

# Town of Cumberland, Maine

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Annual Comprehensive Financial Report  
For the Year Ended June 30, 2022

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**TOWN OF CUMBERLAND, MAINE**  
**Annual Comprehensive Financial Report**  
**For the Fiscal Year ended June 30, 2022**

**Prepared by: Helene DiBartolomeo, CPA**  
**Director of Finance**

**TOWN OF CUMBERLAND, MAINE**  
**Annual Comprehensive Financial Report**  
**For the Year Ended June 30, 2022**

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## ***INTRODUCTORY SECTION***

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# TOWN OF CUMBERLAND, MAINE

290 Tuttle Road

Cumberland Center, Maine 04021-9321

Telephone (207) 829-5559 · Fax (207) 829-2214

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December 23, 2022

Dear Members of the Town Council and Citizens of the Town of Cumberland:

State law and Town charter requires that the Town publish after the close of each fiscal year, a complete set of financial statements presented in conformity with generally accepted accounting principles in the United States of America ("GAAP") and audited in accordance with auditing standards generally accepted in the United States of America by a licensed certified public accountant. Pursuant to these requirements, we hereby issue the Annual Comprehensive Financial Report ("ACFR") of the Town of Cumberland, Maine (the "Town") for the fiscal year ended June 30, 2021.

This report consists of management's representations concerning the finances of the Town. Consequently, management assumes full responsibility for the completeness and reliability of all the information presented in this report. To provide a reasonable basis for making these representations, management has established a comprehensive internal framework that is designed both to protect the Town's assets from loss, theft, or misuse and to compile sufficient reliable information for the preparation of the Town's financial statements in conformity with GAAP. Because the cost of internal controls should not outweigh their benefits, the Town's comprehensive framework of internal controls has been designed to provide reasonable, rather than absolute assurance that the financial statements will be free from material misstatement. As management, we assert that, to the best of our knowledge and belief, this financial report is complete and reliable in all material respects.

The audit staff of Runyon Kersteen Ouellette, Certified Public Accountants, has audited the Town's financial statements. The goal of the independent audit is to provide reasonable assurance that the financial statements of the Town for the fiscal year ended June 30, 2022, are free from material misstatement. The independent audit involved examining, on a test basis, evidence supporting the amounts and disclosures in the financial statements; assessing the accounting principles used and significant estimates made by management; and evaluating the overall financial statement presentation. The independent auditor concluded that there was a reasonable basis for rendering an unmodified opinion that the Town's financial statements for fiscal year ended June 30, 2022, are fairly presented in conformity with GAAP. The independent auditor's report is presented as the first component of the financial section of this report.

GAAP requires that management provide a narrative introduction, overview, and analysis to accompany the basic financial statements in the form of Management's Discussion and Analysis (MD&A). This letter of transmittal is designed to complement MD&A and should be read in conjunction with it. The Town's MD&A can be found immediately following the independent auditor's report.

## PROFILE OF THE GOVERNMENT

The Town of Cumberland, incorporated on March 19, 1821, is governed using the council-manager form of government. Policy making and legislative authority is vested in a seven-member elected Town Council ("Council"). The Council is responsible for passing ordinances, adopting the budget, appointing committees, and hiring the Town Manager ("Manager"). The Manager is responsible for carrying out the policies and ordinances of

the Council, for overseeing the day-to-day operations of the Town, and for appointing the heads of the Town's departments.

The geographic boundaries of the Town are within the county of Cumberland, Maine. Services provided by the Town include police, ambulance and fire protection; sanitation services; construction and maintenance of highways, streets, and infrastructure; emergency preparedness; municipal planning and code enforcement; human services; senior housing; wastewater system; recreational activities (including a golf course) and cultural events. Other than these general government activities, it has been determined that the Town is not financially accountable for any other entity, board or commission.

## **ECONOMIC CONDITION AND OUTLOOK**

Cumberland is a quaint small-town located on the coast of Southern Maine. The Town has a total area of 26.25 square miles, of which 22.88 square miles of it is land and 3.37 square miles is water. The Town is located 11 miles northeast of the City of Portland and 11 miles southwest of Freeport. The Town was established in 1821 and officially named by Ephraim Studivant, a ship captain and the Town's first treasurer. Cumberland has a rich farming history that still remains a vital part of the community. Since 1868, the Town's local farmers club has put on The Cumberland Fair at the end of September, which is one of the State's largest agricultural fairs.

The Town is included among one of the wealthiest and safest places to live in the State of Maine. The Town is home to the Maine School Administrative District (MSAD) #51 that provides education to students K-12. The school district is comprised of Cumberland & North Yarmouth residents operating three schools and is ranked as a top performing school district in the state of Maine by Backgroundchecks.org and Niche.com. The middle and high school are number one in the state of Maine by U.S. News & World Report rankings.

Since 2012, the Town has been named "Certified Business Friendly" by the Maine Department of Economic and Community Development.

## **MAJOR INITIATIVES AND LONG TERM PLANNING**

The Town completed with the final use of a \$6.3 million general obligation, during 2021-22, the expansion of the Town Garage and School Bus Garage Facility. The Town also finalized the railroad quiet zoning and the renovation of the Historical Society building.

The major capital projects underway at the end of fiscal year 2022, includes the review of the potential round-about on Route 100 in West Cumberland in partnership with the Maine DOT, bathroom renovations and HVAC system replacement at the Prince Memorial Library, and review of a potential public safety communications tower.

The Town has an established Pavement Management Plan to maintain and upgrade the Town's facilities and infrastructure. The Plan has a schedule of planned road maintenance and improvement projects that extends through 2024. While this schedule will be amended along the way, it is an important component of a comprehensive road improvement plan that can be used to create sustainable budgets for future road upkeep.

The Town continues to make a concerted effort to provide assistance for older residents to remain in their homes, enriching the community with their experiences and abilities. For the past few years, the Council has funded the Aging in Place project, to develop resources to assist senior residents. The Town has been recognized by several State and national organizations for the innovative programs. These programs include:

- The Cumberland Area Ride (CAR) program – This program coordinates volunteers to drive residents who have limited transportation options;
- The Friendly Caller and Visitor program – This program provides someone to visit or call on a regular basis; and



- The Handyman program - To help with light maintenance including yard work, pet walking, shoveling and other chores (done in conjunction with Greely Middle and High School).

Health classes, monthly social gatherings, loans of durable medical goods, and a daily call-in program run by the Fire Department are also made available to the Town's senior residents. When the State of Maine ended their Senior Property Tax Relief program, the Town established a similar program for senior residents within Cumberland. Through an application process, Cumberland seniors have the ability to qualify for up to \$750 of property tax rebates. For 2020-21, 192 senior residents benefited from the Town's program.

## **FINANCIAL POLICIES**

The Town operates in accordance with State law and has developed a long-range comprehensive plan (Plan). The Plan sets forth goals and objectives for progress in all areas of the Town operations and outlines steps to be taken for their achievement. As part of the comprehensive plan for the Town, the Council adopts goals and objectives to serve as a guide for planning in all areas of operations. The Plan is updated and reviewed by the Council at least every 10 years.

The Town has an investment policy in place for the investment of temporarily idle funds. The purpose of the policy is to outline the responsibility, authority, and general guidelines of the investment management of the Town's cash reserves and to ensure compliance with Maine Statutes. See related Notes to the Basic Financial Statements for more information on the investment policy.

## **BUDGETARY CONTROLS**

The annual budget serves as the basis for the Town's financial planning and control and the level of budgetary control is established at the org and object level. Activities of the General Fund are included in the annual appropriation budget.

Budgetary information is integrated into the accounting system. In order to provide budgetary control for salaries, the Town utilizes a centralized position control system. Additionally, support and administrative positions are created based upon established criteria.

Because many municipal facilities and important pieces of infrastructure have required attention, a strategic decision was made in fiscal year 2017 to allow the General Fund balance to decrease slightly to fund capital reserve funds. In addition, a five-year plan has been implemented that allowed the TIF fund to have increasing deficits for the next few years, then gradually recover. This is being done to accommodate necessary capital spending without resorting to long-term borrowing. The Road Improvement Capital Fund for fiscal year 2020 purposefully ran a deficit fund to work on the Town's infrastructure without carrying on additional debt until a plan can be put into place based on the outcome of the pandemic.

## **REPORTING ACHIEVEMENT**

**Certificate of Achievement for Excellence in Financial Reporting** - The Government Finance Officers Association of the United States and Canada (GFOA) awarded a Certificate of Achievement for Excellence in Financial Reporting to the Town for its Annual Comprehensive Financial Report (ACFR) for the fiscal year ended June 30, 2021. This is the twenty-ninth consecutive year that the Town has received this prestigious award. The Certificate is a national award, recognizing conformance with the highest standards for preparation of state and local government financial reports. In order to be awarded a Certificate of Achievement, a government unit must publish an easily readable and efficiently organized ACFR, whose contents conform to program standards. Such ACFRs must satisfy both generally accepted accounting principles and applicable legal requirements.

A GFOA Certificate of Achievement is valid for a period of one year. We believe our current report continues to meet the requirements of the Certificate of Achievement Program. Accordingly, we are submitting it to GFOA for consideration for the award.

### **ACKNOWLEDGEMENTS**

A comprehensive financial report of this nature could not have been prepared without the efficient and dedicated efforts of the Town's management team. We would like to also express appreciation to all staff members who assisted in providing a wealth of information for the preparation of this report.

In closing, we would also like to thank the members of the Council for their leadership and support in establishment of policies and approving processes for financial operations of the Town.

Sincerely,

A handwritten signature in dark ink, appearing to read "W. R. Shane".

William R. Shane, P.E.  
Town Manager

A handwritten signature in blue ink, appearing to read "Helene DiBartolomeo".

Helene DiBartolomeo, C.P.A.  
Director of Finance



Government Finance Officers Association

Certificate of  
Achievement  
for Excellence  
in Financial  
Reporting

Presented to

**Town of Cumberland  
Maine**

For its Annual Comprehensive  
Financial Report  
For the Fiscal Year Ended

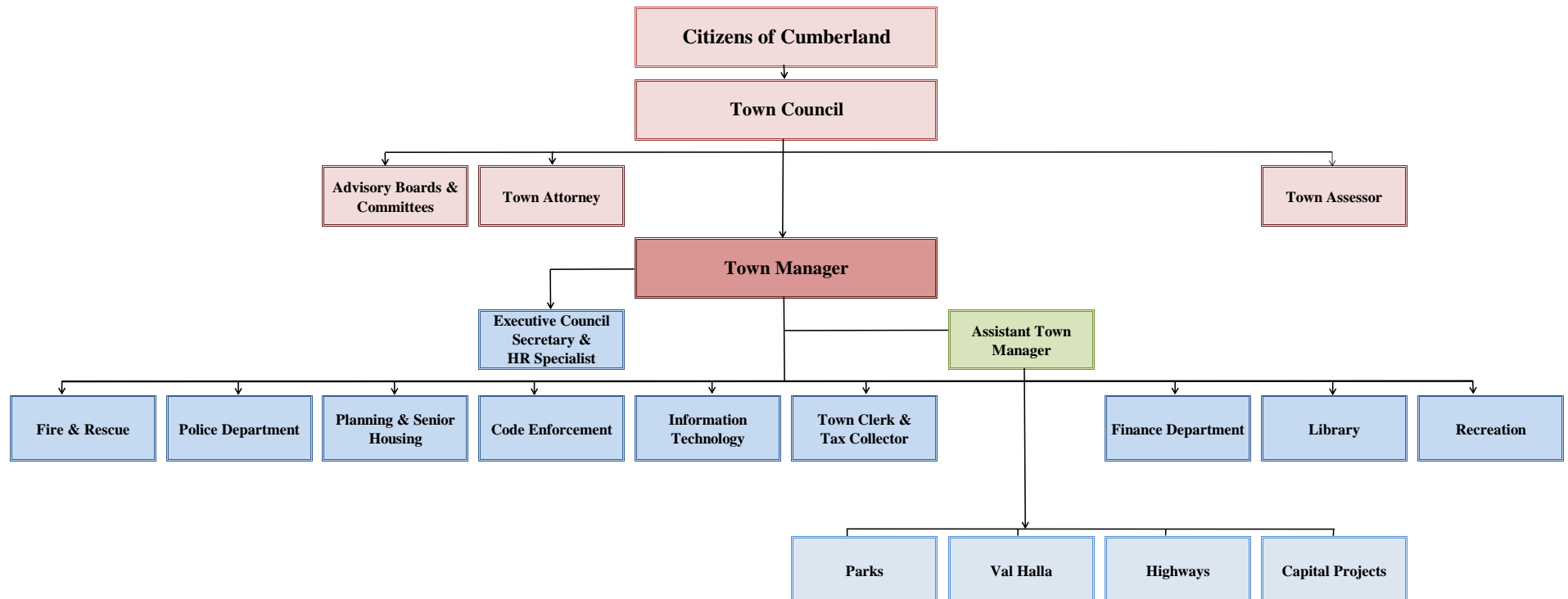
June 30, 2021

*Christopher P. Morill*

Executive Director/CEO

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# Town of Cumberland, Maine Organizational Chart



**TOWN OF CUMBERLAND, MAINE**  
**List of Principal Officials – Appointed**



**William R. Shane, PE**  
Town Manager



**Christopher Bolduc**  
Assistant Town Manager



**Tamara O'Donnell**  
Town Clerk



**Helene DiBartolomeo, CPA**  
Finance Director



**Carla Nixon**  
Town Planner



**William Longley**  
Code Enforcement Officer



**John Brushwein**  
Town Assessor



**Peter Bingham, Jr.**  
Recreation Director



**Charles J. Rumsey IV**  
Police Chief



**Daniel Small, EFO**  
Fire Chief



**Thomas Bennett**  
Library Director

**TOWN OF CUMBERLAND, MAINE**  
**List of Principal Officials – Elected**



**Allison Foster**  
Council Chair



**Mark Segrist**  
Council Vice Chair

No Current image

**Brooke Filson**  
Council Member



**Shirley Storey-King**  
Council Member



**Michael Edes**  
Council Member



**Ronald Copp, Jr.**  
Council Member



**Robert Vail**  
Council Chair

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## ***FINANCIAL SECTION***

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## Independent Auditor's Report

Town Council  
Town of Cumberland, Maine

### **Report on the Audit of the Financial Statements**

#### ***Opinions***

We have audited the accompanying financial statements of the governmental activities, the business-type activities, each major fund, and the aggregate remaining fund information of the Town of Cumberland, Maine as of and for the year ended June 30, 2022, and the related notes to the financial statements, which collectively comprise the Town of Cumberland, Maine's basic financial statements as listed in the table of contents.

In our opinion, the financial statements referred to above present fairly, in all material respects, the respective financial position of the governmental activities, the business-type activities, each major fund, and the aggregate remaining fund information of the Town of Cumberland, Maine as of June 30, 2022, and the respective changes in financial position and, where applicable, cash flows thereof, and the budgetary comparison for the General Fund for the year then ended in accordance with accounting principles generally accepted in the United States of America.

#### ***Basis for Opinions***

We conducted our audit in accordance with auditing standards generally accepted in the United States of America and the standards applicable to financial audits contained in *Government Auditing Standards*, issued by the Comptroller General of the United States. Our responsibilities under those standards are further described in the Auditor's Responsibilities for the Audit of the Financial Statements section of our report. We are required to be independent of the Town of Cumberland, Maine and to meet our other ethical responsibilities in accordance with the relevant ethical requirements relating to our audit. We believe that the audit evidence we have obtained is sufficient and appropriate to provide a basis for our audit opinions.

#### ***Change in Accounting Principle***

As described in the notes to the financial statements, in FY 2022, the Town adopted new accounting guidance, GASB Statement No. 87, *Leases*. Our opinion is not modified with respect to this matter.

### ***Responsibilities of Management for the Financial Statements***

Management is responsible for the preparation and fair presentation of the financial statements in accordance with accounting principles generally accepted in the United States of America; and for the design, implementation, and maintenance of internal control relevant to the preparation and fair presentation of financial statements that are free from material misstatement, whether due to fraud or error.

In preparing the financial statements, management is required to evaluate whether there are conditions or events, considered in the aggregate, that raise substantial doubt about the Town of Cumberland, Maine's ability to continue as a going concern for twelve months beyond the financial statement date, including any currently known information that may raise substantial doubt shortly thereafter.

### ***Auditor's Responsibilities for the Audit of the Financial Statements***

Our objectives are to obtain reasonable assurance about whether the financial statements as a whole are free from material misstatement, whether due to fraud or error, and to issue an auditor's report that includes our opinions. Reasonable assurance is a high level of assurance but is not absolute assurance and therefore is not a guarantee that an audit conducted in accordance with generally accepted auditing standards and *Government Auditing Standards* will always detect a material misstatement when it exists. The risk of not detecting a material misstatement resulting from fraud is higher than for one resulting from error, as fraud may involve collusion, forgery, intentional omissions, misrepresentations, or the override of internal control. Misstatements are considered material if there is a substantial likelihood that, individually or in the aggregate, they would influence the judgment made by a reasonable user based on the financial statements.

In performing an audit in accordance with generally accepted auditing standards and *Government Auditing Standards*, we:

- Exercise professional judgment and maintain professional skepticism throughout the audit.
- Identify and assess the risks of material misstatement of the financial statements, whether due to fraud or error, and design and perform audit procedures responsive to those risks. Such procedures include examining, on a test basis, evidence regarding the amounts and disclosures in the financial statements.
- Obtain an understanding of internal control relevant to the audit in order to design audit procedures that are appropriate in the circumstances, but not for the purpose of expressing an opinion on the effectiveness of the Town of Cumberland, Maine's internal control. Accordingly, no such opinion is expressed.
- Evaluate the appropriateness of accounting policies used and the reasonableness of significant accounting estimates made by management, as well as evaluate the overall presentation of the financial statements.
- Conclude whether, in our judgment, there are conditions or events, considered in the aggregate, that raise substantial doubt about the Town of Cumberland, Maine's ability to continue as a going concern for a reasonable period of time.

Town Council  
Town of Cumberland, Maine

We are required to communicate with those charged with governance regarding, among other matters, the planned scope and timing of the audit, significant audit findings, and certain internal control-related matters that we identified during the audit.

### ***Required Supplementary Information***

Accounting principles generally accepted in the United States of America require that the management's discussion and analysis, the schedule of the Town's proportionate share of the net pension liability (asset) and the schedule of Town contributions be presented to supplement the basic financial statements. Such information is the responsibility of management and, although not a part of the basic financial statements, is required by the Governmental Accounting Standards Board, who considers it to be an essential part of financial reporting for placing the basic financial statements in an appropriate operational, economic, or historical context. We have applied certain limited procedures to the required supplementary information in accordance with auditing standards generally accepted in the United States of America, which consisted of inquiries of management about the methods of preparing the information and comparing the information for consistency with management's responses to our inquiries, the basic financial statements, and other knowledge we obtained during our audit of the basic financial statements. We do not express an opinion or provide any assurance on the information because the limited procedures do not provide us with sufficient evidence to express an opinion or provide any assurance.

### ***Supplementary Information***

Our audit was conducted for the purpose of forming opinions on the financial statements that collectively comprise the Town of Cumberland, Maine's basic financial statements. The accompanying combining and individual fund financial statements are presented for purposes of additional analysis and are not a required part of the basic financial statements. Such information is the responsibility of management and was derived from and relates directly to the underlying accounting and other records used to prepare the basic financial statements. Such information has been subjected to the auditing procedures applied in the audit of the basic financial statements and certain additional procedures, including comparing and reconciling such information directly to the underlying accounting and other records used to prepare the basic financial statements or to the basic financial statements themselves, and other additional procedures in accordance with auditing standards generally accepted in the United States of America. In our opinion, the combining and individual fund financial statements are fairly stated in all material respects in relation to the basic financial statements as a whole.

### ***Other Information***

Management is responsible for the other information included in the annual report. The other information comprises the introductory and statistical sections but does not include the basic financial statements and our auditor's report thereon. Our opinions on the basic financial statements do not cover the other information, and we do not express an opinion or any form of assurance thereon.

Town Council  
Town of Cumberland, Maine

In connection with our audit of the basic financial statements, our responsibility is to read the other information and consider whether a material inconsistency exists between the other information and the basic financial statements, or the other information otherwise appears to be materially misstated. If, based on the work performed, we conclude that an uncorrected material misstatement of the other information exists, we are required to describe it in our report.

**Other Reporting Required by *Government Auditing Standards***

In accordance with *Government Auditing Standards*, we have also issued our report dated December 23, 2022, on our consideration of the Town of Cumberland, Maine's internal control over financial reporting and on our tests of its compliance with certain provisions of laws, regulations, contracts, and grant agreements and other matters. The purpose of that report is solely to describe the scope of our testing of internal control over financial reporting and compliance and the results of that testing, and not to provide an opinion on the effectiveness of the Town of Cumberland, Maine's internal control over financial reporting or on compliance. That report is an integral part of an audit performed in accordance with *Government Auditing Standards* in considering the Town of Cumberland, Maine's internal control over financial reporting and compliance.

A handwritten signature in black ink, reading "Remya Kristen Ouellette". The signature is written in a cursive, flowing style.

December 23, 2022  
South Portland, Maine

**TOWN OF CUMBERLAND, MAINE**  
**Management's Discussion and Analysis**  
**June 30, 2022**

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The management of the Town of Cumberland has prepared the following discussion and analysis of financial activities for the fiscal year ended June 30, 2022. The intent of this discussion and analysis is to assist the reader in focusing on significant financial issues, provide an overview and analysis of the Town's financial activities, identify changes in the Town's financial position, identify material deviations from the prior fiscal year, and highlight significant issues in individual funds.

Because the information contained in the Management's Discussion and Analysis (MD&A) is to highlight significant transactions, events, and conditions, it should be considered in conjunction with the Town's financial statements and notes to the basic financial statements.

**OVERVIEW OF THE FINANCIAL STATEMENTS**

This discussion and analysis is intended to serve as an introduction to the Town's basic financial statements. The Town's basic financial statements consist of:

1. Government-wide financial statements
2. Fund financial statements
3. Notes to the basic financial statements

This report also contains supplementary information intended to furnish additional details to support the basic financial statements.

**Government-wide Financial Statements**

The *government-wide financial statements* are designed to provide readers with a broad overview of the Town's finances in a manner similar to those of a private-sector business and consist of the following two statements:

- The *statement of net position* presents information on most of the Town's assets plus deferred outflows of resources and liabilities plus deferred inflows of resources, with the difference between the two reported as net position. Over time, increases or decreases in net position may serve as a useful indicator of whether the financial position of the Town is strengthening or weakening.
- The *statement of activities* presents information showing how the government's net position changed during the 2021-22 fiscal year. All changes in net position are reported as soon as the underlying event giving rise to the change occurs, regardless of the timing of related cash flows. Thus, revenues and expenses are reported in this statement for some items that will only result in cash flows in future fiscal periods.

The government-wide statements present the Town's activities in the following categories:

- Governmental activities – This represents most of the Town's services, including the general government, public safety, public services, health and public assistance, recreation, Val Halla Golf Center, education, and the library. Property taxes, intergovernmental revenue, and user fees provide most of the resources that support these activities.
- Business-type activities – The Town charges fees to cover the cost of certain services it provides. The activities are for its Senior Housing and Sewer System.

**TOWN OF CUMBERLAND, MAINE**  
**Management's Discussion and Analysis, Continued**  
**June 30, 2022**

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**Fund Financial Statements**

Fund financial statements are one of the components of the basic financial statements. A fund is a grouping of related accounts that are used to maintain control over resources that have been segregated for specific activities or objectives. The Town uses fund accounting to ensure and demonstrate compliance with finance-related legal requirements and prudent fiscal management. Certain funds are established by law while others are created by legal agreements, such as bond covenants. Fund financial statements provide detailed information about the Town's financial activities, focusing on its most significant or "major" funds rather than fund types. All of the Town's funds may be classified within one of the broad categories discussed below.

**Governmental Funds**

Governmental funds are used to account for essentially the same functions reported as governmental activities in the government-wide financial statements; however, the governmental funds utilize a spendable financial resources measurement focus rather than the economic resources measurement focus found in the government-wide financial statements. The financial resources measurement focus allows the governmental fund statements to provide information on *near-term inflows and outflows of spendable resources*, as well as *balances of spendable resources* available at the end of the fiscal year. Such information may be useful in evaluating the Town's near-term financing requirements.

Because the focus of governmental funds is narrower than that of the government-wide financial statements, it is useful to compare the information presented for the governmental funds with similar information presented for governmental activities in the government-wide financial statements. By doing so, readers may better understand the long-term impact of the government's near-term financing decisions. Both the governmental fund balance sheet and the governmental fund statement of revenues, expenditures, and changes in fund balances provide a reconciliation to facilitate this comparison between governmental funds and governmental activities. The governmental funds balance sheet and statement of revenues, expenditures, and changes in fund balances provide detailed information about the Town's most significant funds. The Town's major funds are the General, Bond, TIF, and Debt Service Funds. Data from the other three types of governmental funds is combined into a single, aggregated presentation. Individual fund data for each of these non-major governmental funds is provided in the form of combining statements in the supplementary information section of this report.

The Town adopts an annual budget for its General Fund. Budgetary to actual comparisons have been provided for this fund to demonstrate budgetary compliance.

**Proprietary Funds**

Proprietary funds may be established to account for activities in which a fee is charged for services. When the Town charges customers for the services it provides – whether to outside customers or to other units of the Town – these services are reported in proprietary funds. Proprietary funds are reported in the same way that all activities are reported in the *statement of net position* and the *statement of activities*. In fact, the Town's enterprise funds (a component of proprietary funds) are the same as the business-type activities we report in the government-wide statements, but provide more detail.



**TOWN OF CUMBERLAND, MAINE**  
**Management's Discussion and Analysis, Continued**  
**June 30, 2022**

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***Fiduciary Funds***

Fiduciary funds are used to report assets held in a trustee or fiduciary capacity for the benefit of external parties, such as scholarships for students of the community. Fiduciary funds are not reflected in the government-wide statements because the resources of those funds are not available to support the Town's own programs. In its fiduciary capacity, the Town is responsible for ensuring that the assets reported in these funds are used only for the intended purposes. The Town reports the following fiduciary fund types:

- Private-purpose Trust Funds – to account for resources of various scholarship trust funds.
- Custodial Funds – to account for resources of the Cumberland Community Food Pantry.

**Notes to the Basic Financial Statements**

The notes provide additional information that is essential for a full understanding of the data provided in the government-wide and fund financial statements.

***FINANCIAL HIGHLIGHTS***

Key financial highlights for the 2021-22 fiscal year are as follows:

**Government-wide Statements**

- The Town's assets and deferred outflows exceed its liabilities and deferred inflows on June 30, 2022 by \$42 million (*net position*), which represents an increase of \$2.1 million or 5.4 percent from 2020-21 fiscal year.
- The Town's total net position for governmental activities increased by \$2.2 million, which represents a 5.8 percent increase from the 2020-21 fiscal year. This change is attributable to revenues exceeding expenses.
- General revenues total \$34.7 million, or 85.6 percent of all revenues. Program revenues in the form of charges for services, operating grants and contributions, and capital grants and contributions total \$5.8 million, or 14.4 percent. The increase in general revenue was due to the 2.5 percent increase in the tax rate, the collection of motor vehicle excise tax, and the Homestead Exemption and State Revenue Sharing programs.
- Expenses total \$38.4 million; \$5.8 million of these expenses are offset by program specific charges, with the remainder paid from the general revenues. Total revenues exceed total expenses by \$2.1 million.

**Fund Statements**

- On June 30, 2022, the Town's ending fund balance for the General Fund totals \$4.4 million or 12.3 percent of total General Fund revenues, an increase of 7.7 percent over the prior year's fund balance.
- On June 30, 2022, the Town's business-type activities net position ending balance decreased by 0.6 percent. The decrease is primarily due to expenses related to kitchen renovations exceeding revenues in Senior Housing.

**TOWN OF CUMBERLAND, MAINE**  
**Management's Discussion and Analysis, Continued**  
**June 30, 2022**

**GOVERNMENT-WIDE OVERALL FINANCIAL ANALYSIS**

The following is a summary of the Town's net position as of June 30, 2022, compared to the net position as of June 30, 2021:

<b>Town of Cumberland, Maine - Net Position</b>						
	<b>Governmental Activities</b>		<b>Business-Type Activities</b>		<b>Total</b>	
	<b>2022</b>	<b>Restated 2021</b>	<b>2022</b>	<b>2021</b>	<b>2022</b>	<b>Restated 2021</b>
Current & other assets	\$ 9,591,882	\$ 9,123,400	\$ 770,082	\$ 710,640	\$ 10,361,964	\$ 9,834,040
Capital and other assets	56,731,394	57,029,564	2,434,404	2,553,728	59,165,798	59,583,292
Total assets	66,323,276	66,152,964	3,204,486	3,264,368	69,527,762	69,417,332
Deferred outflows	738,821	411,713	-	-	738,821	411,713
Long-term liabilities	22,249,710	25,910,660	525,928	590,093	22,775,638	26,500,753
Other liabilities	3,274,236	2,844,257	62,455	41,446	3,336,691	2,885,703
Total liabilities	25,523,946	28,754,917	588,383	631,539	26,112,329	29,386,456
Deferred inflows	2,086,887	524,670	-	-	2,086,887	524,670
Net position:						
Net investment in capital assets	34,793,419	33,046,297	1,912,219	1,967,112	36,705,638	35,013,409
Restricted - other	317,506	357,923	-	-	317,506	357,923
Unrestricted	4,340,339	3,880,870	703,884	665,717	5,044,223	4,546,587
	<u>\$ 39,451,264</u>	<u>\$ 37,285,090</u>	<u>\$ 2,616,103</u>	<u>\$ 2,632,829</u>	<u>\$ 42,067,367</u>	<u>\$ 39,917,919</u>

2021 amounts have been restated for the implementation of GASB 87.

The largest portion of the Town's net position (\$36.7 million) reflects its investment in capital assets (e.g. land, buildings, infrastructure, vehicles, equipment, and furniture) less any related outstanding debt used to acquire those assets. The Town uses these capital assets to provide services to the community; consequently, these assets are not available for future spending. Although the Town's investment in its capital assets are reported net of related debt, it should be noted that the resources needed to repay this debt must be provided from other sources, since the capital assets themselves cannot be used to liquidate liabilities.

An additional portion of the Town's net position, \$0.3 million, represents resources that are subject to external restrictions on how they may be used. The Town's unrestricted net position balance is \$5 million, a 10.9 percent increase over the prior year. Unrestricted net position can be utilized to finance daily operations without constraints established by debt covenants, enabling legislation, or any other legal requirements.

**TOWN OF CUMBERLAND, MAINE**  
**Management's Discussion and Analysis, Continued**  
**June 30, 2022**

The key elements of the changes in the Town's net position for the fiscal years ended June 30, 2022, and June 30, 2021 are as follows:

Town of Cumberland, Maine - Change in Net Position						
	Governmental Activities		Business-Type Activities		Total	
	2022	2021	2022	2021	2022	2021
Program revenues:						
Charges for services	\$ 3,865,831	\$ 2,878,732	\$ 1,463,539	\$ 1,481,026	\$ 5,329,370	\$ 4,359,758
Operating grants & contributions	245,185	290,718	-	-	245,185	290,718
Capital grants & contributions	265,025	1,482,888	-	-	265,025	1,482,888
General revenues:						
Property taxes	29,725,913	28,836,196	-	-	29,725,913	28,836,196
Motor vehicle excise tax	2,280,618	2,439,774	-	-	2,280,618	2,439,774
Interest and penalties	21,275	29,330	-	-	21,275	29,330
Homestead exemption	714,291	744,959	-	-	714,291	744,959
State revenue sharing	1,554,961	1,033,072	-	-	1,554,961	1,033,072
Investment earnings (loss)	2,130	15,556	(533)	(103)	1,597	15,453
Miscellaneous revenues	445,734	41,845	-	-	445,734	41,845
Total revenues	39,120,963	37,793,070	1,463,006	1,480,923	40,583,969	39,273,993
Program expenses:						
General government	4,346,758	4,366,616	-	-	4,346,758	4,366,616
Public safety	3,345,401	2,610,953	-	-	3,345,401	2,610,953
Public services	4,867,071	3,448,537	-	-	4,867,071	3,448,537
Recreation	2,155,677	1,806,704	-	-	2,155,677	1,806,704
Education	20,792,086	20,104,804	-	-	20,792,086	20,104,804
Library	691,763	608,776	-	-	691,763	608,776
Health & public assistance	242,808	191,604	-	-	242,808	191,604
Interest on debt	513,225	707,710	-	-	513,225	707,710
Senior Housing	-	-	345,977	298,133	345,977	298,133
Sewer system	-	-	1,133,755	1,090,820	1,133,755	1,090,820
Total expenses	36,954,789	33,845,704	1,479,732	1,388,953	38,434,521	35,234,657
Change in net position	2,166,174	3,947,366	(16,726)	91,970	2,149,448	4,039,336
Net position - July 1	37,285,090	33,337,724	2,632,829	2,540,859	39,917,919	35,878,583
Net position - June 30	\$ 39,451,264	\$ 37,285,090	\$ 2,616,103	\$ 2,632,829	\$ 42,067,367	\$ 39,917,919

***Governmental activities***

During the current fiscal year, increased property tax, state revenue sharing, miscellaneous revenues assisted in offsetting the increase in the expenses for Public Services and Education and net position increased \$2.2 million from the prior fiscal year for an ending balance of \$39.5 million.

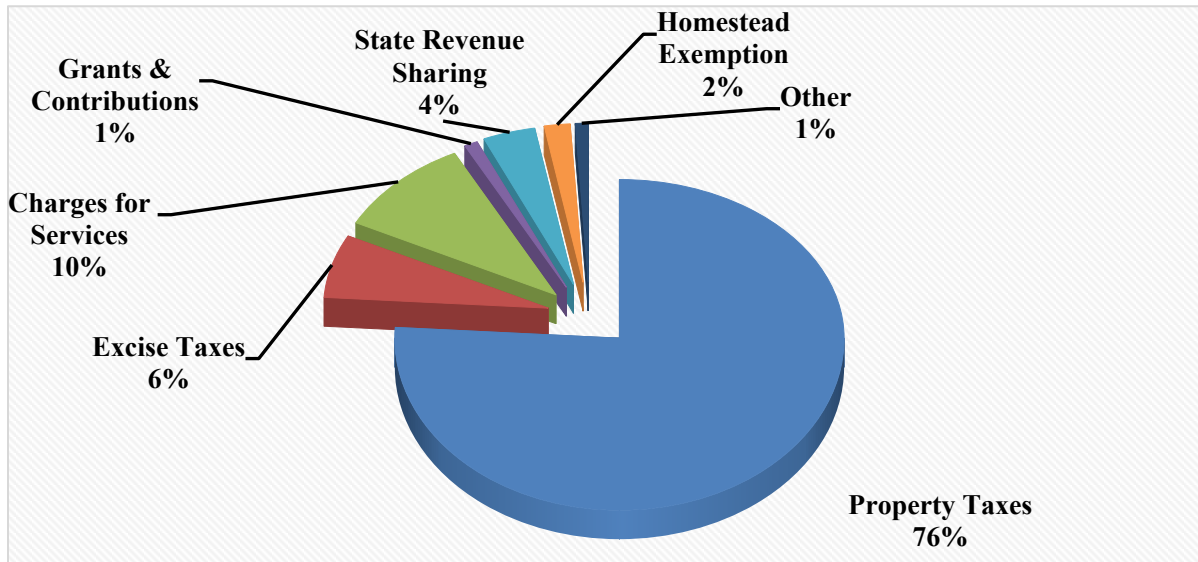
***Business-type activities***

For the Town of Cumberland, Maine's business activities, the results for the current year was a decrease of \$16,726 in the overall net position. The decrease is attributable to expenses exceeding revenue collections for the fiscal year.

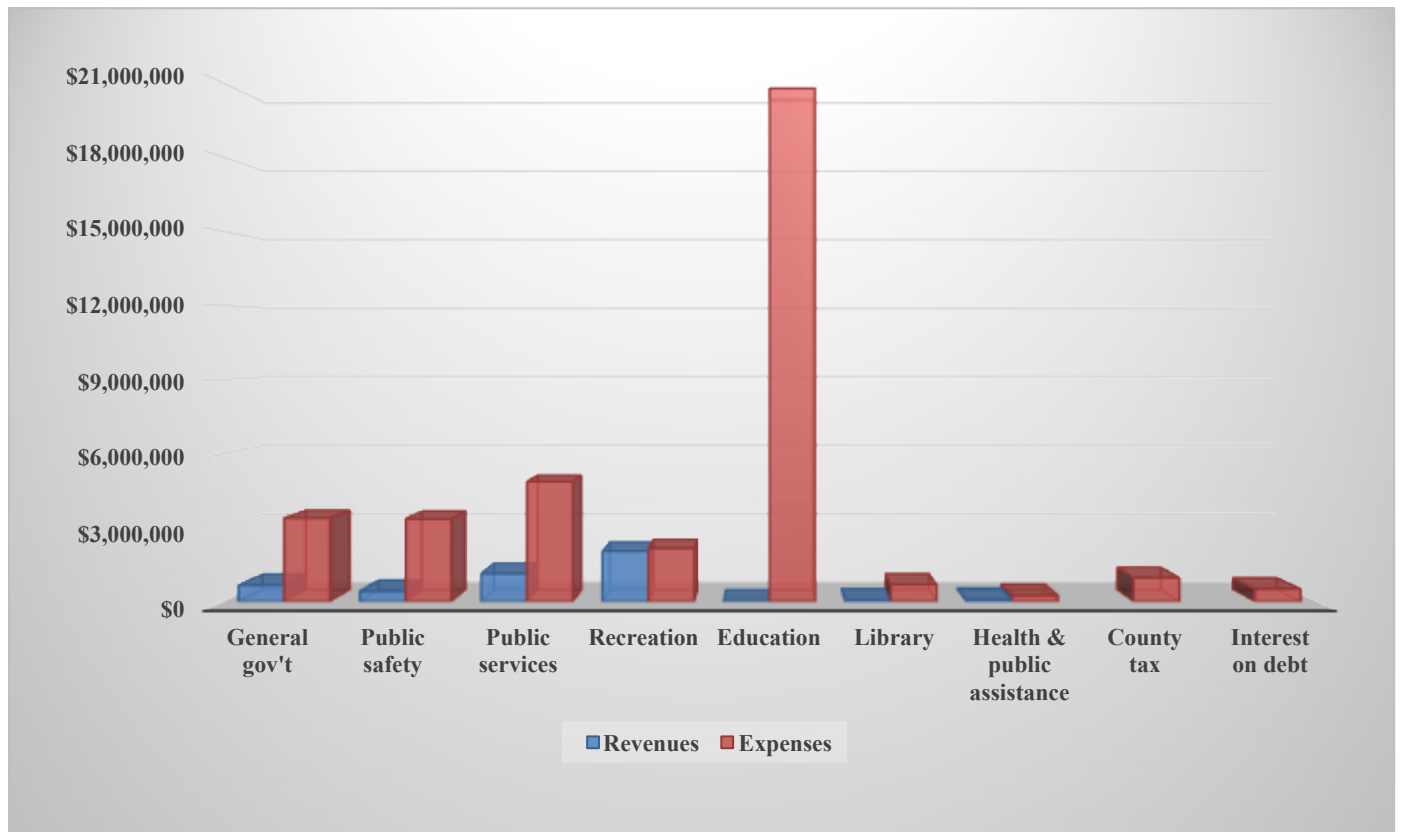
**TOWN OF CUMBERLAND, MAINE**  
**Management's Discussion and Analysis, Continued**  
**June 30, 2022**

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**Revenue by Source – Governmental Activities**  
**For the Year Ended June 30, 2022**



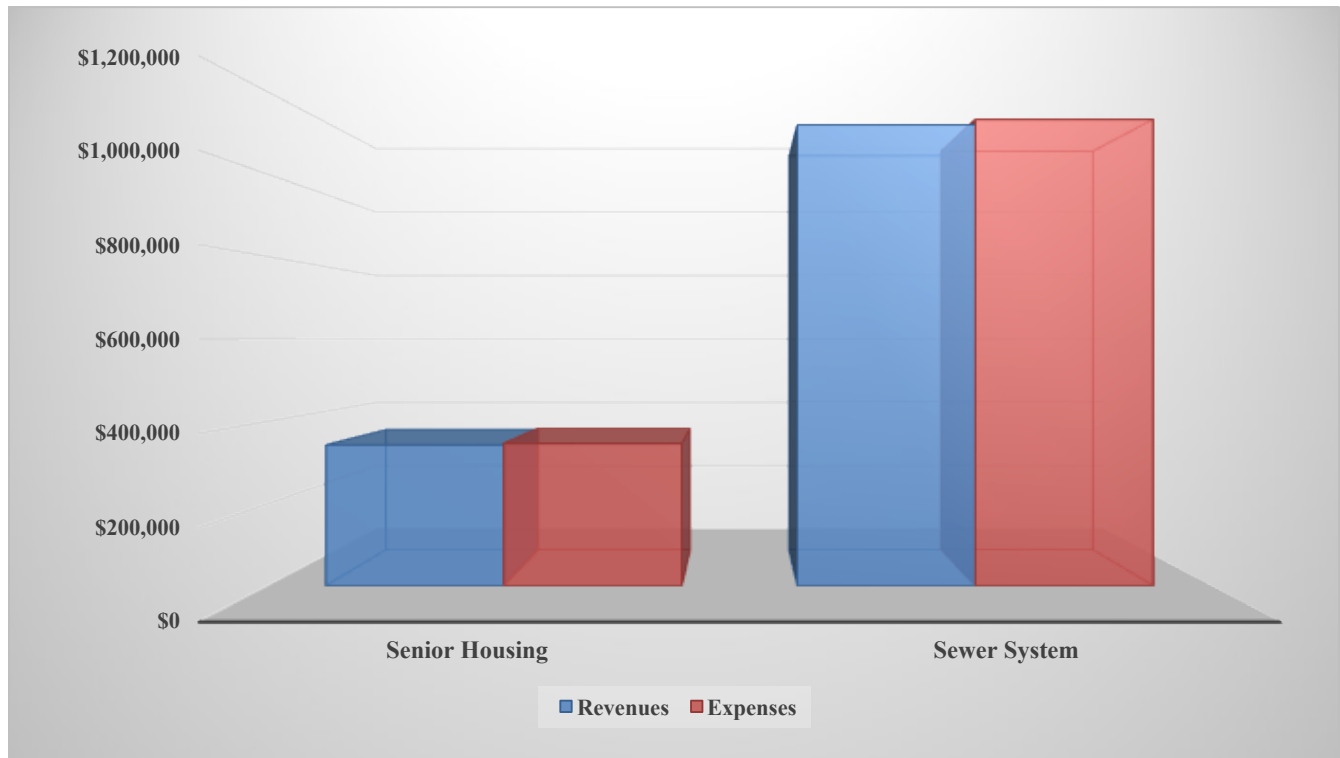
**Expenses and Program Revenues – Governmental Activities**  
**For the Year Ended June 30, 2022**



**TOWN OF CUMBERLAND, MAINE**  
**Management's Discussion and Analysis, Continued**  
**June 30, 2022**

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**Revenues by Source – Business-type Activities**  
**For the Year Ended June 30, 2022**



**FUND FINANCIAL ANALYSIS**

The Town of Cumberland, Maine uses fund accounting to ensure and demonstrate compliance with finance related legal requirements.

**Governmental Funds**

The focus of the Town's *governmental funds* is to provide information on near-term inflows, outflows, and balances of *spendable resources*. Such information is useful when assessing the Town's financing requirements. For example, *unassigned fund balance* may serve as a useful measure of a government's net resources available for discretionary use as they represent the portion of fund balance which has not yet been limited to use for a particular purpose by either an external party, the Town, or a group or individual that has been delegated authority to assign resources for use for particular purposes by the Town of Cumberland, Maine's Council.

**TOWN OF CUMBERLAND, MAINE**  
**Management's Discussion and Analysis, Continued**  
**June 30, 2022**

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**Town of Cumberland, Maine**  
**Fund Balance**

	<u>2022</u>	<u>2021</u>
Fund balance:		
Nonspendable	\$ 245,775	\$ 176,166
Restricted	224,265	258,682
Committed	1,645,880	1,862,667
Assigned	665,258	951,305
Unassigned	<u>2,982,146</u>	<u>2,459,469</u>
Total fund balance	<u>\$ 5,763,324</u>	<u>\$ 5,708,289</u>

As of the end of the 2021-22 fiscal year, the Town's governmental funds reported combined ending fund balances of \$5.8 million, a slight increase of \$55,035 in comparison with the prior fiscal year.

**Major Governmental Funds**

The General Fund, Bond Fund, TIF Fund, and Debt Service Fund were reported as major funds.

The General Fund is the chief operating fund of the Town. The General Fund had an increase in fund balance of \$0.3 million, primarily due to excess budgetary allocations in revenue. Total fund balance is \$4.4 million, of which \$4.0 million is unassigned. Total fund balance represents 12.3 percent of total General Fund operating revenues.

The Bond Fund had a decrease of \$31,141 in fund balance to end the fund. The decrease is due to the final usage of the debt of \$6.3 million.

The TIF Fund had an increase of \$0.3 million in fund balance. This was primarily due to the excess of revenues over expenses.

The Debt Service Fund had a decrease of \$0.2 in fund balance. This was the result of the net of the assignment of additional funds for the payment of future debt service and the assignment for payment of current debt service.

The Other Governmental Funds had a decrease of \$0.3 million. This was mainly due to the usage of funds exceeding the transfer of funds from the General Fund.

**Proprietary Funds**

The Town's proprietary funds, Senior Housing and the Sewer System, provide the same type of information found in the government-wide financial statements, but in more detail.

Total net position of the two enterprise funds totaled \$2.6 million, an overall decrease of \$16,726. Net position decreased \$3,386 and \$13,340 for Senior Housing and Sewer, respectively, primarily due to expenses exceeding revenues. The majority of the Sewer Fund's net position is invested in the capital assets of the sewer system.

**TOWN OF CUMBERLAND, MAINE**  
**Management's Discussion and Analysis, Continued**  
**June 30, 2022**

**GENERAL FUND BUDGETARY HIGHLIGHTS**

For the 2021-22 fiscal year, actual revenues exceeded budgeted amounts by \$1.8 million as motor vehicle excise taxes, State Revenue Sharing, building permits, Recreation, and Val Halla golf programs exceeded expectations. The Recreation programs was \$89,269 over budget and \$0.4 million more than the prior year. This overage was due to the department services operating to pre-COVID levels. Overall, total revenue collections were 105 percent of budget and 5.5 percent higher than prior year's collection.

Expenditures were \$0.3 million over budget. The primary areas that contributed to over budget was Recreation. Because the Recreation department returned to operation of a pre-COVID level, expenses were also greater than budget by \$0.2 million or 111 percent of budget. The Town has slowly returned to pre-COVID levels of operations and continues to maintain reservations on the economy while balancing the services to the Town.

**CAPITAL ASSETS AND DEBT ADMINISTRATION**

**Capital Assets**

The Town's capital assets, net of accumulated depreciation, for its governmental and business-type activities as of June 30, 2022, total \$59 million. Capital assets include books; construction in progress; land and land improvements; buildings and improvements; machinery and equipment; furniture and office equipment; computer equipment; vehicles; and infrastructure. The Town experienced an increase of total net capital assets compared to the previous fiscal year of approximately \$1.7 million or 2.1 percent.

	Town of Cumberland, Maine - Capital Assets					
	Governmental Activities		Business-Type Activities		Total	
	2022	2021	2022	2021	2022	2021
Books & collections	\$ 990,116	\$ 990,116	\$ -	\$ -	\$ 990,116	\$ 990,116
Construction in progress	19,625	4,824,779	1,446	8,383	21,071	4,833,162
Land	7,177,961	7,177,961	-	-	7,177,961	7,177,961
Right to use leased assets	519,502	519,502	-	-	519,502	519,502
Land improvements	4,812,038	4,812,038	63,170	63,170	4,875,208	4,875,208
Buildings & building improvements	19,632,955	14,125,795	2,246,769	2,198,545	21,879,724	16,324,340
Machinery & equipment	3,323,711	2,870,793	3,007	3,007	3,326,718	2,873,800
Furniture & office equipment	67,798	67,798	-	-	67,798	67,798
Computer equipment	272,709	272,709	-	-	272,709	272,709
Vehicles	5,594,575	5,452,554	-	-	5,594,575	5,452,554
Infrastructure	39,322,573	38,885,774	4,150,992	4,150,992	43,473,565	43,036,766
Total capital assets	81,733,563	79,999,819	6,465,384	6,424,097	88,198,947	86,423,916
Accumulated depreciation/amortization	(25,114,851)	(22,970,255)	(4,030,980)	(3,870,369)	(29,145,831)	(26,840,624)
Capital assets, net of depreciation/amortization	56,618,712	57,029,564	2,434,404	2,553,728	59,053,116	59,583,292
Associated debt payable	21,825,293	24,014,408	522,185	586,616	22,347,478	24,601,024
Unspent bond proceeds	-	(31,141)	-	-	-	(31,141)
Capital assets, net of debt	\$ 34,793,419	\$ 33,046,297	\$ 1,912,219	\$ 1,967,112	\$ 36,705,638	\$ 35,013,409

Building and building improvements increased primarily due to the completion of the Public Works/School Department Garage and the renovation of the Historical Society building. This is also the reason for the majority of the decrease in the construction in progress. Additional information on the Town's capital assets can be found in the Notes to the Basic Financial Statements on page 50-51.

**TOWN OF CUMBERLAND, MAINE**  
**Management's Discussion and Analysis, Continued**  
**June 30, 2022**

**Long-term Debt**

On June 30, 2022, the Town had long-term debt outstanding of \$21.8 million, comprised of general obligation bonds, a note payable, a financed purchase agreement, and leases payable.

Town of Cumberland, Maine - Outstanding Debt						
	Governmental Activities		Business-Type Activities		Total	
	2022	2021	2022	2021	2022	2021
General obligation bonds	\$ 16,462,571	\$ 17,803,769	\$ 522,185	\$ 586,616	\$ 16,984,756	\$ 18,390,385
Notes payable	4,806,100	5,508,931	-	-	4,806,100	5,508,931
Financed purchases payable	137,965	182,206	-	-	137,965	182,206
Leases payable	418,657	519,502	-	-	418,657	519,502
Total	\$ 21,825,293	\$ 24,014,408	\$ 522,185	\$ 586,616	\$ 22,347,478	\$ 24,601,024

The Town's outstanding debt decreased by \$2.3 million, or 9.2 percent, during the 2021-22 fiscal year. Additional information on the Town's debt may be found in the Notes to the Basic Financial Statements on page 54-56.

**ECONOMIC FACTORS AND NEXT YEAR'S BUDGETS AND RATES**

Local property taxes are the Town's primary source of revenue. The total tax rate for 2022-23 fiscal year is \$21.20, an increase of \$0.65 or 3.2 percent. General Fund revenues are projected to be at \$34.8 million and expenditures are expected to be \$35.4 million. The Town's portion of the tax rate will increase 4.6 percent or \$0.25 per \$1,000 of property value for fiscal year 2022.

	2022	2023	1 Year Change	
<b>Town</b>	\$ 5.45	\$ 5.70	\$ 0.25	4.6%
<b>County</b>	0.67	0.68	0.01	1.5%
<b>MSAD #51</b>	14.43	14.82	0.39	2.7%
<b>Total tax rate</b>	\$ 20.55	\$ 21.20	\$ 0.65	3.2%

The following economic factors currently affect the Town of Cumberland, Maine and were considered and included in developing the 2023-2023 fiscal year budgets:

- Expenses for which the Town has limited control
- Taxable assessed values
- State budget deliberations

In adopting the budget for the 2023 year, Town officials considered many factors in making judgements and estimates about the finances of the upcoming year:

- Minimize taxpayer impact
- Minimize the impact to services and its recipients
- Minimize the impact to our workforce
- Responsibly manage our fund balance

**REQUESTS FOR INFORMATION**

This financial report is designed to provide users with a general overview of the Town's finances. Questions concerning any of the information provided in this report or requests for additional financial information should be addressed to Town of Cumberland, Maine, Finance Department, 290 Tuttle Road, Cumberland, ME 04021. Additional financial information can be found on our website ([www.cumberlandmaine.com/finance](http://www.cumberlandmaine.com/finance)).



## **BASIC FINANCIAL STATEMENTS**

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## TOWN OF CUMBERLAND, MAINE

## Statement of Net Position

June 30, 2022

	Governmental Activities	Business-type Activities	Total
<b>ASSETS</b>			
Cash and cash equivalents	\$ 8,442,112	-	8,442,112
Investments	180,050	8,133	188,183
Receivables:			
Accounts	291,659	210,937	502,596
Rescue	37,597	-	37,597
Intergovernmental	314,783	-	314,783
Taxes - current year	105,536	-	105,536
Taxes - prior years	144,284	-	144,284
Note	18,870	-	18,870
Leases	466,694	-	466,694
Prepaid expenses	100,167	11,245	111,412
Inventory	29,897	-	29,897
Internal balances	(539,767)	539,767	-
Net pension asset	112,682	-	112,682
Capital assets not being depreciated	8,187,702	1,446	8,189,148
Capital assets being depreciated, net	48,431,010	2,432,958	50,863,968
Total assets	66,323,276	3,204,486	69,527,762
<b>DEFERRED OUTFLOWS OF RESOURCES</b>			
Deferred outflows of resources related to pensions	738,821	-	738,821
Total deferred outflows of resources	738,821	-	738,821
<b>LIABILITIES</b>			
Accounts payable	1,213,014	22,943	1,235,957
Accrued payroll	378,905	6,055	384,960
Other liabilities	1,546,329	28,657	1,574,986
Accrued interest payable	135,988	4,800	140,788
Noncurrent liabilities:			
Due within one year	2,238,288	44,665	2,282,953
Due in more than one year	20,011,422	481,263	20,492,685
Total liabilities	25,523,946	588,383	26,112,329
<b>DEFERRED INFLOWS OF RESOURCES</b>			
Deferred inflows of resources related to pensions	1,628,744	-	1,628,744
Deferred inflows of resources related to leases	458,143	-	458,143
Total deferred inflows of resources	2,086,887	-	2,086,887
<b>NET POSITION</b>			
Net investment in capital assets	34,793,419	1,912,219	36,705,638
Restricted for:			
Police programs	21,327	-	21,327
Town donations	36,314	-	36,314
Fuel assistance	30,001	-	30,001
Expendable permanent funds	130,623	-	130,623
Nonexpendable permanent funds	99,241	-	99,241
Unrestricted	4,340,339	703,884	5,044,223
Total net position	\$ 39,451,264	2,616,103	42,067,367

See accompanying notes to basic financial statements.

**TOWN OF CUMBERLAND, MAINE**  
**Statement of Activities**  
**For the year ended June 30, 2022**

Functions/programs	Expenses	Program Revenues			Net (expense) revenue and changes in net position		
		Charges for services	Operating grants and contributions	Capital grants and contributions	Primary Government		Total
					Governmental activities	Business-type activities	
Primary government:							
Governmental activities:							
General government	\$ 4,346,758	647,807	14,597	-	(3,684,354)	-	(3,684,354)
Public safety	3,345,401	338,009	74,752	-	(2,932,640)	-	(2,932,640)
Public services	4,867,071	800,662	72,954	265,025	(3,728,430)	-	(3,728,430)
Recreation	2,155,677	2,040,121	-	-	(115,556)	-	(115,556)
Library	691,763	39,232	9,617	-	(642,914)	-	(642,914)
Education	20,792,086	-	-	-	(20,792,086)	-	(20,792,086)
Health and public assistance	242,808	-	73,265	-	(169,543)	-	(169,543)
Interest on debt	513,225	-	-	-	(513,225)	-	(513,225)
Total governmental activities	36,954,789	3,865,831	245,185	265,025	(32,578,748)	-	(32,578,748)
Business-type activities:							
Senior Housing	345,977	343,124	-	-	-	(2,853)	(2,853)
Sewer System	1,133,755	1,120,415	-	-	-	(13,340)	(13,340)
Total business-type activities	1,479,732	1,463,539	-	-	-	(16,193)	(16,193)
Total primary government	\$ 38,434,521	5,329,370	245,185	265,025	(32,578,748)	(16,193)	(32,594,941)
General revenues:							
Property taxes, levied for general purposes					\$ 26,991,674	-	26,991,674
TIF district taxes					2,650,265	-	2,650,265
Outer island property taxes					45,895	-	45,895
Payments in lieu of taxes					38,079	-	38,079
Motor vehicle excise taxes					2,280,618	-	2,280,618
Interest and penalties					21,275	-	21,275
Grants and contributions not restricted to specific programs:							
Homestead and BETE exemptions					714,291	-	714,291
State Revenue Sharing					1,554,961	-	1,554,961
Unrestricted investment earnings (loss)					2,130	(533)	1,597
Miscellaneous revenues					445,734	-	445,734
Total general revenues					34,744,922	(533)	34,744,389
Change in net position					2,166,174	(16,726)	2,149,448
Net position - beginning					37,285,090	2,632,829	39,917,919
Net position - ending					\$ 39,451,264	2,616,103	42,067,367

See accompanying notes to basic financial statements.

## TOWN OF CUMBERLAND, MAINE

Balance Sheet  
Governmental Funds  
June 30, 2022

	General	Bond Fund	TIF Fund	Debt Service Fund	Other Governmental Funds	Total Governmental Funds
<b>ASSETS</b>						
Cash and cash equivalents	\$ 8,391,424	-	-	-	50,688	8,442,112
Investments	-	-	-	-	180,050	180,050
Receivables:						
Accounts	259,083	-	-	-	32,576	291,659
Rescue	37,597	-	-	-	-	37,597
Intergovernmental	314,783	-	-	-	-	314,783
Taxes - current year	105,536	-	-	-	-	105,536
Taxes - prior years	144,284	-	-	-	-	144,284
Note	-	-	-	-	18,870	18,870
Leases	466,694	-	-	-	-	466,694
Prepaid items	97,767	-	-	-	2,400	100,167
Inventory	29,897	-	-	-	-	29,897
Interfund loans receivable	-	-	-	357,791	2,504,011	2,861,802
<b>Total assets</b>	<b>9,847,065</b>	<b>-</b>	<b>-</b>	<b>357,791</b>	<b>2,788,595</b>	<b>12,993,451</b>
<b>LIABILITIES, DEFERRED INFLOWS OF RESOURCES, AND FUND BALANCES</b>						
Liabilities:						
Accounts payable	609,292	-	9,262	-	199,610	818,164
Accrued payroll	354,214	-	24,264	-	427	378,905
Escrow liabilities	167,597	-	-	-	-	167,597
Taxes paid in advance	93,469	-	-	-	-	93,469
Unearned revenue	633,481	-	-	-	651,782	1,285,263
Interfund loans payable	2,886,740	-	601,165	-	308,514	3,796,419
Total liabilities	4,744,793	-	634,691	-	1,160,333	6,539,817
Deferred inflows of resources:						
Unavailable revenue - property taxes	232,167	-	-	-	-	232,167
Related to leases	458,143	-	-	-	-	458,143
Total deferred inflows of resources	690,310	-	-	-	-	690,310
Fund balances (deficits):						
Nonspendable	127,664	-	-	-	118,111	245,775
Restricted	-	-	-	-	224,265	224,265
Committed	-	-	-	-	1,645,880	1,645,880
Assigned	307,467	-	-	357,791	-	665,258
Unassigned	3,976,831	-	(634,691)	-	(359,994)	2,982,146
Total fund balances (deficits)	4,411,962	-	(634,691)	357,791	1,628,262	5,763,324
<b>Total liabilities, deferred inflows of resources, and fund balances</b>	<b>\$ 9,847,065</b>	<b>-</b>	<b>-</b>	<b>357,791</b>	<b>2,788,595</b>	

Amounts reported for governmental activities in the statement of net position are different because:

Capital assets used in governmental activities are not financial resources and, therefore, are not reported in the funds.	56,618,712
Other long-term assets are not available to pay for current period expenditures and, therefore, are unavailable revenues in the funds.	232,167
Long-term liabilities, including bonds payable, are not due and payable in the current period and therefore, are not reported in the funds:	
Bonds and notes payable	(20,026,100)
Financed purchase agreements	(137,965)
Leases payable	(418,657)
Unamortized premiums on bonds	(1,242,571)
Accrued interest	(135,988)
Accrued compensated absences	(352,417)
Net pension liability, including related deferred inflows/outflows	(777,241)
Landfill post closure care costs	(72,000)
	(23,162,939)

**Net position of governmental activities**

**\$ 39,451,264**

See accompanying notes to basic financial statements.

**TOWN OF CUMBERLAND, MAINE**  
**Statement of Revenues, Expenditures and Changes in Fund Balances**  
**Governmental Funds**  
**For the year ended June 30, 2022**

	General	Bond Fund	TIF Fund	Debt Service Fund	Other Governmental Funds	Total Governmental Funds
<b>Revenues:</b>						
Taxes	\$ 29,352,017	-	2,650,265	-	-	32,002,282
Licenses, permits and fees	291,910	-	-	-	117,320	409,230
Intergovernmental	2,685,666	-	-	-	333,937	3,019,603
Charges for services	3,044,077	-	-	-	40,449	3,084,526
Donations	-	-	-	-	18,500	18,500
Investment income (loss)	-	-	-	-	2,130	2,130
Other	390,004	118	-	-	92,486	482,608
<b>Total revenues</b>	<b>35,763,674</b>	<b>118</b>	<b>2,650,265</b>	<b>-</b>	<b>604,822</b>	<b>39,018,879</b>
<b>Expenditures:</b>						
Current:						
General government	1,656,904	-	1,008,596	-	290,956	2,956,456
Public safety	2,835,570	-	-	-	92,266	2,927,836
Public services	2,579,858	-	-	-	106,046	2,685,904
Recreation	1,939,307	-	-	-	3,249	1,942,556
Library	566,437	-	-	-	20,425	586,862
Health and public assistance	138,085	-	-	-	103,275	241,360
Unclassified	293,252	-	-	-	-	293,252
Insurance	328,469	-	-	-	-	328,469
Education	20,792,086	-	-	-	-	20,792,086
County tax	963,505	-	-	-	-	963,505
Capital outlay	-	31,259	23,509	-	2,674,695	2,729,463
Debt service:						
Principal	1,199,983	-	614,757	-	49,580	1,864,320
Interest	528,197	-	210,060	-	11,353	749,610
<b>Total expenditures</b>	<b>33,821,653</b>	<b>31,259</b>	<b>1,856,922</b>	<b>-</b>	<b>3,351,845</b>	<b>39,061,679</b>
<b>Excess (deficiency) of revenues over (under) expenditures</b>	<b>1,942,021</b>	<b>(31,141)</b>	<b>793,343</b>	<b>-</b>	<b>(2,747,023)</b>	<b>(42,800)</b>
<b>Other financing sources (uses):</b>						
Sale of assets	-	-	-	-	97,835	97,835
Transfers in	330,000	-	-	100,000	2,346,974	2,776,974
Transfers out	(1,946,974)	-	(500,000)	(330,000)	-	(2,776,974)
<b>Total other financing sources (uses)</b>	<b>(1,616,974)</b>	<b>-</b>	<b>(500,000)</b>	<b>(230,000)</b>	<b>2,444,809</b>	<b>97,835</b>
<b>Net change in fund balances</b>	<b>325,047</b>	<b>(31,141)</b>	<b>293,343</b>	<b>(230,000)</b>	<b>(302,214)</b>	<b>55,035</b>
<b>Fund balances (deficits), beginning of year</b>	<b>4,086,915</b>	<b>31,141</b>	<b>(928,034)</b>	<b>587,791</b>	<b>1,930,476</b>	<b>5,708,289</b>
<b>Fund balances (deficits), end of year</b>	<b>\$ 4,411,962</b>	<b>-</b>	<b>(634,691)</b>	<b>357,791</b>	<b>1,628,262</b>	<b>5,763,324</b>

*See accompanying notes to basic financial statements.*

**TOWN OF CUMBERLAND, MAINE**  
**Reconciliation of the Statement of Revenues, Expenditures,**  
**and Changes in Fund Balances of Governmental Funds**  
**to the Statement of Activities**  
**For the year ended June 30, 2022**

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Net change in fund balances - total governmental funds (from Statement 4)	\$	55,035
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Amounts reported for governmental activities in the statement of activities (Statement 2) are different because:

Governmental funds report capital outlays as expenditures.

However, in the statement of activities, the cost of those assets is allocated over their estimated useful lives as depreciation expense.

These are the changes related to capital assets:

Capital outlay	1,850,947	
Depreciation and amortization	(2,261,799)	(410,852)

Revenues in the statement of activities that do not provide current financial resources are not reported as revenues in the funds. This is the change in unavailable revenues - property taxes.

4,249

Expenses in the statement of activities that do not consume current financial resources are not reported as expenditures in the funds:

These are the changes related to long-term assets and liabilities:

Landfill closure costs	6,000	
Accrued interest payable	12,435	
Accrued compensated absences	(56,299)	
Net pension liability (asset)	1,634,816	
Deferred inflows and outflows related to the net pension liability	(1,268,325)	328,627

The issuance of debt provides current financial resources to governmental funds, but issuing debt increases long-term liabilities in the statement of net position. Repayment of bond and note principal is an expenditure in the governmental funds, but the repayment reduces long-term liabilities in the statement of net position. These are the changes in long term debt:

Amortization of leases payable	100,845	
Principal payments - bonds and notes	1,962,831	
Principal payments - financed purchases	44,241	
Amortization of bond premium	81,198	2,189,115

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Change in net position of governmental activities (see Statement 2)	\$	2,166,174
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*See accompanying notes to basic financial statements.*

**TOWN OF CUMBERLAND, MAINE**  
**Statement of Revenues, Expenditures and Changes in Fund Balance**  
**Budget and Actual**  
**General Fund**  
**For the year ended June 30, 2022**

	<b>Budgeted amounts</b>			<b>Variance with final budget positive negative)</b>
	<b>Original</b>	<b>Final</b>	<b>Actual</b>	
Revenues:				
Taxes	\$ 29,055,373	29,055,373	29,352,017	296,644
Licenses and permits	152,989	152,989	291,910	138,921
Intergovernmental	2,025,497	2,025,497	2,685,666	660,169
Charges for services	2,154,037	2,154,037	2,789,270	635,233
Other	292,200	292,200	390,004	97,804
Total revenues	33,680,096	33,680,096	35,508,867	1,828,771
Expenditures:				
Current:				
General government	1,512,062	1,512,062	1,542,045	(29,983)
Public safety	2,855,695	2,855,695	2,835,570	20,125
Public services	2,273,809	2,273,809	2,332,141	(58,332)
Recreation	1,738,013	1,738,013	1,939,307	(201,294)
Library	534,158	534,158	566,437	(32,279)
Health and public assistance	85,591	85,591	58,869	26,722
Unclassified	251,558	251,558	293,252	(41,694)
Insurance	294,619	294,619	328,469	(33,850)
Education	20,792,086	20,792,086	20,792,086	-
County tax	963,505	963,505	963,505	-
Debt service	1,752,301	1,752,301	1,728,180	24,121
Total expenditures	33,053,397	33,053,397	33,379,861	(326,464)
Excess (deficiency) of revenues over (under) expenditures	626,699	626,699	2,129,006	1,502,307
Other financing sources (uses):				
Transfers in	330,000	330,000	330,000	-
Transfers to General Fund reserves	(80,000)	(80,000)	(130,000)	(50,000)
Transfers out	(648,480)	(648,480)	(1,946,974)	(1,298,494)
Total other financing sources (uses)	(398,480)	(398,480)	(1,746,974)	(1,348,494)
Net change in fund balance	228,219	228,219	382,032	153,813
Fund balance, beginning of year - budgetary basis			3,694,260	
<b>Fund balance, end of year - budgetary basis</b>	<b>\$</b>		<b>4,076,292</b>	
Reconciliation to GAAP:				
Change in reserves			(56,985)	
Fund balance, beginning of year - GAAP basis			4,086,915	
<b>Fund balance, end of year - GAAP basis</b>	<b>\$</b>		<b>4,411,962</b>	

*See accompanying notes to basic financial statements.*



**TOWN OF CUMBERLAND, MAINE**  
**Statement of Net Position**  
**Proprietary Funds**  
**June 30, 2022**

<b>Business-type Activities - Enterprise Funds</b>			
	<b>Senior Housing Fund</b>	<b>Sewer System</b>	<b>Totals</b>
<b>ASSETS</b>			
Current assets:			
Investments	\$ 8,133	-	8,133
Accounts receivable	-	210,937	210,937
Prepaid expense	11,245	-	11,245
Interfund loans receivable	92,942	446,825	539,767
Total current assets	112,320	657,762	770,082
Noncurrent assets:			
Property, plant, and equipment	2,303,723	4,161,661	6,465,384
Less accumulated depreciation	(1,577,539)	(2,453,441)	(4,030,980)
Total noncurrent assets	726,184	1,708,220	2,434,404
Total assets	838,504	2,365,982	3,204,486
<b>LIABILITIES</b>			
Current liabilities:			
Accounts payable	2,883	20,060	22,943
Accrued payroll	5,020	1,035	6,055
Accrued interest payable	4,800	-	4,800
Security deposit	28,657	-	28,657
Accrued compensated absences, current	1,150	-	1,150
Bonds and premiums, current	43,515	-	43,515
Total current liabilities	86,025	21,095	107,120
Noncurrent liabilities:			
Accrued compensated absences	2,593	-	2,593
Bonds and premiums payable	478,670	-	478,670
Total noncurrent liabilities	481,263	-	481,263
Total liabilities	567,288	21,095	588,383
<b>NET POSITION</b>			
Net investment in capital assets	203,999	1,708,220	1,912,219
Unrestricted	67,217	636,667	703,884
Total net position	\$ 271,216	2,344,887	2,616,103

*See accompanying notes to basic financial statements.*

**TOWN OF CUMBERLAND, MAINE**  
**Statement of Revenues, Expenses and Changes in Net Position**  
**Proprietary Funds**  
**For the year ended June 30, 2022**

<b>Business-type Activities - Enterprise Funds</b>			
	<b>Senior Housing Fund</b>	<b>Sewer System</b>	<b>Totals</b>
Operating revenues:			
Rental income	\$ 343,124	-	343,124
Charges for services	-	1,116,865	1,116,865
Sewer connection permits	-	2,000	2,000
Other	-	1,550	1,550
Total operating revenues	343,124	1,120,415	1,463,539
Operating expenses:			
Wages and benefits	122,126	52,917	175,043
Utilities	25,064	-	25,064
Maintenance	53,052	-	53,052
Wastewater assessment	-	997,434	997,434
General costs	10,338	-	10,338
Rehab costs	42,071	-	42,071
Depreciation	77,207	83,404	160,611
Total operating expenses	329,858	1,133,755	1,463,613
Operating income (loss)	13,266	(13,340)	(74)
Nonoperating income (expense):			
Investment income (loss)	(533)	-	(533)
Interest expense	(16,119)	-	(16,119)
Total nonoperating income (expense)	(16,652)	-	(16,652)
Change in net position	(3,386)	(13,340)	(16,726)
Total net position, beginning of year	274,602	2,358,227	2,632,829
<b>Total net position, end of year</b>	<b>\$ 271,216</b>	<b>2,344,887</b>	<b>2,616,103</b>

*See accompanying notes to basic financial statements.*

**TOWN OF CUMBERLAND, MAINE**  
**Statement of Cash Flows**  
**Proprietary Funds**  
**For the year ended June 30, 2022**

<b>Business-type Activities - Enterprise Funds</b>				
		<b>Senior Housing Fund</b>	<b>Sewer System</b>	<b>Totals</b>
Cash flows from operating activities:				
Receipts from customers and users	\$	386,334	1,030,153	1,416,487
Payments to suppliers		(143,685)	(977,374)	(1,121,059)
Payments to employees		(120,362)	(52,779)	(173,141)
Net cash provided by (used in) operating activities		122,287	-	122,287
Cash flows from capital and related financing activities:				
Acquisition of capital assets		(41,287)	-	(41,287)
Bond principal payments		(60,000)	-	(60,000)
Interest paid		(21,000)	-	(21,000)
Net cash provided by (used in) capital and related financing activities		(122,287)	-	(122,287)
Change in cash		-	-	-
Cash, beginning of year		-	-	-
<b>Cash, end of year</b>	<b>\$</b>	<b>-</b>	<b>-</b>	<b>-</b>
Reconciliation of operating income (loss) to net cash provided by (used in) operating activities:				
Operating income (loss)	\$	13,266	(13,340)	(74)
Adjustments to reconcile operating income (loss) to net cash provided by (used in) operating activities:				
Depreciation expense		77,207	83,404	160,611
(Increase) decrease in accounts receivable		-	14,750	14,750
(Increase) decrease in prepaid expenses		(11,245)	-	(11,245)
(Increase) decrease in interfund loans receivable		41,532	(105,012)	(63,480)
Increase (decrease) in accounts payable		(1,915)	20,060	18,145
Increase (decrease) in accrued payroll		1,498	138	1,636
Increase (decrease) in accrued compensated absences		266	-	266
Increase (decrease) in security deposit		1,678	-	1,678
Net cash provided by (used in) operating activities	\$	122,287	-	122,287

*See accompanying notes to basic financial statements.*

**TOWN OF CUMBERLAND, MAINE**  
**Statement of Fiduciary Net Position**  
**Fiduciary Funds**  
**June 30, 2022**

	Private-purpose Trust Fund (Scholarships)	Custodial Fund (Food Pantry Component Unit)
<b>ASSETS</b>		
Investments	\$ 152,740	-
Accounts receivable	224	
Due from general fund	1,426	394,700
Total assets	154,390	394,700
<b>LIABILITIES</b>		
Accounts payable	2,529	1,546
Due to general fund	1,276	-
Total liabilities	3,805	1,546
<b>NET POSITION</b>		
Restricted	\$ 150,585	393,154

*See accompanying notes to basic financial statements.*

**TOWN OF CUMBERLAND, MAINE**  
**Statement of Changes in Fiduciary Net Position**  
**Fiduciary Funds**  
**For the year ended June 30, 2022**

	Private-purpose Trust Fund (Scholarships)	Custodial Fund (Food Pantry Component Unit)
Additions:		
Donations	\$ 850	202,151
Investment income (loss)	(6,768)	376
Total additions	(5,918)	202,527
Deductions:		
Program expenses	-	60,989
Scholarships awarded	3,276	-
Total deductions	3,276	60,989
Net increase (decrease) in fiduciary net position	(9,194)	141,538
Net position, beginning of year	159,779	251,616
<b>Net position, end of year</b>	<b>\$ 150,585</b>	<b>393,154</b>

*See accompanying notes to basic financial statements.*

**TOWN OF CUMBERLAND, MAINE**  
**Notes to Basic Financial Statements**

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**SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES**

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The accounting policies of the Town of Cumberland conform to accounting principles generally accepted in the United States of America as applicable to governmental units. The following is a summary of the more significant of such policies:

**Reporting Entity**

The Town of Cumberland was incorporated in 1821 and operates under a Council-Manager form of government. The Town is located in Cumberland County.

In evaluating how to define the reporting entity for financial reporting purposes, management has considered all potential component units. The decision to include a potential component unit was made by applying the criteria set forth by accounting principles generally accepted in the United States of America. The criterion used defines the reporting entity as the primary government and those component units for which the primary government is financially accountable. Financial accountability is defined as appointment of a voting majority of the component unit's board, and either a) the ability to impose will by the primary government, or b) the possibility that the component unit will provide a financial benefit to or impose a financial burden on the primary government. Application of this criterion and determination of type of presentation involves considering whether the activity benefits the government and/or its citizens, or whether the activity is conducted within the geographic boundaries of the government and is generally available to its citizens. Based upon the application of these criteria, the Town has reported the following component unit:

**Cumberland Food Pantry** is a component unit of the Town. Although it is legally separate from the Town, the Food Pantry is reported as if it were part of the primary government because Town management makes up the entire Pantry's board. In addition, the Town has the ability to significantly affect the activities and level of services provided by the food pantry. The Food Pantry is also reported as a fiduciary fund as it meets the requirements under GASB 84. Under those requirements, a) the assets are for the benefit of individuals, b) the Town does not have administrative involvement with the assets, and c) the assets of the pantry are not derived from the Town's provision of goods or services but are funded through outside donations and grants. There are no separately issued financial statements for this component unit and it is reported as a custodial fund.

**Government-wide and Fund Financial Statements**

The government-wide financial statements (i.e., the statement of net position and the statement of activities) report information on all of the non-fiduciary activities of the Town. For the most part, the effect of interfund activity has been removed from these statements. However, interfund services provided and used are not eliminated in the process of consolidation. Governmental activities, which normally are supported by taxes and intergovernmental revenues, are reported separately from business-type activities, which rely to a significant extent on fees and charges for support.

The statement of activities demonstrates the degree to which the direct expenses of a given function or segment is offset by program revenues. Direct expenses are those that are clearly identifiable with a specific function or segment. The Town has elected not to allocate indirect costs among the programs, functions, and segments. Program revenues include 1) charges to customers or applicants who purchase, use, or directly benefit from goods, services, or privileges provided by a given function or segment and 2) grants and contributions that are restricted to meeting the operational or capital requirements of a particular function or segment. Taxes and other items not properly included among program revenues are reported as general revenues.

**TOWN OF CUMBERLAND, MAINE**  
**Notes to Basic Financial Statements, Continued**

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**SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES, CONTINUED**

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Separate financial statements are provided for governmental funds, proprietary funds, and fiduciary funds, even though the latter are excluded from the government-wide financial statements. Major individual governmental funds and major individual enterprise funds are reported as separate columns in the fund financial statements.

**Measurement Focus, Basis of Accounting, and Basis of Presentation**

The government-wide financial statements are reported using the economic resources measurement focus and the accrual basis of accounting, as are the proprietary fund and fiduciary fund financial statements. Revenues are recorded when earned and expenses are recorded when a liability is incurred, regardless of the timing of related cash flows. Property taxes are recognized as revenues in the year for which they are levied. Grants and similar items are recognized as revenue as soon as all eligibility requirements imposed by the provider have been met.

Governmental fund financial statements are reported using the current financial resources measurement focus and the modified accrual basis of accounting. Revenues are recognized as soon as they are both measurable and available. Revenues are considered to be available when they are collectible within the current period or soon enough thereafter to pay liabilities of the current period. For this purpose, the government considers revenues to be available if they are collected within 60 days of the end of the current fiscal period. Expenditures generally are recorded when a liability is incurred, as under accrual accounting. However, debt service expenditures, including lease payments, as well as certain compensated absences and claims and judgments, are recorded only when the payment is due.

Those revenues susceptible to accrual are property taxes, interest, and charges for services. Other receipts and taxes become measurable and available when cash is received by the Town and are recognized as revenue at that time.

Entitlements and shared revenues are recorded at the time of receipt or earlier if the susceptible to accrual criteria are met. Expenditure-driven grants are recognized as revenue when the qualifying expenditures have been incurred and all other grant requirements have been met.

The Town reports the following major governmental funds:

The General Fund is the Town's primary operating fund. It accounts for all financial resources of the general government, except those required to be accounted for in another fund.

The Bond Fund is a capital projects fund that accounts for the bond proceeds and other related revenues, as well as related capital expenditures for various Town projects.

The Tax Increment Financing Fund (TIF) is a capital projects fund that accounts specifically for the taxes raised through the Town's TIF districts and the related capital and economic development expenditures.

The Debt Service Fund accounts for all financial resources that have been set aside to offset future debt service payments.

The Town reports the following major proprietary funds:

The Senior Housing Fund accounts for the construction and operation of senior housing units in Cumberland overseen by the Cumberland Housing Authority.

The Sewer System accounts for the operation of a sewer system in Cumberland.

**TOWN OF CUMBERLAND, MAINE**  
**Notes to Basic Financial Statements, Continued**

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**SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES, CONTINUED**

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Additionally, the Town reports the following fiduciary fund types:

Private-purpose Trust Funds are used to report the activity for bequests left for charitable payments of scholarship awards. These assets are held by the Town in a trustee capacity, whereby the original bequest is preserved as nonexpendable and the accumulated interest earnings are available to provide for educational awards.

Custodial Funds are used to report amounts held on behalf of outside individuals and organizations and the related activity.

Fiduciary funds use an economic resources measurement focus and the accrual basis of accounting.

As a general rule, the effect of interfund activity has been eliminated from the government-wide financial statements. Exceptions to this general rule are payments in lieu of taxes and charges between the Town's sewer fund and various other functions of the government. Elimination of these charges would distort the direct costs and program revenues reported for the various functions concerned.

Amounts reported as program revenues include 1) charges to customers or applicants for goods, services, or privileges provided, 2) operating grants and contributions, and 3) capital grants and contributions, including special assessments. Internally dedicated resources are reported as general revenues rather than as program revenues. Likewise, general revenues include all taxes.

Proprietary funds distinguish operating revenues and expenses from non-operating items. Operating revenues and expenses generally result from providing services and producing and delivering goods in connection with a proprietary fund's principal ongoing operations. The principal operating revenues of the Town's proprietary funds are charges to customers for sales and services; operating expenses include the cost of sales and services, administrative expenses, and depreciation on capital assets. All revenues and expenses not meeting this definition are reported as non-operating revenues and expenses.

**Assets, Liabilities, Deferred Outflows and Inflows of Resources, and Equity**

**Cash, Cash Equivalents, and Investments** - Cash and cash equivalents are considered to be cash on hand, demand deposits and time deposits. Investments are stated at fair value. For statement of cash flow purposes, the Town considers cash and cash equivalents to be demand deposits, certificates of deposit with maturities of less than three months, and money market mutual funds.

The Town has established a formal investment policy that governs the investment of all of its funds. Pursuant to its investment policy and applicable Maine law (Title 30-A, Section 5706 et. Seq. of the Maine Revised Statutes, as amended) all investments of the Town must be made with care, prudence, and skill. The goals of the investment policy are to provide safety of principal through diversification of assets and to provide a high degree of liquidity in the investments. The Town is not invested in any obligations typically referred to as derivatives.

**Inventory and prepaid items** - The General Fund reports fuel inventory, which is valued at cost, using the first-in, first-out method. The cost of inventory is recorded as expenditures when consumed rather than when purchased.

Certain payments to vendors reflect cost applicable to future accounting periods and are recorded as prepaid items in both the government-wide and fund financial statements. The cost of prepaid items is recorded as expenditures/expenses when consumed rather than when purchased.



**TOWN OF CUMBERLAND, MAINE**  
**Notes to Basic Financial Statements, Continued**

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**SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES, CONTINUED**

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**Interfund Loans Receivable/Payable** - Transactions between funds that are representative of lending/borrowing arrangements outstanding at the end of the fiscal year are referred to as interfund loans or as interfund advances (i.e., the noncurrent portion of interfund loans). Any residual balances outstanding between governmental activities and business-type activities are reported in the government-wide financial statements as "internal balances."

**Leases Receivable** - the Town of Cumberland is the lessor for non-cancellable leases of land for a cellular tower and building space at the Val Halla golf course. The Town has recognized lease receivables and deferred inflows of resources in the financial statements. At the commencement of the leases, the Town of Cumberland measures the lease asset at the present value of payments expected to be made during the lease terms. Subsequently, the lease asset is reduced by the principal portion of the lease payments received. The deferred inflow of resources is initially measured as the initial amount of the lease receivable, adjusted for lease payments made at or before the lease commencement date. Subsequently, the lease deferred inflow of resources is recognized as revenue over the life of the lease term.

Key estimates and judgments include how the Town determines (1) the discount rate it uses to discount the expected lease receipts to present value, (2) lease term, and (3) lease receipts.

- The Town uses its estimated incremental borrowing rate as the discount rate for leases.
- The lease term includes the noncancellable period of the leases. Lease receipts included in the measurement of the lease receivable is composed of fixed payments from the lessee.

The Town monitors changes in circumstances that would require a remeasurement of its lease, and will remeasure the lease receivable and deferred inflows of resources if certain changes occur that are expected to significantly affect the amount of the lease receivable.

**Capital Assets** - Capital assets, which include property, plant, equipment, infrastructure assets (e.g., roads, bridges, sidewalks, and similar items), and right-to-use leased assets for equipment and land, are reported in the applicable governmental or business-type activities columns in the government-wide financial statements. Capital assets are defined by the Town as assets with an initial, individual cost of more than \$5,000 and an estimated useful life in excess of two years. Such assets are recorded at historical cost or estimated historical cost if purchased or constructed.

Donated capital assets are recorded at an estimated amount that would be paid for a similar asset as of the acquisition date. The costs of normal repairs and maintenance that do not add to the value of the asset or materially extend assets lives are not capitalized. Major outlays for capital assets and improvements are capitalized as projects are constructed.

Property, plant, and equipment of the primary government are depreciated using the straight-line method over the following estimated useful lives:

Land improvements	15-40 years
Right-to-use assets	3-40 years
Buildings and building improvements	20-40 years
Machinery and equipment	4-30 years
Furniture and office equipment	10-20 years
Computer equipment	3-7 years
Vehicles	4-30 years
Infrastructure	20-50 years

**TOWN OF CUMBERLAND, MAINE**  
**Notes to Basic Financial Statements, Continued**

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**SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES, CONTINUED**

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**Deferred Inflows and Outflows of Resources** - In addition to assets and liabilities, the statement of net position and balance sheet will sometimes report separate sections for deferred outflows of resources and deferred inflows of resources. These separate financial statement elements, deferred outflows of resources represent a consumption of net assets that applies to future periods and deferred inflows of resources represent an acquisition of net assets that applies to a future period(s) and so will not be recognized as an outflow of resources (expense) or inflow of resources (revenue) until that time. The governmental funds report deferred inflows of resources for unavailable revenue from property taxes and leases receivable. These amounts are deferred and recognized as an inflow of resources in the period that the amounts become available. The governmental activities have deferred outflows and inflows that relate to the net pension liability, which include the Town's contributions subsequent to the measurement date, which is recognized as a reduction of the net pension liability in the subsequent year. They also include changes in assumptions, differences between expected and actual experience, and changes in proportion and differences between Town contributions and proportionate share of contributions, which are deferred and amortized over the average expected remaining service lives of active and inactive members in the plan. They also include the net difference between projected and actual earnings on pension plan investments, which is deferred and amortized over a five-year period.

**Vacation and Sick Leave** - Under terms of personnel policies and union contracts, vacation and sick leave are granted in varying amounts according to length of service and are accrued ratably over the year. Regular part-time employees receive vacation and sick leave on a pro-rated basis. Accumulated vacation time has been recorded as a liability in the government-wide and proprietary funds.

**Pensions** - For purposes of measuring the net pension liability, deferred outflows of resources and deferred inflows of resources related to pensions, and pension expense, information about the fiduciary net position of the Maine Public Employees Retirement System Consolidated Plan for Participating Local Districts (PLD Plan) and additions to/deductions from the Plan's fiduciary net position have been determined on the same basis as they are reported by the Plan. For this purpose, benefit payments (including refunds of employee contributions) are recognized when due and payable in accordance with the benefit terms. Investments are reported at fair value.

**Long-term Obligations** - In the government-wide financial statements, and proprietary fund types in the fund financial statements, long-term debt and other long-term obligations are reported as liabilities in the applicable governmental activities, business-type activities, or proprietary fund type statement of net position. Bond premiums and discounts, if material to basic financial statements, are deferred and amortized over the life of the bonds using the straight-line method. Bonds payable are reported net of the applicable bond premium or discount. Bond issuance costs are expensed in the period incurred.

In the fund financial statements, governmental fund types recognize bond premiums and discounts, as well as bond issuance costs, during the current period. The face amount of debt is reported as other financing sources. Premiums received on debt issuances are reported as other financing sources while discounts on debt issuances are reported as other financing uses. Issuance costs, whether or not withheld from the actual debt proceeds received, are reported as debt service expenditures.

**Leases Payable** - the Town is a lessee for four noncancellable leases of golf carts and related equipment, and a land easement. The Town recognizes a lease liability and an intangible right-to-use asset (lease asset) in the government-wide financial statements. The Town recognizes lease liabilities with an initial, individual value of \$5,000 or more.

At the commencement of a lease, the Town initially measures the lease liability at the present value of payments expected to be made during the lease term. Subsequently, the lease liability is reduced by the principal portion of lease payments made. The lease asset is initially measured as the initial amount of the lease liability, adjusted for lease payments made at or before the lease commencement date, plus certain initial direct costs.

**TOWN OF CUMBERLAND, MAINE**  
**Notes to Basic Financial Statements, Continued**

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**SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES, CONTINUED**

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Subsequently, the lease asset is amortized on a straight-line bases over its useful life.

Key estimates and judgments related to leases include how the Town determines (1) the discount rate it uses to discount the expected lease payments to present value, (2) lease term, and (3) lease payments.

- The Town uses the interest rate charged by the lessor as the discount rate. When the interest rate charged is not provided, the Town generally uses its estimated incremental borrowing rate as the discount rate for leases.
- The lease term includes the noncancellable period of the lease. Lease payments included in the measurement of the lease liability are composed of fixed payments and purchase option price that the Town is reasonably certain to exercise.

The Town monitors changes in circumstances that would require a remeasurement of its lease and will remeasure the lease asset and liability if certain changes occur that are expected to significantly affect the amount of the lease liability.

Lease assets are reported with other capital assets and lease liabilities are reported with long-term debt on the statement of net position.

**Fund Equity** - Governmental Fund balance is reported in five classifications that comprise a hierarchy based primarily on the extent to which the Town is bound to honor constraints on the specific purposes for which those funds can be spent. The five classifications of fund balance for the Governmental Funds are as follows:

- *Nonspendable* – resources which cannot be spent because they are either a) not in spendable form or; b) legally or contractually required to be maintained intact.
- *Restricted* – resources with constraints placed on the use of resources which are either a) externally imposed by creditors (such as through debt covenants), grantors, contributors or laws or regulations of other governments or; b) imposed by law through constitutional provisions or enabling legislation.
- *Committed* – resources which are subject to limitations the government imposes on itself at its highest level of decision making authority, and that remain binding unless removed in the same manner.
- *Assigned* – resources that are constrained by the government’s intent to be used for specific purposes, but are neither restricted nor committed.
- *Unassigned* – resources which have not been assigned to other funds and that have not been restricted, committed, or assigned to specific purposes within the General Fund. The General Fund should be the only fund that reports a positive unassigned fund balance amount.

The committed fund balance classification includes amounts that can be used only for the specific purposes determined by a formal action of the government’s highest level of decision-making authority. The Town Council is the highest level of decision-making authority for the Town that can, by adoption of an ordinance prior to the end of the fiscal year, commit fund balance. Once adopted, the limitation imposed by the ordinance remains in place until a similar action is taken (the adoption of another ordinance) to remove or revise the limitation. For assigned fund balance amounts, the Town Manager has the authority to assign unspent budgeted amounts to specific purposes in the General Fund at year end. The Town Council approves the assigned amounts either before or after year end.

It is the policy of the Town of Cumberland to maintain unassigned fund balance in the general fund at 12% of general fund revenues measured on a GAAP basis. In the event that the unassigned fund balance drops below this level, the Town Manager will develop a plan, implemented through the annual budgetary process, to bring the balance to the target level over a period of no more than five (5) years. Amounts in excess of the target shall be used to offset negative balances in capital projects funds, offset intergovernmental loans, and to build capital project fund levels for future purchases, as determined by the Town Council and Town Manager. If the first three purposes are met, then the Town may use excess balances to offset future tax levy amounts through a stabilization fund.

**TOWN OF CUMBERLAND, MAINE**  
**Notes to Basic Financial Statements, Continued**

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**SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES, CONTINUED**

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Although not a formal policy, when both restricted and unrestricted resources are available for use, it is the Town's intent to use restricted resources first, then unrestricted resources as they are needed. When committed, assigned, and unassigned resources are available for use, it is the Town's intent to use committed or assigned resources first, and then unassigned resources as they are needed.

**Interfund Transactions** - Interfund services provided and used are accounted for as revenues, expenditures or expenses. Transactions that constitute reimbursements to a fund for expenditures/expenses initially made from it that are properly chargeable to another fund are recorded as expenditures/expenses in the reimbursing fund and as reductions of expenditures/expenses in the fund that is reimbursed. All other interfund transactions are reported as transfers.

**Use of Estimates** - Preparation of the Town's financial statements requires management to make estimates and assumptions that affect the reported amounts of assets and liabilities and disclosure of contingent items at the date of the financial statements and the reported amounts of revenues and expenses/expenditures during the reporting period. Actual results could differ from those estimates.

**Comparative Data/Reclassifications** - Comparative data for the prior year has been presented only for certain funds in the fund financial statements in order to provide an understanding of the changes in the financial position and operations of these funds. Also, certain amounts presented in the prior year data have been reclassified in order to be consistent with the current year's presentation.

**Net Position** - The net position amount represents the difference between assets, deferred outflows, liabilities, and deferred inflows of resources. The net investment in capital assets consists of capital assets, net of accumulated depreciation, reduced by the outstanding balances of bonds, notes, and financed purchases payable and adding back any unspent proceeds. Net position is reported as restricted when there are limitations imposed on their use either through the enabling legislations adopted by the Town or through external restrictions imposed by creditors, grantors or laws or regulations of other governments.

The Town's net investment in capital assets was calculated as follows at June 30, 2022:

	Governmental activities	Business-type activities
Capital assets	\$ 81,733,563	6,465,384
Accumulated depreciation/amortization	(25,114,851)	(4,030,980)
Unamortized premium on bonds	(1,242,571)	(42,185)
Bonds and notes payable	(20,026,100)	(480,000)
Financed purchase agreements	(137,965)	-
Leases payable	(418,657)	-
<b>Net investment in capital assets</b>	<b>\$ 34,793,419</b>	<b>1,912,219</b>

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**STEWARDSHIP, COMPLIANCE, AND ACCOUNTABILITY**

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**A. Budgetary Information**

The Town utilizes a formal budgetary accounting system to control revenues and expenditures. Budgets are established in accordance with the various laws which govern the Town's operations. For the funds for which a formal budget is adopted, the same basis of accounting is used to reflect actual revenues and expenditures recognized on the basis of accounting principles generally accepted in the United States of America.

**TOWN OF CUMBERLAND, MAINE**  
**Notes to Basic Financial Statements, Continued**

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**STEWARDSHIP, COMPLIANCE, AND ACCOUNTABILITY, CONTINUED**

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Budgets are adopted for the General Fund only on a basis consistent with generally accepted accounting principles (GAAP) in the United States of America. The level of control (level at which expenditures may not exceed budget) is the Department. Generally, all unexpended budgetary accounts lapse at the close of the fiscal year. Encumbrance accounting is not employed by the Town.

The Town Manager is authorized to transfer budgeted amounts between general classifications of expenditures within a department; however, the gross appropriation for each department shall not be exceeded except by consent of the Council. The budgeted financial statements represented in this report reflect the final budget authorization, including all amendments.

**B. Excess of Expenditures over Appropriations**

For the year ended June 30, 2022, the following General Fund expenditures exceeded appropriations in the following departments:

Town clerk	\$ 27,422	Parks	31,160
Technology	11,125	Val Halla golf course	72,168
Elections	4,854	Recreation programs	129,126
Legal services	4,515	Prince Memorial library	32,279
Police	2,364	Health services	11
Code enforcement	9,577	Conservation commission	9,557
Waste disposal	49,119	Fire hydrant charges	2,284
Municipal building maintenance	33,316	Contingencies	1,860
		Insurance	33,850

These over expenditures lapsed to fund balance at year-end.

**C. Deficit Fund Balances**

At June 30, 2022, the following funds had deficit fund balances:

TIF Fund	\$ 634,691
Nonmajor capital project funds:	
Road Improvements	254,978
Street light upgrades	105,016
Nonmajor permanent funds:	
Sweetser fund	874

These fund deficits will be covered by future revenue sources or transfers from the General Fund.

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**DEPOSITS AND INVESTMENTS**

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**A. Deposits**

*Custodial Credit Risk-Town Deposits:* Custodial credit risk is the risk that in the event of a bank failure, the Town's deposits may not be returned to it. The Town's policy is to have its deposits covered by F.D.I.C. insurance or by additional insurance purchased on behalf of the Town by the respective banking institution. As of June 30, 2022, of the Town's bank balances of \$8,695,037, none was exposed to custodial credit risk as it was covered by the F.D.I.C. or by additional insurance purchased on behalf of the Town by the respective banking institutions.

**TOWN OF CUMBERLAND, MAINE**  
**Notes to Basic Financial Statements, Continued**

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**DEPOSITS AND INVESTMENTS, CONTINUED**

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**B. Investments**

At June 30, 2022, the Town had the following investments and maturities:

	Fair <u>value</u>	Less than <u>1 year</u>	<u>1-5 years</u>	More than <u>5 years</u>
U. S. Government securities	\$ 11,593	-	11,593	-
U. S. Treasury notes	291,647	-	196,386	95,261
Money markets	37,683	N/A	N/A	N/A
<b>Total investments</b>	<b>\$ 340,923</b>	<b>-</b>	<b>207,979</b>	<b>95,261</b>

The Town categorizes its fair value measurements within the fair value hierarchy established by generally accepted accounting principles. The hierarchy is based on the valuation inputs used to measure the fair value of the asset. Level 1 inputs are quoted prices in active markets for identical assets; Level 2 inputs are significant other observable inputs; Level 3 inputs are significant unobservable inputs.

The Town has the following recurring fair value measurements as of June 30, 2022:

- U.S. governmental securities and U.S. treasury notes are valued using quoted market prices (level 1 inputs).

*Custodial Credit Risk-Town Investments:* For investments, custodial credit risk is the risk that, in the event of failure of the counterparty, the Town will not be able to recover the value of its investment or collateral securities that are in the possession of an outside party. The Town's policy is to have its investments covered by F.D.I.C. insurance or by additional insurance purchased on behalf of the Town by the respective financial institution.

Investments have been reported as follows:

Reported in governmental funds	\$ 180,050
Reported in proprietary funds	8,133
Reported in fiduciary funds	152,740
<b>Total investments</b>	<b>\$ 340,923</b>

*Interest Rate Risk:* The Town does not have a policy related to interest rate risk.

*Credit Risk:* The Town's investment policy authorizes the Town to invest in short term and fixed income investments, limited to one of the highest grade ratings ((A – AAA) (AAA for U.S. Treasury and Agency issues, and money market funds; AA- for prime Commercial paper)).

The U.S. Government securities include Federal National Mortgage Association (Fannie Mae) bonds with fair values of \$11,593 and are rated AAA by Fitch Ratings.

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**PROPERTY TAX**

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The Town's property tax is levied on the assessed value listed as of the prior April 1 for all real and taxable personal property located in the Town. Assessed values are periodically established by the Assessor at 100% of the assumed market value.

**TOWN OF CUMBERLAND, MAINE**  
**Notes to Basic Financial Statements, Continued**

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**PROPERTY TAX, CONTINUED**

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Property taxes were levied August 5, 2021 on the assessed values of real property as of April 1, 2021. This assessed value of \$1,440,712,300 was 95% of the estimated market value and 89% of the 2022 state valuation of \$1,614,950,000.

The Town is permitted by the laws of the State of Maine to levy taxes up to 105% of its net budgeted expenditures for the related fiscal period. The amount raised in excess of 100% is referred to as overlay and amounted to \$228,219 for the year ended June 30, 2022.

Tax liens are placed on real property within twelve months following the tax commitment date if taxes are delinquent. The Town has the authority to foreclose on property eighteen months after the filing of the lien if tax liens and associated costs remain unpaid.

Property taxes levied during the year were recorded as receivables at the time the levy was made. The receivables collected during the year and in the first sixty days following the end of the fiscal year have been recorded as revenues. The remaining receivables have been recorded as unavailable revenue.

The following summarizes the periods ended June 30, 2022 and 2021 levies:

	<u>2022</u>	<u>2021</u>
Valuation:		
Land	\$ 566,025,800	561,593,700
Buildings	860,237,900	836,170,500
Personal property	14,448,600	14,630,100
<b>Total assessed valuation</b>	<b>\$ 1,440,712,300</b>	<b>1,412,394,300</b>
Assessed value	1,440,712,300	1,412,394,300
Tax rate (per \$1,000)	20.55	20.35
Commitment	29,606,638	28,742,224
Less: collections and abatements	29,501,102	28,620,827
<b>Receivable at June 30</b>	<b>\$ 105,536</b>	<b>121,397</b>
Due date(s)	9/15/2021 3/15/2022	9/15/2020 3/15/2021
Interest rate charged on delinquent taxes	4.00%	8.00%
Collection rate	99.64%	99.58%

As of July 1, 2007, per H.P. 1243 – L.D. 1735 *an Act to Authorize Chebeague Island to Secede from the Town of Cumberland*, Chebeague Island must pay to the Town of Cumberland 50% of the property taxes committed to the Town of Chebeague Island from the Outer Islands for a period of 50 years; to be paid on an annual basis. As of June 30, 2022 and 2021, Chebeague Island has paid \$45,895 and \$45,895, respectively.

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**LEASES RECEIVABLE**

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In FY 2020, the Town entered into the first extension phase of a lease for land for a cellular tower. Under the terms of the lease, the lease may be extended for four terms, expiring on September 25, 2039. Under the lease terms, the Town will receive monthly payments of \$2,070 for the first extension, with payments increasing in the next three extensions to \$2,381, 2,738, and \$3,148, respectively.

**TOWN OF CUMBERLAND, MAINE**  
**Notes to Basic Financial Statements, Continued**

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**LEASES RECEIVABLE, CONTINUED**

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The Town is currently in the extension phase of a lease for building space at its Val Halla golf course. Under the terms of the lease, the lease may be extended annually up to December 31, 2023. Under the lease terms, the Town will receive monthly payments of \$750 through the end of the extension.

As of June 30, 2022 and 2021, the Town's receivable for lease payments was \$466,694 and \$491,359, respectively. Also, the Town has a deferred inflow of resources associated with the leases that will be recognized as revenue over the lease term. As of June 30, 2022 and 2021, the balance of the deferred inflow of resources was \$458,143 and \$491,359, respectively.

The future principal and interest lease payments as of June 30, 2022 were as follows:

<u>Fiscal year ending June 30,</u>	<u>Principal</u>	<u>Interest</u>	<u>Total</u>
2023	\$ 20,443	8,897	29,340
2024	16,283	8,557	24,840
2025	19,416	8,218	27,634
2026	20,745	7,821	28,566
2027	21,153	7,413	28,566
2028-2032	124,270	30,343	154,613
2033-2037	161,285	16,521	177,806
2038-2039	83,099	1,904	85,003
<b>Total</b>	<b>\$ 466,694</b>	<b>89,674</b>	<b>556,368</b>

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**CAPITAL ASSETS**

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Capital asset activity for the year ended June 30, 2022 was as follows:

	<u>Restated Balance July 1, 2021</u>			<u>Balance June 30, 2022</u>
	<u>Increases</u>	<u>Decreases</u>		
<b>Governmental activities:</b>				
Capital assets not being depreciated/amortized:				
Books and collections	\$990,116	-	-	990,116
Construction in progress	4,824,779	903,760	5,708,914	19,625
Land	7,177,961	-	-	7,177,961
Total capital assets not being depreciated/ amortized	12,992,856	903,760	5,708,914	8,187,702
Capital assets being depreciated/amortized:				
Right to use leased assets	519,502	-	-	519,502
Land improvements	4,812,038	-	-	4,812,038
Buildings and building improvements	14,125,795	5,507,160	-	19,632,955
Machinery and equipment	2,870,793	452,918	-	3,323,711
Furniture and office equipment	67,798	-	-	67,798
Computer equipment	272,709	-	-	272,709
Vehicles	5,452,554	259,224	117,203	5,594,575
Infrastructure	38,885,774	436,799	-	39,322,573
Total capital assets being depreciated/ amortized	67,006,963	6,656,101	117,203	73,545,861

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**TOWN OF CUMBERLAND, MAINE**  
**Notes to Basic Financial Statements, Continued**

**CAPITAL ASSETS, CONTINUED**

Less accumulated depreciation/amortization:

Right to use leased assets	\$ -	102,411	-	102,411
Land improvements	2,926,449	163,156	-	3,089,605
Buildings and building improvements	5,324,203	520,730	-	5,844,933
Machinery and equipment	2,048,724	220,439	-	2,269,163
Furniture and office equipment	66,959	839	-	67,798
Computer equipment	187,141	26,357	-	213,498
Vehicles	2,934,492	398,234	117,203	3,215,523
Infrastructure	9,482,287	829,633	-	10,311,920
<b>Total accumulated depreciation/amortization</b>	<b>22,970,255</b>	<b>2,261,799</b>	<b>117,203</b>	<b>25,114,851</b>
Total capital assets being depreciated/ amortized, net	44,036,708	4,394,302	-	48,431,010

**Governmental activities capital assets, net \$ 57,029,564 5,298,062 5,708,914 56,618,712**

Depreciation/amortization expense was charged to functions/programs of the primary government as follows:

**Governmental activities:**

General government	\$115,268
Public safety	417,565
Public services, including depreciation of general infrastructure assets	1,315,334
Health and public assistance	1,448
Recreation	307,283
Library	104,901

**Total depreciation/amortization expense – governmental activities \$ 2,261,799**

	Balance July 1, 2021	Increases	Decreases	Balance June 30, 2022
<b>Business-type activities:</b>				
Capital assets not being depreciated:				
Construction in progress	8,383	1,446	8,383	1,446
Total capital assets not being depreciated	8,383	1,446	8,383	1,446
Capital assets, being depreciated:				
Land improvements	63,170	-	-	63,170
Buildings and building improvements	2,198,545	48,224	-	2,246,769
Machinery and equipment	3,007	-	-	3,007
Infrastructure, sewer	4,150,992	-	-	4,150,992
Total capital assets being depreciated	6,415,714	48,224	-	6,463,938
Less accumulated depreciation for:				
Land improvements	55,635	3,158	-	58,793
Buildings and building improvements	1,448,527	74,432	-	1,522,959
Machinery and equipment	3,007	-	-	3,007
Infrastructure, sewer	2,363,200	83,021	-	2,446,221
Total accumulated depreciation	3,870,369	160,611	-	4,030,980
Total capital assets being depreciated, net	2,545,345	(112,387)	-	2,432,958
<b>Business-type activities capital assets, net</b>	<b>\$2,553,728</b>	<b>(110,941)</b>	<b>8,383</b>	<b>2,434,404</b>

**TOWN OF CUMBERLAND, MAINE**  
**Notes to Basic Financial Statements, Continued**

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**CAPITAL ASSETS, CONTINUED**

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Depreciation expense was charged to the business-type activities as follows:

**Business-type activities:**

Senior Housing	\$ 77,207
Sewer System	83,404

<b>Total depreciation expense – business-type activities</b>	<b>\$ 160,611</b>
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**INTERFUND RECEIVABLES, PAYABLES, AND TRANSFERS**

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The purpose of interfund loans is to charge revenues and expenditures to the appropriate fund when that activity is accounted for through the centralized checking account. The balances represent each fund's portion of the centralized checking account.

Interfund transfers consist of budgeted transfers to and from other funds to fund certain activities accounted for in those funds and transfers to close out capital project funds that are no longer needed. Transfers were also made from the General Fund to the capital project funds to offset deficit fund balances.

Individual interfund loan receivables, payables, and transfers at the year ended June 30, 2022 were as follows:

<u>Fund</u>	<u>Interfund loans receivable</u>	<u>Interfund loans payable</u>	<u>Transfers in</u>	<u>Transfers out</u>
General Fund	\$ -	2,886,740	330,000	1,946,974
TIF Fund	-	601,165	-	500,000
Debt Service Fund	357,791	-	100,000	330,000
Other Governmental Funds:				
Special Revenue	831,249	-	-	-
Capital Projects	1,672,747	308,514	2,346,974	-
Permanent	15	-	-	-
Total Other Governmental Funds	2,504,011	308,514	2,346,974	-
Proprietary Funds:				
Senior Housing	92,942	-	-	-
Sewer System	446,825	-	-	-
Total Proprietary Funds	539,767	-	-	-
Fiduciary Funds:				
Private-purpose Trusts	1,426	1,276	-	-
Custodial funds	394,700	-	-	-
Total Fiduciary Funds	396,126	1,276	-	-
<b>Totals</b>	<b>\$ 3,797,695</b>	<b>3,797,695</b>	<b>2,776,974</b>	<b>2,776,974</b>

**TOWN OF CUMBERLAND, MAINE**  
**Notes to Basic Financial Statements, Continued**

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**CHANGES IN LONG-TERM LIABILITIES**

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Long-term liability activity for the year ended June 30, 2022 was as follows:

	Restated Beginning <u>balance</u>	<u>Additions</u>	<u>Reductions</u>	Ending <u>balance</u>	Due within <u>one year</u>
<b>Governmental activities:</b>					
General obligation bonds	\$ 16,480,000	-	1,260,000	15,220,000	1,305,000
Unamortized bond premium	1,323,769	-	81,198	1,242,571	81,198
Total bonds payable	17,803,769	-	1,341,198	16,462,571	1,386,198
*Notes from direct borrowings	5,508,931	-	702,831	4,806,100	582,670
*Financed purchases	182,206	-	44,241	137,965	45,103
Leases	519,502	-	100,845	418,657	100,845
Accrued compensated absences	296,118	352,417	296,118	352,417	117,472
Net pension liability (asset)	1,522,134	-	1,634,816	(112,682)	-
Landfill post closure care costs	78,000	-	6,000	72,000	6,000
<b>Total governmental activity</b>					
<b>long-term liabilities</b>	<b>\$ 25,910,660</b>	<b>352,417</b>	<b>4,126,049</b>	<b>22,137,028</b>	<b>2,238,288</b>

\*Notes and financed purchases are considered direct borrowings.

The accrued compensated absences and the net pension liabilities are normally fully liquidated by the General Fund.

	Beginning <u>balance</u>	<u>Additions</u>	<u>Reductions</u>	Ending <u>balance</u>	Due within <u>one year</u>
<b>Business-type activities:</b>					
Bonds payable	\$ 540,000	-	60,000	480,000	40,000
Unamortized bond premium	46,616	-	4,431	42,185	3,515
Total bonds payable	586,616	-	64,431	522,185	43,515
Accrued compensated absences	3,477	3,743	3,477	3,743	1,150
<b>Total business-type activity</b>					
<b>long-term liabilities</b>	<b>590,093</b>	<b>3,743</b>	<b>67,908</b>	<b>525,928</b>	<b>44,665</b>
<b>Total long-term governmental and business-type activities</b>	<b>\$ 26,500,753</b>	<b>356,160</b>	<b>4,193,957</b>	<b>22,662,956</b>	<b>2,282,953</b>

**TOWN OF CUMBERLAND, MAINE**  
**Notes to Basic Financial Statements, Continued**

**LONG-TERM DEBT**

**Bonds, Notes, and Financed Purchases Payable**

Bonds, notes and financed purchases payable at June 30, 2022 are comprised of the following:

	Originally <u>Issued</u>	Date of <u>issue</u>	Date of <u>maturity</u>	Interest <u>rate</u>	<u>Balance</u>
Governmental activities:					
Bonds payable:					
2020 improvements	\$ 6,340,000	5/1/20	5/1/2040	2.25-5.00%	6,005,000
2015 improvements and refunding bonds	5,730,000	1/14/15	6/30/2034	2.00-4.00%	3,375,000
2017 improvements	7,300,000	1/18/17	4/1/2038	2.50-3.50%	5,840,000
<u>Total governmental activities bonds payable</u>					<u>15,220,000</u>
Notes from direct borrowings:					
Economic development	4,100,000	5/27/10	11/1/2029	3.36-5.75%	1,906,286
Infrastructure/Val Halla	2,775,802	5/15/08	11/1/2027	2.00-5.50%	815,802
Infrastructure improvements	4,000,000	5/28/09	11/1/2029	2.08-5.58%	2,028,512
Paynter property note	90,000	5/11/18	12/1/2027	5.00%	55,500
<u>Total governmental activities notes payable</u>					<u>4,806,100</u>
Financed purchases:					
Street sweeper	230,000	4/16/21	4/16/2025	1.95%	137,965
<u>Total governmental activities financed purchase payable</u>					<u>137,965</u>
Business-type activity debt:					
Senior Housing roofing/refunding	740,000	1/14/15	6/30/2034	2.00-4.00%	480,000
<u>Total business-type activity debt</u>					<u>480,000</u>
<u><b>Total bonds, notes, and financed purchases payable</b></u>					<u><b>\$ 20,644,065</b></u>

All governmental activities long-term debt service requirements are paid by the General Fund, TIF Fund, or Land Acquisition Fund. Business-type debt is paid by the proprietary enterprise funds.

The annual debt service requirements to amortize bonds and notes payable are as follows:

		<u>Governmental activities</u>					
		<u>Bonds Payable</u>		<u>Notes Payable</u>		<u>Financed Purchases</u>	
		<u>Principal</u>	<u>Interest</u>	<u>Principal</u>	<u>Interest</u>	<u>Principal</u>	<u>Interest</u>
2023	\$	1,305,000	472,537	582,670	135,809	45,103	2,690
2024		1,115,000	431,887	597,287	104,874	45,983	1,811
2025		1,070,000	389,387	612,567	80,656	46,879	914
2026		1,085,000	346,287	632,615	58,644	-	-
2027		900,000	310,587	651,898	37,900	-	-
2028-2032		4,500,000	1,037,535	1,729,063	28,627	-	-
2033-2037		3,890,000	374,153	-	-	-	-
2038-2040		1,355,000	22,275	-	-	-	-
<b>Total</b>	<b>\$</b>	<b>15,220,000</b>	<b>3,384,648</b>	<b>4,806,100</b>	<b>446,510</b>	<b>137,965</b>	<b>5,415</b>

**TOWN OF CUMBERLAND, MAINE**  
**Notes to Basic Financial Statements, Continued**

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**LONG-TERM DEBT, CONTINUED**

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	<u>Business-type activities</u>	
	<u>Bonds payable</u>	
	<u>Principal</u>	<u>Interest</u>
2023	\$ 40,000	19,200
2024	40,000	17,600
2025	40,000	16,000
2026	40,000	14,400
2027	40,000	12,800
2028-2032	200,000	40,000
2033-2034	80,000	4,800
<b>Totals</b>	<b>\$ 480,000</b>	<b>124,800</b>

In accordance with 30-A MRSA, Section 5701, no municipality shall incur debt for specified purposes in excess of certain percentages of state valuation of such municipality. Additionally, no municipality shall incur debt in the aggregate in excess of 15% of its state assessed valuation. At June 30, 2022, the Town's outstanding debt did not exceed these limits. As of June 30, 2022, the total outstanding bonds and notes payable for the Town are 1.3% of the state valuation of \$1,614,950,000.

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**DEFEASED DEBT**

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In prior years, the government defeased general obligation public improvement bonds and a note payable by placing the proceeds of the new bonds in an irrevocable trust account to provide for all future debt service payments on the old bonds and note payable. Accordingly, the trust account assets and the liability for the defeased bonds are not included in the government's financial statements. At June 30, 2022, \$815,028 of defeased bonds remain outstanding.

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**CONDUIT DEBT**

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During FY 2015, Town issued \$2,300,000 in revenue bonds to provide financial assistance to the Friends School of Portland to help fund the construction of a new school in Cumberland. Upon repayment of the bonds, ownership of the acquired assets transfers to the School. Neither the Town, the State, nor any political subdivision thereof is obligated in any manner for the repayment of the bonds. Accordingly, the bonds are not reported as liabilities in the accompanying financial statements.

As of June 30, 2022, the outstanding principal balance of the revenue bonds was \$1,789,135.

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**LEASES PAYABLE**

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On April 1, 2017, the Town entered into the extension phase of a lease agreement for land, expiring on March 1, 2027. As of June 30, 2022, the value of the lease liability was \$38,012. The lease provides for semi-annual payments of \$3,616, increasing each year by 3.5% on each September 1st. The value of the right-to-use asset as of the end of the current fiscal year was \$44,695 and had accumulated amortization of \$7,449.

On November 7, 2019, the Town entered into three lease agreements for 40 golf carts, 10 golf carts, and 40 GPS units, to be used at the Val Halla golf course. The leases provide for six-year terms. As of June 30, 2022, the value of the lease liability was \$380,645. The leases provide for monthly payments of \$9,027, \$3,672, and \$3,763, respectively, paid in six-month installments paid between the months of May and September of each year, until 36 months are paid. The value of the right-to-use asset as of the end of the current fiscal year was \$474,807 and had accumulated amortization of \$94,962.

**TOWN OF CUMBERLAND, MAINE**  
**Notes to Basic Financial Statements, Continued**

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**LEASES PAYABLE, CONTINUED**

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The future principal and interest lease payments as of June 30, 2022 were as follows:

	<b>Lease Payable</b>		
	<b><u>Principal</u></b>	<b><u>Interest</u></b>	<b><u>Total</u></b>
2023	\$ 107,874	7,058	114,932
2024	110,260	4,934	115,194
2025	112,701	2,763	115,464
2026	79,357	574	79,931
2027	8,465	125	8,590
<b>Totals</b>	<b>\$ 418,657</b>	<b>\$15,454</b>	<b>\$ 434,111</b>

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**OVERLAPPING DEBT AND OTHER CONTINGENCIES**

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**Overlapping Debt**

The Town is subject to an annual assessment of its proportional share of Cumberland County expenses, including debt repayment, as determined by the percentage of the Town's State valuation to the County's State valuation. For the year ended June 30, 2022, the Town's State valuation of \$1,614,950,000 was 2.85% of the County's State valuation of \$56,590,050,000. The Town's share is 2.85% or \$880,565 of Cumberland County's \$30,856,174 in long-term debt outstanding at June 30, 2022.

The Town's proportionate share of Maine School Administrative District #51 debt of \$19,032,840 is \$13,666,718 (71.81%). This debt service is included in the annual assessments to the Town.

**Contingencies**

**Portland Water District** - The Town is also served by the Portland Water District. At June 30, 2022, the Town's share of self-supporting bonded water debt is 4.21% or \$2,468,367 of total debt of \$58,631,046. In addition, the Town's share of direct wastewater debt is 0.1% or \$31,250 of total debt of \$44,771,936.

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**JOINTLY GOVERNED ORGANIZATION**

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The Town of Cumberland participates in a jointly governed organization, which is not part of the Town's reporting entity.

ecomaine is a solid waste management corporation serving 40 municipalities in Cumberland, Oxford, and York counties in Maine. Owned and controlled by 21 member communities, ecomaine creates electricity through its processing of waste and also operates an extensive recycling program.

The Town is a member community in ecomaine. Interlocal (waste handling) agreements between ecomaine and participating communities obligate the members to deliver certain solid waste produced within the community to ecomaine for processing and to make service payments and pay tipping fees for such processing.

The Town has no explicit, measurable equity interest and therefore has not reported an asset in these financial statements in connection with its participation in ecomaine. Selected balance sheet information for ecomaine for the year ended June 30, 2022, includes total assets of \$70,668,532, total liabilities and deferred inflows of \$26,359,339 and unrestricted net position of \$13,354,272. The liabilities include an accrual for landfill closure and postclosure care amounting to \$17,442,939. ecomaine has a plan to fund this liability in the form of a cash reserve over the period of years between 2011 and a projected closing date. The separate audited financial statements of ecomaine may be obtained at their administrative office: ecomaine, 64 Blueberry Rd., Portland, Maine 04102.

**TOWN OF CUMBERLAND, MAINE**  
**Notes to Basic Financial Statements, Continued**

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**LANDFILL CLOSURE AND POSTCLOSURE COSTS**

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Under State law, Maine communities had until December 31, 1994 to close existing landfills under a DEP approved plan. The Town currently has one demolition debris landfill. Although the landfill was closed to receiving additional debris in the early 1990's, the landfill was not properly capped or officially closed. The Town submitted a closure plan to the Environmental Protection Agency, which was approved, and the final closure costs were incurred in FY 2018. The Town has estimated post closure costs of \$72,000, which have been recognized as a liability on the government-wide financial statements. The actual costs of post closure monitoring may be higher or lower due to inflation, changes in technology, engineering estimates, or changes in landfill laws and regulations.

The following is a summary of the estimated post closure costs for the Town's landfill as of June 30, 2022:

**Post closure costs**

Annual monitoring: \$6,000 per year for 12 years      \$ 72,000

**Total post closure costs**      **\$ 72,000**

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**NET PENSION LIABILITY (ASSET)**

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***General Information about the Pension Plan***

**Plan Description** - Employees of the Town are provided with pensions through the Maine Public Employees Retirement System Consolidated Plan for Local Participating Districts (PLD Plan), a cost-sharing multiple-employer defined benefit pension plan, administered by the Maine Public Employees Retirement System (MPERS). Benefit terms are established in Maine statute; in the case of the PLD Plan, an advisory group, also established by statute, reviews the terms of the plan and periodically makes recommendations to the Maine State Legislature to amend the terms. MPERS issues a publicly available financial report that can be obtained at [www.maineopers.org](http://www.maineopers.org).

Vesting (i.e., eligibility for benefits upon reaching qualification) occurs upon the earning of five years of service credit. In some cases, vesting occurs on the earning of one year of service credit immediately preceding retirement at or after normal retirement age. For PLD members, normal retirement age is 60 (65 for new members to the PLD Plan on or after July 1, 2014). The monthly benefit of members who retire before normal retirement age by virtue of having at least 25 years of service credit is reduced by a statutorily prescribed factor for each year of age that a member is below her/his normal retirement age at retirement. MPERS also provides disability and death benefits, which are established by contract under applicable statutory provisions.

**Contributions** - Employee contribution rates are defined by law or Board rule and depend on the terms of the plan under which an employee is covered. Employer contributions are determined by actuarial valuations. Employees are required to contribute 8.4% for the 2C plan, 9.7% for the 3C plan, and 5% for retirees, of their annual pay. The Town's contractually required contribution rate for the year ended June 30, 2022, were 11.3% for the 2C plan and 13.4% for the 3C plan of annual payroll, actuarially determined as an amount that, when combined with employee contributions, is expected to finance the costs of benefits earned by employees during the year, with an additional amount to finance any unfunded accrued liability. Contributions to the pension plan from the Town were \$295,210 for the year ended June 30, 2022.

**TOWN OF CUMBERLAND, MAINE**  
**Notes to Basic Financial Statements, Continued**

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**NET PENSION LIABILITY (ASSET), CONTINUED**

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***Pension Liability (Asset), Pension Expense, and Deferred Outflows and Deferred Inflows of Resources Related to Pensions***

At June 30, 2022, the Town reported an asset of \$112,682. for its proportionate share of the net pension asset. The net pension asset was measured as of June 30, 2021, and the total pension liability used to calculate the net pension asset was determined by an actuarial valuation as of that date. The Town's proportion of the net pension asset was based on a projection of the Town's long-term share of contributions to the pension plan relative to the projected contributions of all participating local districts, actuarially determined. At June 30, 2021, the Town's proportion was 0.3506%.

For the year ended June 30, 2022, the Town recognized pension gain of \$71,281.

At June 30, 2022, the Town reported deferred outflows of resources and deferred inflows of resources related to pensions from the following sources:

	<u>Deferred Outflows of Resources</u>	<u>Deferred Inflows of Resources</u>
Differences between expected and actual experience	\$ 65,233	-
Changes of assumptions	378,378	-
Net difference between projected and actual earnings on pension plan investments	-	1,535,902
Changes in proportion and differences between Town contributions and proportionate share of contributions	-	92,842
Town contributions subsequent to the measurement date	295,210	-
<b>Total</b>	<b>\$ 738,821</b>	<b>1,628,744</b>

\$295,210 is reported as deferred outflows of resources related to pensions resulting from Town contributions subsequent to the measurement date will be recognized as a reduction of the net pension liability in the year ended June 30, 2023. Other amounts reported as deferred outflows of resources and deferred inflows of resources related to pensions will be recognized in pension expense as follows:

<u>Year ended June 30:</u>	
2023	\$ (225,556)
2024	(183,154)
2025	(349,626)
2026	(426,797)

**Actuarial Assumptions** - The total pension liability in the June 30, 2021 actuarial valuation was determined using the following actuarial assumptions, applied to all periods included in the measurement:

Inflation	2.75%
Salary Increases	2.75%-11.48%
Investment return	6.50% per annum, compounded annually
Cost of living benefit increases	1.91% per annum



**TOWN OF CUMBERLAND, MAINE**  
**Notes to Basic Financial Statements, Continued**

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**NET PENSION LIABILITY (ASSET), CONTINUED**

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Mortality rates were based on the 2010 Public Plan General Benefits-Weighted Healthy Retiree Mortality Table, for males and females, projected generationally using the RPEC 2020 Model.

The actuarial assumptions used in the June 30, 2021 valuation were based on the results of an actuarial experience study for the period June 30, 2016 through June 30, 2020.

The long-term expected rate of return on pension plan investments was determined using a building-block method in which best-estimate ranges of expected future real rates of return (expected returns, net of pension plan investment expense and inflation) are developed for each major asset class. These ranges are combined to produce the long-term expected rate of return by weighting the expected future real rates of return by the target asset allocation percentage and by adding expected inflation. Best estimates of arithmetic real rates of return for each major asset class included in the pension plan's target asset allocation as of June 30, 2021 are summarized in the following table:

<u>Asset Class</u>	<u>Target Allocation</u>	<u>Long-term Expected Real Rate of Return</u>
Public equities	30.0%	6.0%
US government	7.5%	2.3%
Private equity	15.0%	7.6%
Real estate	10.0%	5.2%
Infrastructure	10.0%	5.3%
Natural resources	5.0%	5.0%
Traditional credit	7.5%	3.0%
Alternative credit	7.5%	7.2%
Diversifiers	5.0%	5.9%

**Discount Rate** - The discount rate used to measure the total pension liability was 6.50%. The projection of cash flows used to determine the discount rate assumed that employee contributions will be made at the current contribution rate and that contributions from participating local districts will be made at contractually required rates, actuarially determined. Based on these assumptions, the pension plan's fiduciary net position was projected to be available to make all projected future benefit payments of current active and inactive employees. Therefore, the long-term expected rate of return on pension plan investments was applied to all periods of projected benefit payments to determine the total pension liability.

**Sensitivity of the Town's Proportionate Share of the Net Pension Liability (Asset) to Changes in the Discount Rate**

- The following presents the Town's proportionate share of the net pension liability calculated using the discount rate of 6.50%, as well as what the Town's proportionate share of the net pension liability would be if it were calculated using a discount rate that is 1-percentage-point lower (5.50%) or 1 percentage-point higher (7.50%) than the current rate:

	1% Decrease <u>(5.50%)</u>	Current Discount Rate <u>(6.50%)</u>	1% Increase <u>(7.50%)</u>
Town's proportionate share of the net pension liability (asset)	\$ 1,603,356	(112,682)	(1,532,221)

**TOWN OF CUMBERLAND, MAINE**  
**Notes to Basic Financial Statements, Continued**

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**NET PENSION LIABILITY (ASSET), CONTINUED**

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**Pension Plan Fiduciary Net Position** - Detailed information about the pension plan's fiduciary net position is available in the separately issued MPERS financial report.

**Payables to the Pension Plan** - None as of June 30, 2022.

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**457 RETIREMENT PLAN**

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The Town offers its employees a deferred compensation plan created in accordance with Internal Revenue (IRC) Section 457. The plan permits participating employees to defer a portion of their salary until future years. The deferred compensation is not available to employees until termination, retirement, death, or unforeseeable emergency. The Town matches employee contributions up to 7% of annual compensation for those employees who do not participate in the MPERS retirement plan. The Town contributed \$105,632 and \$98,419 for the years ended June 30, 2022 and 2021, respectively, on behalf of Town employees.

The Town amended the plan in accordance with the provisions of IRS Section 457(g). Assets of the plan were placed in trust for the exclusive benefit of participants and their beneficiaries. The requirements of that IRS Section prescribes that the Town no longer owns the amounts deferred by employees, including the related income on those amounts. Accordingly, the assets and the liability for the compensation deferred by plan participants, including earnings on their plan assets, were removed from the Town's financial statements.

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**TAX INCREMENT FINANCING DISTRICTS AND TAX ABATEMENTS**

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Under the State of Maine Title 30-A M.R.S., the Town has established seven Tax Increment Financing Districts (TIFs) to finance development programs located in the Town of Cumberland. The Town of Cumberland has entered into nine Credit Enhancement Agreements (CEAs) with individual organizations as permitted within its seven TIF districts, as follows:

<b>Organization</b>	<b>TIF District</b>	<b>Agreement Expires</b>	<b>Maximum</b>	<b>Taxes Abated</b>
BFTE Properties LLC Norton Financial Services	1	6/30/2026	500,000	23,255
BBW Real Estate LLC Seafax	2	6/30/2026	500,000	32,265
LGC North America Maine Standards	3	6/30/2033	500,000	42,546
Hardy Street LLC	3	6/30/2033	500,000	23,076
FMC Development LLC Memory Care	1	6/30/2027	500,000	19,876
Casco Systems	5	6/30/2036	500,000	28,427
Integrative Health	3	3/25/2038	250,000	9,968
Sky View Holdings LLC	3	3/25/2038	250,000	6,757
The Belted Cow	3	3/25/2038	500,000	19,040

**TOWN OF CUMBERLAND, MAINE**  
**Notes to Basic Financial Statements, Continued**

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**TAX INCREMENT FINANCING DISTRICTS AND TAX ABATEMENTS, CONTINUED**

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The CEAs outline conditions for reimbursement of fifty percent of tax revenues generated through the increased values of certain parcels within the districts, up to a maximum amount. The developers agree that all payments made pursuant to the CEAs will be used to either pay debt service on indebtedness incurred to finance project costs, or to pay directly, amortize, or reimburse the developers for payments on qualified project costs up to a maximum amount or defined number of years, whichever occurs first.

The agreements and payments are intended to promote economic development through real estate development and job creation, as well as infrastructure improvements. Based on the terms of the agreements, the incremental tax is remitted to the District over the life of the TIF District to assist in financing the development projects.

For the fiscal year ended June 30, 2022, the Town remitted a total of \$205,210 in Credit Enhancement payments.

The following is a summary of the amounts by TIF district:

	Original Assessment Value	Captured Assessed Value	Total Taxes	Taxes Abated
<u>TIF District (capital projects funds)</u>				
Route One North District 1	\$ 355,000	41,363,400	850,018	43,131
Route One South District 2	339,400	10,811,450	222,175	32,265
Route One South District 3	3,717,000	32,027,000	658,155	101,387
Route 100 District 4	2,866,400	11,189,450	229,943	-
Route 100 District 5	5,867,800	11,918,500	244,925	28,427
Summit Natural Gas District 6	-	7,265,300	149,302	-
Summit Natural Gas District 7	108,000	7,268,800	149,374	-
Tuttle Road TIF District 8	583,900	5,592,275	114,921	-
 Taxable Personal Property in TIF Districts:302				
Route One North District 1	-	694,300	14,268	-
Route One South District 2	-	247,500	5,086	-
Route One South District 3	13,800	617,300	12,686	-
Route 100 District 5	224,000	(28,600)	(588)	-
 <b>Total</b>	 <b>\$ 14,075,300</b>	 <b>128,966,675</b>	 <b>2,650,265</b>	 <b>205,210</b>

**TOWN OF CUMBERLAND, MAINE**  
**Notes to Basic Financial Statements, Continued**

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**FUND BALANCE**

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The General Fund unassigned fund balance total of \$3,976,831 represents a fund balance that has not been restricted, committed, or assigned to specific purposes within the General Fund. Negative unassigned fund balances have also been reported in the TIF Fund of \$634,691, and in the other governmental funds of \$359,994, for a total unassigned fund balance of \$2,982,146 (see statement 3).

As of June 30, 2022, fund balance components consisted of the following:

	<u>Nonspendable</u>	<u>Restricted</u>	<u>Committed</u>	<u>Assigned</u>
General fund:				
Prepaid expenditures	\$ 97,767	-	-	-
Fuel reserve inventory	29,897	-	-	-
Assessor's reserve	-	-	-	220,000
Circuit breaker program	-	-	-	31,887
Fuel reserve	-	-	-	55,580
Debt service fund:				
Future debt service	-	-	-	357,791
Other governmental funds:				
Permanent fund principal	99,241	-	-	-
Permanent fund earnings	-	130,623	-	-
Grants and donations	-	36,314	-	-
Fuel assistance program	-	30,001	-	-
Public safety programs	-	21,327	1,044	-
Twin brooks recreation area	-	-	3,674	-
Library programs	-	-	74,638	-
Capital projects note receivable	18,870	-	-	-
Capital projects	-	6,000	1,566,524	-
<b>Totals</b>	<b>\$ 245,775</b>	<b>224,265</b>	<b>1,645,880</b>	<b>665,258</b>

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**RISK MANAGEMENT**

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The Town is exposed to various risks of loss related to torts, theft of, damage to and destruction of assets; errors and omissions; and natural disasters for which the Town either carries commercial insurance or participates in public entity risk pools. Currently, the Town participates in a public entity pool for workers' compensation sponsored by Maine Municipal Association in which participants in the pool share risk in proportion to their contributions.

Based on the coverage provided by commercial insurance purchased, the Town is not aware of any material actual or potential claim liabilities which should be recorded at June 30, 2022. There were no significant reductions in insurance coverage from that of the prior year. Settled claims have not exceeded insurance coverage for any of the past three fiscal years. As of June 30, 2022, there were no unpaid claims.

**TOWN OF CUMBERLAND, MAINE**  
**Notes to Basic Financial Statements, Continued**

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**CONTINGENT RECEIVABLES**

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The Town entered into an agreement with a local developer to build affordable housing for those with moderate income at the Small's Brook Crossing Subdivision. The Town subsidized the development by contributing \$20,000 per home. In return, the Town received a silent second mortgage on each home. Interest on the mortgages accrues at a rate of 4% annually and is only paid when the house is sold, except that the interest accumulation shall terminate after twenty years. Should one of the homes be sold, the buyer must be a "qualified buyer" in accordance with the income and asset criteria, which is based on the median income for the Portland metropolitan statistical area. If the buyer is not eligible, the Town will collect from the seller the full amount of the silent second mortgage, plus any accrued interest, at the closing. The Town has not recognized receivables or revenues related to the silent second mortgages as it cannot reasonably estimate the amount that will be repaid to the Town, if any, as amounts are contingent on the terms mentioned above.

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**NEW ACCOUNTING PRONOUNCEMENT AND PRIOR PERIOD ADJUSTMENT**

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For the fiscal year ended June 30, 2022, the Town has elected to implement Statement No. 87 of the Government Accounting Standards Board – *Leases*. As a result of implementing GASB Statement No. 87, the assets and deferred inflows of resources for the year ended June 30, 2021 have been increased by \$491,359 each. In addition, lease liabilities and capital assets for the year ended June 30, 2021 have been increased by \$519,502 each.

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**TOWN OF CUMBERLAND, MAINE**  
**Required Supplementary Information**

**Schedule of Town's Proportionate Share of the Net Pension Liability (Asset)**  
**Maine Public Employees Retirement System Consolidated Plan**

	Last 10 Fiscal Years*							
	2022**	2021**	2020**	2019**	2018**	2017**	2016**	2015**
Town's proportion of the net pension liability (asset)	0.3506%	0.3831%	0.3634%	0.4149%	0.3814%	0.3555%	0.3399%	0.3108%
Town's proportionate share of the net pension liability (asset) \$	(112,682)	1,522,134	1,110,778	1,135,389	1,561,679	1,888,928	1,084,542	478,298
Town's covered payroll	2,099,873	2,194,515	2,033,084	2,047,217	1,946,735	1,756,120	1,590,688	1,373,904
Town's proportionate share of the net pension liability as a percentage of its covered payroll	-5.37%	69.36%	54.64%	55.46%	80.22%	107.56%	68.18%	34.81%
Plan fiduciary net position as a percentage of the total pension liability	100.86%	88.35%	90.62%	91.14%	86.43%	81.60%	88.27%	94.10%

\* This schedule is intended to show information for ten years, but only eight years of information is available.  
Additional years' information will be displayed as it becomes available.

\*\*The amounts presented for each fiscal year were determined as of the prior fiscal year.

**TOWN OF CUMBERLAND, MAINE**  
**Required Supplementary Information, Continued**

**Schedule of Town Contributions**  
**Maine Public Employees Retirement System Consolidated Plan**

Last 10 Fiscal Years\*

		<u>2022</u>	<u>2021</u>	<u>2020</u>	<u>2019</u>	<u>2018</u>	<u>2017</u>	<u>2016</u>	<u>2015</u>
Contractually required contribution	\$	295,210	238,062	248,785	230,331	222,689	194,047	175,653	140,342
Contributions in relation to the contractually required contributions		(295,210)	(238,062)	(248,785)	(230,331)	(222,689)	(194,047)	(175,653)	(140,342)
<b>Contributions deficiency (excess)</b>	<b>\$</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>-</b>
Town's covered payroll	\$	2,511,677	2,099,873	2,194,515	2,033,084	2,047,217	1,946,735	1,756,120	1,590,688
Contributions as a percentage of covered payroll		11.75%	11.34%	11.34%	11.33%	10.88%	9.97%	10.00%	8.82%

\* This schedule is intended to show information for ten years, but only eight years of information is available.  
Additional years' information will be displayed as it becomes available.



**TOWN OF CUMBERLAND, MAINE**  
**Notes to Required Supplementary Information**

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Last 10 Fiscal Years\*

**Changes of Benefit Terms -** None

**Changes in Assumptions -** The following are changes in actuarial assumptions used in the most recent valuations:

	<u>2021</u>	<u>2020</u>	<u>2018</u>	<u>2016</u>	<u>2015</u>
Discount rate	6.500%	6.750%	6.750%	6.875%	7.125%
Inflation rate	2.75%	2.75%	2.75%	2.75%	3.50%
Salary increases	2.75%-11.48%	2.75 plus merit	2.75%-9.00%	2.75% - 9.00%	3.50% - 9.50%
Cost of living increases	1.91%	1.91%	1.91%	2.20%	2.55%

Mortality rates:

In 2015 mortality rates were based on the RP2000 Combined Mortality Table projected forward to 2015 using Scale AA.

In 2016 through 2020, mortality rates were based on the RP2014 Total Data Set Health Annuitant Mortality Table.

In 2021 and going forward, mortality rates were based on the 2010 Public Plan General Benefits-Weighted Healthy Retiree Mortality Table.

*\* This schedule is intended to show information for ten years, but only the years in which changes occurred have been displayed.  
Additional years' information will be displayed as it becomes available.*

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## **GENERAL FUND**

The General Fund is the general operating fund of the Town. All general tax revenues and other receipts that are not allocated by law or contractual agreement to another fund are accounted for in this fund. The fund pays general operating expenditures, fixed charges, and capital improvement costs which are not paid through other funds.

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**TOWN OF CUMBERLAND, MAINE**  
**General Fund**  
**Comparative Balance Sheets**  
**June 30, 2022 and 2021**

	2022	2021
<b>ASSETS</b>		
Cash and cash equivalents	\$ 8,391,424	8,157,458
Receivables:		
Accounts	259,083	127,985
Rescue	37,597	20,284
Intergovernmental	314,783	209,019
Taxes - current year	105,536	121,397
Taxes - prior years	144,284	128,519
Leases	466,694	491,359
Prepaid items	97,767	35,487
Inventory	29,897	29,141
<b>Total assets</b>	<b>9,847,065</b>	<b>9,320,649</b>
<b>LIABILITIES, DEFERRED INFLOWS OF RESOURCES AND FUND BALANCE</b>		
Liabilities:		
Accounts payable	609,292	385,771
Accrued payroll	354,214	253,284
Escrow liabilities	167,597	95,395
Taxes paid in advance	93,469	98,906
Unearned revenues	633,481	417,427
Interfund loans payable	2,886,740	3,263,674
<b>Total liabilities</b>	<b>4,744,793</b>	<b>4,514,457</b>
Deferred inflows of resources:		
Unavailable revenue - property taxes	232,167	227,918
Related to leases	458,143	491,359
<b>Total deferred inflows of resources</b>	<b>690,310</b>	<b>719,277</b>
Fund balance:		
Nonspendable	127,664	64,628
Assigned	307,467	363,514
Unassigned	3,976,831	3,658,773
<b>Total fund balance</b>	<b>4,411,962</b>	<b>4,086,915</b>
<b>Total liabilities, deferred inflows of resources, and fund balance</b>	<b>\$ 9,847,065</b>	<b>9,320,649</b>

**TOWN OF CUMBERLAND, MAINE**  
**General Fund**  
**Schedule of Revenues, Expenditures and Changes**  
**in Fund Balance - Budget and Actual**  
**For the year ended June 30, 2022**

(With comparative actual amounts for the year ended June 30, 2021)

	2022			2021 Actual
	Final Budget	Actual	Variance positive (negative)	
Revenues:				
Taxes:				
Property taxes	\$ 26,956,373	26,990,461	34,088	26,253,955
Supplemental taxes	-	1,213	1,213	14,316
Change in unavailable taxes	-	(4,249)	(4,249)	1,141
Outer island property taxes	46,000	45,895	(105)	45,895
Payments in lieu of taxes	33,000	38,079	5,079	37,806
Excise taxes	2,020,000	2,280,618	260,618	2,439,774
Total taxes	29,055,373	29,352,017	296,644	28,792,887
Licenses and permits:				
Town clerk licenses and fees	13,909	16,307	2,398	14,651
Snowmobile and boat registrations	500	939	439	1,020
Automobile registrations	21,406	34,357	12,951	40,554
Building permits	75,000	174,313	99,313	133,108
Electrical permits	21,634	37,089	15,455	33,379
Plumbing permits	18,789	27,096	8,307	27,156
Other permits	1,751	1,809	58	623
Total licenses and permits	152,989	291,910	138,921	250,491
Intergovernmental:				
State Revenue Sharing	925,000	1,554,961	629,961	1,033,072
Homestead and BETE reimbursements	711,846	714,291	2,445	744,959
D.O.T. block grant	67,000	72,636	5,636	66,876
Municipal shared services	321,651	335,067	13,416	201,577
Federal grants	-	999	999	13,262
Other state aid	-	7,712	7,712	22,135
Total intergovernmental	2,025,497	2,685,666	660,169	2,081,881
Charges for services:				
Recreation programs	914,230	1,003,499	89,269	516,559
Val Halla golf programs	699,026	1,036,622	337,596	883,991
Police permits and services	33,989	47,843	13,854	11,612
Fire services	18,000	61,923	43,923	4,015
Ambulance and medical services	160,000	208,470	48,470	156,160
Public services revenue	25,500	26,667	1,167	27,687
Waste disposal	303,292	401,868	98,576	441,875
Library income	-	2,378	2,378	1,480
Total charges for services	2,154,037	2,789,270	635,233	2,043,379

**TOWN OF CUMBERLAND, MAINE**  
**Schedule of Revenues, Expenditures and Changes**  
**in Fund Balance - Budget and Actual - General Fund, Continued**

	2022			2021 Actual
	Final Budget	Actual	Variance positive (negative)	
Revenues, continued:				
Other:				
Growth permits and fees	\$ 2,000	20,830	18,830	117,359
Interest and lien costs	30,000	21,275	(8,725)	29,330
Miscellaneous	260,200	347,899	87,699	41,845
Total other	292,200	390,004	97,804	188,534
Total revenues	33,680,096	35,508,867	1,828,771	33,357,172
Expenditures:				
Current:				
General government:				
Administration	664,743	651,076	13,667	572,407
Assessor	118,867	118,657	210	112,909
Town clerk	291,177	318,599	(27,422)	238,757
Technology	280,613	291,738	(11,125)	315,663
Elections	35,127	39,981	(4,854)	12,591
Planning	74,035	69,979	4,056	60,298
Legal services	47,500	52,015	(4,515)	62,604
Total general government	1,512,062	1,542,045	(29,983)	1,375,229
Public safety:				
Police	1,578,958	1,581,322	(2,364)	1,369,057
Fire	1,073,486	1,053,827	19,659	1,005,652
Code enforcement	150,858	160,435	(9,577)	148,524
Harbor master	22,480	16,504	5,976	16,941
Animal control	29,913	23,482	6,431	6,202
Total public safety	2,855,695	2,835,570	20,125	2,546,376
Public services:				
Public works	1,293,055	1,277,932	15,123	1,097,898
Waste disposal	637,459	686,578	(49,119)	596,593
Parks	324,727	355,887	(31,160)	354,073
West Cumberland Hall and Historical Society building	18,568	11,744	6,824	4,072
Total public services	2,273,809	2,332,141	(58,332)	2,052,636

**TOWN OF CUMBERLAND, MAINE**  
**Schedule of Revenues, Expenditures and Changes**  
**in Fund Balance - Budget and Actual - General Fund, Continued**

	2022		Variance positive (negative)	2021 Actual
	Final Budget	Actual		
Expenditures, continued:				
Current, continued:				
Recreation:				
Val Halla golf course	\$ 783,281	855,449	(72,168)	791,263
Recreation programs	954,732	1,083,858	(129,126)	796,935
Total recreation	1,738,013	1,939,307	(201,294)	1,588,198
Prince Memorial Library	534,158	566,437	(32,279)	502,901
Health and public assistance:				
Aging in place	46,716	28,967	17,749	13,103
Health services	3,875	3,886	(11)	1,310
General assistance	35,000	26,016	8,984	43,835
Total health and public assistance	85,591	58,869	26,722	58,248
Unclassified:				
Conservation Commission	21,000	30,557	(9,557)	18,131
Cemetery Association	26,700	26,700	-	27,575
Fire hydrant charges	83,500	85,784	(2,284)	84,100
Contingencies	10,000	11,860	(1,860)	74,176
Municipal building maintenance	82,337	115,653	(33,316)	79,203
Abatements	28,021	22,698	5,323	10,625
Total unclassified	251,558	293,252	(41,694)	293,810



**TOWN OF CUMBERLAND, MAINE**  
**Schedule of Revenues, Expenditures and Changes**  
**in Fund Balance - Budget and Actual - General Fund, Continued**

	2022			2021 Actual
	Final Budget	Actual	Variance positive (negative)	
Expenditures, continued:				
Current, continued:				
Insurance	\$ 294,619	328,469	(33,850)	327,072
MSAD #51	20,792,086	20,792,086	-	20,104,804
County tax	963,505	963,505	-	938,569
Debt service:				
Principal	1,199,983	1,199,983	-	814,626
Interest	552,318	528,197	24,121	551,471
Total debt service	1,752,301	1,728,180	24,121	1,366,097
Total expenditures	33,053,397	33,379,861	(326,464)	31,153,940
Excess (deficiency) of revenues over (under) expenditures	626,699	2,129,006	1,502,307	2,203,232
Other financing sources (uses):				
Transfers in	330,000	330,000	-	210,000
Transfers to General Fund reserves	(80,000)	(130,000)	(50,000)	(270,000)
Transfers out	(648,480)	(1,946,974)	(1,298,494)	(1,525,440)
Total other financing sources (uses)	(398,480)	(1,746,974)	(1,348,494)	(1,585,440)
Net change in fund balance	228,219	382,032	153,813	617,792
Fund balance, beginning of year - budgetary basis		3,694,260		3,076,468
<b>Fund balance, end of year - budgetary basis</b>	<b>\$</b>	<b>4,076,292</b>		<b>3,694,260</b>
Reconciliation to GAAP:				
Change in reserves		(56,985)		186,988
Fund balance, beginning of year - GAAP basis		4,086,915		3,282,135
<b>Fund balance, end of year - GAAP basis</b>	<b>\$</b>	<b>4,411,962</b>		<b>4,086,915</b>

**TOWN OF CUMBERLAND, MAINE**  
**General Fund Reserves**  
**Schedule of Revenues, Expenditures and Changes in Fund Balances**  
**For year ended June 30, 2022**

			<b>Balance beginning of year</b>	<b>Charges for Services</b>	<b>Expenditures</b>	<b>Transfers in (out)</b>	<b>Balance end of year</b>
100	Assessor's reserve	\$	170,000	-	-	50,000	220,000
106	Circuit breaker		56,103	-	79,216	55,000	31,887
208	HR reserve		88,165	-	114,859	25,000	(1,694)
255	Fuel		78,387	254,807	247,717	-	85,477
<b>Total</b>		<b>\$</b>	<b>392,655</b>	<b>254,807</b>	<b>441,792</b>	<b>130,000</b>	<b>335,670</b>

**ALL OTHER GOVERNMENTAL FUNDS**

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**TOWN OF CUMBERLAND, MAINE**  
**All Other Governmental Funds**  
**Combining Balance Sheet**  
**June 30, 2022**

	Special Revenue Funds	Capital Projects Funds	Permanent Funds	Total Other Governmental Funds
<b>ASSETS</b>				
Cash and cash equivalents	\$ -	-	50,688	50,688
Investments	-	-	180,050	180,050
Accounts receivable	-	32,576	-	32,576
Note receivable	-	18,870	-	18,870
Prepaid expenditures	-	2,400	-	2,400
Interfund loans receivable	831,249	1,672,747	15	2,504,011
<b>Total assets</b>	<b>831,249</b>	<b>1,726,593</b>	<b>230,753</b>	<b>2,788,595</b>
<b>LIABILITIES AND FUND BALANCES</b>				
Liabilities:				
Accounts payable	12,042	186,679	889	199,610
Accrued payroll	427	-	-	427
Unearned revenue	651,782	-	-	651,782
Interfund loans payable	-	308,514	-	308,514
<b>Total liabilities</b>	<b>664,251</b>	<b>495,193</b>	<b>889</b>	<b>1,160,333</b>
Fund balances:				
Nonspendable	-	18,870	99,241	118,111
Restricted	87,642	6,000	130,623	224,265
Committed	79,356	1,566,524	-	1,645,880
Unassigned	-	(359,994)	-	(359,994)
<b>Total fund balances</b>	<b>166,998</b>	<b>1,231,400</b>	<b>229,864</b>	<b>1,628,262</b>
<b>Total liabilities and fund balances</b>	<b>\$ 831,249</b>	<b>1,726,593</b>	<b>230,753</b>	<b>2,788,595</b>

**TOWN OF CUMBERLAND, MAINE**  
**All Other Governmental Funds**  
**Combining Statement of Revenues, Expenditures and Changes in Fund Balances**  
**For the year ended June 30, 2022**

	Special Revenue Funds	Capital Projects Funds	Permanent Funds	Total Other Governmental Funds
Revenues:				
Intergovernmental	\$ 240,737	93,200	-	333,937
Licenses, permits and fees	-	117,320	-	117,320
Charges for services	40,449	-	-	40,449
Donations	18,300	200	-	18,500
Investment income (loss)	622	13,202	(11,694)	2,130
Other	16,178	76,308	-	92,486
Total revenues	316,286	300,230	(11,694)	604,822
Expenditures:				
Current:				
General government	2,408	288,548	-	290,956
Public safety	92,266	-	-	92,266
Recreation	3,249	-	-	3,249
Public services	-	106,046	-	106,046
Library	20,425	-	-	20,425
Health and public assistance	103,275	-	-	103,275
Capital outlay	95,517	2,579,178	-	2,674,695
Debt service	-	60,933	-	60,933
Total expenditures	317,140	3,034,705	-	3,351,845
Excess (deficiency) of revenues over (under) expenditures	(854)	(2,734,475)	(11,694)	(2,747,023)
Other financing sources (uses):				
Sale of assets	-	97,835	-	97,835
Transfers from other funds	-	2,346,974	-	2,346,974
Total other financing sources (uses)	-	2,444,809	-	2,444,809
Net change in fund balances	(854)	(289,666)	(11,694)	(302,214)
Fund balances, beginning of year	167,852	1,521,066	241,558	1,930,476
Fund balances, end of year	\$ 166,998	1,231,400	229,864	1,628,262

## NONMAJOR GOVERNMENTAL FUNDS

### SPECIAL REVENUE FUNDS

Special Revenue Funds are established to account for resources obtained and expended for specified purposes that are restricted by law or committed by administrative action.

Special Revenue Funds have been established for the following purposes:

**Fire Grant Fund** - To account for donations, grant funds and other dedicated fire related revenues and expenditures.

**Police Fund** - To account for donations, grant funds and other dedicated police related revenues and expenditures.

**Elections Fund** – To account for grant proceeds and related expenditures for a municipal election grant.

**Twin Brook Fund** - To account for donations collected and funds expended to maintain the cross-country ski trails at the Twin Brooks recreational area.

**Other Special Revenues** - To account for donations and other restricted resources and expenditures related to the community band and other special programs.

**Library Fund** - To account for donations, grant funds and other dedicated library related revenues and expenditures.

**Fuel Assistance Fund** - To account for donations and other revenue sources used to assist citizens with fuel purchases during the colder months of the year.

**American Rescue Recovery Act (ARPA) Fund** – To account for the federal funds received through ARPA and related expenditures.

**TOWN OF CUMBERLAND, MAINE**  
**Nonmajor Special Revenue Funds**  
**Combining Balance Sheet**  
**June 30, 2022**  
**(with comparative totals for June 30, 2021)**

		Fire Grant Fund	ARPA Fund	Police Fund	Twin Brook Fund	Other Special Revenues	Library Fund	Fuel Assistance Fund	Totals	
									2022	2021
ASSETS										
Interfund loans receivable	\$	1,044	663,824	21,327	3,674	36,314	75,065	30,001	831,249	170,028
Total assets		1,044	663,824	21,327	3,674	36,314	75,065	30,001	831,249	170,028
LIABILITIES AND FUND BALANCES										
Liabilities:										
Accounts payable		-	12,042	-	-	-	-	-	12,042	1,470
Accrued payroll		-	-	-	-	-	427	-	427	706
Unearned revenue		-	651,782	-	-	-	-	-	651,782	-
Total liabilities		-	663,824	-	-	-	427	-	664,251	2,176
Fund balances:										
Restricted		-	-	21,327	-	36,314	-	30,001	87,642	116,365
Committed		1,044	-	-	3,674	-	74,638	-	79,356	51,834
Unassigned		-	-	-	-	-	-	-	-	(347)
Total fund balances (deficit)		1,044	-	21,327	3,674	36,314	74,638	30,001	166,998	167,852
Total liabilities and fund balances		\$	1,044	663,824	21,327	3,674	75,065	30,001	831,249	170,028



**TOWN OF CUMBERLAND, MAINE**  
**Nonmajor Special Revenue Funds**  
**Combining Statement of Revenues, Expenditures and Changes in Fund Balances**  
**For the year ended June 30, 2022**  
**(with comparative totals for June 30, 2021)**

	<b>Fire Grant Fund</b>	<b>ARPA Fund</b>	<b>Police Fund</b>	<b>Twin Brook Fund</b>	<b>Other Special Revenues</b>	<b>Library Fund</b>	<b>Fuel Assistance Fund</b>	<b>Totals</b>	
								<b>2022</b>	<b>2021</b>
Revenues:									
Intergovernmental	\$ -	219,120	12,000	-	-	9,617	-	240,737	157,400
Charges for services	17,713	-	-	-	190	22,546	-	40,449	17,159
Donations	100	-	4,575	-	11,190	-	2,435	18,300	31,045
Investment income	-	-	-	-	-	622	-	622	575
Other revenue	-	-	2,060	-	-	14,118	-	16,178	6,572
<b>Total revenues</b>	<b>17,813</b>	<b>219,120</b>	<b>18,635</b>	<b>-</b>	<b>11,380</b>	<b>46,903</b>	<b>2,435</b>	<b>316,286</b>	<b>212,751</b>
Expenditures:									
Current:									
General government	-	2,408	-	-	-	-	-	2,408	121,937
Public safety	16,422	58,077	17,767	-	-	-	-	92,266	19,763
Recreation	-	-	-	-	3,249	-	-	3,249	-
Library	-	-	-	-	-	20,425	-	20,425	17,744
Health and public assistance	-	63,118	-	-	-	-	40,157	103,275	19,548
Capital outlay	-	95,517	-	-	-	-	-	95,517	33,063
<b>Total expenditures</b>	<b>16,422</b>	<b>219,120</b>	<b>17,767</b>	<b>-</b>	<b>3,249</b>	<b>20,425</b>	<b>40,157</b>	<b>317,140</b>	<b>212,055</b>
<b>Net change in fund balances</b>	<b>1,391</b>	<b>-</b>	<b>868</b>	<b>-</b>	<b>8,131</b>	<b>26,478</b>	<b>(37,722)</b>	<b>(854)</b>	<b>696</b>
<b>Fund balances (deficits), beginning of year</b>	<b>(347)</b>	<b>-</b>	<b>20,459</b>	<b>3,674</b>	<b>28,183</b>	<b>48,160</b>	<b>67,723</b>	<b>167,852</b>	<b>167,156</b>
<b>Fund balances (deficits), end of year</b>	<b>\$ 1,044</b>	<b>-</b>	<b>21,327</b>	<b>3,674</b>	<b>36,314</b>	<b>74,638</b>	<b>30,001</b>	<b>166,998</b>	<b>167,852</b>

## **NONMAJOR GOVERNMENTAL FUNDS**

### **CAPITAL PROJECT FUNDS**

Capital Project Funds are established to account for resources obtained and expended for the acquisition of major capital facilities other than those employed in the delivery of services accounted for in Enterprise Funds.

The funds were established for the following purposes:

**Town Building Reserves** - To account for funds used for major repairs and maintenance or improvements to Town buildings.

**Land Acquisition Fund** - To account for funds set aside for the purchase of land.

**Land and Conservation Fund** – To account for grants, donations, and other revenues used for conservation purposes and the related expenditures.

**Tennis Court Fund** - To account for funds used to reconstruct the tennis courts.

**Route 1 Parking Reserve** - To account for funds set aside as a reserve for major or non-routine maintenance of the Route 1 parking lot.

**Road Improvements** - To account for funds set aside as a reserve for road resurfacing and reconstruction projects.

**Equipment Reserves Fund** - Reserve fund for the purchases of miscellaneous equipment.

**Solar Power Field** - To account for the Town's investment in solar energy infrastructure.

**Street Light Upgrades** - To account for funds set aside for the upgrade of Town street lights.

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TOWN OF CUMBERLAND, MAINE  
Nonmajor Capital Project Funds  
Combining Balance Sheet  
June 30, 2022  
(with comparative totals for June 30, 2021)

	Town Building Reserves	Land Acquisition Fund	Land and Conservation	Tennis Court Fund	Rt 1 Parking Reserve	Road Improvements	Equip. Reserves Fund	Solar Power Field	Street Light Upgrades	Totals	
										2022	2021
<b>ASSETS</b>											
Accounts receivable	\$ 30,756	-	-	-	-	-	-	1,820	-	32,576	20,599
Note receivable	-	18,870	-	-	-	-	-	-	-	18,870	-
Prepaid expenditures	-	-	-	-	-	-	-	-	2,400	2,400	13,411
Interfund loans receivable	746,944	38,449	8,641	23,077	20,258	-	601,288	234,090	-	1,672,747	1,983,992
<b>Total assets</b>	<b>777,700</b>	<b>57,319</b>	<b>8,641</b>	<b>23,077</b>	<b>20,258</b>	<b>-</b>	<b>601,288</b>	<b>235,910</b>	<b>2,400</b>	<b>1,726,593</b>	<b>2,018,002</b>
<b>LIABILITIES AND FUND BALANCES</b>											
Liabilities:											
Accounts payable	15,527	-	-	-	-	53,880	97,792	19,480	-	186,679	339,691
Interfund loans payable	-	-	-	-	-	201,098	-	-	107,416	308,514	157,245
<b>Total liabilities</b>	<b>15,527</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>254,978</b>	<b>97,792</b>	<b>19,480</b>	<b>107,416</b>	<b>495,193</b>	<b>496,936</b>
Fund balances (deficits):											
Nonspendable	-	18,870	-	-	-	-	-	-	-	18,870	-
Restricted	-	-	6,000	-	-	-	-	-	-	6,000	12,297
Committed	762,173	38,449	2,641	23,077	20,258	-	503,496	216,430	-	1,566,524	1,779,692
Unassigned	-	-	-	-	-	(254,978)	-	-	(105,016)	(359,994)	(270,923)
<b>Total fund balances (deficits)</b>	<b>762,173</b>	<b>57,319</b>	<b>8,641</b>	<b>23,077</b>	<b>20,258</b>	<b>(254,978)</b>	<b>503,496</b>	<b>216,430</b>	<b>(105,016)</b>	<b>1,231,400</b>	<b>1,521,066</b>
<b>Total liabilities and fund balances</b>	<b>\$ 777,700</b>	<b>57,319</b>	<b>8,641</b>	<b>23,077</b>	<b>20,258</b>	<b>-</b>	<b>601,288</b>	<b>235,910</b>	<b>2,400</b>	<b>1,726,593</b>	<b>2,018,002</b>

**TOWN OF CUMBERLAND, MAINE**  
**Nonmajor Capital Project Funds**  
**Combining Statement of Revenues, Expenditures and Changes in Fund Balances**  
**For the year ended June 30, 2022**  
**(with comparative totals for June 30, 2021)**

	Town Building Reserves	Land Acquisition Fund	Land and Conservation	Tennis Court Fund	Rt 1 Parking Reserve	Road Improvements	Equip. Reserves Fund	Solar Power Field	Street Light Upgrades	Totals	
										2022	2021
Revenues:											
Intergovernmental	\$ -	-	6,000	-	-	80,000	7,200	-	-	93,200	237,000
Licenses, permits and fees	-	-	-	-	-	-	117,320	-	-	117,320	125,573
Donations	-	-	200	-	-	-	-	-	-	200	108,775
Investment income	-	-	-	-	-	-	13,202	-	-	13,202	17,202
Other revenue	25,720	36,000	2,518	-	-	-	3,900	-	8,170	76,308	57,113
Total revenues	25,720	36,000	8,718	-	-	80,000	141,622	-	8,170	300,230	545,663
Expenditures:											
Current:											
General government	288,471	-	77	-	-	-	-	-	-	288,548	7,143
Public services	-	21,642	-	-	-	-	-	84,404	-	106,046	84,809
Capital outlay	929,150	4,430	-	-	-	1,025,767	610,714	-	9,117	2,579,178	1,325,967
Debt service	-	13,139	-	-	-	-	47,794	-	-	60,933	207,238
Total expenditures	1,217,621	39,211	77	-	-	1,025,767	658,508	84,404	9,117	3,034,705	1,625,157
Excess (deficiency) of revenues over (under) expenditures	(1,191,901)	(3,211)	8,641	-	-	(945,767)	(516,886)	(84,404)	(947)	(2,734,475)	(1,079,494)
Other financing sources (uses):											
Sale of assets	-	60,530	-	-	-	-	37,305	-	-	97,835	375,429
Transfer from other funds	809,184	-	-	10,000	-	812,643	457,000	213,147	45,000	2,346,974	2,576,915
Transfer to other funds	-	-	-	-	-	-	-	-	-	-	(951,475)
Total other financing sources (uses)	809,184	60,530	-	10,000	-	812,643	494,305	213,147	45,000	2,444,809	2,000,869
Net change in fund balances	(382,717)	57,319	8,641	10,000	-	(133,124)	(22,581)	128,743	44,053	(289,666)	921,375
Fund balances (deficits), beginning of year	1,144,890	-	-	13,077	20,258	(121,854)	526,077	87,687	(149,069)	1,521,066	599,691
Fund balances (deficits), end of year	\$ 762,173	57,319	8,641	23,077	20,258	(254,978)	503,496	216,430	(105,016)	1,231,400	1,521,066

## **NONMAJOR GOVERNMENTAL FUNDS**

### **PERMANENT FUNDS**

Permanent Funds are used to report resources that are legally restricted to the extent that only earnings, not principal, may be used for purposes that support the reporting government's programs.

**Prince Fund** - To support Greely High School. It is applied to MSAD #51 annual assessment.

**Cumberland School Fund** - To support the schools. It is applied to MSAD #51's annual assessment.

**Paul Merrill Fund** – To support the Library.

**Sweetser Fund** - To purchase non-fiction books for the Library.

**Historical Society Fund** - To maintain and support the Cumberland Historical Society.

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**TOWN OF CUMBERLAND, MAINE**  
**Nonmajor Permanent Funds**  
**Combining Balance Sheet**  
**June 30, 2022**

	Cumberland School Fund	Prince Fund	Paul Merrill Fund	Sweetser Fund	Historical Society Fund	Totals
<b>ASSETS</b>						
Cash and cash equivalents	\$ -	-	-	-	50,688	50,688
Investments	54,191	52,462	73,397	-	-	180,050
Interfund loans receivable	-	-	-	-	15	15
<b>Total assets</b>	<b>54,191</b>	<b>52,462</b>	<b>73,397</b>	<b>-</b>	<b>50,703</b>	<b>230,753</b>
<b>LIABILITIES AND FUND BALANCES</b>						
Liabilities:						
Accounts payable	-	-	-	874	15	889
Total liabilities	-	-	-	874	15	889
Fund balances:						
Nonspendable - principal	2,225	2,165	56,187	34,714	3,950	99,241
Restricted - accumulated earnings	51,966	50,297	17,210	(35,588)	46,738	130,623
Total fund balances (deficit)	54,191	52,462	73,397	(874)	50,688	229,864
<b>Total liabilities and fund balances</b>	<b>\$ 54,191</b>	<b>52,462</b>	<b>73,397</b>	<b>-</b>	<b>50,703</b>	<b>230,753</b>



**TOWN OF CUMBERLAND, MAINE**  
**Nonmajor Permanent Funds**  
**Combining Statement of Revenues, Expenditures and Changes in Fund Balances**  
**For the year ended June 30, 2022**

	<b>Cumberland School Fund</b>	<b>Prince Fund</b>	<b>Paul Merrill Fund</b>	<b>Sweetser Fund</b>	<b>Historical Society Fund</b>	<b>Totals</b>
Revenues:						
Investment income (loss)	\$ (3,553)	(3,439)	(4,812)	58	52	(11,694)
Total revenues	(3,553)	(3,439)	(4,812)	58	52	(11,694)
Expenditures:						
Current:						
Health and public assistance	-	-	-	-	-	-
Total expenditures	-	-	-	-	-	-
Net change in fund balances	(3,553)	(3,439)	(4,812)	58	52	(11,694)
Fund balances (deficit), beginning of year	57,744	55,901	78,209	(932)	50,636	241,558
<b>Fund balances (deficit), end of year</b>	<b>\$ 54,191</b>	<b>52,462</b>	<b>73,397</b>	<b>(874)</b>	<b>50,688</b>	<b>229,864</b>

**FIDUCIARY FUNDS -  
PRIVATE-PURPOSE TRUST FUNDS**

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**TOWN OF CUMBERLAND, MAINE**  
**Fiduciary Funds - Private-purpose Trust**  
**Combining Statement of Fiduciary Net Position**  
**June 30, 2022**

	John M. and Lillian R. Kimball Award Trust	Eliphalet Greely Fund	Scholar- ship Fund	Derrah Scholar- ship Fund	Lynne Pickard Scholar- ship	Carle Henry Music Scholar- ship	Louis Lambert Scholar- ship	Roy O'Looke Scholar- ship	Jessica Parker Fund	Tom Pollis Scholar- ship	Totals
<b>ASSETS</b>											
Investments	\$ 16,186	84,402	-	5,703	-	1,335	3,759	50	1,175	40,130	152,740
Accounts receivable	-	-	-	224	-	-	-	-	-	-	224
Due from general fund	500	776	-	-	-	150	-	-	-	-	1,426
Total assets	16,686	85,178	-	5,927	-	1,485	3,759	50	1,175	40,130	154,390
<b>LIABILITIES</b>											
Accounts payable	500	500	29	-	-	1,000	500	-	-	-	2,529
Due to general fund	-	-	37	776	463	-	-	-	-	-	1,276
Total liabilities	500	500	66	776	463	1,000	500	-	-	-	3,805
<b>NET POSITION</b>											
Held in trust	16,186	84,678	(66)	5,151	(463)	485	3,259	50	1,175	40,130	150,585
Total net position	\$ 16,186	84,678	(66)	5,151	(463)	485	3,259	50	1,175	40,130	150,585

**TOWN OF CUMBERLAND, MAINE**  
**Fiduciary Funds - Private-purpose Trust**  
**Combining Statement of Changes in Fiduciary Net Position**  
**For the year ended June 30, 2022**

	John M. and Lillian R. Kimball Award Trust	Eliphalet Greely Fund	Scholar- ship Fund	Derrah Scholar- ship Fund	Lynne Pickard Scholar- ship	Carle Henry Music Scholar- ship	Louis Lambert Scholar- ship	Roy O'Looke Scholar- ship	Jessica Parker Fund	Tom Pollis Scholar- ship	Totals
Additions:											
Donations	\$ -	-	-	-	-	850	-	-	-	-	850
Investment income (loss)	(561)	(4,758)	(497)	1,370	-	635	(246)	(3)	(78)	(2,630)	(6,768)
Total additions	(561)	(4,758)	(497)	1,370	-	1,485	(246)	(3)	(78)	(2,630)	(5,918)
Deductions:											
Scholarships awarded	500	500	-	776	-	1,000	500	-	-	-	3,276
Total deductions	500	500	-	776	-	1,000	500	-	-	-	3,276
Change in net position	(1,061)	(5,258)	(497)	594	-	485	(746)	(3)	(78)	(2,630)	(9,194)
Net position, beginning of year	17,247	89,936	431	4,557	(463)	-	4,005	53	1,253	42,760	159,779
Net position, end of year	\$ 16,186	84,678	(66)	5,151	(463)	485	3,259	50	1,175	40,130	150,585

## ***STATISTICAL SECTION***

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## STATISTICAL SECTION

This part of the Town of Cumberland, Maine's Annual Comprehensive Financial Report presents detailed information as a context for understanding what the information in the financial statements, note disclosures, and required supplementary information says about the government's overall financial health.

Contents	Tables
Financial Trends	1-4
<i>These schedules contain trend information to help the reader understand how the Town's financial performance and well-being have changed over time.</i>	
Revenue Capacity	5-9
<i>These schedules contain information to help the reader assess the Town's most significant local revenue source; property tax.</i>	
Debt Capacity	10-13
<i>These schedules present information to help the reader assess the affordability of the Town's current levels of outstanding debt and the Town's ability to issue additional debt in the future.</i>	
Demographic and Economic Information	14-15
<i>These schedules offer demographic and economic indicators to help the reader understand the environment within which the Town's financial activities take place.</i>	
Operating Information	16-19
<i>These schedules contain service and infrastructure data to help the reader understand how the information in the government's financial report relates to the services the government provides and the activities it performs.</i>	



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Table 1

**TOWN OF CUMBERLAND, MAINE**  
**Net Position by Component**  
**Last Ten Fiscal Years**  
**(accrual basis of accounting)**

		Fiscal Year									
		2013	2014	2015	2016*	2017	2018	2019	2020	2021	2022
<b>Governmental activities:</b>											
Net investment in capital assets	\$	14,926,352	17,201,613	17,444,794	24,607,681	26,426,553	28,666,371	30,529,130	30,955,865	33,046,297	34,793,419
Restricted		629,042	375,206	514,636	730,607	325,714	355,130	387,279	408,269	357,923	317,506
Unrestricted		3,066,957	2,943,496	3,195,467	1,346,278	1,360,414	2,136,421	1,528,681	1,973,590	3,880,870	4,340,339
<b>Total governmental activities net position</b>	<b>\$</b>	<b>18,622,351</b>	<b>20,520,315</b>	<b>21,154,897</b>	<b>26,684,566</b>	<b>28,112,681</b>	<b>31,157,922</b>	<b>32,445,090</b>	<b>33,337,724</b>	<b>37,285,090</b>	<b>39,451,264</b>
<b>Business-type activities:</b>											
Net investment in capital assets	\$	4,002,886	3,873,747	3,633,799	1,781,340	1,752,539	1,814,746	1,994,078	2,012,859	1,967,112	1,912,219
Unrestricted		(670,882)	183,177	840,271	1,098,893	1,313,059	1,347,219	598,617	528,000	665,717	703,884
<b>Total business-type activities net position</b>		<b>3,332,004</b>	<b>4,056,924</b>	<b>4,474,070</b>	<b>2,880,233</b>	<b>3,065,598</b>	<b>3,161,965</b>	<b>2,592,695</b>	<b>2,540,859</b>	<b>2,632,829</b>	<b>2,616,103</b>
<b>Primary government:</b>											
Net investment in capital assets	\$	18,929,238	21,075,360	21,078,593	26,389,021	28,179,092	30,481,117	32,523,208	32,968,724 -	35,013,409	36,705,638
Restricted		629,042	375,206	514,636	730,607	325,714	355,130	387,279	408,269	357,923	317,506
Unrestricted		2,396,075	3,126,673	4,035,738	2,445,171	2,673,473	3,483,640	2,127,298	2,501,590	4,546,587	5,044,223
<b>Total primary government net position</b>	<b>\$</b>	<b>21,954,355</b>	<b>24,577,239</b>	<b>25,628,967</b>	<b>29,564,799</b>	<b>31,178,279</b>	<b>34,319,887</b>	<b>35,037,785</b>	<b>35,878,583</b>	<b>39,917,919</b>	<b>42,067,367</b>

\*In FY 2016, the Town ceased reporting the Val Halla golf course as an enterprise fund. All amounts are now reported in the General Fund and Governmental Activities.

Table 2

**TOWN OF CUMBERLAND, MAINE**  
**Changes in Net Position**  
**Last Ten Fiscal Years**  
**(accrual basis of accounting)**

	2013	2014	2015	2016*	2017	2018	2019	2020	2021	2022
<b>Expenses</b>										
Governmental activities:										
General government	\$ 3,341,630	2,712,115	2,576,262	2,947,324	3,791,286	3,600,128	3,347,435	4,067,516	4,366,616	4,346,758
Public safety	2,176,839	2,282,922	2,514,371	2,636,327	2,742,321	2,760,514	2,962,840	2,980,552	2,610,953	3,345,401
Public services	1,500,458	1,660,289	2,862,022	4,902,734	3,687,941	3,391,362	4,533,495	3,966,961	3,448,537	4,867,071
Recreation	913,637	991,973	948,009	1,855,156	1,905,086	2,000,118	2,116,841	2,020,170	1,806,704	2,155,677
Education and libraries	13,649,666	14,159,614	14,795,916	16,075,925	16,579,156	17,762,502	19,278,276	19,548,696	20,713,580	21,483,849
Health and public assistance	755,562	668,729	86,796	83,022	236,687	179,542	178,167	192,281	191,604	242,808
Interest on debt	616,399	526,065	605,148	486,383	486,260	638,207	594,936	676,119	707,710	513,225
Total governmental activities expenses	22,954,191	23,001,707	24,388,524	28,986,871	29,428,737	30,332,373	33,011,990	33,452,295	33,845,704	36,954,789
Business-type activities:										
Senior Housing	283,930	227,347	292,029	305,163	296,036	295,442	300,636	313,281	298,133	345,977
Sewer System	824,941	823,999	843,432	838,334	891,253	975,371	1,684,199	1,222,227	1,090,820	1,133,755
Val Halla Golf and Recreation Center	788,704	844,772	944,462	-	-	-	-	-	-	-
Total business-type activities expenses	1,897,575	1,896,118	2,079,923	1,143,497	1,187,289	1,270,813	1,984,835	1,535,508	1,388,953	1,479,732
<b>Total primary government expenses</b>	<b>\$ 24,851,766</b>	<b>24,897,825</b>	<b>26,468,447</b>	<b>30,130,368</b>	<b>30,616,026</b>	<b>31,603,186</b>	<b>34,996,825</b>	<b>34,987,803</b>	<b>35,234,657</b>	<b>38,434,521</b>
<b>Program Revenues</b>										
Governmental activities:										
Charges for services:										
General government	\$ 399,286	361,850	360,104	584,060	761,633	426,981	425,366	398,101	569,427	647,807
Public safety	299,106	288,322	410,695	311,392	334,833	304,185	315,351	255,050	183,994	338,009
Public services	24,885	2,300	320,850	444,332	453,460	523,150	677,927	675,008	711,757	800,662
Recreation	669,344	714,346	768,827	1,478,213	1,531,982	1,672,990	1,657,575	1,258,249	1,400,550	2,040,121
Education and libraries	156,665	158,260	167,135	24,971	28,515	29,459	36,593	24,223	13,004	39,232
Health and public assistance	278,811	283,564	-	-	-	-	-	-	-	-
Operating grants and contributions	198,433	200,114	172,205	125,782	143,168	165,973	111,406	146,325	290,718	245,185
Capital grants and contributions	937,223	614,019	309,461	3,205,460	841,007	2,057,401	972,642	163,489	1,482,888	265,025
Total governmental activities program revenues	2,963,753	2,622,775	2,509,277	6,174,210	4,094,598	5,180,139	4,196,860	2,920,445	4,652,338	4,376,041
Business-type activities:										
Charges for services:										
Senior Housing	\$ 281,864	289,816	318,745	315,803	328,939	335,360	335,360	341,327	345,551	343,124
Sewer System	848,214	890,012	918,929	955,624	1,043,742	1,031,894	1,079,880	1,141,887	1,135,475	1,120,415
Val Halla Golf and Recreation Center	614,556	608,525	625,406	-	-	-	-	-	-	-
Total business-type activities program revenues	1,744,634	1,788,353	1,863,080	1,271,427	1,372,681	1,367,254	1,415,240	1,483,214	1,481,026	1,463,539
<b>Total primary government program revenues</b>	<b>\$ 4,708,387</b>	<b>4,411,128</b>	<b>4,372,357</b>	<b>7,445,637</b>	<b>5,467,279</b>	<b>6,547,393</b>	<b>5,612,100</b>	<b>4,403,659</b>	<b>6,133,364</b>	<b>5,839,580</b>
Net (expense)/revenue:										
Governmental activities	\$ (19,990,438)	(20,378,932)	(21,879,247)	(22,812,661)	(25,334,139)	(25,152,234)	(28,815,130)	(30,531,850)	(29,193,366)	(32,578,748)
Business-type activities	(152,941)	(107,765)	(216,843)	127,930	185,392	96,441	(569,595)	(52,294)	92,073	(16,193)
<b>Total primary government net expense</b>	<b>\$ (20,143,379)</b>	<b>(20,486,697)</b>	<b>(22,096,090)</b>	<b>(22,684,731)</b>	<b>(25,148,747)</b>	<b>(25,055,793)</b>	<b>(29,384,725)</b>	<b>(30,584,144)</b>	<b>(29,101,293)</b>	<b>(32,594,941)</b>

\*In FY 2016, the Town ceased reporting the Val Halla golf course as an enterprise fund. All amounts are now reported in the General Fund and Governmental Activities.

**TOWN OF CUMBERLAND, MAINE**  
**Changes in Net Position, Continued**  
**Last Ten Fiscal Years**  
**(accrual basis of accounting)**

	Fiscal Year									
	2013	2014	2015	2016	2017	2018	2019	2020	2021	2022
<b>General Revenues and Other Changes in Net Position</b>										
Governmental activities:										
Taxes:										
Property taxes	\$ 18,737,957	19,558,835	20,441,626	21,743,533	22,104,213	23,028,076	24,553,518	25,502,152	26,297,601	27,012,949
TIF District taxes	1,006,641	1,102,803	1,251,165	1,555,973	1,690,373	2,029,016	2,221,671	2,359,331	2,484,224	2,650,265
Excise taxes	1,460,329	1,633,132	1,693,482	1,856,148	1,959,451	2,120,226	2,162,878	2,057,140	2,439,774	2,280,618
Outer island property taxes	40,465	41,566	41,867	39,889	43,352	43,774	44,041	47,027	45,895	45,895
Payment in lieu of taxes	22,500	23,112	28,656	29,608	29,804	30,688	31,918	32,123	37,806	38,079
Unrestricted grants and contributions	829,482	603,229	611,559	620,550	694,761	830,008	959,020	1,275,538	1,778,031	2,269,252
Investment earnings	3,076	247	5,897	6,456	17,122	42,277	69,631	106,058	15,556	2,130
Miscellaneous	85,842	143,972	304,127	470,847	223,178	73,410	59,621	45,115	41,845	445,734
Transfers	(480,799)	(830,000)	(627,451)	1,721,844	-	-	-	-	-	-
<b>Total governmental activities</b>	<b>21,705,493</b>	<b>22,276,896</b>	<b>23,750,928</b>	<b>28,044,848</b>	<b>26,762,254</b>	<b>28,197,475</b>	<b>30,102,298</b>	<b>31,424,484</b>	<b>33,140,732</b>	<b>34,744,922</b>
Business-type activities:										
Investment income (loss)	539	2,685	6,538	77	(27)	(74)	325	458	(103)	(533)
Transfers	480,799	830,000	627,451	(1,721,844)	-	-	-	-	-	-
<b>Total business-type activities</b>	<b>481,338</b>	<b>832,685</b>	<b>633,989</b>	<b>(1,721,767)</b>	<b>(27)</b>	<b>(74)</b>	<b>325</b>	<b>458</b>	<b>(103)</b>	<b>(533)</b>
<b>Total primary government</b>	<b>\$ 22,186,831</b>	<b>23,109,581</b>	<b>24,384,917</b>	<b>26,323,081</b>	<b>26,762,227</b>	<b>28,197,401</b>	<b>30,102,623</b>	<b>31,424,942</b>	<b>33,140,629</b>	<b>34,744,389</b>
<b>Change in Net Position</b>										
Governmental activities	1,326,561	397,649	938,267	2,710,709	1,610,020	(617,655)	1,287,168	892,634	3,947,366	2,166,174
Business-type activities	373,573	615,842	761,919	(1,536,375)	96,414	(569,669)	(569,270)	(51,836)	91,970	(16,726)
<b>Total primary government</b>	<b>\$ 1,700,134</b>	<b>1,013,491</b>	<b>1,700,186</b>	<b>1,174,334</b>	<b>1,706,434</b>	<b>(1,187,324)</b>	<b>717,898</b>	<b>840,798</b>	<b>4,039,336</b>	<b>2,149,448</b>

Table 3

**TOWN OF CUMBERLAND, MAINE**  
**Fund Balances of Governmental Funds**  
**Last Ten Fiscal Years**  
**(modified accrual basis of accounting)**

		2013	2014	2015	2016	2017	2018	2019	2020	2021	2022
<b>General Fund</b>											
Nonspendable	\$	1,161,834	477,451	5,849	116,294	42,039	55,286	21,854	15,630	64,628	127,664
Assigned		-	-	-	371,748	365,419	449,964	227,770	192,753	363,514	307,467
Unassigned		1,433,829	1,191,089	2,060,936	2,023,066	2,028,570	2,084,824	2,479,646	3,073,752	3,658,773	3,976,831
<b>Total general fund</b>	<b>\$</b>	<b>2,595,663</b>	<b>1,668,540</b>	<b>2,066,785</b>	<b>2,511,108</b>	<b>2,436,028</b>	<b>2,590,074</b>	<b>2,729,270</b>	<b>3,282,135</b>	<b>4,086,915</b>	<b>4,411,962</b>
<b>All Other Governmental Funds</b>											
Nonspendable, reported in:											
Capital projects	\$	-	-	-	10,100	-	-	-	-	12,297	18,870
Permanent funds		99,241	99,241	99,241	99,241	99,241	99,241	99,241	99,241	99,241	99,241
Restricted, reported in:											
Permanent funds		172,751	174,474	172,839	174,914	174,361	172,276	181,519	194,367	142,317	130,623
Capital projects		322,607	49,438	242,556	420,343	-	-	-	-	-	6,000
Special revenue funds		34,443	52,053	-	36,109	52,112	83,613	106,519	114,661	116,365	87,642
Committed, reported in:											
Special revenue funds		65,313	97,335	87,761	57,872	71,998	60,776	54,960	56,145	51,834	79,356
Capital projects funds		-	-	850	733,735	7,054,109	1,890,462	575,423	6,730,250	1,810,833	1,566,524
Assigned, reported in:											
Capital projects funds		889,318	1,592,351	1,922,955	-	-	-	-	-	-	-
Debt service fund		-	-	392,130	474,937	655,469	737,940	712,115	697,791	587,791	357,791
Unassigned, reported in:											
Special revenue funds		-	(4,140)	-	-	-	-	(1,835)	(3,650)	(347)	-
Capital projects funds		(48,802)	(44,296)	(6,226)	(1,234,150)	(1,133,133)	(963,613)	(1,501,258)	(1,900,527)	(1,198,957)	(994,685)
<b>Total all other governmental funds</b>	<b>\$</b>	<b>1,534,871</b>	<b>2,016,456</b>	<b>2,912,106</b>	<b>773,101</b>	<b>6,974,157</b>	<b>2,080,695</b>	<b>226,684</b>	<b>5,988,278</b>	<b>1,621,374</b>	<b>1,351,362</b>
<b>Total governmental funds</b>	<b>\$</b>	<b>4,130,534</b>	<b>3,684,996</b>	<b>4,978,891</b>	<b>3,284,209</b>	<b>9,410,185</b>	<b>4,670,769</b>	<b>2,955,954</b>	<b>9,270,413</b>	<b>5,708,289</b>	<b>5,763,324</b>

Table 4

**TOWN OF CUMBERLAND, MAINE**  
**Changes in Fund Balances of Governmental Funds**  
**Last Ten Fiscal Years**  
**(modified accrual basis of accounting)**

	2013	2014	2015	2016	2017	2018	2019	2020	2021	2022
<b>Revenues</b>										
Taxes	\$ 21,327,892	22,081,219	23,526,104	25,298,238	25,809,867	27,161,299	28,960,212	29,986,223	31,277,111	32,002,282
Licenses and permits	178,099	161,923	159,680	168,174	207,889	151,495	282,018	273,252	376,064	409,230
Intergovernmental	984,143	1,211,643	1,016,858	1,353,722	1,629,296	1,118,956	2,183,602	1,676,714	2,476,281	3,019,603
Charges for services	1,364,425	1,215,255	1,388,081	2,256,124	2,297,259	2,526,783	2,552,962	2,080,755	2,177,160	3,084,526
Donations	-	-	-	-	-	-	-	-	139,820	18,500
Investment income (loss)	-	-	-	-	-	-	69,631	106,058	15,556	2,130
Other	1,355,486	671,631	735,520	444,437	652,584	554,952	217,104	256,810	252,219	482,608
<b>Total revenues</b>	<b>25,210,045</b>	<b>25,341,671</b>	<b>26,826,243</b>	<b>29,520,695</b>	<b>30,596,895</b>	<b>31,513,485</b>	<b>34,265,529</b>	<b>34,379,812</b>	<b>36,714,211</b>	<b>39,018,879</b>
<b>Expenditures</b>										
General government	1,197,680	1,260,888	1,405,149	1,738,077	1,893,954	2,113,523	2,196,286	2,341,618	2,508,192	2,956,456
Public safety	1,929,209	2,042,544	2,274,019	2,403,779	2,486,136	2,507,112	2,540,652	2,622,589	2,566,139	2,927,836
Public services	943,702	898,293	1,749,724	1,839,511	2,081,177	2,502,789	2,235,968	2,188,130	2,243,518	2,685,904
Recreation	768,969	850,481	835,482	1,600,021	1,660,102	1,751,478	1,882,453	1,746,974	1,588,198	1,942,556
Education and libraries	13,572,445	14,083,574	14,718,516	15,999,440	16,501,645	17,684,884	19,198,802	19,469,223	20,625,449	21,378,948
Health and public assistance	752,371	665,538	85,348	81,574	235,239	178,094	176,719	190,833	190,156	241,360
Unclassified	1,479,000	1,536,203	1,270,640	1,299,214	1,284,793	1,322,558	1,400,947	1,451,536	1,559,451	1,585,226
Capital outlay	1,384,048	2,072,124	4,434,772	5,089,978	4,581,440	6,649,863	4,436,464	4,130,597	7,155,862	2,729,463
Debt service:										
Principal	1,300,312	1,010,161	1,001,602	997,192	1,034,696	939,915	1,283,555	1,290,776	1,634,085	1,864,320
Interest	596,465	537,403	479,821	541,061	436,216	729,185	650,215	697,584	810,714	749,610
<b>Total expenditures</b>	<b>23,924,201</b>	<b>24,957,209</b>	<b>28,255,073</b>	<b>31,589,847</b>	<b>32,195,398</b>	<b>36,379,401</b>	<b>36,002,061</b>	<b>36,129,860</b>	<b>40,881,764</b>	<b>39,061,679</b>
Excess (deficiency) of revenues over (under) expenditures	1,285,844	384,462	(1,428,830)	(2,069,152)	(1,598,503)	(4,865,916)	(1,736,532)	(1,750,048)	(4,167,553)	(42,800)
<b>Other financing sources (uses)</b>										
Transfers in	1,330,538	1,978,779	2,163,184	1,763,157	2,228,086	1,439,468	1,717,940	1,911,229	2,886,915	2,776,974
Transfers out	(1,811,337)	(2,808,779)	(2,790,635)	(1,785,458)	(2,228,086)	(1,439,468)	(1,717,940)	(1,911,229)	(2,886,915)	(2,776,974)
Sale of assets	-	-	-	396,861	115,717	36,500	11,718	719,997	375,429	97,835
Payment to refunded bond escrow agent	-	-	(2,931,919)	-	-	-	-	-	-	-
Bonds and notes issued	-	-	5,730,000	-	7,300,000	90,000	10,000	6,616,000	-	-
Premiums on bonds issued	-	-	601,379	-	308,762	-	-	728,510	-	-
Financed purchase proceeds	24,368	-	-	-	-	-	-	-	230,000	-
<b>Total other financing sources (uses)</b>	<b>(456,431)</b>	<b>(830,000)</b>	<b>2,772,009</b>	<b>374,560</b>	<b>7,724,479</b>	<b>126,500</b>	<b>21,718</b>	<b>8,064,507</b>	<b>605,429</b>	<b>97,835</b>
<b>Net change in fund balances</b>	<b>\$ 829,413</b>	<b>(445,538)</b>	<b>1,343,179</b>	<b>(1,694,592)</b>	<b>6,125,976</b>	<b>(4,739,416)</b>	<b>(1,714,814)</b>	<b>6,314,459</b>	<b>(3,562,124)</b>	<b>55,035</b>
Debt service as a percentage of noncapital expenditures	8.16%	8.19%	6.40%	6.14%	5.88%	5.17%	5.53%	5.86%	7.23%	7.02%

Table 5

**TOWN OF CUMBERLAND, MAINE**  
**General Governmental Tax Revenues by Source**  
**Last Ten Fiscal Years**  
**(modified accrual basis of accounting)**  
**(dollar amounts expressed in thousands)**

<u>Fiscal Year</u>	<u>Real estate</u>	<u>Personal property</u>	<u>Excise tax</u>	<u>Total</u>
2013	\$ 19,457	227	1,460	21,144
2014	20,345	265	1,633	22,243
2015	21,492	270	1,693	23,455
2016	22,918	404	1,856	25,178
2017	23,324	439	1,959	25,722
2018	24,717	250	2,120	27,087
2019	26,438	283	2,163	28,884
2020	27,525	286	2,057	29,868
2021	28,440	298	2,440	31,178
2022	29,300	336	2,281	31,917

Note: The table does not include outer island taxes, supplemental taxes, payments in lieu of taxes or interest and costs.

Table 6

**TOWN OF CUMBERLAND, MAINE**  
**Assessed Value and Estimated Actual Value of Taxable Property**  
**Last Ten Fiscal Years**  
**(dollar amounts expressed in thousands)**

<b>Fiscal Year Ended June 30</b>		<b>Real Property Residential and Commercial Property (1)</b>	<b>Personal Property (1)</b>	<b>Less: Tax Exempt Real Property (1)</b>	<b>Total Taxable Assessed Value (1)</b>	<b>Total Direct Tax Rate (1)</b>	<b>Estimated Actual Taxable Value (2)</b>	<b>Assessed Value as a Percentage of Actual Value</b>
2013	\$	1,249,248	13,723	73,589	1,189,382	4.41	1,056,700	112.6%
2014		1,270,281	15,590	73,494	1,212,377	4.59	1,057,800	114.6%
2015		1,305,746	15,495	76,970	1,244,271	5.13	1,099,350	113.2%
2016		1,341,466	22,333	81,519	1,282,280	5.39	1,144,550	112.0%
2017		1,362,438	24,069	85,265	1,301,242	5.31	1,171,250	111.1%
2018		1,403,144	13,298	85,299	1,331,143	5.26	1,264,650	105.3%
2019		1,424,708	14,364	81,340	1,357,732	5.28	1,328,750	102.2%
2020		1,464,931	14,404	82,308	1,397,027	5.74	1,406,550	99.3%
2021		1,432,258	16,482	36,346	1,412,394	5.46	1,503,000	94.0%
2022		1,458,982	16,370	34,640	1,440,712	5.45	1,614,950	89.2%

(1) Source - Cumberland Assessor's office

(2) Source - Maine Revenue Services

Note: The table does not include outer island taxes, payments in lieu of taxes or interest and costs.



Table 7

**TOWN OF CUMBERLAND, MAINE**  
**Direct and Overlapping Property Tax Rates**  
**Last Ten Fiscal Years**

<u>Fiscal year</u>	<u>Town Direct and Overlapping Rates*</u>					
	<u>Direct</u>			<u>Overlapping</u>		<u>Total rate</u>
	<u>Town rate</u>		<u>Total direct rate</u>	<u>Education rate</u>	<u>County rate</u>	
	<u>Operating</u>	<u>Debt service</u>				
2013	4.23	0.18	4.41	11.59	0.55	16.55
2014	4.43	0.16	4.59	11.83	0.58	17.00
2015	4.93	0.20	5.13	11.70	0.57	17.40
2016	4.94	0.45	5.39	12.13	0.58	18.10
2017	4.83	0.48	5.31	12.34	0.60	18.25
2018	4.74	0.52	5.26	12.93	0.61	18.80
2019	4.75	0.53	5.28	13.77	0.65	19.70
2020	5.21	0.53	5.74	13.46	0.65	19.85
2021	4.49	0.97	5.46	14.23	0.66	20.35
2022	4.23	1.22	5.45	14.43	0.67	20.55

\* Tax rates are based upon \$1,000 of assessed value

SOURCE: Cumberland assessor's office

Table 8

**TOWN OF CUMBERLAND, MAINE**  
**Principal Property Taxpayers**  
**Current Year and Nine Years Ago**

<u>Taxpayer</u>	<b>2022</b>			<b>2013</b>		
	<b>Taxable Assessed Value</b>	<b>Rank</b>	<b>Percentage of Total Taxable Assessed Value</b>	<b>Taxable Assessed Value</b>	<b>Rank</b>	<b>Percentage of Total Taxable Assessed Value</b>
Central Maine Power Company	\$ 50,630,700	1	3.43%	\$ 36,755,900	1	3.09%
Ocean View at Cumberland, LLC	15,063,400	2	1.02%			
Summit Natural Gas	14,875,800	3	1.01%			
C and A Holdings, LLC	7,408,000	4	0.50%			
Spectrum Northeast LLC	5,002,000	5	0.34%	2,865,100	8	0.24%
LGC North America dba Maine Standards Company, LLC	4,851,400	6	0.33%			
Mirza, Zareen Taj	4,776,400	7	0.32%			
Maritime & Northeast Pipeline	3,936,700	8	0.27%	4,412,500	4	0.37%
Lemole, Emily Jane A-Trustee	3,858,100	9	0.26%	3,837,300	5	0.32%
Maine Colloids, LLC	3,427,800	10	0.23%			
Spears Hill, LLC				6,051,200	2	0.51%
Martin Joseph R.				5,037,200	3	0.42%
Mathias, Glenn				3,251,900	6	0.27%
BBW Real Estate LLC				3,188,600	7	0.27%
Forum Trust LLC				2,862,500	9	0.24%
Piaso, Shirley A.				2,636,200	10	0.22%
<b>Totals</b>	<b>\$ 113,830,300</b>		<b>7.72%</b>	<b>\$ 70,898,400</b>		<b>5.95%</b>

SOURCE: Cumberland assessor's office

Table 9

TOWN OF CUMBERLAND, MAINE Property Tax Levies and Collections Last Ten Fiscal Years (dollar amounts expressed in thousands)							
Fiscal Year Ended June 30	Total Tax Levy for Fiscal Year	Collected within the Fiscal Year of the Levy		Collections in Subsequent Years	Total Collections to Date		
		Amount	Percentage of Levy		Amount	Percentage of Levy	
2013	\$ 19,684	19,385	98.48%	299	19,680	99.98%	
2014	20,610	20,329	98.64%	281	20,606	99.98%	
2015	21,650	21,398	98.84%	252	21,645	99.98%	
2016	23,209	23,014	99.16%	189	23,203	99.97%	
2017	23,748	23,607	99.41%	133	23,740	99.97%	
2018	25,025	24,861	99.34%	157	24,966	99.76%	
2019	26,747	26,604	99.47%	125	26,746	100.00%	
2020	27,731	27,493	99.14%	204	27,629	99.63%	
2021	28,742	28,621	99.58%	71	28,621	99.58%	
2022	29,607	29,501	99.64%	-	29,501	99.64%	

Note: excludes supplemental taxes.

Table 10

**TOWN OF CUMBERLAND, MAINE**  
**Ratios of Outstanding Debt by Type**  
**Last Ten Fiscal Years**

Fiscal Year	Governmental Activities			Business-type Activities			Total Primary Government	Percentage of Personal Income	Per Capita (1)
	General Obligation Bonds*	Notes Payable*	Financed Purchases	General Obligation Bonds*	Notes Payable*	Financed Purchases			
2013	\$ 13,583,751	496,400	131,840	727,496	168,858	86,210	15,194,555	4.246%	2,113
2014	12,691,163	413,667	66,179	632,139	151,734	65,756	14,020,638	3.503%	1,896
2015	15,308,444	330,934	13,843	1,344,984	-	44,587	17,042,792	3.341%	2,257
2016	14,387,387	248,201	31,624	1,225,197	-	-	15,892,409	3.070%	2,045
2017	21,031,901	165,468	3,896	1,105,409	-	-	22,306,674	4.229%	2,816
2018	20,134,447	168,233	-	975,621	-	-	21,278,301	3.913%	2,606
2019	12,494,264	6,490,089	-	825,833	-	-	19,810,186	3.643%	2,427
2020	18,784,967	6,195,222	-	651,047	-	-	25,631,236	4.714%	3,140
2021	17,803,769	5,508,931	182,206	586,616	-	-	24,081,522	4.429%	2,950
2022	16,462,571	4,806,100	137,965	522,185	-	-	21,928,821	4.304%	2,588

Note: Details regarding the Town's outstanding debt can be found in the notes to the financial statements.

(1) Based on population as provided by the U.S. Bureau of the Census

\* Bonds and notes were classified based on GASB 88 definitions beginning in FY 2019.

Table 11

**TOWN OF CUMBERLAND, MAINE**  
**Ratios of General Bonded Debt Outstanding**  
**Last Ten Fiscal Years**

<b>Fiscal Year</b>	<b>General Obligation Bonds</b>	<b>Percentage of Estimated Actual Taxable Value of Property</b>	<b>Per Capita</b>
2013	\$ 13,323,302	1.26%	1,853
2014	16,653,428	1.57%	2,253
2015	15,612,584	1.42%	2,068
2016	22,137,310	1.93%	2,848
2017	21,110,068	1.80%	2,665
2018	13,320,097	1.05%	1,632
2019	19,436,014	1.46%	2,381
2020	18,390,385	1.31%	2,253
2021	18,390,385	1.22%	2,253
2022	16,984,756	1.05%	2,005

Note: Details regarding the Town's outstanding debt can be found in the notes to the financial statements.

Table 12

**TOWN OF CUMBERLAND, MAINE**  
**Direct and Overlapping Governmental Activities Debt**  
**June 30, 2022**

<b>Governmental Unit</b>	<b>Debt Outstanding</b>	<b>Estimated Percentage Applicable</b>	<b>Estimated Share of Overlapping Debt</b>
Overlapping debt:			
Cumberland County	\$ 30,856,174	2.85%	880,565
MSAD #51	19,032,840	71.81%	13,666,718
Subtotal, overlapping debt			14,547,283
Direct debt:			
Bonds payable	16,462,571		16,462,571
Notes payable	4,806,100		4,806,100
Financed purchases	137,965		137,965
Subtotal, direct debt			21,406,636
<b>Total direct and overlapping debt</b>			<b>\$ 35,953,919</b>

Note: the County's overlapping debt is determined by the Town's portion of the State's valuation of the county. The MSAD overlapping debt is determined by the relative valuations of participating members.

**TOWN OF CUMBERLAND, MAINE**  
**Legal Debt Margin Information**  
**Last Ten Fiscal Years**  
**(dollar amounts expressed in thousands)**

	<u>2013</u>	<u>2014</u>	<u>2015</u>	<u>2016</u>	<u>2017</u>	<u>2018</u>	<u>2019</u>	<u>2020</u>	<u>2021</u>	<u>2022</u>
Assessed value per State	\$ 1,056,700	1,057,800	1,099,350	1,144,550	1,171,250	1,264,650	1,328,750	1,406,550	1,503,000	1,614,950
Total debt limit - all purposes - 15% of assessed value	\$ 160,275	158,670	164,903	171,683	175,688	189,698	199,313	210,983	225,450	242,243
Less outstanding debt applicable to debt limit	14,939	13,857	16,313	15,229	21,409	20,439	19,025	24,175	23,495	21,406
Legal debt margin	\$ 145,336	144,813	148,590	156,454	154,279	169,259	180,288	186,808	201,955	220,837
Total outstanding debt applicable to the limit as a percentage of debt limit	9.32%	8.73%	9.89%	8.87%	12.19%	10.77%	9.55%	11.46%	10.42%	8.84%
The debt limit is restricted by State statute based on the assessed value per the State above and the percentages below.										
Municipal purposes - 7.5%										
Debt limit	\$ 80,138	79,335	82,451	85,841	87,844	94,849	99,656	105,491	112,725	121,121
Less outstanding debt applicable to debt limit	14,939	13,857	16,313	15,229	21,409	20,439	19,025	24,175	23,495	21,406
Debt margin for municipal purposes	\$ 65,199	65,478	66,138	70,612	66,435	74,410	80,631	81,316	89,230	99,715
Outstanding debt applicable to the limit as a percentage of debt limit for municipal purposes	18.64%	17.47%	19.79%	17.74%	24.37%	21.55%	19.09%	22.92%	20.84%	17.67%
School purposes - 10%										
Debt limit	\$ 106,850	105,780	109,935	114,455	117,125	126,465	132,875	140,655	150,300	161,495
Less outstanding debt applicable to debt limit	-	-	-	-	-	-	-	-	-	-
Debt margin for school purposes	\$ 106,850	105,780	109,935	114,455	117,125	126,465	132,875	140,655	150,300	161,495
Outstanding debt applicable to the limit as a percentage of debt limit for school purposes	0.00%	0.00%	0.00%	0.00%	0.00%	0.00%	0.00%	0.00%	0.00%	0.00%
Storm and sanitary sewer purposes - 7.5%										
Debt limit	\$ 80,138	79,335	82,451	85,841	87,844	94,849	99,656	105,491	112,725	121,121
Less outstanding debt applicable to debt limit	-	-	-	-	-	-	-	-	-	-
Debt margin for sewer purposes	\$ 80,138	79,335	82,451	85,841	87,844	94,849	99,656	105,491	112,725	121,121
Outstanding debt applicable to the limit as a percentage of debt limit for sewer purposes	0.00%	0.00%	0.00%	0.00%	0.00%	0.00%	0.00%	0.00%	0.00%	0.00%
Maximum total debt limit - 15%	\$ 158,505	158,670	164,903	171,683	175,688	189,698	199,313	210,983	225,450	242,243

Table 14

**TOWN OF CUMBERLAND, MAINE**  
**Demographic Statistics**  
**Last Ten Fiscal Years**

<b>Fiscal Year</b>	<b>Population (1)</b>	<b>Personal Income</b>	<b>Per Capita Income Cumberland County (1)</b>	<b>Median Age (2)</b>	<b>High School Completion Rates (4)</b>	<b>School Enrollment (4)</b>	<b>State Unemployment Rate (3)</b>
2013	7,192	\$ 357,866,728	47,015	45.0	95%	1,477	6.9%
2014	7,393	400,232,133	55,503	45.0	93%	1,432	5.5%
2015	7,550	510,047,800	67,556	45.0	97%	1,422	4.7%
2016	7,772	517,622,972	66,601	45.0	97%	1,401	3.9%
2017	7,920	527,479,920	66,601	45.0	97%	1,388	3.2%
2018	8,164	543,730,564	66,601	45.0	97%	1,337	2.9%
2019	8,164	543,730,564	66,601	45.0	95%	1,371	3.2%
2020	8,164	543,730,564	66,601	45.0	95%	1,418	6.7%
2021	8,164	543,730,561	66,601	45.0	95%	1,437	4.8%
2022	8,473	509,444,355	59,619	44.7	93%	1,414	3.0%

## Sources:

(1) U.S. Bureau of the Census

(2) U.S. Census Bureau (2010 Census latest available figures)

(3) Maine Department of Labor (seasonally adjusted)

(4) Maine Department of Education



Table 15

**TOWN OF CUMBERLAND, MAINE**  
**Principal Employers**  
**Current Year and Nine Years Ago**

<u>Employer</u>	<u>2022</u>			<u>2013</u>	
	<u>Employees</u>	<u>Rank</u>	<u>Percentage of Total Town Employment</u>	<u>Employees</u>	<u>Rank</u>
MSAD 51	300-450	1	2.5%-6.3%	300-450	1
Town of Cumberland	150-200	2	2.5%-6.3%	150-200	2
Seafax	50-99	3	1.3%-2.5%	50-99	4
AH Grover Inc	20-49	4	.5%-1.3%		
Burger King	20-49	5	.5%-1.3%		
Coastal Inc	20-49	6	.5%-1.3%		
Drowne Road School	20-49	7	.5%-1.3%		
Lucinda's Day Spa	20-49	8	.5%-1.3%	50-99	7
Maine Line Fence Co.	20-49	9	.5%-1.3%	20-49	9
Sevee Maher Engineers	20-49	10	.5%-1.3%	50-99	6
Exactitude				50-99	3
Norton Insurance				50-99	5
Met Life				20-49	8
SHP Management Corp.					
Skillin's Greenhouse				20-49	10

Table 16

**TOWN OF CUMBERLAND, MAINE**  
**Full-time Equivalent Town Government Employees by Function/Program**  
**Last Ten Fiscal Years**

	2013	2014	2015	2016	2017	2018	2019	2020	2021	2022
General Government:										
Management	3	2	2	2	2	2	2	2	2	2
Finance/Administration	6	8	10	10	10	9	10	10	10	10
Planning	2	2	2	2	3	3	3	3	3	3
Assessing	0	0	0	1	1	1	1	1	1	1
Public Safety:										
Fire	2	3	4	4	4	5	5	5	6	9
Police	12	12	12	12	12	12	12	14	12	13
Public Services:										
Public Works	9	7	7	7	7	7	7	6	6	7
Parks	3	3	3	3	3	3	3	4	4	4
Recreation & Other:										
Recreation	3	4	5	5	5	5	5	4	2	3
Library	2	4	4	4	4	5	5	5	5	5
Valhalla	3	3	3	3	3	3	3	4	5	5
<b>Total Full-time Employees</b>	<b>45</b>	<b>48</b>	<b>52</b>	<b>53</b>	<b>54</b>	<b>55</b>	<b>56</b>	<b>58</b>	<b>56</b>	<b>62</b>

Source: Town of Cumberland budget documents

Table 17

**TOWN OF CUMBERLAND, MAINE**  
**Operating Indicators by Function**  
**Last Ten Calendar Years**

	2012	2013	2014	2015	2016	2017	2018	2019	2020	2021
<b>Function</b>										
Code Enforcement:										
Building permits	220	251	268	266	302	302	321	338	377	345
Sign permits	16	9	21	15	18	18	7	6	6	7
Fire Protection:										
Number of calls answered	860	994	1,242	1,279	1,233	1,233	964	962	861	1,060
Number of inspections conducted	118	192	190	162	83	83	41	53	32	36
Police Protection:										
Number of law violations:										
Arrests	202	220	72	54	99	99	163	187	107	64
Traffic violations	2,144	1,393	740	852	2,919	2,919	2,152	3,000	1,841	1,340
Parking violations	91	43	4	4	2	2	27	35	15	26
Number of calls for service	9,090	8,928	6,534	8,216	8,244	8,244	9,106	9,516	8,673	7,034
Sewerage System:										
Number of service connections	1,070	1,108	1,806	1,092	1,136	1,136	1,179	1,213	1,229	1,259
Daily average treatment in gallons	227,000	228,892	234,932	211,973	204,000	204,000	234,157	226,849	235,000	218,000

Sources: Town of Cumberland Code Enforcement, Police, and Fire Departments; Portland Water District

Table 18

**TOWN OF CUMBERLAND, MAINE**  
**Capital Asset Statistics by Function**  
**Last Ten Fiscal Years**

	2013	2014	2015	2016	2017	2018	2019	2020	2021	2022
Function										
Public Safety:										
Police:										
Stations	1	1	1	1	1	1	1	1	1	1
Vehicles	6	6	7	7	7	7	7	7	7	7
Fire:										
Stations	2	2	2	2	2	2	2	2	2	2
Vehicles	10	11	11	11	11	11	11	10	10	10
Public Works:										
Streets (miles)	79	79	79	80	80	80	81	81	81	81
Number of streetlights	203	203	203	203	204	204	205	205	205	205
Parks & Recreation:										
Parks	1	1	2	3	3	3	6	6	6	6
Parks (acreage)	250	250	272	487	487	487	1,100	1,152	1,152	1,152
Public skating rinks	1	1	1	1	1	1	1	1	1	1
Public tennis courts	4	4	4	4	4	4	4	4	4	4
Public golf courses	1	1	1	1	1	1	1	1	1	1
Sewer:										
Miles of sanitary sewers	20	25	25	25	29	29	29	29	29	32

Sources: Town of Cumberland Code Enforcement, Police, and Fire Departments; Portland Water District

Table 19

**TOWN OF CUMBERLAND, MAINE**  
**Miscellaneous Statistics**  
**For the year ended June 30, 2022**

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Date of incorporation	1821
Form of government	Council/Manager
Number of full-time employees	62
All employees	355
Area in square miles	20
Name of government facilities and services:	
Miles of streets	81
Number of street lights	205
Culture and recreation:	
Parks	6
Park acreage	1,152
Skating rinks	1
Tennis courts	4
Golf course	1
Fire Protection:	
Number of fire personnel and officers	72 (Volunteers)
Police Protection:	
Number of police personnel and officers	13
Number of patrol units	7
Education:	
Number of elementary schools	1
Number of elementary school instructors	89
Number of secondary schools	2
Number of secondary school instructors	115