



ANNUAL COMPREHENSIVE FINANCIAL REPORT

**For Fiscal Year Ending
June 30, 2022**

TOWN OF KENNEBUNKPORT, MAINE
Annual Comprehensive Financial Report
For the Fiscal Year Ended
June 30, 2022

Prepared by:
The Administration and Finance Department

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

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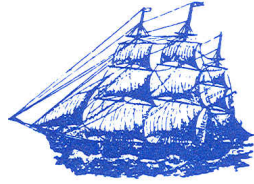
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INTRODUCTORY SECTION



TOWN OF KENNEBUNKPORT, MAINE

– INCORPORATED 1653 –

MAINE'S FINEST RESORT

November 30, 2022

To the Board of Selectmen and Citizens of the Town of Kennebunkport:

State of Maine statutes require that every general purpose local government issue annually a financial report audited in accordance with auditing standards generally accepted in the United States of America. This report is published to fulfill that requirement for the fiscal year ended June 30, 2022.

Management assumes full responsibility for the completeness and reliability of the information contained in this report, based upon a comprehensive framework of internal controls that it has established for this purpose. Because the cost of internal control should not exceed anticipated benefits, the objective is to provide reasonable, rather than absolute, assurance that the financial statements are free of any material misstatements.

Runyon Kersteen Ouellette, Certified Public Accountants, have issued an unmodified (“clean”) opinion on the Town of Kennebunkport’s financial statements for the year ended June 30, 2022. The independent auditor’s report is located at the front of the financial section of this report.

Management’s discussion and analysis (MD&A) immediately follows the independent auditor’s report and provides a narrative introduction, overview, and analysis of the basic financial statements. MD&A complements this letter of transmittal and should be read in conjunction with it.

Profile of the government

The Town was incorporated in 1653 as Cape Porpus, reincorporated in 1717 as Arundel and then changed its name February 19, 1821, to its current name – Town of Kennebunkport. The Town is located in the southeastern part of the state and is located 25 miles south of Portland. It currently occupies 22.0 square miles and has a year-round population of 3,629. The Town of Kennebunkport continues to be a key area within the State for summer tourism. The Town of Kennebunkport is empowered to levy a property tax on real and personal property located within its boundaries.

The Town of Kennebunkport operates under the Town Manager – Board of Selectmen form of government. Policy-making and legislative authority are vested in the governing board consisting of the chairperson and four other members, all of whom are elected at large. Board members serve three years each, with staggering terms. The Board of Selectmen appoints the Town Manager. The Town Manager is responsible for carrying out the policies and ordinances of the Board of Selectmen, for overseeing the day-to-day operations of the Town, and for appointing the heads of the Town’s departments, some with Board of Selectmen confirmation.

The Town of Kennebunkport provides a full range of services, including police and fire protection, solid waste collection, the construction and maintenance of roads, health and welfare, recreation, general administration, sewer treatment plant, piers, and parking lot.

The Town is required to adopt an annual budget for the fiscal year beginning on July 1. This annual budget serves as the foundation for the Town of Kennebunkport's financial planning and control. Budgets are prepared by fund, function, and department. Department heads present their proposed budgets to the Town Manager and Treasurer in January. The Board of Selectmen and Budget Board review the proposed budgets in March and April and make recommendation for the annual Town Meeting in June. Registered voters of the Town adopt the annual budget in June.

Local Economy

The Town of Kennebunkport is a residential coastal Town, whose local economy is somewhat seasonal, and tourism based, peaking in the summer. The local economy also includes an active fishing industry and agriculture.

Unemployment had been relatively stable until the effect of the last recession was felt in 2010 and the effects from the COVID 19 pandemic. The unemployment rate has seen a low of 3.5% in 2019, and increased in 2020, to 13% before dropping to 5.3% in 2021. York County's unemployment rate as of June 2022 was 2.6% compared to 3.6% nationally.

Median household incomes within the Town of Kennebunkport, York County is \$81,000, which is higher than the state as a whole. According to the 2022 Maine Hometown Locator, the median family income for the County was \$72,932 while the State was \$63,833. The Town's population was 3,596 as of 2020 United States Census Bureau. The median price of a single-family home in the Town of Kennebunkport is \$377,800.

Long-term financial planning and major initiatives

The Town has contracted with H.M. Payson to manage its trust accounts and maximize the return on investment.

In June of 2022, the Board of Selectmen approved the updated Comprehensive Plan, which will be put to voters on the November 2022 ballot. As part of the Vision statement, the Town aspires to be a community that will work collaboratively with residents, business owners, and regional partners on challenges including sea level rise, diversity, affordable housing, and others that we share in southern Maine. As the town adapts, it will preserve its historic integrity, protect natural resources, and strengthen its unique small town character while improving economic vitality.

The Town also wishes to preserve the distinct character of Kennebunkport and its districts. This would be accomplished by maintaining neighborhoods, water dependent activities, preserving Goose Rocks Beach for public use, providing seasonal toilet facilities for the public, preserving waterfront views, protecting the conservation property in the Town including the lighthouse, and managing the spirit and atmosphere of the community.

The Town manages the economic vitality of Kennebunkport by partnering with the Kennebunkport Business Association and the Chamber of Commerce on issues. The Town manages and supports the Town's largest economic factor by developing parking and traffic policies to complement the high seasonal demand on infrastructure and ensuring the safety and enjoyment of residents and visitors.

The Town will support the fishing industry by continuing to support Government Wharf and the Cape Porpoise Pier. In fiscal year 2022, the Town's plans for capital investments in the Cape Porpoise Pier were continued.

The Board of Selectmen have adopted a five-year capital plan to maintain and invest wisely in equipment and infrastructure while stabilizing the impact on the tax rate. In 2022, the Town finished the Ocean Ave Seawall reconstruction project, as well as began planning for capital investment in the wastewater treatment plant and collection system. The Town also issued a \$1 million general obligation bond with a five-year maturity for radio communication tower upgrades.

The Town has continued to provide pedestrian and bicycle expansion on our roads while maintaining our winding tree lined roads.

The Board of Selectmen have adopted a fund balance policy to ensure a stable financial foundation while also reserving excess funds for future capital needs.

Currently, the Town is part of Regional School Unit (RSU) #21, which is comprised of the Towns of Kennebunkport, Kennebunk, and Arundel.

Acknowledgements

The Government Finance Officers Association (GFOA) awarded a Certificate of Achievement for Excellence in Financial Reporting to the Town of Kennebunkport for its annual comprehensive financial report for the year ended June 30, 2021. The certificate recognizes that Kennebunkport published an easily readable and efficiently organized comprehensive annual financial report that satisfied both generally accepted accounting principles and applicable legal requirements. A Certificate of Achievement is valid for a period of one year. We believe this year's comprehensive annual financial report continues to meet the Certificate of Achievement Program's requirements and we are submitting it to the Government Finance Officers Association to determine its eligibility for a certificate.

We wish to thank all government departments for their assistance in providing the data necessary to prepare this report.

Respectfully submitted,

Laurie A. Smith

Laurie A. Smith, Town Manager

Nicole L. Evangelista

Nicole L. Evangelista, Treasurer



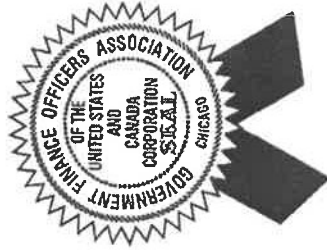
The Government Finance Officers Association of
the United States and Canada

presents this

AWARD OF FINANCIAL REPORTING ACHIEVEMENT

to

Finance Department
Town of Kennebunkport, Maine



The Award of Financial Reporting Achievement is presented by the Government Finance Officers Association to the department or individual designated as instrumental in the government unit achieving a Certificate of Achievement for Excellence in Financial Reporting. A Certificate of Achievement is presented to those government units whose annual financial reports are judged to adhere to program standards and represents the highest award in government financial reporting.

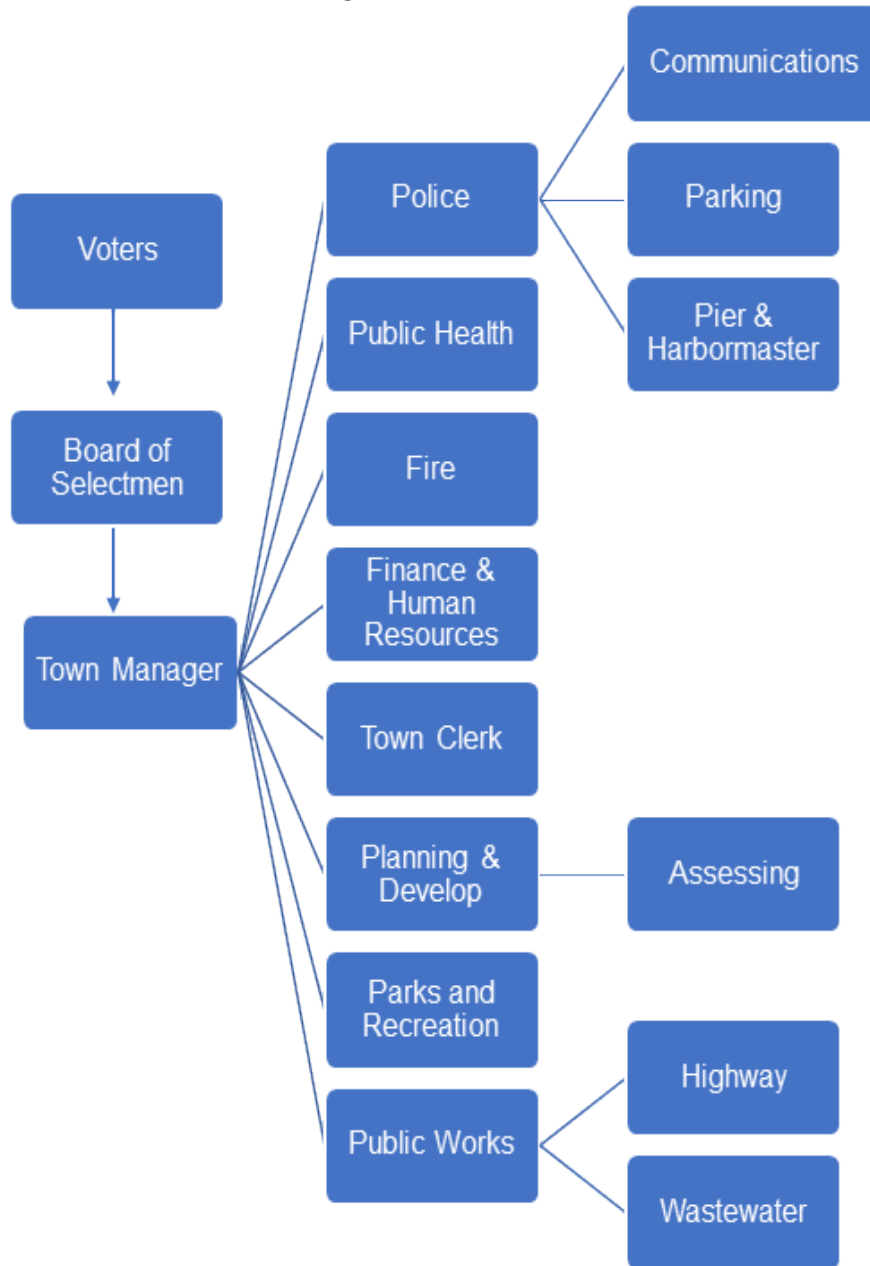
Executive Director

Christopher P. Morill

Date: 7/25/2022

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**TOWN OF KENNEBUNKPORT
Organizational Chart**



TOWN OF KENNEBUNKPORT, MAINE
List of Elected and Appointed Officials
June 30, 2022

Elected Officials

Board of Selectmen



From left to right – Allen A. Daggett, Vice-Chairman Edward W. Hutchins II,
Chairman Sheila W. Matthews-Bull, D. Michael Weston and Jon Dykstra

Appointed Officials

Town Manager
Town Clerk
Treasurer
Fire Chief
Police Chief
Public Works Director
Town Nurse & General Assistance Director
Recreation Director
Director of Planning & Development
Cape Porpoise Pier Manager

Laurie A. Smith
Tracey L. O’Roak
Denise M. Brown/Nicole L. Evangelista
John C. Everett
Craig A. Sanford
Christopher T. Simeoni
Alison Z. Kenneway
Stephanie L. Simpson
Werner D. Gilliam
Christopher H. Mayo

FINANCIAL SECTION

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Independent Auditor's Report

Board of Selectmen
Town of Kennebunkport, 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 Kennebunkport, 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 Kennebunkport, 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 Kennebunkport, Maine, as of June 30, 2022, and the respective changes in financial position, and, where applicable, cash flows thereof 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 Kennebunkport, 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.

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 Kennebunkport, 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 Kennebunkport, 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 Kennebunkport, Maine's ability to continue as a going concern for a reasonable period of time.

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 and schedules related to the pension and OPEB liabilities, as listed in the table of contents, 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.

Town of Kennebunkport, Maine
Board of Selectmen

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

The 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. The 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 nonmajor fund financial statements are fairly stated, in all material respects, in relation to the basic financial statements as a whole.

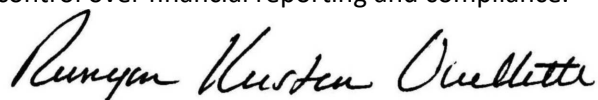
Other Information

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.

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 21, 2022 on our consideration of the Town Kennebunkport, 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 Kennebunkport, 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 Kennebunkport, Maine's internal control over financial reporting and compliance.



December 21, 2022
South Portland, Maine

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

As management of the Town of Kennebunkport, we offer readers of the Town's financial statements this narrative overview and analysis of the financial activities of the Town for the fiscal year ended June 30, 2022. We encourage readers to consider the information presented in conjunction with additional information that we have furnished in the basic financial statements and the accompanying notes to those financial statements.

Financial Highlights

- The Town experienced an increase in overall financial position in fiscal year 2022.
- The Town's total net position increased by \$1,935,833 to \$35,546,984 (Statement 2).
- Net capital assets increased by \$721,895 (pages 41 and 42).
- General revenues accounted for \$21,031,560 in revenue, or 84.34% of all revenues. Program specific revenues consisting of charges for services and grants and contributions accounted for \$3,906,037 in revenue, or 15.66% of \$24,937,597 in total revenues (statement 2).
- At the end of the current fiscal year, the fund balance for the general fund was \$5,690,660 of which \$7,725 was nonspendable, \$734,629 was committed, \$200,000 was assigned, and \$4,748,306 was unassigned. (See notes to the financial statements and Statement 3)

Overview of the Financial Statements

Below is a brief discussion of the basic financial statements, including the relationships of the statements to each other and the significant differences in the information they provide. The Town's basic financial statements are comprised of three components:

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

This report also contains supplementary information in addition to the basic financial statements themselves.

Government-wide Financial Statements

The government-wide financial statements include two main basic financial statements in accordance with Statement No. 34 of the Governmental Accounting Standards Board (GASB). The first is the *Statement of Net Position*, and the second is the *Statement of Activities*. These two statements are designed to provide readers with a broad overview of the Town's finances in a manner similar to a private-sector business. Both report information about the Town as a whole and about its activities during the fiscal year using the accrual basis of accounting used by most private-sector companies.

- **Governmental Activities** - Most of the Town's basic services are reported here, including public safety, public works, health and welfare, recreation and culture, and general government. Property taxes and excise taxes finance most of these activities.
- **Business-type Activities** - The Town charges a fee to customers to help it cover all or most of the cost of certain services it provides. The Town's Sewer Department, the Cape Porpoise Pier, Dock Square Parking Lot, and the Government Wharf are reported here.

TOWN OF KENNEBUNKPORT, MAINE
Management's Discussion and Analysis, Continued

The *Statement of Net Position* presents information on all of the Town's assets, deferred outflows of resources, liabilities, and deferred inflows of resources with the difference between these items reported as net position. Infrastructure (roads, bridges, etc.) are Town assets if constructed and owned by the Town or maintained by the Town. The increase or decrease in net position may serve as a useful indicator of whether the financial position of the Town is improving or deteriorating. Other factors also need to be considered as well, such as changes in the Town's property tax base and the condition of the Town's infrastructure.

The *Statement of Activities* presents information showing how the Town's net position changed during the most recent 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. This statement shows the net cost of departmental services (i.e., the cost of departmental services less the revenues generated by those departments), that are funded by tax revenues, State aid, and other unrestricted revenues.

Fund Financial Statements

A *fund* is a grouping of related accounts that is used to maintain control over resources that have been segregated for specific activities or objectives. The Town, like other state and local governments, uses fund accounting to ensure and demonstrate compliance with finance-related legal requirements. Within the basic financial statements, fund financial statements focus on the Town's funds, rather than the Town as a whole.

Governmental funds - *Governmental funds* are used to account for essentially the same functions reported as *governmental activities* in the government-wide financial statements. However, unlike the government-wide financial statements, governmental fund financial statements focus 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 a government'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 *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 Town's near-term financing decisions. Both the governmental fund balance sheet and the governmental fund statements of revenues, expenditures, and changes in fund balances provide a reconciliation to facilitate this comparison between *governmental funds* and *governmental activities*. The General Fund is the Town's only major fund within the governmental funds.

Since the Government-wide focus includes the long-term view and the Fund focus presents a shorter-term (yearly budget) view, we are required by GASB Statement No. 34 to present reconciliations between the two following each Governmental Fund financial statement.

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

TOWN OF KENNEBUNKPORT, MAINE
Management's Discussion and Analysis, Continued

Financial Analysis of the Town as a Whole

The Statement of Net Position provides the perspective of the Town as a whole.

The Town's net position at fiscal year end is \$35,546,984. This includes current assets (primarily cash, investments, and taxes receivable), the cost (less accumulated depreciation) of all buildings, equipment and land owned by the Town (valued at historical cost, or an estimate thereof), less current liabilities and long-term debt. Changes in net position from year-to-year may be observed to analyze changing financial positions of the Town as a whole. The following table is presented in thousands (Statement 1).

	<u>Governmental Activities</u>		<u>Business-type Activities</u>		<u>Primary Government Total</u>	
	2022	2021	2022	2021	2022	2021
Current and other assets	\$ 13,712	11,404	8,314	2,911	22,026	14,315
Capital assets:						
Land	12,739	12,738	950	950	13,689	13,688
Construction in progress	668	1,756	806	803	1,474	2,559
Buildings and improvements	4,489	4,489	7,969	7,958	12,458	12,447
Land improvements	305	288	30	30	335	318
Furniture & fixtures	20	20	-	-	20	20
Equipment & vehicles	5,039	4,921	2,728	2,727	7,767	7,648
Infrastructure	12,988	11,118	8,984	8,181	21,972	19,299
Less: accumulated depreciation	(8,732)	(8,184)	(12,578)	(12,113)	(21,310)	(20,297)
Total assets	41,228	38,550	17,203	11,447	58,431	49,997
Deferred outflows of resources						
related to pensions	876	512	121	64	997	576
related to OPEB	72	118	-	-	72	118
Total deferred outflows of resources	948	630	121	64	1,069	694
Current liabilities	1,227	723	6,117	63	7,344	786
Long-term liabilities	12,235	13,851	2,037	2,442	14,272	16,293
Total liabilities	13,462	14,574	8,154	2,505	21,616	17,079
Deferred inflows of resources						
related to pensions	1,938	-	279	-	2,217	-
related to OPEB	120	-	-	-	120	-
Total deferred inflows of resources	2,058	-	279	-	2,337	-
Net investment in capital assets	15,929	15,998	12,349	6,826	28,278	22,824
Restricted	1,636	1,846	-	-	1,636	1,846
Unrestricted	9,091	6,762	(3,458)	2,180	5,633	8,942
Total net position	\$ 26,656	24,606	8,891	9,006	35,547	33,612

* 000's omitted

The largest portion of the Town's net position reflects investments in capital assets (i.e., buildings, vehicles, and land); less any related debt used to acquire those assets that is still outstanding. Currently, the Town owes debt related to the police station addition, parks and recreation building, sewer upgrades, land purchase, radio tower upgrades, and seawall upgrades. The Town uses these capital assets to provide services to its citizens; consequently, those assets are not available for future spending. The resources needed to repay this debt must be provided from other sources, primarily tax dollars, since the capital assets themselves cannot be used to liquidate these liabilities. Unrestricted net position may be used to meet the Town's ongoing obligations to its creditors.

TOWN OF KENNEBUNKPORT, MAINE
Management's Discussion and Analysis, Continued

The statement of activities presents information showing how the Town's net position changed during the most recent 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 the statement for some items that will only result in cash flows in future periods such as uncollected taxes and earned but unused compensated absences. The following summarizes the changes in net position in thousands (Statement 2). Details on the overall general fund operational results can be found following the expenditure and revenue tables on pages 18 and 19. The business-type activities details can be found starting on page 29.

	Governmental		Business-type		Primary Government	
	Activities		Activities		Total	
	2022	2021	2022	2021	2022	2021
Revenues:						
Program revenues:						
Charges for services	\$ 1,335	\$ 1,198	2,231	1,997	3,566	3,195
Operating grants & cont.	339	395	-	-	339	395
Capital grants	-	-	-	22	-	22
General revenues:						
Property taxes	19,592	19,052	-	-	19,592	19,052
Excise taxes	1,176	1,170	-	-	1,176	1,170
Grants & cont.	358	289	-	-	358	289
Unrestricted investment earnings (loss)	(128)	484	7	10	(121)	494
Miscellaneous	27	29	-	-	27	29
Total revenues	22,699	22,617	2,238	2,029	24,937	24,646
Expenses:						
Program expenses:						
General government	1,800	2,090	-	-	1,800	2,090
Public safety	3,149	2,911	-	-	3,149	2,911
Public works	1,644	1,452	-	-	1,644	1,452
Health and welfare	777	655	-	-	777	655
Recreation and culture	702	570	-	-	702	570
Education	11,264	11,448	-	-	11,264	11,448
County tax	1,200	1,151	-	-	1,200	1,151
Interest on debt service	296	296	-	-	296	296
Capital improvements	105	65	-	-	105	65
Sewer	-	-	1,521	1,515	1,521	1,515
Cape Porpoise Pier	-	-	424	314	424	314
Dock Square Parking Lot	-	-	109	76	109	76
Government Wharf	-	-	9	8	9	8
Total expenses	20,937	20,638	2,063	1,913	23,000	22,551
Increase (decrease) in net position	1,762	1,979	175	116	1,937	2,095
Transfers in (out)	289	159	(289)	(159)	-	-
Net position, beg. of year	24,605	22,467	9,005	9,048	33,610	31,515
Net position, end of year	\$ 26,656	24,605	8,891	9,005	35,547	33,610

* 000's omitted

TOWN OF KENNEBUNKPORT, MAINE
Management's Discussion and Analysis, Continued

The table below presents the total cost, for fiscal years 2022 and 2021, of each of the Town's largest programs: general government, public safety, public works, education, and county tax, as well as each program's net cost (total cost less revenues generated by the activities). The net cost shows the financial burden that was placed on the Town's taxpayers by each of these functions (Statement 2).

		Governmental Activities (in thousands)							
		2022				2021			
		Total		Net		Total		Net	
General govt.	\$	1,800	8.6%	988	5.1%	2,090	10.1%	1,451	7.6%
Public safety		3,149	15.0%	2,857	14.8%	2,910	14.1%	2,637	13.8%
Public works		1,644	7.9%	1,600	8.3%	1,452	7.0%	1,390	7.3%
Education		11,264	53.8%	11,264	58.5%	11,448	55.5%	11,448	60.1%
County tax		1,200	5.7%	1,200	6.2%	1,151	5.6%	1,151	6.0%
Totals	\$	19,057	91.0%	17,909	93.0%	19,051	92.3%	18,077	94.9%

* 000's omitted

The Town's Funds

The Town has one major fund – the General Fund. Detailed information regarding this fund can be found on pages 25 and 26 of these financial statements. The changes in the fund balance of these funds are as follows (Statement 3):

Major Fund	June 30, 2022	June 30, 2021	\$ Change	% Change
General Fund	\$ 5,690,660	\$ 6,139,397	(448,737)	-7.31%

Expenditures

The table below shows the Town's original and adjusted budgets for various departments and functions for the year ended June 30, 2022. The table also shows actual expenditures for each department and function as well as the variance between the adjusted budget and the actual expenditures for each category. The Town considers a variance to be significant if it exceeds \$20,000 and 10% of its adjusted budget (Statement 6).

General Fund Department/Function Expenditures	Original Budget	Adjusted Budget	Expenditures	Variance	
				Amount	%
General Government	\$ 2,425,923	2,442,113	2,040,063	402,050	16.46%
Public Safety	3,030,630	3,166,368	2,964,578	201,790	6.37%
Public Works	1,266,817	1,318,877	1,251,069	67,808	5.14%
Health and Welfare	821,911	840,260	777,362	62,898	7.49%
Recreation and Culture	526,008	532,455	530,381	2,074	0.39%
County Tax	1,199,997	1,199,997	1,199,996	1	0.00%
Education	11,264,353	11,264,353	11,264,352	1	0.00%
Debt Service	937,531	937,531	939,253	(1,722)	-0.18%
Capital Improvements and Reserves	-	508,829	11,752	497,077	97.69%
Total expenditures	\$ 21,473,170	22,210,783	20,978,806	1,231,977	5.55%

TOWN OF KENNEBUNKPORT, MAINE
Management's Discussion and Analysis, Continued

All of the Department/Function expenditures of the Town came in at or under budget. Capital improvements and reserves include several completed projects that had funds carried forward as assigned fund balances.

Revenues

The table below shows the Town's final budget and actual revenues from various resources for the year ended June 30, 2022. The table also shows the variance between these figures for each category. The Town considers a variance to be significant if it exceeds \$20,000 and 10% of the final budget (Exhibit A-2).

General Fund Revenues	Final Budget	Actual Revenues	Variance	
			Amount	%
Property taxes	\$ 19,565,377	19,571,949	6,572	0.03%
Excise taxes	1,064,000	1,175,887	111,887	10.52%
Interest on taxes	40,000	20,768	(19,232)	-48.08%
Licenses, permits, and fees	517,900	766,321	248,421	47.97%
Charges for services	261,200	324,079	62,879	24.07%
Intergovernmental revenue	529,020	654,175	125,155	23.66%
Investment income	60,000	44,090	(15,910)	-26.52%
Other revenues	35,000	61,520	26,520	75.77%
Total revenues	\$ 22,072,497	22,618,789	546,292	2.47%

Property taxes are shown as adjusted for the deferred tax revenue activity.

Excise taxes are difficult to budget as actual collections depend upon a variety of factors unknown at the time the budget is prepared, particularly economic conditions six to eighteen months after budget preparation. The actual amount exceeded expectations.

Licenses, permits, and fees came in over budget due to the high volume of building permits issued during the fiscal year.

Charges for services were over budget primarily due to Goose Rocks Beach parking permits coming in higher than anticipated.

Intergovernmental revenues were over budget due to higher than expected State Revenue Sharing.

Investment income came in lower than expected due to decreasing rates of return.

Other revenues came in higher due to the generous general assistance donations.

TOWN OF KENNEBUNKPORT, MAINE
Management's Discussion and Analysis, Continued

Capital Assets

As of June 30, 2022, the Town had \$36,404,408 invested in capital assets, net of accumulated depreciation, consisting of land, buildings, and equipment. (As previously noted, the Town is not required under GASB 34 to report infrastructure built or otherwise acquired prior to July 1, 2003). This amount represents a net increase (including additions, deletions, and less this year's depreciation) of approximately \$721,895, or 2.0% over last year. For additional information, see the Capital Assets section in the notes, pages 41 and 42.

This year's major additions/deletions included:

- Ongoing sewer upgrades
- Pier upgrades
- Road repairs, extension, and construction
- New vehicles for the police department
- Continued improvements to the pier and sewer system

All of the above were paid for with General Fund resources, except that the equipment was paid for with corresponding account fees and using existing net position. The sewer and communications upgrades were bonded.

The Town's fiscal year 2023 budget, as approved at the annual Town Meeting held on June 14th and June 18th, includes approximately \$2,180,300 for various capital improvements, including historical preservation, new Town hall design, new Public Works vehicles, two police vehicles and cruiser computer, road and sidewalk improvement/construction, communications sprinkler upgrade and HVAC replacement, firefighter PPE, and fire apparatus, vehicle and equipment reserve, parks master plan, paving at Firefighters Park, planning and engineering for the Pier Road and sidewalks project, and Cape Porpoise Pier construction funding.

Debt

The Town of Kennebunkport had \$13,300,816 in bonds and notes outstanding at fiscal year-end, compared to \$13,020,978 last year (page 43). State law limits the Town's debt in the aggregate to 15% of its stated assessed valuation. The Town's outstanding debt at June 30, 2022 was within this statutory limit. For additional information, see the long-term debt section in the notes, pages 43 through 45.

Economic Factors and Next Year's Budget

The fiscal 2023 budget has been prepared and already approved at the June 14th and June 18th annual Town meeting. The municipal portion of the budget increased by approximately \$1,382,619 from last year. This was due to increases in overall operating costs and capital investments.

This financial report is designed to provide our citizens, taxpayers, and creditors with a general overview of the Town's finances and to show the Town's accountability for the money it receives. If you have questions about this report or need financial information, contact the Town Manager or Treasurer, PO Box 566, Kennebunkport, Maine 04046.

BASIC FINANCIAL STATEMENTS

TOWN OF KENNEBUNKPORT, MAINE
Statement of Net Position
June 30, 2022

	Governmental Activities	Business-type Activities	Total
ASSETS			
Cash and cash equivalents	\$ 12,810,675	1,449,724	14,260,399
Investments	1,532,966	-	1,532,966
Cash held at Maine Municipal Bond Bank	-	5,452,774	5,452,774
Receivables:			
Accounts	44,497	153,749	198,246
Due from other governments	134,330	-	134,330
Taxes receivable - current year	204,632	-	204,632
Taxes receivable - prior year	4,980	-	4,980
Tax and sewer liens	52,954	9,281	62,235
Internal balances	(1,216,986)	1,216,986	-
Pension asset	136,356	19,626	155,982
Inventory	7,550	12,330	19,880
Prepays	175	-	175
Nondepreciable capital assets	13,406,622	1,756,476	15,163,098
Depreciable capital assets, net	14,109,368	7,131,942	21,241,310
Total assets	41,228,119	17,202,888	58,431,007
DEFERRED OUTFLOWS OF RESOURCES			
Deferred outflows of resources related to pensions	875,730	121,333	997,063
Deferred outflows of resources related to OPEB	71,775	-	71,775
Total deferred outflows of resources	947,505	121,333	1,068,838
LIABILITIES			
Accounts payable and payroll withholdings	398,966	72,478	471,444
Accrued wages	58,582	10,337	68,919
Unearned revenue	386,051	-	386,051
Other liabilities	283,649	2,500	286,149
Accrued interest	99,672	31,562	131,234
Bond anticipation notes	-	6,000,000	6,000,000
Noncurrent liabilities:			
Due within one year	812,005	200,473	1,012,478
Due in more than one year	11,422,491	1,836,846	13,259,337
Total liabilities	13,461,416	8,154,196	21,615,612
DEFERRED INFLOWS OF RESOURCES			
Deferred inflows of resources related to pensions	1,938,382	279,001	2,217,383
Deferred inflows of resources related to OPEB	119,866	-	119,866
Total deferred inflows of resources	2,058,248	279,001	2,337,249
NET POSITION			
Net investment in capital assets	15,928,891	12,348,991	28,277,882
Restricted for:			
Permanent funds	493,478	-	493,478
Nonexpendable principal of permanent funds	1,142,297	-	1,142,297
Unrestricted	9,091,294	(3,457,967)	5,633,327
Total net position	\$ 26,655,960	8,891,024	35,546,984

See accompanying notes to basic financial statements.

TOWN OF KENNEBUNKPORT, 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	\$ 1,800,350	812,606	-	-	(987,744)	-	(987,744)
Public safety	3,149,461	40,077	252,243	-	(2,857,141)	-	(2,857,141)
Public works	1,643,843	-	43,460	-	(1,600,383)	-	(1,600,383)
Health and welfare	777,146	13,049	28,130	-	(735,967)	-	(735,967)
Recreation and culture	702,491	469,568	15,434	-	(217,489)	-	(217,489)
Education	11,264,352	-	-	-	(11,264,352)	-	(11,264,352)
County tax	1,199,996	-	-	-	(1,199,996)	-	(1,199,996)
Capital improvements	104,546	-	-	-	(104,546)	-	(104,546)
Interest on debt service	296,098	-	-	-	(296,098)	-	(296,098)
Total governmental activities	20,938,283	1,335,300	339,267	-	(19,263,716)	-	(19,263,716)
Business-type activities:							
Sewer	1,521,043	1,283,242	-	-	-	(237,801)	(237,801)
Cape Porpoise Pier	424,445	415,619	-	-	-	(8,826)	(8,826)
Dock Square Parking Lot	108,757	523,929	-	-	-	415,172	415,172
Government Wharf	9,236	8,680	-	-	-	(556)	(556)
Total business-type activities	2,063,481	2,231,470	-	-	-	167,989	167,989
Total primary government	\$ 23,001,764	3,566,770	339,267	-	(19,263,716)	167,989	(19,095,727)
General revenues:							
Property taxes, levied for general purposes					19,570,949	-	19,570,949
Interest and costs on taxes					20,768	-	20,768
Motor vehicle excise taxes					1,175,887	-	1,175,887
Grants and contributions not restricted to specific programs:							
Homestead and BETE exemption					120,496	-	120,496
State Revenue Sharing					227,181	-	227,181
Other State aid					10,265	-	10,265
Unrestricted investment earnings (loss)					(127,584)	6,760	(120,824)
Miscellaneous revenues					26,838	-	26,838
Transfers					289,473	(289,473)	-
Total general revenues and transfers					21,314,273	(282,713)	21,031,560
Change in net position					2,050,557	(114,724)	1,935,833
Net position - beginning					24,605,403	9,005,748	33,611,151
Net position - ending					\$ 26,655,960	8,891,024	35,546,984

See accompanying notes to basic financial statements.

TOWN OF KENNEBUNKPORT, MAINE
Balance Sheet
Governmental Funds
June 30, 2022

	General	Other Governmental Funds	Total Governmental Funds
ASSETS			
Cash and cash equivalents	\$ 12,718,427	92,248	12,810,675
Investments	-	1,532,966	1,532,966
Receivables:			
Accounts	30,709	13,788	44,497
Due from other governments	134,330	-	134,330
Taxes receivable - current year	204,632	-	204,632
Taxes receivable - prior year	4,980	-	4,980
Tax liens receivable	52,954	-	52,954
Prepays	175	-	175
Inventory	7,550	-	7,550
Interfund loans receivable	-	5,618,592	5,618,592
Total assets	13,153,757	7,257,594	20,411,351
LIABILITIES			
Accounts payable and payroll withholdings	156,863	242,103	398,966
Accrued wages	52,007	6,575	58,582
Unearned revenue	-	386,051	386,051
Other liabilities	283,649	-	283,649
Interfund loans payable	6,835,578	-	6,835,578
Total liabilities	7,328,097	634,729	7,962,826
DEFERRED INFLOWS OF RESOURCES			
Unavailable revenues - property taxes	135,000	-	135,000
Total deferred inflows of resources	135,000	-	135,000
FUND BALANCES			
Nonspendable	7,725	1,142,297	1,150,022
Restricted	-	493,478	493,478
Committed	734,629	4,987,090	5,721,719
Assigned	200,000	-	200,000
Unassigned	4,748,306	-	4,748,306
Total fund balances	5,690,660	6,622,865	12,313,525
Total liabilities, deferred inflows of resources, and fund balances	\$ 13,153,757	7,257,594	
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.			27,515,990
Other long-term assets are not available to pay for current period expenditures and, therefore, are unavailable revenue in the funds.			135,000
Long-term liabilities, including bonds payable, are not due and payable in the current period and therefore, are not reported in the funds.			
Bonds payable			(11,296,271)
Premium on bonds			(290,828)
Notes payable			(12,344)
Net pension liability, including related deferred inflows and outflows of resources			(926,296)
Total OPEB liability, including related deferred inflows and outflows of resources			(411,922)
Accrued interest			(99,672)
Accrued compensated absences			(271,222)
Net position of governmental activities			\$ 26,655,960

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

	General	Other Governmental Funds	Total Governmental Funds
Revenues:			
Taxes	\$ 20,768,604	-	20,768,604
Intergovernmental	654,175	-	654,175
Licenses and permits	766,321	-	766,321
Charges for services	324,079	238,348	562,427
Investment income (loss)	44,090	(171,674)	(127,584)
Other revenues	61,520	14,904	76,424
Total revenues	22,618,789	81,578	22,700,367
Expenditures:			
Current:			
General government	2,040,063	38,626	2,078,689
Public safety	2,964,578	38,035	3,002,613
Public works	1,251,069	-	1,251,069
Health and welfare	777,362	-	777,362
Recreation and culture	530,381	136,336	666,717
Education	11,264,352	-	11,264,352
County tax	1,199,996	-	1,199,996
Debt service	939,253	-	939,253
Capital improvements and other	11,752	1,129,816	1,141,568
Total expenditures	20,978,806	1,342,813	22,321,619
Excess (deficiency) of revenues over (under) expenditures	1,639,983	(1,261,235)	378,748
Other financing sources (uses):			
Issuance of debt	-	1,000,000	1,000,000
Transfers from other funds	710,000	2,704,152	3,414,152
Transfers to other funds	(2,798,720)	(325,959)	(3,124,679)
Total other financing sources (uses)	(2,088,720)	3,378,193	1,289,473
Net change in fund balances	(448,737)	2,116,958	1,668,221
Fund balances, beginning of year	6,139,397	4,505,907	10,645,304
Fund balances, end of year	\$ 5,690,660	6,622,865	12,313,525

See accompanying notes to basic financial statements.

TOWN OF KENNEBUNKPORT, 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, 2021

Net change in fund balances - total governmental funds (from Statement 4)	\$ 1,668,221
<p>Amounts reported for governmental activities in the statement of activities (Statement 2) are different because:</p>	
<p>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. This is the amount of:</p>	
Capital outlays	1,037,022
Depreciation expense	(666,376)
<p>Revenues in the statement of activities that do not provide current financial resources are not reported as revenues in the funds.</p>	
	(1,000)
<p>Some expenses reported in the statement of activities do not require the use of current financial resources and therefore, are not reported as expenditures in the governmental funds. This is the amount of the change in:</p>	
Net pension liability with related deferred inflows and outflows	396,795
Total OPEB liability with related deferred inflows and outflows	(42,121)
Accrued compensated absences	9,038
Accrued interest	426
<p>The issuance of long-term debt (e.g. bonds, notes) provides current financial resources to governmental funds, while the repayment of the principal of long-term debt consumes the current financial resources of governmental funds. Neither transaction, however, has any effect on net position. Also, governmental funds report the effect of issuance costs, premiums, discounts, and similar items when debt is first issued, whereas these amounts are deferred and amortized in the statement of activities. This is the amount of:</p>	
Bond proceeds	(1,000,000)
Bond repayments	559,471
Note repayments	5,823
Premium amortization	83,258

Change in net position of governmental activities (see Statement 2)	\$ 2,050,557
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See accompanying notes to basic financial statements.

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

	Budgeted amounts		Actual	Variance with final budget positive (negative)
	Original	Final		
Revenues:				
Taxes	\$ 20,669,377	20,669,377	20,768,604	99,227
Intergovernmental	529,020	529,020	654,175	125,155
Licenses and permits	517,900	517,900	766,321	248,421
Charges for services	261,200	261,200	324,079	62,879
Interest earned	60,000	60,000	44,090	(15,910)
Other revenue	35,000	35,000	61,520	26,520
Total revenues	22,072,497	22,072,497	22,618,789	546,292
Expenditures:				
Current:				
General government	2,425,923	2,442,113	2,040,063	402,050
Public safety	3,030,630	3,166,368	2,964,578	201,790
Public works	1,266,817	1,318,877	1,251,069	67,808
Health and welfare	821,911	840,260	777,362	62,898
Recreation and culture	526,008	532,455	530,381	2,074
Education	11,264,353	11,264,353	11,264,352	1
County tax	1,199,997	1,199,997	1,199,996	1
Debt service	937,531	937,531	939,253	(1,722)
Capital improvements and other	-	508,829	11,752	497,077
Total expenditures	21,473,170	22,210,783	20,978,806	1,231,977
Excess (deficiency) of revenues over (under) expenditures	599,327	(138,286)	1,639,983	1,778,269
Other financing sources (uses):				
Transfers from other funds	319,473	319,473	(944,920)	(1,264,393)
Transfers to other funds	(1,143,800)	(1,143,800)	(1,143,800)	-
Utilization of unassigned fund balance	225,000	225,000	-	(225,000)
Utilization of committed fund balance	-	737,613	-	(737,613)
Total other financing sources (uses)	(599,327)	138,286	(2,088,720)	(2,227,006)
Net change in fund balance - GAAP basis			(448,737)	
Fund balance, beginning of year			6,139,397	
Fund balance, end of year	\$	5,690,660		

See accompanying notes to basic financial statements.

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

Business-type Activities - Enterprise Funds			
	Sewer Department	Nonmajor Funds	Total
ASSETS			
Current assets:			
Cash and cash equivalents	\$ 1,447,924	1,800	1,449,724
Cash held at Maine Municipal Bond Bank	5,452,774	-	5,452,774
Accounts receivable	107,699	46,050	153,749
Sewer liens	9,281	-	9,281
Inventory	-	12,330	12,330
Interfund loans receivable	605,874	640,742	1,246,616
Total current assets	7,623,552	700,922	8,324,474
Noncurrent assets:			
Net pension asset	16,343	3,283	19,626
Property, plant, and equipment	19,732,612	1,734,309	21,466,921
Less accumulated depreciation	(11,836,205)	(742,298)	(12,578,503)
Total noncurrent assets	7,912,750	995,294	8,908,044
Total assets	15,536,302	1,696,216	17,232,518
DEFERRED OUTFLOWS OF RESOURCES			
Deferred outflows of resources related to pensions	101,035	20,298	121,333
Total deferred outflows of resources	101,035	20,298	121,333
LIABILITIES			
Current liabilities:			
Accounts payable and payroll withholdings	20,696	51,782	72,478
Accrued wages	7,730	2,607	10,337
Other liabilities	-	2,500	2,500
Accrued interest	31,562	-	31,562
Interfund loans payable	-	29,630	29,630
Bond anticipation notes	6,000,000	-	6,000,000
Accrued compensated absences	42,760	2,358	45,118
Noncurrent liabilities, current portion	155,355	-	155,355
Total current liabilities	6,258,103	88,877	6,346,980
Noncurrent liabilities, long-term portion	1,836,846	-	1,836,846
Total liabilities	8,094,949	88,877	8,183,826
DEFERRED INFLOWS OF RESOURCES			
Deferred inflows of resources related to pensions	232,327	46,674	279,001
Total deferred inflows of resources	232,327	46,674	279,001
NET POSITION			
Net investment in capital assets	11,356,980	992,011	12,348,991
Unrestricted	(4,046,919)	588,952	(3,457,967)
Total net position	\$ 7,310,061	1,580,963	8,891,024

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

Business-type Activities - Enterprise Funds			
	Sewer Department	Nonmajor Funds	Total
Operating revenues:			
Fees	\$ 1,246,718	530,679	1,777,397
Lease income	-	40,000	40,000
Fuel sales	-	323,284	323,284
Dues	-	53,784	53,784
Other income	36,524	481	37,005
Total operating revenues	1,283,242	948,228	2,231,470
Operating expenses:			
Wages and benefits	658,756	122,636	781,392
Utilities	106,142	26,390	132,532
Contracted services	30,549	34,216	64,765
Insurance	26,820	6,105	32,925
Supplies and equipment	99,797	294,414	394,211
Repairs and maintenance	23,781	20,879	44,660
Miscellaneous	1,379	5,828	7,207
Capital related expenses	86,378	-	86,378
Depreciation	433,134	31,970	465,104
Total operating expenses	1,466,736	542,438	2,009,174
Operating income (loss)	(183,494)	405,790	222,296
Nonoperating revenue (expenses):			
Interest income	6,760	-	6,760
Interest expense	(54,307)	-	(54,307)
Total nonoperating revenue (expenses)	(47,547)	-	(47,547)
Net income (loss) before transfers	(231,041)	405,790	174,749
Transfers:			
Transfer (to) from other funds	5,527	(295,000)	(289,473)
Total transfers	5,527	(295,000)	(289,473)
Change in net position	(225,514)	110,790	(114,724)
Total net position, beginning of year	7,535,575	1,470,173	9,005,748
Total net position, end of year	\$ 7,310,061	1,580,963	8,891,024

See accompanying notes to basic financial statements.

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

Business-type Activities - Enterprise Funds			
	Sewer Department	Nonmajor Funds	Total
Cash flows from operating activities:			
Receipts from customers and users	\$ 1,263,972	932,023	2,195,995
Payments to suppliers	(376,041)	(356,897)	(732,938)
Payments to employees	(700,996)	(143,922)	(844,918)
Net cash provided by (used in) operating activities	186,935	431,204	618,139
Cash flows from non-capital financing activities:			
(Increase) decrease in interfund loans receivable	(181,986)	(136,204)	(318,190)
Transfers (to) from other funds	5,527	(295,000)	(289,473)
Net cash provided by (used in) non-capital financing activities	(176,459)	(431,204)	(607,663)
Cash flows from capital and related financing activities:			
Purchase of capital assets	(816,353)	-	(816,353)
Proceeds from bond anticipation notes	983,299	-	983,299
Note principal payments	(154,869)	-	(154,869)
Interest payments	(23,597)	-	(23,597)
Net cash provided by (used in) capital and related financing activities	(11,520)	-	(11,520)
Cash flows from investing activities:			
Investment income	6,760	-	6,760
Net cash provided by investing activities	6,760	-	6,760
Increase (decrease) in cash	5,716	-	5,716
Cash and cash equivalents, beginning of year	1,442,208	1,800	1,444,008
Cash and cash equivalents, end of year	\$ 1,447,924	1,800	1,449,724
Reconciliation of operating income (loss) to net cash provided by (used in) operating activities:			
Operating income (loss)	\$ (183,494)	405,790	222,296
Adjustments to reconcile operating income (loss) to net cash provided by (used in) operating activities:			
Depreciation	433,134	31,970	465,104
Change in operating assets and liabilities:			
(Increase) decrease in accounts receivable	(20,313)	(16,205)	(36,518)
(Increase) decrease in sewer liens	1,043	-	1,043
(Increase) decrease in inventory	-	(8,853)	(8,853)
Increase (decrease) in accounts payable	(1,195)	49,788	48,593
Increase (decrease) in accrued wages	(11,567)	(4,167)	(15,734)
Increase (decrease) in other liabilities	-	(10,000)	(10,000)
Change in net pension liability (asset) with related deferred outflows and deferred inflows of resources	(34,667)	(16,174)	(50,841)
Increase (decrease) in accrued compensated absences	3,994	(945)	3,049
Net cash provided by (used in) operating activities	\$ 186,935	431,204	618,139
Schedule of non-cash capital and related financing activities:			
Forgiveness of debt	\$ -	-	-

See accompanying notes to basic financial statements.

TOWN OF KENNEBUNKPORT, MAINE
Notes to Basic Financial Statements

SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES

The Town of Kennebunkport was incorporated under the laws of the State of Maine. The Town operates under the selectmen-manager form of government and provides the following services: general government services, public safety, public works, health and welfare, education, and recreation.

The accounting policies of the Town of Kennebunkport, Maine 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:

The Reporting Entity

In evaluating how to define the reporting entity, for financial statement purposes, management has considered all potential component units. The decision to include a potential component unit was made by applying the criteria set forth in GAAP which 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, there were no potential component units required to be included in this report.

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 activities of the Town. For the most part, the effect of interfund activity has been removed from these statements. 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 are 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.

Separate financial statements are provided for governmental funds and proprietary funds. Major individual governmental funds and major individual enterprise funds are reported as separate columns in the fund financial statements.

TOWN OF KENNEBUNKPORT, MAINE
Notes to Basic Financial Statements, Continued

SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES, CONTINUED

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 funds. 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 for property taxes and one year for all other revenues. Expenditures generally are recorded when a liability is incurred, as under accrual accounting. However, debt service expenditures, 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 fund:

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 Town reports the following major proprietary funds:

Sewer Department Fund accounts for revenues earned and expenses incurred in the operation of the sewer department.

As a general rule, the effect of interfund activity has been eliminated from the government-wide financial statements. Exceptions to this general rule include charges between the Town's sewer department 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.

TOWN OF KENNEBUNKPORT, MAINE
Notes to Basic Financial Statements, Continued

SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES, CONTINUED

Proprietary funds distinguish operating revenues and expenses from nonoperating 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 nonoperating revenues and expenses.

Cash and Investments - Cash includes amounts in demand deposits and savings accounts. State statutes authorize the Town to invest in obligations of the U.S. Treasury and U.S. agencies, repurchase agreements and certain corporate stocks and bonds.

Investments are reported at fair value. For the purposes of the statement of cash flows, all highly liquid investments with a maturity of three months or less when purchased are considered to be cash equivalents.

Short-term Interfund Receivables/Payables - During the course of operations, numerous transactions occur between individual funds for goods provided or services rendered. These receivables and payables are classified as interfund loans on the balance sheet.

Receivables - All receivables are reported at their gross value and, where appropriate, are reduced by the estimated portion that is expected to be uncollectible. The Town currently does not have any receivables that have a portion that is considered uncollectible.

Inventories - Inventories are valued at cost, which approximates market, using the first-in/first-out (FIFO) method. The costs of governmental fund-type inventories are generally recorded as expenditures when consumed rather than when purchased. The costs of business fund-type inventories are generally recorded as assets when purchased and expensed when consumed.

Prepaid Items - Payments made to vendors for services that will benefit periods beyond June 30, 2022 are recorded as prepaid items.

Capital Assets - Capital assets, which include property, plant, equipment, and infrastructure assets (e.g., roads, bridges, sidewalks, and similar items), 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 \$10,000 and an estimated useful life in excess of one year. Such assets are recorded at historical cost or estimated historical cost if purchased or constructed. Donated capital assets are recorded at estimated acquisition value at the date of donation.

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.

TOWN OF KENNEBUNKPORT, MAINE
Notes to Basic Financial Statements, Continued

SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES, CONTINUED

Property, plant, and equipment of the primary government is depreciated using the straight-line method over the assets' estimated useful lives as shown in following table by asset type:

<u>Useful Life</u>	<u>Asset Type</u>
3-15 years	Land improvements
30-50 years	Buildings
5-50 years	Building improvements
5-50 years	Machinery and equipment
5-10 years	Furniture and fixtures
10-40 years	Vehicles
10-50 years	Infrastructure

Compensated Absences - Under terms of personnel policies and union contracts, vacation and sick leave is granted in varying amounts according to length of service and is accrued ratably over the year. Regular part-time employees receive vacation and sick leave on a pro-rated basis. Vacation and sick pay is accrued when incurred in the government-wide and proprietary fund financial statements. A liability is reported in the governmental funds only if they have matured, for example, as a result of employee resignations and retirements.

Governmental Fund Balance - 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. The passage of an ordinance is used to commit fund balance.
- *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.

TOWN OF KENNEBUNKPORT, MAINE
Notes to Basic Financial Statements, Continued

SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES, CONTINUED

Generally, all unexpended budgetary accounts lapse at the close of the fiscal year except some on-going projects which may be assigned for subsequent year expenditures and some non-lapsing accounts, which are carried forward to the next fiscal year upon approval of the voters.

The responsibility for committing fund balance amounts rests with the voters and likewise would be required to modify or rescind those commitments at its annual or a special town meeting. The Town Manager has been given the authority to assign fund balance amounts at the end of the fiscal year.

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.

It is the policy of the Town of Kennebunkport to maintain unassigned fund balance in the general fund at two months of general fund expenditures (or 18%) measured on a GAAP basis. In the event that the unassigned fund balance drops below this level, the Town will develop a plan, implemented through the annual budgetary process, to bring the balance to the target level over a period of five (5) years or less. As of June 30, 2022, the Town was in compliance with its policy.

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.

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, deferred outflows of resources, liabilities, and deferred inflows of resources 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.

TOWN OF KENNEBUNKPORT, MAINE
Notes to Basic Financial Statements, Continued

SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES, CONTINUED

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.

Encumbrances - Encumbrances represent commitments related to unperformed contracts for goods or services. Encumbrance accounting - under which purchase orders, contracts, and other commitments for the expenditure of resources are recorded to assign that portion of the applicable appropriation - is utilized in the governmental funds. For reporting under accounting principles generally accepted in the United States of America, encumbrances outstanding at year end are reported as assignments of fund balances and do not constitute expenditures or liabilities because the commitments will be honored during the subsequent year.

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 and deferred inflows of resources, represent a consumption or 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 only report a deferred inflow of resources, unavailable revenue from property taxes. 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 and OPEB liabilities, which include the Town's contributions subsequent to the measurement date, which are recognized as a reduction (increase) of the net pension liability (asset) 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.

Pensions - For purposes of measuring the net pension liability / asset, 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.

TOWN OF KENNEBUNKPORT, MAINE
Notes to Basic Financial Statements, Continued

STEWARDSHIP, COMPLIANCE, AND ACCOUNTABILITY

A. Budgetary Information

Budgets are adopted for the General Fund only and are adopted using the budgetary basis of accounting, which includes encumbrances as expenditures. The level of control (level at which expenditures may not exceed budget) is the warrant article level. Generally, all unexpended budgetary accounts lapse at the close of the fiscal year except some on-going projects which may be assigned for subsequent year expenditure and some non-lapsing accounts which are carried forward to the next fiscal year.

The budgeted financial statements represented in this report reflect the final budget authorization, including all amendments.

B. Revised Budget

The revised budget presented for the General Fund in the Statement of Revenues, Expenditures, and Changes in Fund Balance - Budget and Actual (Statement 6), includes various adjustments as follows:

	<u>Revenues</u>	<u>Expenditures</u>	<u>Other financing sources (uses)</u>
2022 budget as originally adopted	\$ 22,072,497	21,473,170	(599,327)
<u>Assigned carryforward balances & adjustments</u>	<u>-</u>	<u>737,613</u>	<u>737,613</u>
Totals	\$ 22,072,497	22,210,783	138,286

DEPOSITS AND INVESTMENTS

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 does not have a policy regarding custodial credit risk. As of June 30, 2022, none of the Town's bank balance of \$14,289,755 was exposed to custodial credit risk because it was uninsured and uncollateralized. All of the bank balance 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 KENNEBUNKPORT, MAINE
Notes to Basic Financial Statements, Continued

DEPOSITS AND INVESTMENTS, CONTINUED

B. Investments

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. All investments are considered Level 1 according to the fair value hierarchy. At June 30, 2022, the Town had the following investments:

	<u>Fair value</u>	<u>N/A</u>	<u>Less than 1 year</u>	<u>1 – 5 years</u>	<u>Credit ratings</u>
Exchange traded funds	\$ 173,103	173,103	-	-	A
Corporate bonds	247,927	-	38,893	209,034	A to BBB-
Mutual funds	352,843	352,843	-	-	A
Equities	759,093	759,093	-	-	N/A
Total investments	\$ 1,532,966	1,285,039	38,893	209,034	

Custodial Credit Risk-Town's 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 investments or collateral securities that are in the possession of an outside party.

Interest Rate Risk: It is the Town's policy that interest rate risk will be mitigated by structuring the Town's portfolio so that the securities mature to meet the Town's cash demands for ongoing operations, thereby precluding the need to sell securities on the open market prior to their maturity and by investing primarily in shorter-term securities.

Credit Risk: It is the Town's policy that credit risk will be mitigated by limiting investments to the types of securities authorized by the Town's policy, using financial institutions which have been evaluated and qualified by the Treasurer using key quantitative and qualitative factors as outlined in the Town's investment policy, and diversifying the investment portfolio.

TOWN OF KENNEBUNKPORT, MAINE
Notes to Basic Financial Statements, Continued

PROPERTY TAX

Property taxes for the current period were committed on July 26, 2021, on the assessed value listed as of April 1, 2021, for all real and personal property located in the Town. Payment of taxes was due in equal installments on September 10, 2021 and March 10, 2022. Interest at the rate of 5% per annum was charged on any amounts remaining unpaid after this date. Assessed values are periodically established by the Assessor's agent at 100% of assumed market value. The 2022 assessed value of \$2,038,685,040 was 84% of the estimated market value and 71% of the 2022 state valuation of \$2,866,500,000.

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 \$168,972 for the period 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 ended were recorded as receivables at the time the levy was made. The receivables collected during the year ended 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 revenues. The following summarizes the periods ended June 30, 2022 and 2021 levies:

	<u>2022</u>	<u>2021</u>
Assessed value	\$ 2,038,685,040	2,011,016,700
Tax rate (per \$1,000)	9.60	9.45
Commitment	19,571,376	19,004,109
Supplemental taxes assessed	2,018	3,828
	19,573,394	19,007,937
Less: Collections and abatements	19,368,762	18,875,844
Receivable at June 30	\$ 204,632	132,093
Collection rate	98.95%	99.30%

TOWN OF KENNEBUNKPORT, MAINE
Notes to Basic Financial Statements, Continued

CAPITAL ASSETS

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

	Balance June 30, <u>2021</u>	<u>Increases</u>	<u>Decreases</u>	Balance June 30, <u>2022</u>
Governmental activities:				
Capital assets, not being depreciated:				
Construction in progress	\$ 1,756,174	549,532	1,637,591	668,115
Land	12,738,507	-	-	12,738,507
Total capital assets, not being depreciated	14,494,681	549,532	1,637,591	13,406,622
Capital assets, being depreciated:				
Land improvements	287,970	16,850	-	304,820
Buildings	3,434,125	-	-	3,434,125
Building improvements	1,054,696	-	-	1,054,696
Machinery and equipment	1,374,165	34,062	-	1,408,227
Furniture and fixtures	19,623	-	-	19,623
Vehicles	3,546,400	204,541	120,000	3,630,941
Infrastructure	11,118,164	1,869,628	-	12,987,792
Total capital assets, being depreciated	20,835,143	2,125,081	120,000	22,840,224
Less accumulated depreciation for:				
Land improvements	168,545	10,633	-	179,178
Buildings	1,165,471	81,522	-	1,246,993
Building improvements	486,133	43,451	-	529,584
Machinery and equipment	746,014	68,328	-	814,342
Furniture and fixtures	19,623	-	-	19,623
Vehicles	2,025,206	165,896	120,000	2,071,102
Infrastructure	3,573,488	296,546	-	3,870,034
Total accumulated depreciation	8,184,480	666,376	120,000	8,730,856
Total capital assets being depreciated, net	12,650,663	1,458,705	-	14,109,368
Governmental activities capital assets, net	\$ 27,145,344	2,008,237	1,637,591	27,515,990

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

Governmental activities:	
General government	\$ 89,683
Public safety	147,901
Public works	392,949
Recreation and culture	35,843
Total depreciation expense - governmental activities	\$ 666,376

TOWN OF KENNEBUNKPORT, MAINE
Notes to Basic Financial Statements, Continued

CAPITAL ASSETS, CONTINUED

	Balance June 30, <u>2021</u>	<u>Increases</u>	<u>Decreases</u>	Balance June 30, <u>2022</u>
Business-type activities:				
Capital assets, not being depreciated:				
Construction in progress	\$ 802,955	806,049	802,956	806,048
Land	950,428	-	-	950,428
Total capital assets, not being depreciated	1,753,383	806,049	802,956	1,756,476
Capital assets, being depreciated:				
Land improvements	29,600	-	-	29,600
Buildings	4,936,200	-	-	4,936,200
Building improvements	3,022,475	10,304	-	3,032,779
Machinery and equipment	2,618,787	-	-	2,618,787
Infrastructure	8,181,122	802,956	-	8,984,078
Vehicles	109,001	-	-	109,001
Total capital assets, being depreciated	18,897,185	813,260	-	19,710,445
Less accumulated depreciation for:				
Land improvements	29,600	-	-	29,600
Buildings	3,491,675	97,849	-	3,589,524
Building improvements	1,418,552	78,708	-	1,497,260
Machinery and equipment	1,934,437	77,003	-	2,011,440
Infrastructure	5,177,015	200,644	-	5,377,659
Vehicles	62,120	10,900	-	73,020
Total accumulated depreciation	12,113,399	465,104	-	12,578,503
Total capital assets being depreciated, net	6,783,786	348,156	-	7,131,942
Business-type activities capital assets, net	\$ 8,537,169	1,154,205	802,956	8,888,418

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

Business-type activities:	
Sewer Department	\$ 433,134
Cape Porpoise Pier	17,278
Dock Square Parking Lot	14,692
Total depreciation expense - business-type activities	\$ 465,104

INTERFUND LOAN BALANCES AND TRANSFERS

The purpose of interfund loans is to charge revenues and expenditures/expenses 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.

TOWN OF KENNEBUNKPORT, MAINE
Notes to Basic Financial Statements, Continued

INTERFUND LOAN BALANCES AND TRANSFERS, CONTINUED

Individual interfund loan receivable and payable balances at the year ended June 30, 2022 were as follows:

	<u>Interfund loans receivable</u>	<u>Interfund loans payable</u>
<u>General Fund</u>	\$ -	6,835,578
Proprietary Funds:		
Sewer Department	605,874	-
Cape Porpoise Pier	-	29,630
Dock Square Parking Lot	635,909	-
Government Wharf	4,833	-
<u>Total proprietary funds</u>	<u>1,246,616</u>	<u>29,630</u>
All Other Governmental Funds:		
Special revenue funds	1,409,653	-
Capital projects funds	4,198,378	-
Permanent funds	10,561	-
<u>Total all other governmental funds</u>	<u>5,618,592</u>	<u>-</u>
<u>Total interfund loans receivable and payable</u>	<u>\$ 6,865,208</u>	<u>6,865,208</u>

Individual fund transfers for the year ended June 30, 2022 were as follows:

	<u>Transfers in</u>	<u>Transfers out</u>
<u>General Fund</u>	\$ 710,000	2,798,720
Proprietary Funds:		
Sewer Department	35,527	30,000
Dock Square Parking Lot	-	295,000
<u>Total proprietary funds</u>	<u>35,527</u>	<u>325,000</u>
All Other Governmental Funds:		
Special revenue funds	240,000	-
Capital projects funds	2,464,152	325,959
<u>Total all other governmental funds</u>	<u>2,704,152</u>	<u>325,959</u>
<u>Total interfund loans receivable and payable</u>	<u>\$ 3,449,679</u>	<u>3,449,679</u>

Transfers are utilized to fund certain activities. Most are authorized as part of the General Fund budget process.

TOWN OF KENNEBUNKPORT, MAINE
Notes to Basic Financial Statements, Continued

SHORT-TERM DEBT

The Town issued two clean water state revolving fund bond anticipation notes for interim financing until long-term bonds are issued. The bond anticipation notes were for \$5,000,000 and \$1,000,000 with an interest rate of 1.00% and are due on December 22, 2022. Bond anticipation note activity for the year ended June 30, 2022 was as follows:

	<u>Beginning balance</u>	<u>Additions</u>	<u>Reductions</u>	<u>Ending balance</u>
Bond anticipation notes:				
2021 Clean water (sewer) - No. R-1	\$ -	5,000,000	-	5,000,000
2021 Clean water (sewer) - No. R-2	-	1,000,000	-	1,000,000
<u>Bond anticipation note</u>	\$ -	6,000,000	-	6,000,000

CHANGES IN LONG-TERM LIABILITIES

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

	<u>Beginning balance</u>	<u>Additions</u>	<u>Reductions</u>	<u>Ending balance</u>	<u>Due within one year</u>
Governmental activities:					
General obligation bonds	\$ 10,855,742	1,000,000	559,471	11,296,271	565,371
Premium on bonds	374,086	-	83,258	290,828	77,848
Notes from direct borrowing	18,167	-	5,823	12,344	6,053
Net pension liability (asset)	1,835,040	-	1,971,396	(136,356)	-
Total OPEB liability	487,675	-	123,844	363,831	-
Compensated absences	280,260	286,285	295,323	271,222	162,733
Governmental activity					
<u>long-term liabilities</u>	\$ 13,850,970	1,286,285	3,039,115	12,098,140	812,005
Business-type activities:					
Notes from direct borrowing	\$ 2,147,069	-	154,868	1,992,201	155,355
Net pension liability (asset)	252,391	-	272,017	(19,626)	-
Compensated absences	42,069	74,982	71,933	45,118	45,118
Business-type activity					
<u>long-term liabilities</u>	\$ 2,441,529	74,982	498,818	2,017,693	200,473

All governmental activities long-term liability requirements are paid by the General Fund. Business-type long-term liabilities are paid by the Sewer Department, Cape Porpoise Pier, and Dock Square Parking Lot Funds.

TOWN OF KENNEBUNKPORT, MAINE
Notes to Basic Financial Statements, Continued

LONG-TERM DEBT

Bonds payable and notes from direct borrowing at June 30, 2022 are comprised of the following:

Bonds Payable

	<u>Amount issued</u>	<u>Date of issue</u>	<u>Date of maturity</u>	<u>Interest rate</u>	<u>Balance</u>
<u>Governmental activities:</u>					
Police station addition	\$ 400,000	9/2/16	2027	2.25%	211,271
Recreation building	450,000	6/20/18	2028	3.27%	270,000
Seawall and village parcel	2,255,000	5/1/19	2040	3.00-5.00%	1,905,000
Village parcel	8,500,000	5/1/19	2025	3.25-4.00%	7,910,000
Radio Communications Upgrade	1,000,000	3/4/22	2027	2.57%	1,000,000
Total governmental activities bonds payable					\$ 11,296,271

Notes from Direct Borrowings

<u>Governmental activities:</u>					
Copiers	\$ 32,701	7/1/19	2024	3.95%	12,344
<u>Total governmental activities notes payable</u>					<u>12,344</u>
<u>Business-type activities:</u>					
Sewer expansion	1,000,000	11/13/03	2024	2.25%	113,389
Sewer upgrades	1,700,000	1/4/21	2041	1.00%	1,615,000
Sewer upgrades	300,000	1/4/21	2041	1.00%	263,812
<u>Total business-type activities notes payable</u>					<u>1,992,201</u>
Total governmental and business-type activities notes payable					\$ 2,004,545

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

	<u>Governmental Activities</u>		
	<u>Principal</u>	<u>Interest</u>	<u>Total</u>
2023	\$ 565,371	370,165	935,536
2024	776,293	346,240	1,122,533
2025	7,737,226	205,526	7,942,752
2026	458,198	73,306	531,504
2027	459,183	53,445	512,628
2028-2032	780,000	121,274	901,274
2033-2037	325,000	53,625	378,625
2038-2042	195,000	8,775	203,775
Totals	\$ 11,296,271	1,232,356	12,528,627

TOWN OF KENNEBUNKPORT, MAINE
Notes to Basic Financial Statements, Continued

LONG-TERM DEBT, CONTINUED

In accordance with 30 MRSA, Section 5061, as amended, 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.

The annual debt service requirements to amortize notes from direct borrowing are as follows:

	<u>Governmental Activities</u>			<u>Business-type Activities</u>		
	<u>Principal</u>	<u>Interest</u>	<u>Total</u>	<u>Principal</u>	<u>Interest</u>	<u>Total</u>
2023	\$ 6,053	487	6,540	155,355	26,826	182,181
2024	6,291	248	6,539	155,804	25,184	180,988
2025	-	-	-	98,885	22,076	120,961
2026	-	-	-	98,885	21,038	119,923
2027	-	-	-	98,885	19,999	118,884
2028-2032	-	-	-	494,424	84,423	578,847
2033-2037	-	-	-	494,424	58,466	552,890
2038-2042	-	-	-	395,539	28,083	423,622
Totals	\$ 12,344	735	13,079	1,992,201	286,095	2,278,296

OVERLAPPING DEBT

The Town's proportionate share of debt of all local government units which provide services within the Town's boundaries, and which must be borne by properties in the Town, is summarized as follows:

<u>Units</u>	<u>Net debt outstanding June 30, 2022</u>	<u>Percentage applicable to the Town</u>	<u>Town's proportionate share of debt</u>
Regional School Unit #21	\$ 42,500,389	42.44%	18,037,165

The Town's proportionate share of the RSU #21 debt is paid through annual assessments by the respective governmental entities.

TOWN OF KENNEBUNKPORT, MAINE
Notes to Basic Financial Statements, Continued

RISK MANAGEMENT

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, participates in public entity risk pools, or is effectively self-insured. Currently, the Town participates in several public entity and self-insured risk pools sponsored by the Maine Municipal Association (MMA).

Based on the coverage provided by these pools, as well as 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 have been no significant reductions in commercial insurance coverage from the prior year and no settlements have exceeded commercial insurance coverage in any of the past three years.

NET POSITION

Net position represents the difference between assets and liabilities. Net investment in capital assets consists of capital assets, net of accumulated depreciation, reduced by the outstanding balances of bonds 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:

	<u>Governmental activities</u>	<u>Business-type activities</u>
Capital assets	\$ 36,246,846	21,466,921
Accumulated depreciation	(8,730,856)	(12,578,503)
Bonds and notes payable	(11,296,271)	(1,992,201)
Premium on bonds	(290,828)	-
Unspent proceeds	-	5,452,774
Total net investment in capital assets	\$ 15,928,891	12,348,991

FUND BALANCE

The General Fund unassigned fund balance total of \$4,748,306 represents fund balance that has not been assigned to other funds and that has not been restricted, committed, or assigned to specific purposes within the General Fund.

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

	<u>Nonspendable</u>	<u>Restricted</u>	<u>Committed</u>	<u>Assigned</u>
General Fund:				
Inventory and prepaid	\$ 7,725	-	-	-
Carryforward balances	-	-	734,629	-
Subsequent year's expenditures	-	-	-	200,000
Total general fund	7,725	-	734,629	200,000

TOWN OF KENNEBUNKPORT, MAINE
Notes to Basic Financial Statements, Continued

FUND BALANCE, CONTINUED

	<u>Nonspendable</u>	<u>Restricted</u>	<u>Committed</u>	<u>Assigned</u>
Other Governmental Funds:				
Special Revenue Funds:				
Piers, Rivers, & Harbors	\$ -	-	660,534	-
350 th Anniversary	-	-	245	-
Reserve Open Space	-	-	99,205	-
Revaluation	-	-	14,052	-
Drug Forfeiture	-	-	412	-
Recreation	-	-	177,983	-
Special Events	-	-	14,059	-
Scholarships	-	-	23,977	-
Capital Projects Funds:				
Fire PPE	-	-	1,824	-
Fire Radios	-	-	20,286	-
Fire Vehicle	-	-	19,452	-
Fire Equipment	-	-	141,606	-
Sidewalks	-	-	80,231	-
General Capital Projects	-	-	6,988	-
Police equipment	-	-	988	-
Fire Port Village	-	-	14,500	-
Highway Vehicles	-	-	22,244	-
Highway Equipment	-	-	2,175	-
Police Vehicle	-	-	42,000	-
Historic Preservation	-	-	5,000	-
Climate Change	-	-	50,000	-
Special Projects	-	-	14,548	-
Fire Apparatus	-	-	738,642	-
Road Improvement	-	-	151,791	-
General Capital Improvements	-	-	1,409,618	-
Communications Radios	-	-	1,146,168	-
Village Parcel	-	-	102,778	-
Recreation Capital	-	-	25,784	-
Permanent Funds:				
Kittredge Trust	688,206	230,355	-	-
Picavet Trust	454,091	263,123	-	-
Total other governmental funds	1,142,297	493,478	4,987,090	-
Grand totals	\$ 1,150,022	493,478	5,721,719	200,000

TOWN OF KENNEBUNKPORT, MAINE
Notes to Basic Financial Statements, Continued

FUND BALANCE, CONTINUED

At June 30, 2022 and 2021, fund balances were committed to future periods as follows:

	<u>2022</u>	<u>2021</u>
General Fund:		
General government	\$ 54,500	51,755
Public safety	83,400	67,611
Health and welfare	8,700	13,838
Public works	39,400	31,580
Contingency	24,000	64,000
Legal	43,008	47,696
EMA	7,110	5,610
General assistance donations	22,114	19,832
General assistance fuel	96,721	95,182
General assistance food	23,044	18,044
Nurse's foot care	1,450	-
Nurse general donation	33,656	23,092
Employee separation	84,594	84,594
Cemetery	300	300
Local circuit breaker program	6,015	10,086
Parsons Way bench	7,797	9,729
Police donations	-	500
Goose Rocks Beach Advisory Committee	135,815	129,220
Debt recreation	9,188	9,188
Debt police	45,192	45,192
Community development	8,625	10,564
Total General Fund committed fund balance	\$ 734,629	737,613

457 RETIREMENT PLAN

The Town offers its employees a deferred compensation plan created in accordance with Internal Revenue Code Section 457, through the International City Management Association (ICMA). The plan, available to all Town employees, permits them 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. Assets of the plan are automatically placed in trust for the exclusive benefit of participants and their beneficiaries by MissionSquare Retirement. Accordingly, the assets and the liability for the compensation deferred by plan participants, including earnings on plan assets, are not included in the Town's financial statements. The Town's contributions to the plan for the year ended June 30, 2022 were \$97,113.

TOWN OF KENNEBUNKPORT, MAINE
Notes to Basic Financial Statements, Continued

NET PENSION ASSET

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.mainebers.org.

Benefits Provided - The PLD Plan provides defined retirement benefits based on members' average final compensation and service credit earned as of retirement. 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. 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 7.05% to 9.2% of their annual pay. The Town's contractually required contribution rate for the year ended June 30, 2021, was 10.3% for the AC plan and 15.2% for the 1C 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 \$338,910 for governmental activities and \$44,066 for business type activities for the year ended June 30, 2022.

Pension Assets, Pension Expense, and Deferred Outflows and Deferred Inflows of Resources Related to Pensions

At June 30, 2022, the Town reported an asset of \$136,356 for governmental activities and \$19,626 for business type activities for its proportionate share of the net pension asset. The net pension asset was measured as of June 30, 2021, and the total pension asset 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 of the plan's net pension asset was 0.4854%.

For the year ended June 30, 2022, the Town recognized a pension gain of \$56,526 for governmental activities and a pension gain of \$8,137 for business type activities. At June 30, 2022, the Town reported deferred outflows of resources and deferred inflows of resources related to pensions from the following sources:

TOWN OF KENNEBUNKPORT, MAINE
Notes to Basic Financial Statements, Continued

NET PENSION ASSET, CONTINUED

	<u>Governmental Activities</u>		<u>Business-type Activities</u>	
	<u>Deferred Outflows of Resources</u>	<u>Deferred Inflows of Resources</u>	<u>Deferred Outflows of Resources</u>	<u>Deferred Inflows of Resources</u>
Differences between expected and actual experience	\$ 78,939	-	11,362	-
Changes in assumptions	457,881	-	65,905	-
Net difference between projected and actual earnings on pension plan investments	-	1,858,617	-	267,520
Changes in proportion and differences between Town contributions and proportionate share of contributions	-	79,765	-	11,481
Town contributions subsequent to the measurement date	338,910	-	44,066	-
Total	\$ 875,730	1,938,382	121,333	279,001

An amount of \$338,910 is reported as deferred outflows of resources in the governmental activities and \$44,066 is reported as deferred outflows of resources in the business type activities related to pensions resulting from Town contributions subsequent to the measurement date and will be recognized as a reduction (increase) of the net pension liability (asset) 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 (credit) as follows:

	<u>Governmental Activities</u>	<u>Business-type Activities</u>
2023	\$ (245,435)	(35,327)
2024	(216,564)	(31,171)
2025	(423,085)	(60,897)
2026	(516,478)	(74,339)

Actuarial Assumptions - The total pension asset 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%
Cost of living benefit increases	1.91%

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.

TOWN OF KENNEBUNKPORT, MAINE
Notes to Basic Financial Statements, Continued

NET PENSION ASSET, CONTINUED

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%
U.S. 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	7.5%	5.9%

Discount Rate - The discount rate used to measure the total pension asset 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 asset.

Sensitivity of the Town's Proportionate Share of the Net Pension Asset to Changes in the Discount Rate - The following presents the Town's proportionate share of the net pension asset calculated using the discount rate of 6.50%, as well as what the Town's proportionate share of the net pension asset 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 (5.50%)	Current Discount Rate (6.50%)	1% Increase (7.50%)
Town's proportionate share of the net pension asset	\$ 2,219,761	155,982	(2,121,041)

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.

TOWN OF KENNEBUNKPORT, MAINE
Notes to Basic Financial Statements, Continued

OTHER POSTEMPLOYMENT BENEFITS

General Information about the OPEB Plans

Plan Description - The Town sponsors a post-retirement benefit plan providing health insurance to retiring employees. The plan is a single-employer defined benefit OPEB plan administered by the Maine Municipal Employees Health Trust (MMEHT). The Board of Selectmen have the authority to establish and amend the benefit terms and financing requirements. No assets are accumulated in a trust that meets the criteria of paragraph 4 of GASB Statement No. 75, *Accounting and Financial Reporting for Postemployment Benefits Other Than Pensions*.

Benefits Provided - MMEHT provides healthcare and life insurance benefits for retirees and their dependents. Town employees over the age of 55 with 5 years of continuous service are allowed to participate in the plan. Retirees that are designated in a plan pay 100% of the single coverage premium and 100% of the family coverage premium. For those Town employees eligible for Medicare (post-65 Retiree Plan), the plan is offered in conjunction with Medicare Parts A and B and the Companion Plan B.

Employees Covered by Benefit Terms – At January 1, 2022, the following employees were covered by the benefit terms:

Inactive employees or beneficiaries currently receiving benefits	1
Inactive employee entitled to but not yet receiving benefits	-
Active employees	40
Total	41

OPEB Liabilities, OPEB Expense, and Deferred Outflows of Resources and Deferred Inflows of Resources Related to OPEB

The Town’s total OPEB liability of \$363,831 was measured as of January 1, 2022, and was determined by an actuarial valuation as of January 1, 2022.

Changes in the Total OPEB Liability

Balance at June 30, 2021	\$ 487,675
Changes for the year:	
Service cost	25,309
Interest	10,801
Changes of benefit terms	-
Differences between expected and actual experience	(150,750)
Changes in assumptions or other inputs	(2,128)
Benefit payments	(7,076)
Net changes	(123,844)
Balance at June 30, 2022	\$ 363,831

Change in assumptions reflects a change in the discount rate from 2.12% to 2.06%.

TOWN OF KENNEBUNKPORT, MAINE
Notes to Basic Financial Statements, Continued

OTHER POSTEMPLOYMENT BENEFITS, CONTINUED

For the year ended June 30, 2022, the Town recognized OPEB expense of \$42,121. At June 30, 2022, The Town reported deferred outflows of resources and deferred inflows of resources related to OPEB from the following sources:

	Deferred Outflows of Resources	Deferred Inflows of Resources
Differences between expected and actual experience	\$ -	119,866
Changes of assumption or other inputs	68,092	-
Contributions subsequent to the measurement date	3,683	-
Total	\$ 71,775	119,866

An amount of \$3,683 is reported as deferred outflows of resources related to OPEB resulting from Town contributions subsequent to the measurement date and will be recognized as a reduction of the total OPEB liability in the year ended June 30, 2023. Other amounts reported as deferred outflows of resources and deferred inflows of resources related to OPEB will be recognized in OPEB expense as follows:

Year ended June 30:	
2023	\$ 5,928
2024	5,924
2025	(8,720)
2026	(3,847)
2027	(3,843)
Thereafter	(47,216)

Actuarial Assumptions - The total OPEB liability in the January 1, 2022 actuarial valuation for the Health Plan was determined using the following assumptions and other inputs, applied to all periods included in the measurement, unless otherwise specified:

Inflation	2.40% per year
Salary increases	2.75% per year
Discount rate	2.06% per annum
Healthcare cost trend rates	7.67% for 2022, decreasing to 3.53% for 2042
Retirees' share of the benefit related costs	100% of projected health insurance premiums

Mortality rates were based on the 2010 Public Plan General Benefits-Weighted Healthy Retiree Mortality Table, for males and females.

TOWN OF KENNEBUNKPORT, MAINE
Notes to Basic Financial Statements, Continued

OTHER POSTEMPLOYMENT BENEFITS, CONTINUED

The actuarial assumptions used in the January 1, 2022 valuation were based on the results of an actuarial experience study for the period June 30, 2016 through June 30, 2020.

Discount Rate - The rate used to measure the total OPEB liability was 2.06% per annum. Since the plan is pay as you go and is not funded, the discount rate will be based on a 20-year tax-exempt general obligation municipal bond index. The rate is assumed to be an index rate for 20-year tax-exempt general obligation municipal bonds with an average rating of AA/Aa or higher, for pay as you go plans.

Sensitivity of the Total OPEB Liability to Changes in the Discount Rate - The following presents the Town's total OPEB liability calculated using the discount rate of 2.06%, as well as what the Town's total OPEB liability would be if it were calculated using a discount rate that is 1 percentage-point lower (1.06%) or 1 percentage-point higher (3.06%) than the current rate:

	1% Decrease (1.06%)	Discount Rate (2.06%)	1% Increase (3.06%)
Total OPEB liability	\$ 428,681	363,831	311,179

Sensitivity of the Total OPEB Liability to Changes in the Healthcare Cost Trend Rates - The following presents the Town's total OPEB liability calculated using the healthcare cost trend rates, as well as what the Town's total OPEB liability would be if it were calculated using healthcare cost trend rates that are 1 percentage-point lower or 1 percentage-point higher than the current healthcare cost trend rates:

	1% Decrease	Healthcare Cost Trend Rates	1% Increase
Total OPEB liability	\$ 306,054	363,831	438,493

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TOWN OF KENNEBUNKPORT, 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*

	<u>2022</u>	<u>2021</u>	<u>2020</u>	<u>2019</u>	<u>2018</u>	<u>2017</u>	<u>2016</u>	<u>2015</u>
Town's proportion of the net pension liability (asset)	\$ 0.4854%	0.5254%	0.5357%	0.5169%	0.5372%	0.5392%	0.5108%	0.5028%
Town's proportionate share of the net pension liability (asset)	(155,982)	2,087,431	1,637,488	1,414,759	2,199,652	2,864,701	1,629,598	773,711
Town's covered payroll	2,796,737	2,823,852	2,717,875	2,517,366	2,530,699	2,451,768	2,349,396	2,234,398
Town's proportionate share of the net pension liability (asset) as a percentage of its covered payroll	-5.58%	73.92%	60.25%	56.20%	86.92%	116.84%	69.36%	34.63%
Plan fiduciary net position as a percentage of the total pension liability (asset)	100.86%	88.35%	90.62%	91.14%	86.43%	81.61%	88.27%	94.10%

* Only eight years of information available.

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

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>	<u>2014</u>
Contractually required contribution	\$ 382,976	332,084	339,371	327,098	287,653	275,390	252,997	208,757	168,733
Contributions in relation to the contractually required contribution	(382,976)	(332,084)	(339,371)	(327,098)	(287,653)	(275,390)	(252,997)	(208,757)	(168,733)
Contribution deficiency (excess)	\$ -	-	-	-	-	-	-	-	-
Town's covered payroll	\$ 3,400,185	2,796,737	2,823,852	2,717,875	2,517,366	2,530,699	2,451,768	2,349,396	2,234,398
Contributions as a percentage of covered payroll	11.26%	11.87%	12.02%	12.04%	11.43%	10.88%	10.32%	8.89%	7.55%

* Only nine years of information available.

TOWN OF KENNEBUNKPORT, MAINE
Required Supplementary Information, Continued

Schedule of Changes in the Town's Total OPEB Liability and Related Ratios
Last 10 Fiscal Years*

	<u>2022</u>	<u>2021</u>	<u>2020</u>	<u>2019</u>	<u>2018</u>
Total OPEB Liability					
Service cost	\$ 25,309	21,812	13,635	15,238	13,077
Interest	10,801	12,298	14,550	12,840	9,543
Changes of benefit terms	-	-	(8,627)	-	-
Differences between expected and actual experience	(150,750)	-	(10,207)	-	71,798
Changes of assumptions or other inputs	(2,128)	29,982	85,339	(34,099)	30,720
Benefit payments	(7,076)	(6,804)	(10,980)	(10,558)	(2,493)
Net change in total OPEB Liability	(123,844)	57,288	83,710	(16,579)	122,645
Total OPEB liability - beginning	487,675	430,387	346,677	363,256	240,611
Total OPEB liability - ending	\$ 363,831	487,675	430,387	346,677	363,256
Covered-employee payroll	\$ 2,666,511	2,652,321	2,652,321	2,130,553	2,130,553
Total OPEB liability as a percent of covered-employee payroll	13.6%	18.4%	16.2%	16.3%	17.0%

*Only five years of information available.

TOWN OF KENNEBUNKPORT, MAINE
Notes to Required Supplementary Information

Net Pension Liability (Asset)

Changes of Benefit Terms - None

Changes of Assumptions - The following are changes in actuarial assumptions used in the valuations:

	<u>2021</u>	<u>2020</u>	<u>2018</u>	<u>2016</u>	<u>2015</u>	<u>2014</u>
Discount rate	6.50%	6.75%	6.75%	6.875%	7.125%	7.25%
Inflation rate	2.75%	2.75%	2.75%	2.75%	3.50%	3.50%
Salary increases	2.75-11.48%	2.75% + merit	2.75% - 9.0%	2.75% - 9.0%	3.5% - 13.5%	3.5% - 13.5%
Cost of living increases	1.91%	1.91%	1.91%	2.20%	2.55%	3.12%

Mortality rates:

In 2015, mortality rates were based on the RP2000 Combined Mortality Table projected forward to 2015 using Scale AA. Between 2016 and 2020, mortality rates were based on the RP2014 Total Data Set Health Annuitant Mortality Table. Starting 2021, 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.

Total OPEB Liability

Changes of Benefit Terms - None

Changes of Assumptions - Changes of assumptions and other inputs reflects the changes in the discount rate each period. The following are the discount rates used in each period:

	<u>2021</u>	<u>2021</u>	<u>2020</u>	<u>2019</u>	<u>2018</u>	<u>2017</u>
Discount rate	2.06%	2.12%	2.74%	4.10%	3.44%	3.78%

In 2018 through 2021, mortality rates were based on the RP2014 total data set healthy annuitant mortality table. In 2022, mortality rates were based on the 2010 Public Plan General Benefits- Weighted Employee Mortality Table.

Additionally, the valuation method for the Town Health Plan was changed from the Projected Unit Credit funding method in 2017 to the Entry Age Normal funding method in 2018.

No assets are accumulated in a trust that meets the criteria of paragraph 4 of GASB Statement No. 75, Accounting and Financial Reporting for Postemployment Benefits Other Than Pensions.

** 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.*

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.

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

	2022	2021
ASSETS		
Cash and cash equivalents	\$ 12,718,427	10,130,488
Receivables:		
Accounts	30,709	114,080
Due from other governments	134,330	34,061
Taxes receivable - current year	204,632	132,093
Taxes receivable - prior year	4,980	4,424
Tax liens receivable	52,954	38,608
Prepays	175	1,275
Inventory	7,550	6,335
Total assets	13,153,757	10,461,364
LIABILITIES		
Accounts payable and payroll withholdings	156,863	81,601
Accrued wages	52,007	108,051
Other liabilities	283,649	418,968
Interfund loans payable	6,835,578	3,577,347
Total liabilities	7,328,097	4,185,967
DEFERRED INFLOWS OF RESOURCES		
Unavailable revenue - property taxes	135,000	136,000
Total deferred inflows of resources	135,000	136,000
FUND BALANCES		
Nonspendable	7,725	7,610
Committed	734,629	737,613
Assigned	200,000	225,000
Unassigned	4,748,306	5,169,174
Total fund balances	5,690,660	6,139,397
Total liabilities, deferred inflows of resources, and fund balances	\$ 13,153,757	10,461,364

TOWN OF KENNEBUNKPORT, MAINE
General Fund
Statement 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		Variance positive (negative)	2021 Actual
	Budget	Actual		
Revenues:				
Taxes:				
Property taxes	\$ 19,565,377	19,570,949	5,572	19,007,944
Change in unavailable revenue	-	1,000	1,000	50,623
Excise taxes	1,064,000	1,175,887	111,887	1,169,421
Interest and costs on taxes	40,000	20,768	(19,232)	43,433
Total taxes	20,669,377	20,768,604	99,227	20,271,421
Intergovernmental:				
State Revenue Sharing	110,000	227,181	117,181	149,009
Homestead reimbursement	120,000	114,606	(5,394)	123,462
State road assistance	42,000	43,460	1,460	40,528
Tree growth	6,000	8,170	2,170	6,244
Snowmobile reimbursement	-	530	530	457
Veterans reimbursement	2,300	2,095	(205)	2,322
General assistance	1,000	-	(1,000)	-
BETE reimbursement	7,000	5,890	(1,110)	7,465
Rachel Carson	3,500	-	(3,500)	3,384
RSU COPS share	237,220	252,243	15,023	211,636
Covid grant	-	-	-	86,883
FEMA	-	-	-	21,466
Miscellaneous	-	-	-	307
Total intergovernmental	529,020	654,175	125,155	653,163
Licenses and permits:				
Town clerk fees	9,000	10,114	1,114	8,984
Plumbing fees	18,000	23,543	5,543	23,503
Building permits	365,000	544,809	179,809	541,930
Liquor license	5,000	4,550	(450)	4,350
Victualers license	5,000	5,900	900	5,700
Zoning requests	-	5,750	5,750	-
Shellfish license	900	1,375	475	1,275
Short term rental license	115,000	170,280	55,280	-
Total licenses and permits	517,900	766,321	248,421	585,742

TOWN OF KENNEBUNKPORT, MAINE
General Fund
Statement of Revenues, Expenditures, and Changes
in Fund Balance - Budget and Actual, Continued

	2022		Variance positive (negative)	2021 Actual
	Budget	Actual		
Revenues, continued:				
Charges for services:				
Dogs fees	\$ 4,000	4,575	575	2,792
Agent fees	13,000	15,756	2,756	15,757
Planning board/appeals board	12,500	15,954	3,454	24,539
Parking tickets	40,000	34,067	(5,933)	56,236
Police other	11,500	6,010	(5,490)	5,156
Goose Rocks	170,000	231,220	61,220	226,119
Nurses fees	200	13,049	12,849	3,840
Miscellaneous	10,000	3,448	(6,552)	1,871
Total charges for services	261,200	324,079	62,879	336,310
Interest earned	60,000	44,090	(15,910)	70,344
Total interest earned	60,000	44,090	(15,910)	70,344
Other revenue:				
Donations	-	28,130	28,130	17,527
Sale of Town assets	25,000	21,920	(3,080)	507
Conservation	10,000	10,000	-	10,000
Miscellaneous	-	1,470	1,470	26,306
Total other revenue	35,000	61,520	26,520	54,340
Total revenues	22,072,497	22,618,789	546,292	21,971,320

TOWN OF KENNEBUNKPORT, MAINE
General Fund
Statement of Revenues, Expenditures, and Changes
in Fund Balance - Budget and Actual, Continued

	2022						2021 Actual
	2021 Carryforward	Original Budget	Budget Adjustments	Total Available	Actual	Variance positive (negative)	
Expenditures:							
Current:							
General government:							
Administration	\$ 51,355	1,067,650	20,532	1,139,537	1,069,339	70,198	1,042,374
Planning and development	400	653,101	13,086	666,587	564,058	102,529	442,667
Boards and committees	-	2,350	-	2,350	715	1,635	516
Growth planning	-	2,500	-	2,500	1,638	862	2,958
Legal fees	-	68,000	-	68,000	86,498	(18,498)	68,000
Insurance	-	250,350	-	250,350	207,794	42,556	220,850
Community development	-	34,818	-	34,818	33,537	1,281	32,788
Contingency	64,000	178,182	(133,183)	108,999	75,148	33,851	26,370
Covid 19	-	-	-	-	-	-	61,951
Overlay/abatements	-	168,972	-	168,972	1,336	167,636	3,362
Total general government	115,755	2,425,923	(99,565)	2,442,113	2,040,063	402,050	1,901,836
Public safety:							
Police department	46,696	1,826,888	41,019	1,914,603	1,751,333	163,270	1,615,783
Communications	11,300	554,774	11,250	577,324	564,198	13,126	500,364
Fire department	9,615	418,831	15,197	443,643	420,697	22,946	376,732
KEMS	-	175,000	-	175,000	175,000	-	165,000
EMA	-	1,500	-	1,500	-	1,500	-
Special enforcement	-	53,637	661	54,298	53,350	948	49,789
Total public safety	67,611	3,030,630	68,127	3,166,368	2,964,578	201,790	2,707,668
Public works:							
Highway department	20,700	1,039,500	20,286	1,080,486	1,050,291	30,195	902,852
Utilities	-	141,000	-	141,000	140,161	839	138,774
Shade tree	10,880	39,718	19	50,617	30,007	20,610	25,298
Street Lights	-	32,000	-	32,000	17,342	14,658	34,342
Cemetery	-	14,599	175	14,774	13,268	1,506	13,585
Total public works	31,580	1,266,817	20,480	1,318,877	1,251,069	67,808	1,114,851

TOWN OF KENNEBUNKPORT, MAINE
General Fund
Statement of Revenues, Expenditures, and Changes
in Fund Balance - Budget and Actual, Continued

	2022						2021 Actual
	2021 Carryforward	Original Budget	Budget Adjustments	Total Available	Actual	Variance positive (negative)	
Expenditures, continued							
Current, continued:							
Health and welfare:							
Solid waste	\$ -	589,380	-	589,380	553,354	36,026	462,913
Health	13,838	169,076	4,428	187,342	164,298	23,044	132,895
Welfare	-	3,335	-	3,335	80	3,255	25
Social services	-	23,118	-	23,118	23,118	-	23,118
Other services	-	37,002	83	37,085	33,508	3,577	31,585
General assistance donations	-	-	-	-	3,004	(3,004)	3,674
Total health and welfare	13,838	821,911	4,511	840,260	777,362	62,898	654,210
Recreation and culture:							
Recreation	-	297,143	6,447	303,590	306,240	(2,650)	256,516
Graves library	-	155,000	-	155,000	155,000	-	155,000
Cape Porpoise	-	14,550	-	14,550	14,550	-	14,550
Parsons Way	-	3,800	-	3,800	5,732	(1,932)	3,715
Miscellaneous agencies	-	6,350	-	6,350	6,289	61	6,031
Goose Rocks Beach Committee	-	49,165	-	49,165	42,570	6,595	34,790
Total recreation and culture	-	526,008	6,447	532,455	530,381	2,074	470,602
Education	-	11,264,353	-	11,264,353	11,264,352	1	11,447,719
County tax	-	1,199,997	-	1,199,997	1,199,996	1	1,150,725
Debt service:							
Principal	-	559,471	-	559,471	559,471	-	548,534
Interest	-	378,060	-	378,060	379,782	(1,722)	392,930
Total debt service	-	937,531	-	937,531	939,253	(1,722)	941,464

TOWN OF KENNEBUNKPORT, MAINE
General Fund
Statement of Revenues, Expenditures, and Changes
in Fund Balance - Budget and Actual, Continued

	2022						2021 Actual
	2021 Carryforward	Original Budget	Budget Adjustments	Total Available	Actual	Variance positive (negative)	
Expenditures, continued:							
Capital improvements and reserves:							
Committed:							
Cemetery	\$ 300	-	-	300	-	300	-
Community Development	10,564	-	-	10,564	1,939	8,625	11,310
Debt Recreation building	9,188	-	-	9,188	-	9,188	-
Debt Police building	45,192	-	-	45,192	-	45,192	-
EMA	5,610	-	-	5,610	-	5,610	-
Employee separation	84,594	-	-	84,594	-	84,594	-
General assistance donations	19,832	-	-	19,832	-	19,832	-
General assistance food	18,044	-	-	18,044	-	18,044	-
General assistance fuel	95,182	-	-	95,182	-	95,182	-
Goose Rocks Beach Advisory Committee	129,220	-	-	129,220	-	129,220	-
Legal	47,696	-	-	47,696	-	47,696	21,158
Local Circuit Breaker	10,086	-	-	10,086	4,072	6,014	3,781
Nurse general donation	23,092	-	-	23,092	5,741	17,351	60
Parsons Way bench	9,729	-	-	9,729	-	9,729	-
Police donations	500	-	-	500	-	500	-
Public works equipment	-	-	-	-	-	-	5,000
Total capital improvements and reserves	508,829	-	-	508,829	11,752	497,077	41,309
Total expenditures	737,613	21,473,170	-	22,210,783	20,978,806	1,231,977	20,430,384
Excess (deficiency) of revenues over (under) expenditures	(737,613)	599,327	-	(138,286)	1,639,983	1,778,269	1,540,936

TOWN OF KENNEBUNKPORT, MAINE
General Fund
Statement of Revenues, Expenditures, and Changes
in Fund Balance - Budget and Actual, Continued

	2022						2021 Actual
	2021 Carryforward	Original Budget	Budget Adjustments	Total Available	Actual	Variance positive (negative)	
Other financing sources (uses):							
Transfers from (to) other funds:							
Administration	\$ -	(5,000)	-	(5,000)	(5,000)	-	-
Police	-	(48,800)	-	(48,800)	(48,800)	-	(44,314)
Communications	-	(250,000)	-	(250,000)	(250,000)	-	(250,000)
Fire	-	(210,000)	-	(210,000)	(210,000)	-	(120,000)
Highway	-	(116,000)	-	(116,000)	(116,000)	-	(15,000)
Road improvement	-	(414,000)	-	(414,000)	(414,000)	-	(230,100)
Sidewalk	-	(105,000)	-	(105,000)	(105,000)	-	(70,000)
Piers, rivers, and harbors	-	(300,000)	-	(300,000)	(300,000)	-	(300,000)
Special projects	-	(50,000)	-	(50,000)	(50,000)	-	(58,500)
Sewer debt service	-	30,000	-	30,000	30,000	-	(35,527)
Highway vehicle	-	-	-	-	-	-	(109,000)
Capital projects	-	325,000	-	325,000	325,000	-	(10,555)
Dock Square parking lot	-	265,000	-	265,000	265,000	-	225,000
Dock Square restrooms	-	30,000	-	30,000	30,000	-	30,000
Special revenues	-	60,000	-	60,000	60,000	-	60,000
Capital projects	-	-	-	-	(1,264,393)	(1,264,393)	325,000
Sewer	-	(35,527)	-	(35,527)	(35,527)	-	30,000
Utilization of unassigned fund balance	-	225,000	-	225,000	-	(225,000)	-
Utilization of committed fund balance	737,613	-	-	737,613	-	(737,613)	-
Total other financing sources (uses)	737,613	(599,327)	-	138,286	(2,088,720)	(2,227,006)	(572,996)
Net change in fund balance - budgetary basis	-	-	-	-	(448,737)	(448,737)	967,940
Reconciliation to GAAP basis:							
Change in encumbrance balance					-		(19,840)
Net change in fund balance - GAAP basis					(448,737)		948,100
Fund balance, beginning of year					6,139,397		5,191,297
Fund balance, end of year	\$				5,690,660		6,139,397

ALL OTHER GOVERNMENTAL FUNDS

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

	Special Revenue Funds	Capital Projects Funds	Permanent Funds	Total Other Governmental Funds
ASSETS				
Cash and cash equivalents	\$ -	-	92,248	92,248
Investments	-	-	1,532,966	1,532,966
Accounts receivable	13,788	-	-	13,788
Interfund loans receivable	1,409,653	4,198,378	10,561	5,618,592
Total assets	1,423,441	4,198,378	1,635,775	7,257,594
LIABILITIES AND FUND BALANCES				
Liabilities:				
Accounts payable	40,348	201,755	-	242,103
Accrued wages	6,575	-	-	6,575
Unearned revenue	386,051	-	-	386,051
Total liabilities	432,974	201,755	-	634,729
Fund balances:				
Nonspendable	-	-	1,142,297	1,142,297
Restricted	-	-	493,478	493,478
Committed	990,467	3,996,623	-	4,987,090
Total fund balances	990,467	3,996,623	1,635,775	6,622,865
Total liabilities and fund balances	\$ 1,423,441	4,198,378	1,635,775	7,257,594

TOWN OF KENNEBUNKPORT, 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:				
Charges for services	\$ 238,348	-	-	238,348
Other revenues	14,904	-	-	14,904
Investment income (loss)	-	-	(171,674)	(171,674)
Total revenues	253,252	-	(171,674)	81,578
Expenditures:				
Current:				
General government	38,626	-	-	38,626
Public safety	-	-	38,035	38,035
Recreation and culture	136,336	-	-	136,336
Capital improvements	92,478	1,037,338	-	1,129,816
Total expenditures	267,440	1,037,338	38,035	1,342,813
Excess (deficiency) of revenues over (under) expenditures	(14,188)	(1,037,338)	(209,709)	(1,261,235)
Other financing sources (uses):				
Issuance of debt	-	1,000,000	-	1,000,000
Transfer from other funds	240,000	2,464,152	-	2,704,152
Transfer to other funds	-	(325,959)	-	(325,959)
Total other financing sources (uses)	240,000	3,138,193	-	3,378,193
Net change in fund balances	225,812	2,100,855	(209,709)	2,116,958
Fund balances, beginning of year	764,655	1,895,768	1,845,484	4,505,907
Fund balances, end of year	\$ 990,467	3,996,623	1,635,775	6,622,865

NONMAJOR SPECIAL REVENUE FUNDS

TOWN OF KENNEBUNKPORT, MAINE
Nonmajor Special Revenue Funds
Combining Balance Sheet
June 30, 2022

	Piers, Rivers & Harbors	350th Anniversary	Reserve Open Space	Revaluation	Maine Drug Forfeiture	Recreation	Special Events	Scholarships	ARPA	Totals
ASSETS										
Accounts receivable	\$ -	-	-	-	-	13,788	-	-	-	13,788
Interfund loans receivable	684,285	245	99,205	25,610	412	175,223	14,645	23,977	386,051	1,409,653
Total assets	684,285	245	99,205	25,610	412	189,011	14,645	23,977	386,051	1,423,441
LIABILITIES AND FUND BALANCES										
Liabilities:										
Accounts payable	23,751	-	-	11,558	-	4,453	586	-	-	40,348
Accrued wages	-	-	-	-	-	6,575	-	-	-	6,575
Unearned revenue	-	-	-	-	-	-	-	-	386,051	386,051
Total liabilities	23,751	-	-	11,558	-	11,028	586	-	386,051	432,974
Fund balances:										
Committed	660,534	245	99,205	14,052	412	177,983	14,059	23,977	-	990,467
Total fund balances	660,534	245	99,205	14,052	412	177,983	14,059	23,977	-	990,467
Total liabilities and fund balances	\$ 684,285	245	99,205	25,610	412	189,011	14,645	23,977	386,051	1,423,441

TOWN OF KENNEBUNKPORT, MAINE
Nonmajor Special Revenue Funds
Combining Statement of Revenues, Expenditures and Changes in Fund Balances
For the year ended June 30, 2022

	Piers, Rivers & Harbors	350th Anniversary	Reserve Open Space	Revaluation	Maine Drug Forfeiture	Recreation	Special Events	Scholarships	ARPA	Totals
Revenues:										
Charges for services	\$ -	-	-	-	-	238,348	-	-	-	238,348
Other revenues	-	-	-	-	-	67	-	14,837	-	14,904
Total revenues	-	-	-	-	-	238,415	-	14,837	-	253,252
Expenditures:										
Current:										
General government	-	-	-	38,626	-	-	-	-	-	38,626
Recreation and culture	-	-	-	-	-	124,808	-	11,528	-	136,336
Capital improvements	92,478	-	-	-	-	-	-	-	-	92,478
Total expenditures	92,478	-	-	38,626	-	124,808	-	11,528	-	267,440
Excess (deficiency) of revenues over (under) expenditures	(92,478)	-	-	(38,626)	-	113,607	-	3,309	-	(14,188)
Other financing sources (uses):										
Transfer (to) from other funds	300,000	-	-	-	-	(60,000)	-	-	-	240,000
Total other financing sources (uses)	300,000	-	-	-	-	(60,000)	-	-	-	240,000
Net change in fund balances	207,522	-	-	(38,626)	-	53,607	-	3,309	-	225,812
Fund balances, beginning of year	453,012	245	99,205	52,678	412	124,376	14,059	20,668	-	764,655
Fund balances, end of year	\$ 660,534	245	99,205	14,052	412	177,983	14,059	23,977	-	990,467

NONMAJOR CAPITAL PROJECTS FUNDS

TOWN OF KENNEBUNKPORT, MAINE
Nonmajor Capital Projects Funds
Combining Balance Sheet
June 30, 2022

	Ocean Ave Seawall	Fire PPE	Fire Radios	Fire Vehicle	Fire Equipment	Sidewalks	General Cap. Projects	Police Equipment	Fire Port Village	Street Lights	Highway Vehicles	Highway Equipment
ASSETS												
Interfund loans receivable	\$ -	21,225	24,786	19,452	141,606	80,231	6,988	988	14,500	-	22,244	2,175
Total assets	-	21,225	24,786	19,452	141,606	80,231	6,988	988	14,500	-	22,244	2,175
LIABILITIES AND FUND BALANCES												
Liabilities:												
Accounts payable	-	19,401	4,500	-	-	-	-	-	-	-	-	-
Total liabilities	-	19,401	4,500	-	-	-	-	-	-	-	-	-
Fund balances:												
Committed	-	1,824	20,286	19,452	141,606	80,231	6,988	988	14,500	-	22,244	2,175
Total fund balances	-	1,824	20,286	19,452	141,606	80,231	6,988	988	14,500	-	22,244	2,175
Total liabilities and fund balances	\$ -	21,225	24,786	19,452	141,606	80,231	6,988	988	14,500	-	22,244	2,175

TOWN OF KENNEBUNKPORT, MAINE
 Nonmajor Capital Projects Funds
 Combining Balance Sheet
 June 30, 2022

	Police Vehicle	Historic Preservation	Climate Change	Special Projects	Fire Apparatus	Garage Roof	S Brook Drainage	Road Improvement	Gen Capital Improvement	Communications Radios	Village Parcel	Recreation Capital	Totals
ASSETS													
Interfund loans receivable	\$ 42,000	5,000	50,000	15,088	738,642	-	-	151,791	1,418,462	1,314,638	102,778	25,784	4,198,378
Total assets	42,000	5,000	50,000	15,088	738,642	-	-	151,791	1,418,462	1,314,638	102,778	25,784	4,198,378
LIABILITIES AND FUND BALANCES													
Liabilities:													
Accounts payable	-	-	-	540	-	-	-	-	8,844	168,470	-	-	201,755
Total liabilities	-	-	-	540	-	-	-	-	8,844	168,470	-	-	201,755
Fund balances:													
Committed	42,000	5,000	50,000	14,548	738,642	-	-	151,791	1,409,618	1,146,168	102,778	25,784	3,996,623
Total fund balances	42,000	5,000	50,000	14,548	738,642	-	-	151,791	1,409,618	1,146,168	102,778	25,784	3,996,623
Total liabilities and fund balances	\$ 42,000	5,000	50,000	15,088	738,642	-	-	151,791	1,418,462	1,314,638	102,778	25,784	4,198,378

TOWN OF KENNEBUNKPORT, MAINE
Nonmajor Capital Projects Funds
Combining Statement of Revenues, Expenditures and Changes in Fund Balances
For the year ended June 30, 2022

	Ocean Ave Seawall	Fire PPE	Fire Radios	Fire Vehicle	Fire Equipment	Sidewalks	General Cap. Projects	Police Equipment	Fire Port Village	Street Lights	Highway Vehicle	Highway Equipment
Revenues:												
Other revenues	\$ -	-	-	-	-	-	-	-	-	-	-	-
Total revenues	-	-	-	-	-	-	-	-	-	-	-	-
Expenditures:												
Capital improvements	10,792	19,401	10,500	-	9,864	34,512	-	5,812	-	-	204,541	-
Total expenditures	10,792	19,401	10,500	-	9,864	34,512	-	5,812	-	-	204,541	-
Excess (deficiency) of revenues over (under) expenditures	(10,792)	(19,401)	(10,500)	-	(9,864)	(34,512)	-	(5,812)	-	-	(204,541)	-
Other financing sources (uses):												
Issuance of debt	-	-	-	-	-	-	-	-	-	-	-	-
Transfer from other funds	-	-	-	-	50,000	105,000	-	6,800	-	-	116,000	-
Transfer to other funds	(17)	-	-	-	-	-	-	-	-	-	-	-
Total other financing sources (uses)	(17)	-	-	-	50,000	105,000	-	6,800	-	-	116,000	-
Net change in fund balances	(10,809)	(19,401)	(10,500)	-	40,136	70,488	-	988	-	-	(88,541)	-
Fund balances, beginning of year	10,809	21,225	30,786	19,452	101,470	9,743	6,988	-	14,500	-	110,785	2,175
Fund balances, end of year	\$ -	1,824	20,286	19,452	141,606	80,231	6,988	988	14,500	-	22,244	2,175

TOWN OF KENNEBUNKPORT, MAINE
Nonmajor Capital Projects Funds
Combining Statement of Revenues, Expenditures and Changes in Fund Balances
For the year ended June 30, 2022

	Police Vehicle	Historic Preservation	Climate Change	Special Projects	Fire Apparatus	Garage Roof	S Brook Drainage	Road Improvement	Gen Capital Improvement	Communications Radios	Village Parcel	Recreation Capital	Totals
Revenues:													
Other revenues	\$ -	-	-	-	-	-	-	-	-	-	-	-	-
Total revenues	-	-	-	-	-	-	-	-	-	-	-	-	-
Expenditures:													
Capital improvements	-	-	-	35,726	-	-	-	309,823	-	353,832	-	42,535	1,037,338
Total expenditures	-	-	-	35,726	-	-	-	309,823	-	353,832	-	42,535	1,037,338
Excess (deficiency) of revenues over (under) expenditures	-	-	-	(35,726)	-	-	-	(309,823)	-	(353,832)	-	(42,535)	(1,037,338)
Other financing sources (uses):													
Issuance of debt	-	-	-	-	-	-	-	-	-	1,000,000	-	-	1,000,000
Transfer from other funds	42,000	5,000	50,000	-	160,000	-	-	414,000	1,265,352	250,000	-	-	2,464,152
Transfer to other funds	-	-	-	-	-	(202)	(740)	-	(325,000)	-	-	-	(325,959)
Total other financing sources (uses)	42,000	5,000	50,000	-	160,000	(202)	(740)	414,000	940,352	1,250,000	-	-	3,138,193
Net change in fund balances	42,000	5,000	50,000	(35,726)	160,000	(202)	(740)	104,177	940,352	896,168	-	(42,535)	2,100,855
Fund balances, beginning of year	-	-	-	50,274	578,642	202	740	47,614	469,266	250,000	102,778	68,319	1,895,768
Fund balances, end of year	\$ 42,000	5,000	50,000	14,548	738,642	-	-	151,791	1,409,618	1,146,168	102,778	25,784	3,996,623

NONMAJOR PERMANENT FUNDS

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

	Kittredge Family Fire Equip. Fund	Picavet Trust	Totals
ASSETS			
Cash and cash equivalents	\$ 51,876	40,372	92,248
Investments	862,064	670,902	1,532,966
Interfund loans receivable	4,621	5,940	10,561
Total assets	918,561	717,214	1,635,775
LIABILITIES AND FUND BALANCES			
Liabilities:			
Accounts payable	-	-	-
Total liabilities	-	-	-
Fund balances:			
Nonspendable	688,206	454,091	1,142,297
Restricted	230,355	263,123	493,478
Total fund balances	918,561	717,214	1,635,775
Total liabilities and fund balances	\$ 918,561	717,214	1,635,775

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

	Kittredge Family Fire Equip. Fund	Picavet Trust	Totals
Revenues:			
Investment income (loss)	\$ (96,336)	(75,338)	(171,674)
Total revenues	(96,336)	(75,338)	(171,674)
Expenditures:			
Public safety	38,035	-	38,035
Total expenditures	38,035	-	38,035
Net change in fund balances	(134,371)	(75,338)	(209,709)
Fund balances, beginning of year	1,052,932	792,552	1,845,484
Fund balances, end of year	\$ 918,561	717,214	1,635,775

NONMAJOR PROPRIETARY FUNDS

TOWN OF KENNEBUNKPORT, MAINE
Non-major Proprietary Funds
Combining Statement of Net Position
June 30, 2022

	Cape Porpoise Pier	Dock Square Parking Lot	Government Wharf	Total
ASSETS				
Current assets:				
Cash and cash equivalents	\$ 100	1,700	-	1,800
Accounts receivable	45,814	236	-	46,050
Inventory	12,330	-	-	12,330
Pension asset	3,283	-	-	3,283
Interfund loans receivable	-	635,909	4,833	640,742
Total current assets	61,527	637,845	4,833	704,205
Noncurrent assets:				
Property, plant, and equipment	1,509,342	224,967	-	1,734,309
Less accumulated depreciation	(633,690)	(108,608)	-	(742,298)
Total noncurrent assets	875,652	116,359	-	992,011
Total assets	937,179	754,204	4,833	1,696,216
DEFERRED OUTFLOWS OF RESOURCES				
Deferred outflows of resources related to pensions	20,298	-	-	20,298
Total deferred outflows of resources	20,298	-	-	20,298
LIABILITIES				
Current liabilities:				
Accounts payable and payroll withholdings	49,652	1,377	753	51,782
Accrued wages	1,100	1,507	-	2,607
Other liabilities	2,500	-	-	2,500
Interfund loans payable	29,630	-	-	29,630
Accrued compensated absences	2,358	-	-	2,358
Total current liabilities	85,240	2,884	753	88,877
Noncurrent liabilities, long-term portion				
Total liabilities	85,240	2,884	753	88,877
DEFERRED INFLOWS OF RESOURCES				
Deferred inflows of resources related to pensions	46,674	-	-	46,674
Total deferred inflows of resources	46,674	-	-	46,674
NET POSITION				
Net investment in capital assets	875,652	116,359	-	992,011
Unrestricted	(50,089)	634,961	4,080	588,952
Total net position	\$ 825,563	751,320	4,080	1,580,963

TOWN OF KENNEBUNKPORT, MAINE
Non-major Proprietary Funds
Combining Statement of Revenues, Expenses and Changes in Net Position
For the year ended June 30, 2022

Business-type Activities - Enterprise Funds				
	Cape Porpoise Pier	Dock Square Parking Lot	Government Wharf	Total
Operating revenues:				
Fees	\$ 6,750	523,929	-	530,679
Lease income	40,000	-	-	40,000
Fuel sales	323,284	-	-	323,284
Dues	45,104	-	8,680	53,784
Other income	481	-	-	481
Total operating revenues	415,619	523,929	8,680	948,228
Operating expenses:				
Wages and benefits	80,229	42,407	-	122,636
Utilities	9,802	10,700	5,888	26,390
Contracted services	13,724	20,492	-	34,216
Insurance	6,105	-	-	6,105
Supplies and equipment	284,465	9,949	-	294,414
Repairs and maintenance	7,517	10,014	3,348	20,879
Miscellaneous	5,325	503	-	5,828
Capital related expenses	-	-	-	-
Depreciation	17,278	14,692	-	31,970
Total operating expenses	424,445	108,757	9,236	542,438
Operating income (loss)	(8,826)	415,172	(556)	405,790
Transfers:				
Transfer (to) from other funds	-	(295,000)	-	(295,000)
Total transfers	-	(295,000)	-	(295,000)
Change in net position	(8,826)	120,172	(556)	110,790
Total net position, beginning of year	834,389	631,148	4,636	1,470,173
Total net position, end of year	\$ 825,563	751,320	4,080	1,580,963

TOWN OF KENNEBUNKPORT, MAINE
Non-major Proprietary Funds
Combining Statement of Cash Flows
For the year ended June 30, 2022

	Cape Porpoise Pier	Dock Square Parking Lot	Government Wharf	Total
Cash flows from operating activities:				
Receipts from customers and users	\$ 394,091	529,252	8,680	932,023
Payments to suppliers	(298,133)	(50,281)	(8,483)	(356,897)
Payments to employees	(99,446)	(44,476)	-	(143,922)
Net cash provided by (used in) operating activities	(3,488)	434,495	197	431,204
Cash flows from non-capital financing activities:				
(Increase) decrease in interfund loans receivable	3,488	(139,495)	(197)	(136,204)
Transfers (to) from other funds	-	(295,000)	-	(295,000)
Net cash provided by (used in) non-capital financing activities	3,488	(434,495)	(197)	(431,204)
Increase (decrease) in cash	-	-	-	-
Cash and cash equivalents, beginning of year	100	1,700	-	1,800
Cash and cash equivalents, end of year	\$ 100	1,700	-	1,800
Reconciliation of operating income (loss) to net cash provided by (used in) operating activities:				
Operating income (loss)	\$ (8,826)	415,172	(556)	405,790
Adjustments to reconcile operating income (loss) to net cash provided by (used in) operating activities:				
Depreciation	17,278	14,692	-	31,970
Change in operating assets and liabilities:				
(Increase) decrease in accounts receivable	(21,528)	5,323	-	(16,205)
(Increase) decrease in inventory	(8,853)	-	-	(8,853)
Increase (decrease) in accounts payable	47,658	1,377	753	49,788
Increase (decrease) in accrued wages	(2,260)	(1,907)	-	(4,167)
Increase (decrease) in other liabilities	(10,000)	-	-	(10,000)
Increase (decrease) in net pension liability with related deferred outflows and deferred inflows of resources	(16,174)	-	-	(16,174)
Increase (decrease) in accrued compensated absences	(783)	(162)	-	(945)
Net cash provided by (used in) operating activities	\$ (3,488)	434,495	197	431,204

STATISTICAL SECTION

This part of the Town of Kennebunkport'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 Town's overall financial health.

Contents	Page
Financial Trends These schedules contain trend information to help the reader understand how the government's financial performance and well-being have changed over time.	97-102
Revenue Capacity These schedules contain information to help the reader assess the government's most significant local revenue source, the property tax.	103-106
Debt Capacity These schedules present information to help the reader assess the affordability of the government's current level of outstanding debt and the government's ability to issue additional debt in the future.	107-110
Demographic and Economic Information These schedule contain information to help the reader understand the environment within which the government's financial activities take place.	111-112
Operating Information These schedules contain service and infrastructure data to help the reader understand how the information in the government's financial report related to the services the government provides and the activities its performs.	113-115

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

	Fiscal Year									
	2022	2021	2020	2019	2018	2017	2016	2015	2014	2013
Governmental activities										
Net investment in capital assets	\$ 15,928,891	\$ 15,998,294	\$ 15,264,478	\$ 14,852,860	\$ 14,391,488	\$ 13,086,878	\$ 11,682,992	\$ 10,895,837	\$ 10,406,901	\$ 8,525,583
Restricted	1,635,775	1,845,484	1,465,399	1,401,910	1,346,976	1,239,690	1,152,751	1,184,831	1,121,858	63,271
Unrestricted	9,091,294	6,761,625	5,738,699	4,854,508	4,035,787	4,273,671	4,850,533	5,014,676	5,269,241	6,033,674
Total governmental activities net position	\$ 26,655,960	\$ 24,605,403	\$ 22,468,576	\$ 21,109,278	\$ 19,774,251	\$ 18,600,239	\$ 17,686,276	\$ 17,095,344	\$ 16,798,000	\$ 14,622,528
Business-type activities										
Net investment in capital assets	\$ 12,348,991	\$ 6,826,176	\$ 6,792,646	\$ 6,974,698	\$ 7,905,592	\$ 8,087,000	\$ 8,356,291	\$ 8,770,498	\$ 9,086,215	\$ 9,479,328
Unrestricted	(3,457,967)	2,179,572	2,256,537	2,300,678	1,922,686	1,829,251	1,830,415	1,754,079	1,893,708	1,814,493
Total business-type activities net position	\$ 8,891,024	\$ 9,005,748	\$ 9,049,183	\$ 9,275,376	\$ 9,828,278	\$ 9,916,251	\$ 10,186,706	\$ 10,524,577	\$ 10,979,923	\$ 11,293,821
Primary Government										
Net investment in capital assets	\$ 28,277,882	\$ 22,824,470	\$ 22,057,124	\$ 21,827,558	\$ 22,297,080	\$ 21,173,878	\$ 20,039,283	\$ 19,666,335	\$ 19,493,116	\$ 18,004,911
Restricted	1,635,775	1,845,484	1,465,399	1,401,910	1,346,976	1,239,690	1,152,751	1,184,831	1,121,858	63,271
Unrestricted	5,633,327	8,941,197	7,995,236	7,155,186	5,958,473	6,102,922	6,680,948	6,768,755	7,162,949	7,848,167
Total primary government net position	\$ 35,546,984	\$ 33,611,151	\$ 31,517,759	\$ 30,384,654	\$ 29,602,529	\$ 28,516,490	\$ 27,872,982	\$ 27,619,921	\$ 27,777,923	\$ 25,916,349

Table 2

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

	Fiscal Year									
	2022	2021	2020	2019	2018	2017	2016	2015	2014	2013
Expenses										
Governmental Activities:										
General government	\$ 1,800,350	\$ 2,090,233	\$ 2,147,846	\$ 1,495,374	\$ 1,795,330	\$ 1,748,339	\$ 1,762,313	\$ 1,325,180	\$ 978,110	\$ 1,519,159
Public safety	3,149,461	2,910,734	3,026,372	2,919,616	2,611,173	2,539,210	2,433,783	2,254,694	2,426,584	2,033,767
Public works	1,643,843	1,452,020	1,474,116	1,719,726	1,438,053	1,390,551	1,316,170	1,203,491	1,139,185	234,112
Health and welfare	777,146	654,579	668,778	704,033	666,341	684,693	687,784	651,857	666,919	664,135
Recreation and culture	702,491	570,168	653,422	637,784	564,046	626,902	689,678	513,427	492,139	417,031
Grants	-	-	-	-	-	-	-	-	-	2,000
Education	11,264,352	11,447,719	11,249,250	10,220,198	9,939,712	9,055,448	8,015,486	7,837,533	7,521,509	6,677,507
County tax	1,199,996	1,150,725	1,143,776	1,135,299	1,203,809	1,163,270	1,115,331	1,124,614	1,098,632	975,744
Unclassified	-	-	-	-	-	-	-	-	174,881	435,612
Loss on disposal of assets	-	-	-	-	-	-	-	-	-	9,261
Interest on debt service	296,098	296,339	320,691	390,213	12,528	17,971	10,873	22,346	32,594	42,842
Capital maintenance expenses	104,546	65,222	23,257	43,750	155,676	442,138	132,456	143,621	-	675,434
Total Governmental Activities	20,938,283	20,637,739	20,707,508	19,265,993	18,386,668	17,668,522	16,163,874	15,076,763	14,530,553	13,686,604
Business-type Activities:										
Sewer	1,521,043	1,514,811	1,409,958	1,755,587	1,456,853	1,471,031	1,473,643	1,372,338	1,350,407	1,308,439
Cape Porpoise Pier	424,445	313,767	363,710	352,250	241,876	236,776	251,075	296,655	336,978	363,784
Dock Square Parking Lot	108,757	75,928	86,569	121,587	69,062	52,976	76,908	60,580	77,341	61,426
Government Wharf	9,236	8,419	7,944	13,075	2,534	353	-	-	-	-
Total Business-type Activities	2,063,481	1,912,925	1,868,181	2,242,499	1,770,325	1,761,136	1,801,626	1,729,573	1,764,726	1,733,649
Total Expenses	\$ 23,001,764	\$ 22,550,664	\$ 22,575,689	\$ 21,508,492	\$ 20,156,993	\$ 19,429,658	\$ 17,965,500	\$ 16,806,336	\$ 16,295,279	\$ 15,420,253
Program Revenues										
Governmental Activities:										
Charges for services:										
General government	\$ 812,606	\$ 638,830	\$ 461,111	\$ 351,684	\$ 295,109	\$ 366,497	\$ 457,114	\$ 365,872	\$ 33,841	\$ 182,336
Public safety	40,077	61,392	82,488	71,231	59,107	51,198	61,583	57,101	56,941	54,812
Health and welfare	13,049	3,840	27	1,170	178	1,674	4,559	1,759	3,984	3,466
Recreation and culture	469,568	493,253	332,053	383,685	348,203	332,653	204,438	191,035	178,322	171,270
Solid Waste	-	-	-	-	-	-	-	-	-	56
Unclassified	-	-	-	-	-	-	-	-	124,210	279,491
Operating grants and contributions	339,267	395,114	301,662	238,827	203,954	119,151	112,348	301,159	133,314	140,758
Capital grants and contributions	-	-	265,455	586,498	232,614	186,591	-	16,529	-	21,098
Total Governmental Activities	1,674,567	1,592,429	1,442,796	1,633,095	1,139,165	1,057,764	840,042	933,455	530,612	853,287
Business-type Activities:										
Charges for services:										
Sewer	1,283,242	1,276,004	1,214,999	1,211,254	1,198,345	1,122,019	1,082,146	1,031,914	1,035,261	1,025,064
Cape Porpoise Pier	415,619	291,698	309,545	276,910	239,517	220,690	230,312	289,053	314,235	329,444
Dock Square Parking Lot	523,929	420,223	333,004	395,738	431,347	418,523	354,795	337,738	347,888	342,873
Government Wharf	8,680	8,400	9,047	4,723	6,225	8,566	-	-	-	-
Capital grants and contributions	-	22,304	-	-	-	-	-	-	-	-
Total Business-type Activities	2,231,470	2,018,629	1,866,595	1,888,625	1,875,434	1,769,798	1,667,253	1,658,705	1,697,384	1,697,381
Total Program Revenues	\$ 3,906,037	\$ 3,611,058	\$ 3,309,391	\$ 3,521,720	\$ 3,014,599	\$ 2,827,562	\$ 2,507,295	\$ 2,592,160	\$ 2,227,996	\$ 2,550,668

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

	Fiscal Year									
	2022	2021	2020	2019	2018	2017	2016	2015	2014	2013
Net (Expense)/Revenue:										
Governmental Activities	\$ (19,263,716)	\$ (19,045,310)	\$ (19,264,712)	\$ (17,632,898)	\$ (17,247,503)	\$ (16,610,758)	\$ (15,323,832)	\$ (14,143,308)	\$ (13,999,941)	\$ (12,833,317)
Business-type Activities	167,989	105,704	(1,586)	(353,874)	105,109	8,662	(134,373)	(70,868)	(67,342)	(36,268)
Total Net Expense	\$ (19,095,727)	\$ (18,939,606)	\$ (19,266,298)	\$ (17,986,772)	\$ (17,142,394)	\$ (16,602,096)	\$ (15,458,205)	\$ (14,214,176)	\$ (14,067,283)	\$ (12,869,585)
General Revenues										
Governmental activities:										
Property taxes, general purposes	\$ 19,570,949	\$ 19,007,944	\$ 18,745,028	\$ 17,126,942	\$ 16,960,865	\$ 15,833,533	\$ 14,590,834	\$ 14,296,357	\$ 14,008,501	\$ 12,722,329
Interest and costs on taxes	20,768	43,433	44,668	37,149	32,282	33,735	29,498	29,728	26,398	25,491
Motor vehicle excise tax	1,175,887	1,169,421	1,098,012	1,068,682	1,030,267	959,646	948,096	895,501	846,486	803,924
Licenses and permits	-	-	-	-	-	-	-	-	226,870	-
Grants and contr. not restricted										
Homestead and BETE exemption	120,496	130,927	96,140	88,782	68,605	48,330	30,635	30,531	32,869	31,109
State Revenue Sharing	227,181	149,009	107,002	65,462	59,832	58,534	63,533	56,615	58,061	92,272
Maine PERS	-	-	-	-	-	-	-	208,785	168,732	-
Other State aid	10,265	8,566	8,929	2,661	5,206	2,658	2,811	2,641	2,679	2,465
Unrestricted investment earnings	(127,584)	484,380	263,983	305,682	272,370	233,341	20,931	34,339	30,426	46,214
Miscellaneous (b)	26,838	28,684	10,890	38,100	13,484	58,243	102,303	76,521	557,691	132,701
Gain/Loss on sale of assets	-	-	-	-	-	-	-	(88,975)	(41,256)	-
Transfers in/out	289,473	159,473	249,358	234,465	219,215	296,701	219,173	220,165	257,956	143,097
Total general revenues, transfers and special items	21,314,273	21,181,837	20,624,010	18,967,925	18,662,126	17,524,721	16,007,814	15,762,208	16,175,413	13,999,602
Business-type Activities:										
Unrestricted investment earnings	6,760	10,334	24,751	35,437	26,133	17,584	11,840	9,750	2,778	7,228
Miscellaneous	-	-	-	-	-	-	3,835	19,702	8,622	6,500
Gain/Loss on sale of assets	-	-	-	-	-	-	-	(9,960)	-	-
Transfers in/out	(289,473)	(159,473)	(249,358)	(234,465)	(219,215)	(296,701)	(219,173)	(220,165)	(257,956)	(143,097)
Total Business-type Activities	(282,713)	(149,139)	(224,607)	(199,028)	(193,082)	(279,117)	(203,498)	(200,673)	(246,556)	(129,369)
Total primary government	\$ 21,031,560	\$ 21,032,698	\$ 20,399,403	\$ 18,768,897	\$ 18,469,044	\$ 17,245,604	\$ 15,804,316	\$ 15,561,535	\$ 15,928,857	\$ 13,870,233
Change in Net Position										
Governmental Activities	\$ 2,050,557	\$ 2,136,527	\$ 1,359,298	\$ 1,335,027	\$ 1,414,623	\$ 913,963	\$ 683,982	\$ 1,618,900	\$ 2,175,472	\$ 1,166,285
Business-type Activities	(114,724)	(43,435)	(226,193)	(552,902)	(87,973)	(270,455)	(337,871)	(271,541)	(313,898)	(165,637)
Total Change in Net Position	1,935,833	2,093,092	1,133,105	782,125	1,326,650	643,508	346,111	1,347,359	1,861,574	1,000,648
Restatement of Net Position										
Governmental Activities (a)	-	-	-	-	(240,611)	-	(93,050)	-	(1,321,556)	-
Business-type Activities (c)	-	-	-	-	-	-	-	-	(183,805)	-
Total adjusted Change in Net Position	\$ 1,935,833	\$ 2,093,092	\$ 1,133,105	\$ 782,125	\$ 1,086,039	\$ 643,508	\$ 253,061	\$ 1,347,359	\$ 356,213	\$ 1,000,648

(a) To reflect prior year adjustment for the net pension liability in 2014, removal of receivable in 2016, and total OPEB liability in 2018

(b) Includes a new permanent fund in 2014

(c) To reflect the net pension liability in 2014

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

	Fiscal Year									
	2022	2021	2020	2019	2018	2017	2016	2015	2014	2013
General Fund										
Nonspendable	\$ 7,725	\$ 7,610	\$ 2,606	\$ 5,802	\$ 5,212	\$ 6,333	\$ 4,417	\$ 10,122	\$ 15,209	\$ 11,308
Committed	734,629	737,613	636,908	587,350	663,394	479,475	642,748	1,439,949	674,381	237,917
Assigned	200,000	225,000	631,480	234,190	313,858	439,685	633,099	368,924	79,408	112,290
Unassigned	4,748,306	5,169,174	3,920,303	4,102,683	3,457,561	3,191,129	2,855,514	2,845,478	3,907,479	4,050,541
Total general fund	<u>\$ 5,690,660</u>	<u>\$ 6,139,397</u>	<u>\$ 5,191,297</u>	<u>\$ 4,930,025</u>	<u>\$ 4,440,025</u>	<u>\$ 4,116,622</u>	<u>\$ 4,135,778</u>	<u>\$ 4,664,473</u>	<u>\$ 4,676,477</u>	<u>\$ 4,412,056</u>
All other governmental funds										
Nonspendable	\$ 1,142,297	\$ 1,142,297	\$ 1,142,297	\$ 1,142,297	\$ 1,142,297	\$ 1,142,297	\$ 1,142,297	\$ 1,142,297	\$ 1,063,206	\$ 688,206
Restricted	493,478	703,187	323,102	259,613	204,679	97,393	10,454	42,534	58,652	63,271
Committed	4,987,090	2,660,423	2,455,053	2,435,658	1,806,529	1,764,583	1,730,736	951,781	330,953	748,269
Assigned	-	-	-	-	-	-	459,176	501,962	270,435	225,286
Unassigned	-	-	(2,209)	-	(254,047)	-	(47,002)	(3,009)	-	-
Total all other governments	<u>\$ 6,622,865</u>	<u>\$ 4,505,907</u>	<u>\$ 3,918,243</u>	<u>\$ 3,837,568</u>	<u>\$ 2,899,458</u>	<u>\$ 3,004,273</u>	<u>\$ 3,295,661</u>	<u>\$ 2,635,565</u>	<u>\$ 1,723,246</u>	<u>\$ 1,725,032</u>

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

	Fiscal Year									
	2022	2021	2020	2019	2018	2017	2016	2015	2014	2013
Revenues										
Taxes	\$ 20,768,604	\$ 20,271,421	\$ 19,840,826	\$ 18,297,207	\$ 17,983,066	\$ 16,832,253	\$ 15,537,948	\$ 15,230,599	\$ 14,836,386	\$ 13,542,910
Intergovernmental	654,175	653,163	732,517	947,558	422,033	415,264	209,327	321,750	226,923	287,702
Licenses and permits	766,321	585,742	417,948	316,027	251,804	305,928	286,231	208,239	226,870	152,683
Charges for services	562,427	603,444	447,921	481,931	439,835	439,299	430,276	396,588	385,694	368,756
Investment income	(127,584)	484,380	263,983	305,682	272,370	233,341	20,931	34,339	30,426	46,214
Contributions	-	-	-	-	-	-	1,311	85,725	-	-
Other (a)	76,424	67,266	67,371	82,584	172,620	65,038	112,179	296,246	738,027	302,693
Total Revenues	22,700,367	22,665,416	21,770,566	20,430,989	19,541,728	18,291,123	16,598,203	16,573,486	16,444,326	14,700,958
Expenditures										
Current:										
General government	\$ 2,078,689	\$ 1,901,836	\$ 1,874,642	\$ 1,817,410	\$ 1,582,184	\$ 1,511,520	\$ 1,397,914	\$ 1,326,809	\$ 1,303,593	\$ 1,488,566
Public safety	3,002,613	2,741,619	2,856,796	2,660,161	2,423,107	2,357,515	2,211,535	2,214,215	2,172,603	2,038,277
Public works	1,251,069	1,114,851	1,130,645	1,229,881	1,146,456	1,118,410	1,062,325	1,023,042	960,209	951,950
Health and welfare	777,362	654,210	667,300	702,508	665,138	693,408	685,613	664,613	665,382	662,648
Recreation and culture	666,717	545,201	616,969	598,004	548,958	613,602	667,190	512,002	462,452	422,310
Grants	-	-	-	-	-	-	-	-	-	2,000
Education	11,264,352	11,447,719	11,249,250	10,220,198	9,939,712	9,055,448	8,015,486	7,837,533	7,521,509	6,677,507
County tax	1,199,996	1,150,725	1,143,776	1,135,299	1,203,809	1,163,270	1,115,331	1,124,614	1,098,632	975,744
Unclassified	-	-	-	-	-	-	-	-	585,187	435,612
Debt service										
Principal	559,471	548,534	82,695	81,889	196,066	160,000	253,611	249,935	246,624	243,436
Interest	379,782	392,930	372,514	321,373	12,800	10,459	18,975	29,245	39,471	49,527
Capital improvements and other	1,141,568	791,500	1,713,597	11,772,027	2,274,125	2,614,736	1,164,945	911,328	1,383,985	675,434
Total Expenditures	22,321,619	21,289,125	21,708,184	30,538,750	19,992,355	19,298,368	16,592,925	15,893,336	16,439,647	14,623,011
Excess (Deficiency) of Revenues over Expenditures	378,748	1,376,291	62,382	(10,107,761)	(450,627)	(1,007,245)	5,278	680,150	4,679	77,947

TOWN OF KENNEBUNKPORT, MAINE
Changes in Fund Balance of Governmental Funds (continued)
Last Ten Fiscal Years
(modified accrual basis of accounting)

	Fiscal Year									
	2022	2021	2020	2019	2018	2017	2016	2015	2014	2013
Other Financing Sources (Uses)										
Capital lease proceeds	\$ -	\$ -	\$ 30,207	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ 30,475
Debt issuance and premium	1,000,000	-	-	11,301,406	450,000	400,000	-	-	-	-
Transfers in	3,414,152	1,727,469	2,195,383	1,932,911	1,871,493	758,721	1,348,145	1,168,755	846,551	735,163
Transfers out	(3,124,679)	(1,567,996)	(1,946,025)	(1,698,446)	(1,652,278)	(462,020)	(1,128,972)	(948,590)	(588,595)	(592,066)
Total Other Financing Sources (Uses)	1,289,473	159,473	279,565	11,535,871	669,215	696,701	219,173	220,165	257,956	173,572
Net change in fund balances	\$ 1,668,221	\$ 1,535,764	\$ 341,947	\$ 1,428,110	\$ 218,588	\$ (310,544)	\$ 224,451	\$ 900,315	\$ 262,635	\$ 251,519
Debt service as a percentage of noncapital expenditures	4.41%	4.58%	2.27%	2.14%	1.17%	1.00%	1.77%	1.85%	1.90%	2.10%

(a) Includes a new permanent fund in FY 14

Table 5

TOWN OF KENNEBUNKPORT, MAINE
Property Tax Rates
Direct and Overlapping Governments
Last Ten Fiscal Years

Fiscal Year	Direct			Overlapping		Total Direct & Overlapping Rates
	Operating Millage	Debt Service Millage	Total Direct Rate	County Tax Rate	School Tax Rate	
2022	2.92	0.56	3.48	0.59	5.53	9.60
2021	2.70	0.48	3.18	0.57	5.70	9.45
2020	2.88	0.32	3.20	0.58	5.67	9.45
2019	2.87	0.11	2.98	0.58	5.20	8.76
2018	2.84	0.13	2.97	0.62	5.14	8.73
2017	2.80	0.13	2.93	0.61	4.74	8.28
2016	3.45	0.13	3.58	0.50	3.62	7.70
2015	2.68	0.17	2.85	0.60	4.18	7.63
2014	2.74	0.15	2.89	0.59	4.05	7.53
2013	2.48	0.21	2.69	0.55	3.66	6.90

TOWN OF KENNEBUNKPORT, MAINE
Assessed Value and Estimated Actual Value of Taxable Property
Last Ten Fiscal Years

Fiscal Year Ended June 30	Real Property		Personal Property	Less: Tax Exempt Real Property	Total Taxable Assessed Value (a)	Total Direct Tax Rate	State Equalized Value (b)	Assessed Value as a Percentage of Equalized Value
	Residential	Commercial						
2022	\$ 1,971,840,700	\$ 148,022,900	\$ 9,062,350	\$ 90,240,910	\$ 2,038,685,040	3.48	\$ 2,866,500,000	71.12%
2021	1,962,948,600	129,138,400	10,629,680	91,699,980	2,011,016,700	3.18	2,544,500,000	79.03%
2020	1,912,313,800	126,928,100	10,106,220	65,748,100	1,983,600,020	2.98	2,295,400,000	86.42%
2019	1,908,970,855	125,890,945	10,021,140	82,243,460	1,962,639,480	2.98	2,198,500,000	89.27%
2018	1,879,425,315	126,952,545	9,565,570	81,476,260	1,934,467,170	2.97	2,127,950,000	90.91%
2017	1,858,129,655	120,018,545	10,124,550	76,010,300	1,912,262,450	2.93	2,018,400,000	94.74%
2016 (c)	1,834,159,895	120,671,645	10,788,630	71,737,200	1,893,882,970	3.58	1,938,350,000	97.71%
2015	1,750,049,655	127,226,145	5,307,530	72,039,700	1,810,543,630	2.85	1,831,600,000	98.85%
2014	1,791,793,555	126,202,045	5,214,340	62,851,600	1,860,358,340	2.89	1,832,450,000	101.52%
2013	1,776,999,755	123,920,345	5,169,910	62,356,700	1,843,733,310	2.69	1,810,500,000	101.84%

(a) Kennebunkport Assessing Office

(b) State of Maine, Revenue Services

(c) Personal Property was reevaluated by the incoming assessor's assistant

Table 7

TOWN OF KENNEBUNKPORT, MAINE
Property Tax Levies and Collections
Last Ten Fiscal Years

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		Amount	Percentage
2022	\$ 19,571,376	\$ 19,366,744	98.95%	\$ -	\$ 19,366,744	98.95%
2021	19,004,109	18,872,015	99.30%	85,782	18,957,797	99.76%
2020	18,745,020	18,550,328	98.96%	188,580	18,738,908	99.97%
2019	17,192,722	17,014,268	98.96%	174,013	17,188,281	99.97%
2018	16,887,898	16,664,052	98.67%	222,777	16,886,829	99.99%
2017	15,833,533	15,656,402	98.88%	177,005	15,833,407	100.00%
2016	14,590,356	14,409,972	98.76%	180,267	14,590,239	100.00%
2015	14,296,356	14,130,137	98.84%	166,219	14,296,356	100.00%
2014	14,008,498	13,817,018	98.63%	191,480	14,008,498	100.00%
2013	12,722,328	12,576,283	98.85%	146,045	12,722,328	100.00%

Table 8

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

Taxpayer	2022			2013		
	Taxable Assessed Value	Rank	% of Total Taxable Assessed Value	Taxable Assessed Value	Rank	% of Total Taxable Assessed Value
O'Neill, Timothy J	\$15,955,700	1	0.78%	\$ 9,949,500	3	0.54%
157 Raksha, LLC	13,899,700	2	0.68%			
Walkers Point Family Limited Partnership	12,304,700	3	0.60%	11,472,400	2	0.62%
Boughton Hotel	11,586,200	4	0.57%	11,873,100	1	0.64%
Bongiorno, LLC	7,666,400	5	0.38%			
Eileen Barrett Property	7,051,100	6	0.35%			
Frederick, Sr.	6,892,400	7	0.34%			
Central Maine Power	6,879,400	8	0.34%			
SV17 LLC	6,804,500	9	0.33%			
Angela L Kenny Revocable	6,757,200	10	0.33%			
Hios Hospitality LLC				9,488,800	4	0.51%
Seaside Hotel Associates				7,976,300	5	0.43%
Maiuccoro, Cathiann				7,034,000	6	0.38%
Goose Rocks at Kennebunkport LLC				6,584,000	7	0.36%
Fishing Pole Lane LLC				6,367,400	8	0.35%
Wellesley Group LLC				6,325,300	9	0.34%
Hetz, Edwin David & Elizabeth JC Trustees				5,589,200	10	0.30%
	<u>\$ 95,797,300</u>		<u>4.70%</u>	<u>\$ 82,660,000</u>		<u>4.47%</u>

Source: Kennebunkport Assessor's Office

Table 9

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

Fiscal Year	General Obligation			Sewer Bonds	Total Outstanding Debt	Percentage of Personal Income (1)	Population (2)	Debt per Capita
	Bonds	Premium	Notes					
	Governmental Activities			Business-type Activities				
2022	\$ 11,296,271	\$ 290,828	\$ 12,344	\$ 1,992,201	\$ 13,591,644	7.06%	3,629	3,745
2021	10,855,742	374,086	18,167	2,147,069	13,395,064	7.25%	3,548	3,775
2020	11,404,315	462,716	23,768	224,580	12,115,379	6.88%	3,548	3,415
2019	11,487,045	546,406	-	278,781	12,312,232	6.99%	3,548	3,470
2018	813,934	-	6,422	332,023	1,152,379	0.70%	3,544	325
2017	560,000	-	12,677	384,344	957,021	0.61%	3,535	271
2016	320,000	-	18,767	435,786	774,553	0.51%	3,510	221
2015	573,611	-	24,698	486,389	1,084,698	0.73%	3,510	309
2014	823,546	-	30,475	536,192	1,390,213	0.94%	3,510	487
2013	1,070,170	-	36,251	585,226	1,691,647	1.33%	3,474	600

(1) Personal income is disclosed in the Demographics and Economic Statistics table
(2) United States Census Bureau

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

Fiscal Year Ended June 30,	General Obligation Bonds (1)	Percentage of Estimated Actual Taxable Value of Property (2)	Per Capita (3)
2022	\$ 13,579,300	0.67%	3,742
2021	13,376,897	0.67%	3,770
2020	12,091,611	0.62%	3,408
2019	12,312,232	0.63%	3,470
2018	1,145,957	0.06%	323
2017	944,344	0.05%	267
2016	755,786	0.04%	215
2015	1,060,000	0.06%	302
2014	1,359,738	0.07%	387
2013	1,655,396	0.09%	477

(1) This is the general bonded debt and premium of both governmental and business-type activities.

(2) See the Schedule of Assessed Value and the Estimated Actual Value of Taxable Property for property value

(3) Population data can be found in the Schedule of Demographic and Economic Statistics

TOWN OF KENNEBUNKPORT, MAINE
Direct and Overlapping Governmental Activities Debt
As of June 30, 2022

Governmental Unit	Debt Outstanding	Estimated Percentage Applicable	Amount Applicable to Primary Government
RSU #21	\$ 42,500,389	42.44%	18,037,165
Subtotal, overlapping debt			18,037,165
Town of Kennebunkport direct debt	13,591,644	100.00%	13,591,644
Total direct and overlapping debt			<u>\$ 31,628,809</u>

Note: Overlapping governments are those that coincide, at least in part, with geographic boundaries of the Town. This schedule estimates the portion of the outstanding debt of those overlapping governments that is borne by the property taxpayers of the Town of Kennebunkport. This process recognizes that, when considering the government's ability to issue and repay long-term debt, the entire debt burden borne by the property taxpayers should be taken into account. However, this does not imply that every taxpayer is a resident, and therefore responsible for repaying the debt, of each overlapping government.

TOWN OF KENNEBUNKPORT, MAINE
Legal Debt Margin Information
June 30, 2022

Debt Limit by Category	Maximum Percent Allowable	Maximum Amount Allowable	Principal Amount Outstanding	Legal Debt Margin
Type of Debt				
School	10.00%	\$ 286,650,000	\$ -	-
Sewer	7.50%	214,987,500	1,992,201	212,995,299
Municipal	7.50%	214,987,500	11,296,271	203,691,229
Total Maximum Debt	15.00%		<u>\$ 13,288,472</u>	

Legal Debt Margin Calculation for Fiscal Year 2022

State Valuation	\$ 2,866,500,000
Debt Limit - 15% of State Valuation	429,975,000
Less outstanding debt applicable to debt limit	<u>13,288,472</u>
Legal debt Margin	<u>\$ 416,686,528</u>

Last Ten Fiscal Years

Year	Constitutional Debt Limit	Outstanding Indebtedness June 30	Percentage of Net Debt Contracting Margin Available
2022	\$ 429,975,000	\$ 13,288,472	96.91%
2021	381,675,000	\$ 13,002,811	96.59%
2020	344,310,000	11,628,895	96.62%
2019	329,775,000	11,765,826	96.43%
2018	319,192,500	1,145,957	99.64%
2017	302,760,000	944,344	99.69%
2016	290,752,500	774,553	99.73%
2015	274,740,000	1,084,698	99.61%
2014	274,867,500	1,390,213	99.49%
2013	271,575,000	1,691,647	99.38%

TOWN OF KENNEBUNKPORT, MAINE
Demographic and Economic Statistics
Last Ten Fiscal Years

Fiscal Year	Population (1)	Median Age (1a)	York County		Personal Income (amounts expressed in thousands)	Public School Enrollment (3)	York County Unemployment Rate (4)	
			Per Capita Personal Income (2)					
2022	3,629	52.7	\$	54,225	\$	196,782,525	317	2.60%
2021	3,548	53.4		54,225		192,390,300	314	4.90%
2020	3,548	51.7		52,068		184,737,264	368	6.70%
2019	3,548	53.1		49,653		176,168,844	376	2.40%
2018	3,544	51.9		46,687		165,458,728	370	2.40%
2017	3,535	53.2		44,614		157,710,490	385	3.70%
2016	3,510	49.8		42,939		150,715,890	425	3.20%
2015	3,510	52.2		42,595		149,508,450	419	3.90%
2014	3,510	52.2		42,137		147,900,870	409	5.60%
2013	3,474	52.3		36,526		126,891,324	433	5.90%

- (1) US Census Bureau (1a)
- (2) Bureau of Economic Analysis
- (3) RSU #21 Reports & Maine Department of Education
- (4) Maine Department of Labor

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

Employer	2022			2013		
	Employees	Rank	% of Total Town Employment (1)	Employees	Rank	% of Total Town Employment (1)
Town of Kennebunkport	174	1	9.85%	166	1	9.41%
Nonantum Resort & Restaurant	160	2	9.08%	144	2	8.17%
Colony Hotel	127	3	7.20%	120	3	6.81%
Hidden Pond & Earth Restaurant	98	4	5.60%	65	4	3.69%
Cape Arundel Golf Club	79	5	4.50%	32	9	1.82%
The Boathouse	70	6	3.97%			
Arundel Wharf Restaurant	60	7	3.40%	60	6	3.40%
Alisson's Restaurant	59	8	3.35%	65	5	3.69%
Pier 77	55	9	3.12%	55	7	3.12%
Cape Arundel Inn & Ocean Restaurant	51	10	2.89%	52	8	2.95%
	759		43.11%	593		33.64%

(1) State of Maine, Department of Labor

Table 15

TOWN OF KENNEBUNKPORT, MAINE
Full-time Equivalent Town Government Employees by Function
Last Ten Fiscal Years

Function	Fiscal Year									
	2022	2021	2020	2019	2018	2017	2016	2015	2014	2013
General government	13	12	12	12	11	11	11	10	10	10
Public safety:										
Police officers	14	14	14	14	12	12	12	12	12	12
Administration	1	1	1	1	1	1	1	1	1	1
Dispatchers	4	4	4	4	4	4	4	4	4	4
Firefighters and officers	1	1	1	1	1	1	1	1	1	1
Health and welfare	1	1	1	1	1	1	1	1	1	1
Public works:										
Highways	6	6	6	6	6	6	6	6	6	6
Maintenance	1	1	1	1	1	1	1	1	1	1
Recreation	3	3	3	3	3	3	3	3	3	3
Cape Porpoise Pier	1	1	1	1	1	1	1	1	1	1
Sewer	7	7	7	6	8	8	8	8	8	8
Total	52	51	51	50	49	49	49	48	48	48

Source: Town's Finance Department

Table 16

TOWN OF KENNEBUNKPORT, MAINE
Operating Indicators by Function
Last Ten Fiscal Years

Function	Fiscal Year									
	2022	2021	2020	2019	2018	2017	2016	2015	2014	2013
General Government:										
Building permits issued	587	430	401	405	420	479	448	373	317	424
Police:										
Parking tickets	1,340	1,711	2,141	2,114	1,404	1,050	1,400	1,287	1,243	1,081
Traffic stops	1,624	1,303	1,609	1,807	1,106	1,101	1,926	1,643	1,469	2,296
Burglary/theft	31	25	22	55	41	31	31	73	57	60
Arrests/summons/warnings	1,793	1,649	1,975	2,186	1,422	1,475	2,575	2,268	2,033	3,148
Fire:										
Number of calls answered	207	238	183	241	204	193	205	218	167	147
Highways and streets:										
Street resurfacing (miles)	2.53	1	3.40	4.32	3.40	5.10	3.00	2.80	4.20	1.80
Sewer:										
Yearly sewerage treatment (in thousands of gallons)	120,274	112,220	115,416	132,278	106,350	120,110	120,110	117,212	113,875	110,748
Bio-solids (in thousands gallons)	2,260	1,282	1,965	2,239	2,095	1,423	1,741	1,401	1,319	1,229
Compost (in yards)	1,200	900	900	1,200	1,211	1,350	1,978	1,236	1,348	1,550

Source: Town Departments

Table 17

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

Function	Fiscal Year									
	2022	2021	2020	2019	2018	2017	2016	2015	2014	2013
General Government:										
Buildings	1	1	1	1	1	1	1	1	1	1
Public safety:										
Police:										
Stations	1	1	1	1	1	1	1	1	1	1
Emergency units	8	8	8	8	8	10	12	12	14	13
Fire:										
Stations	4	4	4	4	4	4	4	4	4	4
Emergency units	14	12	12	12	12	12	12	12	12	12
Highway:										
Buildings	3	3	3	3	3	3	3	3	3	3
Streets (miles)	52	52	52	52	52	52	52	52	52	52
Street lights	105	280	280	280	280	280	280	280	280	280
Municipal parking lot	1	1	1	1	1	1	1	1	1	1
Recreation:										
Parks	4	4	4	4	4	4	4	4	4	4
Sewer:										
Sewer pipe (miles)	20.41	20.41	20.41	20.41	20.41	20.41	20.41	20.41	20.41	20.41
Maximum daily treatment capacity (thousands of gallons)	700	700	700	700	700	700	700	700	700	700
Piers	2	2	2	2	2	2	2	2	2	2

Source: Town Departments