

**City of Saco, Maine
Balance Sheet
Governmental Funds
June 30, 2001**

Statement 3

	General Fund	Other governmental funds	Total governmental funds
ASSETS			
Cash and cash equivalents	\$ 4,861,636	\$ 2,410,287	\$ 7,271,923
Investments	1,053,861	3,787,593	4,841,454
Receivables, net	58,686	1,332,047	1,390,733
Interfund receivables	12,116,891	796,966	12,913,857
Receivables from other governments	428,175	1,444,326	1,872,501
Taxes and Liens receivable	823,379	-	823,379
Tax acquired property	61,422	-	61,422
Prepaid items	110,635	-	110,635
Inventories and other	-	159,833	159,833
Total assets	\$ 19,514,685	\$ 9,931,052	\$ 29,445,737
LIABILITIES AND FUND BALANCES			
Liabilities:			
Accounts payable	\$ 803,356	\$ 675,370	\$ 1,478,726
Contract Retainage Payable	-	30,834	30,834
Accrued expenses	952,086	21,399	973,485
Taxes collected in advance	14,690	-	14,690
Interfund payables	8,542,967	6,108,869	14,651,836
Deferred revenue	496,968	-	496,968
Accrued vacation and sick leave	281,024	-	281,024
Total liabilities	\$ 11,091,091	\$ 6,836,472	\$ 17,927,563
Fund balances:			
Reserved for:			
Encumbrances	\$ 226,954	\$ 76,703	\$ 303,657
Prepaid expenditures	110,635	-	110,635
Noncurrent notes receivable	-	168,881	168,881
Nonexpendable trust principal	-	181,383	181,383
Capital improvements	2,093,385	-	2,093,385
Other purposes	-	301,264	301,264
Unreserved, reported in:			
General Fund	5,992,620	-	5,992,620
Special revenue funds	-	1,609,555	1,609,555
Capital project funds	-	380,742	380,742
Permanent funds	-	376,052	376,052
Total fund balances	\$ 8,423,594	\$ 3,094,580	\$ 11,518,174
Total liabilities and fund balances	\$ 19,514,685	\$ 9,931,052	
Amounts reported for governmental activities in the statement of net assets (Statement 1) are different because (See Note 4, also):			
Capital assets used in governmental activities are not financial resources and therefore are not reported in the funds.		\$	43,845,420
Long-term liabilities, including bonds payable, are not due and payable in the current period and therefore are not reported in the funds (See Note 1).			(18,004,348)
Deferred revenues			496,968
Net assets of governmental activities		\$	37,856,214

See accompanying Notes to Basic Financial statements.

City of Saco, Maine
Statement of Revenues, Expenditures, and Changes in Fund Balances
Governmental Funds
For the Year Ended June 30, 2001

Statement 4

	General Fund	Other governmental funds	Total governmental funds
REVENUES			
Property taxes	\$ 20,144,345	\$ -	\$ 20,144,345
Licenses and Permits	292,555	-	292,555
Intergovernmental	11,255,658	2,450,304	13,705,962
Intergovernmental on behalf payments	1,233,881	-	1,233,881
Charges for services	597,019	677,948	1,274,967
Other revenues	958,995	1,024,144	1,983,139
Total revenues	\$ 34,482,453	\$ 4,152,396	\$ 38,634,849
EXPENDITURES			
Current:			
General government	\$ 1,276,785	\$ -	\$ 1,276,785
Public Safety	3,614,790	-	3,614,790
Public Works	1,720,098	-	1,720,098
Health, sanitation and welfare	1,094,982	-	1,094,982
Housing programs	-	175,994	175,994
Culture and recreation	327,358	-	327,358
Education	18,098,738	1,442,328	19,541,066
Maine State Retirement on behalf payments	1,233,881	-	1,233,881
Unclassified	2,282,005	807,196	3,089,201
Intergovernmental:			
County tax	356,525	-	356,525
Debt service:			-
Principal	1,247,000	-	1,247,000
Interest and other charges	843,891	-	843,891
Depreciation	-	14,882	14,882
Capital improvements	1,538,815	2,873,467	4,412,282
Total expenditures	\$ 33,634,868	\$ 5,313,867	\$ 38,948,735
Excess (deficiency) of revenues over (under) expenditures	\$ 847,585	\$ (1,161,471)	\$ (313,886)
OTHER FINANCING SOURCES (USES)			
Capital lease proceeds	\$ 361,960	\$ -	\$ 361,960
Transfers in	1,958,396	405,370	2,363,766
Transfers out	(480,665)	(1,671,705)	(2,152,370)
Total other financing sources (uses)	\$ 1,839,691	\$ (1,266,335)	\$ 573,356
Net change in fund balances	\$ 2,687,276	\$ (2,427,806)	\$ 259,470
Fund balances-beginning	5,736,318	5,522,386	11,258,704
Fund balances-ending	\$ 8,423,594	\$ 3,094,580	\$ 11,518,174

See accompanying Notes to Basic Financial Statements.

City of Saco, 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, 2001

Statement 5

Net change in fund balances- total governmental funds (from Statement 4)	\$	259,470
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Amounts reported for governmental activities in the statement of activities (Statement 2) are different because (see Note 1, also):

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, with the exception of infrastructure which is recorded at historical cost and not depreciated as the Modified Approach is being used. This is the amount by which capital outlays exceeded depreciation in the current period.

(557,545)

Revenues in the statement of activities that do not provide current financial resources are not reported as revenues in the funds

(120,909)

Bond proceeds provide current financial resources to governmental funds, but issuing debt increases long-term liabilities in the statement of net assets. Repayment of bond principal is an expenditure in the governmental funds, but the repayment reduces long-term liabilities in the statement of net assets. This is the amount by which proceeds exceeded repayments.

1,421,544

Change in net assets of governmental activities (see Statement 2)	\$	1,002,560
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See accompanying Notes to Basic Financial Statements.

**City of Saco, Maine
General Fund**

Statement 6

**Statement of Revenues, Expenditures, and Changes in Fund Balances - Budget and Actual
For the year ended June 30, 2001**

	Budgeted Amounts		Actual Amounts	Variance with Final Budget- Positive (negative)
	Original	Final		
REVENUES				
Taxes	\$ 19,357,013	\$ 19,357,013	\$ 20,144,345	\$ 787,332
Licenses and permits	275,264	275,264	292,555	17,291
Intergovernmental	11,370,824	11,370,824	11,255,658	(115,166)
Charges for Services	460,020	460,020	597,019	136,999
Interest earnings	365,000	365,000	414,251	49,251
Other revenues	384,650	384,650	544,744	160,094
Total revenues	\$ 32,212,771	\$ 32,212,771	\$ 33,248,572	\$ 1,035,801
EXPENDITURES				
Current:				
General government	\$ 1,315,328	\$ 1,409,424	\$ 1,276,785	\$ 132,639
Public safety	3,563,586	3,669,450	3,614,790	54,660
Public works	1,540,535	1,664,156	1,720,098	(55,942)
Health, sanitation and welfare	1,099,396	1,099,919	1,094,982	4,937
Culture and recreation	346,485	370,871	327,358	43,513
Education	18,243,289	18,243,289	18,016,544	226,745
County Tax	356,525	356,525	356,525	-
Unclassified	2,725,265	2,754,042	2,282,005	472,037
Debt service	2,044,722	2,044,722	2,090,891	(46,169)
Capital improvements	3,554,275	4,151,832	1,538,815	2,613,017
Total expenditures	\$ 34,789,406	\$ 35,764,230	\$ 32,318,793	\$ 3,445,437
Excess of revenues over (under) expenditures	\$ (2,576,635)	\$ (3,551,459)	\$ 929,779	\$ 4,481,238
OTHER FINANCING SOURCES (USES)				
Capital lease proceeds	\$ -	\$ -	\$ 361,960	\$ 361,960
Transfers in	1,958,396	1,958,396	1,958,396	-
Transfers out	(286,102)	(436,102)	(480,665)	44,563
Total other financing sources and uses	\$ 1,672,294	\$ 1,522,294	\$ 1,839,691	\$ 406,523
Net change in fund balances	\$ (904,341)	\$ (2,029,165)	\$ 2,769,470	\$ 4,887,761
Fund balances - beginning	5,736,318	5,736,318	5,736,318	-
Fund balances - ending	\$ 4,831,977	\$ 3,707,153	\$ 8,505,788	\$ 4,887,761

Net change in fund balance for the general fund in the Statement of Revenues, Expenditures, and Changes in Fund Balances

(Statement 4) is different because:

Statement 4 is reported under the Modified Accrual basis of accounting and therefore includes the change in accrual for the Teachers summer salaries amount of

(82,194)

Ending Fund Balance (Statement 4)

8,423,594

See accompanying Notes to Basic Financial Statements.

**City of Saco, Maine
Statement of Net Assets
Proprietary Fund
June 30, 2001**

Statement 7

		Business-type activities Enterprise Funds
		Waste Water Treatment Plant
ASSETS		
Current assets:		
Cash and cash equivalents	\$	1,492,528
Receivables, net		195,581
Interfund receivables		1,737,979
Total current assets	\$	3,426,088
Noncurrent assets:		
Capital assets:		
Vehicles	\$	95,500
Buildings		14,775,600
Equipment		1,788,800
Less accumulated depreciation		(10,383,143)
Total noncurrent assets	\$	6,276,757
Total assets	\$	9,702,845
LIABILITIES		
Current liabilities:		
Accounts payable	\$	84,833
Contract retainage payable		33,904
Accrued expenditures		29,677
Total current liabilities	\$	148,414
Total liabilities	\$	148,414
NET ASSETS		
Invested in capital assets, net of related debt	\$	6,276,757
Restricted for encumbrances		278,663
Restricted for capital projects		2,703,681
Unrestricted		295,330
Total net assets of business-type activities	\$	9,554,431

See accompanying Notes to Basic Financial Statements.

City of Saco, Maine
Statement of Revenues, Expenses, and Changes in Fund Net Assets
Proprietary Funds
For the year ended June 30, 2001

Statement 8

		Business-type activities Enterprise Funds
		Waste Water Treatment Plant
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Operating revenues:		
Charges for services	\$	1,684,581
Total operating revenues	\$	1,684,581
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Operating expenses:		
Personal services	\$	456,321
Contractual services		152,460
Utilities		168,614
Repairs and Maintenance		4,567
Other supplies and expenses		164,109
Capital improvements		1,069,879
Depreciation		479,726
Total operating expenses	\$	2,495,676
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Operating income (loss)	\$	(811,095)
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Nonoperating revenues (expenses):		
Interest revenues	\$	64,276
Miscellaneous revenues		9,420
Total nonoperating revenue (expenses)	\$	73,696
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Income (loss) before contributions and transfers	\$	(737,399)
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Capital grants and contributions	\$	81,597
Transfers out		(211,396)
Changes in net assets	\$	(867,198)
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Total net assets - beginning	\$	10,421,629
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Total net assets - ending	\$	9,554,431

See accompanying Notes to Basic Financial Statements.

City of Saco, Maine
Statement of Cash Flows
Proprietary Funds
For the year ended June 30, 2001

Statement 9

		Business-type activities Enterprise Funds
		Waste Water Treatment Plant
CASH FLOWS FROM OPERATING ACTIVITIES		
Receipts from customers	\$	1,744,438
Payments to suppliers		(1,684,247)
Payments to employees		(453,007)
Internal activity- payments from other funds		527,680
Net cash provided by operating activities	\$	134,864
CASH FLOWS FROM NONCAPITAL FINANCING ACTIVITIES		
Transfers to other funds	\$	(211,396)
Net cash (used) by noncapital financing activities	\$	(211,396)
CASH FLOWS FROM CAPITAL AND RELATED FINANCING ACTIVITIES		
Capital contributions	\$	81,597
Other receipts (payments)		9,420
Net cash provided by capital and related financing activities	\$	91,017
CASH FLOWS FROM INVESTING ACTIVITIES		
Interest on investments	\$	64,276
Net cash provided by investing activities	\$	64,276
Net increase in cash and cash equivalents	\$	78,761
Balances- beginning of the year		1,413,767
Balances- end of the year	\$	1,492,528
Reconciliation of operating income (loss) to net cash provided		
(used) by operating activities:		
Operating income (loss)	\$	(811,095)
Adjustments to reconcile operating income to net cash provided		
(used) in operating activities:		
Depreciation expense		479,726
Change in net assets and liabilities:		
Receivables, net		59,857
Interfund receivables		564,272
Accounts and other payables		(124,618)
Accrued expenses		3,314
Interfund payables		(36,592)
Net cash provided by operating activities	\$	134,864

See accompanying Notes to Basic Financial Statements.

City of Saco, Maine
Statement of Fiduciary Net Assets
Fiduciary Funds
June 30, 2001

Statement 10

	Agency Fund
	School Activity Funds
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ASSETS	
Cash and cash equivalents	\$ 31,036
Total assets	\$ 31,036
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LIABILITIES	
Due to student groups	\$ 31,036
Total liabilities	\$ 31,036

See accompanying Notes to Basic Financial Statements.