

TOWN OF YORK, MAINE
ANNUAL FINANCIAL INFORMATION AND OPERATING DATA FOR FISCAL YEAR 2019

March 17, 2020

The following annual financial information and operating data is provided by the Town of York, Maine (the “Issuer” or “Town”) pursuant to certain continuing disclosure undertakings and agreements entered into by the Issuer in connection its issuance of bonds. Set forth below is certain financial information and operating data relating to the Issuer for the fiscal year ended June 30, 2019. Specific reference is hereby made to the Issuer’s audited annual financial report for the year ended June 30, 2019, a copy of which has been filed with the Municipal Securities Rulemaking Board through its Electronic Municipal Market Access system.

This statement is of limited scope. It contains only an updating of certain financial information and operating data described below. The information set forth herein does not contain all material information concerning the Issuer or its debt necessary to make an informed investment decision. This statement does not constitute an offer to sell or the solicitation of an offer to buy bonds of the Issuer. This statement is submitted pursuant to various continuing disclosure undertakings and agreements relating to bonds that are subject to Rule 15c2-12, as amended from time to time (the “Rule”), promulgated by the Securities and Exchange Commission and is intended to provide only the information necessary to conform to the requirements of said Rule.

Questions regarding information contained in this statement may be directed to Wendy Anderson, Town of York, 186 York Street, York, ME 03909-1314, Telephone: (207) 363-1004; Facsimile: (207) 363-1009; e-mail: wanderson@yorkmaine.org.

1. Summary presentation of revenues and expenditures of the Issuer relating to its operating budget.

The following table sets forth the trends in the General Fund's budgets for the Town for the current and last four fiscal years:

	Fiscal Year Ending June 30,				
	2020	2019	2018	2017	2016
REVENUES					
Taxes	\$55,274,268	\$52,456,805	\$49,694,572	\$47,816,881	\$46,299,383
Intergovernmental	2,828,467	2,677,024	2,365,155	2,121,971	1,731,124
Charges for Services	982,687	1,083,688	425,000	426,400	981,827
Licenses, Permits and Fees	315,000	320,000	578,500	535,800	292,800
Transfers and Carryforwards	--	--	--	--	925,761
Miscellaneous	219,131	159,860	98,000	98,000	516,704
Utilization of Fund Balance	300,000	100,000	250,000	500,000	870,000
TOTAL REVENUES	\$59,919,553	\$56,797,377	\$53,411,227	\$51,499,052	\$51,617,599
EXPENDITURES					
General Government	\$3,561,814	\$3,400,280	\$2,923,580	\$2,796,501	\$2,654,529
Public Safety	7,460,995	7,079,621	6,670,266	6,477,785	6,415,843
Public Works and Sanitation	5,437,488	5,184,297	5,056,298	4,859,388	4,404,290
Community Services	1,609,994	1,589,415	996,622	1,008,313	1,021,797
Library	644,232	598,311	544,144	519,584	504,373
Human Services	161,055	150,205	129,105	125,050	359,398
Education	35,105,285	33,601,816	32,079,943	30,760,300	29,322,527
County Tax	2,327,224	2,276,680	2,371,747	2,404,874	2,416,154
Debt Service	2,876,224	2,691,752	2,073,709	1,836,876	2,185,227
Capital Outlays	345,000	195,000	78,000	138,000	1,559,734
Miscellaneous	390,000	30,000	487,813	572,381	773,727
TOTAL EXPENDITURES	\$59,919,553	\$56,797,377	\$53,411,227	\$51,499,052	\$51,617,599

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2. Summary presentation of the Issuer's capital expenditures.

Article II Section 9 of the Town's Charter provides that the Town of York have a Capital Improvement Program (the "CIP"). The CIP is a five-year plan which includes the Capital Budget for projects over the next five fiscal years. The present values of the town's assets are evaluated, a useful life expectancy is estimated and replacement, if necessary is projected. The table below reflects a summary of the current proposed CIP, which is primarily funded from the issuance of General Obligation Bonds.

Fiscal Year Ending June 30,

Projects	2021	2022	2023	2024	2025
Vehicles					
Village Fire			\$165,000		
Beach Fire					\$1,200,000
Parks and Rec.	\$28,000	\$50,000	20,000	\$40,000	
DPW	250,000	495,000	225,000	290,000	335,000
Schools	45,000	44,000	90,000	48,000	
Town Hall/CEO/Eng.	35,000		37,000		
Police	165,000	205,000	130,000	100,000	100,000
Senior Center				33,000	
Properties					
Parks and Rec HVAC					50,000
Coastal Ridge Elem.			125,000		
York Middle School	50,000		175,000		250,000
York High School	400,000	322,000			
Town Hall- Exp.		6,500,000			
DPW Salt Shed					900,000
DPW Fuel Facility					100,000
Mt. A-Improvements	1,200,000		250,000		
Senior Center Renov.		50,000		1,500,000	
Sohier Park/Nubble	91,000				
Bog Rd. Field Septic			400,000		
Village Fire-HVAC	27,000				
Police Station					25,000
Nubble Facilities				25,000	95,000
Roads/Utilities					
DPW-Bell Marsh Rd.	125,000				
DPW-Bridge Design	75,000	30,000			
DPW-Bridge Const.			1,500,000		
Road Paving/Sidewalk	1,000,000	850,000	850,000	1,125,000	1,000,000
Bike Lanes/Trails					500,000
Long Beach Seawall	1,000,000				
Cape Neddick Bridge					300,000
Nubble Drainage		250,000			
Equipment/Other					
Town IT	46,000	298,000	56,000		21,000
School	45,000				
Beach Fire-Cas. Sys.		50,000		25,000	
Police-Equip.	106,000	85,000		55,000	60,000
TOTAL	\$4,688,000	\$9,229,000	\$4,023,000	\$3,241,000	\$4,911,000

3. Summary presentation of the Issuer's fund balances.

**TOWN OF YORK
COMPARATIVE BALANCE SHEETS**

**GENERAL FUND
(As of June 30,)**

	2019	2018	2017	2016	2015
ASSETS					
Cash and Investments	\$15,249,655	\$13,407,739	\$14,484,692	\$10,393,651	\$13,287,314
Taxes Receivable	1,315,144	1,371,086	1,452,662	1,514,866	1,488,914
Accounts Receivable	203,451	300,081	425,461	166,414	365,105
Due from other Funds	170,132	--	--	61,985	--
Prepaid Expenses	44,781	37,037	114,742	195,271	648,571
TOTAL ASSETS	\$16,983,163	\$15,116,743	\$16,477,557	\$12,332,187	\$15,789,904
LIABILITIES					
Accounts Payable	\$1,448,379	\$941,733	\$1,152,218	\$881,161	\$838,814
Other Accrued Liabilities	897,486	510,749	275,418	249,056	376,331
Accrued Payroll	1,656,275	1,960,959	2,299,782	2,181,545	2,433,891
Due to Other Funds	2,156,664	2,421,432	3,605,225	934,412	4,144,099
Deferred Revenues	--	889,000	942,434	1,094,855	1,086,419
TOTAL LIABILITIES	\$6,158,804	\$6,723,873	\$8,275,077	\$5,341,029	\$8,879,554
FUND BALANCES					
Non-spendable	\$44,781	\$37,037	\$114,742	\$195,271	\$648,571
Restricted	622,406	432,201	655,644	921,217	517,167
Assigned	1,302,597	1,160,477	2,234,836	2,126,974	2,760,838
Unassigned	7,985,575	6,763,155	5,197,258	3,747,696	2,983,774
TOTAL FUND BALANCES	\$9,955,359	\$8,392,870	\$8,202,480	\$6,991,158	\$6,910,350
TOTAL LIABILITIES AND FUND BALANCES	\$16,983,163	\$15,116,743	\$16,477,557	\$12,332,187	\$15,789,904

**COMPARATIVE STATEMENTS OF REVENUES, EXPENDITURES
AND CHANGES IN FUND BALANCES**

**GENERAL FUND
(For the Year Ended June 30,)**

	2019	2018	2017	2016	2015
REVENUES					
General Property Taxes	\$52,789,098	\$50,084,571	\$48,882,362	\$46,707,059	\$44,806,364
Intergovernmental	5,417,530	4,678,764	3,952,673	3,768,047	4,040,851
Charges for Services	1,365,245	1,502,948	1,191,165	1,492,103	996,355
Licenses, Permits and Fees	366,879	358,332	341,560	344,087	303,207
Miscellaneous	1,063,085	728,402	767,312	543,126	671,924
TOTAL REVENUES	\$61,001,837	\$57,353,017	\$55,135,072	\$52,854,422	\$50,818,701
EXPENDITURES					
General Government	\$3,707,710	\$3,337,936	\$2,705,084	\$2,555,702	\$2,478,776
Public Safety	7,102,089	6,850,308	6,920,792	6,267,085	6,050,009
Public Works and Sanitation	5,145,868	4,961,712	4,885,059	4,546,829	4,082,359
Parks and Recreation	1,781,465	1,648,310	1,214,516	1,108,466	999,340
Education	33,249,980	31,894,786	30,739,322	29,268,336	28,193,078
Maine PERS on-behalf payments	2,418,743	2,360,082	1,931,612	1,868,480	2,121,662
County Tax	2,276,680	2,426,202	2,398,830	2,416,154	2,386,313
Unclassified	758,980	672,591	481,941	1,331,175	1,455,850
Debt Service	2,583,823	1,915,728	1,597,720	1,827,755	2,701,457
Capital Outlay	375,502	1,149,787	314,384	1,509,421	731,713
TOTAL EXPENDITURES	\$59,400,840	\$57,217,442	\$54,087,653	\$52,699,403	\$51,200,557
EXCESS OF REVENUES OVER (UNDER) EXPENDITURES	1,600,997	135,575	1,047,419	155,019	(381,856)
OTHER FINANCING SOURCES (USES)					
Proceeds from capital lease obligation	10,513	182,051	90,093	13,170	--
Operating Transfers In	165,897	334,866	258,423	160,423	316,906
Operating Transfers Out	(214,918)	(462,102)	(184,613)	(247,804)	(204,986)
TOTAL OTHER FINANCING SOURCES (USES)	(\$38,508)	\$54,815	\$163,903	(\$74,211)	\$111,920
REVENUES AND OTHER SOURCES OVER (UNDER) EXPENDITURES AND OTHER USES	\$1,562,489	\$190,390	\$1,211,322	\$80,808	(\$269,936)
FUND BALANCES – JULY 1	8,392,870	8,202,480	6,991,158	\$6,910,350	\$7,180,286
FUND BALANCES - JUNE 30	\$9,955,359	\$8,392,870	\$8,202,480	\$6,991,158	\$6,910,350

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4. Summary presentation of the Issuer's property tax and rate information.

Fiscal Yr. End June 30,	Equalized State Valuation (000)	Assessed Valuation (000)	Tax Rate (000)	Tax Levy (000)	Collected @ Year End (000)	% Collected after Supplements and Abatements	
						A/O Year End	A/O 10/31/19
2020	N/A ⁽¹⁾	\$4,620,795	\$11.15	\$51,174	-----In Process-----		51.37%
2019	4,752,100	4,445,463	11.15	49,226	48,429	98.50	99.06
2018	4,473,800	4,268,495	10.95	46,474	45,656	98.24	99.03
2017	4,267,300	4,078,219	11.15	45,269	44,332	97.93	98.73
2016	4,039,100	3,964,520	11.00	43,471	42,593	97.98	99.99
2015	3,976,700	3,915,251	10.70	41,761	40,884	97.90	99.99
2014	3,967,100	3,855,034	10.43	40,058	38,950	97.23	99.99
2013	3,885,750	3,849,714	9.72	37,273	37,151	99.67	99.99

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5. Summary presentation of the Issuer's outstanding indebtedness and overlapping debt.

The Town of York's 2019 Equalized State Valuation ("Equalized State Valuation") is \$4,752,100,000. The 15% debt limit is \$712,815,000. As of June 30, 2019, the Town's long-term debt outstanding was \$36,993,521 or 0.77% of the 2019 Equalized State Valuation.

The following tables set forth the bonded debt of the Town as of June 30, 2019:

Bonded Debt Outstanding:

2008 General Obligation Bonds	\$1,750,000
2010 General Obligation Refunding Bonds	780,000
2010 General Obligation Bonds	4,426,000
2011 General Obligation Bonds	5,534,421
2012 General Obligation Bonds	2,164,100
2013 General Obligation Bonds	1,509,000
2015 General Obligation Bonds	955,000
2016 General Obligation Bonds	11,022,000
2017 General Obligation Bonds	5,000,000
<u>2018 General Obligation Bonds</u>	<u>3,233,000</u>
Total Outstanding Bonded Debt	\$36,373,521

FISCAL YEAR	2008	2010 Ref.	2010	2011	2012	2013	2015	2016	2017	2018	TOTAL
2020	175	780	395	495	175	165	200	677	740	378	4,180
2021	175		395	495	175	165	95	980	725	365	3,570
2022	175		365	495	175	165	90	935	630	360	3,390
2023	175		365	405	175	165	90	780	595	355	3,105
2024	175		365	405	150	165	90	780	375	355	2,860
2025	175		365	405	150	70	90	785	365	220	2,625
2026	175		365	405	150	70	30	785	365	215	2,560
2027	175		365	405	150	70	30	770	365	215	2,545
2028	175		365	405	145	70	30	755	360	210	2,515
2029	175		360	405	145	70	30	755	70	210	2,220
2030			360	405	145	70	30	755	65	70	1,900
2031			361	405	145	70	30	755	65	70	1,901
2032				404	145	65	30	755	65	70	1,534
2033					139	65	30	755	65	70	1,124
2034						64	30		30	70	194
2035							30		30		60
2036									30		30
2037									30		30
2038									30		30
2039											
TOTAL	\$1,750	\$780	\$4,426	\$5,534	\$2,164	\$1,509	\$955	\$11,022	\$5,000	\$3,233	\$36,373

Note: Amounts are rounded to the nearest thousand for the 2011 and 2012 issues

DEBT RATIOS

The following table sets forth the ratio of bonded debt to equalized state valuation and per capita debt ratios for the ten most recent fiscal years:

Fiscal Yr. End June 30,	Population	Equalized State Valuation (000)	Assessed Valuation (000)	Total G.O. Debt (000)	G.O. Debt as % Eq. Val.	Debt Per Capita
2019	12,577	\$4,752,100	\$4,620,795	\$36,373	0.77%	\$2,892.03
2018	12,777	4,473,800	4,445,463	37,033	0.83	2,898.41
2017	12,777	4,267,300	4,268,495	36,994	0.87	2,895.36
2016	12,529	4,039,100	4,078,219	34,506	0.85	2,754.01
2015	12,529	3,976,700	3,964,520	25,557	0.64	1,858.25
2014	12,529	3,967,100	3,915,251	28,640	0.73	2,285.98
2013	12,529	3,885,750	3,855,034	29,971	0.78	2,392.13
2012	12,529	3,928,900	3,849,714	30,927	0.80	2,468.43
2011	12,529	4,040,700	3,909,591	28,641	0.73	2,285.98
2010	12,529	4,164,050	3,967,061	22,323	0.56	1,781.71

OVERLAPPING DEBT

The Town is subject to an annual assessment of its proportional share of the County of York's (the "County") expenses, including, debt repayment, as determined by the percentage of the Town's Equalized State Valuation to the County's Equalized State Valuation. At January 1, 2019 the Town's Equalized State Valuation of \$4,473,800,000 was 13.36% of the County's Equalized State Valuation of \$33,490,850,000. The County had outstanding long-term debt in the amount of \$2,900,000 as of June 30, 2019. The Town's share is \$387,440.

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6. Summary of the Issuer's pension obligations.

Maine Public Employees Retirement System – Consolidated Plan

Description of Plan- the Town contributes to the Maine Public Employees Retirement System (“MPERS”), a cost-sharing multiple-employer public employee retirement system established by the Maine State Legislature. The MPERS provides retirement and disability benefits, annual cost-of-living adjustments, and death benefits to plan members and beneficiaries. The authority to establish and amend benefit provisions rests with the State Legislature. The MPERS issues a publicly available financial report that includes financial statements and required supplementary information for the Consolidated Plan. That report may be obtained by writing to Maine State Retirement System, 46 State House Station, Augusta, Maine 04333-0046 or by calling 1-800-451-9800.

Funding Policy- Plan members are currently required to contribute 8.0% of their annual covered salary depending upon the plan that they are in and the Town of York is required to contribute an actuarially determined rate. The contribution rates of plan members and the Town of York are established and may be amended to the Maine State Retirement System Board of Trustees. The Town's contribution to the MPERS Consolidated Plan for the year ended June 30, 2018 was \$604,066 and for the year ended June 30, 2017 was \$548,521, both equal to the required contribution.

Teacher Group - Description of Plan- All school teachers, plus other qualified educators, participate in the Maine State Retirement System's Teacher Group. The teacher's group is a cost sharing plan with a special funding situation, established by the Maine State Legislature. The Maine Public Employees Retirement System provides retirement and disability benefits, annual cost-of-living adjustments, and death benefits to plan members and beneficiaries. The authority to establish and amend benefit provisions rests with the State Legislature. The Maine Public Employees Retirement System issues a publicly available financial report that includes financial statements and required supplementary information for the Teacher's Group. That report may be obtained by writing to Maine Public Employees Retirement System, 46 State House Station, Augusta, Maine 04333-0046 or by calling 1-800-451-9800.

Funding Policy- Plan members are required to contribute 7.65% of their compensation to the retirement system. State statute requires the State of Maine's Department of Education to contribute a portion of the employer share. The contribution from the State was 11.08% of compensation or \$2,360,082 and the school contributed 3.97% or \$637,339 for a total contribution of 15.05% or \$2,997,422 for the fiscal year ended June 30, 2018. The school's contribution for federally funded teachers amounted to 18.26% of their compensation for the year ended June 30, 2018. This cost is charged to the applicable grant.

Please see Annual Audited Financial Statements, pages 42-47, *Maine Public Employees Retirement System*, for a full description of the benefits provided and the actuarial determined liability of the Town as of June 30, 2018.

Section 457 Plan

The Town offers its employees a deferred compensation plan created in accordance with Internal Revenue Code (IRC) Section 457 through the International City Management Association Retirement Corporation. The deferred compensation plan is available to all employees. The Plan permits participating employees to defer a portion of their salary until future years. The Town's contribution to this plan for the year ended June 30, 2018 was \$125,560 and for the year ended June 30, 2017 was \$132,529. Assets of the plan are placed in trust for the exclusive benefit of participants and their beneficiaries. Accordingly, the assets and the liabilities for the compensation deferred by the plan participants, including earnings on plan assets, are not included in the Town's financial statements.

Please see Annual Audited Financial Statements, page 47, *457 Retirement Plan*, for a full description of the benefits provided of the Town as of June 30, 2018.

Social Security

The Town participates in the Social Security program. The Town contributed \$1,042,056 as its share of Social Security for all Town and School employees for the fiscal year ended June 30, 2018 and \$1,002,830 for the year ended June 30, 2017.

Other Post-Employment Benefits

In addition to pension benefits as described above, the Town provides certain Town and School retirees with the ability to participate in its group term life insurance and health insurance programs. The Town retirees pay the monthly premiums for both programs. For those covered School retirees the group life premiums are paid for by the State of Maine and the health premiums paid for by the retirees.

Please see Appendix A, Annual Audited Financial Statements, pages 47-48, *Other Postemployment Benefits*, for a full description of the benefits provided and the actuarial determined liability of the Town as of June 30, 2018.

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7. Summary of the Issuer's state aid.

The State of Maine provides aid to the Town in a number of areas including education, welfare reimbursement, road maintenance and revenue sharing. The amount of aid in each category is based upon a number of formulas, many of which change annually, and dependent upon provisions of State law and/or appropriation by the State legislature. School Aid includes general purpose aid, financing costs relating to certain school construction projects and categorical aid but does not include funds received for Adult Education, Pre-School and other special grants. The State annually estimates State Aid but actual payments may vary from the estimate. The following table displays State Aid received by the Town of York for the most current eight fiscal years and projected for fiscal year 2020.

Fiscal Year Ended <u>June 30</u>	State Revenue <u>Sharing</u>	School Aid	Other State Aid	Total State Aid
2020	\$345,000	\$2,203,879	\$269,000	\$2,817,879
2019	367,289	2,082,024	257,144	2,706,457
2018	337,506	1,415,364	432,314	2,185,184
2017	314,505	1,200,013	422,847	1,622,860
2016	306,748	1,110,527	415,036	1,832,311
2015	282,626	1,068,414	364,388	1,715,428
2014	301,520	1,295,527	389,853	1,806,787
2013	462,286	996,420	370,914	1,829,620
2012	505,814	977,738	374,361	1,857,913

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