

OGUNQUIT

Beautiful Place by the Sea



Annual Town Report
July 1, 2011 - June 30, 2012

Cover Photo:

Robert Joyner is a year round resident of Ogunquit. He is an avid photographer and also teaches photography in area schools.

***ANNUAL REPORT
OF THE
TOWN OF OGUNQUIT***



***FOR THE
YEAR ENDING
JULY 1, 2011-JUNE 30, 2012***

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TOWN OF OGUNQUIT

SELECT BOARD

<i>David Barton</i>	<i>2013</i>	<i>Donato Tramuto</i>	<i>2012</i>	<i>Barbara Dailey</i>	<i>2014</i>
<i>Christopher Jarochym</i>	<i>2014</i>			<i>Robert Winn, Jr.</i>	<i>2015</i>

TOWN MANAGER/TAX COLLECTOR
ROAD COMMISSIONER/WELFARE DIRECTOR

Thomas A. Fortier

ADMIN SERVICES DIRECTOR

Clifford Marchant

CHIEF OF POLICE

Patricia L. Arnaudin

FIRE CHIEF

Edward W. Smith

HARBORMASTER

Fred Mayo III

INFORMATION SYSTEMS

Jordan Freedman

LAND USE DEPARTMENT

Paul J. Lempicki, CEO
Robert Gingras, Contract Assessor

PUBLIC WORKS DIRECTOR

Thomas A. Fortier

TOWN CLERK

Judy Shaw-Kagiliery

TRANSFER STATION MANANGER

John Fusco

TREASURER

Judith A. Yates

WELLS-OGUNQUIT CSD TRUSTEES

<i>Diana Allen</i>	<i>2014</i>
<i>John Eliopoulos</i>	<i>2013</i>
<i>Damon A. Russell</i>	<i>2012</i>

KK&W WATER DISTRICT

Richard H. Littlefield *2012*

OGUNQUIT SEWER DISTRICT TRUSTEES

<i>Roger W. Brown</i>	<i>2012</i>
<i>Helen Horn</i>	<i>2013</i>
<i>Robert S. Joyner</i>	<i>2011</i>

2013 Holiday Schedule

<i>January 1</i>	New Year's Day
<i>January 21</i>	Martin Luther King Day
<i>February 18</i>	President's Day
<i>April 15</i>	Patriot's Day
<i>May 27</i>	Memorial Day
<i>July 4</i>	Independence Day
<i>September 2</i>	Labor Day
<i>October 14</i>	Columbus Day
<i>November 11</i>	Veteran's Day
<i>November 28/29</i>	Thanksgiving Day & Friday
<i>December 24</i>	Christmas Eve (1/2 Day)
<i>December 25</i>	Christmas Day

Weekly Meeting Schedule

Select Board	- 1 st & 3 rd Tuesday 6PM – Auditorium
Planning Board	- 2 nd & 4 th Monday 6PM – Auditorium
Board of Appeals	- As-Needed Basis 6PM – Auditorium

Town Hall Office Hours

Monday – Friday
9:00AM – 5:00PM

Dates to Remember

2013

<i>January</i>	2013 Hunting & Fishing Licenses Available (Clerk's Office) Annual Dog Licenses Due (Clerk's Office) Annual Mooring Bills Go Out (Clerk's Office)
<i>February</i>	Unregistered Dogs/Assessed \$25 Late Charge (Clerk's Office)
<i>March</i>	Reminder Notices sent for Second Half of Tax Bill. (Tax Office) Last Day to File for Tax Abatement (185 Days after Commitment, check with Assessor's Office for exact date.)
<i>April</i>	All Property (Real & Personal) Assessed to Owner of Record (Assessor's Office) Mooring Bills Due (Clerk's Office)
<i>May</i>	Beach Pass Sales (Police Department) Second Half of Tax Bill Due (Tax Office)
<i>June</i>	Fiscal Year Ends – Municipal Books Closed (Treasurers' Office)
<i>July</i>	Fiscal Year Begins (July 2011 – June 2012) (Treasurers' Office)
<i>September</i>	2013-2014 Tax Bills Mailed (Tax Office)
<i>November</i>	First Half of 2013-2014 Tax Bills Due – 45 Days after Commitment – Approximate (Tax Office)

NOTE: *Above dates are approximate please check with appropriate office for exact dates.*

MAINE CONGRESSIONAL DELEGATION

Governor Paul LePage

#1 State House Station

Augusta, ME 04333-0001

Tel: 287-3531

Email: governor@maine.gov

U. S. SENATE

Susan M. Collins (R)

461 Dirksen Senate Office Building

Washington, DC 20510-1904

Tel: 202-224-2523

www.collins.senate.gov

District Office

160 Main Street

Biddeford, ME 04005

Tel: 283-1101

Angus S. King, Jr. (I)

188 Russell Senate Office Building

Washington, DC 20515-1903

Tel: 202-224-5344

www.king.senate.gov

District Office

227 Main Street

Biddeford, ME 04005

Tel: 282-4144

U.S. HOUSE OF REPRESENTATIVES

CONGRESSIONAL DISTRICT #1

Chellie Pingree (D)

1037 Longworth House Office Bldg.

Washington, DC 20515

Tel: (202) 225-6116

<http://pingree.house.gov>

2 Portland Fish Pier, Suite 304

Portland, ME 04101

Tel: 774-5019

Fax: 871-0720

STATE LEGISLATIVE DISTRICT

SENATE DISTRICT #1

Dawn Hill (D)

Senate Majority Office

State House Station #3

Augusta, ME 04333 Tel: 287-1515

E-mail: SenDawn.Hill@legislature.maine.gov

Home Address:

PO Box 701

Cape Neddick, ME 03902

Tel: 337-3689(C)

HOUSE OF REPRESENTATIVES – District #149

Paul D. McGowan (D)

House of Representatives

#2 State House Station

Augusta, ME 04333-0002 Tel: 800-423-2900

Email: RepPaul.McGowan@legislature.maine.gov

Home Address:

41 River Road

Cape Neddick, ME 03902

Tel: 351-2585(H) 450-6055(C)

COUNTY COMMISSIONER - DISTRICT #5

Gary A. Sinden

gsinden@county.york.me.us

PO Box 399, Alfred Courthouse, Alfred, ME 04002

Tel: 324-1571

United States Senate

WASHINGTON, DC 20510-1904

COMMITTEES:
SPECIAL COMMITTEE
ON AGING,
RANKING MEMBER
APPROPRIATIONS
SELECT COMMITTEE
ON INTELLIGENCE

February 27, 2013

Dear Friends,

It is a privilege to represent Maine in the United States Senate, and I am deeply grateful for the trust the people of Maine have placed in me. Public service is a responsibility I take seriously. In 2012, I reached a milestone by casting my 5,000th consecutive roll-call vote. I have never missed a single roll-call vote, a record unique among current Senators.

As we enter 2013, the economy and jobs remain my top priorities. As a senior member of the Defense Appropriations subcommittee, I am committed to keeping our nation secure and our skilled defense workers on the job. I secured funding to increase the shipbuilding programs at Bath Iron Works and advance essential modernization projects at the Portsmouth Naval Shipyard. I was honored to receive the Navy League's Congressional Sea Services Award for 2012 as the leading advocate for our maritime services and US shipbuilding.

Maine's economic future recently received a boost with significant federal funds for deep-water, offshore wind energy research and development at the University of Maine and in private sector firms. Maine has some of the strongest and most consistent winds off our coast, and we have some of the world's leading researchers. These funds will help Maine be a world leader in developing this clean, renewable energy source, ultimately resulting in the creation of thousands of good-paying jobs for our state.

As a leader on the Transportation Appropriations Subcommittee, I am also working to ensure that investments are made in our transportation infrastructure. Early last year, construction began on a modern, safe, and efficient replacement for the Memorial Bridge at Kittery, a project for which I worked to secure funding. Working with the State Department of Transportation, I also secured federal funding to replace the aging Martin Memorial Bridge in Rumford and the decrepit Richmond-Dresden Bridge. In 2013, I will continue to seek funding for improvements in our roads and bridges to make traveling safer and more efficient for our citizens and to facilitate commerce. It is also gratifying to see the heaviest trucks on the Interstates where they belong rather than on our downtown streets and country roads. This is the result of a law I authored in 2011.

Maine's environment is critical to our economy and the health of our residents. I opposed efforts in 2012 that would have weakened the landmark Clean Air Act and would have exposed our state to emissions from coal-fired power plants elsewhere. At the same time, I have continued to work with a bipartisan group of Senators to ensure that federal regulations on industrial boilers protect our environment without imposing onerous burdens on our forest-products industry and other manufacturers.

Many Mainers contacted me last year to express concern about the Postal Service, which is essential to our economy and our way of life. Last year, the Senate approved legislation I co-

authored to help put the Postal Service on a sound financial footing since it has been losing billions of dollars. Although the House failed to act on our bill, the Postal Service has heeded my requests to keep open the vital mail processing center in Hampden. I will continue to work to ensure that all Mainers, regardless of the size of their communities, have access to the postal services upon which they rely.

As the daughter of a World War II veteran wounded in combat, I know how important quality, accessible health care is for our veterans. This past year, I worked to ensure that our rural veterans' health care facilities are fully staffed and to strengthen our Veterans' Homes. Federal health agencies also began an investigation into whether Maine veterans were exposed to toxic defoliant chemicals while training at Gagetown, New Brunswick.

With shortages of medications putting patients at risk, I co-sponsored legislation to encourage manufacturers to report anticipated production problems to help avert shortages. Through this voluntary approach, more than 200 potentially life-threatening shortages were prevented last year.

While Congress averted a huge increase in tax rates for middle-income American families and small businesses, there remains a lot of work to be done to reduce our unsustainable \$16.4 trillion debt. It is essential that we do so in a responsible way, but that Washington stop delaying decisions that will help shape our economy and future prosperity.

I remain committed to doing all that I can to address your community's concerns in 2013. If I may be of assistance to you in any way, I encourage you to contact my state office in your area.

Sincerely,



Susan M. Collins
United States Senator

United States Senate

February 6, 2013

Town of Ogunquit
P O Box 875
Ogunquit, ME 03907-0875

Dear Friends,

As I begin my service as your new Senator, I wanted to report to you on my first days in Washington. I have been assigned to four committees: Armed Services, Budget, Intelligence, and Rules. These appointments provide a great opportunity for me to take important and substantial action on behalf of Maine.

My position on the Armed Services Committee will allow me to honor our obligations to servicemen and veterans, as well as ensure the strength, efficiency, and sustainability of our military. Serving on the Intelligence Committee will similarly allow me to help guarantee the continued safety of all Americans. Our intelligence community plays a pivotal role in identifying and understanding security threats around the world, and I welcome the chance to engage in this vital process.

Without question, the expanding federal debt must be addressed in a significant and timely manner. Our federal government's systems of revenue and spending are out of balance; we cannot continue to spend beyond our means and pass on debt to future generations. As a new member of the Budget Committee, I will work to ensure that necessary spending is tempered with fiscal responsibility. There is no single solution to this multi-faceted problem, and any realistic budget plan must include both increased revenues and decreased spending.

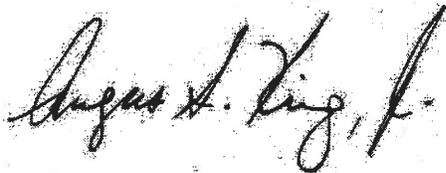
And finally, one of the most pressing issues that we face is the inability of Congress to get things done. Our Government has been slowed by bitter partisan gridlock, and this level of inaction is inexcusable. From my position on the Rules Committee, I intend to push for procedural reforms – including changes to the filibuster and requiring the disclosure of all political campaign donors. Our citizens deserve to know who is funding the outside expenditures that are now such a big part of political campaigns, even here in Maine.

Please remember that your individual perspectives are critical in helping me represent the diverse interests of Maine. Do not hesitate to share any thoughts, questions, or concerns that you may have. You can visit my website at <http://www.king.senate.gov> and provide your input there, or call my Washington office at (202) 224-5344. I also encourage you to visit or contact any of my

six state offices, which are listed on the website. Finally, you can keep in touch with me on Facebook at <https://www.facebook.com/SenatorAngusSKingJr>.

Again, I appreciate this opportunity to let you know what I am working on; in all of these matters, I am determined to be a strong voice for the people of Maine.

Sincerely,

A handwritten signature in cursive script that reads "Angus S. King, Jr." with a stylized flourish at the end.

ANGUS S. KING, JR
UNITED STATES SENATOR

CONGRESSWOMAN
CHELLIE PINGREE

1ST DISTRICT
MAINE



COMMITTEE ON AGRICULTURE
SUBCOMMITTEE ON NUTRITION AND HORTICULTURE
SUBCOMMITTEE ON CONSERVATION, ENERGY,
AND FORESTRY

COMMITTEE ON ARMED SERVICES
SUBCOMMITTEE ON PERSONNEL
SUBCOMMITTEE ON SEAPOWER AND
EXPEDITIONARY FORCES

CONGRESS OF THE UNITED STATES
HOUSE OF REPRESENTATIVES

January 22, 2013

Dear Friend,

I hope this letter finds you and your family well. It continues to be an honor to represent you, and I wanted to take a moment to share with you some of the work I've done in Washington and Maine over the last year and look ahead to the rest of this year.

Given the partisan environment and lack of compromise in Washington, I have been looking for ways to help Maine people and the Maine economy that rise above those partisan differences.

One issue I worked hard on last year was local food and local farming. Farming—particularly smaller, sustainable farms—is a growing part of Maine's economy. For too long national farm policy has primarily benefitted giant agribusinesses in other parts of the country. So I introduced the Local Farms, Food and Jobs Act to bring local farmers the resources they need to keep growing.

Every five years, Congress is supposed to pass a farm bill, which sets the nation's farm policy. As we debated a farm bill last year, we were able to get most of the provisions in the Local Farms, Food and Jobs Act included in the legislation. Congress has yet to pass that farm bill, however, but we are working to make sure those important provisions that will help local farms in Maine remain included when they do.

Sometimes the most practical solutions don't even involve legislation or Washington. For example, as the lobster industry struggled with low prices and an oversupply of lobster last summer, I wrote to the heads of all the cruise ship companies that visit Maine. I was surprised to learn that none of them were buying local, fresh lobster for their passengers and I asked the CEO's of each company to consider doing so. I'm happy to say that a number of them agreed to buy lobster locally when their cruise ships made stops in Portland, and ordered thousands of pounds of Maine lobster for their passengers.

I am beginning this year with a new assignment to the House Appropriations Committee. This is a big responsibility, since it is the committee where virtually all the spending decisions are made. These decisions can have a real impact on Maine, from how much funding is available to shipbuilding to things like funding for first responders and schools.

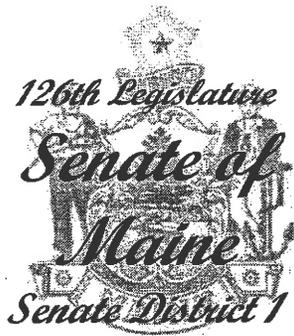
Everyone agrees we need to reduce the deficit, but how we go about that is a matter of great debate. I believe we need to cut unnecessary spending but at the same time keep investing in the things that will grow our economy and provide a bright future for our children. And I'm sure we will debate those issues on the Appropriations Committee.

I want to also take this opportunity to remind you that I am always ready and willing to help you out if are having an issue with a federal agency. My office can make inquiries to a federal agency on your behalf; connect you with resources and more. No question is too small and we are always happy to hear from you. If there is anything I can do, please don't hesitate to contact me at (888) 862-6500 or www.pingree.house.gov.

Hope to see you in Maine soon,

Chellie Pingree
Member of Congress





Senator Dawn Hill
3 State House Station
Augusta, ME 04333-0003
(207) 287-1515

PO Box 701
Cape Neddick, ME 03902
(207) 337-3689 Business

Dear Friends,

Thank you for this opportunity to serve as your State Senator. I appreciate the support and pledge to continue working hard for Ogunquit and State Senate District 1.

Maine faces serious challenges, and overcoming them will require us to work hard and work together. We need to do more to bring good paying jobs to Maine, and develop our work force by addressing the skills gap. We need to address our healthcare and our energy costs. We must continue to support public education so that we prepare our children for the future, and we must invest in research and development to put us on path toward long-term job growth and economic development.

We have many challenges, but also many opportunities that I hope we can take advantage of in the months ahead. After serving on the Appropriations Committee, the state's budget writing committee, last session, I was honored to be appointed the Senate Chair of the committee for this session. I am very mindful of the tremendous responsibility that comes with chairing this committee, and I fully intend to work closely with my Republican colleagues and seek their input. They will have valuable suggestions and ideas and I look forward to working with them. The challenges we face are too big for one party to fix alone.

Whether I am up at the State House, at work, or home, I always welcome your opinion and feedback as *your* Maine Legislature does its work. I can be reached locally at (207) 337-3689 or at the State House (207) 287-1515. Please feel free to email me anytime at dawn@dawnhill.org. I also encourage you to receive my legislative updates. To sign up, please visit <http://www.mainesenate.org/meet-your-senators/senator-hill/> to join my mailing list.

From my home to yours – I wish you and your family all the best this year. I look forward with great enthusiasm to working with you in 2013!

Sincerely,

Dawn Hill
Senator – District 1



STATE OF MAINE
HOUSE OF REPRESENTATIVES
CLERK'S OFFICE
 2 State House Station
 Augusta, Maine 04333-0002

Millicent M. MacFarland
Clerk of the House

TO: Town of Ogunquit
 Municipal Officers
 Editor, Annual Report

FROM: Millicent M. MacFarland
 Clerk of the House

Many municipal annual reports include the category of "Representative to Legislature" at the conclusion of the listing of Municipal Officers.

In the belief you may want to aid citizens to more readily contact their House member, we are hopeful that you will include the following information in the Municipal Officers section:

Representative to the Legislature
 (term exp. December 3, 2014)

District: 149

State Representative: Paul D. McGowan
 Home Address: 41 River Road
 Cape Neddick, ME 03902
 Residence: (207) 351-2585
 Fax: (207) 351-2585
 E-Mail: psmcgow@aol.com

Capitol Address: House of Representatives
 2 State House Station
 Augusta, ME 04333-0002

State House E-Mail: RepPaul.McGowan@legislature.maine.gov

Telephone: (207) 287-1400 (Voice)
 (207) 287-4469 (TTY)

Year-Round Toll Free House of Representatives Message Center 1-800-423-2900
 Maine Legislative Internet Web Site - <http://www.maine.gov/legis/house>



York County
45 Kennebunk Road
Alfred, Maine 04002
(207) 459-2312
Commissioner Gary Sinden
gsinden@co.york.me.us



April, 2013

Greetings:

I begin by offering my heartfelt thanks for the support given to me in the last election. As I begin my second term as your County Commissioner I rededicate myself to the task of providing the best possible service to the citizens/taxpayers of District Five of York County Maine.

During past year York County government has been very productive. Our first task was to institute a code of ethics tailored to the needs of our county. There have been instances of the appearance of conflict of interest that have occurred over the past few years that could not be resolved by the state's generic code. We now have a code tailored to the needs of the county that is both firm and enforceable. This code will do much to ensure the credibility of our government and the confidence of our citizens.

We next embarked on the difficult but necessary task of changing the county's fiscal year (January – December) to align with the state mandated fiscal year of the county jail (July – June). This was a complex task requiring continuous communication with the towns, but it was well worth the effort: the savings in audit costs and administrative time will exceed \$100K per year.

This change resulted in the need for both a six month budget for the first half of this year and a twelve month budget for the new fiscal year 2013-14. I am happy to report that the assessment to the towns (you, the taxpayers) was level for the six month fiscal period and actually decreased by \$50K for the full 2013-14 fiscal year.

During 2012, Standard & Poor's rating service raised its underlying rating of York County's general obligation debt from A- to A based on our improved financial management and position. We anticipate further rating improvements.

As a continuation of our policy of repurposing existing assets, the county was able to negotiate a five year lease with the state for modular buildings that had previously been used at the old county jail. Now located at the new jail, they are the home of the Southern Maine Re-Entry Center for women prisoners nearing the end of their sentence. The state renovated the buildings and staffed the center at no cost to the county; our only obligation is to cash the rent checks.

I am happy to report that three more towns, Shapleigh, Acton and Parsonfield, have joined the contract Sheriff Deputy Program. This program, over time, will significantly lessen the burden of the cost of the Sheriff's rural patrol on the towns with police departments.

We have now embarked on the major task of upgrading our county wide personnel policies and procedures. As a part of this effort we will be hiring a Personnel Director during the 2013-14 fiscal year. Having such a resource on staff is long overdue. We anticipate that this position will pay for itself through improved salary and benefit administration and improvements in the county's workers compensation experience rating.

Thanks again. I look forward to another very exciting and productive year.

BOARDS
&
COMMITTEES

TOWN BOARDS & COMMITTEES

BOARD OF ASSESSMENT REVIEW

Stanley S. Baer	2013*
John F. Miller	2012
Donald W. Simpson	2014

BUDGET REVIEW COMMITTEE

John M. Daley	2012*
Gordon C. Lewis, Jr.	2012
Anthony Maurno	2014
Dean L. Rinaldi	2013
Kenneth Walsh	2014
John Abbott	2012**
Everett Leach	2012**

CABLE TV REGULATORY CMTE.

Jordan Freedman	2012
-----------------	------

CONSERVATION COMMISSION

Madeline M. Brown	2013
Michael C. Horn	2012*
Robert Joyner	2014
Everett Leach	2012
J. Douglas Mayer	2014
Bradford S. Sterl	2013

HARBOR COMMITTEE

John Gordon	2012
Robert McIntire	2012
Steven Perkins	2013
Percy Stevens, Jr.	2014
William "Tim" Tower III	2013*
Wayne Perkins	2012**

HERITAGE MUSEUM COMMITTEE

Carole Lee Carroll	2012*
Charles Dahill	2014
Robin Fagerlund	2012
Susan Levenson	2013
Gary Littlefield	2014
Susan Meffert	2012
Eva Nudelman	2014
Stuart Nudelman	2013

Peter Woodbury	2014
Pamela Lynch	2012**
Barbara Woodbury, Honorary Emeritus	

HISTORIC PRESERVATION CMTE.

Jerry DeHart	2012
Helen Horn	2013*
Newell Perkins	2014
Leonard Wyman	2012

MARGINAL WAY COMMITTEE

Paul Breen	2012
Louesa Gillespie	2014
Joan Griswold	2014
Margaret Hanscom	2011**
Helen Horn	2012*
James A. Oliver	2013
Lucien C. Rioux	2014

Advisors:

Professor Arthur Hussey
Rebecca Linney
Paul J. Lempicki, CEO

PARKS & RECREATION COMMITTEE

Tina Fortin	2014
Erin Latulippe	2014
Gordon C. Lewis, Jr.	2013*
John Mixon	2012
Kate Sevigney	2012
Sarah Tavares	2013

PERFORMING ARTS COMMITTEE

Mikie Ann Boyd	2014
Janet Cibulas	2013
Lisa Crothers	2012
Philip Davis	2014
Janel Lundgren	2013
Patricia A. Mason	2014
Winifred Mason	2013
Eva Nudelman	2014
Stuart Nudelman	2012*

TOWN BOARDS & COMMITTEES

PLANNING BOARD

Jacqueline G. Bevins	2012
Craig Capone	2013
Robert T. Coles, Jr.	2012
Donald W. Simpson	2014*
Paul J. Lempicki, CEO	Advisor
J.T. Lockman, SMRPC	Advisor

RECYCLING COMMITTEE

Ronald Bergeron	2012
Mary Breen	2013
Lesley Mathews	2014
Jeffrey S. Porter	2014*
Joan Sakey	2012
Michael Lynch	2012**
John Fusco	Advisor

SHELLFISH CONSERVATION COMMISSION

Arthur M. Damren	2012*
Martin A. Damren	2013
Everett Leach	2012
Norman West, Jr.	2013
Leonard Wyman	2013

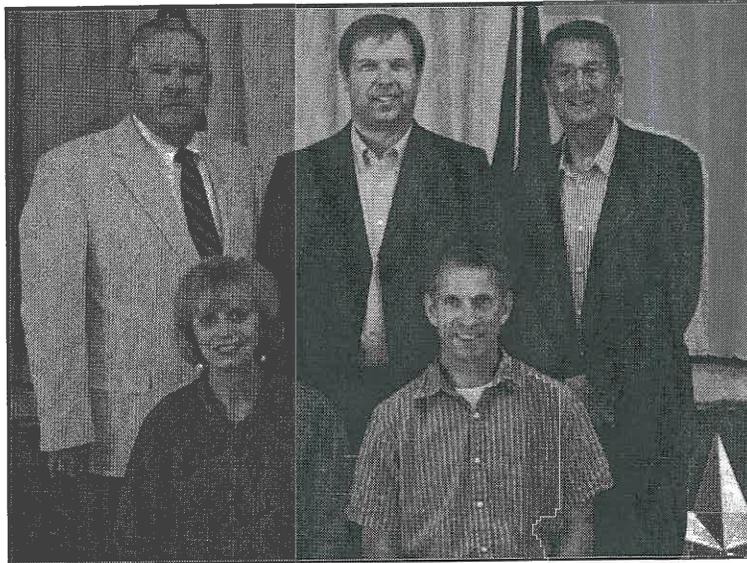
ZONING BOARD OF APPEALS

Glenn A. Deletetsky	2014
Lawrence M. Duell	2013
Peter Griswold	2012
Michael C. Horn	2012
J. Douglas Mayer	2011**
Jay A. Smith	2014*
Roy Wooldridge	2013

** Denotes Chairman*

*** Denotes Alternate/Non-Voting Associate*

TOWN OF OGUNQUIT SELECT BOARD July 1, 2011-June 30, 2012



Back Row: David F. Barton, Christopher Jarochym, Donato Tramuto
Front Row: Barbara Dailey, Robert N. Winn, Jr.

Greetings! The 2012 Annual Report, as required by the Ogunquit Town Charter, is one of the many methods used by the Select Board to communicate to the taxpayers, voters, and citizens' matters regarding the state of affairs for the Town of Ogunquit. While the Town meetings and other channels of communication provide an opportunity to keep the public informed - this report - is another very important tool to keep our citizens apprised of the many events that have taken place and/or are in active play. As has been the case in the past reports, this year's format is divided in three parts: Electoral, Governance, and Infrastructure.

The June 2011 Town election had five declared candidates and the voters elected David Barton (223 votes) to finish out the

term of former Selectman Graham Simonds and Barbara Dailey (268 votes) and Christopher Jarochym (276 votes) were each elected to a 3-year term.

During the first official Select Board meeting following the 2011 Town Meeting, the Board reelected Donato J. Tramuto as Chairman and elected Chris Jarochym as Vice-Chairman. The Board outlined the critical 2011-2012 priorities with each member taking on a Committee Chairmanship to ensure that a fully executed plan is developed for each designated priority. Committee Chairmanships are as follows: Donato Tramuto/Barbara Dailey: School System David Barton/Barbara Dailey: Operational Efficiencies; Robert Winn/Donato Tramuto: Natural Resources; Robert Winn/

Jarochoym/David Barton: Governmental. The goal of each committee chair is to provide, within the next number of months, recommendations to address each of these key Town issues.

Since June, the Select Board have approved, voted, authorized, accepted, enacted, appropriated, amended, or tabled an inordinate number of motions or Board related issues requiring some course of action on behalf of the Town. During the Budget process this year, and in joint meetings between the Select Board and the Budget Review Committee, significant discipline was employed to reduce spending. However, continual increases in school spending, which is out of the span of control of the Select Board, and obligations resulting from Union and Personnel Contracts, resulted in an increase in the mil rate from 6.86 in 2010 to 6.88 in 2011.

With this in mind, the Board is working diligently in the next budget session to address the continual increase in spending in the administrative sector of the school system, as well as other areas within the Operational aspects of the Town Budget. Please keep in mind that more than \$1 million dollars of cost has been removed from the Budget in the last 36 months and the Board continues to work in earnest with the Town Manager to identify areas where consolidation makes good financial sense without compromising the quality of services rendered.

Mindful of the challenging economy still ahead of us, the Select Board and the Budget Review Committee will continue to work together to identify ways in which we can control spending.

As we monitor the economic challenges within the State of Maine, we are cognizant

that significant reduction in state taxes will translate into a shift of state services over to the local level and as such, we will need to be creative in recommending new ideas that will ensure the Town's ability to absorb these additional costs without overburdening our residents and businesses with additional taxes.

School Funding has once again been identified as a high priority issue for the new Board. The School Committee, Co-Chaired by Selectwomen Barbara Dailey and Selectman Donato Tramuto, will work together with the Wells Select Board to address what has been a many decade old concern around the school funding formula currently used for Ogunquit. Hence and as a means of reminding the voters of the history, as well as the many hours of work already devoted to this endeavor, allow us this opportunity to provide a brief overview of the events leading up to where we are currently situated.

In 2009, The Ogunquit Board of Selectman met with the Town of Wells Board of Selectman to socialize the revisiting of this very sensitive topic. This meeting was a testing of the waters around the possibility of entering into renegotiations that would correct what we believe is an unfair funding formula for Ogunquit.

Currently, Ogunquit contributes approximately \$4.1 M to educate its 50+ students who attend the WOCSD. The formula currently in use was established at the time Ogunquit separated from Wells in 1980 and was modified in 1999. The current formula is based on two-thirds state valuation and one-third per pupil costs.

In September 2009, former Senator Peter Bowman submitted a bill, LD 1747, on our behalf to move Ogunquit to the funding formula used by the rest of the state, the

Essential Program and Services formula, commonly known as EPS. This formula is based on one-third state valuation and two-thirds per pupil costs.

In February of 2010, we presented our case to the Education Committee and succeeded in bringing the issue out of committee and to the House of Representatives where an amended Bill (which would have provided mediation and then later arbitration) was overwhelmingly supported only for us to lose it in the Senate.

All in all, a lot of hard work and effort was generated and while we did not succeed in the Senate, we did at least create a venue for meaningful dialogue between Wells and Ogunquit. With a new Board in place here in Ogunquit, we have already commenced discussions with the Wells BOS Chair to pick up where we left off last year. Hence, both Board Chairs agreed last month to continue in earnest our dialogue soon after the New Year a meeting of which is scheduled for January 5th.

We are nonetheless determined to continue our effort to correct what we believe is an unfair funding formula.

We thank the Conservation Commission for their continual work in collecting samples of water for testing. In the last year, we have been privy to a number of presentations from this committee all of which have helped us to understand the very important task we have as a Town to insure the integrity of our river ways and water for beach related activities. The Select Board will continue to work with the Conservation Commission and the State around understanding the mechanisms critical in protecting our shoreline.

Recognition goes to the Ogunquit Performing Arts Committee, the Ogunquit

Heritage Museum/Winn House Committee and the Dorothea Jacobs Grant Common Committee for all of their contributions to our community.

As noted in last years' report whereby we wished Jordan Freedman well as he retired from his Town duties, we are pleased to announce that Jordan has returned to his previous position as Communications Director working in many varied aspects but none greater than his providing oversight for the local meetings that are televised on WOGT-TV Channel 3, as well as the maintenance of the local community bulletin board, town web site and the Villager publication.

The Transfer Station continues to be viewed by the State of Maine as an example of a "state of art achievement". We are grateful for the great work that the staff is doing and also for the creative ways in which they are identifying better operational controls and areas whereby we can garner more revenues.

We also note the hard work and dedication of the Recycling Committee and the continual efforts made by this committee to educate our community on the importance of recycling. The Committee is working diligently with the Town Manager and John Fusco at the Transfer Station to review the possibility of creating a Thrift Store where unwanted items can be obtained by others in the community.

ECO Maine became the new name for the waste and recycling company that was formerly known as Regional Waste System. With the new organization, Ogunquit now has its own representation to the Board of Directors and Finance & Recycling Committee in the person of our former Selectman and Chairman, John Miller. Costs have been stabilized with a

reduction in the tipping fees anticipated in future years.

The Ogunquit Fire and Rescue Department under the command of Chief Edward Smith responded to 370 EMS incidents and 239 fire incidents. We thank all of the staff for their commitment and dedication and very much appreciate the sacrifices they make for our community.

The Ogunquit Lifeguard Services, under the direction of Michael Roche, had 66 water rescues, 204 water assists, 200 first aid issues, 14 medical rescues, and 179 lost children during the 2011 season.

We thank the Public Works Department for all of their efforts in both managing their day to day activities, as well as for all of the extra work that goes into rapidly responding to damages that occur following storm related activities. While the last few months has seen only one snow fall (Halloween Weekend), we are cognizant of the fact that this is not reality and the staff continues to be in a “ready mode” for what mother nature might bring.

The Police Department experienced an increase in burglaries by 267%, assaults by 20%, negotiating a worthless instrument (bad checks) by 250%, motor vehicle crashes by 15% and criminal trespass by 17%. Counterfeiting and criminal mischief also showed an increase over 2008. Statistics show the total contacts (calls-for-service and Officer initiated actions) of 7,372, which represents a 28% decrease from 2008. The number of incident reports decreased by 5% and the number of arrests decreased by 7%. The Police Department performed 3,310 business/house checks in 2011.

All in all and given the challenging

economic environment, the Town of Ogunquit continues to thrive and it is due in great part to the solid leadership of the Town Manager and the Department Heads and staff. This past summer saw an increase in the level of visitors and despite the many cutbacks over the last 36 months, the staff performed very well and made us once again proud to be a member of this great community. Parking revenues were up a solid reflection that tourism is rebounding and Ogunquit continues to be viewed as a “Beautiful Place by The Sea” and a desirable area to vacation.

The Town continues to address our basic infrastructure most specific to roads with four receiving new surfaces this past year. Berwick Road has seen the installation of new sidewalks, while also working towards the ambitious goal of revitalizing Route One in the near future. New equipment like a sidewalk snow blower, tractor, and utility truck are being added as a means to optimize Ogunquit’s ability to successfully service the community.

In closing, much of what we do as a Board is so very dependant upon the work of so many individuals – town employees – committee members – volunteers – and town citizens. One would be remiss if we inadvertently failed to acknowledge in this report the efforts of these individuals and to thank them for their many contributions. Our best days are indeed ahead of us and we are grateful to all of the members of the municipal staff for their services to our Town.

Respectfully Submitted,

Ogunquit Select Board

TOWN OF OGUNQUIT

BOARDS & COMMITTEES

July 1, 2011—June 30, 2012

Report of the BOARD OF ASSESSMENT REVIEW

From July 1, 2011 through June 30, 2012, the Board of Assessment Review received only a single application for the 2011 – 2012 tax period. The applicant was denied an abatement by the Board.

The Board welcomes new member Don Simpson, who also serves as Chairman of the Ogunquit Planning Board. Mr. Simpson brings a fresh perspective to the Board and has already proven to be a valuable addition.

The Board would like to thank Assessor Robert Gingras and Assistant Assessor Barbara Kinsman who provide invaluable assistance to residents as they seek information regarding their property, and as they prepare to come before the Board.

Respectfully Submitted,

Board of Assessment Review

*Stanley Baer, Chair
John Miller
Don Simpson*

Report of the PLANNING BOARD

Greetings!

The first half of the past fiscal year was a

time of continued, carefully executed planning and progress of upholding the duties charged upon each planning board member by both the Town of Ogunquit and the State of Maine.

During this period the Board heard: fifteen (15) Public Hearings, two (2) Workshops, seventeen (17) Regular Business Meetings, one (1) Site Visit and four (4) miscellaneous applications for dumpster screening waivers and extensions.

There have been several changes to the membership of the Board. We were sorry to lose Planning Board Chairman Tim Pinkham, who served as Chair for the first half of this year. However, we were happy to welcome new Chairman Don Simpson as well as returning Board members Jackie Bevins and Rich Yurko, and new member, Craig Capone. The current Board members have a wide variety of backgrounds and each brings a unique viewpoint and skill set to the job.

Last fall, Ogunquit voters approved changes to fourteen (14) Land Use Zoning Articles which included over forty (40) changes. This was after five (5) joint workshops between the Planning Board and the Zoning Board of Appeals.

The Planning Board, with the assistance of the Zoning Board of Appeals, is currently at work on a review of the Town Zoning Ordinance regarding a possible amendment

to adjust traffic standards for overburdened intersections, and looks forward to input from the Town's business owners and residents as we work through this process.

The Board would like to note its appreciation for the valuable input we receive from the residents of Ogunquit, the Conservation Commission, the Historical Preservation Commission, Town Department Heads, and the Zoning Board of Appeals.

In particular, we wish to thank Paul Lempicki, Land Use Director and Code Enforcement Officer; J.T. Lockman from the Southern Maine Regional Planning Commission who served as our Planning Consultant and Maryann Stacy who keeps us on track and in an orderly fashion as Planning Board Recording Secretary.

As we move forward, we as a board, pledge to uphold our mission statement:

The Ogunquit Planning Board is a team of volunteer citizens who assist fellow residents and developers with their future land use planning within the Town. This is accomplished by:

- Applying the Ogunquit Zoning Ordinances, Subdivision Regulations and State Statutes,
- Considering input from the Land Use Office, concerned residents and various town committees such as the Historic Preservation Commission and the Conservation Commission,
- Reviewing and recommending necessary changes in zoning ordinances in accordance with the Ogunquit Comprehensive Plan,
- Protecting and enhancing our historical and environmental treasures and safeguarding the visual charm of Ogunquit for generations.

We invite the public to attend all of our meetings which are usually held on the second and fourth Mondays of each month.

For those unable to attend, the meetings are aired live on the public access channel WOGT. Meetings are also video archived on the Town's website and may be viewed at a later date. Meeting agenda notices are posted at the Dunaway Center and Post Office and may also be viewed on the Town's website at www.townofogunquit.org five (5) days prior the meeting dates.

Respectfully submitted,

Ogunquit Planning Board

Planning Board Members

Attendance Record

July 1, 2010 to June 30, 2011

Tim Pinkham*	9 out of 17 meetings
<i>(*Resigned from the Board on January 9, 2012)</i>	
Craig Capone	17 out of 17 meetings
Robert Coles	17 out of 17 meetings
Don Simpson*	16 out of 17 meetings
<i>(*Became a sitting Board member on August 22, 2011)</i>	
Jackie Bevins*	8 out of 17 meetings
<i>(*Became a sitting Board February 27, 2012)</i>	

Report of the ZONING BOARD OF APPEALS

From July 1, 2011 through June 30, 2012, the Ogunquit Zoning Board of Appeals held a total of four (4) hearings which included five (5) applications: one (1) Administrative Appeal and four (4) Variance Requests.

The Board welcomes new member, Peter Griswold, who brings a fresh perspective to

the process. Mr. Griswold has already proven to be a most beneficial Board member.

The Board would like to acknowledge the considerable assistance of Code Enforcement Officer, Paul Lempicki and his staff at the Land Use Office. Their willingness to provide whatever support the Board requires, and to assist the Board in whatever manner it needs, allows this Board to evaluate each individual application in a thorough and equitable manner.

As always, the public is welcome and encouraged to attend all Zoning Board of Appeals meetings, which are scheduled as needed. Notice of all meetings are posted at the Town Hall, the Post Office, the Code Enforcement Office, and the Town Website. Meetings are broadcast on the Public Access Channel WOGT for those members of the public who are unable to attend in person.

Respectfully Submitted,

The Ogunquit Zoning Board of Appeals

ATTENDANCE RECORD

Jay Smith, Chair	3 of 4 Meetings
Larry Duell, V-Chair	4 of 4 Meetings
Mike Horn	4 of 4 Meetings
Roy Wooldridge	3 of 4 Meetings
Glenn Deletetsky	2 of 4 Meetings
Doug Mayer	4 of 4 Meetings
Robert Hanson	1 of 1 Meetings
Peter Griswold*	3 of 4 Meetings

(*Mr. Griswold was appointed on September 1, 2011)

**Report of the
BUDGET REVIEW COMMITTEE**

The Budget Review Committee enjoyed stable membership during the 2011-2012 fiscal year. At year end, we were faced with several significant changes to our ranks.

In June of 2012, John Daley was elected to the Select Board and, therefore, resigned his position as chairman of the BRC. John, at that time, was the longest standing member of the committee having been appointed in 2007. He had served admirably as chairman since 2009 when he, along with Gordon Lewis, became the boards first two (2) elected members. John is greatly missed on the BRC. We are, however, fortunate to enjoy his input and guidance from his seat on the Select Board.

Gordon Lewis completed his full three (3) year term and decided not to run for reelection due to business and personal conflicts. Gordon's insight into the many committees that he has served on over the years and his knowledge of the town leaves a void that is not easily filled.

We were fortunate to have Michael Lynch and Robert Joyner elected to full three (3) year terms in June of 2012. We welcome them and the knowledge and experience that they bring. We also welcome Everett Leach as a returning Alternate Member.

The Committee, as it had in past years, dedicated itself to offering fiscally responsible recommendations to the Select Board and the voters that would result in the lowest possible tax burden that would not compromise services. We requested improved methods of documenting and justifying expenditures and enjoyed the cooperation of the Town Manager and his staff.

This is a continuing learning process for all parties. We paid particular attention to infrastructure items such as a new Public Works Department building and the upgrading of equipment and vehicles that were past their useful and serviceable life.

We recommended financing those items that had a useful expectancy in excess of ten (10) years.

The result was:

An approved DPW building and the upgrading of several outdated vehicles and pieces of equipment.

A flat Mil rate for 2011-2012

Respectfully submitted,

Budget Review Committee:
Anthony Maurno, Chairman
Ken Walsh, Vice Chairman
Dean Rinaldi, Secretary
Michael Lynch
Robert Joyner
Everett Leach, 1st Alternate
John Daley (2012)
Gordon Lewis (2012)

Report of the
CABLE REGULATORY
COMMISSION

At the time that the Cable Regulatory Commission was established, Time Warner Cable (TWC) only provided television broadcasting services. Since that time broadband cable (internet) and telephone services have been added to their offerings and the Commission will report on these activities as well.

For more information on any of the services described, please contact the local TWC office in Moody.

Television

TWC reached a deal to carry NFL Network and NFL RedZone in both SD and HD. NFL Network will be available on both the digital basic tier and through TWC Sports Pass. NFL RedZone will be available solely on the Time Warner Cable Sports Pass. The channel provides live look ins to every NFL game on Sunday afternoons, providing scoring plays and highlights. TWC introduced the *TV Essentials* video package to its viewers. Targeted at value-conscious consumers, *TV Essentials* is a low-cost standard definition video tier that provides access to a basic menu of local broadcast stations and select cable channels. The package includes at least one channel from each major genre: news/information, family, original, educational,

Below is an overview of the speed increase for all available levels of service:

Speed Tier	Previous Down-stream/Upstream	New Down-stream/Upstream
Lite	768/128 Kbps	1/1 Mbps
Basic	1.5 Mbps/256 Kbps	3/1 Mbps
Standard	8 Mbps/512 Kbps	15/1 Mbps
Turbo	15 Mbps/1 Mbps	20/2 Mbps
Extreme	N/A	30/5 Mbps
Ultimate	N/A	50/5 Mbps

favorites, shopping and music.

It is designed to be a budget-friendly offering for customers and provides additional entertainment options in a tough economic environment

Internet

TWC launched *Essentials Internet* to its Internet customers. *Essentials Internet* is a tiered Internet service plan that allows customers to opt in to an Internet plan with usage limits and discounted pricing rather than the existing unlimited Internet plans. This is a viable option for customers who are not heavy Internet users and who believe their costs should be relevant to their usage. Customers will be able to track their usage online and will be notified and given the opportunity to move to a more appropriate plan if they go over their limit.

TWC launched new *Extreme* and *Ultimate* tiers of service. These new speeds will enhance the customer experience and position Time Warner Cable as the clear leader in widely available Internet speed compared to our DSL competitors.

Telephone (VOIP)

TWC launched the new *Global Penny Phone Plan (GPPP)* in our area. *GPPP* is a residential home phone plan designed for customers who make international calls every month. As an alternative to the current international calling plans, the *GPPP* may provide a more economical choice for some customers, depending on the countries they call and the amount of time they spend on the phone.

Customers who enroll in this plan will be able to call more than 40 top international destinations for only a penny a minute and access very competitive rates for other

destinations that are lower than the lowest rates posted by other VOIP providers.

Report of the CONSERVATION COMMISSION

As population growth triggers greater local development, the increased pressure to degrade open lands in Ogunquit creates a permanent loss of critical green space, areas which restrain polluted storm water runoff that impacts our natural resources. We are dedicated to the preservation and health of these irreplaceable assets.

Acquisitions of New Conservation Land
A January Special Town Meeting approved nine (9) acres adjacent the Transfer Station and Berwick Road as "Conservation Land and Wildlife Commons". This critical area includes an important watershed and the headwaters of the Leavitt Stream. This open space will protect multi-wildlife habitats and reduce runoff that contributes to downstream levels of beach pollution.

In December, The Great Works Regional Land Trust donated fifty-six (56) acres of undeveloped land off Berwick Road in Ogunquit to conserve open space for public use and to help protect water quality in the Ogunquit River and beaches.

Safeguarding the Health of Ogunquit Beach

In cooperation with the Maine Department of Environmental Protection/Healthy Beaches Program, the Commission continued testing to locate sources of water borne pollutants that may effect the health and economy of our beaches and waterways.

Current strategy involves further test activity of streams, beaches, and the Ogunquit River and Watershed, with

attention paid to specific investigation of “hot spots”. Of note was the installation of three (3) waterless urinal test units in Town buildings to reduce sewer impact and water usage.

Bacteria Source Tracking with Canine Detection

With the assistance of FB Environmental, Portland, two “sniffer dogs” were deployed throughout Ogunquit’s waterways and beach areas to detect points of biological contamination. Sixteen (16) locations were successfully tested.

Major Project to Reduce Water Borne Contamination

An ongoing, multi-tasked program was developed and proposed by the Commission and FB Environmental in an effort to reduce and eliminate pollution effecting Ogunquit’s Beaches, Rivers and Waterways. Projects include application for a Maine State 419 Grant for the Ogunquit Watershed, Pollution Source Tracking of the Leavitt stream, creating a Ogunquit-Wells Watershed Committee, etc.

Open Land Conservation Fund

We continue to promote the charge of investing in the future of Ogunquit’s natural resources. Preserving Ogunquit’s open spaces from future development acutely reduces storm water runoff contamination of Ogunquit River and Beaches. The Fund may be applied toward new Conservation Land acquisition.

GIS Mapping

2012 activities will complete the current phase of the town-wide computerized GIS mapping program that details the Town’s storm water drainage and sewer systems, rivers, streams, tributaries and wetlands plus locating all catch basins, storm drains

and conduits, whose outfalls may carry contaminated waters into the Ogunquit River, Estuary and Beach. This inventory is fundamental in safeguarding the health and economy of Ogunquit Beach.

The creation of this GIS map has also lead to posting on the Town website a registry (<http://townofogunquit.org/>) of individual property/parcel maps with data overlays.

Protecting the Ogunquit Watershed- “POW”

In April, a major educational mailing was delivered to all Ogunquit tax payers and local landscapers stressing improved environmental safeguards by the elimination or reduction in the uses of pesticides and herbicides on private property. Commitment placards were made available for posting on premises.

Protecting Ogunquit Beach and Dunes

Following a storm-damage survey of dune fencing with the Town Manager, a replacement plan was generated for 2012. Dune fencing is mandatory for dune growth, health and stabilization by reducing pedestrian traffic.

Volunteer Participation

During the year, the Commission counseled and participated in the Planning Board’s and Land Use Office’s Site Walks, reviewing environmental issues of new developments.

Our members have attended and participated in workshops and seminars held by Southern Maine Regional Planning Commission, Maine State Planning Office, Department of Environmental Protection, Maine Healthy Beaches Program, Wells Reserve, MT.A 2 the C, Maine Beaches Conference, etc. Commission members and many other volunteers; have contributed

more than 2,200 man-hours to our community.

If this activity was converted in actual dollars, along with State and HB's grants, it would amount to approximately \$37,600 of in-kind services.

Our thanks to all the volunteers and with much appreciation to our hardworking and most helpful Recording Secretary, MaryAnn Stacy.

Respectfully submitted,

Ogunquit Conservation Commission

Mike Horn-Chair

Doug Mayer-Vice Chair

(Conservation Commission, cont.)

Madeline Brown-Secretary

Brad Sterl

Robert Joyner

Bill Baker

Everett Leach.

Report of the HARBOR COMMITTEE

The Ogunquit Harbor Committee met only once from the period of July 2011 through June of 2012. The meeting, held during the winter of 2012, was intended as a review of the accomplishments the Committee made the previous year. Instrumental to the meeting was the season's review by our Harbor Master Fred Mayo. Of particular importance in the discussion were:

- How fees and monies are managed with respect to ocean-going visitors and overnight stays.
- Maintenance of order in the waterway and fairway of Perkins Cove.
- The status of the moorings.

- Mooring wait list procedures.
- Procedure during winds greater than gale force.
- Potential improvements in Perkins Cove.
- Maintenance of harbor fixtures, including but not limited to, docks and ramps.

The Future Role of the Harbor Committee

It was decided that it was unnecessary to meet in the near future as a good system was in place at Perkins Cove, things were running smoothly under the auspices of the Harbor Master and there were no pending major projects that needed the Committee's attention. Indeed, the vote was unanimous that unless called by the Select Board, the Town Manager or the Harbormaster, the Committee would not meet again unless any one of the members had a desire or attention needed to be directed to a particular situation or problem. Members were in agreement that, if the Harbormaster needed help where we could be of assistance, a meeting of the Harbor Committee would be called.

After the meeting, later in the year, Article 7, Table 702.1 of the Ogunquit Zoning Ordinance was called to review by a resident of Ogunquit to the Select Board. This did not require the attention of the Harbor Committee and was resolved.

I want to thank the Committee as a whole for their understanding, cooperation and the patience they show their chairman, the Harbormaster Fred Mayo for his valuable input and his proactive approach to the operation of Perkins Cove, the town manager, Town Manager Thomas Fortier, for his support and for keeping us on track, the Town Office for all their great help and advice and the Select Board of the Town of

Ogunquit for allowing us the opportunity to improve Perkins Cove.

Respectfully Submitted,

Ogunquit Harbor Committee

William R. Tower, III (Tim), Chairman

Jack Gordon, Vice Chairman

Steven Perkins

Robert McIntire

Percy Stevens, Jr.

Wayne Perkins (1st Alternate)

**Report of the
HERITAGE MUSEUM COMMITTEE**

The summer of 2011 featured an exhibit centering on Perkins Cove which was well received by our guests at the museum. We are especially grateful to members of the Ogunquit community who contributed their artifacts, photographs and memories, and to our docents who guided and greeted our many guests.

It has been said that at one time Perkins Cove had as many artists working there as fishermen. This gave us a rich amount of information to work with and as a result it was one of our most successful exhibits.

Before the museum closed at the end of September, we were involved with the annual antiques show at the Dunaway Community Center, which was sponsored by the Friends of the Ogunquit Museum. It is our most important fundraiser and required a great deal of effort by both committees. The next events were OgunquitFest and Christmas by the Sea, produced in conjunction with the Ogunquit Chamber of Commerce. We then began working on the exhibits for the following summer.

In June, we opened with the exhibits for 2012, which concentrated on some of the iconic buildings in Ogunquit. The list of buildings included the Ogunquit Library, the Playhouse, and four (4) 18th century capes which are all on the National Register. The Winn House is one of these. Also represented were the Island House, Millstone Manor, One Pine Hill, the Dan Sing Fan, and the Village Studio.

We are very grateful to everybody who participated in these events and to the continuing support of the town of Ogunquit.

Respectfully submitted,

Ogunquit Heritage Museum Committee

Carole Lee Carroll, Chair

Gary Littlefield, Vice Chair

Susan Meffert, Secretary

Eva Nudelman, Treasurer

Charles Dahill

Robin Fagerlund

Susan Levenson

Stuart Nudelman

Peter Woodbury

Alternate Members

Pam Lynch

Honorary Chairman Emeritus

Barbara Woodbury

**Report of the
MARGINAL WAY COMMITTEE**

The Marginal Way possesses such a strong impact of nature that it is inherently beautiful and there is no need to embellish it further.

Our mission is to protect, maintain, and preserve it.

As temporary custodians of this cherished path, we often struggle with the tension between use and preservation. With deep respect we try to make the best decisions for the present and the future.

After several years undergoing major and minor stabilization projects, following the plans put forth by Woodward and Curran Engineers, drainage issues on the path were attended to and it was carefully prepped for paving. It was finally paved in June of 2012 and the black asphalt surface is weathering to a softer gray.

Though it saw some impressive storms this past winter there was no major damage. The lowest point of the path is by the Lighthouse and the nearby embankment will need some reinforcement. The large volume of surface water run-off from roads in this area must be better directed to prevent erosion on the path. This area may be the most vulnerable to anticipated rising sea levels.

The Marginal Way is a living entity that never remains static. Currently we have a serious invasive plant problem. Black Swallow-Wort continues on its stubborn course to dominate. If it succeeds it will change the appearance of the Marginal Way and we are afraid it may be beyond eradication. Our volunteers tirelessly try to control it while we gather information to work on a strategy of dealing with the problem. We warn abutters that it is on the move and its pods should be disposed of properly.

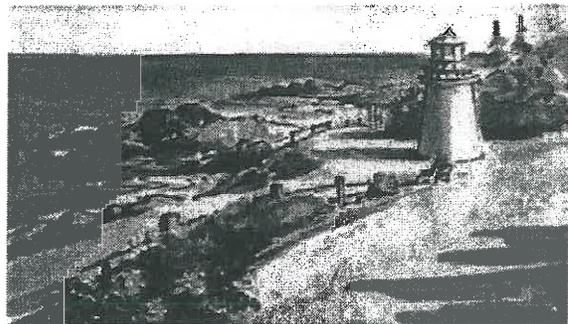
Vandalism is almost nonexistent, but we do have a very localized problem of graffiti. When this occurs it is removed immediately and the Ogunquit Police are made aware.

A new emergency locator map will be ready soon. Advanced GIS mapping pinpointing landmarks, numbered benches, etc., combined with the ubiquitous cell phone will ensure that help from Police, Fire, and Rescue personnel will arrive rapidly and accurately in response to any emergency call.

Two (2) new information signs have been installed near the path. Our geology consultant, Dr. Arthur Hussey, has authored a geology sign explaining the unique formations along the path. Exposed rocks along the Marginal Way record a history of nearly a half-billion years of geologic activity. The sign was funded by the Stillman Bradish Family.

The second sign is a fresh new fabrication and installation of an earlier sign describing birds identified with our coastline and frequently seen from the path. This was funded by Jim Oliver and Don Wunder.

Our small but devoted group of volunteer "Weed Warriors" continues to happily toil on Monday mornings from June through September trimming and grooming the trail and working to hold back the Black Swallow-Wort. They have made an invaluable difference in this effort. If you enjoy walking the Marginal Way please consider joining us even if only occasionally. No experience is required and there are no age restrictions.



The Marginal Way Committee continues to work with our advisors, The Town Manager, and the Department of Public Works to see that the Marginal Way will endure.

Respectfully submitted,

Marginal Way Committee

Helen Horn, Chairperson

Paul Breen, Secretary

Lucien Rioux, Treasurer

Marilyn Eimon

Louesa Gillespie

Joan Griswold

Margaret "Peg" Hanscom

Diana Joyner

James Oliver

Advisors:

Thomas Fortier, Ogunquit Town Manager

David Barton, Select Board Liaison

Professor of Geology Arthur Hussey

Becky Linney, Horticulturalist

Paul Lempicki, Code Enforcement Officer

Cliff Marchant and Jack Whitney,

Ogunquit Public Works

**Report of the
RECYCLING COMMITTEE**

The Recycling Committee of Ogunquit is pleased to offer our 2011-2012 report to the Town. Our Committee of six (6) volunteers has worked diligently to promote recycling in the community.

Chairman Jeff Porter, Secretary Ron Bergeron, and members Joan Sakey, Lesley Mathews, and Mary Breen, and Alternates Michael Lynch and Barbara Early, coordinate the Town's efforts to encourage residents and tourists to recycle. Their activities include managing the barrels around town for redeemable bottles

and cans, educating the community about how their efforts help to keep Ogunquit clean and green, arranging for hazardous waste days, and working with the Wells-Ogunquit schools to encourage recycling at a young level.

Our Mission is to promote and encourage efforts to reduce, reuse and recycle for town residents, visitors and local businesses.

Goals

- To expand and maintain an increasing awareness of the necessity to recycle for environmental as well as monetary reasons. This endeavor should result in an increase of the current recycling rate.
- To make it more convenient for residents, visitors & businesses to recycle.

Some of our activities are:

- Enlisting volunteer organizations, in season, to empty out the recycling bins. Money that these organizations collect is donated to a charity or non profit of their choosing. Currently, the Wells-Ogunquit Senior Center picks up a majority of bins along Main Beach and around town. Connie Griffin collects in Perkins Cove. The Wells-Ogunquit Senior Center benefits from what they collect, and this past year they collected around \$5,000. Connie Griffin collects for the Young Maine Readers, and this past year, donated nearly \$1,000 to the young Maine readers group.
- Manning the Transfer Station during biennial hazardous waste days, the annual Earth Day and Recycling Week to educate the community about how their efforts help to keep Ogunquit clean and green.

- Creating an informational program to help businesses recycle and enlisting the support from star performers in the community to help to educate businesses to recycle.
- Working on a new campaign called “*Just One Thing*” to encourage members of the community to do one thing to make a difference in what is being recycled.
- Working with the transfer station to create a Swap Shop that will provide a protected building for members of the community to bring usable items from their homes that they would otherwise throw into the trash.
- Other members of the community can come to the Swap Shop and take these items free of charge. Bob Winn and his students at the Wells-Ogunquit Jr. High have built the Swap Shop building, which is located at the Transfer Station.

New ideas and communication with the Committee are welcome, and are best achieved by contacting Town Office.

Respectfully submitted,

Ogunquit Recycling Committee

Jeffrey Porter, Chair
Ron Bergeron, Secretary
Mary Breen
Barbara Early
Michael Lynch
Lesley Mathews
Joan Sakey

**Report of the
PERFORMING ARTS COMMITTEE**

Ogunquit Performing Arts began the fiscal year with the retirement of its longtime member and Chairman, Stuart Nudelman. He is truly missed, but his inspiration and the standards that he set live on as the Committee continues its mission of providing a wide range of the performing arts including music, dance, theatre, poetry, and film. OPA’s goal is to engage performers that are of the highest quality in their field and present them to local audiences at affordable prices.

The year began with a summer series of films each Wednesday evening about artists and their art held at the Barn Gallery. This well-attended series featured present and past artists.

The first event of the fall season: Capriccio, the two-week long town-wide celebration of the arts celebrated Ogunquit’s 22nd birthday as an independent town. Capriccio opened on Labor Day Monday with “Poets in Person,” local area poets reading from their works at the Barn Gallery. This was followed by two weeks of art events all around town: a concert by Masanobu Ikemiya, “Classics to Ragtime,” Kite Festival on Ogunquit Beach, tours of Ogunquit’s historic places and art galleries, a concert of Sea Shanties by Roll & Go, special events at the Ogunquit Museum of American Art, Ogunquit Heritage Museum, Barn Gallery, Ogunquit Baptist Church, Jonathan’s, and other venues around town. Capriccio concluded with an Antique Show and Sale at the Dunaway Community Center.

Ogunquit Performing Arts sponsored a number of the events and provided promotion for all of the events.

Ogunquit Performing Arts presented the 12th annual Classic Film Festival with films shown, free of charge, once a month September through May at the Dunaway Center.

In March, the Step Dancers from Maine's Stillson School of Irish Dance provided their annual spectacular performance on the Dunaway stage to a large and enthusiastic audience. These dancers have won awards in national and international competitions. The dancers were followed by the film "Riverdance at Radio City Music Hall."

April marked the 7th annual Elizabeth Dunaway Burnham Memorial Piano Festival featuring the return of the husband and wife team of Randall Hodgkinson and Leslie Amper performing a spectacular program "Four Hands One Piano." The next night George Lopez, a new-to-Ogunquit performer, dazzled the audience with his performance on Ogunquit's Steinway C concert grand piano. The finale was the Sunday afternoon recital by accomplished local piano students.

The 19th annual Chamber Music Festival concluded the fiscal year with concerts by Boston Chamber Music and the DaPonte String Quartet. These groups, back by popular demand, are always warmly welcomed by the Ogunquit audience.

In addition to this busy performance year, Ogunquit Performing Arts has created a brochure, developed a website, created an email promotion list and Facebook account, and launched a fund-raising program.

Many thanks for the support from the community, the Town of Ogunquit's helpful personnel, the Select Board, and the Town Manager ... we couldn't have done

it all without you.

Sincerely,

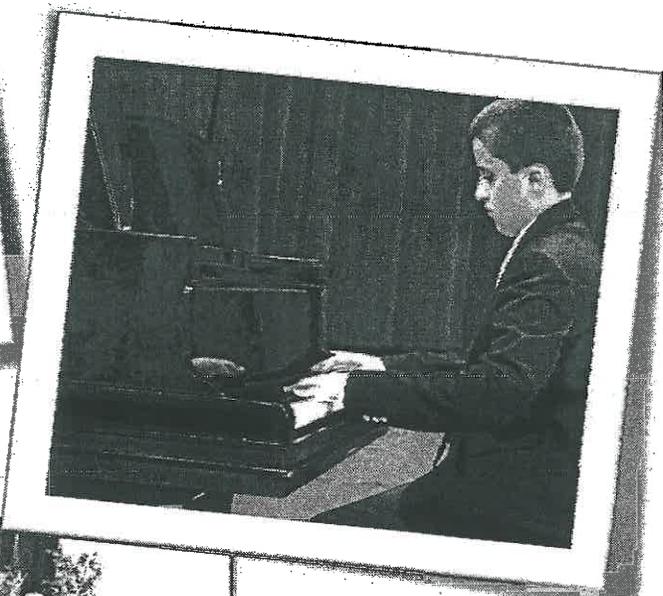
Ogunquit Performing Arts Committee

*William Baker
Mikie Ann Boyd
Philip Davis
Steve Einstein
Janel Lundgren
Patricia Mason
Winifred Mason
Eva Nudelman
Lesley Mathews
Helene Rutledge*

**Ogunquit Performing Arts
Presents:
Elizabeth Dunham Memorial
Piano Festival 2012**



Pianist Quynh Nguyen

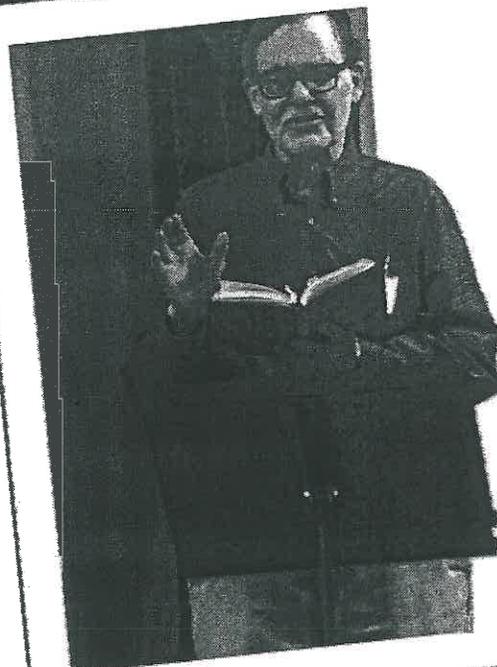


*Student Pianist
Matty Chase*



*Pianist Donald Alfano at the
Dunaway Community Center
Great Hall*

**Ogunquit Performing Arts
Presents:
Capriccio, Festival of the Arts**



Poet Robert Siegel



OGUNQUIT PLAYHOUSE

Bradford Kenney, Barbara Dailey, David Barton and Thomas Fortier with Sally Struthers at the Playhouse opening of "9-5".

JULY 4TH FIREWORKS



MARGINAL WAY

Winter walk on the Marginal Way

Photo by Robert Joyner

ADMINISTRATION

Town of Ogunquit

Report of the Town Manager

July 1, 2011—June 30, 2012

As your town employees, we have no illusions about what it means to be a public servant. It is our philosophy that the most important function of local government is to maintain effective communications with the citizens we serve. As town staff, we strive to inform our elected officials and citizens on town activities, projects, and keep them current on policy issues and challenges that may lie ahead. We maintain “day-to-day” operations and “make this town run”.

We provide avenues for citizens to communicate, submit service requests, and strive to meet your expectation of a timely response. The Police Department, Fire Department, Town Clerk, Town Treasurer, Harbor Master, Transfer Station and Land Use Office; we know what we are doing and we are good at it ! We are the epitome of what it means to be a public servant. We are here to serve YOU!

This past year we added the “Town Manager's Report” to each Select Board agenda. This has proven to be an effective way to get the word out on current projects, important dates and related meetings being held in the community. Many residents have commented that it is a most useful report. We also post “Current Events” on the Town web page.

Our Select Board, Planning Board, and other meetings can be streamed live or viewed at a later date by accessing our town web page www.townofogunquit.org

Town departments are operating at 2008 levels. We enjoy one of the lowest mil rates (tax rates) in the state. The town administrative staff has made many advances this past year. For example, we now accept credit cards at the Town Office and at our public parking lots. We are now outsourcing payroll, cross training staff to work different positions in different departments, and much more! Of course, all of these initiatives are in the spirit of streamlining day-to-day operations, improving accountability and tracking, and of course, to provide services at a reasonable cost.

Staff positions and departments have been consolidated (the Administrative and Public Works Departments); and the Town of Ogunquit Police and Fire Departments entered a merger agreement with the Town of Wells for Dispatch services, at a cost savings of over \$100,000 (each year !).

The typical tough Maine winter returned this past year bringing multiple snow storms that seemed to always hit on weekends. Our Public Works crew did a fantastic job, as always, plowing all through the night while most of us slept comfortably in our homes. A new Public Works garage was approved by the voters and construction should begin this summer.

Many other infrastructure projects were completed this past year. The stabilization of the Main Beach sea wall, the rehabilitation of Perkins Cove Bridge, the

paving and widening of North Village Road, and the repair of Jacobs Lot and Perkins Cove Back Lot and boat ramp...to name a few.

The town staff has worked diligently and collaboratively with the Conservation Commission to assure that the integrity of our rivers, and beaches. There is more work done on a daily basis than most will ever realize. Water samples, erosion studies, beach cleanup, dune patrols, educational campaigns, etc. are done to protect our most precious asset.

I would like to recognize the hard work and dedication of our Planning Board. This past year the Planning Board has been very busy and progressive. There have been over 75 amendments made to our current ordinance thanks to thorough review by Zoning Board of Appeals and Planning Board members.

The economic forecast, both past and present, is challenging to municipalities. Many, if not all reports, show municipalities are in deep financial crisis. I am proud to report that Ogunquit is not one of them. The collective commitment from each town employee, resident, business and visitor helps enhance our services and control our costs. Our revenues are up and our expenditures are down. Our undesignated fund is at the highest level in years (\$2.2 M) and our accrued liabilities are at their lowest in years.

Our Select Board is made up of very dedicated and talented members. I would like to thank them for their support and assistance with making this a great town to live, work and play.

The Town's future is bright. We envision suitable sidewalks, drainage improvements

and a complete rehabilitation of Route One, extending north and south, from town line to town line. A ten (10) million dollar collaborative with the Maine Department of Transportation will be a project worth waiting for. The design is 80% complete at this time. Construction is scheduled for fall of 2014. The project will emphasize pedestrian safety, be bicycle friendly and create aesthetically pleasing streetscapes.

It's all very exciting, this "*Beautiful Place by the Sea*". So, my advice to you is to *invest in Ogunquit*...you'll be glad you did!

My very best,

Thomas Fortier
Town Manager

TOWN OF OGUNQUIT

DEPARTMENT REPORTS

July 1, 2011—June 30, 2012

Report of the TOWN CLERK

As we go to press, I will begin my final year of my tenure as your Clerk as I will be retiring from public service as Ogunquit's Town Clerk effective June 30, 2013. On April 3, 1983, I began my municipal career as the municipal secretary to the Town Manager, deputy clerk to our community's first Town Clerk, Madeline "Dot" Brown, and editor of the annual Town Report from 1983 to 2011. Upon "Dot's" retirement in 1993, I was appointed Town Clerk and have had the distinction of serving the citizens of this "beautiful place by the sea" for the last 19 years. By the time, the Report goes to press; I will have served our community for 30 years with pride and a real sense of appreciation of the friendships I have developed over these years.

I can say, without hesitation, that I have loved serving the people of this town. If I tried to list all the wonderful and dear people I have interacted with over the years, my report would go on for pages and pages. I hope to see many of you before my last day here and thank you personally for your friendship and confidence in my position. I know, one of my fondest memories will always be the annual holiday luncheon we shared together when we could just be friends sitting down and "breaking bread" together. There have been, of course, many changes and challenges to the Town of Ogunquit. I

have witnessed the small Village of Ogunquit evolve into the "big", little Town of Ogunquit. While there has been much growth in the past 30 years, I believe the Town still maintains its charm and quaintness. That has certainly been accomplished through the foresight of the citizens who have chosen to help guide Ogunquit through its growth by way of their service as an elected select board member or as volunteers who serve on boards and committees and also through the cooperation of the many business owners working with the overseers of the town for the betterment of the town.

I know I could go on and on, but I will close with a sincere thank you to the Select Board, Town Manager, and my fellow town employees, past and present, who I have had the privilege to serve with and for. For the ladies who worked closest with me in the Town Office - Judy, Chris and Cheryl - you know how much I have valued our working relationship and, much more, our lasting friendship! No matter where the future leads me, Ogunquit, this "beautiful place by the sea" will always have my heart. Thank you all for the honor of serving as your Town Clerk! Stay well, be happy and laugh often!

Respectfully submitted,

Judy Shaw-Kagiliery
Town Clerk

Elections

November 8, 2011	State of Maine Referendum
January 17, 2012	Special Town Meeting
June 12, 2012	Annual Town Meeting Election/ Referendum
June 12, 2012	Wells-Ogunquit CSD Budget Referendum
June 12, 2012	State of Maine—Primary Election

Ballots Cast

536
204
350
336
282

Deaths***"Gone but not forgotten"****July 1, 2011– June 30, 2012**2011

<i>James A. Diamond</i>	<i>July 21</i>
<i>Thomas F. Tighe</i>	<i>July 31</i>
<i>Isabel C. Lewando</i>	<i>August 25</i>
<i>Joseph D. Littlefield</i>	<i>September 6</i>
<i>Roy M. Smith</i>	<i>September 13</i>
<i>Eric L. Dahlstrom</i>	<i>September 24</i>
<i>Fred A. Mayo, Jr.</i>	<i>December 20</i>

2012

<i>Robert A. Brown</i>	<i>January 16</i>
<i>John M. Leary</i>	<i>February 14</i>
<i>Doreen E. Adler</i>	<i>March 21</i>
<i>Joseph P. Klocek, Jr.</i>	<i>May 7</i>
<i>John S. Walsh</i>	<i>May 21</i>
<i>Philip G. Clark</i>	<i>May 27</i>

(*Reflects deaths occurring in State of Maine)

Vital Statistics**July 1, 2011– June 30, 2012**

Births	5
Marriages	78
Deaths	13

Licenses and Permits Issued

Amusement Licenses	22
ATV Registrations	5
Boat Registrations	58
Business Registrations	305
Dog Licenses	160
Hunting & Fishing	54
Liquor Licenses	43
Snowmobile Registrations	6

DOG LICENSES

The State of Maine requires all dogs to be licensed after six (6) months of age or within 10 days of ownership. Licenses expire December 31 of each year. Dogs are required to be licensed by January 1 of each year. Also, remember to bring in a current rabies certificate and/or neutering/spay certificate.

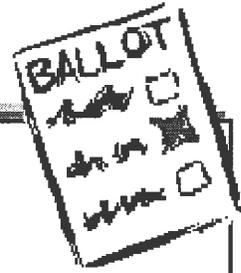
License fees and number of dogs registered in Ogunquit are as follows:

Male/Female	\$11.00
Neutered/Spayed	\$6.00
Late Fees after 1/31	\$25.00
Neutered/Spayed Dogs	154
Non-Altered Dogs	6

HUNTING & FISHING LICENSES

The 2013 Hunting and fishing licenses are available. Please remember to bring in a previous license for renewals. If you do not have a previous license, you will need to provide proof of having completed a hunting safety course.

You can also go onto MOSES and obtain your license or registrations online at www.state.me.us/ifw.



REMINDER: *The Annual Election of Officers and the 2013– 2014 Referendum and Budget Town Meeting will be held by secret ballot on Tuesday, June 11, 2013.*

Voter Statistics

Number of Active Registered Voters	1,115
Democrats	422
Republicans	292
Green	21
Unenrolled	380

AUTOMOBILE REGISTRATIONS

Please remember to bring in your current auto registration (yellow copy), current insurance card and mileage at the time of re-registration.

Ballot/Election Clerks

*Cindy Douglass
Marjorie Esau
Blanche Feinberg
Frederica “Bunny” Hart
Mary Littlefield
Leila Kupper
Tracey-Ann Leach*

These ladies have been unbelievably loyal and dedicated to their community for so many years through their volunteerism. The elections could not have run as smoothly as they did without them.

“Thank You” is not enough!

Ogunquit Select Board Meetings

The Select Board held a total of 26 meetings (regular, special meeting, and workshops) from July 1, 2011 to June 30, 2012.

Town of Ogunquit –Current Staff E-mail Addresses

Thomas A. Fortier	Town Manager	townmanager@townofogunquit.org
Judith A. Yates	Treasurer	treasurer@townofogunquit.org
Judy Shaw-Kagiliery	Town Clerk	townclerk@townofogunquit.org
Scott Heyland	Code Enforcement	ceoogt@townofogunquit.org
Patricia Arnaudin	Police Chief	opd1@maine.rr.com
Mark O’Brien	Fire Chief	firechief@townofogunquit.org
Jack Whitney	PWD Supervisor	jwhitney@townofogunquit.org
John Fusco	Transfer Station Mgr.	transferstation@townofogunquit.org
Fred Mayo, III	Harbormaster	harbormaster@townofogunquit.org
Cliff Marchant	Maintenance Director	maintenance@townofogunquit.org
Jordan Freedman	WOGT/Info Services	wogt@townofogunquit.org

**Report of the
LAND USE DEPARTMENT**

The Land Use Office administers the Ogunquit Zoning Ordinance, Flood Plain Management Ordinance, State Building, Plumbing & Electrical Codes, Land Use and Shoreland Zoning Requirements.

Each Ordinance has specific administrative procedures for the review of applications, inspections and enforcement. In addition to the rules that we administer, we are also required to enforce dozens of other State and Federal land use and building rules, regulations and laws. These duties utilize the majority of our staff time and efforts.

Each year, the inspectors review hundreds of building plans and conduct inspections to ensure quality construction, compliance and cleanliness of restaurants, motels, hotels and residences. The Code Enforcement Officer is the "Police" for the safety of housing in Ogunquit and the proper use of the land.

The following is statistical information regarding permit activity in the Land Use Office for July 2011 – June 2012.

Fees Collected-

- Building Permit \$131,215
- Plumbing Permits 7,600
- Electrical Permits 3,594
- Blasting Permits 600
- Heating Permits 455
- Fence Permits 2,600
- Sign Permits 2,200
- Yard Sale Permits 140
- Well Permits 300
- Zoning Board of Appeals 800
- Planning Board 7,550

Total Permit Fees Collected **\$157,054**

Total Value of Building Permits Issued:
\$8,697,998

The Land Use Office performed 1,762 building/ on-site inspections.

Barbara C. Kinsman has been at the Land Use Office since 2006. She is the Assistant Assessor and the E-911 Addressing Officer. Maryann Stacy, Planning Board Secretary and Clerical Assistant to the Code Officer, has also been with the Land Use Office since 2006.

The staff at this office is committed to excellence of service and is always pleased to assist the public with all your Town Code Enforcement, Assessing, GIS, E-911, Property Information, Tax Maps and Zoning and Planning needs.

Please do not hesitate to call 646-5140 or 646-9326 or come to our office located at 102 Main Street. We are here to assist YOU.

Respectfully submitted,

Paul J. Lempicki
Code Enforcement Officer

**Report of the
POLICE DEPARTMENT**

Once again it has been a pleasure and a privilege to serve as Ogunquit's Chief of Police. I could not do so without the continued support and confidence given to me by the Town Manager and the Select Board.

The Ogunquit Police Department has had a very productive year; we made some major changes as well as some small alterations to the way we do things.

The biggest change this past year, was that after a decade of receiving dispatching services from the York Police Department, we made the switch to be dispatched by the Wells Police Department. We didn't make this move lightly and we entered into the agreement only after a thorough analysis of how this change would affect the people we serve. We realized a significant savings by switching, which was the major reason for the change. The biggest way that I judge the switch as being successful is that if you asked the townspeople how they felt about the change and if it affected them, most would not have any idea that the changes were made.

The phone numbers you dial when you need the Police or Fire service remained the same, and all things considered the transition was seamless. I would like to thank the Select Board and the Town Manager for the guidance and support offered throughout this process.

We continue with some of our community policing initiatives like "Fill a Cruiser Day", where residents literally donated so much food that the cruiser overflowed.

The Good Morning Program, where residents call to check in daily, continues to go strong. We have a special relationship with participants of the program. Officers, in the past year have assisted members with things you may not expect from a Police department, like changing batteries in remote controls, troubleshooting an air conditioner and refrigerator, helping to connect VOIP phone service, carrying in groceries and shoveling a pathway in the snow. These are the kinds of things that makes us all proud to be members of the Ogunquit Police Department.

The Town is fortunate to have many

capable and professional people working, both full-time and on a seasonal basis. I would like especially to thank our reserve officers and our visitor services personnel. They all do an outstanding job.

Our ladies, in the front office, Sharma Damren and Diane Moore, continue to keep the daily operations of the Department at a high professional standard.

Once again, it is a pleasure and an honor for me to continue to serve the many good residents and business people of Ogunquit. I must again state that I consider myself very privileged to work alongside such a dedicated staff of men and women. We will continue to provide the best public safety service that we can for our citizens and visitors, alike.

Respectfully Submitted,

Patricia L. Arnaudin
Chief of Police

Ogunquit Police Personnel

Patricia L. Arnaudin, Chief
Shawn O. Fahy, Sergeant
Matthew S. Buttrick, Sergeant
Michael E. Faia, Sergeant
Scott T. Long, Officer
Brett M. Owens, Officer
David R. Keith, Officer
Alexander M. Smith, Officer
Anthony B. Dumont, Officer
Sharma E. Damren, Secretary
Diane M. Moore, Secretary

Phone: 646-9362

**POLICE ACTIVITY
JULY 1, 2011 - JUNE 30, 2012**

TOTAL CALLS FOR SERVICE	5128
TOTAL MOTOR VEHICLE CRASHES	52
TITLE 17-A CRIMINAL VIOLATIONS	
ASSAULT (DOMESTIC VIOLENCE)	4
ASSAULT (MISDEMEANOR)	9
AGGREGATED ASSAULT (FELONY)	1
AGGREGATED CRIMINAL MISCHIEF (FELONY)	0
ALCOHOL VIOLATIONS (OTHER)	5
ARREST OF WARRANT	1
BURGLARY	12
BURGLARY OF MOTOR VEHICLE	1
CRIMINAL ATTEMPT	0
CRIMINAL MISCHIEF	26
CRIMINAL OTHER	0
CRIMINAL SIMULATION	0
CRIMINAL THREATENING	2
CRIMINAL TRESPASS	7
DISORDERLY CONDUCT	9
DOG ON BEACH	2
DOG RUNNING AT LARGE	1
DRINKING IN PUBLIC	0
DRUG VIOLATIONS	38
FORGERY	2
GROSS SEXUAL ASSAULT	1
HARRASMENT	3
HOME REPAIR FRAUD	0
KIDNAPPING	0
MINOR CONSUMING ALCOHOL	3
NEGOTING A WORTHLESS INSTRUMENT	3
OBSTRUCTING PUBLIC WAY	0
RECEIVING STOLEN PROPERTY	1
THEFT (ALL CATAGORIES)	51
VIOLATION CONDITIONS OF RELEASE	3
VIOLATION PROTECTION FROM ABUSE	0
Title 29-A CRIMINAL M/V VIOLATIONS	
OPERATING MOTOR VEHICLE AFTER SUSPENSION	6
OPERATING MOTOR VEHICLE WITHOUT LICENSE	3
OPERATING UNDER THE INFLUENCE	24
OPERATING UNREGISTERED MOTOR VEHICLE	1

**Report of the
FIRE & RESCUE DEPARTMENT**

This year, the Department's Report covers the timeframe from July 1, 2011 to June 30, 2012.

We continue to conduct Life Safety Inspections with the Land Use Department. Happily, I can report no structure fires during this past year and I attribute that to continued progress in fire safety procedures being practiced by our citizens.

Listed below are the fire and rescue statistics for the last year period:

	Fire Calls	EMS Calls	Total Calls
2010	272	308	580
2011	239	370	609
2012	269	387	656

The Department's Ocean Rescue Report also reflects the new fiscal year:

First Aid	185
Lost Children	131
Medical Rescue	11
Rainy Days	2
Water Assisted	283
Water Rescues	32

The Department's Knox Box Program is on-going (see Channel 3 FMI). I can't stress enough the need to be vigilant and **make sure your house numbers are up and visible** so that first responders can get to your location as soon as an emergency arises.

As in past years, the Fire Company continues to help our community out with several major contributions being made to the Fire Department.

These include:

- Purchase of more safety cones and vests for Apparatus.
- Lactate Monitors for ambulances.
- Fire Company still sponsors BINGO Tuesday and Saturday to raise funds.

Thank you Ogunquit Fire Company!

In closing, I could not end this Report without recognizing my entire staff as well as the many volunteers who have helped make this Department one for its citizens to be proud of and one of the best in the State.

The Department receives many letters of thanks and appreciation regarding the Department's professionalism. I am very proud to be the Ogunquit Fire Chief and to serve along side these fine young men and women.

Respectfully submitted,

Ogunquit Fire & Rescue
Edward W. Smith, Fire Chief

Fire Department Staff

A-Shift

David Moore, EMT-2, FF2
Jessica Christensen, EMT-P, FF2

B-Shift

Scott Bourque, EMT-2, FF2
Branden Walker, EMT-P, FF2

C-Shift

Shannon Bridges, EMT-2, FF2
Brian Roy, EMT-P, FF2

D Shift

Robert Bernard, EMT-P, FF2
Howard Doane, EMT-P, FF2

Fire Department Officers

Mark O'Brien, Assistant Chief
Lawrence "Gus" Dunham, Deputy Chief

Report of the PUBLIC WORKS DEPARTMENT

The Public Works crew would like to thank the citizens of Ogunquit for their continued support in our endeavours to modernize the town's equipment and vehicle fleet.

Administrative Services and Public Works were merged, in keeping with a philosophy of looking to new and more cost effective ways of doing things without giving up quality of service or small town feel. Both departments now fall under the direction of Clifford Marchant, Administrative Services Director; with day-to-day Public Works operations being undertaken by Jack Whitney, Public Works Supervisor.

The summer schedule at Public Works was changed to reflect the needs of our resort town. The summer season will include two (2) crews working ten-hour days with Public Works employees on duty Sunday through Saturday. The new hours will commence Sunday, June 16th through Saturday, September 7th with Public Works employees on duty from 6 a.m. until 7p.m. daily. These shift changes should afford the town excellent Public Works coverage through the peak times of our summer tourist season.

The Berwick Road paving project was finished this past year and looks fantastic. We had pavement on North Village Road removed, the road re-graded and new culverts installed. Sections of the road were built up and ditches were repaired. The base layer of pavement was put in place for the winter months and was finished this spring. New drainage has been installed on Woodbury Lane and that project is slated for finish this summer.

The Department of Public Works would also like to thank the Marginal Way Committee and the Marginal Way "Warriors" for all their help and guidance in keeping the Marginal Way a beautiful and safe destination for all our summer guests. Our crew is committed to providing additional labor to assist with maintaining our 1 ¼ mile treasure.

Again, thank you to all that make Ogunquit such a special place.

Respectfully submitted,

Clifford Marchant
Maintenance Director

Department of Public Works

Jack Whitney, Supervisor

Staff

Michael "Ski" Hodurski, Mechanic

John Jacobs, III

Brian Mire

Charles "Chuck" Norcross

Kyle Reed

Stephen Shepard

**Report of the
TRANSFER STATION**

This year was a very busy one at the Transfer Station with over 4,000 more users than the previous year. Recycling continues to be going strong in our town, reflected in a reduced tonnage of Municipal Solid Waste despite the increase in traffic and reflected in our very high 58 % Municipal Recycling Rate (as calculated by the Maine State Planning Office). I still believe we can improve on this,

especially as we are one of the very few, if not the only Municipality, that allows free bags of waste or mandatory recycling.

Prices we received for recycled materials (cardboard, paper and metal) were very high during the first three-quarters of the year, especially for metal and cardboard, and with careful separation, we managed to make considerable money from them.

Our "Charity Bottle Recycling Program" removed over 20,400 bottles and cans from the waste stream and cashed them in for \$1,616.35. Hard earned money, I may add, as it is a difficult and dirty job. It is impressive to see the effort that the women from The Wells-Ogunquit Senior Center, Young Maine Readers, and Wells High Project Graduation put in.

Our three-year contract with our trash hauler ended with Trioano Waste Services and we signed a new contract with Shipyard Waste Services in Eliot.

It is always interesting and a pleasure serving the people of this community, and I am always thankful to hear advice and criticism in order to make your Transfer Station function better for all who use it.

I would also like to thank my incredibly able staff. They are a pleasure to work with and a great asset to the community.

Respectfully submitted,

John Fusco

Transfer Station Manager

Transfer Station Staff

Chris Perry

Lou Rioux

Percy Stevens, Sr.

Report of the HARBORMASTER

Calm seas and sunny skies were the perfect combination for a very busy 2011 boating season. Whereas the popularity of Perkins Cove increases, the size of the harbor does not.

Building three (3) new floats in early spring added four (4) new moorings bringing the total to seventy-four (74). There continues to be a wait list for moorings. We are a working harbor, boasting thirty-eight (38) commercial fishermen. While the tuna catch was low, the lobstermen had a banner year landing more poundage than ever before. Visiting boaters were as plentiful as ever, bringing tourists to local shops and restaurants alike.

A major repair was accomplished to our popular pedestrian drawbridge, replacing the old rotted lift-spans, at a cost of \$28,000. Plans are underway to replace the upright timbers of the bridge in 2013; thus securing the future of the walkway.

The Cove weathered the winter months with minor damage. In the spring, we completed the major project of replacing and securing the mooring chains, a task that had not been done for over 25 years. At the same time, several bumper pilings were replaced along the commercial wharfs. The repaving of the "Boatyard" will take place in the spring of 2013. Plans are underway for new restrooms to be built in 2014. We are a work in progress... "we are making progress".

Once again, I am looking forward to my continued work with the Town Manager and the Select Board. I would like to thank the Public Works Crew and the

Town Office Staff for their much appreciated help. I look forward to another busy and productive year. Please feel free to call or stop by my office with any question or concerns.

On a sad note, former Harbormaster Harry Horning passed away in early March 2013.

Respectfully submitted,

Fred Mayo III
Harbormaster

Report of the GENERAL ASSISTANCE COORDINATOR

General Assistance (GA) is "a service administered by a municipality for the immediate aid for persons who are unable to provide the basic necessities essential to maintain themselves or their families". The key elements in this definition are: immediate, unable and basic necessities. GA is intended to provide immediate aid, thus assistance must be granted or denied within 24 hours of receipt of a completed application. It is for people who are unable - not unwilling - to maintain themselves or their families. Finally, GA is intended to help people with basic necessities: food, shelter, utilities, fuel, clothing, and certain other items, when they are essential.

GA is not a "categorical" welfare program and is therefore not limited to providing assistance to only specific groups or categories of people, as is TANF to families with dependent children, or SSI for disabled people. GA is the program of last resort. It is the "safety net" intended to help those people who have no other resources. GA records relating to an applicant or recipient are confidential and no information relating to a person who is

an applicant or recipient may be disclosed to the general public, unless expressly permitted by that person.

The Town of Ogunquit approved \$2,500 for the 2011-2012 Budget. Two applications were received during this period. The town assisted one client with housing (\$115.00) and one client with food assistance (\$101.96); one applicant was not eligible for assistance.

Respectfully submitted,

Cheryl L. Emery
General Assistance Coordinator



"In helping others, we shall help ourselves, for whatever good we give out completes the circle and comes back to us." - Flora Edwards

Report of the INFORMATION SERVICES DEPARTMENT

The Information Services Department provides information to the residents and visitors of Ogunquit in a timely manner. We accomplish this by performing the following tasks:

- Operation of the public access television station, WOGT Channel 3.
- Design and maintenance of the town presence on the internet at www.townofogunquit.org.

Two (2) major changes were put into place this past year to augment our services; Select Board and Budget Review Committee private access to documentation on the Town web site and on-line video access to all governing board meetings for the viewing public.

In prior years, it was the duty of the Police Department to deliver to every Select Board member the necessary documentation for their meetings. The Select Board members can now access all their required material from the Town web site on a password protected page.

In a similar fashion all members of the Budget Review Committee and Select Board can retrieve the budget information from a protected page while working on the new budget for the upcoming fiscal year. Significant amounts of time and materials have been saved through the additional use of the Town web site.

In the past, the only way to see a meeting of a governing board was to either attend the meeting in person or watch it on our local cable access channel. To see an earlier meeting the viewer would have to purchase a DVD or tape copy of the meeting.

We now have live video-streaming and video-on-demand (VoD) of all governing meetings on the internet so that, as long as a viewer has internet access, they can watch the meeting wherever they are located.

The simplest method to find the meeting is to go to the **Home** page of the Town website. On the right side of the page, under the photo banner, is a red stylized graphic of a municipal building. By clicking on that icon, you will be taken to

the Town's video page.

On the left side of the screen is a schedule of board, date and time of the meeting for the current month. By selecting the board name under the "Live Meetings" heading, a window will open, so that you can watch and listen to the meeting if it is currently being broadcast.

If a viewer wishes to view a prior meeting, they are available from the same page under the "Previous" heading grouped by month. Select the appropriate month and then the meeting to view it.

All meetings are archived and available for one year from their original date. The Town of Ogunquit is also on Facebook. Look for the link to "Like" us on Facebook in the lower left section of our homepage. Notices of all televised meetings and notes of information are provided.

If you have any questions regarding WOGT or the town web site, please do not hesitate to contact me either by email at wogt@townofogunquit.org or telephone at 646-5139 x 238.

Respectfully submitted,

Jordan Freedman
Information Services Director

FINANCE

TOWN OF OGUNQUIT

FINANCE DEPARTMENT

July 1, 2011 - June 30, 2012

Report of the TREASURER

With the close of the Town's fiscal period now being June of each year, we are able to more accurately budget and appropriate monies for Capital Improvement and Operating Budgets prior to the beginning of our next fiscal year. Town meeting takes place in June in conjunction with the State of Maine Elections and allows for us to actually appropriate monies prior to the beginning of the fiscal period which begins July 1.

During the month of September, we generate a tax bill that is made up of several components. Among those are not only the Operating and Capital Improvement budgets for the Town, but also our proportionate share of the County taxes as well as the Wells-Ogunquit Community School District payments.

This last year marked our fourth year of the installment bill. The two (2) installments have been well received by the taxpayers and we will continue to try and keep the due dates consistent, with the first half being due on or about November 1 and the second half being due on or about May 1. We hope this has made the tax payment less burdensome for those of our taxpayers who choose to pay on the installment plan.

In 2011-2012, the voters approved a twelve

(12) month operating and Capital Improvement budget of \$9,461,169.45 (This includes the town's portion of the School as well as the County budget) with a resulting tax rate of \$7.31/1000 of value for the fiscal year ending June 30,2012.

Because the Town has been very successful with budgeting and forecasting expenses, we were able to fund a number of improvements to our infrastructure to include a paving reserve, several new vehicles for the Public Works Fleet and many other projects throughout Town with the use of our Surplus Fund Balance (also known as Undesignated Fund Balance). The majority of the Surplus Fund Balance comes from revenues that we are able to successfully raise over and above what we anticipate raising. These funds come in large part from our parking lot revenues.

It is our hope that, in the coming months, you will soon see improvements to the sidewalks on the Route One corridor. In August of 2010, the Townspeople voted to borrow \$2,227,000 for the construction of new sidewalks in Town. Surveys have been completed and some of the engineering started. It will be very exciting to see this project unfold!

As your Treasurer, probably one of the most difficult tasks that I have had in recent years is pursuing the best and safest investment opportunities afforded to the

municipal community. As they have for the last several years, interest rates have been very low. I continue to monitor and pursue the best investment opportunities that are afforded the Town and will continue to watch and be mindful of any advantageous opportunity that may come the Town's way.

As we close this fiscal year, the parking lot revenues below, reflect another successful season on the beach. The season started out wet and damp but ultimately the sun came out and stayed out as is reflected by the parking lot revenues listed below:

Main Beach	\$621,645.00
Moody (aka North Beach)	\$232,276.00
Footbridge	\$228,569.00
Lower Lot	\$116,760.00
Obeds Lane	\$151,266.00
Perkins Cove	\$201,197.00
Hotels (East of the Ogunquit Estuary)	\$ 21,014.00

TOTAL \$1,572,727.00

As we end this year, it is important to note and recognize that it takes all Town Departments working together to make this system efficient. We truly do run a business in the summer with these parking lots and we are very fortunate to have a team of professionals who have always strived to do and be the very best they can be for this "beautiful place by the sea". My sincere thanks to each and every one of you. You all make my job much easier. I encourage anyone with any questions to please stop by, call or email me at treasurer@townofogunquit.org. I welcome the opportunity for open dialog and to help you make an informed decision.

Respectfully submitted,

Judith A. Yates, Treasurer

Report of the TAX COLLECTOR

Municipal Tax Collectors are Public Officers who have the duty of collecting taxes legally assessed with the municipality. The authority of the Tax Collector is derived from the collection warrant and the tax commitment. The tax collector's duty is only to collect taxes. The Tax Collector has no authority to adjust or abate a tax or to collect one where none was committed. These concerns should be referred to the Assessor.

The Municipal Assessor establishes the tax rate and commits the taxes to the Tax Collector after the municipal and school budgets are adopted and the county taxes assessed. In Ogunquit, this usually occurs in early to mid-September. The Tax Collector prepares the tax bills and collects the appropriate amounts on behalf of the town.

In Ogunquit, taxes are due within 45 days following commitment. Failure to pay in that time frame will result in interest added, while continued failure to pay the taxes will result in liens on the property, additional interest charges and possible loss of the property to the Town.

In 2011-2012, the Town managed 3,812 separate tax accounts compared to 3,787 in 2010-2011 Time Shares and condominiums comprised 18% of the town's taxable parcels. Residential properties comprised 59% and commercial properties 21%, while 2% represents utilities and tax exempt properties. In 2011-2012, education represented 48% of the tax commitment, municipal services 45% and county tax 7%.

As of June 30, 2012 the town had collected \$8,943,905 or 94.5% of the tax commitment leaving an outstanding balance of \$521,227.

Respectfully submitted,

Thomas A. Fortier, Tax collector
Judith A. Yates, Deputy Tax Collector

**OUTSTANDING TAXES
AS OF JUNE 30, 2012**

**TOWN OF OGUNQUIT
2009 OUTSTANDING TAXES**

Bill Name	Billed
CIT TECHNOLOGY FINANCING SERVI	\$12.54
HARTWELL JAMES & PATRICIA	<u>\$187.61</u>
	\$200.15

**TOWN OF OGUNQUIT
2010 OUTSTANDING TAXES**

CIT TECHNOLOGY FINANCING	\$21.97
HARTWELL JAMES & PATRICIA	\$268.51
HARTWELL JAMES & PATRICIA	\$370.45
NORTHERN NEW ENGLAND TEL	\$5,079.25
OTT WHITNEY	\$13.79
STAND, JOHN	\$22.78
THOMAS MARK	<u>\$18.86</u>
	\$5,795.61

**TOWN OF OGUNQUIT
2011 OUTSTANDING TAXES**

BELL, STEPHEN W AND MEGGAN M	\$90.69
BELL, STEPHEN W AND MEGGAN M	\$49.69
BOURGAULT, JACQUELINE E, TRST	\$43.23
BOURGAULT, JACQUELINE E, TRST	\$44.66
BOURGAULT, JACQUELINE E, TRST	\$44.66
BOURGAULT, ROLAND J, HEIRS OF	\$39.63
BOURGAULT, ROLAND J, HEIRS OF	\$41.79
BOURGAULT, ROLAND J, HEIRS OF	\$39.63
BOURGAULT, ROLAND J, HEIRS OF	\$41.79
BRENNAN, JOHN E, JR., AND SUSAN	\$37.03

CALKINS FAMILY TRUST, LLC	\$43.23
CALLAHAN & ZALINSKI, LLC	\$41.79
CHRISTIAN PAUL	\$38.18
CIPOLLA, RICHARD AND LISA	\$48.25
CRISTO RICHARD	\$26.97
ENSEMBLE INC	\$11.01
GRANITE STATE MUSIC CO INC	\$87.58
HARTWELL JAMES & PATRICIA	\$273.27
HARTWELL JAMES & PATRICIA	\$377.02
HERROLD, ROBERT	\$43.23
HILLCREST CONDOMINIUM ASSOC.	\$41.06
INSIDE OUT CAFE	\$139.60
KARAS, ANNE	\$46.11
MASTROBUONI, LOUIS & EDNA, JT	\$109.40
MCLAUGHLIN, BARBARA A	\$59.04
MCLAUGHLIN, BARBARA A	\$45.38
MEDIEROS, CECILIA	\$40.34
NEVEL, WILLIAM C. DR AND	\$39.63
OHEIR, JENNIFER	\$51.13
OTT WHITNEY	\$14.04
POOLE, STEVEN E.	\$55.45
PURCELL, ROBERT D	\$581.27
RICHARDS, DOLORES M. & LEDGER, DYANA F	\$46.11
RICHARDS, DOLORES M. & LEDGER, DYANA F	\$44.66
RICHARDS, DOLORES M. & LEDGER, DYANA F	\$41.79
RIVERS, MARY LOUISE	\$41.79
SADIE GREEN'S INC	\$7.64
SARACCO, JOSEPH A.	\$44.66
SMITHERS, MARLENE F.	\$87.10
SMITHERS, MARLENE F.	\$51.13
STAND, JOHN	\$23.19
SWAN KYLE	\$14.17
THOMAS MARK	\$19.20
TROTTER, EDWARD T AND MARY D	\$56.89
TROTTER, EDWARD T AND MARY D	\$44.66
VALDEZ DEAN	\$21.05
WHITE, LEE R AND JULIE	<u>\$78.47</u>
	\$3,217.60

**TOWN OF OGUNQUIT
2012 OUTSTANDING TAXES**

BELL, STEPHEN W & MEGGAN M	\$94.40
BELL, STEPHEN W & MEGGAN M	\$50.81
BEV TECH	\$22.51
BLAIR, HERBERT & DOROTHY	\$82.92
BLAIR, HERBERT M. &	\$40.10
BLUE SHUTTERS REALTY TRUST	\$220.47

**TOWN OF OGUNQUIT
2012 OUTSTANDING TAXES
(CONT)**

BELL, STEPHEN W & MEGGAN M	\$94.40	HERROLD, ROBERT	\$43.92
BELL, STEPHEN W & MEGGAN M	\$50.81	HERROLD, ROBERT & WENDY	\$45.46
BEV TECH	\$22.51	HILLCREST CONDO ASSOCIATION	\$42.39
BLAIR, HERBERT & DOROTHY	\$82.92	HILLCREST CONDO ASSOCIATION	\$42.39
BLAIR, HERBERT M. &	\$40.10	HILLCREST CONDO ASSOCIATION	\$40.10
BLUE SHUTTERS REALTY TRUST	\$220.47	INSIDE OUT CAFE	\$118.64
BORETH, OSCAR D AND DOLORES S	\$62.19	IRVINE, STEPHEN R. & MARIE E.	\$46.23
BOTTE, HENRY, JR., & PEGGY	\$283.58	KANE, ROBERT L AND CAROL A	\$3,862.57
BOUCHER, ESSELYN	\$1,504.52	KEANE, DEBORAH K.	\$35.03
BOURGAULT, JACQUELINE E, TRST	\$43.92	KEANE, DEBORAH K.	\$45.96
BOURGAULT, JACQUELINE E, TRST	\$45.46	KEOUGH, MARK	\$2,943.46
BOURGAULT, JACQUELINE E, TRST	\$45.46	LITTLEFIELD, ERIC M.	\$3,932.92
BOURGAULT, ROLAND J, HEIRS OF	\$40.10	MADDEN, ELLSWORTH & LEE	\$3,619.41
BOURGAULT, ROLAND J, HEIRS OF	\$40.10	MAHER-STEWART, MARILYN;	\$10,913.37
BOURGAULT, ROLAND J, HEIRS OF	\$42.39	MAHER, MARK	
BOURGAULT, ROLAND J, HEIRS OF	\$42.39	MARLIN LEASING INC	\$12.28
BRENNAN, JOHN E, JR., & SUSAN B	\$47.76	MASTROBUONI, LOUIS & EDNA, JT	\$114.27
BRIGGS, WILLIAM J & ANNE M	\$1,284.14	MCLAUGHLIN, BARBARA A	\$46.23
CALABRO, ELIZABETH E.	\$1,657.63	MCLAUGHLIN, BARBARA A	\$60.74
CALKINS FAMILY TRUST, LLC	\$43.92	MEDIEROS, CECILIA	\$40.87
CALLAHAN & ZALINSKI, LLC	\$42.39	MILLER CHARLES	\$59.21
CERWONKA GENEVIEVE	\$318.50	MILLER CHARLES	\$26.02
CHRISTIAN PAUL	\$40.57	MILLER, RICHARD C.	\$1,651.98
CIPOLLA, RICHARD AND LISA	\$49.28	MILLER, RICHARD C.	\$1,772.02
COCHIARELLI, WILLIAM F	\$2,106.94	MILLER, RICHARD C.	\$3,403.79
CONNELLY, JOHN AND MARY	\$49.28	MILLER, RICHARD C.	\$1,554.10
CORBIN, MICHAEL & OLIVIA	\$1,771.29	MILLER, RICHARD C.	\$1,420.29
CORDELL, NAOMI AND ABIGAIL C	\$40.10	MILLER, RICHARD C.	\$1,606.87
CORDELL, NAOMI L AND ETHAN P	\$46.99	MILLS REVOCABLE FAMILY TRUST	\$40.10
CORDELL, NAOMI L. AND JARED R.	\$41.63	NORDBERG, PAUL AND DEBRA	\$2,254.52
CRISTO RICHARD	\$17.03	NORTHERN LEASING	\$29.97
CROSBY, MARTIN	\$38.13	OBRIEN, JEAN M.	\$49.28
DAOUST, GISELE	\$41.63	OCONNOR, MARGARET	\$37.45
ELLIOT, HARVEY O AND	\$3,115.51	OGUNQUIT SEASON RESORT	\$22.08
ENOS, TIMOTHY & MAYNARD, MI- CHAEL	\$2,040.41	OTT WHITNEY	\$9.87
EZ TIMESHARE SOLUTIONS	\$40.10	PERETTI, MARY T. KENNEDY- TRST	\$63.04
EZ TIMESHARE SOLUTIONS, INC.	\$46.99	PHILBRICK, PETER T.	\$40.10
FIAMINGO REALTY TRUST	\$3,395.37	PLOUDE, LINDA	\$1,473.04
FOGARTY MICHAEL	\$11.77	POOLE, STEVEN E.	\$56.92
GOODE, JEFF	\$41.63	POWELL, DEBBIE J.	\$40.10
GRANITE STATE MUSIC CO INC	\$72.30	POWELL, DEBBIE J.	\$40.10
GRASSO, MARIA	\$3,119.33	POWELL, DEBBIE J.	\$40.10
HANSON TANYA	\$3.80	PURCELL, ROBERT D	\$615.88
HARTWELL JAMES & PATRICIA	\$162.72	RICHARDS, DOLORES M. &	\$46.99
HARTWELL JAMES & PATRICIA	\$383.26	LEDGER, DYANA F	
HEGER, STEPHEN H.	\$208.23	RICHARDS, DOLORES M. &	\$42.39
		LEDGER, DYANA F	
		RICHARDS, DOLORES M. &	\$45.46
		LEDGER, DYANA F	
		RIVERS, MARY LOUISE	\$42.39

**TOWN OF OGUNQUIT
2012 OUTSTANDING TAXES
(CONT)**

RIVERS, MARY LOUISE	\$42.39	TWO HUNDRED SIXTY-ONE SHORE	\$3,251.48
ROBICHAUD, MICHAEL AND RUTH	\$684.70	ROAD, LLC	
ROY, RICHARD J.	\$46.23	VALDEZ DEAN	\$18.13
SARACCO, JOSEPH A.	\$45.46	WAXMAN, LESLIE AND ROBERT	\$114.27
SCHREIBER, STUART M	\$9,729.69	WAXMAN, ROBERT M AND LESLIE A	\$92.11
SHEPARDSON N F RICA	\$140.64	WAXMAN, ROBERT M AND LESLIE A	\$69.93
SIMKEWICZ ANDRES & LAUREN	\$74.22	WHITE, LEE R AND JULIE	\$81.39
SMITHERS, MARLENE F.	\$90.57	WHITECAP GROUP LLC	\$892.84
SMITHERS, MARLENE F.	\$52.34	WHITECAP GROUP, LLC	\$10,843.79
SWAN KYLE	\$13.89	ZUKOWSKI, ROBERT S.	<u>\$1,121.31</u>
THOMAS MARK	\$20.39		\$92,917.54
TROTTER, EDWARD T AND MARY D	\$58.45		
TROTTER, EDWARD T AND MARY D	\$45.46		

**Report of the
TAX ASSESSOR**

Property Taxes Committed to the Tax Collector for the Fiscal Year July 2011-June 2012:

	<u>2010-2011</u>	<u>2011-2012</u>	<u>Increase/Decrease</u>
County Tax	\$673,217.78	\$679,539.15	\$6,321.37
Municipal Appropriation	\$3,804,596.00	\$6,911,738.00	\$3,107,142.00
School/Education Appropriation	\$4,407,158.00	\$4,568,861.00	\$161,703.00
Overlay	\$41,580.53	\$9,300.36	(\$32,280.17)
State Municipal Revenue Sharing	(\$34,629.00)	(\$35,062.06)	\$433.06
Homestead Reimbursement	(\$8,289.00)	(\$11,878.99)	\$3,589.99
Other Revenue	\$0.00	(\$2,670,628.37)	(\$2,670,628.37)
Net Amount to be Raised by	<u>\$8,883,634.31</u>	<u>\$9,451,869.09</u>	\$568,234.78
Property Tax			
Land	\$615,406,560.00	\$616,261,260.00	\$854,700.00
Building	\$664,021,560.00	\$669,244,260.00	\$5,222,700.00
Total Real Estate	\$1,279,428,120.00	\$1,285,505,520.00	\$6,077,400.00
Personal Property	\$11,797,730.00	\$8,777,480.00	(\$3,020,250.00)
Total Taxable Property	\$1,291,225,850.00	\$1,294,283,000.00	\$3,057,150.00
Property Tax Rate	\$6.88	\$7.31	\$0.43
State Valuation	\$1,327,550,000.00	\$1,297,600,000.00	\$29,950,000.00

Respectfully submitted,

Barbara Kinsman, O.B.O

Robert Gingras, CMA

TOWN OF OGUNQUIT

OGUNQUIT, MAINE

FINANCIAL AUDIT REPORT

JUNE 30, 2012

**TOWN OF OGUNQUIT
OGUNQUIT, MAINE
JUNE 30, 2012**

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MUNICIPAL OFFICES
23 SCHOOL STREET • P.O. BOX 875
OGUNQUIT, MAINE 03907-0875
(207) 646-5139 General Offices
(207) 646-9326 Land Use
(207) 646-9546 Town Clerk
E-mail: townclerk@maine.rr.com

MANAGEMENT'S DISCUSSION AND ANALYSIS (UNAUDITED)

As Town Manager of the Town of Ogunquit, I offer the readers of the Town of Ogunquit's financial statements this narrative overview and analysis of the financial activities of the Town of Ogunquit for the fiscal year ended June 30, 2012. I encourage the readers to consider the information presented here in conjunction with the financial statements presented.

Financial Highlights

- The assets of the Town of Ogunquit exceeded its liabilities at the close of the most recent fiscal year by \$10,074,222 per Exhibit I (Net Assets). Of this amount, \$5,271,975 (unrestricted net assets) may be used to meet the Town's ongoing obligations to its citizens and creditors. The Town's total net assets increased by \$560,796.
- As of the close of the current fiscal year, the Town of Ogunquit's governmental funds reported combined ending fund balances of \$5,497,018 a decrease of \$386,396 over the prior year. The amount of \$2,182,273 is the general fund unreserved fund balance which is available for appropriation in the next budget cycle and represents 0.29% of the total general fund expenditures.
- The Town of Ogunquit has \$2,384,931 reserved for Capital Projects, \$452,420 reserved for Special Revenues, and \$477,394 reserved for Permanent Funds. See Note 13 for details of these funds.

Overview of the Financial Statements

This discussion and analysis is intended to serve as an introduction to the Town's basic financial statements. The Town's basic statements are comprised of three components: 1) government-wide financial statements, 2) notes to the financial statements, and 3) fund financial statements. This report also contains other supplementary information in addition to the basic financial statements.

Government-Wide Financial Statements

The government-wide financial statements are designed to provide readers with a broad overview of the Town's finances, in a manner similar to a private-sector business.

The *Statement of Net Assets* (Exhibit I) presents information on all of the Town's assets and liabilities, with the difference between the two reported as net assets. Over time, increases or decreases in net assets may serve as a useful indicator of whether the financial position of the Town is improving or deteriorating.

Government-Wide Financial Statements (Continued)

The *Statement of Activities* (Exhibit II) presents revenue and expenses and shows how the government's net assets changed during the most recent fiscal year. All changes in net assets are reported in a manner similar to the approach used by a private-sector business in that revenues are recognized when earned or established criteria are satisfied and expenses are reported when incurred. Accordingly, revenues are reported even when they may not be collected for several months after the end of the accounting period and expenses are recorded even though they may not have used cash during the current period.

Both of the government-wide financial statements distinguish functions of the Town that are principally supported by taxes and intergovernmental revenues (governmental activities) from other functions that are intended to recover all or a significant portion of their costs through user fees and charges (business-type activities).

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. All of the funds of the Town can be divided into three categories: governmental funds, proprietary funds, and fiduciary funds.

Governmental Funds

Most of the Town's basic services are reported in governmental funds, which focus on how money flows into and out of those funds and balances left at year-end that are available for spending. These funds are reported using an accounting method called modified accrual accounting, which measures cash and all other financial assets that can readily be converted to cash. The governmental fund statements provide a detailed short-term view of the Town's general government operations and the basic services it provides. Governmental fund information helps you determine whether there are more or fewer financial resources that can be spent in the near future to finance the Town's programs. We describe the relationship (or differences) between governmental activities (reported in the Statement of Net Assets and the Statement of Activities) and governmental funds in reconciliation at the bottom of the fund financial statements.

Proprietary Funds

When the Town Charges customers for the services it provides, these services are generally reported in proprietary funds. Proprietary funds are reported in the same way that all activities are reported in the Statement of Net Assets and the Statement of Activities. The Town's unemployment compensation program is reported in this fund.

Fiduciary funds

Fiduciary funds are used to account for resources held for the benefit of parties outside the government. Fiduciary funds are not reflected in the government-wide financial statement because the resources of those funds are not available to support the Town's own programs. The accounting used for fiduciary funds is much like that used for proprietary funds.

Notes to 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.

Other Information

In addition to the basic financial statements and accompanying notes, this report also presents certain required supplementary information concerning budgetary comparison of the general fund.

Comparative Data

The tables below provides a summary of the Town of Ogunquit's net assets and statement of activities for the year ended June 30, 2012, with comparative data for the previous year. Net assets serve as a useful indicator of the Town's financial position. Changes in net assets generally indicate the direction (positive and negative) of the Town's financial position over time.

TOWN OF OGUNQUIT'S NET ASSETS

Condensed Statement of Net Assets	Governmental Activities		Business - Type Activities		Total	
	30-Jun-12	30-Jun-11	30-Jun-12	30-Jun-11	30-Jun-12	30-Jun-11
Assets						
Current & Other Assets	\$ 5,954,639	\$ 6,343,534	\$ 21,062	\$ 14,486	\$ 5,975,701	\$ 6,358,020
Non Current Assets	<u>11,194,203</u>	<u>10,651,321</u>	<u>0</u>	<u>0</u>	<u>11,194,203</u>	<u>10,651,321</u>
Total Assets	<u>\$ 17,148,842</u>	<u>\$ 16,994,855</u>	<u>\$ 21,062</u>	<u>\$ 14,486</u>	<u>\$ 17,169,904</u>	<u>\$ 17,009,341</u>
Liabilities						
Current & Other Liabilities	\$ 701,239	\$ 667,166	\$ 0	\$ 0	\$ 701,239	\$ 667,166
Long Term Liabilities	<u>6,394,443</u>	<u>6,828,749</u>	<u>0</u>	<u>0</u>	<u>6,394,443</u>	<u>6,828,749</u>
Total Liabilities	<u>\$ 7,095,682</u>	<u>\$ 7,495,915</u>	<u>\$ 0</u>	<u>\$ 0</u>	<u>\$ 7,095,682</u>	<u>\$ 7,495,915</u>
Net Assets						
Invested in Capital Assets, Net	\$ 4,345,688	\$ 3,373,687	\$ 0	\$ 0	\$ 4,345,688	\$ 3,373,687
Restricted	456,559	456,559	0	0	456,559	456,559
Unrestricted	<u>5,250,913</u>	<u>5,668,694</u>	<u>21,062</u>	<u>14,486</u>	<u>5,271,975</u>	<u>5,683,180</u>
Total Net Assets	<u>\$ 10,053,160</u>	<u>\$ 9,498,940</u>	<u>\$ 21,062</u>	<u>\$ 14,486</u>	<u>\$ 10,074,222</u>	<u>\$ 9,513,426</u>

By far, the largest portion of the Town's net assets 43.2% (35.5% in prior year) reflects its investment in capital assets (e.g., land, buildings, machinery, and equipment), less any related debt used to acquire those assets that is still outstanding. The Town uses these capital assets to provide services to citizens; consequently, these assets are not available for future spending. Although the Town's investment in its capital assets is reported net of related debt, it should still be noted that the resources needed to repay this debt must be provided from other sources, since the capital assets themselves cannot be used to liquidate these liabilities.

Comparative Data (Continued)

An additional portion of the Town’s net assets 4.5% (4.8% in prior year) represents resources that are subject to external restrictions on how they may be used. The remaining balance of unrestricted net assets \$5,250,913 represents 52.2% (5,668,694 or 59.7% in prior year) may be used to meet the governments’ ongoing obligations to citizens and creditors.

At the end of the current fiscal year, the Town is able to report positive balances in all three categories of net assets, both for the government as a whole, as well as for its separate government and business type activities. The same situation held true for the prior year.

TOWN OF OGUNQUIT’S CHANGES IN NET ASSETS

Condensed Statement of Activities	Governmental Activities		Business – Type Activities		Total	
	30-Jun-12	30-Jun-11	30-Jun-12	30-Jun-11	30-Jun-12	30-Jun-11
Revenues:						
<i>Program Revenues</i>						
Charge for Services	\$ 2,433,064	\$ 2,239,199	\$ 0	\$ 0	\$ 2,433,064	\$ 2,239,199
Operating Grants & Contributions	21,749	73,015	0	0	21,749	73,015
Capital Grants and Contributions	0	0	0	0	0	0
<i>General Revenues</i>						
Property & Other Taxes	9,830,925	9,258,764	0	0	9,830,925	9,258,764
Grants & Contributions Not Restricted to Specific Programs	51,970	47,594	0	0	51,970	47,594
Unrestricted Investment Earnings	18,331	13,670	17	41	18,348	13,711
Miscellaneous	0	55,953	20,000	22,000	20,000	77,953
Total Revenues	\$ 12,356,039	\$ 11,688,195	\$ 20,017	\$ 22,041	\$ 12,376,056	\$ 11,710,236
Expenses						
General Government	\$ 1,232,117	\$ 1,158,204	\$ 13,441	\$ 34,063	\$ 1,245,558	\$ 1,192,267
Public Works & Sanitation	1,446,981	1,455,782	0	0	1,446,981	1,455,782
Protection	2,689,353	2,475,647	0	0	2,689,353	2,475,647
Culture & Recreation	542,434	493,314	0	0	542,434	493,314
General Assistance	494	1,327	0	0	494	1,327
Health and Social Service	7,260	19,550	0	0	7,260	19,550
Education	4,576,496	4,407,158	0	0	4,576,496	4,407,158
Interest	240,211	228,802	0	0	240,211	228,802
Fixed Charges	684,574	678,035	0	0	684,574	678,035
Depreciation	381,899	334,767	0	0	381,899	334,767
Total Expenses	\$ 11,801,819	\$ 11,252,586	\$ 13,441	\$ 34,063	\$ 11,815,260	\$ 11,286,649
Increase (Decrease) In Net Assets	\$ 554,220	\$ 435,609	\$ 6,576	\$ (12,022)	\$ 560,796	\$ 423,587
Net Assets, July 1	9,498,940	9,063,331	14,486	26,508	9,513,426	9,089,839
Net Assets, June 30	\$ 10,053,160	\$ 9,498,940	\$ 21,062	\$ 14,486	\$ 10,074,222	\$ 9,513,426

Analysis of Overall Financial Position and Results of Operations

The Statement of Activities indicates that the total revenues exceeded total expenses by \$554,220 indicating a strong overall financial position for the year ended June 30, 2012.

Analysis of Significant Individual Fund Balances, Transactions and Changes in Fund Balance**General Fund**

Revenues failed to exceed total expenditures by \$386,396 for the governmental funds. The CIP projects reflected total fund balance of \$2,384,931 (major & non major CIP) as indicated in Note 13. General fund balance amounted to \$2,182,273. The general fund balance decreased by \$34,134. While the amount of fund balance that any town needs to maintain is debatable, this amount is healthy by most standards.

Analysis of Significant General Fund Budget Variances

The general fund is the chief operating fund of the Town of Ogunquit. Revenues came in \$261,723 or 2.3% greater than expected. The actual expenditures were \$54,143 less than the proposed budget or a 0.45% variance. Accordingly, there were no significant overall variations from the original projected budgets, other than in licenses, permits and fees.

Significant Capital Asset and Long-Term Debt Activity

Capital assets net of depreciation increased by \$542,882 or 5.09%. The Town of Ogunquit's total debt decreased by \$391,544 (5.25%) during the current fiscal year.

As a comparison by State law, the Town may have a debt service not to exceed 15% of the total assessed valuation of the Town or \$1,294,277,300. The actual long term debt as of June 30, 2012 was \$7,053,354 including accrued compensated absence pay.

General Fund Budgetary Highlights

As presented in Exhibit VII, the original budgeted expenditures amount to \$11,921,438 (\$11,295,067 in prior year). The total gross budget for the year ending June 30, 2012, including transfers to and from other funds, was \$12,115,295 (\$11,899,253 in prior year). The budgeted revenues and expenditures in Exhibit VII are net of transfers in and out to various reserve funds.

The Town department budgets were under spent by \$54,143 (\$172,184 in prior year). This results in a decrease in the Town's undesignated fund balance to \$2,182,273. This healthy surplus allows the town to use funds for a one-time expenditure such as paving or equipment purchases (Capital Improvement Items). These undesignated funds are always considered during the budget review and subsequent town meetings.

The property tax rate has remained at \$7.31 due in large part prudent fiscal management and oversight.

General Fund Budgetary Highlights (Continued)

Please note the table below. The Budget is net of revenues. Also, 2009 was a transition year to a new Fiscal year of July – June. The year 2009 represents that 6 month transition period of January to June

<u>YEAR</u>	<u>MIL RATE</u>	<u>BUDGET</u>
2009	\$3.37	\$4,271,153.87
2010	\$6.76	\$8,747,879.73
2011	\$6.88	\$8,926,552.31
2012	\$7.31	\$9,461,169.45
2013	\$7.31	\$9,525,177.00

Currently Known Facts

The currently known facts expected to affect the future financial position or the operations of the Town are as follows:

- The Operating Budget for fiscal Year 2013 was approved at the Annual Town Meeting held on June 12, 2012. The budget focused on our infrastructure needs. Many substantial capital improvement projects were funded. Voters approved \$779,000 to fund a new Public Works Department Facility.
- The Town has received notification from the Maine Department of Transportation that we have received priority funding of \$7,000,000 for our Route One paving, drainage, and sidewalk project. Because of our collaboration and diligence with other governmental groups this will best leverage the \$2,200,000 in federal grant money the Town received for the sidewalk project, which will now stretch from town line to town line. It is our hope that this project will begin in the spring of 2014.
- Towns in York County are being asked to pay an additional \$8,000,000 to cover a six month transitional period as County Government transitions from a calendar year to a fiscal budget year starting July 1 through June 30. For Ogunquit, this means an additional half year payment of \$340,000 in County taxes in the upcoming months. This is significant issue because tax payments see our share of the annual County bill reflected in their property taxes. We are pleased to have Select Board representation on the York County Budget Committee to bring the Town’s perspective to that group.

Requests for Information

The Town of Ogunquit is truly fortunate to have such high caliber individuals serving on its various Boards and Committees. The Board of Selectmen would like to thank all members of the community who serve on the aforementioned committees and boards. Without the commitment from these important individuals, the Town simply could not function. Special thanks are due to all of the members of the municipal staff who continue to make Ogunquit the *Beautiful Place by the Sea!*

Requests for Information

This financial report is designed to provide users with a general overview of the Town of Ogunquit's finances. Questions concerning any of the information provided in this report or requests for additional financial information should be addressed to the Office of the Town Manager, Town of Ogunquit, P.O. Box 875, Ogunquit, Maine 03907-0875 or telephone (207)646-5139.

**TOWN OF OGUNQUIT
STATEMENT OF NET ASSETS
JUNE 30, 2012**

	<u>Primary Government</u>		
	<u>Governmental</u>	<u>Business -</u>	
	<u>Activities</u>	<u>Type</u>	<u>Total</u>
		<u>Activities</u>	
Assets			
Cash	\$ 5,330,896	\$ 21,062	\$ 5,351,958
Accounts Receivable	58,658	0	58,658
Taxes Receivable	509,981	0	509,981
Liens Receivable	55,104	0	55,104
Capital Assets, Net of Accumulated Depreciation	<u>11,194,203</u>	<u>0</u>	<u>11,194,203</u>
Total Assets	<u>\$ 17,148,842</u>	<u>\$ 21,062</u>	<u>\$ 17,169,904</u>
Liabilities			
Accounts Payable	\$ 0	\$ 0	\$ 0
Accrued Expenses	247,167	0	247,167
<i>Non Current Liabilities:</i>			
Due Within One Year	454,072	0	454,072
Due in More Than One Year	<u>6,394,443</u>	<u>0</u>	<u>6,394,443</u>
Total Liabilities	<u>\$ 7,095,682</u>	<u>\$ 0</u>	<u>\$ 7,095,682</u>
Net Assets			
<i>Invested in Capital Assets, Net of Related Debt</i>	\$ 4,345,688	\$ 0	\$ 4,345,688
<i>Restricted</i>			
Permanent Funds, Non-Expendable	456,559	0	456,559
<i>Unrestricted</i>	<u>5,250,913</u>	<u>21,062</u>	<u>5,271,975</u>
Total Net Assets	<u>\$ 10,053,160</u>	<u>\$ 21,062</u>	<u>\$ 10,074,222</u>

The Notes to the Financial Statements are an Integral Part of This Statement.

EXHIBIT II

**TOWN OF OGUNQUIT
STATEMENT OF ACTIVITIES
FOR THE YEAR ENDED JUNE 30, 2012**

<u>Functions/Programs</u>	<u>Expenses</u>	<u>Program Revenues</u>		<u>Net (Expense) Revenue and Changes in Net Assets Primary Government</u>		
		<u>Charges for Services</u>	<u>Operating Grants and Contributions</u>	<u>Governmental Activities</u>	<u>Business - Type Activities</u>	<u>Total</u>
Primary Government						
Governmental Activities						
General Government	\$ 1,232,117	\$ 190,410	\$ 0	\$ (1,041,707)	\$ 0	\$ (1,041,707)
Public Works and Sanitation	1,446,981	154,691	18,224	(1,274,066)	0	(1,274,066)
Protection	2,689,353	1,913,540	2,861	(772,952)	0	(772,952)
Culture and Recreation	542,434	174,423	0	(368,011)	0	(368,011)
General Assistance	494	0	664	170	0	170
Health and Social Services	7,260	0	0	(7,260)	0	(7,260)
Education	4,576,496	0	0	(4,576,496)	0	(4,576,496)
Fixed Charges	684,574	0	0	(684,574)	0	(684,574)
Interest on Long-Term Debt	240,211	0	0	(240,211)	0	(240,211)
Depreciation - Unallocated	<u>381,899</u>	<u>0</u>	<u>0</u>	<u>(381,899)</u>	<u>0</u>	<u>(381,899)</u>
Total Governmental Activities	\$11,801,819	\$2,433,064	\$ 21,749	\$ (9,347,006)	\$ 0	\$ (9,347,006)
Business - Type Activities	<u>13,441</u>	<u>0</u>	<u>0</u>	<u>0</u>	<u>(13,441)</u>	<u>(13,441)</u>
Total Primary Government	\$11,815,260	\$2,433,064	\$ 21,749	\$ (9,347,006)	\$ (13,441)	\$ (9,360,447)
General Revenues						
Property Taxes				\$ 9,830,925	\$ 0	\$ 9,830,925
Grants and Contributions not Restricted to Special Programs				51,970	0	51,970
Unrestricted Investment Earnings				18,331	17	18,348
Miscellaneous				<u>0</u>	<u>20,000</u>	<u>20,000</u>
Total General Revenues				\$ 9,901,226	\$ 20,017	\$ 9,921,243
Changes in Net Assets				\$ 554,220	\$ 6,576	\$ 560,796
Net Assets – July 1, 2011				<u>9,498,940</u>	<u>14,486</u>	<u>9,513,426</u>
Net Assets – June 30, 2012				<u>\$ 10,053,160</u>	<u>\$ 21,062</u>	<u>\$10,074,222</u>

**TOWN OF OGUNQUIT
BALANCE SHEET
GOVERNMENTAL FUNDS
JUNE 30, 2012**

	<u>General Fund</u>	<u>Sidewalks</u>	<u>Other Governmental Funds</u>	<u>Total Governmental Funds</u>
Assets				
Cash	\$ 2,187,507	\$ 2,213,498	\$ 929,891	\$ 5,330,896
Taxes Receivable	509,981	0	0	509,981
Tax Liens Receivable	55,104	0	0	55,104
Accounts and Notes Receivable	58,658	0	0	58,658
Due From Other Funds	<u>0</u>	<u>0</u>	<u>171,356</u>	<u>171,356</u>
Total Assets	<u>\$ 2,811,250</u>	<u>\$ 2,213,498</u>	<u>\$ 1,101,247</u>	<u>\$ 6,125,995</u>
Liabilities and Fund Balance				
Liabilities				
Accounts Payable	\$ 0	0	0	\$ 0
Accrued Expenses	1,621	0	0	1,621
Deferred Revenues	456,000	0	0	456,000
Due to Other Funds	<u>171,356</u>	<u>0</u>	<u>0</u>	<u>171,356</u>
Total Liabilities	<u>\$ 628,977</u>	<u>\$ 0</u>	<u>\$ 0</u>	<u>\$ 628,977</u>
Fund Balance				
<i>Reserved Reported In:</i>				
<i>Nonspendable</i>				
Permanent Funds, Nonexpendable	\$ 0	\$ 0	\$ 456,559	\$ 456,559
<i>Restricted</i>	0	0	0	0
<i>Committed</i>				
Capital Projects Funds	0	2,213,498	171,433	2,384,931
<i>Unreserved Reported In:</i>				
<i>Assigned</i>				
Special Revenue Funds	0	0	452,420	452,420
Permanent Funds, Expendable	0	0	20,835	20,835
<i>Unassigned</i>				
General Fund	<u>2,182,273</u>	<u>0</u>	<u>0</u>	<u>2,182,273</u>
Total Fund Balance	<u>\$ 2,182,273</u>	<u>\$ 2,213,498</u>	<u>\$ 1,101,247</u>	<u>\$ 5,497,018</u>
Total Liabilities and Fund Balance	<u>\$ 2,811,250</u>	<u>\$ 2,213,498</u>	<u>\$ 1,101,247</u>	<u>\$ 6,125,995</u>

The Notes to the Financial Statements are an Integral Part of This Statement.

**TOWN OF OGUNQUIT
RECONCILIATION OF THE GOVERNMENTAL FUNDS BALANCE SHEET TO
STATEMENT OF NET ASSETS
JUNE 30, 2012**

Total Fund Balance – Total Governmental Funds		\$ 5,497,018
Amounts Reported for Governmental Activities in the Statement of Net Assets are Different Because:		
Capital Assets Used in Governmental Activities are Not Current Financial Resources and Therefore are Not Reported in the Governmental Funds Balance Sheet		11,194,203
Interest Payable on Long-Term Debt Does Not Require Current Financial Resources. Therefore Interest Payable is Not Reported as a Liability in Governmental Funds Balance Sheet		(40,707)
Property Tax Revenues are Reported in the Governmental Funds Balance Sheet Under NCGA Interpretation-3, <u>Revenue Recognition-Property Taxes</u>		456,000
Long Term Liabilities are Not Due and Payable in the Current Period and, Therefore, They are Not Reported in the Governmental Funds Balance Sheet:		
Due in One Year	\$ 454,072	
Due in More Than One Year	6,394,443	
Accrued Compensated Absence Pay	<u>204,839</u>	<u>(7,053,354)</u>
Net Assets of Governmental Activities		<u>\$ 10,053,160</u>

The Notes to the Financial Statements are an Integral Part of This Statement.

TOWN OF OGUNQUIT
STATEMENT OF REVENUES, EXPENDITURES AND CHANGES IN FUND BALANCE
GOVERNMENTAL FUNDS
FOR THE YEAR ENDED JUNE 30, 2012

	General Fund	Sidewalks	Other Governmental Funds	Total Governmental Funds
Revenues				
Taxes	\$ 9,834,925	\$ 0	\$ 0	\$ 9,834,925
Intergovernmental	70,857	0	2,862	73,719
Licenses, Permits and Fees	1,935,696	0	0	1,935,696
Charges for Services	162,625	0	264,444	427,069
Investment Income	7,059	8,181	3,091	18,331
Miscellaneous	<u>69,999</u>	<u>0</u>	<u>300</u>	<u>70,299</u>
Total Revenues	<u>\$ 12,081,161</u>	<u>\$ 8,181</u>	<u>\$ 270,697</u>	<u>\$ 12,360,039</u>
Expenditures				
<i>Current</i>				
General Government	\$ 1,107,644	0	\$ 69,463	\$ 1,177,107
Public Works	1,446,524	0	546,016	1,992,540
Protection	2,674,204	0	187,029	2,861,233
Culture and Recreation	491,599	0	48,997	540,596
General Assistance	494	0	0	494
Debt Service	699,286	0	0	699,286
Health and Social Services	7,260	0	0	7,260
Education	4,568,861	0	7,635	4,576,496
Fixed Charges	684,574	0	0	684,574
<i>Capital Outlay</i>	<u>186,849</u>	<u>0</u>	<u>0</u>	<u>186,849</u>
Total Expenditures	<u>\$ 11,867,295</u>	<u>\$ 0</u>	<u>\$ 859,140</u>	<u>\$ 12,726,435</u>
Excess (Deficiency) of Revenues Over (Under) Expenditures	<u>\$ 213,866</u>	<u>\$ 8,181</u>	<u>\$ (588,443)</u>	<u>\$ (366,396)</u>
Other Financing Sources (Uses)				
Transfers In (Out)	<u>(248,000)</u>	<u>0</u>	<u>228,000</u>	<u>(20,000)</u>
Net Change in Fund Balance	<u>\$ (34,134)</u>	<u>\$ 8,181</u>	<u>\$ (360,443)</u>	<u>\$ (386,396)</u>
Fund Balance – July 1, 2011	<u>2,216,407</u>	<u>2,205,317</u>	<u>1,461,690</u>	<u>5,883,414</u>
Fund Balance – June 30, 2012	<u>\$ 2,182,273</u>	<u>\$ 2,213,498</u>	<u>\$ 1,101,247</u>	<u>\$ 5,497,018</u>

The Notes to the Financial Statements are an Integral Part of This Statement.

**TOWN OF OGUNQUIT
RECONCILIATION OF THE STATEMENT OF REVENUES,
EXPENDITURES AND CHANGES IN FUND BALANCE OF GOVERNMENTAL FUNDS
TO THE STATEMENT OF ACTIVITIES
FOR THE YEAR ENDED JUNE 30, 2012**

Net Change in Fund Balance – Total Governmental Funds	\$(386,396)
Amounts Reported for Governmental Activities in the Statement of Net Assets are Different Because:	
Governmental Funds Report Capital Outlays as Expenditures. However, in the Statement of Activities the Cost of Those Assets is Allocated over Their Estimated Useful Lives and Reported as Depreciation Expense. This is the Amount of Capital Assets Recorded in the Current Period	924,781
Depreciation Expense on Capital Assets is Reported in the Government-Wide Statement of Activities and Changes in Net Assets, But They Do Not Require the Use of Current Financial Resources. Therefore, Depreciation Expense is Not Reported as Expenditure in Governmental Funds	(381,899)
The Issuance of Long-Term Debt (e.g. Bonds, Leases and Accrued Compensated Absence Pay) 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 Assets. Also, Governmental Funds Report the Effect of Issuance Cost, Premiums, Discounts, and Similar Items When Debt is First Issued, Whereas the Amounts are Deferred and Amortized in the Statement of Activities. This Amount is the Net Effect of These Differences in the Treatment of Long-Term Debt and Related Items	391,544
Some Property Tax Will Not be Collected for Several Months After the Town’s Fiscal Year End; They are Not Considered “Available” Revenues in the Governmental Funds. This Amount is the Net Effect of the Differences	(4,000)
Accrued Interest Expense on Long-Term Debt is Reported in the Government-Wide Statement of Activities and Changes in Net Assets, But Does Not Require the Use of Current Financial Resources; Therefore, Accrued Interest Expense is not Reported as Expenditures in Governmental Funds	<u>10,190</u>
Change in Net Assets of Governmental Activities	<u>\$ 554,220</u>

The Notes to the Financial Statements are an Integral Part of This Statement.

**TOWN OF OGUNQUIT
GENERAL FUND
STATEMENT OF REVENUES, EXPENDITURES, AND CHANGES IN FUND BALANCE
BUDGET AND ACTUAL
FOR THE YEAR ENDED JUNE 30, 2012**

	<u>Budgeted Amounts</u>		<u>Actual Amounts</u>	Variance with Final Budget Positive (Negative)
	<u>Original</u>	<u>Final</u>		
Revenues				
Taxes	\$ 9,832,169	\$ 9,832,169	\$ 9,834,925	\$ 2,756
Intergovernmental	59,662	59,662	70,857	11,195
Licenses, Permits and Fees	1,649,875	1,649,875	1,935,696	285,821
Charges for Services	177,600	177,600	162,625	(14,975)
Investment Income	8,000	8,000	7,059	(941)
Miscellaneous	<u>92,132</u>	<u>92,132</u>	<u>69,999</u>	<u>(22,133)</u>
Total Revenues	<u>\$11,819,438</u>	<u>\$11,189,438</u>	<u>\$12,081,161</u>	<u>\$ 261,723</u>
Expenditures				
<i>Current</i>				
General Government	\$ 1,113,993	\$ 1,113,993	\$ 1,107,644	\$ 6,349
Public Works	1,516,015	1,516,015	1,446,524	69,491
Protection	2,637,768	2,637,768	2,674,204	(36,436)
Culture and Recreation	497,185	497,185	491,599	5,586
General Assistance	3,000	3,000	494	2,506
Debt Service	699,977	699,977	699,286	691
Health and Social Services	7,300	7,300	7,260	40
Education	4,568,861	4,568,861	4,568,861	0
Fixed Charges	688,839	688,839	684,574	4,265
<i>Capital Outlay</i>	<u>188,500</u>	<u>188,500</u>	<u>186,849</u>	<u>1,651</u>
Total Expenditures	<u>\$11,921,438</u>	<u>\$11,921,438</u>	<u>\$11,867,295</u>	<u>\$ 54,143</u>
Excess (Deficiency) of Revenue Over (Under) Expenditures	\$ (102,000)	\$ (102,000)	\$ 213,866	\$ 315,866
Other Financing Sources (Uses)				
Transfers In (Out)	<u>(248,000)</u>	<u>(248,000)</u>	<u>(248,000)</u>	<u>0</u>
Net Change in Fund Balance	\$ (350,000)	\$ (350,000)	\$ (34,134)	\$ 315,866
Fund Balance – July 1, 2011	<u>2,216,407</u>	<u>2,216,407</u>	<u>2,216,407</u>	<u>0</u>
Fund Balance – June 30, 2012	<u>\$ 1,866,407</u>	<u>\$ 1,866,407</u>	<u>\$ 2,182,273</u>	<u>\$ 315,866</u>

The Notes to the Financial Statements are an Integral Part of This Statement.

**TOWN OF OGUNQUIT
STATEMENT OF NET ASSETS
PROPRIETARY FUNDS
JUNE 30, 2012**

	<u>Business - Type Activities Enterprise Funds Unemployment</u>
Assets	
Current Assets	
Cash	\$ 21,062
Accounts Receivable	<u> 0</u>
Total Assets	\$ <u>21,062</u>
Liabilities	
Current Liabilities	
Accounts Payable	<u>\$ 0</u>
Net Assets	
Unrestricted	<u>\$ 0</u>
Total Net Assets	\$ <u>21,062</u>

The Notes to the Financial Statements are an Integral Part of This Statement.

**TOWN OF OGUNQUIT
STATEMENT OF REVENUES, EXPENSES AND CHANGES IN NET ASSETS
PROPRIETARY FUNDS
FOR THE YEAR ENDED JUNE 30, 2012**

	Business - Type <u>Activities</u> Enterprise Funds <u>Unemployment</u>
Operating Revenues	
Interest Income	\$ 17
Miscellaneous	<u>0</u>
Total Operating Revenues	\$ 17
Operating Expenses	
General Government	<u>13,441</u>
Changes in Net Assets	\$ (13,424)
Transfers from General Fund	<u>20,000</u>
Changes in Net Assets after Transfers	\$ 6,576
Net Assets – July 1, 2011	<u>14,486</u>
Net Assets – June 30, 2012	<u><u>\$ 21,062</u></u>

The Notes to the Financial Statements are an Integral Part of This Statement.

**TOWN OF OGUNQUIT
STATEMENT OF CASH FLOWS
PROPRIETARY FUNDS
FOR THE YEAR ENDED JUNE 30, 2012**

	<u>Business - Type Activities Enterprise Funds Unemployment</u>
Cash Flows from Operating Activities	
Interest	\$ 17
Payments to Vendors	<u>(13,441)</u>
Net Cash Provided by (Used) in Operating Activities	\$ (13,424)
Cash Flows from Non-Capital Financing Activities	
Transfers In (Out)	<u>20,000</u>
Net Increase (Decrease) in Cash after Transfers	\$ 6,576
Cash – July 1, 2011	<u>14,486</u>
Cash – June 30, 2012	<u>\$ 21,062</u>
Reconciliation of Operating Income to Net Cash Provided by (Used) in Operating Activities:	
Changes in Net Assets	<u>\$ (13,424)</u>
Adjustments to Reconcile Operating Income to Net Cash Provided by (Used) in Operating Activities	
Depreciation Expense	\$ 0
(Increase) Decrease in Accounts Receivable	<u>0</u>
Total Adjustments	<u>\$ 0</u>
Net Cash Provided by (Used) in Operating Activities	<u><u>\$ (13,424)</u></u>

The Notes to the Financial Statements are an Integral Part of This Statement.

**TOWN OF OGUNQUIT
NOTES TO FINANCIAL STATEMENTS
JUNE 30, 2012**

NOTE 1 - SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES

A. – General Statement

The Town of Ogunquit, Maine was incorporated as the Ogunquit Village Corporation in 1913 and later became the Town of Ogunquit by an act of the Legislature in 1980 under the laws of the State of Maine. The Town currently operates under a Selectmen/Town Manager Form of Government.

The accounting and reporting policies of the Town relating to the funds and account groups included in the accompanying basic financial statements conform to generally accepted accounting principles as applicable to state and local governments. Generally accepted accounting principles for local governments include those principles prescribed by the Governmental Accounting Standards Board (GASB), the American Institute of Certified Public Accountants in the publication entitled *Audits of State and Local Governmental Units* and by the Financial Accounting Standards Board (when applicable). As allowed in Section P80 of GASB's *Codification of Governmental Accounting and Financial Reporting Standards*, the Town has elected not to apply to its proprietary activities Financial Accounting Standards Board Statements and Interpretations, Accounting Principles Board Opinions, and Accounting Research Bulletins of the Committee of Accounting Procedure issued after November 30, 1989. The more significant accounting policies of the Town are described below.

In June 1999, the Governmental Accounting Standards Board (GASB) unanimously approved Statement No. 34, *Basic Financial Statements – and Management's Discussion and Analysis – for State and Local Governments*. Certain of the significant changes in the Statement include the following:

The financial statements include:

- A Management Discussion and Analysis (MD&A) section, which provides an analysis of the Town's overall financial position and results of operations, has not been presented as indicated in the Independent Auditors' Report.
- Financial statements prepared using full accrual accounting for all of the Town's activities.
- A change in the fund financial statements to focus on the major funds.

These and other changes are reflected in the accompanying financial statements including notes to financial statements.

TOWN OF OGUNQUIT
NOTES TO FINANCIAL STATEMENTS
JUNE 30, 2012

NOTE 1 – SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (CONTINUED)

B. – Financial Reporting Entity

The Town's combined financial statements include the accounts of all Town of Ogunquit operations. The criteria for including organizations as component units within the Town's reporting entity, as set forth in Section 2100 of GASB's Codification of Governmental Accounting and Financial Reporting Standards, include whether:

- The organization is legally separate (can sue and be sued in their own name)
- The Town holds the corporate powers of the organization
- The Town appoints a voting majority of the organization's board
- The Town is able to impose its will on the organization
- The organization has the potential to impose a financial benefit/burden on the Town
- There is fiscal dependency by the organization on the Town

Based on the aforementioned criteria, the Town of Ogunquit has no component units that are not included in this report.

C. – Basic Financial Statements – Government-Wide Statements

The Town's basic financial statements include both government-wide (reporting the Town as a whole) and fund financial statements (reporting the Town's major funds). Both the government-wide and fund financial statements categorize primary activities as either governmental or business-type.

In the government-wide Statement of Net Assets, both the governmental and business-type activities columns (a) are presented on a consolidated basis by column (b) and are reported on a full accrual, economic resource basis, which recognizes all long-term assets and receivables as well as long-term debt and obligations. The Town's net assets are reported in three parts – invested in capital assets, net of related debt; restricted net assets; and unrestricted net assets. The Town first utilizes restricted resources to finance qualifying activities.

The government-wide Statement of Activities reports both the gross and net cost of each of the Town's functions. The functions are also supported by general government revenues (property taxes, certain intergovernmental revenues, charges for services, etc). The Statement of Activities reduces gross expenses (including depreciation) by related program revenues, operating and capital grants. Program revenues must be directly associated with the function or a business-type activity. Operating grants include operating-specific and discretionary (whether operating or capital) grants while the capital grants column reflects capital-specific grants. The net costs (by function) are normally covered by general revenue (property taxes, intergovernmental revenues, interest income, etc).

**TOWN OF OGUNQUIT
NOTES TO FINANCIAL STATEMENTS
JUNE 30, 2012**

NOTE 1 – SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (CONTINUED)

D. – Basic Financial Statements – Fund Financial Statements

The financial transactions of the Town are reported in individual funds in the fund financial statements. Each fund is accounted for by providing a separate set of self-balancing accounts that comprises its assets, liabilities, reserves, fund equity, revenues and expenditures/expenses. The various funds are reported by generic classification within the financial statements. The following fund types are used by the Town:

Governmental Funds

The focus of the governmental funds' measurement (in the fund statements) is upon determination of financial position and changes in financial position (sources, uses, and balances of financial resources) rather than upon net income. The following is a description of the governmental funds of the Town:

General Fund is the general operating fund of the Town. It is used to account for all financial resources except those required to be accounted for in another fund.

Special Revenue Funds are used to account for the proceeds of specific revenue sources that are legally restricted to expenditures for specified purposes.

Capital Projects Funds are used to account for financial resources to be used for the acquisition or construction of major capital facilities (other than those financed by business-type/proprietary funds).

Permanent Funds are used to report resources that are legally restricted to the extent that only earnings, and not principal, may be used for purposes that support the reporting government's programs, that is, for the benefit of the government or its citizenry. A permanent fund would be used, for example, to account for the perpetual care endowment of a municipal cemetery.

Proprietary Funds

The focus of proprietary fund measurement is upon determination of operating income, changes in net assets, financial position, and cash flows. The generally accepted accounting principles applicable are those similar to businesses in the private sector. The following is a description of the proprietary funds of the Town of Ogunquit:

Enterprise Funds are required to be used to account for operations for which a fee is charged to external users for goods or services and the activity (a) is financed with debt that is solely secured by a pledge of the net revenues, (b) has a third party requirement that the cost of providing services, including capital costs, be recovered with fees and charges or (c) establishes fees and charges based on a pricing policy designed to recover similar costs. The Ogunquit Unemployment program operates in a manner similar to private business enterprises. The intent is that costs for these services provided to the employees on a continuing basis be recovered through fees.

TOWN OF OGUNQUIT
NOTES TO FINANCIAL STATEMENTS
JUNE 30, 2012

NOTE 1 – SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (CONTINUED)

D. – Basic Financial Statements – Fund Financial Statements (Continued)

The emphasis in fund financial statements is on the major funds in either the governmental or business-type activities categories. Nonmajor funds by category are summarized into a single column. GASB No. 34 sets forth minimum criteria (percentage of the assets, liabilities, revenues or expenditures/expenses of either fund category or the governmental and enterprise combined) for the determination of major funds. The nonmajor funds are combined in a column in the fund financial statements.

E. – Measurement Focus/Basis of Accounting

Measurement focus refers to what is being measured; basis of accounting refers to when revenues and expenditures are recognized in the accounts and reported in the financial statements. Basis of accounting relates to the timing of the measurement made, regardless of the measurement focus applied.

The government-wide statements and fund financial statements for proprietary funds are reported using the economic resources measurement focus and the accrual basis of accounting. The economic resources measurement focus means all assets and liabilities (whether current or non-current) are included on the statement of net assets and the operating statements present increases (revenues) and decreases (expenses) in net total assets. Under the accrual basis of accounting, revenues are recognized when earned. Expenses are recognized at the time the liability is incurred.

Governmental fund financial statements are reported using the current financial resources measurement focus and are accounted for using the modified accrual basis of accounting. Under the modified accrual basis of accounting, revenues are recognized when susceptible to accrual; i.e., when they become both measurable and available. “Measurable” means the amount of the transaction can be determined and “available” means collectible within the current period or soon enough thereafter to be used to pay liabilities of the current period. Expenditures generally are recorded when a liability is incurred, as under accrual accounting. A one-year availability period is used for recognition of all other governmental fund revenues. However, debt service expenditures, as well as expenditures related to compensated absences are recorded only when payment is due.

Operating revenues and expenses for proprietary funds are those that result from providing services and producing and delivering goods and/or services. It also includes all revenue and expenses not related to capital and related financing, noncapital financing, or investing activities.

F. – Budgetary Control

Formal budgetary accounting is employed as a management control for the general fund of the Town of Ogunquit. The Town of Ogunquit's policy is to adopt an annual budget for operations. The budget is presented on the modified accrual basis of accounting which is consistent with generally accepted accounting principles.

**TOWN OF OGUNQUIT
NOTES TO FINANCIAL STATEMENTS
JUNE 30, 2012**

NOTE 1 – SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (CONTINUED)

F. – Budgetary Control (Continued)

The following procedures are followed in establishing budgetary data reflected in the financial statements:

1. During the second half of the last fiscal year the Town prepared a budget for this fiscal year beginning July 1st. The operating budget includes proposed expenditures and the means of financing them.
2. A meeting of the inhabitants of the Town of Ogunquit was then called for the purpose of adopting the proposed budget after public notice of the meeting was given.
3. The budget was adopted subsequent to passage by the inhabitants of the Town.

The Town does not adopt budgets for the Special Revenue Funds.

G. – Cash

Maine 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. Generally, the Town invests certain funds in checking, savings accounts or certificates of deposit.

The Town has defined cash and cash equivalents to include cash on hand, demand deposits, and investments in money market funds.

H. – Capital Assets

Capital assets purchased or acquired with an original cost of \$10,000 or more are reported at historical cost or estimated historical cost. Contributed assets are reported at fair market value as of the date received. Additions, improvements and other capital outlays that significantly extend the useful life of an asset are capitalized. Other costs incurred for repairs and maintenance are expensed as incurred. Depreciation on all assets is provided on the straight-line basis over the following estimated useful lives:

Buildings and Improvements	15-40 Years
Machinery and Equipment	5-12 Years
Vehicles	5-10 Years

The Town of Ogunquit has elected not to retroactively report major general infrastructure assets.

I. – Compensated Absences

The Town of Ogunquit recognizes accumulated leave compensation during the period in which the related liability is incurred. In compliance with Town personnel policies the liability for accrued compensated absence pay was \$204,839 at June 30, 2012.

**TOWN OF OGUNQUIT
NOTES TO FINANCIAL STATEMENTS
JUNE 30, 2012**

NOTE 1 – SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (CONTINUED)

J. – Interfund Activity

Interfund activity is reported as either loans, services provided, reimbursements or transfers. Loans are reported as interfund receivables and payables as appropriate and are subject to elimination upon consolidation. Services provided, deemed to be at market or near market rates, are treated as revenues and expenditures/expenses. Reimbursements are when one fund incurs a cost, charges the appropriate benefiting fund and reduces its related cost as a reimbursement. All other interfund transactions are treated as transfers. Transfers between governmental or proprietary funds are netted as part of the reconciliation to the government-wide financial statements.

K. – Equity Classifications

Government-Wide Statements

Net assets represent the differences between assets and liabilities. Equity is classified as net assets and displayed in three components:

- Invested in capital assets, net of related debt – consists of capital assets including restricted capital assets, net of accumulated depreciation and reduced by the outstanding balances of any bonds, mortgages, notes, or other borrowings that are attributable to the acquisition, construction, or improvement of those assets.
- Restricted net assets – consists of net assets with constraints placed on the use either by (1) external groups such as creditors, grantors, contributors, or laws or regulations of other governments; or (2) law through constitutional provisions or enabling legislation.
- Unrestricted net assets – all other net assets that do not meet the definition of “restricted” or “invested in capital assets, net of related debt.”

Fund Statements

Governmental fund equity is classified as fund balance. In the governmental fund financial statements, fund balances are classified as nonspendable, restricted, or unrestricted (committed, assigned or unassigned). Restricted represents those portions of fund balance where constraints placed on the resources are either externally imposed or imposed by law through constitutional provisions or enabling legislation. Committed fund balance represents amounts that can only be used for specific purposes pursuant to constraints imposed by formal action of the Board of Selectmen, such as an appropriation. Assigned fund balance is constrained by the Board’s intent to be used for specific purposes by directive. See Note 13 for additional information about fund balances.

**TOWN OF OGUNQUIT
NOTES TO FINANCIAL STATEMENTS
JUNE 30, 2012**

NOTE 1 – SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (CONTINUED)

L. – Use of Estimates

Preparation of financial statements in conformity with GAAP requires the use of management's estimates and assumptions. Those estimates and assumptions affect the reported amounts of assets and liabilities, the disclosure of contingent assets and liabilities, and the reported revenues and expenses. Actual results could differ from those estimates.

NOTE 2 – CASH AND CASH EQUIVALENTS

Maine 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. Generally, the Town invests such excess funds in checking accounts, savings accounts, certificates of deposit and U.S. government obligations (through an investment group owned by a financial institution).

A. Deposits

The Town's deposits are categorized as follows to give an indication of the level of risk assumed by the Town at year end: Category 1 includes deposits covered by federal depository insurance or by collateral held by the Town or by the Town's agent in the Town's name; Category 2 includes uninsured deposits covered by collateral held by the pledging financial institution's trust department or agent in the Town's name; Category 3 includes uninsured and uncollateralized deposits.

At June 30, 2012, all cash and cash equivalents consisted of Category 1 deposits.

NOTE 3 – PROPERTY TAXES

The Town is responsible for assessing, collecting and distributing property taxes in accordance with enabling state legislation. The Town of Ogunquit's property tax is levied on the assessed value listed as of the prior April 1st for all taxable real and personal property located in the Town. Assessed values are periodically established by the Assessor at 100% of assumed market value. The assessed value for the list of April 1, 2011, upon which the levy for the year ended June 30, 2012, was based, amounted to \$1,294,277,300. The assessed value was 100.9% of the 2012 State valuation of \$1,282,500,000.

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 \$9,300 for the year ended June 30, 2012.

All property taxes are recognized in compliance with NCGA Interpretation – 3, *Revenue Recognition – Property Taxes* which states that such revenue is recorded when it becomes measurable and available. Available means due, or past due and receivable within the current period and collected no longer than 60 days after the close of the current period.

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. The following summarizes the 2011 - 2012 levy:

TOWN OF OGUNQUIT
NOTES TO FINANCIAL STATEMENTS
JUNE 30, 2012

NOTE 3 – PROPERTY TAXES (CONTINUED)

Net Assessed Value	\$ 1,294,277,300
Tax Rate (Per \$1,000)	<u>7.31</u>
Commitment	\$ 9,461,167
Supplemental Taxes Assessed	<u>0</u>
Sub-Total	\$ 9,461,167
Less: Abatements	(5,035)
Collections	<u>(8,943,905)</u>
Receivable at Year End	<u>\$ 521,227</u>
Collection Rate	<u>94.5%</u>

Property taxes on real and personal property accounts were due on November 2, 2011. Interest was charged at a rate of 7% on delinquent accounts after that date.

NOTE 4 – CAPITAL ASSETS

Capital asset activity for the year ended June 30, 2012, was as follows:

	Beginning Balance <u>7/1/11</u>	Additions/ <u>Completions</u>	Retirement/ <u>Adjustments</u>	Ending Balance <u>6/30/12</u>
Governmental Activities				
Capital Assets not being Depreciated				
Land	\$ 4,667,460	\$ 0	\$ 0	\$ 4,667,460
Work in Progress	<u>0</u>	<u>0</u>	<u>0</u>	<u>0</u>
Total Capital Assets not being Depreciated	<u>\$ 4,667,460</u>	<u>\$ 0</u>	<u>\$ 0</u>	<u>\$ 4,667,460</u>
Capital Assets being Depreciated				
Buildings and Improvements	\$ 4,386,978	\$ 18,850	\$ 0	\$ 4,405,828
Machinery and Equipment	577,774	277,812	41,029	814,557
Vehicles	2,278,938	205,054	230,898	2,253,094
Infrastructure	<u>2,981,005</u>	<u>423,065</u>	<u>0</u>	<u>3,404,070</u>
Total Capital Assets being Depreciated	<u>\$ 10,224,695</u>	<u>\$ 924,781</u>	<u>\$ 271,927</u>	<u>\$ 10,877,549</u>
Less Accumulated Depreciation for:				
Buildings and Improvements	\$ 2,159,079	\$ 88,429	\$ 0	\$ 2,247,508
Machinery and Equipment	407,182	56,756	41,029	422,909
Vehicles	1,228,402	127,322	230,898	1,124,826
Infrastructure	<u>446,171</u>	<u>109,392</u>	<u>0</u>	<u>555,563</u>
Total Accumulated Depreciation	<u>\$ 4,240,834</u>	<u>\$ 381,899</u>	<u>\$ 271,927</u>	<u>\$ 4,350,806</u>
Total Capital Assets being Depreciated, Net	<u>\$ 5,983,861</u>	<u>\$ 542,882</u>	<u>\$ 0</u>	<u>\$ 6,526,743</u>
Governmental Activities Capital Assets, Net	<u>\$ 10,651,321</u>	<u>\$ 542,882</u>	<u>\$ 0</u>	<u>\$ 11,194,203</u>

TOWN OF OGUNQUIT
NOTES TO FINANCIAL STATEMENTS
JUNE 30, 2012

NOTE 5 – LONG-TERM DEBT

At June 30, 2012, bonds, mortgage payable, and capital leases consisted of the following individual issues:

	<u>Governmental Activities</u>
Bonds and Mortgage Payable	
<i>Maine Municipal Bond Bank</i>	
Marine Bulkheads Capital Improvement Bond of 2004, Interest Rates 1.946% to 9.0%, Annual Principal Payments of \$16,500 Plus Interest Through 2024	\$ 214,500
General Obligation Bond of 2004, Interest Rate 1.597% to 9.0%, Annual Principal Payments of \$24,750 Plus Interest Through 2024	321,750
General Obligation Bond of 2005, Interest Rate 3.05% to 9.0%, Annual Principal Payments of \$20,000 Plus Interest Through 2025	280,000
General Obligation Bond of 2006, Interest Rate 3% to 6%, Annual Principal Payments of \$120,000 Plus Interest Through 2026	1,800,000
General Obligation Bond of 2008, Interest Rate 3.94%, Annual Principal Payments of \$89,295 - \$145,285 Plus Interest Through 2028	1,909,849
General Obligation Bond of 2010, Interest Rate 2.37%, Annual Principal Payments of \$111,350 Plus Interest Through 2030	2,115,650
<i>Transfer Station Mortgage</i>	
Transfer Station Mortgage Payable, Interest Rate of 3%, Annual Payment of Principal and Interest Ranging From \$11,330 to \$19,250 Through 2028	187,000
Capital Leases	
<i>Gorham Leasing Group, LLC</i>	
Capital Lease, 36 Month, \$133 a month, 4.105% Interest, Total \$4,522 for Copier Through 2014	3,864
Capital Lease, 60 month, \$299 a month, 3.826% Interest, Total \$16,357 for Konica Copier through 2016	<u>15,902</u>
Total Bonds, Mortgage Payable, and Capital Leases	<u>\$ 6,848,515</u>

**TOWN OF OGUNQUIT
NOTES TO FINANCIAL STATEMENTS
JUNE 30, 2012**

NOTE 5 – LONG-TERM DEBT (CONTINUED)

Changes in Outstanding Debt

Transactions for the year ended June 30, 2012, are summarized as follows:

	<u>Balance July 1</u>	<u>Issues or Additions</u>	<u>Payments or Expenditures</u>	<u>Balance June 30th</u>	<u>Due Within One Year</u>
Governmental Activities					
General Obligation Bonds	\$ 7,079,634	\$ 0	\$ 437,885	\$ 6,641,749	\$437,885
Mortgage Payable	198,000	0	11,000	187,000	11,000
Capital Leases Payable	0	22,792	3,026	19,766	5,187
Compensated Absences	<u>167,264</u>	<u>37,575</u>	<u>0</u>	<u>204,839</u>	<u>0</u>
Total Governmental Activities	<u>\$ 7,444,898</u>	<u>\$ 60,367</u>	<u>\$ 451,911</u>	<u>\$ 7,053,354</u>	<u>\$454,072</u>

Annual Requirements to Retire Debt Obligations

The annual aggregate maturities for each debt type for the fiscal years subsequent to June 30, 2012, are as follows:

<u>Year Ending June 30</u>	<u>Governmental Activities</u>		
	<u>Principal</u>	<u>Interest</u>	<u>Total</u>
2012/13	448,885	235,821	684,706
2013/14	448,885	218,549	667,434
2014/15	448,885	199,762	648,647
2015/16	448,885	182,552	631,437
2016/17	448,885	165,994	614,879
2017/22	2,076,425	594,661	2,671,086
2022/27	1,861,927	243,018	2,104,945
2027/32	<u>645,972</u>	<u>32,500</u>	<u>678,472</u>
Total	<u>\$ 6,828,749</u>	<u>\$ 1,872,857</u>	<u>\$ 8,701,606</u>

The amount of debt that can be incurred by a Town is limited by state statute. Total outstanding long-term obligations during a year can be no greater than 15% of the assessed value of taxable property as of the beginning of the fiscal year. As of June 30, 2012, the amount of outstanding long-term debt was equal to 0.53% of property valuation for the period then ended.

Capital Leases

The following is a schedule of future minimum lease payments for the Town of Ogunquit as of June 30, 2012:

**TOWN OF OGUNQUIT
NOTES TO FINANCIAL STATEMENTS
JUNE 30, 2012**

NOTE 5 – LONG-TERM DEBT (CONTINUED)

<u>Year Ending June 30</u>	<u>Governmental Activities</u>
2012/13	\$ 5,187
2013/14	5,187
2014/15	4,254
2015/16	3,588
2016/17	<u>1,550</u>
Total Minimum Lease Payments	\$ 19,766
Less Amount Representing Interest	<u>(1,535)</u>
Present Value of Future Minimum Lease Payments	<u>\$ 18,231</u>

NOTE 6 – DEFINED PENSION PLAN

Deferred Compensation Plan

The government offers its employees two deferred compensation plans through John Hancock Insurance, created in accordance with Internal Revenue Code Section 457, and the Maine Public Employees Retirement System. The John Hancock Plan, available to all government employees, permits them to defer a portion of their salary until future years. Participation in the plan is optional. The deferred compensation is not available to employees until termination, retirement, death or unforeseeable emergency.

John Hancock Insurance Pension Plans

The Town has two pension plans with John Hancock Insurance. The Plans covers all full-time employees who are at least 18 years of age and have met certain service requirements. Employees become fully vested upon entering the Plan.

Under the terms of the Plan 1 - 401k Plan, the Town contributes 8% of the participating employees' annual compensation. Plan 2 - 457 Plan, for department heads the Town contributes a matching 3% of the participating employees' annual compensation. There are no allocation requirements to receive any contribution made to the plan. Participants shall have a fully vested and nonforfeitable interest in Employer Contributions and their investment earnings. The Participant shall be responsible for the investment of his or her Plan account.

The Town's total covered payroll was \$1,522,660 and its total payroll was \$2,918,104 for the year ended June 30, 2012.

<u>Year Ended</u>	<u>Contributions</u>
June 30, 2012	\$ 123,404
June 30, 2011	\$ 117,401
June 30, 2010	\$ 97,758

**TOWN OF OGUNQUIT
NOTES TO FINANCIAL STATEMENTS
JUNE 30, 2012**

NOTE 6 – DEFINED PENSION PLAN (CONTINUED)

Maine Public Employees Retirement System

Certain employees of the Town participate in the Maine Public Employees Retirement System ("System"). Employees participating in the Maine Public Employees Retirement System are eligible for normal retirement upon attaining the age of sixty and early retirement after completing twenty to twenty-five or more years of creditable service depending upon plan documents.

Under the plan, participants contribute 6.5% of compensation. Total pension expense for the Town for the year was \$126,707. The total payroll for the Town was \$2,918,104 and covered payroll for the Town was approximately \$1,485,751 for the year ended June 30, 2012.

Information concerning the consolidated pension plan is available from the System. The percentages and contributions to the plan for past years are as follows:

<u>Year Ended</u>	<u>% Contributed</u>	<u>Contributions</u>
June 30, 2012	4.4% - 10.2%	\$ 126,707
June 30, 2011	3.5% - 8.1%	\$ 93,311
June 30, 2010	2.8% - 6.5%	\$ 71,955

A. Plan Description

Town employees contribute to the Maine Public Employees Retirement System, an agent multiple-employer public employee retirement system that acts as a common investment and administrative agent for public school teachers, state employees (except as members of the judiciary and legislature who are covered under the Judicial and Legislative Retirement Systems) and political subdivisions.

Several Town employees participate in the System. Benefits vest after five years of service. Participants who retire at or after age 60 with 20 - 25 years of credited service are entitled to an annual retirement benefit, payable monthly for life, in an amount equal to 2% of the average of their highest three year earnings per year of service.

The System also provides death and disability benefits. These benefit provisions and all other requirements are established by State statute.

Employees are required to contribute 6.5% of their annual salary to the System. The Town contributes the remaining amounts necessary to fund the System, using the actuarial basis specified by statute.

B. Funding Status and Progress

Information concerning the pension benefit obligation for Town employees is available from the System.

TOWN OF OGUNQUIT
NOTES TO FINANCIAL STATEMENTS
JUNE 30, 2012

NOTE 6 – DEFINED PENSION PLAN (CONTINUED)

C. Trend Information

Trend information gives an indication of the progress made in accumulating sufficient assets to pay benefits when due. Trend information is not currently available from the System.

NOTE 7 – INTERFUND ACTIVITY

Interfund balances at June 30, 2012, consisted of the following:

Due To

Non-Major Governmental Funds:

Capital Project Funds	<u>\$171,356</u>
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Due From

General Fund	<u>\$171,356</u>
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These balances resulted from the time lag between the dates that (1) interfund goods and services are provided or reimbursable expenditures occur, (2) transactions are recorded in the accounting system, and (3) payments between funds are made.

Interfund transfers for the year ended June 30, 2012, consisted of the following:

Transfer To

Non-Major Governmental Funds:

Special Revenues	\$ 25,000
Capital Project Funds	203,000
Enterprise Fund-Unemployment	<u>20,000</u>
Total	<u>\$248,000</u>

Transfer From

General Fund	<u>\$248,000</u>
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Transfers are used to (1) move revenues from the fund that statute or budget requires to collect them to the fund that statute or budget requires to expend them, and (2) use unrestricted revenues collected in the general fund to finance various programs accounted for in other funds in accordance with budgetary authorizations.

NOTE 8 – 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 carries commercial insurance.

There have been no significant reductions in insurance coverages during the fiscal year and no significant settlements that exceeded insurance coverage. **88**

TOWN OF OGUNQUIT
NOTES TO FINANCIAL STATEMENTS
JUNE 30, 2012

NOTE 9 – APPROPRIATIONS AND TRANSFERS

At the Annual Town Meeting on June 14, 2011 and the Special Town Meeting on January 17, 2012, the Townspeople voted appropriations of general fund balance totaling \$350,000, which are reflected as the excess of budgeted expenditures over budgeted revenues on Exhibit VII for the year ended June 30, 2012.

NOTE 10 – JOINT VENTURE

In 1985, the Town entered into a joint venture known as Ecomaine. Ecomaine provides solid waste disposal services to participating communities. The governing bodies of the participating communities appoint the Board of Directors who establishes the budget and charges the communities and commercial enterprises that use the facility.

The Town's proportionate share of ecomaine Municipal Recycling Facilities' outstanding debt is not recorded in the financial statements of the Town of Ogunquit. The following is a statement from Ecomaine:

Ecomaine is a solid waste management corporation serving 40 municipalities in Cumberland, Oxford, and York counties in Maine. Owned and controlled by 21 member communities, ecomaine creates electricity through its processing of waste and also operates an extensive recycling program. The town is a member community in ecomaine. Interlocal (waste handling) agreements between ecomaine and participating communities obligate the members to deliver certain solid waste produced within the community to ecomaine for processing and to make service payments and pay tipping fees for such processing. The Town has no explicit, measurable equity interest and therefore has not reported an asset in these financial statements in connection with its participation in ecomaine. Selected balance sheet information for ecomaine for the year ended June 30, 2011, the latest date available, includes total assets of \$59,636,994, total liabilities of \$28,808,855 and unrestricted net assets of \$7,088,994. The liabilities include an accrual for landfill closure and post closure care amounting to \$15,416,704. Ecomaine has a plan to fund this liability in the form of a cash reserve over the period of years between 2011 and a projected closing date. The separate audited financial statements of ecomaine may be obtained from the Town's Finance office.

NOTE 11 - OVERLAPPING DEBT

The Town's proportionate share of Community School District No. 18's debt is not recorded in the financial statements of the Town of Ogunquit. At June 30, 2012, the Town's share was 22.09% (or \$2,102,968) of the District's outstanding debt of \$9,520,000.

The Town's proportionate share of York County's debt is not recorded in the financial statements of the Town of Ogunquit. Per the December 31, 2011 County of York audited financial statements, the Town's share was 4.26% (\$508,846) of the County's outstanding debt of \$11,944,753.

**TOWN OF OGUNQUIT
NOTES TO FINANCIAL STATEMENTS
JUNE 30, 2012**

NOTE 12 - CONTINGENT LIABILITIES

There are various claims pending against the Town of Ogunquit which arise in the normal course of the Town's activities. Several cases are currently pending which in the aggregate may or may not have a material effect on the financial position of the Town. In the opinion of the Town Counsel, it is extremely difficult to assess the extent or probability of the Town's liability at the present time.

The Town participates in certain federal and state assisted grant programs. These programs are subject to program compliance audits by the grantors or their representatives. Any liability for reimbursement, which may arise as the result of these audits, is not expected to be material.

NOTE 13 – GOVERNMENTAL FUND BALANCES

For the fiscal year ended June 30, 2012, the Town implemented the following accounting standard issued by the Governmental Accounting Standards Board (GASB):

- GASB Statement 54, Fund Balance Reporting and Governmental Fund Type Definitions.

GASB Statement 54 clarifies the existing governmental fund type definitions and provides clearer fund balance categories and classifications. The hierarchical fund balance classification is based primarily upon the extent to which a government is bound to follow constraints on resources in governmental funds and includes the terms: nonspendable, committed, restricted, assigned, and unassigned.

The Town's fund balances represent: **(1) Nonspendable Fund Balance**, resources that cannot be spent because of legal or contractual provisions that require they maintained intact. (e.g. the principal of an endowment). **(2) Restricted Purposes**, which include balances that are legally restricted for specific purposes due to constraints that are externally imposed by creditors, grantors, contributors, or laws or regulations of other governments; **(3) Committed Purposes**, which include balances that can only be used for specific purposes pursuant to constraints imposed by formal action of the Board of Selectmen; **(4) Assigned Purposes**, which includes balances that are constrained by the government's intent to be used for specific purposes, but are neither restricted nor committed. **(5) Unassigned Fund Balance**, net resources in excess of what is properly categorized in one of the four categories already described. A positive amount of unassigned fund balance will never be reported in a governmental fund other than the general fund, because GASB Statement 54 prohibits reporting resources in another fund unless they are at least assigned to the purpose of that fund. However, funds other than the general fund could report a negative amount of unassigned fund balance should the total of nonspendable, restricted and committed fund balance exceeds the total net resources of the fund.

The Town of Ogunquit has the responsibility for committing fund balance amounts and likewise would be required to modify or rescind those commitments.

When both restricted and unrestricted resources are available for use, it is the Town's policy 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 policy to use committed or assigned resources first, then unassigned resources as they are needed.

**TOWN OF OGUNQUIT
NOTES TO FINANCIAL STATEMENTS
JUNE 30, 2012**

NOTE 13 – GOVERNMENTAL FUND BALANCES (CONTINUED)

The General Fund unassigned fund balance total of \$2,182,273 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 per Exhibit III, a summary of the nature and purpose of these reserves by fund type at June 30, 2012 follows.

***Nonspendable and Assigned
Non - Major Fund***

Permanent Funds	<u>Nonexpendable Amount</u>	<u>Expendable Amount</u>	<u>Total</u>
Dorothea Jacobs Grant Fund	\$ 219,259	\$ 11,649	\$ 230,908
Performing Arts	145,300	5,739	151,039
Music Center Escrow	<u>92,000</u>	<u>3,447</u>	<u>95,447</u>
Total	<u>\$ 456,559</u>	<u>\$ 20,835</u>	<u>\$ 477,394</u>

***Committed
Major Fund***

Capital Projects

Sidewalks **\$ 2,213,498**

Committed

Non - Major Fund

Capital Projects

2012 Pavement	\$ 76,661
2011 Ogunquit Village School	40,714
2011 Sidewalks	27,092
2008 Oarweed Cove Road	10,347
2012 Police Air/Heat	8,000
2012 Dump Truck	4,189
2012 Signs	3,810
2010 Ogunquit Village School	543
2011 Fire Department Reserve	<u>77</u>

Total **\$ 171,433**

Assigned

Non - Major Fund

Special Revenue Funds

Land Conservation Reserve	\$ 164,371
National Disaster Emergency Repair	75,142

**TOWN OF OGUNQUIT
NOTES TO FINANCIAL STATEMENTS
JUNE 30, 2012**

NOTE 13 – GOVERNMENTAL FUND BALANCES (CONTINUED)

Assigned

Non - Major Fund

Special Revenue Funds (Continued)

Marginal Way Investment	73,683
Perpetual Bench Care Fund	63,615
Contingent Fund	30,564
Fire and Rescue	17,131
Planning Board Project Escrow	10,759
Summer Programs	4,305
Computer Software	3,710
Firefighter Training Facilities Grant	2,596
Dog Park	1,996
Community Cupboard	1,789
Jay Parott Scholarships	1,212
Shore and Harbor Planning	1,139
Ambulance Fund	266
Police Drug and Interdiction	<u>142</u>

Total \$ 452,420

Unassigned

Major Fund

General Fund \$ 2,182,273

NOTE 14 – STEWARDSHIP, COMPLIANCE, AND ACCOUNTABILITY

A. - Budgetary Accounting

The Town of Ogunquit utilizes a formal budgetary accounting system to control revenues and expenditures accounted for in the General Fund. This budget is established by the Board of Selectmen and must be approved at the Annual Town Meeting.

B. - Excess of Expenditures over Appropriations

For the year ended June 30, 2012, expenditures did exceed appropriations in one category. However, in total the Town's expenditures did not exceed appropriations. Exhibit VII shows the following overdraft and comment:

Protection	\$ 36,436	Due to Reclassification of Employee Benefits
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**TOWN OF OGUNQUIT
NOTES TO FINANCIAL STATEMENTS
JUNE 30, 2012**

NOTE 14 – STEWARDSHIP, COMPLIANCE, AND ACCOUNTABILITY (CONTINUED)

C. - Deficit Balances

Generally accepted accounting principles require disclosure of individual funds that have deficit balances at year-end.

As of June 30, 2012, no individual funds held a deficit balance.

NOTE 15 – SUBSEQUENT EVENT

York County has notified the Town of Ogunquit that due to the County's changing of accounting cycles from calendar year to fiscal year, an additional assessment for six months will be charged to the Town. The amount is expected to equal \$340,000 and is unbudgeted at this time. The effect on the financial statements cannot be determined.

NOTE 16 – DATE OF MANAGEMENT'S REVIEW

Management has evaluated subsequent events through February 11, 2013 the date of which the financial statements were available to be issued.

UTILITIES

2012 REPORT OF THE KENNEBUNK, KENNEBUNKPORT AND WELLS WATER DISTRICT

The Kennebunk, Kennebunkport and Wells Water District is a quasi-municipal public water utility that was established in 1921 by an act of the Maine State Legislature. The District serves an area that encompasses the Towns of Kennebunk, Kennebunkport, Wells, Ogunquit, Arundel and small portions of Biddeford and York. The area includes a population which varies seasonally from about 30,000 to over 100,000. It is directed by a four-member Board of Trustees, one each elected from the Towns of Kennebunk, Kennebunkport, Wells and Ogunquit.

From a financial perspective, 2012 represented an above average year for the District. Compared with the prior year, 2012 saw a 6.4% increase in water production, a \$166,000 increase in revenues and a \$467,000 decrease in operating costs. It should be noted that \$100,000 of this decrease was related to a cost saving change to our employees' health insurance plan. All of this contributed to a projected net income for 2012 of approximately \$375,000, as compared to a net loss of (\$164,000) in 2011 and a net income of \$449,000 in 2010.

The somewhat sluggish economy of the past four years has, at least on a local level, been picking up a bit with the District experiencing relatively healthy growth (190 new customers, as compared to 110 in 2011), resulting in a customer growth rate of nearly 1½%. This compares well to the typical 1½% to 2% annual growth rate experienced prior to the recession of 2009. The District's total number of metered customers now stands at 13,019. Precipitation during 2012 was considerably less than the 10-year average (46.1" vs. 57.5"), resulting in the driest year over the past decade, which included the drought of 2002/2003. It is anticipated that this winter's snowy weather will help recharge local aquifers for the upcoming summer. The dry weather, combined with a slight uptick in the economy

resulted in a total annual water production of 1.026 billion gallons, as compared to 964 million gallons produced during 2011. The District's recently-developed groundwater sources were once again instrumental in helping the District meet water demands without the need for purchasing more costly water from neighboring utilities. These groundwater sources produced 32% of all of the District's water supply for 2012.

As previously reported, the District is developing an additional high-quality groundwater supply in the Alewife area of Kennebunk. During 2012, the new Kennebunk River Well produced 56 million gallons of groundwater during a nearly three-month full scale online pump test. In addition to producing some of the highest quality groundwater derived from any local production well, the test produced some valuable data, which will assist in the design of a new water treatment facility along Kimball Lane, which is planned for construction in 2013. As usual, this facility is being designed and built primarily by District staff, assuring an efficient design and quality workmanship.

The District is continuing to undertake changes to its groundwater treatment processes. Due to the relatively high mineral content of the Merriland River Well, the water treatment regimen for this source is being changed to enhance water quality and corrosion control. During 2012, in-house design and construction began on a small (16-foot by 20-foot) water treatment facility along the Bypass Road in Wells for this purpose.

During 2012 the District also designed and built (again, mostly in-house) a water pressure booster station in Arundel, located along Route 1 near the Kennebunk River. This facility, named the Arundel South Booster, in addition to increasing water pressure for all Arundel customers, has the capability of moving large

During 2012 the District also designed and built (again, mostly in-house) a water pressure booster station in Arundel, located along Route 1 near the Kennebunk River. This facility, named the Arundel South Booster, in addition to increasing water pressure for all Arundel customers, has the capability of moving large volumes of water (for fire fighting, etc.) in either direction - north to Arundel or south to Kennebunk.

As in both 2010 and 2011, the District was once again successful in being awarded a low-interest State Revolving Fund (SRF) financing package for the replacement of over 7,100 feet of old obsolete cast iron water main. This project, which was partially completed in the fall of 2012 (see Fortunes Rocks Road, Biddeford below), will be financed by a \$1.2 million, 20-year bond at an interest rate of less than 1.5%.

The following is a partial list of distribution projects funded and installed by the District during 2012. These projects typically relate to our goal of optimizing water quality, enhancing fire suppression capabilities and improving system reliability by replacing outdated and substandard facilities with an eye toward accommodating anticipated growth.

Fortunes Rocks Road, Biddeford:

Replaced 4,800 feet of old 8 and 10-inch cast iron water main with 12-inch PVC main. (In conjunction with a City of Biddeford road rebuilding project and for water quality, system reliability and fire suppression improvement.)

Western Avenue, Kennebunk:

Replaced 730 feet of old 10-inch cast iron main with 12-inch PVC and ductile iron main. (In conjunction with a Town of Kennebunk road rebuilding project and for system reliability.)

Port Road, Kennebunk:

Replaced 2,100 feet of old 10-inch cast iron main with 12-inch PVC main. (In

conjunction with a Town of Kennebunk road rebuilding project and for system reliability.)

Kimball Lane, Kennebunk:

Installed 1,600 feet of 16-inch PVC main from the Kimball Lane right of way to the new Kennebunk River well site.

In addition to the above projects, individuals and developers funded several water main extensions totaling 1,145 feet in length.

Drinking water quality remains a top priority. We are pleased to report that in addition to making significant water quality improvements with our unique blending of groundwater and surface water, all State and Federal water quality standards were met during 2012. By maintaining a dedicated, well-trained staff and continually upgrading our process equipment and control systems, we continually assure the highest degree of reliability in the quality of drinking water for our customers.

The Trustees of the District appreciate the continuing effort and dedication of their employees, as well as the support and cooperation of their customers, area contractors and State and local municipal officials.

Respectfully submitted,

Richard H. Littlefield, President

James E. Burrows, Vice President

Thomas P. Oliver, Trustee

Robert A. Emmons, Trustee

Normand R. Labbe, P.E. Superintendent

Scott J. Minor, P.E. Asst. Superintendent

Wayne A. Brockway, MBA Treasurer

REPORT OF THE OGUNQUIT SEWER DISTRICT

The Staff and Trustees are very pleased to be able to hold rates at current levels while continuing to meet mandated operational requirements, planned maintenance objectives and facility update needs of the district. This marks the 4th consecutive year without a rate increase. The Trustees recognize that Superintendent Pickering and his staff have shown remarkable ingenuity in improving or maintaining service levels without increasing costs. Strong budget control and careful capital planning help drive this level of fiscal control.

During the past year, the District replaced several pieces of equipment at the treatment facility, upgraded manholes in Beach Street and slipped line both Marginal Ave. and Beach Street. These types of ongoing capital and non-capital projects upgrade and enhance the district's infrastructure on an annual basis. The district continues to focus on our ten year capital improvement plan (CIP) to ensure that our facilities, pump stations and lines are updated on a planned schedule. This level of long term planning discipline is instrumental in providing ongoing services to the district while controlling costs.

The Trustees acknowledge the dedication and effectiveness of the staff to be available 24/7 to immediately address issues and threats to our facilities and services. The District staff has again responded to storms, operational problems and other threats on a very timely and professional basis.

The District's staff continues to utilize the most recent technology to improve our monitoring of the treatment facility and our 13 remote pumping stations. This saves both time and money by addressing the problem either controlling equipment remotely through computer link-up or responding directly to the location with the proper equipment and man power. This has been a major enhancement in our ever growing challenge to stay on top of all

of our facilities around the clock.

Having applied for, and received, grant monies to cover the cost of evaluating the impact of sea level rise, the District received the Final Engineering Report by Woodard & Curran, which identifies potential threats to the facility from sea level rise. The report also details recommended solutions to these potential issues. The report is available to view on our website www.ogunquitsewerdistrict.org.

The Board of Trustees, along with the staff has initiated a strategic planning process to develop final solutions to the plant location. The District will work to keep residents and Town Officials informed throughout the years of findings and all are invited to participate in assessing solutions.

The District continues to work through the planning phases with the Maine DOT to support the Route 1 corridor project once this begins. The District plans on upgrading and relocating existing lines and manholes that have reached the end of their useful life during this project. This does allow for cost savings by replacing infrastructure as part of the DOT's route #1 upgrade.

Overall, we believe this has been a good year with several significant improvements to our operations, infrastructure and fiscal condition. The district looks forward to continuing to function in a safe manner while managing costs.

Respectfully submitted,

*Ogunquit Sewer District
Board of Trustees*

*Robert Joyner
Helen Horn
Roger Brown*

Who Ya Gonna Call



Ambulance Service	9-1-1
Assessing Information	646-5140
Building/Construction Information	646-9326
Cable Television (Time Warner)	646-5823
Central Maine Power (CMP)	1-800-750-4000
Chamber of Commerce (Welcome Center)	646-2939
County Commissioners (York)/Alfred	324-1571
Dog Licenses	646-9546
Excise Tax	646-9546
Fire Department - Business	646-5112
Fire Department - Emergency	9-1-1
General Assistance	646-5139
Harbormaster Health	646-2136
Officer Hunting & Fishing	646-9326
Licenses	646-9546
Information Bureau	646-5533
KK&W Water District/Emergency	985-2362
KK&W Water District/Kennebunk	985-3385
Library	646-9024
Liquor/Amusement/Business Applications	646-9546
Marriage Information	646-9546
Plumbing Information	646-9326
Police Department - Business	646-9362
Police Department - Emergency	9-1-1
Public Works Department	646-2062
Recreational Vehicles	646-9546
Registry of Deeds/Alfred	324-1576
School Department — Superintendent's Office	646-8331
Sewer District Office	646-2028
Sewer District Superintendent	646-3271
Sheriff's Department	324-1113
Tax Office	646-5139
Town Manager	646-3018
Transfer Station - Station Manager	646-5139
Vital Statistics (Births, Deaths, and Marriages)	646-0478
Voter Registration/Registrar	646-9546
WOGT — Information Services Director	646-9546
York Hospital	646-5139
	363-4321

*Town of Ogunquit
Ocean Rescue Team*

