Audited Financial Statements
and Other Financial Information

County of Aroostook, Maine
Unorganized Territories

June 30, 2022

RHR SMITH & COMPANY
Certified Public Accountants

Proven Expertise & Integrity

COUNTY OF AROOSTOOK, MAINE - UNORGANZIED TERRITORIES

CONTENTS

JUNE 30, 2022

RHR SMITH & COMPANY
Certified Public Accountants
Proven Expertise & Integrity

INDEPENDENT AUDITOR'S REPORT

County Commissioners
County of Aroostook, Maine - Unorganized Territories
Caribou, Maine

Report on the Audit of the Financial Statements

Opinions

We have audited the financial statements of each major fund and the aggregate remaining fund information of the County of Aroostook, Maine - Unorganized Territories, as of and for the year ended June 30, 2022 and the related notes to the financial statements, which collectively comprise the County of Aroostook, Maine - Unorganized Territories' basic financial statements as listed in the table of contents.

In our opinion, the accompanying financial statements referred to above present fairly, in all material respects, the respective financial position of the County of Aroostook, Maine - Unorganized Territories as of June 30, 2022 and the respective changes in financial position thereof for the year then ended in accordance with accounting principles generally accepted in the United States of America.

Basis for Opinions

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

Emphasis of Matter

Management has omitted a management's discussion and analysis, capital assets, depreciation on capital assets, debt and other disclosures that accounting principles generally accepted in the United States of America require to be presented to supplement the basic financial statements. Such missing information, although not a part of the basic financial statements, is required by the Governmental Accounting Standards Board who considers it to be an essential part of financial reporting for placing the basic financial statements in an appropriate operational, economic or historical context. These financial statements have been prepared for the purposes of the State of Maine. Our opinion on the basic financial statements is not affected by this missing information.

Responsibilities of Management for the Financial Statements

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

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

Auditor's Responsibilities for the Audit of Financial Statements

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

In performing an audit in accordance with GAAS and *Government Auditing Standards*, we:

- exercise professional judgment and maintain professional skepticism throughout the audit.

- identify and assess the risks of material misstatements of the financial statements, whether due to fraud or error and design and perform audit procedures responsive to those risks. Such procedures include examining, on a test basis, evidence regarding the amounts and disclosures in the financial statements.

- obtain an understanding of internal controls relevant to the audit in order to design audit procedures that are appropriate in the circumstances, but not for the purpose of expressing an opinion on the effectiveness of the County of Aroostook, Maine - Unorganized Territories' internal control. Accordingly, no such opinion is expressed.

- evaluate the appropriateness of accounting policies used and the reasonableness of significant accounting estimates made by management, as well as evaluate the overall presentation of the financial statements.

- conclude whether, in our judgment, there are conditions or events, considered in the aggregate, that raise doubt about the County of Aroostook, Maine - Unorganized Territories' ability to continue as a going concern for a reasonable period of time.

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

Supplementary Information

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

Other Reporting Required by *Government Auditing Standards*

In accordance with *Government Auditing Standards*, we have also issued our report dated June 15, 2026, on our consideration of the County of Aroostook, Maine - Unorganized Territories' internal control over financial reporting and on our tests of its compliance with certain provisions of laws, regulations, contracts and grants agreements and other matters. The purpose of that report is solely to describe the scope of our testing of internal control over financial reporting and compliance and the results of that testing and not to provide an opinion on the effectiveness of the County of Aroostook, Maine - Unorganized Territories' internal control over financial reporting or on compliance. That report is an integral part of an audit performed in accordance with *Government Auditing Standards* in considering the County of Aroostook, Maine - Unorganized Territories' internal control over financial reporting and compliance.

RHR Smith & Company

Buxton, Maine
June 15, 2026

STATEMENT A

COUNTY OF AROOSTOOK, MAINE - UNORGANIZED TERRITORIES

BALANCE SHEET - GOVERNMENTAL FUNDS
JUNE 30, 2022

	General Fund	UT Roads and Bridges	Other Governmental Funds	Total
ASSETS				
Cash and cash equivalents	$ 2,286,710	$ -	$ -	$ 2,286,710
Due from other funds	-	1,338,793	557,746	1,896,539
TOTAL ASSETS	$ 2,286,710	$ 1,338,793	$ 557,746	$ 4,183,249
LIABILITIES				
Accounts payable	$ 82,813	$ -	$ -	$ 82,813
Accrued expenses	10,666	-	-	10,666
Due to other funds	1,896,539	-	-	1,896,539
TOTAL LIABILITIES	1,990,018	-	-	1,990,018
FUND BALANCES				
Nonspendable	-	-	-	-
Restricted	-	-	-	-
Committed	-	1,338,793	557,746	1,896,539
Assigned	-	-	-	-
Unassigned	296,692	-	-	296,692
TOTAL FUND BALANCES	296,692	1,338,793	557,746	2,193,231
TOTAL LIABILITIES AND FUND BALANCES	$ 2,286,710	$ 1,338,793	$ 557,746	$ 4,183,249

See accompanying independent auditor’s report and notes to financial statements.

COUNTY OF AROOSTOOK, MAINE - UNORGANIZED TERRITORIES

STATEMENT OF REVENUES, EXPENDITURES AND CHANGES IN FUND BALANCES - GOVERNMENTAL FUNDS FOR THE YEAR ENDED JUNE 30, 2022

	General Fund	UT Roads and Bridges	Other Governmental Funds	Total
REVENUES				
Taxes:				
Property taxes	$ 1,759,291	$ -	$ -	$ 1,759,291
Excise taxes	406,776	-	-	406,776
Intergovernmental revenue	115,853	-	-	115,853
Miscellaneous revenue	10,413	5,190	56,946	72,549
TOTAL REVENUES	2,292,333	5,190	56,946	2,354,469
EXPENDITURES				
Current:				
Snow removal	553,889	-	-	553,889
Fire protection	176,483	-	-	176,483
Ambulance services	188,311	-	-	188,311
Street lights	9,561	-	-	9,561
Polling places	14,050	-	-	14,050
Recreation	8,699	-	-	8,699
Senior citizens	14,885	-	-	14,885
Cemeteries	6,324	-	-	6,324
Septage disposal	5,325	-	-	5,325
Solid waste	141,913	-	-	141,913
Roads/bridge maintenance	150,836	-	-	150,836
Personnel services	349,878	-	-	349,878
Public works	9,690	-	-	9,690
Miscellaneous	45,881	277,620	313,198	636,699
Insurance	3,686	-	-	3,686
Administration fees	108,219	-	-	108,219
Audit	4,900	-	-	4,900
TOTAL EXPENDITURES	1,792,530	277,620	313,198	2,383,348
EXCESS OF REVENUES OVER (UNDER) EXPENDITURES	499,803	(272,430)	(256,252)	(28,879)
OTHER FINANCING SOURCES				
Transfers in	-	325,000	156,750	481,750
Transfers (out)	(481,750)	-	-	(481,750)
TOTAL OTHER FINANCING SOURCES	(481,750)	325,000	156,750	-
NET CHANGE IN FUND BALANCES	18,053	52,570	(99,502)	(28,879)
FUND BALANCES - JULY 1	278,639	1,286,223	657,248	2,222,110
FUND BALANCES - JUNE 30	$ 296,692	$ 1,338,793	$ 557,746	$ 2,193,231

See accompanying independent auditor's report and notes to financial statements.

COUNTY OF AROOSTOOK, MAINE - UNORGANIZED TERRITORIES

STATEMENT OF REVENUES, EXPENDITURES AND CHANGES IN FUND BALANCE - BUDGET AND ACTUAL - GENERAL FUND FOR THE YEARS ENDED JUNE 30, 2022

	Original Budget	Final Budget	Actual	Variance Positive (Negative)
Budgetary Fund Balance, July 1	$ 278,639	$ 278,639	$ 278,639	$ -
Resources (Inflows):				
Taxes:				
Property taxes	1,759,291	1,759,291	1,759,291	-
Excise taxes	350,000	350,000	406,776	56,776
Intergovernmental revenue	101,800	101,800	115,853	14,053
Miscellaneous revenue	11,500	11,500	10,413	(1,087)
Amounts Available for Appropriation	2,501,230	2,501,230	2,570,972	69,742
Charges to Appropriations (Outflows):				
Snow removal	562,347	562,347	553,889	8,458
Fire protection	174,766	174,766	176,483	(1,717)
Ambulance services	134,344	134,344	188,311	(53,967)
Street lights	9,975	9,975	9,561	414
Polling places	13,550	13,550	14,050	(500)
Recreation	6,925	6,925	8,699	(1,774)
Senior citizens	16,614	16,614	14,885	1,729
Cemeteries	6,200	6,200	6,324	(124)
Septage disposal	5,246	5,246	5,325	(79)
Solid waste	137,341	137,341	141,913	(4,572)
Roads/bridge maintenance	200,000	200,000	150,836	49,164
Personnel services	349,341	349,341	349,878	(537)
Public works	11,118	11,118	9,690	1,428
Miscellaneous	45,969	45,969	45,881	88
Insurance	3,686	3,686	3,686	-
Legal fees	1,700	1,700	-	1,700
Administration fees	108,219	108,219	108,219	-
Audit	3,500	3,500	4,900	(1,400)
Transfers to Other Funds	481,750	481,750	481,750	-
Total Charges to Appropriations	2,272,591	2,272,591	2,274,280	(1,689)
Budgetary Fund Balance, June 30	$ 228,639	$ 228,639	$ 296,692	$ 68,053
Utilization of Unassigned Fund Balance	$ 50,000	$ 50,000	$ -	$ (50,000)

See accompanying independent auditor’s report and notes to financial statements.

NOTE 1 - SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES

Reporting Entity

The County of Aroostook, Maine - Unorganized Territories (the Territories) is governed by the State of Maine and the County of Aroostook officials. The following services are provided: fire department, contracting for snow removal, waste disposal and other administrative activities.

The accounting policies of the County of Aroostook, Maine - Unorganized Territories conform to accounting principles generally accepted in the United States of America applicable to governmental units, except for the implementation of *Government Accounting Standards Board Statement Number 34*. The following is a summary of the more significant of these policies.

The County of Aroostook, Maine - Unorganized Territories is the basic level of government, which has financial accountability and control over all activities related to the County of Aroostook, Maine - Unorganized Territories. The County of Aroostook, Maine - Unorganized Territories is not included in any other governmental "reporting entity" as defined by GASB 14. In addition, we have determined that the County of Aroostook, Maine - Unorganized Territories has no component units as described in GASB Statement No. 14 and amended by GASB Statements No. 39 and No. 61.

Principles Determining Scope of Reporting Entity

The financial statements of the County of Aroostook, Maine - Unorganized Territories consist only of the funds and account groups of the County of Aroostook, Maine - Unorganized Territories. The criteria for including organizations as component units within the County of Aroostook, Maine - Unorganized Territories reporting entity, as set forth in GAAP include whether:

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

NOTE 1 - SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (CONTINUED)

Based on the aforementioned criteria, the County of Aroostook, Maine - Unorganized Territories has no component units.

Implementation of New Accounting Standards

During the year ended June 30, 2022, the following statements of financial accounting standards issued by the Governmental Accounting Standards Board became effective:

Statement No. 87 “Leases”. The objective of this Statement is to better meet the information needs of financial statement users by improving accounting and financial reporting for leases by governments. This Statement increases the usefulness of governments’ financial statements by requiring recognition of certain lease assets and liabilities for leases that previously were classified as operating leases and recognized as inflows of resources or outflows of resources based on the payment provisions of the contract. It establishes a single model for lease accounting based on the foundational principle that leases are financings of the right to use an underlying asset. Under this Statement, a lessee is required to recognize a lease liability and an intangible right-to-use lease asset and a lessor is required to recognize a lease receivable and a deferred inflow of resources, thereby enhancing the relevance and consistency of information about governments’ leasing activities. Management has determined the impact of this Statement is not material to the financial statements.

Statement No. 89 “Accounting for Interest Cost Incurred before the End of a Construction Period”. This Statement establishes accounting requirements for interest cost incurred before the end of a construction period. Such interest cost includes all interest that previously was accounted for in accordance with the requirements of paragraphs 5–22 of Statement No. 62, *Codification of Accounting and Financial Reporting Guidance Contained in Pre-November 30, 1989 FASB and AICPA Pronouncements,* which are superseded by this Statement. This Statement requires that interest cost incurred before the end of a construction period be recognized as an expense in the period in which the cost is incurred for financial statements prepared using the economic resources measurement focus. As a result, interest cost incurred before the end of a construction period will not be included in the historical cost of a capital asset reported in a business-type activity or enterprise fund. Management has determined the impact of this Statement is not material to the financial statements.

NOTE 1 - SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (CONTINUED)

Statement No. 91 “Conduit Debt Obligations”. The primary objectives of this Statement are to provide a single method of reporting conduit debt obligations by issuers and eliminate diversity in practice associated with (1) commitments extended by issuers, (2) arrangements associated with conduit debt obligations and (3) related note disclosures. This Statement achieves those objectives by clarifying the existing definition of a conduit debt obligation; establishing that a conduit debt obligation is not a liability of the issuer; establishing standards for accounting and financial reporting of additional commitments and voluntary commitments extended by issuers and arrangements associated with conduit debt obligations and improving required note disclosures. Management has determined the impact of this Statement is not material to the financial statements.

Statement No. 92 “Omnibus 2020”. The objectives of this Statement are to enhance comparability in accounting and financial reporting and to improve the consistency of authoritative literature by addressing practice issues that have been identified during implementation and application of certain GASB Statements. Management has determined the impact of this Statement is not material to the financial statements.

Statement No. 93 “Replacement of Interbank Offered Rates (paragraphs 13-14)”. The primary objectives of paragraphs 13-14 concern provisions of lease contracts that are amended while the contract is in effect. Management has determined the impact of this Statement is not material to the financial statements.

Statement No. 97 “Certain Component Unit Criteria and Accounting and Financial Reporting for Internal Revenue Code Section 457 Deferred Compensation Plans”. The primary objectives of this Statement are to (1) increase consistency and comparability related to the reporting of fiduciary component units in circumstances in which a potential component unit does not have a governing board and the primary government performs the duties that a governing board typically would perform; (2) mitigate costs associated with the reporting of certain defined contribution pension plans, defined contribution other postemployment benefit (OPEB) plans and employee benefit plans other than pension plans or OPEB plans (other employee benefit plans) as fiduciary component units in fiduciary fund financial statements and (3) enhance the relevance, consistency and comparability of the accounting and financial reporting for Internal Revenue Code (IRC) Section 457 deferred compensation plans (Section 457 plans) that meet the definition of a pension plan and for benefits provided through those plans. Management has determined the impact of this Statement is not material to the financial statements.

NOTE 1 - SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (CONTINUED)

Basis of Presentation

The accounts of the County of Aroostook, Maine - Unorganized Territories are organized on the basis of funds or account groups, each of which is considered a separate accounting entity. The operations of each fund are accounted for with a separate set of self-balancing accounts that comprise its assets, liabilities, fund balance, revenues and expenditures or expenses as appropriate. Government resources are allocated to and accounted for in individual funds based upon the purposes for which they are allocated to be spent and the means by which spending activities are controlled. The various funds are grouped, in the financial statements in this report, into generic fund types and broad fund categories as follows:

Governmental Funds

Governmental funds are those through which general governmental functions of the Unorganized Territories of Aroostook County are financed. The acquisition, use and balances of the Unorganized Territories of Aroostook County expendable financial resources and the related liabilities (except those accounted for in Proprietary Funds) are accounted for through Governmental funds.

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

Special Revenue Funds - The 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 - The Capital Projects Funds are used to account for all capital projects within the Unorganized Territories of Aroostook County.

Basis of Accounting

Basis of accounting refers to when revenues and expenditures or expenses are recognized in the accounts and reported in the financial statements. Basis of accounting relates to the timing of the measurements made, regardless of the measurement focus applied.

NOTE 1 - SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (CONTINUED)

All governmental funds are accounted for by using the modified accrual basis of accounting. Their revenues are recognized when they become measurable and available as net current assets. The Territories' taxes are recorded as revenue when levied even though a portion of the taxes may be collected in subsequent years. Miscellaneous revenues are recorded when received in cash because they are generally not measurable until actually received. Intergovernmental revenues and interest income are accrued when their receipt occurs soon enough after the end of the accounting period so as to be both measurable and available. Expenditures are generally recognized under the modified accrual basis of accounting when the related fund liability is incurred. Exceptions to the general rule include principal and interest on general long-term debt which is recognized when due.

Budgets and Budgetary Accounting

The Territories utilizes a formal budgetary accounting system to control revenues and expenditures accounted for in the Territories' general fund. The budget is presented on the modified accrual basis of accounting that is consistent with generally accepted accounting principles. The budget is established in accordance with various laws, which govern the Territories' operations.

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

1. The County Commissioners prepare estimates of the amounts needed for appropriations for the coming year.

2. A public hearing is held by the County Commissioners on these estimates prior to June 30.

3. On or before July 1, the budget is transmitted to the State Tax Assessor and Fiscal Administrator of the Territories to be presented to the State of Maine Legislature for final approval.

Deposits and Investments

The County of Aroostook, Maine - Unorganized Territories' cash and cash equivalents are considered to be cash on hand, demand deposits and short-term investments with original maturities of three months or less from the date of acquisition.

NOTE 1 - SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (CONTINUED)

It is the County of Aroostook, Maine - Unorganized Territories' policy to value investments at fair value. None of the County of Aroostook, Maine - Unorganized Territories' investments are reported at amortized cost. For purposes of the statement of cash flows, all highly liquid investments with a maturity of three months or less when purchased to be cash equivalents. The County of Aroostook, Maine - Unorganized Territories' Treasurer is authorized by State Statutes to invest all excess funds in the following:

- Obligations of the U.S. Government, its agencies and instrumentalities
- Certificate of deposits and other evidence of deposits at banks, savings and loan associations and credit unions
- Repurchase agreements
- Money market mutual funds

The County of Aroostook, Maine - Unorganized Territories' investment policy follows that of Aroostook County and does not conflict with the State of Maine Statutes. The policy is comprehensive and is applicable to all County of Aroostook, Maine - Unorganized Territories' funds.

Receivables

Receivables include amounts due from governmental agencies. All receivables are current and therefore due within one year. Receivables are recorded net of an allowance for uncollectible accounts and revenues net of uncollectibles. Allowances are reported when accounts are proven to be uncollectible. The allowance for uncollectible accounts is estimated to be $0 as of June 30, 2022. Accounts receivable netted with allowances for uncollectible accounts was $0 for the year ended June 30, 2022.

Interfund Receivables and Payables

Transactions between funds that are representative of lending/borrowing arrangements outstanding at the end of the fiscal year are referred to as "due to/from other funds". While these balances are reported in the fund financial statements, certain eliminations are made in the preparation of the government-wide financial statements. Any residual balances outstanding between governmental activities and business-type activities are reported in the governmental-wide financial statements as "internal balances".

Transactions Between Funds

Legally authorized transfers are treated as interfund transfers and are included in the results of operations of Governmental Funds.

NOTE 1 - SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (CONTINUED)

Fund Balance

In the fund financial statements, fund balance for governmental funds is reported in classifications that comprise a hierarchy based primarily on the extent to which the Territories is bound to honor constraints on the specific purpose for which amounts in the funds can be spent. Fund balance is reported in five components - nonspendable, restricted, committed, assigned and unassigned.

Nonspendable - This includes amounts that cannot be spent either because they are not in spendable form or because they are legally or contractually required to be maintained intact.

Restricted - This includes amounts that can be spent only for specific purposes because of constitutional provisions or enabling legislation or because of constraints that are externally imposed by creditors, grantors, contributors or the laws or regulations of other governments.

Committed - This includes amounts that can be used only for specific purposes determined by a formal action of the inhabitants of the Territories. The inhabitants of the Territories through Territories meetings are the highest level of decision-making authority of the Territories. Commitments may be established, modified or rescinded only through a Territories meeting vote.

Assigned - This includes amounts that do not meet the criteria to be classified as restricted or committed but that are intended to be used for specific purposes. The authority for assigning fund balance is expressed by the Board of Commissioners.

Unassigned - This includes all other spendable amounts. The general fund is the only fund that reports a positive unassigned fund balance amount. Other governmental funds besides the general fund can only report a negative unassigned fund balance amount.

When an expenditure is incurred for purposes for which both restricted and unrestricted fund balances are available, the Territories considers restricted funds to have been spent first. When an expenditure is incurred for which committed, assigned or unassigned fund balances are available, the Territories considers amounts to have been spent first out of committed funds, then assigned funds and finally unassigned funds, as needed, unless the Territories meeting vote has provided otherwise in its commitment or assignment actions.

NOTE 1 - SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (CONTINUED)

Revenue Recognition - Property Taxes - Modified Accrual Basis

The Territories' tax assessment is levied annually on the assessment values for each property located in the Territories. Assessment values are established for each municipality by the state. Taxes are payable on September 1, 2022. Interest shall accrue on all unpaid taxes beginning November 1, 2022 at a rate of 4.00% per annum.

Encumbrance Accounting

The Territories does not employ encumbrance accounting; under which purchase orders, contracts and other commitments for the expenditure of funds are recorded in order to reserve that portion of the applicable appropriations.

Use of Estimates

During the preparation of the Town's financial statements, management is required to make estimates and assumptions that affect the reported amounts of assets, liabilities and disclosure of contingent items as of the date of the financial statements and the reported amounts of revenues and expenses/expenditures during the reporting period. Actual results may differ from these estimates.

NOTE 2 - DEPOSITS AND INVESTMENTS

The Territories' investment policies, which follow state statutes, authorize the Territories to invest in obligations of the U.S. Treasury, agencies and instrumentalities, other states and Canada, provided such securities are rated within the three highest grades by an approved rating service of the State of Maine, corporate stocks and bonds within statutory limits, financial institutions, mutual funds and repurchase agreements. These investment policies apply to all Territories funds.

Deposits

Custodial credit risk for deposits is the risk that, in the event of a failure of a depository financial institution, the Territories will not be able to recover its deposits or will not be able to recover collateral securities that are in possession of an outside party. The County of Aroostook, Maine - Unorganized Territories does not have a policy covering custodial credit risk. However, the Territories maintains deposits in qualifying financial institutions that are a member of the FDIC or NCUSIF as defined in Title 30-A, Section 5706 of the Maine Revised Statutes.

NOTE 2 - DEPOSITS AND INVESTMENTS (CONTINUED)

At June 30, 2022, the Territories' cash balance of $2,286,710 was comprised of bank deposits of $2,383,954. Bank deposits are adjusted primarily by outstanding checks and deposits in transit to reconcile to the Territories' cash balance. Of these deposits, $800,668 were fully insured by federal depository insurance and consequently were not exposed to custodial credit risk. The remaining deposits of $1,583,286 were uncollateralized and exposed to custodial risk.

Account Type	Bank Balance
NOW checking account	$ 1,833,286
ICS account	550,668
	$ 2,383,954

Investments

Custodial credit risk for investments is that, in the event of failure of the counterparty, the Territories will not be able to recover the value of its investments or collateral securities that are in possession of an outside party. Currently, the Territories does not have a policy for custodial credit risk for investments.

Interest rate risk - is the risk that changes in interest rates will adversely affect the fair value of an investment. The Territories does not have a formal investment policy that limits investment maturities as a means of managing its exposure to fair value losses arising from fluctuations in interest rates.

At June 30, 2022, the Territories did not have any investments.

Credit risk - Statutes for the State of Maine authorize the Territories to invest in obligations of the U.S. Treasury, agencies and instrumentalities, other states and Canada, provided such securities are rated within the three highest grades by an approved rating service of the State of Maine, corporate stocks and bonds within statutory limits, financial institutions, mutual funds and repurchase agreements. The Territories does not have an investment policy on credit risk.

NOTE 3 - INTERFUND RECEIVABLES AND PAYABLES

Interfund balances at June 30, 2022 consisted of the following individual fund receivables and payables:

	Receivables (Due from)	Payables (Due to)
General fund	$ -	$ 1,896,539
UT roads and bridges	1,338,793	-
Nonmajor special revenue funds	35,374	-
Nonmajor capital projects funds	522,372	-
	$ 1,896,539	$ 1,896,539

The results of amounts owed between funds are considered to be in the course of normal operations by the Territories. Reconciliation of the amounts owed between funds may or may not be expected to be repaid within one year in their entirety due to the recurring nature of these transactions during operations.

NOTE 4 - INTERFUND TRANSFERS

Interfund transfers at June 30, 2022 consisted of the following:

	Transfers Out	Transfers In
General fund	$ 481,750	$ -
UT roads and bridges	-	325,000
Nonmajor capital projects funds	-	156,750
	$ 481,750	$ 481,750

Interfund transfers are the results of legally authorized activity and are considered to be in the course of normal operations.

Other Supplementary Information

Other supplementary information includes financial statements and schedules not required by the Governmental Accounting Standards Board, nor a part of the basic financial statements, but are presented for purposes of additional analysis.

- Schedule of Departmental Operations - General Fund
- Combining Balance Sheet - Nonmajor Governmental Funds
- Combining Schedule of Revenues, Expenditures and Changes in Fund Balances - Nonmajor Governmental Funds
- Combining Balance Sheet - Nonmajor Special Revenue Funds
- Combining Schedule of Revenues, Expenditures and Changes in Fund Balances - Nonmajor Special Revenue Funds
- Combining Balance Sheet - Nonmajor Capital Projects Funds
- Combining Schedule of Revenues, Expenditures and Changes in Fund Balances - Nonmajor Capital Projects Funds

SCHEDULE A

COUNTY OF AROOSTOOK, MAINE - UNORGANIZED TERRITORIES

SCHEDULE OF DEPARTMENTAL OPERATIONS - GENERAL FUND
FOR THE YEAR ENDED JUNE 30, 2022

	Original Budget	Budget Adjustments	Final Budget	Actual Expenditures	Variance Positive (Negative)
SNOW REMOVAL					
Cross Lake	$ 24,720	$ -	$ 24,720	$ 23,919	$ 801
T17R4 (Sinclair)	6,900	-	6,900	6,940	(40)
T16R4 (Madawaska Lake)	8,350	-	8,350	8,400	(50)
Connor (Caribou)	99,291	-	99,291	99,610	(319)
E Plantation	21,903	-	21,903	21,903	-
T9R5	20,500	-	20,500	21,800	(1,300)
TDR2 (Bridgewater)	4,666	-	4,666	4,666	-
T2R5 (Sherman) Benedicta	90,000	-	90,000	90,970	(970)
T2R5 (Sherman) Silver Ridge	15,810	-	15,810	15,125	685
T1R5	39,372	-	39,372	38,440	932
TAR2	28,860	-	28,860	23,862	4,998
Oxbow - North	42,025	-	42,025	44,342	(2,317)
Cary Plantation	75,000	-	75,000	73,492	1,508
Bancroft	84,950	-	84,950	80,420	4,530
Totals	562,347	-	562,347	553,889	8,458
FIRE PROTECTION					
Cross Lake	89,200	-	89,200	91,015	(1,815)
T17R3	9,890	-	9,890	9,891	(1)
T15R6	3,090	-	3,090	3,100	(10)
Connor (Caribou)	10,850	-	10,850	11,013	(163)
T11R4	11,900	-	11,900	12,005	(105)
T10R6 (Masardis)	710	-	710	710	-
E Plantation	2,890	-	2,890	2,890	-
TDR2 (Bridgewater)	1,647	-	1,647	1,647	-
T8R4 (Masardis)	710	-	710	710	-
T7R5	888	-	888	888	-
TCR2 (Monticello)	926	-	926	926	-
T2R5 (Sherman) Benedicta	10,676	-	10,676	10,654	22
T2R5 (Sherman) Silver Ridge	4,700	-	4,700	4,698	2
TAR2	907	-	907	907	-
TAR5 (Molunkus)	4,637	-	4,637	4,637	-
Oxbow - North	4,635	-	4,635	4,624	11
Cary Plantation	13,099	-	13,099	12,773	326
Bancroft	3,411	-	3,411	3,395	16
Totals	174,766	-	174,766	176,483	(1,717)

COUNTY OF AROOSTOOK, MAINE - UNORGANIZED TERRITORIES

SCHEDULE OF DEPARTMENTAL OPERATIONS - GENERAL FUND
FOR THE YEAR ENDED JUNE 30, 2022

	Original Budget	Budget Adjustments	Final Budget	Actual Expenditures	Variance Positive (Negative)
AMBULANCE SERVICES					
Cross Lake	9,654	-	9,654	14,630	(4,976)
T17R4 (Sinclair)	13,015	-	13,015	17,868	(4,853)
T17R3	4,100	-	4,100	4,120	(20)
T16R5	2,047	-	2,047	3,909	(1,862)
T16R4 (Madawaska Lake)	14,845	-	14,845	14,200	645
T15R6	556	-	556	817	(261)
Connor (Caribou)	43,386	-	43,386	44,050	(664)
T12R8/T11R4	17,190	-	17,190	44,250	(27,060)
E Plantation	1,680	-	1,680	2,976	(1,296)
TDR2 (Bridgewater)	4,725	-	4,725	6,067	(1,342)
TCR2 (Monticello)	3,000	-	3,000	-	3,000
T2R5 (Sherman) Benedicta	4,350	-	4,350	4,799	(449)
T2R5 (Sherman) Silver Ridge	2,101	-	2,101	2,326	(225)
TAR5 (Molunkus)	2,768	-	2,768	2,768	-
Oxbow - North	2,910	-	2,910	5,879	(2,969)
Cary Plantation	3,617	-	3,617	15,762	(12,145)
Bancroft	4,400	-	4,400	3,890	510
Totals	134,344	-	134,344	188,311	(53,967)
STREET LIGHTS					
Cross Lake	350	-	350	382	(32)
T17R4 (Sinclair)	3,200	-	3,200	3,436	(236)
T16R4 (Madawaska Lake)	675	-	675	683	(8)
Connor (Caribou)	1,075	-	1,075	1,143	(68)
T2R5 (Sherman) Benedicta	525	-	525	509	16
T2R5 (Sherman) Silver Ridge	1,200	-	1,200	919	281
Cary Plantation	1,650	-	1,650	1,497	153
Bancroft	1,300	-	1,300	992	308
Totals	9,975	-	9,975	9,561	414

COUNTY OF AROOSTOOK, MAINE - UNORGANIZED TERRITORIES

SCHEDULE OF DEPARTMENTAL OPERATIONS - GENERAL FUND
FOR THE YEAR ENDED JUNE 30, 2022

	Original Budget	Budget Adjustments	Final Budget	Actual Expenditures	Variance Positive (Negative)
POLLING PLACES					
Cross Lake	1,700	-	1,700	1,700	-
T17R4 (Sinclair)	2,290	-	2,290	2,290	-
T16R4 (Madawaska Lake)	1,700	-	1,700	1,700	-
Connor (Caribou)	2,360	-	2,360	2,360	-
T11R4	200	-	200	200	-
T2R5 (Sherman) Benedicta	1,250	-	1,250	1,500	(250)
T2R5 (Sherman) Silver Ridge	1,250	-	1,250	1,500	(250)
Oxbow - North	400	-	400	400	-
Cary Plantation	2,000	-	2,000	2,000	-
Bancroft	400	-	400	400	-
Totals	13,550	-	13,550	14,050	(500)
RECREATION					
T17R4 (Sinclair)	550	-	550	260	290
T17R3	500	-	500	500	-
Connor (Caribou)	5,700	-	5,700	5,555	145
Oxbow - North	175	-	175	2,384	(2,209)
Totals	6,925	-	6,925	8,699	(1,774)
SENIOR CITIZENS					
Cross Lake	7,651	-	7,651	6,838	813
T17R4 (Sinclair)	8,963	-	8,963	8,047	916
Totals	16,614	-	16,614	14,885	1,729
CEMETERIES					
Cross Lake	150	-	150	150	-
T17R4 (Sinclair)	150	-	150	150	-
T2R5 (Sherman) Benedicta	350	-	350	350	-
T2R5 (Sherman) Silver Ridge	2,650	-	2,650	2,608	42
Oxbow - North	750	-	750	831	(81)
Cary Plantation	1,600	-	1,600	1,600	-
Bancroft	550	-	550	635	(85)
Totals	6,200	-	6,200	6,324	(124)

COUNTY OF AROOSTOOK, MAINE - UNORGANIZED TERRITORIES

SCHEDULE OF DEPARTMENTAL OPERATIONS - GENERAL FUND
FOR THE YEAR ENDED JUNE 30, 2022

	Original Budget	Budget Adjustments	Final Budget	Actual Expenditures	Variance Positive (Negative)
SEPTAGE DISPOSAL					
T17R4 (Sinclair)	1,000	-	1,000	800	200
E Plantation	1,750	-	1,750	1,750	-
T2R5 (Sherman) Benedicta	2,246	-	2,246	2,246	-
Cary Plantation	150	-	150	429	(279)
Bancroft	100	-	100	100	-
Totals	5,246	-	5,246	5,325	(79)
SOLID WASTE					
T17R4 (Sinclair)	42,500	-	42,500	42,291	209
T17R3	2,126	-	2,126	2,210	(84)
T16R4 (Madawaska Lake)	6,000	-	6,000	6,923	(923)
T15R6	3,950	-	3,950	3,805	145
Connor (Caribou)	25,215	-	25,215	21,436	3,779
T11R4	1,000	-	1,000	365	635
E Plantation	2,700	-	2,700	2,700	-
TDR2 (Bridgewater)	500	-	500	550	(50)
T7R5	500	-	500	500	-
T2R5 (Sherman) Benedicta	17,430	-	17,430	19,460	(2,030)
T2R5 (Sherman) Silver Ridge	8,446	-	8,446	9,430	(984)
TAR5 (Molunkus)	11,728	-	11,728	11,963	(235)
Oxbow - North	7,200	-	7,200	7,357	(157)
Bancroft	8,046	-	8,046	12,923	(4,877)
Totals	137,341	-	137,341	141,913	(4,572)
ROADS/BRIDGE MAINTENANCE	200,000	-	200,000	150,836	49,164
PERSONNEL SERVICES					
Public safety coordinator	62,330	-	62,330	62,496	(166)
EMA support services	28,773	-	28,773	27,878	895
Community planner	13,384	-	13,384	15,708	(2,324)
Deputy patrol	130,365	-	130,365	130,365	-
Public works	114,489	-	114,489	113,431	1,058
Totals	349,341	-	349,341	349,878	(537)

COUNTY OF AROOSTOOK, MAINE - UNORGANIZED TERRITORIES

SCHEDULE OF DEPARTMENTAL OPERATIONS - GENERAL FUND
FOR THE YEAR ENDED JUNE 30, 2022

	Original Budget	Budget Adjustments	Final Budget	Actual Expenditures	Variance Positive (Negative)
PUBLIC WORKS					
Contractual services	10,518	-	10,518	9,400	1,118
Commodities	600	-	600	290	310
Totals	11,118	-	11,118	9,690	1,428
MISCELLANEOUS					
Boat Landing/Beach Maintenance	9,500	-	9,500	4,539	4,961
Bread of Life Kitchen	850	-	850	850	-
St. John Valley Soil/Water	350	-	350	350	-
NMDC	12,985	-	12,985	12,985	-
So. Aroostook Soil/Water	200	-	200	200	-
Acadian Heritage Council	-	-	-	100	(100)
Fed/State/County Programs	9,719	-	9,719	9,721	(2)
Animal control	10,000	-	10,000	13,717	(3,717)
Bancroft Food Pantry	350	-	350	350	-
Libraries	2,015	-	2,015	3,069	(1,054)
Totals	45,969	-	45,969	45,881	88
INSURANCE	3,686	-	3,686	3,686	-
LEGAL FEES	1,700	-	1,700	-	1,700
ADMINISTRATION FEES	108,219	-	108,219	108,219	-
AUDIT	3,500	-	3,500	4,900	(1,400)
TRANSFER TO OTHER FUNDS	481,750	-	481,750	481,750	-
TOTAL EXPENDITURES	$ 2,272,591	$ -	$ 2,272,591	$ 2,274,280	$ (1,689)

See accompanying independent auditor’s report and notes to financial statements.

SCHEDULE B

COUNTY OF AROOSTOOK, MAINE - UNORGANIZED TERRITORIES

COMBINING BALANCE SHEET - NONMAJOR GOVERNMENTAL FUNDS
JUNE 30, 2022

	Special Revenue Funds	Capital Projects Funds	Total
ASSETS			
Due from other funds	$ 35,374	$ 522,372	$ 557,746
TOTAL ASSETS	$ 35,374	$ 522,372	$ 557,746
LIABILITIES			
Due to other funds	$ -	$ -	$ -
TOTAL LIABILITIES	-	-	-
FUND BALANCES			
Nonspendable	-	-	-
Restricted	-	-	-
Committed	35,374	522,372	557,746
Assigned	-	-	-
Unassigned	-	-	-
TOTAL FUND BALANCES	35,374	522,372	557,746
TOTAL LIABILITIES AND FUND BALANCES	$ 35,374	$ 522,372	$ 557,746

See accompanying independent auditor’s report and notes to financial statements.

COUNTY OF AROOSTOOK, MAINE - UNORGANIZED TERRITORIES

COMBINING SCHEDULE OF REVENUES, EXPENDITURES AND CHANGES IN FUND BALANCES
NONMAJOR GOVERNMENTAL FUNDS
FOR THE YEAR ENDED JUNE 30, 2022

	Special Revenue Funds	Capital Projects Funds	Total
REVENUES			
Other revenue	$ 41,483	$ 15,463	$ 56,946
TOTAL REVENUES	41,483	15,463	56,946
EXPENDITURES			
Other expenditures	56,375	256,823	313,198
TOTAL EXPENDITURES	56,375	256,823	313,198
EXCESS OF REVENUES OVER (UNDER) EXPENDITURES	(14,892)	(241,360)	(256,252)
OTHER FINANCING SOURCES			
Transfers in	-	156,750	156,750
Transfers (out)	-	-	-
TOTAL OTHER FINANCING SOURCES	-	156,750	156,750
NET CHANGE IN FUND BALANCES	(14,892)	(84,610)	(99,502)
FUND BALANCES - JULY 1	50,266	606,982	657,248
FUND BALANCES - JUNE 30	$ 35,374	$ 522,372	$ 557,746

See accompanying independent auditor’s report and notes to financial statements.

Special Revenue Funds

Special revenue funds are established to account for the proceeds of specific revenue sources (other than fiduciary trusts or for major capital projects) that are legally restricted to expenditures for specific purposes.

SCHEDULE D

COUNTY OF AROOSTOOK, MAINE - UNORGANIZED TERRITORIES

COMBINING BALANCE SHEET - NONMAJOR SPECIAL REVENUE FUNDS
JUNE 30, 2022

	Municipal Snowmobile Grant	ME DEP Small Community Grant	ME DEP Grant Programs	Total
ASSETS				
Due from other funds	$ 14,502	$ 20,872	$ -	$ 35,374
TOTAL ASSETS	$ 14,502	$ 20,872	$ -	$ 35,374
LIABILITIES				
Due to other funds	$ -	$ -	$ -	$ -
TOTAL LIABILITIES	-	-	-	-
FUND BALANCES				
Nonspendable	-	-	-	-
Restricted	-	-	-	-
Committed	14,502	20,872	-	35,374
Assigned	-	-	-	-
Unassigned	-	-	-	-
TOTAL FUND BALANCES	14,502	20,872	-	35,374
TOTAL LIABILITIES AND FUND BALANCES	$ 14,502	$ 20,872	$ -	$ 35,374

See accompanying independent auditor’s report and notes to financial statements.

COUNTY OF AROOSTOOK, MAINE - UNORGANIZED TERRITORIES

COMBINING SCHEDULE OF REVENUES, EXPENDITURES AND CHANGES IN FUND BALANCES
NONMAJOR SPECIAL REVENUE FUNDS
FOR THE YEAR ENDED JUNE 30, 2022

	Municipal Snowmobile Grant	ME DEP Small Community Grant	ME DEP Grant Programs	Total
REVENUES				
Other revenue	$ 37,625	$ -	$ 3,858	$ 41,483
TOTAL REVENUES	37,625	-	3,858	41,483
EXPENDITURES				
Other expenditures	54,258	-	2,117	56,375
TOTAL EXPENDITURES	54,258	-	2,117	56,375
NET CHANGE IN FUND BALANCES (DEFICIT)	(16,633)	-	1,741	(14,892)
FUND BALANCES (DEFICIT) - JULY 1	31,135	20,872	(1,741)	50,266
FUND BALANCES (DEFICIT) - JUNE 30	$ 14,502	$ 20,872	$ -	$ 35,374

See accompanying independent auditor’s report and notes to financial statements.

Capital Projects Funds

Capital projects funds are established to account for financial resources to be used for the acquisition or construction of major capital facilities, other than those financed by proprietary or trust funds. The projects also include significant purchases of vehicles and equipment, as well as the servicing of leases and bonds associated with those purchases.

SCHEDULE F

COUNTY OF AROOSTOOK, MAINE - UNORGANIZED TERRITORIES

COMBINING BALANCE SHEET - NONMAJOR CAPITAL PROJECTS FUNDS
JUNE 30, 2022

	Pavement Resurface	Dry Hydrant	E911 Program	Cemetery Improvement	Cross Lake Fire Bldg
ASSETS					
Due from other funds	$ 172,580	$ 6,077	$ 7,399	$ 4,570	$ 3,474
TOTAL ASSETS	$ 172,580	$ 6,077	$ 7,399	$ 4,570	$ 3,474
LIABILITIES					
Due to other funds	$ -	$ -	$ -	$ -	$ -
TOTAL LIABILITIES	-	-	-	-	-
FUND BALANCES					
Nonspendable	-	-	-	-	-
Restricted	-	-	-	-	-
Committed	172,580	6,077	7,399	4,570	3,474
Assigned	-	-	-	-	-
Unassigned	-	-	-	-	-
TOTAL FUND BALANCES	172,580	6,077	7,399	4,570	3,474
TOTAL LIABILITIES AND FUND BALANCES	$ 172,580	$ 6,077	$ 7,399	$ 4,570	$ 3,474

COUNTY OF AROOSTOOK, MAINE - UNORGANIZED TERRITORIES

COMBINING BALANCE SHEET - NONMAJOR CAPITAL PROJECTS FUNDS
JUNE 30, 2022

	T17R4 Transfer Station	Sinclair Fire Bldg	DEDC Administration	Public Works Vehicle	Connor Recreation	North Lake Apparatus
ASSETS						
Due from other funds	$ 2,802	$ 28,210	$ 2,432	$ 32,985	$ 8,120	$ 37,808
TOTAL ASSETS	$ 2,802	$ 28,210	$ 2,432	$ 32,985	$ 8,120	$ 37,808
LIABILITIES						
Due to other funds	$ -	$ -	$ -	$ -	$ -	$ -
TOTAL LIABILITIES	-	-	-	-	-	-
FUND BALANCES						
Nonspendable	-	-	-	-	-	-
Restricted	-	-	-	-	-	-
Committed	2,802	28,210	2,432	32,985	8,120	37,808
Assigned	-	-	-	-	-	-
Unassigned	-	-	-	-	-	-
TOTAL FUND BALANCES	2,802	28,210	2,432	32,985	8,120	37,808
TOTAL LIABILITIES AND FUND BALANCES	$ 2,802	$ 28,210	$ 2,432	$ 32,985	$ 8,120	$ 37,808

COUNTY OF AROOSTOOK, MAINE - UNORGANIZED TERRITORIES

COMBINING BALANCE SHEET - NONMAJOR CAPITAL PROJECTS FUNDS
JUNE 30, 2022

	Computer Capital	North Lake Fire Equipment	Community Signs	North Lakes Admin Vehicle	Sinclair Community Bldg	Grant Match Capital	Emergency Response Equip
ASSETS							
Due from other funds	$ 1,937	$ 21,704	$ 2,382	$ 42,457	$ 7,026	$ 4,715	$ 55,000
TOTAL ASSETS	$ 1,937	$ 21,704	$ 2,382	$ 42,457	$ 7,026	$ 4,715	$ 55,000
LIABILITIES							
Due to other funds	$ -	$ -	$ -	$ -	$ -	$ -	$ -
TOTAL LIABILITIES	-	-	-	-	-	-	-
FUND BALANCES							
Nonspendable	-	-	-	-	-	-	-
Restricted	-	-	-	-	-	-	-
Committed	1,937	21,704	2,382	42,457	7,026	4,715	55,000
Assigned	-	-	-	-	-	-	-
Unassigned	-	-	-	-	-	-	-
TOTAL FUND BALANCES	1,937	21,704	2,382	42,457	7,026	4,715	55,000
TOTAL LIABILITIES AND FUND BALANCES	$ 1,937	$ 21,704	$ 2,382	$ 42,457	$ 7,026	$ 4,715	$ 55,000

COUNTY OF AROOSTOOK, MAINE - UNORGANIZED TERRITORIES

COMBINING BALANCE SHEET - NONMAJOR CAPITAL PROJECTS FUNDS
JUNE 30, 2022

	Madawaska Lake Bldg	Veterans Fund Memorial	Contingency Reserve	Deputy Patrol Vehicle	Succession Planning	UT GIS Mapping	Total
ASSETS							
Due from other funds	$ 19,399	$ 4,755	$ 24,000	$ 201	$ 19,152	$ 13,187	$ 522,372
TOTAL ASSETS	$ 19,399	$ 4,755	$ 24,000	$ 201	$ 19,152	$ 13,187	$ 522,372
LIABILITIES							
Due to other funds	$ -	$ -	$ -	$ -	$ -	$ -	$ -
TOTAL LIABILITIES	-	-	-	-	-	-	-
FUND BALANCES							
Nonspendable	-	-	-	-	-	-	-
Restricted	-	-	-	-	-	-	-
Committed	19,399	4,755	24,000	201	19,152	13,187	522,372
Assigned	-	-	-	-	-	-	-
Unassigned	-	-	-	-	-	-	-
TOTAL FUND BALANCES	19,399	4,755	24,000	201	19,152	13,187	522,372
TOTAL LIABILITIES AND FUND BALANCES	$ 19,399	$ 4,755	$ 24,000	$ 201	$ 19,152	$ 13,187	$ 522,372

See accompanying independent auditor’s report and notes to financial statements.

COUNTY OF AROOSTOOK, MAINE - UNORGANIZED TERRITORIES

COMBINING SCHEDULE OF REVENUES, EXPENDITURES AND CHANGES IN FUND BALANCES
NONMAJOR CAPITAL PROJECTS FUNDS
FOR THE YEAR ENDED JUNE 30, 2022

	Pavement Resurface	Dry Hydrant	E911 Program	Cemetery Improvement	Cross Lake Fire Bldg
REVENUES					
Other revenue	$ -	$ -	$ -	$ -	$ -
TOTAL REVENUES	-	-	-	-	-
EXPENDITURES					
Other expenditures	207,026	-	-	-	8,426
TOTAL EXPENDITURES	207,026	-	-	-	8,426
EXCESS OF REVENUES OVER (UNDER) EXPENDITURES	(207,026)	-	-	-	(8,426)
OTHER FINANCING SOURCES					
Transfers in	31,500	1,000	500	1,000	10,000
Transfers (out)	-	-	-	-	-
TOTAL OTHER FINANCING SOURCES	31,500	1,000	500	1,000	10,000
NET CHANGE IN FUND BALANCES	(175,526)	1,000	500	1,000	1,574
FUND BALANCES - JULY 1	348,106	5,077	6,899	3,570	1,900
FUND BALANCES - JUNE 30	$ 172,580	$ 6,077	$ 7,399	$ 4,570	$ 3,474

COUNTY OF AROOSTOOK, MAINE - UNORGANIZED TERRITORIES

COMBINING SCHEDULE OF REVENUES, EXPENDITURES AND CHANGES IN FUND BALANCES
NONMAJOR CAPITAL PROJECTS FUNDS
FOR THE YEAR ENDED JUNE 30, 2022

	T17R4 Transfer Station	Sinclair Fire Bldg	DEDC Administration	Public Works Vehicle	Connor Recreation	North Lake Apparatus
REVENUES						
Other revenue	$ -	$ -	$ -	$ -	$ 2,789	$ 10,674
TOTAL REVENUES	-	-	-	-	2,789	10,674
EXPENDITURES						
Other expenditures	-	2,543	92	399	-	8,325
TOTAL EXPENDITURES	-	2,543	92	399	-	8,325
EXCESS OF REVENUES OVER (UNDER) EXPENDITURES	-	(2,543)	(92)	(399)	2,789	2,349
OTHER FINANCING SOURCES						
Transfers in	500	26,000	250	7,500	500	25,000
Transfers (out)	-	-	-	-	-	-
TOTAL OTHER FINANCING SOURCES	500	26,000	250	7,500	500	25,000
NET CHANGE IN FUND BALANCES	500	23,457	158	7,101	3,289	27,349
FUND BALANCES - JULY 1	2,302	4,753	2,274	25,884	4,831	10,459
FUND BALANCES - JUNE 30	$ 2,802	$ 28,210	$ 2,432	$ 32,985	$ 8,120	$ 37,808

COUNTY OF AROOSTOOK, MAINE - UNORGANIZED TERRITORIES

COMBINING SCHEDULE OF REVENUES, EXPENDITURES AND CHANGES IN FUND BALANCES
NONMAJOR CAPITAL PROJECTS FUNDS
FOR THE YEAR ENDED JUNE 30, 2022

	Computer Capital	North Lake Fire Equipment	Community Signs	North Lakes Admin Vehicle	Sinclair Community Bldg	Grant Match Capital	Emergency Response Equip
REVENUES							
Other revenue	$ -	$ 2,000	$ -	$ -	$ -	$ -	$ -
TOTAL REVENUES	-	2,000	-	-	-	-	-
EXPENDITURES							
Other expenditures	104	23,956	1,968	-	2,984	-	-
TOTAL EXPENDITURES	104	23,956	1,968	-	2,984	-	-
EXCESS OF REVENUES OVER (UNDER) EXPENDITURES	(104)	(21,956)	(1,968)	-	(2,984)	-	-
OTHER FINANCING SOURCES							
Transfers in	500	14,000	1,000	8,000	2,000	-	-
Transfers (out)	-	-	-	-	-	-	-
TOTAL OTHER FINANCING SOURCES	500	14,000	1,000	8,000	2,000	-	-
NET CHANGE IN FUND BALANCES	396	(7,956)	(968)	8,000	(984)	-	-
FUND BALANCES - JULY 1	1,541	29,660	3,350	34,457	8,010	4,715	55,000
FUND BALANCES - JUNE 30	$ 1,937	$ 21,704	$ 2,382	$ 42,457	$ 7,026	$ 4,715	$ 55,000

COUNTY OF AROOSTOOK, MAINE - UNORGANIZED TERRITORIES

COMBINING SCHEDULE OF REVENUES, EXPENDITURES AND CHANGES IN FUND BALANCES
NONMAJOR CAPITAL PROJECTS FUNDS
FOR THE YEAR ENDED JUNE 30, 2022

	Madawaska Lake Bldg	Veterans Fund Memorial	Contingency Reserve	Deputy Patrol Vehicle	Succession Planning	UT GIS Mapping	Total
REVENUES							
Other revenue	$ -	$ -	$ -	$ -	$ -	$ -	$ 15,463
TOTAL REVENUES	-	-	-	-	-	-	15,463
EXPENDITURES							
Other expenditures	-	-	1,000	-	-	-	256,823
TOTAL EXPENDITURES	-	-	1,000	-	-	-	256,823
EXCESS OF REVENUES OVER (UNDER) EXPENDITURES	-	-	(1,000)	-	-	-	(241,360)
OTHER FINANCING SOURCES							
Transfers in	10,000	-	-	-	10,000	7,500	156,750
Transfers (out)	-	-	-	-	-	-	-
TOTAL OTHER FINANCING SOURCES	10,000	-	-	-	10,000	7,500	156,750
NET CHANGE IN FUND BALANCES	10,000	-	(1,000)	-	10,000	7,500	(84,610)
FUND BALANCES - JULY 1	9,399	4,755	25,000	201	9,152	5,687	606,982
FUND BALANCES - JUNE 30	$ 19,399	$ 4,755	$ 24,000	$ 201	$ 19,152	$ 13,187	$ 522,372

See accompanying independent auditor’s report and notes to financial statements.

INDEPENDENT AUDITOR'S REPORT ON INTERNAL CONTROL OVER FINANCIAL REPORTING AND ON COMPLIANCE AND OTHER MATTERS BASED ON AN AUDIT OF FINANCIAL STATEMENTS PERFORMED IN ACCORDANCE WITH *GOVERNMENT AUDITING STANDARDS*

County of Commissioners
County of Aroostook, Maine - Unorganized Territories
Caribou, Maine

We have audited, in accordance with the auditing standards generally accepted in the United States of America and the standards applicable to financial audits contained in *Government Auditing Standards* issued by the Comptroller General of the United States, the financial statements of each major fund and the aggregate remaining fund information of the County of Aroostook, Maine - Unorganized Territories as of and for the year ended June 30, 2022 and the related notes to the financial statements, which collectively comprise the County of Aroostook, Maine - Unorganized Territories basic financial statements and have issued our report thereon dated June 15, 2026.

Report on Internal Control Over Financial Reporting

In planning and performing our audit of the financial statements, we considered the County of Aroostook, Maine - Unorganized Territories' internal control over financial reporting (internal control) as a basis for designing the audit procedures that are appropriate in the circumstances for the purpose of expressing our opinions on the financial statements, but not for the purpose of expressing an opinion on the effectiveness of the County of Aroostook, Maine - Unorganized Territories. Accordingly, we do not express an opinion on the effectiveness of the County of Aroostook, Maine - Unorganized Territories, internal control.

A *deficiency in internal control* exists when the design or operation of a control does not allow management or employees, in the normal course of performing their assigned functions, to prevent or detect and correct, misstatements on a timely basis. A *material weakness* is a deficiency or a combination of deficiencies, in internal control, such that there is a reasonable possibility that a material misstatement of the organization's financial statements will not be prevented or detected and corrected on a timely basis. A *significant deficiency* is a deficiency or a combination of deficiencies, in internal control that is less severe than a material weakness, yet important enough to merit attention by those charged with governance.

3 Old Orchard Road, Buxton, Maine 04093
Tel: (800) 300-7708 (207) 929-4606 Fax: (207) 929-4609
www.rhrsmith.com

Our consideration of internal control was for the limited purpose described in the first paragraph of this section and was not designed to identify all deficiencies in internal control that might be material weaknesses or significant deficiencies. Given these limitations, during our audit we did not identify any deficiencies in internal control that we consider to be material weaknesses. However, material weaknesses or significant deficiencies may exist that have not been identified.

Report on Compliance and Other Matters

As part of obtaining reasonable assurance about whether the County of Aroostook, Maine - Unorganized Territories' financial statements are free from material misstatement, we performed tests of its compliance with certain provisions of laws, regulations, contracts and grant agreements, noncompliance with which could have a direct and material effect on the financial statements. However, providing an opinion on compliance with those provisions was not an objective of our audit and accordingly, we do not express such an opinion. The results of our tests disclosed no instances of noncompliance or other matters that are required to be reported under *Government Auditing Standards*.

Additionally, as part of obtaining reasonable assurance about whether the County of Aroostook, Maine - Unorganized Territories' financial statements are free of material misstatement, we considered the County of Aroostook, Maine - Unorganized Territories' internal controls. We did this for the purpose of determining our auditing procedures but not for the purpose of expressing an opinion on the effectiveness of the County of Aroostook, Maine - Unorganized Territories' internal control over financial reporting or compliance. We provided a separate letter reporting the results of our consideration of internal control to the management of the County of Aroostook, Maine - Unorganized Territories dated June 15, 2026.

Purpose of this Report

The purpose of this report is solely to describe the scope of our testing of internal control and compliance and the results of that testing and not to provide an opinion on the effectiveness of the organization's internal control or on compliance. This report is an integral part of an audit performed in accordance with *Government Auditing Standards* in considering the organization's internal control and compliance. Accordingly, this communication is not suitable for any other purpose.

RHR Smith & Company

Buxton, Maine
June 15, 2026