


ANNUAL REPORT

OF THE

MUNICIPAL OFFICERS

OF THE TOWN OF

ISLE AU HAUT, MAINE




2019

Also included:
Annual Town Meeting Warrant



Art credits: Abigail Schrader Hiltz

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List of Town Officers 2019

Selectboard	First Second Third	Peggi Stevens Daniel MacDonald Abigail Schrader Hiltz
Clerk Registrar		Roz Santospago Roz Santospago (2021)
Treasurer		Karen Teague
Tax Collector		Lisa Turner
Assessors	Chair	Abigail Hiltz Christine Hill Dane Stevens
Fire Chief		Luther Smith
Road Commissioner		William Stevens
School Board	Chair	Karen Teague (2021) Susan Chamberlain (2021) resigned and position eliminated Sharen Wilson (2020) Alison Richardson (2022) Roz Santospago (2022)
Planning Board	Chair	Tucker Runge (2020) Daniel MacDonald (2020) Christine Hill (2022) Wendell Chamberlain (2021) Michael Delchamp (2021)
	Alternate Alternate	Jeffery Burke (2020) Rob DeWitt, Jr. (2022)
Planning Board of Appeals		Judi Burke (2022) Kendra Chubbuck (2020) Brenda Clark (2020) Gregory Runge (2020) Lisa Turner (2021) Crystal Gareau (2021)
Lighthouse Committee		Wendell Chamberlain (2022) Martha Greenlaw (2022) Lisa Turner (2020) resigned (Michael Fedosh appointed) Alison Richardson (2020)

TOWN OF ISLE AU HAUT

Alternate	Bernadine Barter (2021)
Alternate	Marshall Chapman (2021)
	Kathie Fivemashe (2021)
Colwell Ramp Committee	Daniel MacDonald (Selectboard) (yearly)
	Linda Greenlaw Wessel (2021)
	William Stevens (2020)
Maine Island Coalition	Kendra Chubbuck (2020)
Alternate	Rudi Graf (2019)
Harbormaster	Tucker Runge (2020)
Local Plumbing Inspection	Roger Stone (2020)
Code Enforcement Officer	Matthew Skolnikoff (2020)
Emergency Management Director	Alison Richardson (2020)
911 Addressing Officer	Abigail Hiltz (2020)
Library Committee	Judi Burke (2021)
	Brenda Clark (2021)
	Julia Finney (2020)
	Meg Gailey (2022)
	Christine Hill (2022)
	Ellie Kastanopolous (2020)
	Chris Ross (2021)
	Holly Scott (2022)
	Sharen Wilson (2020)
Committee for Broadband	Stew Foelix (2021)
	Sue Foelix (2021)
	Charlie Hopkins (2021)
	Donna Hopkins (2021)
Animal Control Officer	Selectboard
Overseers of the Poor	Selectboard
Sealer of Weights and Measures	Selectboard
Surveyors of Wood and Lumber	Selectboard

TOWN OF ISLE AU HAUT



STATE OF MAINE
OFFICE OF THE GOVERNOR
1 STATE HOUSE STATION
AUGUSTA, MAINE
04333-0001

Dear Friends:

It was the highest honor of my life to take the oath of office to become Maine's 75th governor. Over the next three years, I will continue to do everything in my power to make Maine the safe, beautiful, prosperous state we all want for our children and grandchildren.

During my first year in office, I directed the implementation of the voter-approved Medicaid expansion, allowing over 40,000 Maine people to gain health care coverage. We added state-guaranteed protections for people with pre-existing conditions, passed a prescription drug reform package, and restored the Maine Drugs for the Elderly and Disabled program, covering an additional 1,800 seniors. And we continue to work on strategies to bring down the cost of health care for small businesses and others. I also signed an Executive Order directing my Administration to develop effective opioid prevention efforts in schools, make Narcan more available, increase medication assisted treatment, train recovery coaches, and expand drug courts.

Protecting Maine's environment and tackling climate change are key priorities of my Administration. I am committed to increasing Maine's Renewable Portfolio Standard to 80 percent by 2030; improving our modes of transportation; weatherizing homes and businesses; and reaching 100 percent renewable energy by 2050. By embracing the green technology of the future, we will reduce the impacts of climate change, create good-paying jobs, preserve clean air and water, and protect our state's farming, fishing, and forestry industries.

The biennial budget provided more revenue sharing, more homestead reimbursements, and more disaster assistance for towns – which all together will result in relief for property taxpayers. It invested \$115 million in education and school renovations, and we are working toward Pre-K for every 4-year-old, increasing post-high school options that result in a valued credential, and making sure that every able adult is working. Further, I, along with government agencies, small business owners, entrepreneurs, economists, and hard-working Mainers, developed a statewide economic development plan, the first in nearly 25 years. We will diversify our economy, empower innovators, and attract young, talented people to live, work, and raise their families here in Maine.

It is time for new, dynamic ideas that will change Maine for the better. I welcome your ideas. We are all in this together. We all want Maine to have a beautiful environment, healthy people, and prosperous communities

Thank you,

A handwritten signature in black ink, appearing to read 'Janet T. Mills'.

Janet T. Mills
Governor

PHONE: (207) 287-3531 (Voice)

888-577-6690 (TTY)

FAX: (207) 287-1034

www.maine.gov

TOWN OF ISLE AU HAUT

ANGUS S. KING, JR.
MAINE

133 HART SENATE OFFICE BUILDING
(202) 224-6344
Website: <http://www.King.Senate.gov>

United States Senate

WASHINGTON, DC 20510

January 1, 2020

COMMITTEES:
ARMED SERVICES
BUDGET
ENERGY AND
NATURAL RESOURCES
INTELLIGENCE
RULES AND ADMINISTRATION

Dear friends,

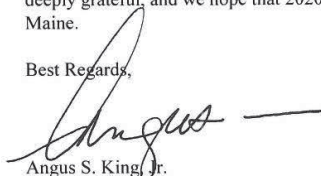
The beginning of a new year provides the opportunity to reflect on the progress of the past 12 months. If you've been watching cable TV, you might think that every waking moment of 2019 in Washington has been consumed by divisive, partisan issues – and while there's no shortage of those debates, there have also been opportunities for bipartisan cooperation. You sent me to the Senate to make the most of those opportunities, so as we enter into the New Year, I wanted to take a moment to update you on my efforts to work with members of both parties to make life better for the people of Maine.

One of my most important priorities this past year has been emphasizing preventive healthcare. Maine's distinction as the oldest state in the nation brings us wisdom, of course – but it also creates unique challenges, particularly relating to healthcare. The key to addressing these obstacles is being proactive, because the cheapest, safest medical procedure is the one that doesn't need to happen. That's why I've introduced legislation to incentivize healthier living, expand mental health screenings, and help more Americans access regular check-ups. We're making progress, but we've got a long way to go – and I'd like your help, because I know that the best ideas are the ones that come from families and communities on the front lines of these challenges. To strengthen this effort, I convened a policy forum on prevention in Bangor in October, which has already given me exciting new ideas that I'll carry with me into 2020. If you have additional thoughts on encouraging preventive healthcare, please share them with my office.

This year has also continued the growth of Maine's forest products industry – a key focus of my work to revitalize Maine's rural economy and communities. We've seen significant investment in mills across the state, creating good jobs to support rural Maine. I'm also pleased that the investments aren't just in our mills – the industry is thriving because of its commitment to innovation. We're fortunate to have the University of Maine's top-notch researchers exploring cutting-edge ways to use our forest resources, including capitalizing on the rise of 3D printing technology with the world's largest 3D printer. Combining this work with ongoing federal support, our vast forests, and Maine's dedicated workforce, I know that the future of this industry is bright, and I'll continue working to support it on all fronts.

I'm proud of all we've accomplished together this year, but even as I reflect on all that we've achieved, it is challenging to not think of the work left undone. It sometimes can be discouraging to watch these important priorities hang in limbo, but fortunately for me, encouragement is never far. After all, I get to live in Maine – which means I get to count Maine people as my neighbors and friends. I'm always struck by the kindness that our citizens show not only to me, but also to each other. This focus on collaboration and compassion is an inspiration, and it powers my efforts bring a little bit of Maine common sense to Washington. Thank you for all you do to for our state – Mary and I are deeply grateful, and we hope that 2020 will be a good year for you, your family, your community, and the State of Maine.

Best Regards,



Angus S. King Jr.
United States Senator

AUGUSTA
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Augusta, ME 04330
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BANGOR
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TOWN OF ISLE AU HAUT

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United States Senate
WASHINGTON, DC 20510-1904

COMMITTEES:
SPECIAL COMMITTEE
ON AGING,
CHAIRMAN
APPROPRIATIONS
HEALTH, EDUCATIONAL,
LABOR, AND PENSIONS
SELECT COMMITTEE
ON INTELLIGENCE

Dear Friends,

As 2019 ends and 2020 begins, I am pleased to report that Congress made progress on a number of issues important to Maine families despite the polarization in our country.

In a major win for surviving military and retiree spouses to whom we are deeply indebted, I was proud to co-lead the repeal of what is often referred to as the “Military Widow’s Tax,” an unfair offset of survivor benefits that has prevented as many as 67,000 surviving spouses—including more than 260 from Maine—from receiving the full benefits they deserve.

The high cost of health care and prescription drugs continues to be a top issue for families and seniors. To provide continued relief for more lower- and middle-income individuals, I led the charge to extend for another two years the medical expense tax deduction that I included in the 2017 tax law. Without this extension, nearly 20,000 Mainers and millions of Americans with high medical expenses, including many with preexisting conditions, would have faced an increased tax burden. In other good news, the CREATES Act I cosponsored became law. It will prevent pharmaceutical companies from blocking access to a sufficient supply of brand-name drugs needed for the studies that allow less expensive alternatives to enter the marketplace.

Improving people’s health and wellbeing remains my priority. On a per capita basis, Maine has the highest incidence of Lyme disease in the country. In August, I held a Senate hearing at the University of Maine’s Tick Lab on this growing public health crisis. A comprehensive public health strategy to combat this epidemic is needed, and the new law I authored will do just that.

In addition, I helped champion another \$2.6 billion increase for the National Institutes of Health, our nation’s premiere biomedical research institution, including significant boosts for Alzheimer’s disease and diabetes research. Last year, NIH funded more than \$111 million for research at 14 Maine institutions.

To help prepare the graduates of Maine Maritime Academy, I secured \$300 million for a new training ship, which will ensure rigorous instruction for MMA students for decades to come.

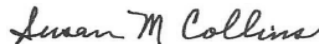
Significant federal funding was approved for work at Bath Iron Works and Portsmouth Naval Shipyard. Funding appropriated by Congress will pay for three new destroyers, make a down payment on an additional ship, and finance infrastructure improvements at PNSY.

As Chairman of the Transportation and Housing Appropriations Subcommittee, I have led efforts to improve our nation’s crumbling infrastructure and ensure that Maine’s housing needs are addressed. For Maine’s roads, bridges, airports, and seaports, tens of millions in federal funding will help make urgently needed upgrades and improve safety. Funding will also support housing assistance to low-income families and seniors and aid communities in reducing homelessness among our youth. The Community Development Block Grant program will assist numerous towns and cities in our State.

The Aging Committee I chair has continued its focus on financial security for our seniors. A new law I authored will make it easier for small businesses to offer retirement plans to their employees. Our Aging Committee’s Fraud Hotline fielded more than 1,200 calls this year. Congress passed a new law to crack down on robocallers who are often the perpetrators of these scams. And a new law I authored will expand the IRS’ Identity Protection PIN program nationwide to prevent identity theft tax refund fraud.

At the end of 2019, I cast my 7,262nd consecutive vote. In the New Year, I will keep working to deliver bipartisan solutions to the challenges facing Maine and the nation. If ever I can be of assistance to you, please contact one of my state offices or visit my website at www.collins.senate.gov. May 2020 be a good year for you, your family, your community, and our state.

Sincerely,



Susan M. Collins
United States Senator

TOWN OF ISLE AU HAUT

2162 RAYBURN HOUSE OFFICE BUILDING
WASHINGTON, DC 20515

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FAX: 202-225-5590

WWW.PINGREE.HOUSE.GOV



CHELLIE PINGREE
CONGRESS OF THE UNITED STATES
1ST DISTRICT, MAINE

COMMITTEE ON APPROPRIATIONS
SUBCOMMITTEES:

AGRICULTURE, RURAL DEVELOPMENT, AND
RELATED AGENCIES

INTERIOR, ENVIRONMENT, AND
RELATED AGENCIES

MILITARY CONSTRUCTION, VETERANS AFFAIRS,
AND RELATED AGENCIES

HOUSE AGRICULTURE COMMITTEE
SUBCOMMITTEES:

BIOTECHNOLOGY, HORTICULTURE, AND
RESEARCH

CONSERVATION AND FORESTRY

Dear Friends,

I hope this letter finds you well. It's a privilege to represent you and your family and I am thankful for the opportunity to update you on my work in Washington and Maine.

In 2019, I was honored to work with my colleagues to pass hundreds of bills that address everything from fighting climate change to raising the minimum wage. And while Congress has become an increasingly partisan place, I was proud to continue my habit of reaching across the aisle, introducing a number of bipartisan bills and cosponsoring even more.

On the House Appropriations Committee, I worked to support programs important to Maine, such as rural broadband investment, Head Start, PFAS clean up, and shipbuilding at Bath Iron Works. Further, I firmly believe we need to make substantial investments in all aspects of our infrastructure, from safe drinking water and modernized schools, to upgraded highways, transit, and rail. From my seat on the Appropriations Committee I advocated for increased funding for the BUILD grants program which funds investments in transportation infrastructure by states, local governments, and transit agencies. I also pushed for increased funding for the Community Development Block Grant program, our national park system, local and organic agriculture, election security, and the Land and Water Conservation Fund.

Since my time in the Maine State Senate, lowering the cost of prescription drugs has been one of my top priorities. This year I introduced two bills that would help Americans afford their prescription medications. I also voted for a bill that would allow the Centers for Medicare and Medicaid Services to directly negotiate prices for certain drugs. I look forward to continuing this important work in 2020 so Americans are no longer faced with the choice of picking up prescriptions they desperately need or putting food on the table.

I am sure this coming year holds many challenges and opportunities for our country, and I promise that the interests and principles of Mainers will continue to guide my work. If there is anything my offices in Washington or Maine can do to be of assistance – whether you, your town, or your organization is applying for a grant; you're facing an issue with a federal agency; or if you'd just like to share a thought or opinion – please do not hesitate to reach out.

Best wishes,

Chellie Pingree
Member of Congress

2 PORTLAND FISH PIER, SUITE 304
PORTLAND, ME 04101
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FAX: 207-871-0720



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WATERVILLE, ME 04902
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FAX: 207-873-5717



Genevieve McDonald
129 North Main Street
Stonington, ME 04681
Phone: (207) 266-5113
Genevieve.McDonald@legislature.
maine.gov

HOUSE OF REPRESENTATIVES

2 STATE HOUSE STATION
AUGUSTA, MAINE 04333-0002
(207) 287-1400
TTY: (207) 287-4469

Dear Isle au Haut Residents,

It continues to be an honor to serve you in the Maine House of Representatives. I have been working hard on your behalf to provide responsive constituent services, be your advocate in Augusta and pass legislation that improves life in our district and in our state.

As of this writing, the 129th Legislature has just begun its second regular session, and we expect to have adjourned around mid-April. During that period, we will consider more than 650 bills, from smaller quick fixes and complex legislation we're still working on from 2019 to measures in response to new issues that have come up since the summer.

Our broad goals this year include further increasing access to health care, reducing the cost of insulin, funding schools and local governments, massively upgrading Maine's career and technical education system, further reducing drug addiction and overdose deaths, making sure Maine invests in research and development and land conservation, strengthening workers' rights and more. There is never a shortage of work when it comes to making Maine the best state it can be, and I'm glad to be in the thick of it.

This year I'll continue serving on the Marine Resources Committee as we build on our achievements from last year, further strengthen our fisheries and make sure that future generations can continue to earn a living from Maine's coastal waters.

Whether we are dealing with the above issues or any other topic, I will continue to work with all of my colleagues, regardless of party affiliation, to make sure we're doing the best work we can for the people of our district and all the people of Maine.

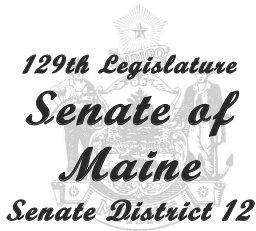
Please contact me if I can be of any help or if you want to discuss or testify on any legislation. My email is Genevieve.McDonald@legislature.maine.gov. My phone number is 207-266-5113. I also send out e-newsletters from time to time. Let me know if you would like to receive them.

Respectfully,

A handwritten signature in black ink that reads 'Genevieve McDonald'.

Genevieve McDonald
State Representative

District 134 Cranberry Isles, Deer Isle, Frenchboro, Isle au Haut, North Haven, Southwest Harbor, Stonington, Swans Island, Tremont and Vinalhaven, plus the unorganized territory of Marshall Island Township



Senator David Miramant
3 State House Station
Augusta, ME 04333-0003
(207) 236-4845
David.Miramant@legislature.maine.gov

Dear Friends and Residents of Isle au Haut,

I serve in the Maine Senate to work for change that will improve the lives of folks across our state. This year, Democrats and Republicans in the Senate sat beside each other instead of being divided by a partisan aisle. We worked together to pass significant legislation that will benefit Maine people.

We passed a bipartisan budget that provides \$130 million in property tax relief without raising taxes. That includes a new program that will provide a check for at least \$100 to every household that qualified for the Homestead Exemption by April 1, 2019.

We passed a number of new laws to promote solar energy generation. These laws promote local solar projects, such as those at school districts and town offices; expand Maine's renewable energy portfolio; and set a goal of installing 100,000 heat pumps by 2025.

We also worked to make health care more affordable and more accessible. We passed laws to require insurance companies to cover hearing aids, protect coverage for those with preexisting conditions and lower prescription drug costs.

I'm proud of everything we accomplished, but there's more work to be done. This year, I will keep working to promote renewable energy, lower property taxes and continue expanding access to health care. While we may not always agree, I approach every decision by listening to all sides, studying the issue closely and ultimately deciding what I believe is in the best interests of the folks I represent and all Maine people.

If you have any questions or concerns, I'm always available by phone at (207) 287-1515 or by email at David.Miramant@legislature.maine.gov. I also encourage you to sign up to receive my regular legislative updates. Go to www.mainesenate.org to join my mailing list. I look forward to continuing to work with you this year!

Sincerely,

A handwritten signature in black ink, appearing to read "David Miramant", with a long horizontal flourish extending to the right.

Dave Miramant
State Senator

Assessor's Report 2019

Local Taxable Real Estate Valuation	\$79,227,956
Local Taxable Personal Property Value	27,450
Total Taxable Valuation	79,255,406
Total Homestead Exemption Valuation	<u>300,000</u>
Total Valuation Base	\$79,555,406

Appropriations

County Tax	\$85,874
Municipal Appropriations	428,628
School Appropriations	224,343
Overlay	<u>2,260</u>
Total Appropriations	\$741,105

Deductions

State Municipal Revenue Sharing	\$1,284
Homestead Reimbursement	2,745
Tree Growth	3,339
In Lieu of Taxes	8,520
Veterans Exemption	<u>30</u>
Total Deductions	\$15,918

To be raised by local property taxes \$725,187

Mil Rate: .009150

TOWN OF ISLE AU HAUT

NOTICE TO TAXPAYERS

Before making an assessment the Assessors shall give reasonable notice in writing to all persons liable to take action in the municipality to furnish the Assessors true and perfect lists of their estate, not by law exempt from taxation, of which they were possessed on the first day of April of the same year.

The notice to residents may be given by posting notifications in some public place in the municipality or in such ways as the municipality directs. The notice to non-resident owners may be mailed directly to the last known address of the taxpayer.

If any such person after such notice does not furnish a list, he or she is hereby barred of his or her right to make application to the Assessors or County Commissioners for any abatement of his/her/their taxes, unless he/she/they furnished such a list with his/her/their application and satisfies them that he/she/they were unable to furnish at the times appointed.

NOW, MORE IMPORTANTLY:

The Assessors, or any one of them, may require the person furnishing the list to make an oath to it's truth, which any of the Assessors may administer, and any of them may require him/her/them to sign in writing all proper inquiries as to the nature, situation, and value of his/her/their property liable to be taxed in the state and refusal or neglect to answer such inquiries and subscribes to the same, bars an appeal to the County Commissioners, but such list and answers shall NOT be conclusive upon the Assessors.

Respectfully Submitted,

Abigail Hiltz, Chair
Christine Hill
Dane Stevens

Board of Assessors
Town of Isle au Haut, Maine

Selectboard Report 2019

Reflecting back on 2019 seems like a luxury now as we create this report (it is composed in 2020 looking back over the past year.). It was “the year that was-before Covid-19”, and the challenges ahead make it appear even better, however, this is a business report, so we can’t get too nostalgic. 2019 was a very productive year for the Town of Isle au Haut. We set out various goals in our budget and we accomplished most of them. We started off by getting CAI Technologies to digitize our existing tax maps, listing of acreage differences and the GIS data in geodatabase format. We will continue to research related TRIO assessment tools in the future which relates to the GIS data.

The Town Office upgraded its old computer system to three new computers and a new router which runs our TRIO software more efficiently as well as allowing the Assessing and Tax software to be installed at a future time.

Revere Memorial Hall got some long overdue attention. Paint contractors did a wonderful job sealing and painting the trim and other wooden areas. The lighting has been upgraded to all LED lights with new fixtures. We received two grants to help with the upgrade from Efficiency Maine and the Nature Conservancy. After an energy audit, the heat pump project at the town hall began. It is in partnership with the Isle au Haut Electric Power Company. Our Island Fellow, Molly Siegel, has helped keep things on schedule. This project will convert our existing oil heating system to a water storage heat pump system in relation to the solar project going on at the Isle au Haut Electric Power Company. Mestek, Inc. out of Westfield, MA, has donated some of the equipment. Clayton Cole, a solar contractor from off island has advised us. Bill Stevens from on island, did the foam insulation on the basement walls and is designing and assembling the holding/circulating water tank. It’s a work in progress.

The Town Landing received all new LED lighting fixtures which has reduced the power consumption considerably. The corroded steel pole that was at the east side of the landing was replaced with a wooden piling and new upgraded lighting which includes a switch system and motion sensor.

2019/2020

And, with sadness we say goodbye to our longtime friend, William Landers. You will be missed and our heartfelt condolences go to the family.

Respectfully submitted:

Peggi Stevens

Daniel MacDonald

Abigail Hiltz

SELECTBOARD'S REPORT

INTEREST AND LIEN FEES

INCOME:

Tax Collector - Property Tax Interest 2018	\$1,805.36	
Tax Collector - Property Tax Interest 2019	\$600.07	
Tax Collector - Lien Fees	\$59.10	
Camden National Bank - Reconcil. Interest	\$1,013.59	
Total Income	\$3,478.12	

EXPENSES: \$0.00

January 31, 2020 Balance \$3,478.12

STATE MUNICIPAL REVENUE SHARING

2/1/19 Auditor's Adjusted Balance \$6,655.94

INCOME:

State of Maine \$1,907.79

Total Income \$1,907.79

EXPENSE: \$0.00 \$4,748.18

January 31, 2020 Balance \$4,748.15

TREE GROWTH REIMBURSEMENT

2/1/19 Transfer to Undesignated Fund Balance

INCOME:

State of Maine \$3,729.29

Total Income \$3,729.29

EXPENSES: \$0.00 \$3,729.29

January 31, 2020 Balance \$3,729.29

PAYMENT IN LIEU OF TAXES

2/1/19 Auditor's Adjusted Balance \$0.00

Transferred to Undesignated Fund Balance

INCOME:

Maine Coast Heritage Trust \$1,250.00

United States Treasury - ANP payment \$7,431.00

DOI - PILT \$383.00

Total Income \$9,064.00

EXPENSES: \$0.00 \$9,064.00

January 31, 2020 Balance \$9,064.00

PROPERTY TAX RELIEF

Transferred to Undesignated Fund Balance 0

January 31, 2020 Balance 0

PROPERTY TAX REVALUATION

February 1, 2019 Balance Forward \$42,500.00

INCOME: \$0.00

EXPENSES:

CAI Technologies \$3,900.00

IAH Boat Services \$10.00

Peggi Stevens, Reimb. \$12.75

Total Expenses: \$3,922.75

January 31, 2020 Balance \$38,577.25

SUPPLEMENTAL TAXES

Tranferred to Undesignated Fund Balance	0
January 31, 2020 Balance	0

VETERANS TAX BENEFIT

Tranferred to Undesignated Balance	\$0.00
------------------------------------	--------

INCOME:

State of Maine	\$32.00
----------------	---------

Total Income:	\$32.00
---------------	---------

EXPENSES:	\$0.00	\$32.00
-----------	--------	---------

January 31, 2020 Balance		\$32.00
--------------------------	--	---------

HOMESTEAD EXEMPTION

2/1/19 Transfer to Undesignated Fund
Balance

INCOME:

State of Maine	\$2,588.00
----------------	------------

Total Income	\$2,588.00
--------------	------------

EXPENSES:	\$0.00
-----------	--------

January 31, 2020 Balance	\$2,588.00
--------------------------	------------

COUNTY TAX

INCOME:

Assessment Sheet	\$88,166.25	
Total Income	\$88,166.25	\$88,166.25

EXPENSES:

Knox County Treasurer - 2019 tax	\$85,874.25	
Knox County Treasurer - 2019 comm. Fee	\$2,292.00	
Total Expenses	\$88,166.25	\$0.00

January 31, 2020 Balance		\$0.00
--------------------------	--	--------

TOWN OF ISLE AU HAUT

GENERAL GOVERNMENT

2/1/19 Auditor's Adjustment Balance \$13,122.67

INCOME:

Appropriations	\$110,000.00	
Lisa Turner, Tax Collector - Agent Fees Coll.	\$216.00	
MEMIC	\$376.07	
Smith, Currie & Hancock - class act. lawsuit	\$186.00	
Total Income	\$110,778.07	\$123,900.74

EXPENSES: (Regular)

Webmaster-Abigail Hiltz	\$2,799.96	
Abigail Hiltz - reimb.	\$119.98	
Allen Myers - Moderator	\$120.00	
Chris Ross - Ballot Clerk	\$183.75	
Debra Schrader - Consult. Assess.	\$300.00	
Downeast Graphics - Town Report printing	\$2,212.20	
ESmart Payroll Filing & Training	\$133.00	
Foelix, S & S - tax rebate	\$220.24	
Hammond Lumber	\$4.98	
Hanover Insurance-Comm., Prop. & Liability	\$13,117.00	
Harris Computer Supplies upgrade/software	\$3,483.20	
IRS	\$5,856.07	
Isle au Haut Boat Services	\$115.00	
James Wadman, CPA	\$7,587.50	
John DeWitt - Reimb. for web costs	\$515.67	
Kendra Chubbuck - Ballot Clerk	\$183.75	
Lewis, Paul R.- rebate	\$88.93	
Lisa Turner - Agent Fees, Reimb.	\$245.50	
Maine Harbormaster's Association	\$125.00	
Maine Municipal Association - Dues	\$1,544.00	
Maine Revenue Service	\$244.75	
Mark's Printing House	\$950.95	
MEMIC	\$2,654.00	
Merle B. Grindle Agency-Auto Insur./Bonds	\$2,541.00	
Peggi Stevens - Reimbursement	\$539.06	
Postmaster	\$937.00	
Rita MacWilliam - securirty deposit return	\$475.00	
Roz Santospago - Election Registrar	\$318.75	

TOWN OF ISLE AU HAUT

Stevens' Sawmill & Construct.pu files /town reports	\$215.00
Susan MacDonald - Ballot Clerk	\$183.75
TDS Telecom	\$687.97
Tucker Runge - reimb.	\$20.79
Total Regular Expenses	\$48,723.75
Compensations:2019	
Peggi Stevens - Selectboard	\$12,000.00
Dan MacDonald - Selectboard	\$4,000.00
Abigail Hiltz - Selectboard	\$4,000.00
Rozalyn Santospago - Town Clerk	\$4,000.00
Karen Teague - Treasurer	\$8,000.00
Lisa Turner - Tax Collector	\$7,000.00
Abigail Hiltz - Assessor/Chr.	\$1,500.00
Christine Hill - Assessor hours	\$45.00
Total Compensation:	\$40,545.00
Total Expenses and Compensations	\$89,268.75
January 31, 2020 Balance	\$34,631.99

ASSETS

MISCELLANEOUS BUILDINGS

2/1/19 Auditor's Adjusted Balance \$27,886.33

**this includes the total incomes and expenses from the three rental buildings Coomb's Mtn House (CMH), Miss Lizzie (ML), Head Harbor Schoolhouse (HHS)

INCOME:

Appropriation	\$7,000.00	
Coomb's Mtn. House	\$7,200.00	
Miss Lizzie House	\$5,700.00	
Head Harbor Schoolhouse	\$1,375.00	
Total Income	\$21,275.00	\$49,161.33

EXPENSES:

Penobscot Home Performance - CMH	\$200.00	
Barter Lumber Company - CMH	\$58.34	
Alvah MacWilliam -ML (junk removal)	\$335.00	
Crystal Gareau - ML	\$6,720.00	
Gross Gas - ML	\$222.00	
Isle au Haut Boat Services - ML	\$64.00	
Norlen's Water Treatment - ML	\$1,801.34	
Penobscot Hime Performance - ML	\$200.00	
Stevens' Sawmill & Construct. - HH	\$150.00	
Doug Meservey - HH	\$600.00	
Total Expenses	\$10,350.68	\$38,810.65
January 31, 2020 Balance		\$38,810.65

TOWN OF ISLE AU HAUT

MUNICIPAL OWNED LANDS

2/1/19 Auditor's Adjusted Balance		\$8,993.46
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EXPENSES:

Stevens' Sawmill & Construct.	\$2,100.00	
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Total Expense	\$2,100.00	\$6,893.46
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January 31, 2020 Balance		\$6,893.46
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FIRE DEPARTMENT

2/1/19 Auditor's Adjusted Balance		\$8,123.55
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INCOME:

Appropriation	\$12,000.00	
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Total Income	\$12,000.00	\$20,123.55
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EXPENSES:

Alvah MacWilliam	\$300.00	
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Isle au Haut Electric PoCo	\$339.84	
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Island Store	\$981.34	
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Isle au Haut Boat Services	\$123.00	
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Luther Smith	\$1,254.32	
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Fire Chief Salary	\$1,500.00	
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Island Fishing Gear	\$289.94	
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M.D. Joyce	\$499.39	
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TDS	\$709.83	
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Total Expenses	\$5,997.66	\$14,125.89
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January 31, 2020 Balance		\$14,125.89
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TOWN OF ISLE AU HAUT

REVERE MEMORIAL HALL

2/1/19 Auditor's Adjusted Balance \$7,984.53

INCOME:

Appropriations	\$75,000.00	
Donation (for kitchen)	\$132.75	
Donation (exercise and yoga)	\$635.00	
Island Institute - Spark Grant	\$3,368.31	
Total Income	\$79,136.06	\$87,120.59

EXPENSES:

CL Haskell & Son	\$4,471.57	
Camden National Bank - credit card	\$491.28	
Chris Ross	\$647.50	
Brenda Clark	\$1,200.00	
Hammond Lumber	\$55.30	
Isle au Haut Boat Services	\$207.68	
Isle au Haut Electric PoCo	\$1,559.04	
Island Store - Kero	\$11,127.71	
J & P Painting	\$12,648.00	
John Carnes	\$890.00	
Luther Smith	\$300.00	
M.D. Joyce	\$52.11	
Osher Environmental - energy audit	\$1,292.00	
Peggi Stevens - Reimburse.	\$352.52	
Rob DeWitt	\$390.20	
Robert L. Gray Plumbing	\$993.13	
Sherman William	\$900.00	
Solartechnic Contractors	\$1,182.50	
Stevens Sawmill & Construction	\$8,307.84	
V & S Variety	\$71.96	
Total Expenses	\$47,140.34	\$39,980.25

January 31, 2020 Balance \$39,980.25

COMPREHENSIVE PLANNING

2/1/19 Auditor's Adjusted Balance	\$69.12
January 31, 2020 Balance	\$69.12

PLANNING BOARD

Auditor's Adjusted Balance	\$0.00
February 1, 2019 Balance forward	\$0.00
January 31, 2020 Balance	\$0.00

REVERE MEMORIAL LIBRARY

2/1/19 Auditor's Adjusted Balance	\$12,689.60
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INCOME:

Appropriation	\$5,000.00	
Donations	\$778.00	
Total Income	\$5,778.00	\$18,467.60

EXPENSES:

Baker & Taylor	\$185.93	
Blue Hill Books	\$70.32	
Brenda Clark	\$5,125.00	
Brenda Clark- reimb.	\$141.00	
Chris Ross	\$2,475.00	
Island Store	\$24.08	
Karen Teague	\$501.04	
Library World	\$450.00	
TDS Telecom	\$19.27	
The Library Store	\$70.97	
Total Expenses	\$9,062.61	\$9,404.99

January 31, 2020 Balance		\$9,404.99
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REVERE MEMORIAL LIBRARY 2019

The Revere Memorial Library has had a busy year! We have been restructuring within to form a new Library Board. Together we are updating our policies and continuing with our commitment to meet the needs of our community, while also exploring new ways to expand our services and best utilize our space.

Book Buddies continues to be a highlight of our Wednesday hours. Having a chance to read with our school students is rewarding for all involved! Also, we all enjoy a snack after during our Wednesday coffee/snack time.

Our Book Club is very active and meets once a month. Everyone is welcome to join us for lively discussions of the chosen books.

Thank-you to Chris Ross who has been our winter librarian this year. In addition to Wednesday hours, he has Saturday hours this winter for game/ family time.

We would like to thank everyone for their generous donations of time, books and money for the Revere Memorial Library. Volunteers made it possible to sort out discarded books for 2 book sales and to recycle the rest. With the generous donations from Colleen Filler and her yoga classes, we are adding more books to our collection. We really appreciate your generosity!

Thank-you again for your continued support of the Revere Memorial Library!

Respectfully Submitted,
Brenda Clark, Librarian

Library Board:
Ellie Kastanopolous, Chris Ross, Sharen Wilson, Meg Gailey,
Judith Burke, Julia Finney, Holly Scott

TOWN OF ISLE AU HAUT

LIGHTHOUSE FUND RESERVE

2/1/19 Auditor's Adjusted Balance		\$50,881.65
INCOME:		
Donations	\$661.57	
Total Income	\$661.57	\$51,543.22
EXPENSES:		
Bernstein Shur - legal	\$175.00	
Gatley & Dorsky	\$12,897.89	
Great Blue Heron	\$724.12	
Total Expenses	\$13,797.01	\$37,746.21
January 31, 2020 Balance		\$37,746.21

**Isle au Haut Lighthouse Committee
Treasurer's Report 2019**

February/May	\$ 183.00
July/October	<u>\$ 478.57</u>
Total	\$ 661.57

Lighthouse Fund Reserve

2/1/2019 Auditor's Adjusted Balance **\$ 59,908.90**

INCOME:

Donations \$ 661.57

Total Income **\$ 661.57** **\$ 59,247.33**

EXPENSES:

Gartley & Doesky \$12,897.89

Bernstein Shur \$ 175.00

Great Blue Heron, LLC \$ 724.12

Total Expenses **\$13,797.01** **\$ 46,773.46**

January 31, 2020 Balance **\$ 46,773.46**

Respectfully Submitted,

Michael S. Fedosh, Treasurer
Isle au Haut Lighthouse Committee

LIGHTHOUSE COMMITTEE REPORT - 2019

This year the Town Lighthouse Committee and the Friends of the Isle au Haut Lighthouse worked together to form a plan to ensure the stabilization of the Lighthouse tower. Both groups were saddened to lose Jeff Burke, President and Chairman, with his resignation in June of 2019. Before he resigned, the contractor bid was awarded to Knowles Industrial Services Corp. The Town Committee and Friends began addressing the first priorities--raising the rest of the necessary funds to carry out the first phase of the renovation of the Lighthouse and working with the engineer and contractor to readjust the work in Phase One to concentrate on stabilizing the tower.

To achieve this goal, fundraising was launched with a galvanizing swim around the island by Alison Richardson and Molly Siegel. They swam the full 19+ miles around the island during the summer eliciting funds through a GoFundMe page on Facebook. The results of the on-line fundraising and donations by checks totaled an incredible \$35,000+. One gift especially, from a Head Harbor resident, set the bar and provided a challenge for the annual appeal that went out in December. Thanks to many generous gifts from the community and a major donation from the new renter at the Keepers House we reached the goal of \$260,000 to have the renovation start in the summer of 2020.

Many people deserve thanks this year:

The Town Committee Members and the Friends Board for their individual talents and time spent during planning stages.

Past Founders of the Friends of IAH Lighthouse, Jeff and Judi Burke, for continuing to provide support.

Deane Rykerson for his time, expertise, and preparation of a maintenance plan.

The Archibald family, Marshall Chapman and Walton Ford for their understanding that the summer of 2020 will be exciting but disruptive--and for their generous support.

And, thanks to the community of Isle au Haut who have shown incredible patience and support for the project!

Submitted by Wendell Chamberlain

Members of the Town Lighthouse Committee: Mike Fedosh (Secretary/Treasurer), Bernadine Barter, Wendell Chamberlain, Marshall Chapman, Kathie Fiveash, Martha Greenlaw, Alison Richardson

TOWN OF ISLE AU HAUT

HARBORMASTER ACCOUNT

2/1/19 Auditor's Adjusted Balance		\$2,500.00
INCOME:		
Appropriation	\$5,000.00	
Total Income	\$5,000.00	\$7,500.00
EXPENSES:		
Tucker Runge - Compensation	\$5,000.00	
Total Expenses	\$5,000.00	\$2,500.00
January 31, 2020 Balance		\$2,500.00

BOAT SERVICES REPORT

2019 was a good year for the Mailboat. Our summer business continued to be strong and our equipment worked well and reliably with no unexpected mechanical or electrical issues. We plan no increases in adult, child or school fares for 2020.

Over the 2019 summer season our charter and excursion business remained on track with 2018, and well ahead of earlier years. This allows us to continue making full use of our equipment between scheduled runs. As with so many seasonal businesses our July, August and September income is required to support the nine off season months of service. In 2019, 64% of our total year sales happened in the 90 days between June 16 and September 14, but 62% of our total year expenses were incurred during the rest of the year.

Our 2019 ridership on scheduled trips was slightly below 2018's record pace, showing a 4.0% decrease. In 2019 we carried 6516 resident one way passengers (counting ticket books) and 406 school passengers. By comparison, in 2015 we had counted only 4033 resident one way passengers (counting ticket books). 2019 non resident one way fares were 14,579, within 1.2% of 2018.

Our financial condition is stable. As a 501 (c)(3) tax exempt corporation we rely on a variety of funding sources to keep us whole. The Maine Department of Transportation, drawing on Federal funds which support rural transportation, covers 50% of our annual operating losses up to a grant cap of \$60,000. This requires a dollar for dollar local match, so the Town's annual contribution (\$50,000 in recent years) is essential. The balance is raised by tax deductible private contributions (over \$45,000 in 2019), mostly from seasonal residents and their families. Of course, any surplus over operating needs goes to reserves for our boats and, now, our property. As we assess the maintenance needs for the Stonington property, we anticipate an expense of several hundred thousand dollars for wharf and building structural repair and replacement over the next few years. To prepare for this we will continue to grow our reserves.

We look forward to a busy year in 2020, serving the community and the Park and continuing to emphasize our excursion and charter options as well.

As always, we thank the Town for their continuing support as we continue our mission to provide safe and reliable year round service to the island.

Respectfully submitted,
Isle au Haut Boat Services

2020 Board: Bryan Carroll, Bill Chamberlin (secretary/treasurer), George Cogan (vice president), George Cole (president), Bryn Delchamp, Landon DeWitt, Nick Filler, Tucker Runge, Robert Smith, Peggi Stevens

TOWN OF ISLE AU HAUT

JACK AND ALICE CROMWELL MEMORIAL TRUST FUND

2/1/19 Auditor's Adjusted Balance \$309.55

INCOME:

Camden National Bank \$3.38

Total Income \$3.38 \$312.93

EXPENSES:

Baker & Taylor -books \$300.00

Total Expenses \$300.00 \$12.93

January 31, 2020 Balance \$12.93

COLWELL WATERFRONT ACCESS

2/1/19 Auditor's Adjusted Balance \$0.00

INCOME:

Appropriation \$2,000.00

Total Income \$2,000.00

EXPENSE:

Colwell Ramp - IAH share \$2,000.00

Total Expenses \$2,000.00 \$0.00

January 31, 2020 Balance \$0.00

MAINE ISLANDS COALITION

2/1/19 Auditor's Adjusted Balance \$325.68

INCOME:

Appropriation \$800.00

Total Income: \$800.00
\$1,125.68

EXPENSES:

Kendra Chubbuck - Travel Reimb. \$789.96

Total Expenses: \$789.96

January 31, 2020 Balance \$335.72

The Maine Islands Coalition - 2019 Annual Report

The Maine Islands Coalition (MIC) keeps a constant focus on issues affecting any or all of the fifteen year-round Maine coast islands. We listen to what the representatives from each island community report as to what is of current concern – as well as any inspiring(!) news they want to share with the other communities in the archipelago. Our islands, tiny and large, stretch from Peaks Island in Casco Bay to Frenchboro Island in Penobscot Bay, touching on Monhegan, Matinicus and all the others along the way. We've been at this for seventeen years and have even become a template for other groupings of islands such as the Great Lakes Islands Alliance (GLIA). In 2019, the MIC convened and hosted four discussions which have been, and likely will long be, of great interest and concern to all of Maine's fifteen year-round island communities. Briefly, I addressed each 2019 meeting below:

On March 7th we met at the State House and our keynote topic was community data and informed storytelling. Numerous State Representatives and Senators were in the room. The Island Institute has been gathering a wide range of data on all aspects of Maine's islands' various demographic components and presenting it in their Waypoints publications. New residents are always of particular interest. There continue to be new business ventures popping up all along the archipelago – and not just breweries!

On May 9th we met in Rockland and discussed healthcare – not for the first time, nor the last. There is a continuum along the coast of island communities which are moving forward in various stages of readiness and access in providing local health and wellness programs and in building or improving facilities. There were many health professionals and experienced volunteers in the room to speak to their islands' status.

On September 12th: our keynote topic was invasive species & pesticide use. Nancy Olmstead of the Maine Natural Areas Program made a comprehensive presentation; the MNAP has great information available online. And Troy Moon of the City of Portland, provided an update on what is happening on the nearby mainland. The operative By-Phrase is: Integrated Pest Management. And: **Think First** about all the variables and trade-offs and **Spray Last**.

November 14th: broadband, so critical and essential to economic development, is taking shape variably on many of the year-round islands. While there are multiple service providers in Maine, Axiom seems to have gotten more traction to date. Islesboro, The Cranberries, and Cliff have all fully implemented their Broadband infrastructure while some of the islands are still in their investigative stages. More success to date seems to have come from private ventures, where town budgeting has not had to be a large consideration. I should note, Isle au Haut was well represented with Donna Hopkins, Sue and Stew Foelix, and Kendra attending.

Extensive minutes of all meetings are available at <http://www.islandinstitute.org/program/community-development/mic>. MIC meetings are welcome by all who would like to attend. The schedule for 2020: Thursday, May 14th: Coast Wide Non-Profits that Support Islands; Thursday, September 10th: How to have difficult conversations with communities; and Thursday, November 12th: Community Centers.

Please contact either Rudi or me with any concern or question you would like to see come before the Coalition. Additionally, there are legislators and congressional staffers in attendance at most of our meetings to listen and learn – as well as report on what is happening in Augusta or Washington which may affect our island lives. Thank you so much for letting us represent Isle au Haut.

Kendra P. Chubbuck
Mic Representative

Rudi Graff
Alternate Representative

ISLAND FELLOW’S REPORT

Thank you for making me feel at home here for another year. While my work as an Island Fellow has certainly evolved since I came here, my goals have stayed the same: to help keep Isle au Haut a safe, affordable, and enjoyable place to live year-round. Of central importance to me is finding innovative ways to work together so that everyone impacted by a decision has a say in the outcome.

I have continued to work on housing solutions, working with ICDC to keep existing housing affordable and to open up new opportunities. To that end, ICDC purchased the Gerber house in 2019, providing another space for a year-round family. While there is still a lot of work to be done, especially in creating more housing opportunities for single people and couples, I think this is a positive step forward.

Teaching music in the school continues to be an exciting opportunity, even as we have moved to remote learning. The kids never cease to amaze and impress me with their thoughtful inquisitiveness and interesting solutions to challenges. We have done some awesome projects, from performances to videos to building functional banjos out of found materials. Each one of them has grown their skills immensely in the year and in some cases two years that I have worked with them.

I have expanded my work to include working with the Power Company to keep the solar project affordable for year-round residents. This is particularly important to me because I don’t think that housing can be truly affordable unless energy is also affordable.

My hope is that the community will be able to keep this work going even after my fellowship is over. I look forward to seeing how the community continues to evolve to meet the challenges that come our way.

Thank you so much to everyone who has made me feel at home here, who has pushed my thinking and challenged me to become a better community member, friend and neighbor.

Sincerely,
Amalia (Molly) Siegel

ISLAND FELLOW’S PROGRAM

February 1, 2019, Balance Forward \$0.00

INCOME:

Appropriation \$10,000.00

Total Income: \$10,000.00

EXPENSES:

Island Institute \$10,000.00

Total Expenses \$10,000.00

January 31, 2020 Balance \$0.00

**HEALTH AND SANITATION PLUMBING CODE
ENFORCEMENT**

2/1/19 Auditor's Adjusted Balance \$1,842.68

INCOME:

Robert L. Gray - R. Smith \$50.00
Luther Smith \$265.00
Perry Brown - R. Leone \$90.00

Total Income \$405.00

EXPENSES: \$0.00 \$1,437.68

January 31, 2020 Balance \$1,437.68

SOLID WASTE AND RECYCLING

2/1/19 Auditor's Adjusted Balance \$3,734.83

INCOME:

Appropriation \$35,000.00
Total Income \$35,000.00 \$38,734.83

EXPENSES:

Alvah MacWilliam \$19,200.00
Town of Stonington \$3,170.75
Garrett Aldrich \$6388.88
Stevens' Sawmill \$410.00

Total Expenses \$29,169.63 \$9,565.20

January 31, 2020 Balance \$9,565.20

EMERGENCY MEDICAL SERVICES REPORT

To the Citizens of Isle au Haut:

Isle au Haut Volunteer EMS consisted of two seasonal EMT's for 2019: Alison Richardson and Marshall Chapman. Charlie Sisk was the solo EMT year round. Between April and October, five 911 calls were placed from Town and one 911 calls was placed from within Acadia.

EMS gear has been updated and organized over the past few years and is in good shape. All town EMS gear is located in the Fire Station. AED's remain located at the Fire Station and in the Town Hall.

With town EMS funds, Alison completed a Basic Life Support (BLS) Training for Instructors course in Bar Harbor in May of 2019. This allows her to teach and certify for CPR, AED and First Aid, as well as certify advanced EMS professionals with BLS Airway management. The newest in technology CPR dummies, airway management training accessories, student workbooks, and DVD training material were also purchased for upcoming trainings.

A huge thank you must be given to those who assisted with emergencies last year. Despite emotional and logistical difficulties, your reassuring support means so much to the EMT's and especially to our friends in need.

Respectfully submitted by Alison Richardson-IAH town EMS Service Director

EMERGENCY MEDICAL SERVICES

2/1/19 Auditor's Adjusted Balance		\$4,877.13
INCOME:		
Appropriation	\$0.00	
EXPENSES:		
Brown's Communication	\$221.50	
Matheson Tri-Gas Inc.	\$32.86	
Mount Desert Island Hospital	\$200.00	
Alison Richardson - Reimb.	\$768.41	
Total Expenses	\$1,222.77	\$3,654.36
January 31, 2020 Balance		\$3,654.36

OTHER ASSETS

TOWN LANDING

2/1/19 Auditor's Adjusted Balance		\$2,936.46
Transfer from Boat Excise Tax	\$1,108.00	\$4,044.46

INCOME:

Appropriation	\$12,000.00	
Efficiency Maine - rebate	\$360.00	
The Nature Conservancy	\$180.00	
 Total Income	 \$12,540.00	 \$16,584.46

EXPENSES:

Barter Lumber Co.& MD. Joyce	\$69.40	
Billing's Diesel & Marine	\$320.34	
C.I. Haskell & Son	\$1,179.90	
Dane Stevens	\$961.78	
Hamilton Marine	\$8.65	
Isle au Haut Boat Services	\$144.00	
Isle au Haut Power Company	\$906.52	
Island Fishing Gear	\$19.49	
John Carnes	\$65.00	
Maine Coast Marine	\$7,100.00	
Stevens' Sawmill & Construct.	\$368.36	
Viking Lumber	\$441.47	
 Total Expenses	 \$11,584.91	 \$4,999.55

January 31, 2020 Balance		\$4,999.55
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TOWN LANDING PARKING LOT

2/1/19 Auditor's Adjusted Balance		\$65,000.00
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INCOME:

Appropriation	\$5,000.00	
Total Income	\$5,000.00	\$70,000.00

EXPENSES:	\$0.00	\$70,000.00
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January 31, 2020 Balance		\$70,000.00
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TOWN OF ISLE AU HAUT

TOWN LANDING BUILDING

2/1/19 Auditor's Adjusted Balance \$7,539.28

INCOME:

Appropriation \$400.00
Total Income \$400.00 \$7,939.28

EXPENSES:

Isle au Haut Electric PoCo \$403.52
Total Expenses \$403.52 \$7,535.76

January 31, 2020 Balance \$7,535.76

SNOW REMOVAL

2/1/19 Auditor's Adjusted Balance \$1,285.90

INCOME:

Appropriation \$16,000.00
Total Income \$16,000.00 \$17,285.90

EXPENSES:

Hammond Lumber - salt \$261.58
Isle au Haut Boat Services \$86.00
Island Fishing Gear \$253.24
Jonathan Barter \$800.00
Landon DeWitt \$3,012.50
Stevens's Sawmill - salt & sand \$4,437.50

Total Expenses \$8,850.82

January 31, 2020 Balance \$8,435.08

TOWN ROADS, BRIDGES AND TRUCKS

TRUCKS AND PLOWS

2/1/19 Auditor's Adjusted Balance		\$4,770.77
INCOME:		
Appropriation	\$8,000.00	
Total Income	\$8,000.00	
		\$12,770.77
EXPENSES:		
Isle au Haut Boat Services	\$21.00	
Island Fishing Gear	\$370.17	
Island Store Assoc.-fuel for plowing	\$1,070.87	
Luther Smith	\$2,142.95	
Total Expenses	\$3,604.99	
January 31, 2020 Balance		\$9,165.78

TRUCK RESERVE

2/1/2019 Auditor's Adjusted Balance		\$18,756.50
INCOME:		
Appropriation	\$5,000.00	
Total Income	\$5,000.00	
January 31, 2020 Balance		\$23,756.50

SALT AND SAND SHED RESERVE

February 1, 2019 Balance Forward		\$12,500.00
January 31, 2020 Balance		\$12,500.00

TOWN OF ISLE AU HAUT

TOWN ROADS AND BRIDGES

2/1/19 Auditor's Adjusted Balance \$10,922.82

INCOME:

Appropriation \$30,000.00

Transfer from Vehicle Excise Tax \$8,477.00

Stevens' Sawmill - culvert reimb. \$327.17

Total Income \$38,804.17

\$49,726.99

EXPENSES:

John Carnes \$675.00

Peggi Stevens - reimb. \$3.00

Stevens' Sawmill & Const. \$36,947.50

Town of Stonington - sign \$6.00

William Stevens-Road Comm. Salary \$500.00

Total Expenses \$38,131.50

January 31, 2020 Balance \$11,595.49

TOWN OF ISLE AU HAUT

DOT LOCAL ROADS ASSISTANCE (DOTLRA)

2/1/19 Auditor's Adjusted Balance \$10,290.60

INCOME:

State of Maine - LRAP \$9,912.00

Total Income \$9,912.00 \$20,202.60

Total Expenses \$0.00

January 31, 2020 Balance \$20,202.60

DOT TRANSPORTATION ACCOUNT (DOTTA)

2/1/19 Auditor's Adjusted Balance \$7,054.87

INCOME: \$0.00

January 31, 2020 Balance \$7,054.87

DOT INFRASTRUCTURE LOAN

February 1, 2019 Balance Forward \$0.00

INCOME:

Appropriation \$11,083.06

Total Income \$11,083.06

EXPENSES:

Treasurer, State of Maine, loan repaym't \$11,083.06

Total Expenses \$11,083.06

January 31, 2020 Balance \$0.00

VEHICLES AND BOATS

VEHICLE EXCISE TAX

2/1/19 Auditor's Adjusted Balance \$10,392.00

Transferred to Town Roads and Bridges \$0.00

INCOME:

Tax Collector \$7,870.20

Total Income \$7,870.20 \$7,870.20

January 31, 2020 Balance \$7,870.20

VEHICLE STATE REGISTRATION FEES

2/1/19 Auditor's Adjusted Balance		\$0.00
INCOME:		
Tax Collector	\$2,483.00	
Total Income	\$2,483.00	\$2,483.00
EXPENSES:		
Secretary of State	\$2,026.00	
Total Expenses	\$2,026.00	\$457.00
January 31, 2020 Balance		\$457.00

BOAT STATE SALES TAX

2/1/18 Auditor's Adjusted Balance		\$675.15
Transfer to Undesignated Fund Balance		\$0.00
January 31, 2019 Balance		\$0.00

BOAT EXCISE TAX

2/1/19 Auditor's Adjusted Balance		
NOTE: The excise tax was combined		
With vehicle excise in auditor's report		\$0.00
INCOME:		
Tax Collector	\$2,309.83	
Total Income	\$2,309.83	\$2,309.83
EXPENSES:		
	\$0.00	
January 31, 2020 Balance		\$2,309.83

CLERK LICENSES AND FEES

2/1/19 Auditor's Adjusted (Animal Control)		\$0.00
Transferred to Undesignated Fund Balance	\$356.00	\$0.00
INCOME:		
Marriage License Fees	\$40.00	
Birth Certificate	\$15.00	
Dog License Fees	\$38.00	

TOWN OF ISLE AU HAUT

Total Income:	\$93.00	
 EXPENSES:		
Treasurer, State of Maine	\$38.00	
January 31, 2020 Balance		\$55.00
 FEDERAL WITHHOLDING TAX		
2/1/19 Auditor's Adjusted Balance		\$2,812.59
 INCOME:		
Abigail Hiltz	\$13.75	
Allen Myers	\$3.15	
Brenda Clark	\$1,241.73	
Chris Ross	\$305.82	
Daniel MacDonald	\$85.00	
John Carnes	\$165.50	
Karen Teague	\$558.03	
Landon DeWitt	\$286.35	
Lisa Turner	\$335.86	
Peggi Stevens	\$988.75	
School Warrant #1thru#26	\$9,436.04	
Sue MacDonald	\$9.53	
Tucker Runge	\$270.00	
United States Treasury	\$353.25	
 Total Income	 \$14,052.76	 \$16,865.35
 EXPENSES:		
U. S. Treasury - IRS	\$13,325.95	
 Total Expenses	 \$13,325.95	 \$3,539.40
 January 31, 2020 Balance		 \$3,539.40
 SOCIAL SECURITY (FICA) WITHHOLDING TAX		
2/1/19 Auditor's Adjusted Balance		\$5,134.68
 INCOME:		
Abigial Hiltz	\$341.01	

TOWN OF ISLE AU HAUT

Allen Myers	\$7.44	
Brenda Clark	\$531.65	
Chris Ross	\$209.64	
Christine Hill	\$2.79	
Daniel MacDonald	\$248.00	
John Carnes	\$101.06	
Jonathan Barter	\$49.60	
Karen Teague	\$516.93	
Kendra Chubbuck	\$11.39	
Landon DeWitt	\$186.78	
Lisa Turner	\$434.02	
Luther Smith	\$93.00	
Peggi Stevens	\$744.00	
Rozalyn Santospago	\$267.76	
Sue MacDonald	\$11.39	
Tucker Runge	\$310.00	
William Stevens	\$31.00	
School Warrant #1 thru #26	\$5,194.32	
U.S. Treasury - overpayment	\$83.00	
Total Income	\$9,374.78	\$14,509.46
EXPENSES:		
U. S. Treasury - IRS	\$9,983.96	
Total Expenses	\$9,983.96	\$4,525.50
January 31, 2020 Balance		\$4,525.50
MEDICARE WITHHOLDING TAX		
2/1/19 Auditor's Adjusted Balance		\$1,358.20
INCOME:		
Abigail Hiltz	\$79.74	
Allen Myers	\$1.74	
Brenda Clark	\$124.34	
Chris Ross	\$49.03	
Christine Hill	\$0.65	

TOWN OF ISLE AU HAUT

Daniel MacDonald	\$58.00	
John Carnes	\$23.64	
Jonathan Barter	\$11.60	
Karen Teague	\$120.91	
Kendra Chubbuck	\$2.66	
Landon DeWitt	\$43.68	
Lisa Turner	\$101.51	
Luther Smith	\$21.75	
Peggi Stevens	\$174.00	
Rozalyn Santospago	\$62.62	
Sue MacDonald	\$2.66	
Tucker Runge	\$72.50	
William Stevens	\$7.25	
School Warrant #1 thru #26	\$2,884.38	
U.S. Treasury - overpayment	\$98.08	

Total Income	\$3,940.74	\$5,298.94
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EXPENSES:

U.S. Treasury	\$3,941.02	
Total Expenses	\$3,941.02	\$1,357.92

January 31, 2020 Balance		\$1,357.92
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STATE WITHHOLDING TAX

2/1/19 Auditor's Adjusted Balance		\$856.74
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INCOME:

Brenda Clark	\$400.41
Chris Ross	\$94.12
John Carnes	\$45.61
Karen Teague	\$0.24
Landon DeWitt	\$97.48
Peggi Stevens	\$176.90
School Warrant #1 thru #26	\$3,847.00

Total Income	\$4,661.76	\$5,518.50
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EXPENSES:

TOWN OF ISLE AU HAUT

Maine Revenue Services	\$5,117.01	
Total Expenses	\$5,117.01	\$401.49
January 31, 2020 Balance		\$401.49

**BOND TO FUND COOMBS' MTN. PROPERTY
(formerly D. Schrader Property)**

2/1/19 Auditor's Adjusted Balance		\$427.78
INCOME:		
Appropriation - for principal & Interest	\$15,140.40	
Total Income	\$15,140.40	\$15,568.18
EXPENSES:		
Bar Harbor Bank & Trust (principal=\$9,250., Interest=\$5,890.40)	\$15,509.55	
Total Expenses	\$15,140.40	
January 31, 2020 Balance		\$427.78

EDUCATION

COMMON SCHOOLS

2/1/19 Auditor's Adjustment Balance		\$99,234.54
2/1/19 School Roof Reserve		\$10,390.00
INCOME:		
Appropriation	\$222,752.89	
Isle au Haut Elementary School (REAP)	\$16,666.09	
State of Maine - EPS subsidy	\$7,013.66	
Reimbursement /error DI/Ston.School	\$41.45	
Total Income	\$246,474.09	
		\$356,098.63
EXPENSES:		

TOWN OF ISLE AU HAUT

School Payrolls	\$310,536.84
Total Expenses	\$310,536.84
January 31, 2020 Balance	\$45,561.79
*** The School Roof Reserve Account has been combined with the Common School Account	

ARTHUR BARTER EDUCATIONAL SCHOLARSHIP FUND

2/1/19 Auditor's Adjusted Balance	\$767.69
INCOME:	
Dividends	\$291.66
Total Income	\$291.66
January 31, 2020 Balance	\$1,059.35

BROADBAND COMMITTEE REPORT

The Broadband Committee entered 2019 with the following main conclusions from 2018’s work:

- 1. Community financial support will be needed to secure financing and/or grants at the point any significant infrastructure work would be undertaken
- 2. Working with the incumbent provider offers the most cost efficient short term approach

Based on these conclusions, the committee recommended that the community begin to set aside modest funds each year so that we will be positioned to demonstrate community support for grant applications and/or public-private partnerships in the future. Last year the committee requested \$20k to begin building this reserve up to at least \$100k and the town voted to begin this effort with \$10k. We recommend continuing to build this reserve.

The incumbent provider has undertaken modest improvements and most of the Broadband Committee efforts for 2019 were in monitoring ongoing local work and other regional efforts. Through the summer and fall TDS designed and partially installed a new fiber optic communication backbone and equipment down the East Side to Head Harbor. When fully operational this will enable nearly all telephone customers on IAH to access the internet with speeds meeting at least the federally defined minimums to be called broadband. While scheduling difficulties and the arrival of winter prevented this from being completed in 2019 work will pick up again in the spring. The committee continues to act as a conduit for information to and from TDS and welcomes any questions from residents.

The committee participated in the Island Institute’s Maine Broadband Summit in October and the Maine Islands Coalition’s November meeting. Our major benefit of attending the conferences is meeting with representatives all the island communities. For example, Cliff Island in Casco Bay has just completed a privately funded fiber to the home installation. Cliff is very similar to IAH in population and remoteness and used the novel approach of laying fiber optic cables directly on the ground to minimize costs. While this may not be appropriate for IAH, seeing differing strategies gives useful information. Swans Island has an initial planning grant to begin developing a fiber to the home plan there. They are working with an independent advisor as well as with TDS to see what might be possible.

The committee has been monitoring a local mainland effort informally known as the ‘Peninsula Utility for Broadband’. This grassroots committee encompasses the Blue Hill peninsula towns of Blue Hill, Surry, Brooksville, Brooklin, Sedgwick, Penobscot, Deer Isle, Stonington, and Castine. With funding from a Maine Community Foundation grant the group obtained a regional broadband feasibility study by NEO Partners LLC. We will continue to monitor this effort to see if it could/should include Isle au Haut.

Respectfully Submitted,
The Isle au Haut Broadband Committee, 2/25/2020

BROADBAND RESERVE FUND FOR ENGINEERING

INCOME:	
Appropriation	\$10,000.00
Total Income	\$10,000.00
January 31, 2020 Balance	\$10,000.00

**OFFICE OF THE TOWN CLERK
ISLE AU HAUT, ME 04645**

FEBRUARY 1, 2019 TO JANUARY 31, 2020

VITAL STATISTICS

Births	2
Deaths	0
Marriages	1
Certified Copies	1
Total Copies	2

DOG LICENSE

Spayed/Neutered	5
Not Neutered	1
Late Fee	0
Total Licenses	6

FEES COLLECTED AND DEPOSITED WITH TREASURER

Marriage Licenses	\$40.00
Certified Copies	\$15.00
Dog licenses	\$38.00
Total	\$93.00

RESPECTFULLY SUBMITTED,

ROZALYN SANTOSPAGO/TOWN CLERK

**TREASURER'S REPORT
2019-2020**

INCOME

Beginning Balance February 1, 2019		\$401,615.65
<u>Miss Lizzie House</u>		
Rita and Alvah MacWilliam	\$4,050.00	
Charlie Sisk	\$1,650.00	
		\$5,700.00
<u>Coombs Mt. House</u>		
Bryn Montoya and Michael Delchamp		\$7,200.00
<u>Head Harbor School House</u>		
Ellen Kastanopulous		\$1,375.00
<u>Revere Memorial Hall</u>		
Donations		\$2,136.06
<u>Revere Memorial Library</u>		
Donations		\$778.00
<u>Town Landing</u>		
Grant		\$540.00
<u>Health and Sanitation</u>		
Plumbing Permit Fees		\$405.00
<u>Isle au Haut Lighthouse Fund Reserve</u>		
Lisa Turner, Lighthouse Committee Treasurer		\$661.57
<u>Maine State Revenue Sharing</u>		
State of Maine		\$1,907.79
<u>Veteran's Exemption</u>		
State of Maine		\$32.00
<u>Tree Growth Reimbursement</u>		
State of Maine		\$3,729.29

TOWN OF ISLE AU HAUT

Homestead Exemption

State of Maine \$2,588.00

Payment in Lieu of Taxes

Total Received \$9,250.00

DOT Local Road Assistance

State of Maine \$9,912.00

Annual Transportation Fee

State of Maine \$10,000.00

Common Schools

Isle au Haut Elementary REAP \$16,666.09

State of Maine – E.P.S. Subsidy \$7,013.66

Total Received \$23,679.75

Arthur J. H. Barter Trust Fund

“Given to 8th Grade Graduates” \$767.69

2017 Property Taxes

Lisa Turner, Tax Collector \$2,266.85

2018 Property Taxes

Lisa Turner, Tax Collector \$47,395.21

2019 Property Taxes

Lisa Turner, Tax Collector \$684,368.82

2020 Property Taxes

Lisa Turner, Tax Collector \$1,017.28

Interest on Taxes

Lisa Turner, Tax Collector \$2,096.01

Vehicle Excise Tax

Lisa Turner, Tax Collector \$7,207.32

Vehicle Registration

Lisa Turner, Tax Collector \$2,180.70

TOWN OF ISLE AU HAUT

<u>Boat Excise Tax</u>	
Lisa Turner, Tax Collector	\$1,941.4
<u>Agent Fees</u>	
Lisa Turner, Tax Collector	\$183.00
<u>Lien Costs</u>	
Lisa Turner, Tax Collector	\$59.10
<u>Clerk Fees</u>	
Rosalyn Santospago, Clerk	\$58.00
<u>Dog License Fees</u>	
Rosalyn Santospago, Clerk	\$38.00
<u>Federal Tax Withholding</u>	
Total Received	\$18,521.50
<u>Social Security Withholding</u>	
Total Received	\$14,480.20
<u>Medicare Withholding</u>	
Total Received	\$5,512.30
<u>State Withholding</u>	
Total Received	\$5,678.16
<u>Camden National Bank</u>	
Interest Earned	\$1,025.03
TOTAL RECEIPTS	\$ 874,691.03
<u>WARRANTS DRAWN</u>	<u>\$ 788,329.30</u>
Balance February 1, 2020	\$ 487,977.38

Respectfully Submitted,

Karen K. Teague, Treasurer of Isle au Haut

2019 TAX COLLECTOR'S REPORT

2019 Tax Commitment to Tax Collector	\$ 725,186.00
Amount Collected as of January 31, 2019	\$ 753,715.69

Itemized Monies:

2020 Property Tax	\$1,017.28
2019 Property Tax	684,368.82
2018 Property Tax	52,296.86
2017 Property Tax	2,266.85
2019 Property Tax Interest	600.07
2018 Property Tax Interest	1,594.29
2019 Vehicle Registrations	2,136.00
2019 Agent Fees	183.00
2019 Vehicle Excise Tax	7,252.02
2019 Boat Excise Tax	1,941.40
Lien Fees	<u>59.10</u>
Total:	\$753,715.69

Unpaid 2019 Property Taxes

Dianne Barter	3,130.69
John Blaisdell & Paula Greatorex	1,662.57
Nathan & Rachael Clark	299.22
IaH Lobsterman's Association	1,115.62
IaH Lobsterman's Association	62.05
Arlena Tully	8,679.77
Ian Tully	3,943.75
Valerie Carr	333.00
Marshall Chapman	4,415.29
Theresa Cousins	1,214.29
Merle Devereux	1,169.37
*Jenny French Foster	1,290.05
Joanne Greenlaw	3,565.49
Lavon Keach	333.00
Keeper's House	5,306.24
Carolyn Lowe	1,503.03
John C. Rich	592.12
*Kimberly & Michael Stoddard	<u>1,358.78</u>
Total:	\$40,154.33

TOWN OF ISLE AU HAUT

Unpaid 2018 Property Taxes

Dianne Barter	2,602.00
IaH Lobsterman's Association	1,318.33
IaH Lobsterman's Associations	70.83
*Arlena Tully	238.63
Ian Tully	3,610.77
Carolyn Lowe	<u>1,308.83</u>
Total:	\$ 9,149.39

Unpaid 2017 Property Taxes

Dianne Barter	\$2,471.57
Landon DeWitt	2,479.49
IaH Lobsterman's Association	1,252.25
IaH Lobsterman's Association	67.28
Ian Tully	3,467.67
Theresa Cousins	<u>1,003.65</u>
Total:	\$ 10,741.91

Unpaid 2016 Property Taxes

Dianne Barter	\$2,559.61
IaH Lobsterman's Association	1,296.85
IaH Lobsterman's Association	69.68
Ian Tully	3,591.19
Theresa Cousins	<u>1,039.39</u>
Total:	\$ 8,556.72

Unpaid 2015 Property Taxes

IaH Lobsterman's Association	\$1,215.90
IaH Lobsterman's Association	65.33
Ian Tully	<u>2,623.46</u>
Total:	\$3,904.69

Unpaid 2014 Property Taxes

Island Telephone	\$182.03
Theresa Cousins	<u>895.07</u>
Total:	\$1,077.10

Unpaid 2008 Property Taxes

Theresa Cousins	<u>\$933.44</u>
Total:	\$933.44

TAXES COMMITTED TO PREVIOUS TAX COLLECTOR

Unpaid 2006 Property Taxes

John & Theresa Cousins		<u>\$690.15</u>
	Total:	\$690.15

*taxes collected after January 31, 2019

Isle au Haut

251 N. DEER ISLE ROAD, UNIT 1, DEER ISLE, ME 04627

Office of the Superintendent

Telephone (207) 348-9100

Fax (207) 348-9103

"It takes a whole community to educate a child."

Superintendent's Memo

To: Town of Isle au Haut
From: Christian M. Elkington
Re: Superintendent's Town Report
Date: 5-27-2020

Starting my 5th year, as your superintendent I am again pleased to share this report with the citizens of Isle au Haut (IAH). I continue to marvel at the level of support and concern from all who make IAH part of their life. Whether it be homeowners or visitors, seasonal or year-rounders, our school, students and staff experience multiple forms of support and volunteering most schools only dream of. Your commitment to educating the next generation of IAH young people is what makes our school and this island a special place for children to learn and live.

In the summer of 2019 we welcomed a new teacher to the island. Ms. Marcela Carroll and her family made the island and our school their home. Marcela brought great strengths in environmental education, project-based learning along with teaching Spanish to our students. As the 2019-2020 IAH School Year moved along, the last three months became a time of problem solving with learning and teaching taking on many new and unplanned for forms. Special thanks go to our first-year teacher Marcela and to Support Staff Member Lisa Turner for their efforts throughout our school year and especially for their considerable efforts at trying to bring some normalcy to school in the time of a pandemic. Thanks also go to our students and parents working with us during this difficult time. These combined efforts have supported our students in making the 2019-2020 School Year a success in spite of all the difficulties we experienced.

The proposed 2020-2021 IAH school budget takes into account the needs

of the island in a time of financial concern both nationally and within our state and community. Our students will be able to continue to take advantage of experiences in Art, Music, Dance and Phys Ed along with continued individual learning opportunities in their academic studies. They will do this with the support the community will give within a tightened 2020-2021 Proposed School Budget.

In creating the proposed budget, the school board and I continue to balance student learning needs with the costs of running an island school. The 2020-2021 School Budget accomplishes this goal without having to increase overall costs.* For the second year in a row the proposed budget will reduce expenditures, this time by 5.2%. And for the 4th year in a row, no increase to the tax payers is proposed. In fact, the proposed budget will reduce the education budget tax by 1.65%.

On behalf of our students and parents, the school board and I thank the IAH community in advance, for your continued support of our students, staff and school in the year to come.

* A reminder that the proposed budget is based on our present student count and needs for 2020-2021.

TOWN OF ISLE AU HAUT

**Isle au Haut School
2020-2021 School Budget**

Report # 6253

Statement Code: 2021

Account Number / Description	2 Years Prior Actual 7/1/2018 - 6/30/2019	1 Year Prior "SoFar" 7/1/2019 - 6/30/2020	1 Year Prior Budgeted 7/1/2019 - 6/30/2020	Budget Total 7/1/2020 - 6/30/2021	Incr/Decr 7/1/2020 - 6/30/2021
State Share					
1. 1000-0000-0000-43111-000 State Educ Subsidy	(11,242)	(3,106)	(4,659)	(1,746)	2,913
Total State Share	\$(11,242)	\$(3,106)	\$(4,659)	\$(1,746)	\$2,913
Local Share					
2. 1000-0000-0000-41211-000 Local EPS Allocation	(108,314)	(50,414)	(75,622)	(66,513)	9,109
3. 1000-0000-0000-41213-000 Additional Local Funds	(118,255)	(94,982)	(142,472)	(147,979)	(5,507)
Total Local Share	\$(226,569)	\$(145,396)	\$(218,094)	\$(214,492)	\$3,602
Balance Forward					
4. 1000-0000-0000-41000-000 Bal Frwd/Audit	0	0	(37,000)	(30,000)	7,000
Total Balance Forward	\$0	\$0	\$(37,000)	\$(30,000)	\$7,000
TOTAL EPS REVENUE	\$(237,811)	\$(148,502)	\$(259,753)	\$(246,238)	\$13,515
TOTAL REVENUE	\$(237,811)	\$(148,502)	\$(259,753)	\$(246,238)	\$13,515

TOWN OF ISLE AU HAUT

Isle au Haut School
2020-2021 School Budget

Report # 6253

Account Number / Description	2 Years Prior	1 Year Prior	1 Year Prior	Budget Total	Incr/Decr
	Actual	"SoFar"	Budgeted		
	7/1/2018 - 6/30/2019	7/1/2019 - 6/30/2020	7/1/2019 - 6/30/2020	7/1/2020 - 6/30/2021	7/1/2020 - 6/30/2021
Regular Programs - Elementary					
5. 1000-1100-1000-51010-010 Reg Instr Prof Educ Salaries	80,692	33,737	66,278	67,065	786
Notes: Includes 1 day a week art and 1 day a week phys. ed./health. Music and dance residencies will come from REAP funds.					
6. 1000-1100-1000-51021-010 Reg Instr ET1 Salaries	27,293	22,069	26,025	26,099	74
Notes: Budgeted 2.5% increase					
7. 1000-1100-1000-51230-010 Reg Instr Temporary Salaries	0	176	400	400	0
8. 1000-1100-1000-52110-010 Reg Instr Health Prof	8,264	17,985	20,780	26,705	5,925
Notes: Different plan from previous teacher. Phys. ed./health, Art teachers.					
9. 1000-1100-1000-52111-010 Reg Instr Dental Prof	0	253	290	337	47
10. 1000-1100-1000-52120-010 Reg Instr Health ETs	10,211	10,491	11,244	10,990	(254)
11. 1000-1100-1000-52121-010 Reg Instr Dental ETs	264	182	275	278	3
12. 1000-1100-1000-52210-010 Reg Instr Medi/FICA Prof	1,169	390	961	972	11
13. 1000-1100-1000-52220-010 Reg Instr Medi/FICA ETs	2,088	1,688	1,991	1,997	6
14. 1000-1100-1000-52230-010 Reg Instr Medi/FICA Instr Subs	0	13	31	31	0
15. 1000-1100-1000-52310-010 Reg Instr MSRS Prof	2,881	1,375	2,171	2,705	534
Notes: Includes phys. ed./health teacher, Art teachers.					
16. 1000-1100-1000-52610-010 Reg Instr Unemp Prof	229	317	312	457	145
17. 1000-1100-1000-52620-010 Reg Instr Unemp ETs	124	150	112	158	47
18. 1000-1100-1000-52630-010 Reg Instr Unemp Instr Subs	0	1	4	5	2
19. 1000-1100-1000-54320-010 Reg Instr Tech Repair & Maint Svcs	0	0	500	500	0
20. 1000-1100-1000-55800-010 Reg Instr Staff Travel Other	8,773	4,187	1,200	1,200	0
21. 1000-1100-1000-56100-010 Reg Instr General Supplies	5,598	3,243	2,000	1,500	(500)
Notes: REAP funds are used for music, phys. ed./health and Art teachers.					
22. 1000-1100-1000-56110-010 Reg Instr Equipment & Furniture	500	1,487	250	500	250
23. 1000-1100-1000-56400-010 Reg Instr Books and Periodicals	1,154	509	1,500	1,000	(500)
24. 1000-1100-1000-56500-010 Reg Instr Technology Supplies	156	711	250	400	150
25. 1000-1100-1000-56600-010 Reg Instr Audiovisual Supplies	63	218	0	100	100
Notes:					
Total Reg Programs - Elem	\$149,459	\$99,182	\$136,574	\$143,399	\$6,826
Regular Programs - Secondary					
26. 1000-1200-1000-55610-990 Secondary Public Tuition In-State	22,187	0	0	0	0
27. 1000-1200-1000-55630-990 Secondary Private Tuition	0	0	11,200	11,600	400
Notes: 1 Student (contingency).					
28. 1000-1200-1000-55680-990 Secondary Insured Value Factor	0	0	695	0	(695)
Total Reg Programs - Secondary	\$22,187	\$0	\$11,895	\$11,600	\$(295)
Special Educ Instruction					
29. 1000-2100-1000-53440-010 SpEd Contr Svcs	0	0	6,000	5,500	(500)
Notes: Contingency in case extra support needed.					
30. 1000-2100-1000-56100-010 SpEd General Supplies	0	0	100	0	(100)
31. 1000-2100-1000-56400-010 SpEd Books and Periodicals	0	0	100	0	(100)

TOWN OF ISLE AU HAUT

Isle au Haut School
2020-2021 School Budget

Report # 6253

Account Number / Description	2 Years Prior Actual	1 Year Prior "SoFar"	1 Year Prior Budgeted	Budget Total	Incr/Decr
	7/1/2018 - 6/30/2019	7/1/2019 - 6/30/2020	7/1/2019 - 6/30/2020	7/1/2020 - 6/30/2021	7/1/2020 - 6/30/2021
32. 1000-2300-1000-55610-990 SpEd HS Public Tuition In-State	6,479	0	0	0	0
33. 1000-2800-2110-53440-010 Soc Wk SpEd Contr Srvcs	0	0	500	500	0
34. 1000-2800-2140-53440-010 SpEd Psych Contr Srvcs Elem	0	0	2,000	2,000	0
Total Spec Educ Instr	\$6,479	\$0	\$8,700	\$8,000	\$(700)
Office of Special Education					
35. 1000-2500-2330-51040-900 Spec Srvcs Ofc Admin Salary	979	490	979	979	0
36. 1000-2500-2330-51180-900 Spec Srvcs Ofc Support Salary	420	210	420	420	0
Notes: Stipend for 19-20.					
37. 1000-2500-2330-52240-900 Spec Srvcs Ofc Medi/FICA Admin	14	7	14	14	0
38. 1000-2500-2330-52280-900 Spec Srvcs Ofc Medi/FICA Support	32	16	32	32	0
39. 1000-2500-2330-52340-900 Spec Srvcs Ofc MSRS Admin	39	0	39	39	0
40. 1000-2500-2330-52640-900 Spec Srvcs Ofc Unemp Admin	11	6	9	13	4
41. 1000-2500-2330-52680-900 Spec Srvcs Ofc Unemp Support	5	3	4	6	2
42. 1000-2500-2330-53440-900 Spec Services Ofc (Prorate)	150	0	150	150	0
43. 1000-2500-2330-55800-900 Spec Srvcs Ofc Staff Travel Other	0	20	175	175	0
Total Special Educ Ofc	\$1,650	\$752	\$1,822	\$1,828	\$6
School Committee Services					
44. 1000-0000-2310-51500-900 School Cmte Stipends	2,600	1,300	2,600	2,140	(460)
45. 1000-0000-2310-52200-900 School Cmte Medi/FICA Stipends	199	99	199	164	(35)
46. 1000-0000-2310-52600-900 School Cmte Unemp Stipends	19	0	24	28	4
47. 1000-0000-2310-53400-900 School Cmte Other Prof Srvcs	4,752	3,608	3,300	3,900	600
Notes: Audit services \$3,100 and legal fees \$800.					
48. 1000-0000-2310-55200-900 School Cmte Liability Insurance	18	20	36	36	0
49. 1000-0000-2310-55400-900 School Cmte Advertising	300	0	300	350	50
Notes: Includes yearly Schoolspring joint subscription with U76					
50. 1000-0000-2310-58100-900 School Cmte Dues and Fees	1,428	266	350	300	(50)
51. 1000-0000-2310-58150-900 School Cmte Fingerprinting Fees	0	0	120	120	0
Total School Committee Srvcs	\$9,316	\$5,293	\$6,929	\$7,038	\$109
Office of the Superintendent					
52. 1000-0000-2320-51040-900 Supt Ofc Admin Salaries	6,000	6,000	6,000	6,000	0
Notes: Based on 1 day a month Superintendent consultation support.					
53. 1000-0000-2320-51180-900 Supt Ofc Support Salaries	2,015	1,169	1,465	1,645	180
54. 1000-0000-2320-52240-900 Supt Ofc Medi/FICA Admin	87	87	87	87	0
55. 1000-0000-2320-52280-900 Supt Ofc Medi/FICA Support	112	89	112	126	14
56. 1000-0000-2320-52340-900 Supt Ofc MSRS Admin	238	244	238	238	0
57. 1000-0000-2320-52640-900 Supt Ofc Unemp Admin	56	79	56	79	23
58. 1000-0000-2320-52680-900 Supt Ofc Unemp Support	15	15	14	22	8
59. 1000-0000-2320-53410-900 Asmt for Admin (Supt Ofc Prorate)	500	0	500	500	0
Notes: Office supplies, rent & communications.					
60. 1000-0000-2320-55800-900 Supt Ofc Staff Travel Other	437	132	300	300	0

TOWN OF ISLE AU HAUT

Isle au Haut School
2020-2021 School Budget

Report # 6253

Account Number / Description	2 Years Prior	1 Year Prior	1 Year Prior	Budget Total	Incr/Decr
	Actual 7/1/2018 - 6/30/2019	"SoFar" 7/1/2019 - 6/30/2020	Budgeted 7/1/2019 - 6/30/2020	7/1/2020 - 6/30/2021	7/1/2020 - 6/30/2021
Total Superintendent Ofc	\$9,460	\$7,815	\$8,772	\$8,997	\$225
Central Services					
61. 1000-0000-2500-51180-900 Cntrl Svcs Support Salaries	5,861	4,226	5,861	5,681	(180)
62. 1000-0000-2500-52280-900 Cntrl Svcs Medi/FICA Support	448	323	448	435	(14)
63. 1000-0000-2500-52680-900 Cntrl Svcs Unemp Support	60	56	55	75	20
64. 1000-0000-2500-53410-900 Asmt for Admin (Cntrl Svcs Prorate)	150	0	150	150	0
Notes: Accounting supplies					
Total Central Services	\$6,519	\$4,605	\$6,514	\$6,341	\$(174)
School Administration					
65. 1000-0000-2400-55300-010 School Admin Communications	1,487	1,095	1,400	1,600	200
Notes: TDS phone bill, Network of Maine					
Total School Administration	\$1,487	\$1,095	\$1,400	\$1,600	\$200
Student Transportation					
66. 1000-0000-2700-55140-900 Student Transp by Company	1,335	24	0	0	0
67. 1000-0000-2700-55190-950 Student Transp by Indiv In Distr	9,100	7,700	9,100	9,500	400
Notes: First year of two year contract.					
68. 1000-0000-2700-55190-990 HS Student Transp by Indiv	8,100	0	5,000	4,500	(500)
Notes: Contingency in case of move in.					
69. 1000-0000-2700-55200-900 Stu Transp Insurance	4,085	0	2,000	1,750	(250)
Notes: Contingency in case of move in.					
Total Student Transportation	\$22,620	\$7,724	\$16,100	\$15,750	\$(350)
Operations and Maintenance					
70. 1000-0000-2600-53400-010 Operations Prof/Technical Svcs	110	0	0	0	0
71. 1000-0000-2600-55200-010 Operations Building Insurance	264	304	750	450	(300)
72. 1000-0000-2600-56050-010 Operations Equipment & Furniture	0	0	150	150	0
73. 1000-0000-2600-56220-010 Operations Electricity	1,361	1,202	2,400	2,000	(400)
74. 1000-0000-2600-56230-010 Operations Bottled Gas	471	0	650	600	(50)
75. 1000-0000-2600-56240-010 Operations Oil	3,730	2,404	4,400	3,500	(900)
Notes: Winterization reducing total heating costs.					
76. 1000-0000-2610-51180-010 Custodial Regular Salaries	8,704	7,096	9,345	9,576	231
Notes: 2.5% increase budgeted					
77. 1000-0000-2610-52280-010 Custodial Medi/FICA Regular	666	543	715	733	18
78. 1000-0000-2610-52680-010 Custodial Unemp Regular	90	94	87	126	40
79. 1000-0000-2610-56000-010 Custodial General Supplies	565	235	550	550	0
80. 1000-0000-2620-54310-010 Repair & Maint Svcs	10,951	1,663	10,500	8,000	(2,500)
81. 1000-0000-2620-56000-010 Repair & Maint General Supplies	1,183	459	1,500	1,000	(500)
Total Operations/Maint	\$28,095	\$14,000	\$31,047	\$26,685	\$(4,361)
82. 1000-0000-2690-54310-010 Cap Rwl Rvtn Repair & Maint Svcs	5,233	32,482	30,000	15,000	(15,000)

TOWN OF ISLE AU HAUT

**Isle au Haut School
2020-2021 School Budget**

Report # 6253

Account Number / Description	2 Years Prior Actual 7/1/2018 - 6/30/2019	1 Year Prior "SoFar" 7/1/2019 - 6/30/2020	1 Year Prior Budgeted 7/1/2019 - 6/30/2020	Budget Total 7/1/2020 - 6/30/2021	Incr/Decr 7/1/2020 - 6/30/2021
------------------------------	--	--	---	---	--------------------------------------

Notes: May need to hire outside contractor to scrape building for painting because of traces of lead in paint.
Continued replacement of damaged siding and/or further window replacement.

Total Capital Improvements	\$5,233	\$32,482	\$30,000	\$15,000	\$(15,000)
TOTAL OPERATIONS & MAINTENANCE	\$262,505	\$172,948	\$259,753	\$246,238	\$(13,514)
TOTAL EPS EXPENSE	\$0	\$0	\$0	\$0	\$0
TOTAL EXPENSE	\$262,505	\$172,948	\$259,753	\$246,238	\$(13,514)
Expense - Revenue	\$24,694	\$24,446	\$0	\$0	\$1

CHARITABLE CONTRIBUTIONS

AMERICAN RED CROSS
\$250.00

DOWNEAST TRANSPORTATION, INC.
\$55.00

HANCOCK COUNTY HOMECARE & HOSPICE
\$500.00

HEALTH EQUITY ALLIANCE (DOWNEAST AIDS NET.)
\$100.00

ISLAND FAMILY MEDICINE (ISLAND MED. CENTER)
\$500.00

ISLE AU HAUT BOAT SERVICES
\$50,000.00

LIFELIGHT OF MAINE
\$500.00

MAINE PUBLIC BROADCASTING
\$150.00

MAINE SEACOAST MISSION
\$1,000.00

MEMORIAL AMBULANCE CORPS
\$1,000.00

WERU
\$150.00

TOWN OF ISLE AU HAUT

TOWN OF ISLE AU HAUT, MAINE

*FINANCIAL STATEMENTS
WITH INDEPENDENT AUDITOR'S REPORT*

*FOR THE FISCAL YEAR
ENDED JANUARY 31, 2020*

TOWN OF ISLE AU HAUT

TOWN OF ISLE AU HAUT, MAINE
FINANCIAL STATEMENTS AND SUPPLEMENTAL SCHEDULES
FOR THE FISCAL YEAR ENDED JANUARY 31, 2020

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James W. Wadman

CERTIFIED PUBLIC ACCOUNTANT

James W. Wadman, C.P.A.
Ronald C. Bean, C.P.A.
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Wanese L. Lynch, C.P.A.
Amy E. Atherton, C.P.A.

INDEPENDENT AUDITOR'S REPORT

To the Board of Selectmen
Town of Isle au Haut
Isle au Haut, ME 04645

Report on the Financial Statements

We have audited the accompanying financial statements of the governmental activities, each major fund and the aggregate remaining fund information of the Town of Isle au Haut, Maine as of and for the fiscal year ended January 31, 2020, which collectively comprise the Town's basic financial statements as listed in the table of contents, including the related notes to the financial statements.

Management's Responsibility for the Financial Statements

Management is responsible for the preparation and fair presentation of these financial statements in accordance with accounting principles generally accepted in the United States of America; this includes 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.

Auditor's Responsibility

Our responsibility is to express opinions on these financial statements based on our audit. We conducted our audit in accordance with auditing standards generally accepted in the United States of America. Those standards require that we plan and perform the audit to obtain reasonable assurance about whether the financial statements are free of material misstatement. An audit involves performing procedures to obtain audit evidence about the amounts and disclosures in the financial statements. The procedures selected depend on the auditor's judgment, including the assessment of the risks of material misstatement of the financial statements, whether due to fraud or error. In making those risk assessments, the auditor considers internal control relevant to the entity's preparation and fair presentation of the financial statements 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 entity's internal control. Accordingly, we express no such opinion. An audit also includes evaluating the appropriateness of accounting policies used and the reasonableness of significant accounting estimates made by management, as well as evaluating the overall presentation of the financial statements. We believe that the audit evidence we have obtained is sufficient and appropriate to provide a basis for our audit opinions.

Opinions

In our opinion, the financial statements referred to above present fairly, in all material respects, the respective financial position of the governmental activities, each major fund and the aggregate remaining fund information of the Town of Isle au Haut, Maine, as of January 31, 2020, and the respective changes in financial position for the fiscal year then ended in accordance with accounting principles generally accepted in the United States of America.

Required Supplementary Information

Accounting principles generally accepted in the United States of America require that the management's discussion and analysis, budgetary comparison information, pension and other post-employment benefits disclosure schedules on pages 3 through 7 and 27 through 33 be presented to supplement the basic financial statements. Such 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. We have applied certain limited procedures to the required supplementary information in accordance with auditing standards generally accepted in the United States of America, which consisted of inquiries of management about the methods of preparing the information and comparing the information for consistency with management's responses to our inquiries, the basic financial statements, and other knowledge we obtained during our audit of the basic financial statements. We do not express an opinion or provide any assurance on the information because the limited procedures do not provide us with sufficient evidence to express an opinion or provide any assurance.

Supplementary Information

Our audit was conducted for the purpose of forming opinions on the financial statements that collectively comprise the Town of Isle au Haut, Maine's financial statements as a whole. The combining and individual nonmajor fund financial statements and supplementary information are presented for purposes of additional analysis and are not a required part of the financial statements. The combining and individual nonmajor fund financial statements and supplementary information are the responsibility of management and were derived from and relate directly to the underlying accounting and other records used to prepare the financial statements. The schedule of expenditures of federal awards is presented for purposes of additional analysis as required by the State of Maine Department of Education and is also not a required part of the basic financial statements.

The information has been subjected to the auditing procedures applied in the audit of the financial statements and certain additional procedures, including comparing and reconciling such information directly to the underlying accounting and other records used to prepare the financial statements or to the financial statements themselves, and other additional procedures in accordance with auditing standards generally accepted in the United States of America. In our opinion, the information is fairly stated in all material respects in relation to the financial statements as a whole.

Respectfully Submitted,

James W. Wadman, C.P.A.

James W. Wadman, C.P.A.
April 28, 2020

TOWN OF ISLE AU HAUT

TOWN OF ISLE AU HAUT, MAINE
Management's Discussion and Analysis
For the Fiscal Year Ended January 31, 2020

The management of the Town of Isle au Haut, Maine (the Town) offers readers of the Town's financial statements this narrative overview and analysis of the financial activities of the Town for the fiscal year ended January 31, 2020. We encourage readers to consider this information in conjunction with the financial statements and accompanying notes that follow.

FINANCIAL HIGHLIGHTS – PRIMARY GOVERNMENT

Government-wide Highlights:

Net Position – The assets of the Town exceeded its liabilities at the fiscal year ending January 31, 2020 by \$4,968,868 (presented as “net position”). Of this amount, \$519,648 was reported as “unrestricted net position”. Unrestricted net position represents the amount available to be used to meet the Town's ongoing obligations to citizens and creditors.

Changes in Net Position – The Town's total net position decreased by \$72,918 (a 1.4% decrease) for the fiscal year ended January 31, 2020.

Fund Highlights:

Governmental Funds – Fund Balances – As of the close of the fiscal year ended January 31, 2020; the Town's governmental funds reported a combined ending fund balance of \$552,914, an increase of \$37,509 in comparison with the prior year. Of this total fund balance, a deficit of (\$19,994) represents general unassigned fund balance. This unassigned fund balance represents approximately -2.7% of the total general fund expenditures for the fiscal year.

Long-term Debt:

The Town's total long-term debt obligations decreased \$18,333 (5.3%) during the current fiscal year. No new debt obligations were issued and existing debt obligations were retired according to schedule.

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 financial statements include three components: 1) government-wide financial statements, 2) fund financial statements, and 3) notes to the financial statements. This report also contains additional required supplementary information (budgetary comparison) and other supplementary information. These components are described below:

Government-wide Financial Statements

The government-wide financial statements present the financial picture of the Town from the economic resources measurement focus using the accrual basis of accounting and are designed to provide readers with a broad overview of the Town's finances, in a manner similar to a private-sector business. They 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). The statement of net position includes all assets of the Town (including infrastructure) as well as all liabilities (including long-term debt), with the difference between the two reported as net position. The statement of activities shows how the Town's net position changed during the year, regardless of the timing of related cash flows. The government-wide financial statements can be found on pages 8 - 9 of this report.

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 fund financial statements include statements for one category of activity – governmental funds. The governmental activities are prepared using the current financial resources measurement focus and the modified accrual basis of accounting and are used to account for essentially the same functions reported as governmental activities in the government-wide financial statements. However, the governmental fund financial statements focus on near-term inflows and outflows of spendable resources, as well as on balances of spendable resources available at the end of the fiscal year. Both the governmental fund balance sheet and the governmental fund statement of revenues, expenditures and changes in fund

TOWN OF ISLE AU HAUT

balance provide a reconciliation to explain the differences between the governmental funds and governmental activities. The basic governmental fund financial statements can be found on pages 10 - 11 of this report.

Notes to the Financial Statements

The notes provide additional information that is essential to a full understanding of the data provided in the government-wide and the fund financial statements. The notes to the financial statements can be found on pages 12 - 26 of this report.

Required Supplementary Information

This section includes a budgetary comparison schedule (page 27), which includes a reconciliation between the statutory fund balance for budgetary purposes and the fund balance for the general fund as presented in the governmental fund financial statements (if necessary). This section also includes schedules of historical pension information (pages 28-30) as required by GASB Statement #68 and schedules of historical other post-employment benefit (OPEB) information (pages 31-33) as required by GASB Statement #75.

GOVERNMENT-WIDE FINANCIAL ANALYSIS

Net Position

The largest portion of the Town's net position (87.8%) reflects its net investment in capital assets such as land, buildings, equipment and infrastructure (roads, bridges and other immovable assets); 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 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.

	<i>Governmental Activities 2020</i>	<i>Governmental Activities 2019</i>
Current Assets	\$ 642,201	\$ 624,732
Capital Assets	\$ 4,691,082	\$ 4,814,766
Deferred Outflows	\$ 2,531	\$ 2,932
<i>Total Assets & Deferred Outflows</i>	<i>\$ 5,335,814</i>	<i>\$ 5,442,430</i>
Other Liabilities	\$ 47,466	\$ 70,862
Long-Term Liabilities	\$ 318,146	\$ 329,667
Deferred Inflows	\$ 1,334	\$ 116
Net Position:		
Invested in Capital Assets	\$ 4,361,415	\$ 4,466,766
Restricted	\$ 87,805	\$ 154,829
Unrestricted	\$ 519,648	\$ 420,190
<i>Total Liabilities and Net Position</i>	<i>\$ 5,335,814</i>	<i>\$ 5,442,430</i>

An additional portion of the Town's net position (1.8%) represents resources that are subject to external restrictions on their use. The remaining balance of unrestricted net position (10.4%) may be used to meet the government's ongoing obligations to citizens and creditors.

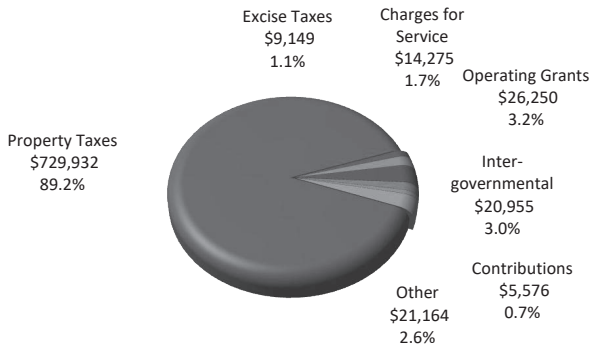
Changes in Net Position

Governmental activities decreased the Town's net position by \$72,918. This change was primarily due to capital asset activity as well as usage of restricted fund balances for their intended purpose.

TOWN OF ISLE AU HAUT

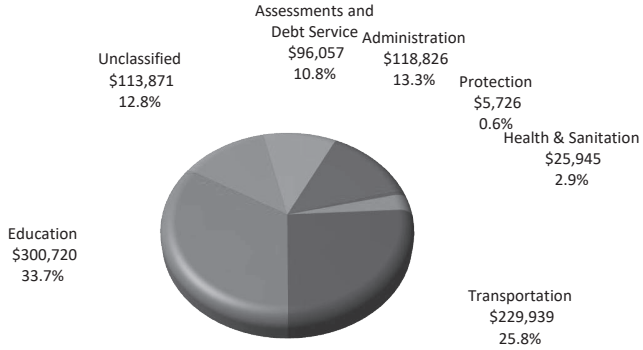
	<i>Governmental Activities 2020</i>	<i>Governmental Activities 2019</i>
<i>Revenues;</i>		
Tax Revenues	\$ 739,081	\$ 646,916
Program Revenues	\$ 40,525	\$ 69,758
Investments/Interest	\$ 7,761	\$ (699)
Intergovernmental	\$ 11,820	\$ 26,200
Contributions and Grants	\$ 5,576	\$ 9,481
Other	\$ 13,403	\$ 12,260
<i>Total Revenues</i>	\$ 818,166	\$ 763,916
<i>Expenses;</i>		
Administration	\$ 118,826	\$ 108,317
Protection	\$ 5,726	\$ 13,534
Health/Sanitation	\$ 25,945	\$ 26,593
Transportation	\$ 229,939	\$ 175,925
Education	\$ 300,720	\$ 291,772
Unclassified	\$ 113,871	\$ 95,452
Assessments and Debt Service	\$ 96,057	\$ 98,314
<i>Total Expenses</i>	\$ 891,084	\$ 809,907
Changes in Net Position	\$ (72,918)	\$ (45,991)

Revenues by Source - Governmental-Type



TOWN OF ISLE AU HAUT

Expenditures by Source - Governmental-Type



FINANCIAL ANALYSIS OF THE TOWN'S INDIVIDUAL FUNDS

Governmental Funds

The focus of the Town's governmental funds is to provide information on near-term inflows, outflows, and balances of spendable resources. Such information is useful in assessing the Town's financing requirements. In particular, unassigned fund balance may serve as a useful measure of a government's net resources available for spending at the end of the fiscal year.

At the end of the fiscal year, the Town's governmental funds reported ending fund balances of \$552,914 an increase of \$37,509 in comparison with the prior fiscal year. Approximately -3.6% of this total amount constitutes unassigned fund balance. The remainder is reserved to indicate that it is not available for new spending because it has been committed to liquidate contracts and commitments of the prior fiscal year or for a variety of other purposes.

GENERAL FUND BUDGETARY HIGHLIGHTS

Variances between actual General Fund revenues and expenditures and the final amended budget included the following:

- \$6,116 positive variance in contribution and grant revenue mainly due to unbudgeted lighthouse donation revenue.
- \$10,536 positive variance in intergovernmental revenue mainly from State Road Assistance. This is due to the funds not being budgeted.
- \$1,755 positive variance in all other revenues mainly due to conservative budgeting.
- \$28,912 positive variance in administration expenditures. This is primarily due to conservative budgeting in general government.
- \$44,489 negative variance in education. This is due to school budgeted usages of the school reserve fund balance.
- \$17,690 positive variance in unclassified expenditures. This is mainly due to building the reserve for future use in Revere Memorial Hall offset but Lighthouse expenditures out of the Lighthouse reserve fund.
- \$11,073 positive variance in all other expenditures mainly due to conservative budgeting.

CAPITAL ASSET AND DEBT ADMINISTRATION

Capital Assets

The Town's investment in capital assets for its governmental activities amounts to \$7,735,020, net of accumulated depreciation of \$3,043,938, leaves a net book value of \$4,691,082. There were current year additions of Colwell Ramp improvements, a new heat pump, and lighting at the town landing. Lighthouse restoration expenditures were also added



TOWN OF ISLE AU HAUT

though not yet placed in service. There were no current year retirements or impairments. Additional information on the Town's capital assets can be found in Note 4 of the notes to the financial statements on pages 18-19 of this report.

Debt

The Town has total bonded debt outstanding of \$329,667 that is backed by the full faith and credit of the Town. The outstanding debt decreased \$18,333 during the current fiscal year. Additional information on the Town's long-term debt can be found in Note 6 of the notes to the financial statements on page 19 of this report.

REQUESTS FOR INFORMATION

This financial report is designed to provide a general overview of the Town's finances for all citizens, taxpayers, investors and creditors. This financial report seeks to demonstrate the Town's accountability for the money it receives. Questions concerning any of the information provided in this report or requests for additional information should be addressed to: Town of Isle au Haut, P.O. Box 71, Isle au Haut, ME 04645.

TOWN OF ISLE AU HAUT

TOWN OF ISLE AU HAUT, MAINE
STATEMENT OF NET POSITION
JANUARY 31, 2020

(Exhibit I)

	<u>Governmental Activities</u>
<u>Assets</u>	
Cash and Cash Equivalents	\$501,314
Investments, at Fair Market Value	\$55,259
Taxes Due - Current Year	\$40,703
Taxes Due - Prior Year	\$44,925
<u>Capital Assets</u>	
Land	\$711,551
Other Capital Assets, net of Accumulated Depreciation	\$3,979,531
Total Capital Assets	\$4,691,082
<u>Total Assets</u>	\$5,333,283
<u>Deferred Outflows of Resources</u>	
Related to Pensions	\$2,531
	\$2,531
<u>Total Assets & Deferred Outflows</u>	\$5,335,814
<u>Liabilities, Deferred Inflows and Net Position</u>	
<u>Liabilities</u>	
Accounts Payable	\$29,042
Net Other Post-Employment Benefits Liability	\$6,903
<u>Bond Payable</u>	
Due within one year	\$18,424
Due in more than one year	\$311,243
	\$311,243
<u>Total Liabilities</u>	\$365,611
<u>Deferred Inflows of Resources</u>	
Property Taxes Collected in Advance	\$1,017
Related to Other Post-Employment Benefits	\$317
	\$317
<u>Total Deferred Inflows of Resources</u>	\$1,334
<u>Net Position</u>	
Net Investment in Capital Assets	\$4,361,415
Restricted	\$87,805
Unrestricted	\$519,648
	\$519,648
<u>Total Net Position</u>	\$4,968,868
<u>Total Liabilities, Deferred Inflows and Net Position</u>	\$5,335,814

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

TOWN OF ISLE AU HAUT

TOWN OF ISLE AU HAUT, MAINE

(Exhibit II)

STATEMENT OF ACTIVITIES

FOR THE FISCAL YEAR ENDED JANUARY 31, 2020

<u>Functions/Programs</u>	<u>Program Revenues</u>		<u>Net (Expense)</u>
<u>Primary Government</u>	<u>Charges for</u>	<u>Operating</u>	<u>Revenue and Changes</u>
<u>Governmental Activities</u>	<u>Services</u>	<u>Grants</u>	<u>in Net Position</u>
<u>Expenses</u>			<u>Governmental</u>
			<u>Activities</u>
Administration	\$118,826	\$14,275	(\$104,551)
Protection	\$5,726		(\$5,726)
Health & Sanitation	\$25,945		(\$25,945)
Transportation	\$229,939	\$10,452	(\$219,487)
Education	\$300,720	\$25,710	(\$275,010)
Unclassified	\$113,871		(\$113,871)
Assessments and Debt Service	\$96,057		(\$96,057)
Total Governmental Activities	\$891,084	\$14,275	(\$840,647)
Total Primary Government	\$891,084	\$14,275	(\$840,647)
<u>General Revenues:</u>			
Tax Revenues, Including Homestead Reimbursement			\$729,932
Excise Taxes			\$9,149
Contributions and Grants			\$5,576
Intergovernmental Revenues			\$1,908
Federal Government - In Lieu of Taxes			\$9,250
Tree Growth Reimbursement			\$3,729
Unrealized Gain			\$5,208
Interest Earned			\$2,553
Veteran's Exemption Reimbursement			\$32
Other Revenues			\$393
Total Revenues			\$767,729
Changes in Net Position			(\$72,918)
Net Position - Beginning			\$5,041,786
Net Position - Ending			\$4,968,868

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

TOWN OF ISLE AU HAUT

TOWN OF ISLE AU HAUT, MAINE
BALANCE SHEET - GOVERNMENTAL FUNDS
JANUARY 31, 2020

(Exhibit III)

	<u>General Fund</u>	<u>Permanent Funds</u>	<u>Total Governmental Funds</u>
<u>Assets</u>			
Cash and Cash Equivalents	\$500,018	\$1,296	\$501,314
Investments, at Fair Market Value		\$55,259	\$55,259
Due from Other Funds		\$1,074	\$1,074
Taxes Due - Current Year	\$40,703		\$40,703
Taxes Due - Prior Years	\$44,925		\$44,925
<u>Total Assets</u>	<u>\$585,646</u>	<u>\$57,628</u>	<u>\$643,275</u>
<u>Liabilities, Deferred Inflows & Fund Balances</u>			
<u>Liabilities:</u>			
Accounts Payable	\$29,042		\$29,042
Due to Other Funds	\$1,074		\$1,074
<u>Total Liabilities</u>	<u>\$30,115</u>	<u>\$0</u>	<u>\$30,115</u>
<u>Deferred Inflows of Resources</u>			
Property Taxes Collected in Advance	\$1,017		\$1,017
Unavailable Tax Revenue	\$59,228		\$59,228
<u>Total Deferred Inflows of Resources</u>	<u>\$60,245</u>	<u>\$0</u>	<u>\$60,245</u>
<u>Fund Balances:</u>			
Nonspendable		\$3,536	\$3,536
Restricted	\$88,959		\$88,959
Committed	\$426,321		\$426,321
Assigned		\$54,093	\$54,093
Unassigned (Deficit)	(\$19,994)		(\$19,994)
<u>Total Fund Balances</u>	<u>\$495,286</u>	<u>\$57,628</u>	<u>\$552,914</u>
	<u>\$585,646</u>	<u>\$57,628</u>	<u>\$643,275</u>
<u>Total Fund Balance - Governmental Funds</u>			\$552,914
<i>Net position reported for governmental activities in the statement of net position is different because:</i>			
Capital assets used in governmental activities are not financial resources and therefore are not reported in the funds			\$4,691,082
Some liabilities are not due and payable in the current period and therefore, are not reported in the funds, including bonds payable			(\$329,667)
Delinquent taxes are recognized as revenue in the period for which levied in the government-wide financial statements, but are reported as unavailable revenue (a deferred inflow) in governmental funds			\$59,228
Deferred outflows of resources related to pension plans			\$2,531
Deferred inflows of resources related to other post-employment benefit plans			(\$317)
Some liabilities are not due and payable in the current period and therefore, are not reported in the funds, including:			
Net Pension Liability			\$0
Net Other Post-Employment Benefits Liability			(\$6,903)
<u>Net Position of Governmental Activities</u>			<u>\$4,968,868</u>

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

TOWN OF ISLE AU HAUT

TOWN OF ISLE AU HAUT, MAINE
STATEMENT OF REVENUES, EXPENDITURES, AND CHANGES
IN FUND BALANCES - GOVERNMENTAL FUNDS
FOR THE FISCAL YEAR ENDED JANUARY 31, 2020

(Exhibit IV)

	<i>General Fund</i>	<i>Permanent Funds</i>	<i>Total Governmental Funds</i>
<i>Revenues:</i>			
Tax Revenues, Including Homestead Reimbursement	\$727,387		\$727,387
Excise Taxes	\$9,149		\$9,149
Contributions and Grants	\$6,116		\$6,116
Intergovernmental Revenues	\$11,820		\$11,820
State Retirement Contributions	\$7,063		\$7,063
Federal Government - In Lieu of Taxes	\$9,250		\$9,250
Tree Growth Reimbursement	\$3,729		\$3,729
Realized / Unrealized Gains / (Losses)		\$5,208	\$5,208
Interest/Dividends Earned	\$1,221	\$1,332	\$2,553
Veteran's Exemption Reimbursement	\$32		\$32
Other Revenues	\$393		\$393
<i>Total Revenues</i>	<u>\$776,159</u>	<u>\$6,540</u>	<u>\$782,699</u>
<i>Expenditures (Net of Departmental Revenues):</i>			
<i>Current:</i>			
Administration	\$98,088		\$98,088
Protection	\$4,467		\$4,467
Health & Sanitation	\$25,945		\$25,945
Highways & Bridges	\$101,185		\$101,185
Education	\$266,114		\$266,114
State Retirement Contributions	\$7,063		\$7,063
Unclassified	\$127,315	\$622	\$127,938
Assessments and Debt Service	\$114,390		\$114,390
<i>Total Expenditures</i>	<u>\$744,567</u>	<u>\$622</u>	<u>\$745,190</u>
<i>Excess Revenues Over (Under) Expenditures</i>	\$31,592	\$5,917	\$37,509
<i>Beginning Fund Balances</i>	<u>\$463,694</u>	<u>\$51,711</u>	<u>\$515,406</u>
<i>Ending Fund Balances</i>	<u>\$495,286</u>	<u>\$57,628</u>	<u>\$552,914</u>
<i>Reconciliation to Statement of Activities, change in Net Position:</i>			
Net Change in Fund Balances - Above			\$37,509
Unavailable Tax Revenue			\$2,546
Bond proceeds provide current financial resources to Governmental Funds, but issuing debt increases long-term liabilities in the Government-Wide Statement of Net Position. Repayment of bond principal is an expenditure in Governmental Funds, but the repayment reduces long-term liabilities in the Government-Wide Statement of Net Position			
This amount represents long-term debt payments			\$18,333
Governmental funds report capital outlays as expenditures, while in the statement of activities, the cost of those assets is allocated over the estimated useful lives as depreciation expense.			\$34,340
Some expenses reported in the statement of activities do not require the use of current financial resources and therefore, are not reported as expenditures in governmental funds:			
Pension Plans (Deferred Outflows, Net Pension Liability, Deferred Inflows)			(\$401)
Other Post-Employment Benefit Plans (Deferred Outflows, Net OPEB Liability, Deferred Inflows)			(\$7,220)
Depreciation expense on capital assets is reported in the Government-Wide Statement of Activities and Changes in Net Position, but they do not require the use of current financial resources. Therefore, depreciation expense is not reported as expenditures in Governmental Funds.			(\$158,024)
<i>Changes in Net Position of Governmental Activities</i>			<u>(\$72,918)</u>

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

TOWN OF ISLE AU HAUT

TOWN OF ISLE AU HAUT, MAINE
NOTES TO THE FINANCIAL STATEMENTS
FOR THE FISCAL YEAR ENDED JANUARY 31, 2020

Note 1 - Summary of Significant Accounting Policies

The financial statements of the Town of Isle au Haut, Maine (the Town) have been prepared in conformity with accounting principles generally accepted in the United States of America, as applied to governmental units (hereinafter referred to as generally accepted accounting principles (GAAP)). The Governmental Accounting Standards Board (GASB) is the accepted standard setting body for the governmental accounting and financial reporting principles. The more significant of the Town's accounting principles are described below.

A. Financial Reporting Entity

The accompanying financial statements present the government of the Town of Isle au Haut, Maine, which is identified based upon the criteria identified in Governmental Accounting Standards Board (GASB) Statement 14, as amended, *The Financial Reporting Entity*. The Town is governed under a Selectmen form of government. The Town engages in a comprehensive range of municipal services, including administrative services, public safety, health and sanitation, transportation, education and cultural services. The financial statements include all operations of the Town. Control or dependence is determined on the basis of budget adoption, taxing authority, funding and appointment of the respective governing board.

B. Government-wide and Fund Financial Statements

The government-wide financial statements (i.e. the statement of net position and the statement of activities) report information on all of the activities of the Town. Fiduciary activities, whose resources are not available to finance the Town's programs are excluded from the government-wide statements. The material effect of interfund activity has been removed from these statements. *Governmental activities*, which normally are supported by taxes and intergovernmental revenues, are reported separately from *business-type activities*, which rely to a significant extent on fees and charges for support.

The statement of activities demonstrates the degree to which the direct expenses of a given function or segment are offset by program revenues. *Direct expenses* are those that are clearly identifiable with a specific function or segment. Functional expenses may also include an element of indirect cost, designed to recover administrative (overhead) costs. *Program revenues* include 1) charges to customers or applicants who purchase, use or directly benefit from goods, services or privileges provided by a given function or segment and 2) grants and contributions that are restricted to meeting the operational or capital requirements of a particular function or segment. Taxes and other items not properly included among program revenues are reported instead as *general revenues*.

C. Measurement Focus, Basis of Accounting and Financial Statement Presentation

The government-wide financial statements are reported using the *total economic resources measurement focus* and the *accrual basis of accounting*. Revenues are recognized when transactions occur and expenses and deductions are recognized when a liability is incurred, regardless of the timing of related cash flows. Property taxes are recognized as revenues in the year for which they are levied (i.e. intended to finance). Grants are recognized as revenue as soon as all eligibility requirements have been met.

The governmental fund financial statements are reported using the *current financial resources measurement focus* and the *modified accrual basis of accounting*. Revenues are recognized when they are both measurable and available. Revenues are considered to be available when they are collectible within the current period or soon enough thereafter to pay liabilities of the current period. For this purpose, the Town considers revenues to be available if they are collected within 60 days of the end of the current fiscal period. Expenditures generally are recorded when a liability is incurred, as under accrual accounting. However, debt service expenditures, including interest on long-term debt, are recognized only when payment is due.

Property taxes, charges for services and interest associated with the current fiscal period are all considered to be susceptible to accrual and are recognized as revenues of the current fiscal period. All other revenue items are considered to be measurable and available only when cash is received by the Town.

TOWN OF ISLE AU HAUT

The Town reports unavailable revenue on its governmental fund financial statements. Unavailable revenues arise when a potential revenue does not meet both the "measurable" and "available" criteria for recognition in the current period. Unavailable revenues also arise when resources are received by the Town before it has a legal claim to them, as when grant monies are received prior to the incurrence of qualifying expenditures. In subsequent periods, when both revenue recognition criteria are met, or when the Town has a legal claim to the resources, the liability for unavailable revenue is removed from the balance sheet and the revenue is recognized.

The Town reports the following major governmental funds:

The general fund is the Town's primary operating fund. It accounts for all financial resources of the general government, except those required to be accounted for in another fund.

The Town also reports the following permanent funds:

Permanent funds are used to account for assets held in perpetuity and therefore cannot be used to support the Town's own programs, but the investment earnings may be used for designated purposes.

Amounts reported as program revenues include 1) charges to customers or applicants for goods, services, fines and forfeitures, or privileges provided, 2) operating grants and contributions, and 3) capital grants and contributions, including special assessments. Internally dedicated resources are reported as general revenues rather than as program revenues. Likewise, general revenues include all taxes.

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.

D. Assets, Liabilities, Deferred Inflows/Outflows and Net Position or Fund Equity

Deposits

The Town's cash and cash equivalents are considered to be cash on hand, demand deposits and short-term investments with original maturities of one year or less from the date of acquisition. These investments are not specifically identified with any other fund.

The Town may invest in certificates of deposit, in time deposits, and in any securities in which State of Maine Statutes authorize them to invest in.

Accounts Receivable and Accounts Payable

All material receivables are reported at their gross value and, where appropriate, are reduced by the estimated portion that is expected to be uncollectible.

Because of their spending measurement focus, expenditure recognition for governmental fund types excludes amounts represented by noncurrent liabilities. Since they do not affect current assets, such long-term amounts are not recognized as governmental fund type expenditures or fund liabilities.

Capital Assets

Capital assets, which property, plant, equipment and infrastructure (e.g. roads, bridges, sidewalks and similar items), are reported in the applicable governmental or business-type activities columns in the government-wide financial statements. Capital assets are defined by the Town as assets with an initial, individual cost of more than \$5,000 and an estimated useful life in excess of one year. Such assets are recorded at historical cost or estimated historical cost if purchased or constructed. Donated capital assets are recorded at estimated fair value at the date of donation.

The costs of normal maintenance and repairs that do not add to the value of the asset or materially extend asset lives are not capitalized. Major outlays for capital assets and improvements are capitalized as projects are constructed. Interest incurred during

TOWN OF ISLE AU HAUT

the construction phase of capital assets of business-type activities is included as part of the capitalized value of the asset constructed. Property, plant and equipment is depreciated using the straight line method over the following estimated useful lives:

<i>Assets</i>	<i>Years</i>
Buildings	50
Infrastructure	50
Equipment	5-30

Pensions

For purposes of measuring the net pension liability, deferred outflows of resources and deferred inflows of resources related to pensions, and pension expense, information about the fiduciary net position of the Maine Public Employees Retirement System (System) and additions to / deductions from the Systems' fiduciary net position have been determined on the same basis as they are reported by the System. For this purpose, benefit payments (including refunds of employee contributions) are recognized when due and payable pursuant to formal commitments or statutory requirements. Investments are reported at fair value. Investment income is recognized when earned and investment expenses are recognized when incurred.

Deferred Inflows/Outflows of Resources

In addition to assets and liabilities, the statement of net position and the governmental fund balance sheet will report a separate section for deferred outflows and/or inflows of resources. Deferred outflows of resources represent consumption of net position that applies to a future period(s) and therefore will not be recognized as an expense/expenditure until then. Deferred inflows or resources represent and acquisition of net position that applies to future period(s) and therefore will not be recognized as revenue until that time. The Town has no items that qualify as deferred outflows of resources and one item that qualifies as deferred inflows. This amount is considered unavailable and will be recognized as an inflow of resources (revenue) in the period that the amounts become available.

Interfund Activities

During the course of normal operations, the Town has various transactions between funds, including transfers of revenues and expenditures. The accompanying governmental fund financial statements reflect such transactions as operating transfers.

Long-Term Obligations

In the government-wide financial statements, long-term debt and other long-term obligations are reported as liabilities in the applicable governmental activities. In the fund financial statements, governmental funds recognize the face amount of debt issued as other financing sources.

Governmental Fund Balances

The Town has identified January 31, 2020 fund balances on the balance sheet as follows:

	<i>General Fund</i>	<i>Permanent Fund</i>	<i>Total</i>
<u><i>Nonspendable</i></u>			
Arthur Barter Educational Trust		\$2,540	\$2,540
Crowell Memorial Trust		\$996	\$996
<u><i>Restricted</i></u>			
State Road Assistance	\$20,220		\$20,220
School Department	\$54,745		\$54,745
State Revenue Sharing	\$7,280		\$7,280
Colwell Ramp	\$6,714		\$6,714
<u><i>Committed</i></u>			
General Government	\$30,995		\$30,995
Property Tax Revaluation	\$39,477		\$39,477
Town Buildings	\$34,049		\$34,049
Town Owned Lands	\$6,893		\$6,893

TOWN OF ISLE AU HAUT

	<i>General Fund</i>	<i>Permanent Fund</i>	<i>Total</i>
Broadband	\$10,000		\$10,000
Debra Schrader Land Purchase Bond	\$428		\$428
Fire Department	\$15,657		\$15,657
Solid Waste Disposal	\$12,384		\$12,384
Plumbing & Code Enforcement	\$2,248		\$2,248
Town Roads & Bridges	\$9,437		\$9,437
Snow Removal	\$10,679		\$10,679
D.O.T. Transportation Account	\$7,081		\$7,081
Truck & Plow Account	\$9,404		\$9,404
Truck Reserve	\$23,757		\$23,757
Salt/Sand Shed Reserve	\$12,500		\$12,500
Town Landing	\$872		\$872
Town Parking Lot	\$70,000		\$70,000
Town Landing Building	\$7,501		\$7,501
Harbor Master	\$2,500		\$2,500
School Roof Fund	\$10,390		\$10,390
Excise Taxes	\$9,956		\$9,956
Revere Memorial Hall	\$41,223		\$41,223
Revere Memorial Library	\$8,024		\$8,024
Lighthouse Fund Reserve	\$46,773		\$46,773
Emergency Medical Services	\$3,687		\$3,687
Comprehensive Planning	\$69		\$69
Maine Islands Coalition	\$336		\$336
<u>Assigned</u>			
Arthur Barter Educational Trust		\$53,778	\$53,778
Crowell Memorial Trust		\$314	\$314
<u>Unassigned</u>	(\$19,994)		(\$19,994)
<u>Total Fund Balances</u>	<u>\$495,286</u>	<u>\$57,628</u>	<u>\$552,914</u>

In accordance with GASB Statement 54, the Town classifies governmental fund balances as follows:

Non-spendable - includes fund balance amounts that cannot be spent either because it is not in spendable form or because of legal or contractual constraints.

Restricted - includes fund balance amounts that are constrained for specific purposes which are externally imposed by providers, such as grantors or creditors, or amounts constrained due to constitutional provisions or enabling legislation.

Committed - includes fund balance amounts that are constrained for specific purposes that are internally imposed by the Town through formal action at the highest level of decision making authority and does not lapse at the end of the year.

Assigned - includes fund balance amounts that are intended to be used for specific purposes that are neither considered Restricted or Committed.

Unassigned - includes fund balance amounts that are not considered to be Non-spendable, Restricted, Committed or Assigned.

The Town considers restricted, committed, assigned and unassigned amounts to be spent in that order when expenditures are incurred for which any of those amounts are available.

Net Position

Net position is required to be classified into three components - net investment in capital assets, restricted and unrestricted. These classifications are defined as follows:

Net investment in capital assets - This component of net position consist of capital assets, net of accumulated depreciation,

TOWN OF ISLE AU HAUT

reduced by the outstanding balances of any bonds, mortgages, notes or other borrowings that are attributable to the acquisition, construction, or improvements of those assets.

Restricted - This component of net position consists of restrictions placed on net position use through external constraints imposed by creditors (such as debt covenants), grantors, contributors, or law or regulations of other governments, or constraints imposed by law through constitutional provisions or enabling legislation. The government-wide statement of net position reports \$87,805 of restricted net position, of which enabling legislation restricts \$0.

Unrestricted - This component consists of net position that do not meet the definition of "restricted" or "net investment in capital assets."

E. Budgetary Accounting

Formal budgetary accounting is employed as a management control for the general fund only. Annual operating budgets are adopted each fiscal year by the registered voters of the Town at their annual Town meeting. Budgets are established in accordance with GAAP. Budgetary control is exercised at the selectmen level, since individual department heads do not exist. All unencumbered budget appropriations lapse at the end of the year unless specifically designated by the Board of Selectmen or required by law.

F. Endowments

In the permanent funds, there are established endowment funds of \$2,540 for the Arthur Barter Educational Trust Fund, and \$996 for the Jack & Alice Crowell Memorial Trust Fund. The investment earnings of these funds are used for the specific purposes that the funds were established for and shall be paid out by order of those persons responsible for administering the funds. State law directs that, subject to the intent of a donor expressed in the gift instrument, an institution may appropriate for expenditure or much of an endowment fund as the institution determines is prudent for the uses, benefits, purposes, and duration for which the accumulate so endowment is established. The current amount available for expenditure is \$53,778 from the Arthur Barter Educational Trust Fund, and \$314 from the Jack & Alice Crowell Memorial Trust Fund, which is reported as unrestricted net position in the statement of net position. The initial endowment principal is reported as restricted net position in the statement of net position.

G. Estimates

The preparation of financial statements in conformity with accounting principles generally accepted in the United States of America requires management to make estimates and assumptions that affect the reported amounts of assets and liabilities and disclosure of contingent assets and liabilities at the date of the financial statements and the reported amounts of revenues and expenses during the period. Actual results could differ from those estimates.

Note 2 - Deposits and Investments

Deposits

Custodial credit risk is the risk that in the event of a bank failure, a government's deposits may not be returned to it. The Town's deposit policy for custodial credit risk requires compliance with the provisions authorized by Maine State Statutes. The Town requires that, at the time funds are deposited, there is collateral in place to cover the deposits in excess of the FDIC insurance limits.

State Statutes require banks either to give bond or to pledge government securities (types of which are specifically identified in the Statutes) to the Town in the amount of the Town's deposits. The Statutes allow pledged securities to be reduced by the amount of the deposits insured by the Federal Deposit Insurance Corporation (FDIC).

The financial institution holding the Town's cash accounts is participating in the FDIC Program. For time and savings deposit accounts, the Town's savings accounts, including certificates of deposit, are insured up to \$250,000 by the FDIC. Separately, for demand deposit accounts, the Town's cash accounts, including checking and money market accounts, are insured up to \$250,000 by the FDIC. Any cash deposits in excess of the \$250,000 FDIC limits are not covered by collateral and thus, custodial credit risk could exist. In order to protect deposits in excess of the \$250,000 FDIC limits, the Bank issues a collateral statement showing that funds in excess of the \$250,000 are protected by additional collateral.

TOWN OF ISLE AU HAUT

At year end, the carrying value of the Town's deposits was \$501,064 and the bank balance was \$497,138. The Town has no uninsured and uncollateralized deposits as of January 31, 2020.

Investments

Investments are separated into short-term and long-term categories. All short-term investments are held in an investment account containing money market mutual funds. Long-term investments are held in an investment account that is invested in equity stocks, and bond funds. Additional long-term investments are held separately as ownership in equity stock. All short-term and long-term investments are recorded based on level I or II inputs and measured on a recurring basis.

	<i>Governmental Fund</i>
Short-Term Investments	
Cash and Cash Equivalents	\$251
Total Short-Term Investments	\$251
Long-Term Investments	
Equity Securities	\$25,980
Fixed Income	\$29,028
Total Long-Term Investments	\$55,008

Some stock certificates are held directly by the Town. The remaining investments are managed by a broker to maximize long-term gain while minimizing volatility. These investments are maintained as a private purpose trust fund, Arthur Barter Educational Trust fund.

	<i>Governmental Fund</i>
Investment returns were as follows:	
Investment Income (Loss)	(\$1,849)

Return Objectives

Assets are to be invested to provide sufficient growth in the form of total return from dividends, income, earnings and price appreciation to meet the Town's requirements and to maintain a balance within the investment account for future availability as directed by each fund.

Risk Parameters

To meet the stated objectives, the Town's portfolio is divided between a fixed income and equity positions in order to provide a steady and consistent level of income as well as produce long-term appreciation of principal. The allocation of holdings should reasonably attempt to reduce overall portfolio volatility.

Fair Value

Certain assets are recorded at fair value to provide additional insight into the Town's financial position. These certain assets are measured on a recurring basis. Assets are grouped in three levels, based on the markets in which the assets are traded and the reliability of the assumptions used to determine value. A brief description of each follows:

- Level 1 - Valuation is based on quoted prices for identical instruments in active markets.
- Level 2 - Valuation is based on quoted prices for similar instruments or on prices determined
- Level 3 - Valuation is generated from model-based techniques that use at least one significant assumption not observable in the market.

TOWN OF ISLE AU HAUT

Fair values of assets at January 31, 2020 measured on a recurring basis are as follows:

	<i>2020</i>	<i>Fair Value of Measurements Using</i>		
	<i>Fair Value</i>	<i>Level I</i>	<i>Level II</i>	<i>Level III</i>
Investments by fair value level				
Cash and Money Market Funds	\$251	\$251		
Equity Securities				
Mutual Funds and exchange-traded funds	\$25,980	\$25,980		
Total Equity Securities	\$25,980	\$25,980	\$0	\$0
Fixed Income Funds				
Bond Funds	\$29,028		\$29,028	
Total Fixed Income Funds	\$29,028	\$0	\$29,028	\$0
Total	\$55,259	\$26,231	\$29,028	\$0

Note 3 - Property Taxes

Property taxes were assessed on April 1, 2019 and committed on July 10, 2019. Interest of 9.0% per annum is charged on delinquent taxes. Tax liens are recorded on property taxes remaining unpaid eight to twelve months after the commitment date. Tax liens unpaid for a period of eighteen months expire and the property becomes tax acquired by the Town. For governmental funds, typically only property taxes which are intended to finance the current fiscal year and collected within 60 days subsequent to year-end are recorded as revenue. Accordingly, \$59,228 of the property taxes receivable have been classified as unavailable tax revenue on the general fund balance sheet.

Note 4 - Capital Assets

Capital asset activity for the year ended January 31, 2020 was as follows:

	<i>Beginning</i>		<i>Increases</i>	<i>Decreases</i>	<i>Ending</i>
	<i>Balance</i>				<i>Balance</i>
<i>Governmental Activities:</i>					
<i>Capital assets not being depreciated</i>					
Land	\$511,551				\$511,551
Easement	\$200,000				\$200,000
<i>Capital assets being depreciated</i>					
Buildings	\$603,305	\$9,157			\$612,461
Equipment	\$937,627	\$25,183			\$962,810
Infrastructure	\$5,448,197	\$0			\$5,448,197
<i>Total capital assets being depreciated</i>	\$6,989,129	\$34,340		\$0	\$7,023,469
<i>Less accumulated depreciation for</i>					
Buildings	\$247,852	\$13,767			\$261,619
Equipment	\$295,685	\$18,497			\$314,182
Infrastructure	\$2,342,377	\$125,761			\$2,468,138
<i>Total accumulated depreciation</i>	\$2,885,914	\$158,024		\$0	\$3,043,938
<i>Net capital assets being depreciated</i>	\$4,103,215	(\$123,684)		\$0	\$3,979,531
<i>Governmental Activities, Capital Assets, net</i>	\$4,814,766	(\$123,684)		\$0	\$4,691,082

TOWN OF ISLE AU HAUT

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

Governmental Activities

General Government	\$6,463
Protection	\$1,259
Education	\$1,275
Unclassified	\$4,016
Highways, including depreciation of general infrastructure assets	\$145,010
 Total Depreciation Expense - Governmental Activities	 \$158,024

Note 5 - Interfund Receivables and Payables

During the course of operations, numerous transactions occur between individual funds that may result in amounts owed between funds. On the Governmental Fund financial statements, the payable is classified as Due to Other Funds with an offsetting receivable classified as Due from Other Funds. At January 31, 2020, the offsetting receivable and payable balances were \$1,074. The change in the balance of the accounts during the current fiscal year represents \$297 of interest/dividends earned offset by a \$300 expense that were relative to the permanent fund cash and investment accounts that were deposited into and spent from the general fund checking account. The remaining monies are expected to be repaid upon need of the funds for the specified purpose of the trust funds that the interest is earned on.

Note 6 - Long-Term Debt

The following is a summary of long-term debt transactions of the Town of Isle au Haut, Maine for the fiscal year ended January 31, 2020.

<u>Long-Term Debt payable at February 1,</u>	\$348,000
<u>Long-Term Debt Issued</u>	\$0
<u>Long-Term Debt Retired</u>	(\$18,333)
<u>Long-Term Debt payable at January 31,</u>	<u>\$329,667</u>

General Obligation bonds and notes are direct obligations and pledge the full faith and credit of the Town of Isle au Haut, Maine. Outstanding bonds at January 31, 2020 are as follows:

In October 2014, the Town issued bonds for a land purchase with Bar Harbor Bank & Trust. The bonds were authorized by the Town for \$185,000. The bonds are to be repaid over a 20 year period with interest of 3.98%. The principal balance at January 31, 2020 was \$138,750. This loan is to be repaid with tax revenue.

In April 2018, the Town entered into a long term debt agreement with the Maine Department of Transportation for the purchase of an easement in Stonington, Maine for the primary purpose of ensuring continuing regular, daily, year-round ferry service between Stonington and the Town. The debt is to be repaid over a 20 year period with interest of 1.00%. The principal balance at January 31, 2020 was \$190,917. This loan is to be repaid with tax revenue.

Annual debt service requirements to maturity of the general obligation bonds including estimated interest are as follows:

<i>Year</i>	<i>Principal</i>	<i>Interest</i>	<i>Total</i>
2021	\$18,424	\$7,443	\$25,867
2022	\$18,516	\$6,967	\$25,483
2023	\$18,608	\$6,506	\$25,114
2024	\$18,702	\$6,043	\$24,745
2025	\$18,796	\$5,591	\$24,387
2026-2030	\$95,433	\$20,923	\$116,356
2031-2035	\$97,942	\$9,189	\$107,131
2036-2039	\$43,246	\$1,086	\$44,332
	\$329,667	\$63,748	\$393,415

Note 7 - Defined Benefit Employee Pension Plan

A. Plan Description

Qualifying personnel of the School Department participate in the Maine Public Employees Retirement System (System) State Employee and Teacher (SET) Plan. The Plan is a multiple-employer, cost-sharing pension plan with a special funding situation. The State of Maine is the non-employer contributing entity in that the State pays the initial unfunded actuarial liability on behalf of teachers, while school systems contribute the normal cost, calculated actuarially, for their teacher members.

B. Pension Benefits

Benefit terms are established in Maine Statute. The System's retirement programs provide defined retirement benefits based on member's average final compensation and service credit earned as of retirement. Vesting (i.e., eligibility for benefits upon reaching qualification) occurs upon the earning of five years of service credit for State employees and teachers. In some cases, vesting occurs on the earning of one year of service credit immediately preceding retirement at or after normal retirement age. Normal retirement age for State employees and teachers is age 60, 62 or 65. The normal retirement age is determined by whether a member had met certain creditable service requirements on specific dates, as established by statute. The monthly benefit of members who retire before normal retirement age by virtue of having at least 25 years of service credit is reduced by a statutorily prescribed factor for each year of age that a member is below her/his normal retirement age at retirement. The System also provides disability and death benefits which are established by statute for State employee and teacher members.

Upon termination of membership, members' accumulated employee contributions are refundable with interest, credited in accordance with statute. Withdrawal of accumulated contributions results in forfeiture of all benefits and membership rights. The annual interest credited to members' accounts is set by the System's Board of Trustees.

C. Member and Employer Contributions

Retirement benefits are funded by contributions from members, employers, the State and by earnings on investments. Disability and death benefits are funded by employer normal cost contributions and by investment earnings. Member and employer contribution rates are each a percentage of applicable member compensation. Member contribution rates are defined by law or Board rule and depend on the terms of the Plan under which a member is covered. Employer contribution rates are determined through actuarial valuations. For the year ended June 30, 2019, the member contribution rate was 7.65% and the employer contribution rate was 3.97% of applicable member compensation. The employer is also responsible for contributing 11.68% of all federally funded member compensation. The State of Maine, as a non-employer contributing entity, pays 11.08% of the applicable member compensation into the System.

The required contributions paid into the System for the year ended June 30, 2019 and the previous two years are as follows:

<i>For the year ended June 30,</i>	<i>Employee Contributions</i>	<i>Employer Contributions</i>	<i>State of Maine Contributions</i>	<i>Applicable Member Compensation</i>
2019	\$4,877	\$2,531	\$7,063	\$63,747
2018	\$5,650	\$2,932	\$8,183	\$73,852
2017	\$4,869	\$2,138	\$6,377	\$63,642

D. Revenue Recognition

Employer contributions to the System are recognized as additions in the period when they become due pursuant to formal commitments or statutory requirements. Investment income is recognized when earned and investment expenses are recognized when incurred. For the teacher group, total employer and non-employer contributions were the basis for the allocation, adjusted to remove the normal cost contributions paid by local school systems on behalf of their employees. This leaves contributions toward the net pension liability of the Plan as the basis of allocation. This method of allocation properly distributes the collective net pension liability between the State of Maine as the non-employer contributing entity and those School Systems contributing towards the net pension liability of the Plan using grant funding.

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E. Pension Liabilities, Pension Expense, and Deferred Outflows of Resources and Deferred Inflows of Resources Related to Pensions

At June 30, 2019, the School Department reported a net pension liability of \$0. The net pension liability was measured as of June 30, 2018 and the total pension liability used to calculate the net pension liability was determined by actuarial valuation as of that date. The School Department's proportion of the net pension liability was based on a projection of the School Department's long-term share of contributions to the pension plan relative to the projected contributions of all participating members. At June 30, 2018 the School Department's proportion was 0.0%, which was a change of (0.0%) from its proportion measured at June 30, 2017.

For the fiscal year ended June 30, 2019, the School Department recognized pension expense of \$2,932. At June 30, 2019, the School Department reported deferred outflows of resources and deferred inflows of resources related to pensions from the following sources:

	<i>Deferred Outflows of Resources</i>	<i>Deferred Inflows of Resources</i>
Differences between expected and actual experience	\$0	\$0
Changes in Assumptions	\$0	\$0
Net Difference between projected and actual earnings on pension plan investments	\$0	\$0
Changes in proportion and differences between employer contributions and proportionate share of contributions	\$0	\$0
Employer contributions made subsequent to measurement date	\$2,531	\$0
	\$2,531	\$0

Amounts reported as deferred outflows of resources and deferred inflows of resources related to pensions will be recognized in pension expense as follows:

<u><i>Year ended June 30,</i></u>	
2019	\$2,531

F. Actuarial Assumptions

The total pension liability in the June 30, 2018 actuarial valuation was determined using the following actuarial assumptions, applied to all periods included in the measurement:

Inflation	2.75%
Salary Increases	2.75% - 14.50% at selected years of service
Investment Rate of Return	6.75%, net of administrative and pension plan investment expense
Cost of Living Benefit Increases	2.20%

For the School Department employees, the mortality rate is based on the RP2014 Total Dataset Healthy Annuitant Mortality Table for males and females.

The actuarial assumptions used in the June 30, 2018 valuation were based on the Entry Age Normal actuarial funding method. Under this funding method, the total employer contribution rate consists of two elements, the normal cost rate and the unfunded actuarial liability rate.

The individual entry age normal method is used to determine liabilities. Under the individual entry age normal method, a normal cost rate is calculated for each employee. This rate is determined by taking the value, as of age at entry into the plan, of the

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member's projected future benefits, and dividing it by the value, also as of the member's entry age, of their expected future salary. The normal cost for each employee is the product of their pay and their normal cost rate. The normal cost for the group is the sum of the normal costs for all members.

Experience gains and losses, i.e. decreases or increases in liabilities and/or in assets when actual experience differs from the actuarial assumptions, affect the unfunded actuarial accrued liability.

The long-term expected rate of return on pension plan investments was determined using a building-block method in which best-estimate ranges of expected future real rates of return (expected returns, net of pension plan investment expense and inflation) are developed for each major class of assets. These ranges are combined to produce the long-term expected rate of return by weighing the expected future real rates of return by the target asset allocation percentage and by adding expected inflation. Best estimates of arithmetic real rates of return for each major asset class included in the pension plan's target asset allocation as of June 30, 2018 are summarized in the following table:

<i>Asset Class</i>	<i>Target Allocation</i>	<i>Long-Term Expected Real Rate of Return</i>
Public Equities	30.0%	6.0%
U.S. Government	7.5%	2.3%
Private Equity	15.0%	7.6%
Real Assets:		
Real Estate	10.0%	5.2%
Infrastructure	10.0%	5.3%
Natural Resources	5.0%	5.0%
Traditional Credit	7.5%	3.0%
Alternative Credit	5.0%	4.2%
Diversifiers	10.0%	5.9%
	100%	

G. Discount Rate

The discount rate used to measure the total pension liability was 6.75%. The projection of cash flows used to determine the discount rate assumed that plan member contributions will be made the current contribution rate and that employer and non-employer entity contributions will be made at contractually required rates, actuarially determined. Based on these assumptions, the pension plan's fiduciary net position was projected to be available to make all projected future benefit payments to current plan members. Therefore, the long-term expected rate of return on pension plan investments was applied to all periods of projected benefit payments to determine the total pension liability.

H. Sensitivity of the Proportionate Share of the Net Pension Liability to Changes in the Discount Rate

The following presents the School Department's proportionate share of the net pension liability calculated using the discount rate of 6.75%, as well as what the School Department's proportionate share of the net pension liability would be if it were calculated using a discount rate that is 1 percentage point lower (5.75%) or 1 percentage point higher (7.75%) than the current rate:

	<i>1% Decrease (5.75%)</i>	<i>Current Discount Rate (6.75%)</i>	<i>1% Increase (7.75%)</i>
Proportionate Share of the Net Pension Liability	\$0	\$0	\$0

I. Pension Plan Financial and Actuarial Information

Additional financial information and actuarial information can be found in the Systems' 2018 Comprehensive Annual Financial Report available online at www.maineper.org or by contacting the System at (207) 512-3100.

Note 8 - Other Post-Employment Benefits (OPEB)

A. Plan Description - Health Insurance Plan

Qualifying personnel of the School Department can participate in the Maine Education Association Benefits Trust (MEABT)

postretirement benefit plan. The plan is a multi-employer, cost sharing OPEB plan.

B. Eligibility

The employee must have participated in the MEABT health plan for the 12 months prior to retirement, and have 10 years of continuous active service and enrollment in the health plan (under age 50), or 5 years of continuous active service and enrollment in the health plan (age 50 or above), in order to be eligible for postretirement benefits.

A retiree who terminates coverage may elect to re-enroll in coverage at a later date if the participant participated in the health plan for 12 months prior to terminating coverage, if the re-enrollment occurs within 5 years from the date of termination coverage, and if the retiree does not surpass attaining age 62 at the time of re-enrollment. The participant has to have maintained continuous health insurance coverage during this break in coverage. To be eligible for re-enrollment, a retiree may not take more than one break in coverage.

C. Cost Sharing Provisions

The retiree is eligible for a State subsidy of 45% of the blended single premium for the retiree only. Under State law, the blended premium is determined by blending rates for active members and retired members.

The retiree pays 55% of the blended premium rate for coverage elected. Spouses must contribute 100% of the blended premium amounts. This the total premium is paid for by both the State and the retiree and/or spouse. The MEABT is not responsible for the premium, but instead the implicit rate subsidy. The implicit rate subsidy is the value of the cost of care minus the premiums charged. Since the premiums are based on the average active and pre-Medicare retirees, the retirees are implicitly paying less than the true cost of coverage, thus an implied subsidy.

D. Employees covered by benefit terms:

At June 30, 2018, the following employees were covered under the benefit terms:

Active employees	1
Average age	54.16
Average service	27.00

E. Net OPEB Liability

The School Department's net OPEB liability was measured as of June 30, 2018, and the total OPEB liability used to calculate the net OPEB liability was determined by an actuarial valuation as of that date.

Actuarial assumptions The total OPEB liability in the June 30, 2018 actuarial valuation was determined using the following actuarial assumptions, applied to all periods included in the measurement, unless otherwise specified:

Discount Rate	3.87% per annum.
Salary Increase Rate	2.75% per year.
Administration and claims expense	Included in per capita claims cost
Healthcare cost trend rates:	

Pre -Medicare Medical: Initial trend of 5.55% applied in FYE 2018 grading over 15 years to 3.73% per annum.

Medicare Medical: Initial trend of 3.72% applied in FYE 2018 grading over 15 years to 2.81% per annum.

F. Actuarial Assumptions

Rates of mortality for the different level of participants are described below:

Healthy Annuitants: based on 99% of the RP-2014 Total Dataset Healthy Annuitant Mortality Table for both males and females using the RP-2014 Total Dataset Employee Mortality Table for ages prior to start of the Healthy Annuitant Table, respectively, both projected using the RPEC 2015 model, with an ultimate rate of 0.85% for ages 20-85, grading down to an ultimate rate of

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0% for ages 111-120, and convergence to the ultimate rate in the year 2020.

Healthy Employees: based on 99% of the RP-2014 Total Dataset Healthy Annuitant Mortality Table for both males and females using the RP-2014 Total Dataset Employee Mortality Table rates after the end of the Total Employee Mortality Table, respectively, both projected using the RPEC 2015 model, with an ultimate rate of 0.85% for ages 20-85, grading down to an ultimate rate of 0% for ages 111-120, and convergence to the ultimate rate in the year 2020.

Disabled Annuitants: based on 108% and 105% of the RP-2014 Total Dataset Disabled Annuitant Mortality Table, respectively for males and females, projected from the 2006 base rates using the RPEC 2015 model, with an ultimate rate of 0.85% for ages 20-85, grading down to an ultimate rate of 0% for ages 111-120, and convergence to the ultimate rate in the year 2020.

The actuarial assumptions are the assumptions that were adopted by the Maine Public Employees Retirement System State Employee and Teacher Program valuation at June 30, 2018 and are based on the experience study covering the period from June 30, 2012 through June 30, 2015.

The Entry Age Normal Actuarial Cost Method was used to value the Plan's actuarial liabilities and to set the normal cost. Under this funding method, a normal cost rate is determined as a level percent of pay for each active Plan member and then summed to produce the total normal cost for the Plan. The unfunded actuarial liability is the difference between the actuarial liability and the actuarial value of assets. The plan has no assets to apply against the liabilities.

For claim curves, the Actuary used actual community rated premiums and census records provided by MEABT through June 30, 2018. Participation experience for Medicare eligible (ME) and non-Medicare eligible (NME) (activities and retired covered persons) were analyzed by the Actuary. The Actuary assumed that the current enrollment distribution of Benefit Options will remain constant in the future for retirees. The Actuary distributed the cost based on the current covered population and Cheiron's (Actuary) standard age curves which vary by age, gender and Medicare status. Children costs are converted to a load on the non-Medicare (NME) retirees which implicitly assumes that future retirees will have the same child distribution as current retirees.

The Actuary report does not reflect future changes in benefits, subsidies, penalties, taxes, or administrative costs that may be required as a result of the Patient Protection and Affordable Care Act of 2010 related legislation and regulations.

G. Discount Rate

Since the plan is pay as you go and is not funded, the discount rate will be based on a 20-year, tax-exempt general obligation municipal bond index. Using the Bond Buyer 20-Bond GO Index, the discount rate as of June 30, 2017 is 3.58% per annum. The discount rate as of June 30, 2018 is 3.87% per annum. This rate is assumed to be an index rate for 20-year, tax exempt general obligation municipal bonds with an average rating of AA/Aa or higher, for pay as you go plans.

H. Changes in the Net OPEB Liability

	<i>Total OPEB Liability</i>	<i>Plan Fiduciary Net Position</i>	<i>Net OPEB Liability</i>
<u>Balances at 6/30/2017</u>	\$6,953	\$0	\$6,953
<u>Changes:</u>			
Service Cost	\$62		\$62
Interest	\$251		\$251
Contributions - Employer		\$1	(\$1)
Changes of assumptions	(\$362)		(\$362)
Benefits Payments	(\$1)	(\$1)	\$0
<u>Net changes</u>	(\$50)	\$0	(\$50)
<u>Balances at 6/30/18</u>	\$6,903	\$0	\$6,903

I. Sensitivity of the Proportionate Share of the Net OPEB Liability to Changes in the Discount Rate

The following presents the net OPEB liability of the School Department, as well as what the School Department's net OPEB liability would be if it were calculated using a discount rate that is 1 percentage point lower (2.87%) or 1 percentage point higher

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(4.87%) than the current discount rate:

	<i>1.0% Decrease</i> <i>(2.87%)</i>	<i>Discount Rate</i> <i>(3.87%)</i>	<i>1.0% Increase</i> <i>(4.87%)</i>
<i>Net OPEB Liability (Asset)</i>	\$8,299	\$6,903	\$5,863

J. Sensitivity of the Proportionate Share of the Net OPEB Liability to Changes in the Healthcare Cost Trend Rate

The following represents the net OPEB liability of the School Department, as well as what the School Department's net OPEB liability would be if it were calculated using healthcare cost trend rates that are 1 percentage point lower or 1 percentage point higher than the current healthcare cost trend rates:

	<i>1.0% Decrease</i>	<i>Healthcare</i> <i>Trend Rate</i>	<i>1.0% Increase</i>
<i>Net OPEB Liability (Asset)</i>	\$5,795	\$6,903	\$8,397

K. OPEB Expense and Deferred Outflows of Resources and Deferred Inflows of Resources Related to OPEB

The impact of experience gains or losses and assumption changes on the Total OPEB Liability are recognized in the OPEB expense over the average expected remaining services life of all active and inactive members of the Plan. As of the beginning of the measurement period, the average was 8 years.

The table below summarizes the current balances of deferred outflows and deferred inflows of resources along with the net recognition over the next five years, and thereafter.

	<i>Deferred Outflows</i> <i>of Resources</i>	<i>Deferred Inflows</i> <i>of Resources</i>
Differences between expected and actual experience	\$0	\$0
Changes in Assumptions	\$0	\$317
Net Difference between projected and actual earnings on OPEB plan investments	\$0	\$0
	\$0	\$317

Amounts reported as deferred outflows of resources and deferred inflows of resources related to pensions will be recognized in OPEB expense as follows:

<i>Year ended</i>	
2019	(\$45)
2020	(\$45)
2021	(\$45)
2022	(\$45)
2023	(\$45)
Thereafter	(\$92)

Note 9 - Restricted Net Position

The Town reports restricted net position totaling \$87,805 on its statement of net position. This restricted net position represents the nonspendable and restricted fund balances detailed in the Governmental Fund Balances note above.

Note 10 - Commitment and Contingencies

The School Department participates in a number of federal and state assisted grant programs. These programs are subject to financial and compliance audits. The amount of expenditures, if any, which may be disallowed by the granting agencies is not determinable at this time, however, the School Department does not believe such amounts would be significant.



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Note 11 - Risk Management

The Town is exposed to various risk of loss related to torts; theft of, damage to, and destruction of assets; errors and omissions, injuries to employees; and natural disasters for which the Town purchases municipal and commercial insurance. The Town is not aware of any material actual or potential claim liabilities which should be recognized at January 31, 2020.

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TOWN OF ISLE AU HAUT, MAINE
REQUIRED SUPPLEMENTARY INFORMATION
SCHEDULE OF REVENUES AND EXPENDITURES
BUDGET AND ACTUAL - GENERAL FUND
FOR THE FISCAL YEAR ENDED JANUARY 31, 2020

(Exhibit V)

	<i>Original Budget</i>	<i>Final Budget</i>	<i>Actual</i>	<i>Variance Favorable (Unfavorable)</i>
<i>Revenues:</i>				
Tax Revenues, Including Homestead Exemption	\$727,931	\$727,931	\$727,387	(\$545)
Excise Taxes	\$9,585	\$9,585	\$9,149	(\$436)
Contributions	\$0	\$0	\$6,116	\$6,116
Intergovernmental Revenues	\$1,284	\$1,284	\$11,820	\$10,536
In Lieu of Taxes	\$8,520	\$8,520	\$9,250	\$730
Tree Growth Reimbursement	\$3,339	\$3,339	\$3,729	\$390
Interest Earned	\$0	\$0	\$1,221	\$1,221
Veteran's Exemption Reimbursement	\$30	\$30	\$32	\$2
Other Revenues	\$0	\$0	\$393	\$393
<i>Total Revenues</i>	<u>\$750,689</u>	<u>\$750,689</u>	<u>\$769,096</u>	<u>\$18,406</u>
<i>Expenditures (Net of Departmental Revenues):</i>				
Administration	\$127,000	\$127,000	\$98,088	\$28,912
Protection	\$12,000	\$12,000	\$4,467	\$7,533
Health & Sanitation	\$35,000	\$35,000	\$25,945	\$9,055
Highways & Bridges	\$92,985	\$92,985	\$101,185	(\$8,200)
Education	\$221,625	\$221,625	\$266,114	(\$44,489)
Unclassified	\$145,005	\$145,005	\$127,315	\$17,690
Assessments	\$117,074	\$117,074	\$114,390	\$2,685
<i>Total Expenditures</i>	<u>\$750,689</u>	<u>\$750,689</u>	<u>\$737,504</u>	<u>\$13,185</u>
<i>Excess Revenues Over Expenditures</i>	\$0	\$0	\$31,592	\$31,592
<i>Beginning Fund Balances</i>	<u>\$463,694</u>	<u>\$463,694</u>	<u>\$463,694</u>	<u>\$0</u>
<i>Ending Fund Balances</i>	<u>\$463,694</u>	<u>\$463,694</u>	<u>\$495,286</u>	<u>\$31,592</u>

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TOWN OF ISLE AU HAUT, MAINE

(Exhibit VI)

REQUIRED SUPPLEMENTARY INFORMATION

**SCHEDULE OF PROPORTIONATE SHARE OF NET PENSION LIABILITY
MAINE PUBLIC EMPLOYEES RETIREMENT SYSTEM
FOR THE FISCAL YEAR ENDED JANUARY 31, 2019**

For the Fiscal Year Ended June 30.	Proportion of Net Pension Liability	Proportionate Share of Net Pension Liability (Asset)	Covered Employee Payroll	Proportionate Share of Net Pension Liability (Assets as a % of Its Covered Employee Payroll)			Plan Fiduciary Net Position		Plan Net Pension Liability	Plan Fiduciary Net Position as a % of the Total Pension Liability	Plan Covered Employee Payroll	Plan Net Pension Liability as a % of the Covered Employee Payroll
				Plan Total Pension Liability	Plan Fiduciary Net Position	Plan Net Pension Liability						
2019	0.000000%	\$0	\$63,747	0.000%	\$14,031,187,845	\$11,632,179,683	\$2,399,008,162	82.902%	\$1,808,274,919	132.668%		
2018	0.000000%	\$0	\$73,852	0.000%	\$13,484,886,512	\$10,893,291,864	\$2,591,594,648	80.781%	\$1,860,230,663	139.316%		
2017	0.000000%	\$0	\$63,642	0.000%	\$13,069,954,948	\$9,960,335,390	\$3,109,619,558	76.208%	\$1,816,435,084	171.194%		
2016	0.000000%	\$0	\$72,914	0.000%	\$12,616,287,054	\$10,242,097,022	\$2,374,190,032	81.182%	\$1,699,160,889	139.727%		
2015	0.000034%	\$367	\$75,198	0.488%	\$12,320,158,783	\$10,337,639,472	\$1,982,519,311	83.908%	\$1,676,857,294	118.228%		

* Amounts presented for each fiscal year were determined as of June 30 of the previous fiscal year end. Retroactive information is not required to be presented. A full 10 year schedule will be displayed as it becomes available.

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TOWN OF ISLE AU HAUT, MAINE

(Exhibit VII)

REQUIRED SUPPLEMENTARY INFORMATION

SCHEDULE OF EMPLOYER CONTRIBUTIONS

MAINE PUBLIC EMPLOYEES RETIREMENT SYSTEM

FOR THE FISCAL YEAR ENDED JANUARY 31, 2020

<i>For the Fiscal Year Ended June 30,</i>	<i>Contractually Required Contribution</i>	<i>Actual Contribution</i>	<i>Contribution Deficiency</i>	<i>Covered Employee Payroll</i>	<i>Contributions as a % of Covered Employee Payroll</i>
2019	\$2,531	\$2,531	\$0	\$63,747	3.97%
2018	\$2,932	\$2,932	\$0	\$73,852	3.97%
2017	\$2,138	\$2,138	\$0	\$63,642	3.36%
2016	\$2,450	\$2,450	\$0	\$72,914	3.36%
2015	\$1,993	\$1,993	\$0	\$75,198	2.65%

* *Amounts presented for each fiscal year were determined as of June 30 of the previous fiscal year. Retroactive information is not required to be presented. A full 10 year schedule will be displayed as it becomes available.*

TOWN OF ISLE AU HAUT, MAINE
NOTES TO HISTORICAL PENSION INFORMATION
MAINE PUBLIC EMPLOYEES RETIREMENT SYSTEM
FOR THE FISCAL YEAR ENDED JANUARY 31, 2020

Note 1 - Actuarial Methods and Assumptions

The information in the historical pension information was determined as part of the actuarial valuations at the dates indicated. Additional information as of the latest actuarial valuation date, June 30, 2018, is as follows:

A. Actuarial Cost Method

The Entry Age Normal actuarial funding method is used to determine costs. Under this funding method, the total employer contribution rate consists of two elements, the normal cost rate and the unfunded actuarial liability rate.

The individual entry age normal method is used to determine liabilities. Under the individual entry age normal method, a normal cost rate is calculated for each employee. This rate is determined by taking the value, as of age at entry into the plan, of the member's projected future benefits, and dividing it by the value, also as of the member's entry age, of their expected future salary. The normal cost for each employee is the product of their pay and their normal cost rate. The normal cost rate for the group is the sum of the normal costs for all members.

Experience gains and losses, i.e. decreases or increases in liabilities and/or assets when actual experience differs from the actuarial assumptions, affect the unfunded actuarial accrued liability.

B. Asset Valuation Method

An actuarial value of assets is used for determining employer contributions. The use of an actuarial value of assets for this purpose helps mitigate volatility in contribution rates that might otherwise occur due to fluctuations in market conditions. The specific technique adopted in this valuation recognizes in a given year one-third of the investment return that is different from the actuarial assumption for investment return.

C. Amortization

The net pension liability is amortized on a level percentage of payroll over the amortization period then in effect in statutory and constitutional requirements. The statutory and constitutional requirements include an amendment to the Maine Constitution approved in November 1995 that requires the State of Maine to fund the unfunded actuarial liability existing on June 30, 1996, over a period not to exceed 31 years beginning on July 1, 1997, and not later than June 30, 2028. The Amendment prohibits the creation of new unfunded liabilities in the Plan except those arising from experience losses, which must be funded over a period of not more than ten years. In addition, the amendment requires the use of actuarially sound current cost accounting, reinforcing existing statutory requirements.

Significant actuarial assumptions employed by the actuary for funding purposes as of June 30, 2018 are as follows:

Inflation	2.75%
Salary Increases	2.75% - 14.50% at selected years of service
Investment Rate of Return	6.75%, net of administrative and pension plan investment expense
Cost of Living Benefit Increases	2.20%

For members, the mortality rate is based on the RP2014 Total Dataset Healthy Annuitant Mortality Table for males and females. The actuarial assumptions used in the June 30, 2018 valuation were based on the results of an actuarial experience study for the period of June 30, 2012 to June 30, 2015. The first year is recognized as pension expense and the remaining years are shown as either deferred outflows of resources or deferred inflows of resources. There were no changes in assumptions for the fiscal year ended June 30, 2018.

TOWN OF ISLE AU HAUT

TOWN OF ISLE AU HAUT, MAINE

(Exhibit VIII)

REQUIRED SUPPLEMENTARY INFORMATION

SCHEDULE OF PROPORTIONATE SHARE OF NET OPEB LIABILITY

MAINE EDUCATION ASSOCIATION BENEFITS TRUST

FOR THE FISCAL YEAR ENDED JANUARY 31, 2020

<i>Last 10 Fiscal Years</i>	<i>For the Fiscal Year Ended June 30, 2019</i>
<u>Total OPEB Liability</u>	
Service Cost	\$62
Interest (includes interest on service cost)	\$251
Changes of benefit terms	\$0
Differences between expected and actual experience	\$0
Changes in assumptions	(\$362)
Benefit payments, including refunds of member contributions	(\$1)
<i>Net Change in total OPEB liability</i>	(\$50)
 <i>Total OPEB liability - beginning</i>	 \$6,953
<i>Total OPEB liability - ending</i>	\$6,903
 <u>Plan fiduciary net position</u>	
Contributions - employer	\$1
Contributions - member	\$0
Net investment income	\$0
Benefit payments, including refunds of member contributions	(\$1)
Administrative expense	\$0
<i>Net change in plan fiduciary net position</i>	\$0
 <i>Plan fiduciary net position - beginning</i>	 \$0
<i>Plan fiduciary net position - ending</i>	\$0
 <i>Net OPEB liability - ending</i>	 \$6,903
 Plan Fiduciary Net Position as a % Of the Total OPEB Liability	0.0%
 Covered Employee Payroll	\$68,956
 <i>Net OPEB Liability as a % Of the Covered Employee Payroll</i>	10.0%

* Amounts presented for each fiscal year were determined as of January 1 of the previous year. Retroactive information is not required to be presented. A full 10 year schedule will be displayed as it becomes available.

TOWN OF ISLE AU HAUT

TOWN OF ISLE AU HAUT, MAINE
REQUIRED SUPPLEMENTARY INFORMATION
SCHEDULE OF CONTRIBUTIONS
MAINE EDUCATION ASSOCIATION BENEFITS TRUST
FOR THE FISCAL YEAR ENDED JANUARY 31, 2020

(Exhibit IX)

<i>Last 10 Fiscal Years</i>	<i>For the Fiscal Year Ended June 30, 2019</i>
Contractually required contribution	\$1
Actual Contribution	(\$1)
Contribution Deficiency	\$0

* Amounts presented for each fiscal year were determined as of January 1 of the previous year. Retroactive information is not required to be presented. A full 10 year schedule will be displayed as it becomes available.

TOWN OF ISLE AU HAUT

TOWN OF ISLE AU HAUT, MAINE
NOTES TO OPEB LIABILITY AND CONTRIBUTIONS
FOR THE FISCAL YEAR ENDED JANUARY 31, 2020

Note 1 – Actuarial Methods and Assumptions

The total OPEB liability in the January 1, 2018 actuarial valuation was determined using the following actuarial assumptions, applied to all periods included in the measurement, unless otherwise specified:

Benefit Changes

Claims costs and retiree contributions were updated to reflect current healthcare costs.

Changes of Assumptions

Funding method was changed from Projected Unit Credit funding to Entry Age Normal funding method

Net OPEB Liability

The School Department’s net OPEB liability was measured as of June 30, 2018, and the total OPEB liability used to calculate the net OPEB liability was determined by an actuarial valuation as of that date.

Actuarial cost method	Entry Age Normal
Amortization method	Level dollar
Amortization period	30 years
Discount Rate	3.87% per annum.
Salary Increase Rate	2.75% per year
Administration and claims expense	Included in per-capita claims cost
Retirement Age	65

Healthcare cost trend rates:

Pre -Medicare Medical: Initial trend of 5.55% applied in FYE 2018 grading over 15 years to 3.73% per annum.

Medicare Medical: Initial trend of 3.72% applied in FYE 2018 grading over 15 years to 2.81% per annum.

Rates of mortality for the different level of participants are described below:

Healthy Annuitants: based on 99% of the RP-2014 Total Dataset Healthy Annuitant Mortality Table for both males and females using the RP-2014 Total Dataset Employee Mortality Table for ages prior to start of the Healthy Annuitant Table, respectively, both projected using the RPEC 2015 model, with an ultimate rate of 0.85% for ages 20-85, grading down to an ultimate rate of 0% for ages 111-120, and convergence to the ultimate rate in the year 2020.

Healthy Employees: based on 99% of the RP-2014 Total Dataset Healthy Annuitant Mortality Table for both males and females using the RP-2014 Total Dataset Employee Mortality Table rates after the end of the Total Employee Mortality Table, respectively, both projected using the RPEC 2015 model, with an ultimate rate of 0.85% for ages 20-85, grading down to an ultimate rate of 0% for ages 111-120, and convergence to the ultimate rate in the year 2020.

Disabled Annuitants: based on 108% and 105% of the RP-2014 Total Dataset Disabled Annuitant Mortality Table, respectively, for males and females, projected from the 2006 base rates using the RPEC 2015 model, with an ultimate rate of 0.85% for ages 20-85, grading down to an ultimate rate of 0% for ages 111-120, and convergence to the ultimate rate in the year 2020.

TOWN OF ISLE AU HAUT

TOWN OF ISLE AU HAUT, MAINE

SCHEDULE OF DEPARTMENTAL OPERATIONS

FOR THE FISCAL YEAR ENDED JANUARY 31, 2020

<u>Department</u>	<u>Beginning Designated</u>	<u>Appropriated</u>	<u>Revenues</u>	<u>Transfers In/ Other Revenue</u>
<u>Administration:</u>				
General Government	\$13,123	\$110,000	\$0	\$54
Property Tax Revaluation	\$42,500	\$0	\$0	\$0
Town Buildings	\$27,886	\$7,000	\$14,275	\$212
Town Owned Lands	\$8,993	\$0	\$0	\$0
Broadband	\$0	\$10,000	\$0	\$0
	<u>\$92,502</u>	<u>\$127,000</u>	<u>\$14,275</u>	<u>\$265</u>
<u>Protection:</u>				
Fire Department	\$8,124	\$12,000	\$0	\$122
	<u>\$8,124</u>	<u>\$12,000</u>	<u>\$0</u>	<u>\$122</u>
<u>Health & Sanitation</u>				
Solid Waste Disposal	\$3,735	\$35,000	\$0	\$2,819
Plumbing & Code Enforcement	\$1,843	\$0	\$405	\$0
	<u>\$5,578</u>	<u>\$35,000</u>	<u>\$405</u>	<u>\$2,819</u>
<u>Highways & Bridges</u>				
Town Roads & Bridges	\$10,923	\$38,477	\$0	\$0
Snow Removal	\$1,286	\$16,000	\$0	\$1,985
D.O.T. Transportation Account	\$7,055	\$0	\$0	\$26
State Road Assistance	\$10,291	\$0	\$9,912	\$17
Truck & Plow Account	\$4,771	\$8,000	\$0	\$497
Truck Reserve	\$18,757	\$5,000	\$0	\$0
Salt/Sand Shed Reserve	\$12,500	\$0	\$0	\$0
Waterfront Access	\$0	\$2,000	\$0	\$0
Town Landing	\$2,936	\$13,108	\$540	\$107
Town Parking Lot	\$65,000	\$5,000	\$0	\$0
Town Landing Building	\$7,539	\$400	\$0	\$0
Harbor Master	\$2,500	\$5,000	\$0	\$0
Colwell Ramp	\$34,812	\$0	\$7,016	\$0
	<u>\$178,370</u>	<u>\$92,985</u>	<u>\$17,468</u>	<u>\$2,633</u>
<u>Education</u>				
School Department	\$99,235	\$221,625	\$25,710	\$25,219
School Roof Fund	\$10,390	\$0	\$0	\$0
	<u>\$109,625</u>	<u>\$221,625</u>	<u>\$25,710</u>	<u>\$25,219</u>
<u>Unclassified:</u>				
Excise Taxes	\$10,392	\$0	\$9,149	\$0
State Revenue Sharing	\$6,656	\$0	\$1,908	\$0
Revere Memorial Hall	\$7,985	\$75,000	\$4,136	\$1,507
Revere Memorial Library	\$12,690	\$5,000	\$798	\$209
Lighthouse Fund Reserve	\$50,882	\$0	\$662	\$9,027
Emergency Medical Service	\$4,877	\$0	\$0	\$33
Comprehensive Planning	\$69	\$0	\$0	\$0
Memorial Ambulance Corps	\$0	\$1,000	\$0	\$0
Isle au Haut Boat Service	\$0	\$50,000	\$0	\$0
Maine Islands Coalition	\$326	\$800	\$0	\$0
Island Institute - Island Fellow	\$0	\$10,000	\$0	\$0
Charitable Organizations	\$0	\$3,205	\$0	\$0
	<u>\$93,876</u>	<u>\$145,005</u>	<u>\$16,652</u>	<u>\$10,776</u>
<u>Assessments and Debt Service:</u>				
County Tax	\$0	\$85,874	\$0	\$0
Debra Schrader Land Purchase Bond	\$428	\$15,140	\$0	\$0
Easement Loan	\$0	\$11,083	\$0	\$0
Overlay	\$0	\$4,977	\$0	\$0
	<u>\$428</u>	<u>\$117,074</u>	<u>\$0</u>	<u>\$0</u>
TOTALS	<u>\$488,501</u>	<u>\$750,689</u>	<u>\$74,510</u>	<u>\$41,835</u>

TOWN OF ISLE AU HAUT

(Exhibit A-1)

<i>Total Available</i>	<i>Expenditures</i>	<i>Transfers Out/ Other Charges</i>	<i>Unexpended (Overdraft)</i>	<i>Ending Designated</i>
\$123,176	\$92,034	\$148	\$0	\$30,995
\$42,500	\$3,023	\$0	\$0	\$39,477
\$49,373	\$10,826	\$4,499	\$0	\$34,049
\$8,993	\$2,100	\$0	\$0	\$6,893
\$10,000	\$0	\$0	\$0	\$10,000
<u>\$234,043</u>	<u>\$107,982</u>	<u>\$4,646</u>	<u>\$0</u>	<u>\$121,415</u>
\$20,246	\$4,498	\$91	\$0	\$15,657
<u>\$20,246</u>	<u>\$4,498</u>	<u>\$91</u>	<u>\$0</u>	<u>\$15,657</u>
\$41,554	\$29,170	\$0	\$0	\$12,384
\$2,248	\$0	\$0	\$0	\$2,248
<u>\$43,802</u>	<u>\$29,170</u>	<u>\$0</u>	<u>\$0</u>	<u>\$14,632</u>
\$49,400	\$37,872	\$2,091	\$0	\$9,437
\$19,271	\$8,592	\$0	\$0	\$10,679
\$7,081	\$0	\$0	\$0	\$7,081
\$20,220	\$0	\$0	\$0	\$20,220
\$13,268	\$3,864	\$0	\$0	\$9,404
\$23,757	\$0	\$0	\$0	\$23,757
\$12,500	\$0	\$0	\$0	\$12,500
\$2,000	\$2,000	\$0	\$0	\$0
\$16,691	\$11,585	\$4,234	\$0	\$872
\$70,000	\$0	\$0	\$0	\$70,000
\$7,939	\$404	\$35	\$0	\$7,501
\$7,500	\$5,000	\$0	\$0	\$2,500
\$41,828	\$35,114	\$0	\$0	\$6,714
<u>\$291,455</u>	<u>\$104,430</u>	<u>\$6,360</u>	<u>\$0</u>	<u>\$180,665</u>
\$371,788	\$310,159	\$6,884	\$0	\$54,745
\$10,390	\$0	\$0	\$0	\$10,390
<u>\$382,178</u>	<u>\$310,159</u>	<u>\$6,884</u>	<u>\$0</u>	<u>\$65,135</u>
\$19,541	\$0	\$9,585	\$0	\$9,956
\$8,564	\$0	\$1,284	\$0	\$7,280
\$88,628	\$46,718	\$687	\$0	\$41,223
\$18,696	\$10,450	\$222	\$0	\$8,024
\$60,570	\$13,797	\$0	\$0	\$46,773
\$4,910	\$1,223	\$0	\$0	\$3,687
\$69	\$0	\$0	\$0	\$69
\$1,000	\$1,000	\$0	\$0	\$0
\$50,000	\$50,000	\$0	\$0	\$0
\$1,126	\$790	\$0	\$0	\$336
\$10,000	\$10,000	\$0	\$0	\$0
\$3,205	\$3,205	\$0	\$0	\$0
<u>\$266,309</u>	<u>\$137,183</u>	<u>\$11,778</u>	<u>\$0</u>	<u>\$117,348</u>
\$85,874	\$88,166	\$0	(\$2,292)	\$0
\$15,568	\$15,140	\$0	\$0	\$428
\$11,083	\$11,083	\$0	\$0	\$0
\$4,977	\$0	\$0	\$4,977	\$0
<u>\$117,502</u>	<u>\$114,390</u>	<u>\$0</u>	<u>\$2,685</u>	<u>\$428</u>
<u>\$1,355,535</u>	<u>\$807,811</u>	<u>\$29,759</u>	<u>\$2,685</u>	<u>\$515,280</u>

TOWN OF ISLE AU HAUT

TOWN OF ISLE AU HAUT, MAINE

(Exhibit A-2)

SCHEDULE OF VALUATION, COMMITMENT AND COLLECTIONS
FOR THE FISCAL YEAR ENDED JANUARY 31, 2020

Valuation:

Real Property	\$79,227,956	
Personal Property	\$27,450	
<u>Total Valuation</u>		\$79,255,406

<u>Mill Rate</u>		\$0.00915
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<u>Tax Commitment</u>		\$725,187
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Collections and Adjustments:

Cash Collections	\$684,484	
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<u>Total Collections and Adjustments</u>		\$684,484
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<u>Uncollected Taxes January 31</u>		\$40,703
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TOWN OF ISLE AU HAUT

WARRANT
COUNTY OF KNOX
STATE OF MAINE

TO: A citizen, in the Town of Isle au Haut: GREETINGS:

In the Name of the State of Maine, you are hereby required to notify the inhabitants of said Town of Isle au Haut, qualified to vote in town affairs, to assemble in said Town on Monday, September 14, 2020, at eight – thirty (8:30) a.m. in the morning to act on the following articles to wit:

(Location to be arrange in outdoor location, due to Covid-19 regulations)

- Article 1. To elect a Moderator to preside at said meeting and vote their compensation.

- Article 2. To elect a Town Clerk until the next annual town meeting and vote their compensation.

- Article 3. To elect a First Selectperson until the next annual town meeting and vote their compensation.

- Article 4. To elect a Second Selectperson until the next annual town meeting and vote their compensation.

- Article 5. To elect a Third Selectperson until the next annual town meeting and vote their compensation.

- Article 6. To elect a Treasurer until the next annual town meeting and vote their compensation.

- Article 7. To elect a Collector of Taxes and Excise Taxes until the next annual town meeting and vote their compensation.

- Article 8. To elect an Assessor of Taxes (Chairperson position) until the next annual town meeting and vote their compensation.

- Article 9. To elect an Assessor of Taxes until the next annual town meeting and vote their compensation.

TOWN OF ISLE AU HAUT

- Article 10. To elect an Assessor of Taxes until the next annual town meeting and vote their compensation.
- Article 11. To elect a Road Commissioner until the next annual town meeting and vote their compensation.
- Article 12. To elect a Fire Chief until the next annual town meeting and vote their compensation.
- Article 13. To elect a Planning Board member for a three year period.
- Article 14. To elect a Planning Board member for a three year period.
- Article 15. To elect a Planning Board member to fill a two year term (Christine Hill).
- Article 16. To elect a member of the School Board for a three year term.
- Article 17. To elect a member of the School Board for a three year term.
- Article 18. To elect a member of the Colwell Ramp Waterfront Access Board from the Selectboard for a one year term.
- Article 19. To elect a member of the Colwell Ramp Waterfront Access Board for a two year term.
- Article 20. To see if the Town will vote to maintain and operate the Isle au Haut Elementary School for the 2020 – 2021 school year.
- Article 21. To see if the Town will vote to authorize the School Committee to enter into agreements with other Towns or Schools for the 2020-2021 school year for the tuition of secondary students up to the legal limit established by the Maine Revised Statutes for the education of its secondary students.

TOWN OF ISLE AU HAUT

- Article 22. To see if the Town will vote to authorize the School Committee to expend \$159,023 for Pre-K-12 Regular Instruction.
(School Committee Recommends: \$154,999)
This article includes elementary education and secondary education accounts. Prior year \$148,469
- Article 23. To see if the Town will vote to authorize the School Committee to expend \$9,828 for Special Education.
(School Committee Recommends: \$9,828)
This article includes special education instruction and special education administration accounts. Prior year \$10,522
- Article 24. To see if the Town will vote to authorize the School Committee to expend \$22,376 for System Administration.
(School Committee Recommends: \$22,376)
This article includes school committee, superintendent's office, and central office services accounts. Prior year \$22,215
- Article 25. To see if the Town will vote to authorize the School Committee to expend \$1,600 for School Administration.
(School Committee Recommends: \$1,600)
This article includes the principal office account. Prior year \$1,400
- Article 26. To see what sum the Town will authorize the School Committee to expend \$16,250 for Transportation and Buses.
(School Committee Recommends: \$15,750)
This article includes school bus contract and bus fuel accounts. Prior year \$16,100
- Article 27. To see if the Town will vote to authorize the School Committee to expend \$26,685 for Facilities Maintenance.
(School Committee Recommends: \$26,685)
This article includes building maintenance and operation accounts. Prior year \$31,047

TOWN OF ISLE AU HAUT

Article 28. To see if the Town will vote to authorize the School Committee to expend \$20,000 for Capital Improvements.

(School Committee Recommends: \$15,000)

This article includes Capital Renewal, Renovation Repair & Maintenance Services account. Prior year \$30,000

Article 29. To see if the Town will vote to appropriate \$68,259 for the total cost of funding public education from kindergarten to grade 12 as described in the Essential Programs and Services Funding Act
(School Committee recommends \$68,259) and to see if the town will vote to raise \$66,513 as the town's contribution to the total cost of funding public education from pre-kindergarten to grade 12 as described in the Essential Programs and Services Funding Act in accordance with the Maine Revised Statutes Title 20-A, § 15688.

(School Committee Recommends: \$66,513)

Prior year \$80,281

Explanation: The Town's contribution to the total cost of funding public education from pre-kindergarten to grade 12 as described in the Essential Programs and Services Funding Act is the amount of money determined by state law to be the minimum amount (\$66,513) that the town must raise in order to receive the estimated amount (\$1,746) of state dollars.*

**This is an estimate. State subsidy has not been approved by the legislature.*

Article 30. **(Written Ballot Required)** To see if the Town will raise and appropriate \$147,979 in additional local funds as required to fund the budget recommended by the school committee

(School Committee Recommends \$147,979) which exceeds the State's Essential Programs and Services allocation model by \$147,979

Prior year EPS exceeded by \$142,472

The School Committee gives the following reasons for exceeding the State's Essential Programs and Services allocation model.

Reasons: The additional local fund request exceeds the EPS funding model because the school spends more per pupil on regular education, special education, transportation, student and staff support, administration and facilities maintenance than the EPS formula recognizes.

Explanation: The additional local funds are those locally raised funds over and above the town's local contribution to the total cost of funding public education from pre-kindergarten to grade 12 as described in the Essential Programs and Services Funding Act that will help achieve the school's budget for educational programs.

TOWN OF ISLE AU HAUT

Article 31. To see if the Town will authorize the School Committee to expend \$246,238 for the fiscal year beginning July 1, 2020 and ending June 30, 2021 from the Town's contribution to the total cost of funding public education from pre-kindergarten to grade 12 as described in the Essential Programs and Services Funding Act , additional local funds for school purposes under the Maine Revised Statutes, Title 20 A, \$15690, unexpended balances, tuition receipts, local appropriations, state subsidy, school lunch revenues and other receipts for the support of schools.

(School Committee Recommends: \$246,238

Prior year \$259,753

Article 32. Shall the Town vote to accept the categories of funds estimated below as provided by the Maine State Legislature?

<u>Category</u>	<u>Anticipated Amount</u>
State Minimum Subsidy	\$1,746

Article 33. To see if the Town will authorize the School Committee to expend grant monies in addition to expenditures approved in the regular school budget.

Article 34. Shall the IAH School Board be authorized to transfer an excess of 5% between cost centers, not to exceed the total spending allocation for the 2020-2021 school year, to balance accounts.

Reasons: Under Maine Law only the voters can give authority for the School Committee to transfer in excess of 5% between cost centers. By granting this authority now, it would eliminate the calling of a special town meeting, if necessary, to balance accounts.

Article 35. To see what sum of money the Town will raise and appropriate from taxation for General Government Administration and to see if the Town will vote to appropriate \$20,000 to cover prior year overdrafts causing a deficit balance as has been confirmed by the annual audit for fiscal years 2016 - 2020.

* to raise \$0 from Taxation

* to appropriate from General Government Reserve \$20,000

Article 36. To see what sum of money the Town will transfer from Property Tax Revaluation/Planning into General Government Administration.

TOWN OF ISLE AU HAUT

- Article 37. To see what sum of money the Town will raise and appropriate from taxation and transfer from Vehicle Excise Tax and Registration Fees for Town Roads and Bridges.
- Article 38. To see what sum of money the Town will raise and appropriate for the Fire Department.
- Article 39. To see what sum of money the Town will raise and appropriate from taxation and transfer from Boat Excise Tax for Town Landing.
- Article 40. To see what sum of money the Town will raise and appropriate for the Town Landing Parking Lot fund.
- Article 41. To see what sum of money the Town will raise and appropriate for the DOT Infrastructure Bank loan. (This loan funded the Easement purchased from Isle au Haut Boat Services to assure the Town shore access in Stonington.) Principal: \$9,083.06, Interest: \$2,000 = \$11,9083.06
- Article 42. To see what sum of money the Town will raise and appropriate for Revere Memorial Hall.
- Article 43. To see what sum of money the Town will raise and appropriate for Revere Memorial Library.
- Article 44. To see what sum of money the Town will raise and appropriate for Solid Waste Disposal and Recycling.
- Article 45. To see what sum of money the Town will raise and appropriate for Trucks and Plows.
- Article 46. To see what sum of money the Town will raise and appropriate for the Truck Reserve account.
- Article 47. To see what sum of money the Town will raise and appropriate for Snow Removal.

TOWN OF ISLE AU HAUT

- Article 48. To see what sum of money, if any, the Town will raise and appropriate for Isle au Haut Boat Services' operations for the year 2020.
- Article 49. To see if the Town will continue to build a fund for the improvement of Broadband on Isle au Haut and what sum of money the Town will raise and appropriate for the Broadband fund.
(recommendation from Broadband Committee: \$10,000)
- Article 50. To see what sum of money the Town will raise and appropriate for the Island Store Association operations for the year 2020
(recommendation from Island Store Association: \$30,000)
- Article 51. To see what sum of money the Town will raise and appropriate for Colwell Ramp Waterfront Access Property.
- Article 52. To see what sum of money the Town will raise and appropriate for Maine Islands Coalition.
- Article 53. To see what sum of money the Town will raise and appropriate for Emergency Medical Services.
- Article 54. To see what sum of money the Town will raise and appropriate for the Bond and Interest on the Bond to Fund Purchase of the Coombs' Mountain house and property. Principal:\$9,250, Interest:\$3,790
Total:\$12,960.29
- Article 55. To see what sum of money the Town will raise and appropriate for Miscellaneous Buildings (this includes the Miss Lizzie House, Head Harbor Schoolhouse and Coombs' Mountain House.)
- Article 56. To see what sum of money the Town will raise and appropriate for the Town Landing Building.

TOWN OF ISLE AU HAUT

- Article 57. To see if the Town will vote to accept the secret ballot process of voting as set forth in Title 30-A M.R.S. § 2528 for the election of all town officials required by Section 2525 to be elected by ballot, except the moderator, who shall continue to be elected as provided in Section 2524, subsection 2.
- Article 58. To see what sum of money the Town will raise and appropriate for American Red Cross.
- Article 59. To see what sum of money the Town will raise and appropriate for Health Equity Alliance (formerly Downeast Aids Network)
- Article 60. To see what sum of money the Town will raise and appropriate for Downeast Transportation, Inc.
- Article 61. To see what sum of money the Town will raise and appropriate for Island Medical Center.
- Article 62. To see what sum of money the Town will raise and appropriate for Maine Public Broadcasting.
- Article 63. To see what sum of money the Town will raise and appropriate for Memorial Ambulance Corps.
- Article 64. To see what sum of money the Town will raise and appropriate for Life-Flight of Maine.
- Article 65. To see what sum of money the Town will raise and appropriate for WERU.
- Article 66. To see what sum of money the Town will raise and appropriate for The Maine Seacoast Mission. The money raised would be specifically designated for the operation of the Sunbeam.
- Article 67. To see what sum of money the Town will raise and appropriate for Hancock County Homecare and Hospice (HCHC).

TOWN OF ISLE AU HAUT

- Article 68. To see if the Town will vote to carry forward all unexpended balances with the exception of Interest, In Lieu of Taxes, Tree Growth, Veteran's Reimbursement, Homestead Tax Exemption and Supplemental Taxes which will go to the Undesignated Fund Balance.
- Article 69. To see if the Town will vote to accept the funding of the categories listed below as provided by the Federal Legislatures and the Maine Legislatures:
- ANP Payment in Lieu of Taxes
 - State Tree Growth Reimbursement
 - State Municipal Revenue Sharing
 - Veteran's Tax Benefit
 - State Homestead Exemption Reimbursement
 - DOT Local Road Assistance
 - DOT Transporting Highway Construction and Maintenance Materials
 - Public Library Per Capita Funds
 - General Assistance Reimbursement Funds
 - State Aid to Education
 - State Grants and other Funds
- Article 70. To see if the Town will authorize the Selectmen to issue notes for temporary loans and what rate of interest to pay.
- Article 71. To see if the Town will authorize the Selectmen to sell property taken for taxes.
- Article 72. To see if the Town will bond the Town Treasurer, Town Clerk, Town Tax Collector and the Lighthouse Committee Treasurer and to pay all Town Officials job related expenses.
- Article 73. To see if the Town will set a date on which all local taxes shall be paid and decide a rate of interest for all taxes unpaid after that date.
- Article 74. To see if the Town will vote to increase the property tax levy limit established for Town of Isle au Haut by State law because the municipal budget approved for 2020 – 2021 articles resulted in a Tax Commitment that is greater than the property tax levy limit.



TOWN OF ISLE AU HAUT

***REMINDER TO CITIZENS: Following the last article there will be three motions that need to take place before adjourning. Please be patient and let the Town Clerk and Moderator do their job.
Motion to have minutes read; Motion to accept the minutes; and a motion to adjourn.

**The Registrar hereby gives notice that she will be in session for the purpose of revising the list of voters at Revere Memorial Hall at 8:15 a.m. in the morning on the date of said meeting.

Given under our hands at Isle au Haut, this 15th day of April, 2020
Selectmen – Town of Isle au Haut

_____ Peggi R. Stevens – First Selectperson

_____ Daniel MacDonald – Second Selectperson

_____ Abigail Hiltz – Third Selectperson

ATTESTED:

Rozalyn Santospago, Town Clerk, Town of Isle au Haut





TOWN OF ISLE AU HAUT



NOTES

