



THE ANNUAL REPORT
of the
TOWN OF FRYE ISLAND
and
FRYE ISLAND INC.

1999

TABLE OF CONTENTS

BOARD OF SELECTMEN REPORT	Page 3
REPORT OF THE CHAIRPERSON OF THE EXECUTIVE COMMITTEE	Page 4
TOWN OFFICIALS	Page 5
INTERIM TOWN MANAGER'S LETTER	Page 7
TOWN CLERK'S REPORT	Page 8
PLANNING BOARD REPORT	Page 9
APPEALS BOARD REPORT	Page 11
PUBLIC WORKS DIRECTORS REPORT	Page 12
FERRY DIRECTORS REPORT	Page 14
FRYE ISLAND FIRE DEPARTMENT REPORT	Page 16
GOLF COMMITTEE REPORT	Page 21
GARDEN CLUB REPORT	Page 24
TOWN OF FRYE ISLAND FINANCIAL REPORT	Page 25
TOWN INDEPENDENT AUDITOR'S REPORT	Page 26
TOWN FINANCIALS	Page 27
OUTSTANDING TAXES – TOWN OF FRYE ISLAND	Page 36
FII ACCOUNTANT'S REVIEW	Page 39
FRYE ISLAND INC. FINANCIAL STATEMENTS	Page 40

Board of Selectmen Report

The first full year of operation for the Town of Frye Island has occurred, and I am very pleased to report that the Town has established a sound operation. Many thanks go to Vic, Conrad and Debbie for taking on the responsibility of learning the Town Manager, Town Clerk and Deputy Town Clerk processes & procedures, and implementing what they learned in a positive, friendly way.

A significant item for the new town was taxes. During the secession process, some people in the legislature worried that the diseconomies of scale for a small town would force taxes to go up. Taxes have not gone up! For both the 1999 and 2000 budget years, Town of Frye Island taxes have been held constant. The flat tax budgets even included placing significant monies into reserve funds to cover future expenses. Thanks go to the Board of Island Trustee Executive Committee and Board of Selectmen for setting a positive direction and to Vic Richards for solid fiscal management on a day-to-day basis.

Special thanks go to the Planning Board and the Appeals Board for all of the work they did during 1999. The Appeals Board handled some very tough cases in a friendly & just manner. The Planning Board made major constructive advances in the updating of the zoning ordinances and establishing new ordinances (firearms, golf carts, ATVs, etc.). All of the Planning Board and Appeals Board minutes are online for your review, along with all of the Town Ordinances – check our www.fryeisland.com for details.

Joe Potts
Chairman Board of Selectmen

Report of the Chairperson of the Executive Committee

The first full year of the fledgling Frye Island Executive Committee has been a very eventful one. Supplying input and energy at all deliberations of the Board of Selectmen has insured the representation of the non-Maine voter. The cooperation and mutuality among the other members of the Executive Committee and the Board of Selectmen has been an affirmation of the merit of the democratic process.

Two winter treks to Maine, teleconferencing from distant places and a steady stream of e-mail during the off season promoted the fair and efficient operation of our infant town. It was during that time that we were fortunate to conscript Dave Decker to be our Interim Manager. He has been a stroke of good luck for us all. We should all be grateful that he stepped in to fill the breach and did it with finesse and strength.

The many gifted and talented islanders are our best resource. We need only to look at the continuing proliferation of volunteer public services by such groups as the Planning Board, the Board of Appeals, the Fire Department, the beautifying Garden Club, the Golf and Marina Committees and the great commitment made by Andy Broaddus on the SAD#6 Board.

Trailblazing has been a trademark of Frye Island. The Executive Committee has been privy to the Board of Selectmen executive sessions and work sessions that shape the physical and social climate of our history- making town. This is virtually unheard of in other places. Our collective efforts now enable us to introduce to you our new Town Manager. While we regret the departure of Vic Richards for greener pastures, we welcome Richard Roedner, a man well qualified as an appropriate successor. We wish him well and encourage everyone to offer him their support as we get to know him.

Sincerely,
Patricia Karpacz

Town Officers and Officials

Selectmen

Jim Kuiken	Term ends 2002
Joe Potts, Chairman	2001
Oleg Svetlichny	2000

Executive Committee

John Crosby	2000
Dick Giggey, Secretary	2001
Patricia Karpacz, Chairperson	2002
Jim Kuiken	2002
Joe Potts	2001
Oleg Svetlichny	2000
Mark Thomas	2002

Town Administration

Town Manager	(1999 – April 2000)	Vic Richards
Interim Town Manager	(April 2000 – July 2000)	C. David Decker
Town Clerk		Conrad Theberge
Deputy Town Clerk		Debbie Folsom
Tax Collector		Conrad Theberge
Registrar of Voters		Conrad Theberge
Town Treasurer		Greg Tedford
Tax Assessor		Gerald Daigle
Code Enforcement Officer		Gerald Daigle
Plumbing Inspector		Gerald Daigle
Public Works Director		Kevin LaMarre
Assistant Public Works Director		Joe Strout
Ferry System Director		Martin Friedman
Finance Coordinator		Conrad Theberge
Office Administrator		Debbie Folsom
Recreation Director (2000)		Angela Blackmore
Fire Chief		Steve Persson
SAD#6 School Board Member		Andy Broaddus
Golf Course Superintendent		Jay Larrabee
Golf Clubhouse Manager		Patti Graham

TOWN COMMITTEES AND VOLUNTEER BOARDS

Planning Board

Ed Charrette
Bob Hannah, Chairman
Marge Hommel, Secretary
Ed Johnson
Patti Meyer, Alternate
Geof Rice
Davie Treacy, Alternate

Board of Appeals

Barbara Aranyi
Stan Karpacz
Paul Lyons
Bruce Nisulla
Bob Roberts, Chairman

Erve Island Inc. Board Members (1999-2000)

Joe Potts, President
Steve Comley
Jim O'Connor
Oleg Svetlichny
Anne Garceau

Marina Committee

Jim O'Conner, Chairman
Jim Frederick Bob Fogg
Roger Stenz Carl Hommel
John Crosby Fred Gruner
Dick Palmisano

Golf Committee

Mark Thomas, Chairman
John Kett Al Klevan
Bud Faulk Steve Daigle
Bill Gately John Folsom
Anne Garceau Tom Burgess

Kathy Potts
Dick Giggey
Mark Thomas
Carl Hommel

Interim Town Manager's Report

1999 marked the first full year of operations for the Town of Frye Island, following the successful secession effort in 1998. While the town office and its staff had to learn and take on many new tasks now that we were a town, their commitment and skill made for a smooth transition.

In late March 2000 the Town suffered a severe blow when our long-term Town Manager, Vic Richards, resigned to take on another town manager's position far closer to his home in southeast New Hampshire. Vic was a true asset to Frye Island for 12 years, and he was greatly admired and trusted by Town residents. Vic was rated Good/Very Good by 86% of the respondents to the 1999 town survey! We will certainly miss his competence and commitment to Frye Island.

I took on the Interim Town Manager role in early April, and I have been impressed by the dedication and capabilities of the employees of the Town of Frye Island, and of the willingness of many Islanders to devote long hours to the betterment of the Town. The employees of the Town and of FII are an under-appreciated asset to the Town and to FII, and we could not operate as a Town if the modest-sized core of regular Town resident volunteers did not take an active role. Frye Island is a wonderful place, and it is that way through the efforts of many people over the years.

However, the infrastructure of the Island, both human and physical, is still painfully thin, and it requires our efforts over the next several years to strengthen it.

I am working with the Selectmen, the Executive Board, and the FII Board to address these issues. I ask for your support.

Respectfully submitted,

C. David Decker
Interim Town Manager
June 2000

Report of the Town Clerk

The following elections were conducted by the Town Clerk during calendar year 1999:

July 3, 1999	Annual Town Meeting
October 9, 1999	Town Meeting
November 2, 1999	State and Federal Election

Licenses Issued in 1999

Dog Licenses	0
Motor Vehicle Registrations	52
Boat Registrations	160
Fishing and Hunting Licenses	129

Monies Collected for the Town

Dog Licenses	0
Motor Vehicle Registrations	\$5667.25
Boat Registrations	\$4454.80
Fishing and Hunting Licenses	\$137

Permits issues in 1999

Building Permits	34
Plumbing Permits	13

Frye Island Planning Board Report for July 1999 to July 2000

In July 1999, the Board of Selectman appointed, Bob Hannah and Marge Hommel to three-year terms, Ed Johnson and Ed Charrette to two-year terms, and Geoff Rice to a one-year term as members of the Planning Board. Patti Meyer and Dave Treacy were appointed as alternates. Bob Hannah was elected as Chair of the Board.

Prior to July 1999 the Planning Board evaluated the situation regarding Island Roads. They urged the Town and Frye Island Inc. to conclude an agreement to grant the Town an *easement interest* in the Roads. This allowed the town to make the Roads *public easements*. Both of these were accepted at the July, 1999 Frye Island, Inc. and Town meetings. The Town was then in position to enforce State traffic laws on the Roads. This also reduced the liability level on the Town. The State Department of Transportation must set speed limits and they were requested to do so by the Town Manager. In the absence of their ruling, the State default speed limit of 25mph applies.

During the period from July to October, the Planning Board met 11 times alternating formal meetings with working sessions. The meetings took place every two weeks until the period from mid-September to mid-October when the meetings were held every week. Several of the formal meetings were hearings on the ordinances being considered for presentation at the October Town Meeting. Public participation was generally light at most of the meetings, but was appreciable at the hearings particularly those concerned with the use of golf carts and ATV's on Town roads.

In 1999, the Board reviewed both the Land Use and Shoreland Zoning Ordinances. These had been accepted by the Town at the time of its separation from Standish and were virtually identical to the Ordinances for the Town of Standish. While some parts of these ordinances are relevant to Frye Island, some were not and efforts were directed toward eliminating those that did not pertain to Frye Island. Other sections were clarified; for example, a statement regarding setbacks from the water for stairs that eliminated them from consideration in the setback requirements was added to the Shoreland Ordinances. The requirements for the Planning Board to meet only between May and November was made explicit in the Land Use Ordinances. Also, changes in the setbacks for accessory buildings were proposed.

There was a great deal of work done on the Land Use and Zoning maps. At one time there were three different maps and none of them agreed with any of the others. Much of the confusion has been resolved but there is a continuing effort underway to further refine these maps.

Early in July 1999, the Board began work on ordinances to control the use of golf carts and ATV's on the Island Roads. Draft ordinances were presented at several hearings before final ordinances were prepared for presentation at the October town meeting. In late summer, a draft ordinance was prepared to control the use of firearms on the Island. The hearings on this ordinance were somewhat heated, and some changes were made.

At the October 1999 town meeting, some changes in the Land Use and Shoreland Zoning Ordinances, and the new Land Use and Zoning Maps were accepted by the Board of Island Trustees (BIT) and by the voters of the town. Revision of the zoning for residential and water oriented commercial zones was rejected due to a proposed change that did not require a permit for small accessory buildings. It is planned to rectify this at the July 2000 Town meeting.

The golf cart, ATV and firearm ordinances were all accepted by the BIT and Town voters. These ordinances are now being enforced by the sheriff.

During the summer of 1999, it was realized that a Comprehensive Plan needed to be produced within the next year. The Plan forms the base for the Land Use and Zoning ordinances and for defining growth. Its form and content are dictated by State Statute. One of the sections of the Plan is a citizen survey of the Island citizens. A survey was produced that was based on an earlier Standish survey, but modified to fit the Island better. This was delivered by hand to Islanders on Labor Day weekend and by US mail to those who were not present on the Island at that time. The response was very good with nearly 60% of the Islanders responding.

The Council of Government in Portland provided assistance and software in the analysis of the survey. This was accomplished during the winter months. During the late fall, the Town Manager applied for and obtained a grant from the State to generate a Comprehensive Plan. He wrote a draft plan that was distributed to the Planning Board in the early spring of 2000.

At the May 27, 2000 Planning Board meeting, the survey results were discussed and the Interim Town Manager agreed to make changes in the interpretation of the results to clarify and qualify them. They were released to the Island public on June 2, 2000.

The draft Comprehensive Plan is currently under review. Some changes will be made. It has been sent to the State Planning Office for an informal review with a request for their guidance in completing this first Plan for the new Town. It must be realized that the Comprehensive Plan is a living document and it will be changed as circumstances dictate. The schedule is well defined for completing the Plan and the Planning Board plans on bringing it to the Town voters in October 2000. Public hearings must be held prior to that time and the State must formally review the Plan.

For the remainder of the year 2000, there are plans to continue revision of the Land Use and Shoreland Zoning Ordinances, as the need is uncovered. In discussions with the Town CEO, he asked that corner lot setbacks be discussed. A change in the Land Use Ordinances to address this issue will be completed and offered to the town voters for their approval. The highest priority must be given to the Comprehensive Plan since it is so essential to everything else we do. Clearly there is still much to do, but this Planning Board is dedicated to completing the task facing them this year.

Respectfully Submitted,

Bob Hannah
Chairman

Appeals Board Annual Report

For the past year the Appeals Board has met in public session monthly during the months the Island is open.

During this time, seven appeals were acted upon. Three were approved, two were approved with conditions or modifications from the original request, and two were denied. Several others were heard and either referred back to the Code Enforcement Officer or withdrawn.

In addition 5 more appeals will be heard at the June 2000 meeting.

Members of the Appeals Board are:

Barbara Aranyi
Paul Lyons
Stan Karpacz
Bruce Nisula
Bob Roberts, Chair

Public Works Department

ROAD WORK:

Extensive Roadwork has been done over the past year throughout the island. Road widening, culvert replacement, ditching, and bank stabilization was performed in the following areas of the town:

- 1.) LEISURE LANE to corner of TIMBER ROAD near BEACH 3.
- 2.) TIMBER ROAD to corner of LEISURE LANE near BEACH 5.
- 3.) INDEPENDENCE WAY from top of hill near Fire Barn to intersection of HIGH POINT ROAD.
- 4.) SUNSET ROAD from top of the hill going towards the landing.
- 5.) HIGH POINT ROAD near corner of BIRCH ROAD and down BIRCH ROAD to intersection of LEISURE. This being the largest project involving heavy tree trimming, boulder removal, water line re-location, and new road covering.

Well over 1800 feet of road work.

In addition to planned projects such as these just mentioned, there is always on-going work such as grading, pot-hole filling, culvert clearing, and brushing.

CULVERT WORK:

Over the past few years, we have replaced the old galvanized culverts with newer PVC culverts, which will give years of dependable use. Many old culverts remain, some functioning and some not. The replacement of these culverts is also an on-going concern. Culverts are also added in places where they are needed.

RUBBISH REMOVAL:

This season the time for Sunday rubbish collection has been changed from the former time of 4:00 p.m. to 1:00 p.m. This is also the same time for Monday Holiday pickup. This means that the rubbish truck will begin its rounds at 1:00p.m. Please have your bagged trash out beside your lot at that time. The time for the start of Saturday trash pick-up remains the same at 12:00 noon. Those with wooden or plastic collection boxes are reminded to have a noticeable signal flag to alert the crew that there is trash to be picked up in the box.

Also, over the past year there has been trouble with vehicles and trailers parked in the circles during trash pick-up. Due to its large size, the rubbish truck cannot safely maneuver through the circles when a vehicle or trailer is parked in the circle. Please keep the circles clear for us to come get your trash or we will no longer be able to provide this service to the circles and the trash will have to be brought out to the main road for pick-up.

The trash that is picked up by the island compactor truck is taken to the MERC plant in Biddeford. That arrangement has been working well ever since we have been going there since becoming a town.

BRUSH DUMP:

Again, the container system has been working well with materials being sorted to either; household, building debris, metal, or recyclables. The company that serves the island in providing the containers does an excellent job in prompt replacement. Contractors can no longer use the dumpsters and must provide their own dumpster at the site of their project.

We were informed by the State of Maine we are now recycling 46.6% of our waste, up dramatically from 20% in 1998.

Another reminder is that the town brush dump is for owner brush and leaf disposal only. Branches larger than six inches in diameter and stumps will not be accepted, and contractors must provide for their own removal of trees and brush. If you are in doubt as to where your debris is to go please ask the attendant. We appreciate your cooperation so that the brush dump will remain a useable and safe place for years to come.

WATER SYSTEM:

Water consumption was down last year despite it being a very hot summer. Two reasons for this were that there were fewer main breaks at start up and also the pressure relief valves aided in keeping the overall system in balance. There were more breaks at the start of this year due mainly to heavy frost heaving from the winter.

On-going projects with the water system are the replacement of the old metal cottage valves, re-newing of worn sections of water main, and lowering of water mains in spots where it lies on the road surface. Water quality is monitored daily and remains excellent.

PERSONEL:

I am grateful to have Joe Strout return as assistant department director, also returning is Norm Ridlon who drives the rubbish truck. Joining us this year is Jason Flick, and Sam Leighton.

Respectfully Submitted,

Kevin L. LaMarre
Director of Public Works

FERRY OPERATIONS REPORT

For the year of 1999 the ferry-operating budget was set at \$159,000. The ferry took in \$209,532 in actual revenue. The overall operating costs came to \$188,520.

1999 proved to be an exceptionally busy year with the boats running to capacity much of the time, particularly around the Fourth of July week.

There were some necessary repairs and capital upgrades that took place over the course of the season:

Repairs

The Ellie Corliss

The starboard transmission was rebuilt. The starboard transmission oil cooler unit was replaced. These repairs were performed by Maine Marine Diesel.

The boat was surveyed to determine its structural integrity. It was determined that for the age (30 years) of the vessel that it was in very good shape. A note was added that the exterior underwater surface of the hull will need attention and dry-docking would be essential to perform this work. This survey was completed by Associated Marine Surveyors.

The Leisure Lady II

A new water pump was installed on the starboard engine. This repair was completed by Maine Marine Diesel.

A new rudder post bracket and support struts were fabricated and installed to accommodate the port rudder. This repair was completed by Construction Divers.

Island Gantry

The underwater horizontal support beam, that helps to stabilize the gantry vertical load bearing steel work, on the island side was hoisted back into place and bolted after it had been lifted clear of its brackets by the spring ice. This repair was done underwater by Construction Divers.

Capital Upgrades

The Ellie Corliss

Coolant filters were installed in the line with the keel coolant circulating system on both engines to improve cooling capacity by filtering out rust and debris. The filters should help, most notably, in the hot summer months when cooling effectiveness is diminished by the warm lake temperature. The coolant filters were installed by Maine Marine Diesel.

Mainland Slipway

Seven new pilings were driven and extensive new planking installed to repair the Mainland docking facility. The slip pilings had been deteriorating as well as spreading apart over the years. The pilings were driven by Frank Gerrish.

Ferry Dry Dock Options

The need for a dry docking facility for the ferries has been discussed for a number of years. The difficulty and expense of repairs done underwater as well as general hull maintenance, particularly as the boats age, has created new discussion concerning various ways to remove the boats from the water to a dry dock. One option is to hire a large crane to lift the boats from the water for repair on land or transport to another facility. Another option proposed by Frank Gerrish is a rail system that would be fabricated alongside the main boat slipway and extend into the cove area by the landing access road. Both options are being studied and evaluated (pros, cons, costs, environmental impact) in 2000. We need to come up with an acceptable option to maintain and repair our ferry boats out of the water.

Martin Friedman
Ferry Systems Director

FRYE ISLAND FIRE DEPARTMENT REPORT

JUNE 2000

ORGANIZATION

The Frye Island Fire Department was re-organized on July 1, 1998 when the island gained its independence and became the newest town in the State of Maine. The Department consists of fifteen (15) volunteer officers and firefighters operating four pieces of fire apparatus from a 3-bay station centrally located on the island and a 1-bay station located at the ferry landing.

The Frye Island Fire Department proudly serves the needs of our community by providing fire, rescue and EMS services. We serve with pride and professionalism, striving to meet the demands of our community in a safe and efficient manner.

EQUIPMENT

In July 1999, a 1977 Dodge ¾ ton pick-up truck was loaned to the Frye Island Fire Department by the State of Maine, Department of Conservation, Bureau of Forestry. This truck will be outfitted with the equipment received in the 1998 Ice Storm Recovery Grant. The truck was in need of some mechanical improvements and department members are performing this task.

All equipment acquired through the 1998 Ice Storm Recovery Grant has been picked up and delivered to the island. The Chief made four trips to Old Town during the winter to secure the equipment. The grant, for \$11,168.47, was administered by the Maine Fire Service. The equipment, for forest firefighting purposes, includes such items as a fire pump, foam proportioner, hand tools, chain saw and accessories, personal protective equipment (clothing), hose and nozzles, and two portable radios among other items. All this equipment has been inventoried and will soon be placed in service.

With the addition of the two new portable radios, the number of portable radios now in use by Department members is 11. Portable radios are an important component of the department as this is the system used by Raymond Dispatch to notify members of an incident.

During the Fall Mr. Larry Guerette of Fire Tech and Safety, Winthrop, ME donated six reconditioned Scott 2.2 Pressure-Pak Self-Contained Breathing Apparatus (SCBA) to the Department. Qualifying fire department members will undergo training and then be qualified to enter structure fires in full protective clothing, including SCBA.

Last October, Home Depot of Portland donated a new 3,000-watt portable generator. This unit will allow incidents to be illuminated at night and also provide energy to operate power tools.

This Spring we were able to acquire a surplus Hurst Rescue Tool. The Hudson, MA Fire Department, with the help of islander John Musorofiti, donated this gasoline powered hydraulic rescue/extrication tool. The tool is equipped with both spreading and cutting attachments. This is an older, but serviceable unit, which would have cost thousands of dollars if purchased new, or used.

Because of the generous donations, the F.I.F.D. will be able to concentrate on purchasing other needed equipment such as personal protective equipment, hose, ladders, PASS devices, a positive pressure fan, and other necessary tools and equipment required

to operate a viable fire department. We will also need to purchase training equipment such as a VCR and television, blackboard, overhead projector and screen, etc. to be used in the classroom.

The Department is awaiting delivery of a 1968 Mack CF Pumper. The truck is currently at E.J. Murphy Fire Equipment in Hopkinton, MA where needed repairs are being made. This vehicle has a 1,250 GPM pump and is being outfitted with a new 750-gallon poly tank. Bodywork has been completed and the truck has been painted white over red.

With the addition of this vehicle, the Department will be able to place a truck on the foreground, have another truck at a water source to fill, and have two trucks shuttling water to the scene of the fire.

The Ice Storm Grant did not include provisions for a 200-gallon water tank to be used in conjunction with the forestry pump and foam proportioner. We will have to purchase the water tank before the pick-up truck can be outfitted as a forestry unit.

The 1955 Ford pumper that belonged to Standish and was used on the island has been sold. The truck, purchased by an out-of-stater, was loaded onto a flatbed truck this spring and was taken south.

ADDITIONAL ACTIVITY

A new dry hydrant was installed at the junction of Leisure Lane (Fire Lane 8) and Birch Road (Fire Lane 7). This allows us to draft water from three sites; the ferry landing, the marina and this new location.

The fire department has also taken on the responsibility of updating and upgrading the fire lanes. Some fire lane signage has been changed. An example of this would be Leisure Lane. This roadway has been divided into three fire lane designations, (1, 6 and 8) instead of one. In addition, Independence Drive was named for a portion of Ridge Road. All islanders should be familiar with their lot number, name of the road that they live on and the fire lane designation for that road. In an emergency this information is critical for the quickest arrival of emergency personnel.

EMERGENCY MEDICAL SERVICES

A Physio Control Life Pak 500 Automatic External Defibrillator (AED) was purchased in June 1999. During this time, 12 members of the fire department and fire/police attended an 8-hour Healthcare Provider CPR training program. Following this training, 11 members attended and completed an AED training program conducted by Southern Maine EMS. These members are certified to operate the defibrillator. Continuing education and re-certification continues on an annual basis.

We are currently scheduling with Southern Maine EMS for a 40-hour First Responder training program for members of the fire department and fire/police.

In August, Lifeflight of Maine, Maine's only statewide medical helicopter, landed at the community center's parking lot. Here members were trained in proper procedures to be followed if the helicopter is needed to transport a critical care patient off the island. The helicopter and crew fly out of the hospital in Lewiston and can be on scene in a short period of time. The helicopter must be accessed through a member of the fire department, who attending the training, for patients in need of critical care.

TRAINING

The Department holds weekly training classes each Sunday morning starting at 1000 hours at the fire station. The instruction addresses all firefighting training objectives of the National Fire Protection Association's Standard 1001 for Firefighter I and II. This NFPA training program has been specifically designed to assist fire departments in their ability to deliver basic skills training to their members.

Truck check is held every Tuesday evening. The vehicles and equipment are checked to determine operational readiness.

TO REPORT A FIRE

In case of an emergency, FIRE or MEDICAL, ***DIAL 9-1-1***. The Frye Island Fire Department is dispatched through the Raymond Fire Department's dispatch center. On notification of an incident on the island, Raymond notifies the Frye Island Fire Department by radio. Fire Department members, equipped with portable radios, receive the information and respond to the incident. Because we are isolated on an island, we are reliant on our own fire department members to provide fire and medical aid for over 30 minutes prior to help arriving from Raymond. It is imperative that you ***DIAL 9-1-1 FIRST. DO NOT*** use a cell phone because your call will be directed to the State Police. This only delays the response of fire or EMS personnel.

ANNUAL ACTIVITY REPORT

Incident totals for the year 1999 were 11.

Activity for the year included:

- Hazard Mitigation 3
- Structure fires 0
- Brush / woods fires 0
- Illegal burning 4
- Accidental / False alarms 0
- Hazardous Materials 0
- EMS 4
- Mutual aid 0

APPARATUS ROSTER

Company	Make	Model / Type	Description
Tanker 1	1953 Reo	2-1/2 ton 6x6	250 GPM pump 1200-gallon water tank
Squad 2	1977 Dodge	3/4 ton 4x4 Power Wagon	Pick-up truck
Engine 3	1966 Darley / International	Loadstar 1700 All Wheel Drive	750-GPM Front Mount Darley pump 800-gallon poly tank
Engine 4	1968 Mack	CF	1250-GPM pump 750-gallon poly tank
Engine 6	1969 Howe / International	Fleetstar 2010A	1000 GPM Front Mount Hale pump 2000 gallon poly tank

PERSONNEL

Stephen Persson	Chief
John Crosby	Assistant Chief
Paul Bourque	Captain
Ernie Wrzesinsky	Captain
Don Nolen	Lieutenant

Ruth Ann Bourque	Firefighter
Steve Comley	
Debbie Cook	
Laura Crosby	
George Dupont	
Daniel Messer	
Joe Needham	
John Nun	
Joseph Pansini	
Hal Pierce	

Lorraine Wrzesinsky	Fire/Police
Judy Comley	
Kathy Persson	

VOLUNTEER ORPORTUNITIES

The fire and rescue service is one of the most diverse and challenging professions today. Imagine having to train to prepare yourself to perform in situations that range from building fires, forest fires, heart attacks, childbirth, hazardous chemical spills and everything in between. Couple this with the fact that these skills may be needed any time of the day or night, in any kind of weather, and very often under stressful, emotional and dangerous conditions. These challenges are what make the job rewarding.

This job is not for everyone. You need more than just the desire to help people. You need courage, dedication, and a willingness to learn new skills and face new challenges. You also need to have some time for training, meetings, maintaining equipment and responding to emergency calls. Unfortunately the job of firefighter cannot be taught in hours or days. It is a continuing process that takes years to master. It is a learning process. The personal rewards and satisfaction received by volunteering are often beyond description. There is a sense of accomplishment after controlling a building fire and compassion and pride when treating a victim of an illness or accident. We are here and prepared for one reason, to provide a service to the residents and visitors of our island community.

If you feel that you have some time and a commitment to meet the challenges of being a firefighter, we welcome you to join us. We do not bite. We are just ordinary citizens performing a service to the community. We need your help. Please contact a fire department or fire/police member for further information. We would be most happy to have you join our organization.

The members of the Frye Island Fire Department would like to thank those island residents and those from the private sector that gave so generously during the past Fiscal Year. Without their help and support it would have been impossible to achieved the measure of success that was accomplished this past year. We would also like to acknowledge the Raymond Fire Department for their support and camaraderie, it is greatly appreciated. We would be remiss if the Department did not thank the Town Selectmen and the Town Manager for their continued support of our organization.

In conclusion, I would like to let the islanders know that their volunteer firefighters are dedicated to the cause, spending countless hours away from their families and social life to furnish both citizens and visitors with the best fire protection that we are able to provide.

Respectfully submitted,

Stephen G. Persson
Chief of Department

Golf Committee Annual Report

2000 FEE STRUCTURE –

The 2000 fees recommended by the committee are as indicated below:

Initiation Fee	500.00	Weekend and Holiday	26.00
Family Membership	655.00	Three Day Pass	40.00
Single Membership	440.00	Pull Cart (9 or 18)	3.00
Trail Fee	115.00	9 Hole Gas Cart	15.00
Week Day	17.00	18 Hole Gas Cart	25.00
Week Day Youth (Under 16)	9.00	Clubs (9 or 18)	10.00
All Twilight Fees	12.00	Club Storage	30.00
Scramble Only	15.00		

The Initiation Fee, formerly known as the Charter Fee, can be paid in yearly installments of \$200, \$150 and \$150. The name change was made in recognition of the fact that the “charter members” were those individuals involved in the initial membership. The fee now is really an initiation fee.

SUB-COMMITTEES – The following sub committee assignments were made:

Greens	John Kett, (Chair), John Folsom
House	Bill Gately, (Chair), Elaine Gately, Bobbie Thomas
Tournament	Steve Daigle
Rules and Regulations	Mark Thomas, Alan Klevan
Maine Golf Coordination	John Kett
Handicap	Steve Daigle

GOLF CARTS:

Last year we completed the payments on the five new golf carts we purchased in 1995. These carts have worked well are in great shape. The other carts we own are essentially awful. We need more good carts. The carts are not only a necessary part of the golf course, but they also contribute significantly to our income. For example, fees from rentals last year (mostly carts) totaled greater than \$17,000. That is more than a third of what we collected from greens fees.

If they are properly maintained, carts run very well for 12 to 15 years. Therefore, rather than finance new carts, we have decided to purchase used carts. We can buy 1994 Yamahas with roofs, 3-year parts and labor warranties, and free delivery for less than half the cost of new carts. We plan to purchase three such carts out of our auction/raffle fund.

TEE SPONSORS:

There are a number of granite markers that are available for sponsorship. The cost is \$350 for the first two-year sponsorship (including the cost of the granite plaque), and \$275 for subsequent two-year sponsorships

MAINE GOLF ASSOCIATION:

John Kett is our representative to coordinate with the Maine Golf Association. He has four issues to discuss with them:

- MGA Tournaments at Frye Island.
- Details on what is required for our membership to participate in their events.
- Scheduling a rating of the red tees for men (senior tees).
- Obtaining Handicap Index Conversion Charts for each of our Tees.

GOLF CART REGISTRATION:

With the change in status of Island Roads, starting this year golf carts that travel on these roads must be registered. (This change was made to reduce potential liability to FII and should have been completed whether or not we became a Town). The registration fee will be \$10 per year and carts can be registered up to three years at a time. To be registered, a cart must have insurance, rear view mirror and horn. It must also have headlights and taillights if it is operated at night. The Town will distribute additional information on this matter.

LAST YEAR'S IMPROVEMENTS:

Improvements at the course continued last year. The most notable improvement was the continuation of the automatic irrigation system. The automatic irrigation was added on the third, seventh and eighth holes. The irrigation is now complete from the second green through the eighth green. Additionally, a roof was built over the Bar-B-Q Pit, signs were added on the 1st tee and throughout the course and a new air conditioner and grill were purchased for the clubhouse.

YARDAGE DETERMINATIONS:

Bill Gately and Steve Daigle will establish distances to course features such as the distance from the 2nd tee to the front of the water. This information will be documented and made available for use by the golfers.

STANDARD TOURNAMENT FORMATS:

The Committee believes that while most tournaments on the Island are run strictly for fun, three should be run in strict accordance with the rules of golf. These include the Club Championship (Men and Woman Champions – no handicap), President's Cup (Men and Woman Champions – with Handicaps), and Member Guest. The rules for these tournaments will be set by the Golf Committee and used every year. Work was completed on the Club Championship and President Cup formats. Work will be completed on the Member/Guest format at our next meeting.

SHORT AND LONG TERM IMPROVEMENTS:

The Committee worked on short and long term planning. This effort will continue at their next meeting. We welcome ideas. The planning will continue at our next meeting.

Items discussed included:

- Pizza Oven
- Clean Up Behind Pro Shop
- Awards Presentation Board
- Smoking at the lounge,(outside)Awning – Gazebo - Other
- Repairs of the outside of building
- Drink prices
- Move Bar
- New grill
- Air conditioner,(old one in the pro shop)
- Outside Repairs
- Bar-B-Q Pit Enhancements
- Rest Room on 6
- Practice green
- Practice bunker
- Golf Carts
- Irrigation System
- Cart crossing in Front of 2
- Rough Mower
- Beautify Hill on 9
- Level Fairways
- Add Bunker on 6
- Add Bunker on 7
- Remove Bunker on 5
- Fountains on 5, 6 and 8
- Stairs on Tees at Women's 3 and 9
- Enhance Bells on 1 and 9
- Redefine edges of Pond on 2
- Jed Shed (new level in maintenance building?)
- Leaf Blower
- Rough Mower
- Thin out woods

FERTILIZER PLAN:

Grubs and beetles are a big concern. This is compounded by the raccoons digging up fairways looking for the grubs. We are exploring solutions with pesticide professionals.

Respectfully Submitted,

Mark R. Thomas
Golf Committee Chair

Garden Club

The third season of the Frye Island Garden Club, July 99 through June 2000 was very successful. Principally, it consisted of meetings with lectures and workshops, community projects, garden sales and a social gathering. The 40 members and Islanders were able to take advantage of the educational opportunities and the improvements that were offered. These consisted of:

Lectures and Workshops

- ❖ Portland Water District-Planting Near the Lake.
- ❖ Richard, University of Maine School of Agriculture-Composting.
- ❖ Bob Hannah-Irrigation on Frye Island.
- ❖ Maine Forest Service- Herbs, Woodland Flowers and Garden Paths.
- ❖ Maine Audubon Society-Maine birds.
- ❖ Suzanne Bove-Dry Flower Arrangements.
- ❖ Joan Wright-Putting Perennials to Bed and Division of Perennials.

Tours

- ❖ McLachlan Gardens, South Paris.
- ❖ Tate House, Portland-Herb Gardens.

Community Projects

- ❖ Care of existing gardens at the Ferry Landing and Community Center.
- ❖ Development of the right hand garden at the Community Center with great help from many Islanders.
- ❖ Planned future garden for the Fire Department.
- ❖ Created a shelf of periodicals and books on gardening in the CC library.
- ❖ Provided for Islanders the following items for sale to help in gardening: Plants, Peonies, Plant labels, Bobbex deer repellent and fertilizer.

Social

- ❖ Silver Tea with Audubon lecture.
- ❖ Potluck Dinner at the home of Geoff and Harriet Rice.

Respectfully Submitted

Barbara Hannah

TOWN OF FRYE ISLAND
FINANCIAL REPORT

DECEMBER 31, 1999



BERRY, FOWLES & CO.
CERTIFIED PUBLIC ACCOUNTANTS
6 FUNDY ROAD
FALMOUTH, MAINE 04105

Donald E. Talbot, CPA
George R. Howard, CPA
Michael C. Royer, MST, CPA

Douglas P. Mitchell, CPA
Ellen Fitts Byrne, CPA
Wesley J. Rothermel, CPA

TELEPHONE NO.
(207) 781-3445

FAX NO.
(207) 781-3578

INDEPENDENT AUDITORS' REPORT

Board of Selectmen and Town Manager
Town of Frye Island
Frye Island, Maine

We have audited the general purpose financial statements of Town of Frye Island for the year ended December 31, 1999, as listed in the table of contents. These financial statements are the responsibility of the Town's management. Our responsibility is to express an opinion on these financial statements based on our audit.

We conducted our audit in accordance with generally accepted auditing standards. 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 includes examining, on a test basis, evidence supporting the amounts and disclosures in the financial statements. An audit also includes assessing the accounting principles used and significant estimates made by management, as well as evaluating the overall financial statement presentation. We believe that our audit provides a reasonable basis for our opinion.

As more fully described in Note 1 to the financial statements, the general purpose financial statements referred to above, do not include a statement of general fixed assets account group required by generally accepted accounting principles. The amount that should be recorded in the general fixed assets account group is not known.

In our opinion, except for the effects on the financial statements of the matter described in the preceding paragraph, the general purpose financial statements referred to in the first paragraph present fairly, in all material respects, the financial position of Town of Frye Island as of December 31, 1999, and the results of its operations for the year then ended, in conformity with generally accepted accounting principles.

Our audit was made for the purpose of forming an opinion on the general purpose financial statements taken as a whole. The exhibits and schedules listed in the table of contents are presented for purposes of additional analysis and are not a required part of the general purpose financial statements. Such information has been subjected to the auditing procedures applied in the audit of the general purpose financial statements and, in our opinion, is fairly stated in all material respects in relation to the general purpose financial statements taken as a whole.

Berry, Fowles & Co.

Certified Public Accountants
March 27, 2000

TOWN OF FRYE ISLAND
COMBINED BALANCE SHEET - ALL FUND TYPES
DECEMBER 31, 1999

	<u>Governmental Funds</u>		<u>Totals</u>
	<u>General</u>	<u>Special Revenue</u>	<u>(Memorandum Only)</u>
ASSETS:			
Cash	\$ 716,522	\$ 0	\$ 716,522
Receivable:			
Taxes	1,909	0	1,909
Tax Liens	19,523	0	19,523
Accounts	3,855	0	3,855
Tax Acquired Property	<u>3,083</u>	<u>0</u>	<u>3,083</u>
TOTAL ASSETS	<u><u>\$ 744,892</u></u>	<u><u>\$ 0</u></u>	<u><u>\$ 744,892</u></u>
LIABILITIES AND FUND BALANCES:			
Liabilities:			
Accounts Payable	\$ 7,662	\$ 0	\$ 7,662
Deferred Revenues	<u>381,522</u>	<u>0</u>	<u>381,522</u>
	<u>389,184</u>	<u>0</u>	<u>389,184</u>
Fund Balances:			
Reserved:			
For Specific Purposes	135,137	0	135,137
Unreserved:			
Undesignated	<u>220,571</u>	<u>0</u>	<u>220,571</u>
	<u>355,708</u>	<u>0</u>	<u>355,708</u>
TOTAL LIABILITIES AND FUND BALANCES	<u><u>\$ 744,892</u></u>	<u><u>\$ 0</u></u>	<u><u>\$ 744,892</u></u>

TOWN OF FRYE ISLAND
COMBINED STATEMENTS OF REVENUES, EXPENDITURES, AND
CHANGES IN FUND BALANCE - ALL GOVERNMENTAL FUND TYPES
YEAR ENDED DECEMBER 31, 1999

	<u>Governmental Funds</u>		<u>Totals</u>
	<u>General</u>	Special <u>Revenue</u>	(Memorandum <u>Only</u>)
REVENUES			
Taxes	\$ 1,020,564	\$ 0	\$ 1,020,564
Licenses and Permits	10,015	0	10,015
Intergovernmental	5,557	5,835	11,392
Charges for Services	233,946	0	233,946
Other	25,100	0	25,100
	<hr/>	<hr/>	<hr/>
TOTAL REVENUES	1,295,182	5,835	1,301,017
	<hr/>	<hr/>	<hr/>
EXPENDITURES:			
General Government	217,833	0	217,833
Public Works and Sanitation	201,781	5,835	207,616
Ferry Service	188,520	0	188,520
Public Safety	28,707	0	28,707
Recreation	35,379	0	35,379
Health and Welfare	2,749	0	2,749
Education	460,526	0	460,526
Fixed Expenses	35,029	0	35,029
	<hr/>	<hr/>	<hr/>
TOTAL EXPENDITURES	1,170,524	5,835	1,176,359
	<hr/>	<hr/>	<hr/>
EXCESS OF REVENUES OVER (UNDER)			
EXPENDITURES	124,658	0	124,658
FUND BALANCE - BEGINNING OF YEAR	10,209	0	10,209
TRANSFER FROM MUNICIPAL SERVICES			
CORPORATION	220,841	0	220,841
	<hr/>	<hr/>	<hr/>
FUND BALANCE - END OF YEAR	<u>\$ 355,708</u>	<u>\$ 0</u>	<u>\$ 355,708</u>

TOWN OF FRYE ISLAND
STATEMENT OF REVENUES AND EXPENDITURES
BUDGET AND ACTUAL - GENERAL FUND
BUDGET BASIS
YEAR ENDED DECEMBER 31, 1999

	<u>Budget</u>	<u>Actual</u>	Variance Favorable <u>(Unfavorable)</u>
REVENUES			
Taxes	\$ 1,009,830	\$ 1,020,564	\$ 10,734
Licenses and Permits	2,210	10,015	7,805
Intergovernmental	500	5,557	5,057
Charges for Services	175,790	233,946	58,156
Other	6,700	20,568	13,868
	<hr/>	<hr/>	<hr/>
TOTAL REVENUES	1,195,030	1,290,650	95,620
EXPENDITURES:			
General Government	214,353	217,833	(3,480)
Public Works and Sanitation	207,162	209,281	(2,119)
Ferry Service	188,855	196,020	(7,165)
Public Safety	28,995	25,991	3,004
Recreation	47,482	40,379	7,103
Health and Welfare	6,000	2,749	3,251
Education	465,350	460,526	4,824
Fixed Expenses	36,833	35,029	1,804
	<hr/>	<hr/>	<hr/>
TOTAL EXPENDITURES	1,195,030	1,187,808	7,222
EXCESS OF REVENUES OVER (UNDER)			
EXPENDITURES	\$0	\$ 102,842	\$ 102,842
	<hr/> <hr/>	<hr/> <hr/>	<hr/> <hr/>

TOWN OF FRYE ISLAND
BALANCE SHEET - GENERAL FUND
DECEMBER 31, 1999

ASSETS:		
Cash/Investments		\$ 716,522
Receivable:		
Taxes		1,909
Tax Liens		19,523
Accounts		3,855
Tax Acquired Property		<u>3,083</u>
TOTAL ASSETS		<u><u>\$ 744,892</u></u>
LIABILITIES AND FUND BALANCES:		
Liabilities:		
Accounts Payable		\$ 7,662
Deferred Revenue		<u>381,522</u>
		<u>389,184</u>
Fund Balances:		
Reserved:		
For Specific Purposes		135,137
Unreserved:		
Undesignated		<u>220,571</u>
		<u>355,708</u>
TOTAL LIABILITIES AND FUND BALANCES		<u><u>\$ 744,892</u></u>

TOWN OF FRYE ISLAND
STATEMENT OF REVENUES AND EXPENDITURES
BUDGET AND ACTUAL - GENERAL FUND
YEAR ENDED DECEMBER 31, 1999

	<u>Budget</u>	<u>Actual</u>	<u>Variance Favorable (Unfavorable)</u>
REVENUES:			
Taxes:			
Property	\$ 1,004,830	\$ 1,005,465	\$ 635
Change in Deferred Property Revenues	0	2,335	2,335
Excise	3,000	5,667	2,667
Interest and Lien costs on Taxes	2,000	7,097	5,097
	1,009,830	1,020,564	10,734
Licenses and Permits:			
Boat Registrations	0	4,454	4,454
Building Permits	1,910	4,181	2,271
Plumbing and Electrical Permits	300	563	263
Other Permits	0	680	680
Licenses	0	137	137
	2,210	10,015	7,805
Intergovernmental:			
Revenue Sharing	500	4,821	4,321
Homestead Exemptions	0	736	736
	500	5,557	5,057
Charges for Services:			
Ferry Fees	159,000	209,532	50,532
Water Hookup and Soil Test Fees	650	8,450	7,800
Management Fee	12,390	12,390	0
Recreation Fees	3,500	3,324	(176)
Brush Dump Fees	250	250	0
	175,790	233,946	58,156
Other:			
Interest Earnings	5,500	13,556	8,056
Miscellaneous	1,200	7,012	5,812
	6,700	20,568	13,868
TOTAL REVENUES	1,195,030	1,290,650	95,620
 EXPENDITURES:			
General Government:			
Administration	199,133	204,723	(5,590)
Assessing	2,560	4,020	(1,460)
Town Clerk	0	442	(442)
Selectmen	0	77	(77)
Planning Board	2,250	1,706	544
Appeals Board	2,000	1,629	371
Insurance and Bonding	3,410	295	3,115
Capital Improvements	5,000	4,941	59
	\$ 214,353	\$ 217,833	\$ (3,480)

TOWN OF FRYE ISLAND
STATEMENT OF REVENUES AND EXPENDITURES
BUDGET AND ACTUAL - GENERAL FUND
YEAR ENDED DECEMBER 31, 1999

	<u>Budget</u>	<u>Actual</u>	<u>Variance Favorable (Unfavorable)</u>
Public Works and Sanitation:			
Public Works	\$ 121,268	\$ 122,101	\$ (833)
Roads	19,750	15,179	4,571
Water	48,994	42,496	6,498
Solid Waste	17,150	29,505	(12,355)
	<u>207,162</u>	<u>209,281</u>	<u>(2,119)</u>
Ferry Service:	<u>188,855</u>	<u>196,020</u>	<u>(7,165)</u>
Public Safety:			
Fire and Safety	8,810	8,954	(144)
Security	14,250	14,791	(541)
Animal Control	400	56	344
Code Enforcement	5,535	2,190	3,345
	<u>28,995</u>	<u>25,991</u>	<u>3,004</u>
Recreation:	<u>47,482</u>	<u>40,379</u>	<u>7,103</u>
Health and Welfare:			
Emergency Medical	2,000	2,749	(749)
Dispatch	2,000	0	2,000
General Assistance	2,000	0	2,000
	<u>6,000</u>	<u>2,749</u>	<u>3,251</u>
Education:			
School Administrative District 6	<u>465,350</u>	<u>460,526</u>	<u>4,824</u>
Fixed Expenses:			
County Tax	33,833	30,238	3,595
Overlay	3,000	4,791	(1,791)
	<u>36,833</u>	<u>35,029</u>	<u>1,804</u>
TOTAL EXPENDITURES	<u>1,195,030</u>	<u>1,187,808</u>	<u>7,222</u>
EXCESS OF REVENUES OVER (UNDER) EXPENDITURES	<u>\$ 0</u>	102,842	<u>\$ 102,842</u>
RECONCILIATION TO GAAP BASIS			
Budgeted Transfers and Interest Income to Reserves		24,532	
Expenditures by Reserve		<u>(2,716)</u>	
		<u>21,816</u>	
EXCESS OF REVENUES AND OTHER SOURCES OVER EXPENDITURES AND OTHER USES		<u>\$ 124,658</u>	

TOWN OF FRYE ISLAND
STATEMENT OF CHANGES IN FUND BALANCE - GENERAL FUND
YEAR ENDED DECEMBER 31, 1999

	<u>Reserved</u>	<u>Unreserved</u>	
	Specific Purpose (Schedule 1)	<u>Undesignated</u>	<u>Total</u>
FUND BALANCE - JANUARY 1, 1999	\$ 0	\$ 10,209	\$ 10,209
TRANSFER FROM MUNICIPAL SERVICES CORPORATION	<u>113,321</u>	<u>107,520</u>	<u>220,841</u>
	113,321	117,729	231,050
EXCESS OF ACTUAL REVENUES AND OTHER SOURCES OVER (UNDER) ACTUAL EXPENDITURES AND OTHER USES	<u>21,816</u>	<u>102,842</u>	<u>124,658</u>
FUND BALANCE - DECEMBER 31, 1999	<u>\$ 135,137</u>	<u>\$ 220,571</u>	<u>\$ 355,708</u>

TOWN OF FRYE ISLAND
COMBINING STATEMENT OF GENERAL FUND RESERVES
YEAR ENDED DECEMBER 31, 1999

	<u>Equipment Reserve</u>	<u>Ferry Dock and Ferry Reserve</u>	<u>Water System Reserve</u>	<u>Recreation Reserve</u>	<u>Capital Funds Reserve</u>	<u>Fire and Safety Reserve</u>	<u>Total</u>
REVENUES:							
Interest	\$ 517	\$ 1,277	\$ 654	\$ 935	\$ 928	\$ 221	\$ 4,532
EXPENDITURES FOR DESIGNATED PURPOSES	<u>0</u>	<u>0</u>	<u>0</u>	<u>0</u>	<u>0</u>	<u>2,716</u>	<u>2,716</u>
EXCESS OF REVENUES OVER (UNDER) EXPENDITURES	517	1,277	654	935	928	(2,495)	1,816
OTHER FINANCING SOURCES (USES):							
Appropriations	<u>0</u>	<u>7,500</u>	<u>7,500</u>	<u>5,000</u>	<u>0</u>	<u>0</u>	<u>20,000</u>
EXCESS OF REVENUES AND OTHER SOURCES OVER (UNDER) EXPENDITURES AND OTHER USES	517	8,777	8,154	5,935	928	(2,495)	21,816
BALANCE - JANUARY 1, 1999	<u>13,868</u>	<u>31,880</u>	<u>15,548</u>	<u>23,466</u>	<u>22,825</u>	<u>5,734</u>	<u>113,321</u>
BALANCE - DECEMBER 31, 1999	<u>\$ 14,385</u>	<u>\$ 40,657</u>	<u>\$ 23,702</u>	<u>\$ 29,401</u>	<u>\$ 23,753</u>	<u>\$ 3,239</u>	<u>\$ 135,137</u>

TOWN OF FRYE ISLAND
VALUATION, ASSESSMENT AND COLLECTION OF TAXES
YEAR ENDED DECEMBER 31, 1999

VALUATION AND ASSESSMENT

Real Property		\$ 30,594,750
Personal Property		<u>323,392</u>
		30,918,142
Tax Rate per Thousand		<u>3.25</u>
TAX COMMITMENT		<u><u>\$ 1,004,840</u></u>

APPROPRIATIONS

Municipal Functions		\$ 692,848
MSAD 6		465,350
County Tax		33,833
Overlay		<u>3,000</u>
		1,195,031
Less: Estimated Revenues		<u>190,200</u>
TAX COMMITMENT		<u><u>\$ 1,004,831</u></u>

COLLECTION OF 1999 TAXES

Original Commitment		\$ 1,004,831
Supplementals		<u>634</u>
		1,005,465
Less: Collections	987,474	
Abatements	4,407	
Transferred to Liens	<u>13,584</u>	
		<u>1,005,465</u>
BALANCE OUTSTANDING AT DECEMBER 31, 1999		<u><u>\$ 0</u></u>

Delinquent Frye Island Taxes

1986-1988 SUPPLEMENT/ BILLINGS

	NAME	TAX DUE	
0503	P. Halloway	\$103.15	0876
0876	F. Maloney	\$220.11	1361
1126	C. Neilson	\$220.11	
1985	M. SPEAR	\$293.49	
1293	A. Steinackle	\$293.49	
1361	E. Stratton	\$586.67	
1730	R. Hansen	\$193.59	
	TOTAL	\$1,910.61	

1989 OUTSTANDING TAXES

NAME	TAX DUE
F. Maloney	\$147.60
E. Stratton	\$393.58
TOTAL	\$541.18

1990 OUTSTANDING TAXES

	NAME	TAX DUE	
0876	F. Maloney	\$94.55	0876
1361	E. Stratton	\$157.59	1985
1545	E. STRATTON	\$94.55	1361
			1545
	TOTAL	\$346.69	

1991 OUTSTANDING TAXES

NAME	Tax Due
F. MALONEY	\$93.02
M. SPEAR	\$124.02
E. STRATTON	\$155.03
E. STRATTON	\$93.02
TOTAL	\$465.09

1992 OUTSTANDING TAXES

	NAME	Tax Due	
0876	F. MALONEY	\$90.68	
1985	M. SPEAR	\$120.90	
1361	E. STRATTON	\$151.13	0876
1545	E. STRATTON	\$90.68	1985
	TOTAL	\$453.39	

1993 OUTSTANDING TAXES

NAME	Tax Due
F. Maloney	\$90.68
M. Spear	\$120.90
TOTAL	\$211.58

1994 OUTSTANDING TAXES

	Name	Tax Due	
0876	F. Maloney	\$91.45	0876
1985	M. Spear	\$120.90	1985
	TOTAL	\$212.35	

1995 OUTSTANDING TAXES

Name	Tax Due
F. Maloney	\$91.45
M. Spear	\$120.90
TOTAL	\$212.35

Delinquent Frye Island Taxes

1996 OUTSTANDING TAXES

	Name	Tax Due	-
1394	Carro	\$120.90	
0876	Maloney	\$27.90	
1155	Sardilli	\$91.45	
1985	Spear	\$35.65	
1361	Stratton	\$91.45	
1545	Stratton	\$151.90	
1255	Wolanski	\$120.90	
TOTAL		\$640.15	

1997 OUTSTANDING TAXES

	NAME	Tax Due
1881	Bush	\$91.45
1394	Carro	\$120.90
0876	Maloney	\$27.90
1105	Napolitano	\$82.15
0806	Norton	\$80.60
1758	Pease	\$120.90
1155	Sardilli	\$91.45
1771	Simoneau	\$77.65
1985	Spear	\$35.65
1361	Stratton	\$151.90
1545	Stratton	\$91.45
1255	Wolanski	\$120.90
TOTAL		\$1,092.90

1998 (MSC) OUTSTANDING TAXES

	NAME	Tax Due
1881	Bush	\$91.45
1394	Carro	\$120.90
1083	Fencer	\$116.25
0205	Kane	\$1,793.35
0331	Landers, Jr.	\$91.45
0876	Maloney	\$27.90
1105	Napolitano	\$82.15
1126	Nielson	\$91.45
0806	Norton	\$80.60
1758	Pease	\$120.90
1155	Sardilli	\$91.45
1771	Simoneau	\$120.90
1985	Spear	\$35.65
1545	Stratton	\$91.45
1361	Stratton	\$151.90
1255	Wolanski	\$120.90
TOTAL		\$3,228.65

1998 TOWN OF FRYE ISLAND

	NAME	Tax Due
1881	Bush	\$50.15
1394	Carro	\$66.30
1083	Fencer	\$63.75
0205	Kane	\$983.45
0331	Landers, Jr.	\$50.15
0876	Maloney MSC	\$15.30
1105	Napolitano	\$45.05
1126	Nielson	\$50.15
0806	Norton	\$44.20
0350	Pearson	\$50.15
1758	Pease	\$66.30
1155	Sardilli	\$50.15
1771	Simoneau	\$66.30
1545	Stratton	\$50.15
1361	Stratton	\$83.30
1255	Wolanski	\$66.30
TOTAL		\$1,801.15

Delinquent Frye Island Taxes

1999 OUTSTANDING TAXES

Lot

1881	Bush	191.75
1384	Carro	253.50
0083	Conti (kilcommons)	1,537.09
1083	Fencer	243.75
0205	Kane	3,760.25
1907	Koch	126.75
0331	Landers, Jr.	191.75
0876	Maloney	45.10
0399	Mattern	1,319.50
0168	Mead	28.25
1105	Napolitano	172.50
1126	Nielson	191.75
0806	Norton	169.00
1245	O'Connor, Annette	17.38
0350	Pearson	191.75
1758	Pease	253.50
1155	Sardilli	191.75
0101	Sierzputowski	191.75
1771	Simoneau	253.50
1985	Spear	74.75
1361	Stratton	318.50
1545	Stratton	191.75
1255	Wolanski	253.50
	Total	10,169.07

JONES & MATTHEWS, P.A.

Roosevelt Trail Professional Building

RR 2 Box 716

Bridgton, Maine 04009

Bruce G. Jones, CPA
Christopher J. Matthews, CPA
Norman R. Huntress, EA

207-647-3668
207-647-2193
Fax 207-647-4162

To The Board of Directors
Frye Island, Inc.

We have reviewed the accompanying balance sheets of Frye Island, Inc. as of December 31, 1999 and 1998 and the related statements of income and retained earnings, and cash flows for the years then ended, in accordance with statements on Standards for Accounting and Review Services issued by the American Institute of Certified Public Accountants. All information included in these financial statements is the representation of the management of Frye Island, Inc.

A review consists of inquiries of Company personnel and analytical procedures applied to financial data. It is substantially less in scope than an examination in accordance with generally accepted auditing standards, the objective of which is the expression of an opinion regarding the financial statements taken as a whole. Accordingly, we do not express such an opinion.

Based on our review, we are not aware of any material modifications that should be made to the accompanying financial statements in order for them to be in conformity with generally accepted accounting principles.

Our review was made for the purpose of expressing limited assurance that there are no material modifications that should be made to the financial statements in order for them to be in conformity with generally accepted accounting principles. The information included in the accompanying schedule of operating expenses is presented only for supplementary analysis purposes. Such information has been subjected to the inquiry and analytical procedures applied in the review of the basic financial statements, and we are not aware of any material modifications that should be made thereto.


JONES & MATTHEWS, PA

March 11, 2000

FRYE ISLAND, INC.
BALANCE SHEETS
DECEMBER 31, 1999 AND 1998

ASSETS

	<u>1999</u>	<u>1998</u>
Current Assets:		
Cash in Bank and on Hand	\$ 78,189	\$ 76,559
Income Tax Reund Receivable	-0-	4,133
Inventory (Note 1)	4,353	6,736
Account Receivable - Other	600	-0-
Current Portion of Notes Receivable (Note 2)	<u>1,870</u>	<u>1,781</u>
Total Current Assets	85,012	89,209
Fixed Assets (Note 1):		
Land	31,465	31,465
Buildings and Improvements	225,097	225,097
Furniture and Fixtures	36,175	36,175
Machinery and Equipment	180,421	143,719
Vehicle	17,360	17,360
Other Fixed Assets	<u>7,326</u>	<u>7,326</u>
Total Fixed Assets	497,844	461,142
Less: Accumulated Depreciation	<u>285,592</u>	<u>265,594</u>
Net Fixed Assets	212,252	195,548
Other Assets:		
Notes Receivable - Less Current Portion (Note 2)	<u>6,189</u>	<u>9,755</u>
 TOTAL ASSETS	 <u>\$303,453</u>	 <u>\$294,512</u>

LIABILITIES AND STOCKHOLDERS' EQUITY

	<u>1999</u>	<u>1998</u>
Current Liabilities:		
Accounts Payable	\$ 950	\$ 766
Accrued Expenses	2,200	2,200
Income Taxes Payable	1,274	-0-
Deposits on Land Sales	-0-	200
Current Portion of Long-Term Debt (Note 5)	<u>4,025</u>	<u>8,924</u>
Total Current Liabilities :	8,449	12,090
Long-Term Debt - Net of		
Current Portion (Note 5)	34,930	38,731
Deferred Income Taxes (Note 6)	11,708	9,257
Deferred Gain on Installment Land		
Sales (Note 3)	<u>8,059</u>	<u>11,536</u>
Total Liabilities	63,146	71,614
Stockholders' Equity:		
Common Stock - No Par Value - 1000		
Shares authorized, 825 issued and		
outstanding	100	100
Paid-In Surplus	125,565	125,565
Retained Earnings	<u>114,642</u>	<u>97,233</u>
Total Stockholders' Equity	<u>240,307</u>	<u>222,898</u>
 TOTAL LIABILITIES AND STOCKHOLDERS' EQUITY	 <u>\$303,453</u>	 <u>\$294,512</u>

FRYE ISLAND, INC.
 SCHEDULE OF OPERATING EXPENSES
 YEARS ENDED DECEMBER 31, 1999 AND 1998

	<u>1999</u>	<u>1998</u>
Salaries and Wages	\$ 50,033	\$ 50,559
Repairs & Maintenance	9,384	8,695
Real Estate Taxes	20,247	23,810
Depreciation	19,998	16,224
Insurance	12,794	13,039
Supplies	16,381	10,032
Legal and Accounting	2,200	2,211
Electricity	3,344	2,398
Payroll Taxes	6,638	6,708
Management Services (Note 8):	12,390	12,390
Telephone	474	434
Office Supplies & Expense	-0-	30
Outside Services	11,532	7,501
Licenses and Permits	1,806	1,716
Advertising (Note 9)	79	296
Travel and Meetings	172	179
Contributions	250	950
Equipment Rental	1,403	936
Fuel	1,131	-0-
Dues and Subscriptions	2,015	1,135
Miscellaneous Expenses	301	197
Printing	1,426	-0-
Bank & Credit Card Charges	<u>1,306</u>	<u>896</u>
Total Operating Expenses	<u>\$175,304</u>	<u>\$160,336</u>

FRYE ISLAND, INC.
 STATEMENTS OF INCOME AND RETAINED EARNINGS
 YEARS ENDED DECEMBER 31, 1999 AND 1998

	<u>1999</u>	<u>1998</u>
INCOME		
Lease Income (Note 4)	\$ 13,650	\$ 13,125
Golf Course	58,153	54,756
Membership Fees	34,749	30,300
Maintenance Building Lease	7,200	7,200
Rentals	28,629	24,787
Pro-Shop Gross Profit	11,788	13,565
Marina Membership Fees	21,000	21,250
Quail Circle Fees	15,875	7,175
Special Events	<u>2,489</u>	<u>1,130</u>
Total Income	193,533	173,288
OPERATING EXPENSES (Schedule)	<u>175,304</u>	<u>160,336</u>
INCOME FROM OPERATIONS	18,229	12,952
OTHER INCOME (EXPENSE)		
Boat Basin	-0-	-0-
Land Sales (Note 3)	3,477	1,615
Interest Income	3,403	3,307
Interest Expense	(4,109)	(5,059)
Miscellaneous Income	<u>225</u>	<u>431</u>
Total Other Income (Expense)	<u>2,996</u>	<u>294</u>
INCOME BEFORE INCOME TAXES	21,225	13,246
PROVISION FOR INCOME TAXES (Note 6)		
Federal	3,086	1,665
State	<u>730</u>	<u>389</u>
Total Provision for Income Taxes	<u>3,816</u>	<u>2,054</u>
NET INCOME	17,409	11,192
RETAINED EARNINGS - JANUARY 1	<u>97,233</u>	<u>86,041</u>
RETAINED EARNINGS - DECEMBER 31	<u>\$114,642</u>	<u>\$ 97,233</u>

FRYE ISLAND, INC.
 STATEMENTS OF CASH FLOWS
 YEARS ENDED DECEMBER 31, 1999 AND 1998

	<u>1999</u>	<u>1998</u>
CASH FLOWS FROM OPERATING ACTIVITIES		
Net Income	\$ 17,409	\$ 11,192
Adjustments to Reconcile Net Income to Cash Provided by Operations:		
Depreciation	19,998	16,224
Gain on Deferred Installment Sales	(3,477)	(1,615)
(Increase) Decrease in Inventory	2,383	(4,008)
(Increase) in Accounts Receivable - Other	(600)	-0-
Increase in Accounts Payable	184	766
Increase in Income Taxes Payable	1,274	-0-
(Increase) Decrease in Corporate Income Taxes Refund Receivable	4,133	(4,133)
(Decrease) in Land Sale Deposits	(200)	-0-
Increase in Deferred Income Taxes	<u>2,451</u>	<u>1,987</u>
NET CASH PROVIDED BY OPERATING ACTIVITIES	43,555	20,413
CASH FLOWS FROM INVESTING ACTIVITIES		
Purchase of Fixed Assets	(36,702)	(37,052)
Note Payments Received	<u>3,477</u>	<u>1,615</u>
NET CASH (USED) BY INVESTING ACTIVITIES	(33,225)	(35,437)
CASH FLOWS FROM FINANCING ACTIVITIES		
Repayment of Notes Payable and Long-Term Debt	(8,700)	(7,882)
NET CASH (USED) by FINANCING ACTIVITIES	(8,700)	(7,882)
NET INCREASE (DECREASE) IN CASH	1,630	(22,906)
CASH ON JANUARY 1	<u>76,559</u>	<u>99,465</u>
CASH ON DECEMBER 31	<u>\$ 78,189</u>	<u>\$ 76,559</u>
Cash paid for interest on loans	\$ 4,109	\$ 5,059
Cash paid for income taxes	\$ 1,367	\$ 67