Annual Reports

of the

Officers

of the

Town of Hanover

for the year ending

June 30, 2025

The Annual Town Meeting will be held on
Tuesday, October 14, 2025 at 6 pm at
The Village School House
Howard Pond Rd.
Hanover, ME

This report is dedicated

"In memory of the residents who passed away in 2024/2025"

Annual Reports of Municipal Officers for the Period

July 1, 2024 through June 30, 2025

Town of Hanover
Settled in 1774
Set off from Bethel and together with Howard's Gore
Incorporated February 14, 1843

Population
1970 Census.....275
1980 Census....256
1990 Census.....272
2000 Census.....251
2010 Census.....238
2020 Census......286

Table of Contents

Town Officials

Selectpersons, Assessors and Overseers of the Poor
Frank S. Morrison, Jr.   James Barker   Marilyn Difillipo

Town Clerk, Tax Collector and Treasurer
Kelly Harrington
Note: Effective at the 2016 Town Meeting these positions are consolidated
Into the single position
Town Administrator

Deputy Town Administrator
Elinor Andrews

Registrar of Voters
Kelly Harrington

RSU #10 Director
Vacant

Health Officer
Kelly Harrington

Sexton
Kelly Harrington

Cemetery Committee
Select board

Fire Warden
Kelly Harrington

Civil Emergency Preparedness
Kelly Harrington

Tree Warden
Brian W. Gross

Sealer of Weights and Measures
Steve Giguere, State Appointment

Board of Appeals
John Booth, Jack Kuchta

Freedom of Access Act (FOAA)
Kelly Harrington

Plumbing Inspector
Richard Coulombe

Building Inspector/Code Enforcement Officer
Richard Coulombe

Planning Board
Dimitrios Handanos,
John Bartash III, Bob Howe, Paul Taber
Alternates: Mike Robin

Recreation Committee
Jane S. Goddard, Brian Gross
Richard Arsenault

Election Clerks
Laird Bean, Marilyn Difillipo

Election Warden
Kelly Harrington

Auditor
Municipal Audit Services, PA
233 South Levant Road
Levant, Maine 04456

Town Office:	Telephone	207-364-8200
	Fax	207-364-8222
	Email:	hanvoertownof@gmail.com

Selectpersons' Report

Greetings to Hanover Residents and Taxpayers:

The reports contained herein reflect the financial activities of the Town and the audit of the Town's records. Your attention is directed to the "Management Discussion and Analysis" which highlights the financial health of the Town.

Please address any questions you may have to the Select Board.

Respectfully submitted,

Frank S. Morrison, Jr	**Marilyn Difillipo**	**James Barker**
(Term expires 2026)	**(Term expires 2027)**	**(Term expires 2025)**

Board of Selectpersons

Senate of Maine

Senate District 19

Senator Joseph Martin
3 State House Station
Augusta, ME 04333-0003
(207) 287-1505
Joseph.Martin@legislature.maine.gov

Dear Friends and Neighbors:

Let me begin by thanking you for the honor of serving you in the Maine Senate. It is truly an honor to represent the communities of western Maine; and I can assure you I will work diligently on your behalf.

The First Regular Session of the 132nd Maine State Legislature adjourned in March. Work continued when Gov. Mills called lawmakers in for a Special Session which adjourned in July. Bills passed during the First Special Session went into effect on September 24, 2025.

Throughout my campaign, I heard from many of you regarding the biggest issues you are facing. Such issues include the increasingly high costs of energy, child care, housing, and concerns about education, mental health and substance abuse, workforce development and community safety, among others.

As your State Senator, I supported reforms to Net Energy Billing, including one which will save ratepayers $67 million annually. I will continue this work when I return to Augusta in January, by supporting measures to reduce the $153 million in subsidies ratepayers are still on the hook for.

I encourage you to continue to reach out to me with your thoughts, concerns, and ideas about state government. Your input greatly helps me to represent your interests and those of the community in the best possible way.

Again, thank you for electing me to serve you in the State Senate. Please feel free to contact me by calling (207) 287-1505 or emailing me at Joseph.Martin@legislature.maine.gov if you have comments, questions or would like assistance in navigating our state's bureaucracy. I look forward to hearing from you.

Sincerely,

Joseph E. Martin

Joseph Martin
State Senator

Washington Office
1710 Longworth House Office Building
Washington, D.C. 20515
Phone: (202) 225-6306
Fax: (202) 225-2943

www.golden.house.gov

Committee on Armed Services

Committee on Small Business

Jared Golden
Congress of the United States
2nd District of Maine

Dear Friends,

I hope this letter finds you well. It's an honor to continue serving as your representative in Congress, and I take the responsibility very seriously. Thank you for the opportunity to share an update on the work I've been doing for the people of the Second Congressional District.

Fisheries: This spring, the Atlantic States Marine Fisheries Commission (ASMFC) announced a gauge increase for lobsters caught in the Gulf of Maine beginning in January 2025. Maine fishermen warned that this decision is founded on incomplete and inaccurate data. Additionally, this gauge increase could put Mainers at a competitive disadvantage to Canadian fishermen with looser regulations. That's why I sent a letter to the ASMFC urging them to delay their decision until they can evaluate data with fishermen, whose proactive stewardship provides invaluable insight. I have also submitted an amendment to this year's funding bill that would block federal funding from being used to implement and enforce a gauge increase. Because of these efforts, the ASFMC made the decision to delay the implementation of this new requirement. I'll always stand with Maine lobstermen against unfair, unnecessary regulations that threaten their livelihoods and industry.

Veterans: The first meeting I attended as an elected official was with a large group of veterans and the former Director of the Maine Bureau of Veterans Services. We discussed a lot, but one issue rose above the rest: how little was being done for Maine veterans who needed treatment for mental health issues or substance use. At the time, there were no in-patient treatment beds in Maine, so veterans had to wait for a bed to open up at an out-of-state facility. Fast forward 10 years, through unending red tape, and I'm delighted to report we just broke ground on a treatment facility at the Togus VA Medical Center in Augusta. This was the direct result of the tireless advocacy of veterans from across our state — this win is theirs.

Postal Service: This spring, the U.S. Postal Service (USPS) announced plans to consolidate and move some processing operations from the Eastern Maine Processing & Distribution Center in Hampden to Scarborough. This would have caused significant mail delivery delays that disproportionately harm rural communities. That's why I introduced the *Timely Mail Delivery and Postal Services Protection Act,* which would have halted this planned consolidation across the country. Following these efforts, the USPS announced they have scrapped their plan entirely. While this is a win for Maine, it is also evidence that we cannot become complacent. That's why

6 State Street, Suite 101
Bangor, ME 04101
Phone: (207) 249-7400

7 Hatch Drive, Suite 230
Caribou, ME 04736
Phone: (207) 492-6009

179 Lisbon Street
Lewiston, ME 04240
Phone: (207) 241-6767

I recently introduced the bipartisan *Postmaster General Reform Act*, which would establish term limits for the United States Postal Service's (USPS) postmaster general and require nominations to be confirmed by the Senate.

Regardless of the year, one of my top priorities is ensuring I'm accessible to you. My staff and I can help navigate federal programs; find resources in Maine; and resolve issues with Medicare, Social Security, the VA, and other federal agencies and programs. We are here to help:

- **Caribou Office:** 7 Hatch Drive, Suite 230, Caribou, ME 04736. Phone: (207) 492-6009
- **Lewiston Office:** 179 Lisbon Street, Lewiston, ME 04240. Phone: (207) 241-6767
- **Bangor Office:** 6 State Street, Suite 101, Bangor, ME 04401. Phone: (207) 249-7400

I wish you a healthy and prosperous year to come.

Respectfully,

Jared J Golden

Jared Golden
Member of Congress

6 State Street, Suite 101
Bangor, ME 04101
Phone: (207) 249-7400

7 Hatch Drive, Suite 230
Caribou, ME 04736
Phone: (207) 492-6009

179 Lisbon Street
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ANGUS S. KING, JR.
MAINE

133 HART SENATE OFFICE BUILDING
(202) 224-5344
Website: https://www.King.Senate.gov

United States Senate

WASHINGTON, DC 20510

COMMITTEES:
ARMED SERVICES
CHAIRMAN, STRATEGIC FORCES SUBCOMMITTEE
ENERGY AND NATURAL RESOURCES
CHAIRMAN, NATIONAL PARKS SUBCOMMITTEE
INTELLIGENCE
VETERANS' AFFAIRS

January 1, 2025

Dear Friends,

Each year comes with renewed hope – to celebrate each other's successes and care for each other in times of need. I am thankful to each town in Maine for their commitment to their communities, to their citizens, and to this country. We always work together to get things done. This past year was no different.

First, it was a true honor to be reelected to the United States Senate for another six-year term. Throughout my travels around the state, I heard many concerns about the cost of living and affordability of housing. Many of you also shared your concerns about access to medical and mental health services. The *Inflation Reduction Act* has been incredible for older people in Maine – Medicare is finally negotiating lower prices for prescription drugs, on top of the $35 per month cap for insulin that took effect in 2023. We have an opportunity to build on what we have in common and do what Maine people do best; we will continue to help each other and lead through example.

I have also been consistently working to help our veterans. My team has repeatedly been successful in securing long-overdue recognition of military medals for many of Maine's combat veterans and working to resolve issues with claims, travel pay, and access to healthcare and benefits our veterans earned through their selfless service to our country. I have also worked with my Veterans Affairs and Defense partners in Washington to successfully pass a national defense bill that strengthens our national security, takes care of our service members, and supports Maine businesses from Aroostook to York County.

I am also thankful to have such an incredible team across Maine available to you for hurdles you may face with the federal government. Whether it be veteran issues, social security problems, student loans, immigration, IRS and more, please never hesitate to reach out to my offices in Presque Isle, Bangor, Augusta, Portland, or Biddeford and allow us the chance to be part of your solutions.

Together, over the next six years, I know we can continue to build a stronger, brighter future for our great state. Thank you for being one of the reasons Maine is so special; it is not only a pleasure to serve you — it is a pleasure to know you. Mary and I wish you a happy and safe 2025.

Best Regards,

Angus King

ANGUS S. KING, JR.
United States Senate

AUGUSTA
40 Western Avenue, Suite 412
Augusta, ME 04330
(207) 622-8292

BANGOR
202 Harlow Street, Suite 20350
Bangor, ME 04401
(207) 945-8000

BIDDEFORD
227 Main Street
Biddeford, ME 04005
(207) 352-5216

PORTLAND
1 Pleasant Street, Unit 4W
Portland, ME 04101
(207) 245-1565

PRESQUE ISLE
167 Academy Street, Suite A
Presque Isle, ME 04769
(207) 764-5124

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MAINE

413 DIRKSEN SENATE OFFICE BUILDING
WASHINGTON, DC 20510-1904
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(202) 224-2693 (FAX)

COMMITTEES:
APPROPRIATIONS
VICE CHAIR
HEALTH, EDUCATION, LABOR, AND PENSIONS
SELECT COMMITTEE ON INTELLIGENCE

United States Senate

WASHINGTON, DC 20510-1904

Dear Friends:

It is an honor to represent Maine in the United States Senate, and I welcome this opportunity to share several key accomplishments for our state from the previous year.

As Vice Chair of the Appropriations Committee in 2024, I have secured nearly $580 million for 230 projects across all of Maine's 16 counties to promote job creation, workforce training, and economic development; expand access to health care; support law enforcement; improve public education and infrastructure; and protect our environment. As the new Congress begins, I am honored to be taking the helm of the Committee, the first Mainer to do so in nearly a century, and I remain committed to ensuring that federal spending produces real results for our state and nation.

Maine has the oldest average age in the country, which is why I have long prioritized health-focused legislative efforts. There were more than 1,860 health care bills introduced during the 118th Congress. Only 15 health care bills were signed into law, and I was a lead sponsor of five of them. These bills will enhance care for individuals with Alzheimer's, autism, and substance abuse issues through improved research funding, strengthened public health programs, and increased support for rural first responders.

Another important bill that I coauthored was the *Social Security Fairness Act*. Since 2003, when I led the first-ever Senate hearing on the Windfall Elimination Provision and the Government Pension Offset, I have sought to end these provisions of the *Social Security Act* that unfairly reduce the Social Security benefits that public employees or their spouses have earned. I am pleased to say that with the passage of my bill, the *Social Security Fairness Act*, in December, public sector retirees will now receive the full Social Security benefits they have earned.

When the Maine way of life was under threat, I was certain to defend the interests of our state. I worked to protect Maine's potato farmers when the Department of Agriculture tried to reclassify the potato from a vegetable to a grain. I thwarted efforts to consolidate USPS mail operations at the Hampden postal facility, which would have disrupted mail delivery throughout our state. I sounded the alarm with leaders at the FBI and Departments of State and Treasury on the spate of illicit marijuana growing operations that are destroying properties and providing refuge to foreign criminals in our state. Following damage to our working waterfronts after last winter's storms, I secured $15 million to help fishing communities recover. I championed funding to support the Maine Air National Guard base, Bath Iron Works, and Portsmouth Naval Shipyard.

As of last December, I have cast more than 9,100 consecutive votes, continuing my record of never missing a roll-call vote since my Senate service began in 1997. My ranking as the most bipartisan Senator reflects Maine's tradition of working with a spirit of cooperation and respect.

My highest priority as a Senator is to ensure that Maine's needs are met. If ever I can be of assistance to you, please contact one of my state offices or visit my website at collins.senate.gov.

Sincerely,

Susan M Collins

Susan M. Collins
United States Senator

REPORT OF TAX COLLECTOR

2024/2025 Unpaid Taxes as of June 30, 2025

Akers, Clifford	772.03	paid
Backman, Matthew	290.36	paid
Beaudoin, Terri	1,619.50	paid
Bernard, Martin	305.00	
Blake, Holly	562.42	paid
Bresette, Angela	2,104.71	partial
Brown, Robert A Estate of	584.50	
Brown, Robert A Estate of	1,212.38	
Brown, Stanley/Jonaitis-Schwind, Daniel	960.75	
Buchanan, Thomas	1,304.73	paid
Cloutier, Jason	339.31	paid
Devaney, Jennifer	1,400.91	paid
Gingras, Rene & Shelly Family Trust	1,600.12	paid
Gore Line LLC	1,024.77	paid
High Country Realty LLC	324.52	paid
Hludlk, Jason	1,733.54	paid
Howe, Christopher	655.89	
Howe, Christopher	170.69	
Howe, Geoffrey S, Trustee	2,125.22	
Howe's, Gordie, Inc	2,297.28	
Hullinger, Elizabeth	538.93	paid
Irish, Sean	534.05	
Johnson, Jennifer	613.81	paid
Jonaitis, Louise	676.95	
Khan, Sara W	1,675.06	
L & P Realty, LLC	1,743.90	paid
Little Hayseed Farm LLC	2,585.61	
Mack, Brian	2,349.55	paid
Maikath, Kevin	1,717.42	paid
Penney, Arnold	1,648.08	paid
Russell, Thomas	152.50	paid
Stowell, Rhonda	28.98	paid
Stowell, Robert M	1,155.43	paid
Tan Wee Ying, Shirley	4,217.17	paid
Underwood, Erica	549.76	
Urtecho, Elizabeth	4,789.74	paid
Wajda, John W	523.29	paid
Whiting-Risley Family Trust	391.44	
Whiting-Risley Family Trust	45.57	
Whiting-Risley Family Trust	3,493.85	partial
Woods Haven LLC	1,147.18	
	51,966.90	

2023/2024 Taxes as of June 30, 2025

Bernard, Martin	298.70	
Brown, Robert A Estate of	565.19	
Brown, Robert A Estate of	1,158.47	
Brown, Stanley/Jonaitis-Schwind, Daniel	920.05	
Howe, Christopher	631.18	paid
Howe, Christopher	171.44	paid
Howe,s Gordie, Inc.	2,143.11	partial
Khan, Sara W	1596.89	
Underwood, Erica S	530.62	
	8,015.65	

Reflects Payments through Oct. 06, 2025

Report of Assessors

Year Ended June 30, 2025

Tax Book Summary (April 1, 2024)

Property Assessed Value

Land	26,134,162
Building	25,044,781
Personal Property	121,750
Total	51,300,693

Homestead Exemption	(1,907,250)
Veterans Exemption	(78,680)

Total Taxable Value	51,300,693
Property Tax Rate	0.01525
Tax Assessment	$782,355.57

Cemetery Trust Funds
For the Year Ending June 30, 2025

Cemetery Trust General Fund

Principal Balance, June 30, 2024	$ 800.00
Interest on deposit, June 30, 2024	$ 79.45
Interest earned	3.51
Balance, June 30, 2025	$ 882.96

Charles P. Bartlett Fund

Principal Balance, June 30, 2024	$ 5,000.00
Interest on deposit, June 30, 2024	834.97
Interest earned	23.28
Balance, June 30, 2025	$ 5,858.25

Stephen & Elhanan Bartlett Fund

Principal Balance, June 30, 2024	$ 500.00
Interest on deposit, June 30, 2024	328.25
Interest earned	3.30
Balance, June 30, 2025	$ 831.55

Eva Haywood Fund

Principal Balance, June 30, 2024	$ 150.00
Interest on deposit, June 30, 2024	346.82
Interest earned	1.98
Balance, June 30, 2025	$ 498.80

Adelaide Smith Fund

Principal Balance, June 30, 2024	$ 200.00
Interest on deposit, June 30, 2024	159.95
Interest earned	1.44
Balance, June 30, 2025	$ 361.39

W.C. and Fannie Holt Fund

Principal Balance, June 30, 2024	$ 150.00
Interest on deposit, June 30, 2024	346.79
Interest earned	1.98
Balance, June 30, 2025	$ 498.77

Elnora Wight Fund

Principal Balance, June 30, 2024	$ 100.00
Interest on deposit, June 30, 2024	159.08
Interest earned	1.03
Balance, June 30, 2025	$ 260.11

Orlando P. Russell, Phil & Gladys Redmond & Russell-Worcester Fund

Principal Balance, June 30, 2024	$ 600.00
Interest on deposit, June 30, 2024	398.59
Interest earned	3.98
Balance, June 30, 2025	$ 1,002.57

Wilbur & Mary Sanford Fund

Principal Balance, June 30, 2024	$ 400.00
Interest on deposit, June 30, 2024	326.11
Interest earned	2.90
Balance, June 30, 2025	$ 729.01

Worcester-Mills Fund

Principal Balance, June 30, 2024	$ 100.00
Interest on deposit, June 30, 2024	198.13
Interest earned	1.19
Balance, June 30, 2025	$ 299.32

Norman & Hazel Ferguson Fund

Principal Balance, June 30, 2024	$ 1,000.00
Interest on deposit, June 30, 2024	612.02
Interest earned	6.43
Balance, June 30, 2025	$ 1,618.45

Summary
<u>As of June 30, 2025</u>

Principal all funds, June 30, 2025	$ 9,000.00
Total Expendable Funds June 30, 2025	$ 3,841.18
	$ 12,841.18

TOWN WARRANT

Oxford County, ss Town of Hanover

To: Kelly Harrington, Town Clerk in the Town of Hanover, in the County of Oxford and State of Maine:

GREETINGS, In the name of the State of Maine, you are hereby required to notify and warn the voters of the Town of Hanover, in said County, qualified by law to vote in Town affairs, to meet at Hanover Town House, 12 Howard Pond Rd., Hanover, Maine, on Tuesday the 14th day of October, AD, 2025, at 6 p.m., then and there to act on the following articles to wit:

Article 1: To choose a Moderator for said meeting.

Article 2: To choose one Selectperson for a three (3) year term

Article 3: To choose officers for any vacancies that may exist.

Article 4: To see if the Town will accept the reports of the town officers or to take action in regard to such reports.

Article 5: To see if the Town will vote to continue the existing method of collecting taxes for the ensuring year. (Selectpersons recommend.)

Article 6: To see if the Town will vote to authorize the Selectpersons to transfer the Auto Excise, Boat Excise, State Revenue Sharing Funds, Income from Temporary Investments, Interest on the Checking Account, Veteran's Reimbursement and Tree Growth Reimbursement to the Appropriations Account for the coming year. (Recommended by the Selectpersons for the reduction of the 2025 tax levy.)

Article 7: To see if the Town will carry forward unexpended balances in the accounts so listed in Schedule E of the audited financial statements. (Selectpersons recommend.)

Article 8: To see what sum the Town will vote to raise for Officers' Salaries, Employee's Payroll and Payroll Taxes for the coming year. (Selectpersons recommend $60,634)

Article 9: To see what sum the Town will vote to raise for Worker's Compensation Insurance. (Selectpersons recommend $2,200.00)

Article 10: To see what sum the Town will vote to raise for Public Liability, Property & Casualty Insurance. (Selectpersons recommend $4,512.00)

Article 11: To see what sum the Town will vote to raise for Appraising and Mapping. (Selectpersons recommend $8,500.00)

Article 12: To see what sum the Town will vote to raise for memberships in municipal organizations. (Selectpersons recommend $3,000.00)

Article 13: To see what sum the Town will vote to raise for the Code Enforcement Officer. Planning Board or other stipends (Selectpersons recommend $4,100.00)

Article 14: To see what sum the Town will vote to raise for the Election Clerks. (Selectpersons recommend $1540.00)

Article 15: To see what sum the Town will vote to raise for Office Expense. (Selectpersons recommend $5,500.00)

Article 16: To see what sum the Town will vote to raise for Credit Card Fees. (Selectpersons recommend $2,650.00)

Article 17: To see what sum the Town will vote to raise for Utilities. (Selectpersons recommend $5,800.00)

Article 18: To see what sum the Town will vote to raise for Legal and Audit. (Selectpersons recommend $4,000.00)

Article 19: To see what sum the Town will vote to raise for Fire Protection. (Selectpersons recommend $15,000.00)

Article 20: To see what sum the Town will vote to raise for Town Roads and Bridges. (Selectpersons recommend $47,000.00)

Article 21: To see what sum the Town will vote to raise for Street Lights. (Selectpersons recommend $3,500.00)

Article 22: To see what sum the Town will vote to raise for General Assistance. (Selectpersons recommend $100.00)

Article 23: To see what sum the Town will vote to raise to cover services available to the Town. (Selectpersons recommend $3250.00)

Health and Welfare Contributions	2025/2026
Community Concepts	250
Rumford Public Library	250
Age-Friendly	250
Bethel Food Pantry	100
River Valley Chamber of Commerce	100
Maine Public Broadcasting Network	100
River Valley Healthy Communities	250
Seniors Plus	100
Androscoggin Home Care & Hospice	250
Hope Association	100
WWVC Channel 7	500
Gardner Roberts Memorial Library	1,000
	$ 3,250

Article 24: To see what sum the Town will vote to raise for Solid Waste Disposal. (Selectpersons recommend $45,000.00)

Article 26: To see what sum the Town will vote to raise for Animal Control. (Selectpersons recommend $725.00)

Article 27: To see what sum the Town will vote to raise for Ambulance Services. (Selectpersons recommend $12,300.00)

Article 28: To see what sum the Town will vote to raise for Recreation. (Selectpersons recommend $800.00)

Article 29: To see what sum the Town will vote to raise for Cemetery Maintenance. (Selectpersons recommend $4,200.00)

Article 30: To see what sum the Town will vote to raise for Town House Maintenance. (Selectpersons recommend $550.00)

Article 31: To see what sum the Town will vote to raise for Revaluation. (Selectpersons recommend $25,000)

Article 32: To see what sum the Town will vote to raise for the Capital Projects Account in the anticipation of improvements to Town roads. (Selectpersons recommend $25,000.00)

Article 33: To see if the Town will authorize the Treasurer, with the approval of the Selectpersons, to dispose of property acquired by the Town through the expiration of tax liens and to issue quit claim deeds for the disposal of said property.

Article 34: To see if the Town will vote to authorize the Municipal Officers to spend an amount not to exceed 4/12 of the 2025/2026 approved budget during the period July 1, 2026 to the 2026/2027 annual town meeting. (Selectpersons recommend)

Given under our hand at Hanover, the 2nd day of October, A.D. 2025

Frank S. Morrison, Jr.

Frank S. Morrison, Jr.

James Barker

James Barker

Marilyn Difillipo

Marilyn Difillipo

Selectpersons of Hanover

A true copy attest:

Kelly Harrington

State of Maine

Officer's Return

By virtue of the within warrant to me directed, I have duly warned and notified the voters of the Town of Hanover, qualified by law to vote in town affairs, to meet at the time and place and for the purpose within mentioned, by posting attested copies of the within warrant at the Hanover Town Hall, Hanover Town Office and the Gardner Memorial Library, the same being public and conspicuous places within said Town, on the 2nd day October, A.D. 2025, the same being at least seven days before the time of said meeting.

Kelly Harrington

Kelly Harrington, Town Clerk

Town of Hanover
FY 26 Municipal Budget

October 1, 2025

	FY 25	FY 26 Proposed	% Change
1st Selectperson	3,750	3,750	0.0%
2nd Selectperson	3,750	3,750	0.0%
3rd Selectperson	3,750	3,750	0.0%
Town Clerk & Deputy Clerk			
Treasurer & Deputy Clerk			
Tax Collector and Deputy Tax Collector	30,120	43,384	44.0%
Registrar of Voters & Deputy Reg of Voters			
Maintenance Labor			
Planning Board Members and Alternates	1,000	1,000	0.0%
Payroll, Other & Payroll Taxes	3,000	5,000	66.7%
Total Officers Salaries, Payroll and Payroll Taxes	45,370	60,634	33.6%
Workers Compensation Insurance	2,200	2,200	0.0%
Insurance - Publiic Officials Liability, Property & Casualty	4,512	4,512	0.0%
Appraisal & Mapping	8,500	8,500	0.0%
Memberships	3,000	3,000	0.0%
Code Enforcement Officer/Planning Board Expenses	4,100	4,100	0.0%
Election Clerks	1,540	1,540	0.0%
Office Expenses	5,500	5,500	0.0%
Bank Fees	2,200	2,650	20.5%
Utilities	5,300	5,800	9.4%
Legal & Audit Fees	4,000	4,000	0.0%
Fire Protection	15,000	15,000	0.0%
Town Roads and Bridges	45,000	47,000	4.4%
Streetlights	4,000	3,500	-12.5%
General Assistance	100	100	0.0%
Health and Welfare	3,250	3,250	0.0%
Solid Waste Disposal	55,000	45,000	-18.2%
Animal Control	550	725	31.8%
Ambulance Services	11,000	12,300	11.8%
Recreation	800	800	0.0%
Cemetery Maintenance	4,200	4,200	0.0%
Town House Maintenance	550	550	0.0%
Revaluation	0	25,000	
Capital Projects Fund	25,000	25,000	0.0%
Total Municipal Expenditure	250,672	**284,861**	**13.6%**
County	63,099	85,663	35.8%
Education	571,184	605,981	6.1%
Overlay	35,040	4,811	-86.3%
Total Assessment	919,995	**981,316**	**6.7%**
State Revenue Sharing	(41,555)	(40,662)	-2.1%
Homestead Reimbursement	(22,105)	(22,612)	2.3%
Other Revenue (vehicle excise, fees, permits, misc, etc)	(74,000)	(100,000)	35.1%
Use of Undesignated Fund Balance (as of 6/30/25 = 638,316)	0	0	
Net Tax Assessment	782,335	**818,042**	4.6%
Local Valuation (includes homestead value)	52,341,151	53,890,661	3.0%
Mil Rate (after homestead adjustment)	15.25/thou	**$15.60/thou**	2.3%

TOWN OF HANOVER, MAINE

INDEPENDENT AUDITORS' REPORT AND
FINANCIAL STATEMENTS

JUNE 30, 2025

TABLE OF CONTENTS

Mindy J. Cyr, CPA

Independent Auditors' Report

To the Select Board
Town of Hanover
Hanover, Maine

OPINIONS

We have audited the accompanying financial statements of the governmental activities, the business-type activities, each major fund, and the aggregate remaining fund information of Town of Hanover, Maine, as of and for the year ended June 30, 2025, and the related notes to the financial statements, which collectively comprise the Town of Hanover, Maine's basic financial statements as listed in the table of contents.

In our opinion, the financial statements referred to above present fairly, in all material respects, the respective financial position of the governmental activities, the business-type activities, each major fund, and the aggregate remaining fund information of the Town of Hanover, Maine, as of June 30, 2025, and the respective changes in financial position for the year then ended in accordance with accounting principles generally accepted in the United States of America.

BASIS FOR OPINIONS

We conducted our audit in accordance with auditing standards generally accepted in the United States of America. Our responsibilities under those standards are further described in the Auditor's Responsibilities for the Audit of the Financial Statements section of our report. We are required to be independent of the Town of Hanover, Maine, and to meet our other ethical responsibilities, in accordance with the relevant ethical requirements relating to our audit. We believe the audit evidence we have obtained is sufficient and appropriate to provide a basis for our audit opinions.

RESPONSIBILITIES OF MANAGEMENT FOR THE FINANCIAL STATEMENTS

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

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

AUDITOR'S RESPONSIBILITIES FOR THE AUDIT OF THE FINANCIAL STATEMENTS

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

In performing an audit in accordance with generally accepted auditing standards, we:

- Exercise professional judgment and maintain professional skepticism throughout the audit.
- Identify and assess the risks of material misstatement of the financial statements, whether due to fraud or error, and design and perform audit procedures responsive to those risks. Such procedures include examining, on a test basis, evidence regarding the amounts and disclosures in the financial statements.

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- Obtain an understanding of internal control relevant to the audit in order to design audit procedures that are appropriate in the circumstances, but not for the purpose of expressing an opinion on the effectiveness of Town of Hanover, Maine's internal control. Accordingly, no such opinion is expressed.
- Evaluate the appropriateness of accounting policies used and the reasonableness of significant accounting estimates made by management, as well as evaluate the overall presentation of the financial statements.
- Conclude whether, in our judgment, there are conditions or events, considered in the aggregate, that raise substantial doubt about Town of Hanover, Maine's ability to continue as a going concern for a reasonable period of time.

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

REQUIRED SUPPLEMENTARY INFORMATION

Management has omitted the management discussion and analysis that accounting principles generally accepted in the United States of America require to be presented to supplement the basic financial statements. Such missing information, although not a part of the basic financial statements, is required by the Governmental Accounting Standards Board, who considers it to be an essential part of financial reporting for placing the basic financial statements in an appropriate operational, economic, or historical context. Our opinions on the basic financial statements are not affected by this missing information.

Accounting principles generally accepted in the United States of America require that the budgetary comparison schedule, on page 19 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 Hanover, Maine's basic financial statements. The combining nonmajor fund financial statements, schedule of property valuation, assessments, and appropriations, and schedule of departmental operations are presented for purposes of additional analysis and are not a required part of the basic financial statements. Such information is the responsibility of management and was derived from and related directly to the underlying accounting and other records used to prepare the basic financial statements. The information has been subjected to the auditing procedures applied in the audit of the basic financial statements and certain additional procedures, including comparing and reconciling such information directly to the underlying accounting and other records used to prepare the basic financial statements or the basic financial statements themselves, and other additional procedures in accordance with auditing standards generally accepted in the United States of America. In our opinion, the combining nonmajor financial statements, schedule of property valuation, assessments, and appropriations, schedule of taxes receivable and schedule of departmental operations are fairly stated, in all material respects, in relation to the basic financial statements as a whole.

Maine Municipal Audit Services, PA

Levant, Maine
August 22, 2025

Town of Hanover, Maine
Statement of Net Position
June 30, 2025

		Total Governmental Activities
ASSETS:		
Current assets:		
Cash and cash equivalents	$ 722,139	
Accounts receivable	72,633	
Taxes receivable	62,129	
Total current assets		856,901
Non-current assets:		
Capital assets, net of accumulated depreciation	165,415	
Total non-current assets		165,415
TOTAL ASSETS		**$ 1,022,316**
LIABILITIES:		
Current liabilities:		
Accounts payable	$ 16,634	
Total current liabilities		16,634
TOTAL LIABILITIES		16,634
DEFERRED INFLOWS OF RESOURCES:		
Taxes collected in advance	324	
TOTAL DEFERRED INFLOWS OF RESOURCES		324
NET POSITION:		
Net investment in capital assets	165,415	
Restricted - *reserved for endowments*	9,000	
Unrestricted	830,943	
TOTAL NET POSITION		1,005,358
TOTAL LIABILITIES AND NET POSITION		**$ 1,022,316**

The accompanying notes are an integral part of this statement.

Town of Hanover, Maine
Statement of Activities
For the Year Ended June 30, 2025

		Program Revenues		Net (Expense) Revenue and Changes in Net Position
	Expenses	Charges for Services	Operating Grants and Contributions	Total Governmental Activities
Governmental activities:				
General government	$ 111,825	$ 8,646	$ -	$ (103,179)
Public safety	26,866	-	-	(26,866)
Public works	28,764	-	78,117	49,353
Health, sanitation and welfare	57,486	-	-	(57,486)
Education	571,184	-	-	(571,184)
County tax	63,099	-	-	(63,099)
Recreation	154	-	119	(35)
Cemeteries	3,517	-	-	(3,517)
Depreciation	29,705	-	-	(29,705)
Total government activities	$ 892,600	$ 8,646	$ 78,236	(805,718)

General revenues:	
Property taxes, levied for general purposes	771,886
Excise taxes	86,931
Grants and contributions not restricted to specific programs:	
Homestead exemption	23,086
State revenue sharing	44,506
Tree growth	9,968
Other	342
Unrestricted investment earnings	852
Other income	57,983
Total general revenues and transfers	995,553
Changes in net position	189,835
NET POSITION - BEGINNING	815,523
NET POSITION - ENDING	$ 1,005,358

The accompanying notes are an integral part of this statement.

-22-

Town of Hanover, Maine
Balance Sheet
Governmental Funds
June 30, 2025

	General Fund	MAJOR FUND Capital Projects Fund	Other Governmental Funds	2025 Total Governmental Funds	2024 Total Governmental Funds
ASSETS					
Cash and cash equivalents	$ 722,139	$ -	$ -	$ 722,139	$ 703,375
Accounts receivable - *FEMA*	72,633	-	-	72,633	$ -
Taxes receivable	62,129	-	-	62,129	67,896
Interfund receivables	-	139,101	12,823	151,923	130,143
TOTAL ASSETS	**$ 856,901**	**$ 139,101**	**$ 12,823**	**$ 1,008,825**	**$ 901,414**
LIABILITIES, DEFERRED INFLOWS OF RESOURCES, AND FUND BALANCES					
Liabilities:					
Accounts payable	$ 16,634	$ -	$ -	$ 16,634	$ 41,889
Interfund payables	151,923	-	-	151,923	130,143
Total liabilities	168,557	-	-	168,557	172,032
Deferred inflows of resources:					
Uncollected property taxes	49,703	-	-	49,703	54,317
Taxes collected in advance	324	-	-	324	2,414
Total deferred inflows of resources	50,027	-	-	50,027	56,731
Fund balances:					
Non-spendable - *reserved for endowments*	-	-	9,000	9,000	9,000
Assigned - *see footnotes*	84,739	139,101	3,823	227,663	156,414
Unassigned	553,577	-	-	553,577	507,238
Total fund balances	638,316	139,101	12,823	790,240	672,652
TOTAL LIABILITIES, DEFERRED INFLOWS OF RESOURCES, AND FUND BALANCES	**$ 856,901**	**$ 139,101**	**$ 12,823**		
Amounts reported for governmental activities in the statement of net position (Stmt. 1) are different because:					
Depreciable capital assets as reported in Statement 1				165,415	88,554
Deferred property taxes not reported on Statement 1				49,703	54,317
NET POSITION OF GOVERNMENTAL ACTIVITIES				**$ 1,005,358**	**$ 815,523**

The accompanying notes are an integral part of this statement.

Statement 4

Town of Hanover, Maine
Statement of Revenues, Expenditures, and Changes in Fund Balances
Governmental Funds
For the Year Ended June 30, 2025

	General Fund	MAJOR FUND Capital Projects Fund	Other Governmental Funds	2025 Total Governmental Funds	2024 Total Governmental Funds
REVENUES:					
Property taxes	$ 776,500	$ -	$ -	$ 776,500	$ 714,207
Excise taxes	86,931	-	-	86,931	72,525
Intergovernmental revenue:					
State revenue sharing	44,506	-	-	44,506	47,120
LRAP	5,484	-	-	5,484	5,412
Homestead exemption	23,086	-	-	23,086	25,094
Tree growth	9,968	-	-	9,968	9,381
Other intergovernmental revenues	73,094	-	-	73,094	1,111
Interest income	472	334	46	852	1,092
Charges for services	8,646	-	-	8,646	8,471
Other revenue	57,983	-	-	57,983	15,074
Total revenues	1,086,670	334	46	1,087,050	899,487
EXPENDITURES:					
General government	111,825	-	-	111,825	107,259
Public safety	26,866	-	-	26,866	26,155
Public works	131,731	3,600	-	135,331	71,165
Health and sanitation	57,486	-	-	57,486	59,950
Education	571,184	-	-	571,184	528,866
County tax	63,099	-	-	63,099	49,633
Recreation	154	-	-	154	1,346
Cemeteries	3,517	-	-	3,517	3,499
Total expenditures	965,862	3,600	-	969,462	847,873
Excess (deficiency) of revenues over (under) expenditures	120,808	(3,266)	46	117,588	51,614
OTHER FINANCING SOURCES (USES):					
Operating transfers in	-	25,000	-	25,000	25,000
Operating transfers (out)	(25,000)	-	-	(25,000)	(25,000)
Total other financing sources (uses)	(25,000)	25,000	-	-	-
Net change in fund balances	95,808	21,734	46	117,588	51,614
FUND BALANCES - BEGINNING	542,508	117,367	12,777	672,652	621,038
FUND BALANCES - ENDING	$ 638,316	$ 139,101	$ 12,823	$ 790,239	$ 672,652

The accompanying notes are an integral part of this statement.

(Continued)

Statement 4
(Continued)

Town of Hanover, Maine
Reconciliation of the Statement of Revenues, Expenditures, and Changes in Fund Balances of Governmental Funds to the Statement of Activities
For the Year Ended June 30, 2025

Net change in fund balances - total governmental funds (Statement 4)	$	117,588
Amounts reported for governmental activities in the Statement of Activities (Stmt. 2) are different due to the following items:		
Depreciation expense recorded on Statement of Activities, yet not required to be recorded as expenditures on governmental funds		(29,705)
Revenues in the Statement of Activities (Stmt 2) that do not provide current financial resources are not reported as revenues in the funds. More specifically, this amount represents the change in deferred property taxes.		(4,614)
Capital outlays expensed on the Governmental Funds report (Stmt. 4), yet not considered an expense for the purposes of Statement of Activities (Stmt. 2)		106,567
Changes in net position of governmental activities (see Statement 2)	**$**	**189,835**

The accompanying notes are an integral part of this statement.

1. SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES

A. Reporting Entity

The Town of Hanover, Maine (the Town) was incorporated on February 14, 1843. The Town operates under a selectman form of government, and is incorporated under the laws of the State of Maine.

The accounting policies of the Town conform to U.S. generally accepted accounting principles (GAAP) as applicable to government units. The Governmental Accounting Standards Board (GASB) is the accepted standard-setting body for establishing governmental accounting and financial reporting principles.

GASB Statement No. 34, *Basic Financial Statements – and Management's Discussion and Analysis – For State and Local Governments,* and its amendments, established new financial reporting requirements for governments and caused the Town to restructure much of the information presented in the past. The more significant of the government's accounting policies are described below.

The financial statements include those of the various departments governed by the Board of Selectmen and other officials with financial responsibility. The Town has no other separate organizational units, which meet criteria for inclusion in the financial statements as defined by GASB.

B. Basis of Presentation

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

Government-Wide Financial Statements

The Government-wide financial statements consist of a Statement of Net Position and a Statement of Activities and reports information on all of the non-fiduciary activities of the Town as a whole.

The Statement of Net Position presents the financial condition of the governmental and business-type (if applicable) activities of the Town at year end. The Statement of Activities presents a comparison between direct expenses and program revenues for each program or function of the Town's governmental and business-type (if applicable) activities. Direct expenses are those that are specifically associated with a service, program, or department and therefore clearly identifiable to a particular function. Program revenues include charges paid by the recipient of the goods or services offered by the program, grants, and contributions that are restricted to meeting the operational or capital requirements of a particular program and interest earned on grants that is required to be used to support a particular program. Revenues which are not classified as program revenues are presented as general revenues of the Town. The comparison of direct expenses with program revenues identifies the extent to which each governmental function is self-financing or draws from the general revenues of the Town.

1. SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (CONTINUED)

B. Basis of Presentation

Fund Financial Statements

Separate financial statements are provided for governmental funds, proprietary funds, and fiduciary funds, even though the latter are excluded from the Government-wide financial statements. The focus of governmental and proprietary fund financial statements is on major funds. Major individual governmental funds and major individual proprietary funds are reported as separate columns in the fund financial statements, with non-major funds being aggregated and displayed in a single column. The General Fund is always a major fund.

Because of the basis of accounting and reporting differences, summary reconciliations to the Government-wide financial statements are presented at the end of each applicable fund financial statement.

C. Fund Accounting

The Town uses funds to maintain its financial records during the year. A fund is defined as a fiscal and accounting entity with a self-balancing set of accounts. The Town employs the use of three categories of funds: governmental, proprietary and fiduciary.

Governmental Fund Types

Governmental funds are those through which most governmental functions typically are financed. Governmental fund reporting focuses on the sources, uses and balances of current financial resources. Expendable assets are assigned to the various governmental funds according to the purposes for which they may or must be used. Current liabilities are assigned to the fund from which they will be paid. The difference between governmental fund assets and deferred outflows of resources, and liabilities and deferred inflows of resources, is reported as fund balance. The following are the Town's funds:

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

Capital Projects Fund – Capital projects funds are used to account for financial resources to be used for the acquisitions or construction of major capital facilities (other than those financed by proprietary funds).

Permanent Fund – This fund is used to account for financial resources that are legally restricted to the extent that only earnings, not principal, may be used for purposes that support the governmental programs. A permanent fund would be used, for example, to account for the perpetual care endowment of a municipal cemetery.

D. Measurement Focus

Government-Wide Financial Statements:

The government-wide financial statements are prepared using the economic resources measurement focus. All assets, deferred outflows of resources, liabilities, and deferred inflows of resources associated with the operation of the Town are included on the Statement of Net Position.

1. SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (CONTINUED)

Fund Financial Statements

All governmental funds are accounted for using a flow of current financial resources measurement focus. With this measurement focus, only current assets, deferred outflows of resources, current liabilities, and deferred inflows of resources generally are included on the balance sheet. The statement of revenues, expenditures, and changes in fund balances reports on the sources (i.e., revenues and other financing sources) and uses (i.e., expenditures and other financing uses) of current financial resources. This approach differs from the manner in which the governmental activities of the government-wide financial statements are prepared. Governmental fund financial statements therefore include a reconciliation with brief explanations to better identify the relationship between the government-wide statements and the statements for governmental funds.

E. Basis of Accounting

Basis of accounting determines when transactions are recorded in the financial records and reported on the financial statements. Government-wide financial statements, proprietary and fiduciary funds are prepared using the accrual basis of accounting. Governmental funds use the modified accrual basis of accounting. Differences in the accrual and the modified accrual basis of accounting arise in the recognition of revenue and in the presentation of expenses versus expenditures.

Revenues – Exchange and Non-Exchange Transactions

Revenue resulting from exchange transactions, in which each party gives and receives essentially equal value, is recorded on the accrual basis when the exchange takes place. On a modified accrual basis, revenue is recorded in the year in which the resources are measurable and become available. Available means that the resources will be collected within the current year or are expected to be collected soon enough thereafter to be used to pay liabilities of the current year. For the Town, available means expected to be received within sixty days of year end.

Non-exchange transactions, in which the Town receives value without directly giving equal value in return, include property taxes, grants, entitlements and donations. On an accrual basis, revenue from property taxes is recognized in the year for which the taxes are levied. Revenue from grants, entitlements, and donations is recognized in the year in which all eligibility requirements have been satisfied. Eligibility requirements include timing requirements, which specify the year when the resources are required to be used or the year when use is first permitted; matching requirements, in which the Town must provide local resources to be used for a specified purpose; and expenditure requirements, in which the resources are provided to the Town on a reimbursement basis. On a modified accrual basis, revenue from non-exchange transactions must also be available before it can be recognized.

Under the modified accrual basis, the following revenue sources are considered to be both measurable and available at year end: property taxes, charges for services, and interest on investments.

1. SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (CONTINUED)

Licenses and permits and miscellaneous revenues are recorded as revenues when received in cash because they are generally not measurable until actually received.

Grants and entitlements received before the eligibility requirements are met are recorded as advances from grantors. On governmental fund financial statements, property taxes receivable that will not be collected within the available period have been reported as deferred inflows of resources.

Expenses/Expenditures

On the accrual basis of accounting, expenses are recognized at the time they are incurred. The measurement focus of governmental fund accounting is on decreases in net financial resources (expenditures) rather than expenses. Expenditures are generally recognized in the accounting period in which the related fund liability is incurred, if measurable. Allocations of cost, such as depreciation and amortization are not recognized in governmental funds.

F. Budgets and 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 generally accepted accounting principles. Budgetary control is exercised by department heads, town administration and the board of selectmen. All unencumbered budget appropriations lapse at the end of the year unless specifically designated by the Board of Selectmen or required by law.

G. Assets, Liabilities, Fund Equity, Revenue, Expenditures and Expenses

Cash and Cash Equivalents

Cash and cash equivalents include currency on hand, demand deposits with financial institutions, and other accounts with an original maturity of three months or less when purchased. Investments are recorded at fair value.

Interfund Receivables and Payables

Short-term advances between funds are accounted for in the appropriate interfund receivable and payable accounts.

1. SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (CONTINUED)

Capital Assets and Depreciation

Capital assets, which include property, plant, equipment and infrastructure assets (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 costs or estimated historical costs if purchased or constructed. Donated capital assets are recorded at their acquisition value as of the date received. 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. Property, plant, and equipment are depreciated using the straight-line method over the following estimated useful lives:

Assets	Years
Buildings and Improvements	30
Infrastructure	20-50
Machinery and Equipment	5-10

Net Position and Fund Balances

Net position represents the difference between assets and deferred outflows of resources, and liabilities and deferred inflows of resources. Net investment in capital assets consists of capital assets, net of accumulated depreciation, reduced by the outstanding balances on any borrowings used for the acquisition, construction or improvement of those assets. Net position is reported as restricted when there are limitations imposed on their use either through the enabling legislation adopted by the Town or through external restrictions imposed by creditors, grantors, or laws or regulations of other governments. Unrestricted net position is the residual amount of the assets, deferred outflows of resources, liabilities and deferred inflows of resources that are not included in the determination of net investment in capital assets or the restricted components of net position.

The Town's policy is to first apply restricted resources when an expense is incurred for purposes for which both restricted and unrestricted net position is available.

1. SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (CONTINUED)

In the Fund financial statements, governmental funds report reservations of fund balances for amounts that are not available for appropriation or are legally restricted by outside parties for use for a specific purpose. These designations are categorized as follows:

Non-spendable – Funds that are not in spendable form, such as funds that are legally required to be maintained in tact (corpus of a permanent fund).

Restricted – Funds that are legally restricted by external parties or laws to be used for specific purposes.

Committed – Funds that can only be used for a specific purpose pursuant to constraints imposed by residents through voting for the articles proposed during a Town meeting. The constraints on these amounts may only be modified or rescinded by a vote of the residents at a Town meeting.

Assigned – Funds intended to be used for specific purposes set by the Board of Selectmen.

Unassigned – Funds available for any purpose.

When an expenditure is incurred for which both restricted and unrestricted fund balances are available, the Town considers restricted funds to have been spent first.

When expenditures are incurred for purposes for which amounts in any of the unrestricted fund balance classifications can be used, committed amounts should be reduced first, followed by assigned amounts and then unassigned amounts.

Deferred Revenue

Deferred revenue arises when potential revenue does not meet both the "measurable" and "available" criteria for recognition in the current period. Deferred revenue arises when resources are received by the Town before it has legal claim to them. In subsequent periods, when both revenue recognition criteria are met, or when the Town has a legal claim to the resources, the liability for deferred revenue is removed from the balance sheet and revenue is recognized.

Compensated Absences

Vacation and sick pay benefits are substantially non-vesting and are not material. Therefore, no liability has been recorded in the financial statements for the year ended June 30, 2025.

1. SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (CONTINUED)

Property Taxes

Property taxes for the current year were committed on November 13, 2024, on the assessed value listed as of April 1, 2024, for all real and personal property located in the Town. Payment of taxes was due June 30, 2025, with interest at 6% on all tax bills unpaid as of the due date.

The Town is permitted by the laws of the State of Maine to levy taxes up to 105% of its net budgeted expenditures for the related fiscal period. The amount raised in excess of 100% is referred to as overlay and amounted to $35,041 for the year ended June 30, 2025.

Tax liens are placed on real property within twelve months following the tax commitment date if taxes are delinquent. The Town has the authority to foreclose on property eighteen months after the filing of the lien if tax liens and associated costs remain unpaid.

Risk Management

The Town pays insurance premiums to certain agencies to cover risks that may occur in normal operations. The Town purchases employee fidelity bond coverage. There have been no significant reductions in insurance coverage from the prior year. No settlements of claims have exceeded insurance coverage in the current year.

Use of Estimates

The preparation of financial statements in conformity with generally accepted accounting principles requires management to make estimates and assumptions that affect the amounts reported in the financial statements and accompanying notes. Estimates are used to determine depreciation expense. Actual results could differ from those estimates.

2. DEPOSITS AND INVESTMENTS

Typically, the Town invests funds in checking accounts, savings accounts, certificates of deposit, and U.S. government obligations (through an investment group owned by a financial institution). From time to time the Town's deposits and investments may be subject to risks, such as the following:

Custodial Credit Risk – Deposits - the risk that in the event of a bank failure, the Town's deposits may not be returned to it. The Town uses only financial institutions that are insured by the FDIC or additional insurance. At June 30, 2025, cash deposits had a carrying value of $722,139, all of which was covered by FDIC or collaterized.

Interest Rate Risk – The Town does not currently have a deposit policy for interest rate risk.

Credit Risk – The Town does not have a formal policy regarding credit risk. Maine statutes authorize the Town to invest in obligations of the U.S. Treasury, and U.S. Agencies and certain bonds, securities and real assets.

2. DEPOSITS AND INVESTMENTS

Custodial Credit Risk – Investments – the risk that, in the event of failure of the counterparty, the Town will not be able to recover the value of its investments or collateral securities that are in the possession of an outside party. The Town does not have an investment policy. None of the Town's investments were subject to custodial credit risk.

At June 30, 2025, the Town had no funds invested.

The Town categorizes its fair value measurements within the fair value hierarchy established by generally accepted accounting principles. The hierarchy is based on the valuation inputs used to measure the fair value of the asset. Level 1 inputs are quoted prices in active markets for identical assets; Level 2 inputs are significant other observable inputs; Level 3 inputs are significant unobservable inputs. All investments held by the Town are Level 1 inputs.

3. CONTINGENCIES

There may be various claims and suits pending against the Town, which arise in the normal course of the Town's activities. According to Town management, there are no matters that would result in adverse losses, claims, or assessments against the Town through the date of the audit report.

4. CAPITAL ASSETS

Capital asset activity for the year ended June 30, 2025, was as follows:

	Balance 7/1/2024	Additions	Deletions	Balance 6/30/2025
Governmental activities:				
Capital assets being depreciated:				
Building Improvements	$ 31,452	$ -	$-	$31,452
Equipment	14,465	-	-	14,465
Infrastructure	282,647	106,567	-	389,214
Less accumulated depreciation:				
Building Improvements	(23,087)	(1,048)	-	(24,135)
Equipment	(13,179)	(117)	-	(13,296)
Infrastructure	(203,742)	(28,540)	-	(232,282)
Governmental activities - Net Capital Assets	**$ 88,556**	**$ 76,862**	**$ -**	**$ 165,418**

5. FUND BALANCES

The Board of Selectmen has the authority to assign amounts for specific future purposes. Approved assigned balances at June 30, 2025, consist of:

General Fund:	
General assistance	$ 2,198
Solid waste	4,689
Ambulance	13,998
Cemeteries	1,809
Animal control	389
Community resilience grant – T/O upgrades	50,000
Town office maintenance	11,656
	$ 84,739
Capital Projects Fund:	
Road reserve	**$ 139,101**
Permanent Fund:	
Cemeteries	**$ 3,823**

6. SUBSEQUENT EVENTS

Management has made an evaluation of subsequent events to and including the audit report date, which was the date the financial statements were available to be issued, and determined that any subsequent events that would require recognition or disclosure have been considered in the preparation of the financial statements.

Schedule A

Town of Hanover, Maine
General Fund
Budgetary Comparison Schedule
For the Year Ended June 30, 2025

	Budgeted Amounts			Variance with Final Budget-Positive (negative)
	Original	Final	Actual Amounts	
REVENUES:				
Property taxes	$ 782,336	$ 782,336	$ 776,500	$ (5,835)
Excise taxes	74,000	74,000	86,931	12,931
Intergovernmental revenue:				
State revenue sharing	41,555	41,555	44,506	2,951
Homestead exemption	22,105	22,105	23,086	981
Tree growth	-	-	9,968	9,968
LRAP	-	5,484	5,484	-
Other intergovernmental revenues	-	72,633	73,094	461
Interest income	-	-	472	472
Charges for services	-	6,000	8,646	2,646
Other revenues	-	50,252	57,983	7,731
Total revenues	919,996	1,054,365	1,086,670	32,305
EXPENDITURES:				
General government	86,772	156,443	111,825	44,618
Public safety	26,000	40,864	26,866	13,998
Public works	49,000	127,117	131,731	(4,614)
Health, sanitation and welfare	58,900	64,762	57,486	7,276
Education	571,184	571,184	571,184	-
County tax	63,099	63,099	63,099	-
Recreation	800	800	154	646
Cemeteries	4,200	5,327	3,517	1,810
Total expenditures	859,955	1,029,596	965,862	63,734
Excess (deficiency) of revenues over (under) expenditures	60,041	24,769	120,808	96,038
OTHER FINANCING SOURCES (USES):				
Operating transfers (out)	(25,000)	(25,000)	(25,000)	-
Total other financing sources	(25,000)	(25,000)	(25,000)	-
Net changes in fund balances			95,808	
FUND BALANCES - BEGINNING			542,508	
FUND BALANCES - ENDING			$ 638,316	

Town of Hanover, Maine
Combining Balance Sheet - All Other Non-Major Governmental Funds
June 30, 2025

	Permanent Funds	Total Other Governmental Funds
ASSETS:		
Due from General Fund	$ 12,823	$ 12,823
TOTAL ASSETS	**$ 12,823**	**$ 12,823**
LIABILITIES AND FUND BALANCE:		
Fund Balance:		
Non-spendable - *reserved for endowments*	$ 9,000	$ 9,000
Assigned - *cemeteries*	3,823	3,823
Total fund balance	12,823	12,823
TOTAL LIABILITIES AND FUND BALANCES	**$ 12,823**	**$ 12,823**

- 37 -

Schedule C

Town of Hanover, Maine
Combining Statement of Revenues, Expenditures, and Changes in Fund Balance
All Other Non-Major Governmental Funds
For the Year Ended June 30, 2025

	Permanent Funds	Total Other Governmental Funds
REVENUES:		
Interest Income	$ 46	$ 46
Total revenues	46	46
EXCESS (DEFICIENCY) OF REVENUES OVER (UNDER) EXPENDITURES	46	46
FUND BALANCE - BEGINNING OF YEAR	12,777	12,777
FUND BALANCE - END OF YEAR	**$ 12,823**	**$ 12,823**

Town of Hanover, Maine
Schedule of Property Valuation, Assessment, and Appropriations
General Fund
For the Year Ended June 30, 2025

Assessed Valuation:	
Real estate valuation	$ 51,178,943
Personal property valuation	121,750
Total valuation	51,300,693
Tax Commitment:	
Tax assessment at $15.25 per thousand	782,336
Reconciliation of Commitment with Appropriation:	
Current year tax commitment, as above	782,336
Estimated revenues	137,660
Budgeted transfers	(25,000)
Appropriated from fund balance	-
Appropriations per original budget	894,996
Overlay	(35,041)
TOTAL APPROPRIATIONS	**$ 859,955**

Schedule E

Town of Hanover, Maine
Schedule of Departmental Operations
For the Year Ended June 30, 2025

	Balance 7/1/2024	Appropriations	Additional Appropriations	Total Available	Expenditures	Balances Lapsed	Balances Carried
GENERAL GOVERNMENT							
Officers' salaries and payroll taxes	$ -	$ 45,370	$ -	$ 45,370	$ 56,949	$ (11,579)	$ -
Insurance	-	6,712	-	6,712	5,170	1,542	-
General government	-	5,500	-	5,500	13,091	(7,591)	-
Credit card fees	-	2,200	-	2,200	2,610	(410)	-
Appraising and mapping	-	8,500	-	8,500	8,000	500	-
Utilities	-	5,300	-	5,300	5,778	(478)	-
Election clerks	-	1,540	-	1,540	1,100	440	-
CEO	-	4,000	-	4,000	3,655	345	-
Legal/audit	-	4,000	-	4,000	3,901	99	-
Memberships	-	3,000	-	3,000	3,006	(6)	-
Town office maintenance	13,671	550	6,000	20,221	8,565	-	11,656
Community resilence grant - T/O updates	-	-	50,000	50,000	-	-	50,000
Planning board	-	100	-	100	-	100	-
Total	13,671	86,772	56,000	156,443	111,825	(17,038)	61,656
PUBLIC SAFETY							
Fire protection	-	15,000	-	15,000	15,000	-	-
Ambulance	14,864	11,000	-	25,864	11,866	-	13,998
Total	14,864	26,000	-	40,864	26,866	-	13,998
PUBLIC WORKS							
Town roads	-	45,000	5,484	50,484	55,715	(5,231)	-
Road repairs - FEMA	-	-	72,633	72,633	72,633	-	-
Street lights	-	4,000	-	4,000	3,383	617	-
Total	-	49,000	78,117	127,117	131,731	(4,614)	-
HEALTH, SANITATION AND WELFARE							
General assistance	2,098	100	-	2,198	-	-	2,198
Social agencies	-	3,250	-	3,250	3,250	-	-
Solid waste disposal	2,966	55,000	252	58,218	53,529	-	4,689
Animal control	546	550	-	1,096	707	-	389
Total	5,610	58,900	252	64,762	57,486	-	7,276
EDUCATION	-	571,184	-	571,184	571,184	-	-
COUNTY TAX	-	63,099	-	63,099	63,099	-	-
RECREATION	-	800	-	800	154	646	-
CEMETERIES	1,127	4,200	-	5,327	3,517	-	1,810
TOTAL EXPENDITURES	$ 35,272	$ 859,955	$ 134,369	$ 1,029,596	$ 965,862	$ (21,006)	$ 84,740