TOWN OF GRAY
ANNUAL REPORT



July 1, 2003-
June 30, 2004











DELIVERING SERVICES... TO A "GROWING" COMMUNITY





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7/1/03-6/30/04

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Town Office Contacts

Animal Control Officer	**Heather Phinney**	**831-1335**
Code Enforcement Officer	**Mark Stambach**	**657-3112**
Controller	**Donna M. Hill**	**657-3339**
Forest Fire Warden	**Jon Barton**	**657-3931**
Legal Counsel	**William H. Dale**	**657-3339**
Library Director	**Priscilla Payne**	**657-4110**
Maintenance Director	**Ed Milose**	**657-3339**
Public Safety Coordinator	**Jon Barton**	**657-3931**
Public Works Director	**Steve LaVallee**	**657-3381**
Recreation Director	**Dean Bennett**	**657-2323**
Road Commissioner	**Mitchell A. Berkowitz**	**657-3339**
Tax Assessor	**Helen Taylor**	**657-3112**
Town Planner	**Richard Cahill**	**657-3112**
Town Manager, Town Clerk, Treasurer, Tax Collector	**Mitchell A. Berkowitz**	**657-3339**

Town Offices Hours Open

Mon-Wed
8:00 AM -12:30 PM, 1:15 PM-4:00 PM

Thursday
8:00 AM-12:30 PM, 1:45PM-6:30 PM

Friday
8:00 AM-11:30 AM, 12:15 PM-2:00 PM

TOWN COUNCIL [3 Years – 5 Members]

Name	Address	Phone Numbers	Term Started	Term Expired
Pamela Wilkinson, Chair dingwell@maine.rr.com pwilkinson@syrisscientific.com	46 Birchwood Rd	428-3732 H. 657-7050 ext.301	7/2002	7/2005
John T Goosetrey jgoosetl@maine.rr.com	28 Deer Acres Rd	428-3206	7/2001	7/2004
Matthew Sturgis anason1@maine.rr.com	8 Glen Cove Rd	657-2190	7/2003	7/2006
Richard Barter, V. Chair rbarter2@maine.rr.com	22 Hancock Street	657-3724	7/2003	7/2006
Lynn D. Olson molson1@maine.rr.com	56 Charlonate Drive	657-2203	07/2002	7/2005

TOWN COUNCIL SUB-COMMITTEE

Finance Committee

Pam Wilkinson
Richard Barter
Lynn Olson

BOARD OF ASSESSMENT REVIEW [3 YEARS – 3 MEMBERS]

Name	Address	Phone Numbers	Term Started	Term Expired
Mark Sanborn	P. O. Box 304	657-2577	08/05/2003	7/2005
Carroll R. Denham	300 Yarmouth Road	657-2565	01/24/01	7/2004
Hubert Cobb	66 Cambell Shore Rd	428-3777		7/2004

Ex-Officio Members (Non-voting)
Lynn Olson

CABLE TELEVISION [3 YEARS]

Name	Address	Phone Numbers	Term Started	Term Expired
Bradley J. Fogg, Chair gctv2@graymaine.org or graycat2@graymaine.or	10 Maplewood Park	657-5898 Cable 893-7000 W.	07/01/2002	7/2005
Paul Proudian	16 Wilderness Way		07/01/03	7/2006
Ryan Peary	32 Ambrose Circle	657-2405		7/2005
Vacant				
Vacant				

Ex-Officio Members (Non-voting)
Lynn Olson

Charles Barker Scholarship Committee [Unlimited Term – 4 Members]

Name	Address	Phone Numbers	Term Started	Term Expired
Audrey Burns	84 Mountain View Road	428-3775		
Ann Cobb	105 Cambell Shore Road	428-3668		
Vacant				
Vacant				

Ex-Officio Members (Non-voting)
Councilor Richard Barter

Community Economic Development Committee [3 Years – 7 Members]

Name	Address	Phone Numbers	Term Started	Term Expires
Michael Alt -Chair mike@psi-team.com	231 No. Raymond Road	657-6085 H 878-3955 W	07/2002	7/2005
Julie Sheets – V-Chair julie@softedconsult.com	16 Wilderness Way	657-4675	7/01/03	7/2006
Ralph Wink ewink@maine.rr.com	P. O. Box 222	657-3452 H.	1/07/03	7/2006
Lida Hutchings(Alt) lih@macpage.com	9 George Perley Rd	657-6393 774-5701 W.	7/01/2002	7/2005
Leona Crooker (Alt) lcgrayme@midmaine.com	P. O. Box 750 60 Mt. View Road	657-3994	07/2002	07/2005
Vacant				
Vacant				

Non-Voting, Ex-Officio Members:
Councilor Lynn Olson

Dry Hydrants Committee[5 Members]

Name	Address	Phone Numbers	Term Started	Term Expired
Dick Wood	322 Mayall Road	657-3922		
Jon Barton	52 Shaker Road	657-3759		
Wayne Wood	30 Wood Drive	657-3330		
Jim Foster	275 Shaker Road	657-2192		
Steve LaVallee	12 Adler Drive	Unlisted		

Ex-Officio Member (Non-Voting)
Councilor Pam Wilkinson

Dry Mills Schoolhouse Committee [3 Years – 8 Members]

Name	Address	Phone Numbers	Term Started	Term Expired
Mae Beck, Chair	23 Main Street	657-4195	7/2002	7/2005
Beverly Prince	186 Birchwood Road	428-3737		7/2004
Norma Liberty	15 No. Raymond Road	657-4511		7/2006
Nancy McMinn	25 Gray Park	657-3550		7/2006
Louise Knapp	173 Weymouth Road	657-4297	07/2002	07/2005
Vacant				
Vacant				
Vacant				

Ex-Officio Member(Non-voting):
Councilor Pam Wilkinson

Grange No. 41 – Scholarship Fund Committee – [3 & 5 Year Term – 5 Members]

Name	Address	Phone Numbers	Term Started	Term Expired
Carol West	71 Cambell Shore Road	428-3927		7/2006
Ellen Parady	97 Yarmouth Road	657-4642	7/2002	7/2005
Gordon Kimball	107 Yarmouth Road	657-3242	7/2002	7/2005
Vacant				
Vacant				

Ex-Officio Member(Non-voting):
Councilor Richard Barter

Gray Website Committee
[2] 3-Year Term [1] 2-Year [1] Year Term [4] Members

Name	Address	Phone Numbers	Term Started	Term Expired
Fran Monroe	Lewiston Road	657-4420	6/21/01	7/2004
Vacant				
Vacant				
Vacant				

Ex-Officio Member(Non-voting)
Councilor Lynn Olson

Library Board of Trustees – 3 Years – 5 Members/1 Alternate

Name	Address	Phone Numbers	Term Started	Term Expired
Judy Huff	132 Cambell Shore rd	428-4024	07/2003	07/2006
Louise Knapp	173 Weymouth Road	657-4297		7/2004
Raymond Clark	113 Depot Rd	657-5886	07/2003	07/2006
Peter Gerardo - Chair	37 Rustic Road	657-2490	9/09/01	7/2005
Claudette Simms-Secretary	169 Depot Road	657-2301		7/2005
John Giles, Alt - Treasurer	137 West Gray Road	657-5261	9/13/01	7/2004

Ex-Officio Member(Non-voting):
Councilor Richard Barter

Ordinance Review Committee [3 Years – 5 Members/2 Alternates]

Name	Address	Phone Numbers	Term Started	Term Expired
Louis Sam Pffiefle, Chair spfeifle@phx.com	310 W. Gray Road	773-8900 EXT 108	11/20/01	7/2004
William W. Holmquist, Vice –Chair sholmqui@maine.rr.com	21 Wildwood Lane	657-4291 (H)	7/01/03	6/2006
James Foster jfoster@securespeed.net	P O Box 196 275 Shaker Road	657-2192	7/2002	07/2005
Wade Trudel strudel@maine.rr.com	36 Colley Hill Road	657-4314	07/01/2003	07/2006
Bill Getz billgetz@securespeed.net	10 Merrill Road	657-3631 H.		07/2004
Vacant [Alt]				
Vacant [Alt]				

Ex-Officio Member(Non-voting):
Councilor Jack Goosetrey

Planning Board – [3 Years – 5 Members/2 Alternates]

Name	Address	Phone Numbers	Term Started	Term Expired
Peter Gellerson -Chair pgellerson@bluerockmaine.com	1 Brads Way, Raymond	428-3739 H. 854-2561 W.	7/01/2001	7/2004
Leigh Ann Sullivan- V-Chair ljsully@securespeed.net	12 Casey Lane	657-2193	03/08/01	7/2004
Rodney S. Boyington somesitework@msn.com	33 Long Hill Road	657-6111 H.	7/2002	7/2005
Don Hutchings meloonstheflorist@yahoo.com	9 George Perley Road	657-4338 H. 772-0129 W.	7/2002	7/2005
Barry Sheff bsheff@woodardcurran.com	69 Totten Road	657-4360 H. 774-2112 W.	03/19/02	7/2005
Sara Perry [Alternate] applepie@maine.rr.com	112 Dutton Hill	657-5995 H 657-6417 W	06/04/02	7/2005
Vacant [Alternate]				

Ex-Officio Member (Non-Voting):
Councilor Jack Goosetrey

Public Safety Committee – [3 Years – 7 Members, 2 Alternates]

Name	Address	Phone Numbers	Term Started	Term Expired
David W. DiTomaso,Sr. elitetee@aol.com	101 No. Raymond Rd	657-4318 (Fire) 657-4318 (Home)	05/16/2001	06/2004
Richard Wood	322 Mayall Road	657-3922		06/2005
Gary Wood garyswood@aol.com	19 Wood Drive	657-2816		06/2005
Robert W. Egan, Jr.	P. O. Box 17 86 Mayberry Road	657-4527 (Rescue) 773-1738 Work		07/2003
Stephen Pelletier	13 Graystone Road	657-3898	01/09/2001	06/2004
Thomas L. Gorrill	27 Wildwood Lane	657-4249	7/01/2002	07/2005
Margaret Hutchins	192 Center Rd		7/2003	7/2006
Vacant (Alt)				
Vacant (Alt)				

Ex-Officio Members (Non-voting):
Councilor Pam Wilkinson
Steve LaVallee, Public Works Director
Chief Jon Barton, Public Safety Coordinator
Lieutenant Ron Harmon, Maine State Police

Recreation & Conservation Committee – [3 Years – 5 Members/2 Alternates]

Name	Address	Phone Numbers	Term Started	Term Expired
Carl Holmquist	23 Winter Ridge	657-2173	7/2002	7/2005
Vacant				
Vacant				
Vacant				
Vacant [Alt]				
Vacant [Alt]				

Ex-Officio Member (Non-voting):
Councilor Wilkinson
Dean Bennett, Park & Recreation Director

Solid Waste and Recycling Committee – [3 Years – 7 Members/2 Alternates]

Name	Address	Phone Numbers	Term Started	Term Expired
Brian Shedlarski brianshedlarski@securespeed.net	2 Center Rd	657-2399	07/2003	07/2005
Mark Arienti tervale@securespeed.net	54 Colley Hill Road	657-2055 H. 775-1738 W.	07/31/2001	07/2004
Peter Thoits- Chair pthoits2@maine.rr.com	282 Shaker Road	657-4184 H. 773-7060 W.	07/2002	07/2005
Vacant				
Vacant				
Vacant				
Vacant				
Vacant [Alt]				
Vacant[Alt]				

Ex-Officio Member (Non-voting):
Councilor Richard Barter
Randy Cookson, Solid Waste Director

Zoning Board of Appeals – [3 Years – 5 Members/2 Alternates]

Name	Address	Phone Numbers	Term Started	Term Expired
Barry Watson,Chair bwatson1@maine.rr.com	124 Lewiston Road	657-4137		7/2004
Kathy Wood wtwco@securespeed.net	30 Wood Drive	657-3477 H. 657-3330 W.	07/2002	7/2005
Debby Flanigan dflanigan@cumberlandmaine.com	317 Center Rd	657-5455	7/2003	7/2006
Andrew Upham ajupham@aol.com	194 Birchwood Rd	428-3285	7/2003	7/2006
William Getz billgetz@securespeed.net	10 Merrill Road	657-3631 H. 775-0105 W.	7/2003	07/2006
Scott Peacock	10 Marion Ave	657-5546	7/2003	7/2006
David W. Knudsen-Alt. dwknudsen@earthlink.net [Alt]	23 Summit Road	657-4479	7/2002	7/2005

Ex-Officio Members (Non-voting):
Councilor Jack Goosetrey

Other Committees & Boards

Council Liason/Appointments to 3rd Party Boards

COG (Council of Governments)	**Matthew Sturgis & Mitchell Berkowitz**
McKin	**Town Manager**
RWS	**Randy Cookson**
GBA	**Lynn Olson**

Gray Water District – [5 Years – 5 Members]

Name	Address	Phone Numbers	Term Started	Term Expired
Dale Mosher, Chair	16 Wildwood Lane	657-2143		6/2006
Vacant				
Darrell Lee	Silas Adams Road	428-3180		6/2007
Lawrence Newth	14 Fairview Avenue	657-3133		6/2004
M. Joseph Murray	213 Shaker Road	657-3034		6/2005

M.S.A.D. No. 15 – Board of Directors

Town of Gray

Heather Skilling	46 Skilling Rd.	428-3422		2006
Daniel Maguire	70Johnson Road	428-3623		2004
Dawn Bailey	12 Tyler Drive	657-2655		2006
Amy E. Wilbur	119 Merrill Road	657-3290		2004
Tod Bennett	215 Yarmouth Road	657-4012	2002	2005
Peter Pinkerton	7 Gray Park	657-7407	2002	2005

Town of New Gloucester

Jim Hutchinson	P. O. Box 175			2003
David Sutherland	182 Intervale Road	926-3358		2006
Alan Rich	343 Cobb's Bridge Road			2004
William Corrigan	72 Sawyer Road			2004
Carmel Morin	1292 Lewiston Road	926-4243		2005

Gray Cemetery Association

President	**Robert Sawyer**	**657-4909**
Vice President/Sexton	**Norman Wilson**	**657-3827**
Secretary/Treasurer	**Barbara Pollard**	**657-3378**

Trustees

Denise Pollard	**657-3378**
Wilma Wilkinson	**657-4752**
Orin Whitney	**657-4816**
Evelyn Durgin	**657-4942**
Bruce Sawyer	**657-3871**

Town Council Report -

Building the Framework of our Foundation in order to Serve You



Town Council Chair Pam Wilkinson

To the Citizens of Gray:

Once again it is a pleasure to present to you an annual report of events that transpired from July 2003 through June of 2004. The Council continues to strive to maintain present infrastructure and services; address issues that are important to the citizens; and look beyond the needs of today and plan for our future generations.

As I reflect on this last year, the Council performed their functionary duties of reviewing; liquor license; special amusement license and victualers licenses; auto salvage permits; appointments and resignations to our various committees and boards and other tasks required by our Charter and Council Rules. We wish to thank those who dedicated and sacrificed their time to promote good will within our Town. Throughout the year Council invited boards, committees and department heads to attend regular council meetings and present to the public what has transpired. This approach keeps communication open and everyone informed as to what issues may need to be addressed and how we will be able to forecast future needs for the community of Gray. The following are some topics that were discussed during the presentations:

- Planning Board-Peter Gellerson Chair-gave update on activities-18 subdivisions, 90 new house lots; 8 site plans reviewed which included new family vision center, environmental business; 5 year renewal for gravel pits. Informed Council that Town's road construction ordinance needs additional work.
- Zoning Board Appeals-Barry Watson updated their activities and the need for new members.
- Ordinance Review-Bill Getz-Focus was Street Construction Ordinance; Town's Shoreland Zoning to be scheduled next.
- Solid Waste-Peter Thoits discussed involvement with Regional Waste Systems. Informed citizens of recycling news.
- Public Safety-David DiTomaso-Mass Gathering Ordinance; reviewed whether there was a need for a Fire Arms Ordinance, Reviews need for intersections, sidewalks, stop signs, speed limits, Traffic control for Celebration Days
- Parks and Recreation Committee-Dean Bennett-Carl Libby are dedicated to the Libby Hill Forest area, and Dean is working in conjunction with Pineland to promote activities for all citizens.
- Library
- Historical Society
- Dry Mill Schoolhouse
- Cable Committee-Brad Fogg
- Cemetery - Norm Wilson informed Council of projects needed and what has transpired within the past year.
- Dry Hydrant-Dick Wood updated Council about the areas these are located and future maintenance.
- Intergenerational Community Center-Dennis Foley introduced the need and concepts for a center for all ages.
- Wildlife Park-Henry Hamilton gave presentation of upcoming projects and activities.
- DEP-Wendy Garland-Lake Watershed update-link resources and communicate with all lake associations

Water Quality projects and grants/Royal River Conservation Corps/Wilkie Beach improvements for soil and sedimentation control and vegetation around the ramp area

Yearly we prioritize and re-establish goals for the upcoming year to identify short term and long term issues. Council made a small procedural change that affected the acceptance of street names. This duty is now in the hands of the staff and town manager with a report to be issued to council. Beyond this, the Council works to build the framework on various issues that will shape the Town of Gray's future. We have met in workshops and various other meetings with M.S.A D. #15 officials, Maine Department of Transportation, Maine Turnpike Authorities, Greater Portland Council of Government, Department of Environmental Protection, Cumberland County Soils and Water Conservation District and the Gray Water District to work together to gather information to shape ordinances, policies and keep the citizens of Gray informed of potential changes that would have an impact to their daily lives.

Issues:

- Pennell-Clarify transfer rights from the M.S.A.D. #15 to the Town of Gray
- 1% Tax Cap Referendum- known as the Palesky Initiative
- Comprehensive Plan- Prioritization of the implementation strategies
- Route 100 Zone Changes-Business Development Corridor
- Village Aquifer Protection District-Review need for protection in Village Center area
- August supported Household Hazardous Waste collection day with New Gloucester
- By Pass-MDOT issues
- Gravel Pits-Review new guidelines developed by Ordinance Review Committee
- Back Lots-Allow for standards to be loosened to encourage monitored in-fill

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Town Council Report, cont'd

- Design Standards-Discussed the need to implement stronger standards other than suggested guidelines
- Yarmouth Lumber-Monitor environmental impacts from pollution of wells on Route 100 with DEP
- Sidewalk scenarios for pedestrian and bike ways on North Raymond Road $$$$$Need to look for funding
- Route 100 elements and priorities
- Developed procedure for zone changes
- Comprehensive Plan Workshop with the Gray Water District regarding VAP Zone line delineation in the Gray Center
- Law Enforcement
- Woolen Mill Site-Embraced the creation of a picnic area by the State Parks and Recreation

The Finance committee was diligent with keeping a watchful eye on the Town's fiscal health and reporting requirements.. The committee met monthly to review the revenue and expense reports. Lynn Olson has been our financial "guru" who proposed a new format for monthly reporting. I would like to thank her as well as Mitch and Donna Hill for making the team effort to ensure the ease of reconciliation. Our auditors have reported that the town's financial management is in compliance and that the Town is fiscally sound.

Monthly we have had Central Corridor Coalition meetings with our neighboring towns of New Gloucester, No Yarmouth, Pownal, Windham and Raymond to regionally share ideas and encourage the concept that we can link our resources beyond our town lines. By working together we create a stronger force when the need develops to create a voice in the State Legislature or any other agency.

Council meets the first and third Tuesday of the month with workshop dates on the second and forth Mondays of the month.

It is critical that the public becomes and integral part of the process and constructive comments is never discouraged. Before ending I want to thank Jack Goosetrey, Richard Barter, Lynn Olson and Matt Sturgis for all their time and efforts. We are a diverse group who has expertise in many different areas. We work well together and at times will have varying points of view but in the end we are able to make the best decision for the good of the people of Gray. I would like to thank Mitch Berkowitz, our town manager, for his unceasing desire to serve the Council and the people of the Town of Gray. His door is always open and he constantly makes strides to go above and beyond the role of manger to ensure the town's present and future needs are met.

On behalf of the Council, it has been a pleasure to serve you.

Respectfully Submitted,

Pam Wilkinson, Town Council Chair

The Following is a Chronology of Agenda and Discussion Items the Council reviewed :

July 2003

- Certified policy for public hearings for zone changes
- Review and adopt council goals for FY2004
- Authorized consulting contract to Taylor Associates for design and construction of Sand and Salt Shed and Transfer Station improvements
- Determined council appointed committee liaisons for the year

August 2003

- Awarded bid for front loader for Public Works
- Approval of Comprehensive Plan to be forwarded to State Planning Office
- Informed citizens for disputes with revaluation of property as tax bills are being sent
- Meeting with MDOT / status of by pass-traffic flow concerns with intersections on Rt 202 & Rt 26; access points for NorthBrook, landowners, MTA and the Town; requested copies of traffic studies, pedestrian and bike ways, greenbelt for all recreational uses compromised, Comprehensive Plan areas and ideas compromised.
- Celebration Days-reviewed events
- Jensen Baird Gardner Henry Bi Annual Client Seminar/ Semi Annual meeting with Bill Dale and committees
- Update on snow plow contracts

September 2003

- Discussed Volunteer Recognition Night
- Increased mileage reimbursement policy from $.25 to $.36
- Authorized Town Manager to execute water line installation agreement for George Perley Road
- Street Construction Ordinance approval
- Amended Codified Fee and Fine Schedule regarding insufficient fund checks from $15.00 to $25.00

October 2003

- Amended Building Code for stair code requirements
- Authorized engineering contracts for Mequire and Knights Bridges
- Adopted Maine Municipal Associations Annual Amendments to General Assistance
- Awarded sand and gravel bids
- Reviewed purchase of trackless sidewalk tractor
- Formal notice regarding Town Manager's contract
- Discussed changes to proposed Business Development 1 Zone and directed to Planning Board

November 2003

- Acted upon a poverty abatement request
- Transferred funds from Overlay account to Administrative account for part time administrative position

- Directed the Ordinance Review Committee to update Subdivision Ordinance per State Statues
- Peter Smith of State Parks and Recreation requested to remove brush from Old Woolen Mill Site for picnic area. Libra Foundation will provide picnic tables
- Agreed to have town staff and manager review road name requests
- Town Manager Evaluation
- Authorized sales of surplus equipment and vehicles
- Awarded roofing contract for Newbegin Gym

December 2003

- Approved American Legion application to allow consumption of alcoholic beverages for outdoor activities
- Amended Zoning Ordinance, Section 402.12.1 Planned Unit Development authorizing Planning Board to reduce minimum lot size by not more that 25 percent based on specific criteria
- Awarded Newbegin sprinkler contract
- Acted to transfer funds to pay for upgrade of the part time library position to full time Reference Librarian
- Acted to review and act to send Back Lot Ordinance Amendment to the Planning Board

January 2004

- Report on Route 100 and Gray Water District regarding salt content in residence water supply
- Executive Session regarding employment and compensation of Town Manager
- Award Stimson Hall Renovations to N.G. Bailey for a main floor bathroom with ADA requirements and knee-wall and concrete floor for contained area for the oil tank
- Reviewed and discussed Law Enforcement Proposals
- Review and acted upon a tax abatement
- Acted on Town Manager's Contract
- State of the Town Report presented by Chair
- Adoption of the Undesignated Fund Balance Policy
- Adoption of the Town Purchasing and Disposal Policy
- Directed the Street Construction Ordinance to Planning Board
- Awarded bid for Salt and Sand Shed and Transfer Station contract to R & R Construction

February 2004

- Discussed Law Enforcement information and options
- Review and acted to send Back Lots to Planning Board
- Amendments to the Undesignated Fund Balance Policy

March 2004

- MDOT Update for the By Pass
- Transferred $7200.00 from Town's overlay account for engineering and building/environmental assessment for Pennell through James Sewall Co.
- Accepted overhead easement to CMP and Pine Tree Telephone to cross over town land form Public Works to Grover Gravel Pit
- Approved grade, paved shoulder, travel way, measurements for driveways and number of dwelling units amendments to the Street Construction Ordinance
- Accepted a resolution regarding Tax Reform as it related to the Property Tax Initiative to limit property taxes to 1% of Full Cash Value, commonly known as the Palesky Initiative

April 2004

- Amended Shoreland Zoning Ordinance by eliminating the requirement that the planning board review and allowing the Code Enforcement Officer to provide the review.
- Amended Personnel Policies to allow personal, vacation and sick leave days to be donated to the Special Reserve account to assist another employee for a non work related injury or illness.
- Approved not to expand the current RWS ash fill and to have Randy Cookson reflect the vote back to the next meeting.
- Public informational hearing on Council's proposed FY 2005 Budget and Proposed Warrant Articles
- Redirect Sidewalk guidelines to Ordinance Review Committee

May 2004

- Statutory Public Hearing and acceptance of the FY 2005 Budget and direct it to the June 5, 2004 Town Meeting
- Acted on proposed Articles to be included in the Warrant for Town Meeting
- Supported the restructuring of Regional Waste Systems beyond the year of 2014 with no decisions yet to be made regarding refinancing
- Report from Dean Bennett regarding Family Fun Day at Wilkie's Beach in August
- Council toured Pineland with Craig Denekas who outlined desire to utilize farms for trail riding and horse camps, utilize existing farms for overnight guest accommodations and expand existing dairy facilities to make cheese.
- Annual appointment foe Election personnel
- Authorized paving contract to Pike Paving subject to Town Meeting

June 2004

- Approved contract with Downeast Energy to provide Town of Gray #2 heating fuel at fixed price of $1.0945 and propane at $1.099 per gallon for July 1,2004-June 30, 2005 heating season.
- Accepted donation of pick up truck donated by the estate of Mr. Andy Ash to the Public Safety Department
- Accepted agreement with Mariam Bisbee and her sister to donate their family property to the Town of Gray
- Certified June 8, 2004 election results
- Acted to segregate unexpected funds from fiscal year 2004 budget to cover intended purchases not yet complete and transfer them to fiscal year 2005 budget.

Town Manager's Report
Fiscal Year 2004



It is a great privilege that I report to you, our citizens, that the Town completed its fiscal year (June 30, 2004) with many accomplishments. The following is a listing of those projects and their status:

Rt. 100 North Sidewalk Project	Completed
ADA Bathroom- Stimson Hall main floor	Completed
Expansion of the Cable Production Room	Completed
Install new stage floor in Stimson Hall	Completed
Construction of the Sand and Salt Shed	Initiated
Construction of new bays-Transfer Station	Initiated
TIF 100 Water Line installation	Completed
Street Repaving with Drainage Improvements	Completed
Comprehensive Capital Investment Program	Executed
Comprehensive Plan	Adopted/Implemented
Rapid Renewal (vehicles) Program on line	Fully Operational
Fiscal Policy/Audit Recommendations	Implemented
GASB 34 Audit requirements	Implemented
Street Construction Ordinance	Adopted
Town Assessment Date	Updated/Online
RWS Organizational Changes	Being Implemented

You can see that this has been a productive year and there are many issues that the employees and Town Council continue to work with on behalf of our Gray citizens. Looking ahead we see many challenges. Some of these include zone reviews, ordinance reviews, capital projects, resolution and reuse of the Pennell Institute, website improvements, continued fiscal accountability, organizational improvements and the role that local government services plays in defining our community's quality of life. Gray is facing major growth in the coming years. The number of housing projects and family dwellings is the prime indicator. With that growth comes service expectations. These factors will also force this community to again look at what is important to our community's future.

I am also pleased to report that your local government was recently audited and proved to be in compliance with standards and that our fiscal health is second to none. Positive cash flows, controlled expenditures, minimal debt due to planned capital expenditures tied directly to the undesignated fund balance policy and improved tax collections all contribute to the solid fiscal integrity of the Town's finances.

The achievements above were the results of the commitment of every employee and volunteer who is part of the service system we call your local government. They along with the Town Council and many volunteers who serve in a variety of services including Boards and Committees are pleased to present to you, our citizens, the annual report for the fiscal year 2004.

Respectfully Submitted,
Mitchell A. Berkowitz
Town Manager

Gray Public Library
Annual Report 2003-2004



This past year, 2003-2004, our focus has been, as it always is, how can we best serve the people of Gray. This focus has led us to add hours to the schedule to accommodate the demands of the public, to upgrade and add to the number of our public access computers so more people can use them, to increase our services to children and young adults and to reach out to the senior citizens.

Twice a week we offer story hours for children and they are both well-attended. We also offer special programs on Saturdays such as The Victorian Tea Party. Our summer reading program is well designed to fit the needs of a variety of ages. In October we offered a Book Buffet for young adults and had 16 young people all reading for four hours and of course we gave them snacks to sustain them!

Statistics

Total yearly circulation	65,278
Children's Programs	105
Average Daily Circulation	251
Attendance	2080
Interlibrary Loans processed	1818
Adult Programs	12
New Patrons	573
Attendance	702
New Items added	3577
Reference Questions	680
Days Open	257
Computer Usage	4566
Hours per week	45
Volunteer Hours	1090

When looking at our statistics for the past year, it is interesting to note that our circulation increased by 11%, we increased new patrons by 34% and our interlibrary loans increased by over 300%. This is due to the added service of online requesting through our online catalog. This has allowed the people of over 50 libraries in our consortium access to hundreds of thousands of materials that were not available to them a year ago. Our users have seen the advantage of this new service and have used it frequently. When we talk about regionalization this is a prime example of it and how well it can work. These statistics are but a snapshot of the use of the library. Many people come in to use our copier, the fax machine, to study for exams, to have small meetings, to have exams proctored, and to use our two reading areas, The Hancock Reading Room and the Joan C. Bernard Reading Corner.

In October our part-time Reference Librarian resigned. We were able to upgrade that position to full-time with more responsibility and that allowed us to attract a larger pool of highly qualified candidates. This has increased our service level in many ways. Not only does Tracie Lammers have excellent reference skills but she has other library related skills that allow us get new materials into your hands in a more timely fashion and she has supervisory responsibilities when the Director is away from the library.

Last fall the Library Board of Trustees held the first annual appeal for funds to supplement our annual budget. We raised $9,000.00. We were able to add to our audiobook collection and our video collection. These are two of the fastest growing areas of circulation and we have a difficult time meeting the needs of our users in this area. We appreciate the effort that the Trustees put into this and thank the people and businesses of Gray who donated so generously.

Priscilla Payne, Library Director

Gray Recreation Department Annual Report for 2003-2004



The Recreation Department is responsible for the coordination, supervision, implementation and administration of many activities, programs, facilities and special events for the benefit of the residents of Gray. Some of the responsibilities include; coordination of all recreation programs, daily maintenance of facilities (Wilkies Beach, Newbegin Community Center, soccer fields, basketball and volleyball courts), administer office duties (answering and returning phone calls, producing quarterly fliers and brochures, submitting news releases, processing registrations and fees, and making deposits). We are also responsible for setting up and taking down of the municipal voting. This department also coordinates all rental groups at Newbegin (we rent the gym and recreation room) out for birthdays, school functions, special meetings/events. This department plays a very important in the shaping of our community.

On-going Recreation Programs: (activities): gymnastic lessons, early release day field trips, toddler play group, adult flag football league, men's pick-up basketball, women's pick-up basketball, travel basketball program, fall soccer program, Halloween party, Top Flight 4 vs 4 basketball league, Santa's Coming to Town, Learn to Ski Program, family night-open gym , adult co-ed softball, April vacation activities @ Newbegin, Easter egg hunt, indoor soccer program, senior citizen bbq @ Gray Wildlife Park, summer concerts, summer day camp program, Major League Soccer camps, 7 & 8 grade boys summer basketball, Patriot Basketball Camp, Red Cross Swimming Lessons, One Pitch Softball Tournament,

New Programs: 7/8th grade girls summer basketball, 5/6th grade girls summer basketball, Junior Indoor Soccer, Junior Basketball Program, Mini-Sports Camp-April Vacation, Libby Hill Winter Carnival (30-50), Atlas Wrestling at Newbegin, After-School Cross Country Ski Program, Ping Pong Night, Victoria Mansion Trip, Christmas Shopping Spree at Newington Mall, and Ice Skating Lessons at Crystal Lake.

Outdoor Facilities: We have had another great year at Wilkies Beach. Outside of a few incidents, vandalism and rowdy behavior was kept to a minimum. This in-part is due to the increased hours and better supervision of the facilities during the off-hours by the beach attendants. Wilkies Beach is an invaluable resource and recreational facility to the residents of Gray and with continued support will continue to provide a great summer destination. Libby Hill Forest trails continues to involve a wide variety of activities and recreational opportunities. Hiking and nature walks, cross country skiing and snow shoeing are all actively pursued by residents as well as a destination for non-residents. We scheduled 4 to 6 Saturdays of instructional skiing and tours of the trails, which were very popular. Libby Hill Forest trails offer some of the best opportunities for outdoor enthusiast in southern Maine.

Newbegin Gym: The following is a list of community events that took place in Newbegin Community Center in the 2003-04 year.

2 H.S./Middle School cheerleading clinics, Pennell alumni reunion, Historic Society meeting, H.S. hockey fundraiser dance, karate camp, 22 birthday parties, 2 Cub Scout meetings, 4 Gray Little League meetings, 6 Gray Soccer Club meetings, 3 Little Lady Dribbler meetings and registration nights, 1 Little Lady Dribbler fundraiser, 4 volleyball tournaments, 1 municipal election, 4 Little League registration days, 7 Junior Olympic Development volleyball practices, 6 indoor soccer practices, Christmas party-rentals, Santa Coming To Town, Little League softball pitching clinics, H.S. math team practice/social, American Red Cross blood drive, youth football meeting, 1 karate tournament, 1 Atlas Wrestling Events, and 2 baby showers.

We are also happy to announce that we are partners in a 21st Century Federal Grant with S.A.D#15 / Fiddleheads Center for the Arts and Pineland Farms. This grant is intended to go toward after-school programs for area children. The recreation department purchased equipment for the recreation room at Newbegin and also some outdoor adventure equipment.

In closing, the Gray Recreation Department will continue to provide quality recreational services to and for Gray residents. Future plans include the improvement the athletic facilities behind Newbegin, more renovations to the recreation room, continue the trail maintenance needs at Libby Hill, offer some new programs to the community and address the need for increased departmental staff. With continued support from the Gray Town Council, our Town Manager and the residents of Gray we should achieve our goals.

Respectfully submitted,

Dean M. Bennett, Director

Report of the Assessor



The construction boom for new homes did not decline in fiscal year 2003-2004, nor did the transfer of ownership for these and existing homes. New single lot land splits and subdivisions were also prevalent, with more pending for next year. At this time I would like to welcome all new home owners to the Town of Gray.

Assessing information is available on the Town's web site www.graymaine.org by clicking on the Tax Assessment Data icon on the lower left. Search can be done by name or address if you do not have the map and lot number available.

Homestead Exemption and Veterans Exemption applications are available at the Assessor's Office and will be processed according to eligibility requirements.

Respectfully Submitted,
Helen R. Taylor, Assessor

Report from the Gray Water District

Citizens and District Customers:

The Gray Water District is pleased to provide this report for our fiscal year ending December 31, 2003. Our Auditors, Clark, Friel and Nickerson PA have again provided an unqualified statement as to our financials for this period and that the District continues to conform to generally accepted accounting principles.

During the year the District was involved in various ongoing maintenance and projects. Working with the Town of Gray, the District agreed to be the lead borrower for the extension of a water line south on Route 100 to the Whitney Road. In addition, the Maine Department of Transportation contracted with the District to further extend the water line from Whitney Road to the vicinity of 271 Portland Road.

The Town of Gray advanced funds to the District for a water main extension on George Perley Road during the fall season.

Current infrastructure including pipes, lines, pumps, and hydrants continued to receive planned maintenance, and the District is still continuing its search to identify an additional water source to serve our customers.

Respectfully Submitted

The Board of Trustees

Gray Water District

Code Enforcement Officer Annual Report 2003-2004



The following is my first attempt at an annual report. I would like to thank all of you for making me feel welcome in your wonderful community. The Town of Gray is continuing to grow with an increasing pace. A total of 89 new dwelling units were permitted, 75 new single family homes and 7 duplexes. Garages, additional living space, decks, and pools continue to be the most popular additions. There have also been several small commercial projects started or completed in the past year.

Total permits issued for fiscal year 2003-04	
Building permits	356
Plumbing permits	298
Electrical permits	218
Shoreland Zoning Permits	27

July 3, 2003 was the effective date of the new Street Construction Ordinance.

Your home is your largest financial investment. Make sure that you pay attention to what it's telling you. Some of the warning signs are water spots, mold and mildew. Water causes the most destruction to a house over time. Keep the water out, and make sure there is proper ventilation to allow moisture to escape. Ventilation of the roof space is essential in maximizing the life of a roof and maintains the maximum efficiency of your insulation. Every 10 degree increase in the inside temperature of the roof area reduces the lifespan of the roofing material by 10% and moisture reduces the effectiveness of most types of insulation. Prolonged moisture can cause serious structural damage and may cause health problems. If you are having your house reshingled, give serious consideration to having the space properly ventilated.

Health and life safety are the main concerns of the Code Office. Functioning smoke detectors and an escape route are the best way to ensure that your family can get out in case of a fire.

This past winter was hard on quite a few septic fields, as the frost penetrated more than 5 feet in many areas. Make sure you have your tank pumped and inspected on a regular basis. If you have a garbage disposal on your system, make sure the system has been designed to accommodate it. A garbage disposal installed on a system that is not designed for it can cause a leach field to clog, and the field may have to be replaced.

May your year be happy, healthy and safe.

Mark C. Stambach

Code Enforcement Officer

Town of Gray

Town Planner Annual Report For Year Ending June 30, 2004



Activities for the fiscal year ending June 30, 2004 are centered around the following categories: Subdivisions, Site Plans, Economic Development, Zoning, Comprehensive Plan and Miscellaneous.

Subdivisions

There were sixteen subdivisions reviewed by the Town Planner throughout FY03-04. Six of those subdivisions were for ten or more lots, the largest being 23 lots. The remaining subdivisions were from three to six lots. Nearly all of the subdivisions have been approved as of this writing. These sixteen subdivisions add a total of 129 single family lots to the Town of Gray housing market.

Site Plans

There were ten site plans reviewed and approved throughout the year. The plans included five office building complexes including Gray Family Vision Center, Gillies Lumber Yard Office Building, and an Office Building at Northbrook Business Campus, and two headquarters for a Contracting business. Other site plans included Environmental Projects Inc. on Lewiston Road, Jeff Horton Horticultural Wholesale Nursery on Portland Road, and a hair dresser and a day care center.

Economic Development

Some of the economic activity during the year included regular meetings with the Community Economic Development Committee. Several meetings and conferences with representatives of the State Department of Economic and Community Development, and a Non-Profit service operation among other meetings. The Town Planner was nominated as a Director of Southern Main Economic Development District. Several meetings were held with business representatives looking for land or business facilities. One of the biggest needs is for more land to be zoned for business uses.

Zoning

Several workshop meetings were held with the Town Council to discuss rezoning issues including the Business Development Zone, Village Aquifer Protection Zone, Medium Density, and Aquifer Overlay Zone. Also, several ordinances were amended including gravel pits, back lots, the street construction ordinance, and shoreland zoning, to name a few.

Comprehensive Plan

The Comprehensive Plan was completed during the year and was adopted in August 2003 by the Town Council. Efforts are underway to appoint a Comprehensive Plan Implementation Committee to commence work on implementation strategies.

Miscellaneous

The Planning Department was involved with several miscellaneous items during the year including gravel pit review, a hazardous material application, ordinance amendments, meetings with various committees, groups, and organizations, street construction applications, zoning amendments, and site visits to various subdivisions and site plan sites, grant preparation including an application for a downtown revitalization study, and coordination of the downstairs officer including code enforcement activities.

Richard F. Cahill
Town Planner

Gray Fire-Rescue Department 2003-2004



I am pleased to submit my report for the year 2003-2004. I would like to thank the Council Members, Town Manager and the citizens of Gray for their continued support to the department this past year.

This past year has been focused on how we can provide the same services and or improve on how this can be accomplished. We have met with surrounding towns to see if we can combine services to accomplish our various tasks at a less cost to the municipalities. We are not at a point to recommend any certain function at this time. We are still continuing our Mutual Aid and have started to use Automatic Aid more at the offset than in the past. It is our goal to continue the task to see what Regionalization can be accomplished and benefit all concerned. The area towns have updated our Mutual Aid Task Force Response and have established our Strike Team Assignments when needed for a Mass Incident.

I want to recognize and commend the members that give so much of their time at the various mandatory and department training sessions. I would like to recognize the following personnel for completing the following: Fire Academy for 14-18 yrs. (Jrs.) Craig Elkanich, Greg Gallagher, Ben Ferri, Corey Burns & Fletcher Griffin (5) days; Firefighter 11 Academy Robert Lindsted & Joe Carroll (9) days; EMT Class Sarri Paulmann, Dian Redway, Konnie Akume & Jesse Bell (140 hrs.); Firefighter 1 Albert Redway, Adam Capponi & Katie O'Gorman (140 hrs.). We had seven attend the EMS conference at Samoset for 2 & 3 days and we had twenty-two attend the Cumberland County Fire-EMS conference (2 days) and five attend the New England Chiefs conference (3 days). We have weekly training on Monday and Friday evenings, which the members are required to attend.

The Communications Center has a new Head Dispatcher Keith Friedrich, welcome aboard. He and the regular dispatchers are a vital part of our department, if it wasn't for them to receive and transmit the messages we would be in trouble. Marti, Diana & Paula completed their recertifacation at the EMD standard as well as Keith obtaining his EMD certification. They also are the answering system when the public needs help on a non-emergency basis as well; this past year they had a total of eighteen thousand six hundred forty three (18,643) incidents at the center.

Once again special thanks to Public Works Director Steve LaVallee and Crew for all their assistance throughout the year.

We continue to promote the Learn Not To Burn and Juvenile Fire Setter Intervention programs. We are pleased that SAD #15 has been able to allow the department to present there programs at the various schools. We have found over the years that if we can get to the children they will get their parents involved.

Our EMS and Fire Prevention weeks continue to be a successful event with visitations to the schools, Open Houses at the station and with a planned schedule of events for each at a given Saturday during those weeks. A special thanks to the folks that give of themselves to make these a success.

I want to thank the Maine State Police, Lifeflight of Maine, Cumberland County Sheriff Department, and Maine Warden Service for their continued support.

I would like to give a special thanks to the family of Andrew Ash for their generous donation of a Pickup to the department. This will be very useful to haul or trailers with the boat, wheeler, HAZMAT or snowmobile when emergencies are requested for these specialized units.

I want to remind the citizens that a **Burning Permit** is required at all times. We **Do Not** issue any incinerator permits and the reason for this is that it is unlawful to burn rubbish,refuse, garbage, paper, cardboard or wood boxes as all these are excepted at the Transfer Station. We do not issue burning permits on weekdays during the months of April through November unless the ground is snow covered or we have had substantial rain. If you have any questions please call 657-3931. This past year we issued one thousand one hundred ninety six permits (1196).

The businesses are to be commended for their continued support when called upon with their generous donations either by allowing their personnel to leave the job, materials and monetary contributions.

I want to thank our Automatic Aid and Mutual Aid Towns for their continued support New Gloucester, Cumberland, Windham, North Yarmouth and Raymond. Without this agreement all towns would be in a lot of trouble due to the lack of manpower.

Gray Fire-Rescue responded to a total of nine hundred thirty two (932) calls this past year. The break down is as follows:

2003-2004	
Fires	36
Rescue and EMS	596
Hazardous Conditions-No Fire	52
Service Calls	69
Good Intent Calls	125
False Alarms and Alarm Calls	51
Special Incident Types	**3**
Total Calls	**932**

This is a new format that is required by State and Federal Regulations called the National Fire Incident Reporting System (NFIRS).

AND LAST BUT NOT LEAST I WANT TO THANK MY OFFICERS AND MEMBERS FOR ALL THEIR TIME AND SUPPORT YOU HAVE GIVEN TO ME AND THE TOWN OF GRAY. WE ARE ON CALL 24 HOURS A DAY, 365 DAYS A YEAR, PROTECTING LIFE AND PROPERTY AT THE CROSSROADS OF MAINE.

Respectively Submitted,

Jon E. Barton

Chief Fire-Rescue/Public Safety Coordinator

Department of Public Works



To the Town Manager, Gray Town Council and the Citizens of Gray:

It is with great pleasure that I submit to you the annual report of the Department of Public Works:

The summer of 2003 proved to be another busy summer for the Department. The following roads were overlaid with 1-1/2 inches of hot top; North Raymond Road, Egypt Road and Long Hill Road. A total of 6,000 tons of hot top was added to the 5.81 miles of roads. After the installation of shoulders for the above-mentioned roads, the Department spent the remainder of the season doing routine maintenance.

The winter of 2003/2004 was mild but another challenging season. Over the course of the winter we used 1,444 tons of salt, 5,653 yards of sand and 2,080 gallons of calcium. Our first storm was Dec.06, 2003 and our last storm was April 05, 2004. We had a total of 69 inches of snow. We had a total of 17 storms with the majority coming on nights and the weekends. The early December wet/ heavy snowfalls caused a lot of damage to our highways and equipment but we managed to survive another light but tough Maine winter.

In the spring and early summer of 2004 we saw the start of two long awaited projects, the Sand/Salt Shed and Solid Waste Bunkers. Work is well under way and is expected to finish by late summer. We are also taking a look at the second phase which includes a new Public Work's Garage, which we are eagerly awaiting as we are now cramped for space.

We also continue to strive to improve the infrastructure of the town including bridges and gravel roads.

As of July 01,2003 the Public Works Department Crew consists of Charles Kimball, Robert Randall, Arthur St. Cyr, Michael Toderico, Phillip Andrukaitis, Michael Gervais [Full-Time]. Allen Tripp [Regular Part-Time]. Perley Witham, Floyd Wing and Michael Ryan [Part-Time Winter Maintenance]. All these employees are very important to the town and Public Works would cease to exist without them. I am proud to be their Department Head and very grateful for their dedication to the Town of Gray.

Many thanks to Ed Milose, our maintenance head, who continues to bails us out of many situations. Also many thanks to Denise Tate who left us to raise her family, and Meredith Davis who retired. You both are greatly missed by all and we wish both of you all the good fortunes in the world. We also want to wish Debbie Parks good luck has she left to pursue her career.

Once again, I want to thank Chief Barton and the Department of the Public Safety for the many assists during the past year. I would also like to thank the Maine State Police and Cumberland County Sheriff's Department for their many assists. I would also like to thank our Public Safety Dispatchers; they are a valuable asset to the many Town departments.

Also, a big thank-you to all of the citizens of Gray who volunteer their time to serve our departments and committees, and to all of the citizens who show courtesy toward us as we strive to improve the safety of our Town ways. And last, but not least, to Mitch, Donna, Denise, Meredith, Ronna, Dianna, Helen, Debbie, Dick, and Mark whose constant support makes my job much easier.

Respectfully submitted,

Steve LaVallee

Public Works Director

Solid Waste / Recycling Department



Greetings;

It is with pleasure that I submit to you this report of the Solid Waste and Recycling Facility for the fiscal year 2004.

My mission is to provide the residents of Gray with cost effective and environmentally responsible disposal of the solid waste generated within the community. It is to this end that my crew and I approach each day. I would like to thank the men with whom I work, the people who donate their time, and the residents as a whole for helping make this goal attainable. For calendar year 2003, the Town of Gray had a recycling rate of 56.47%, an unquestionably impressive number! Congratulations!

Another notable achievement, though this time attributable to a small number of dedicated individuals, is the "*Trash Talk*" series appearing bi-weekly in the local newspapers. Written by members of the Town's Solid Waste and Recycling Committee, these articles encompass everything from recycling tires to the proper disposal of pesticides. I heartily encourage you to give them a read; you might just learn something. And, should you have an interest in such things, there is room for additional members on the Committee, which meets on the second Wednesday of the month at 5:30 in Stimson Hall.

During the calendar year of 2003, a total of 5145 tons of material were handled at the Gray Transfer Station: 2,586 tons of household trash, 500 tons of paper products, 749 tons of scrap metal, 160 tons of asphalt roofing, 107 tons of recyclable gypsum board, 74 tons of concrete/brick, 531 tons of wood waste, 248 tons of furniture/mattresses, 61 tons of glass, 17 tons of plastic bottles, 33 tons of tires, and 79 tons of leaves and grass. This averages to almost 20 tons per day that come through the facility!

The disposal of household trash, (the material that is thrown into the hopper), absorbs the majority of the solid waste budget. As of July 1, 2004, the cost for disposal of this material is $158 per ton, not including trucking or trailer rental. It is for this reason that we ask all users of the facility to think about what gets thrown in. While a cardboard box or two may not seem like much, the cumulative effect is significant. Pieces of wood and metal can be handled in a much more cost-effective manner, and paper products can be sold. If the 3200 households in Gray reduced their waste by only one pound per week, the savings in one year would be nearly **$14,000!**

On behalf of the crew and myself, thank you all for doing your part in keeping costs down, and for allowing us to serve you.

Respectfully Submitted,

Randy J. Cookson, Solid Waste Director

Buildings and Grounds Department



The Town of Gray Building and Grounds Department has grown tremendously during 2003-2004. We employ two part-time employees who fill a 40-hour per week position, one full-time employee and a seasonal 40 hour, 10 week position. Our department grows with the town needs by adding to the department responsibilities. We added a new GMC truck to our department which was very much needed.

The Building and Grounds Department maintains 11 buildings and the surrounding grounds. Our responsibility consists of landscaping and general maintenance at Wilkies Beach, five "Welcome to Gray" signs, the monument area, Newbegin fields, Douglass Beach field in "Little League" off season, Pennell grounds, the basketball court area, and summer set up for the Recreation Department. During the colder month's we are busy with snow removal, salting and sanding. There are always other miscellaneous projects to attend to during the year.

Gray is a growing community and more tasks are being handled by the Building and Grounds Department. We do our best to keep up with the needs of our growing town and we are always willing to accept help from any volunteers that are will to lend a helping hand with projects around town.

Respectfully submitted,

Edward A. Milose

Maintenance Director

Building and Grounds Department

CEDC Annual Report – 2003/2004

To the Citizens of Gray:

The Community and Economic Development Committee meets monthly to discuss opportunities to improve the economic vitality and community atmosphere of Gray. Our meetings are held the third Wednesday of the month beginning at 7:00 PM at Stimson Hall. We cordially invite the public to attend a meeting and participate in these activities.

The activities of the committee are summarized below:

Initiatives completed in 2003/2004:

A. Business Inquiry: a set of standard communication procedures was developed so that business inquiries to the Town are handled in a consistent and expedient manner.

Current Initiatives:

A. Hotel-Conference Center: We continue to promote the concept of a hotel-conference center near Exit 63. Some interest among potential developers has been generated and discussions are ongoing.

B. Downtown Revitalization: A Community Development Block grant application has been submitted which, if successful, would fund a study of potential resolutions to traffic blight and the negative impact it has on business development in the downtown area.

C. Incubator Concept: Discussions were held with the Center for Environmental Enterprise in South Portland to learn more about their successful business incubator, learn more about the various forms of incubation, and explore how this concept might be used to foster economic development in Gray.

Future Initiatives:

A. Gateway Beautification: The Committee is evaluating techniques the Town and the business community could undertake to improve the appearance of the Town to people driving through the area.

B. Economic Development Corporation Evolution: A report was submitted to the Town Council recommending conversion of the CEDC to a non-profit corporation and hiring a Director to lead economic development activities. Due to budgetary constraints and other limitations, the CEDC recommended that the implementation be delayed by at least one year to further develop business infrastructure in the Town to a point where such a development entity could be successful. Such infrastructure would include available commercial land for development, more streamlined decision processes.

I would like to thank the members of the CEDC for their dedication to economic development in Gray. We also thank the Town Manager, Planner, and Council for their ongoing support in the implementation of our initiatives.

Respectively submitted,

Michael Alt– Chair CEDC

Ordinance Review Committee Annual Report

Prepared by current Committee Chair Sam Pfeifle

In 2003, the Ordinance Review Committee completed the Street Construction Ordinance, which was passed by Town Council early in 2004. This took us nearly two years, and involved much public input, research, negotiation, and hard work by the members of the ORC. We were proud of the document we produced and happy to see that it was passed by Town Council with only a small amount of alteration when it came to standards for public streets. We hope this is a document that can help Gray grow intelligently.

Then we tackled a new Gravel Pit Ordinance, yet to be passed in amended form by Council, which would streamline the process for monitoring gravel-pit operators and get the town in line with state DEP regulations. The gravel-pit owners were organized in large part by former ORC member Dave Knudsen and were very helpful in creating the document that ORC eventually submitted to Council.

Also during this time the committee worked on revising the Backlots Ordinance with the idea of allowing property owners to better utilize their land without opening the town up to unfettered development. Consideration was given to the actual shape of the backlot — as opposed to its size — becoming less important in determining whether a backlot was developable. The Town Council determined that there were fairness issues ORC were not considering, and so a largely different backlots ordinance is being considered by Council.

Lately, we've been tackling Sidewalks and considering the Village Aquifer Protection zone in light of new information given to the town by a local engineering firm. Tests indicate that the water we're trying to protect is in a different place than first thought, opening possibilities for reconsideration of portions of the "downtown" area.

As for sidewalks, we are struggling to come up with criteria for where they should be required, who should pay for their upkeep, and whether there should be differences in sidewalk requirements from zone to zone and between public and private streets.

Membership changes occurred as well. Dave Knudsen resigned his post and was replaced by Bill Holmquist. Bill Getz resigned as Chair of the committee and Sam Pfeifle was appointed Chair. Jack Goosetrey, former Town Council member to the ORC, became an official member of ORC and newly minted Town Councilor Gary Foster became the committee's liason.

Report of Gray Community Television

Report to the People of Gray

Gray Community Television is proud to report that it has been able to continue providing to the People of Gray a varying program schedule. The center piece of that schedule is our ability to broadcast over the Time Warner Cable System meetings of the Town Council and MSAD 15 Board of Directors' meetings. This has allowed approximately 2000 cable subscribers the ability to be informed as to what is happening in their town and school district. Other programming of importance to the People of Gray has included political debates and position programs. Because of the dedicated help of volunteers we have been able to broadcast local church services, community talent show, and drama presentations from the high school.

GCTV – 2 has also been able to broadcast national news programs including: Air Force News, Navy-Marine Corps News and Army Newswatch. We are also able to provide some programming for our younger viewers by broadcasting WMSJ Music Videos every Friday and Saturday nights. And, thanks to several student volunteers at the high school we were able to rebroadcast several high school basketball games. Our local origination broadcast programs have also included 'Musicians of Maine,' 'Mainely Issues.' And Cianbro's Ocean Machine.

The newest addition to the GCTV – 2 line up is a 24 hour broadcasting of local weather conditions on Channel 2. Thanks to Paul Proudian, Mark Olson, and the Gray Fire-Rescue Department, with the approval of the Maine Historic Preservation Committee, GCTV was able to erect a weather data collection mast on Stimson Hall. Viewers may now see the current temperature, high and low temperatures, wind speed, rain fall amount and humidity readings on Channel 2

During the fiscal year 2003-2004 the Cable Committee Volunteers: Brad Fogg, Bill Getz, Ryan Peary and Paul Proudian volunteered approximately 680 hours of time to your public access station. Special thanks to Tom Hamann for his efforts in producing, filming and editing materials that were programmed for broadcast on GCTV2

Fiscal year 2004-05 sees us increasing our local origination programming by ten hours per month. GCTV has entered into a vocation education agreement with the MSAD 15 which has resulted in MSAD 15 having some newer equipment available to them for instructional purposes in video technology, and in return GCTV will be the beneficiary of several hours of broadcast programming. GCTV still has a need for volunteers to produce and originate local programming.

Cordially,

Brad Fogg, Chair

Report of the Dry Mills School

"Sign up to be a member of this Committee" (October 2004)

We opened the building a few times on Saturday & Sundays during the summer. Interest was shown by several out of town people who wished to bring their group in for a tour of the school. These groups were welcomed by the members and we did put on a small program for them.

We are still searching for enthusiastic volunteers to enable the school to be open on a more regular basis. We only have 3 active members which is far from enough to run regular programs at the school to encourage visitors.

The Old Dry Mills Post Office is being constructed on the site next to the school. It is our hope that more interest will be shown from visitors and volunteers with two old buildings to tour.

Submitted by,

Nancy McMinn, Secretary

REPORT OF GRAY CEMETERY ASSOCIATION

JULY 1, 2003 --JUNE 30, 2004

CASH ON HAND JULY 1, 2003		$35,517.07
RECEIPTS:		
INTEREST, KEY BANK	$ 2,277.06	
SALE OF GRAVES	7,300.00	
TOWN OF GRAY, APPROP.	7,500.00	
TOWN OF GRAY, INTEREST	1,622.83	
NEMIC DIVIDEND	25.73	
		18,725.62
TOTAL		$ 54,242.69
DISBURSEMENTS:		
PAYROLL/TAXES	$ 15,122.16	
WORKMEN'S COMPENSATION	604.00	
CLARK ASSOCIATES	360.00	
SUPPLIES	500.50	
EQUIPMENT HIRE	4,361.00	
D.C. STILKEY	433.70	
KEY BANK, INVESTMENTS	1,140.00	
REFUNDS OF LOTS	500.00	
		23,036.36
		$ 31,206.33
TRUSTEES VOTED FOR EXPANSON		- 5,000.00
TOTAL AVAILABLE, JUNE 30, 2004		$ 26,206.33

TRUST FUNDS ON DEPOSIT

KEY BANK	$ 62,318.71
FLOWER FUND	$ 2,400.00
KEY BANK - SAVINGS ACCT.	$ 3,084.31

Gray Cemetery Association, cont'd

NEW LOTS SOLD
JULY 1, 2003 - JUNE 30, 2004:

PAUL/DONNA LINSCOTT, SR.
GORDON/BERTHA KIMBALL
WILSON FUNERAL HOME
CHRISTOPHER/REBECCA EMERY
ORVILLE/SHIRLEY SWETT
DONALD/SANDRA WHITNEY
MICHAEL/REBECCA AUBE
GARFIELD/JOAN OLMSTEAD
SCOTT ASH
RUTH HERLAND
RICHARD/ARLEINE RAND
LORRAINE FLINT

BURIALS JANUARY 1, 2003 -- DECEMBER 31, 2003

PEARL A. RICHARDSON
FERNARD NAPOLEAN LABERGE
FRED E. ROBINSON
HAZEN W. SPERRIN
LOUISA ELIZABETH BISHOP
BEVERLY I. PETERSON
ARNOLD C. STANSFIELD
EVERETT VERNON POLLARD
PAUL A. LINSCOTT
WARREN MACLEAN WHITNEY
NOELLA MARGUERITE MURRAY
DONALD F. LECLAIR
ELINOR MARY DOUGHTY
SANDRA WHITNEY
PHILIP POLLARD
ERWIN EUGENE BARTON
MARJORIE ESTELLA OTERI
BEVERLY JEANNE LAWRENCE
ROBERT VICTOR WAGNER
BLANCHE L. SPEARING
MARY BEVERLY GOODINE0
WILLIAM BERNARD SHELLEY
MARIA SICO
PETER A. DULAC, SR.
HENRY K. ADAMSON, JR.
MILDRED MAHEL FOSTER
HARRY CLAYTON LAWLER
KERRY WALTER WALSH
EMAGENE EUNICE WIESENER
FRANCES GRACE PIERSON
REBECCA R. AUBE
ANDY ASH

RESPECTFULLY SUBMITTED,

Barbara Pollard

BARBARA POLLARD
SECRETARY/TREASURER

Deaths July 1, 2003 – June 30, 2004

AUBE, REBECCA 10/06/2003
ASH, ANDREW J..... 11/29/2003
BERNARD JOAN E..... 11/13/2003
BERRY, MARVIN W..... 01/05/2004
BURNS, GERALD K..... 01/06/2004
BURDICK, RUTH G..... 02/29/2004
BERRY, SCOTT D..... 06/14/2004
BRAGDON, KENNETH R. 04/28/2004
BRYANT, JOHN L. 05/19/2004
BOLDUC, PIERCE C..... 06/20/2004
BAILEY, DONALD F..... 06/30/2004
CARR, ROBERT 07/11/2003
CARROLL,CYNTHIA..... 08/04/2003
CATOZZI, GARY..... 08/15/2003
CHENERY, PERSIS E..... 11/02/2003
COLE, WARREN S. 04/30/2004
DAWLEY, BESSIE M. 12/16/2003
DYER, IRENE J..... 01/14/2004
DAWLEY, EDWARD S. 03/18/2004
DUBE, DAVID P..... 03/31/2004
FOSTER, MILDRED. 07/24/2003
FOSTER, WALTER..... 10/04/2003
GRAY, RICHARD L.C. 04/13/2004
GRAVES, LAWRIS E..... 04/20/2004
GREEN, ROBERT A. 06/17/2004
HUTCHINSON, SARAH..... 09/02/2003
HUTCHINS, FLOYD N. 10/17/2003
JONES, ARLENE C. 12/404/2003
LAWLER, HARRY 08/04/2003
LUNT, MARY 10/03/2003
LIBBY JUDITH A..... 11/08/2003
LEWIS, ELLEN P..... 11/04/2003
LITTLE, MARIE I..... 02/02/2004
MURRAY, NOELLA..... 07/06/2003
MORANG, FRANK C..... 01/09/2004
MUNDY, PATRICIA G..... 04/20/2004
MINSTER, RICHARD F..... 04/30/2004
OTSTOT, LAURA 12/15/2003
POLLARD, PHILLIP 09/18/2003
PHINNEY, ERNEST O. 11/05/2003
PLOURD, GENEVIEVE M1. ..... 1/27/2003
PETERS, NORMAN M..... 01/20/2004
PROULX, DORIS J. 01/14/2004
RICH, JUDY..... 08/31/2003
STETSON, BERTRAND..... 07/30/2003
SABIN, ROGER W..... 01/22/2004
SARGENT, SHEILA Z..... 02/01/2004
SHONE, MICHAEL..... 04/21/2004
STARKEY, JUNE 04/16/2004
SCRIBNER, RICARD T..... 04/07/2004
SKILLING, AERT C. 05/24/2004
TAYLOR, BEVERLY M. 04/11/2004
WHITNEY, WARREN..... 07/18/2003
WALLACE, CHARLOTTE B. 01/09/2004
WASHBURN, GEORGE E. 03/18/2004

2004 Report of the Gray Historical Society

The Gray Historical Society is a nonprofit organization dedicated, "to collect, preserve, and to share the history of the Town of Gray and State of Maine." It was founded on June 6, 1962 by the Gray Grange as a committee project, and was incorporated in 1973. We would like others to join us and become aware of the history around them. The meetings are held each month on the second Wednesday at 7 p.m. at 22 Main Street in Pennell Institute and the meetings are publicized in the local newspapers.

During the past year, July 1, 2003 to June 30, 2004 over 250 visitors and researchers from our area and countrywide have visited our Museum, located on the second floor of Pennell Institute, and have used the extensive resources in the Research Room which is growing constantly. We have answered over 100 E-mail and telephone call requests, accessioned and cataloged over 184 gifts to add to our collections. This represents individual and groups of gifts tripling the number of individual items. Gifts range from apparel to tools, postcards and photos to documents of all types, which bring Gray's fascinating past to life.

Sharing our treasures with the public includes making them available during our open hours and by appointment. Regular visiting hours May through October are Tuesdays from 10 a.m. to 3 p.m. and Thursday evenings from 6 to 8:30 for viewing the many artifacts and memorabilia along with the use of the Research Room to do research on genealogy, history of Gray, or to find answers to any questions about Gray. However, Tuesday the Research Room is open year-round.

Additional days open were: in July, "Open House on Pennell Alumni Reunion Day and Maine Heritage Day on a glorious Saturday, September 10, 2003. It was a successful day with outdoor demonstrations of quilting and basket weaving, and an old-fashioned bake sale. Our museum displayed a variety of "Crafts of the Past." Opening in June 2003, "Hats off to Gray," was the exhibit theme for 225th Anniversary of Gray, which continued on display through October.

The new exhibit for 2004, "Days of their Lives," opened in June, featuring wedding apparel from 1830's to 1950's; graduation dresses which were part of the school days; and displays representing work days, etc. In June preparations were made for a second exhibit to open in July. "East Side, West Side all Around Our Town," features a diorama of 20 buildings representing Main Street in 1880, and will be available for viewing throughout the year. A very special thanks goes to Herbert Snyder for the many years of study and work in preparing this display for all to view. His excellent craftsmanship is a real service for the town. His time and work involved are deeply appreciated.

Again, we participated in the ninth annual lighting of Gray's town tree for the holidays, a tradition started by Gray Historical Society, which quickly grew to include the Gray Fire Department and Auxiliary, and then the Gray Parks and Recreation Department plus the number one guest, Santa Claus! Many thanks to all who took part with the opening of the Holidays.

Our ongoing displays at the Gray Public Library features objects and photos from our collections, illustrating stories about Gray's past. The two Old Homes displays led off this year's project for the society to encourage home owners whose house is over 50 years old to take part in our survey. Linked to this survey was a well attended February slide program by Peter Cook, expert on historic architecture. Slides included some Gray buildings when he expressed how fortunate our town is to have two very special architectural treasures: Stimson Hall and Pennell Institute. Another very informational program of slides on Gray's old homes was given by Christi Mitchell of Maine Historic Preservation Commission. Both programs were much appreciated.

Other ways with working with the community include interacting with the schools. Mr. Jensen's Middle School Computers Club worked throughout the year to scan the society's collections of photographs and slides, then stored the information on CD's and DVD's for the society to share with researchers and the public. We appreciated this service. We also hosted several Scout groups at the museum and led a tour of the cemetery. In January, the society was glad to respond to a request from the Optimist Club of Dry Mills, for a program on our collections work. We encourage groups and/or individuals of all ages to call for special programs and for tours. .

During the winter, our research room also provided copies of important material to State Historian Tom Desjardin for his work on the Mayall Mills Historic Site, for the state and for the Libra Foundation. This led to a program by Mr. Desjardin presented by Pineland there in July, in which we took part.

Gray Historical Society continues to attend many informative meetings throughout the year pertaining to the organization and the protection of materials and artifacts. We are members of S.O.L.V.E, a non-profit historical management organization in Southern Maine.

Our dedicated members continue to "fine tune" the society's paper collections, further inventorying each of the 200 or more boxes, 3 file cabinets, the oversize and rolled collections. Preservation is part of the procedure, as it is for all of our collections. Please remember us when you are sorting and cleaning!

Remember the Gray Historical Society when looking for a special gift to give. Here is a few of what we have available; postcards, bronze medallion necklaces with the town seal on it, historical maps (great for framing), trivets, Town of Gray Afghan, an ample supply of several books, and more. To purchase any of these items call us or come to the museum.

The Historical Society thanks all who continue to support our programs and volunteers who work with us. Feel free to call the museum at 657_2235, or call 657-4297 or 657-3507, for a special appointment or to see the museum and /or research room.

2004-2005 officers: President, Louise Knapp (cnlknapp@securespeed.net); Vice President, Mae Beck; Secretary, Barbara Clark; Treasurer, Peggy Brown; Curator, Jean Szendrei; Historian, Judy Huff; Membership Secretary, Lucille Stampon.

Respectfully submitted,

Louise Knapp

President

Letter from Senator Karl Turner

October, 2004

To the citizens of Gray,

The 121st Maine Legislature is now complete.

Regardless of the outcome of the citizen initiative to cap property taxes, tax reform and property taxes will be at the forefront of the workload facing the new legislature in January 2004.

In my judgment, the best way to rebalance our tax burden is to embrace the following two key elements. First we must provide for a two tiered property tax system that limits growth of the property tax on residents while providing a higher tax load on non resident property. Second, we must limit the growth in spending on all three levels of government. Both of elements require Maine Constitution changes to ensure lasting change.

The specter of an unbalanced budget for Fiscal Years 06 and 07 looms ahead of us. Maine's predicament continues to be caused by an escalation of spending built into programs already in approved. At the state level, the challenge to balance has been made more complicated by passage of Proposition 1 last June. It requires the State to add $250 to general purpose aid to education. A strategy to balance the budget without raising taxes will be essential to our long term economic health.

Maine also continues to deal with Dirigo Health. The promise of expanded coverage while controlling costs, maintaining quality and improving access is proving to be very difficult. As you know, I supported this effort legislatively and worked for its passage. This is complex legislation that is testing new paths in healthcare insurance. The many pitfalls confronting its implementation are proving to be daunting. Implementation was promised to begin in July 2004 and to cover 31,000 people now is scheduled for Jan 2005 and will likely cover only 4,000 people. I would forecast limited Dirigo Health success with key provisions being curtailed.

If you have questions on these or any other measure, I can be reached at 829-6427 (days) and 829-9231 (evenings) and anytime via email at kwturner@yahoo.com.

It is a pleasure and privilege to represent you in the Maine Senate. Thank you.

Karl Turner

Letter from Representative Susan Austin

September 2004

Dear Friends and Neighbors,

It has been an honor and a privilege to represent the people of Gray. The Second Session and Second Special Session has been equally challenging to the First. This was due in part to the pressure to pass some substantive tax reform alongside the everyday responsibilities of working 40 bills in my committee of Business Research and Economic Development. This session was slated as the short session yet it seemed anything but. The work, the agenda, the debate and tension to produce meaningful legislation translated to the long haul…and one which left me feeling we had fallen short of a commitment we needed to meet to You!.

Just since the session's end, through the referendum process and vote in June, there is more impact on the state and local government scene. It is extremely challenging to look ahead and predict what our future holds, but I am sure of many more difficult decisions around balancing the budget, funding education and the call for meaningful tax reform work.

I thank you for allowing me the privilege of serving you as your State Representative in the 121st Legislature. With the start of the 122nd Legislature the Town of Gray will be represented by two individuals. As this is my life long HOME, with your support, I will do everything in my power to represent Gray in a holistic fashion. I will work closely with Gray's Leadership in a team effort for the best results we came ensure for our Town.

Sincerely,

Susan Wilkinson Austin
State Representative
District #41

2003 PP Taxes

#1 COLLISION CENTER	353.03
APPLIED SCALES INC	58.27
BEST AMUSEMENT	56.76
BLUEBERRY LAND MANAGEMENT	928.80
BODY DESIGNS	78.26
BROADPARK STABLES INC	18.49
CHAPMAN ELECTRICAL CONTRACTOR	86.00
DAVES MACHINIST SUPPLY	86.00
DAVIS CHIROPRACTIC	120.18
DRY MILLS STORE	234.78
DYNAMIC NORTH CONSTRUCTION	172.00
ELECTRONICS UNLIMITED	101.27
FIVE STAR REALTY	36.66
HENDRY ENGINEERING	38.16
HIGGINS AUTO REPAIR	217.80
INTERSTATE COFFEE ROASTERS	18.71
NITZ LANDSCAPE & DESIGN	371.52

NORTH COVE DESIGN	234.14
P J'S REMODELING & RESTORATION	172.00
PINE TREE STAMPS	9.68
POPULAR LEASING USA	60.63
QUICK SPACE	129.00
ROBERT F EATON	12.04
SAFETY KLEEN CORP	8.65
SMASHING WHITE DRY CLEANING	1085.75
STATEWIDE JUDGEMENT ENFORCEMENT	86.00
STUDIO FOR LIVING ARTS INC	40.18
THE MAINE SCREED	2691.80
THIBODEAUS ICE CREAM DIST CO	33.11
TIM'S CARPENTRY	86.00
VFS RESIDUAL HOLDING LLC	573.84
WHITNEY DORIS	27.71
TOTAL	8227.22

2002 PP Taxes

BOREALIS INC	26.96
CHAPMAN ELECTRIC CONTRACTOR	41.00
DOLPHIN CAPITAL CORP	91.49
DRY MILLS STORE	977.40
GENERAL ELECTRIC CAP. CORP	44.01
GRAY ELECTRONICS	135.30
IBM GLOBAL	8.20
INFORMATION LEASING CORP	1547.48
NORTH COVE DESIGN	118.92

POPULAR LEASING USA	2.02
PORTLAND BROADCASTING INC	3636.39
SMASHING WHITE DRY CLEANING	162.36
TODD & ANNA SANDERS	304.22
VANCE'S DRIVING SCHOOL	5.70
VFS HOLDING INC	519.65
TOTAL	7621.10

2001 PP TAXES AS OF JUNE 30 2004	
GE CAPITAL COMPUTER LEASING	339.19
HIGHLANDER GROUP	4.79
LEASING SOLUTIONS INC	85.41
SANWA LEASING CORP	231.61
TOTAL	661.00

2000 PP TAXES AS OF JUNE 30, 2004	
AT&T CAPITAL LEASING CORP	113.99
AT &T CREDIT CORP	9.32
HIGHLANDER GROUP	4.80
SANWA LEASING CORP	231.86
TRACKS	2.31
TOTAL	362.28

2004 PP Taxes as of June 30 2004

#1 COLLISION CENTER	259.98
ADVALDREM SERVICES CO	23.52
AL MARTINS LOCKSMITH	18.06
APPLIED SCALES INC	47.18
BAILEY DISTRIBUTING	14.28
BEST AMUSEMENT	39.90
BLUEBERRY LAND MANAGEMENT	756.00
CCI/TRAID	70.00
CHAPMAN ELECTRICAL CONTRACTOR	35.00
CINDI'S PLACE	8.96
CRYSTAL CLEAN CAR WASH	346.43
DAVIS CHIROPRACTIC	173.04
DOGGETT A L INC	516.60
DRY MILLS STORE	187.04
DYNAMTIC NORTH CONSTRUCTION	140.00
ELECTRONICS UNLIMITED	76.72
FIVE STAR REALTY	59.22
FONDA E LORENZ	31.50
GOBEIL'S FURNITURE GALLERIES	2.67
GRAY DOVE PRINTING	203.00
GRAY MANOR	5.08
GRAY MEADOWS TRUCKING	21.84
GRAY ROAD GROUP	14.00
GREG'S AUTO BODY SALES INC	345.77
GRIFFIN GREENHOUSE SUPPLY	338.10
HADLOCK'S HARDSCRAPNG	757.54
HIGGINS AUTO REPAIR	172.06
HOLMES JOHNNY EXCAVATION	280.00
HOWELLS GUN SHOP	125.86
INLAND AUTO BODY SHOP	95.34
INTERSTATE COFFEE ROASTERS	14.56
KELLEY SEAN & JILL	18.41
LAMINATED WOOD DESIGN	70.00
LINDAN PINES PRE-SCHOOL	8.75
MAINE INDUSTIAL SUPPLY CORP	193.34
MANLEY ASSOCIATES INC	89.46
MAXWELL JAMES F TRUCKING	2569.07
MCKENNS BILL	19.32
NEW BOSTON FARM	13.51
NITZ LANDSCAPE & DESIGN	298.06
P J'S REMODELING & RESTORATION	140.00
PALTIMER JOHN	31.08
PINE TREE STAMPS	7.84
PREVOST ROBERT	465.78
S W COLE ENGINEERING	542.36
SAFETY KLEEN CORPORATION	20.16
SBA TOWERS INC	336.00
SHAKER ROAD DAYCARE	48.16
SIGNATURES AND STAMPS	5.11
SMASHING WHITE DRY CLEANING	428.96
SPIROMETRICS	477.54
ST MARY'S COUNSELLING CENTER	41.72
STORY SIGNS & DESIGN	8.40
STUDIO FOR LIVINGS ARTS INC	45.36
TARLINGS FLOOR COVERINGS	59.50
TEE-EM UP	94.64
THE BARN ON 26	12.88
THE MAINE SCREED	2,191.00
THE MONUMENT NEWSPAPER	6.51
THE UPHOLSTERY SHOP	13.81
THIBODEAUS ICE CREAM	23.52
TIBBETT'S REFINISHING	76.58
TIM'S CARPENTRY	70.00
TRIAD SYSTEMS CORP	53.90
TRUE VALUE HARDWARE	152.88
VERIFONE LEASING LLC	3.92
WEB ELECTRIC	70.00
WHITNEY DORIS D/B/A	159.74
WILSONDALE COUNTRY CARE	77.35
YARMOUTH LUMBER CO	1079.33
TOTAL	15,203.20

2003 Tax Liens

AMERGIAN STEPHEN R	1210.45
BELLEVANCE ZACHARY T	1502.85
BLANCHARD ROBERT S	251.57
BRAINERD, JAMES C	1354.50
CHANDLER, WILLIAM A &	79.55
CHANDLER, WILLIAM A &	1168.41
COFFIN, CANDY	479.45
COFFIN, DOROTHY E	34.40
DECESERE, FRANK P	1277.10
DRY MILL STORE	1307.09
FEEHAN, ROBIN W	2410.15
FOGARTY, KEVIN	462.25
FOSTER, SHARON E	764.81
FOSTER, WALTER &	364.42
FROTTON, GEORGE E JR	2698.25
GEORGE, ANTHONY A	1952.20
GLANTZ, ANDREW G &	451.50
GLANTZ, JAMES ALFRED	851.40
HESELTINE, JEFFREY D	261.22
HILL TOP CLUB #2	21.50
HOLMES, CHARLENE	899.77
HOLMES, JOHNNY	650.37
JONES, ROGER L &	1094.35

LADOUCEUR, LINDA SUE	1259.90
LOBOZZO, ALLAN	519.22
LOVEITT, BURLEIGH H	276.25
MAINS, WILLIAM J	1066.86
MANZER, MICHAEL J	778.30
NORTHEAST CELLULAR	2474.65
PERKINS, BRADLEY I	314.97
PULCIFUR BERNADINE	318.20
PUSHARD, RICHARD D	338.62
PUSHARD, RICHARD D	75.91
REDWAY, DIAN P	406.45
SANBORN, TERRY	769.70
SANDERS, TODD V SR	268.79
SICO, JOHN R &	943.85
ST PIERRE, MANDY	204.25
WETMORE, STEVEN J	159.35
WHITE, JUDY	307.84
WHITNEY, DAVID P	50.39
WHITNEY, DONALD W	753.57
WHITNEY, PETER I &	1655.50
WING, COLLEEN A	1025.40
TOTAL	35515.53

2002 TAX LIENS AS OF JUN E 30 2004	
BERRY DAWN	190.65
BRANDT MAX	241.90
COFFIN CANDY	457.15
COLLINS CLARENCE E	1,131.60
FOSTER WALTER	137.82
FROTTON GEORGE E JR &	2365.88
HANSON ALBERT E	957.35
PULCIFUR BERNADINE	303.40
TOTAL	5785.75
2001 TAX LIENS AS OF JUNE 30,2004	
BALFOUR ROBERT I. II &	383.55
BERRY DAWN	171.49
BRANDT MAX	217.59
COFFIN CANDY	411.21
COLLINS CLARENCE E	1017.89
CURRY ELIZABETH	1.84

GERARDO JOHN EDWARD	405.68
HANSON ALBERT E	861.15
PULCIFUR BERNADINE	272.91
TOTAL	3743.31
2000 TAX LIENS AS OF JUNE 30, 2004	
BAKER LEE P	217.83
BALFOUR ROBERT I II &	383.97
COLLINS CLARENCE E	509.49
GERADO JOHN EDWARD	406.12
HANSON ALBERT E	862.08
TOTAL	2379.49
1999 TAX LIENS AS OF JUNE 30, 2004	
BALFOUR ROBERT I II &	365.04
CUMMINGS DANIEL B	503.22
GERARDO JOHN EDWARD	386.1
TOTAL	1254.36

2004 Taxes

A.H.GROVER	385.00
A.H.GROVER	385.00
ALDRICH KIM PERSONAL REP	1773.22
ALBIN DAREL L	1027.55
ALEXANDER MARK R	5055.26
AMERGIAN STEPHEN R	1446.48
AMERICAN HOLDINGS INC	3716.17
AMES LEVENA	1692.81
ANDERSON WILLIAM H IV	1909.46
ANDRUKAITIS PHILIP C	1306.90
ANGHEL, MARIAN	245.21
ANGHEL, MARIAN	266.42
ARNO MARY	1389.43
ASHLEY, ALICE F	794.68
ASTOR JOHN	892.22
ATHERTON CHARLES H &	225.82
BABBIDGE RONALD A	410.20
BAGLEY, BONNIE J &	2324.07
BAGLEY, ROY W &	17.69
BAKER SHERYL	1926.52
BANKS DONNA L	1285.20
BARTER DAVID L &	902.09
BATES DOROTHY B & GERALD JR	1129.66
BATRON JOHN A &	1955.38
BEAL, JESSIE A	1662.57
BECK ELIZABETH	505.30
BELLAVANCE ZACHARY T	1542.94
BELLEFLEUR CHERYL L	1538.12
BERRY PAUL C &	1081.85
BIBBER, REBECCA S	2472.96
BISHOP RAYE D	120.12
BLANCHARD, ELEANOR C	1083.88
BLANCHARD ROBERT S	267.68
BLANCHARD ROBERT S	506.80
BOGUE ROGER &	572.88
BOYLE WILLIAM M	220.50
BOYLE WILLIAM M	77.77
BRAASCH BENJAMIN B &	284.41
BRAGDON, DANIEL	94.73
BRAINERD, JAMES C	1787.38
BRANN APRIL	98.00
BRIDGES DEBORAH	256.41
BRIGGS REALTY INC	1706.60
BROWN GARY A	3461.22
BROWN, TIMOTHY	1543.22
BRUNS, CHARLES L SR	536.20
BRUNS, CHARLES SR	595.70
BURKE JOSEPH M	1082.90
BURNS DAVID A JR	585.90
BURNS SHAWN MICHAEL	448.00
BUSQUE PETER	95.90
BUSQUE PETER J	308.00
CAMPBELL LORNA	344.75
CARDONA MICHAEL	821.03
CARIGAN ROY F	1356.74
CARRIER CHRISTINE	1116.99
CASWELL, CATHERINE A	658.00
CASWELL CLAUDE	259.00
CHADBOURNE, THEODORE	4211.34
CHANDLER GRANT L &	1071.07
CHANDLER, WILLIAM A &	151.20
CHANDLER, WILLIAM A &	2025.52
CHASE FRANK w	539.56
CHASE GRACE M TRUSTEE	3489.22
CHASE GRACE M TRUSTEE	2743.16
CHASE LYMAN M & GRACE	931.00
CHURCH, CRISTIANO CENCI	2093.00
CLEMENT RUSSELL J	1216.18
COFFIN, CANDY	590.52
COFFIN, DOROTHY E	154.00
COLLEY HILL ASSOCIATES	420.00
CONNORS FRED	50.47
COOK MICHAEL M	1868.93
COPP, ELVIN H	35.00
COPP, ELVIN H	7555.10
COPP, HOWELL R	5933.34
CRONIN VICKI	357.42
CROSBY, LORRAINE P	569.10
CUMMINGS CHERYL A	133.00
CUMMINGS, JOHN A	183.00
CUNAN, TRACEY A	158.76
CUSHMAN JOHN J	728.00
DADIEGO JOSEPH M &	1286.04
DAWLEY, ROGER S	1604.89
DAY, STEPHEN P	1222.83
DEAN, DENNIS A & LORI A	861.42
DECESERE, FRANK P	937.72
DESCHENES JEFFREY M	364.26
DINGWELL, SCOTT A	631.49
DOIRON MAURICE R	1140.51
DOUGHTY JAMES M	626.92
DRY MILL STORE	1573.32
DUNFORD NATHAN HILL	974.75
DUPLISEA CARL HEIRS OF	129.50

2004 Taxes

DUPLISEA, RICHARD A	2553.07
DURGIN, DIANNA	1056.44
DYKE, JODY E	900.20
EMERY SCOTT H	500.78
98145.451	1476.65
FALCIONE, JANIS F &	1941.94
FARMER HARRY A	1479.24
FAUNCE RONALD G	1583.26
FECTEAU, EMILE J &	68.25
FECTEAU, LUCILLE E &	1309.36
FEEHAN, ROBIN W	2955.40
FERRANTE MATTHEW	7.82
FILES, JOANNE M	1624.21
FILES, WILLIAM E	3.02
FILES, WILLIAM E	15.37
FILLINGER FRED JR &	1794.03
FILLINGER FRED JR &	169.82
FINOCCHIETTI DAVID E SR	1465.66
FIRTH CLIFFORD S &	98.00
FITZPATRICK, GINA M	1007.30
FOGG BRADLEY J	316.40
FOGG, RAYMOND E JR	856.03
FORSLEY,FRED & RICHARD	1279.74
FORSLEY, FRED &	20.88
FOSTER, SHARON E	2489.34
FOSTER, WALTER &	728.85
FOURNIER, DOROTHEA L	2084.18
FREEMAN GEORGE JR	1708.84
FROTTON, GEORGE E JR	3568.04
FULLER RICHARD J	1739.08
G & B PROPERTIES LLC	1787.10
GANN DENNEY R	1035.30
GEORGE, ANTHONY A	3392.76
GILLILAND DANIEL W SR	1896.02
GLANTZ, ANDREW G &	371.00
GLANTZ, JAMES ALFRED	837.76
GOOGINS STEVEN C &	2141.44
GORMAN, CHARLES C &	844.55
GOULD, SPENCER TROY	1782.62
GRADY, PAULA M TRUSTEE	1718.78
GRAY HOUSING ASSOCIATES	2046.38
GRAY HOUSING ASSOCIATES	2370.07
GRAY RICHARD L C	2958.90
HALE ROLAND W	683.90
HALL, DONALD G	481.19
HAMILTON, KARL &	1242.99
HANSCOM JAMES M	1005.48
HARDING EDWARD A	4.14
HARRIS MARILYN	1882.44
HART, ROBIN RAE	350.00
HART, ROBIN RAE	308.00
HARTFORD BRENDA L	259.00
HARTLEY, SHARON	104.44
HARTMAN, JOHN F	161.00
HARVEY, TODD G	240.38
HAYES, NELSON BEDFORD JR	979.37
HAYWARD, JUSTIN L	14.00
HBH FURNITURE INC	116.23
HEATH, STEVEN E	1708.84
HEBERT THOMAS J	1017.94
HELVER, A MAUD	515.34
HENDRY, REBECKA	3339.00
HENEGHAN JOHN J TRUSTEE	318.50
HENEGHAN KEVIN S	645.33
HENRY MARY ANNE	2162.72
HOLMES, CHARLENE	1783.88
HOLMES, JOHN M	294.00
HOLMES, JOHNNY	923.72
HOLMQUIST CARL B	241.85
HUMPHREY, JAMES B	663.18
HURD DAVID H	770.98
IVERS ROY	79.10
IVES CAMERON M &	702.87
JENKINS, FREDERICK A	2351.58
JEWETT GRETA R	112.00
JOHNSON, HAROLD E JR	1679.23
JOHNSON STEPHEN F &	1279.74
JONES, ROGER L &	1049.02
JORDAN LEE ERLAN JR	147.98
KAHN, HARRIET S	1400.56
KATLER LEONARD B	328.39
KELLEY PATRICK & WILLIAM	1684.20
KENNEDY CHARLES B	349.65
KENNEDY, GREGORY A	2657.72
KENNEDY GREG	773.61
KINNEY, FRED T &	1718.92
KINNEY, FRED T &	2105.32
KINNEY FRED T &	2107.98
LADOUCEUR, LINDA SUE	993.58
LAKIN, MARY ANN	304.56
LANE SHARON	57.95
LARRIVEE, MARTHA	1890.70
LAUGHLIN GARY B	148.75
LAUGHLIN, MARY B	4087.30

2004 Taxes

LAUGHLIN WALTER J	269.71
LAVALLEE, PAUL L JR	1620.64
LEAVITT, EARL G	1164.92
LEE CHRISTINE M	3128.58
LESSARD, MICHAEL	945.28
LEVESQUE JOAN E	315.50
LIBERTY, DANIEL A SR	440.30
LIBERTY, LINDA M	294.00
LIBERTY, LINDA M	3704.47
LINDENBERG SANDRA J	1000.86
LITTLEFIELD CARL A	322.00
LOBOZZO, ALLAN	1890.70
LOCKARD, ROBERT	1319.92
LOCKE ARTHUR JR	43.22
LOVEITT, BURLEIGH H	420.00
LOVELY KEVIN J	980.42
LOWELL, DAVID L	1080.24
LYON JEFFREY	1109.78
MACEACHEN, IAN	207.48
MACEACHERN, ROBERT W	3051.58
MAINE CENTRAL RAILROAD CO.	238.00
MAINE TURNPIKE AUTHORITY	77.00
MAINE TURNPIKE AUTHORITY	77.00
MAINS JEFFREY E	267.95
MAINS, WILLIAM J	2178.82
MANCINI LEWIS D	1299.55
MANZER, JAMES C	256.69
MAROTTA JANET E	980.90
MARSHALL MICHAEL J	561.68
MARTIN WAYNE J	1094.94
MAY H LLOYD JR & DEBRA J	247.02
MAY MEADOW BUILDERS INC	1035.81
MAY MEADOW BUILDERS INC	270.83
MCATEE DOUGLAS	619.50
MCATEE DOUCLAS	620.90
MCATEE DOUCLAS	623.70
MCATEE DOUCLAS	628.60
MCATEE DOUCLAS	632.38
MCATEE DOUCLAS	644.98
MCATEE DOUCLAS	809.90
MCATEE DOUCLAS	647.50
MCATEE DOUCLAS	665.56
MCATEE DOUCLAS	641.90
MCATEE DOUCLAS	642.46
MCATEE DOUCLAS	651.42
MCATEE DOUCLAS	52.01
MCCARTHY, THOMAS P	2115.26
MCCOACH DONALD S JR	942.76
MCCOACH DONALD S JR	313.74
MCDONALD FAMILY REALTY	16.57
MCDONALDS OF GRAY	3516.17
MCGRAW WALTER &	453.26
MCKEEN, HAZEL LIFE ESTATE	459.82
MEADE, JOHN J	569.47
MEADE, JOHN J	1962.20
MERCHANT ERNEST E	326.74
MERCHANT NORMAN E	824.53
MERRILL, BRIAN R	199.78
MERRILL, BRIAN R	196.14
MERRILL, BRIAN R	200.41
MERRILL, MADALYNE M	357.07
MERRILL, MADALYNE M	208.25
MESSER, PATRICIA J	914.90
MEYER DEVELOPMENT & ASSOC	493.92
MEYER DEVELOPMENT & ASSOC	486.50
MILLIKEN, VERNON F 111	2012.64
MOBERG MICHAEL J &	2741.20
MOORE SUSAN	2142.98
MORANG, FRANK C	1617.49
MORGAN RICHARD	71.82
MORRIS, RONALD W &	1057.49
MORSE DONALD L &	600.00
MORSE NORMAN E	2126.32
MOSHER DIANNA S	2275.14
NEWCOMB, ROBIN L	159.46
NORTHEAST CELLULAR	3316.18
O'BRIEN, MICHAEL J	294.42
OLMSTEAD RICKI V	63.91
OUELLETTE MARC R	738.64
PALMITER JARED J	214.06
PALMITER JOHN D	241.50
PALMITER JOHN D &	217.91
PALMITER JOHN D	1348.34
PERKINS, BRADLEY I	977.06
PERKINS, CHARLES E	52.57
PERKINS, SCOTT C	3.15
PERRY JOYCE E	185.78
PHELAN JEFFREY M	67.83
PHILBRICK, AMY K	831.04
PHILBRICK, AMY K	297.08
PHINNEY, ABRAHAM	1719.70
PHIPPS ORIN &	289.10
PHIPPS ORIN &	3600.31
PINKHAM CHARLENE A	55.72

2004 Taxes

PLUMMER, JAMES P	830.27
POTVIN, DIANE G	2001.44
POULIN, JOSEPH G	314.16
POWERS JANICE H	576.52
PUSHARD RICHARD D	1025.22
PUSHARD, RICHARD D	122.92
RANDALL LLEWELLYN	434.00
RANDALL LLEWELLYN	1997.44
RAYMOND SCOTT	239.40
REDWAY, DIAN P	4668.44
REID, RICHARD	863.52
RICHARDS, WILLIAM A	2934.40
RICHARDSON EDWARD T JR	1043.63
ROBERTS, STEVEN E	866.88
ROBINSON SYBIL J	483.00
ROSS DEBORAH	843.72
RUSHLOW, DENNIS &	1259.58
RUSSELL MARK R	581.00
RUSSELL, PATRICIA ANN	1638.28
RYAN CRAIG	410.59
RYDER PAULA A	978.88
SANBORN RICHARD A	246.96
SANBORN RICHARD A JR	254.52
SANDERS TODD V SR	807.80
SANDERSON ROY T	1121.19
SAWDUST INVESTMENTS LLC	159.00
SAWYER MARGARET C	287.00
SBA PROPERTIES INC	1432.62
SCOTT CANDACE L	769.86
SEELEY EARL R	1337.70
SEGARS RAYMOND	958.02
SENTEMTNTES CHRISTOPHER J	4.66
SETTIPANE WILLIAM P	980.00
SHAW HOWARD C	410.20
SICO, JOHN R &	1317.82
SIMPSON EDWARD W & THERESA	410.97
SIMPSON ELLEN MORSE	723.03
SMALL JAKE CLIFFORD	2335.48
SMALL WOODLAND OWNERS	44.17
SMITH DAVID R	2556.82
SMITH FRANK B	34.03
SMITH, GLORIA	1247.14
SOUCHEK, STEVEN H &	186.20
ST GREGORYS PARISH	1394.40
ST PIERRE, MANDY	112.00
STACKPOLE SCOTT E	1.15
STETSON CINDRA YOUNG	2137.66
STROUT THOMAS B	629.53
SUTHERLAND LAURA &	81.65
TALIENTO JOHN L ET AL	5.46
TARLING WALTER E JE	1908.76
TEE EM UP	2180.50
TENNEY MURRAY S JR	1760.36
THE RAT›S NEST LLC	1280.58
THERRIEN BRIAN L	499.10
THIBODEAU BERNARD J &	2225.65
THOMPSON FREFRIC C	1695.19
THOMPSON URSULA F	1552.23
TOBIN PAUL G	14.06
TRASK JULIE R	958.10
TROMBLEY BRIAN E	1463.70
TRUDEL MATTHEW W	620.20
TRUDEL SUZANNE M	315.70
TRUDEL SUZANNE M	336.00
TRUDEL SUZANNE M	315.00
TRUDEL SUZANNE M	705.95
TRUDEL WADE	240.80
TRUDEL, WADE B	478.80
TRUDEL, WADE B	246.05
TUCCI GARY &	430.08
TUCKER ELIZABETH A LIFE EST	439.88
VALENTE MICHAEL A III	238.00
VINCENT JOHN M	566.09
VORLICEK ANTHONY	1046.78
WASHBURN JANET	57.12
WATERMAN DENNIS P &	1228.54
WATERS CHRISTINA M &	807.10
WATERS MARGARET F	1416.10
WATSON, JOHN C &	1137.08
WENTZELL BUILDERS INC	1210.02
WETMORE, STEVEN J	967.82
WHITE, JUDY	373.24
WHITE, RALPH A	1337.14
WHITE STEVEN R	2.48
WHITNEY, DAVID P	2947.56
WHITNET DAVID P &	126.00
WHITNEY, PETER I &	2364.74
WILKIE'S CARPENTRY	397.67
WILKIE'S CARPENTRY	239.40
WILKIE'S CARPENTRY	362.04
WILLIAMS, JENNIFER	316.38
WING, COLLEEN A	1520.68
WITHNELL, LESLIE EDEN	322.00
WOOD, RICHARD &	1221.79
TOTAL	389956.58

Town of Gray, Maine
Annual Financial Report



Year ended June 30, 2004
Independent Auditor's Report

Town Council
Town of Gray

We have audited the accompanying financial statements of the government activities, each major fund, and the aggregate remaining fund information of the Town of Gray, Maine as of and for the year ended June 30, 2004, which collectively comprise the Town's basic financial statements as listed in the table of contents. These basic financial statements are the responsibility of the Town's management. Our responsibility is to express an opinion on the basic financial statements based on our audit.

We conducted our audit in accordance with auditing standards generally accepted in the United States of America and the standards applicable to financial audits contained in *Government Auditing Standards* issued by the Comptroller General of the United States. Those standards require that we plan and perform the audit to obtain reasonable assurance about whether the basic financial statements are free of material misstatement. An audit includes examining, on a test basis, evidence supporting the amounts and disclosures in the basic financial statements. An audit also includes assessing the accounting principles used and significant estimates made by management, as well as evaluating the overall basic financial statement presentation. We believe that our audit provides a reasonable basis for our opinion.

In our opinion, the basic financial statements referred to above present fairly, in all material respects, the financial position of the government activities, each major fund, and the aggregate remaining fund information of the Town of Gray, Maine as of June 30, 2004 and the changes in financial positions and respective budgetary comparison for the General Fund for the year then ended in conformity with accounting principles generally accepted in the United States of America.

As discussed in the notes to the basic financial statements, the Town adopted the provisions of Governmental Accounting Standards Board Statements No. 34, 36, 37, 38 and 39 as well as GASB Interpretation 6 as of and for the year ended June 30, 2004. This resulted in changes in the Town's method of accounting for certain transactions and a change in the format and content of the basic financial statements.

The Management's Discussion and Analysis, as listed in the table of contents, is not a required part of the basic financial statements but is supplementary information required by the Governmental Accounting Standards Board. We have applied certain limited procedures, which consisted principally of inquiries of management regarding the methods of measurement and presentation of the supplementary information. However, we did not audit the information and express no opinion on it. Town Council

The combining and individual fund schedules listed in the table of contents are presented for purposes of additional analysis and are not a required part of the basic financial statements. Such information has been subjected to the auditing procedures applied in the audit of the basic financial statements, and in our opinion, is fairly presented, in all material respects, in relation to the basic financial statements taken as a whole.

In accordance with *Government Auditing Standards*, we have also issued a report dated August 3, 2004, on our consideration of the Town of Gray Maine's internal control over financial reporting and our test of its compliance with certain provisions of laws, regulations, contracts, and grants. That report is an integral part of an audit performed in accordance with *Government Auditing Standards and should be read in conjunction with this report in considering the results of our audit.*

August 3, 2004
South Portland, Maine

Runyan Kersteen Ouellette

Statement 3

TOWN OF GRAY, MAINE
Balance Sheet
Governmental Funds
June 30, 2004

		General Fund	Other Governmental Funds	Totals
ASSETS				
Cash and cash equivalents	$	6,751,363	121,807	6,873,170
Receivables:				
Taxes		416,649	-	416,649
Liens		47,843	-	47,843
Other (net of allowance of $20,000)		33,182	-	33,182
Interfund loans		-	5,638	5,638
Total assets	**$**	**7,249,037**	**127,445**	**7,376,482**
LIABILITIES AND FUND BALANCES				
Liabilities:				
Accounts payable and amounts held in escrow		47,164	-	47,164
Accrued compensated absences		107,026	-	107,026
Deferred revenue		197,000	-	197,000
Taxes paid in advance		15,737	-	15,737
Interfund loans		5,638	-	5,638
Total liabilities		372,565	-	372,565
Fund balances:				
Reserved for capital improvements		1,538,844	-	1,538,844
Reserved for nonexpendable principal		-	65,290	65,290
Unreserved, reported in:				
General fund - designated		1,380,746	-	1,380,746
General fund - undesignated		3,956,882	-	3,956,882
Special revenue funds		-	5,638	5,638
Permanent funds		-	56,517	56,517
Total fund balances		6,876,472	127,445	7,003,917
Total liabilities and fund balances	**$**	**7,249,037**	**127,445**	
Amounts reported for governmental activities in the statement of net assets are different because:				
Capital assets used in governmental activities are not financial resources and, therefore, are not reported in the funds.				7,985,377
Other long-term assets are not available to pay for current period expenditures and, therefore, are deferred in the funds.				197,000
Long-term liabilities that are not due and payable in the current period and therefore are not reported in the funds:				
Accrued compensated absences				(64,682)
Bonds payable				(494,400)
Net assets of governmental activities				**$ 14,627,212**

See accompanying notes to financial statements.

Statement 4

TOWN OF GRAY, MAINE
Statement of Revenues, Expenditures, and Changes in Fund Balances
Governmental Funds
For the year ended June 30, 2004

		General Fund	Other Governmental Funds	Totals
Revenues:				
Taxes	$	9,976,103	-	9,976,103
Intergovernmental revenues		917,021	-	917,021
Charges for services		454,290	79,990	534,280
Interest		138,203	1,750	139,953
Other		318,333	-	318,333
Total revenues		11,803,950	81,740	11,885,690
Expenditures:				
Current:				
General government		557,349	-	557,349
Public safety		618,231	-	618,231
Public works		1,438,546	-	1,438,546
Recreation		85,563	85,292	170,855
County tax		363,572	-	363,572
Education		5,687,896	-	5,687,896
Health and welfare		32,075	-	32,075
Employee benefits		473,095	-	473,095
Other		389,309	1,623	390,932
Debt service		246,356	-	246,356
Capital outlay		826,792	-	826,792
Total expenditures		10,718,784	86,915	10,805,699
Net change in fund balance		1,085,166	(5,175)	1,079,991
Fund balances, beginning of year		5,791,306	132,620	5,923,926
Fund balances, end of year	**$**	**6,876,472**	**127,445**	**7,003,917**

See accompanying notes to financial statements.

Statement 6

TOWN OF GRAY, MAINE
Statement of Revenues, Expenditures and Changes in Fund Balance
Budget and Actual - Budgetary Basis - General Fund
For the year ended June 30, 2004

		Budget			Variance with final budget positive
		Original	Final	Actual	(negative)
Revenues:					
Taxes	$	9,708,471	9,708,471	9,976,103	267,632
Intergovernmental revenues		784,831	784,831	917,021	132,190
Charges for services		292,275	292,275	454,290	162,015
Interest		82,000	82,000	138,203	56,203
Other		57,590	57,590	318,333	260,743
Total revenues		10,925,167	10,925,167	11,803,950	878,783
Expenditures:					
General government		608,440	608,440	557,349	51,091
Public safety		659,677	659,677	618,231	41,446
Public works		1,515,006	1,515,006	1,438,546	76,460
Recreation		93,410	93,410	85,563	7,847
County tax		363,572	363,572	363,572	-
Education		5,687,896	5,687,896	5,687,896	-
Health & welfare		28,850	28,850	32,075	(3,225)
Employee benefits		520,395	520,395	473,095	47,300
Other		854,999	854,999	471,900	383,099
Debt service		246,942	246,942	246,356	586
Capital outlay		877,923	877,923	826,792	51,131
Total expenditures		11,457,110	11,457,110	10,801,375	655,735
Excess (deficiency) of revenues over (under) expenditures		(531,943)	(531,943)	1,002,575	1,534,518
Other financing sources (uses):					
Use of reserved fund balance		359,159	359,159	-	359,159
Use of designated fund balance		172,784	172,784	-	172,784
Reserve transfers		-	-	82,591	(82,591)
Total other financing sources		531,943	531,943	82,591	449,352
Excess of revenues and other sources over expenditures and other uses		-	-	1,085,166	1,085,166
Fund balance, beginning of year				5,791,306	
Fund balance, end of year	**$**			**6,876,472**	

See accompanying notes to financial statements.

Exhibit A-1

TOWN OF GRAY, MAINE
General Fund
Comparative Balance Sheets
June 30, 2004 and 2003

		2004	2003
ASSETS			
Cash and cash equivalents	$	6,751,363	4,730,413
Investments		-	1,031,534
Receivable:			
Taxes		416,649	384,227
Liens		47,843	58,718
Accounts		-	33,653
Rescue receivable (net of allowance of $20,000)		33,182	39,305
Total assets	**$**	**7,249,037**	**6,277,850**
LIABILITIES AND FUND EQUITIES			
Liabilities:			
Accounts payable and amounts held in escrow		47,164	118,600
Accrued compensated absences		107,026	99,599
Taxes paid in advance		15,737	28,405
Interfund loans		5,638	10,940
Deferred revenue		197,000	229,000
Total liabilities		372,565	486,544
Fund equity:			
Reserved for capital improvements		1,538,844	1,524,982
Unreserved:			
Designated		1,380,746	1,281,791
Undesignated		3,956,882	2,984,533
Total fund equity		6,876,472	5,791,306
Total liabilities and fund equity	**$**	**7,249,037**	**6,277,850**

Exhibit A-2

TOWN OF GRAY, MAINE
General Fund
Statement of Revenues, Expenditures and Changes in Fund Balance
Budget and Actual - Budgetary Basis
For the year ended June 30, 2004
(with comparative actual amounts for the year ended June 30, 2003)

	Budget	Actual	Variance positive (negative)	2003 Actual
Revenues:				
Taxes:				
Property taxes	$ 8,642,471	8,642,471	-	7,742,741
Supplemental taxes	-	23,218	23,218	316
Change in deferred taxes	-	32,000	32,000	(55,000)
Excise taxes	1,066,000	1,278,414	212,414	1,222,133
Total taxes	9,708,471	9,976,103	267,632	8,910,190
Intergovernmental:				
State Revenue Sharing	540,000	558,790	18,790	498,423
Highway block grant	82,308	82,308	-	82,503
Tree growth reimbursement	5,000	8,103	3,103	10,158
General assistance	1,200	4,213	3,013	2,105
Snowplow contract	32,000	17,613	(14,387)	32,028
Snowmobile refund	3,500	3,796	296	2,593
Homestead redemption	117,323	118,009	686	193,483
Veterans reimbursement	3,500	2,659	(841)	3,823
Comprehensive plan reimbursement	-	7,000	7,000	-
T-2000 sidewalk reimbursement	-	96,481	96,481	-
FEMA	-	18,049	18,049	-
Total intergovernmental	784,831	917,021	132,190	825,116
Charges for services:				
Clerk fees	56,200	86,225	30,025	68,876
General government	8,650	7,341	(1,309)	9,118
Public works/recycling	58,425	97,528	39,103	75,517
Rescue	110,000	145,527	35,527	154,558
Recreation	-	22,130	22,130	17,000
Library	-	13,136	13,136	4,441
Building permits	59,000	82,403	23,403	64,582
Total charges for services	292,275	454,290	162,015	394,092
Interest:				
Delinquent taxes	42,000	57,440	15,440	58,659
Operating funds	40,000	58,306	18,306	88,853
Reserve funds	-	22,457	22,457	38,987
Total interest	82,000	138,203	56,203	186,499
Other:				
Donations	-	14,260	14,260	4,959
Cable TV franchise	-	53,110	53,110	48,881
Other	6,150	146,839	140,689	130,303
Tomco	-	-	-	800
Legal settlement	51,440	104,124	52,684	-
Total other	57,590	318,333	260,743	184,943
Total revenues	10,925,167	11,803,950	878,783	10,500,840

Exhibit A-2, Cont.

TOWN OF GRAY, MAINE
General Fund
Statement of Revenues, Expenditures and Changes in Fund Balance
Budget and Actual - Budgetary Basis, Continued

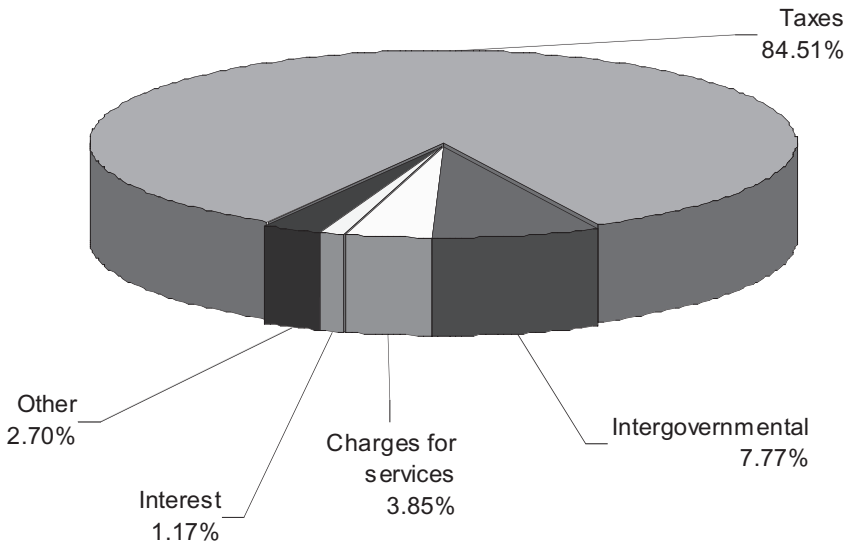
	2004			
	Budget	Actual	Variance positive (negative)	2003 Actual
Expenditures:				
General government:				
Administration	$ 284,926	260,642	24,284	272,088
Council, boards and committees	15,560	14,272	1,288	13,796
Assessor	59,576	59,872	(296)	57,342
Geographic information	7,500	764	6,736	1,869
Elections	5,235	2,697	2,538	3,779
Planner	54,954	54,831	123	53,977
Planning board	4,282	3,717	565	3,034
Animal control	12,524	12,766	(242)	11,561
Library	145,278	140,032	5,246	129,353
Stimson Hall	3,000	2,870	130	3,012
Ordinance review	1,880	1,130	750	4,170
Conservation commission	500	50	450	-
Comprehensive plan	9,050	1,540	7,510	50,193
Economic development	1,725	490	1,235	2,256
Zoning board of appeals	2,450	1,676	774	2,057
Total general government	608,440	557,349	51,091	608,487
Public safety:				
Public safety	126,600	124,524	2,076	125,642
Fire and rescue	273,112	250,946	22,166	231,671
Public safety communication	135,605	137,610	(2,005)	136,712
Code enforcement	91,180	71,162	20,018	64,826
Rescue	33,180	33,989	(809)	27,430
Total public safety	659,677	618,231	41,446	586,281
Public works:				
Public works - winter roads	225,649	215,966	9,683	231,468
Public works - summer roads	165,546	163,752	1,794	162,368
Garage	150,442	146,857	3,585	147,995
Additional roadwork	298,750	235,844	62,906	365,149
Recycling	580,910	582,547	(1,637)	504,341
Buildings and grounds	93,709	93,580	129	87,727
Total public works	1,515,006	1,438,546	76,460	1,499,048
Recreation:				
Parks and recreation	93,410	85,563	7,847	86,439
Total recreation	93,410	85,563	7,847	86,439
County tax	363,572	363,572	-	351,522
Education	5,687,896	5,687,896	-	5,369,559
Health and welfare:				
General assistance	5,000	8,225	(3,225)	4,430
Employee benefits	23,850	23,850	-	23,671
Total health and welfare	28,850	32,075	(3,225)	28,101

Exhibit A-2, Cont.

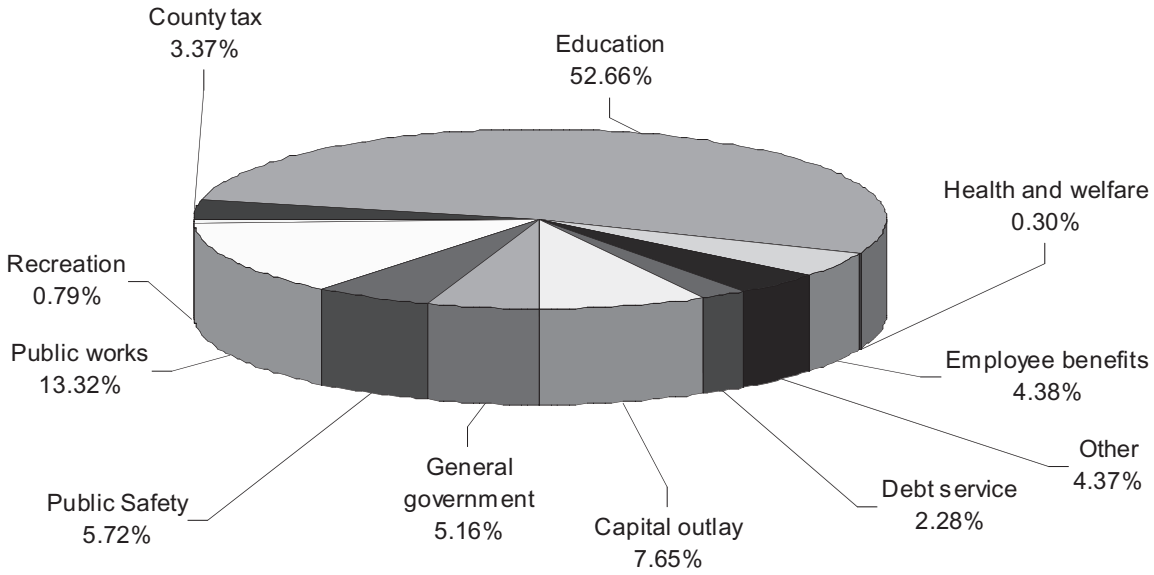
TOWN OF GRAY, MAINE
General Fund
Statement of Revenues, Expenditures and Changes in Fund Balance
Budget and Actual - Budgetary Basis, Continued

	2004			
	Budget	Actual	Variance positive (negative)	2003 Actual
Employee benefits	$ 520,395	473,095	47,300	443,699
Other:				
Insurance	61,293	68,128	(6,835)	38,142
Unemployment insurance	5,436	4,340	1,096	6,293
Worker's compensation	25,512	29,779	(4,267)	24,495
Website	2,850	3,450	(600)	2,460
Miscellaneous	-	(5,133)	5,133	9,500
Unbudgeted change in accrued vacation	-	13,607	(13,607)	14,500
Reserves	484,000	343,134	140,866	225,746
Overlay/abatements	275,908	14,595	261,313	2,441
Total other	854,999	471,900	383,099	323,577
Debt service:				
Principal	210,514	210,513	1	187,514
Interest	36,428	35,843	585	39,561
Total debt service	246,942	246,356	586	227,075
Capital outlay:				
Public Safety	9,000	3,000	6,000	3,000
Parks and recreation	-	-	-	4,388
Public works	-	-	-	5,000
Grant matches	-	-	-	1,000
T-2000- local	5,000	5,000	-	-
Waterline Perley Rd	78,440	78,440	-	-
Library shelves	7,000	7,325	(325)	-
Reserves:				
Street and sidewalks	-	-	-	261,551
Cable	39,811	39,811	-	18,119
Public works	5,980	5,980	-	46,020
Library	5,716	5,716	-	5,247
Legal settlement		-	-	28,125
Salt shed	222,221	222,221	-	-
Other	85,431	85,431	-	24,050
Designated:				
Revaluation	-	57,000	(57,000)	84,726
Tax increment financing districts	246,540	144,084	102,456	131,639
Stimson Hall	-	-	-	24,860
Comprehensive plan	-	-	-	8,921
Tomco	2,856	2,856	-	167,168
Computer upgrade	37,581	37,581	-	17,050
Libby Hill	184	184	-	650
Other	17,853	17,853	-	40,046
Segregated funds	114,310	114,310	-	21,235
Total capital outlay	877,923	826,792	51,131	892,795
Total expenditures	11,457,110	10,801,375	655,735	10,416,583
Excess (deficiency) of revenues over (under) expenditures	(531,943)	1,002,575	1,534,518	84,257
Other financing sources (uses):				
Use of reserved fund balance	359,159	-	(359,159)	-
Use of designated fund balance	172,784	-	(172,784)	-
Reserve transfers	-	82,591	82,591	123,372
Bond proceeds	-	-	-	189,000
Total other financing uses	531,943	82,591	(449,352)	312,372
Excess of revenues and other sources over expenditures and other uses	-	1,085,166	1,085,166	396,629
Fund balance, beginning of year		5,791,306		5,394,677
Fund balance, end of year	**$**	**6,876,472**		**5,791,306**

Revenues - 2004



Expenditures - 2004



STATE GOVERNMENT AGENCY AND LEGISLATIVE DIRECTORY

State Web Site WWW.MAINE.GOV

Administrative and Financial- 207-624-7800
78 State House Station Augusta 04333-0078

Agriculture 207-287-3871

Behavioral and Developmental Services
207-287-4200
40 State House Station Augusta 04333-0040

Conservation 207-287-2211
22 State House Station Augusta 04333-0022

Corrections 207-287-2711
Tyson Building Tyson Drive AMHI Campus
SHS # 111 Augusta 04333

Defense, Veterans and Emergency Mgt.
207-626-4225 Camp Keyes Augusta 04333

Economic and Community Development
207-624-9800 www.econdevmaine.com

Education 207-624-6620
23 State House Station Augusta 04333-0023

Environmental Protection 1-800-452-1942
17 State House Station Augusta 04333-0017

Human Services 207-287-3707
221 State Street Augusta 04333

Inland Fisheries and Wildlife 207-287-8000
41 State House Station Augusta 04333-0041

Labor 207-624-6400
PO Box 259 Augusta 04332-0259
Marine Resources 624-6550
21 State House Station Augusta 04333

Professional and Financial Regulation
207-624-8500
35 State House Station Augusta 04333

Public Safety 207-626-3803
104 State House Station Augusta 04333-0104

State Planning Office 207-287-3261
38 State House Station Augusta 04333

Transportation 207-624-3003
16 State House Station Augusta 04333-0016

Legislative:
House– 207-287-1400 2 State House Station
Senate 1-800-423-6900 3 State House Station

Judicial: Administrative Offices 207-822-0792

Secretary of State: 207-626-8400

Motor Vehicles: 207-624-9000

2005

JANUARY

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DECEMBER

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