

**SHEEPSCOT ISLAND COMPANY  
MACMAHAN ISLAND  
GEORGETOWN, MAINE**

May 10, 2018

To MacMahan Cottage and Associate Members:

I am pleased to invite you to attend a meeting of the Members of the Sheepscot Island Association on Saturday, May 26, 2018, at 10:00 AM EDT at the Playhouse on MacMahan Island. The primary purpose of this meeting is to approve the 2018 budget, which is attached, and to consider such other business as may properly come before the meeting.

Member attendance will be taken, proxies will be collected, and blank ballots will be distributed beginning at 9:30 a.m. at the Playhouse, one-half hour before the meeting is called to order.

**BUDGET INFORMATION**

The Board met April 14, 2018 and approved a budget for 2018, which is attached and also posted on the website. This budget is subject to Member approval at the May information meeting. The Finance Committee had prepared the budget and recommended its approval.

Please note the following:

- 1) This document is an actual-to-budget comparison: the first column is the 2017 Actual Profit and Loss Ledger, to be compared to the proposed budget for 2018 in the second column.
- 2) Two loan related items: We have paid off the tractor loan, so you will see that removed from the proposed budget. You will note a new line item for the loan from Bath Savings taken out for the purchase of the used Bobcat ToolCat machine that replaces the old truck.
- 3) Chris has conservatively estimated that there will be fewer contract projects this year. These are the projects done by outside contractors coordinated through SICO. He does anticipate that there may be more projects done by SICO staff.
- 4) SICO labor charges will be the same as in 2017.

**THE COMPANY'S BOARD OF DIRECTORS RECOMMENDS A VOTE "FOR" ADOPTION OF THE 2018 BUDGET.**

Respectfully submitted,

Martha M. Kennedy  
President, Sheepscot Island Company

# SHEEPCOT ISLAND COMPANY

## PROXY STATEMENT

### IN CONNECTION WITH

### THE 2018 MAY MEMBER MEETING

The Board of Directors (the “*Board*”) of Sheepsct Island Company, a Maine nonprofit corporation (the “*Company*”) is soliciting your proxy on the proxy card(s) (“*Proxy Card(s)*”) enclosed with this proxy statement (the “*Proxy Statement*”) for the Member Meeting of Shareholders to be held on May 26<sup>th</sup>, 2018, or any adjournment or postponement of such meeting (the “*Member Meeting*”). This Proxy Statement and the enclosed Proxy Card(s) are first being mailed to the Members on or about May 11, 2018.

**The Board has submitted a proposed SICO Budget for 2018 and recommends a vote in favor of its approval.**

The persons named as proxies on the enclosed Proxy Card(s) will cast Member votes that are represented by properly executed proxies received in the mail or by email prior to the Member Meeting or at the Member Meeting. The persons appointed as proxies will vote in accordance with the instructions indicated on the Proxy Card(s) or, if no instructions are indicated, the votes will be cast in accordance with the recommendations of the Board. The business to be conducted at the Member Meeting includes the approval of the 2018 SICO Budget and such other business as may properly come before the meeting.

Even though you may plan to attend the Member Meeting in person, please complete, sign, and date the enclosed Proxy Card(s) and return it promptly. If you attend the Member Meeting and desire to withdraw your proxy and vote in person, you may do so.

## GENERAL INFORMATION

THIS PROXY STATEMENT WAS SENT TO SHEEPCOT ISLAND COMPANY’S MEMBERS ON OR ABOUT MAY 11, 2018. THE INFORMATION CONTAINED HEREIN IS ACCURATE ONLY AS OF THAT DATE.

SHEEPSCOT ISLAND COMPANY  
2018 MAY MEMBER MEETING  
MAY 26, 2018

PROXY

The undersigned Member of Sheepscot Island Company, a Maine corporation, hereby constitutes and appoints (check one):

Martha Kennedy, President, and Stephen Baumgartner, Vice President, or either of them acting alone,

OR

\_\_\_\_\_ (Print name)

as my true and lawful attorney for me and in my name, place and stead, to vote as my proxy at the May Meeting of Members of said corporation to be held on Saturday, May 26, 2018, or any adjourned session thereof, for the transaction of any business which may legally come before the meeting, and for me and in my name to act as fully as I could do if personally present; and I hereby revoke any other proxy heretofore given.

SUBMITTAL OF PROXY FORMS

**Submit only ONE proxy per cottage.** Proxy forms may be submitted by regular mail or electronic submission by **12:00pm EDT on Tuesday, May 22<sup>nd</sup>**. If you wish to submit your appointment by electronic submission it must contain or be accompanied by information from which it can be reasonably verified that the transmission was authorized by the Member. If you wish to email a copy of the signed form please email it to [sicoproxy@bernsteinshur.com](mailto:sicoproxy@bernsteinshur.com).

IF YOU DESIRE TO REVOKE YOUR PROXY, YOU MAY DO SO AT ANY TIME BEFORE IT IS EXERCISED BY NOTIFYING THE COMPANY IN WRITING OR BY ATTENDING THE MEETING AND INDICATING YOUR INTENT TO REVOKE YOUR PROXY AT THAT TIME.

**INSTRUCTIONS**

I hereby instruct my appointee to vote my Membership vote(s) as follows:

\_\_\_\_\_ **FOR** approval of the proposed 2018 Budget.

\_\_\_\_\_ **AGAINST** approval of the proposed 2018 Budget.

\_\_\_\_\_ **ABSTAIN** from approval of the proposed 2018 Budget

Witness my hand and seal this \_\_\_\_ day of \_\_\_\_\_, 2018.

Signature: \_\_\_\_\_

\_\_\_\_\_  
(print name)

Cottage Identification (for Cottage Members only).

\_\_\_\_\_

**YOUR VOTE IS IMPORTANT. WHETHER OR NOT YOU PLAN TO ATTEND THE MEETING, PLEASE COMPLETE, SIGN, DATE, AND RETURN THE ACCOMPANYING PROXY CARD(S) BY EMAIL TO [sicoproxy@bernsteinshur.com](mailto:sicoproxy@bernsteinshur.com) OR BY MAILING TO**

Ari Solotoff, Esq.  
Clerk, Sheepscot Island Company  
c/o Bernstein Shur  
P.O. Box 9729  
Portland, ME 04104

**Sheepscot Island Company**  
**Profit & Loss Budget vs. Actual**  
 January 2017 through March 2018

	Jan - Dec (2017 actual)	Budget (2018)
<b>Ordinary Income/Expense</b>		
<b>Income</b>		
Georgetown Landing Project	0.00	15,000.00
Dividend Income	2,017.34	
Annual Assessment	110,825.00	110,900.00
Georgetown Base Parking	11,625.00	10,750.00
Georgetown Tax Funds	24,644.00	24,600.00
Labor Income	44,611.50	54,000.00
Marine Income	141,564.39	130,900.00
Miscellaneous Services	21,438.00	17,740.00
Overdue Account Interest	2,249.94	1,800.00
Post Office	3,835.33	3,835.33
Resale supplies	28,013.58	28,800.00
Water	24,798.50	22,900.00
<b>Total Income</b>	<b>415,622.58</b>	<b>421,225.33</b>
<b>Expense</b>		
BSI/SICO Loan #69593	0.00	0.00
Penalties	6.00	
M-1 Adjustments	(4,042.00)	
Committee Expenses	495.00	1,500.00
BSI/SICO Loan # 62442	87.61	
Peter Schuerch retirement	15,643.14	15,960.00
SICO Line of Credit	274.23	
Insurance	25,034.70	26,100.00
Labor	10,775.00	15,300.00
Maintenance	12,323.94	22,000.00
Marine	23,703.76	23,650.00
Miscellaneous Expense	8,395.26	8,850.00
Post Office Expense	2,717.66	2,750.00
Postage	98.00	150.00
Professional Fees	7,671.25	7,300.00
Depreciation	21,115.80	22,000.00
Salaries and Wages	182,203.44	191,360.00
Supplies	21,791.27	24,250.00
Taxes	7,457.23	7,700.00
Telephone	1,680.08	2,000.00
Use Tax for the State of Maine	478.75	750.00
Water Works/Sewer	6,738.74	7,400.00
<b>Total Expense</b>	<b>344,648.86</b>	<b>379,020.00</b>
<b>Net Ordinary Income</b>	<b>70,973.72</b>	<b>42,205.33</b>
<b>Other Income/Expense</b>		
<b>Other Income</b>		
Discounts	3,018.95	1,500.00
Interest Income	99.47	

**Sheepscot Island Company**  
**Profit & Loss Budget vs. Actual**  
January 2017 through March 2018

	Jan - Dec (2017 actual)	Budget (2018)
<b>Total Other Income</b>	3,118.42	1,500.00
<b>Other Expense</b>		
<b>Capital loss on Vanguard fund</b>	(7.85)	
<b>U.S. Corp. Income Tax</b>	6,527.00	6,500.00
<b>Maine Income Tax</b>	2,545.00	2,500.00
<b>Total Other Expense</b>	9,064.15	9,000.00
<b>Net Other Income</b>	(5,945.73)	(7,500.00)
<b>Net Income</b>	<b>65,027.99</b>	<b>34,705.33</b>