

TOWN OF PLAISTOW, NEW HAMPSHIRE

Financial Statements

December 31, 2011

and

Independent Auditor's Report

TOWN OF PLAISTOW, NEW HAMPSHIRE
FINANCIAL STATEMENTS
December 31, 2011

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INDEPENDENT AUDITOR'S REPORT

To the Board of Selectmen and Town Manager
Town of Plaistow, New Hampshire

We have audited the accompanying financial statements of the governmental activities, each major fund, and the aggregate remaining fund information of the Town of Plaistow, New Hampshire (the Town) as of and for the year ended December 31, 2011, which collectively comprise the Town's basic financial statements as listed in the table of contents. These financial statements are the responsibility of the Town's management. Our responsibility is to express opinions on these financial statements based on our audit.

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

As discussed in Note 2 to the financial statements, management has not recorded a liability for other post-employment benefits in governmental activities and, accordingly, has not recorded an expense for the current period change in that liability. Accounting principles generally accepted in the United States of America require that other post-employment benefits attributable to employee services already rendered and that are not contingent on a specific event that is outside the control of the employer and employee be accrued as liabilities and expenses as employees earn the rights to the benefits, which would increase the liabilities, reduce the net assets, and change the expenses of the governmental activities. The amount by which this departure would affect the liabilities, net assets, and expenses of the governmental activities is not reasonably determinable.

In our opinion, because of the effects of the matter discussed in the preceding paragraph, the financial statements referred to previously do not present fairly, in conformity with accounting principles generally accepted in the United States of America, the financial position of the governmental activities of the Town of Plaistow, New Hampshire as of December 31, 2011, or the changes in financial position thereof for the year then ended.

In addition, in our opinion, the financial statements referred to previously present fairly, in all material respects, the respective financial position of each major fund and the aggregate remaining fund information of the Town of Plaistow, New Hampshire as of December 31, 2011 and the respective changes in financial position thereof for the year then ended in conformity with accounting principles generally accepted in the United States of America.

The budgetary comparison information on pages 21-22 is not a required part of the basic financial statements but is supplementary information required by accounting principles generally accepted in the United States of America. 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. The Town of Plaistow, New Hampshire has not presented the management's discussion and analysis that the Governmental Accounting Standards Board has determined is necessary to supplement, although not required to be part of, the basic financial statements.

Our audit was conducted for the purpose of forming opinions on the financial statements that collectively comprise the Town of Plaistow, New Hampshire's financial statements. The combining nonmajor fund and fiduciary fund financial statements are presented for purposes of additional analysis and are not a required part of the financial statements. The combining nonmajor fund and fiduciary fund financial statements are the responsibility of management and were derived from and relate directly to the underlying accounting and other records used to prepare the financial statements. The information has been subjected to the auditing procedures applied in the audit of the financial statements and certain additional procedures, including comparing and reconciling such information directly to the underlying accounting and other records used to prepare the financial statements or to the financial statements themselves, and other additional procedures in accordance with auditing standards generally accepted in the United States of America. In our opinion, the information is fairly stated in all material respects in relation to the financial statements taken as a whole.

Jackson Chukay & Company PC

February 11, 2014

EXHIBIT A
TOWN OF PLAISTOW, NEW HAMPSHIRE
Statement of Net Assets
December 31, 2011

	Governmental Activities
ASSETS	
Current Assets:	
Cash and cash equivalents	\$ 10,286,207
Investments	1,025,182
Taxes receivable, net	1,739,604
Accounts receivable, net	121,158
Due from other governments	650,155
Prepaid expenses	24,699
Total Current Assets	<u>13,847,005</u>
Noncurrent Assets:	
Capital assets:	
Non-depreciable capital assets	3,925,820
Depreciable capital assets, net	<u>7,068,037</u>
Total Noncurrent Assets	<u>10,993,857</u>
Total Assets	<u><u>\$ 24,840,862</u></u>
LIABILITIES	
Current Liabilities:	
Accounts payable	\$ 233,184
Accrued expenses	101,699
Deferred revenue	856
Due to other governments	<u>7,521,258</u>
Total Current Liabilities	<u>7,856,997</u>
Noncurrent Liabilities:	
Compensated absences	<u>151,423</u>
Total Noncurrent Liabilities	<u>151,423</u>
Total Liabilities	<u>8,008,420</u>
NET ASSETS	
Invested in capital assets	10,993,857
Restricted	211,375
Unrestricted	<u>5,627,210</u>
Total Net Assets	<u>16,832,442</u>
Total Liabilities and Net Assets	<u><u>\$ 24,840,862</u></u>

See accompanying notes to the basic financial statements

EXHIBIT B
TOWN OF PLAISTOW, NEW HAMPSHIRE
Statement of Activities
For the Year Ended December 31, 2011

Functions/Programs	<u>Expenses</u>	<u>Program Revenues</u>			<u>Net (Expense) Revenue and Changes in Net Assets</u>
		<u>Charges for Services</u>	<u>Operating Grants and Contributions</u>	<u>Capital Grants and Contributions</u>	
Governmental Activities:					
General government	\$ 2,465,648	\$ 10,672	\$ 34,143		\$ (2,420,833)
Public safety	2,635,516	221,728	195,228		(2,218,560)
Highways and streets	961,058		164,617	\$ 13,194	(783,247)
Sanitation	610,469				(610,469)
Water distribution and treatment	77,277	71,768			(5,509)
Health and welfare	184,926	105			(184,821)
Culture and recreation	776,496	105,320	1,204		(669,972)
Total governmental activities	<u>\$ 7,711,390</u>	<u>\$ 409,593</u>	<u>\$ 395,192</u>	<u>\$ 13,194</u>	<u>(6,893,411)</u>
General revenues:					
Property and other taxes					5,119,702
Licenses and permits					1,321,863
Grants and contributions:					
Rooms and meals tax distribution					339,873
Railroad tax					710
Interest and investment earnings					15,187
Miscellaneous					470,990
Contributions to permanent fund principal					<u>1,100</u>
Total general revenues and contributions to permanent fund principal					<u>7,269,425</u>
Change in net assets					<u>376,014</u>
Net assets - beginning of year					<u>16,456,428</u>
Net assets - ending					<u>\$ 16,832,442</u>

See accompanying notes to the basic financial statements

EXHIBIT C
TOWN OF PLAISTOW, NEW HAMPSHIRE
Balance Sheet
Governmental Funds
December 31, 2011

	General Fund	Nonmajor Governmental Funds	Total Governmental Funds
ASSETS			
Cash and cash equivalents	\$ 9,639,093	\$ 647,114	\$ 10,286,207
Investments	903,245	121,937	1,025,182
Taxes receivable, net	1,739,604		1,739,604
Accounts receivable, net	91,312	29,846	121,158
Due from other governments	382,505	267,650	650,155
Due from other funds	387,803	84,316	472,119
Prepaid expenses	24,699		24,699
Total Assets	<u>\$ 13,168,261</u>	<u>\$ 1,150,863</u>	<u>\$ 14,319,124</u>
LIABILITIES			
Accounts payable	\$ 233,184		\$ 233,184
Accrued expenses	101,699		101,699
Deferred revenue	1,092,127		1,092,127
Due to other governments	7,521,258		7,521,258
Due to other funds	84,316	\$ 387,803	472,119
Total Liabilities	<u>9,032,584</u>	<u>387,803</u>	<u>9,420,387</u>
FUND BALANCES			
Nonspendable	35,199	99,708	134,907
Restricted	42,445	58,722	101,167
Committed	606,073	544,887	1,150,960
Assigned	454,111	60,091	514,202
Unassigned (deficit)	<u>2,997,849</u>	<u>(348)</u>	<u>2,997,501</u>
Total Fund Balances	<u>4,135,677</u>	<u>763,060</u>	<u>4,898,737</u>
Total Liabilities and Fund Balances	<u>\$ 13,168,261</u>	<u>\$ 1,150,863</u>	
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			10,993,857
Property taxes are recognized on an accrual basis in the statement of net assets, not the modified accrual basis			1,091,271
Long-term liabilities are not due and payable in the current period and therefore are not reported in the funds. Long-term liabilities at year end consist of:			
Compensated absences			(151,423)
Net assets of governmental activities			<u>\$ 16,832,442</u>

See accompanying notes to the basic financial statements

EXHIBIT D

TOWN OF PLAISTOW, NEW HAMPSHIRE

Statement of Revenues, Expenditures and Changes in Fund Balances
Governmental Funds

For the Year Ended December 31, 2011

	General Fund	Nonmajor Governmental Funds	Total Governmental Funds
Revenues:			
Taxes	\$ 5,299,263		\$ 5,299,263
Licenses and permits	1,321,863		1,321,863
Intergovernmental	695,976	\$ 52,993	748,969
Charges for services	100,492	301,758	402,250
Interest and investment income	13,386	1,801	15,187
Miscellaneous	453,535	25,898	479,433
Total Revenues	<u>7,884,515</u>	<u>382,450</u>	<u>8,266,965</u>
Expenditures:			
Current operations:			
General government	2,453,380		2,453,380
Public safety	2,328,969	214,902	2,543,871
Highways and streets	886,987	2,400	889,387
Sanitation	610,469		610,469
Water distribution and treatment	42,598		42,598
Health and welfare	185,372		185,372
Culture and recreation	678,169	17,823	695,992
Capital outlay	119,031	38,194	157,225
Total Expenditures	<u>7,304,975</u>	<u>273,319</u>	<u>7,578,294</u>
Excess revenues over expenditures	<u>579,540</u>	<u>109,131</u>	<u>688,671</u>
Other financing sources (uses):			
Transfers in	42,898	5,000	47,898
Transfers out	(5,000)	(42,898)	(47,898)
Total other financing sources (uses)	<u>37,898</u>	<u>(37,898)</u>	<u>-</u>
Net change in fund balances	617,438	71,233	688,671
Fund balances at beginning of year, as restated	<u>3,518,239</u>	<u>691,827</u>	<u>4,210,066</u>
Fund balances at end of year	<u>\$ 4,135,677</u>	<u>\$ 763,060</u>	<u>\$ 4,898,737</u>

See accompanying notes to the basic financial statements

TOWN OF PLAISTOW, NEW HAMPSHIRE

Reconciliation of the Statement of Revenues, Expenditures
and Changes in Fund Balances of Governmental Funds
to the Statement of Activities

For the Year Ended December 31, 2011

Net Change in Fund Balances - Total Governmental Funds	\$ 688,671
Amounts reported for governmental activities in the statement of activities are different because:	
Governmental funds report capital outlays as expenditures. However, in the statement of activities, the cost of those assets is allocated over their estimated useful lives as depreciation expense. This is the amount by which depreciation expense exceeded capital outlays in the current period.	(150,754)
Revenues in the statement of activities that do not provide current financial resources are not reported as revenues in the funds.	(179,561)
Some expenses reported in the statement of activities, such as compensated absences, do not require the use of current financial resources and therefore are not reported as expenditures in governmental funds.	<u>17,658</u>
Change in Net Assets of Governmental Activities	<u>\$ 376,014</u>

EXHIBIT E
TOWN OF PLAISTOW, NEW HAMPSHIRE
Statement of Fiduciary Net Assets
Fiduciary Funds
December 31, 2011

	Private- Purpose <u>Trust Funds</u>	Agency <u>Funds</u>
ASSETS		
Cash and cash equivalents		\$ 191,419
Investments	\$ 5,639	
Total Assets	<u>\$ 5,639</u>	<u>\$ 191,419</u>
LIABILITIES		
Deposits		\$ 184,710
Due to other governments		6,709
Total Liabilities	<u>\$ -</u>	<u>\$ 191,419</u>
NET ASSETS		
Held in trust	5,639	
Total Net Assets	<u>\$ 5,639</u>	

See accompanying notes to the basic financial statements

EXHIBIT F
TOWN OF PLAISTOW, NEW HAMPSHIRE
Statement of Changes in Fiduciary Net Assets
Fiduciary Funds
For the Year Ended December 31, 2011

	Private- Purpose <u>Trust Funds</u>
ADDITIONS:	
Investment earnings:	
Interest	\$ 5
Total Additions	<u>5</u>
Change in Net Assets	5
Net assets - beginning of year	<u>5,634</u>
Net assets - end of year	<u>\$ 5,639</u>

See accompanying notes to the basic financial statements

TOWN OF PLAISTOW, NEW HAMPSHIRE
NOTES TO BASIC FINANCIAL STATEMENTS
December 31, 2011

NOTE 1—SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES

The accounting policies of the Town of Plaistow, New Hampshire conform to accounting policies generally accepted in the United States of America for local governmental units, except as indicated hereinafter. The following is a summary of significant accounting policies.

Financial Reporting Entity

The Town of Plaistow, New Hampshire (the “Town”) was incorporated in 1749. The Town operates under the Town Meeting/Board of Selectmen/Town Manager form of government and performs local governmental functions authorized by State law.

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

Basis of Presentation

The Town’s basic financial statements consist of government-wide statements, including a statement of net assets and a statement of activities, and fund financial statements which provide a more detailed level of financial information.

1. Government-Wide Financial Statements:

The statement of net assets and the statement of activities display information about the Town as a whole. These statements include the financial activities of the primary government, except for fiduciary funds.

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

2. Fund Financial Statements:

During the year, the Town segregates transactions related to certain Town functions or activities in separate funds in order to aid financial management and to demonstrate legal compliance. Fund financial statements are designed to present financial information of the Town at this more detailed level. The focus of governmental fund financial statements is on major funds. Each major fund is presented in a

TOWN OF PLAISTOW, NEW HAMPSHIRE
NOTES TO BASIC FINANCIAL STATEMENTS (CONTINUED)
December 31, 2011

separate column. Nonmajor funds are aggregated and presented in a single column. The fiduciary funds are reported by type.

Fund Accounting

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

1. Governmental Funds:

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

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

2. Fiduciary Funds:

Fiduciary fund reporting focuses on net assets and changes in net assets. The fiduciary fund category is split into two classifications: private purpose trust funds and agency funds. Trust funds are used to account for assets held by the Town under a trust agreement for individuals, private organizations, or other governments and are therefore not available to support the Town's own programs. The Town maintains private purpose trust funds which account for monies designated to benefit individuals within the Town. The Town's agency funds are custodial in nature (assets equal liabilities) and do not involve the measurement of results of operations. The Town's agency funds consist of planning board escrow deposits and impact fees held for the school.

Measurement Focus

1. Government-Wide Financial Statements:

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

2. Fund Financial Statements:

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

TOWN OF PLAISTOW, NEW HAMPSHIRE
NOTES TO BASIC FINANCIAL STATEMENTS (CONTINUED)
December 31, 2011

statements therefore include a reconciliation with brief explanations to better identify the relationship between the government-wide statements and the statements for governmental funds.

The private purpose trust funds are reported using the economic resources measurement focus.

Basis of Accounting

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

1. Revenues – Exchange and Non-exchange Transactions:

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

Non-exchange transactions, in which the Town receives value without directly giving equal value in return, include property taxes, grants, entitlements and donations. On an accrual basis, revenue from property taxes is recognized in the year for which the taxes are levied (see Note 3). Revenue from grants, entitlements and donations is recognized in the year in which all eligibility requirements have been satisfied. Eligibility requirements include timing requirements, which specify the year when the resources are required to be used or the year when use is first permitted; matching requirements, in which the Town must provide local resources to be used for a specified purpose; and expenditure requirements, in which the resources are provided to the Town on a reimbursement basis. On a modified accrual basis, revenue from non-exchange transactions must also be available before it can be recognized.

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

Licenses and permits, charges for services, and miscellaneous revenues (except interest on investments) are recorded as revenues when received in cash because they are generally not measurable until actually received.

2. Deferred Revenue:

Deferred revenue arises when assets are recognized before revenue recognition criteria have been satisfied. Grants and entitlements received before the eligibility requirements are met are recorded as deferred revenue. On governmental fund financial statements, receivables that will not be collected within the available period have also been reported as deferred revenue.

TOWN OF PLAISTOW, NEW HAMPSHIRE
NOTES TO BASIC FINANCIAL STATEMENTS (CONTINUED)
December 31, 2011

3. Expenses/Expenditures:

On the accrual basis of accounting, expenses are recognized at the time they are incurred.

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

Budgetary Data

The Town's budget represents functional appropriations as authorized by annual or special Town meetings. The Selectmen may transfer funds between operating categories as they deem necessary. The Town adopts its budget under State regulations, which differ somewhat from accounting principles generally accepted in the United States of America in that the focus is on the entire governmental unit rather than on the basis of fund types.

State law requires balanced budgets but permits the use of beginning fund balance to reduce the property tax rate. For the year ended December 31, 2011, the Town applied \$300,000 of its unassigned fund balance to reduce taxes.

Investments

Investments are stated at their fair value in all funds. Certificates of deposit with a maturity of greater than ninety days from the date of issuance are included in investments.

Taxes Receivable

Taxes levied during the current year and prior and uncollected at December 31, 2011 are recorded as receivables net of reserves for estimated uncollectibles of \$538,000.

Accounts Receivable

The Town recognizes uncollectible accounts under the allowance method. Accounts receivable in the General Fund and Nonmajor Governmental Funds have been recorded net of reserves for estimated uncollectibles of \$30,198 and \$34,964, respectively.

Capital Assets

General capital assets result from expenditures in the governmental funds. These assets are reported in the government-wide statement of net assets, but are not reported in the governmental fund financial statements.

All capital assets including infrastructure are capitalized at cost (or estimated historical cost) and updated for additions and retirements during the year. Donated capital assets are recorded at their fair values as of the date received. The Town maintains a capitalization threshold of \$30,000. The Town's infrastructure consists of roads, bridges, sidewalks, water purification and distribution system, and similar items.

TOWN OF PLAISTOW, NEW HAMPSHIRE
NOTES TO BASIC FINANCIAL STATEMENTS (CONTINUED)
December 31, 2011

Improvements are capitalized; the costs of normal maintenance and repairs that do not add to the value of the asset or materially extend an asset's life are not.

The Town is not required to retroactively report its general infrastructure (e.g. roads, bridges, and sidewalks). Infrastructure records have been maintained effective January 1, 2004 and are included in these financial statements.

All reported capital assets except for land and construction in progress are depreciated. Improvements are depreciated over the remaining useful lives of the related capital assets. Useful lives for infrastructure were estimated based on the Town's historical records of necessary improvements and replacement. Depreciation is computed using the straight-line method over the following useful lives:

<u>Description</u>	<u>Years</u>
Infrastructure	25-50
Buildings and improvements	15-50
Vehicles and equipment	10-50

Compensated Absences

Dependent upon length of service, full time employees, other than the police department, earn vacation at five to twenty days per year dependent on length of service. Pursuant to the Town's personnel policy, employees may accumulate (subject to certain limitations) unused vacation and upon severance of employment, will be compensated for such amounts at current rates of pay.

Full time employees, other than the police department, may accumulate sick leave days at a rate of one per month, cumulative to a maximum of 90 days. Upon termination, an employee will be reimbursed for half of the unused accumulated sick leave days in excess of a minimum of 20 days.

Police department employees accumulate earned time dependent upon length of service. All unused earned time is paid upon termination.

For governmental fund financial statements, compensated absences are reported as liabilities and expenditures as payments come due each period upon the occurrence of employee death or retirement. The entire compensated absence liability is reported on the government-wide financial statements.

Accrued Liabilities and Long-Term Obligations

Except for the obligation for other post-employment benefits (see Note 2), all payables, accrued liabilities, and long-term obligations are reported in the government-wide financial statements. In general, governmental fund payables and accrued liabilities that, once incurred, are paid in a timely manner and in full from current resources are reported as obligations of the funds. However, compensated absences that will be paid from governmental funds are reported as liabilities in the fund financial statements only to the extent that they are due for payment during the current year.

Net Assets

Net assets represent the difference between assets and liabilities. Net assets invested in capital assets, net of related debt consists of capital assets, net of accumulated depreciation, reduced by the outstanding

TOWN OF PLAISTOW, NEW HAMPSHIRE
NOTES TO BASIC FINANCIAL STATEMENTS (CONTINUED)
December 31, 2011

balances on any borrowings used for the acquisition, construction or improvement of those assets. Net assets are reported as restricted when there are limitations imposed on their use either through the enabling legislation adopted by the Town or through external restrictions imposed by creditors, grantors or laws or regulations of other governments.

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

Fund Balance Policy

During the year ended December 31, 2011, the Town implemented GASB Statement 54, *Fund Balance Reporting and Governmental Fund Type Definitions*. Statement 54 established new fund balance classifications and changes the definition of governmental fund types. Under Statement 54, the Town has segregated fund balance into five classifications: Nonspendable, Restricted, Committed, Assigned, and Unassigned. The components of fund balance are defined as follows:

- *Nonspendable Fund Balance*: Amounts that are not in a spendable form or are required to be maintained intact.
- *Restricted Fund Balance*: Amounts constrained to specific purposes by their providers through constitutional provisions or by enabling legislation. Restrictions may be changed or lifted only upon the consent of the external resource provider or enabling legislation.
- *Committed Fund Balance*: Amounts constrained to specific purposes by a government itself using its highest level of decision-making authority. To be reported as committed, amounts cannot be used for any other purpose unless the government takes the same highest-level action to remove or change the constraint.
- *Assigned Fund Balance*: Amounts a government intends to use for a specific purpose; intent can be expressed by the governing body or by an official or body to which the governing body delegates the authority.
- *Unassigned Fund Balance*: Amounts that are available for any purpose; these amounts are reported only in the General Fund, except for any deficit fund balance of another governmental fund.

As of December 31, 2011, the Town has not adopted a fund balance policy. In instances when expenditures are incurred for purposes for which both restricted and unrestricted fund balance is available, restricted fund balance is considered to have been spent first. When expenditures are incurred for purposes for which amounts in any of the unrestricted fund balance classifications may be applied, committed resources are to be applied first, followed by assigned and unassigned.

Interfund Activity

Exchange transactions between funds are reported as revenues in the seller funds and as expenditures/expenses in the purchaser funds. Flows of cash or goods from one fund to another without a requirement for repayment are reported as interfund transfers. Interfund transfers are reported as other financing sources/uses in governmental funds. Repayments from funds responsible for particular expenditures/expenses to the funds that initially paid for them are not presented in the financial statements.

TOWN OF PLAISTOW, NEW HAMPSHIRE
NOTES TO BASIC FINANCIAL STATEMENTS (CONTINUED)
December 31, 2011

Estimates

The preparation of financial statements in conformity with accounting principles generally accepted in the United States of America require management to make estimates and assumptions that affect certain reported amounts and disclosures. Accordingly, actual results may differ from those estimates. Significant estimates include depreciation expense and the allowance for uncollectible taxes.

NOTE 2—STEWARDSHIP, COMPLIANCE AND ACCOUNTABILITY

The Town did not implement GASB Statement 45, *Accounting and Financial Reporting by Employers for Post-Employment Benefits Other Than Pensions*. Statement 45 requires governments to account for other post-employment benefits (OPEB), primarily healthcare, on an accrual basis rather than on a pay-as-you-go basis. The provisions of GASB 45 were required to be implemented by the Town during the fiscal year ended December 31, 2009.

NOTE 3—PROPERTY TAXES

Taxes are levied on the assessed valuation of all taxable real property as of the prior April 1 (\$828,352,659 as of April 1, 2011) and are due in two installments on July 1, 2011 and December 30, 2011. Taxes paid after the due dates accrue interest at 12% per annum. Property taxes are recognized as revenue when received in cash or if available to finance current period operations (within sixty days of year end).

Under State law, the Tax Collector obtains tax liens on properties which have unpaid taxes in the following calendar year after taxes were due for the amount of unpaid taxes, interest and costs. These priority tax liens accrue interest at 18% per annum. If the property is not redeemed within a two year redemption period, the property may be tax deeded to the Town.

In accordance with State law, the Town collects taxes for the Timberlane Regional School District and Rockingham County, both independent governmental units, which are remitted to them as required by law. The Town also collects State of New Hampshire Education taxes, which are remitted directly to the school district. Total taxes appropriated during the year were \$14,266,258 and \$941,401 for the Timberlane Regional School District and Rockingham County, respectively. These taxes are not recognized as revenues in these financial statements. The Town bears responsibility for uncollected taxes.

NOTE 4—RISK MANAGEMENT

The Town is exposed to various risks of losses related to torts; theft of, damage to, and destruction of assets; errors and omissions; injuries to employees; and natural disasters. During the year ended December 31, 2011, the Town was a member of the Local Government Center (LGC) and the New Hampshire Public Risk Management Exchange (PRIMEX). The Town currently reports all of its risk management activities in its General Fund. These Trusts are classified as "Risk Pools" in accordance with accounting principles generally accepted in the United States of America.

The Trust agreements permit the Trusts to make additional assessments to members should there be a deficiency in Trust assets to meet its liabilities. Accounting principles generally accepted in the United States of America require members of pools with a sharing of risk to determine whether or not such

TOWN OF PLAISTOW, NEW HAMPSHIRE
NOTES TO BASIC FINANCIAL STATEMENTS (CONTINUED)
December 31, 2011

assessment is probable and, if so, a reasonable estimate of such assessment. At this time, the Trusts foresee no likelihood of an additional assessment for any of the past years. Claims expenditures and liabilities are reported when it is probable that a loss has occurred and the amount of that loss can be reasonably estimated. These losses include an estimate of claims that have been incurred but not reported. Based on the best available information there is no liability at December 31, 2011.

Property and Liability Insurance

The LGC provides certain property and liability insurance coverage to member towns, cities, and other qualified political subdivisions of New Hampshire. As a member of the LGC, the Town shares in contributing to the cost of and receiving benefit from a self-insured pooled risk management program. For the year ended December 31, 2011, the Trust retained \$500,000 of each loss, up to an aggregate of \$5,000,000. Each property loss is subject to a \$1,000 deductible. All losses over the aggregate are covered by insurance policies.

Worker's Compensation

PRIMEX provides statutory worker's compensation coverage to member towns, cities, and other qualified political subdivisions of New Hampshire. The Trust is self-sustaining through annual member premiums and provides coverage for the statutorily required workers' compensation benefits and employer's liability coverage up to \$2,000,000. The program includes a Loss Fund from which is paid up to \$500,000 for each and every covered claim.

NOTE 5—DEPOSITS AND INVESTMENTS

Deposits and investments as of December 31, 2011 are classified in the accompanying financial statements as follows:

Statement of Net Assets:	
Cash and cash equivalents	\$ 10,286,207
Investments	1,025,182
Statement of Fiduciary Net Assets:	
Cash and cash equivalents	191,419
Investments	5,639
	<u>\$ 11,508,447</u>

Deposits and investments at December 31, 2011 consist of the following:

Cash on hand	\$ 100
Deposits with financial institutions	2,444,705
Investments	9,063,642
	<u>\$ 11,508,447</u>

The Town's investment policy for governmental fund types requires that deposits and investments be made in New Hampshire based financial institutions that are participants in one of the federal depository insurance programs. The Town limits its investments to demand deposits, money market accounts, certificates of deposit, obligations of the US Government maturing in less than one year, and repurchase

TOWN OF PLAISTOW, NEW HAMPSHIRE
NOTES TO BASIC FINANCIAL STATEMENTS (CONTINUED)
December 31, 2011

agreements in accordance with New Hampshire State law (RSA 41:29) or the New Hampshire Public Deposit Investment Pool (NHPDIP), an external investment pool.

Responsibility for the investments of the expendable trust funds, permanent funds, and private-purpose trust funds is with the Board of Trustees of Trust Funds. Investments of the library funds are at the discretion of the Library Trustees.

Credit Risk

Generally, credit risk is the risk that an issuer of an investment will not fulfill its obligation to the holder of the investment. This is measured by the assignment of a rating by a nationally recognized statistical rating organization.

The Town's policy states that the Treasurer may place any excess funds that are not immediately needed for the purpose of expenditure into certificates of deposit, obligations of the United States government, or the NHPDIP. The investment policy of the Trustees of Trust Funds states that funds may be invested in the NHPDIP or obligations guaranteed by the United States government. The Library Trustees have no policy with respect to credit risk.

The following is the actual rating at year end for each investment type:

<u>Investment Type</u>	<u>Not Rated</u>
Overnight repurchase agreement	\$ 8,032,822
State investment pool	1,030,820
	<u>\$ 9,063,642</u>

Custodial Credit Risk

Custodial credit risk for deposits is the risk that in the event of a bank failure, the Town's deposits may not be returned to it. The custodial credit risk for investments is the risk that, in the event of the failure of the counterparty to a transaction a government will not be able to recover the value of its investment or collateral securities that are in the possession of another party. The policy of the Town and the Trustees of Trust Funds states that investments shall be protected through third-party collateralized securities. The Library Trustees have no policy regarding custodial credit risk of its governmental funds.

Of the Town's deposits with financial institutions at year end, \$570,343 was collateralized by securities held by the bank in the bank's name and \$-0- was uninsured and uncollateralized. As of December 31, 2011, Town investments in the following investment types were held by the same counterparty that was used to buy the securities.

<u>Investment Type</u>	<u>Reported Amount</u>
Overnight repurchase agreement	<u>\$ 8,032,822</u>

TOWN OF PLAISTOW, NEW HAMPSHIRE
NOTES TO BASIC FINANCIAL STATEMENTS (CONTINUED)
December 31, 2011

Investment in NHPDIP

The Town is a voluntary participant in the New Hampshire Public Deposit Investment Pool (NHPDIP), an external investment pool. The NHPDIP is not registered with the United States Securities and Exchange Commission as an investment company. The NHPDIP was created by state law and is administered by a public body of state, local and banking officials.

Investments in the NHPDIP are not investment securities and, as such, are not categorized by risk. The Town's exposure to derivatives is indirect through its participation in the NHPDIP. The Town's proportional share of these derivatives is not available. The fair value of the position in the investment pool is equal to the value of the pool shares.

NOTE 6—CAPITAL ASSETS

The following is a summary of changes in capital assets in the governmental funds:

	Balance 1/1/2011	Additions	Reductions	Balance 12/31/2011
Governmental activities:				
Capital assets not depreciated:				
Land	\$ 3,925,820			\$ 3,925,820
Construction in progress	1,012,841	\$ 13,194	\$ (1,026,035)	-
Total capital assets not being depreciated	4,938,661	13,194	(1,026,035)	3,925,820
Other capital assets:				
Infrastructure	1,712,690	1,026,035		2,738,725
Buildings and improvements	5,874,405	39,396		5,913,801
Vehicles and equipment	2,116,557	99,031		2,215,588
Total other capital assets at historical cost	9,703,652	1,164,462	-	10,868,114
Less accumulated depreciation for:				
Infrastructure	(383,308)	(51,611)		(434,919)
Buildings and improvements	(1,982,933)	(147,129)		(2,130,062)
Vehicles and equipment	(1,131,461)	(103,635)		(1,235,096)
Total accumulated depreciation	(3,497,702)	(302,375)	-	(3,800,077)
Total other capital assets, net	6,205,950	862,087	-	7,068,037
Total capital assets, net	\$ 11,144,611	\$ 875,281	\$ (1,026,035)	\$ 10,993,857

Depreciation expense was charged to governmental functions as follows:

General government	\$ 31,205
Public safety	109,136
Highways and streets	66,902
Water distribution and treatment	34,679
Culture and recreation	60,453
Total governmental activities depreciation expense	\$ 302,375

TOWN OF PLAISTOW, NEW HAMPSHIRE
NOTES TO BASIC FINANCIAL STATEMENTS (CONTINUED)
December 31, 2011

NOTE 7—DUE TO OTHER GOVERNMENTS

In accordance with State Law, the Town collects taxes for the Timberlane Regional School District and Rockingham County, both independent governmental units, which are remitted to them as required by law. At December 31, 2011, the balance of the property tax appropriation due to the Timberlane Regional School District is \$7,521,258.

NOTE 8—DEFINED BENEFIT PLAN

Plan Description

The Town contributes to the New Hampshire Retirement System (NHRS), a cost-sharing multiple-employer defined benefit pension plan administered by the NHRS Board of Trustees. The plan provides service, disability, death and vested retirement allowances to plan members and beneficiaries. Benefit provisions are established and may be amended by the New Hampshire State legislature. The NHRS issues a publicly available financial report that includes financial statements and required supplementary information for NHRS. That report may be obtained by writing to New Hampshire Retirement System, 54 Regional Drive, Concord, New Hampshire 03301.

Funding Policy

Covered public safety employees are required to contribute 9.3% of their covered salary, whereas general employees are required to contribute 5.0% of their covered salary, through June 30, 2011. Effective July 1, 2011 covered police officers, firefighters, and general employees are required to contribute 11.55%, 11.80% and 7.0%, respectively. The Town is required to contribute at an actuarially determined rate. The Town's contribution rates for the covered payroll of police officers, firefighters, and general employees were 14.63%, 18.52% and 9.16%, respectively, through June 30, 2011, and 25.57%, 30.90% and 11.09%, respectively, in July 2011, and 19.95%, 22.89% and 8.80%, respectively, thereafter. The Town contributed 75% of the employer cost for public safety employees and the State contributed the remaining 25% of the employer cost, through June 30, 2011, and the Town contributed 100% thereafter. The Town contributes 100% of the employer cost for general employees of the Town. In accordance with accounting principles generally accepted in the United States of America (GASB Statement #24), on-behalf fringe benefits contributed by the State of New Hampshire of \$34,143 have been reported as a revenue and expenditure in the General Fund in these financial statements.

Per RSA-100:16, plan member contribution rates are established and may be amended by the New Hampshire State legislature and employer contribution rates are determined by the NHRS Board of Trustees based on an actuarial valuation. The Town's contributions to the NHRS for the years ending December 31, 2011, 2010, and 2009 were \$363,459, \$315,701, and \$305,679, respectively, equal to the required contributions for each year.

NOTE 9—LONG-TERM OBLIGATIONS

Changes in Long-Term Obligations

The changes in the Town's long-term obligations for the year ended December 31, 2011 are as follows:

TOWN OF PLAISTOW, NEW HAMPSHIRE
NOTES TO BASIC FINANCIAL STATEMENTS (CONTINUED)
December 31, 2011

	Balance 1/1/2011	Additions	Reductions	Balance 12/31/2011	Due Within One Year
Governmental activities:					
Compensated absences	\$ 169,081	\$ 153,716	\$ (171,374)	\$ 151,423	\$ -
Total governmental activities	\$ 169,081	\$ 153,716	\$ (171,374)	\$ 151,423	\$ -

Compensated absences will be paid from the fund where the employee's salary is paid.

NOTE 10—INTERFUND BALANCES AND TRANSFERS

The General Fund has paid for various items that are to be reimbursed from the Nonmajor Governmental Funds. These reimbursements due to the General Fund are reflected as an interfund receivable from the Nonmajor Governmental Funds. Interfund balances at December 31, 2011 are as follows:

		Due from Nonmajor Governmental Funds		Totals
Due to	General Fund			
General Fund		\$ 387,803		\$ 387,803
Nonmajor Governmental Funds	\$ 84,316			84,316
	<u>\$ 84,316</u>	<u>\$ 387,803</u>		<u>\$ 472,119</u>

During the year, several interfund transactions occurred between funds. The various transfers between the General Fund and the Nonmajor Governmental Funds were made in accordance with budgetary authorizations. Interfund transfers for the year ended December 31, 2011 are as follows:

		Transfer from Nonmajor Governmental Funds		Totals
Transfer to	General Fund			
General Fund		\$ 42,898		\$ 42,898
Nonmajor Governmental Funds	\$ 5,000			5,000
	<u>\$ 5,000</u>	<u>\$ 42,898</u>		<u>\$ 47,898</u>

NOTE 11—RESTRICTED NET ASSETS

Net assets are restricted for specific purposes at December 31, 2011 as follows:

Permanent funds - Endowments	\$ 99,708
Permanent funds - Income	22,159
Library Fund - Endowments	10,500
Library Fund	42,445
Police Fund	17,501
Public Safety Grants Fund	19,003
Forest Fire Fund	59
	<u>\$ 211,375</u>

TOWN OF PLAISTOW, NEW HAMPSHIRE
NOTES TO BASIC FINANCIAL STATEMENTS (CONTINUED)
December 31, 2011

NOTE 12—COMPONENTS OF FUND BALANCE

The components of the Town's fund balance for its governmental funds at December 31, 2011 are as follows:

<u>Fund Balances</u>	<u>General Fund</u>	<u>Nonmajor Governmental Funds</u>	<u>Total Governmental Funds</u>
Nonspendable			
Prepaid expenses	\$ 24,699		\$ 24,699
Library fund - Endowments	10,500		10,500
Permanent funds - Endowments		\$ 99,708	99,708
Restricted for:			
Permanent funds - Income		22,159	22,159
Police Fund		17,501	17,501
Public Safety Grants Fund		19,003	19,003
Forest Fire Fund		59	59
Library Fund	42,445		42,445
Committed for:			
Conservation Fund		188,198	188,198
Outside Details Fund		103,920	103,920
Water Suppression Fund		230,758	230,758
Recreation Revolving Fund		22,011	22,011
Expendable Trust Funds	606,073		606,073
Assigned for:			
Subsequent year's expenditures	90,000		90,000
Encumbrances	228,803		228,803
Library Fund	135,308		135,308
Cannons and Statue Fund		1,394	1,394
World War II Monument Fund		86	86
Westville Road Mitigation Fund		133	133
Impact Fees Fund		58,478	58,478
Unassigned (deficit):			
Unassigned - General operations	2,997,849		2,997,849
Other Grants Fund		(348)	(348)
	<u>\$ 4,135,677</u>	<u>\$ 763,060</u>	<u>\$ 4,898,737</u>

NOTE 13—COMMITMENTS AND CONTINGENCIES

Sanitation Contract

During June 2010, the Town entered into a long-term agreement with an independent company for the disposal of solid waste and recycling services through June 2013. Terms of the contract include minimum payments plus a tipping fee per tonnage disposed. The Town shall have the option to extend the contract for two additional one-year terms. For the year ended December 31, 2011, the Town expended \$526,758 under the terms of the agreement. Minimum future payments based on the flat rate charged for services will be as follows:

TOWN OF PLAISTOW, NEW HAMPSHIRE
NOTES TO BASIC FINANCIAL STATEMENTS (CONTINUED)
December 31, 2011

<u>Year Ending</u> <u>December 31,</u>	<u>Solid</u> <u>Waste</u>	<u>Recycling</u>	<u>Totals</u>
2012	\$ 201,894	\$ 82,416	\$ 284,310
2013	101,946	41,616	143,562
	<u>\$ 303,840</u>	<u>\$ 124,032</u>	<u>\$ 427,872</u>

Litigation

The Town's general counsel estimates that any potential claims against the Town, which are not covered by insurance, are immaterial and would not affect the financial position of the Town.

NOTE 14—RESTATEMENT OF EQUITY

Governmental Funds

Effective January 1, 2011, the Town retroactively changed its method of financial reporting to conform to a recent pronouncement of the Governmental Accounting Standards Board (Statement No. 54). This new standard changes how fund balance is reported for governmental fund types. As a result, the Town's previously reported Expendable Trust Funds and Library Fund (previously reported as nonmajor governmental funds) have been reclassified into the General Fund for reporting purposes.

In addition, it was determined that the Waterline Suppression Fund (a nonmajor governmental fund) had not reimbursed the General Fund for the applicable expenditures paid during the years ending December 31, 2009 and 2010.

The impact of the restatement on the governmental funds is as follows:

	<u>General</u> <u>Fund</u>	<u>Nonmajor</u> <u>Governmental</u> <u>Funds</u>
Fund balance - January 1, 2011 (as previously reported)	\$ 2,799,864	\$ 1,410,202
Amount of restatement due to conversion to GASB Statement No. 54:		
Expendable Trust Funds	462,103	(462,103)
Library Fund	190,781	(190,781)
Amount of restatement due to understatement of the interfund receivable/(payable)	<u>65,491</u>	<u>(65,491)</u>
Fund balance - January 1, 2011, as restated	<u>\$ 3,518,239</u>	<u>\$ 691,827</u>

SCHEDULE 1

TOWN OF PLAISTOW, NEW HAMPSHIRE

Schedule of Revenues, Expenditures and Changes in Fund Balance

Budget and Actual (Budgetary Basis) - General Fund

For the Year Ended December 31, 2011

	Budgeted Amounts		Actual Amounts	Variance with Final Budget - Favorable (Unfavorable)
	Original	Final		
Revenues:				
Taxes	\$ 5,053,717	\$ 5,053,717	\$ 5,119,702	\$ 65,985
Licenses and permits	1,291,000	1,291,000	1,321,863	30,863
Intergovernmental	730,672	730,672	660,629	(70,043)
Charges for services	195,000	195,000	96,330	(98,670)
Interest and investment income	11,000	11,000	12,541	1,541
Miscellaneous	344,000	344,000	445,054	101,054
Total Revenues	<u>7,625,389</u>	<u>7,625,389</u>	<u>7,656,119</u>	<u>30,730</u>
Expenditures:				
Current operations:				
General government	2,559,610	2,559,610	2,382,873	176,737
Public safety	2,470,644	2,470,644	2,327,580	143,064
Highways and streets	991,830	991,830	1,045,895	(54,065)
Sanitation	611,000	611,000	610,469	531
Water distribution and treatment	53,344	53,344	42,598	10,746
Health and welfare	223,104	223,104	185,765	37,339
Culture and recreation	251,516	251,516	225,804	25,712
Capital outlay	192,000	192,000	119,031	72,969
Debt service:				
Interest and fiscal charges	26,000	26,000	-	26,000
Total Expenditures	<u>7,379,048</u>	<u>7,379,048</u>	<u>6,940,015</u>	<u>439,033</u>
Excess revenues over expenditures	<u>246,341</u>	<u>246,341</u>	<u>716,104</u>	<u>469,763</u>
Other financing sources (uses):				
Transfers in	145,000	145,000	141,929	(3,071)
Transfers out	(691,341)	(691,341)	(691,341)	-
Total other financing sources (uses)	<u>(546,341)</u>	<u>(546,341)</u>	<u>(549,412)</u>	<u>(3,071)</u>
Net change in fund balance	(300,000)	(300,000)	166,692	466,692
Fund balance at beginning of year				
- Budgetary Basis	<u>4,037,127</u>	<u>4,037,127</u>	<u>4,037,127</u>	<u>-</u>
Fund balance at end of year				
- Budgetary Basis	<u>\$ 3,737,127</u>	<u>\$ 3,737,127</u>	<u>\$ 4,203,819</u>	<u>\$ 466,692</u>

See accompanying notes to the required supplementary information

TOWN OF PLAISTOW, NEW HAMPSHIRE
NOTES TO REQUIRED SUPPLEMENTARY INFORMATION
December 31, 2011

NOTE 1—BUDGET TO ACTUAL RECONCILIATION

Amounts recorded as budgetary amounts in the Schedule of Revenues, Expenditures and Changes in Fund Balance – Budget and Actual (Budgetary Basis) – General Fund (Schedule 1) are reported on the basis budgeted by the Town. Those amounts differ from those reported in conformity with accounting principles generally accepted in the United States of America in the Statement of Revenues, Expenditures and Changes in Fund Balances – Governmental Funds (Exhibit D). Property tax budgetary revenues are recognized when levied rather than when susceptible to accrual. Budgetary expenditures were adjusted for encumbrances. Budgetary revenues and expenditures were adjusted for on-behalf payments for fringe benefits, budgetary transfers, and non-budgetary revenues and expenditures as follows:

	Revenues and Other Financing Sources	Expenditures and Other Financing Uses
Per Exhibit D	\$ 7,927,413	\$ 7,309,975
Difference in property taxes meeting susceptible to accrual criteria	(179,561)	
Encumbrances, December 31, 2011		228,803
Encumbrances, December 31, 2010		(99,060)
On-behalf fringe benefits	(34,143)	(34,143)
Budgetary transfers	99,031	686,341
Nonbudgetary activity	(14,692)	(460,560)
Per Schedule 1	<u>\$ 7,798,048</u>	<u>\$ 7,631,356</u>

NOTE 2—BUDGETARY FUND BALANCES

The components of the budgetary fund balance for the General Fund are as follows:

Nonspendable	
Prepaid expenses	\$ 24,699
Assigned for:	
Subsequent year's expenditures	90,000
Unassigned:	
General operations	<u>4,089,120</u>
	<u>\$ 4,203,819</u>

SCHEDULE A
TOWN OF PLAISTOW, NEW HAMPSHIRE
Combining Balance Sheet
Governmental Funds - All Nonmajor Funds
December 31, 2011

	Special Revenue <u>Fund</u>	Permanent <u>Funds</u>	Combining <u>Totals</u>
ASSETS			
Cash and cash equivalents	\$ 647,114		\$ 647,114
Investments		\$ 121,937	121,937
Accounts receivable, net	29,846		29,846
Due from other governments	267,650		267,650
Due from other funds	84,316		84,316
Total Assets	<u>\$ 1,028,926</u>	<u>\$ 121,937</u>	<u>\$ 1,150,863</u>
LIABILITIES			
Due to other funds	\$ 387,733	\$ 70	\$ 387,803
Total Liabilities	<u>387,733</u>	<u>70</u>	<u>387,803</u>
FUND BALANCES			
Nonspendable		99,708	99,708
Restricted	36,563	22,159	58,722
Committed	544,887		544,887
Assigned	60,091		60,091
Unassigned (deficit)	(348)		(348)
Total Fund Balances	<u>641,193</u>	<u>121,867</u>	<u>763,060</u>
Total Liabilities and Fund Balances	<u>\$ 1,028,926</u>	<u>\$ 121,937</u>	<u>\$ 1,150,863</u>

SCHEDULE A-1
TOWN OF PLAISTOW, NEW HAMPSHIRE
Combining Balance Sheet
Governmental Funds - All Nonmajor Special Revenue Funds
December 31, 2011

	Conservation Fund	Police Fund	Outside Details Fund	Water Suppression Fund	Cannons and Statue Fund	World War II Monument Fund	Public Safety Grants Fund	Forest Fire Fund	Recreation Revolving Fund	Westville Road Mitigation Fund	Other Grants Fund	Impact Fees Fund	Combining Totals
ASSETS													
Cash and cash equivalents	\$ 183,198	\$ 18,149	\$ 11,759	\$ 321,847	\$ 1,394	\$ 86	\$ 19,003	\$ 59	\$ 33,008	\$ 133		\$ 58,478	\$ 647,114
Accounts receivable, net			12,845	17,001							\$ 267,650		29,846
Due from other governments	5,000		79,316										267,650
Due from other funds													84,316
Total Assets	\$ 188,198	\$ 18,149	\$ 103,920	\$ 338,848	\$ 1,394	\$ 86	\$ 19,003	\$ 59	\$ 33,008	\$ 133	\$ 267,650	\$ 58,478	\$ 1,028,926
LIABILITIES													
Due to other funds		\$ 648		\$ 108,090					\$ 10,997		\$ 267,998		\$ 387,733
Total Liabilities	\$ -	\$ 648	\$ -	\$ 108,090	\$ -	\$ -	\$ -	\$ -	\$ 10,997	\$ -	\$ 267,998	\$ -	\$ 387,733
FUND BALANCES													
Restricted		17,501	103,920	230,758	1,394	86	19,003	59	22,011	133		58,478	36,563
Committed	188,198												544,887
Assigned													60,091
Unassigned (deficit)											(348)		(348)
Total Fund Balances	\$ 188,198	\$ 17,501	\$ 103,920	\$ 230,758	\$ 1,394	\$ 86	\$ 19,003	\$ 59	\$ 22,011	\$ 133	\$ (348)	\$ 58,478	\$ 641,193
Total Liabilities and Fund Balances	\$ 188,198	\$ 18,149	\$ 103,920	\$ 338,848	\$ 1,394	\$ 86	\$ 19,003	\$ 59	\$ 33,008	\$ 133	\$ 267,650	\$ 58,478	\$ 1,028,926

SCHEDULE B

TOWN OF PLAISTOW, NEW HAMPSHIRE

Combining Statement of Revenues, Expenditures and Changes in Fund Balances

Governmental Funds - All Nonmajor Funds

For the Year Ended December 31, 2011

	Special Revenue Funds	Permanent Funds	Combining Totals
Revenues:			
Intergovernmental	\$ 52,993		\$ 52,993
Charges for services	301,758		301,758
Interest and investment income	1,715	\$ 86	1,801
Miscellaneous	24,798	1,100	25,898
Total Revenues	<u>381,264</u>	<u>1,186</u>	<u>382,450</u>
Expenditures:			
Current operations:			
Public safety	214,902		214,902
Highways and streets	2,400		2,400
Culture and recreation	17,823		17,823
Capital outlay	38,194		38,194
Total Expenditures	<u>273,319</u>	<u>-</u>	<u>273,319</u>
Excess of revenues over expenditures	<u>107,945</u>	<u>1,186</u>	<u>109,131</u>
Other financing sources (uses):			
Transfers in	5,000		5,000
Transfers out	(42,898)		(42,898)
Total other financing sources (uses)	<u>(37,898)</u>	<u>-</u>	<u>(37,898)</u>
Net change in fund balances	70,047	1,186	71,233
Fund balances at beginning of year, as restated	<u>571,146</u>	<u>120,681</u>	<u>691,827</u>
Fund balances at end of year	<u>\$ 641,193</u>	<u>\$ 121,867</u>	<u>\$ 763,060</u>

SCHEDULE B-1
TOWN OF PLAISTOW, NEW HAMPSHIRE
Combining Statement of Revenues, Expenditures and Changes in Fund Balances
Governmental Funds - All Nonmajor Special Revenue Funds
For the Year Ended December 31, 2011

	Conservation Fund	Police Fund	Outside Details Fund	Water Suppression Fund	Cannons and Statue Fund	World War II Monument Fund	Public Safety Grants Fund	Forest Fire Fund	Recreation Revolving Fund	Westville Road Mitigation Fund	Other Grants Fund	Impact Fees Fund	Combining Totals
Revenues:													
Intergovernmental		\$ 2,404	\$ 212,691	\$ 71,768			\$ 1,040		\$ 17,299		\$ 49,549		\$ 52,993
Charges for services			118	800	\$ 4	\$ 1	40		73	\$ 12		\$ 142	\$ 301,758
Interest and investment income	\$ 490	35		130			2,349				5,000	13,635	1,715
Miscellaneous		3,618											24,798
Total Revenues	490	6,057	212,809	72,698	4	1	3,429	66	17,372	12	54,549	13,777	381,264
Expenditures:													
Current operations:													
Public safety		31,908	144,948				2,449	22			35,575	2,400	214,902
Highways and streets												1,800	2,400
Culture and recreation	1,124								14,899		38,194		17,823
Capital outlay		31,908	144,948				2,449	22	14,899		73,769	4,200	38,194
Total Expenditures	1,124												273,319
Excess of revenues over (under) expenditures	(634)	(25,851)	67,861	72,698	4	1	980	44	2,473	12	(19,220)	9,577	107,945
Other financing sources (uses):													
Transfers in	5,000			(42,598)			(300)						5,000
Transfers out				(42,598)			(300)						(42,898)
Total other financing sources (uses)													(37,898)
Net change in fund balances	4,366	(25,851)	67,861	30,100	4	1	680	44	2,473	12	(19,220)	9,577	70,047
Fund balances at beginning of year, as restated	183,832	43,352	36,059	200,658	1,390	85	18,323	15	19,538	121	18,872	48,901	571,146
Fund balances (deficit) at end of year	\$ 188,198	\$ 17,501	\$ 103,920	\$ 230,758	\$ 1,394	\$ 86	\$ 19,003	\$ 59	\$ 22,011	\$ 133	\$ (348)	\$ 58,478	\$ 641,193

SCHEDULE C
TOWN OF PLAISTOW, NEW HAMPSHIRE
Combining Statement of Fiduciary Net Assets
Fiduciary Funds - All Agency Funds
December 31, 2011

	School Agency <u>Funds</u>	Escrow Agency <u>Funds</u>	Combining <u>Totals</u>
ASSETS			
Cash and cash equivalents	\$ 6,709	\$ 184,710	\$ 191,419
Total Assets	<u>\$ 6,709</u>	<u>\$ 184,710</u>	<u>\$ 191,419</u>
LIABILITIES			
Deposits		\$ 184,710	\$ 184,710
Due to other governments	\$ 6,709		6,709
Total Liabilities	<u>\$ 6,709</u>	<u>\$ 184,710</u>	<u>\$ 191,419</u>