



TOWN OF NEWINGTON, NH

TOWN REPORT YEAR ENDING DECEMBER 31, 2017
SCHOOL DISTRICT REPORT FY ENDING JUNE 30, 2017

EP Newington/Cogentrix



Celebrating
Business &
Industry!

Newington Station/
Granite Shore Power



Wilcox Industries



Sprague Energy – River Road Terminal



Celebrating Business & Industry!

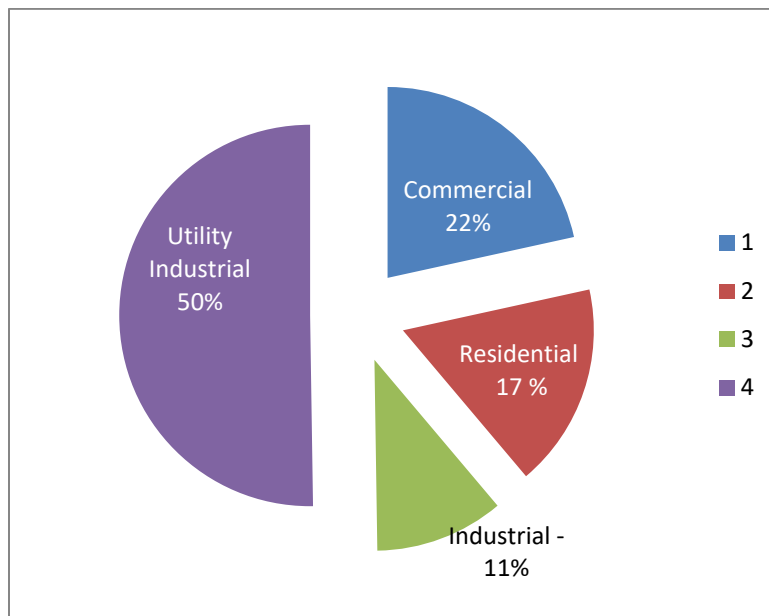


ECONOMIC DEVELOPMENT IN NEWINGTON

Newington is very fortunate to have a thriving business and industrial base. The Town constantly strives to offer services that will retain our current businesses and attract new business and industries. The following chart shows the breakdown of assessed valuation for each of the different zones in town. Note that over three quarters of Newington's tax base is commercial and industrial. Over half of the Town's tax base is in the power generation field.

TOTAL 2017 Tax valuation
\$1,084,476,900

1	\$233,832,200.00	Commercial
2	\$187,419,400.00	Residential
3	\$118,367,700.00	Industrial
4	\$544,857,600.00	Utility-Industrial



Help us to attract new business and industry by letting us know of any company/ organization interested in Newington. Please contact Gerald Coogan, Town Planner, (gcoogan@townofnewingtonnh.com or 603-436-7640) if you wish to share information or if you have questions.

Newington Thanks

Ruth Fletcher



If ever there was a person who symbolized dedication to their town, that person would be Ruth Knox Fletcher. For more than 35 years her interests, both in town and outside of it, have been widespread and varied with one common thread – longevity. Ruth’s service to the town, however, is marked not just by longevity, but by her strength of character and true leadership – qualities not possessed by many women or men.

Although not quite ready to retire from all of her obligations, Ruth has decided to step down as Town Moderator, a position she has held for more than 33 years. She is one of a select few to hold any position of office for such a long period of time, as well as holding other challenging positions simultaneously: as a Budget Committee Member and Chairman for 20 years, Sewer Commission Clerk for 12 years, Newington Fire Engineer, currently and for the past 12 years, and also as a member of the Newington Fire Dept., an EMT with the ambulance for several years.

The above mentioned jobs were only part of Ruth’s contributions to her many town passions. She may have come by her steadfast loyalty to the town through her DNA, which dates back to our founding fathers, John Adams and John Quincy Adams. Or it could just be that which her siblings described – tongue in cheek, of course – she likes to be the boss! Whatever her motivation, Ruth Fletcher has earned our appreciation, our admiration, and our deepest thanks for many jobs well done!

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TOWN DIRECTORY

Town Offices:

Phone: 603-436-7640 Fax: 603-436-7188

Town Administrator-Martha Roy	Ext. 210	mroy@townofnewingtonnh.com
Building Inspector/Health Officer-Kevin Kelley	Ext. 213	building@townofnewingtonnh.com
Secretary-Eleanor Boy	Ext. 216	eboy@townofnewingtonnh.com
Town Clerk/Tax Collector-Laura Coleman	Ext. 214	lcoleman@townofnewingtonnh.com
Town Planner-Gerald Coogan	Ext. 217	gcoogan@townofnewingtonnh.com

Police Department: Chief Mike Bilodeau

Phone: 603-431-5461 Fax: 603-431-3998

Website: www.newingtonnhpd.com

Email: mbilodeau@newingtonnhpd.com

Fire Department: Chief Andy Head

Phone: 603-436-9441 Fax: 603-430-2007

Website: www.newingtonfire.org

Email: ahead@newingtonfire.org

Newington Public School: Peter Latchaw

Phone: 603-436-1482 Fax: 603-427-0692

Website: www.sau50.org

Langdon Library: Lara Croft

Phone: 603-436-5154

Website: www.langdonlibrary.org

Email: director@langdonlibrary.org

Wastewater Treatment Plant: Denis Messier

Phone: 603-431-4111

Town of Newington Website:

www.newington.nh.us



Dick Spinney's first calf in 2017!!

OFFICERS, BOARDS, COMMITTEES

Official/Board/Committee	Term	Expires	Official/Board/Committee	Term	Expires
BOARD OF SELECTMEN			BUDGET COMMITTEE		
<i>Jan Stuart, Chair</i>	3 Yrs	2018	<i>John Lamson, Chair</i>	3 Yrs	2018
<i>Mike Marconi</i>	3 Yrs	2019	<i>Brandon Arsenault, Vice-Chair</i>	3 Yrs	2020
<i>Ted Connors</i>	3 Yrs	2020	<i>Gail Pare, Resigned</i>	3 Yrs	2018
TREASURER			<i>Sandra Sweeney</i>	3 Yrs	2018
<i>Susan Philbrick</i>	3 Yrs	2019	<i>Jennifer Kent Weiner</i>	3 Yrs	2019
<i>Luanne O'Reilly, Deputy, Appointed</i>	1 Yr	2018	<i>Alan Wilson</i>	3 Yrs	2020
TOWN CLERK/TAX COLLECTOR			<i>Katherine Latchaw</i>	3 Yrs	2019
<i>Laura Coleman</i>	3 Yrs	2018	<i>Rick Stern</i>	2 Yrs	2019
<i>Rebecca Navelski, Deputy, Appointed</i>	1 Yr	2018	<i>James Belanger</i>	3 Yrs	2020
BOARD OF FIRE ENGINEERS			<i>David Mueller, School Bd. Rep.</i>		
<i>James Fabrizio, Chair</i>	3 Yrs	2018	<i>Jan Stuart, Mike Marconi and</i>		
<i>Ruth Fletcher</i>	3 Yrs	2020	<i>Ted Connors, Selectmen's Reps</i>		
<i>Timothy Field, Appointed</i>	1 Yr	2018	CONSERVATION COMMISSION		
POLICE COMMISSION			<i>Jane Hislop, Co-Chair</i>	3 Yrs	2019
<i>Steve Prefontaine, Chair</i>	3 yrs	2018	<i>James Weiner, Co-Chair</i>	3 Yrs	2018
<i>F. Jackson Hoyt</i>	3 Yrs	2019	<i>Ann Morton</i>	3 Yrs	2020
<i>Ken Latchaw</i>	3 Yrs	2020	<i>Bill Murray</i>	3 Yrs	2018
SEWER COMMISSION			<i>Sandra Devins</i>	3 Yrs	2018
<i>T. Dean "Skip" Cole</i>	3 Yrs	2019	<i>Open</i>	3 Yrs	2019
<i>Timothy Field</i>	3 Yrs	2020	<i>Jane Kendall, Alternate</i>	3 Yrs	2019
<i>Rick Stern</i>	1 Yr	2018	LIBRARY TRUSTEES		
HISTORIC DISTRICT COMMISSION			<i>Jack O'Reilly, Chair</i>	3 Yrs	2018
<i>Maxine Mintz Pottier</i>	3 Yrs	2020	<i>David Turbide, Vice Chair</i>	2 Yrs	2019
<i>Paul Pelletier</i>	3 Yrs	2019	<i>Lillian Wilson</i>	3 Yrs	2018
<i>Elaina D'Orto</i>	3 Yrs	2018	<i>Catherine Hazelton</i>	3 Yrs	2019
<i>John Lamson</i>	3 Yrs	2018	<i>Peter Welch</i>	3 Yrs	2020
<i>Lulu Pickering</i>	3 Yrs	2020	<i>Steve Bush, Alternate</i>	1 Yr	2018
<i>Christopher Cross</i>	3 Yrs	2020	<i>Lelia Lamson, Alternate</i>	1 Yr	2018
<i>NellAnn Hiatt, Alternate</i>	3 Yrs	2020	MODERATOR		
<i>Victoria Eversman, Alternate</i>	3 Yrs	2020	<i>Ruth Fletcher</i>	2 Yrs	2018
<i>Ted Connors, Selectmen's Rep</i>			HIGHWAY SAFETY COMMITTEE		
			<i>Mike Bilodeau, Police Chief</i>		
TRUSTEES OF THE TRUST FUND			<i>Andy Head, Fire Chief</i>		
<i>Mark Phillips, Chair</i>	3 Yrs	2019	<i>Len Thomas, Road Agent</i>		
<i>Jennifer Mulstay</i>	3 Yrs	2020	<i>Jan Stuart, Selectmen's Rep.</i>		
<i>John Lamson</i>	3 Yrs	2018			

Official/Board/Committee			Official/Board/Committee		
Term	Expires		Term	Expires	
PLANNING BOARD			BOARD OF ADJUSTMENT		
<i>Denis Hebert, Chair</i>	3 Yrs	2018	<i>Matthew Morton, Chair</i>	3 Yrs	2018
<i>Christopher Cross, Vice-Chair</i>	3 Yrs	2020	<i>John Frink</i>	3 Yrs	2018
<i>Bernard Christopher</i>	3 Yrs	2020	<i>Edna Mosher</i>	3 Yrs	2020
<i>Jack Pare, Resigned</i>	3 Yrs	2018	<i>Ralph Estes</i>	3 yrs	2020
<i>Rick Stern, Alternate</i>	3 Yrs	2020	<i>Jim Weiner</i>	2 Yrs	2018
<i>James Weiner</i>	3 Yrs	2019	<i>Brandon Arsenault, Alternate</i>	3 Yrs	2019
<i>Mark Phillips, Resigned</i>	3 Yrs	2019	<i>Katherine Latchaw, Alternate</i>	3 Yrs	2020
<i>Kenneth Latchaw, Alternate</i>	3 Yrs	2020			
<i>Peter Welch, Alternate</i>	3 Yrs	2020			
<i>Mike Marconi, Selectmen's Rep.</i>			EMERGENCY MANAGEMENT		
RECREATION COMMITTEE			<i>Mike Bilodeau, Police Chief</i>		
<i>Bob Dell Isola, Chair</i>	1 Yr	2018	<i>Andy Head, Fire Chief</i>		
<i>Jack O'Reilly</i>	1 Yr	2018	<i>Ted Connors, Selectmen's Rep</i>		
<i>Darryl Brown</i>	1 Yr	2018			
<i>Martin Callahan</i>	1 Yr	2018	SUPERVISOR OF THE CHECKLIST		
<i>Jeff Philbrick</i>	1 Yr	2018	<i>Sue Philbrick</i>	4 Yrs	2021
<i>Rebecca Navelski</i>	1 Yr	2018	<i>Victoria Eversman</i>	4 Yrs	2019
<i>Jared Savinelli</i>	1 Yr	2018	<i>Suzanne Vietas</i>	1 Yr	2018
CEMETERY TRUSTEES			BALLOT CLERKS		
<i>Margaret Lamson</i>	2 Yrs	2019	<i>Suzanne Russell</i>	1 Yr	2018
<i>Alan Wilson</i>	3 Yrs	2018	<i>Gail Johnson</i>	1 Yr	2018
<i>Cosmas Iocovozzi</i>	3 Yrs	2020	<i>Margaret Lamson</i>	1 Yr	2018
DOCKMASTER			<i>Sandra Sweeney</i>	1 Yr	2018
<i>Vincent "Chip" Taccetta</i>	3 Yrs	2020	<i>Carol Bush</i>	1 Yr	2018
FIRE WARDEN			<i>Cynthia Cross</i>	1 Yr	2018
<i>Timothy Field</i>	3 Yrs	2020	<i>Gail Welch</i>	1 Yr	2018
PDA REPRESENTATIVE			<i>Katherine Latchaw</i>	1 Yr	2018
<i>Margaret Lamson</i>	3 Yrs	2018	<i>Sandy Westin</i>	1 Yr	2018
HEALTH OFFICER			<i>Lisa Bellman</i>	1 Yr	2018
<i>Kevin Kelley</i>	1 Yr	2018	ELECTION OFFICIALS		
DEPUTY HEALTH OFFICERS			<i>Lynda Bullock</i>	1 Yr	2018
<i>Andrew Head</i>	3 Yrs	2020	<i>Elisabeth Connors</i>	1 Yr	2018
<i>Darin Sabine</i>	3 Yrs	2020	<i>Mary Wahl</i>	1 Yr	2018

Official/Board/Committee	Term	Expires	Official/Board/Committee	Term	Expires
ECONOMIC DEVELOPMENT COMM					
<i>Jeff Hiatt</i>	1 Yr	2018			
<i>Jill Boynton</i>	1 Yr	2018			
<i>Jennifer Kent Weiner</i>	1 Yr	2018			
<i>Brandon Arsenault</i>	1 Yr	2018			
<i>Michael Donahue</i>	1 Yr	2018			
<i>Alicia Busconi</i>	1 Yr	2018			
<i>Jim Teetzel</i>	1 yr	2018			
<i>Bob Raymond</i>	1 Yr	2018			
<i>Ted Connors, Selectmen's Rep</i>					

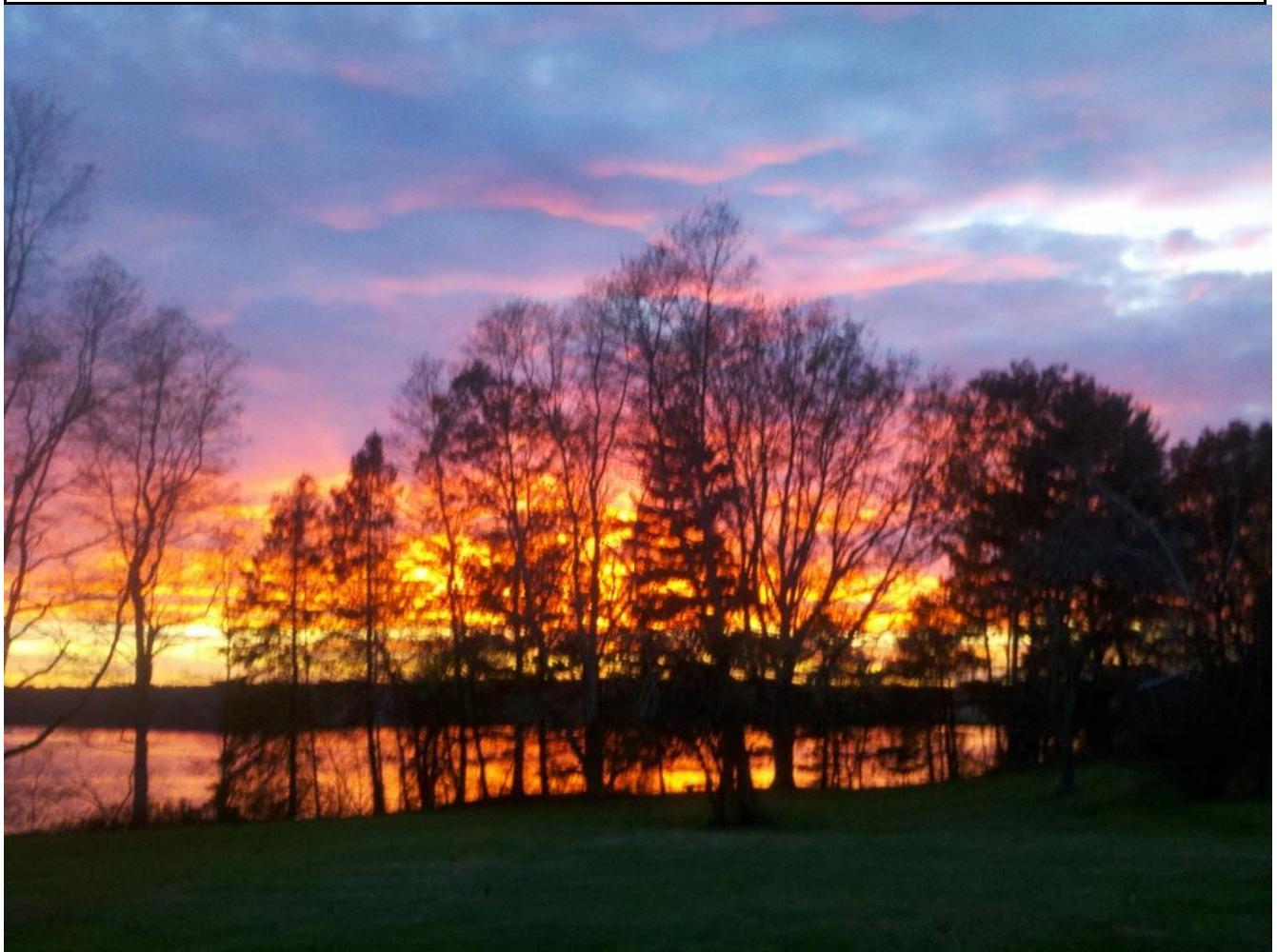


Dick Spinney Haying

NEWINGTON STAFF and EMPLOYEES

TOWN HALL STAFF	FIRE DEPARTMENT
<i>Martha Roy, Town Administrator</i>	<i>Andy Head, Chief</i>
<i>Deb Zabkar, Finance Director</i>	<i>Jeff Leduc, Assistant Chief</i>
<i>Eleanor Boy, Secretary</i>	<i>Darin Sabine, Deputy Chief</i>
TOWN PLANNER	<i>Laurie Mu, Secretary</i>
<i>Gerald Coogan</i>	<i>Peter Wahl, EMS</i>
LANGDON LIBRARY	<i>Lt. Mark Merrill</i>
<i>Lara Croft, Director</i>	<i>Lt. Chris Gallant</i>
<i>Theresa Tomlinson, Administrative Coordinator</i>	<i>Lt. John McCooey</i>
<i>Amy Covell, Programming Assistant</i>	<i>FF Jonathan March</i>
<i>Mary Rash, Interlibrary Loan Librarian</i>	<i>FF Brandon Lisowski</i>
<i>Debra Kohlhase, Library Assistant</i>	<i>FF Jonathan Connors</i>
<i>Kaytee Hojnacki, Substitute</i>	<i>FF Brian Berghorn</i>
<i>Paula Knox, Substitute</i>	<i>Call FF Andrew Belair</i>
<i>Kiska Alexandropoulos, Substitute</i>	<i>Call FF Matthew Brillard</i>
	<i>Call FF Christopher Carbonneau</i>
POLICE DEPARTMENT	<i>Call FF William Carey</i>
<i>Michael Bilodeau, Chief</i>	<i>Call FF Kevin Craft</i>
<i>Diana St. Laurent, Executive Secretary</i>	<i>Call FF Tyler Dodds</i>
<i>Captain Mike Sullivan</i>	<i>Call FF Alexandria Gorski</i>
<i>Detective Sergeant Tony Harland</i>	<i>Call FF Colin Hickman</i>
<i>Patrol Sergeant Brandon Smart</i>	<i>Call FF Ben Hyman</i>
<i>Master Patrolman Seth Appelbaum</i>	<i>Call FF Eric Johnson</i>
<i>Patrolman Sean O'Reilly</i>	<i>Call FF Jesse Kelley</i>
<i>Patrolman Timothy Gordon</i>	<i>Call FF Peter LaBreck</i>
<i>Patrolman Andrew Wood</i>	<i>Call FF Devin Martin</i>
<i>Patrolman Adin Sobel</i>	<i>Call FF Michael Carey</i>
<i>Patrolman Patrick Costin</i>	<i>Call FF Jared Graham</i>
<i>Prosecutor Brian S. Newcomer</i>	<i>Call FF Jason Rivera</i>
<i>Patrolman Douglas Lorenz (part time)</i>	<i>Call FF Kayla Reno</i>
<i>Patrolman Tim McClare (part time)</i>	<i>Call FF David Levesque Jr.</i>
BLDG INSPECTOR/CODE ENFORCEMENT	<i>Call FF Everette Mitchell</i>
<i>Kevin Kelley</i>	<i>Call FF Rye Morrill</i>
HIGHWAY	<i>Call FF Joseph Isabel</i>
<i>Len Thomas, Road Agent</i>	TRANSFER STATION
<i>John Frink</i>	<i>Craig Daigle, Superintendent</i>
<i>Victor McLean</i>	<i>Frank Reinhold, Assistant</i>
<i>Frank Reinhold</i>	INSPECTORS
<i>Rick St. Laurent</i>	<i>Mike Regan, Electrical</i>
<i>Chase Coleman</i>	<i>Robert Hart, Jr., Plumbing</i>

Plow Drivers
<i>Erik Anderson</i>
<i>William Behrmann</i>
<i>Matt Coleman</i>
<i>Ben Johnson</i>



Sunset at Fox Point

**STATE OF NEW HAMPSHIRE
2018 TOWN WARRANT**

***To the inhabitants of the Town of Newington in the County of Rockingham and said State
qualified to vote in Town affairs:***

You are hereby notified to meet at the Newington Town Hall on Tuesday, March 13, 2018 to act on Articles 1-9. The polls will open at 11:00am and will close at 7:00pm.

The business portion of the meeting to act on Articles 10-25 will resume at the Newington Town Hall on Saturday, March 17, 2018 at 10:30am.

ARTICLE 1: To select by non-partisan ballot: One (1) Selectman for 3 years; One (1) Town Clerk/Tax Collector for 3 years; One (1) Moderator for 2 years; One (1) Police Commissioner for 3 years; One (1) Fire Engineer for 3 years; One (1) Fire Engineer for 1 year; Two (2) Planning Board members for 3 years; One (1) Planning Board member for 1 year; One (1) Sewer Commissioner for 3 years; Two (2) Library Trustees for 3 years; One (1) Cemetery Trustee for 3 years; One (1) Trustee of the Trust Funds for 3 years; One (1) Supervisor of the Checklist for 6 years; Three (3) Budget Committee members for 3 years.

ARTICLE 2: Zoning Amendment # 1:

Are you in favor of adoption of Amendment No. 1, as proposed by the Planning Board for the Town's Zoning Ordinance as follows?

Add a definition of Building Height to NZO Article II – Definitions, Section 2.

Building Height: The vertical difference between the lowest ground elevation of the predevelopment (or redevelopment) at the foundation of the building, structure or wall and the highest elevation of the roof, parapet wall, or uppermost part. Chimneys, vents or utility service structures shall not be included in the measurement of vertical dimensions. A special exception regarding the building height may be granted by the Planning Board.

Recommended by the Planning Board

ARTICLE 3: Zoning Amendment # 2:

Are you in favor of adoption of Amendment No. 2, as proposed by the Planning Board for the Town's Zoning Ordinance as follows?

To make certain clarifications to NZO Article III – Zoning Districts Section 6 – Waterfront Industry and Commerce District W by stating that commercial cruise ships are not an appropriate use, and by adding more specific uses in the Uses Permitted section such as marine related activities such as marine transport, marine construction, marine supply and support, vessel repair and the like, seafood processing and distribution, bulk material storage and distribution, energy generation facilities and desalination plant

Recommended by the Planning Board

ARTICLE 4: Zoning Amendment # 3:

Are you in favor of adoption of Amendment No. 3, as proposed by the Planning Board for the Town's Zoning Ordinance as follows?

In NZO **Article XVII – Administration, Section 3 – Application for Building Permit**, add the following paragraph after E:

The applicant for a building permit shall complete the building within eighteen (18) months after the issuance of the building permit. An extension for up to one (1) year may be granted for a good cause. This amendment shall apply retrospectively to building permits that have been issued for work that has not been completed.

Recommended by the Planning Board

ARTICLE 5: Zoning Amendment # 4:

Are you in favor of adoption of Amendment No. 4, as proposed by the Planning Board for the Town's Zoning Ordinance as follows?

In NZO **Article IV – General Provisions** add a new Section 11: Each unit in a duplex shall have its own separate water and septic service and metered gas and electric power. The owner of the duplex unit is responsible for maintenance and repair of all utilities.

Recommended by the Planning Board

ARTICLE 6: Zoning Amendment # 5:

Are you in favor of adoption of Amendment No. 4, as proposed by the Planning Board for the Town's Zoning Ordinance as follows?

In NZO **Article XVII-Administration, Section 2- Building Permit Required**, add the following sentence: The Town's Building Inspector shall have the authority to require a certified foundation plan and a certified plot plan, when in his opinion, such documentation is necessary. The Building Inspector may exercise this authority when there is a concern regarding the building's proximity to side, rear and front setbacks, wetlands, floodplain, shoreline and other sensitive areas.

Recommended by the Planning Board

ARTICLE 7: Zoning Amendment # 6:

Are you in favor of adoption of Amendment No. 6, as proposed by the Planning Board for the Town's Zoning Ordinance as follows?

Clarify NZO Article VI Non- Conforming Property, Section 1 by adding the clarification in the second sentence.

SECTION 1 - Expansion: Non-conforming uses and non-conforming structures shall not be enlarged, expanded or extended. Otherwise conforming uses and conforming structures on land smaller than the minimum lot size specified in Table VI-1 may be enlarged subject to meeting all other ordinance requirements.

Recommended by the Planning Board

ARTICLE 8: Zoning Amendment # 7:

Are you in favor of adoption of Amendment No. 7, as proposed by the Planning Board for the Town's Zoning Ordinance as follows?

In NZO Article IV General Provisions add a new Section 12:

Section 12 – Land Disturbance: For any land disturbance such as building construction, redevelopment, excavation, earth removal, filling of land, disturbance of wetlands and the like, the applicant and or property owner shall ensure that there will be no increase in water runoff on to any abutting property. Any change in elevation requires written approval from the Building Inspector or Planning Board. This provision will be a condition of approval for a subdivision plan, site plan and building permit.

Recommended by the Planning Board

ARTICLE 9: Zoning Amendment # 8:

Are you in favor of adoption of Amendment No. 8, as proposed by a citizens' petition to amend the Newington Building Code, Section 9, Swimming Pools, to add such language in italics and quotation marks below:

Any pool designed for swimming shall be completely fenced with a fence at least four feet in height. The gate or access to the fence area shall be locked at all times that the pool is unattended "*or a swimming pool with a power safety cover complying with ASTM F 1346 as an authorized exception*".

Not recommended by the Planning Board

ARTICLE 10: To see if the Town will vote to raise and appropriate the Budget Committee recommended sum of *Seven Million, Six Hundred Ninety Three Thousand, Four Hundred Ninety Dollars* (\$7,693,490) for the operating budget. This article does not include appropriations voted in special or individual warrant articles addressed separately.

THIS ARTICLE IS RECOMMENDED BY THE SELECTMEN (3-0)

THIS ARTICLE IS RECOMMENDED BY THE BUDGET COMMITTEE (8-0)

ARTICLE 11: To see if the Town will vote to raise and appropriate *Seventy Two Thousand Dollars* (\$72,000) for the purpose of adding one (1) additional Patrolman to the Town's Police

Department. If approved the cost associated with adding the additional Patrolman will become part of the annual operating budget in subsequent years.

THIS ARTICLE IS RECOMMENDED BY THE SELECTMEN (3-0)
THIS ARTICLE IS RECOMMENDED BY THE BUDGET COMMITTEE (8-0)

ARTICLE 12: To see if the Town will vote to raise and appropriate *Fifty Two Thousand Dollars* (\$52,000) for the purpose of adding one (1) full time Working Foreman to the Town's Highway Department. If approved the cost associated with adding the additional Highway Working Foreman will become part of the annual operating budget in subsequent years.

THIS ARTICLE IS RECOMMENDED BY THE SELECTMEN (3-0)
THIS ARTICLE IS RECOMMENDED BY THE BUDGET COMMITTEE (7-1)

ARTICLE 13: To see if the Town will vote to raise and appropriate the sum of *Fifty Thousand Dollars* (\$50,000) to be placed in the Replacement and/or Repair of Vehicles Operated by the Fire Department Capital Reserve Fund.

THIS ARTICLE IS RECOMMENDED BY THE SELECTMEN (3-0)
THIS ARTICLE IS RECOMMENDED BY THE BUDGET COMMITTEE (8-0)
Est. in 1986/Revised 1998; added \$50,000 last year. As of December 31, 2017 this fund had a balance of \$216,764.70

ARTICLE 14: To see if the Town will vote to raise and appropriate the sum of *Fifty Thousand Dollars* (\$50,000) to be placed in the Major Road Work Capital Reserve Fund.

THIS ARTICLE IS RECOMMENDED BY THE SELECTMEN (3-0)
THIS ARTICLE IS RECOMMENDED BY THE BUDGET COMMITTEE (8-0)
Est. in 2001; added \$50,000 last year. As of December 31, 2017 this fund had a balance of \$190,369.27

ARTICLE 15: To see if the Town will raise \$260,000 to acquire a conservation easement on the Ripley's property located at 50 Old Post Road, Tax Map 17, Lot 15 to be offset by an \$80,000 grant from the State of NH Aquatic Resource Mitigation (ARM) program and \$140,000 from the Town Conservation Fund and \$40,000 from taxation.

THIS ARTICLE IS RECOMMENDED BY THE SELECTMEN (3-0)
THIS ARTICLE IS RECOMMENDED BY THE BUDGET COMMITTEE (8-0)

ARTICLE 16: To see if the Town will vote to change the purpose of the existing Municipal Building Emergency Repairs Capital Reserve Fund to the Municipal Building Major Repairs Capital Reserve Fund and furthermore to name the Selectmen as agents to expend. This change of purpose will allow these funds to be used for major capital repair projects as well as emergency repairs. (2/3 vote required).

THIS ARTICLE IS RECOMMENDED BY THE SELECTMEN (3-0)

ARTICLE 17: To see if the Town will vote to raise and appropriate the sum of *Thirty Thousand Dollars* (\$30,000) to be placed in the Municipal Building Major Repairs Capital Reserve Fund.

THIS ARTICLE IS RECOMMENDED BY THE SELECTMEN (3-0)
THIS ARTICLE IS RECOMMENDED BY THE BUDGET COMMITTEE (8-0)
Est. in 2004; added \$30,000 last year. As of December 31, 2017 this fund had a balance of \$125,369.96

ARTICLE 18: To see if the Town will vote to raise and appropriate the sum of *Thirty Thousand Dollars* (\$30,000) to be placed in the existing Conservation Fund established in accordance with RSA 36-A:5 to be used for expenses associated with the purchase of Conservation Land and open space, easements, wetlands and other land management acquisitions.

THIS ARTICLE IS RECOMMENDED BY THE SELECTMEN (3-0)

THIS ARTICLE IS RECOMMENDED BY THE BUDGET COMMITTEE (8-0)

Est. in 2001; added \$30,000 last year. As of December 31, 2017 this fund had a balance of \$227,440.96

ARTICLE 19: To see if the Town will vote to raise and appropriate the sum of *Thirty Thousand Dollars* (\$30,000) to be placed in the Severance to Town Employees Expendable Trust Fund.

THIS ARTICLE IS RECOMMENDED BY THE SELECTMEN (3-0)

THIS ARTICLE IS RECOMMENDED BY THE BUDGET COMMITTEE (8-0)

Est. in 2004; added \$10,000 last year. As of December 31, 2017 this fund had a balance of \$5,298.89

ARTICLE 20: To see if the Town will vote to raise and appropriate the sum of *Twenty Five Thousand Dollars* (\$25,000) to be added to the Replacement and/or Major Repairs of Vehicles and Equipment operated by the Highway Department Capital Reserve Fund.

THIS ARTICLE IS RECOMMENDED BY THE SELECTMEN (3-0)

THIS ARTICLE IS RECOMMENDED BY THE BUDGET COMMITTEE (8-0)

Est. in 2005; added \$50,000 last year. As of December 31, 2017 this fund had a balance of \$193,847.16

ARTICLE 21: To see if the Town will vote to raise and appropriate the sum of *Ten Thousand Dollars* (\$10,000) to be placed in the Replacement of the Town Ambulance and any Major Medical Equipment Capital Reserve Fund.

THIS ARTICLE IS RECOMMENDED BY THE SELECTMEN (3-0)

THIS ARTICLE IS RECOMMENDED BY THE BUDGET COMMITTEE (8-0)

Est. in 1998; added \$10,000 last year. As of December 31, 2017 this fund had a balance of \$36,023.81

ARTICLE 22: To see if the Town will vote to raise and appropriate the sum of *Ten Thousand Dollars* (\$10,000) to be placed in the Town Generators Capital Reserve Fund.

THIS ARTICLE IS RECOMMENDED BY THE SELECTMEN (3-0)

THIS ARTICLE IS RECOMMENDED BY THE BUDGET COMMITTEE (8-0)

Est. in 2016, added \$10,000 last year. As of December 31, 2017 this fund had a balance of \$20,034.08

ARTICLE 23: To see if the Town vote to raise and appropriate the sum of *Ten Thousand dollars* (\$10,000) to be placed in the Replacement of Fire Department SCBA Equipment Capital Reserve Fund.

THIS ARTICLE IS RECOMMENDED BY THE SELECTMEN (3-0)

THIS ARTICLE IS RECOMMENDED BY THE BUDGET COMMITTEE (8-0)

Est. in 2011, added \$10,000 last year. As of December 31, 2017 this fund had a balance of \$10,518.24.

ARTICLE 24: To see if the Town will vote to raise and appropriate the sum of *Two Thousand Five Hundred Dollars* (\$2,500) to be added to the Town Recreational Facilities and Equipment Capital Reserve Fund.

THIS ARTICLE IS RECOMMENDED BY THE SELECTMEN (3-0)

THIS ARTICLE IS RECOMMENDED BY THE BUDGET COMMITTEE (8-0)

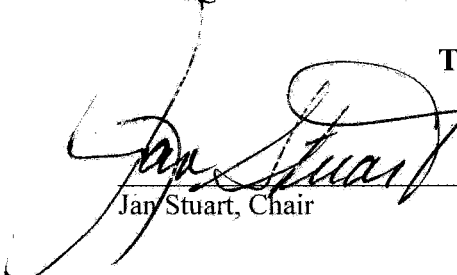
Est. in 2005; added \$2,500 last year. As of December 31, 2017 this fund had a balance of \$31,777.67

ARTICLE 25: To hear the report of the Moderator on the election of officers.

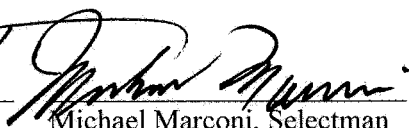
Given under our hands and seal this 21st day of February 2018.

We certify and attest that on or before the 21st day of February 2018, we posted a true and attested copy of the within Warrant at the place of Meeting, and like copies at the South Newington Bulletin Board and the Meeting House, and delivered the original to the Town Clerk.

The Town of Newington Board of Selectmen



Jan Stuart, Chair



Michael Marconi, Selectman




Timothy "Ted" Connors, Selectman

A True copy of Warrant: Attest



Jan Stuart, Chair



Michael Marconi, Selectman



Timothy "Ted" Connors, Selectman



Proposed Budget

Newington











For the period beginning January 1, 2018 and ending December 31, 2018

Form Due Date: 20 Days after the Annual Meeting

This form was posted with the warrant on: February 21, 2018

BUDGET COMMITTEE CERTIFICATION

Under penalties of perjury, I declare that I have examined the information contained in this form and to the best of my belief it is true, correct and complete.

Name	Position	Signature
John Lamson	Chair	
Brandon Arsenaault	Vice-Chair	
Sandra Sweeney	Member	
Jennifer Kent Weiner	Member	
Alan Wilson	Member	
Katherine Latchaw	Member	
Rick Stern	Member	
James Belanger	Member	
David Mueller	School Board Rep.	
Timothy "Ted" Connors	Selectmen's Rep.	

This form must be signed, scanned, and uploaded to the Municipal Tax Rate Setting Portal:
<https://www.proptax.org/>

For assistance please contact:
NH DRA Municipal and Property Division
(603) 230-5090
<http://www.revenue.nh.gov/mun-prop/>

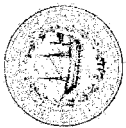


New Hampshire
Department of
Revenue Administration

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Appropriations

Account	Purpose	Article	Appropriations Prior Year as Approved by DRA	Expenditures Prior Year	Selectmen's Appropriations Ensuing FY (Recommended)	Selectmen's Appropriations Ensuing FY (Not Recommended)	Budget Committee's Appropriations Ensuing FY (Recommended)	Budget Committee's Appropriations Ensuing FY (Not Recommended)
General Government								
0000-0000	Collective Bargaining		\$0	\$0	\$0	\$0	\$0	\$0
4130-4139	Executive	10	\$341,077	\$354,179	\$344,594	\$0	\$344,594	\$0
4140-4149	Election, Registration, and Vital Statistics	10	\$10,765	\$8,551	\$13,206	\$0	\$13,206	\$0
4150-4151	Financial Administration	10	\$256,800	\$176,037	\$315,477	\$0	\$315,477	\$0
4152	Revaluation of Property		\$0	\$0	\$0	\$0	\$0	\$0
4153	Legal Expense	10	\$187,501	\$106,771	\$120,004	\$0	\$120,004	\$0
4155-4159	Personnel Administration		\$0	\$0	\$0	\$0	\$0	\$0
4191-4193	Planning and Zoning	10	\$177,844	\$167,442	\$147,022	\$0	\$147,022	\$0
4194	General Government Buildings	10	\$194,874	\$190,657	\$172,120	\$0	\$172,120	\$0
4195	Cemeteries	10	\$22,986	\$17,656	\$25,765	\$0	\$25,765	\$0
4196	Insurance	10	\$251,475	\$235,984	\$256,834	\$0	\$256,834	\$0
4197	Advertising and Regional Association	10	\$7,117	\$6,242	\$40,511	\$0	\$40,511	\$0
4199	Other General Government		\$0	\$0	\$0	\$0	\$0	\$0
General Government Subtotal			\$1,450,439	\$1,263,519	\$1,435,533	\$0	\$1,435,533	\$0
Public Safety								
4210-4214	Police	10	\$1,464,214	\$1,438,561	\$1,561,876	\$0	\$1,561,876	\$0
4215-4219	Ambulance		\$0	\$0	\$0	\$0	\$0	\$0
4220-4229	Fire	10	\$1,612,284	\$1,604,488	\$1,684,012	\$0	\$1,684,012	\$0
4240-4249	Building Inspection	10	\$113,625	\$102,337	\$127,572	\$0	\$127,572	\$0
4290-4298	Emergency Management	10	\$15,158	\$13,976	\$15,839	\$0	\$15,839	\$0
4299	Other (Including Communications)		\$0	\$0	\$0	\$0	\$0	\$0
Public Safety Subtotal			\$3,205,281	\$3,159,362	\$3,389,299	\$0	\$3,389,299	\$0
Airport/Aviation Center								
4301-4309	Airport Operations		\$0	\$0	\$0	\$0	\$0	\$0
Airport/Aviation Center Subtotal			\$0	\$0	\$0	\$0	\$0	\$0



New Hampshire
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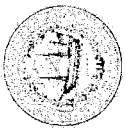
Appropriations

Account	Purpose	Article	Appropriations Prior Year as Approved by DRA	Expenditures Prior Year	Selectmen's Appropriations Ensuing FY (Recommended)	Selectmen's Appropriations Ensuing FY (Not Recommended)	Budget Committee's Appropriations Ensuing FY (Recommended)	Budget Committee's Appropriations Ensuing FY (Not Recommended)
Highways and Streets								
4311	Administration		\$0	\$0	\$0	\$0	\$0	\$0
4312	Highways and Streets	10	\$453,520	\$401,150	\$456,838	\$0	\$456,838	\$0
4313	Bridges		\$0	\$0	\$0	\$0	\$0	\$0
4316	Street Lighting	10	\$22,000	\$27,260	\$22,000	\$0	\$22,000	\$0
4319	Other		\$0	\$0	\$0	\$0	\$0	\$0
Highways and Streets Subtotal			\$475,520	\$428,410	\$478,838	\$0	\$478,838	\$0
Sanitation								
4321	Administration		\$0	\$0	\$0	\$0	\$0	\$0
4323	Solid Waste Collection	10	\$61,021	\$62,392	\$61,521	\$0	\$61,521	\$0
4324	Solid Waste Disposal	10	\$84,590	\$83,623	\$87,964	\$0	\$87,964	\$0
4325	Solid Waste Cleanup		\$0	\$0	\$0	\$0	\$0	\$0
4326-4329	Sewage Collection, Disposal and Other		\$0	\$0	\$0	\$0	\$0	\$0
Sanitation Subtotal			\$145,611	\$146,015	\$149,485	\$0	\$149,485	\$0
Water Distribution and Treatment								
4331	Administration		\$0	\$0	\$0	\$0	\$0	\$0
4332	Water Services		\$0	\$0	\$0	\$0	\$0	\$0
4335-4339	Water Treatment, Conservation and Other		\$0	\$0	\$0	\$0	\$0	\$0
Water Distribution and Treatment Subtotal			\$0	\$0	\$0	\$0	\$0	\$0
Electric								
4351-4352	Administration and Generation		\$0	\$0	\$0	\$0	\$0	\$0
4353	Purchase Costs		\$0	\$0	\$0	\$0	\$0	\$0
4354	Electric Equipment Maintenance		\$0	\$0	\$0	\$0	\$0	\$0
4359	Other Electric Costs		\$0	\$0	\$0	\$0	\$0	\$0
Electric Subtotal			\$0	\$0	\$0	\$0	\$0	\$0



Appropriations

Account	Purpose	Article	Appropriations Prior Year as Approved by DRA	Expenditures Prior Year	Selectmen's Appropriations Ensuing FY (Recommended)	Selectmen's Appropriations Ensuing FY (Not Recommended)	Budget Committee's Appropriations Ensuing FY (Recommended)	Budget Committee's Appropriations Ensuing FY (Not Recommended)
Health								
4411	Administration		\$0	\$0	\$0	\$0	\$0	\$0
4414	Pest Control	10	\$40,000	\$33,454	\$40,000	\$0	\$40,000	\$0
4415-4419	Health Agencies, Hospitals, and Other		\$0	\$0	\$0	\$0	\$0	\$0
Health Subtotal			\$40,000	\$33,454	\$40,000	\$0	\$40,000	\$0
Welfare								
4441-4442	Administration and Direct Assistance	10	\$2,000	\$0	\$2,000	\$0	\$2,000	\$0
4444	Intergovernmental Welfare Payments		\$0	\$0	\$0	\$0	\$0	\$0
4445-4449	Vendor Payments and Other		\$0	\$0	\$0	\$0	\$0	\$0
Welfare Subtotal			\$2,000	\$0	\$2,000	\$0	\$2,000	\$0
Culture and Recreation								
4520-4529	Parks and Recreation	10	\$105,651	\$119,513	\$109,075	\$0	\$109,075	\$0
4550-4559	Library	10	\$190,495	\$162,745	\$193,577	\$0	\$193,577	\$0
4583	Patriotic Purposes		\$0	\$0	\$0	\$0	\$0	\$0
4589	Other Culture and Recreation	10	\$16,300	\$9,521	\$16,300	\$0	\$16,300	\$0
Culture and Recreation Subtotal			\$312,446	\$291,779	\$318,952	\$0	\$318,952	\$0
Conservation and Development								
4611-4612	Administration and Purchasing of Natural Resources	10	\$11,592	\$4,267	\$11,592	\$0	\$11,592	\$0
4619	Other Conservation		\$260,000	\$0	\$0	\$0	\$0	\$0
4631-4632	Redevelopment and Housing		\$0	\$0	\$0	\$0	\$0	\$0
4651-4659	Economic Development		\$0	\$0	\$0	\$0	\$0	\$0
Conservation and Development Subtotal			\$271,592	\$4,267	\$11,592	\$0	\$11,592	\$0



New Hampshire
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Appropriations

Account	Purpose	Article	Appropriations Prior Year as Approved by DRA	Expenditures Prior Year	Selectmen's Appropriations Ensuing FY (Recommended)	Selectmen's Appropriations Ensuing FY (Not Recommended)	Budget Committee's Appropriations Ensuing FY (Recommended)	Budget Committee's Appropriations Ensuing FY (Not Recommended)
Debt Service								
4711	Long Term Bonds and Notes - Principal	10	\$357,800	\$357,800	\$357,800	\$0	\$357,800	\$0
4721	Long Term Bonds and Notes - Interest	10	\$10,854	\$10,674	\$3,600	\$0	\$3,600	\$0
4723	Tax Anticipation Notes - Interest	10	\$400	\$0	\$1	\$0	\$1	\$0
4790-4799	Other Debt Service	10	\$92,170	\$115,104	\$140,332	\$0	\$140,332	\$0
Debt Service Subtotal			\$461,224	\$483,578	\$501,733	\$0	\$501,733	\$0
Capital Outlay								
4901	Land		\$0	\$0	\$0	\$0	\$0	\$0
4902	Machinery, Vehicles, and Equipment	10	\$32,351	\$32,351	\$68,391	\$0	\$68,391	\$0
4903	Buildings		\$0	\$0	\$0	\$0	\$0	\$0
4909	Improvements Other than Buildings		\$0	\$0	\$0	\$0	\$0	\$0
Capital Outlay Subtotal			\$32,351	\$32,351	\$68,391	\$0	\$68,391	\$0
Operating Transfers Out								
4912	To Special Revenue Fund		\$0	\$0	\$0	\$0	\$0	\$0
4913	To Capital Projects Fund		\$0	\$0	\$0	\$0	\$0	\$0
4914A	To Proprietary Fund - Airport		\$0	\$0	\$0	\$0	\$0	\$0
4914E	To Proprietary Fund - Electric		\$0	\$0	\$0	\$0	\$0	\$0
4914S	To Proprietary Fund - Sewer	10	\$869,744	\$688,748	\$1,297,667	\$0	\$1,297,667	\$0
4914W	To Proprietary Fund - Water		\$0	\$0	\$0	\$0	\$0	\$0
4918	To Non-Expendable Trust Funds		\$0	\$0	\$0	\$0	\$0	\$0
4919	To Agency Funds		\$0	\$0	\$0	\$0	\$0	\$0
Operating Transfers Out Subtotal			\$869,744	\$688,748	\$1,297,667	\$0	\$1,297,667	\$0
Total Operating Budget Appropriations			\$7,266,208	\$6,531,483	\$7,693,490	\$0	\$7,693,490	\$0



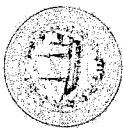
Special Warrant Articles

Account	Purpose	Article	Appropriations Prior Year as Approved by DRA	Expenditures Prior Year	Selectmen's Appropriations Ensuing FY (Recommended)	Selectmen's Appropriations Ensuing FY (Not Recommended)	Budget Committee's Appropriations Ensuing FY (Recommended)	Budget Committee's Appropriations Ensuing FY (Not Recommended)
4915	To Capital Reserve Fund		\$0	\$0	\$0	\$0	\$0	\$0
4916	To Expendable Trust Fund		\$0	\$0	\$0	\$0	\$0	\$0
4917	To Health Maintenance Trust Funds		\$0	\$0	\$0	\$0	\$0	\$0
4619	Other Conservation	15	\$260,000	\$0	\$260,000	\$0	\$260,000	\$0
<i>Purpose: Raise funds for Conservation Easement acquisition</i>								
4915	To Capital Reserve Fund	13	\$50,000	\$50,000	\$50,000	\$0	\$50,000	\$0
<i>Purpose: Raise \$50,000 for the Replacement and for Repair o</i>								
4915	To Capital Reserve Fund	14	\$50,000	\$50,000	\$50,000	\$0	\$50,000	\$0
<i>Purpose: raise \$50000 for the Major Road Work Capital Reser</i>								
4915	To Capital Reserve Fund	17	\$30,000	\$30,000	\$30,000	\$0	\$30,000	\$0
<i>Purpose: Raise 30,000 for Municipal Building Major Repairs</i>								
4915	To Capital Reserve Fund	20	\$50,000	\$50,000	\$25,000	\$0	\$25,000	\$0
<i>Purpose: Raise \$25,000 to Highway Replacement and/or Major</i>								
4915	To Capital Reserve Fund	21	\$10,000	\$10,000	\$10,000	\$0	\$10,000	\$0
<i>Purpose: Raise \$10,000 for Replacement of the Town Ambulanc</i>								
4915	To Capital Reserve Fund	22	\$10,000	\$10,000	\$10,000	\$0	\$10,000	\$0
<i>Purpose: Raise \$10000 for Town Generator CRF</i>								
4915	To Capital Reserve Fund	23	\$10,000	\$10,000	\$10,000	\$0	\$10,000	\$0
<i>Purpose: Raise \$10,000 for SCBA CRF</i>								
4915	To Capital Reserve Fund	24	\$2,500	\$2,500	\$2,500	\$0	\$2,500	\$0
<i>Purpose: Raise \$2500 for Town Recreational Facilities and E</i>								
4916	To Expendable Trusts/Fiduciary Funds	19	\$10,000	\$10,000	\$30,000	\$0	\$30,000	\$0
<i>Purpose: Raise \$30,000 for the Severance to Town Employees</i>								
4919	To Agency Funds	18	\$0	\$0	\$30,000	\$0	\$30,000	\$0
<i>Purpose: Raise funds for Conservation Fund</i>								
Total Proposed Special Articles			\$482,500	\$222,500	\$507,500	\$0	\$507,500	\$0



Individual Warrant Articles

Account	Purpose	Article	Appropriations Prior Year as Approved by DRA	Expenditures Prior Year	Selectmen's Appropriations Ensuing FY (Recommended)	Selectmen's Appropriations Ensuing FY (Not Recommended)	Budget Committee's Appropriations Ensuing FY (Recommended)	Budget Committee's Appropriations Ensuing FY (Not Recommended)
4210-4214	Police	11	\$0	\$0	\$72,000	\$0	\$72,000	\$0
<i>Purpose: Raise and appropriate \$72,000 for a new patrolman</i>								
4312	Highways and Streets	12	\$0	\$0	\$52,000	\$0	\$52,000	\$0
<i>Purpose: raise and appropriate \$52,000 for a Highway Workin</i>								
Total Proposed Individual Articles					\$124,000	\$0	\$124,000	\$0



New Hampshire
Department of
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Revenues

Account	Source	Article	Actual Revenues Prior Year	Selectmen's Estimated Revenues	Budget Committee's Estimated Revenues
Taxes					
3120	Land Use Change Tax - General Fund	10	\$0	\$10	\$10
3180	Resident Tax		\$0	\$0	\$0
3185	Yield Tax	10	\$406	\$10	\$10
3186	Payment in Lieu of Taxes	10	\$24,186	\$24,186	\$24,186
3187	Excavation Tax		\$0	\$0	\$0
3189	Other Taxes		\$0	\$0	\$0
3190	Interest and Penalties on Delinquent Taxes	10	\$6,457	\$7,500	\$7,500
9991	Inventory Penalties		\$0	\$0	\$0
Taxes Subtotal			\$31,049	\$31,706	\$31,706

Licenses, Permits, and Fees					
3210	Business Licenses and Permits	10	\$3,390	\$3,000	\$3,000
3220	Motor Vehicle Permit Fees	10	\$287,149	\$260,000	\$260,000
3230	Building Permits	10	\$204,549	\$194,000	\$194,000
3290	Other Licenses, Permits, and Fees	10	\$5,858	\$6,450	\$6,450
3311-3319	From Federal Government	10	\$5,000	\$30	\$30
Licenses, Permits, and Fees Subtotal			\$505,946	\$463,480	\$463,480

State Sources					
3351	Shared Revenues	10	\$0	\$10	\$10
3352	Meals and Rooms Tax Distribution	10	\$40,258	\$40,258	\$40,258
3353	Highway Block Grant	10	\$37,775	\$37,775	\$37,775
3354	Water Pollution Grant		\$0	\$0	\$0
3355	Housing and Community Development		\$0	\$0	\$0
3356	State and Federal Forest Land Reimbursement		\$0	\$0	\$0
3357	Flood Control Reimbursement		\$0	\$0	\$0
3359	Other (Including Railroad Tax)	10, 15	\$52,885	\$228,020	\$228,020
3379	From Other Governments		\$0	\$0	\$0
State Sources Subtotal			\$130,918	\$306,063	\$306,063



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Revenues

Account	Source	Article	Actual Revenues Prior Year	Selectmen's Estimated Revenues	Budget Committee's Estimated Revenues
Charges for Services					
3401-3406	Income from Departments	10	\$519,504	\$479,550	\$479,550
3409	Other Charges		\$0	\$0	\$0
Charges for Services Subtotal			\$519,504	\$479,550	\$479,550
Miscellaneous Revenues					
3501	Sale of Municipal Property	10	\$0	\$10	\$10
3502	Interest on Investments	10	\$2,142	\$1,000	\$1,000
3503-3509	Other	10	\$112,442	\$236,844	\$236,844
Miscellaneous Revenues Subtotal			\$114,584	\$237,854	\$237,854
Interfund Operating Transfers In					
3912	From Special Revenue Funds		\$0	\$0	\$0
3913	From Capital Projects Funds		\$0	\$0	\$0
3914A	From Enterprise Funds: Airport (Offset)		\$0	\$0	\$0
3914E	From Enterprise Funds: Electric (Offset)		\$0	\$0	\$0
3914O	From Enterprise Funds: Other (Offset)		\$0	\$0	\$0
3914S	From Enterprise Funds: Sewer (Offset)	10	\$839,725	\$1,297,667	\$1,297,667
3914W	From Enterprise Funds: Water (Offset)		\$0	\$0	\$0
3915	From Capital Reserve Funds		\$0	\$0	\$0
3916	From Trust and Fiduciary Funds	10	\$39,904	\$27,500	\$27,500
3917	From Conservation Funds	15	\$0	\$140,000	\$140,000
Interfund Operating Transfers In Subtotal			\$879,629	\$1,465,167	\$1,465,167
Other Financing Sources					
3934	Proceeds from Long Term Bonds and Notes		\$0	\$0	\$0
9998	Amount Voted from Fund Balance		\$0	\$0	\$0
9999	Fund Balance to Reduce Taxes		\$0	\$0	\$0
Other Financing Sources Subtotal			\$0	\$0	\$0
Total Estimated Revenues and Credits			\$2,181,630	\$2,983,820	\$2,983,820



Budget Summary

Item	Prior Year	Selectmen's Ensuing FY (Recommended)	Budget Committee's Ensuing FY (Recommended)
Operating Budget Appropriations	\$6,988,752	\$7,693,490	\$7,693,490
Special Warrant Articles	\$557,500	\$507,500	\$507,500
Individual Warrant Articles	\$76,656	\$124,000	\$124,000
Total Appropriations	\$7,622,908	\$8,324,990	\$8,324,990
Less Amount of Estimated Revenues & Credits	\$2,164,319	\$2,983,820	\$2,983,820
Estimated Amount of Taxes to be Raised	\$5,458,589	\$5,341,170	\$5,341,170



Supplemental Schedule

1. Total Recommended by Budget Committee	\$8,324,990
Less Exclusions:	
2. Principal: Long-Term Bonds & Notes	\$0
3. Interest: Long-Term Bonds & Notes	\$0
4. Capital outlays funded from Long-Term Bonds & Notes	\$0
5. Mandatory Assessments	\$0
6. Total Exclusions (<i>Sum of Lines 2 through 5 above</i>)	\$0
7. Amount Recommended, Less Exclusions (<i>Line 1 less Line 6</i>)	\$8,324,990
8. 10% of Amount Recommended, Less Exclusions (<i>Line 7 x 10%</i>)	\$832,499
Collective Bargaining Cost Items:	
9. Recommended Cost Items (Prior to Meeting)	\$0
10. Voted Cost Items (Voted at Meeting)	\$0
11. Amount voted over recommended amount (Difference of Lines 9 and 10)	\$0
12. Bond Override (RSA 32:18-a), Amount Voted	\$0
Maximum Allowable Appropriations Voted at Meeting: (<i>Line 1 + Line 8 + Line 11 + Line 12</i>)	\$9,157,489

**STATE OF NEW HAMPSHIRE
TOWN OF NEWINGTON
2017 TOWN WARRANT**

Tuesday, March 14, 2017
Postponed to Thursday, March 16, 2017
Polls Open 11:00 AM to 7:00 PM
To Act on Articles 1-5

Saturday, March 18, 2017
10:30 AM – Resuming with Business
Portion to Act on Articles 6-25

Annual Town Meeting Minutes

Assistant Moderator, Lynda Bullock, planned to substitute for Moderator Ruth Fletcher, who was absent due to illness, during the election portion of the 2017 Town Meeting on Tuesday, March 14, 2017. However, due to an impending blizzard and in order to assure the safety of the town's residents and poll workers, Assistant Moderator Bullock made the decision to postpone the election on Articles 1-5 of the Town Warrant until Thursday, March 16, 2017 at 11:00 AM. On that morning, Assistant Moderator Bullock showed the ballot boxes to be empty and declared the polls open at 11:00 AM on Thursday, March 16, 2017. Due to the large number of Absentee Ballots they were opened at 11:30 AM to ensure enough time for the Ballot Clerks to mark their checklists, rather than later during the busier time in the afternoon. At 7:00 PM, when it was determined that no one else in the building was waiting to vote, Assistant Moderator Bullock declared the polls closed and the counting began. At 9:18 PM she announced the winners and adjourned the meeting until Saturday, March 18, 2017 at 10:30 AM.

Longtime, departing Selectman, Cosmas Iocovozzi, substituted as Moderator Pro-Temp for Moderator Ruth Fletcher, who was unable to attend. Moderator Iocovozzi resumed the 2017 Annual Town Meeting at 10:32 AM, leading the public with the Pledge of Allegiance. He introduced the two Selectmen sitting on the stage, Jan Stuart and Mike Marconi and the newest Selectman, Ted Connors, who was in the audience. Legal counsel, Doug Mansfield, was also sitting on the stage. Moderator Iocovozzi read the moderator's rules and then asked all servicemen and veterans in the audience to stand, and all present applauded to acknowledge their service to the country.

ARTICLE 1: To select by non-partisan ballot: One (1) Selectman for 3 years; One (1) Police Commissioner for 3 years; One (1) Fire Engineer – for 3 years; Two (2) Planning Board members - for 3 years; One (1) Sewer Commissioner- for 3 years; One (1) Sewer Commissioner for 1 year; One (1) Library Trustee- for 3 years; One (1) Library Trustee - for 2 years; One (1) Cemetery Trustee- for 3 years; One (1) Trustee of the Trust Funds- for 3 years; One (1) Supervisor of the Checklist for 4 years; One (1) Supervisor of the Checklist for 1 year; Three (3) Budget Committee members- for 3 years and One (1) Budget Committee member-for 2 years.

Results of Article 1 are listed in Article 25 and Articles 2-5 concern Zoning Amendments voted on by ballot on Thursday, March 16, 2017. The results of each vote by yes or no are stated below each article.

ARTICLE 2: Zoning Amendment # 1:

Are you in favor of adoption of Amendment No. 1, as proposed by the Planning Board for the Town's Zoning Ordinance as follows?

Delete "Accessory Dwelling Unit" and replace it with a new definition for an "Accessory Dwelling Unit (ADU) that follows RSA 674:71.

Add a new NZO Article for Accessory Dwelling Unit (ADU) which includes a definition and provisions such as one (1) ADU per single family unit, independent living facilities, independent means of ingress and egress, owner occupancy of either the principal unit or the ADU, a limitation of 1,000 square feet of floor space, limit of no more than two (2) bedrooms, a limit of no more than four (4) persons per ADU and architectural consistency with the principal dwelling unit.

PLANNING BOARD VOTED TO RECOMMEND

YES – 174 NO - 61

ARTICLE 3: Zoning Amendment # 2:

Are you in favor of adoption of Amendment No. 2, as proposed by the Planning Board for the Town's Zoning Ordinance as follows?

Add the following definition of **Manufacturing, Light** in Article II Definitions.

Manufacturing, Light means all manufacturing and assembly processes carried on completely within an enclosed structure and involving no permanent outside storage of equipment or materials, except as a customary accessory use in connection with the permitted activities. This definition shall not be interpreted to include any industry, the operations of which shall result in significant objectionable noise, glare, vibration, dust, smoke or odor which would constitute a nuisance. No individual raw materials or processed parts shall exceed 1,000 pounds, or as determined by the Planning Board.

PLANNING BOARD VOTED TO RECOMMEND

YES – 159 NO - 49

ARTICLE 4: Zoning Amendment # 3:

Are you in favor of adoption of Amendment No. 3, as proposed by the Planning Board for the Town's Zoning Ordinance as follows?

Modify existing NZO Article Signs to make the sign ordinance "content neutral" and compliant with the U.S. Supreme Court decision, Reed et al v. Town of Gilbert, AZ in June 2015.

PLANNING BOARD VOTED TO RECOMMEND

YES – 171 NO - 56

ARTICLE 5: Zoning Amendment # 4:

Are you in favor of adoption of Amendment No. 4, as proposed by the Planning Board for the Town's Zoning Ordinance as follows?

In NZO Article #3 Zoning District Section 2 - Office District "O", Part B (1) delete *hotels of three (3) stories or higher* and replace it with "hotels not to exceed 45 feet in height".

PLANNING BOARD VOTED TO RECOMMEND

YES – 178 NO - 57

ARTICLE 6: To see if the Town will vote to raise and appropriate the Budget Committee recommended sum of *Six Million, Nine Hundred Eighty Eight Thousand, Seven Hundred and Fifty Two Dollars* (\$6,988,752.) for the operating budget. This article does not include appropriations voted in special or individual warrant articles addressed separately.

THIS ARTICLE IS NOT RECOMMENDED BY THE SELECTMEN (0-3)

THIS ARTICLE IS RECOMMENDED BY THE BUDGET COMMITTEE (9-0)

A motion to accept this amount by Darin Sabine, seconded by Denis Hebert. Jack O'Reilly made a motion to amend the amount to include \$2800 in the Recreation Budget for the Voucher Reimbursement Program that the Selectmen had previously removed. Darin Sabine seconded. The Selectmen felt that too few residents utilized this program. After little discussion, the Amendment Passed.

Jan Stuart spoke on the amount in the budget for Coast Bus and suggested that this amount be removed as too few residents use the transportation company. After much discussion, David Turbide made a motion to amend the budget by removing \$31,569, the cost of support for Coast Bus. Jack O'Reilly seconded. A hand count of the vote was taken: YES – 10, NO – 49. The Amendment Failed.

After almost an hour of discussion total on this article, a hand vote was taken: YES – 66, NO – 0. Motions Carries. Budget amount of \$6,991,552 does not include further articles.

ARTICLE 7: To see if the Town will vote to raise and appropriate *Sixty Two Thousand Dollars* (\$62,000.00) for the purpose of adding one (1) additional Firefighter or Firefighter / Paramedic to the Town's Fire Department. If approved the cost associated to adding the additional Firefighter will become part of the annual operating budget in subsequent years.

THIS ARTICLE IS RECOMMENDED BY THE SELECTMEN (3-0)

THIS ARTICLE IS RECOMMENDED BY THE BUDGET COMMITTEE (9-0)

Motion made by Sandy Sweeney. Seconded by Jim Fabrizio. Some discussion. Rick Stern requested a paper ballot and provided five signatures of registered voters. The polls remained open for thirty minutes while Moderator Iocovozzi continued with other business. After all ballots were tallied: YES – 31, NO – 39. Motion Failed.

ARTICLE 8: Collective Bargaining Agreement: Shall the Town of Newington vote to approve the cost items included in the collective bargaining agreement reached between the Town of Newington and the Professional Firefighters of Newington, IAFF Local 4104, which calls for the following increases in salaries and benefits at the current staffing level:

<u>Year</u>	<u>Estimated Costs</u>
2017	\$ 14,656.
2018	\$ 23,289.
2019	\$ 18,390.
2020	\$ 4,598.

And further to raise and appropriate the sum of *Fourteen Thousand, Six Hundred and Fifty Six Dollars* (\$14,656.) for the current fiscal year, such sum representing the additional costs attributable to the increase in salaries and benefits required by the new agreement over those that would be paid at the current staffing levels.

Recommended by the Board of Selectmen (3-0)

Recommended by the Board of Fire Engineers (3-0)

Recommended by the Budget Committee (9-0)

Little discussion. Motion Carries.

ARTICLE 9: To see if the Town will vote to raise and appropriate the sum of *Fifty Thousand Dollars* (\$50,000) to be placed in the Replacement and/or Repair of Vehicles Operated by the Fire Department Capital Reserve Fund.

THIS ARTICLE IS RECOMMENDED BY THE SELECTMEN (3-0)

THIS ARTICLE IS RECOMMENDED BY THE BUDGET COMMITTEE (9-0)

Est. in 1986/Revised 1998; added \$100,000 last year. As of December 31, 2016 we had a balance of \$166,346.85

No discussion. Motion Carries.

ARTICLE 10: To see if the Town will vote to raise and appropriate the sum of *Fifty Thousand Dollars* (\$50,000) to be placed in the Replacement and/or Major Repairs of Vehicles and Equipment operated by the Highway Department Capital Reserve Fund.

THIS ARTICLE IS RECOMMENDED BY THE SELECTMEN (3-0)

THIS ARTICLE IS RECOMMENDED BY THE BUDGET COMMITTEE (9-0)

Est. in 2005; added \$50,000 last year. As of December 31, 2016 this fund shows a balance of \$146,743.98

No discussion. Motion Carries.

ARTICLE 11: To see if the Town will vote to raise and appropriate the sum of *Fifty Thousand Dollars* (\$50,000) to be placed in the Major Road Work Capital Reserve Fund.

THIS ARTICLE IS RECOMMENDED BY THE SELECTMEN (3-0)

THIS ARTICLE IS RECOMMENDED BY THE BUDGET COMMITTEE (9-0)

Est. in 2001; added \$100,000 last year. As of December 31, 2016 we had a balance of \$139,890.46

No discussion. Motion Carries.

ARTICLE 12: To see if the Town will raise \$260,000 to acquire a conservation easement on the Ripley's property located at 50 Old Post Road, Tax Map 17, Lot 15 to be offset by an \$80,000 grant from the State of NH Aquatic Resource Mitigation (ARM) program and \$140,000 from the Town Conservation Fund and \$40,000 from taxation.

THIS ARTICLE IS RECOMMENDED BY THE SELECTMEN (3-0)

THIS ARTICLE IS RECOMMENDED BY THE BUDGET COMMITTEE (9-0)

Little discussion. Motion Carries.

ARTICLE 13: To see if the Town will vote to raise and appropriate the sum of *Thirty Five Thousand Dollars* (\$35,000) to be placed in the Fire Department Communications Capital Reserve Fund.

THIS ARTICLE IS RECOMMENDED BY THE SELECTMEN (3-0)

THIS ARTICLE IS RECOMMENDED BY THE BUDGET COMMITTEE (9-0)

Est. in 2015; added \$40,000 last year. As of December 31, 2016 this fund had a balance of \$28,802.42.

No discussion. Motion Carries.

ARTICLE 14: To see if the Town will vote to raise and appropriate the sum of *Thirty Thousand Dollars* (\$30,000.) to be placed in the Municipal Building Emergency Repairs Capital Reserve Fund.

THIS ARTICLE IS RECOMMENDED BY THE SELECTMEN (3-0)

THIS ARTICLE IS RECOMMENDED BY THE BUDGET COMMITTEE (9-0)

Est. in 2004, As of December 31, 2016 this fund had a balance of \$95,043.53

No discussion. Motion Carries.

ARTICLE 15: To see if the Town will vote to raise and appropriate the sum of *Thirty Thousand Dollars* (\$30,000) to be placed in the existing Conservation Fund established in accordance with

RSA 36-A:5 to be used for expenses associated with the purchase of Conservation Land and open space, easements, wetlands, and other land management acquisitions.

THIS ARTICLE IS RECOMMENDED BY THE SELECTMEN (3-0)

THIS ARTICLE IS RECOMMENDED BY THE BUDGET COMMITTEE (9 -0)

Est. in 2001; added \$15,000 last year. As of December 31, 2016 we had a balance of \$197,213.16

No discussion. Motion Carries.

ARTICLE 16: To see if the Town will vote to raise and appropriate the sum of *Ten Thousand Dollars* (\$10,000) to be placed in the Replacement of the Town Ambulance and any Major Medical Equipment Capital Reserve Fund.

THIS ARTICLE IS RECOMMENDED BY THE SELECTMEN (3-0)

THIS ARTICLE IS RECOMMENDED BY THE BUDGET COMMITTEE (9-0)

Est. in 1998; added \$10,000 last year. As of December 31, 2016 this fund had a balance of \$25,934.90

No discussion. Motion Carries.

ARTICLE 17: To see if the Town will vote to raise and appropriate the sum of *Ten Thousand Dollars* (\$10,000) to be placed in the Town Generators Capital Reserve Fund.

THIS ARTICLE IS RECOMMENDED BY THE SELECTMEN (3-0)

THIS ARTICLE IS RECOMMENDED BY THE BUDGET COMMITTEE (9-0)

Est. in 2016, added \$10,000 last year. As of December 31, 2016 we had a balance of \$10,000.00

No discussion. Motion Carries.

ARTICLE 18: To see if the Town vote to raise and appropriate the sum of *Ten Thousand dollars* (\$10,000) to be placed in the Replacement of Fire Department SCBA Equipment Capital Reserve Fund.

THIS ARTICLE IS RECOMMENDED BY THE SELECTMEN (3-0)

THIS ARTICLE IS RECOMMENDED BY THE BUDGET COMMITTEE (9-0)

Est. in 2011, As of December 31, 2016 his fund had a balance of \$516.47.

No discussion. Motion Carries.

ARTICLE 19: To see if the Town will vote to raise and appropriate the sum of *Ten Thousand Dollars* (\$10,000) to be placed in the Police Department Radio/Electronics Capital Reserve Fund.

THIS ARTICLE IS RECOMMENDED BY THE SELECTMEN (3-0)

THIS ARTICLE IS RECOMMENDED BY THE BUDGET COMMITTEE (9-0)

Est. in 1998; added \$10,000 last year. As of December 31, 2016 we had a balance of \$8,439.70

No discussion. Motion Carries.

ARTICLE 20: To see if the Town will vote to raise and appropriate the sum of *Ten Thousand Dollars* (\$10,000) to be placed in the Severance to Town Employees Expendable Trust Fund.

THIS ARTICLE IS RECOMMENDED BY THE SELECTMEN (3-0)

THIS ARTICLE IS RECOMMENDED BY THE BUDGET COMMITTEE (9-0)

As of December 31, 2016 this fund had a balance of \$37,874.20. (New balance as of 1-2-17 is \$12,565.40)

No discussion. Motion Carries.

ARTICLE 21: To see if the Town of Newington will vote to raise and appropriate the sum of *Two Thousand Five Hundred Dollars* (\$2,500) to be added to the existing Town Recreational Facilities and Equipment Capital Reserve Fund under the provisions of RSA 35:1 for the purpose of maintenance, repair and improvements of

THIS ARTICLE IS RECOMMENDED BY THE SELECTMEN (3-0)

THIS ARTICLE IS RECOMMENDED BY THE BUDGET COMMITTEE (9-0)

Est. in 2005; added \$5,000 last year. As of December 31, 2016 this fund shows a balance of \$29,177.54

No discussion. Motion Carries.

ARTICLE 22: To confirm the continuation of Town land known as Fox Point, Tax Map 1, Lot 1 as a recreation area for residents, as outlined in the deed of Marjorie Mott, Bk 2380 and Pg. 235 and further to be kept in perpetuity for the enjoyment of town residents.

THIS ARTICLE IS RECOMMENDED BY THE SELECTMEN (3-0)

Some discussion. Motion Carries.

ARTICLE 23: On a petition of resident John O'Reilly of 7 Fox Point Road and at least 24 other registered voters in the Town of Newington, shall the Town of Newington vote to require Highway Department employees to continue snow removal operations at the Newington Public School, as has been done in the past, without the school being charged for their services.

THIS ARTICLE IS NOT RECOMMENDED BY THE SELECTMEN (3-0)

Motion made by Denis Hebert. Seconded by Larry Wahl. Much discussion.

Hand vote: YES – 32, NO – 30. Motion Carries.

ARTICLE 24: On a petition of resident John O'Reilly of 7 Fox Point Road and at least 24 other registered voters in the Town of Newington, shall the Town of Newington vote to require Highway Department employees to continue snow removal operations at the Langdon Public Library, as has been done in the past, without the library being charged for their services.

THIS ARTICLE IS NOT RECOMMENDED BY THE SELECTMEN (3-0)

Some discussion. Hand vote: YES – 33, NO – 28. Motion Carries.

ARTICLE 25: To hear the report of the Moderator on the election of officers.

Board of Selectmen – 3 Years

Timothy J. “Ted” Connors 181
Jim Weiner 98

Board of Fire Engineers – 3 Years

Ruth Fletcher 207

Trustee of Trust Funds – 3 Years

Jennifer Mulstay 201

Police Commission – 3 Years

Kenneth Latchaw 173
Jennifer Kent Weiner 101

Sewer Commission – 3 Years

Timothy Field 227

Sewer Commission – 1 Year

Richard “Rick” Stern 174

Library Trustee – 1 for 3 Yrs.

Peter Welch 222

Library Trustee – 1 for 2 Yrs.

David Turbide 205

Cemetery Trustee – 3 Years

Cosmas Iocovozzi 216

Planning Board – Two for 3 Yrs.

Richard “Rick” Stern 103
Bernard Christopher 149
Christopher Cross 161

Supervisor of Checklist – 4 Years

Susan Philbrick 236

Supervisor of Checklist – 1 Year

Suzanne Vietas 215

Budget Committee – 3 for 3 Yrs.

Alan C. Wilson 186
Brandon T. Arsenault 189
James Belanger 200

Budget Committee – One for 2Yrs.

Richard “Rick” Stern 163

After reading the results of the election, Selectmen Jan Stuart and Mike Marconi presented retiring Selectman Cosmas Iocovozzi with a commemorative plaque with a gavel across the top of it. Mike Marconi then read a proclamation summarizing all of the years of service Cossie has performed on all of the many boards and committees.

The meeting was adjourned at 1:00 PM.

Respectfully submitted,

Laura C. Coleman
Town Clerk / Tax Collector
Town of Newington

TOWN OF NEWINGTON, NEW HAMPSHIRE
Financial Statements
With Schedule of Expenditures of Federal Awards
December 31, 2016
and
Independent Auditor's Report

**Report on Internal Control Over Financial Reporting
and on Compliance and Other Matters Based on an
Audit of Financial Statements Performed in Accordance
With *Government Auditing Standards***

**Report on Compliance for Each Major Federal Program
and Report on Internal Control Over Compliance
Required by the Uniform Guidance**

Schedule of Findings and Questioned Costs

**TOWN OF NEWINGTON, NEW HAMPSHIRE
FINANCIAL STATEMENTS
December 31, 2016**

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**TOWN OF NEWINGTON, NEW HAMPSHIRE
FINANCIAL STATEMENTS
December 31, 2016**

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INDEPENDENT AUDITOR'S REPORT

To the Board of Selectmen
Town of Newington, New Hampshire

Report on the Financial Statements

We have audited the accompanying financial statements of the governmental activities, the business-type activities, each major fund, and the aggregate remaining fund information of the Town of Newington, New Hampshire as of and for the year ended December 31, 2016, and the related notes to the financial statements, which collectively comprise the Town's basic financial statements as listed in the table of contents.

Management's Responsibility for the Financial Statements

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

Auditor's Responsibility

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 and the standards applicable to financial audits contained in the *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 financial statements are free from material misstatement.

An audit involves performing procedures to obtain audit evidence about the amounts and disclosures in the financial statements. The procedures selected depend on the auditor's judgment, including the assessment of the risks of material misstatement of the financial statements, whether due to fraud or error. In making those risk assessments, the auditor considers internal control relevant to the entity's preparation and fair presentation of the financial statements in order to design audit procedures that are appropriate in the circumstances, but not for the purpose of expressing an opinion on the effectiveness of the entity's internal control. Accordingly, we express no such opinion. An audit also includes evaluating the appropriateness of accounting policies used and the reasonableness of significant accounting estimates made by management, as well as evaluating the overall presentation of the financial statements.

We believe that the audit evidence we have obtained is sufficient and appropriate to provide a basis for our audit opinions.

Opinions

In our opinion, the financial statements referred to above present fairly, in all material respects, the respective financial position of the governmental activities, business-type activities, each major fund and the aggregate remaining fund information of the Town of Newington, New Hampshire, as of December 31, 2016, and the respective changes in financial position, and, where applicable, cash flows thereof for the year then ended in accordance with accounting principles generally accepted in the United States of America.

Other Matters

Required Supplementary Information

Accounting principles generally accepted in the United States of America require that the management's discussion and analysis, budgetary comparison information, schedule of funding progress for other post-employment benefits, schedule of changes in the Town's proportionate share of the net pension liability, and schedule of Town contributions on pages i-vi and 34-39 be presented to supplement the basic financial statements. Such information, although not a part of the basic financial statements, is required by the Governmental Accounting Standards Board who considers it to be an essential part of financial reporting for placing the basic financial statements in an appropriate operational, economic, or historical context. We have applied certain limited procedures to the required supplementary information in accordance with auditing standards generally accepted in the United States of America, which consisted of inquiries of management about the methods of preparing the information and comparing the information for consistency with management's responses to our inquiries, the basic financial statements, and other knowledge we obtained during our audit of the basic financial statements. We do not express an opinion or provide any assurance on the information because the limited procedures do not provide us with sufficient evidence to express an opinion or provide any assurance.

Supplementary Information

Our audit was conducted for the purpose of forming opinions on the financial statements that collectively comprise the Town of Newington, New Hampshire's basic financial statements. The accompanying schedule of expenditures of federal awards, as required by *Title 2 U.S. Code of Federal Regulations Part 200*, Uniform Administrative Requirements, Cost Principles, and Audit Requirements for Federal Awards, and the combining statement of fiduciary net position are presented for purposes of additional analysis and are not a required part of the basic financial statements.

The schedule of expenditures of federal awards and the combining statement of fiduciary net position are the responsibility of management and were derived from and relates directly to the underlying accounting and other records used to prepare the basic financial statements. Such information has been subjected to the auditing procedures applied in the audit of the basic financial statements and certain additional procedures, including comparing and reconciling such information directly to the underlying accounting and other records used to prepare the basic financial statements or to the basic financial statements themselves, and other additional procedures in accordance with auditing standards generally accepted in the United States of America. In our opinion, the schedule of expenditures of federal awards and the combining statement of fiduciary net position are fairly stated, in all material respects, in relation to the basic financial statements taken as a whole.

Other Reporting Required by *Government Auditing Standards*

In accordance with *Government Auditing Standards*, we have also issued our report dated September 22, 2017 on our consideration of the Town of Newington, New Hampshire's internal control over financial reporting and on our tests of its compliance with certain provisions of laws, regulations, contracts, and grant agreements. The purpose of that report is to describe the scope of our testing of internal control over financial reporting and compliance and the results of that testing, and not to provide an opinion on internal control over financial reporting or on compliance. That report is an integral part of an audit performed in accordance with *Government Auditing Standards* in considering the Town of Newington, New Hampshire's internal control over financial reporting and compliance.

Vachon Clukay & Company PC

Manchester, New Hampshire
September 22, 2017

TOWN OF NEWINGTON, NEW HAMPSHIRE
MANAGEMENT'S DISCUSSION AND ANALYSIS
Year Ending December 31, 2016

Presented herewith please find the Management's Discussion & Analysis Report for the Town of Newington for the year ending December 31, 2016. The responsibility for accuracy of the data, the completeness and fairness of this documentation (including all disclosures) rests with management. To the best of our knowledge and belief, the data contained herein is accurate in material aspects. This report and its content have been designed to fairly present the Town's financial position, including the result of operations of all the funds of the Town. All the disclosures necessary to enable and to assist the reader in acquiring an accurate understanding of the Town's financial activities have been included.

The Town's management is responsible for establishing accounting and internal control structures designed to ensure that the physical, data, informational, intellectual and human resource assets of the Town are protected from loss, theft and misuse, and to ensure that adequate accounting information is maintained and reported in conformity with generally accepted accounting principles (GAAP). Management also strives to ensure that these assets are put to good and effective use. The internal control structure is designed to provide reasonable assurances that these objectives are attained.

Overview of the Financial Statements

The financial statements presented herein include all of the activities of the Town of Newington using the integrated approach as prescribed by GASB Statement 34.

This discussion and analysis is intended to serve as an introduction to the Town of Newington's financial statements. The basic financial statements comprise three components:

1. Government-wide financial statements
2. Fund financial statements
3. Notes to the basic financial statements

Government- Wide Financial Statements

The government-wide financial statements are designed to provide readers with a broad overview of the Town's finances, in a manner similar to most private-sector companies.

The statement of net position presents information on all of the Town's assets, deferred outflows of resources, liabilities and deferred inflows of resources, with the difference between them reported as net position. Over time, increases and decreases in net position may serve as a useful indicator of whether the financial position of the Town is improving or deteriorating.

The statement of activities presents information showing how the Town's net position changed during the most recent fiscal year. All of the current year's revenue and expenses are taken into account regardless of when cash is received or paid.

Fund Financial Statements

A fund is a grouping of related accounts that is used to maintain the control over resources that have been segregated for specific activities or objectives. The Town uses fund accounting to ensure and to

demonstrate compliance with finance-related legal requirements. The Town maintains three fund types: governmental funds, business-type activities and fiduciary funds.

Governmental activities – represent most of the Town’s basic services

Business-type activities – accounts for the Town’s sewer operations and receives a majority of its revenue from user fees.

Fiduciary funds – accounts for the Town’s private purpose trust funds and agency funds.

Governmental funds are used to account for essentially the same functions reported as governmental activities in the government-wide financial statements. However, unlike the government-wide financial statements, governmental fund financial statements focus on near-term inflows and outflows of expendable resources, as well as on balances of spendable resources available at the end of the fiscal year. Such information may be useful in evaluating the Town’s near-term financing requirements.

Because the focus of governmental funds is narrower than that of the government-wide financial statements, it is useful to compare the information presented for governmental funds with similar information presented for governmental activities in the government-wide financial statements. By doing so, our readers may better understand the long-term impact of the government’s near-term financing decisions. Both the governmental fund balance sheet and the statement of revenues, expenditures and changes in fund balances provide a reconciliation to facilitate this comparison between the governmental activities statement of net position and statement of activities.

The Town maintains several individual government funds. Information is presented separately in the government fund balance sheet and the statement of revenues, expenditures and changes in fund balances for the General Fund and Permanent Funds which are considered major funds.

The Town adopts an annual appropriation budget for its governmental funds. A budgetary comparison has been provided for the General Fund to demonstrate compliance with this budget. Other governmental funds are aggregated as non-major funds.

The proprietary fund provides sewer services to customers and charges a user fee. It is presented on the accrual basis of accounting.

Notes to the Basic Financial Statements

The notes provide additional information that is essential to a full understanding of the data provided in the government-wide and fund financial statements.

Other Information

Additional schedules can be found immediately following the notes to the financial statements. These include the combining statements for the non-major funds and a schedule of budget to actual comparisons.

Government-Wide Financial Analysis

Statement of Net Position

Net position of the Town of Newington as of December 31, 2016 and 2015 are as follows:

	<u>Governmental Activities</u>		<u>Business-type Activities</u>		<u>Totals</u>	
	<u>2016</u>	<u>2015</u>	<u>2016</u>	<u>2015</u>	<u>2016</u>	<u>2015</u>
Capital and other assets:						
Capital assets	\$ 7,483,267	\$ 7,736,974	\$ 6,832,038	\$ 2,329,127	\$ 14,315,305	\$ 10,066,101
Other assets	<u>5,271,555</u>	<u>5,566,780</u>	<u>2,196,349</u>	<u>1,382,318</u>	<u>7,467,904</u>	<u>6,949,098</u>
Total assets	<u>12,754,822</u>	<u>13,303,754</u>	<u>9,028,387</u>	<u>3,711,445</u>	<u>21,783,209</u>	<u>17,015,199</u>
Deferred outflows of resources						
Deferred outflows related to pension	<u>1,223,809</u>	<u>186,725</u>	-	-	<u>1,223,809</u>	<u>186,725</u>
Total deferred outflows of resources	<u>1,223,809</u>	<u>186,725</u>	-	-	<u>1,223,809</u>	<u>186,725</u>
Long-term and other liabilities:						
Long-term liabilities	6,581,273	5,675,544	4,186,776	4,440	10,768,049	5,679,984
Other liabilities	<u>1,045,488</u>	<u>1,244,418</u>	<u>954,410</u>	<u>15,370</u>	<u>1,999,898</u>	<u>1,259,788</u>
Total liabilities	<u>7,626,761</u>	<u>6,919,962</u>	<u>5,141,186</u>	<u>19,810</u>	<u>12,767,947</u>	<u>6,939,772</u>
Deferred inflows of resources						
Deferred inflows related to pension	302,001	466,234	-	-	302,001	466,234
Unearned other revenue	-	-	-	-	-	-
Total deferred outflows of resources	<u>302,001</u>	<u>466,234</u>	-	-	<u>302,001</u>	<u>466,234</u>
Net position:						
Net investment in capital assets	6,525,237	6,368,700	2,645,262	2,324,687	9,170,499	8,693,387
Restricted	897,712	974,542	-	-	897,712	974,542
Unrestricted (deficit)	<u>(1,373,080)</u>	<u>(1,238,959)</u>	<u>1,241,939</u>	<u>1,366,948</u>	<u>(131,141)</u>	<u>127,989</u>
Total net position	<u>\$ 6,049,869</u>	<u>\$ 6,104,283</u>	<u>\$ 3,887,201</u>	<u>\$ 3,691,635</u>	<u>\$ 9,937,070</u>	<u>\$ 9,795,918</u>

Statement of Activities

The Town's total revenue and contributions to permanent fund principal for the year ended December 31, 2016 of \$5,932,242 was less than total expenses of \$5,988,312 resulting in a net position decrease of (\$54,870).

Change in net position for the years ending December 31, 2016 and 2015 are as follows:

	Governmental Activities		Business-type Activities		Totals	
	2016	2015	2016	2015	2016	2015
Program revenues:						
Charges for services	\$ 368,942	\$ 425,751	\$ 989,971	\$ 856,907	\$ 1,358,913	\$ 1,282,658
Operating grants and contributions	41,018	107,009	-	-	41,018	107,009
Capital grants and contributions	5,192	5,146	-	-	5,192	5,146
Total program revenues	415,152	537,906	989,971	856,907	1,405,123	1,394,813
General revenues:						
Property taxes	5,033,853	5,185,707	-	-	5,033,853	5,185,707
Licenses and permits	347,202	528,460	-	-	347,202	528,460
Intergovernmental revenue	39,816	36,836	-	-	39,816	36,836
Interest and investment earnings (loss)	36,419	(5,802)	2,075	2,261	38,494	(3,541)
Miscellaneous	59,800	82,527	-	-	59,800	82,527
Total general revenues	5,517,090	5,827,728	2,075	2,261	5,519,165	5,829,989
Total revenues	5,932,242	6,365,634	992,046	859,168	6,924,288	7,224,802
Program expenses:						
General government	1,539,167	1,408,698	-	-	1,539,167	1,408,698
Public safety	3,510,669	3,153,343	-	-	3,510,669	3,153,343
Highways and streets	375,139	347,186	-	-	375,139	347,186
Sanitation	164,868	148,159	796,480	861,237	961,348	1,009,396
Health and welfare	36,148	37,750	-	-	36,148	37,750
Culture and recreation	325,197	380,042	-	-	325,197	380,042
Conservation	10,802	4,752	-	-	10,802	4,752
Interest and fiscal charges	26,322	37,697	-	-	26,322	37,697
Total expenses	5,988,312	5,517,627	796,480	861,237	6,784,792	6,378,864
Excess (deficiency) before contributions to permanent fund principal	(56,070)	848,007	195,566	(2,069)	139,496	845,938
Contributions to permanent fund principal	1,200	-	-	-	1,200	-
Change in net position	(54,870)	848,007	195,566	(2,069)	140,696	845,938
Net position - beginning of year	6,104,283	5,256,276	3,691,635	3,693,704	9,795,918	8,949,980
Net position - ending of year	\$ 6,049,413	\$ 6,104,283	\$ 3,887,201	\$ 3,691,635	\$ 9,936,614	\$ 9,795,918

Town of Newington Governmental Activities

As shown in the above statement the Town experienced a decrease in financial position of (\$54,870) on the full accrual basis of accounting.

Business-type Activities

The charges for services for sewer operations covered 124% of operating expenses.

Town of Newington Fund Financial Statements

The General Fund shows a fund balance of \$3,618,124. This is a decrease of (\$101,417) from the previous year.

The Permanent Funds shows a fund balance of \$586,423. This is an increase of \$13,814 from the previous year.

General Fund Budgetary Highlights

The actual budgetary revenues and other financing sources were less than the budget for estimated revenues by \$113,710.

The actual budgetary expenditures and other financing uses were less than the final budgeted appropriations by \$138,251.

The Town realized a savings of \$80,521 in the general government budget, \$49,294 in the highways and streets budget, \$32,471 in the culture and recreation budget. The Town encumbered \$124,699 for various building maintenance, equipment purchases, erosion and paving projects, etc due to be completed in 2017.

Capital Assets

The Town's investments in capital assets for its governmental activities amounted to \$6,368,700 (net of accumulated depreciation). In addition, the Town's investments in business-type activities amounted to \$2,324,687 (net of accumulated depreciation). The following provides additional detail:

	<u>Governmental Activities</u>		<u>Business-type Activities</u>		<u>Totals</u>	
	<u>2015</u>	<u>2014</u>	<u>2015</u>	<u>2014</u>	<u>2015</u>	<u>2014</u>
Land	\$ 161,352	\$ 161,352	\$ 69,668	\$ 69,668	\$ 231,020	\$ 231,020
Easements	1,503,331	1,503,331			1,503,331	1,503,331
Construction in progress	-	-	622,540	89,085	622,540	89,085
Infrastructure	331,253		412,396	469,352	743,649	469,352
Land improvements	202,905	229,701	2,719	4,758	205,624	234,459
Buildings and improvements	4,461,919	4,667,845	905,186	1,041,189	5,367,105	5,709,034
Vehicles and equipment	1,076,214	1,190,928	316,618	353,149	1,392,832	1,544,077
	<u>\$ 7,736,974</u>	<u>\$ 7,753,157</u>	<u>\$ 2,329,127</u>	<u>\$ 2,027,201</u>	<u>\$ 10,066,101</u>	<u>\$ 9,780,358</u>

Additional information on the Town's capital assets can be found in Note 3 of the Notes to Basic Financial Statements.

Long-Term Obligations

During 2016, the Town experienced a decrease in the general obligation bonds and capital leases from scheduled debt service payments of \$385,685 and \$52,444, respectively. The Town has drawn down \$4,186,776 of an available \$8,180,000 in State Revolving Loan Funds attributable to the design and construction of a new waste water treatment facility.

The net Other Post-Employment Benefits (OPEB) obligation at the end of 2016 was \$32,840, which is an increase of \$3,039 from the previous year. This represents the value provided to retirees through an implicit rate subsidy gained through lower insurance premiums than what a retiree might otherwise pay if they were on a different plan from other employees. The Town employs a *pay-as-you-go* basis to fund the plan and has not advance funded its obligation; therefore, the liability will continue to increase.

The Town's net pension liability of \$5,450,846 increased from the prior year by \$1,357,7928. The Town's net pension liability represents the Town's proportionate share of the State of New Hampshire Retirement Systems unfunded pension liability. The Town's proportionate share is calculated based upon actual contributions into the plan during the relevant fiscal year to the actual contributions of all

participating plan members, excluding contributions to separately finance specific liabilities of individual employers or NHRS.

Additional information on the Town's long-term obligations can be found in Notes 4, 5 and 6 in the Notes to the Basic Financial Statements.

Economic Factors

1. Abatement requests with three large taxpayers in Newington – EP Newington, Eversource and Sprague have been settled with multi-year agreements.
2. Newington will take over ownership of Woodbury Avenue in the fall of 2019. The improvements to this roadway have been budgeted by the State and the Selectmen are developing a financial plan for maintenance of this road in the future.
3. The Wastewater Treatment plant system upgrade is underway and expected to be complete by April of 2018.

Contacting the Town of Newington's Financial Management

This financial report is to provide our citizens and creditors with a general overview of the Town's finances and to show a measure of accountability for the money it receives. If you have any questions about this report or need to get additional information, contact the Board of Selectmen or Martha Roy (Town Administrator) at 205 Nimble Hill Road, Newington, NH 03801-2797, Telephone number 603-436-7640.

EXHIBIT A
TOWN OF NEWINGTON, NEW HAMPSHIRE
Statement of Net Position
December 31, 2016

	Primary Government		
	Governmental	Business-type	
	<u>Activities</u>	<u>Activities</u>	<u>Total</u>
ASSETS			
Current Assets:			
Cash and cash equivalents	\$ 4,521,604	\$ 2,172,405	\$ 6,694,009
Investments	586,423		586,423
Taxes receivable, net	76,495		76,495
Accounts receivable, net	75,118	23,944	99,062
Prepaid expenses	11,915		11,915
Total Current Assets	<u>5,271,555</u>	<u>2,196,349</u>	<u>7,467,904</u>
Noncurrent Assets:			
Capital assets:			
Non-depreciable capital assets	1,685,899	5,446,187	7,132,086
Depreciable capital assets, net	<u>5,797,368</u>	<u>1,385,851</u>	<u>7,183,219</u>
Total Noncurrent Assets	<u>7,483,267</u>	<u>6,832,038</u>	<u>14,315,305</u>
Total Assets	<u>12,754,822</u>	<u>9,028,387</u>	<u>21,783,209</u>
DEFERRED OUTFLOWS OF RESOURCES			
Deferred outflows related to pension	<u>1,223,809</u>		<u>1,223,809</u>
Total Deferred Outflows of Resources	<u>1,223,809</u>	<u>-</u>	<u>1,223,809</u>
LIABILITIES			
Current Liabilities:			
Accounts payable	185,581	571,643	757,224
Accrued expenses	83,698		83,698
Retainage payable		382,767	382,767
Due to other governments	776,209		776,209
Current portion of bonds payable	386,745		386,745
Current portion of capital leases payable	<u>53,722</u>		<u>53,722</u>
Total Current Liabilities	<u>1,485,955</u>	<u>954,410</u>	<u>2,440,365</u>
Noncurrent Liabilities:			
Bonds payable	392,326		392,326
State of New Hampshire revolving loan		4,186,776	4,186,776
Capital leases payable	188,708		188,708
Compensated absences payable	76,086		76,086
Net pension liability	5,450,846		5,450,846
Other post-employment benefits obligation	<u>32,840</u>		<u>32,840</u>
Total Noncurrent Liabilities	<u>6,140,806</u>	<u>4,186,776</u>	<u>10,327,582</u>
Total Liabilities	<u>7,626,761</u>	<u>5,141,186</u>	<u>12,767,947</u>
DEFERRED INFLOWS OF RESOURCES			
Deferred inflows related to pension	<u>302,001</u>		<u>302,001</u>
Total Deferred Inflows of Resources	<u>302,001</u>	<u>-</u>	<u>302,001</u>
NET POSITION			
Net investment in capital assets	6,525,237	2,645,262	9,170,499
Restricted	897,712		897,712
Unrestricted (deficit)	<u>(1,373,080)</u>	<u>1,241,939</u>	<u>(131,141)</u>
Total Net Position	<u>\$ 6,049,869</u>	<u>\$ 3,887,201</u>	<u>\$ 9,937,070</u>

See accompanying notes to the basic financial statements

EXHIBIT B
TOWN OF NEWINGTON, NEW HAMPSHIRE
Statement of Activities
For the Year Ended December 31, 2016

Functions/Programs	Program Revenues			Net (Expense) Revenue and Changes in Net Position			
	Charges for Services	Operating Grants and Contributions	Capital Grants and Contributions	Primary Government			Total
				Governmental Activities	Business-type Activities		
	<u>Expenses</u>						
Governmental Activities:							
General government	\$ 1,539,167	\$ 35,411		\$ (1,503,756)		\$ (1,503,756)	
Public safety	3,510,669	323,111		(3,187,243)		(3,187,243)	
Highways and streets	375,139	\$ 315		(337,407)		(337,407)	
Sanitation	164,868	37,732		(164,868)		(164,868)	
Health and welfare	36,148			(36,148)		(36,148)	
Culture and recreation	325,197	2,971		(311,806)		(311,806)	
Conservation	10,802			(10,802)		(10,802)	
Interest and fiscal charges	26,322		\$ 5,192	(21,130)		(21,130)	
Total governmental activities	<u>5,988,312</u>	<u>41,018</u>	<u>5,192</u>	<u>(5,573,160)</u>	<u>\$ -</u>	<u>(5,573,160)</u>	
Business-type activities:							
Sewer	796,480				193,491	193,491	
Total business-type activities	<u>796,480</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>193,491</u>	<u>193,491</u>	
Total primary government	<u>\$ 6,784,792</u>	<u>\$ 41,018</u>	<u>\$ 5,192</u>	<u>(5,573,160)</u>	<u>193,491</u>	<u>(5,379,669)</u>	
General revenues:							
Property and other taxes				5,033,853		5,033,853	
Licenses and permits				347,202		347,202	
Grants and contributions:							
Rooms and meals tax distribution				39,816		39,816	
Railroad tax				456		456	
Interest and investment earnings				36,419	2,075	38,494	
Miscellaneous				59,800		59,800	
Contributions to permanent fund principal				1,200		1,200	
Total general revenues				<u>5,518,746</u>	<u>2,075</u>	<u>5,520,821</u>	
Change in net position				(54,414)	195,566	141,152	
Net position - beginning				6,104,283	3,691,635	9,795,918	
Net position - ending				<u>\$ 6,049,869</u>	<u>\$ 3,887,201</u>	<u>\$ 9,937,070</u>	

See accompanying notes to the basic financial statements

EXHIBIT C
TOWN OF NEWINGTON, NEW HAMPSHIRE
Balance Sheet
Governmental Funds
December 31, 2016

	General <u>Fund</u>	Permanent <u>Funds</u>	Nonmajor Governmental <u>Fund</u>	Total Governmental <u>Funds</u>
ASSETS				
Cash and cash equivalents	\$ 4,521,604			\$ 4,521,604
Investments		\$ 586,423		586,423
Taxes receivable, net	76,495			76,495
Accounts receivable, net	75,118			75,118
Due from other funds			\$ 315	315
Prepaid expenses	11,915			11,915
Total Assets	<u>4,685,132</u>	<u>586,423</u>	<u>315</u>	<u>5,271,870</u>
DEFERRED OUTFLOWS OF RESOURCES				
Total Deferred Outflows of Resources	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>
Total Assets and Deferred Outflows of Resources	<u>\$ 4,685,132</u>	<u>\$ 586,423</u>	<u>\$ 315</u>	<u>\$ 5,271,870</u>
LIABILITIES				
Accounts payable	\$ 185,581			\$ 185,581
Accrued expenses	80,522			80,522
Due to other governments	776,209			776,209
Due to other funds	315			315
Total Liabilities	<u>1,042,627</u>	<u>\$ -</u>	<u>\$ -</u>	<u>1,042,627</u>
DEFERRED INFLOWS OF RESOURCES				
Uncollected property taxes	<u>24,381</u>			<u>24,381</u>
Total Deferred Inflows of Resources	<u>24,381</u>	<u>-</u>	<u>-</u>	<u>24,381</u>
FUND BALANCES				
Nonspendable	11,915	537,068		548,983
Restricted	310,974	49,355	315	360,644
Committed	1,106,198			1,106,198
Assigned	124,699			124,699
Unassigned	<u>2,064,338</u>			<u>2,064,338</u>
Total Fund Balances	<u>3,618,124</u>	<u>586,423</u>	<u>315</u>	<u>4,204,862</u>
Total Liabilities, Deferred Inflows of Resources and Fund Balances	<u>\$ 4,685,132</u>	<u>\$ 586,423</u>	<u>\$ 315</u>	<u>\$ 5,271,870</u>

See accompanying notes to the basic financial statements

EXHIBIT C-1
TOWN OF NEWINGTON, NEW HAMPSHIRE
Reconciliation of the Balance Sheet of Governmental Funds
to the Statement of Net Position
December 31, 2016

Total Fund Balances - Governmental Funds (Exhibit C)	\$ 4,204,862
Amounts reported for governmental activities in the statement of net position are different because:	
Capital assets used in governmental activities are not financial resources and, therefore, are not reported in the funds.	7,483,267
Property taxes are recognized on an accrual basis in the statement of net assets, not the modified accrual basis	24,381
Deferred outflows of resources and deferred inflows of resources that do not require or provide the use of current financial resources are not reported within the funds.	
Deferred outflows of resources attributable to net pension liability	1,223,809
Deferred inflows of resources attributable to net pension liability	(302,001)
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:	
Bonds payable	(779,071)
Capital leases payable	(242,430)
Accrued interest on long-term obligations	(3,176)
Compensated absences payable	(76,086)
Net pension liability	(5,450,846)
Other post-employment benefits obligation	<u>(32,840)</u>
Net Position of Governmental Activities (Exhibit A)	<u>\$ 6,049,869</u>

See accompanying notes to the basic financial statements

EXHIBIT D

TOWN OF NEWINGTON, NEW HAMPSHIRE

Statement of Revenues, Expenditures and Changes in Fund Balances

Governmental Funds

For the Year Ended December 31, 2016

	General <u>Fund</u>	Permanent <u>Funds</u>	Nonmajor Governmental <u>Fund</u>	Total Governmental <u>Funds</u>
Revenues:				
Taxes	\$ 5,044,109			\$ 5,044,109
Licenses and permits	347,202			347,202
Intergovernmental	83,196			83,196
Charges for services	368,942			368,942
Interest and investment income	4,649	\$ 31,770		36,419
Miscellaneous	62,771	1,200	\$ 315	64,286
Total Revenues	<u>5,910,869</u>	<u>32,970</u>	<u>315</u>	<u>5,944,154</u>
Expenditures:				
Current operations:				
General government	1,427,438	7,156	280	1,434,874
Public safety	3,180,606			3,180,606
Highways and streets	297,946			297,946
Sanitation	164,185			164,185
Health and welfare	36,148			36,148
Culture and recreation	347,278			347,278
Conservation	10,802			10,802
Capital outlay	93,903			93,903
Debt service:				
Principal retirement	438,129			438,129
Interest and fiscal charges	27,851			27,851
Total Expenditures	<u>6,024,286</u>	<u>7,156</u>	<u>280</u>	<u>6,031,722</u>
Excess revenues over (under) expenditures	<u>(113,417)</u>	<u>25,814</u>	<u>35</u>	<u>(87,568)</u>
Other financing sources (uses):				
Transfers in	12,000			12,000
Transfers out		(12,000)		(12,000)
Total other financing sources (uses)	<u>12,000</u>	<u>(12,000)</u>	<u>-</u>	<u>-</u>
Net change in fund balances	(101,417)	13,814	35	(87,568)
Fund balances - beginning	<u>3,719,541</u>	<u>572,609</u>	<u>280</u>	<u>4,292,430</u>
Fund balances - ending	<u>\$ 3,618,124</u>	<u>\$ 586,423</u>	<u>\$ 315</u>	<u>\$ 4,204,862</u>

See accompanying notes to the basic financial statements

EXHIBIT D-1
TOWN OF NEWINGTON, 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, 2016

Net Change in Fund Balances - Governmental Funds (Exhibit D)	\$ (87,568)
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.	(246,112)
Revenues in the statement of activities that do not provide current financial resources are not reported as revenues in the funds.	(10,256)
Governmental funds only report the disposal of assets to the extent proceeds are received from the sale. In the statement of activities, a gain or loss is reported for each disposal. This is the amount of the loss on the disposal of capital assets reduced by the actual proceeds received from the disposal.	(7,595)
Repayment of principal on general obligation bonds and capital leases are expenditures in the governmental funds, but the repayment reduces long-term liabilities in the statement of net position.	438,129
In the statement of activities, interest is accrued on outstanding bonds payable, whereas in governmental funds, an interest expenditure is reported when due.	1,529
Some expenses reported in the statement of activities, such as compensated absences and other post-employment benefits, do not require the use of current financial resources and therefore, are not reported as expenditures in the governmental funds.	14,070
Governmental funds report pension contributions as expenditures. However, in the statement of activities, pension expense reflects the change in the net pension liability and related deferred outflows and inflows of resources, and do not require the use of current financial resources. This is the amount by which pension expense exceeded pension contributions in the current period.	<u>(156,611)</u>
Change in Net Position of Governmental Activities (Exhibit B)	<u>\$ (54,414)</u>

See accompanying notes to the basic financial statements

EXHIBIT E
TOWN OF NEWINGTON, NEW HAMPSHIRE
Statement of Net Position
Proprietary Funds
December 31, 2016

	Sewer Fund
ASSETS	
Current Assets:	
Cash and cash equivalents	\$ 2,172,405
Accounts receivable	<u>23,944</u>
Total Current Assets	<u>2,196,349</u>
Noncurrent Assets:	
Non-depreciable capital assets	5,446,187
Capital assets, net	<u>1,385,851</u>
Total Noncurrent Assets	<u>6,832,038</u>
Total Assets	<u>9,028,387</u>
DEFERRED OUTFLOWS OF RESOURCES	
Total Deferred Outflows of Resources	<u>-</u>
LIABILITIES	
Current Liabilities:	
Accounts payable	571,643
Retainage payable	<u>382,767</u>
Total Current Liabilities	<u>954,410</u>
Noncurrent Liabilities:	
State of New Hampshire revolving loan	<u>4,186,776</u>
Total Noncurrent Liabilities	<u>4,186,776</u>
Total Liabilities	<u>5,141,186</u>
DEFERRED INFLOWS OF RESOURCES	
Total Deferred Inflows of Resources	<u>-</u>
NET POSITION	
Net investment in capital assets	2,645,262
Unrestricted	<u>1,241,939</u>
Total Net Position	<u>\$ 3,887,201</u>

See accompanying notes to the basic financial statements

EXHIBIT F
TOWN OF NEWINGTON, NEW HAMPSHIRE
Statement of Revenues, Expenses and Changes in Net Position
Proprietary Funds
For the Year Ended December 31, 2016

	Sewer Fund
Operating revenues:	
Charges for services	\$ 989,971
Total operating revenues	<u>989,971</u>
Operating expenses:	
Personnel services	9,867
Contractual services	482,603
Repairs and maintenance	43,081
Supplies	298
Depreciation	251,068
Miscellaneous	9,563
Total operating expenses	<u>796,480</u>
Operating income	<u>193,491</u>
Non-operating revenues:	
Interest revenue	<u>2,075</u>
Total non-operating revenues	<u>2,075</u>
Change in net position	195,566
Total net position - beginning	<u>3,691,635</u>
Total net position - ending	<u>\$ 3,887,201</u>

See accompanying notes to the basic financial statements

EXHIBIT G
TOWN OF NEWINGTON, NEW HAMPSHIRE
Statement of Cash Flows
Proprietary Funds
For the Year Ended December 31, 2016

	Sewer Fund
Cash flows from operating activities:	
Cash received from customers	\$ 981,548
Cash paid to suppliers	(550,915)
Cash paid to employees	(9,867)
Net cash provided by operating activities	<u>420,766</u>
Cash flows from capital financing activities:	
Purchases of capital assets	(3,786,926)
Proceeds from State of New Hampshire revolving loan	4,172,541
Net cash provided by capital financing activities	<u>385,615</u>
Cash flows from investing activities:	
Interest on investments	<u>2,075</u>
Net cash provided by investing activities	<u>2,075</u>
Net increase in cash and cash equivalents	808,456
Cash and cash equivalents at beginning of year	<u>1,363,949</u>
Cash and cash equivalents at end of year	<u><u>\$ 2,172,405</u></u>
Reconciliation of operating income to net cash provided by operating activities:	
Operating income	\$ 193,491
Adjustments to reconcile operating income to net cash provided by operating activities:	
Depreciation expense	251,068
Changes in assets and liabilities:	
Accounts receivable	(8,423)
Accounts payable	(15,370)
Net cash provided by operating activities	<u><u>\$ 420,766</u></u>
Non-cash transactions affecting financial position:	
Capital asset additions included in year end liabilities	\$ 571,643
Capitalized interest accrued on State of New Hampshire revolving loan	<u>12,643</u>
	<u><u>\$ 584,286</u></u>

See accompanying notes to the basic financial statements

EXHIBIT H
TOWN OF NEWINGTON, NEW HAMPSHIRE
Statement of Fiduciary Net Position
Fiduciary Funds
December 31, 2016

	Private- Purpose <u>Trust Funds</u>	Agency <u>Funds</u>
ASSETS		
Cash and cash equivalents		\$ 284,707
Investments	\$ 69,472	
Total Assets	<u>69,472</u>	<u>\$ 284,707</u>
DEFERRED OUTFLOWS OF RESOURCES		
Total Deferred Outflows of Resources	<u>-</u>	
LIABILITIES		
Due to other governments		\$ 114,361
Due to others		<u>170,346</u>
Total Liabilities	<u>-</u>	<u>\$ 284,707</u>
DEFERRED INFLOWS OF RESOURCES		
Total Deferred Inflows of Resources	<u>-</u>	
NET POSITION		
Held in trust	<u>69,472</u>	
Total Net Position	<u>\$ 69,472</u>	

See accompanying notes to the basic financial statements

EXHIBIT I
TOWN OF NEWINGTON, NEW HAMPSHIRE
Statement of Changes in Fiduciary Net Position
Fiduciary Funds
For the Year Ended December 31, 2016

	Private- Purpose <u>Trust Fund</u>
ADDITIONS:	
Investment earnings:	
Investment income	\$ 3,759
Net increase in the fair value of investments	<u>351</u>
Total Investment Earnings	4,110
Less: Investment expense	<u>(844)</u>
Net Investment Earnings	<u>3,266</u>
Total Additions	<u>3,266</u>
DEDUCTIONS:	
Benefits	<u>5,500</u>
Total Deductions	<u>5,500</u>
Change in Net Position	(2,234)
Net position - beginning of year	<u>71,706</u>
Net position - end of year	<u>\$ 69,472</u>

See accompanying notes to the basic financial statements

TOWN OF NEWINGTON, NEW HAMPSHIRE
NOTES TO BASIC FINANCIAL STATEMENTS
For the Year Ended December 31, 2016

NOTE 1—SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES

The accounting policies of the Town of Newington, 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 Newington, New Hampshire (the “Town”) was incorporated in 1764. The Town operates under the Town Meeting/Board of Selectmen form of government and performs local governmental functions as authorized by State law.

The financial statements include those of the various departments governed by the Board of Selectmen and other elected 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 position 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 position 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 position presents the financial condition of the governmental activities and business-type activities of the Town at year end. The statement of activities presents a comparison between direct expenses and program revenues for each program or function of the Town’s governmental and business-type 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

TOWN OF NEWINGTON, NEW HAMPSHIRE
NOTES TO BASIC FINANCIAL STATEMENTS (CONTINUED)
For the Year Ended December 31, 2016

focus of governmental and proprietary fund financial statements is on major funds. Each major fund is presented in a 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 year. A fund is defined as a fiscal and accounting entity with a self-balancing set of accounts. The Town employs the use of three categories of funds: governmental, proprietary and fiduciary.

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 deferred outflows of resources and liabilities and deferred inflows of resources is reported as fund balance. The following are the Town's major governmental funds:

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.

The *Permanent Funds* are used to report resources that are legally restricted to the extent that only earnings, not principal, may be used for purposes that support the reporting government's programs.

2. Proprietary Funds:

Proprietary fund reporting focuses on the determination of operating income, changes in net position, financial position and cash flows. Proprietary funds are classified as enterprise or internal service. The Town has no internal service funds. The following is the Town's major proprietary fund:

The *Sewer Fund* accounts for all revenues and expenses pertaining to the Town's sewer operations. The Sewer Fund is utilized to account for operations that are financed and operated in a manner similar to private business enterprises. The stated intent is that the cost (i.e. expenses including depreciation) of providing goods or services to the residents on a continuing basis are financed or recovered primarily through user charges.

3. Fiduciary Funds:

Fiduciary fund reporting focuses on net position and changes in net position. 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 account for the capital reserve fund

TOWN OF NEWINGTON, NEW HAMPSHIRE
NOTES TO BASIC FINANCIAL STATEMENTS (CONTINUED)
For the Year Ended December 31, 2016

of the Newington School District, which is held by the Town's Trustees of Trust Funds as required by State law, and developer performance bonds, which are held by the Town Treasurer.

Measurement Focus

1. Government-Wide Financial Statements:

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

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

Like the government-wide statements, the proprietary fund type is accounted for on a flow of economic resources measurement focus. All assets, deferred outflows of resources, liabilities and deferred inflows of resources associated with the operation of these funds are included on the statement of net position. The statement of revenues, expenses and changes in net position presents increases (i.e., revenues) and decreases (i.e., expenses) in total net position. The statement of cash flows provides information about how the Town finances and meets the cash flow needs of its proprietary activities.

The private purpose trust fund is 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. Proprietary and 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 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.

TOWN OF NEWINGTON, NEW HAMPSHIRE
NOTES TO BASIC FINANCIAL STATEMENTS (CONTINUED)
For the Year Ended December 31, 2016

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 10). Revenue from grants, entitlements and donations is recognized in the year in which all eligibility requirements have been satisfied. Eligibility requirements include timing requirements, which specify the year when the resources are required to be used or the year when use is first permitted; matching requirements, in which the Town must provide local resources to be used for a specified purpose; and expenditure requirements, in which the resources are provided to the Town on a reimbursement basis. On a modified accrual basis, revenue from non-exchange transactions must also be available before it can be recognized.

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

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

2. Unearned Revenue:

Unearned revenue arises when assets are recognized before the revenue recognition criteria have been satisfied. Grants received before the eligibility requirements are met are recorded as advances from grantors. On governmental fund financial statements, receivables that will not be collected within the available period have been reported as deferred inflows of resources.

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, 2016, the Town applied \$243,000 of its unappropriated fund balance to reduce taxes.

TOWN OF NEWINGTON, NEW HAMPSHIRE
NOTES TO BASIC FINANCIAL STATEMENTS (CONTINUED)
For the Year Ended December 31, 2016

Cash and Cash Equivalents

For the purpose of the Statement of Cash Flows, cash and cash equivalents consist of the following:

	Sewer Fund
Cash	<u>\$ 2,172,405</u>

Investments

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

Taxes Receivable

Taxes levied during the current fiscal year and prior and uncollected at December 31, 2016 are recorded as receivables net of reserves for estimated uncollectibles of \$40,000.

Accounts Receivable

Accounts receivable are recorded net of reserves for estimated uncollectibles of \$116,126 in the general fund.

Capital Assets

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

All capital assets including infrastructure and intangible assets are capitalized at cost (or estimated historical cost) and updated for additions and retirements during the year. Donated capital assets are recorded at their estimated fair values as of the date received. The Town maintains a capitalization threshold of \$10,000. Infrastructure records for have been maintained effective January 1, 2004 and are included in these financial statements. The Town's infrastructure consists of roads, bridges, sidewalks, water purification and distribution system, sewer collection and treatment system, and similar items. Intangible assets of the Town consist of land easements which are reported as non-depreciable capital assets. 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. Interest incurred during the construction of capital assets of the business-type activities is also capitalized.

All reported capital assets except for land, easements with an indefinite life, 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:

TOWN OF NEWINGTON, NEW HAMPSHIRE
NOTES TO BASIC FINANCIAL STATEMENTS (CONTINUED)
For the Year Ended December 31, 2016

<u>Description</u>	<u>Years</u>
Land improvements	5-15
Buildings and improvements	5-40
Infrastructure	15-40
Vehicles and equipment	3-20

Compensated Absences

Employees earn vacation and sick leave as they provide services. No payment for unused sick leave is made upon termination. Pursuant to Town personnel policy and collective bargaining agreements, employees may accumulate (subject to certain limitations) unused vacation pay earned and, upon retirement, resignation or death will be compensated for such amounts at current rates of pay. 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

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. General obligation bonds and other long-term obligations that will be paid from governmental funds are recognized as a liability in the fund financial statements when due.

Pensions

For purposes of measuring the net pension liability, deferred outflows of resources and deferred inflows of resources related to pensions, and pension expense, information about the fiduciary net position of the New Hampshire Retirement System (NHRS) and additions to/deductions from NHRS's fiduciary net position have been determined on the same basis as they are reported by NHRS. For this purpose, benefit payments (including refunds of employee contributions) are recognized when due and payable in accordance with the benefit terms.

Net Position

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

TOWN OF NEWINGTON, NEW HAMPSHIRE
NOTES TO BASIC FINANCIAL STATEMENTS (CONTINUED)
For the Year Ended December 31, 2016

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

Fund Balance Policy

Under GASB Statement 54, *Fund Balance Reporting and Governmental Fund Type Definitions*, 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*: Permanent trust funds (nonexpendable portion) non-cash assets such as inventories or prepaid items.
- *Restricted Fund Balance*: Funds legally restricted for specific purposes, such as grants, the income balance of permanent funds and capital project funds that cannot change purpose.
- *Committed Fund Balance*: Amounts that can only be used for specific purposes pursuant to a formal vote at Town Meetings; such as expendable trust funds (capital reserve), non-lapsing appropriations, and other special revenue funds not listed under restricted and can change via a vote at Town Meeting.
- *Assigned Fund Balance*: Amounts intended by the Board for specific purposes. Items that would fall under this type of fund balance could be encumbrances.
- *Unassigned Fund Balance*: Residual spendable fund balance after subtracting all of the above amounts.

Spending Prioritizations

In circumstances where 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 classification can be used, committed amounts should be reduced first, followed by assigned amounts then unassigned amounts.

Minimum Fund Balance

The Town's fund balance policy mandates the Town maintain a level of fund balance between 5% and 15% of the regular General Fund operating revenues or between 5% and 17% of regular General Fund operating expenditures in accordance with the recommendations of the NH Government Finance Officers Association and the NH Department of Revenue Administration, respectively.

Interfund Activity

Transfers between governmental and business-type activities on the government-wide statements are reported in the same manner as general revenues.

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 and after non-operating revenues/expenses in the proprietary 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 NEWINGTON, NEW HAMPSHIRE
NOTES TO BASIC FINANCIAL STATEMENTS (CONTINUED)
For the Year Ended December 31, 2016

Operating Revenues and Expenses

Operating revenues are those revenues that are generated directly from the primary activity of the proprietary funds. For the sewer fund, these revenues are charges to customers for sales and services. Operating expenses, which include depreciation on capital assets, are necessary costs incurred to provide the service that is the primary activity of the proprietary fund. All revenues and expenses not meeting this definition are reported as non-operating revenues and expenses.

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.

NOTE 2—DEPOSITS AND INVESTMENTS

Deposits and investments as of December 31, 2016 are classified in the accompanying financial statements as follows:

Statement of Net Position:	
Cash and cash equivalents	\$ 6,694,009
Investments	586,423
Statement of Fiduciary Net Position:	
Cash and cash equivalents	284,707
Investments	69,472
	<u>\$ 7,634,611</u>

Deposits and investments at December 31, 2015 consist of the following:

Cash on hand	\$ 395
Deposits with financial institutions	6,978,322
Investments	655,894
	<u>\$ 7,634,611</u>

The Town requires that deposits and investments be made in New Hampshire based financial institutions that are participants in one of the federal depository insurance programs for all governmental fund types. The Town limits its investments to demand deposits, money market accounts, certificates of deposit, and overnight repurchase agreements in accordance with New Hampshire State law (RSA 41:29) or the New Hampshire Public Deposit Investment Pool (NHPDIP), an investment pool. Responsibility for the investments of the Trust Funds is with the Board of 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. None of the investments held by the Town as of December 31, 2016 are rated.

TOWN OF NEWINGTON, NEW HAMPSHIRE
NOTES TO BASIC FINANCIAL STATEMENTS (CONTINUED)
For the Year Ended December 31, 2016

The Town and the Trustees of Trust Funds do not have formal investment policies for managing its investments exposure from credit risk.

The following investment types are not rated:

Mutual funds	\$ 612,824
Money market funds	43,070
	<u>\$ 655,894</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 Town's investment policy for assurance against custodial credit risk requires collateralization for all deposits not covered by Federal Deposit Insurance. The Trustees of Trust Funds do not have a policy with respect to custodial credit risk.

Of the Town's deposits with financial institutions at year end \$6,755,346 was collateralized by securities held by the bank in the bank's name. As of December 31, 2016, 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>Amount</u>
Mutual funds		\$ 612,824
Money market funds		43,070
		<u>\$ 655,894</u>

Fair Value

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

As of December 31, 2016, the Town's had \$612,824 invested in mutual funds which are subject to recurring fair value measurements. These investments are valued using level 1 inputs.

NOTE 3—CAPITAL ASSETS

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

	<u>Balance</u> <u>1/1/2016</u>	<u>Additions</u>	<u>Reductions</u>	<u>Balance</u> <u>12/31/2016</u>
Governmental activities:				
Capital assets not depreciated:				
Land	\$ 161,352			\$ 161,352
Easements	1,503,331			1,503,331
Construction in progress		\$ 21,216		21,216
Total capital assets not being depreciated	<u>1,664,683</u>	<u>21,216</u>	<u>\$ -</u>	<u>1,685,899</u>

TOWN OF NEWINGTON, NEW HAMPSHIRE
NOTES TO BASIC FINANCIAL STATEMENTS (CONTINUED)
For the Year Ended December 31, 2016

Other capital assets:				
Infrastructure	335,580	110,655		446,235
Land improvements	391,939			391,939
Buildings and improvements	6,614,932			6,614,932
Vehicles and equipment	2,498,396	224,567	(836,787)	1,886,176
Total other capital assets at historical cost	9,840,847	335,222	(836,787)	9,339,282
Less accumulated depreciation for:				
Infrastructure	(4,327)	(13,792)		(18,119)
Land improvements	(189,034)	(26,796)		(215,830)
Buildings and improvements	(2,153,013)	(205,926)		(2,358,939)
Vehicles and equipment	(1,422,182)	(176,469)	649,625	(949,026)
Total accumulated depreciation	(3,768,556)	(422,983)	649,625	(3,541,914)
Total other capital assets, net	6,072,291	(87,761)	(187,162)	5,797,368
Total capital assets, net	<u>\$ 7,736,974</u>	<u>\$ (66,545)</u>	<u>\$ (187,162)</u>	<u>\$ 7,483,267</u>

Depreciation expense was charged to governmental functions as follows:

General government	\$ 107,636
Public safety	176,729
Highways and streets	76,114
Sanitation	683
Culture and recreation	61,821
Total governmental activities depreciation expense	<u>\$ 422,983</u>

The balance of the assets acquired through capital leases as of December 31, 2016 is as follows:

Vehicles and equipment	\$ 429,566
Less accumulated depreciation for:	
Vehicles and equipment	<u>(102,619)</u>
	<u>\$ 326,947</u>

The following is a summary of changes in capital assets in the business-type activities:

	Balance 1/1/2016	Additions	Reductions	Balance 12/31/2016
Business-type activities:				
Capital assets not depreciated:				
Land	\$ 69,668			\$ 69,668
Construction in progress	622,540	\$ 4,753,979		5,376,519
Total capital assets not being depreciated	692,208	4,753,979	\$ -	5,446,187
Other capital assets:				
Land improvements	40,412			40,412
Buildings and improvements	5,156,826			5,156,826
Infrastructure	2,104,256			2,104,256
Vehicles and equipment	1,016,454			1,016,454
Total other capital assets at historical cost	8,317,948	-	-	8,317,948

TOWN OF NEWINGTON, NEW HAMPSHIRE
NOTES TO BASIC FINANCIAL STATEMENTS (CONTINUED)
For the Year Ended December 31, 2016

Less accumulated depreciation for:

Land improvements	(37,693)	(2,039)		(39,732)
Buildings and improvements	(4,251,640)	(135,628)		(4,387,268)
Infrastructure	(1,691,860)	(56,956)		(1,748,816)
Vehicles and equipment	(699,836)	(56,445)		(756,281)
Total accumulated depreciation	(6,681,029)	(251,068)	-	(6,932,097)
Total other capital assets, net	1,636,919	(251,068)	-	1,385,851
Total capital assets, net	<u>\$ 2,329,127</u>	<u>\$ 4,502,911</u>	<u>\$ -</u>	<u>\$ 6,832,038</u>

Depreciation expense was charged to proprietary funds as follows:

Sewer fund	<u>\$ 251,068</u>
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NOTE 4—LONG-TERM OBLIGATIONS

Changes in Long-Term Obligations

The changes in the Town's long-term obligations for the year ended December 31, 2016 are as follows:

	Balance 1/1/2016	Additions	Reductions	Balance 12/31/2016	Due Within One Year
Governmental activities:					
Bonds payable	\$ 1,164,756		\$ (385,685)	\$ 779,071	\$ 386,745
Capital lease payable	294,874		(52,444)	242,430	53,722
Compensated absences	93,195	\$ 17,261	(34,370)	76,086	-
Total governmental activities	<u>\$ 1,552,825</u>	<u>\$ 17,261</u>	<u>\$ (472,499)</u>	<u>\$ 1,097,587</u>	<u>\$ 440,467</u>

Payments on the general obligation bonds and capital lease are paid out of the General Fund. Compensated absences will be paid from the Employee Annual Leave Expendable Trust Fund set up for this purpose.

	Balance 1/1/2016	Additions	Reductions	Balance 12/31/2016	Due Within One Year
Business-type activities:					
State of New Hampshire revolving loan	<u>\$ 4,440</u>	<u>\$ 4,182,336</u>	<u>\$ -</u>	<u>\$ 4,186,776</u>	<u>\$ -</u>

Payments on the State of New Hampshire revolving loan of the business-type activities are paid out of the Sewer Fund.

TOWN OF NEWINGTON, NEW HAMPSHIRE
NOTES TO BASIC FINANCIAL STATEMENTS (CONTINUED)
For the Year Ended December 31, 2016

General Obligation Bonds

Bonds payable at December 31, 2016 are comprised of the following individual issues:

	Original Issue Amount	Interest Rate	Final Maturity Date	Balance at 12/31/2016
1999 State Revolving Loan	\$ 369,439	3.80%	August 2018	\$ 50,513
2000 State Revolving Loan	64,354	3.80%	June 2019	12,958
2013 Library Renovation	1,789,000	2.00%	May 2018	715,600
	<u>\$ 2,222,793</u>			<u>\$ 779,071</u>

Debt service requirements to retire general obligation bonds outstanding at December 31, 2016 are as follows:

Year Ending December 31,	Principal	Interest	Totals
2017	\$ 386,745	\$ 13,265	\$ 400,010
2018	387,845	4,791	392,636
2019	4,481	170	4,651
	<u>\$ 779,071</u>	<u>\$ 18,226</u>	<u>\$ 797,297</u>

Capital Lease Obligations

Capital lease obligations represent lease agreements entered into for the financing of equipment acquisitions. These contracts are subject to cancellation should funds not be appropriated to meet payment obligations. Amounts are annually budgeted in the applicable function. The following is the individual capital lease obligation at December 31, 2016:

Vehicle, due in monthly installments of \$4,914, including interest at 2.41%, through March 2021	<u>\$ 242,430</u>
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Debt service requirements to retire capital lease obligations outstanding at December 31, 2016 are as follows:

Year Ending December 31,	Principal	Interest	Totals
2017	\$ 53,722	\$ 5,252	\$ 58,974
2018	55,031	3,943	58,974
2019	56,372	2,602	58,974
2020	57,745	1,229	58,974
2021	19,560	98	19,658
	<u>\$ 242,430</u>	<u>\$ 13,124</u>	<u>\$ 255,554</u>

TOWN OF NEWINGTON, NEW HAMPSHIRE
NOTES TO BASIC FINANCIAL STATEMENTS (CONTINUED)
For the Year Ended December 31, 2016

State of New Hampshire Revolving Loan

The Town has drawn \$4,174,133 of approximately \$8,180,000 in funds under the State of New Hampshire Water Pollution Control Revolving Fund Program (Program) for an improvement project for the Wastewater Treatment Facility and Pump Station Upgrade. Additionally, interest is accrued at a rate of 1% from the date of each drawdown from the Program. For the year ended December 31, 2016, interest in the amount of \$12,643 has been accrued as a component of the State of New Hampshire revolving loan liability and capitalized as a component of non-depreciable capital assets.

As authorized by the Water Pollution Control Revolving Fund Program, the Town shall be provided federal financial assistance for the Wastewater Treatment Facility and Pump Station Upgrade, whereby a portion of the principal sum, not to exceed \$1,022,500 or 12.50% of aggregate disbursements, whichever is less, will be forgiven. The principal forgiveness will be applied at the time of the initial loan repayment.

NOTE 5—DEFINED BENEFIT PENSION PLAN

Plan Description

The Town contributes to the New Hampshire Retirement System (NHRS), a component unit of the State of New Hampshire, as defined in Governmental Accounting Standards Board (GASB) Statement No. 67, *Financial Reporting for Pension Plans - an amendment of GASB Statement No. 25*. The New Hampshire Retirement System is a public employee retirement system that administers a single cost-sharing multiple-employer defined benefit pension plan. 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.

Substantially all full-time state and local employees, public school teachers, permanent firefighters and permanent police officers within the State are eligible and required to participate in the Pension Plan.

The Pension Plan is divided into two membership groups. State and local employees and teachers belong to Group I. Police and firefighters belong to Group II. All assets are held in a single trust and are available to pay retirement benefits to all members.

Benefits Provided

Group I members at age 60 or 65 (for members who commence service after July 1, 2011) qualify for a normal service retirement allowance based on years of creditable service and average final salary for the highest of either three or five years, depending on when their service commenced. The yearly pension amount is $1/60$ or 1.667% of average final compensation (AFC), multiplied by years of creditable service. At age 65, the yearly pension amount is recalculated at $1/66$ or 1.515% of AFC multiplied by years of creditable service.

Group II members vested by January 1, 2012, who are age 60, or members who are at least age 45 with at least 20 years of creditable service, can receive a retirement allowance at a rate of 2.5% of AFC for each

TOWN OF NEWINGTON, NEW HAMPSHIRE
NOTES TO BASIC FINANCIAL STATEMENTS (CONTINUED)
For the Year Ended December 31, 2016

year of creditable service, not to exceed 40 years. Members commencing service on or after July 1, 2011 or members who have not attained status as of January 1, 2012 can receive a retirement allowance at age 52.5 with 25 years of service or age 60. The benefit shall be equal to 2% of AFC times creditable service up to 42.5 years. However, a member who commenced service on or after July 1, 2011 shall not receive a retirement allowance until attaining the age of 52.5, but may receive a reduced allowance after age 50 if the member has at least 25 years of creditable service where the allowance shall be reduced, for each month by which the benefit commencement date precedes the month after which the member attains 52.5 years of age by 1/4 of 1%. For Group II members who commenced service prior to July 1, 2011, who have not attained vested status prior to January 1, 2012, benefits are calculated depending on age and years of creditable service as follows:

<u>Years of Creditable Service as of January 1, 2012</u>	<u>Minimum Age</u>	<u>Minimum Service</u>	<u>Benefit Multiplier</u>
At least 3 but less than 10 years	46	21	2.4%
At least 6 but less than 8 years	47	22	2.3%
At least 4 but less than 6 years	48	23	2.2%
Less than 4 years	49	24	2.1%

Members of both groups may qualify for vested deferred allowances, disability allowances and death benefit allowances subject to meeting various eligibility requirements. Benefits are based on AFC or earnable compensation and/or service.

Funding Policy

Covered police officers and fire employees are required to contribute 11.55% and 11.80%, respectively, of their covered salary, whereas general employees are required to contribute 7.0% of their covered salary. The Town is required to contribute at an actuarially determined rate. The Town's contribution rates for the covered payroll of police officers, fire employees, and general employees were 22.54%, 25.32%, and 10.86%, respectively. The Town contributed 100% of the employer cost for public safety and general employees of the Town.

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. Contributions to the pension plan for the Town were \$377,129 for the year ended December 31, 2016.

Pension Liabilities, Pension Expense, and Deferred Outflows of Resources and Deferred Inflows of Resources Related to Pensions

At December 31, 2016, the Town reported a liability of \$5,450,846 for its proportionate share of the net pension liability. The net pension liability was measured as of June 30, 2016, and the total pension liability used to calculate the net pension liability was determined by a roll forward of the actuarial valuation from June 30, 2015. The Town's proportion of the net pension liability was based on actual contributions by the Town during the relevant fiscal year relative to the actual contributions of all participating plan members, excluding contributions to separately finance specific liabilities of individual employers or NHRS. At June 30, 2016, the Town's proportion was approximately 0.1025 percent, which

TOWN OF NEWINGTON, NEW HAMPSHIRE
NOTES TO BASIC FINANCIAL STATEMENTS (CONTINUED)
For the Year Ended December 31, 2016

was a decrease of approximately 0.0008 percentage points from its proportion measured as of June 30, 2015.

For the year ended December 31, 2016, the Town recognized pension expense of \$533,740. At December 31, 2016, the Town reported deferred outflows of resources and deferred inflows of resources related to pensions from the following sources:

	Deferred Outflows of Resources	Deferred Inflows of Resources
Differences between expected and actual experience	\$ 15,148	\$ 68,831
Changes of assumptions	670,826	
Net difference between projected and actual earnings on pension plan investments	341,033	
Changes in proportion and differences between Town contributions and proportionate share of contributions		233,170
Town contributions subsequent to the measurement date	\$ 196,802	
Total	<u>\$ 1,223,809</u>	<u>\$ 302,001</u>

The net amount of deferred outflows of resources and deferred inflows of resources related to pensions is reflected as an increase to unrestricted net position in the amount of \$921,808. The Town reported \$196,802 as deferred outflows of resources related to pensions resulting from Town contributions subsequent to the measurement date. This amount will be recognized as a reduction of the net pension liability in the measurement period ended June 30, 2017. Other amounts reported as deferred outflows and inflows of resources related to pensions will be recognized as pension expense in the measurement periods as follows:

<u>June 30</u>	
2017	\$ 120,526
2018	120,526
2019	243,903
2020	227,924
2021	12,127
	<u>\$ 725,006</u>

Actuarial Assumptions

The total pension liability was determined by a roll forward of the actuarial valuation as of June 30, 2015, using the following actuarial assumptions:

TOWN OF NEWINGTON, NEW HAMPSHIRE
NOTES TO BASIC FINANCIAL STATEMENTS (CONTINUED)
For the Year Ended December 31, 2016

Inflation	2.5 percent
Wage inflation	3.25 percent
Salary increases	5.6 percent, average, including inflation
Investment rate of return	7.25 percent, net of pension plan investment expense, including inflation

Mortality rates were based on the RP-2014 employee generational mortality tables for males and females, adjusted for mortality improvements using Scale MP-2015, based on the last experience study. Retirement rates were based on a table of rates that are specific to the type of eligibility condition, last updated in 2015 pursuant to an experience study of the period July 1, 2010 – June 30, 2015.

The long-term expected rate of return on pension plan investments was determined using a building-block method in which best-estimate ranges of expected future real rates of return (expected returns, net of pension plan investment expense and inflation) are developed for each major asset class. These ranges are combined to produce the long-term expected rate of return by weighting the expected future real rates of return by the target asset allocation percentage and by adding expected inflation. The target allocation and best estimates of weighted average long-term expected real rates of return for each major asset class are summarized in the following table:

<u>Asset Class</u>	<u>Target Allocation</u>	<u>Weighted Average Long-Term Expected Real Rate of Return (Net of inflation assumption of 2.5%)</u>
Fixed income	25%	(0.25)-1.71%
Domestic equity	30%	4.25-4.50%
International equity	20%	4.75-6.25%
Real estate	10%	3.25%
Private equity	5%	6.25%
Private debt	5%	4.75%
Opportunistic	5%	3.68%
Total	<u>100%</u>	

Discount Rate

The discount rate used to measure the collective pension liability was 7.25%, a decrease of .50% from the June 30, 2015 measurement date. The projection of cash flows used to determine the discount rate assumed that plan member contributions will be made at the current contribution rate and that employer contributions will be made at rates equal to the difference between actuarially determined contribution rates and the member rate. For purposes of the projection, member contributions and employer contributions are projected based on the expected payroll of current members only. Based on those assumptions, the pension plan's fiduciary net position was projected to be available to make all projected future benefit payments to current plan members. Therefore, the long-term expected rate of return on pension plan investments was applied to all periods of projected benefit payments to determine the collective pension liability.

TOWN OF NEWINGTON, NEW HAMPSHIRE
NOTES TO BASIC FINANCIAL STATEMENTS (CONTINUED)
For the Year Ended December 31, 2016

Sensitivity of the Town's Proportionate Share of the Net Pension Liability to Changes in the Discount Rate

The following presents the Town's proportionate share of the net pension liability calculated using the discount rate of 7.25 percent, as well as what the Town's proportionate share of the net pension liability would be if it were calculated using a discount rate that is 1-percentage-point lower or 1-percentage-point higher than the single discount rate:

	1% Decrease (6.25%)	Current Discount Rate (7.25%)	1% Increase (8.25%)
Town's proportionate share of the net pension liability	\$ 7,003,966	\$ 5,450,846	\$ 4,162,779

NOTE 6—OTHER POST-EMPLOYMENT BENEFITS

In addition to providing pension benefits, the Town provides medical benefits to its eligible retirees and their covered dependents. Employees are eligible for retiree health benefits once they meet the pension retirement eligibility requirements under the New Hampshire Retirement System. To qualify for these benefits general employees hired prior to July 1, 2011 must reach age 50 with 10 years of service, obtain 20 years of service and 70 points (the sum of age plus years of service) or reach age 65 with no service to qualify for this benefit. General employees hired on or after July 1, 2011 must reach age 65 with no service requirement or reach age 60 with 30 years of service to qualify for this benefit. Public safety employees hired prior to July 1, 2011 are required to reach age 45 with 20 years of service or reach age 60 with no service requirement to qualify for this benefit. Public safety employees hired on or after July 1, 2011 must reach age 50 or 52.5 with 25 years of service or reach age 60 with no service to qualify for this benefit.

Eligible retirees and surviving spouses pay the full costs of the benefits premiums. This valuation does not account for the cost of benefits to retirees or their spouses after age 65. Surviving beneficiaries continue to receive medical coverage after the death of the eligible retired employee as long as they pay the required premiums. The benefits, benefit levels, employee contributions and employer contributions are governed by RSA 100-A:50. As of January 1, 2014, the alternative measurement method valuation date, 9 retirees and approximately 21 active employees meet the eligibility requirements. The plan does not issue a separate financial report.

Annual OPEB Costs

The Town's annual OPEB expense for the year ended December 31, 2016 is calculated based on the annual required contribution of the employer (ARC) an amount actuarially determined using the alternative measurement method in accordance with the parameters of GASB Statement 45. The ARC represents a level of funding that, if paid, on an ongoing basis, is projected to cover the normal cost each year and amortize the unfunded actuarial liability over a period of thirty years. The Town's annual OPEB cost for the year ending December 31, 2016, including the amount actually contributed to the plan, and the change in the Town's net OPEB obligation based on the alternative measurement method is as follows:

TOWN OF NEWINGTON, NEW HAMPSHIRE
NOTES TO BASIC FINANCIAL STATEMENTS (CONTINUED)
For the Year Ended December 31, 2016

Annual Required Contribution (ARC)	\$ 105,149
Interest on Net OPEB obligation (NOO)	1,192
Adjustment to ARC	<u>(1,184)</u>
Annual OPEB cost	105,157
Contributions made	<u>(102,118)</u>
Increase in Net OPEB obligation	3,039
Net OPEB obligation - beginning of year	<u>29,801</u>
Net OPEB obligation - end of year	<u>\$ 32,840</u>

The Town's annual OPEB cost, the percentage of annual OPEB cost contributed to the plan, and the net OPEB obligation for the years ended December 31, 2016, 2015 and 2014 are as follows:

Year Ended	Annual OPEB Cost	Percentage of OPEB Cost Contributed	Net OPEB Obligation
12/31/2016	\$ 105,157	97.1%	\$ 32,840
12/31/2015	\$ 105,153	89.5%	\$ 29,801
12/31/2014	\$ 105,149	82.1%	\$ 18,785

The Town's net OPEB obligation as of December 31, 2016 is recognized as a liability in these financial statements.

Funded Status and Funding Progress for OPEB

The funded status of the plan as of January 1, 2014, the date of the most recent alternative measurement method valuation is as follows:

Actuarial Accrued Liability (AAL)	\$ 1,596,360
Actuarial value of plan assets	<u>-</u>
Unfunded Actuarial Accrued Liability (UAAL)	<u>\$ 1,596,360</u>
Funded ratio (actuarial value of plan assets/AAL)	0.0%
Covered payroll (active plan members)	\$ 1,410,892
UAAL as a percentage of covered payroll	113.1%

The alternative measurement method valuation involves estimates of the value of reported amounts and assumptions about the probability of events in the future. The total cost of providing post-employment benefits is projected, taking into account assumptions about current claim cost, turnover, mortality, health care trends, and other key assumptions. Mortality assumptions were derived from the RPH-2014 Total Dataset Mortality table using scale MP-2014. Turnover assumptions were based on historical trends using the probability of termination over a 12-month window based on the age of the employee. Employees age 25, 35, 45 and 50 are assumed to have turnover rates of 6.8%, 3.2%, 1.6% and 0%, respectively. The assumption on health care trends was based on Town history, nation trend surveys and historical medical CPI information. General employees and public safety employees are assumed to retire at age 61 and 58, respectively, or upon meeting the minimum age/service requirement, whichever is later. Amounts determined regarding the funded status of the plan and the annual required contributions of the employer are subject to continual revision as actual results are compared to past expectations and new estimates are made about the future. The required schedule of funding progress presented as required supplementary

TOWN OF NEWINGTON, NEW HAMPSHIRE
NOTES TO BASIC FINANCIAL STATEMENTS (CONTINUED)
For the Year Ended December 31, 2016

information provides multi-year trend information that shows whether the actuarial value of plan assets is increasing or decreasing over time relative to the actuarial accrued liability for benefits.

Actuarial Methods and Assumptions for OPEB

Projections of benefits for financial reporting purposes are based on the plan as understood by the Town and the plan members and include the types of benefits provided at the time of each valuation and the historical pattern of sharing of benefit costs between the Town and plan members to that point. Actuarial calculations reflect a long-term perspective and employ methods and assumptions that are designed to reduce short-term volatility in actuarial accrued liabilities and the actuarial value of assets.

In the January 1, 2014 alternative measurement method valuation, the Projected Unit Credit Cost Method was used. The actuarial value of assets was not determined as the Town has not advance funded its obligation. The Town employs the “pay-as-you-go” basis to fund the plan. The actuarial assumptions include a 4.0% investment rate of return, an initial annual healthcare cost trend of 9.0% reduced to an ultimate rate of 5.0% after 8 years. The amortization costs for the initial Unfunded Actuarial Accrued Liability (UAAL) is a level percentage of payroll for a period of thirty years on an open group basis. This has been calculated assuming the amortization payment increases at a rate of 3.0% per year.

NOTE 7—INTERFUND BALANCES AND TRANSFERS

The Town has combined the cash resources of the General Fund and the nonmajor governmental fund. For accounting and reporting purposes, that portion of the pooled cash is reported in the specific fund as an interfund balance. At December 31, 2016, the General Fund has a interfund payable of \$315 to the nonmajor governmental fund.

The Permanent Funds annually allocate a portion of the income earned on the investments to be used by the Town. During the year the Permanent Funds transferred \$12,000 to the General Fund for this purpose.

NOTE 8—RESTRICTED NET POSITION

Net position is restricted for specific purposes at December 31, 2016 as follows:

Permanent Funds - Principal	\$ 537,068
Permanent Funds - Income	49,355
Library Operations	310,974
Public Safety Donations	315
	<u>\$ 897,712</u>

TOWN OF NEWINGTON, NEW HAMPSHIRE
NOTES TO BASIC FINANCIAL STATEMENTS (CONTINUED)
For the Year Ended December 31, 2016

NOTE 9—COMPONENTS OF FUND BALANCE

The components of the Town's fund balance for its governmental funds at December 31, 2016 are as follows:

<u>Fund Balances</u>	General Fund	Permanent Funds	Nonmajor Governmental Funds	Total Governmental Funds
Nonspendable:				
Permanent Funds - Principal		\$ 537,068		\$ 537,068
Prepaid expenses	\$ 11,915			11,915
Restricted for:				
Permanent Funds - Income		49,355		49,355
Library operations	310,974			310,974
Public safety donations			\$ 315	315
Committed for:				
Capital Reserves	896,420			896,420
Expendable Trusts	12,565			12,565
Conservation	197,213			197,213
Assigned for:				
Encumbrances	124,699			124,699
Unassigned:				
Unassigned - General operations	2,064,338			2,064,338
	<u>\$ 3,618,124</u>	<u>\$ 586,423</u>	<u>\$ 315</u>	<u>\$ 4,204,862</u>

NOTE 10—PROPERTY TAXES

Taxes are levied on the assessed valuation of all taxable real property as of the prior April 1 (\$1,013,624,828 as of April 1, 2016) and are due in two installments on July 1, 2016 and December 10, 2016. 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 Newington School District and Rockingham County, both independent governmental units, which are remitted to them as required by law. The Town also collects education taxes for the State of New Hampshire which are remitted directly to the school district. Total taxes appropriated during the year were \$1,816,038 and \$1,101,785 for the Newington School District and Rockingham County, respectively. These taxes are not recognized as revenues in these financial statements. At December 31, 2016, the balance of the property tax appropriation due to the Newington School District is \$776,038 and has been reported in the General Fund as "due to other governments. The Town bears responsibility for uncollected taxes.

TOWN OF NEWINGTON, NEW HAMPSHIRE
NOTES TO BASIC FINANCIAL STATEMENTS (CONTINUED)
For the Year Ended December 31, 2016

NOTE 11—TOP TAXPAYERS

The following are the five major property owners as they relate to the assessed property valuation of \$1,013,624,828:

<u>Taxpayer</u>	<u>Property Valuation</u>	<u>Percentage of Total Valuation</u>
EP Newington Energy LLC	\$ 342,255,600	33.77%
Eversource	100,980,300	9.96%
SBAF Running Fox Inc	51,402,000	5.07%
Fox Run Joint Venture	48,751,600	4.81%
Sprague & Sons	38,383,400	3.79%

NOTE 12—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, 2016, the Town was a member of and participated in a public entity risk pool (Trust) for property and liability insurance and worker's compensation coverage. Coverage has not been significantly reduced from the prior year and settled claims have not exceeded coverage in any of the past three years.

The Trust agreements permit the Trust 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 assessment is probable and, if so, a reasonable estimate of such assessment. At this time, the Trust foresees 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, 2016.

Property and Liability Insurance

The Trust provides certain property and liability insurance coverage to member towns, cities, and other qualified political subdivisions of New Hampshire. As a member of the Trust, the Town shares in contributing to the cost of and receiving benefit from a self-insured pooled risk management program. The program includes a Self-Insured Retention Fund from which is paid up to \$500,000 for each and every covered property, crime and/or liability loss that exceeds \$1,000, 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

The Trust 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.

TOWN OF NEWINGTON, NEW HAMPSHIRE
NOTES TO BASIC FINANCIAL STATEMENTS (CONTINUED)
For the Year Ended December 31, 2016

NOTE 13—COMMITMENTS AND CONTINGENCIES

Litigation

There may be various claims and suits pending against the Town, which arise in the normal course of the Town's activities. In the opinion of Town management, any potential claims against the Town which are not covered by insurance are immaterial and would not affect the financial position of the Town.

Long-term Construction Contract

During the year ended December 31, 2016, the Town entered into a long-term construction contract for the purpose of constructing the Waste Water Treatment Facility and Pump Station Upgrade improvements. The total balance remaining on this long-term contract as of December 31, 2016, excluding retainage, was \$3,268,096.

NOTE 14—PERFORMANCE BONDS

The Town holds performance bonds from developers until projects have been completed to Town standards. Due to the nature of the bonds they are not included as part of the financial statements. As of December 31, 2016, the performance bonds are comprised of the following:

Letters of credit	<u>\$ 495,464</u>
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NOTE 15—SUBSEQUENT EVENTS

State Revolving Loan Drawdowns

Subsequent to year end, the Town has received drawdowns of \$3,315,827 on the State of New Hampshire Water Pollution Control Revolving Fund Program for improvements to the Wastewater Treatment Facility and Pump Station Upgrade.

SCHEDULE 1

TOWN OF NEWINGTON, NEW HAMPSHIRE

Schedule of Revenues, Expenditures and Changes in Fund Balance
Budget and Actual (Budgetary Basis) - General Fund

For the Year Ended December 31, 2016

	Budgeted Amounts		Actual Amounts	Variance with Final Budget - Favorable (Unfavorable)
	Original	Final		
Revenues:				
Taxes	\$ 5,037,475	\$ 5,037,475	\$ 5,014,934	\$ (22,541)
Licenses and permits	401,000	401,000	347,202	(53,798)
Intergovernmental	98,739	98,739	83,196	(15,543)
Charges for services	392,450	392,450	368,942	(23,508)
Interest income	1,100	1,100	1,887	787
Miscellaneous	55,999	55,999	59,800	3,801
Total Revenues	<u>5,986,763</u>	<u>5,986,763</u>	<u>5,875,961</u>	<u>(110,802)</u>
Expenditures:				
Current:				
General government	1,471,795	1,471,795	1,391,274	80,521
Public safety	3,090,886	3,090,886	3,114,702	(23,816)
Highways and streets	462,240	462,240	412,946	49,294
Sanitation	159,724	159,724	164,185	(4,461)
Health and welfare	42,000	42,000	36,148	5,852
Culture and recreation	239,041	239,041	206,570	32,471
Conservation	7,962	7,962	9,327	(1,365)
Debt service:				
Principal retirement	438,129	438,129	438,129	-
Interest and fiscal charges	28,571	28,571	27,851	720
Total Expenditures	<u>5,940,348</u>	<u>5,940,348</u>	<u>5,801,132</u>	<u>139,216</u>
Excess revenues over (under) expenditures	<u>46,415</u>	<u>46,415</u>	<u>74,829</u>	<u>28,414</u>
Other financing sources (uses):				
Transfers in	103,500	103,500	100,592	(2,908)
Transfers out	(392,915)	(392,915)	(393,880)	(965)
Total other financing sources (uses)	<u>(289,415)</u>	<u>(289,415)</u>	<u>(293,288)</u>	<u>(3,873)</u>
Net change in fund balance	(243,000)	(243,000)	(218,459)	24,541
Fund balance - beginning				
- Budgetary Basis	<u>2,318,420</u>	<u>2,318,420</u>	<u>2,318,420</u>	<u>-</u>
Fund balance - ending				
- Budgetary Basis	<u>\$ 2,075,420</u>	<u>\$ 2,075,420</u>	<u>\$ 2,099,961</u>	<u>\$ 24,541</u>

See accompanying notes to the required supplementary information

SCHEDULE 2
TOWN OF NEWINGTON, NEW HAMPSHIRE
Schedule of Funding Progress for Other Post-Employment Benefits
For the Year Ended December 31, 2016

<u>Actuarial Valuation Date</u>	<u>Actuarial Value of Assets</u>	<u>Actuarial Accrued Liability (AAL)</u>	<u>Unfunded AAL (UAAL)</u>	<u>Funded Ratio</u>	<u>Covered Payroll</u>	<u>UAAL as a Percentage of Covered Payroll</u>
1/1/2014	-	\$ 1,596,360	\$ 1,596,360	0%	\$ 1,410,892	113.15%

See accompanying notes to the required supplementary information

SCHEDULE 3

TOWN OF NEWINGTON, NEW HAMPSHIRE

Schedule of Changes in the Town's Proportionate Share of the Net Pension Liability

For the Year Ended December 31, 2016

	For the Measurement Period Ended June 30:			
	<u>2016</u>	<u>2015</u>	<u>2014</u>	<u>2013</u>
Town's proportion of the net pension liability (asset)	0.1025%	0.1033%	0.1110%	0.1111%
Town's proportionate share of the net pension liability (asset)	\$ 5,450,846	\$ 4,092,918	\$ 4,165,684	\$ 4,780,590
Town's covered-employee payroll	\$ 1,734,300	\$ 1,753,793	\$ 1,799,080	\$ 1,764,985
Town's proportionate share of the net pension liability (asset) as a percentage of its covered-employee payroll	314.30%	233.38%	231.55%	270.86%
Plan fiduciary net position as a percentage of the total pension liability	58.30%	65.47%	66.32%	59.81%

See accompanying notes to the required supplementary information

SCHEDULE 4
TOWN OF NEWINGTON, NEW HAMPSHIRE
Schedule of Town Contributions
For the Year Ended December 31, 2016

	<u>2016</u>	<u>2015</u>	<u>2014</u>	<u>2013</u>
Contractually required contribution	\$ 377,129	\$ 351,847	\$ 350,052	\$ 327,460
Contributions in relation to the contractually required contribution	<u>(377,129)</u>	<u>(351,847)</u>	<u>(350,052)</u>	<u>(327,460)</u>
Contribution deficiency (excess)	<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>
Town's covered-employee payroll	\$ 1,763,691	\$ 1,717,989	\$ 1,755,579	\$ 1,822,630
Contributions as a percentage of covered-employee payroll	21.38%	20.48%	19.94%	17.97%

See accompanying notes to the required supplementary information

TOWN OF NEWINGTON, NEW HAMPSHIRE
NOTES TO REQUIRED SUPPLEMENTARY INFORMATION
For the Year Ended December 31, 2016

NOTE 1—BUDGET TO ACTUAL RECONCILIATION

Amounts recorded as budgetary amounts in the Schedule of Revenues, Expenditures and Changes in Fund Balances – Budget and Actual (Budgetary Basis) – General Fund (Schedule 1) are reported on the basis budgeted by the Town under state regulations. 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 revenues and other financing sources and expenditures and other financing uses were adjusted for encumbrances, non-budgetary revenues and expenditures, non-budgetary transfers in, and budgetary transfers in and out as follows:

	Revenues and Other Financing Sources	Expenditures and Other Financing Uses
Per Exhibit D	\$ 5,922,869	\$ 6,024,286
Difference in property taxes meeting susceptible to accrual criteria	(10,256)	
Encumbrances, December 31, 2016		124,699
Encumbrances, December 31, 2015		(136,148)
Non-budgetary revenues and expenditures	(24,652)	(211,705)
Non-budgetary transfers	(12,000)	
Budgetary transfers	100,592	393,880
Per Schedule 1	<u>\$ 5,976,553</u>	<u>\$ 6,195,012</u>

NOTE 2—BUDGETARY FUND BALANCE

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

Nonspendable:	
Prepaid expenses	\$ 11,242
Unassigned:	
Unassigned - General operations	2,088,719
	<u>\$ 2,099,961</u>

TOWN OF NEWINGTON, NEW HAMPSHIRE
NOTES TO REQUIRED SUPPLEMENTARY INFORMATION (CONTINUED)
For the Year Ended December 31, 2016

NOTE 3—SCHEDULE OF FUNDING PROGRESS FOR OTHER POST-EMPLOYMENT BENEFITS

In accordance with GASB Statement #45, *Accounting and Financial Reporting by Employers for Post-Employment Benefits Other Than Pensions*, the Town is required to disclose the schedule of funding progress for each of the three most recent actuarial valuations. The Town implemented the provisions of GASB Statement #45 during the year ended December 31, 2014. Accordingly, the funding progress has only been presented for the most recent actuarial valuation report. Additional disclosures will be made as the information becomes available.

NOTE 4—SCHEDULE OF CHANGES IN THE TOWN'S PROPORTIONATE SHARE OF THE NET PENSION LIABILITY AND SCHEDULE OF TOWN CONTRIBUTIONS

In accordance with GASB Statement #68, *Accounting and Financial Reporting for Pensions*, the Town is required to disclose historical information for each of the prior ten years within a schedule of changes in the Town's proportionate share of the net pension liability and schedule of Town contributions. The Town implemented the provisions of GASB Statement #68 during the year ended December 31, 2015. Accordingly, the historic information has only been presented for those years which information was readily available. Additional disclosures will be made in future years as information becomes available.

For the June 30, 2015 actuarial valuation, the New Hampshire Retirement System reduced its assumption for the investment rate of return from 7.75% to 7.25%, decreased the price inflation from 3.0% to 2.5%, decreased the wage inflation from 3.75% to 3.25%, and decreased the salary increases from 5.8% to 5.6%. Additionally, the mortality table was changed from the RP-2000 projected to 2020 with Scale AA to the RP-2014 employee generational mortality table for males and females, adjusted for mortality improvements using Scale MP-2015.

SCHEDULE I
TOWN OF NEWINGTON, NEW HAMPSHIRE
Schedule of Expenditures of Federal Awards
For the Year Ended December 31, 2016

Federal Granting Agency/Recipient State Agency/Grant Program/State Grant Number	Federal Catalogue Number	Expenditures
DEPARTMENT OF THE INTERIOR		
Received directly from U.S. Treasury Department		
National Wildlife Refuge Fund - Refuge Revenue Sharing	15.659	\$ 21,328
Total Department of the Interior		<u>21,328</u>
ENVIRONMENTAL PROTECTION AGENCY		
Pass Through Payments from the New Hampshire		
Department of Environmental Services - Water Division		
Capitalization Grants for Clean Water State Revolving Funds	66.458	
#CS-330182-04		<u>3,404,633</u>
Total Environmental Protection Agency		<u>3,404,633</u>
Total Expenditures of Federal Awards		<u>\$ 3,425,961</u>

See notes to schedule of expenditures of federal awards

TOWN OF NEWINGTON, NEW HAMPSHIRE
NOTES TO SCHEDULE OF EXPENDITURES OF FEDERAL AWARDS
For the Year Ended December 31, 2016

NOTE 1—BASIS OF PRESENTATION

The accompanying Schedule of Expenditures of Federal Awards (the "Schedule") includes the federal award activity of the Town of Newington, New Hampshire (the Town), under programs of the federal government for the year ended December 31, 2016. The information in this Schedule is presented in accordance with the requirements of Title 2 U.S. Code of Federal Regulations Part 200, *Uniform Administrative Requirements, Cost Principles, and Audit Requirement for Federal Awards* (Uniform Guidance). Because the Schedule presents only a selected portion of the operations of the Town, it is not intended to and does not present the financial position, changes in net position, or the cash flows of the Town.

NOTE 2—SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES

Expenditures reported on the Schedule are reported on the modified accrual basis of accounting for federal programs accounted for in the governmental funds, and on the accrual basis of accounting for federal programs accounted for in the proprietary funds, which are described in Note 1 to the Town's basic financial statements. Such expenditures are recognized following, as applicable, either the cost principles in Office of Management and Budget Circular A-87, *Cost Principles for State, Local, and Indian Tribal Governments*, or the cost principles contained in Title 2 U.S. Code of Federal Regulations Part 200, *Uniform Administrative Requirements, Cost Principles, and Audit Requirements for Federal Awards*, wherein certain types of expenditures are not allowable or are limited as to reimbursement. Negative amounts shown on the Schedule represent adjustments or credits made in the normal course of business to amounts reported as expenditures in prior years.

NOTE 3—INDIRECT COST RATE

The Town of Newington, New Hampshire has not elected to use the 10-percent de minimis indirect cost rate allowed under the Uniform Guidance.

NOTE 3—RELATIONSHIP TO BASIC FINANCIAL STATEMENTS

The recognition of expenditures of federal awards has been reported in the Town's basic financial statements as intergovernmental revenues in the governmental funds as follows:

General Fund	<u>\$ 21,328</u>
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Additionally, the recognition of expenditures of federal awards in the amount of \$3,404,633 represents drawdowns from the Clean Water State Revolving Loan Fund Program as reported within the Sewer Fund, a proprietary fund. Federal financial assistance with the principal sum not to exceed \$3,408,333 or 41.7% of aggregate disbursements, whichever is less, is provided in the form of a federal loan through the program.

**REPORT ON INTERNAL CONTROL OVER FINANCIAL
REPORTING AND ON COMPLIANCE AND OTHER MATTERS
BASED ON AN AUDIT OF FINANCIAL STATEMENTS PERFORMED
IN ACCORDANCE WITH *GOVERNMENT AUDITING STANDARDS***

Independent Auditor's Report

To the Board of Selectmen
Town of Newington, New Hampshire

We have audited, in accordance with the 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, the financial statements of the governmental activities, the business-type activities, each major fund, and the aggregate remaining fund information of the Town of Newington, New Hampshire, as of and for the year ended December 31, 2016, and the related notes to the financial statements, which collectively comprise the Town of Newington, New Hampshire's basic financial statements, and have issued our report thereon dated September 22, 2017.

Internal Control Over Financial Reporting

In planning and performing our audit of the financial statements, we considered the Town of Newington, New Hampshire's internal control over financial reporting (internal control) to determine the audit procedures that are appropriate in the circumstances for the purpose of expressing our opinions on the financial statements, but not for the purpose of expressing an opinion on the effectiveness of the Town of Newington, New Hampshire's internal control. Accordingly, we do not express an opinion on the effectiveness of the Town of Newington, New Hampshire's internal control.

A deficiency in internal control exists when the design or operation of a control does not allow management or employees, in the normal course of performing their assigned functions, to prevent, or detect and correct, misstatements on a timely basis. A *material weakness* is a deficiency, or a combination of deficiencies, in internal control, such that there is a reasonable possibility that a material misstatement of the entity's financial statements will not be prevented, or detected and corrected on a timely basis. A *significant deficiency* is a deficiency, or a combination of deficiencies, in internal control that is less severe than a material weakness, yet important enough to merit attention by those charged with governance.

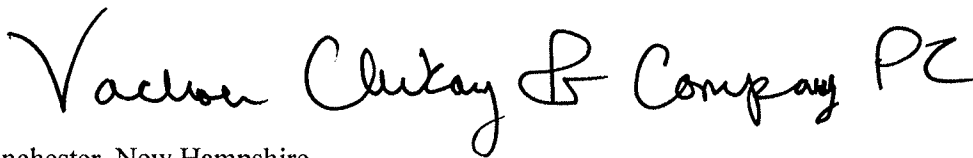
Our consideration of internal control was for the limited purpose described in the first paragraph of this section and was not designed to identify all deficiencies in internal control that might be material weaknesses or significant deficiencies. Given these limitations, during our audit we did not identify any deficiencies in internal control that we consider to be material weaknesses. However, material weaknesses may exist that have not been identified.

Compliance and Other Matters

As part of obtaining reasonable assurance about whether the Town of Newington, New Hampshire's financial statements are free of material misstatement, we performed tests of its compliance with certain provisions of laws, regulations, contracts and grant agreements, noncompliance with which could have a direct and material effect on the determination of financial statement amounts. However, providing an opinion on compliance with those provisions was not an objective of our audit, and accordingly, we do not express such an opinion. The results of our tests disclosed no instances of noncompliance or other matters that are required to be reported under *Government Auditing Standards*.

Purpose of this Report

The purpose of this report is solely to describe the scope of our testing of internal control and compliance and the results of that testing, and not to provide an opinion on the effectiveness of the entity's internal control or on compliance. This report is an integral part of an audit performed in accordance with *Government Auditing Standards* in considering the entity's internal control and compliance. Accordingly, this communication is not suitable for any other purpose.

A handwritten signature in black ink that reads "Vachon Clitay & Company PC". The signature is written in a cursive, flowing style.

Manchester, New Hampshire
September 22, 2017

**REPORT ON COMPLIANCE FOR EACH MAJOR FEDERAL PROGRAM
AND REPORT ON INTERNAL CONTROL OVER COMPLIANCE
REQUIRED BY THE UNIFORM GUIDANCE**

Independent Auditor's Report

To the Board of Selectmen
Town of Newington, New Hampshire

Report on Compliance for Each Major Federal Program

We have audited the Town of Newington, New Hampshire's compliance with the types of compliance requirements described in the *OMB Compliance Supplement* that could have a direct and material effect on the Town of Newington, New Hampshire's major federal program for the year ended December 31, 2016. The Town of Newington, New Hampshire's major federal program is identified in the summary of auditor's results section of the accompanying schedule of findings and questioned costs.

Management's Responsibility

Management is responsible for compliance with federal statutes, regulations, and the terms and conditions of its federal awards applicable to its federal programs.

Auditor's Responsibility

Our responsibility is to express an opinion on compliance for the Town of Newington, New Hampshire's major federal program based on our audit of the types of compliance requirements referred to above. We conducted our audit of compliance in accordance with auditing standards generally accepted in the United States of America; the standards applicable to financial audits contained in *Government Auditing Standards*, issued by the Comptroller General of the United States; and the audit requirements of Title 2 U.S. *Code of Federal Regulations* Part 200, *Uniform Administrative Requirements, Cost Principles, and Audit Requirements of Federal Awards* (Uniform Guidance). Those standards and the Uniform Guidance require that we plan and perform the audit to obtain reasonable assurance about whether noncompliance with the types of compliance requirements referred to above that could have a direct and material effect on a major federal program occurred. An audit includes examining, on a test basis, evidence about the Town of Newington, New Hampshire's compliance with those requirements and performing such other procedures as we considered necessary in the circumstances.

We believe that our audit provides a reasonable basis for our opinion on compliance for the major federal program. However, our audit does not provide a legal determination of the Town of Newington, New Hampshire's compliance.

Basis for Qualified Opinion on the Capitalization Grants for Clean Water State Revolving Funds Program

As described in the accompanying schedule of findings and questioned costs, the Town of Newington, New Hampshire did not comply with requirements regarding CFDA 66.458 Capitalization Grants for Clean Water State Revolving Funds Program as described in finding number 2016-01 for Cash Management. Compliance with such requirements is necessary, in our opinion, for the Town of Newington, New Hampshire to comply with the requirements applicable to that program.

Qualified Opinion on the Capitalization Grants for Clean Water State Revolving Funds Program

In our opinion, except for the noncompliance described in the Basis for Qualified Opinion paragraph, the Town of Newington, New Hampshire complied, in all material respects, with the types of compliance requirements referred to above that could have a direct and material effect on the Capitalization Grants for Clean Water State Revolving Funds Program for the year ended December 31, 2016.

Other Matters

The results of our auditing procedures disclosed other instances of noncompliance, which are required to be reported in accordance with the Uniform Guidance, and which are described in the accompanying corrective action plan as item 2016-02. Our opinion on the major federal program is not modified with respect to these matters.

The Town of Newington, New Hampshire's response to the noncompliance findings identified in our audit are described in the accompanying schedule of findings and questioned costs. The Town of Newington, New Hampshire's response was not subject to the auditing procedures applied in the audit of compliance and, accordingly, we express no opinion on the response.

Report on Internal Control Over Compliance

Management of the Town of Newington, New Hampshire is responsible for establishing and maintaining effective internal control over compliance with the types of compliance requirements referred to above. In planning and performing our audit of compliance, we considered the Town of Newington, New Hampshire's internal control over compliance with the types of requirements that could have a direct and material effect on the major federal program to determine the auditing procedures that are appropriate in the circumstances for the purpose of expressing an opinion on compliance for the major federal program and to test and report on internal control over compliance in accordance with the Uniform Guidance, but not for the purpose of expressing an opinion on the effectiveness of internal control over compliance. Accordingly, we do not express an opinion on the effectiveness of the Town of Newington, New Hampshire's internal control over compliance.

Our consideration of internal control over compliance was for the limited purpose described in the preceding paragraph and was not designed to identify all deficiencies in internal control over compliance that might be material weaknesses or significant deficiencies and therefore, material weaknesses or significant deficiencies may exist that were not identified. However, as discussed below, we identified certain deficiencies in internal control over compliance that we consider to be material weaknesses and significant deficiencies.

A *deficiency in internal control over compliance* exists when the design or operation of a control over compliance does not allow management or employees, in the normal course of performing their assigned functions, to prevent, or detect and correct, noncompliance with a type of compliance requirement of a federal program on a timely basis. A *material weakness in internal control over compliance* is a deficiency, or combination of deficiencies, in internal control over compliance, such that there is a reasonable possibility that material noncompliance with a type of compliance requirement of a federal program will not be prevented, or detected and corrected, on a timely basis. We consider the deficiencies in internal control over compliance described in the accompanying schedule of findings and questioned costs as item 2016-01 to be a material weakness

A *significant deficiency in internal control over compliance* is a deficiency, or a combination of deficiencies, in internal control over compliance with a type of compliance requirement of a federal program that is less severe than a material weakness in internal control over compliance, yet important enough to merit attention by those charged with governance. We consider the deficiencies in internal control over compliance described in the accompanying schedule of findings and questioned costs as item 2016-02 to be a significant deficiency.

The Town of Newington, New Hampshire's response to the internal control over compliance findings identified in our audit are described in the accompanying corrective action plan. The Town of Newington, New Hampshire's response was not subjected to the auditing procedures applied in the audit of compliance and, accordingly, we express no opinion on the response.

The purpose of this report on internal control over compliance is solely to describe the scope of our testing of internal control over compliance and the results of that testing based on the requirements of the Uniform Guidance. Accordingly, this report is not suitable for any other purpose.

Vachon Chubb & Company PC

Manchester, New Hampshire
September 22, 2017

Town of Newington, New Hampshire
Schedule of Findings and Questioned Costs
Year Ended December 31, 2016

Section I—Summary of Auditor's Results

Financial Statements

Type of auditor's report issued: Unmodified – all reporting units
Internal control over financial reporting:
 Material weakness(es) identified? yes X no
 Significant deficiency(ies) identified yes X none reported
Noncompliance material to financial statements noted? yes X no

Federal Awards

Internal Control over major programs:
 Material weakness(es) identified? X yes no
 Significant deficiency(ies) identified X yes none reported

Type of auditor's report issued on compliance
for major federal programs: Qualified

Any audit findings disclosed that are required
to be reported in accordance with
2 CFR 200.516(a)? X yes no

Identification of major federal programs:

<u>CFDA Number(s)</u>	<u>Name of Federal Program or Cluster</u>
66.458	Capitalization Grants for Clean Water State Revolving Funds

Dollar threshold used to distinguish
between Type A and B program: \$ 750,000

Auditee qualified as low-risk auditee? yes X no

Section II—Financial Statement Findings

There were no findings relating to the financial statements required to be reported by GAGAS.

Section III—Federal Award Findings and Questioned Costs

The following findings and questioned costs as defined under 2 CFR 200.516(a) are required to be reported.

Finding #2016-01 Cash Management:

**Environmental Protection Agency
CFDA #66.458 Capitalization Grants for Clean Water State Revolving Funds Program
Passed Through Payments from the New Hampshire Department of Environmental Services
Project Number: CS-330182-04**

Criteria or specific requirement: Federal cash management regulations, as identified in 2 CFR 200.305, require that only immediate cash needs be draw down by the grantee. Recipients of federal funds must follow procedures to minimize the time elapsing between the transfer of federal funds and disbursement. Requests for payment must not include amounts that will be withheld from payment to contractors unless payments are made to an escrow account established to assure satisfactory completion of work.

Condition: During our testing of the federal program we noted costs requested under the federal award were withheld from payment to contractors, and were not disbursed to an escrow account. Funds were held by the Town with an inappropriate amount of time lapse between the receipt of funds and disbursement, which had not occurred as of year end.

Questioned costs: Known questioned costs of \$382,767.

Context: In reviewing periodic drawdown requests submitted to the pass-through entity, the State of New Hampshire Department of Environmental Services, it was noted that amounts requested included retainage held by the Town which were not disbursed to an escrow account. Retainage held by the Town represents actual amounts due to the vendor for work completed. However, these amounts are withheld from disbursements to the vendor until certain project completion benchmarks have been achieved. As these funds are held by the Town, not placed in an escrow account and not fully disbursed to the vendor until a later date, a significant time lapse between the receipt of the funds and disbursement of funds occurs. No other significant time lapses between receipt and disbursement of funds were noted in our review of the drawdown requests for the federal program.

Effect: The Town did not fulfill its cash management requirement of establishing an escrow account and disbursing retainage, which was included in the reimbursement requests, to the escrow account to assure satisfactory completion of work.

Cause: The Town's federal program is managed by the engineering firm responsible for oversight of the Waste Water Treatment Facility and Pump Station Upgrade Project. The engineering firm, at the direction of the State of New Hampshire Department of Environmental Services and in accordance with State of New Hampshire Administrative Rule Env-Wq 507.11 *Retainage on Construction Contracts*, filed draw down requests including retainage to be held by the Town. Upon receipt of the federal awards the Town failed to disburse funds to an escrow account established to assure satisfactory completion of work in accordance with 2 CFR 200.305 (b)(6)(iv).

Recommendation: We recommend the Town establish an escrow account and disburse retainage to the escrow account until release of retainage is required. In the event an escrow account is not established, we recommend that future draw down request claims only include costs which have already been incurred and paid or are scheduled for payment in the immediate future. Program funding requests should be based upon actual immediate cash needs in accordance with Federal regulations.

Finding #2016-02 Fiscal Sustainability Plan

Environmental Protection Agency

CFDA #66.458 Capitalization Grants for Clean Water State Revolving Funds Program

Passed Through Payments from the New Hampshire Department of Environmental Services

Project Number: CS-330182-04

Criteria or specific requirement: The Federal Water Pollution Control Act (Clean Water Act) section 603(d)(1)(E) requires a recipient of a loan designated for the repair, replacement, or expansion of a treatment works facility, to develop and implement a fiscal sustainability plan (FSP) or certify that it has developed and implemented such a plan.

Condition: During our testing of the federal program we noted that the Town has not developed or implemented an FSP for the Waste Water Treatment Facility and Pump Station Upgrade Project.

Questioned costs: None.

Context: The development and implementation of an FSP is required for all program loan applications submitted on or after October 1, 2014. The original loan application was submitted to the State of New Hampshire Department of Environmental on April 23, 2015.

Effect: Failure to develop and implement an FSP prior to receipt of federal funds under the Capitalization Grants for Clean Water State Revolving Funds Program results in non-compliance with the requirements of the program.

Cause: Lack of familiarity with the special provision compliance requirements of the program at the Town level. Additionally, the State of New Hampshire Department of Environmental Services is required to certify that an FSP has been developed and is being implemented prior to disbursement of funds to the loan recipient, however this requirement was not enforced at the state level.

Recommendation: We recommend that an FSP be developed and implemented. Additionally, we recommend that certification of the development and implementation of the FSP be filed with the State of New Hampshire Department of Environmental Services. Finally, we recommend that special provisions of federal award programs be reviewed and that the Town familiarize itself with these requirements in order to proactively address and meet these unique compliance requirements.

The Town of Newington
New Hampshire
Sewer Commission

Finding #2016-01 Cash Management

Escrow account has been established in July 2017 by Town Treasurer for the Newington Sewer Commission.

Finding # 2016 – 02 Fiscal Sustainability Plan

Wright – Pierce Engineers for the project will be submitting the FSB plan to NH – DES in November 2017, with Plant O & M manual for approval.

Denis Messier



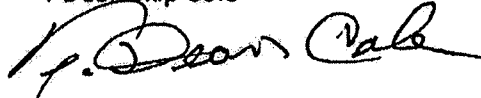
Plant Manager

Newington WWTP

115 Gosling Road

Newington NH 03801

T Dean Skip Cole



Chair, Newington Sewer Commission

Newington WWTP

115 Gosling Road

Newington NH 03801

SCHEDULE A
TOWN OF NEWINGTON, NEW HAMPSHIRE
Combining Statement of Fiduciary Net Position
Fiduciary Funds - All Agency Funds
December 31, 2016

	School Agency <u>Funds</u>	Performance Bond Agency <u>Funds</u>	Total Agency <u>Funds</u>
ASSETS			
Cash and cash equivalents	\$ 114,361	\$ 170,346	\$ 284,707
Total assets	<u>\$ 114,361</u>	<u>\$ 170,346</u>	<u>\$ 284,707</u>
LIABILITIES			
Due to other governments	\$ 114,361		\$ 114,361
Due to others		\$ 170,346	170,346
Total liabilities	<u>\$ 114,361</u>	<u>\$ 170,346</u>	<u>\$ 284,707</u>

September 22, 2017

To the Board of Selectmen
Town of Newington, New Hampshire

We have audited the financial statements of the governmental activities, the business-type activities, each major fund, and the aggregate remaining fund information of the Town of Newington, New Hampshire for the year ended December 31, 2016. Professional standards require that we provide you with information about our responsibilities under generally accepted auditing standards and, *Government Auditing Standards* and Uniform Guidance, as well as certain information related to the planned scope and timing of our audit. We have communicated such information in our letter to you dated January 5, 2017. Professional standards also require that we communicate to you the following information related to our audit.

Significant Audit Findings

Qualitative Aspects of Accounting Practices

Management is responsible for the selection and use of appropriate accounting policies. The significant accounting policies used by the Town of Newington, New Hampshire are described in Note 1 to the basic financial statements. During the year ended December 31, 2016, the Town adopted and implemented GASB Statement #72 – *Fair Value Measurement and Application*. We noted no transactions entered into by the Town of Newington, New Hampshire during the year for which there is a lack of authoritative guidance or consensus. All significant transactions have been recognized in the financial statements in the proper period.

Accounting estimates are an integral part of the financial statements prepared by management and are based on management's knowledge and experience about past and current events and assumptions about future events. Certain accounting estimates are particularly sensitive because of their significance to the financial statements and because of the possibility that future events affecting them may differ significantly from those expected. The most sensitive estimates affecting the governmental activities, the business-type activities and each major fund financial statements were:

Management's estimate of the allowance for uncollectible taxes receivable is based on taxpayer bankruptcies, abatements subsequently issued, historical collection levels, and an analysis of the collectability of individual accounts. Management's estimate for the allowance for uncollectible accounts receivable is based on historical collection levels and an analysis of the collectability of certain accounts. We evaluated the key factors and assumptions used to develop the allowances in determining that they are reasonable in relation to the financial statements taken as a whole. Management's estimate of the useful lives of capital assets is based upon historical records of utilization, necessary improvements and replacements. We evaluated the key factors and assumptions used to develop the depreciable useful lives of capital assets in determining that they are reasonable in relation to the financial statements taken as a whole.

Significant estimates also include actuarial assumptions used in determining pension and other post-employment benefits costs which are based on plan audited financial statements and a plan actuarial valuation report, respectively. We evaluated the assumptions used in the plan audited financial statements and the plan actuarial valuation report to determine that they are reasonable in relation to the financial statements as a whole.

The financial statement disclosures are neutral, consistent, and clear.

Difficulties Encountered in Performing the Audit

We encountered no significant difficulties in dealing with management in performing and completing our audit.

Corrected and Uncorrected Misstatements

Professional standards require us to accumulate all known and likely misstatements identified during the audit, other than those that are clearly trivial, and communicate them to the appropriate level of management. Management has corrected all such misstatements. Please see the attached schedule of material adjustments detected and corrected as a result of audit procedures.

Disagreements with Management

For purposes of this letter, a disagreement with management is a financial accounting, reporting, or auditing matter, whether or not resolved to our satisfaction, that could be significant to the financial statements or the auditor's report. We are pleased to report that no such disagreements arose during the course of our audit.

Management Representations

We have requested certain representations from management that are included in the management representation letter dated September 22, 2017.

Management Consultations with Other Independent Accountants

In some cases, management may decide to consult with other accountants about auditing and accounting matters, similar to obtaining a "second opinion" on certain situations. If a consultation involves application of an accounting principle to the Town of Newington, New Hampshire's financial statements or a determination of the type of auditor's opinion that may be expressed on those statements, our professional standards require the consulting accountant to check with us to determine that the consultant has all the relevant facts. To our knowledge, there were no such consultations with other accountants.

Other Audit Findings or Issues

We generally discuss a variety of matters, including the application of accounting principles and auditing standards, with management each year prior to retention as the Town of Newington, New Hampshire's auditors. However, these discussions occurred in the normal course of our professional relationship and our responses were not a condition to our retention.

During our audit of compliance with the types of compliance requirements described in the *OMB Compliance Supplement* that could have a direct and material effect on each of the Town of Newington,

New Hampshire's major federal programs for the year ended December 31, 2016, we noted instances of noncompliance. As described in the Schedule of Findings and Questioned Costs, we noted the Town did not comply with requirements regarding CFDA 66.458 Capitalization Grants for Clean Water State Revolving Funds Program as described in finding numbers 2016-01 and 2016-02. We considered the noncompliance identified in finding number 2016-01 to be a material weakness in internal control over major programs. Additionally, we considered the noncompliance identified in finding number 2016-02 to be a significant deficiency in internal control over major programs.

Other Matters

We applied certain limited procedures to the management's discussion and analysis, budgetary comparison information, the schedule of funding progress for other post-employment benefits, the schedule of changes in the Town's proportionate share of the net pension liability, and the schedule of Town contributions which are required supplementary information (RSI) that supplements the basic financial statements. Our procedures consisted of inquiries of management regarding the methods of preparing the information and comparing the information for consistency with management's responses to our inquiries, the basic financial statements, and other knowledge we obtained during our audit of the basic financial statements. We did not audit the RSI and do not express an opinion or provide any assurance on the RSI.

We were engaged to report on the Schedule of Expenditures of Federal Awards and the combining fiduciary statement of net position, which accompanies the financial statements but are not RSI. With respect to this supplementary information, we made certain inquiries of management and evaluated the form, content, and methods of preparing the information to determine that the information complies with accounting principles generally accepted in the United States of America, the method of preparing it has not changed from the prior period, and the information is appropriate and complete in relation to our audit of the financial statements. We compared and reconciled the supplementary information to the underlying accounting records used to prepare the financial statements or to the financial statements themselves.

Restriction on Use

This information is intended solely for the use of the Board of Selectmen and management of the Town of Newington, New Hampshire and is not intended to be, and should not be, used by anyone other than these specified parties.

Very truly yours,

Vachon Clukay & Company PC

Town of Newington, New Hampshire
For the year ended December 31, 2016
Material Audit Adjustments

The following is a listing of the material audit adjustments made for the year ended December 31, 2016 and have been corrected by management:

General Fund

- To increase the allowance for uncollectable ambulance receivable in the amount of \$61,295

Sewer Fund:

- To restore prior year audited net position and record cash for amounts transferred to the Trustees of Trust Funds in the amount of \$997,679.
- To record current year payables and capital asset additions in the amount of \$571,643.
- To record retainage payable and capital asset additions in the amount of \$382,767.
- To capitalize current year expenses related to the construction of the waste water treatment facility in the amount of \$3,786,926.
- To record depreciation expense on capital assets in the amount of \$251,068.

DEPARTMENT EXPENDITURES

	2017 APPROVED AT TOWN MEETING	2017 ACTUAL SPENT UNAUDITED
EXECUTIVE OFFICE	341,077	354,179
ELECTION / REGISTRATIONS	10,765	8,551
TAX COLLECTOR / TOWN CLERK	52,700	55,397
ASSESSING / FINANCE	204,100	120,640
LEGAL	187,501	106,771
TOWN BUILDING ADMINISTRATION	41,564	30,193
TOWN HALL	38,500	47,558
TOWN GARAGE	15,240	24,459
OLD TOWN HALL	28,400	13,872
MEETING HOUSE	13,600	6,291
FIRE STATION	23,500	33,937
POLICE STATION	25,900	34,962
STONE SCHOOL	2,350	345
OLD PARSONAGE	5,820	2,540
INSURANCE	251,475	235,984
REGIONAL ASSOCIATIONS	7,117	6,242
CODE ENFORCEMENT	113,625	102,337
EMERGENCY MANAGEMENT	15,158	13,976
STREET LIGHTING	22,000	27,260
TRANSFER STATION / TRASH COLLECTION	145,611	146,015
PEST CONTROL	40,000	33,454
WELFARE ASSISTANCE	2,000	0
LAND MANAGEMENT	56,751	75,657
DEBT SERVICE	461,224	483,579
CAPITAL OUTLAY	32,351	32,351
TOTAL GENERAL GOVERNMENT	\$ 2,138,329	\$ 1,996,550
PLANNING BOARD	177,844	162,495
CEMETERY	22,986	17,656
POLICE DEPARTMENT	1,464,214	1,438,561
FIRE DEPARTMENT	1,612,284	1,604,488
HIGHWAY	453,520	401,150
SEWER COLLECTION / DISPOSAL	869,744	688,748
RECREATION	48,900	48,199
LIBRARY	190,495	162,745
HISTORIC DISTRICT	16,300	9,521
CONSERVATION	11,592	4,267
OTHER ARTICLES	287,500	287,500
TOTAL ALL DEPARTMENTS	\$ 7,293,708	\$ 6,821,879

2017 Newington Town Wages

	Wages	<u>Overtime-</u> (amount included in the number to the left)		Wages	<u>Overtime-</u> (amount included in the number to the left)
FIRE					
Belair, Andrew	26,811.96	2,220.23	LaBreck, Peter	7,026.04	154.35
Berghorn, Brian	2,269.58		LeDuc, Jeffrey	115,079.86	33,951.89
Brillard, Matthew	8,504.74		Levesque, David Jr	3,448.78	
Carbonneau, Christopher	10,133.15		Lisowski, Brandon J.	59,358.82	12,216.30
Carey, Michael	4,088.33	529.20	March, Jonathan	82,599.71	26,906.88
Carey, William	11,775.08	132.30	Martin, Devin	7,504.40	716.63
Connors, Jonathan	77,664.24	27,634.56	McCooley, John	67,258.89	12,527.47
Craft, Kevin A	13,317.33	120.60	McFadden, Ryan	6,651.90	
Gallant, Christopher	70,460.67	14,712.82	McQuade, Thomas	40,348.93	390.53
Gorski, Alexandria	42,247.50	8,321.40	Merrill, Mark	91,326.00	24,612.30
Graham, Jared	12,605.25	154.35	Morrill, Rye L.	4,571.13	44.10
Head, Andrew W.	109,214.38		Mu, Laurie	16,937.47	
Hickman, Colin	14,856.81	96.48	Reno, Kyla	9,903.55	374.85
Hyman, Benjamin	6,095.25		Rivera, Jason	13,839.98	136.38
Isabel, Joseph	16,476.30	986.74	Sabine, Darin J.	39,896.17	154.35
Johnson, Eric	6,148.08		Wahl, Peter	6,735.30	
Kelley, Jesse	3,250.91	257.62	Wise, Troy	8,004.26	88.20
POLICE					
Appelbaum, Seth	81,733.72	16,146.72	McClare, Timothy	26,243.50	
Bilodeau, Michael	93,189.57		Newcomer, Brian	49,517.48	
Costin, Patrick	3,231.62	228.74	O'Reilly, Sean J	90,439.92	16,621.28
Garvin, Jon R.	56,925.09	5,433.24	Smart, Brandon	81,527.22	18,906.92
Gordon, Timothy A.	29,705.42	183.90	Sobel, Adin	7,859.17	379.32
Harland, Tony	92,420.88	22,552.71	St. Laurent, Diana	65,492.48	1,947.33
LeDuc, Justin	10,073.50		Sullivan, Michael	101,477.47	21,074.92
Lorenz, Douglas	53,301.00		Wood, Andrew	56,727.84	5,736.00
SEWER					
Cole, Thursby D.	2,434.50		Stern, Rick	2,434.50	
Field, Timothy	2,434.50				

2016 Newington Town Wages

	Wages	<u>Overtime-</u> (amount included in the number to the left)		Wages	<u>Overtime-</u> (amount included in the number to the left)
LIBRARY					
Alexandropoulos, Kiska	72.00		Knox, Paula	579.00	
Berry, Lara	50,105.00		Kohlhase, Debra R	4,377.39	
Covell, Amy	20,882.75		Rash Mary	8,072.14	
Hojnacki, Katlyn A	277.88		Tomlinson, Theresa L	19,303.50	
TOWN					
Beebe, Ann	4,899.00		Navelski, David	1,212.38	
Behrmann, William Jr.	375.00		Navelski, Rebecca	8,250.00	
Boy, Eleanor M.	41,821.50		O'Reilly, Luanne	594.00	
Coleman, Chase	1,118.01		Philbrick, Susan	8,428.00	
Coleman, Laura	30,604.86		Phillips, Mark G.	982.00	
Coleman, Matthew	1,700.13		Regan, Michael	5,265.00	
Connors, Timothy	6,096.00		Reid, Joseph III	1,470.00	
Daigle, Craig	9,810.00		Reinhold, Frank	11,719.66	
Eversman, Victoria	10,420.25		Roy, Martha S.	63,196.36	
Fabrizio, James	982.00		Smart, Charles	5,280.00	
Field, Timothy	3,925.50		St Laurent, Roderick	27,401.31	
Fletcher, Ruth	1,604.00		Stowell, John H	50,055.27	
Frink, John D.	17,111.54		Stuart, Janice J	8,128.00	
Hart Jr, Robert C.	5,265.00		Taccetta, Vincent	313.05	
Iocovozzi, Cosmas	2,032.00		Thomas, Leonard W	660.00	
Kelley, Kevin	11,818.50		Thomas, Leonard H	28,652.52	408.43
Kendall, Jane K.	5,427.00		Vietas, Suzanne	270.00	
Marconi, Mike	8,128.00		Wahl, Larry	1,690.00	
McLean, Victor Jr. H.	14,472.31		Zabkar, Deb	24,321.25	

TAX RATE HISTORY PER \$1,000

	2002	2003	2004	2005	2006	2007	2008	2009
TOWN	\$4.45	\$2.25	\$3.50	\$4.83	\$4.87	\$5.17	\$5.26	\$5.09
COUNTY	\$1.18	\$1.01	\$0.98	\$0.89	\$0.88	\$0.84	\$0.89	\$1.03
SCHOOL	\$1.81	\$1.33	\$1.45	\$0.71	\$0.92	\$0.52	\$0.64	\$0.49
STATE SCHOOL	\$5.90	\$5.29	\$3.39	\$2.67	\$2.40	\$2.38	\$2.18	\$2.41
TOTAL	\$13.34	\$9.88	\$9.32	\$9.10	\$9.07	\$8.91	\$8.97	\$9.02
	2009	2011	2012	2013	2014	2015	2016	2017
TOWN	\$5.09	\$5.00	\$4.89	\$4.72	\$5.46	\$5.14	\$5.17	\$5.11
COUNTY	\$1.03	\$1.04	\$1.08	\$1.16	\$1.15	\$1.05	\$1.09	\$1.05
SCHOOL	\$0.49	\$0.51	\$0.57	\$0.65	\$0.61	\$0.69	\$0.57	\$0.41
STATE SCHOOL	\$2.51	\$2.40	\$2.41	\$2.46	\$2.50	\$2.62	\$2.32	\$2.53
TOTAL	\$9.12	\$8.95	\$8.95	\$8.99	\$9.72	\$9.50	\$9.15	\$9.10



SUMMARY INVENTORY OF VALUATION 2017

LAND:

Under Current Use	52,229.00
Residential	93,114,138.00
Commercial/Industrial	97,056,400.00
Total Land	190,222,767.00

BUILDINGS:

Residential	93,365,700.00
Commercial/Industrial	257,450,900.00
Total Buildings	350,816,600.00

UTILITIES:

Gas & Electric	547,196,100.00
Total Utilities	547,196,100.00

NONTAXABLE:

Land	58,091,910.00
Buildings	71,390,000.00
Total Nontaxable	129,481,910.00

Elderly Exemptions	15	3,866,700.00
Veteran Credits	55	28,400.00
Water & Air Pollution	12	48,181,920.00

Total Value Before Exemptions	1,088,235,467.00
Less Water & Air Exemption	48,181,920.00
Total Taxable Valuation	1,040,053,547.00
Less Elderly Exemption	3,866,700.00

Total Taxable Valuation	1,036,187,847.00
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THE TOWN OF NEWINGTON
NEW HAMPSHIRE
Incorporated 1764
Office of The Assessor's Agent

The Selectmen have a primary responsibility to ensure that assessments are proportionate each year and that the assessing processes and results are consistent with State Standards. State law governs the assessing process including guidelines developed by the Assessing Standards Board (ASB). While the Selectmen retain authority over all legal processes occurring in the Department, personnel actually performing appraisals for assessing purposes must be certified to do so by the State. Accordingly, the Selectmen delegate the appraisal process to persons certified to perform appraisals for the Town.

The assessment process is monitored by the Department of Revenue Administration (DRA) under RSA 21-J throughout the State. This monitoring process involves a DRA representative visiting Towns and reviewing all aspects of the assessment process including the way assessment updates take place, how applications for exemption and veteran credits are processed, how permit work is tracked, inspected and so forth.

Beyond ongoing oversight, every five years the DRA 'certifies' municipalities by analyzing various functions that occur in the Appraisal Department, and measure their findings against State ASB (Assessing Standards Board) Standards, rules and requirements.

Revaluation and Recertification:

The Town underwent a revaluation during the last recertification year (2014). The results of the revaluation were that the Town assessments were brought to 99% of market value, as verified by the NH Department of Revenue Administration. The next recertification process will take place in 2019.

Emerging Statistics:

The ratio of assessments to sale prices in 2016 was 95%, after an update in values was completed. With sales that occurred in 2017 we found that the market is continuing to increase. The ratio of assessed value compared to sales prices was 93.6%. The sales used occurred between October 1 and September 30th for each of these years.

Property Values:

The following general statistics were obtained from the appraisal files. The sales used are verified, open market sales. Because we have so few properties and property sales in Newington, statistics can be misleading and these statistics should represent a small sampling of properties.

	2014	2015	2016	2017
Average House Price	\$477,978 6 Sales	\$638,219 7 Sales	\$644,500 2 Sales	\$719,000 8 Sales
Median House Price	\$461,667 6 Sales	\$705,000 7 Sales	\$644,500 2 Sales	\$729,000 8 Sales
Average Waterfront House Price	\$1,053,467 2 Sales	\$1,500,000 1 Sale	\$1,275,000 4 Sales	\$1,105,000 4 Sales
Average Lot Price	\$234,967 1 Sale	\$250,000 1 Sale	\$275,000 1 Sale	N/A

When developing valuations, we do look to the sales of adjacent communities; however, it is our considered opinion that Newington is much unlike any other community in the seacoast region. Influences both positive (historic properties, seacoast, proximity to thoroughfares, quality of life, etc.) and negative (traffic influences, Pease, etc.) are difficult to distinguish and/or quantify and thus we did not consider sales outside of our community.

Property Value Distribution 2017:

Following are the net assessed valuations, by property category in Newington:

Category	2017	2016	Difference	% Change
Current Use Lands	\$52,229	\$52,238	\$(9)	
Conservation Lands	\$0	\$0	\$0	
Residential Lands	\$93,114,138	\$93,602,290	\$(488,152)	
Commercial Lands	\$97,056,400	\$96,932,400	\$124,000	
Total Lands	\$190,222,767	\$190,586,928	\$(364,161)	(.19)%
Residential Buildings	\$93,204,800	\$90,591,700	\$2,613,100	
Manufactured Housing	\$160,900	\$160,900	\$0	
Commercial Buildings	\$257,450,900	\$257,264,300	\$310,200	
Total Buildings	\$350,816,600	\$348,016,900	\$3,155,920	.9%
Public Utilities *Before Exemptions	\$547,196,100	\$523,913,700	23,158,800	4.4%
Total Taxable Property	\$1,088,235,467	\$1,062,517,528	\$25,717,939	2.4%
Less All Exemptions	(\$52,048,620)	(\$48,892,700)	3,155,920	6.5%
Net Valuation	\$1,036,186,847	\$1,013,624,828	\$22,562,019	2.2%

The value for Town-owned properties is not shown nor taxed.

Field Visits to Properties:

In accordance with the State Constitution requiring an 'inventory anew at least every 5 years'; 20% of all our improved properties are inspected by a staff appraiser. In this way, over a 5-year period all properties are inspected. This helps ensure that our property data is reasonably accurate. Other major reasons appraisal personnel will inspect properties include: Active building permits, recent sale or property transfers, Abatement requests and/or taxpayer requests. When a visit is performed for any reason, an entire inspection (exterior measurements and interior inspection) is performed.

Exemptions and Tax Credit Information:

The following Exemptions and Credits are administered locally, by the Town (but monitored by the State Department of Revenue Administration): Elderly Exemption, Blind Exemption, Veteran Tax Credit, Service Connected Total Disability Tax Credit, Veteran Spouse or Widow Tax Credit. The Department of Revenue administers a program of tax relief entitled Low & Moderate income Homeowners Property Tax Relief. This is available through their website.

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Please keep in Mind that we are available for scheduling meetings to discuss any aspect of the assessing process at any time. We encourage all taxpayers to take an opportunity to review the information on file for your property, and to bring questions or discrepancies to our attention if any are found.

We extend our gratitude to the administration for their continuing guidance and support as well as our friendly and helpful fellow Town employees. Most importantly we wish to thank the taxpayers of our Town for the patience and courtesies extended to us over the year. We understand that your privacy is paramount, and while we strive to adhere to State requirements, we attempt to do so in as non-invasive a manner as possible, we run an 'open door' office and we will review and/or explain your assessment on most Tuesdays or Fridays.

As always, we do look forward to providing you with assistance in any way we can.

Your Appraisal/Assessing Team, Marybeth Walker, CNHA, Jay Ferreira & Susan Henderson-Daniels

TOWN CLERK / TAX COLLECTOR

Year Ending December 31, 2017

Tax Collector's Report 2017

Levy of 2017

Taxes Committed to Collector:

Property Taxes	\$ 8,314,837.42
Supplemental Warrant	\$ 132,699.51
Interest	\$ 1,108.72
Yield (Timber) Tax	\$ 214.15
Abatements	<u>(\$ 482,108.63)</u>

Total: \$ 7,966,751.17

Remitted to Treasurer:

Property Taxes	\$ 7,754,706.22
Supplement Abated	\$ 132,699.51
Interest Paid	\$ 1,108.72
Yield (Timber) Tax	\$ 214.15
Uncollected Taxes	<u>\$ 78,022.57</u>

Total: \$ 7,966,751.17

Town Clerk's Report 2017

Motor Vehicles	\$ 287,148.58
UCC Filings	\$ 990.00
Dog Licenses	\$ 818.50
Boat Registrations	\$ 3,237.77
Vital Records	\$ 160.00
Miscellaneous Fees	<u>\$ 1,641.66</u>

Total Receipts: \$ 293,996.51

Remitted to State:

Motor Vehicles	\$ 83,271.39
Dog Licenses	\$ 377.00
Vital Records	\$ 280.00

Tax Lien – Levy 2016

Total Liens Executed	\$ 21,686.45
Payments	<u>\$ (6,970.71)</u>

Balance \$ 14,715.74

Tax Liens – Previous Years

Total Liens	\$ 31,218.57
Payments	<u>\$ (3,012.11)</u>

Balance \$ 28,206.46

Treasurer's 2017 General Fund Annual Report

GENERAL FUND	FY 2016	FY 2017 Unaudited
Beginning General Fund Balance January 1	\$ 3,473,476.00	\$ 3,056,484.48
Revenue:		
Selectman's Office	608,924.36	617,103.59
Tax Collector	7,918,564.10	7,939,565.20
Town Clerk	284,766.18	290,984.24
Fire Department Revenue	77,222.21	145,861.09
Police Department Revenue	222,747.72	238,770.98
HIC MedPart B	21,328.00	24,848.61
State of NH Treasury AP Pymt	84,922.00	130,917.95
Electronic Deposits (Clerk, Tax Coll. State of NH)	137,039.98	92,591.29
Interest and Adjustments	93,534.19	152,985.26
Total Revenue:	\$ 9,449,048.74	\$ 9,633,628.21
Expenses:		
Accounts Payable	7,497,788.63	7,173,158.35
Payroll	1,752,727.35	1,777,987.06
Payroll Taxes	504,354.68	503,344.82
Bank Charges, Adjustments, Returned Items	34,254.28	39,404.03
Clerk Electronic Transfers to State	76,915.32	83,271.39
Total Expenses:	\$ 9,866,040.26	\$ 9,577,165.65
Closing General Fund Balance	3,056,484.48	3,112,947.04
Cash Balance Dec. 2016 & Dec. 2017	\$ 3,056,484.48	\$ 3,112,947.04
Payroll Account Balance 2016 & 2017	5,000.00	5,000.00
Total Cash Balance	\$ 3,061,484.48	\$ 3,117,947.04

Report of Trust and Capital Reserve Funds of the Town of Newington, NH 03801

MS-9

Year ended December 31, 2017

DATE OF CREATION	NAME OF TRUST FUND	PURPOSE OF TRUST FUND	HOW INVESTED	INCOME DURING YEAR	EXPENDED DURING YEAR	BALANCE END YEAR
CEMETERY FUNDS						
1941	Allard,Isaiah	Cemetery	Boston Advisors	0.00	9.36	536.34
1971	Badger,Ann S.	Care	Boston, MA	0.00	15.95	856.61
1959	Badger,Daniel W.	"	"	0.00	52.74	2,983.85
1924	Badger,Nancy	"	"	0.00	28.42	1,478.22
1970	Badger,RW & NH	"	"	0.00	28.57	1,482.18
1966	Bean,Mrs. Benjamin	"	"	0.00	10.95	579.91
1973	Bean,Vernon	"	"	0.00	15.95	856.75
1995	Beane,Paul & Doris	"	"	0.00	9.14	670.07
1899	Caldwell,John	"	"	0.00	5.66	312.65
1996	Call,Loiuse M.	"	"	0.00	3.52	376.05
1979	Cochran,Eugene	"	"	0.00	24.43	1,368.82
1972	Coleman,Bradley W.	"	"	0.00	16.91	882.91
1972	Coleman,E. Wendell	"	"	0.00	16.72	877.87
1964	Coleman,Ira	"	"	0.00	13.05	707.27
1938	DeFeo,Louis	"	"	0.00	4.60	266.01
1899	Demeritt Fund	"	"	0.00	11.62	598.25
1981	deRochemont,Orville	"	"	0.00	15.72	850.50
1977	deRochemont,Wm	"	"	0.00	15.78	851.92
1939	Downing,Josephine	"	"	0.00	10.40	564.66
1977	Downs,Carrie N.	"	"	0.00	16.27	865.34
1998	Downs,Robert & Teresa	"	"	0.00	4.82	551.56
1931	Drew,James	"	"	0.00	5.44	288.86
1954	Foss,Ethel L.	"	"	0.00	16.87	881.89
1910	Frink,Mary E.	"	"	0.00	2.28	139.40
1942	Frink,Ruby S.	"	"	0.00	5.05	278.20
1942	Frost,Gertrude	"	"	0.00	2.44	136.73
1954	Furber,Isaac	"	"	0.00	16.86	881.62
1953	Furber,Lydia	"	"	0.00	16.82	880.53
1973	Garland,Albion S.	"	"	0.00	17.05	886.72
1919	Garland,Charles	"	"	0.00	16.79	879.62
1924	Garland,Wm. C.	"	"	0.00	1.89	121.78
1977	Gen Care Funds	"	"	0.00	346.38	75,778.94
1965	Gilpatrick,Helen	"	"	0.00	10.58	569.71
1961	Gray,Forrest	"	"	0.00	4.86	272.97
1923	Greenough,Ann B.	"	"	0.00	3.95	248.14
1982	Hadley,Elsie Staples	"	"	0.00	16.03	858.81
1972	Haley,Charles	"	"	0.00	17.00	885.53
1935	Ham,Fred L.	"	"	0.00	15.10	763.61
1963	Harrison,L.A & M.B.	"	"	0.00	9.77	547.49
1966	Hodgdon,Harold	"	"	0.00	10.57	569.44
1921	Hodgdon,John A.	"	"	0.00	2.20	130.30
1993	Hodgdon,Seldon	"	"	0.00	10.92	718.86
1927	Hoyt,Ben S.	"	"	0.00	5.52	291.07
1919	Hoyt,Martin	"	"	0.00	4.63	266.77
1940	Hoyt,Mary S.B.	"	"	0.00	7.95	427.67
1953	Hoyt,Sophia	"	"	0.00	85.08	3,730.57
1958	James H. Coleman	"	"	0.00	10.60	570.33
1919	Jenness,Isaac	"	"	0.00	2.08	126.89
2004	Kowalsky,Andrew	"	"	0.00	15.43	2,100.55
1949	LeFavour,Faye H.	"	"	0.00	16.06	859.71
1960	Mallon,William	"	"	0.00	10.29	561.83

1988	Margenson Lot	"	"	0.00	24.73	1,377.10
1971	McIntosh, Annie	"	"	0.00	33.51	1,617.81
1980	Mooney, John	"	"	0.00	23.20	1,195.23
1974	Mott, Earl F.	"	"	0.00	15.76	851.56
1953	Moulton, Stella	"	"	0.00	11.74	601.44
2002	Neihart, Lisa	"	"	0.00	3.16	506.00
1952	Nelson, Mary	"	"	0.00	26.76	1,362.75
1990	Newick Lot	"	"	0.00	15.66	848.67
1910	Newton, Hanna P.	"	"	0.00	5.52	291.06
2000	Nickerson/House	"	"	0.00	8.62	935.26
1972	Nutter, Charles A.	"	"	0.00	18.36	922.83
1926	Nutter, Clarence	"	"	0.00	5.36	286.67
1956	Olive Dame Bean	"	"	0.00	10.66	571.91
1942	Packard, Rosamund N.	"	"	0.00	11.12	584.57
1980	Palmer, John	"	"	0.00	16.54	872.75
1942	Paquin, Louis	"	"	0.00	1.69	116.29
1931	Paul, Daniel	"	"	0.00	8.29	437.07
1942	Pearson, Horace	"	"	0.00	16.10	860.81
1923	Pickering, Albert	"	"	0.00	5.04	278.08
1931	Pickering, Eliz.	"	"	0.00	36.88	1,849.94
1953	Pickering, Helen	"	"	0.00	10.94	579.59
1988	Pickering, Phyllis	"	"	0.00	15.83	853.45
1956	Pray, Lydia L.	"	"	0.00	10.04	554.78
1920	Priscilla Lewis	"	"	0.00	5.25	283.74
1993	Private Cemetery	"	"	0.00	39.09	2,469.63
2004	Rines, Richard	"	"	0.00	7.71	1,050.28
1992	Robinson/Hodgon	"	"	0.00	11.77	741.96
1988	Rogers, Claire	"	"	0.00	15.83	853.45
1978	Sargent, Frank W.	"	"	0.00	12.39	759.03
1963	Scott, Anna M.	"	"	0.00	5.03	277.76
1925	Shaw, Joseph O.	"	"	0.00	1.84	120.40
1988	Smith, A.D & M.E.	"	"	0.00	15.83	853.45
2000	Spinney, Clifford & Mary	"	"	0.00	1.97	263.79
1937	Staples, Lydia	"	"	0.00	94.77	3,996.25
1986	Thomas, Evelyn	"	"	0.00	16.47	871.00
1993	Toomire, Philip	"	"	0.00	5.26	354.01
1942	Trefethen, John	"	"	0.00	9.31	534.74
1944	Trickey, Lt. Thomas	"	"	0.00	4.32	258.19
1990	Welch Lot	"	"	0.00	6.87	397.95
1945	Whidden, Eliz A.	"	"	0.00	48.70	3,152.49
1945	Whidden, Ira W.	"	"	0.00	32.82	2,018.26
1976	Witham, John F.	"	"	0.00	12.74	768.59
1993	Witham, Robert C.	"	"	0.00	10.92	718.86
1934	Yeaton, Elie	"	"	0.00	5.27	284.27
Total Cemetery Funds				0.00	1,736.77	153,555.98

SCHOLARSHIP FUNDS

1927	H. Newton Church	Preaching	"	0.00	19.87	1,710.25
1970	Family Scholarship	Education	"	0.00	845.43	72,699.35
1909	Lib. Webster Fund	Non Fiction	"	0.00	7.52	647.57
1969	Lib. Webster Fund	Books	"	0.00	7.64	657.29
1963	Lib. Langdon Fund	Best Use	"	0.00	1.50	129.51
1992	Virginia M. Rowe	Best Use	"	0.00	15.05	1,295.15
Total Scholarship				0.00	897.00	77,139.13

LIBRARY FUNDS

1922	Langdon Fund	Best Use	"	0.00	3,510.42	102,049.55
1945	Langdon Fund	Best Use	"	0.00	10,486.61	304,851.09
1945	Langdon Fund	Best Use	"	0.00	1,728.40	50,245.38
1978	Langdon Fund	Maint	"	0.00	1,197.99	34,826.22
Total Library				0.00	16,923.42	491,972.24

CAPITAL RESERVE			
Fire Dept. vehicle replace/repair Fund	TD Banknorth	417.85	216,764.70
Ambulance & major medical equipment replacement Fund	TD Banknorth	88.91	36,023.81
Police Dept. radio equipment Fund	TD Banknorth	9.99	10.71
Town wide revaluation	TD Banknorth	18.53	5,412.47
Municipal buildings	TD Banknorth	326.43	125,369.96
Fox Point Recreation /Maintenance	TD Banknorth	555.05	133,675.72
Employee Annual Leave/Severance	TD Banknorth	53.98	5,298.89
1/6/2006 Highway Dept. Vehicles	TD Banknorth	503.18	193,847.16
1/6/2006 Cemetery maintenance	TD Banknorth	83.84	21,494.73
1/6/2006 Recreational area maint.	TD Banknorth	100.13	31,777.67
12/26/2007 Major Road Work	TD Banknorth	478.81	190,369.27
12/26/2007 Mott Pond drainage	TD Banknorth	0.63	49.88
3/8/2011 Langdon Library Bldg.	TD Banknorth	17.20	5,026.22
2012 Stone School Const/Improv	TD Banknorth	103.60	30,269.71
2012 Health Cost Deductible	TD Banknorth	66.65	19,452.48
2015 SCBA	TD Banknorth	1.77	10,518.24
2015 Fire Dept. Communications	TD Banknorth	26.79	4,462.22
2016 Municipal Generator	TD Banknorth	34.08	20,034.08
NON CAPITAL RESERVE			
2016 Spec. Ed. Expendable Trust	TD Banknorth	274.88	80,304.69
4/1/2016 Sewer Enterprise Fund	TD Banknorth	4,556.55	753,360.44
School Property Maint.	TD Banknorth	58.82	9,840.44
TOTAL ALL FUNDS:			2,616,030.84

Newington Trustees of the Trust Funds - 2017					
Name of Fund	Balance 12-31-16	Withdrawal for 2017 costs	Deposit from 2017 Warrant Article	Interest earned from TD Bank	Balance 12-31-17
Capital Reserve Accounts:					
Fire Dept. Vehicle Replace / Repair	166,346.85		50,000.00	417.85	216,764.70
Ambulance & Major Med. Equipment	25,934.90		10,000.00	88.91	36,023.81
Police Dept. Radio Equipment	8,439.70	18,438.98	10,000.00	9.99	10.71
Town Wide Revaluation	5,393.94			18.53	5,412.47
Municipal Buildings	95,043.53		30,000.00	326.43	125,369.96
Fox Point Recreation / Maintenance	161,609.34	28,488.67		555.05	133,675.72
Employee Annual Leave / Severance	37,874.20	42,629.29	10,000.00	53.98	5,298.89
Highway Dept. Vehicles	146,743.98	3,400.00	50,000.00	503.18	193,847.16
Cemetery Maintenance	24,410.89	3,000.00		83.84	21,494.73
Recreation Area Maint.	29,177.54		2,500.00	100.13	31,777.67
Major Road Work	139,890.46		50,000.00	478.81	190,369.27
Mott Pond Drainage	49.25			0.63	49.88
Langdon Library Building	5,009.02			17.20	5,026.22
Stone School Const. / Improvement	30,166.11			103.60	30,269.71
Health Cost Deductible	19,385.83			66.65	19,452.48
SCBA	516.47		10,000.00	1.77	10,518.24
Fire Dept. Communications	28,802.42	59,366.99	35,000.00	26.79	4,462.22
Municiple Generator	10,000.00		10,000.00	34.08	20,034.08
Non Capital Reserve Account:					
Spec. Ed. Expendable Trust	80,029.81			274.88	80,304.69
School Property Maint.	34,331.62	24,550.00		58.82	9,840.44
Sewer Enterprise Fund	998,803.89	250,000.00		4,556.55	753,360.44
Totals	2,047,959.75	429,873.93	267,500.00	7,777.67	1,893,363.49
Newington Trust Funds					
	Balance 12-31-16	Withdrawn	Deposits	Net Gain	Balance 12-31-17
Cemetery	132,823.69		6,300.00	14,432.29	153,555.98
Library	453,599.06	11,143.92		38,373.18	491,972.24
Scholarship	69,471.98			7,667.15	77,139.13

The Newington Trust Funds are managed by Boston Advisors, LLC, One Liberty Square, 10th Floor, Boston, MA 02109 under a conservative investment policy adopted by the trustees and approved by the New Hampshire Attorney General.

Langdon Library 2017 Summary of Accounts

Town Appropriated Checking

Beginning Balance 01/01/2017		\$0.00
Operating Distributions	\$36,139.10	
Bank Interest Earned	\$4.83	
NH Charitable Foundation Donation	\$1,000.00	
Total Deposits		\$37,143.93
Expenses Paid/Due to Library Trustees		(\$36,382.40)
Ending Balance 12/31/2017		\$761.53

Trustee Checking

Beginning Balance 01/01/2017		\$75,791.38
Interest	\$11,175.23	
Book Sales	\$319.98	
Patron Donations	\$1,373.40	
Grants	\$205.00	
Total Deposits		\$13,073.61
Expenses Paid		(\$24,102.62)
Ending Balance 12/31/2017		\$64,762.37

Piscataqua Checking

Beginning Balance 01/01/2017		\$32,648.47
No Activity for 2017	\$0.00	
Ending Balance 12/31/2017		\$32,648.47

Piscataqua Savings

Beginning Balance 01/01/2017		\$102,157.39
Bank Interest Earned	\$182.09	
Total Deposits		\$182.09
Expenses Paid		(\$100,683.36)
Ending Balance 12/31/2017		\$1,656.12

Piscataqua CD

Beginning Balance 01/01/2017		\$100,273.91
Bank Interest Earned	\$904.49	
Total Deposits		\$904.49
Ending Balance 12/31/2017		\$101,178.40

Balance of Funds on Hand 12/31/2017

\$201,006.89

SEWER ASSESSMENTS

LEVY OF 2017

Billed

Sewer Assessments (Warrant)	\$	956,150
Septic Fees & Hookups charged	\$	9,400
I.P.P. Fees	\$	30,585
TOTAL Billed (net)	\$	996,135

Remittances to Treasurer

Sewer Assessments (current)	\$	776,383
Sewer Assessments (past due)	\$	16,459
Septic Fees & Hookups charged	\$	9,400
I.P.P. Fees	\$	30,585
Bank Interest	\$	2,218
Bond Proceed (reimbursements)	\$	4,004,032
Transfer From Trustee of Trust Fund		\$250,000
TOTAL Collected	\$	5,089,077
 2017 Uncollected Assessments	 \$	 179,789

Newington Sewer Treasurer's Report

January 2017 - December 2017

Operating Fund - Checking Account (214)

Beginning Bank Balance	\$	1,173,724.29
Revenue:		
Sewer Use Charges		
Account 02-3403-90-175		
Deposit : 2016-1 through 2016-45	823,405.27	
Septage Fees		
Account 02-3403-90-200		
Deposit: 2016-1 through 2016-45	9,400.00	
Inspection & Hookup Fees		
Account 02-3403-90-100	0	
Other Revenues		
Account 02-3403-90-150	250,022.50	
Jan 2017-Dec 2017 CCd Deposit, ST of NH	4,004,032.16	
Interest	2,217.52	
Total Revenue:		5,089,077.45
Expenses : 1238-01 Through 1406-01	5,065,964.48	
Total Expenses:		5,065,964.48
Ending Balance Checking Account:	\$	1,196,837.26

Board of Selectmen

2017 Annual Report

The Town of Newington is a dynamic community which is changing rapidly, despite its rural nature. Changes in use of land around Newington's industrial corridor and business district are driven by forces beyond our control.

As we look beyond 2018 it is clear Newington cannot keep these changes from happening but we can control them. Our residential areas have been rapidly expanding; however our community does indeed prosper in many ways from the influx. The skill and knowledge each new resident brings only adds to the collective wealth of the community. Each and every resident has a different vision for Newington's future. May we all work toward a common goal of making Newington the 'best little town in New Hampshire'!!

Major projects in 2017 included:

- Formed an Economic Development Committee
- Restoration of the Fox Point dock
- Started reconfiguration of Little Bay Road
- Window and siding replacement on a historic building on Fox Point

In closing I would be remiss if I did not take the opportunity to thank all of those who serve so faithfully on our numerous volunteer boards and commissions and to our very faithful and loyal town hall staff and our dedicated public safety officials. Our hope for the new year is that 2018 will bring peace and prosperity to all our Newington neighbors.

Respectfully Submitted,

Jan Stuart, Chair, Board of Selectmen



Horseshoe Crab at Fox Point

Report of the Board of Adjustment

The Board of Adjustment considered the following applications during the year 2017:

- Roberta Berounsky requested a variance from Article II, Section 2 of the Zoning Ordinance to subdivide property located at 30 Swan Island Lane, Tax Map 53, Lot 9 into two lots with frontage of 200 feet on a Town right-of-way. The applicant requested a continuance.
- Mark Phillips requested a variance from Article III, Section 2 of the Zoning Ordinance to allow for a caretaker's apartment in the office zone by Northeast Medical Properties regarding property at 2299 Woodbury Avenue, Tax Map 19, Lots 9-1 and 12. The request was granted.
- Roberta Berounsky Revocable trust requested a variance from Article 11, Section 2 to allow the subdivision of two lots with frontage of 200 feet frontage on a Town right-of-way regarding property at 30 Swan Island Lane, Tax Map 53, Lot9. The request was denied.
- John Liatsis requested a variance from Article V, stands B.1 to allow an Accessory Dwelling Unit (ADU) to be 1200 square feet instead of 1000 square feet. The request was granted.
- The Walmart Real Estate Business Trust requested a variance regarding their property at 2200 Woodbury Avenue, Tax Map 9, Lot 1 from Article IX in order to allow a sign to exceed the maximum height of 35 to 40 feet and from Article VI to reduce minimum sign front yard setback distance of 75 feet and side yard setback distance of 30 feet. The request was granted.
- Sasha and Kaliope Sotivovic requested a waiver from the 2009 International Residential Code Section R101.2 Scope, "...not more than three stories above grade plan in height" regarding their property located at 168 Little Bay Road, Tax Map 15, Lot 8. The request was granted.
- SBAF Running Fox (c/o Key Point Partners, LLC) requested a variance from Article IV, Section 10, of the Newington Zoning Ordinance to allow more than one principal building per lot regarding property located 45 Gosling Road, Tax Map 34, Lot 3. The request was granted.

Matthew Morton

Zoning Board of Adjustment



Carriage House at Fox Point

Report of the Building Inspector, Code Enforcement, and Health Officer

I assumed the duties associated with this office in October of 2017 and the town is unique in its setting as a quiet rural town with almost every conceivable store, shop, or restaurants minutes away!

This office has also assumed various facilities maintenance duties to keep the town offices running as efficiently as possible. The town buildings are of various ages and each has specific issues due to their age which require monitoring for periodic maintenance to the different buildings.

It is the last week of January 2018 and we have only had a couple of snow storms but the weather has set new records for the extreme cold temperature's. A lot of people were caught off guard as fuel consumption drained supplies of Oil and Liquid Propane and local suppliers could not keep up with the demand. The month of February can also be very cold and unpredictable so are you ready? Ready for the next power outage or heavy rains flooding your basements and property? If you have a generator and sump pump how old are they? And as important as having one of each; when was the last time you checked their operation or had them serviced?

As the Health Officer this office performs a variety of duties from inspecting septic basin areas to health complaints. Part of the work is advising the residents of the dangers of Triple E (EEE), and West Nile Virus (WNV). I have the towns web site updated as we receive alerts from the State on a variety of health issues.

The total revenue collected by the Department was \$208,734.65 and is categorized as follows:

81 Building Permits	172,473.
71 Electrical Permits	18,473.
77 Plumbing & Mechanical Permits	17,188.
6 Excavation Permits	600.

The total number of permits issued was 235 this year with an estimated cost of construction of \$ 20,509,341.00

My thanks to all of my coworkers as this office is but a part of the overall function of the services provided to the residents.

Sincerely,

Kevin Kelley, Building, Code, and Health Official.

Newington Conservation Commission

January 2017 - December 2017

Operating Fund - Checking Account (4859)

Beginning Bank Balance (TD Bank)	\$	197,213.16
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Revenue:

12/19/2017 Town Warranty Article 36 RSA 36-A:5		30,000.00
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Interest Earned		974.64
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Total Revenue	\$	30,974.64
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Expenses:

11/6/2017 Rockingham County Conservation		746.84
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Total Expenses:	\$	746.84
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Ending Balance Checking Account:	\$	227,440.96
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Newington TD Bank Escrow Accounts 2017

Coakley Land Fill	\$	46,417.65
Texas Roadhouse		21,709.09
Woodbury Avenue Sidewalk		23,848.01

2017 Conservation Commission Report

The Conservation Commission's purpose is to ensure "proper utilization and protection of the natural resources and for the protection of watershed resources" under RSA 36-A. The Commission also comments on applications for work in wetlands as required by RSA 482-A and the Town's Zoning Ordinance.

The following is a summary of the major projects the Commission worked on in the last year:

- **Conservation Easements:** The Commission and Rockingham Conservation District Commission continued to work with the Ripley family to put together a plan to put a portion of their property into conservation. A portion of the funding for this easement is part of the negotiations with Eversource mitigation for their transmission expansion through town. This easement would nearly complete the Knight's Brook wetlands habitat corridor between the Saba easement and the Frink Farm easement.
- **Community Education Outreach:** The Commission continued their annual Spring on the Bay presentation at the Langdon Library and added an Invasive Species display and demonstration at Septemberfest.
- **Development Projects:** The Commission reviewed and provided comments on several DES applications, including those for the Pease Golf Course Bridge Replacement, TE-Subcom, Eversource, Gagliano and Great Bay Marina.
- **Landscaping:** The Commission made landscaping recommendations for Bernie and Phyl's, The Storage Barn and PetSmart to include a recurring maintenance plan.
- **Pease Airport Tree Cutting:** In 2017 Pease clear cut 27 acres north of the runway. The PDA Board passed a motion stating that they would work with Newington to come up with a mitigation plan that would support replanting and maintenance of the area.

Respectfully submitted by

Jane Hislop and Jim Weiner, Co-Chairs

Sandra Devin; Ann Morton; Bill Murray, and Alternate, Jane Kendall, Members

The Newington Conservation Commission

Newington Fire and Rescue
80 Fox Point Rd.
Newington, NH 03801

Andrew W. Head
CHIEF
ahead@newingtonfire.org

Jeffrey L. LeDuc
ASSISTANT CHIEF
jleduc@newingtonfire.org

Darin J. Sabine
DEPUTY CHIEF
dsabine@newingtonfire.org

In 2017, Newington Fire and Rescue responded to 705 calls for Emergency Service. Our department has seen an increase in opioid related emergencies. As the state struggles with the opioid problem, overdoses have become a call that the Newington Fire Department has been responding to regularly. In the past, it had been a call that would be received a few times a year and now we often see these calls in groups on the same day or a few days apart each month. As the opioid problem continues, we are working with the state to stay up on the latest training and adapting protocols for these emergencies.

In 2017, department deposits totaled \$174,541.08 of which \$112,540.08 was Ambulance revenue; and \$62,001 was Inspections and Fees revenue. The department received an additional \$11,000 in grants for new equipment purchases.

Firefighter Tom McQuade retired after over 20 years of working for the town and is currently the Deputy Chief in Farmington NH. We wish him a great retirement and thank him for his service to the Town of Newington.

Newington Fire would like to welcome our newest full-time Firefighter Brian Berghorn. Brian joined the department in March 2016 as a part-time fighter while working fulltime for Pease Fire Department. Firefighter Berghorn just returned from his second deployment with the New Hampshire Air National Guard in the Middle East. He started as a full time firefighter in December.

On a personal note - Many of you know that I have been battling cancer this year. It is with heartfelt sincerity that I thank the Newington community and my department for supporting me and my family. Everyone's support has been amazing and has encouraged me during the tough days of my battle. Hopefully, with a little luck, the battle will be coming to a close soon with a positive outcome. I just want to say how proud I am to serve the town that I care for so much. I grew up here and am raising my family here, and I look forward to serving the town for many more years to come.

As always, we appreciate and are thankful for the support our department receives from the residents of the Town of Newington. We are here 24 hours a day 7 days a week and are proud to serve you. If you need assistance, please do not hesitate to contact us.

Respectfully Submitted,

Darin J Sabine
Deputy Fire Chief

TOWN OF NEWINGTON HIGHWAY REPORT

2017 was a different winter. We had 80% of our snowfall in one week!!

Once spring was here, we filled pot holes and cleaned up downed trees. We also repaired and painted many of the picnic tables for the upcoming season.

The Highway Department purchased a 1997 Oshkosh truck. A plow was added in 2017 and a sander is planned for 2018.

Our continuous projects during the year are: roadside tree trimming, roadside mowing, culvert cleaning, road side litter pickup, watering town pocket gardens, mowing the trails at Fox Point, shoulder work and general road maintenance.

This spring will bring the long awaited state and town work upgrading Woodbury Avenue and Piscataqua Drive. This includes a new landscaped median from Piscataqua up towards the Spaulding, two new right hand turn lanes, new traffic signals, resloping and repaving. Below is a plan of the landscaping work to be completed. Feel free to stop in at Town Hall to view the full size plan of this work.

Please remember that there is always sand and salt at our salt shed at the end of Nimble Hill road for residents' use.

Happy 2018! Leonard Thomas, Road Agent



Historic District Commission

Greetings from some of the history lovers in town! We would especially like to thank Gail Pare and Paul Pelletier for their hard work with the HDC. The selectmen presented a plaque to past chairmen Gail Pare recognizing her many years of work to preserve Newington's history. Gail and her husband Jack have been active for years on various town boards but recently retired and moved to a new home in Dover. Best wishes to them both. Paul Pelletier donated many hours plus his boat to help with the archeological work being done for the old Piscataqua River Bridge project. Paul worked with James Kidd of Klein Marine Systems to perform numerous side scan sonar runs along the path of the old bridge to identify any remnants from the ancient structure.

In 2017, the HDC's time and efforts continued to be consumed with fighting outside development pressures, which prevents us from working on projects of historic significance that are equally important. The HDC would like to be *proactive* but we have spent most of our time being *reactive* – because Newington continues to be pressured from outside interests intent on their own development plans (FAA, PDA, Eversource, etc.) at the town's expense. The town has a small land mass and only about 800 residents, so most economic studies find Newington is less costly to impact than surrounding towns. For example, Newington did not receive soundproofing when the Spaulding Highway was expanded for the Little Bay Bridges project (Dover did). Newington did not receive noise abatement when the FAA/PDA cut 19 acres of trees at the north end of the runway (too few people impacted). Every attempt by Newington to push the Eversource distribution line out of the residential and historic areas onto Arboretum Drive by the end of the Pease runway has been thwarted.

The HDC's list of accomplishments for 2017 include the following:

- Completed work for a Certified Local Government grant (Goat Island – Piscataqua Bridge Phase IV) representing \$11,500 of contractual work and \$15,626 of volunteer support. Cosponsored a public presentation by Independent Archeological Consulting to present their results.
- Cosponsored Pontine Theater of Portsmouth for performances in March and November. Many of their events relate to local history.
- Worked to preserve trees in the Newington Center Historic District from planned land-clearing activities by the Federal Aviation Agency, Pease Development Authority, and Hoyle Tanner consultants. Most of the 19-acres of clear cutting happened anyway in late 2017, but none occurred in the old town center. Efforts continue to have some trees replanted to improve the resulting viewscape.
- Worked with contractors hired by the U.S. Air Force to designate which trees could be cut in the Old Town Forest so more wells could be installed for the PFOA/PFOS pollution remediation efforts that are underway. This project is due to pollution traveling outside the boundaries of the old military base to contaminate the aquifer under the Newington Center Historic District, adjacent farmland, and several resident wells. Some spots in town have levels of contamination up to 100-fold higher than human health advisory levels.
- Worked with town boards to limit the impact of the Eversource Seacoast Reliability Project on the town's residential and historical areas. Cosponsored a public session with the NH Division of Historical Resources.
- Reviewed and approved lighting requests from the Langdon Library Trustees for installing additional lights along the walkway between the library and meetinghouse.

- Stockpiled a large collection of stones for expanding stonewalls in the historic district and along key adjacent roadways in the next few years.
- Began preliminary discussions on how to document the history of the de Rochemont house on Woodbury Avenue; it is in imminent danger of being demolished for a new hotel.

Respectfully submitted,

Members of the Newington HDC



Paul Pelletier, his boat "AbbyRose" and James Kidd of Klein Marine Systems getting ready to tow a side scan sonar "fish" to map the river bottom where the old Piscataqua River Bridge (1794-1855) was located.

Langdon Library 2017 Report

Another Record-Breaking Year at the Langdon Public Library

The library saw major increases in every area of use this year. We broke our all-time record for checkouts again, for the second year in a row. Last year we broke the 2013 record by 184 checkouts (1 %) and this year we broke last year's record by 767 checkouts, a 6 % increase. In addition, we had 8,789 library visits, an increase of 10% over last year's total, falling just 4 visits short of our all-time record from 2012. We had a 54% increase in programming over last year's total, 35% increase in room use, 24 % increase in computer use, 32 % increase in interlibrary loans (for our patrons) and a 48 % increase in NH Downloadables.

Community Events & Programs:

This year the Langdon Library celebrated our 125th Birthday in October. Almost 90 attendees enjoyed refreshments and library trivia questions, including questions such as what birthday did the NH State Library celebrate this year (300!) and which Newington resident made the model airplanes on display in the library (The late Jack Adams, who also wrote several books in our collection.) The Solar Eclipse program in August with UNH's Dom Andreoli was another popular program, during which we handed out solar eclipse viewing glasses to all 60 attendees. Over the course of several months we handed out 1,000 pairs of glasses, to people from all over the state, and thanks to careful rationing in the few weeks before the eclipse did not run out until a few hours before we closed before the eclipse. One of this year's most moving programs was the first public viewing of the Home Movies of Louis de Rochemont, which led to a reunion of deRochemont descendants from near and far, along with others interested in his rich historical ties to Newington. This year we also began providing monthly outreach programs for children of deployed family members at the 157th Air Refueling Wing at Pease Air National Guard, and also partnered with the Mall at Fox Run to coordinate a monthly story time hosted by children's librarians from around the seacoast. Finally, we would like to acknowledge Wyatt Stone for being the first child in Newington to read 1,000 Books Before Kindergarten since we began the program in 2016.

Congratulations, Wyatt! *For more details about this year's library programs, as well as the Top 5 Books, Movies and Audio CDs of the year, please see our webpage www.langdonlibrary.org/2017/report*

Circulation:

This year we had 332 borrowers in total. Circulation of materials increased 6 % to 13,552 from 12,785. We circulated a total of 627 items through interlibrary loan this year—424 to other libraries, 203 to ours. Use of OverDrive, the NH Downloadables website patrons can use to check out eBooks and audiobooks using their library card, continued to climb this year—2,483 checkouts this year, after 1677 last year and 1455 in 2015.

Collection:

This year we added 1,394 items to the collection, and withdrew 440. At year-end we have a total of 21,202 items catalogued in our automated system, including 3,231 DVDs. We appreciate the recommendations our patrons give us and add most of them to the collection.

Building:

This year we made repairs to the flashing on the old library roof. We also purchased four light posts to improve visibility on the library walkway during evening hours. Maldini Electric donated the electrical work on the posts, which we greatly appreciate!

On behalf of the Langdon Library Staff: Theresa Tomlinson, Administrative Coordinator; Amy Covell, Programming Assistant; Mary Rash, Assistant Librarian and Debra Kohlhase, Library Assistant, this report is respectfully submitted.

Lara L. Croft, Library Director



Double Rainbow at Fox Point

TOWN OF NEWINGTON

MOSQUITO CONTROL

The 2017 mosquito season had wet months and dry months but overall ended on the dry side. After an extreme drought the previous year, I had no idea what to expect regarding mosquito species. By August, it was clear that a few species did not rebound after the drought while one species was having a good year. In total, the 2017 mosquito population was below normal yet still greater than the record low during the severe drought of 2016.

West Nile Virus (WNV) was found in NH last season. One human case in North Hampton and nine batches of mosquitoes tested positive for WNV in NH. No animal cases were identified. The first WNV mosquito pool was trapped in Manchester on July 31st and the last WNV pool was trapped in Danville on October 5th. There were nine WNV positive mosquito pools in eight communities. There was no Eastern Equine Encephalitis (EEE) found in NH in 2017. There were two human cases of Jamestown Canyon Virus in Goffstown and Hanover and one human case of a tick disease known as Powassan Virus in Dover in 2017.

Adult mosquitoes were monitored at four locations throughout town. Nearly 2200 mosquitoes were collected in light traps, identified to species, and select species were sent to the State Lab in Concord where they were tested for diseases. None of the mosquitoes collected in Newington tested positive for disease in 2017. Dragon has identified 33 larval mosquito habitats in the Town of Newington. Crews checked larval habitats 227 times throughout the season. There were 38 treatments to eliminate mosquito larvae. In addition, 155 catch basin treatments were made to combat disease carrying mosquitoes. Spraying to control adult mosquitoes was conducted 13 times along roadways and long driveways. Tick and mosquito spraying was done last season at high use sites and town owned properties.

The proposed 2018 Mosquito Control plan for Newington includes trapping mosquitoes for disease testing, sampling wetlands for larval mosquito activity, larviciding where mosquito larvae are found, efficacy monitoring, spraying along roadways and emergency spraying when a public health threat exists. The control program begins in April when mosquito larvae are found in stagnant water such as red maple and cedar swamps, salt marshes, ditches, and woodland pools. Trapping adult mosquitoes begins in July. The mosquito control program ends in October when temperatures drop and daylight diminishes.

Homeowners can reduce the number of mosquitoes in their yard by emptying any outdoor containers that hold standing water such as buckets, trash barrels, and boats. Tires collect enough water for mosquitoes to survive. It is also a good idea to change the water in bird baths every two or three days.

Respectfully submitted,

Sarah MacGregor

President

Dragon Mosquito Control, Inc.

www.dragonmosquito.com

603.734.4144

OFFICE OF EMERGENCY MANAGEMENT

ANNUAL REPORT

The goal of the Newington Office of Emergency Management is to prepare for, respond to, and aid in the recovery of both natural and man-made disasters.

In 2017 newly-hired Police Chief Michael Bilodeau was sworn in as Co-Director of Emergency Management, along with Co-Director Fire Chief Andy Head.

The NH Department of Homeland Security and Emergency Management approved the 50/50 Emergency Management Performance Grant for work on the waterfront emergency evacuation plan for the town and surrounding communities.

In March 2017 a meeting was held, with Jane Hubbard of Hubbard Consulting LLC, to begin work on the emergency evacuation plan. It was determined that a "kick-off" meeting with the stake holders would be held later in the year. In August 2017 the stake holders meeting was held, with Jane Hubbard of Hubbard Consulting LLC, and several representatives from the surrounding communities, which could possibly be affected should an emergency occur on the waterfront. Another meeting was held in December 2017 with representatives from E911 to discuss how notification would be handled in the event of an emergency. The Waterfront Emergency Evacuation Plan is slated to be completed no later than September 2018.

Looking forward to 2018, work will begin, with a representative from the Rockingham Planning Commission, on updating the Town's Hazard Mitigation Plan. The NH Division of Homeland Security and Emergency Management requires the plan be updated every 5 years. The grant paperwork has been submitted to the State for approval.

Be sure to visit the website www.newingtonnHPD.com and select the page for "Emergency Management" to get helpful hints on preparations for winter weather, lightning storms, flooding, hurricanes, and much more.

Respectfully submitted for Co-Directors
Police Chief Michael D. Bilodeau
Fire Chief Andy Head
by Diana St. Laurent
Administrative Assistant

Newington Planning Board 2017 Report

New Hampshire State law states the municipal Planning Board's main duties are:

- **SUBDIVISION AND SITE PLANNING:** Review and approve or deny applications for subdivision and site plan review.
- **CHANGES TO TOWN REGULATIONS AND ORDINANCES:** Recommend amendments to the Town's Zoning Ordinance and other land use regulations.
- **MASTER PLANNING:** Prepare and update the Town's Master Plan and promote interest in and understanding of the Master Plan.

Applications

In 2017, the Planning Board reviewed applications for two subdivisions, six site plan reviews, three lot line adjustments, one telecommunications tower and one conditional use permit. One subdivision application required seven meetings and the applicant / owner withdrew the application. The Board conducted three preliminary consultations with perspective applicants and approved three applications for a driveway permit. For a major subdivision (4 new lots or more or a new road) or a site plan, the Planning Board strongly recommends that the applicant meet with the Board first for a preliminary informal consultation; this represents an opportunity for the Board and applicant / landowner to discuss the proposal and for the Board to provide guidance. The Planning Board monitors previously approved developments such as the Fabyan Point, Dennett Farm, Stoneface, Wilcox Industries and others.

Highlights of Development Projects in 2017

34 Patterson Lane Commercial Site Plan – Map 19, Lot 6 & Map 13, Lot 11

The Board voided this site plan at the request of the applicant / owner. Pickering Marine purchased the industrially zoned lot.

Fabyan Point Road Subdivision, Map 47, Lots 6, 6A and B, 5, 5A, 7 and 7A.

Altus, the Town's contracted engineering firm, monitors the contractor's work for compliance with the approved plan. The owner completed the infrastructure improvements and homes are being constructed.

Wilcox Industries, Map 27, Lot 22

Altus Engineering monitors the contractor's work for compliance with the approved plan.

Dennett Farm Subdivision, Map 17, Lot 4

The construction proceeded sporadically during 2017. Altus continues to monitor site construction.

Stoneface Brewing Company, Map 7, Lot 12

Stoneface completed all the required site improvements. The company is a nice addition to Town.

The Storage Barn of Newington, LLC, 2211 Woodbury Avenue, Map 19, Lots 19-1, 12

The Planning Board reviewed the site plan in late 2017 and early 2018.

2061 Woodbury Avenue – proposed hotel, Map 27, Lot 2

In January 2018, the Planning Board received the application for site plan and began its review.

Bernie & Phyl's Furniture Company, 30 Fox Run Mall, Map 26, Lot 2

In December 2017, the Planning Board granted approval of the site plan with eight conditions. Site improvements and redevelopment of the building will start in the spring.

Pet Smart, 45 Gosling Road, Map 34, Lot 3

In August 2017, the Planning Board granted approval of the site plan with conditions. Construction is underway.

The applicant and or developer places funds in an escrow account managed by the Town to cover the costs associated with the assistance provided by Altus Engineering.

Amendments to the Town's Zoning Ordinance

In the fall 2017, the Board worked on the following seven zoning amendments: 1) definition of building height; 2) clarification to the Waterfront zoning district; 3) time limit for completion of a building; 4) separate utility connections for a duplex; 5) certified plan for a building permit; 6) clarification of non-conforming uses; and 7) land disturbance – no runoff. The Board received a petitioned zoning amendment to allow a power safety cover in lieu of a four-foot fence around a swimming pool. Town residents will vote on the proposed zoning amendments at the annual Town Meeting on March 13, 2018.

Planning Projects

The Planning Board worked on the update to the Master Plan with assistance from the Rockingham Planning Commission. The Board and the RPC are working on the Vision Statement and the Existing and Future Land Use Chapters. The Planning Board held three open public forums to gather input from residents on a wide range of topics and the Board offered an on-line survey to allow citizens further opportunity to provide insight into the visioning section of the plan. The Board discussed workforce housing opportunities at three meetings, received a comprehensive review of the NH Port Authority's development plan and reviewed traffic lights at Woodbury and Gosling Roads. Members of the Planning Board along with the other land use boards and the Board of Selectmen continue to address the ongoing proposal with Eversource to construct high voltage power lines through the residential zone of Newington.

The Town coordinates and works with the Rockingham Planning Commission on a regular basis. Learn more about the Planning Board and planning documents by visiting the Town's website at <http://www.newington.nh.us/planning-board> or attend a meeting or schedule a meeting with Gerald Coogan, Town Planner. Normally, meetings are held on the 2nd and 4th Monday of the month. Thank you.

Respectfully submitted,

Denis Hebert, Chair, Christopher Cross, Vice Chair, Bernard Christopher, James Weiner
Kenneth Latchaw, Alternate, Peter Welch, Alternate, Richard Stern, Alternate
Michael Marconni, Representative from the Board of Selectmen
Newington Planning Board

Police Department Report 2017

This is my first of many annual town reports I will be completing for the Newington Police Department as your Chief of Police. 2017 has brought many personnel changes to the department through retirements, new hires and promotions. Captain Brian Newcomer retired after 30 years of dedicated service to the Town of Newington. Officer Newcomer is still employed by the town as the police department's part-time prosecutor. Master Patrolman Jon Garvin retired after 32 years as a Police Officer in the State of New Hampshire, 31 years of service to The Town of Newington. Thank you to both of them for their dedication to the town.

With the retirements, we had two open positions to fill. Through a long and tedious hiring process, the department, with the assistance from members from the residential, business, Air National Guard and the police department, we were able to put together a team for the hiring process. Out of 23 candidates, Aden Sobel and Patrick Costin were hired. Officer Sobel, a Keen State Graduate will be attending the 175th class of the New Hampshire Police Standards and Training in January 2018. Officer Costin, a Norwich Academy graduate, comes to us from the City of Concord, NH with two years of police service.

Patrol Sergeant Michael Sullivan was promoted to Captain, to fill the vacant Captain's position and Officer Brandon Smart was promoted to Patrol Sergeant.

The police department has been extremely active within the walls of the building and within the community. We have been updating policies and procedures to limit liability on the town and focusing on risk management. We are concentrating on community based programs so officers are more involved with the residents. One of the programs initiated was, 'Good Morning Newington Seniors.' A list of phone numbers, addresses of seniors, and their family members was put together for officers to call or go to the address to make sure our seniors are safe during inclement weather.

We have been actively involved with and have developed new relationships with the Newington Public School. Our goal in 2018 is to be proactive in the classrooms by teaching the kids forensic sciences through crime scene investigations and evidence collection.

The Newington Police Department responded to or answered 10,993 calls for service in 2017. The majority of activity was focused on motor vehicle enforcement with 2,147 motor vehicle stops resulting in warnings, summonses or arrests. We handled 2,871 Citizen Complaints and public assistance calls, which covers; criminal investigation, motorist assists, burglar alarms, animal calls, motor vehicle accidents, police assists and requests for assistance. Your officers have conducted 2,587 self-initiated calls for service with building checks, the PDA and Great Bay Wildlife Refuge Patrol.

Thank you to the Newington Police Commissioners; Steven Prefontaine, F. Jackson Hoyt and Ken Latchaw for your continued support. Thank you to the members of the Newington Police Department for your unwavering dedication to your profession!

Respectfully Submitted
Michael Bilodeau; Chief of Police

CEMETERY TRUSTEES

2017 Report

A work session to discuss layout of the Southern Division and a meeting to discuss the budget were held at the Langdon Library. The trustees also met at the Newington Cemetery to discuss monument repair and with a representative of the US Air Force regarding water monitoring at the cemetery.

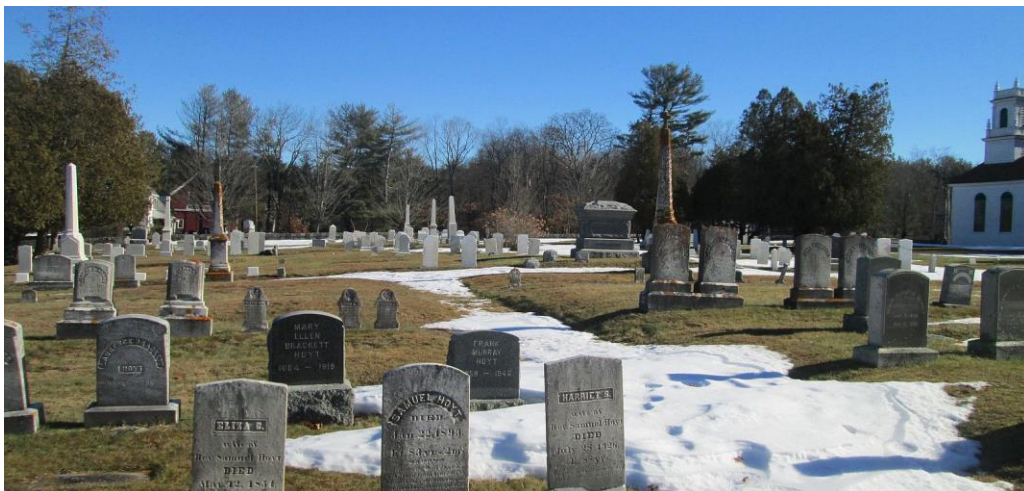
Twenty-one burial plots were sold in the Southern division in 2017. Seventeen deaths were recorded, one cremation was interred in Germany, 2 were interred out of town, and 14 were interred at the town cemetery (8 vaults and 6 cremations)

Monument cleaning in the Eastern division continued, and grub treatment for the European chafer has kept the turf infestation under control. A part-time Sexton position stipend was included in the 2018 budget to oversee and facilitate cemetery activities. The trustees are exploring location, design and costs involved in a columbarium installation.

Per RSA 289.4 abandoned/private cemeteries are maintained for the Town by the Cemetery Trustees, ably aided by the Highway Department. Trustee Alan Wilson has added information from these to the Find-a-Grave website (*Findagrave.com* owned by *Ancestry.com*). The website allows the public to search and add to an online database of cemetery records and digital photographs of headstones taken by unpaid volunteers from over 200 countries.

Respectfully submitted,

Margaret F. Lamson
Cosmas Iocovozzi
Alan Wilson



Sewer Commission Report

2017 saw many changes to the Newington Wastewater Treatment Plant. The Sewer Upgrade Project which had begun in March of 2016 reached 94% completion by December 2017. The project involved upgrades to several components of the Wastewater Treatment Facility. These upgrades included:

Headworks –Replacement of the septage blower and septage pump. Upgrades to the influent screen and grit screw. New HVAC systems installed to bring plant up to code, and repairs completed to ceiling, insulation and masonry.

Secondary Treatment – New sequencing batch reactors (SBR), influent and effluent valve vaults, effluent equalization tank, and water tank installed. New equipment designed for easy removal for maintenance.

Sludge Storage – retrofitted to a sludge digester.

Main building – Electrical system updated, NFPA code issues corrected and new office space constructed. Building is now ADA compliant.

Paul Brook and Shattuck Way Pumping Stations – Pumps replaced. HVAC, electrical, and control systems all upgraded.

Through the upgrade project the WWTP will be receiving credits from Eversource through the NH Saves energy efficiency project.

Throughout the construction process the Sewer Commissioners have reviewed the costs, energy efficiency savings, and environmental impacts to ensure smooth plant operations and services to the sewer rate payers.

Working with Engineers, the Sewer Commissioners began working on a plan to replace sections of the Sewer Forcemain. Construction on part of the forcemain will occur in 2018.

The Sewer Commission meets on the Third Wednesday of each month at 9 am at the Wastewater Treatment Plant.



Wastewater Treatment Facility

Newington Transfer Station

Annual Town Report 2018

We have gone through yet another year and have seen many changes and met many new faces both young and old! First is the roadway project near the Transfer Station, hopefully this will develop into a safer roadway transition into and out of the facility. The paving will resume in spring after the thaw and I'm sure it will be a nice piece of roadway. The dirt excavated from the project has been deposited at the rear of the brush pile thereby increasing our operational area. I'm hoping we can create an area to hold some reusable materials such as construction extras, studs, vents and the like as well as a kindling area for our wood burners to hold pine boards and non p\ t scraps. The larger area will accept more brush and will thereby reduce our chipping expense as they get paid per load of chips; we'll be calling less often. I have also been considering a possible recycling compactor on site which would greatly reduce the amount of hoppers we call in, as you know there are no recycling fees, but we do pay hauling fees. However before we consider this improvement we have to learn to clean up our mix of recyclables. Currently there are too many non-recyclable, non-acceptable items being thrown in with the mix. This problem exists nationwide and has become more of an issue in the recycling industry as it adds to the expense of recycling which makes it less appealing to private investors and contractors. We really need to adhere to the guidelines of acceptable materials and put all else in the trash.

Well other than that, were going to just keeping on and being of the best service to our town. Oh yes if you have any concerns or ideas that you think might help the facility and our community as a whole, please contact me at thedumpguy@gmail.com .

And finally I got my new mp3 player in and have been working to fill it with some awesome tunes, so bring your dancing shoes!

Thanks to all from Craig, Frank and yes Victor!

DEPARTMENT HOURS AND SCHEDULES

Town Office Hours

Newington Town Offices - Monday through Friday 9:00 am to 4:30 pm

Building Department - Monday through Thursday 8:00 am to 4:30 pm

Town Clerk/Tax Collector's Office - Tues 2:00 pm to 6:00 pm, Wed & Thurs 9:00 am to 1:00 pm

Town Clerk - After Hours Appointments Available

Langdon Library Hours

Tuesday - 3 pm to 8 pm

Wednesday, 12 pm to 7 pm

Thursday - 10 am to 5 pm

Friday - 10 am to 5 pm

Saturday - 10 am to 4 pm

Transfer Station

Wednesday 5 pm to 7 pm

Saturday 9 am to 3 pm

Town of Newington 2018 Holiday Schedule

New Year's Day	Monday, January 1	Labor Day	Monday, Sept. 3
Martin Luther King Day	Monday, January 15	Columbus Day	Monday, October 8
President's Day	Monday, February 19	Veteran's Day	Monday, Nov. 12
Memorial Day	Monday, May 27	Thanksgiving Holiday	Thursday and Friday Nov. 22 and 23
Independence Day	Wednesday, July 4	Christmas Day	Tuesday, Dec. 25

DEPARTMENT/COMMITTEE MEETING SCHEDULE

Board of Selectmen – Town Hall

1st & 3rd Monday of the month

Board of Adjustment – Town Hall

As needed at 6:30 pm

Joint Highway Safety Committee

As needed at Police Station

Library Trustees – Langdon Library

1st Wednesday of the month – 1:30pm

Police Commission – Police Station

1st Tuesday of the month 4 pm

Trustees of the Trust Fund – Town Hall as needed

Budget Committee – Town Hall

Dec.–Feb. Wednesdays 7 pm

Historic District Commission – Town Hall

As needed

Planning Board – Town Hall

2nd & 4th Monday of the month 6:30 pm

Safety Committee – Town Hall

Four times per year – dates vary

Recreation Committee – Town Hall

As needed

Cemetery Trustees – Town Hall

As needed

Fire Engineers – Fire Station

1st Wednesday of the month -4:30 pm

Sewer Commission – Sewer Plant

3rd Wednesday of the month- 9 am

Conservation Commission – Town Hall

2nd Thursday of the month -6:30 pm

TOWN BUILDING USE INFORMATION

The Town Hall and the Old Town Hall are available for rental to residents, resident commercial and industrial businesses only. Please call the Town Hall or visit our website: www.newington.nh.us for a complete listing of all rental requirements.

New in 2018 – The Old Town Hall will not be available for rental during the weeks the summer camp is running (June 18th-August 17th). During this time the Town Hall rates will be reduced to \$100 rental fee and \$100 security deposit. The Grove is still available during these weeks.

All applications should be submitted to the Town Hall at least two weeks in advance of the event.

The Town requires a certificate of insurance naming the Town as additionally insured for all non-town sponsored events.

Key pickup is Monday through Friday, 9 am to 4:30 pm

Rental Fee, Security Deposit of \$100 (refundable) and an Insurance Certificate are required when filing the application. A summary of rental fees is listed below:

Town Hall (has air conditioning)

Residential: Hall & Kitchen \$250 (8 hours)

(Limited to one event of over 100 attendees per year)

Commercial/Industrial: \$350 (limited to ten rentals per year)

Old Town Hall (does not have air conditioning)

Residential: 2nd Floor Function Room, Kitchen & Bathrooms - \$100

Kitchen & Restrooms \$100 (in conjunction with use of Grove Picnic area)

Commercial/Industrial: 2nd Floor, Kitchen and Restrooms \$300

Fox Point

Residential: No charge

Commercial: Not available to commercial/industrial

Old Town Hall Grove Picnic Area

Residential: No charge

Commercial: Not available to commercial/industrial

TRIAL BALANCE

	BAL 1/1/17	ADDITIONS	SUBTRACTIONS	BAL 12/31/17 UNAUDITED
ASSETS				
CASH	3,005,813.99	11,458,671.97	-11,344,416.58	3,120,069.38
PROPERTY TAX RECEIVABLE	85,276.67	8,583,700.43	-8,547,629.52	121,347.58
TAX LIENS RECEIVABLE	31,218.57	21,686.45	-9,982.82	42,922.20
ALLOW FOR UNCOLLECTED TAXES	-40,000.00			-40,000.00
OUTSIDE DETAIL RECEIVABLE	14,280.00	148,375.75	-131,403.00	31,252.75
AMBULANCE RECEIVABLE	171,555.97	341,124.38	-320,009.48	192,670.87
ALLOW FOR UNCOLLECTED AMBUL	-116,126.00	25,946.95	0.00	-90,179.05
MISCELLANEOUS RECEIVABLE	5,407.65	6,098.85	-5,407.65	6,098.85
DUE FROM SEWER FUND	0.00	21,206.35	-21,206.35	0.00
DUE FROM FEDERAL GEVERNMENT	0.00			0.00
DUE FROM STATE OF NEW HAMPSH	0.00			0.00
DUE FROM TRUST FUNDS	25,808.80	137,073.95	-161,266.93	1,615.82
DUE FROM GRANT FUNDS	0.00	0.00	0.00	0.00
DUE FROM CAPITAL PROJECT FUNC	0.00			0.00
PRE-PAID EXPENSES	11,242.50	11,767.50	-15,873.21	7,136.79
TOTAL ASSETS	3,194,478.15	20,755,652.58	-20,557,195.54	3,392,935.19
LIABILITIES				
ACCOUNTS PAYABLE	181,438.83	7,267,801.50	-7,261,284.08	187,956.25
ACCRUED PAYROLL	0.00	96,607.12	0.00	96,607.12
DUE TO STATE OF NEW HAMPSHIRE	170.50	657.00	-655.00	172.50
DUE TO ROCKINGHAM COUNTY	0.00	1,091,098.00	-1,091,098.00	0.00
DUE TO SCHOOL DISTRICT	776,038.00	1,780,068.00	-1,871,038.00	685,068.00
DUE TO GRANT	315.00	3,500.00	-2,500.00	1,315.00
PROPERTY TAX OVER PAYMENTS	1,288.60	54,219.56	-12,183.15	43,325.01
PAYROLL TAXES WITHHELD	211.33	497,049.15	-497,260.48	0.00
OTHER PAYROLL WITHHOLDINGS	8,213.39	251,883.60	-260,053.30	43.69
FOX POINT	800.00	0.00	0.00	800.00
TOTAL LIABILITIES	968,475.65	11,042,883.93	-10,996,072.01	1,015,287.57
FUND BALANCE				
		use of fund balance		
UNRESERVED FUND BALANCE AS O	2,101,303.50		-145,975.00	1,955,328.50
RESERVE FOR ENCUMBRANCES	124,699.00	145,975.00		270,674.00
CHANGE IN FUND BALANCE	0.00	151,645.12		151,645.12
ENDING FUND BALANCE	2,226,002.50	297,620.12	-145,975.00	2,377,647.62

VITAL STATISTICS

Year Ending December 31, 2017

Marriages

Date & Place of Marriage

August 12, 2017 – Newington, NH

Names

Ondrea L. Hastings

Peter J. Mendros

Residence

Newington, NH

Newington, NH

Births

Child's Name

Emelia Kay Arsenault

Bronte Elizabeth Leedberg

Birth Date

02/13/2017

03/13/2017

Birth Place

Portsmouth, NH

Dover, NH

Father's & Mother's Names

Brandon & Lori Arsenault

Troy & Lily Leedberg

Deaths

Date of Death

01/03/2017

02/24/2017

03/28/2017

05/09/2017

07/19/2017

08/03/2017

09/26/2017

10/06/2017

Name of Deceased

William R. Sweeney, Sr.

Sheryl Ann Estes

Dorothy Ramunno

Charlotte Louise W. Butterworth

Philomena "Minnie" D'Alessandro

John Philip Adams

Donna Booth Byrnes

Anthony D. Smith

Place of Death

Dover, NH

Portsmouth, NH

Arlington, VA

Newington, NH

Newington, NH

Portsmouth, NH

Newington, NH

Portsmouth, NH

Father's & Mother's Names

John & Helen (Howard) Sweeney

Clay & Barbara (Hawkes) Davis

Guy & Ella (Chapman) Williams

Alfred & Chresten (Schrank) Payer

Basil & Helen (Cody) Adams

Dr. Donald & Barbara (Keady) Booth

Interments

Date of Death

12/25/2016

01/07/2017

01/13/2017

01/20/2017

02/07/2017

04/01/2017

06/08/2017

07/18/2017

11/09/2017

12/23/2017

12/07/2016

Name of Deceased

Richard H. Hay

Ann Jeanette Grassi

Raylene Cathy Schurman

Marie Lena Samplawski

Janet Louise (Hoyt) Knowles

Helen L. Grimbilas

Raymond W. Curti

Ciara Jean Brill

Clifton R. Boone, Sr.

Barbara H. Hay

Angelia H. Hunter

Place of Death

Portsmouth, NH

Dover, NH

Boston, MA

Dover, NH

Great Falls, MT

Rochester, NH

Dover, NH

Newmarket, NH

Rifle, CO

Portsmouth, NH

Dover, NH

**ANNUAL REPORTS OF THE
NEWINGTON SCHOOL DISTRICT**
Newington, New Hampshire

Fiscal year July 1, 2016 to June 30, 2017

MATERIAL INCLUDED IN THIS REPORT

School District Officials
Minutes of the March 18, 2017 District Meeting
Result of the vote of March 16, 2017
Treasurer's Report
School Board's Report
Superintendent's Report
Assistant Superintendent's Report
Special Education Director's Report
Newington Public School Principal's Report
Portsmouth Middle School Principal's Report
Portsmouth High School Principal's Report
Tuition Pupils
School Enrollments
Teachers and Staff
Warrants
School Budget MS-27
Auditor's Report

SCHOOL DISTRICT OFFICIALS

School Board Members	Mark Joyce	2019
	David Mueller	2018
	Jack O'Reilly	2020
Moderator	Ruth K. Fletcher	2018
Clerk	Laura Coleman	2018
Treasurer	Linda Loewy	2018

Superintendent of Schools – Salvatore H. Petralia



**REPORT OF
THE SCHOOL DISTRICT TREASURER**

Fiscal year July 1, 2016 to June 30, 2017

Cash on hand July 1, 2016.....	272,544.66
Received from Selectmen.....	
Current Appropriation.....	1,816,038.00
Deficit Appropriation.....	-
Balance of Previous Appropriations.....	-
Advance on Next Year's Appropriation.....	-
Revenue from State Sources.....	22,054.68
Revenue from Federal Sources.....	13,183.47
Received from Tuitions.....	86,209.81
Received as Income from Trust Funds.....	51,150.00
Received from Sale of Notes and Bonds.....	-
Received from Capital Reserve Funds.....	-
Received from all Other Sources.....	52,911.71
Total Receipts.....	2,041,547.67
Total Available for Fiscal Year.....	2,314,092.33
Less School Board Orders Paid.....	1,962,817.33
Balance on Hand June 30, 2017.....	351,275.00

/s/ Linda Loewy
School District Treasurer
July 28, 2016

2017 Report of the Newington School Board

The 2017-18 school year has been and continues to be a successful and busy one for our Newington Public School community. At the onset of this report, we would like to especially thank our taxpayers and citizens for their strong support our school system. Working together we are continuing to build a strong education program for our current and future children and a valuable resource for our community.

The Newington Public School is continuing its strong progress in implementing a rigorous individual learning program that is focused on developing competency for each student in the knowledge and skills necessary to be successful in their future. One of our primary goals is to ensure that each of our students makes at least one year of growth in knowledge and skill during each school year. In addition to measuring student success through standardized measures, our educators have done a masterful job of developing periodic measures that frequently assess each student's growth throughout the school year. It is our goal, and that of all our educators, to ensure each student is making steady progress. We highly commend our Principal and all staff for the amount of work that has been completed and continues each day in delivering an excellent educational program and in developing a friendly, positive and safe school culture.



Our secondary school students who attend Portsmouth continue to be very successful, on average scoring on the SAT at or above the average scores for Portsmouth, New Hampshire and the nation. Newington graduated four students last year with three moving on to higher education and one into a career. Our student body continues to be advantaged by the addition of students from other communities who pay tuition to attend our school. These students do not require additional operating costs but rather they enrich our classrooms and learning experiences and provide additional revenue to the school district.



We extend our congratulation to the students for their focus and hard work, and to their parents for their support, cooperation with the scheduling and for delivering their children to school well rested!

We extend our appreciation for the excellent leadership services, and support that is provided to our community by our SAU#50 shared administrative team. On behalf of all citizens and employees, we would especially like to extend our sincere appreciation to Mr. James Katkin for his 39 years of excellent service as School Business Administrator at the SAU 50 office. We congratulate Jim on his outstanding educational leadership career and wish he and his family a wonderful retirement.

Our school continues to work with the other leaders of the SAU 50 community of schools through: Professional Learning Advisory committees; the Curriculum Advisory Committee that provides an opportunity for SAU 50 teachers to meet with the teachers of Portsmouth Middle and High schools to coordinate and collaborate on curriculum and core competencies; Policy Development Committee and our Technology Advisory Committee that is working to develop a shared SAU

50 technology plan and to identify opportunities to standardize across the district and to implement cost-saving efficiencies wherever possible.

Principal Peter Latchaw has continued to stay current with contemporary research in education; in particular he leads groups of students in science, “maker spaces” and technology projects including experiments and computer programming. The entire staff continues to make community involvement a driving goal for our school; communicating regularly to parents and citizens, hosting “Open Gym” days/night open to the entire community and have continued to grow the attendance at the holiday luncheon and concert and the end of year performance. Mr. Latchaw’s annual report will highlight many more achievements.



Our Newington School Supporters continue to show outstanding support of the school by providing needed supplies and equipment, and hosting special events. Once again this year, the School Supporters worked tirelessly to make our Newington Road Race a phenomenal success (despite a bit of rain) and to provide our school with much-appreciated funds to support artist-in-residence programs, technology purchases and additional learning materials. Thank You!



As part of our ongoing efforts to maintain and repair our school building, this past year we have been able to repair roof top ventilator, repave the side driveway and make plumbing repairs. It is one of our goals to develop a long-term capital improvement plan over the next year to guide our future maintenance activities.

The board takes this opportunity to thank our teachers, staff and principal for continuing to create an exceptional learning environment for our Newington students. And we again thank our taxpayers and citizens for their support and for the opportunity to serve you in these rewarding roles.

In closing, on behalf of all members of the Newington community, we would like to express our deep appreciation to David Mueller for his nine years of outstanding service on the school board, and his many extra efforts on behalf of our community.

Newington School Board

Mark Joyce
David Mueller
Jack O'Reilly

Superintendent's Annual Report 2017

I am honored to present my annual report for 2017 to the staff at Newington Public School and to the citizens of Newington. Our focus at Newington Public School and throughout the entire SAU is to provide high-quality education to the students and families in the community. We hold steady in our belief of academic rigor, high student achievement, and accountability. We believe that all students are entitled to a high-quality learning experience that focuses on the individual needs of the child, personalizes the learning experience, maximizes each student's potential, and develops the critical thinking, problem-solving, and analytical skills necessary to be successful in secondary education and in adult life.

The success of the student population at Newington Public School is the result of a rigorous academic curriculum, supported by an extremely qualified teaching and support staff. Enrichment activities, extracurricular opportunities, parent involvement, and community involvement are hallmarks that make Newington Public School a thriving school. Various data points are used to measure the success of our schools. A review of our state assessment results indicate that Newington students perform well above the state average in English Language Arts and Mathematics. Newington students continue to achieve at high levels as they move to Portsmouth Middle School and Portsmouth High School. Newington students have consistently ranked among the top students upon graduating from Portsmouth High School.

The faculty at Newington Public School continues working on district-wide initiatives which include the implementation of New Hampshire's Career and College Readiness Standards, preparing for the state assessments, and supporting the work around competency-based education. Newington staff collaborate routinely with other SAU 50 staff by researching best practices, piloting new programs, visiting other schools to observe first-hand these programs in place. This year, faculty members are guided by annual goals and school-wide initiatives centered on the following:

1. The importance of building positive relationships with students.
2. Providing relevant content that students are interested in learning.
3. Creating a high standard of rigor that challenges students regardless of academic standing.

Newington Public School is fortunate to have a dedicated and close-knit faculty. I want to take this opportunity to recognize Mary Reddick, Student Services Coordinator, and thank Mary for her fourteen years of excellent service to the Newington community. Mary has announced her retirement, effective June 30, 2018. On behalf of the entire SAU 50, I extend best wishes to Mary and hope that her retirement years bring joy and fulfillment.

I am also privileged to work with exceptional leaders across the SAU. In Newington, Peter Latchaw is a visible presence, not only in the school, but throughout the community. Peter is extremely child-centered, well respected by staff and provides sound leadership to an exceptional team of educators. The Newington School Board, led by Chairperson Dr. Mark Joyce, members David Mueller and Jack O'Reilly, provide valued expertise in developing and adopting school board policies that define the operational aspects of the school district. I am most appreciative of

our elected school board members who are strong advocates in support of public education, devoting countless hours to school board meetings, analysis of budget proposals, school board policy, and district-wide initiatives. Newington Public School has an energetic parent group, Newington School Supporters, who provide valuable enrichment activities to students across all grade levels.

This is my fourth year working with you in this important process. As your superintendent, I am proud to serve and committed to working toward continuous improvement across the entire SAU. I am proud of everyone's effort in working collaboratively; with school board members, representatives of the municipality, educators, parents, and students. We all share the common goal of providing the best education for students and their families.

Sincerely,

Salvatore Petralia
Superintendent, SAU 50



Curriculum, Assessment, and Instruction
Newington School District
Kelli R. Killen,
Assistant Superintendent

Curriculum:

Teachers in Newington continue to be part of developing curriculum. The focus has been to develop the competencies and performance indicators for each curriculum area. Completed curriculum continues to be brought forward to the Newington School Board for formal adoption. Curriculum that is under review can be found at [Curriculum Under Review](#).

Teachers are also developing projects and performance tasks where students can demonstrate their learning in authentic ways.

Assessment:

Smarter Balanced Assessment

Smarter Balanced Assessment was given for the second year in the late spring of 2017 to students in grades 3 to 8. This assessment requires students to apply their learning, not just recall specific content. The percentages of those students meeting proficiency on this assessment are listed below and in parenthesis the actual number of students. This will be the last year for results from the Smarter Balanced Assessment.

For the spring of 2018, we have a new state assessment. The assessment will still be given to students in grades 3 to 8, will assess English Language Arts and Math, but will take less time to administer.

English Language Arts 2017

Grade	Level 3 and Level 4 (proficient)	State
3	100% (5 of 5)	54%
4	100% (6 of 6)	56%
5	67 % (6 of 9)	61%
6	67% (4 of 6)	57%

Mathematics 2017

Grade	Level 3 and Level 4 (proficient)	State
3	80% (4 of 5)	55%
4	67% (4 of 6)	52%
5	56% (5 of 9)	45%
6	50% (3 of 6)	46%

The Science NECAP

The Science NECAP was given in May of 2017 as it is the only assessment available at this time for science. Only 4th and 8th grade students take this assessment. Listed below are the percentages of proficiency. This will be the last year for results from the Science NECAP Assessment.

Beginning in the spring of 2018, students in grades 5 and 8 will be given a new state science assessment. It will be similar to the assessment for English Language Arts and Math and will take less time to administer.

4th Grade – number of students

	Proficient with Distinction	Proficient	Partially Proficient	Substantially Below Proficient	Total Proficient
2015	0	4	2	0	4
2016	0	6	3	0	6
2017	0	5	1	0	5
State 2017	1	48%	39%	11%	49%

Pupil Services:

The following is information about areas of Pupil Services that the district supports for certain student subgroups that is required by law and the current number of students involved.

Home Education: These students' education is provided by parents and not in a school setting.

ESOL: English for Speakers of Other Languages: These students have limited English proficiency due to English being a second language for them.

McKinney-Vento Act: These students meet the criteria as homeless.

Title I: These students are provided instructional support in reading and/or math.

504: These students are provided specific regular education accommodations due to a physical or mental impairment.

Program	Number of Students K to 8
Home Education	3
ESOL	0
Homeless Education	0
Title I	0
504	3



Sarah Reinhardt
Special Education Director

NEWINGTON
SPECIAL EDUCATION EXPENSES/REVENUES
PREVIOUS TWO FISCAL YEARS PER RSA 32:11-a

<u>SPECIAL EDUCATION EXPENSES</u>		2015-2016	2016-2017
1200/1230	Special Programs	146,268	118,430
1430	Summer School	16,368	3,316
2140	Psychological Services	0	4,240
2150	Speech and Audiology	14,034	17,700
2159	Speech Summer School	0	0
2162	Physical Therapy	0	0
2163	Occupational Therapy	6,977	8,815
2332	Administration Costs	0	0
2722	Special Transportation	8,500	0
TOTAL EXPENSES		192,147	152,501
<u>SPECIAL EDUCATION REVENUES</u>			
1950	Service to other LEAs	0	0
3110	Special Ed Portion Adequacy Funds	0	0
3240	Catastrophic Aid	0	0
4580	Medicaid	16,338	15,673
TOTAL REVENUES		16,338	15,673
ACTUAL DISTRICT COST FOR SPECIAL EDUCATION		175,809	136,828



2017 Principal's Annual Report

From the Ground Up

*Don't be troubled
because of the mountain tops
you have yet to touch.
Like a tree you will grow,
not from the sky,
but from the ground up.*

- Morgan Harper Nicholas

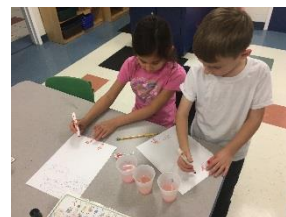
The poem above represents the 2017 – 2018 Newington Public School theme, **FROM THE GROUND UP**. These words encapsulate how we want our students to develop. Sowing the seeds of a strong elementary education will ensure that our students become competent and independent learners. Much like gardeners who strive to cultivate an environment that allows plants to grow, our goal is to provide an education where students can blossom into the best version of themselves. As the principal of Newington Public School, I am very proud to have the opportunity to be able to watch students develop and sustain a passion for learning. We work to accomplish this goal, by continuing to promote a *whole* child education platform that emphasizes high academic standards, sound personal development and positive social growth.



The success of the student population at Newington Public School continues to be a result of a strong academic curriculum and extracurricular opportunities, community involvement, and exceptionally qualified staff. The staff at Newington Public School is a talented and special group of people who are caring, nurturing, and well versed in the art of teaching. The NPS staff is committed to providing the best educational experience possible for all students.

Working as a cohesive group, the educators here collaborate, learn, share and support each other with the important work of educating the children of this community. This combination of strengths lay the foundation for success at NPS as an exceptional school, a school that provides each student an individualized educational experience.

We strive to send students on to Portsmouth Middle School and Portsmouth High School with the academic, social, and leadership skills they need to be successful. A high percentage of Newington students take challenging courses of study at the high school and many achieve honors. They excel in athletics, lead school clubs, are members of the national honor society, and volunteer within the community. It is my hope that this report highlights our commitment to preparing our elementary students for future endeavors with both the skills and the confidence to succeed, and our responsibility to apply best practices regarding the school budget for 2018-2019 by supporting school and district-wide goals.



our

Over the past summer, I worked with the Newington School Board and the SAU 50 administration to develop Newington Public School's annual goals. This year's goals fall into three distinct school wide initiatives:

1. The importance of building positive relationships with students.
2. Providing relevant content that students are interested in learning.
3. Creating a high standard of rigor that challenges students regardless of where they are academically.

In thinking about the first goal, I have asked the staff here at Newington to focus on the education of the *whole child*. When developing a *whole child* education approach to education, one of the most important aspects to consider is a child's social and emotional wellbeing. The staff at NPS and I firmly believe, success in school and life depends upon the development of strong habits of work and learning (HOWLs). The Newington Public School Habits of Work and Learning are an approach to both the traditional academic subjects and the interdisciplinary stuff of ordinary life. They are what lead us to ask good questions and seek solid answers. They are the school's definition of a well-educated person. Forethought, Perseverance, Reflection and Production are the four qualities that the faculty and staff at Newington Public School believe are the building blocks to a successful life. These HOWLs are being used as a means to assess each individual student's work habits and gather appropriate knowledge and skill in school and out.



Developing a positive school community is a key element to the academic success of students at Newington Public School. Teachers collaborate on a weekly basis to review and discuss curriculum and instruction, in order to provide students with content that is relevant and that sparks students' interest. In each of the classrooms, educators work to ensure all students have access to a range of learning experiences and resources. Students at NPS are able to advance as learners when they are ready, based on their own individual learning progression. Classroom teachers have created learning environments that provide students with flexible grouping according to students' individual learning needs. The Newington Public School Staff and I developed a daily schedule that provides students with time to take part in a variety of learning opportunities. Students participate in project-based learning opportunities that are based on teacher designed or student interest models. Weekly STEAM (Science, Technology, Engineering, Arts, and Mathematics) class has been specifically developed to allow students to learn the design and engineering process. Students are given opportunities to share, informally and formally, products as well as academic successes with members of the staff and classmates throughout the school. Projects often include community service elements to improve our school. Children have access and opportunities to use members of our learning community as resources or as evaluators who provide useful feedback for reflection.



By the end of the school year, the goal for all students is to achieve at least one grade level of growth, based on STAR assessment results. To accomplish this goal, we have created individualized learning opportunities for our students that target specific skills for each student. Instead of just getting a grade at the end of each trimester, students are being asked to demonstrate their learning of competences in all subject areas, though methods such as project-based, expeditionary, and student choice activities. This requires us to inform parents about competency based learning and the changes in assessing student growth. Ultimately, this allows educators to be able to develop unique learning experiences for every student based on student interest, learning styles, and real-time data. Furthermore, we hope this will give students a platform to take ownership of their learning and not only be able to articulate the skills they are working on, but also why they are learning the given material.

In closing, Newington's close-knit, supportive community affords the students wonderful educational opportunities. As exemplified above, Newington Public School continues to be a place where excitement for learning and cooperation are evident on a daily basis. We are fortunate to have an active parent group, Newington School Supporters, and as a school, we are grateful for the enrichment opportunities they do for the students at NPS. Also the positive relationships we have with the Newington Police and Fire Departments are valuable resources for our school community. The small school atmosphere at Newington Public School provides an environment where we are able to achieve our school's mission: *to foster the intellectual, social, and physical growth of every student in a safe and supportive environment that promotes responsibility, self-discipline, respect and excellence in learning.*



Respectfully,
Peter Latchaw, Principal
Newington Public School

Portsmouth Middle School Report
Phillip R. Davis, Principal

The purpose of the Portsmouth schools is to educate all students by challenging them to become thinking, responsible, contributing citizens who continue to learn throughout their lives. Portsmouth Middle School is a learning environment specifically designed to bring students from their elementary experience to the rigors of learning expected of students at Portsmouth High School. The middle years are ones of exploration of the multitude of ways a student can get involved in the school and greater community, of learning increasingly complex learning habits and skills, and an exploration of performing and unified arts.

There are just under 540 students attending Portsmouth Middle School. The school is divided into two teams at each grade level, each with five teachers assigned per team. This team approach allows for a comprehensive approach to education. Teachers coordinate lessons, meet with parents, and determine best paths for students as a unit. After their sixth grade year, students from New Castle have the option of attending Portsmouth Middle School, joining students from Newington. The faculty and administration take great care in placing these students, meeting with parents and ensuring a smooth transition to Portsmouth Middle School. Currently there are twenty students from SAU 50 enrolled at PMS. For the past several years, Portsmouth Middle School has seen an increase in the number of students who are returning to public education from private institutions, and/or selecting to move to Portsmouth as our attention to individual students and their learning experience has become well known in the Seacoast.

Portsmouth Middle School strives to be meet the needs of each individual learner with a wealth of learning and extra-curricular activities. With over forty clubs and athletic opportunities for students to become engaged in after school, PMS offers structured growth experiences for all. Our world language program offers students the ability to study Chinese, French, or Spanish in each grade. Enrichment courses in mathematics and English offer students who may be achieving at a level below their grade level peers are offered tiered interventions in these fields of study by their core math or English Language Arts teacher. Advanced mathematics courses are offered to those who exhibit excellent work habits and the have ability to construct meaning from abstract mathematical thought. Full-time Band and Chorus are options for all students as well as Drama, Family and Consumer Sciences, Technology Education, Programming, Visual Arts, and Instrumental and General Music. Portsmouth Middle School's program of studies is able to offer students an individualized education coupled with a positive social experience.

Portsmouth Middle School staff and faculty are committed to working together with students and parents to mold future learners who are prepared for success in high school and beyond.

Portsmouth High School Report
Mary Lyons, Principal

Portsmouth High School is a comprehensive high school that prepares students for competitive liberal arts colleges, schools for technical career training, as well as positions in business and industry in the world of work. There are just over 1100 students enrolled at PHS, with 34% of the student population coming from the surrounding towns of Rye, New Castle, Newington and Greenland. Our overall average class size is 15 with an average of 19 students in the core academic courses of English, math, social studies and science.

Excellence, Community, Commitment, and Leadership are Portsmouth High School's core values. Embedded in these is the belief that students are important and must be challenged in rigorous and relevant ways in order to reach their highest potential. Students strive for excellence in an environment that fosters a strong sense of belonging and creates partnerships between students and adults. Students learn best when they explore and contribute to their own education and that they are able to achieve in a safe and caring environment where success is celebrated. Students will become life-long learners when taught to think critically, effectively analyze information, and be respectful of others.

The faculty and staff at the high school take great pride in providing a curriculum for all students that is rigorous, personalized, equitable, and leads to college and career readiness. There are a wide-range of classes offered in the core subjects as well as a variety of offerings in the visual and performing arts, computers, international languages, physical education, and health. In addition, career and technical programing includes coursework in architectural and engineering design, automotive technology, computer science, culinary arts, business, entrepreneurship, and education and teacher training. The belief that students should have exposure to a rich and broad program of studies, have experiences outside of the classroom, and have an understanding of an individual's place in the global environment is evident in the high school's excellent program offerings.

In addition to the curriculum, Portsmouth High School offers an array of extracurricular activities including competitive fall, winter, and spring sports, award-winning performing arts programs and over 40 active clubs and organizations such as Interact Club, Peer Leadership, Student Council and National Honors Society.

Portsmouth High School promotes a culture of respect, tolerance and pride. At the heart of Clipper Pride is the notion of one. Portsmouth High School is committed to an environment where students feel safe enough to take healthy educational risks and grow socially, emotionally, physically and academically. With the focus on the 21st century learning skills of creativity, innovation, critical thinking, problem solving, collaboration and communication in the many academic and extra-curricular offerings, PHS prepares students for the challenges ahead to succeed in a global society.



**TUITION PUPILS
2017-2018**

Attending Portsmouth Middle School

Grade 7

Jacob Klanchesser
Corbin Mayer
Makena Murphy

Grade 8

Jaime Caruso
Alexis Dumont
Alexandria Gilman
Liam Robbins
Mia Smith

Attending Portsmouth High School

Grade 9

Mark Gokhban
Chase Mueller
Coleman Philbrick

Grade 10

Ryan Higgins
Steven Mayer
Josephine Philbrick
Connor Robbins
Anna Smith
Lillian Taccetta

Grade 11

Renee Brown
Anthony Gagliano
Isabelle Merosola
Amber Shepard

Grade 12

John Downey
Zoe Frizell
Micaela Klanchesser
Raymond Merosola
Hannah Taylor
Carly Walker

**NEWINGTON PUBLIC SCHOOL
2017-2018**

Kindergarten

Sallie Latchaw
Gavin McKenna
Amelia Metzger
Max Poulin
Adeline Robertson
Lia Russo
Kaiden Savinelli
Kaleb Savinelli
Emma Wayss

Grade 1

Mackenzie Baker
Austin Belanger
Kinley McKenna
Calen McMaster
Lily Thompson
Hilary Wennberg

Grade 2

Daniel Caruso
Ariana Metzger
Apollo Moon
Jacob Poulin
Daniel Routetski

Grade 3

Reagan Colby
Max Grube
Grant Haberstroh
Samantha Latchaw
Iliana Liatsis
Camden Marchessault
Carmen Philbrick
Liv Russo

Grade 4

Payton Baker
Margaret Callahan
Joshua Cole
Aaron Farago
Jack Ransom
Soul Tellefsen

Grade 5

Chloe Baker
Nicholas Caruso
Sophia Klanchesser
Sadie Latchaw
Ashley Serverius
Keagam Serverius

Grade 6

Morgan Cole
Kevin Gilman
Brady Mueller
Josephine Richardson
Kayla Serverius
Nicholas Smith

NEWINGTON SCHOOL DISTRICT STATISTICS

Newington Public School Enrollment 2017-2018

Grade	K	1	2	3	4	5	6	Total
Pupils	10	6	6	8	6	6	7	49

Pupils Tuitioned to Portsmouth as of October 1, 2017

Grade	7	8	9	10	11	12	Total
Pupils	4	5	4	6	4	6	29

STAFF MEMBERS
NEWINGTON SCHOOL DISTRICT

Cheryl Berman	Spanish Teacher
Angelina Brandolini	After School Enrichment Program Coordinator
Beth Brown	Kindergarten Teacher
Devon Brunner	Special Education Aide
Meridith Clemons	Physical Education & Health Teacher
Gene Guth	Music Teacher
Michelle Hawkins	Occupational Therapist
Peter Latchaw	Principal
Tom Lienhard	Food Service & Custodian
Kim Lodge	Teacher - Grades 3 & 4
Linda Loewy	Secretary
Abbi Lundborn	Teacher - Grades 1 & 2
Dana McKenna	Speech/Language
Mary Reddick	Special Education Coordinator
Erin Russo	Nurse
Nels Tooker	Teacher - Grades 5 & 6
Laura Varney	Special Education Aide
Susanna Vitali	Art Teacher



NEWINGTON, NEW HAMPSHIRE, SCHOOL DISTRICT

**REPORT ON AUDIT OF BASIC FINANCIAL STATEMENTS
JUNE 30, 2017**

NEWINGTON, NEW HAMPSHIRE, SCHOOL DISTRICT
REPORT ON AUDIT OF BASIC FINANCIAL STATEMENTS
FOR THE YEAR ENDED JUNE 30, 2017

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INDEPENDENT AUDITOR'S REPORT

Newington, New Hampshire, School Board
Newington, New Hampshire, School District
Newington, NH 03870

Report on the Financial Statements

We have audited the accompanying financial statements of the governmental activities and each major fund of the Newington, New Hampshire, School District (the "District") as of and for the year ended June 30, 2017, and the related notes to the financial statements, which collectively comprise the District's basic financial statements as listed in the table of contents.

Management's Responsibility for the Financial Statements

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

Auditor's Responsibility

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 from material misstatement.

An audit involves performing procedures to obtain audit evidence about the amounts and disclosures in the financial statements. The procedures selected depend on the auditor's judgment, including the assessment of the risks of material misstatement of the financial statements, whether due to fraud or error. In making those risk assessments, the auditor considers internal control relevant to the entity's preparation and fair presentation of the financial statements in order to design audit procedures that are appropriate in the circumstances, but not for the purpose of expressing an opinion on the effectiveness of the entity's internal control. Accordingly, we express no such opinion. An audit also includes evaluating the appropriateness of accounting policies used and the reasonableness of significant accounting estimates made by management, as well as evaluating the overall presentation of the financial statements.

We believe that the audit evidence we have obtained is sufficient and appropriate to provide a basis for our audit opinions.

Opinion

In our opinion, the financial statements referred to above present fairly, in all material respects, the respective financial position of the governmental activities and each major fund of the Newington, New Hampshire School District as of June 30, 2017, and the respective changes in financial position and, where applicable, cash flows thereof for the year then ended in accordance with accounting principles generally accepted in the United States of America.



Report on Partial Comparative Information

We have previously audited the District's 2016 financial statements of the governmental activities, each major fund, and the aggregate remaining fund information, and we expressed an unmodified audit opinion on those audited financial statements in our report dated December 15, 2016. In our opinion, the partial comparative information presented herein as of and for the year ended June 30, 2016 is consistent, in all material respects, with the audited financial statements from which it has been derived.

Other Matters

Required Supplementary Information

Accounting principles generally accepted in the United States of America require that the management's discussion and analysis and budgetary comparison information on pages 3-8 and 14 be presented to supplement the basic financial statements. Such information, although not a part of the basic financial statements, is required by the Governmental Accounting Standards Board, who considers it to be an essential part of financial reporting for placing the basic financial statements in an appropriate operational, economic, or historical context. We have applied certain limited procedures to the required supplementary information in accordance with auditing standards generally accepted in the United States of America, which consisted of inquiries of management about the methods of preparing the information and comparing the information for consistency with management's responses to our inquiries, the basic financial statements, and other knowledge we obtained during our audit of the basic financial statements. We do not express an opinion or provide any assurance on the information because the limited procedures do not provide us with sufficient evidence to express an opinion or provide any assurance.

Other Information

Our audit was conducted for the purpose of forming an opinion on the financial statements that collectively comprise the Newington, New Hampshire, School District's basic financial statements. The additional information included in the other financial information section is presented for purposes of additional analysis and is 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 stated in all material respects in relation to the basic financial statements taken as a whole.

A handwritten signature in black ink, appearing to read "BJHC PC".

Topsfield, Massachusetts
December 21, 2017

NEWINGTON, NEW HAMPSHIRE, SCHOOL DISTRICT

MANAGEMENT'S DISCUSSION AND ANALYSIS
JUNE 30, 2017

The following is the Management Discussion and Analysis Report for the Newington, New Hampshire, School District (the "District") for the fiscal year ended June 30, 2017. Responsibility for both the accuracy of the data, and the completeness and fairness of this presentation (including all disclosures) rests with the administration. To the best of our knowledge and belief, the data contained herein is accurate in all material respects. This data is reported in a manner designed to fairly present the District's financial position, and the result of operations of the various funds of the District. All disclosures necessary to enable the reader to gain an accurate understanding of the District's financial activities have been included.

The District's administration is responsible for establishing an accounting and internal control structure designed to ensure that the physical, data, informational, intellectual, and human resource assets of the District are protected from loss, theft, and misuse, and to ensure that adequate accounting information is maintained and reported in conformity with generally accepted accounting principles in the U.S. (GAAP). The administration also strives to ensure that these assets are put to good and effective use. The internal control structure is designed to provide reasonable assurances that these objectives are attained.

Overview of the Financial Statements

The financial statements presented herein include all of the activities of the Newington, New Hampshire, School District using the integrated approach as prescribed by GASB Statement 34.

This discussion and analysis is intended to serve as an introduction to the District's financial statements. The basic financial statements comprise of three (3) components:

1. Government-wide financial statements;
2. Fund financial statements; and
3. Notes to the basic financial statements.

Government-Wide Financial Statements

The District's annual report includes two (2) government-wide financial statements. These statements provide both long-term and short-term information about the school's overall status. Financial reporting at this level uses a perspective similar to that found in the private sector with its basis in full accrual accounting and elimination or reclassification of internal activities.

The first of these government-wide statements is the Statement of Net Position. This is the District-wide statement of financial position presenting information that includes all of the District's assets and liabilities, with the difference reported as net position. Over time, increases or decreases in net position may serve as a useful indicator of whether the financial position of the District as a whole is improving or deteriorating. Evaluation of the overall economic health of the District would extend to other non-financial factors such as the District tax appropriation or the condition of District infrastructure in addition to the financial information provided in this report.

The second government-wide statement is the Statement of Activities which reports how the School's net position changed during the current year. All current year revenues and expenses are included regardless of when cash is received or paid. An important purpose of the design of the Statement of Activities is to show the financial reliance of the District's activities or functions on revenues provided by the District's taxpayers.

(Continued)

NEWINGTON, NEW HAMPSHIRE, SCHOOL DISTRICT

MANAGEMENT'S DISCUSSION AND ANALYSIS

JUNE 30, 2017

(Continued)

Both government-wide financial statements distinguish governmental activities of the District that are periodically supported by taxes and intergovernmental revenues, such as state-wide appropriations and from business type activities that are intended to recover all or a significant portion of their costs through user fees and charges.

Fund Financial Statements

A fund is a grouping of related accounts that is used to maintain control over resources that have been segregated for specific activities or objectives. The District uses fund accounting to ensure and demonstrate compliance with finance-related legal requirements. All the funds of the District can be divided into two categories: governmental funds and fiduciary funds.

- **Governmental Funds** - Governmental funds are used to account for those functions reported as governmental activities in the government-wide financial statements. Most of the District's basic services are accounted for in governmental funds. These funds focus on how assets can readily be converted into cash flow in and out, and what monies are left at year-end. Governmental funds are reported using a modified accrual method of accounting which provides a short-term spending focus. As a result, the governmental fund financial statements give the reader a detailed short-term view that helps him or her determine if there are more or less financial resources available to finance the District's programs.

The District adopts an annual budget for its General Fund, as required by the New Hampshire Statutes. The budget is a legally adopted document that incorporates input from the citizens of the District, the management of the schools and School Administrative Unit No. 50, and the decision of the Newington, New Hampshire, School Board about which services to provide and how to pay for them. It also authorizes the District to obtain funds from identified sources to finance these current period activities. The budgetary statement provided for the General Fund demonstrates how well the District complied with the budget adopted and whether or not the District succeeded in providing the services as planned when the budget was adopted. The budgetary comparison statement uses the budgetary basis of accounting and is presented using the same format, language, and classifications as the legal budget document. The other governmental funds are comprised of the special revenue funds, which consist of the expendable trust, food service and public and private grants.

- **Fiduciary Funds** - Fiduciary funds are used to account for resources held for the benefit of parties outside of the District. Fiduciary funds are not reflected in the government-wide financial statements because the resources of those funds are not available to support the District's own programs.

Notes to the Financial Statements

The accompanying notes to the financial statements provide additional information that is essential to a full understanding of the data provided in the government-wide and fund financial statements. The notes to the financial statements begin immediately following the basic financial statements.

(Continued)

NEWINGTON, NEW HAMPSHIRE, SCHOOL DISTRICT

MANAGEMENT'S DISCUSSION AND ANALYSIS

JUNE 30, 2017

(Continued)

Government-Wide Financial Analysis

Statements of Net Position

The following is a summary of condensed government-wide financial data for the current and prior fiscal years.

Statements of Net Position

June 30, 2017 and 2016

	2017	2016
CURRENT AND OTHER ASSETS:		
Capital assets	\$ 444,824	\$ 472,658
Other assets	449,441	366,324
TOTAL ASSETS	894,265	838,982
DEFERRED OUTFLOWS OF RESOURCES -		
Related to pensions	209,906	31,403
<u>LIABILITIES AND NET POSITION</u>		
CURRENT LIABILITIES -	16,572	74,130
LONG-TERM LIABILITIES -		
Pension benefits payable	995,968	703,266
TOTAL LIABILITIES	1,012,540	777,396
DEFERRED INFLOWS OF RESOURCES -		
Related to pensions	16,322	89,983
NET POSITION:		
Invested in capital assets	444,824	472,658
Restricted	109,295	46,891
Unrestricted (deficit)	(478,810)	(507,469)
Total net position	\$ 75,309	\$ 12,080

(Continued)

NEWINGTON, NEW HAMPSHIRE, SCHOOL DISTRICT

MANAGEMENT'S DISCUSSION AND ANALYSIS

JUNE 30, 2017

(Continued)

**Statements of Activities
For the Years Ended June 30, 2017 and 2016**

	2017	2016
Revenue		
General revenues		
District property taxes	\$ 580,479	\$ 691,055
Intergovernmental	1,251,183	1,310,905
Interest and other income	107,143	33,318
Total revenue	1,938,805	2,035,278
Expenses		
Program expenses -		
Instruction	1,144,496	1,256,723
Support services:		
Student	76,583	59,607
Instructional	28,520	40,042
General administration	185,183	185,042
School administration	184,347	165,572
Operation and maintenance of plant	97,628	78,424
Student transportation	58,097	65,872
Centralized services	2,346	3,910
Food service	14,641	12,371
Facilities	55,901	3,541
Depreciation	27,834	27,834
Total governmental activities	1,875,576	1,898,938
Change in net position	63,229	136,340
Beginning net position (deficit)	12,080	(124,260)
Ending net position	\$ 75,309	\$ 12,080

As noted earlier, net position may serve over time as a useful indicator of a District's financial position. At the close of the most recent fiscal year, total net position was \$75,309, an increase of \$63,229 from the prior year.

The largest portion of net position, \$444,824, reflects the District's investment in capital assets (e.g., land, buildings and improvements, machinery, equipment and furnishings, and books). These capital assets are used to provide services to citizens; consequently, these assets are not available for future spending.

(Continued)

NEWINGTON, NEW HAMPSHIRE, SCHOOL DISTRICT

MANAGEMENT'S DISCUSSION AND ANALYSIS

JUNE 30, 2017

(Continued)

Financial Analysis of the District's Funds

As noted earlier, the District uses fund accounting to ensure and demonstrate compliance with finance-related legal requirements.

Governmental Funds

The focus of the District's governmental funds is to provide information on near-term inflows, outflows and balances of spendable resources. Such information is useful in assessing financing requirements.

General Fund Budgetary Highlights

- The District's assets exceeded its liabilities by \$75,309 (net position) for the fiscal year reported. This compares to the previous year when the assets exceeded liabilities by \$12,080.
- The District had total revenue of \$1,938,805 in which \$580,479 came from the collection of district taxes. Total revenues decreased by \$96,473 from last year's revenue.
- The District had total expenditures of \$1,875,576, which is a \$23,362 decrease from last year. The decrease in expenditures is primarily attributed to instruction costs.
- At the end of the current fiscal year, the unreserved fund balance for the General Fund was \$323,574 or 17.5% of total General Fund expenditures including transfers.
- Total liabilities of the District increased by \$161,483 to \$1,028,862 during the year. The increase in liabilities is primarily attributed to pension benefits payable.

The unreserved fund balance of the General Fund increased by \$78,272 during the current fiscal year.

(Continued)

NEWINGTON, NEW HAMPSHIRE, SCHOOL DISTRICT

MANAGEMENT'S DISCUSSION AND ANALYSIS

JUNE 30, 2017

(Continued)

Expendable Trust Funds

The District maintains an expendable trust fund, (which is held by the Trustees of the Trust Fund):

Expendable Trust Funds

	June 30, 2017	June 30, 2016	% Change
Buildings and grounds	\$ 9,819	\$ 34,294	71%
Special education	80,123	-	100%
Total	<u>\$ 89,942</u>	<u>\$ 34,294</u>	<u>162%</u>

The increase in the value of the Expendable Trust Funds was attributed to a transfer to the Special Education Fund.

Economic Factors and Next Year's Budgets and Rates

The following key economic indicators reflect the growth and prosperity of the District.

- The New England Consumer Price Index (CPI) for June 2017 was 259.3 or an increase of 3.8 percent from June 2016.
- Student enrollment based on average daily membership (ADM) was 51 students for fiscal year 2017, an increase of 12 students from fiscal year 2016.

Requests for Information

This financial report is designed to provide a general overview of the District's finances for those with an interest in this area. Questions concerning any of the information found in this report or requests for additional information should be directed to James Katkin, Business Administrator, Newington, New Hampshire, School District, 48 Post Road, Greenland, NH 03840.

NEWINGTON, NEW HAMPSHIRE, SCHOOL DISTRICT

STATEMENTS OF NET POSITION

JUNE 30, 2017

(With partial comparative information as of June 30, 2016)

ASSETS	Governmental Activities	
	2017	2016
CURRENT ASSETS:		
Cash	\$ 351,934	\$ 272,586
Due from other governments	1,427	618
Due from other funds	5,588	30,999
Inventories	550	1,227
Total current assets	359,499	305,430
CASH EQUIVALENTS RESTRICTED AS TO USE	89,942	60,894
CAPITAL ASSETS -		
Net of accumulated depreciation	444,824	472,658
TOTAL ASSETS	894,265	838,982
DEFERRED OUTFLOWS OF RESOURCES -		
Related to pensions	209,906	24,587
<u>LIABILITIES AND NET POSITION</u>		
CURRENT LIABILITIES:		
Accounts payable	1,371	35,165
Due to other funds	5,302	30,895
Due to other governments	9,899	8,070
Total current liabilities	16,572	74,130
LONG-TERM LIABILITIES -		
Pension benefits payable	995,968	736,658
TOTAL LIABILITIES	1,012,540	810,788
DEFERRED INFLOWS OF RESOURCES -		
Related to pensions	16,322	40,701
NET POSITION:		
Invested in capital assets	444,824	472,658
Restricted	109,295	46,891
Unrestricted (deficit)	(478,810)	(507,469)
Total net position	\$ 75,309	\$ 12,080

The accompanying notes are an integral part of these financial statements.

NEWINGTON, NEW HAMPSHIRE, SCHOOL DISTRICT

STATEMENTS OF ACTIVITIES
FOR THE YEAR ENDED JUNE 30, 2017
(With partial comparative information for the year ended June 30, 2016)

Government Activities:	Expenses	Charge for Expense	Grants	Net 2017	Net 2016
Instruction	\$ 1,160,758	\$ -	\$ (16,262)	\$ 1,144,496	\$ 1,256,723
Support services:					
Student services	76,583	-	-	76,583	59,607
Instructional	28,520	-	-	28,520	40,042
General administration - district	185,183	-	-	185,183	185,042
School administration	184,347	-	-	184,347	165,572
Operation and maintenance of plant	97,628	-	-	97,628	78,424
Student transportation	58,097	-	-	58,097	65,872
Centralized services	2,346	-	-	2,346	3,910
Food service	38,706	(24,065)	-	14,641	12,371
Facilities	55,901	-	-	55,901	3,541
Depreciation	27,834	-	-	27,834	27,834
Total government activities	1,915,903	(24,065)	(16,262)	1,875,576	1,898,938
General Revenues:					
District property taxes				580,479	691,055
Intergovernmental				1,251,183	1,310,905
Interest and other income				107,143	33,318
Total general revenues				1,938,805	2,035,278
CHANGE IN NET POSITION				63,229	136,340
NET POSITION (DEFICIT) AT BEGINNING OF YEAR				12,080	(124,260)
NET POSITION AT END OF YEAR				\$ 75,309	\$ 12,080

The accompanying notes are an integral part of these financial statements

NEWINGTON, NEW HAMPSHIRE, SCHOOL DISTRICT

BALANCE SHEETS
GOVERNMENTAL FUNDS

JUNE 30, 2017

(With partial comparative information for the year ended June 30, 2016)

	General Fund Types				
	General	Special Revenue	Expendable Trust	2017	2016
ASSETS:					
Cash	\$ 351,934	\$ -	\$ -	\$ 351,934	\$ 272,586
Cash equivalents restricted as to use	-	-	89,942	89,942	60,894
Due from other governments	56	1,371	-	1,427	618
Due from other funds	1,371	4,217	-	5,588	30,999
Inventories	-	550	-	550	1,227
TOTAL ASSETS	\$ 353,361	\$ 6,138	\$ 89,942	\$ 449,441	\$ 366,324
LIABILITIES & FUND BALANCE:					
Liabilities:					
Accounts payable	\$ 1,085	\$ 1,371	\$ -	\$ 2,456	\$ 35,406
Due to other funds	4,217	-	-	4,217	30,655
Due to other governments	9,899	-	-	9,899	8,070
TOTAL LIABILITIES	15,201	1,371	-	16,572	74,131
Fund Balance:					
Reserved for special purpose	14,586	4,767	89,942	109,295	46,891
Unreserved	323,574	-	-	323,574	245,302
TOTAL FUND BALANCE	338,160	4,767	89,942	432,869	292,193
TOTAL LIABILITIES AND FUND BALANCE	\$ 353,361	\$ 6,138	\$ 89,942	\$ 449,441	\$ 366,324
Total governmental fund balance				\$	432,869
Capital assets used in governmental activities are not financial resources and, therefore, are not reported in the funds					444,824
Long-term liabilities are not due and payable in the current period and, therefore, are not reported as liabilities in the funds - pension benefits payable					(995,968)
Deferred outflows and inflows of resources related to pensions are applicable to future periods and, therefore, are not reported in the funds					
Deferred outflows of resources related to pensions					209,906
Deferred inflows of resources related to pensions					(16,322)
Total net position - governmental funds				\$	75,309

The accompanying notes are an integral part of these financial statements

NEWINGTON, NEW HAMPSHIRE, SCHOOL DISTRICT

COMBINED BALANCE SHEETS
ALL FUND TYPES AND ACCOUNT GROUPS
JUNE 30, 2017

(With partial comparative information for the year ended June 30, 2016)

	Governmental Fund Types			Totals	
	General	Special Revenue	Expendable Trust	(Memorandum Only) 2017	2016
ASSETS:					
Cash	\$ 351,934	\$ -	\$ -	\$ 351,934	\$ 272,586
Cash equivalents restricted as to use	-	-	89,942	89,942	60,894
Due from other governments	56	1,371	-	1,427	618
Due from other funds	1,371	4,217	-	5,588	30,999
Inventories	-	550	-	550	1,227
TOTAL ASSETS	<u>\$ 353,361</u>	<u>\$ 6,138</u>	<u>\$ 89,942</u>	<u>\$ 449,441</u>	<u>\$ 366,324</u>
LIABILITIES & FUND BALANCE:					
Liabilities:					
Accounts payable	\$ 1,085	\$ 1,371	\$ -	\$ 2,456	\$ 35,406
Due to other funds	4,217	-	-	4,217	30,655
Due to other governments	9,899	-	-	9,899	8,070
TOTAL LIABILITIES	<u>15,201</u>	<u>1,371</u>	<u>-</u>	<u>16,572</u>	<u>74,131</u>
Fund Balance:					
Reserved	14,586	4,767	89,942	109,295	46,891
Unreserved	323,574	-	-	323,574	245,302
TOTAL FUND BALANCE	<u>338,160</u>	<u>4,767</u>	<u>89,942</u>	<u>432,869</u>	<u>292,193</u>
TOTAL LIABILITIES AND FUND BALANCE	<u>\$ 353,361</u>	<u>\$ 6,138</u>	<u>\$ 89,942</u>	<u>\$ 449,441</u>	<u>\$ 366,324</u>

The accompanying notes are an integral part of these financial statements

NEWINGTON, NEW HAMPSHIRE, SCHOOL DISTRICT

COMBINED STATEMENTS OF REVENUES, EXPENDITURES AND
CHANGES IN FUND BALANCE
ALL GOVERNMENTAL FUND TYPES AND EXPENDABLE TRUSTS
FOR THE YEAR ENDED JUNE 30, 2017
(With partial comparative information for the year ended June 30, 2016)

	Fiduciary Fund		
	General Fund	Special Revenue	Capital Projects
			Expendable Trust
REVENUE:			
District tax appropriation	\$ 580,479	\$ -	\$ -
Intergovernmental	1,251,183	16,266	-
Food and milk sales	-	24,065	-
Interest and other	103,739	3,206	198
TOTAL REVENUE	1,935,401	43,537	-
EXPENDITURES:			
Instruction	1,119,361	6,740	-
Supporting Services:			
Student services	66,229	-	-
Instructional	24,271	11,720	-
General administrative-district level	185,038	-	-
School administrative	175,079	130	-
Operation and maintenance of plant	94,850	705	-
Student transportation	58,097	-	-
Centralized services	2,346	-	-
Food service	-	37,993	-
Facility acquisition and construction	55,901	-	-
TOTAL EXPENDITURES	1,781,172	57,288	-
EXCESS (DEFICIENCY) OF REVENUES OVER EXPENDITURES	154,229	(13,751)	-
OTHER FINANCING SOURCES (USES)			
Operating transfers in	24,550	13,251	-
Operating transfers out	(93,251)	-	-
TOTAL OTHER FINANCING SOURCES (USES)	(68,701)	13,251	-
EXCESS (DEFICIENCY) OF REVENUES AND OTHER FINANCING SOURCES OVER EXPENDITURES AND OTHER USES	85,528	(500)	-
FUND BALANCE AT BEGINNING OF YEAR	252,632	5,267	-
FUND BALANCE AT END OF YEAR	\$ 338,160	\$ 4,767	\$ -

The accompanying notes are an integral part of these financial statements.

Totals	
(Memorandum Only)	
2017	2016
\$ 580,479	\$ 691,055
1,267,449	1,369,767
24,065	19,144
107,143	33,318
1,979,136	2,113,284
1,126,101	1,322,088
66,229	54,910
35,991	45,263
185,038	185,069
175,209	167,118
95,555	78,785
58,097	65,872
2,346	3,910
37,993	31,629
55,901	30,141
1,838,460	1,984,785
140,676	128,499
117,801	36,684
(117,801)	(36,684)
-	-
140,676	128,499
292,193	163,694
\$ 432,869	\$ 292,193

NEWINGTON, NEW HAMPSHIRE, SCHOOL DISTRICT

COMBINED STATEMENTS OF REVENUES, EXPENDITURES AND
CHANGES IN FUND BALANCE
BUDGET AND ACTUAL – GENERAL AND SPECIAL REVENUE FUND TYPES
FOR THE YEAR ENDED JUNE 30, 2017

	General Fund			Special Revenue Funds		
	Budget	Actual	Variance Favorable (Unfavorable)	Budget	Actual	Variance Favorable (Unfavorable)
REVENUE:						
District property taxes	\$ 580,479	\$ 580,479	\$ -	\$ -	\$ -	\$ -
Intergovernmental revenues	1,362,929	1,251,183	(111,746)	25,100	16,266	(8,834)
Food and milk sales	-	-	-	15,000	24,065	9,065
Other revenue	35,400	103,739	68,339	-	3,206	3,206
TOTAL REVENUE	1,978,808	1,935,401	(43,407)	40,100	43,537	3,437
EXPENDITURES:						
Instruction	1,269,867	1,119,361	150,506	-	6,740	(6,740)
Supporting services:						
Student services	68,871	66,229	2,642	-	-	-
Instructional	26,668	24,271	2,397	35,000	11,720	23,280
General admin. - district level	186,284	185,038	1,246	-	-	-
School administrative	178,254	175,079	3,175	-	130	-
Operation and maintenance of plant	100,947	94,850	6,097	-	705	(705)
Student transportation	59,012	58,097	915	-	-	-
Centralized services	2,630	2,346	284	-	-	-
Food service	4,830	-	-	34,135	37,993	(3,858)
Facilities, acquisition and construction	60,856	55,901	4,955	-	-	-
TOTAL EXPENDITURES	1,958,219	1,781,172	172,217	69,135	57,288	11,977
EXCESS (DEFICIENCY) OF REVENUES OVER EXPENDITURES	20,589	154,229	128,810	(29,035)	(13,751)	15,414
OTHER FINANCING SOURCES (USES)						
Operating transfers in	-	24,550	24,550	-	13,251	13,251
Operating transfers out	-	(93,251)	(93,251)	-	-	-
TOTAL OTHER FINANCING SOURCES (USES)	-	(68,701)	(68,701)	-	13,251	13,251
EXCESS (DEFICIENCY) OF REVENUES AND OTHER FINANCING SOURCES OVER EXPENDITURES AND OTHER USES	20,589	85,528	60,109	(29,035)	(500)	28,665
FUND BALANCE AT BEGINNING OF YEAR	252,632	252,632	-	5,267	5,267	-
FUND BALANCE AT END OF YEAR	\$ 273,221	\$ 338,160	\$ 64,939	\$ (23,768)	\$ 4,767	\$ 28,535

The accompanying notes are an integral part of these financial statements.

Totals (Memorandum Only)		
Budget	Actual	Variance Favorable (Unfavorable)
\$ 580,479	\$ 580,479	\$ -
1,388,029	1,267,449	(120,580)
15,000	24,065	9,065
35,400	106,945	71,545
2,018,908	1,978,938	(39,970)
1,269,867	1,126,101	143,766
68,871	66,229	2,642
61,668	35,991	25,677
186,284	185,038	1,246
178,254	175,209	3,045
100,947	95,555	5,392
59,012	58,097	915
2,630	2,346	284
38,965	37,993	972
60,856	55,901	4,955
2,027,354	1,838,460	188,894
(8,446)	140,478	148,924
-	37,801	37,801
-	(93,251)	(93,251)
-	(55,450)	(55,450)
(8,446)	85,028	93,474
257,899	257,899	-
\$ 249,453	\$ 342,927	\$ 93,474

NEWINGTON, NEW HAMPSHIRE, SCHOOL DISTRICT

NOTES TO BASIC FINANCIAL STATEMENTS
FOR THE YEARS ENDED JUNE 30, 2017 AND 2016

1. SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES:

The accounting policies of the Newington, New Hampshire, School District (the "District") conform to generally accepted accounting principles in the U.S. (GAAP) as applicable to governmental units. The following is a summary of the significant accounting policies.

Financial Reporting Entity

The District is a subdivision of the State of New Hampshire providing management services for its member school district (Newington, New Hampshire, School District). The District meets the criteria established by the Government Accounting Standards Board (GASB) as a primary governmental entity for financial reporting purposes.

The District includes pre-K through grade 6. Students in grades 7-12 attend Portsmouth Middle and High Schools.

Basis of Presentation

The District's basic financial statements consist of government-wide statements, including a statement of net position 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 position and the statement of activities display information about the District as a whole. These statements include the financial activities of the primary government, except for fiduciary funds.

The statement of net position presents the financial condition of the governmental activities of the District at year end. The statement of activities presents a comparison between direct expenses and program revenues for each program or function of the District's governmental activity. 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 District. 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 District.

2. Fund Financial Statements:

During the year, the District segregates transactions related to certain District 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 District at this more detailed level. The focus of governmental fund financial statements is on major funds. Each major fund is presented in a separate column. Non-major funds are aggregated and presented in a single column. The fiduciary funds are reported by type.

(Continued)

NEWINGTON, NEW HAMPSHIRE, SCHOOL DISTRICT

NOTES TO BASIC FINANCIAL STATEMENTS
FOR THE YEARS ENDED JUNE 30, 2017 AND 2016
(CONTINUED)

1. SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES: (Continued)

Fund Accounting

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

1. Governmental Funds:

Government 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 form which they will be paid. The difference between governmental fund assets and deferred outflows of resources and liabilities and deferred inflows of resources is reported as fund balance. The following are the District's major governmental funds:

General Fund - The General Fund is the general operating fund of the District. All general appropriations that are not allocated by law or contractual agreement to another fund are accounted for in this fund. From the fund are paid the general operating expenditures, the fixed charges and the capital improvement costs that are not paid through other funds.

Special Revenue Funds - Special Revenue Funds are used to account for the proceeds of specific revenue sources (other than expendable trust or major capital projects) requiring separate accounting because of legal or regulatory provisions or administrative action. The funds included in this group are the Federal Projects Funds and Food Service Fund.

Capital Projects – The Capital Projects Fund accounts for the financial transactions related to resources that are used for the District's various construction projects.

2. Fiduciary Funds:

Fiduciary fund reporting focuses on net position and changes in net position. The fiduciary fund category is made up of Expendable trusts which are used to account for assets held in a trustee capacity. Expendable trusts (in which the corpus can be spent) are accounted for in a similar fashion to government fund types.

Measurement Focus

1. Government-Wide Financial Statements:

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

(Continued)

NEWINGTON, NEW HAMPSHIRE, SCHOOL DISTRICT

NOTES TO BASIC FINANCIAL STATEMENTS
FOR THE YEARS ENDED JUNE 30, 2017 AND 2016
(CONTINUED)

1. SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES: (Continued)

Measurement Focus *(continued)*

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

Basis of Accounting

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

1. Revenues – Exchange and Non-exchange Transactions:

Revenues 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 fiscal year in which the resources are measurable and become available. Available means that the resources will be collected within the current fiscal year or are expected to be collected soon enough thereafter to be used to pay liabilities of the current fiscal year. For the District, available means expected to be received within sixty days of fiscal year end.

Non-exchange transactions, in which the District receives value without directly giving equal value in return, include property taxes, grants and donations. On an accrual basis, revenue from property taxes is recognized in the fiscal year for which the taxes are levied. Revenue from grants and donations is recognized in the fiscal year in which all eligibility requirements are met, which specify the year when the resources are required to be used or the fiscal year when use is first permitted; matching requirements, in which the District must provide local resources to be used for a specified purpose; and expenditure requirements, in which the resources are provided to the District 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 fiscal year-end: property taxes available as an advance, interest, tuition, grants, and student fees.

(Continued)

NEWINGTON, NEW HAMPSHIRE, SCHOOL DISTRICT

NOTES TO BASIC FINANCIAL STATEMENTS
FOR THE YEARS ENDED JUNE 30, 2017 AND 2016
(CONTINUED)

1. SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES: (Continued)

Basis of Accounting (continued)

2. Unearned Revenue:

Unearned 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 unearned revenue. On governmental fund financial statements, receivables that will not be collected within the available period have also been reported as unearned revenue.

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 measureable. Allocations of cost, such as depreciation and amortization are not recognized in governmental funds.

Budgetary Data

The District's budget represents functional appropriations as authorized by annual District meetings. The school board may transfer funds between operating categories, as they deem necessary. The District 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.

Investments

Investments are comprised of amounts invested with the New Hampshire Public Deposit and Investment Pool ("New Hampshire – PDIP"), managed by MBIA Municipal Investors Corporation. Management believes the estimated fair value to be a reasonable approximation of the exit price for these investments.

In accordance with generally accepted accounting principles, the District uses the following prioritized input levels to measure fair value. The input levels used for valuing investments are not necessarily an indication of risk. Investments measured at fair value are classified and disclosed in one of the following categories:

Level I: Quoted prices are available in active markets for identical investments as of the reporting date.

Level II: Pricing inputs are other than quoted prices in active markets of comparable investments, which are either directly or indirectly observable as of the reporting date, and fair value is determined through the use of models or other valuation methodologies.

Level III: Pricing inputs are unobservable for the investment and include situations where there is little, if any, market activity for the investment.

Investment income, primarily interest and dividends, is recorded when earned. Realized and unrealized gains and losses are determined on the basis of specific identification and recognized on a trade-date basis.

(Continued)

NEWINGTON, NEW HAMPSHIRE, SCHOOL DISTRICT

NOTES TO BASIC FINANCIAL STATEMENTS
FOR THE YEARS ENDED JUNE 30, 2017 AND 2016
(CONTINUED)

1. SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES: (Continued)

Capital Assets

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

All capital assets are capitalized at cost (or estimated historical cost) and updated for additions and retirements during the year. Donated capital assets are recorded at their estimated fair values as of the date received. The District maintains a capitalization threshold of \$25,000. The District does not possess any infrastructure or intangible assets. 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.

All reported capital assets except for land are depreciated. Improvements are depreciated over the remaining useful lives of the related capital assets. Depreciation is computed using the straight-line method over the following useful lives:

<u>Description</u>	<u>Years</u>
Buildings and improvements	30

Impairment of Long-Lived Assets

In accordance with accounting principles generally accepted in the United States of America, the District has given consideration to the impairment of their long-lived assets in its presentation of these financial statements. At June 30, 2017, the District has not recognized any reduction in the carrying value of its property.

Inventories

Inventories consist of food and kitchen supplies that are stated at the lower of cost or market value.

Compensated Absences

The District does not accrue accumulated unpaid vacation or sick leave in the general fund because the Administrative Unit plans to pay these costs from future resources. The District does not provide vacation. Accordingly, no amount has been accrued for sick pay at June 30, 2017.

Accrued Liabilities and Long-Term Obligations

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 fiscal year. General obligation bonds and other long-term obligations that will be paid from governmental funds are recognized as a liability in the fund financial statements when due.

(Continued)

NEWINGTON, NEW HAMPSHIRE, SCHOOL DISTRICT

NOTES TO BASIC FINANCIAL STATEMENTS
FOR THE YEARS ENDED JUNE 30, 2017 AND 2016
(CONTINUED)

1. SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES: (Continued)

Pensions

For purposes of measuring net pension liability, deferred outflows of resources and deferred inflows of resources related to pensions, and pension expense, information about fiduciary net position of the New Hampshire Retirement System (NHRS) and additions to/deductions from NHRS's fiduciary net position have been determined on the same basis as they are reported by NHRS. For this purpose, benefit payments (including refunds of employee contributions) are recognized when due and payable in accordance with the benefit terms.

Net Position

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

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

Fund Balance Policy

The District has segregated fund balance into five classifications: Non-spendable, Restricted, Committed, Assigned, and Unassigned. These components of fund balance are defined as follows:

- *Non-spendable Fund Balance:* Amounts that are not in a spendable form or are required to be maintained intact.
- *Restricted Fund Balance:* Amounts that can only be spent for specific purposes stipulated by external resource providers or by enabling legislation.
- *Committed Fund Balance:* Amounts that can be used only for specific purposes determined by a formal action of the District's highest level of decision making authority (the Annual District Meeting). Commitments may be changed or lifted only by taking the same formal action that imposed the constraint originally. The action must be approved or rescinded, as applicable, prior to the last day of the fiscal year for which the commitment is made. The amount subject to the constraint may be determined in the subsequent period.
- *Assigned Fund Balance:* Amounts the District intends to use for a specific purpose; intent can be expressed by the School Board or by an official or body to which the School Board delegates the authority.
- *Unassigned Fund Balance:* Amounts that are available for any purpose; these amounts are reported only in the General Fund, with the exception of any deficit fund balance of another governmental fund.

The School Board's policy is to return to the Town of Newington, any "Unassigned" fund balance at fiscal year-end, to be used to offset the subsequent fiscal year's tax rate.

(Continued)

NEWINGTON, NEW HAMPSHIRE, SCHOOL DISTRICT

NOTES TO BASIC FINANCIAL STATEMENTS
FOR THE YEARS ENDED JUNE 30, 2017 AND 2016
(CONTINUED)

1. SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES: (Continued)

Use of Estimates

The preparation of financial statements in conformity with generally accepted accounting principles requires management to make estimates and assumptions that affect the reported amounts of assets and liabilities and disclosure of contingent assets and liabilities at the date of the financial statements and the reported amounts of revenues and expenses during the reporting period. Actual results could differ from those estimates.

Prior Period Comparative Financial Information

The basic financial statements include certain prior-year partial comparative information in total but not at the level of detail required for a presentation in conformity with accounting principles generally accepted in the United States of America. Accordingly, such information should be read in conjunction with the District's financial statements for the year ended June 30, 2016, from which the summarized information was derived.

Management's Review

In preparing these financial statements, management has evaluated events and transactions for potential recognition or disclosure through December 15, 2017, the date the financial statements were available to be issued.

2. CASH AND CASH EQUIVALENTS:

The District's cash equivalents are considered to be cash on hand, demand deposits, and cash equivalents with original maturities of three months or less from the date of acquisition.

State regulations require all funds belonging to the District be deposited in solvent banks within the state, except funds may be deposited in banks outside the state if such banks pledge and deliver collateral to the state treasurer of equal value as the funds deposited. There is no requirement of an in-state bank to collateralize deposits in excess of FDIC insurance.

At June 30, 2017, the bank balances were \$674,912 of which \$250,000 was covered by depository insurance. At June 30, 2017, \$89,942 was deposited in a certificate of deposit.

(Continued)

NEWINGTON, NEW HAMPSHIRE, SCHOOL DISTRICT

NOTES TO BASIC FINANCIAL STATEMENTS
FOR THE YEARS ENDED JUNE 30, 2017 AND 2016
(CONTINUED)

3. CAPITAL ASSETS:

At June 30, 2017 and 2016, capital assets are as follows:

	2017	2016
Land, building, and building improvements	\$ 760,015	\$ 760,015
Equipment and fixtures	74,969	74,969
Total capital assets	834,984	834,984
Less accumulated depreciation	390,160	362,326
Net capital assets	\$ 444,824	\$ 472,658

Depreciation expense for the years ended June 30, 2017 and 2016 was \$27,834.

4. PROPERTY TAXES:

Property taxes levied to support the Newington, New Hampshire, School District are based on the assessed valuation of the prior April 1st for all taxable real property.

Under state statutes, the Town of Newington, New Hampshire (an independent governmental unit) collects school district taxes as part of local property tax assessments. As collection agent, the Town is required to pay to the District its share of property tax assessments through periodic payments based on cash flow requirements of the District. The Town assumes financial responsibility for all uncollected property taxes under state statutes.

5. CONTINGENT LIABILITIES – FEDERAL ASSISTANCE:

The District participates in a federally assisted grants program through the New Hampshire Department of Education.

The grants are subject to program compliance audits by the grantors or their representatives. The audits of the contract for or including the year ended June 30, 2017 have not yet been reviewed by the grantor. Accordingly, the District's compliance with applicable contract requirements will be established at some future date after the grantor's review. The amount, if any, of expenditures which may be disallowed by the contracting agencies cannot be determined at this time although the District expects such amounts if any, to be immaterial.

6. INTERGOVERNMENTAL REVENUE:

Intergovernmental revenue represents income received from various federal and state agencies including the state tax for adequacy aid and other various restricted grants-in-aid from federal and state sources.

(Continued)

NEWINGTON, NEW HAMPSHIRE, SCHOOL DISTRICT

NOTES TO BASIC FINANCIAL STATEMENTS
FOR THE YEARS ENDED JUNE 30, 2017 AND 2016
(CONTINUED)

7. RESTRICTED NET POSITION:

Net position is restricted for the following purposes at June 30, 2017 and 2016:

	2017	2016
Buildings and grounds	\$ 9,819	\$ 34,294
Special education	80,123	-
After school enrichment program	14,586	7,330
Private grants	4,217	4,040
Food service inventory reserve	550	1,227
	<hr/>	<hr/>
Total restricted net position	\$ 109,295	\$ 46,891
	<hr/>	<hr/>

8. FUTURE COMMITMENTS:

The District entered into a three year contract with an independent bus company to provide pupil transportation through June 30, 2017. During the year ended June 30, 2017, the District exercised the option to extend the contract for an additional two years, through June 30, 2019. Terms of the contract include minimum payments plus escalators tied to the Consumer Price Index. Related rental expense for the year ended June 30, 2017 was \$58,097. Future minimum estimated payments under this contract as of June 30, 2017 are as follows:

June 30, 2018	\$ 57,780
2019	59,213

10. DEFINED BENEFIT PENSION PLAN:

At June 30, 2015, the District adopted Governmental Accounting Standards Board (GASB) Statement No. 68, Accounting and Financial Reporting for Pensions and the related GASB Statement No. 71 Pension Transition for Contributions Made Subsequent to the Measurement Date – an amendment of GASB Statement No. 68. This implementation allows the District to report its proportionate share of collective net pension liability, deferred inflows of resources and deferred outflows of resources, and pension expense and to reflect an actuarially determined liability for the present value of projected future benefits for retired and active employees less than the pension plan's fiduciary net position on the financial statements.

(Continued)

NEWINGTON, NEW HAMPSHIRE, SCHOOL DISTRICT

NOTES TO BASIC FINANCIAL STATEMENTS
FOR THE YEARS ENDED JUNE 30, 2017 AND 2016
(CONTINUED)

A. Plan Description

Substantially all New Castle School District employees participate in the State of New Hampshire Retirement System (the "System"), a cost-sharing multiple-employer defined benefit public employee retirement system (PERS) plan. All full-time employees are eligible to participate in the system. The Pension Plan is divided into two membership groups: State and local employees and teachers belong to Group 1. Police and firefighters belong to Group II. The New Hampshire Retirement System issues annually a publicly available financial report that includes financial statements and required supplementary information for the system. That report may be obtained by writing to the New Hampshire Retirement System, 54 Regional Drive, Concord, NH, 03301.

Group I benefits are provided based on creditable service and average final salary for the highest of either three or five years, depending on when service commenced.

Group II benefits are provided based on age, years of creditable service and a benefit multiplier depending on vesting status as of 1/1/12. The maximum retirement allowance for Group II members vested by January 1, 2012 (45 years of age with 20 years of service or age 60 regardless of years of creditable service) is the average final compensation multiplied by 2.5% multiplied by creditable service. For Group II members not vested by January 1, 2012 the benefit is calculated the same way but the multiplier used in the calculation will change depending on age and years of creditable services, as follows:

A. Plan description

<u>Years of creditable service as of January 1, 2012</u>	<u>Minimum age</u>	<u>Minimum Service</u>	<u>Benefit multiplier</u>
At least 3 but less than 10 years	46	21	2.4%
At least 6 but less than 8 years	47	22	2.3%
At least 4 but less than 6 years	48	23	2.2%
Less than 4 years	49	24	2.1%

Contributions to the pension plan for the years ended June 30, 2017 and 2016, totaled \$67,067 and \$83,373, respectively, equal to the required contributions for each year.

The system also provides death and disability benefits. Cost-of-living increases have been periodically granted to retirees by the State Legislature.

(Continued)

NEWINGTON, NEW HAMPSHIRE, SCHOOL DISTRICT

NOTES TO BASIC FINANCIAL STATEMENTS
FOR THE YEARS ENDED JUNE 30, 2017 AND 2016
(CONTINUED)

10. DEFINED BENEFIT PENSION PLAN: (Continued)

B. Actuarial Assumptions

The total pension liabilities in the July 1, 2015 actuarial valuations were determined using the following actuarial assumptions, applied to all periods included in the measurement:

Inflation	2.5%
Salary increases	5.6% average, including inflation
Investment rate of return	7.25%, net of pension plan investment expense, including inflation

Mortality rates are based on the RP-2014 employee generational mortality tables for males and females, adjusted for mortality improvements using Scale MP-2015, based on the last experience study.

The actuarial assumptions used in the June 30, 2015 valuation were based on the results of the most recent actuarial experience study, which was for the period July 1, 2010-June 30, 2015.

The long-term expected rate of return on pension plan investments was selected from a best estimate range determined using the building-block approach. Under this method, an expected future real return range is calculated separately for each asset class. These ranges are combined to produce the long-term expected rate of return by weighting the expected future real rates of return net of investment expenses by the target asset allocation percentage and by adding expected inflation. Following is a table presenting target allocations and geometric real rates of return for each asset class:

Asset Class	Target Allocation	Weighted Average Long-Term Expected Real Rate of Return
Large Cap Equities	22.50%	4.25%
Small/Mid Cap Equities	7.50	4.50
Total domestic equity	30.00	
Int'l Equities (unhedged)	13.00	4.75
Emerging Int'l Equities	7.00	6.25
Total international equity	20.00	
Core bonds	5.00	0.64
Short duration	2.00	(0.25)
Global Multi-Sector Fixed Income	11.00	1.71
Absolute Return Fixed Income	7.00	1.08
Total fixed income	25.00	
Private equity	5.00	6.25
Private debt	5.00	4.75
Opportunistic	5.00	3.68
Total alternative investments	15.00	
Real estate	10.00	3.25
Total	100.00%	

(Continued)

NEWINGTON, NEW HAMPSHIRE, SCHOOL DISTRICT

NOTES TO BASIC FINANCIAL STATEMENTS
FOR THE YEARS ENDED JUNE 30, 2017 AND 2016
(CONTINUED)

10. DEFINED BENEFIT PENSION PLAN: (Continued)

C. Discount Rate

The discount rate used to measure the total pension liability was 7.25%. The projection of cash flows used to determine the discount rate assumed that plan member contributions will be made at the current contribution rate and that employer contributions will be made at rates equal to the difference between actuarially determined contribution rates and the member rate. For purposes of the projection, member contributions and employer service cost contributions are projected based on the expected payroll of current members only. Employer contributions are determined based on the Pension Plan's actuarial funding policy and as required by RSA 100-A:16. Based on those assumptions, the Pension Plan's fiduciary net positions was projected to be available to make all projected future benefit payments to current plan members. Therefore, the long-term expected rate of return on pension plan investments was applied to all periods of projected benefit payments to determine the total pension liability.

D. Sensitivity Analysis

The following table provides the sensitivity of the District's proportionate share of the net pension liability for the pension plan, calculated using the discount rate for the Plan. In particular, the table presents the District's proportionate share of the net pension liability at June 30, 2016 assuming it was calculated using a single discount rate that is one-percentage-point lower or one-percentage-point higher than the single discount rate:

	1% Decrease in Discount Rate	Discount Rate	1% Increase in Discount Rate
Discount rate	6.25%	7.25%	8.25%
District's proportionate share of the net pension liability	\$ 1,279,750	\$ 995,968	\$ 760,615

E. Pension Liabilities and Pension Expense

At June 30, 2017, the District reported a liability of \$995,968 for its proportionate share of the net pension liability. The net pension liability was measured as of June 30, 2016, and the total pension liability used to calculate the net pension liability was determined by an actuarial valuation as of July 1, 2015. The District's proportion of the net pension liability was based on actual contributions by the District during the relevant fiscal year relative to the actual contributions of all participating plan members, excluding contributions to separately finance specific liabilities of individual employers or NHRS. At June 30, 2016, the District's proportion was approximately 0.0187 percent, which was an increase of 0.0001 percent from its proportion measured as of June 30, 2015.

For the year ended June 30, 2017, the District recognized pension expense of \$74,477.

F. Future Recognition of Deferred Outflows of Resources and Deferred Inflows of Resources

Amounts reported as deferred outflows of resources and deferred inflows of resources related to pensions will be recognized in the collective pension expense as follows:

(Continued)

NEWINGTON, NEW HAMPSHIRE, SCHOOL DISTRICT

NOTES TO BASIC FINANCIAL STATEMENTS
FOR THE YEARS ENDED JUNE 30, 2017 AND 2016
(CONTINUED)

10. DEFINED BENEFIT PENSION PLAN: (Continued)

G. Future Recognition of Deferred Outflows of Resources and Deferred Inflows of Resources *(Continued)*

Year Ended June 30,	Amount
2017	\$ 41,177
2018	41,177
2019	60,988
2020	47,853
2021	2,389
Thereafter	-

11. CONTINGENCIES:

The District at times is involved in threatened and actual claims against the district, arising in the normal course of business. Management believes that any settlement of these matters will not have a materially adverse effect on the financial position of the District.

12. EMPLOYEE COMPENSATED ABSENCES:

The District does not accrue accumulated unpaid sick leave in the general fund because the District is not liable for paying accrued accumulated unpaid sick leave. The District does not provide vacation. In accordance with Government Accounting Standards, no uncompensated absences were accrued for at June 30, 2017 and 2016.

(Continued)

NEWINGTON, NEW HAMPSHIRE, SCHOOL DISTRICT

NOTES TO BASIC FINANCIAL STATEMENTS
FOR THE YEARS ENDED JUNE 30, 2017 AND 2016
(CONTINUED)

Schedule of Changes in the District's Proportionate Share of the Net Pension Liability
For the Year Ended June 30, 2017

	<u>2016</u>	<u>2015</u>	<u>2014</u>	<u>2013</u>
District's proportion of the net pension liability (asset)	0.0187%	0.0186%	0.0187%	0.0178%
District's proportionate share of the net pension liability (asset)	995,968	736,658	703,266	768,131
District's covered-employee payroll	582,762	584,123	568,012	559,568
District's proportionate share of the net pension liability (asset) as a percentage of its covered-employee payroll	170.90%	126.11%	123.81%	137.27%
Plan fiduciary net position as a percentage of the total pension liability	58.30%	65.47%	66.32%	59.81%

In accordance with GASB statement #68, Accounting and Financial Reporting for Pensions, the District is required to disclose historical information for each of the prior ten years within a schedule of changes in the District's proportionate share of the net pension liability and schedule of District contributions. The District implemented the provisions of GASB statement #68 during the year ended June 30, 2015. Accordingly, the historic information has only been presented for those years which information was readily available. Additional disclosures will be made in future years as additional information becomes available.

NEWINGTON, NEW HAMPSHIRE, SCHOOL DISTRICT

COMBINING BALANCE SHEET
ALL SPECIAL REVENUE FUNDS
JUNE 30, 2017

	Federal Projects	Private Projects	School Lunch Programs	Totals
ASSETS:				
Cash	\$ -	\$ -	\$ -	\$ -
Due from other governments	1,085	-	286	1,371
Due from other funds	4,217	-	-	4,217
Inventories	-	-	550	550
TOTAL ASSETS	\$ 5,302	\$ -	\$ 836	\$ 6,138
LIABILITIES AND FUND BALANCE:				
Liabilities:				
Due to other funds	\$ -	\$ -	\$ 286	\$ 286
Other payables	1,085	-	-	1,085
TOTAL LIABILITIES	1,085	-	286	1,371
Fund Balance				
Reserved for special purposes	4,217	-	550	4,767
TOTAL FUND BALANCE	4,217	-	550	4,767
TOTAL LIABILITIES AND FUND BALANCE	\$ 5,302	\$ -	\$ 836	\$ 6,138

The accompanying notes are an integral part of these financial statements.

NEWINGTON, NEW HAMPSHIRE, SCHOOL DISTRICT

COMBINING STATEMENT OF REVENUES, EXPENDITURES, AND CHANGES IN FUND BALANCE
ALL SPECIAL REVENUE FUNDS
FOR THE YEAR ENDED JUNE 30, 2017

	Federal Projects	Private Projects	School Lunch Program	Totals
REVENUES:				
Intergovernmental	\$ 16,266	\$ -	\$ -	\$ 16,266
Food and milk sales	3,785	-	20,279	24,064
Interest and other	3,206	-	-	3,206
TOTAL REVENUES	23,257	-	20,279	43,536
EXPENDITURES:				
Food service	-	-	37,993	37,993
Instruction	7,397	-	-	7,397
Support services	11,897	-	-	11,897
TOTAL EXPENDITURES	19,294	-	37,993	57,287
EXCESS (DEFICIENCY) OF REVENUES OVER EXPENDITURES	3,963	-	(17,714)	(13,751)
OPERATING TRANSFERS IN	-	-	13,251	13,251
EXCESS OF REVENUES AND OTHER SOURCES OVER EXPENDITURES	3,963	-	(4,463)	(500)
FUND BALANCE AT BEGINNING OF YEAR	1,653	2,387	1,227	5,267
FUND BALANCE AT END OF YEAR	\$ 5,616	\$ 2,387	\$ (3,236)	\$ 4,767

The accompanying notes are an integral part of these financial statements.

**INDEPENDENT AUDITOR'S REPORT ON INTERNAL CONTROL OVER FINANCIAL
REPORTING AND ON COMPLIANCE AND OTHER MATTERS BASED ON
AN AUDIT OF FINANCIAL STATEMENTS PERFORMED
IN ACCORDANCE WITH *GOVERNMENT AUDITING STANDARDS***

Newington School Board
Newington, New Hampshire, School District
Newington, NH 03870

We have audited, in accordance with the 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, the financial statements of the governmental activities and each major fund of the Newington, New Hampshire, School District (the "District"), as of and for the year ended June 30, 2017, and the related notes to the financial statements, which collectively comprise the District's basic financial statements, and have issued our report thereon dated December 21, 2017.

Internal Control Over Financial Reporting

In planning and performing our audit of the financial statements, we considered the District's internal control over financial reporting (internal control) to determine the audit procedures that are appropriate in the circumstances for the purpose of expressing our opinion on the financial statements, but not for the purpose of expressing an opinion on the effectiveness of the District's internal control. Accordingly, we do not express an opinion on the effectiveness of the District's internal control.

A *deficiency in internal control* exists when the design or operation of a control does not allow management or employees, in the normal course of performing their assigned functions, to prevent, or detect and correct, misstatements on a timely basis. A *material weakness* is a deficiency, or a combination of deficiencies, in internal control, such that there is a reasonable possibility that a material misstatement of the entity's financial statements will not be prevented, or detected and corrected on a timely basis. A *significant deficiency* is a deficiency, or a combination of deficiencies, in internal control that is less severe than a material weakness, yet important enough to merit attention by those charged with governance.

Our consideration of internal control was for the limited purpose described in the first paragraph of this section and was not designed to identify all deficiencies in internal control that might be material weaknesses or, significant deficiencies. Given these limitations, during our audit we did not identify any deficiencies in internal control that we consider to be material weaknesses. However, material weaknesses may exist that have not been identified.



Compliance and Other Matters

As part of obtaining reasonable assurance about whether the District's financial statements are free from material misstatement, we performed tests of its compliance with certain provisions of laws, regulations, contracts, and grant agreements, noncompliance with which could have a direct and material effect on the determination of financial statement amounts. However, providing an opinion on compliance with those provisions was not an objective of our audit, and accordingly, we do not express such an opinion. The results of our tests disclosed no instances of noncompliance or other matters that are required to be reported under *Government Auditing Standards*.

Purpose of this Report

The purpose of this report is solely to describe the scope of our testing of internal control and compliance and the results of that testing, and not to provide an opinion on the effectiveness of the entity's internal control or on compliance. This report is an integral part of an audit performed in accordance with *Government Auditing Standards* in considering the entity's internal control and compliance. Accordingly, this communication is not suitable for any other purpose.

A handwritten signature in black ink, appearing to read "BJHC PC". The letters are stylized and slanted.

Topsfield, Massachusetts
December 21, 2017

**Newington School District
New Hampshire
Warrant and Budget
2017**

To the inhabitants of the town of Newington School District in the County of Rockingham in the state of New Hampshire qualified to vote in school district affairs are hereby notified and warned of the Annual Meeting will be held as follows:

Date: March 18, 2017

Time: 10:00 a.m.

Location: Newington Town Hall

Details: 205 Nimble Hill Road, Newington, NH 03801

Cosmas Iocovozzi, acting as School District Moderator Pro-Temp for Ruth Fletcher who was absent due to illness, opened the 2017 Newington School District Annual Meeting at 10:00 AM on Saturday, March 18, 2017, with the Pledge of Allegiance. Moderator Iocovozzi introduced the School Board members, Deirdre Link, Mark Joyce and David Mueller and also those present in the audience representing the school system: James Katkin, SAU 50 Business Administrator; Peter Latchaw, Newington Public School Principal; Sal Petralia, SAU 50 Superintendent; and Kelli Killen, SAU 50 Assistant Superintendent. Moderator Iocovozzi then read the Moderator's Rules and recognized all servicemen and veterans in the audience before reading each article of the warrant.

Article 1: 2017-18 Proposed Operating Budget

To see if the Newington School District will vote to raise and appropriate the Budget Committee's recommended amount of **\$2,120,248 (Two Million One Hundred Twenty Thousand Two Hundred Forty-Eight Dollars)** for the support of schools, for the payment of salaries for the school district officials and agents, and for the payment for the statutory obligations of the District. This article does not include appropriations contained in special or individual articles addressed separately. (Majority vote required.) (NOTE: This warrant article {operating budget} does not include appropriations in ANY other warrant article.)

The Newington School Board recommends this article.

The Newington Budget Committee recommends this article.

Moderator Iocovozzi read Article 1 and asked for a motion. The article was moved by Jack O'Reilly and seconded by Peter Welch. There was no discussion and after a vote with a show of hands, the motion passed.

Article 2: Collective Bargaining Agreement

To see if the Newington School District will vote to approve the cost items included in the collective bargaining agreement reached between the Newington School Board and the Association of Coastal Teachers - Newington which calls for the following increases in salaries and benefits at the current staffing level:

Fiscal Year	Estimated Increase
2017-18	\$19,103
2018-19	7,700

2019-20	14,219
2020-21	5,796
2021-22	14,651

and further to raise and appropriate the sum of **\$19,103 (Nineteen Thousand One Hundred Three Dollars)** for the current fiscal year, such sum representing the additional costs attributable to the increase in salaries and benefits required by the new agreement over those that would be paid at current staffing levels. (Majority vote required.) (NOTE: This appropriation is in addition to Warrant Article 1, the operating budget article.)

The Newington School Board recommends this appropriation.

The Newington Budget Committee recommends this appropriation.

Moderator Iocovozzi read Article 2 and asked for a motion. The article was moved by Ken Latchaw and seconded by Jack O'Reilly. There was no discussion and after a count with a show of hands yielded 37 – Yes, and 0 - No, the motion passed.

Article 3: Call a Special Meeting

Shall the Newington School District, if warrant article 2 is defeated, authorize the governing body to call one (1) special meeting, at its option to address warrant article 2 cost items only? (Majority vote required.)

Moderator Iocovozzi stated that since Article 2 had passed, there was no need for a vote on Article 3.

Article 4: Appropriate Funds to Building and Grounds Expendable Trust Fund

To see if the Newington School District will vote to raise and appropriate the sum of **\$30,000 (Thirty Thousand Dollars)** to be placed in the Building and Grounds Expendable Trust Fund previously established, with such sum to be funded from the June 30, 2017 unassigned fund balance. (Majority vote required.) (NOTE: This appropriation is in addition to Warrant Article 1, the operating budget article.)

The Newington School Board recommends this appropriation.

The Newington Budget Committee recommends this appropriation.

Moderator Iocovozzi read Article 4 and asked for a motion. The article was moved by Karen Crowley and seconded by Larry Wahl. There was no discussion and after a vote with a show of hands, the motion passed.

Article 5: Establish Tuition Expendable Trust Fund

To see if the Newington School District will vote to establish a Tuition Expendable Trust Fund per RSA 198:20-c, for meeting student tuition expenses and to raise and appropriate **\$35,000 (Thirty Five Thousand Dollars)** to be placed in this fund with funding to come from the June 30, 2017 unassigned fund balance; further to name the Newington School Board as agents to expend from the fund. (Majority vote required.) (NOTE: This appropriation is in addition to Warrant Article 1, the operating budget article.)

The Newington School Board recommends this appropriation.

The Newington Budget Committee recommends this appropriation.

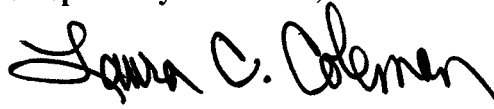
Moderator Iocovozzi read Article 5 and asked for a motion. The article was moved by Darin Sabine and seconded by Peggy Lamson. There was no discussion and after a vote with a show of hands, the motion passed.

Moderator Iocovozzi read the results from the election which was postponed from Tuesday, March 14, 2017 until Thursday, March 16, 2017 due to a blizzard.

School Board Member – John “Jack” O’Reilly 217 (Unopposed)

Moderator Iocovozzi recognized School Board member Mark Joyce who thanked departing member Deirdre Link for her thirteen years of service on the School Board and also for her previous seven years as School District Treasurer. After Deirdre Link was presented with flowers, Moderator Iocovozzi asked for a motion to adjourn the meeting. Larry Wahl made the motion and Skip Cole seconded that motion. The meeting was closed at 10:14 AM.

Respectfully submitted,

A handwritten signature in black ink that reads "Laura C. Coleman". The signature is fluid and cursive, with the first letters of each word being capitalized and prominent.

Laura C. Coleman
School District Clerk
March 18, 2017

NEWINGTON SCHOOL DISTRICT

2018

The State of New Hampshire

To the Inhabitants of the School District of the Town of Newington, in the County of Rockingham and State of New Hampshire, qualified to vote upon district affairs:

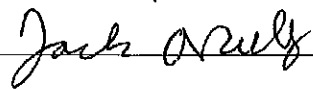
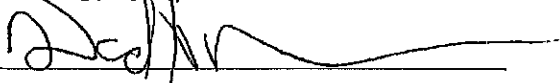
You are hereby notified to meet at the Newington Town Hall in said District on Tuesday, March 13, 2018, at 11:00 o'clock in the forenoon until 7:00 o'clock in the evening, to vote on the following:

1. To choose One (1) Member of the School Board for the ensuing three years.
2. To choose One (1) School District Clerk for the ensuing two years.
3. To choose One (1) School District Moderator for the ensuing two years.
4. To choose One (1) School District Treasurer for the ensuing two years.

NOTICE: The foregoing procedure calling for election of your district officers at the annual meeting was adopted by the district at its 1962 meeting.

Given under our hands and seals at said Newington this 8th day of February, 2018

A true copy of warrant -- Attest



Newington School Board

School: Newington Local School

New Hampshire

Warrant

2018

To the inhabitants of the town of Newington Local School in the County of Rockingham in the state of New Hampshire qualified to vote in school district affairs are hereby notified and warned of the Annual Meeting will be held as follows:

Date: March 17, 2018

Time: 10:00 am

Location: Newington Town Hall

Details: 205 Nimble Hill Road Newington, NH 03801

Article 01: 2018-19 Proposed Operating Budget

To see if the Newington School District will vote to raise and appropriate the Budget Committee's recommended amount of \$2,249,905 (Two Million Two Hundred Forty Nine Thousand Nine Hundred Five Dollars) for the support of schools, for the payment of salaries for the school district officials and agents, and for the payment for the statutory obligations of the District. This article does not include appropriations contained in special or individual articles addressed separately. (Majority vote required)(NOTE: This warrant article {operating budget} does not include appropriations in ANY other warrant article.)

The Newington School Board recommends this article.

The Newington Budget Committee recommends this article.

Article 02: Appropriate Funds to the Special Education Trust Fund

To see if the Newington School District will vote to raise and appropriate the sum of \$30,000 (Thirty Thousand Dollars) to be placed in the Special Education Expendable Trust Fund previously established, with such sum to be funded from the June 30, 2018 unassigned fund balance. (Majority vote required)

The Newington School Board recommends this appropriation.

The Newington Budget Committee recommends this appropriation.

Article 03: Appropriate Funds to Building and Grounds Expendable Trust Fund

To see if the Newington School District will vote to raise and appropriate the sum of \$20,000 (Twenty Thousand Dollars) to be placed in the Building and Grounds Expendable Trust Fund previously established, with such sum to be funded from the June 30, 2018 unassigned fund balance. (Majority vote required)

The Newington School Board recommends this appropriation.

The Newington Budget Committee recommends this appropriation.

Article 04: Appropriate Funds into the Tuition Trust Fund

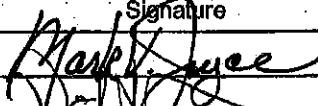
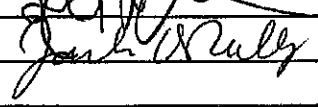
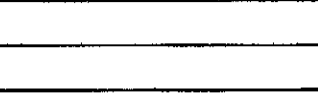
To see if the Newington School District will vote to raise and appropriate the sum of \$17,350 (Seventeen Thousand Three Hundred and Fifty Dollars) to be placed in the Tuition Expendable Trust Fund previously established, with such sum to be funded from the June 30, 2018 unassigned fund balance. (Majority vote required)

The Newington School Board recommends this appropriation.

The Newington Budget Committee recommends this appropriation.

Given under our hands, February 1, 2018

We certify and attest that on or before February 8, 2018 we posted a true and attested copy of the within Warrant at the place of meeting, and like copies at the SAU 50 offices and the Newington Town Hall, and delivered the original to the Town Administrator.

Printed Name	Position	Signature
Mark Joyce	School Board Chair	
David Mueller	School Board Vice-Chair	
Jack O'Reilly	School Board Member	



2018

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School Budget Form

Newington Local School

For School Districts which have adopted the provisions of RSA 32:14 through RSA 32:24

Appropriations and Estimates of Revenue for the Fiscal Year from:

July 1, 2018 to June 30, 2019

Form Due Date: 20 Days after the Annual Meeting

This form was posted with the warrant on: 2/8/18

SCHOOL BUDGET COMMITTEE CERTIFICATION

Under penalties of perjury, I declare that I have examined the information contained in this form and to the best of my belief it is true, correct and complete.

Name	Position	Signature
John Lamson	Chair	
Brandon Arseneault	Vice-Chair	
Sandra Sweeney	Member	
Jennifer Kent Weiner	Member	
Alan Wilson	Member	
Katherine Latchaw	Member	
Rick Stern	Member	
James Belanger	Member	
David Mueller	Member	
Timothy (Ted) Connors	Member	

This form must be signed, scanned, and uploaded to the Municipal Tax Rate Setting Portal:
<https://www.proptax.org/>

For assistance please contact:

NH DRA Municipal and Property Division

(603) 230-5090

<http://www.revenue.nh.gov/mun-prop/>



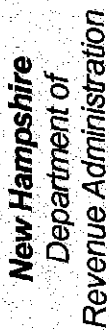
New Hampshire
Department of
Revenue Administration

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Appropriations

Account	Purpose	Article	Expenditures Prior Year	Appropriations Current Year as Approved by DRA	School Board's Appropriations Ensuing FY (Recommended)	School Board's Appropriations Ensuing FY (Not Recommended)	Budget Committee's Appropriations Ensuing FY (Recommended)	Budget Committee's Appropriations Ensuing FY (Not Recommended)
Instruction								
1100-1199	Regular Programs	01	\$753,743	\$913,730	\$1,026,206	\$0	\$1,026,206	\$0
1200-1299	Special Programs	01	\$109,287	\$130,711	\$160,972	\$0	\$160,972	\$0
1300-1399	Vocational Programs		\$0	\$0	\$0	\$0	\$0	\$0
1400-1499	Other Programs	01	\$15,192	\$22,361	\$29,896	\$0	\$29,896	\$0
1500-1599	Non-Public Programs		\$0	\$0	\$0	\$0	\$0	\$0
1600-1699	Adult/Continuing Education Programs	01	\$0	\$0	\$0	\$0	\$0	\$0
1700-1799	Community/Junior College Education Programs	01	\$0	\$0	\$0	\$0	\$0	\$0
1800-1899	Community Service Programs		\$0	\$0	\$0	\$0	\$0	\$0
Instruction Subtotal					\$1,217,074	\$0	\$1,217,074	\$0
Support Services								
2000-2199	Student Support Services	01	\$60,441	\$72,300	\$73,429	\$0	\$73,429	\$0
2200-2299	Instructional Staff Services	01	\$23,185	\$32,180	\$35,278	\$0	\$35,278	\$0
Support Services Subtotal					\$108,707	\$0	\$108,707	\$0
General Administration								
0000-0000	Collective Bargaining		\$0	\$0	\$0	\$0	\$0	\$0
2310 (840)	School Board Contingency		\$0	\$0	\$0	\$0	\$0	\$0
2310-2319	Other School Board	01	\$22,816	\$23,350	\$23,980	\$0	\$23,980	\$0
General Administration Subtotal					\$23,980	\$0	\$23,980	\$0
Executive Administration								
2320 (310)	SAU Management Services	01	\$161,216	\$194,940	\$187,657	\$0	\$187,657	\$0
2320-2399	All Other Administration		\$0	\$0	\$0	\$0	\$0	\$0
2400-2499	School Administration Service	01	\$115,898	\$121,708	\$133,348	\$0	\$133,348	\$0
2500-2599	Business		\$0	\$900	\$0	\$0	\$0	\$0
2600-2699	Plant Operations and Maintenance	01	\$81,416	\$74,676	\$80,223	\$0	\$80,223	\$0
2700-2799	Student Transportation	01	\$58,087	\$118,726	\$90,063	\$0	\$90,063	\$0
2800-2899	Support Service, Central and Other	01	\$321,882	\$357,503	\$334,049	\$0	\$334,049	\$0
Executive Administration Subtotal					\$866,253	\$0	\$866,253	\$0



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Non-Instructional Services									
3100	Food Service Operations	01	\$0	\$31,966	\$33,804	\$0	\$33,804	\$0	\$0
3200	Enterprise Operations		\$0	\$0	\$0	\$0	\$0	\$0	\$0
Non-Instructional Services Subtotal			\$0	\$31,966	\$33,804	\$0	\$33,804	\$0	\$0
Facilities Acquisition and Construction									
4100	Site Acquisition		\$0	\$0	\$0	\$0	\$0	\$0	\$0
4200	Site Improvement		\$0	\$0	\$0	\$0	\$0	\$0	\$0
4300	Architectural/Engineering		\$0	\$0	\$0	\$0	\$0	\$0	\$0
4400	Educational Specification Development		\$0	\$0	\$0	\$0	\$0	\$0	\$0
4500	Building Acquisition/Construction		\$0	\$0	\$0	\$0	\$0	\$0	\$0
4600	Building Improvement Services	01	\$55,901	\$4,500	\$1,000	\$0	\$1,000	\$0	\$0
4900	Other Facilities Acquisition and Construction		\$0	\$0	\$0	\$0	\$0	\$0	\$0
Facilities Acquisition and Construction Subtotal			\$55,901	\$4,500	\$1,000	\$0	\$1,000	\$0	\$0
Other Outlays									
5110	Debt Service - Principal		\$0	\$0	\$0	\$0	\$0	\$0	\$0
5120	Debt Service - Interest		\$0	\$0	\$0	\$0	\$0	\$0	\$0
Other Outlays Subtotal			\$0	\$0	\$0	\$0	\$0	\$0	\$0
Fund Transfers									
5220-5221	To Food Service		\$0	\$0	\$0	\$0	\$0	\$0	\$0
5222-5229	To Other Special Revenue	01	\$0	\$40,000	\$40,000	\$0	\$40,000	\$0	\$0
5230-5239	To Capital Projects		\$0	\$0	\$0	\$0	\$0	\$0	\$0
5254	To Agency/Funds		\$0	\$0	\$0	\$0	\$0	\$0	\$0
5300-5399	Intergovernmental Agency Allocation		\$0	\$0	\$0	\$0	\$0	\$0	\$0
9990	Supplemental Appropriation		\$0	\$0	\$0	\$0	\$0	\$0	\$0
9992	Deficit Appropriation		\$0	\$0	\$0	\$0	\$0	\$0	\$0
Fund Transfers Subtotal			\$0	\$40,000	\$40,000	\$0	\$40,000	\$0	\$0
Total Operating Budget Appropriations			\$1,779,134	\$2,139,351	\$2,249,905	\$0	\$2,249,905	\$0	\$0



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Special Warrant Articles

Account	Purpose	Article	Expenditures Prior Year	Appropriations Current Year as Approved by DRA	School Board's Appropriations Enacting FY (Recommended)	School Board's Appropriations Enacting FY (Not Recommended)	Budget Committee's Appropriations Enacting FY (Recommended)	Budget Committee's Appropriations Enacting FY (Not Recommended)
5251	To Capital Reserve Fund		\$0	\$0	\$0	\$0	\$0	\$0
5252	To Expendable Trust Fund		\$0	\$0	\$0	\$0	\$0	\$0
5253	To Non-Expendable Trust Fund		\$0	\$0	\$0	\$0	\$0	\$0
5252	To Expendable Trusts/Fiduciary Funds	02	\$0	\$0	\$30,000	\$0	\$30,000	\$0
Purpose: Appropriate funds to the special education trust f								
5252	To Expendable Trusts/Fiduciary Funds	03	\$0	\$0	\$20,000	\$0	\$20,000	\$0
Purpose: Appropriate Funds to Building and Grounds Expendab								
5252	To Expendable Trusts/Fiduciary Funds	04	\$0	\$0	\$17,350	\$0	\$17,350	\$0
Purpose: Appropriate funds into the tuition trust fund								
Total Proposed Special Articles			\$0	\$0	\$67,350	\$0	\$67,350	\$0



Individual Warrant Articles

Account	Purpose	Article	Expenditures Prior Year	Appropriations Current Year as Approved by DRA	School Board's		School Board's		Budget	
					Appropriations Ensuing FY (Recommended)	Appropriations Ensuing FY (Not Recommended)	Appropriations Ensuing FY (Recommended)	Appropriations Ensuing FY (Not Recommended)	Committee's Appropriations Ensuing FY (Recommended)	Committee's Appropriations Ensuing FY (Not Recommended)
Total Proposed Individual Articles										



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Revenues

Account	Source	Article	Revised Revenues Current Year	School Board's Estimated Revenues	Budget Committee's Estimated Revenues
Local Sources					
1300-1349	Tuition	01	\$67,308	\$57,283	\$57,283
1400-1449	Transportation Fees		\$0	\$0	\$0
1500-1599	Earnings on Investments		\$0	\$0	\$0
1600-1699	Food Service Sales	01	\$20,000	\$20,000	\$20,000
1700-1799	Student Activities	01	\$9,000	\$9,000	\$9,000
1800-1899	Community Service Activities		\$0	\$0	\$0
1900-1999	Other Local Sources	01	\$1,000	\$1,000	\$1,000
Local Sources Subtotal			\$97,308	\$87,283	\$87,283
State Sources					
3210	School Building Aid		\$0	\$0	\$0
3215	Kindergarten Building Aid		\$0	\$0	\$0
3220	Kindergarten Aid	01	\$0	\$11,000	\$11,000
3230	Catastrophic Aid		\$0	\$0	\$0
3240-3249	Vocational Aid		\$0	\$0	\$0
3250	Adult Education		\$0	\$0	\$0
3260	Child Nutrition	01	\$300	\$300	\$300
3270	Driver Education		\$0	\$0	\$0
3290-3299	Other State Sources		\$0	\$0	\$0
State Sources Subtotal			\$300	\$11,300	\$11,300



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Revenues

Federal Sources			
4100-4539	Federal Program Grants	01	\$30,000
4540	Vocational Education		\$0
4550	Adult Education		\$0
4560	Child Nutrition	01	\$3,500
4570	Disabilities Programs		\$0
4580	Medicaid Distribution	01	\$15,000
4590-4999	Other Federal Sources (non-4810)		\$0
4810	Federal Forest Reserve		\$0
Federal Sources Subtotal			\$48,500
Other Financing Sources			
5110-5139	Sale of Bonds or Notes		\$0
5140	Reimbursement Anticipation Notes		\$0
5221	Transfer from Food Service Special Revenue Fund		\$0
5222	Transfer from Other Special Revenue Funds		\$0
5230	Transfer from Capital Project Funds		\$0
5251	Transfer from Capital Reserve Funds		\$0
5252	Transfer from Expandable Trust Funds		\$0
5253	Transfer from Non-Expendable Trust Funds		\$0
5300-5699	Other Financing Sources		\$0
9997	Supplemental Appropriation (Contra)		\$0
9998	Amount Voted from Fund Balance	04, 03, 02	\$97,350
9999	Fund Balance to Reduce Taxes	01	\$164,774
Other Financing Sources Subtotal			\$232,124
Total Estimated Revenues and Credits			\$379,207



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Budget Summary

Item	Current Year	School Board Ensluing FY (Recommended)	Budget Committee Ensluing FY (Recommended)
Operating Budget Appropriations	\$2,027,024	\$2,249,905	\$2,249,905
Special Warrant Articles	\$80,000	\$67,350	\$67,350
Individual Warrant Articles	\$0	\$0	\$0
Total Appropriations	\$2,107,024	\$2,317,255	\$2,317,255
Less Amount of Estimated Revenues & Credits	\$190,480	\$379,207	\$379,207
Less Amount of State Education Tax/Grant		\$0	\$0
Estimated Amount of Taxes to be Raised		\$1,938,048	\$1,938,048



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Supplemental Schedule

1. Total Recommended by Budget Committee	\$2,317,255
Less Exclusions:	
2. Principal: Long-Term Bonds & Notes	\$0
3. Interest: Long-Term Bonds & Notes	\$0
4. Capital outlays funded from Long-Term Bonds & Notes	\$0
5. Mandatory Assessments	\$0
6. Total Exclusions (Sum of Lines 2 through 5 above)	\$0
7. Amount Recommended, Less Exclusions (Line 1 less Line 6)	\$2,317,255
8. 10% of Amount Recommended, Less Exclusions (Line 7 x 10%)	\$231,725.50
Collective Bargaining Cost Items:	
9. Recommended Cost Items (Prior to Meeting)	\$0
10. Voted Cost Items (Voted at Meeting)	\$0
11. Amount voted over recommended amount (Difference of Lines 9 and 10)	\$0
12. Bond Override (RSA 32:18-a), Amount Voted	\$0
Maximum Allowable Appropriations Voted at Meeting: (Line 1 + Line 8 + Line 11 + Line 12)	\$2,548,981



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Supplemental Schedule

1. Total Recommended by Budget Committee	\$14,000,230
Less Exclusions:	
2. Principal: Long-Term Bonds & Notes	\$0
3. Interest: Long-Term Bonds & Notes	\$0
4. Capital outlays funded from Long-Term Bonds & Notes	\$0
5. Mandatory Assessments	\$0
6. Total Exclusions (Sum of Lines 2 through 5 above)	\$0
7. Amount Recommended, Less Exclusions (Line 1 less Line 6)	\$14,000,230
8. 10% of Amount Recommended, Less Exclusions (Line 7 x 10%)	\$1,400,023.00
Collective Bargaining Cost Items:	
9. Recommended Cost Items (Prior to Meeting)	\$0
10. Voted Cost Items (Voted at Meeting)	\$0
11. Amount voted over recommended amount (Difference of Lines 9 and 10)	\$0
12. Bond Override (RSA 32:18-a), Amount Voted	\$0
Maximum Allowable Appropriations Voted at Meeting: (Line 1 + Line 8 + Line 11 + Line 12)	\$15,400,253

Little Bay Lobster Company



ThermoFisher
SCIENTIFIC



JCPenney



SEARS



CHIPOTLE



Great Bay Marine



Portsmouth Sign





Don't see your company's picture?
Please send it to us and we will add it
to a further edition on our website and
in next year's report!

