

*MERRIMACK VILLAGE DISTRICT
ANNUAL REPORT
2013*



Providing Safe, Clean Drinking Water to the Merrimack Community

*Annual Meeting * Merrimack, N.H. * March 25, 2014 at 7pm
Café at Middle School – Madeline Bennett Drive*

MERRIMACK VILLAGE DISTRICT ANNUAL REPORT 2013

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MVD OFFICERS AND STAFF

District Officers

		<u>Term Expires</u>
Chairman	Tom Nutting	2015
Vice Chairman	Lon Woods	2015
Commissioner	Anthony Pellegrino	2014
Personnel Liaison	George (Chip) Keller	2013
Commissioner	Joe Comer	2014
Moderator	Lynn Christensen	2014
Clerk	Jill Lavoie	2014
Treasurer	Martin Carrier	2015
Secretary	Rita Carlton	Not elected

MVD Staff

Superintendent	Ron Miner
Finance and Human Resources	Natalie Therrien
Customer Service & Billing	Carol Sutton
Admin. Manager/Water Quality Support	Jill Lavoie
Distribution Foreman	David Fredrickson
Assistant Distribution Foreman	Stephen Chase
Field Tech – Distribution	Ed Lambert
	Dan St. Pierre
	Heinz Smith
	Brian Hieken
Treatment Supervisor	Kevin Gurney
Assistant Treatment Supervisor	Jason Dubois
Field Tech – Treatment	James Colburn

Contact Information:

Telephone: (603) 424-9241 Fax: (603) 424-0563

Address: 2 Greens Pond Road Merrimack, NH 03054

Payment Information:

Pay on line by visiting the MVD website at www.mvdwater.org. You can pay with *credit cards*, *pin less debit cards*, or *E-Checks*. We also offer *a toll free number* found on the website to *pay by phone*.

A transaction fee will be charged by the service provider for the above payment methods.

Website: www.mvdwater.org



MERRIMACK VILLAGE DISTRICT

MISSION STATEMENT

“The Merrimack Village District will develop, operate and maintain our water system in a cost effective manner.”

Revised and adopted by the Board of Commissioners September 16, 2013

Merrimack Village District

Board of Commissioners & Elected Officers Update

The Merrimack Village District Board of Commissioners consists of five members that meet monthly and/or at the call of the Chair. The Commissioners and elected officers are elected by the registered voters at the Annual Meeting in March and strive to provide high quality water and service to the rate payers of the District.

Chairman - Tom Nutting has been a commissioner with the MVD since March 2003. He also served as Vice Chairman and Liaison to the Budget Committee. Tom is a former owner of an electrical business in Merrimack.

Commissioner - Lon Woods had previously served on the MVD Board of Commissioners for many years and was elected again in 2006. Lon has also served the Town of Merrimack in many capacities as a member of the Charter Study Commission, School Board and Budget Committee.

Commissioner - George (Chip) Keller was elected to the Board in 2007 as a commissioner. He is a registered land surveyor with The State of New Hampshire and is associated with Fieldstone Land Consultants, PLLC. and is the former owner of George F. Keller Inc. Civil Engineers.

Personnel Liaison - Tony Pellegrino was elected to the Board in March 2005. He had previously been a commissioner for more than twelve years. He also served the Town of Merrimack as a selectman and member of the Conservation Commission.

Commissioner - Joe Comer was elected to the Board in 2011 as a commissioner. He worked for over 36 years with the Town of Merrimack in the Fire Department and Building Department.

Moderator - Lynn Christensen

Clerk - Jill Lavoie

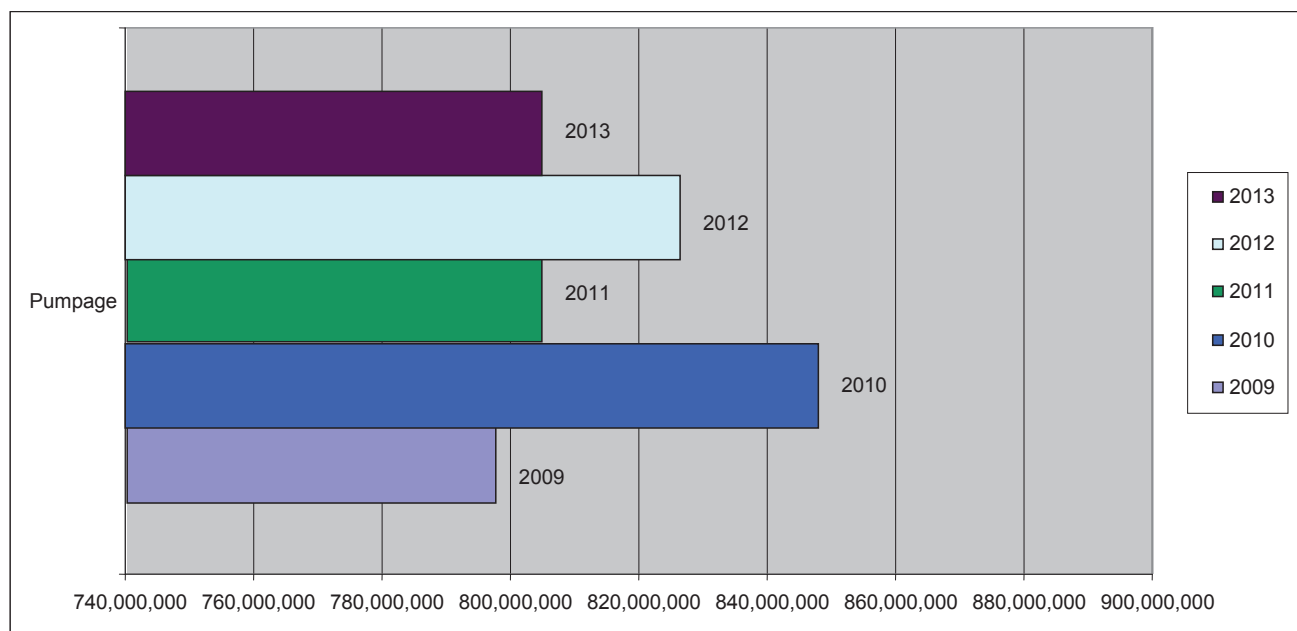
Treasurer - Martin Carrier

Secretary - Rita Carlton (not an elected position)

Chairman Tom Nutting would like to thank the Board of Commissioners and the entire MVD staff for their support and dedication

About the Merrimack Village District

The Merrimack Village District (MVD) is a Municipal Corporation established and regulated in accordance with the provisions of RSA 52 as amended. Under this law, the District has similar powers like a town and is governed by a five-member Board of Commissioners, Clerk, Treasurer and Moderator. The registered voters of Merrimack elect the officers at the District's Annual Meeting. The MVD provides water to over 85% of the town by servicing and maintaining 852,185 feet of pipe, 889 fire hydrants, 7 wells (6 active, 1 inactive), 3 water storage tanks and 2 booster stations. The MVD manages over 7,500 customer accounts, which include residents and businesses. As the town continues to grow, new water mains and fire hydrants continue to be added to the MVD system. In 2013, the gallons of water pumped for the year was 812,423,600. The following chart shows the total gallons pumped per year for the past 5 years.



The MVD website (www.mvdwater.org) continues to be updated and provides a vast amount of information for all Merrimack residents. Several items you can find on the website are: Schedule of Rates, Approved Budget, Flushing program, Public/Legal notices and the 2014 Calendar.

Consumer Confidence Report

Merrimack Village District

2013

What is a Consumer Confidence Report?

The Consumer Confidence Report (CCR) details the quality of your drinking water, where it comes from, and where you can get more information. This annual report documents all detected primary and secondary drinking water parameters, and compares them to their respective standards known as Maximum Contaminant Levels (MCLs).

The sources of drinking water

(both tap water and bottled water) include rivers, lakes, streams, ponds, reservoirs, springs, and wells. As water travels over the surface of the land or through the ground, it dissolves naturally-occurring minerals and, in some cases, radioactive material, and can pick up substances resulting from the presence of animals or from human activity.

Contaminants that may be present in source water include:

- Microbial contaminants**, such as viruses and bacteria, which may come from sewage treatment plants, septic systems, agricultural livestock operations, and wildlife.
- Inorganic contaminants**, such as salts and metals, which can be naturally occurring or result from urban storm water runoff, industrial or domestic wastewater discharges, oil and gas production, mining or farming.
- Pesticides and herbicides**, which may come from a variety of sources such as agriculture, urban stormwater runoff, and residential uses.
- Organic chemical contaminants**, including synthetic and volatile organic chemicals, which are by-products of industrial processes and petroleum production, and can also come from gas stations, urban storm water runoff, and septic systems.
- Radioactive contaminants**, which can be naturally-occurring or be the result of oil and gas production and mining activities.

NOW IT COMES WITH A LIST OF INGREDIENTS.



In order to ensure that tap water is safe to drink, EPA prescribes regulations which limit the amount of certain contaminants in water provided by public water systems. The US Food and Drug Administration (FDA) regulations establish limits for contaminants in bottled water which must provide the same protection for public health.

What is the source of my drinking water?

The District is supplied by 6 "ground water" wells known locally as Wells 2, 3, 4, 5, 7 and 8. Water is treated as required at the pumping stations prior to being released into the District network. The source assessment done in 2002 indicates that our wells are rated overall in LOW vulnerability to the susceptible criteria used. Four (4) wells were rated low, the other two (2) wells were rated in the medium range. The 4 page completed report can be obtained from the NHDES website at:

<http://des.nh.gov/organization/divisions/water/dwgb/dwssp/reports/documents/merrimack.pdf>

Why are contaminants in my water? Drinking water, including bottled water, may reasonably be expected to contain at least small amounts of some contaminants. The presence of contaminants does not necessarily indicate that water poses a health risk. More information about contaminants and potential health effects can be obtained by calling the Environmental Protection Agency's Safe Drinking Water Hotline at 1-800-426-4791.

Do I need to take special precautions? Some people may be more vulnerable to contaminants in drinking water than the general population. Immuno-compromised persons such as persons with cancer undergoing chemotherapy, persons who have undergone organ transplants, people with HIV/AIDS or other immune system disorders, some elderly, and infants can be particularly at risk from infections. These people should seek advice about drinking water from their health care providers. EPA/CDC guidelines on appropriate means to lessen the risk of infection by *Cryptosporidium* and other microbial contaminants are available from the Safe Drinking Water Hotline at 1-800-426-4791.

Source Water Assessment Summary

DES prepared drinking water source assessment reports for all public water systems between 2000 and 2003 in an effort to assess the vulnerability of each of the state's public water supply sources. Included in the report is a map of each source water protection area, a list of potential and known contamination sources, and a summary of available protection options. The results of the assessment, prepared for Well 7 in 2000 and the remainder of the wells in 2002 are noted below.

Well #	Susceptibility Rating		
	High	Medium	Low
1	1	2	9
2	1	2	9
3	1	2	9
4	3	4	5
5	4	3	5
7	1	2	9
8	1	2	9

Note: This information is over 10 years old and includes information that was current at the time the report was completed. Therefore, some of the ratings might be different if updated to reflect current information. At the present time, DES has no plans to update this data.

The complete Assessment Report is available for review at MVD, 2 Greens Pond Road, Merrimack, NH. For more information, call Ronald Miner, Jr, Superintendent at (603) 424-9241 x107 or visit the DES Drinking Water Source Assessment website at <http://des.nh.gov/organization/divisions/water/dwgb/dwssp/dwssp.htm>.

How can I get involved?

For more information about your drinking water, please call Jill Lavoie, Water Quality Testing at (603) 424-9241 x103 (email jill.lavoie@mvdwater.org) or Superintendent Ronald Miner, Jr. at (603) 424-9241 x107 (email ron.miner@mvdwater.org).

The MVD Board of Commissioners meets the 3rd Monday of each month except holidays. You may submit questions in writing to the MVD by sending them to 2 Greens Pond Road, Merrimack, NH 03054.

Violations None.

Definitions

Ambient Groundwater Quality Standard or AGQS: The maximum concentration levels for contaminants in groundwater that are established under RSA 485-C, the Groundwater Protection Act.

Maximum Contaminant Level or MCL: The highest level of a contaminant that is allowed in drinking water. MCLs are set as close to the MCLGs as feasible using the best available treatment technology.

Maximum Contaminant Level Goal or MCLG: The level of a contaminant in drinking water below which there is

no known or expected risk to health. MCLGs allow for a margin of safety.

Maximum Residual Disinfectant Level or MRDL: The highest level of a disinfectant allowed in drinking water. There is convincing evidence that addition of a disinfectant is necessary for control of microbial contaminants.

Maximum Residual Disinfectant Level Goal or MRDLG: The level of a drinking water disinfectant below which there is no known or expected risk to health. MRDLGs do not reflect the benefits of the use of disinfectants to control microbial contaminants.

Treatment Technique or TT: A required process intended to reduce the level of a contaminant in drinking water.

Turbidity: A measure of the cloudiness of the water. It is monitored by surface water systems because it is a good indicator of water quality and thus helps measure the effectiveness of the treatment process. High turbidity can hinder the effectiveness of disinfectants.

Abbreviations

- BDL: Below Detection Limit
- mg/L: milligrams per Liter
- NA: Not Applicable
- ND: Not Detectable at testing limits
- NTU: Nephelometric Turbidity Unit
- pCi/L: picoCurie per Liter
- ppb: parts per billion
- ppm: parts per million
- RAA: Running Annual Average
- TTHM: Total Trihalomethanes
- UCMR: Unregulated Contaminant Monitoring Rule
- ug/L: micrograms per Liter

Drinking Water Contaminants:

Lead: If present, elevated levels of lead can cause serious health problems, especially for pregnant women and young children. Lead in drinking water is primarily from materials and components associated with service lines and home plumbing. This water system is responsible for high quality drinking water, but can not control the variety

of materials used in your plumbing components. When your water has been sitting for several hours, you can minimize the potential for lead exposure by flushing cold water from your tap for at least 30 seconds before using water for drinking or cooking. Do not use hot water for drinking and cooking. If you are concerned about lead in your water, you may wish to have your water tested. Information on lead in drinking water, testing methods, and steps you can take to minimize exposure is available from the Safe Drinking Water Hotline or at <http://water.epa.gov/drink/info/lead/index.cfm>

Radon: Radon is a radioactive gas that you can't see, taste or smell. It can move up through the ground and into a home through cracks and holes in the foundation. Radon can also get into indoor air when released from tap water from showering, washing dishes, and other household activities. It is a known human carcinogen. Breathing radon can lead to lung cancer. Drinking water containing radon may cause an increased risk of stomach cancer.

Substances required for EPA testing	Highest Level Allowed (MCL)	Average Level Detected	Likely Source of Substance	Substances not required for EPA testing	Highest Level Allowed (MCL)	Average Level Detected	Likely Source of Substance
Lead (Pb)	.015 ppm	<.005 ppm	Corrosion of household plumbing systems	pH	6.4 – 10.00 units	6.05 units	Not a substance: indicator of level of acidity
Copper (Cu)	1.3 ppm	<.01 ppm	Corrosion of household plumbing systems	Radon (Rn)	4000 pCi/L	1285 pCi/L	Natural decomposition of granite rock
Nitrate	10 ppm	.88 ppm	Excessive use of lawn fertilizers	Chloride	250 ppm	179.28 ppm	Road salt
Nitrite	1 ppm	<.1 ppm	Excessive use of lawn fertilizers	Sodium (Na)	250 ppm	88.66 ppm	Mixture of naturally occurring salt deposits; most likely road salt
Arsenic (As)	.010 mg/l	<.0025 mg/l	Naturally occurring				
Flouride*	4 ppm	<.1 ppm	Erosion of natural deposits, sometimes added to water supply but not in Merrimack				

Merrimack Village District

2 Greens Pond Road, Merrimack, NH 03054

(603) 424-9241 www.mydwater.org



GROUNDWATER BASICS

What is groundwater?

Many people think of groundwater as underground lakes or rivers. Groundwater, however, is simply water that is stored beneath the earth's surface within the spaces between rocks and sand or between fractures in bedrock.

When enough water beneath the surface is present in a useable quantity, we call this an aquifer. Compared to the water in rivers and streams, groundwater moves very, very slowly.

For more information about groundwater, visit the [National Groundwater Foundation](#)

Where does groundwater come from?

Groundwater, like all water on earth, comes from precipitation-rain and snow-which percolates through the soil until it reaches the zone of saturation. At this point, the water moves toward sites of groundwater discharge, such as lakes, local springs and oceans.

Groundwater Guardian Community Since 1999

For the 13th year in a row, Merrimack has been awarded official Groundwater Guardian status from the National Groundwater Foundation in Lincoln, Nebraska. This program recognizes communities who are dedicated and committed to local groundwater protection to ensure a safe water supply for the future of the community. Merrimack is the only town in New Hampshire awarded this status.

What is the source of your water?

100% of Merrimack water comes from groundwater. Groundwater is precipitation that has soaked through the ground's surface and is stored where there are open spaces between rocks and soil. This water is pumped from wells located in various parts of Merrimack and Hollis. Water from each well is treated on-site at each pumping station and distributed through a network of water mains to homes, business and schools.

Where to go for more information?

Merrimack Village District * www.mvdwater.org * 603-424-9241

NH Department of Environmental Services * www.des.state.nh.us * 603-271-3503

US Environmental Protection Agency, Region 1 * www.epa.gov/region1

*888-372-7341

EPA Safe Drinking Water Hotline * 800-426-2791

US Center for Disease Control (CDC) * www.cdc.gov * 800-311-3435

GENERAL INFORMATION

Many people naturally assume our water comes from nearby rivers or lakes. Merrimack, however, is unique in that 100% of our drinking water comes from groundwater.

Our water distribution system begins with six ground water wells located in various parts of Merrimack and Hollis. Your water is pumped from one of these wells, treated on-site then pumped to one of three water tanks in town. From here, it is distributed through a network of over 160 miles of water mains to homes, businesses and schools.

Is there fluoride added to my water?

The Merrimack Village District Water Works does NOT add fluoride to the water.

New Customer?

New customers pay a one time Transfer Fee of \$40.00. You will see this fee on your first water bill. Please call with any questions.

What is the odd/even water restriction?

The water restriction is a tool to help manage our distribution system. Withdrawing water from the aquifer in a controlled manner allows us to protect against seasonal fluctuations. The odd/even restriction limits the days on which outside watering is allowed, based on whether your street address is an odd or even number and the date is an odd or even number.

How do I hook into MVD water?

Once water is established in your area, please come to the District office at 2 Greens Pond Road and/or the MVD website to complete an entrance application. It will be the resident's responsibility to continue service from the district line located at the edge of their property to the home. A meter horn will be furnished by the District, but installation is the responsibility of the homeowner. District personnel will install a water meter and a small black box that will enable our field technicians to read your water meter from outside your home.

Why is my water sometimes brown?

Brown water is often caused by a flushing of pipes in the distribution system: a water main break, or fire hydrant use. These harmless minerals, iron and manganese occur naturally in the water supply and are responsible for the brownish coloring of the water. The discolored water should disappear within a few hours.

Billing and Payments

Bills are sent on a quarterly basis to the property owner and include three components: actual water usage, a meter charge, and a fire hydrant charge. The hydrant fee is used to repair and maintain all hydrants and applies to any home within 600 feet of a hydrant whether or not you are an MVD customer.

Payments may be made by mail, online, and by phone. Information is located on our website at www.mvdwater.org. We also except payments at our office located at 2 Greens Pond Road, between the hours of 8:00 a.m. and 4:30 p.m., Monday through Friday (cash & checks only).

EASY STEPS TO PROTECT YOUR DRINKING WATER

Without realizing it, you could be contaminating your own drinking water. Unfortunately, contaminated groundwater is very difficult and expensive to clean-up. Below are some ways to protect your drinking water.

- ❖ Take advantage of recycling programs to reduce the solid waste
- ❖ Keep pollutants away from boat marinas and waterways
- ❖ Don't dump into storm drains
- ❖ Recycle used antifreeze
- ❖ Homeowners can protect groundwater by properly sealing abandoned wells
- ❖ Install a Backflow Protection Device for commercial properties
- ❖ Do not overuse household chemicals
- ❖ Limit the use of lawn fertilizers, and be sure to use only phosphorus-free lawn fertilizers
- ❖ Reduce the amount of trash you create
- ❖ Check your underground fuel storage tank (USTs) frequently for leaks
- ❖ Reduce paved areas
- ❖ Inspect your septic system every year
- ❖ Recycle used oil
- ❖ Reduce or eliminate pesticide application
- ❖ Report any spills or illegal dumping in designated drinking water protection areas



MERRIMACK VILLAGE DISTRICT

Cash and investments on hand, July 1, 2012	\$ 1,897,330
Receipts:	
Water sales and assessments	2,445,947
Protection charges	645,843
Sprinkler system charges	124,458
Earnings on investments	514
Service and sales revenue	105,831
Developer fees	33,727
Fines revenue	24,034
Other revenue	<u>43,723</u>
Total receipts	<u>\$3,424,077</u>
Total amount available for the fiscal year	\$5,321,407
Less: Net transfers to Trustees of Trust Funds	\$186,800
Less: District obligations paid	\$2,951,277
Less: Purchase of capital assets	<u>\$80,981</u>
Cash and Investments on hand, June 30, 2013	<u>\$ 2,102,349</u>

Respectfully submitted,

Martin P. Carrier
District Treasurer

MERRIMACK VILLAGE DISTRICT

Warrant

To the inhabitants of the Merrimack Village District in the Town of Merrimack, New Hampshire qualified to vote in District affairs:

You are hereby notified to meet in the **Cafeteria** of the **Merrimack Middle School- Madeline Bennett Drive** in said District on the 25th day of March 2014 at 7:00 PM to act upon the following:

ARTICLE 1: To choose one (1) Moderator for a two-year (2) term of office. (Written ballot vote required)

ARTICLE 2: To choose one (1) District Clerk for a three year (3) term of office. (Written ballot vote required)

ARTICLE 3: To choose two (2) Commissioners for a three-year (3) term of office. (Written ballot vote required)

ARTICLE 4: Shall the Merrimack Village District vote to raise and appropriate as an operating budget for 2014-2015, not including appropriations by Special or Individual Warrant Article, the amounts set forth on the budget posted with the Warrant, for the purposes set forth therein, totaling \$3,171,148? (Majority vote required.)

Recommended by the Board of Commissioners (5-0-0)
Reviewed and approved by the Department of Revenue Administration 1/23/14

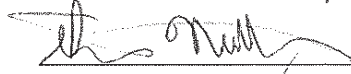
ARTICLE 5: Shall the Merrimack Village District vote to establish a contingency fund by raising and appropriating the amount of \$20,000 to meet the cost of unanticipated expenses that may arise during the fiscal year 2014-2015? This fund shall not exceed one percent (1%) of the amount appropriated exclusive of capital expenditures and amortization of debt by such village district during the proceeding year. This is in accordance with RSA 52:4-a, which requires a detailed report of all expenditures to be made in the annual report. (Majority vote required.)

Recommended by the Board of Commissioners (5-0-0)
Reviewed and approved by the Department of Revenue Administration 1/23/14

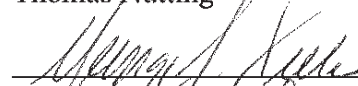
ARTICLE 6: Shall the Merrimack Village District vote to raise and appropriate a sum of \$33,728 under provisions of RSA 35:1, I and II to add to the District's "System Development Capital Reserve" for the future system expansion and improvement of the existing system. This sum to come from the fiscal year 2013-2014 surplus fund balance; these are the system development charges collected during the 2012-2013 budget year. (Majority vote required.)

Recommended by the Board of Commissioners (5-0-0)
Reviewed and approved by the Department of Revenue Administration 1/23/14

A true copy of WARRANT – attest Board of Commissioners this date of 1/31, 2014.



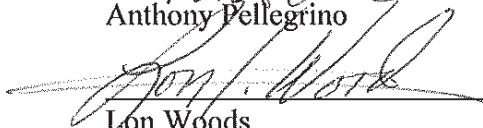
Thomas Nutting



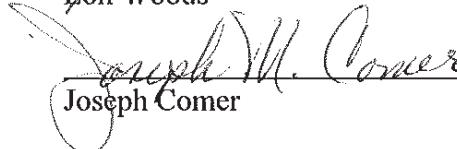
George (Chip) Keller



Anthony Pellegrino



Lon Woods



Joseph Comer

Merrimack Village District
Proposed Budget 2014-2015

Acct #	Description	Actual 2010-2011	Actual 2011-2012	Actual 2012-2013	Approved 2013-2014	Staff Request 2014-2015	BOC Recommended 2014-2015	Annual Meeting 2014-2015
50010	Officers Salaries	8,960	9,424	9,385	9,795	9,895	9,895	
50100	Administrative Salaries	225,820	235,856	245,143	255,892	269,630	269,630	
50200	Field Staff	464,215	476,696	508,889	535,270	556,287	556,287	
50300	Unemployment Compensation	7,556	6,801	5,783	7,000	5,000	5,000	
50350	Employee Wellness Program	880	415	462	2,000	2,000	2,000	
50400	Social Security/ Medicare	53,039	55,330	58,392	57,000	64,000	64,000	
50450	Retirement	52,877	63,479	60,851	69,000	88,951	88,951	
50500	Health Insurance	180,691	210,030	219,401	238,970	252,000	252,000	
50525	Dental Insurance	18,140	18,802	19,479	22,000	20,600	20,600	
50550	Life/Short & Long Term Disability Insurance	5,342	6,114	5,611	6,400	6,200	6,200	
50600	Workers Compensation	7,230	7,071	3,040	7,900	8,700	8,700	
60000	Electricity	220,449	189,605	245,502	208,087	257,825	257,825	
60100	Telephone / Cable	12,130	14,433	12,795	19,252	17,232	17,232	
60200	Uniforms	2,984	3,693	2,274	4,320	4,390	4,390	
60225	Education/Seminars	1,185	1,736	1,623	2,140	2,455	2,455	
60250	Testing / Licensing	2,240	909	2,076	1,900	1,900	1,900	
60300	Water Purchase	10,816	2,477	2,142	6,000	5,500	5,500	
60400	Heating Fuel LPG/Propane	9,272	8,353	7,724	10,245	10,300	10,300	
60450	Gasoline	18,191	27,380	24,490	26,101	28,100	28,100	
60460	Diesel Fuel	1,679	1,648	2,065	2,500	3,500	3,500	

Merrimack Village District
Proposed Budget 2014-2015

Acct #	Description	Actual 2010-2011	Actual 2011-2012	Actual 2012-2013	Approved 2013-2014	Staff Request 2014-2015	BOC Recommended 2014-2015	Annual Meeting 2014-2015
60500	Motor Vehicle Maintenance	25,657	16,087	12,780	16,700	22,800	22,800	
60600	Chemicals	80,726	84,483	104,812	85,000	73,508	73,508	
60700	Safety Supplies/Equipment	6,027	2,804	3,814	5,334	3,700	3,700	
60800	Lease	10,590	9,543	10,754	11,715	11,800	11,800	
60850	Property Taxes	4,217	4,107	4,170	4,950	7,000	7,000	
70000	Tools	2,728	2,019	6,648	8,300	7,700	7,700	
70010	Office Equipment	3,901	1,827	1,592	3,000	3,500	3,500	
70020	Rentals	0	2,010	20	600	600	600	
70030	Town Sewer Rent / Septic Pump	2,499	1,897	2,297	1,928	2,626	2,626	
70050	Repairs & Maintenance- Backflows	332	90	311	1,000	1,000	1,000	
70100	Repairs & Maintenance- Communications Equipment	0	1,371	1,095	1,100	4,400	4,400	
70150	Repair & Maintenance Corrosion Control	5,508	2,771	2,225	7,887	10,970	10,970	
70200	Main Lines & Entrances - Enhancements	43	3,095	6,200	16,000	16,000	16,000	
70250	Repairs & Maintenance - Entrances	9,253	4,551	2,292	20,700	16,500	16,500	
70300	Repairs & Maintenance - Hydrants	2,696	6,329	3,001	12,125	15,551	15,551	
70400	Repairs & Maintenance - Main Lines	18,698	3,391	17,041	33,210	32,770	32,770	
70450	Repairs & Maintenance - Meters	5,969	1,412	6,411	80,000	49,800	49,800	

Merrimack Village District
Proposed Budget 2014-2015

Acct #	Description	Actual 2010-2011	Actual 2011-2012	Actual 2012-2013	Approved 2013-2014	Staff Request 2014-2015	BOC Recommended 2014-2015	Annual Meeting 2014-2015
70500	Repairs & Maintenance- Monitoring Wells/Sampling	10,954	16,619	10,431	27,389	28,607	28,607	
70525	Repairs & Maintenance - Office Equipment	13,559	16,149	17,111	17,000	18,500	18,500	
70550	Repair & Maintenance Pump Station	32,035	19,245	14,238	45,400	42,700	42,700	
70600	Repairs & Maintenance - Structures	17,141	11,503	27,211	14,200	22,540	22,540	
70650	Repairs & Maintenance - Tanks	7,995	4,230	3,060	12,154	68,790	68,790	
70700	Repairs & Maintenance - Tools & Equipment	2,698	514	2,039	2,030	2,700	2,700	
70750	Repairs & Maintenance - Watershed	120	0	0	1,500	1,500	1,500	
80000	Office Supplies	16,485	9,669	11,656	18,000	15,600	15,600	
80100	Postage	14,599	14,230	17,206	16,000	17,500	17,500	
80125	Shipping / Freight / Fuel Charge	863	1,582	2,110	1,240	1,550	1,550	
80150	Fees Misc.	6,017	6,040	6,079	6,300	6,300	6,300	
80200	Dues/Subscriptions	1,392	2,005	1,597	2,315	2,200	2,200	
80300	Meeting Expense	1,774	1,246	1,005	1,500	1,500	1,500	
80350	Travel Expense	792	1,368	1,467	1,400	1,600	1,600	
80400	Advertising & Public Information	8,314	2,015	1,718	3,000	2,500	2,500	

Merrimack Village District
Proposed Budget 2014-2015

Acct #	Description	Actual 2010-2011	Actual 2011-2012	Actual 2012-2013	Approved 2013-2014	Staff Request 2014-2015	BOC Recommended 2014-2015	Annual Meeting 2014-2015
81400	Public Education	865	0	701	500	500	500	
81600	Land Improvement	5,000	0	243	5,000	4,000	4,000	
81700	Insurance General	18,774	22,864	23,696	25,364	27,247	27,247	
81800	Outside Services	32,821	22,910	14,790	32,610	33,250	33,250	
81900	Engineering	18,491	20,456	106,590	74,950	17,000	17,000	
81901	Inspections / Plan Reviews	0	159	3,103	1,000	1,000	1,000	
81950	Professional Fees	13,115	12,475	13,839	13,000	20,000	20,000	
90000	Capital Budget Expense	41,325	23,647	0	76,308	74,000	74,000	
90050	Capital Reserve Fund	200,000	200,000	200,000	200,000	200,000	200,000	
90100	Bad Debts	927	0	0	1,000	1,000	1,000	
90200	Debt Service Principal	265,000	456,400	455,000	455,000	455,000	455,000	
	Debt Service Capital Lease Principal	141,080	149,335	158,073	95,990	0	0	
90300	Debt Service Interest	146,507	211,747	189,373	189,374	209,374	209,374	
	Debt Service Capital Lease Interest	26,617	18,361	9,624	1,832	0	0	
	Restricted Funds (Open P.O.)	71,423	20,709	0	0	0	0	
	Petitioned Warrant Articles	2,599,223	2,753,517	2,914,550	3,142,677	3,171,148	3,171,148	0
	Special / Individual Warrant Articles	500	0	0	20,000	20,000	20,000	0
		2,599,723	2,753,517	2,914,550	3,162,677	3,191,148	3,191,148	0

ACTUAL AND ESTIMATED REVENUE 2003/2015

	<u>Actual</u>	<u>2004/2005</u>	<u>Actual</u>	<u>2005/2006</u>	<u>Actual</u>	<u>2006/2007</u>	<u>Actual</u>	<u>2007/2008</u>	<u>Actual</u>	<u>2008/2009</u>	<u>Actual</u>	<u>2009/2010</u>	<u>Actual</u>	<u>2010/2011</u>	<u>Actual</u>	<u>2011/2012</u>	<u>Actual</u>	<u>2012/2013</u>	<u>APPROVED</u>	<u>STAFF</u>	<u>BOC</u>
	<u>2003/2004</u>	<u>2004/2005</u>	<u>2005/2006</u>	<u>2006/2007</u>	<u>2007/2008</u>	<u>2008/2009</u>	<u>2009/2010</u>	<u>2010/2011</u>	<u>2011/2012</u>	<u>2012/2013</u>	<u>2013/2014</u>	<u>2014/2015</u>	<u>2014/2015</u>	<u>2014/2015</u>	<u>2014/2015</u>	<u>2014/2015</u>	<u>2014/2015</u>	<u>2014/2015</u>	<u>2013/2014</u>	<u>Projected</u>	<u>Projected</u>
Domestic Water Sales	\$1,371,389	\$1,105,415	\$1,162,231	\$1,199,585	\$1,483,759	\$1,215,366	\$1,366,107	\$1,390,675	\$1,427,792	\$1,667,472	\$1,509,675	\$1,405,000	\$1,405,000	\$1,405,000	\$1,405,000	\$1,405,000	\$1,405,000	\$1,405,000	\$1,509,675	\$1,405,000	\$1,405,000
Mercantile Water Sales	\$158,123	\$181,388	\$231,336	\$232,801	\$171,282	\$221,418	\$152,001	\$155,479	\$159,963	\$190,432	\$165,818	\$171,071	\$171,071	\$171,071	\$171,071	\$171,071	\$171,071	\$171,071	\$165,818	\$171,071	\$171,071
Industrial Water Sales	\$23,026	\$57,160	\$65,006	\$97,539	\$100,428	\$92,022	\$89,528	\$84,126	\$90,560	\$90,961	\$100,272	\$107,931	\$107,931	\$107,931	\$107,931	\$107,931	\$107,931	\$107,931	\$100,272	\$107,931	\$107,931
Meter Charges	\$329,955	\$391,777	\$409,178	\$425,334	\$437,218	\$442,893	\$444,769	\$494,732	\$425,947	\$518,143	\$455,150	\$435,413	\$435,413	\$435,413	\$435,413	\$435,413	\$435,413	\$435,413	\$455,150	\$435,413	\$435,413
Fines	\$5,627	\$10,981	\$33,737	\$35,784	\$38,151	\$42,048	\$37,465	\$25,033	\$23,490	\$24,032	\$29,663	\$31,075	\$31,075	\$31,075	\$31,075	\$31,075	\$31,075	\$31,075	\$29,663	\$31,075	\$31,075
Transfer Fee	\$0	\$0	\$0	\$0	\$6,140	\$3,965	\$7,207	\$8,150	\$8,330	\$9,760	\$8,100	\$9,746	\$9,746	\$9,746	\$9,746	\$9,746	\$9,746	\$9,746	\$8,100	\$9,746	\$9,746
Hydrant Charges	\$385,964	\$466,831	\$427,963	\$445,434	\$533,887	\$552,415	\$562,587	\$582,923	\$576,871	\$778,083	\$585,200	\$744,720	\$744,720	\$744,720	\$744,720	\$744,720	\$744,720	\$744,720	\$585,200	\$744,720	\$744,720
Sprinkler Charges	\$49,605	\$76,560	\$57,851	\$75,938	\$94,119	\$97,116	\$99,012	\$102,696	\$109,200	\$121,940	\$103,636	\$100,695	\$100,695	\$100,695	\$100,695	\$100,695	\$100,695	\$100,695	\$103,636	\$100,695	\$100,695
Interest	\$5,216	\$14,530	\$53,143	\$55,010	\$41,525	\$11,156	\$2,147	\$1,592	\$727	\$514	\$1,489	\$950	\$950	\$950	\$950	\$950	\$950	\$950	\$1,489	\$950	\$950
Communication Tower Rental	\$0	\$0	\$30,899	\$28,795	\$35,021	\$35,602	\$35,761	\$36,170	\$35,251	\$36,238	\$37,727	\$36,411	\$36,411	\$36,411	\$36,411	\$36,411	\$36,411	\$36,411	\$37,727	\$36,411	\$36,411
Miscellaneous Income	\$63,236	\$142,660	\$21,995	\$11,467	\$13,557	\$2,244	\$17,458	\$238,115	\$8,097	\$6,127	\$9,266	\$9,900	\$9,900	\$9,900	\$9,900	\$9,900	\$9,900	\$9,900	\$9,266	\$9,900	\$9,900
Service Charge Mains	\$0	\$4,854	\$1,950	\$0	\$0	\$3,872	\$0	\$0	\$0	\$0	\$1,000	\$1,000	\$1,000	\$1,000	\$1,000	\$1,000	\$1,000	\$1,000	\$1,000	\$1,000	\$1,000
Service Charge Hydrant Hook-Ups	\$25	\$1,549	\$4,376	\$7,863	\$11,417	\$4,360	\$7,812	\$1,386	\$324	\$1,419	\$3,174	\$2,300	\$2,300	\$2,300	\$2,300	\$2,300	\$2,300	\$2,300	\$3,174	\$2,300	\$2,300
Service Charge Turn On/Off Water	\$0	\$4,962	\$14,848	\$9,164	\$10,837	\$17,090	\$14,025	\$19,345	\$29,259	\$16,110	\$21,876	\$20,415	\$20,415	\$20,415	\$20,415	\$20,415	\$20,415	\$20,415	\$21,876	\$20,415	\$20,415
Miscellaneous Service Charges	\$1,730	\$17,042	\$25,604	\$15,327	\$15,308	\$12,383	\$5,882	\$33,488	\$19,192	\$11,337	\$20,521	\$21,050	\$21,050	\$21,050	\$21,050	\$21,050	\$21,050	\$21,050	\$20,521	\$21,050	\$21,050
Service Charge Backflow Test	\$8,250	\$1,050	\$11,347	\$30,330	\$28,904	\$28,875	\$33,900	\$31,000	\$32,500	\$31,850	\$33,467	\$32,705	\$32,705	\$32,705	\$32,705	\$32,705	\$32,705	\$32,705	\$33,467	\$32,705	\$32,705
Service Charge Entrances	\$38,795	\$104,500	\$54,645	\$69,030	\$50,534	\$49,253	\$16,580	\$91,700	\$20,070	\$35,495	\$49,783	\$33,116	\$33,116	\$33,116	\$33,116	\$33,116	\$33,116	\$33,116	\$49,783	\$33,116	\$33,116
Merchandise Sales	\$6,976	\$1,788	\$9,247	\$9,982	\$4,295	\$4,136	\$1,491	\$4,257	\$9,430	\$2,361	\$5,060	\$5,650	\$5,650	\$5,650	\$5,650	\$5,650	\$5,650	\$5,650	\$5,060	\$5,650	\$5,650
System Development Charge	\$0	\$0	\$0	\$0	\$0	\$31,377	\$33,767	\$0	\$163,888	\$33,727	\$0	\$0	\$0	\$0	\$0	\$0	\$0	\$0	\$0	\$0	\$0
Legal Fee Reimbursements	\$0	\$0	\$0	\$723	\$0	\$910	\$1,109	\$780	\$795	\$720	\$800	\$1,000	\$1,000	\$1,000	\$1,000	\$1,000	\$1,000	\$1,000	\$800	\$1,000	\$1,000
Inspection / Plan Reviews	\$0	\$0	\$0	\$0	\$0	\$0	\$0	\$0	\$0	\$1,603	\$1,000	\$1,000	\$1,000	\$1,000	\$1,000	\$1,000	\$1,000	\$1,000	\$1,000	\$1,000	\$1,000
DW HWY Interconnect	\$0	\$50,000	\$0	\$0	\$0	\$0	\$0	\$0	\$0	\$0	\$0	\$0	\$0	\$0	\$0	\$0	\$0	\$0	\$0	\$0	\$0
Overtime Estimate (reimbursable)	\$0	\$0	\$0	\$683	\$0	\$0	\$0	\$0	\$0	\$0	\$0	\$0	\$0	\$0	\$0	\$0	\$0	\$0	\$0	\$0	\$0
Income Received from State Grants	\$44,140	\$0	\$0	\$29,378	\$3,670	\$0	\$0	\$0	\$0	\$0	\$0	\$0	\$0	\$0	\$0	\$0	\$0	\$0	\$0	\$0	\$0
Town of Merrimack Plowing	\$0	\$0	\$9,711	\$0	\$0	\$0	\$0	\$0	\$0	\$0	\$0	\$0	\$0	\$0	\$0	\$0	\$0	\$0	\$0	\$0	\$0
Total	\$2,447,917	\$2,633,047	\$2,615,356	\$2,750,789	\$3,076,382	\$2,868,501	\$2,928,678	\$3,301,647	\$3,141,686	\$3,578,324	\$3,142,677	\$3,171,148	\$3,171,148	\$3,171,148	\$3,171,148	\$3,171,148	\$3,171,148	\$3,171,148	\$3,142,677	\$3,171,148	\$3,171,148

Trust Fund Income

2013-2015 LONG TERM DEBT
OUTSTANDING BALANCES
PRINCIPAL & INTEREST BALANCES

	<i>As of June 30, 2013</i>		<i>As of June 30, 2014</i>		<i>As of June 30, 2015</i>	
BONDS/LEASE PAYABLES	PRINCIPAL BALANCE	INTEREST BALANCE	PRINCIPAL BALANCE	INTEREST BALANCE	PRINCIPAL BALANCE	INTEREST BALANCE
BONDS						
30150	75,000	36,113	75,000	36,113	75,000	29,944
30715	65,000	9,945	65,000	9,945	0	0
30727	20,000	1,220	20,000	1,220	0	0
30731	105,000	7,875	105,000	5,471	105,000	5,471
30740	135,000	107,025	135,000	107,025	130,000	93,600
30735	55,000	29,600	55,000	29,600	55,000	25,200
BOND TOTAL	\$455,000	\$191,778	\$455,000	\$189,374	\$365,000	\$154,215
State of NH (DWSRF Fund)			0	20,000		
METER LEASE						
30751	\$157,326	\$10,371	\$95,990	\$1,832	\$0	\$0
GRAND TOTAL	\$612,326	\$202,149	\$550,990	\$211,206	\$365,000	\$154,215

Account # 90200: Principal payments to pay on the bonds and lease indebtedness.

Account # 90300: Interest charges on bond/lease indebtedness.

LONG

30150 - \$1,500,000 original bond; issued 2003. Payable in annual principal installments of \$75,000 through August 2022. Interest payable semi-annually with a variable interest rate of 3.00% to 5.00%.

*** Bean Road Project

ING

30715 - \$1,330,000 original bond; issued 1994. Payable in annual principal installments of \$65,000 through August 2014. Interest payable semi-annually with a variable interest rate of 6.125% to 7.00%.

*** New Well 7 and replacement of 2" main

TERM

30740 - \$2,800,000 original bond; issued 2010. Payable in annual principal installments of \$135,000 - \$130,000 through August 2030. Interest payable semi-annually with a variable interest rate of 3% to 5%.

*** Continental Boulevard Project

DEBT

30735 - \$835,000 original bond; issued 2010. Payable in annual principal installments of \$55,000 - \$50,000 through January 2026. Interest payable semi-annually with a variable interest rate of 3% to 5%.

*** Rehabilitation of Well #6

30751 - \$1,171,310 Lease; issued 2002. Payable in monthly principal installments of \$13,974.74 and interest payable monthly at a net cost of \$4,895 - \$2,302.

*** ABB Lease Payable

2004-2013 RATES/INCOMES PER SERVICES

Annual Meter Charges	2004	2005	2006	2007	2008	2009	2010	2011	2012	2013
5/8"	43.84	43.84	43.84	46.00	43.84	46.00	50.00	54.00	54.00	54.00
1"	78.12	78.12	78.12	82.00	78.12	82.00	89.00	96.00	96.00	96.00
1 1/2"	121.00	121.00	121.00	127.00	121.00	127.00	137.00	148.00	148.00	148.00
2"	179.20	179.20	179.20	188.00	179.20	188.00	203.00	219.00	219.00	219.00
3"	270.48	270.48	270.48	284.00	270.48	284.00	307.00	332.00	332.00	332.00
4"	420.00	420.00	420.00	441.00	420.00	441.00	476.00	514.00	514.00	514.00
6"	785.64	785.64	785.64	824.00	785.64	824.00	902.00	961.00	961.00	961.00
8"	1,202.00	1,220.00	1,220.00	1,280.00	1,220.00	1,280.00	1,382.00	1,493.00	1,493.00	1,493.00
10"	0.00	1,720.00	1,720.00	1,805.00	1,720.00	1,805.00	1,949.00	2,105.00	2,105.00	2,105.00
12"	0.00	3,060.00	3,060.00	3,211.00	3,060.00	3,211.00	3,468.00	3,745.00	3,745.00	3,745.00

Annual Sprinkler Charges	2004	2005	2006	2007	2008	2009	2010	2011	2012	2013
2"	129.84	129.84	129.84	161.00	129.84	161.00	174.00	188.00	188.00	188.00
4"	259.84	259.84	259.84	322.00	259.84	322.00	348.00	376.00	376.00	376.00
6"	584.28	584.28	584.28	724.00	584.28	724.00	782.00	845.00	845.00	845.00
8"	1,038.72	1,038.72	1,038.72	1,288.00	1,038.72	1,288.00	1,391.00	1,502.00	1,502.00	1,502.00
10"	1,800.00	1,800.00	1,800.00	2,232.00	1,800.00	2,232.00	2,411.00	2,604.00	2,604.00	2,604.00
12"	2,337.12	2,337.12	2,337.12	2,898.00	2,337.12	2,898.00	3,130.00	3,380.00	3,380.00	3,380.00

Annual Hydrant Charges	2004	2005	2006	2007	2008	2009	2010	2011	2012	2013
Domestic	45.00	45.00	45.00	56.00	45.00	56.00	60.00	65.00	65.00	65.00
Mercantile	90.00	100.00	100.00	112.00	100.00	112.00	121.00	131.00	131.00	131.00
Industrial	225.00	200.00	240.00	280.00	240.00	280.00	302.00	326.00	326.00	326.00

Water Charges cost per 100 cubic feet	2004	2005	2006	2007	2008	2009	2010	2011	2012	2013
	\$1.35	\$1.35	\$1.55	\$1.65	\$1.55	\$1.65	\$1.80	\$1.95	\$1.95	\$1.95



MERRIMACK VILLAGE DISTRICT
SUMMARY OF PROJECTS
 (updated for Fiscal Year 2014-2015)

<u>PROJECT</u>	<u>YEAR</u>	<u>AMOUNT</u>	<u>POSSIBLE SOURCE OF FUNDING</u>	<u>EXPLANATION</u>
Distribution System Improvements – CIP Planning Study –Phase II	2013-2014 (ongoing)	\$7,000	Capital Reserve/ Budget	This is Phase II of the project to review the entire distribution system and establish a long term plan to prioritize and fund recommended infrastructure repair or replacement.
Final Design and Construction for Iron and Manganese Treatment Facility	2013-2014 (ongoing)	\$4,300,000	SRF Funding pending Annual Meeting vote/completion 2014-2015	Based on UEI's report dated December 2010, a filtration treatment facility for iron and manganese at Wells #7 & #8 was found to be cost-effective and the most reliable to provide additional water supply with improved water quality. First payment due 1 year after project completion.
	TOTAL 2013-14	\$4,307,000		
Land Purchase – site TBD	2014-2015	400,000	Capital Reserve	To secure (investigate and purchase) potential future supply site.
Potential new well site development	2014-2015	400,000	Capital Reserve	Investigation and development of potential new well site to increase supply. Possibly spread out over 3 years.
	TOTAL 2014-15	800,000		



MERRIMACK VILLAGE DISTRICT
SUMMARY OF PROJECTS
 (updated for Fiscal Year 2014-2015)

Projects on Hold

Blending of Wells 6, 7 & 8	Indefinite Hold	835,000	Previously bonded in 2011 – not included in CIP total	If the Blending pilot from 2008-2009 is successful and in conjunction with the hydraulic improvements on Continental Blvd., the MVD may opt to blend Wells #6, #7 & #8 to improve the water quality of the three wells. (CWIP)
Increase production in Well #2	Indefinite Hold	300,000	Capital Reserve/ Budget or SRF	This includes cost to update permitted production volume at Well #2 from 1100 gpm to 1500 gpm and infrastructure improvements to increase capacity (pumps, motor, VFD, SCADA) \$7,500 set aside in the budget for preliminary design.
New MVD Office	Indefinite Hold	600,000	Capital Reserve /Budget	Cost to construct an office down at 30 Continental Blvd. where Distribution and Treatment are presently located.
		1,735,000		



**MERRIMACK VILLAGE DISTRICT
SUMMARY OF PROJECTS
(updated for Fiscal Year 2014-2015)**

FUTURE PROJECTS

Future “Distribution System Improvements” will be funded by budgeting \$700,000 per year beginning in 2015 (Per Underwood Engineers, Inc report dated November 2, 2012)				
<u>PROJECT</u>	<u>YEAR</u>	<u>AMOUNT</u>	<u>POSSIBLE SOURCE OF FUNDING</u>	<u>EXPLANATION</u>
Future projects – (15 years) Distribution System Improvements-replacement period 2020’s	2028-2029	8,250,000*	Capital Reserve/ Bond/SRF	Projected cost for repair/replacement of main lines installed in 1950’s per UEI report dated 9/13/12
Future projects – (20 years) Well #6 Treatment Facility - includes electrical upgrades	2033-2034	2,600,000	Bond	Depending on future supply needs, the MVD may need to construct a Packed Tower Aeration treatment facility to further address the VOC’s and/or other treatment for sodium and chloride issues at Well #6 to bring this source back on line to its full capacity. (Subject to the success of the blending project, water quality changes, and the need for increased production).
New Well – north central location - Engineering & Construction Mitchell Woods		1,500,000	Bond/SRF	Estimated cost for engineering and construction for new well.
Future projects – (25 years) Distribution System Improvements-replacement period 2030’s	2038-2039	16,900,000*	Capital Reserve/ Bond/SRF	Projected cost for repair/replacement of main lines installed in 1960’s per UEI report dated 9/13/12
Future projects – (35 years) Distribution System Improvements-replacement period 2040’s	2048-2049	44,100,000*	Capital Reserve/ Bond/SRF	Projected cost for repair/replacement of main lines installed in 1970’s per UEI report dated 9/13/12
Future projects – (45 years) Distribution System Improvements-replacement period 2050’s	2053-2054	800,000*	Capital Reserve/ Bond/SRF	Projected cost for repair/replacement of main lines installed in 1980’s per UEI report dated 9/13/12



MERRIMACK VILLAGE DISTRICT
SUMMARY OF PROJECTS
 (updated for Fiscal Year 2014-2015)

Future projects – (55 years) Distribution System Improvements-replacement period 2070's	2063-2064	3,350,000*	Capital Reserve/ Bond/SRF	Projected cost for repair/replacement of main lines per UEI report dated 9/13/12
Future projects – (75 years) Distribution System Improvements-replacement period 2080's	2083-2084	33,970,000*	Capital Reserve/ Bond/SRF	Projected cost for repair/replacement of main lines installed in 1980's per UEI report dated 9/13/12
Future projects – (85 years) Distribution System Improvements-replacement period 2090's	2093-2094	18,920,000*	Capital Reserve/ Bond/SRF	Projected cost for repair/replacement of main lines installed in 1990's per UEI report dated 9/13/12
Future projects – (95 years) Distribution System Improvements-replacement period 2100's	2103-2104	16,000,000*	Capital Reserve/ Bond/SRF	Projected cost for repair/replacement of main lines installed in 2000's per UEI report dated 9/13/12
Future projects – (105 years) Distribution System Improvements-replacement period 2110's	2113-2114	6,780,000*	Capital Reserve/ Bond/SRF	Projected cost for repair/replacement of main lines installed in 2010's per UEI report dated 9/13/12
*Distribution System Improvements will be funded with approximately 50% from Capital Reserve and 50% from future debts or other funds and offsets. \$700,000 annually represents 50% of the identified needs above.				

BASED ON PROGRESS OF THE VARIOUS PROJECTS AND WHAT NEEDS TO BE COMPLETED FROM ONE YEAR TO THE NEXT, SEVERAL PROJECTS MAY BE MOVED INTO SUBSEQUENT YEARS.

All costs are internal estimates as of December 2012 and will need to be updated as necessary and as engineering estimates are received.

EGGI – Emery & Garrett Groundwater, Inc.
MVD – Merrimack Village District
VOC – Volatile Organic Compound
UEI – Underwood Engineers, Inc.
SRF – State Revolving (Loan) Fund
CWIP – Construction Work in Progress



MERRIMACK VILLAGE DISTRICT
SUMMARY OF PROJECTS
 (updated for Fiscal Year 2014-2015)

COMPLETED PROJECTS

<u>PROJECT</u>	<u>YEAR</u>	<u>AMOUNT</u>	<u>POSSIBLE SOURCE OF FUNDING</u>	<u>EXPLANATION</u>
Installation of two (2) 16” sleeves and pipe in Turkey Hill bridge in conjunction with the Town of Merrimack’s bridge replacement project of the Turkey Hill bridge. Work also includes 1,000 feet of water main on Turkey Hill Road. (This may be accomplished in 2010 in it’s entirety depending on the Town’s schedule)	2010-2011 COMPLETE	670,000	Capital Reserve	This project will remove a 12” and a 16” under river water line crossing in Turkey Hill Road bridge and provide for inserting two (2) 16” new lines suspended from the bridge. This will accommodate the planned 16” water line installation in Turkey Hill Road. This is the first recommended sequence of projects so the work can occur concurrently with the Town’s project. (CWIP)
Hydraulic Improvements on Continental Boulevard – New 16” main from the end of the existing 16” main on Continental Boulevard via Camp Sargent and Amherst Roads to Turkey Hill Road (9,400’).	2010-2011 COMPLETE	2,800,000	Bond	Per UEI “Distribution System Hydraulic Evaluation” the MVD has hydraulic limitations in several areas of town. Hydraulic improvements must be done to allow supplies in the south to flow through the distribution system unrestricted. This is the second recommended sequence of projects. (CWIP)
Installation of a 16” water main loop from an existing 16” main cross country to the 12” main on Route 3.	2010-2011 COMPLETE	\$2,000,000	Private	Merrimack Premium Outlets, LLC (Chelsea) will construct the necessary water line connection to service the property for domestic and fire flow including design and engineering.
Hydraulic Improvements – Amherst Road and Turkey Hill Road – New 16” main (7,900’)	2010-2011 COMPLETE	1,500,000	Balance of \$2.8 million bond funds and Capital Reserve	Per UEI “Distribution System Hydraulic Evaluation” the MVD has hydraulic limitations in several areas of town. This is the third recommended sequence of projects. (CWIP)
Distribution System Improvements – CIP Planning Study –Phase I	2012-2013 COMPLETE	\$7,000	Budget	The purpose of this study was to perform a general review of the entire distribution system and establish a long term plan to prioritize and fund recommended infrastructure.

MERRIMACK VILLAGE DISTRICT
Financial Statements
June 30, 2013 and 2012
and
Independent Auditor's Report

**MERRIMACK VILLAGE DISTRICT
FINANCIAL STATEMENTS
June 30, 2013 and 2012**

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INDEPENDENT AUDITOR'S REPORT

To the Commissioners of the
Merrimack Village District
Merrimack, New Hampshire

Report on the Financial Statements

We have audited the accompanying financial statements of the business-type activities of the Merrimack Village District, Merrimack, New Hampshire, as of and for the years ended June 30, 2013 and 2012, 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 an opinion 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 business-type activities of the Merrimack Village District,

Merrimack, New Hampshire, as of June 30, 2013 and 2012, and the respective changes in financial position and, where applicable, cash flows thereof for the years then ended in accordance with accounting principles generally accepted in the United States of America.

Other Matters

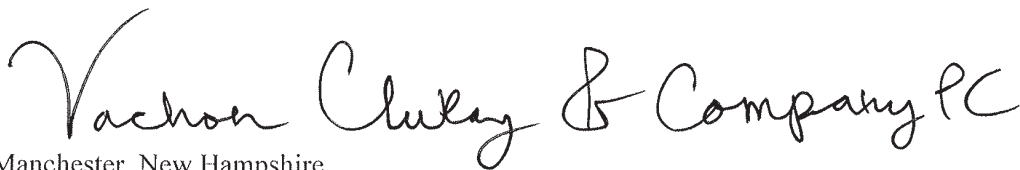
Required Supplementary Information

Accounting principles generally accepted in the United States of America require that the management's discussion and analysis on pages i–vii 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 opinions on the financial statements that collectively comprise the Merrimack Village District, Merrimack, New Hampshire's basic financial statements. The schedules of expenses and encumbrances – budget and actual – budgetary basis are presented for purposes of additional analysis and are not a required part of the basic financial statements.

The schedules of expenses and encumbrances – budget and actual – budgetary basis are the responsibility of management and were derived from and relate 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, based on our audit and the procedures performed as described above, the schedules of expenses and encumbrances – budget and actual – budgetary basis are fairly stated, in all material respects, in relation to the basic financial statements taken as a whole.



Manchester, New Hampshire
November 5, 2013

MANAGEMENT'S DISCUSSION AND ANALYSIS **FOR THE FISCAL YEAR ENDED JUNE 30, 2013**

THE FINANCIAL STATEMENTS AND THE REPORTING ENTITY

The Financial Statements

The financial statements presented herein include all of the activities of the Merrimack Village District ("MVD") using the integrated approach as prescribed by GASB Statement 34.

The financial statements present the financial picture of the MVD from the economic resources measurement focus using the accrual basis of accounting. These statements include all assets of MVD (including infrastructure) as well as all liabilities (including long-term debt).

The Merrimack Village District is an independent municipal water district as authorized by RSA 52 operating in the Town of Merrimack, New Hampshire. MVD is governed by a five (5) member Board of Water Commissioners, who are elected by the residents of Merrimack. MVD's primary function is to provide a clean water supply and effective services for residential, commercial, and mercantile entities within the Town of Merrimack. The District is responsible for protecting, improving, maintaining and expanding the existing water distribution system.

REPORTING THE MVD AS A WHOLE

The Statement of Net Position and the Statement of Revenues, Expenses, and Changes in Net Position

The Statement of Net Position and the Statement of Revenues, Expenses, and Changes in Net Position report information about the MVD as a whole and about its activities. These statements include all assets, deferred outflows of resources, liabilities, and deferred inflows of resources of MVD using the accrual basis of accounting, which is similar to the accounting used by most private-sector companies, except for the reporting of deferred outflows and deferred inflows. All of the current year's revenue and expenses are taken into account regardless of when cash is received or paid.

These two statements report the MVD's net position and changes in them. Net position is the difference between assets, deferred outflows of resources, liabilities, and deferred inflows of resources, one way to measure the MVD's financial health, or financial position. Over time, increases or decreases in the MVD's net position is one indicator of whether its financial health is improving or deteriorating. Other factors to consider are changes in the MVD's customer base and condition of the MVD infrastructure.

MANAGEMENT'S DISCUSSION AND ANALYSIS FOR THE FISCAL YEAR ENDED JUNE 30, 2013

MVD AS A WHOLE

Net Position of the MVD for fiscal 2013 and 2012 were as follows:

	<u>2013</u>	<u>2012</u>
Current and other assets:		
Capital assets	\$ 15,970,871	\$ 16,493,149
Other assets	6,518,457	5,989,795
Total assets	<u>\$ 22,489,328</u>	<u>\$ 22,482,944</u>
Deferred outflows of resources	_____	_____
Current and other liabilities:		
Long-term debt outstanding-non current portion	\$ 3,758,716	\$ 4,312,223
Other liabilities	798,446	895,575
Total liabilities	<u>\$ 4,557,162</u>	<u>\$ 5,207,798</u>
Deferred inflows of resources	_____	_____
Net position:		
Net investment in capital assets	\$ 12,444,710	\$ 12,413,779
Unrestricted	5,487,456	4,861,367
Total net position	<u>\$ 17,932,166</u>	<u>\$ 17,275,146</u>

Change in net position for the fiscal years ended June 30, 2013 and 2012 were:

Operating revenue	\$ 3,423,563	\$ 3,497,542
Operating expense	2,582,387	2,252,134
Net operating income	841,176	1,245,408
Non-operating revenue (expenses)	(184,156)	(188,548)
Change in net position	<u>\$ 657,020</u>	<u>\$ 1,056,860</u>

MVD ACTIVITIES

As shown in the Statement of Revenues, Expenses and Changes in Net Position, the revenue earned from users of the system was \$3,322,079 for the fiscal year ended June 30, 2013. For the fiscal year this represented a 3% increase from June 30, 2012. Other revenues for the fiscal year ended June 30, 2013 totaled \$183,281.

MANAGEMENT'S DISCUSSION AND ANALYSIS FOR THE FISCAL YEAR ENDED JUNE 30, 2013

Debt Administration

Debt, considered a liability of district operations, decreased during the fiscal year ended June 30, 2013 by \$635,556 due primarily to normal debt service retirements.

MVD's outstanding general obligation debt at June 30, 2013 consisted of \$4,216,233 in bonds and \$95,990 in capital leases payable. Additional information on the MVD's long-term debt obligation can be found in **Note #7** of the Notes to Financial Statements.

Cash Management

Cash represents cash on hand and cash deposits maintained by the MVD. A portion of these funds are invested in the New Hampshire Deposit Investment Pool (NHDIP) established pursuant to RSA 388:2, to maximize returns and maintain timely availability to meet expenses and debt payment schedule.

Capital Assets

The capital assets of MVD are those assets, which are used in the performance of MVD's functions including infrastructure assets. At June 30, 2013, net capital assets of MVD activities totaled \$15,970,871 See **Note #5** in the Notes to the Financial Statements for a summary of all capital assets.

SIGNIFICANT ACCOMPLISHMENTS OF THE MVD FOR FISCAL YEAR 2012/2013

- Completed various maintenance and upgrade projects that will continue to improve and provide a clean water supply and effective services to the consumers of the District. Some examples:
 - Efforts toward reactivation Well #6 continued
 - Preliminary Design of iron and manganese treatment plant
 - Continued our Implementation of the GIS/GPS System in conjunction with the NRPC
- The District continued Phase VII Exploration and Development of new well fields and the MVD has obtained their groundwater withdrawal permit from NHDES for New Well at Mitchell Woods.
- The District continued the Backflow Prevention Program. Extensive surveys and inspections of all industrial and commercial properties are conducted on an annual

MANAGEMENT'S DISCUSSION AND ANALYSIS FOR THE FISCAL YEAR ENDED JUNE 30, 2013

SIGNIFICANT ACCOMPLISHMENTS OF THE MVD FOR FISCAL YEAR 2012/2013 (CONTINUED)

basis to determine the level of contaminates from facilities that can potentially enter into the water transmission system. The NH Department of Environmental Services approved the District's updated plans.

- Continued to work with and implement the District's "Schedule of Rates". This schedule of rates maintains the MVD consumption charges, fees, labor, and other charges up to date and reflects charges that are consistent with costs and creates a system of more equitable treatment of water customers and stabilizes the District's income.
- Sodium and Chloride Loading Study of the MVD Wellhead Protection areas. This information will allow us to act on the mitigation plan and based on the findings, will focus on reducing levels within the well head protection area
- The MVD continued the process of a seasonal unidirectional flushing program district wide. This is an effort in continuing to improve the quality of the drinking water.
- The MVD's Board of Commissioners adopted a System Development Charge (SDC) in August of 2008. This charge is applied to "new" customers & can be described as a "buy-in" fee to achieve an equal equity position with the existing customers. This one-time payment will cover their share of the value of the existing infrastructure.
- The MVD continued regular maintenance (painting/snow removal, raising, replacement) of fire hydrants as well as additions to the system.
- The MVD continues to be awarded official Groundwater Guardian Community status from the National Groundwater Foundation in Lincoln, Nebraska. MVD began with NGF in 1999 to current making this the 14th year. This program recognizes communities who are dedicated and committed to local groundwater protection that ensures a safe water supply for the future of their community.
- The Board of Commissioners continues to receive quarterly and annual Treasurers Report from the district's Treasurer and monthly financial reports from the MVD finance office.
- For convenience to the Merrimack Village District customer's, the MVD has payment option on-line. Visit www.mvdwater.org and pay your water bill ON-LINE with easy to follow instructions.
- The Board of Commissioners and Staff reinforced the importance of following the Odd/Even watering ban as one of the Districts conservation effort.

MANAGEMENT’S DISCUSSION AND ANALYSIS
FOR THE FISCAL YEAR ENDED JUNE 30, 2013

SIGNIFICANT ACCOMPLISHMENTS OF THE MVD FOR FISCAL YEAR 2012/2013 (CONTINUED)

- The MVD website at www.mvdwater.org has been up and running since March 2001. This website is updated quarterly and includes but is not limited to the following information for Merrimack residents:
 - Listing of the current Board of Commissioners and MVD Staff
 - Current Board of Commissioners Meeting Agenda’s
 - Mission Statement as approved by the Board of Commissioners
 - 2013 – 2014 Approved Budget
 - 2013 Consumer Confidence Report (CCR)
 - Merrimack Village District By-Laws
 - Charges for Services and Schedule of Rates
 - Calendar with all the significant dates
 - Flushing Notifications with detailed street listings
 - Entrance Applications for mainline extensions, water and fire service
 - Backflow Programs and other Projects
 - Q & A’s
 - Press Release and/or Public Notice meetings
 - Notification and location of on going construction projects
 - 2012 Annual Report

- The MVD staff reviews plans for all construction projects in the Town of Merrimack. We work closely with Community Development and other town departments to insure water construction specifications are being met and each project is inspected prior to project acceptance and water service commencing.

The adopted budget of MVD for the fiscal year 2012/2013 was \$3,195,866 and is summarized as follows:

<i>Operations expense</i>	<i>\$2,381,391</i>
<i>Debt service Principal and Interest of general obligations</i>	<i>\$814,475</i>
<i>Total</i>	<i><u>\$3,195,866</u></i>

<i>Transfer to capital reserve funds</i>	<i>\$200,000</i>
<i>Total</i>	<i><u>\$3,395,866</u></i>

MANAGEMENT'S DISCUSSION AND ANALYSIS FOR THE FISCAL YEAR ENDED JUNE 30, 2013

ECONOMIC FACTORS, RATES AND 2013/2014 BUDGET

In considering the MVD Projected Revenue for the fiscal year 2013/2014 the Board of Commissioners may determine a need to increase the water rates and/or or service charges for the fiscal year 2013/2014. Other key assumptions in our revenue forecast are:

- Projected increase or decrease in revenue due to customer base
- Charges for Services
- Continue efforts to assure all customers are properly metered and billed accurately
- Establish goals and objectives in conjunction with the 2012 - 2018 Capital Improvement Program to reflect improvements for the future years
- Continue to study the need for improvement to the infrastructure and the method of balancing rates for 2013/2014 and beyond to pay for these improvements
- Increase our efforts to examine ways and means to make sure rates are equitable, defensible and affordable
- Promote an understanding that the burden of paying for construction, operation and maintenance of our facilities falls mainly on the customers of our system realizing costs are rising rapidly

2013/2014 Budget

Major new items specifically addressed in the budget are:

- | | |
|---|----------|
| • New Ford 2013 F-250 4X4 Regular/Cab Truck | \$28,000 |
| • New Ford 2013 F-150 1/2 Ton 4WD Truck | \$24,410 |
| • New Ford 2013 F-150 1/2 Ton 4WD Truck | \$23,898 |

The adopted budget of MVD for the fiscal year 2013/2014 was \$3,162,677 and is summarized as follows:

<i>Operations expense</i>	<i>\$2,420,481</i>
<i>Debt service Principal and Interest of general obligations</i>	<i>\$742,196</i>
<i>Total</i>	<i><u>\$3,162,677</u></i>

MANAGEMENT'S DISCUSSION AND ANALYSIS
FOR THE FISCAL YEAR ENDED JUNE 30, 2013

CONTACTING MVD'S FINANCIAL MANAGEMENT

This financial report is designed to provide our citizens, customers, regulator and creditors with a general overview of the Merrimack Village District finances and to show the MVD's accountability for the money it receives. If you have any question about this report or need additional information, contact the Merrimack Village District at 2 Greens Pond Road, Merrimack, NH 03054, phone (603) 424-9241 or e-mail at www.mvdwater.org

MERRIMACK VILLAGE DISTRICT
Statements of Net Position
June 30, 2013 and 2012

ASSETS	<u>2013</u>	<u>2012</u>
CURRENT ASSETS:		
Cash and equivalents	\$ 848,812	\$ 561,763
Restricted cash	786,062	868,409
Investments	467,475	467,158
Accounts receivable	444,535	431,108
Unbilled water charges	326,255	344,592
Due from other governments	3,544,877	3,202,347
Prepaid expenses	16,360	18,215
Inventories	84,081	96,203
TOTAL CURRENT ASSETS	<u>6,518,457</u>	<u>5,989,795</u>
NONCURRENT ASSETS:		
Capital assets:		
Non-depreciable capital assets	685,145	638,145
Depreciable capital assets, net	15,285,726	15,855,004
TOTAL NONCURRENT ASSETS	<u>15,970,871</u>	<u>16,493,149</u>
TOTAL ASSETS	<u>22,489,328</u>	<u>22,482,944</u>
DEFERRED OUTFLOWS OF RESOURCES		
TOTAL DEFERRED OUTFLOWS OF RESOURCES	<u>-</u>	<u>-</u>
LIABILITIES		
CURRENT LIABILITIES:		
Accounts payable	35,450	51,118
Accrued expenses	80,616	78,424
Accrued payroll	111,943	98,505
Retainage payable		18,287
Contractor advances	16,930	13,685
Current portion bonds payable	457,517	478,230
Current portion capital lease payable	95,990	157,326
TOTAL CURRENT LIABILITIES	<u>798,446</u>	<u>895,575</u>
NON-CURRENT LIABILITIES:		
Bonds payable	3,758,716	4,216,233
Capital lease payable		95,990
TOTAL NON-CURRENT LIABILITIES	<u>3,758,716</u>	<u>4,312,223</u>
TOTAL LIABILITIES	<u>4,557,162</u>	<u>5,207,798</u>
DEFERRED INFLOWS OF RESOURCES		
TOTAL DEFERRED INFLOWS OF RESOURCES	<u>-</u>	<u>-</u>
NET POSITION		
Net investment in capital assets	12,444,710	12,413,779
Unrestricted	5,487,456	4,861,367
TOTAL NET POSITION	<u>\$ 17,932,166</u>	<u>\$ 17,275,146</u>

See accompanying notes to basic financial statements

MERRIMACK VILLAGE DISTRICT
Statements of Revenues, Expenses and Changes in Net Position
For the Years Ended June 30, 2013 and 2012

	<u>2013</u>	<u>2012</u>
Operating revenues:		
Water sales and assessments	\$ 2,445,947	\$ 2,369,902
Protection charges	645,843	641,297
Sprinkler system charges	124,458	119,673
Service charges	105,831	109,960
Developer fees	33,727	163,888
Fines	24,034	23,489
Other income	43,723	69,333
Total operating revenues	<u>3,423,563</u>	<u>3,497,542</u>
Operating expenses:		
Production	565,615	327,680
Repairs and maintenance	124,860	96,112
General and administrative	1,322,634	1,296,608
Depreciation	569,278	531,734
Total operating expenses	<u>2,582,387</u>	<u>2,252,134</u>
Net operating income	<u>841,176</u>	<u>1,245,408</u>
Non-operating revenue (expenses):		
Gain on sale of assets		4,200
Interest income	514	3,194
Loss on investments	(8,156)	
Interest expense	(176,514)	(195,942)
Total non-operating revenue (expenses)	<u>(184,156)</u>	<u>(188,548)</u>
Change in net position	657,020	1,056,860
Total net position - beginning	<u>17,275,146</u>	<u>16,218,286</u>
Total net position - ending	<u>\$ 17,932,166</u>	<u>\$ 17,275,146</u>

See accompanying notes to basic financial statements

MERRIMACK VILLAGE DISTRICT
Statements of Cash Flows
For the Years Ended June 30, 2013 and 2012

	<u>2013</u>	<u>2012</u>
Cash Flows from Operating Activities:		
Cash received from customers	\$ 3,351,023	\$ 3,184,274
Cash received from developer fees	33,727	163,888
Cash received from other miscellaneous sources	43,723	69,333
Cash paid to suppliers	(1,219,171)	(974,328)
Cash paid to employees	(763,252)	(721,973)
Net Cash Provided by Operating Activities	<u>1,446,050</u>	<u>1,721,194</u>
Cash Flows from Capital and Related Financing Activities:		
Proceeds on sale of capital assets		4,200
Principal paid on debt	(612,326)	(605,030)
Interest paid on debt	(197,552)	(232,436)
Purchase of capital assets	(80,981)	(967,724)
Net Cash Provided (Used) by Capital and Related Financing Activities	<u>(890,859)</u>	<u>(1,800,990)</u>
Cash Flows from Investing Activities:		
Interest on investments	<u>514</u>	<u>3,194</u>
Net Cash Provided by Investing Activities	<u>514</u>	<u>3,194</u>
Net (Decrease) Increase in Cash and Equivalents	555,705	(76,602)
Cash and equivalents, beginning	<u>5,099,677</u>	<u>5,176,279</u>
Cash and equivalents, ending	<u>\$ 5,655,382</u>	<u>\$ 5,099,677</u>
Reconciliation of Operating Income to Net Cash Provided by Operating Activities:		
Operating income	\$ 841,176	\$ 1,245,408
Adjustments to Reconcile Operating Income to Net Cash Provided by Operating Activities:		
Depreciation	569,278	531,734
Change in current assets and liabilities:		
(Increase) in accounts receivable	(13,427)	(44,453)
(Increase) Decrease in unbilled water charges	18,337	(35,594)
Decrease in prepaid expenses	1,855	3,581
Decrease in inventories	12,122	2,486
Increase in accounts payable	26	14,965
Increase in accrued expenses	13,438	10,867
Increase (Decrease) in contractor advances	3,245	(7,800)
	<u>\$ 1,446,050</u>	<u>\$ 1,721,194</u>
Supplemental Disclosure of Non-cash Transactions:		
Amortization of bond premium	\$ 23,230	\$ 24,266
Capital asset additions included in year end liabilities		18,287
	<u>\$ 23,230</u>	<u>\$ 42,553</u>

See accompanying notes to basic financial statements

MERRIMACK VILLAGE DISTRICT
NOTES TO BASIC FINANCIAL STATEMENTS
For the Years Ended June 30, 2013 and 2012

NOTE 1--SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES

The accounting policies of the Merrimack Village District conform to accounting principles generally accepted in the United States of America as applicable to governmental units which operate in a manner similar to private business enterprises, except as indicated hereinafter. The following is a summary of significant accounting policies.

Financial Reporting Entity

The Merrimack Village District (District) was incorporated in 1955 to provide water for domestic, mercantile and industrial usage to the Town of Merrimack, New Hampshire. The District is organized as a Village District (special purpose district) under the laws of the State of New Hampshire and operates under the direction of an elected Board of Commissioners.

Basis of Accounting

The financial statements are presented on the accrual basis of accounting, wherein revenues are recognized when earned and expenses are recognized when incurred.

Classifications

Certain amounts in the June 30, 2012 financial statements have been reclassified to conform to the June 30, 2013 presentation under Governmental Accounting Standards Board (GASB) Statement #63 - Financial Reporting of Deferred Outflows of Resources, Deferred Inflows of Resources, and Net Position.

Estimates

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

Assets, Liabilities and Equity

Investments – Investments are recorded at fair value. At June 30, 2013 and 2012 investments consist solely of deposits with the New Hampshire Public Deposit Investment Pool (NHPDIP).

Inventory – Inventories consist of water system materials and supplies and are valued at lower of cost or market.

Cash and Cash Equivalents - For the purpose of the Statement of Cash Flows, cash and cash equivalents consist of the following.

MERRIMACK VILLAGE DISTRICT
NOTES TO BASIC FINANCIAL STATEMENTS (CONTINUED)
For the Years Ended June 30, 2013 and 2012

	<u>2013</u>	<u>2012</u>
Cash	\$ 848,812	\$ 561,763
Restricted Cash	786,062	868,409
Investment in NHPDIP	467,475	467,158
Due from other governments	<u>3,544,877</u>	<u>3,202,347</u>
	5,647,226	5,099,677
Add back: Unrealized loss on investments	8,156	-
	<u>\$ 5,655,382</u>	<u>\$ 5,099,677</u>

Capital Assets – Capital assets are recorded at cost and updated for additions and retirements during the year. Donated capital assets are recorded at their estimated fair value as of the date received. Improvements are capitalized: 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 is also capitalized. All reported capital assets except for land and construction in progress are depreciated. Depreciation is recorded using the straight-line method over the estimated useful lives of the related assets. Estimated useful lives are as follows:

	<u>Years</u>
Wells and structures	7-50
Services and improvements	5-50
Vehicles and equipment	3-30

Bond Premiums - Bond premiums are deferred and amortized as a component of interest expense over the life of the related bond using the effective interest rate method. Bonds payable are reported in the accompanying financial statements net of any applicable bond premium. The balances of the unamortized bond premiums as of June 30, 2013 and June 30, 2012 are \$181,233 and \$204,463, respectively.

Net Position – Net position represents the difference between assets, deferred outflows of resources, liabilities and deferred inflows of resources. The net investment in capital assets consists of capital assets, net of accumulated depreciation, reduced by the outstanding balances of bonds, notes or other 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.

Operating Revenues and Expenses – Operating revenues are those revenues that are generated directly from the primary activity of the District. These operating revenues consist of charges to customers for sales and services as well as miscellaneous charges in the normal course of operations. Operating expenses, which include depreciation on capital assets, are necessary costs incurred to provide the service that is the primary activity of the District. All revenues and expenses not meeting this definition are reported as non-operating revenues and expenses.

MERRIMACK VILLAGE DISTRICT
NOTES TO BASIC FINANCIAL STATEMENTS (CONTINUED)
For the Years Ended June 30, 2013 and 2012

NOTE 2--RISK MANAGEMENT

The District 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 fiscal years ending June 30, 2013 and 2012, the District was a member of the New Hampshire Public Risk Management Exchange (PRIMEX). The District currently reports all of its risk management activities in its General Fund. The Trust is classified as a "Risk Pool" in accordance with accounting principles generally accepted in the United States of America.

The Trust agreement permits 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 June 30, 2013 and 2012.

Property and Liability Insurance

PRIMEX provides certain property and liability insurance coverage to member towns, cities, and other qualified political subdivisions of New Hampshire. As a member of PRIMEX, the District 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.

Worker's Compensation

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

NOTE 3--DEPOSITS AND INVESTMENTS

Deposits and investments as of June 30, 2013 and 2012 are classified in the accompanying financial statements as follows:

	<u>2013</u>	<u>2012</u>
Statement of Net Position:		
Cash and equivalents	\$ 848,812	\$ 561,763
Restricted cash	786,062	868,409
Investments	<u>467,475</u>	<u>467,158</u>
Total deposits and investments	<u>\$ 2,102,349</u>	<u>\$ 1,897,330</u>

Deposits and investments as of June 30, 2013 and 2012 consist of the following:

MERRIMACK VILLAGE DISTRICT
NOTES TO BASIC FINANCIAL STATEMENTS (CONTINUED)

For the Years Ended June 30, 2013 and 2012

	<u>2013</u>	<u>2012</u>
Deposits with financial institutions	\$ 1,634,774	\$ 1,430,072
Cash on hand	100	100
Investments	<u>467,475</u>	<u>467,158</u>
Total deposits and investments	<u>\$ 2,102,349</u>	<u>\$ 1,897,330</u>

The District's investment policy requires that deposits be made in New Hampshire based financial institutions that are participants in one of the federal depository insurance programs. The District limits its investments to demand deposits, money market accounts, certificates of deposit, and repurchase agreements in accordance with New Hampshire State law (RSA 41:29) or the New Hampshire Public Deposit Investment Pool (NHPDIP), an external investment pool in accordance with New Hampshire State law (RSA 197:23-a).

Custodial Credit Risk

Custodial credit risk for deposits is the risk that in the event of a bank failure, the District's deposits may not be returned to it. Currently, the District has no investment policy for assurance against custodial credit risk. Of the District's deposits with financial institutions at June 30, 2013, \$1,216,623 was collateralized by securities held by the bank in the bank's name. Deposits held at June 30, 2012, were fully insured.

Credit Risk

Generally, credit risk is the risk that an issuer of an investment will not fulfill its obligation to the holder of the investment. This is measured by the assignment of a rating by a nationally recognized statistical rating organization. The District's investments at June 30, 2013 and 2012 consist solely of deposits in NHPDIP which are not rated.

The District has no policy regarding credit risk for its governmental funds as of June 30, 2013 and 2012.

Investments in NHPDIP

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

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

NOTE 4--DUE FROM OTHER GOVERNMENTS

The receivables from other governments at June 30, 2013 and 2012 of \$3,544,877 and \$3,202,347, respectively, consist of the Capital Reserve Funds held by the Trustees of Trust Funds for the Town of Merrimack, New Hampshire.

MERRIMACK VILLAGE DISTRICT
NOTES TO BASIC FINANCIAL STATEMENTS (CONTINUED)
For the Years Ended June 30, 2013 and 2012

NOTE 5--CAPITAL ASSETS

The following is a summary of changes in capital assets for the year ending June 30, 2013:

	Balance 7/1/2012	<u>Additions</u>	<u>Reductions</u>	Balance 6/30/2013
Capital assets not being depreciated:				
Land, easement and land improvements	\$ 531,303			\$ 531,303
Construction in progress	106,842	\$ 47,000		153,842
Total capital assets not being depreciated	<u>638,145</u>	<u>47,000</u>	<u>\$ -</u>	<u>685,145</u>
Other capital assets:				
Wells and Structures	4,679,278			4,679,278
Services and improvements	20,952,287			20,952,287
Vehicles and equipment	946,678			946,678
Total other capital assets	<u>26,578,243</u>	<u>-</u>	<u>-</u>	<u>26,578,243</u>
Less: accumulated depreciation for:				
Wells and Structures	(1,926,127)	(98,546)		(2,024,673)
Services and improvements	(8,014,163)	(432,714)		(8,446,877)
Vehicles and equipment	(782,949)	(38,018)		(820,967)
Total accumulated depreciation	<u>(10,723,239)</u>	<u>(569,278)</u>	<u>-</u>	<u>(11,292,517)</u>
Total other capital assets, net	15,855,004	(569,278)	-	15,285,726
Total capital assets, net	<u>\$ 16,493,149</u>	<u>\$ (522,278)</u>	<u>\$ -</u>	<u>\$ 15,970,871</u>

The following is a summary of changes in capital assets for the year ending June 30, 2012:

	Balance 7/1/2011	<u>Additions</u>	<u>Reductions</u>	Balance 6/30/2012
Capital assets not being depreciated:				
Land, easement and land improvements	\$ 531,303			\$ 531,303
Construction in progress	3,244,309	\$ 16,983	\$(3,154,450)	106,842
Total capital assets not being depreciated	<u>3,775,612</u>	<u>16,983</u>	<u>(3,154,450)</u>	<u>638,145</u>
Other capital assets:				
Wells and Structures	4,679,278			4,679,278
Services and improvements	16,928,306	4,023,981		20,952,287
Vehicles and equipment	928,749	46,307	(28,378)	946,678
Total other capital assets	<u>22,536,333</u>	<u>4,070,288</u>	<u>(28,378)</u>	<u>26,578,243</u>
Less: accumulated depreciation for:				
Wells and Structures	(1,827,461)	(98,666)		(1,926,127)
Services and improvements	(7,621,305)	(392,858)		(8,014,163)
Vehicles and equipment	(771,117)	(40,210)	28,378	(782,949)
Total accumulated depreciation	<u>(10,219,883)</u>	<u>(531,734)</u>	<u>28,378</u>	<u>(10,723,239)</u>
Total other capital assets, net	12,316,450	3,538,554	-	15,855,004
Total capital assets, net	<u>\$ 16,092,062</u>	<u>\$ 3,555,537</u>	<u>\$(3,154,450)</u>	<u>\$ 16,493,149</u>

MERRIMACK VILLAGE DISTRICT
NOTES TO BASIC FINANCIAL STATEMENTS (CONTINUED)
For the Years Ended June 30, 2013 and 2012

NOTE 6--PENSION PLAN

Plan Description

For fiscal year 2013 the District contributed to the New Hampshire Retirement System (NHRS), a cost-sharing multiple-employer defined benefit pension plan administered by the NHRS Board of Trustees. The plan provides service, disability, death and vested retirement allowances to plan members and beneficiaries. Benefit provisions are established and may be amended by the New Hampshire State legislature. The NHRS issues a publicly available financial report that includes financial statements and required supplementary information for NHRS. That report may be obtained by writing to New Hampshire Retirement System, 54 Regional Drive, Concord, New Hampshire 03301.

Funding Policy

Covered general employees are required to contribute 7.0% of their covered salary, and the District is required to contribute at an actuarially determined rate. The District's contribution rate was 8.8% of covered payroll for general employees. The District contributes 100% of the employer cost for general employees of the District.

Under State law (RSA-100:16), plan member contribution rates are established and may be amended by the New Hampshire State legislature and employer contribution rates are determined by the NHRS Board of Trustees based on an actuarial valuation. The District's contribution to the NHRS for the year ended June 30, 2013, 2012, and 2011 was \$56,033, \$58,183, and \$52,877 respectively, equal to the required contribution.

NOTE 7--LONG-TERM OBLIGATIONS

The following is a summary of changes in long-term obligations for the years ending June 30, 2013 and 2012:

June 30, 2013

	Balance			Balance	Amounts
	<u>7/1/2012</u>	<u>Additions</u>	<u>Reductions</u>	<u>6/30/2013</u>	<u>Due Within</u>
					<u>One Year</u>
General Obligation Bonds	\$ 4,490,000		\$ (455,000)	\$ 4,035,000	\$ 435,000
Unamortized bond premium	204,463		(23,230)	181,233	22,517
Total General Obligation Bonds	4,694,463	-	(478,230)	4,216,233	457,517
Capital lease payable	253,316		(157,326)	95,990	95,990
	<u>\$ 4,947,779</u>	<u>\$ -</u>	<u>\$ (635,556)</u>	<u>\$ 4,312,223</u>	<u>\$ 553,507</u>

MERRIMACK VILLAGE DISTRICT
NOTES TO BASIC FINANCIAL STATEMENTS (CONTINUED)
For the Years Ended June 30, 2013 and 2012

June 30, 2012

	Balance 7/1/2011	Additions	Reductions	Balance 6/30/2012	Amounts Due Within One Year
General Obligation Bonds	\$ 4,946,400		\$ (456,400)	\$ 4,490,000	\$ 455,000
Unamortized bond premium	228,729		(24,266)	204,463	23,230
Total General Obligation Bonds	5,175,129	-	(480,666)	4,694,463	478,230
Capital lease payable	401,946		(148,630)	253,316	157,326
	<u>\$ 5,577,075</u>	<u>\$ -</u>	<u>\$ (629,296)</u>	<u>\$ 4,947,779</u>	<u>\$ 635,556</u>

General obligation bonds payable at June 30, 2013 and 2012 consist of the following:

	<u>2013</u>	<u>2012</u>
Bond payable with a variable interest rate of 3.90% at inception and 5.00% at maturity with interest payable semi-annually on February 15 and August 15 of each year. Principal payments are due annually on August 15 in variable payments of \$105,000 to \$110,000. The bond matures on August 15, 2018.	\$ 105,000	\$ 210,000
Bond payable with a variable interest rate of 5.0% at inception and 6.1% at maturity with interest payable semi-annually on January 15 and July 15 of each year. Principal payments are due annually on January 15 in variable payments of \$20,000 to \$25,000. The bond matures on January 15, 2013.	-	20,000
Bond payable with a variable interest rate of 7.00% at inception and 6.125% at maturity with interest payable semi-annually on February 15 and August 15 of each year. Principal payments are due annually on August 15 in variable payments of \$65,000 to \$70,000. The bond matures on August 15, 2014.	130,000	195,000
Bond payable with a variable interest rate of 3.00% at inception and 5.00% at maturity with interest payable semi-annually on February 15 and August 15 of each year. Principal payments of \$75,000 are due annually on August 15. The bond matures on August 15, 2022.	750,000	825,000
Bond payable with a variable interest rate of 3.00% at inception and 5.00% at maturity with interest payable semi-annually on January 15 and July 15 of each year. Principal payments are due annually on January 15 with an initial payment of \$56,400 in 2012 and then in variable payments of \$50,000 to \$55,000. The bond matures on January 15, 2026.	700,000	755,000

MERRIMACK VILLAGE DISTRICT
NOTES TO BASIC FINANCIAL STATEMENTS (CONTINUED)
For the Years Ended June 30, 2013 and 2012

Bond payable with a variable interest rate of 3.00% at inception and 5.00% at maturity with interest payable semi-annually on February 15 and August 15 of each year. Principal payments are due annually on August 15 in variable payments of \$130,000 to \$135,000. The bond matures on August 15, 2030.

	<u>2,350,000</u>	<u>2,485,000</u>
	4,035,000	4,490,000
Add unamortized bond premium	<u>181,233</u>	<u>204,463</u>
	<u>\$ 4,216,233</u>	<u>\$ 4,694,463</u>

Debt service requirements to retire general obligation bonds outstanding as of June 30, 2013 are as follows:

Year Ending <u>June 30,</u>	<u>Principal</u>	<u>Interest</u>	<u>Total</u>
2014	\$ 435,000	\$ 170,193	\$ 605,193
2015	330,000	154,080	484,080
2016	260,000	142,034	402,034
2017	260,000	132,671	392,671
2018	260,000	121,934	381,934
2019-2023	1,300,000	446,153	1,746,153
2024-2028	800,000	215,652	1,015,652
2029-2031	<u>390,000</u>	<u>29,250</u>	<u>419,250</u>
	4,035,000	1,411,967	5,446,967
Add: <i>Bond Premium</i>	<u>181,233</u>	<u>181,233</u>	<u>181,233</u>
	<u>\$ 4,216,233</u>	<u>\$ 1,411,967</u>	<u>\$ 5,628,200</u>

Capital Lease Obligation

Capital lease obligations represent lease agreements entered into for the financing of equipment acquisitions. The following is the individual capital lease obligation as of June 30, 2013 and 2012:

	<u>2013</u>	<u>2012</u>
Equipment lease, due in monthly installments of \$13,974 through January 2014, including interest at 5.70%.	<u>\$ 95,990</u>	<u>\$ 253,316</u>

Debt service requirements to retire the capital lease obligation outstanding at June 30, 2013 are as follows:

Year Ending <u>June 30,</u>	<u>Principal</u>	<u>Interest</u>	<u>Total</u>
2014	<u>\$ 95,990</u>	<u>\$ 1,832</u>	<u>\$ 97,822</u>

MERRIMACK VILLAGE DISTRICT
NOTES TO BASIC FINANCIAL STATEMENTS (CONTINUED)

For the Years Ended June 30, 2013 and 2012

The balance of the assets acquired through the capital lease as of June 30, 2013 and 2012 is as follows:

	<u>2013</u>	<u>2012</u>
Asset:		
Meters	\$ 1,141,088	\$ 1,141,088
Less: Accumulated depreciation	<u>(363,073)</u>	<u>(328,495)</u>
Total	<u>\$ 778,015</u>	<u>\$ 812,593</u>

NOTE 8--CONTINGENT LIABILITIES

Litigation

In the opinion of legal counsel and District management, any potential claims against the District, which are not covered by insurance are immaterial and would not affect the financial position of the District.

NOTE 9--SUBSEQUENT EVENTS

Per Article #2 at the March 26, 2013 annual meeting, the District authorized the issuance of long-term debt in the amount of \$4,300,000 for the purpose of designing and constructing a water treatment facility for wells #7 and #8. As of November 5, 2013, the District has drawn \$50,125 on this bond.

MERRIMACK VILLAGE DISTRICT

Schedules of Expenses and Encumbrances - Budget and Actual - Budgetary Basis

For the Years Ended June 30, 2013 and 2012

June 30, 2013

	<u>Budget</u>	<u>Actual</u>	Variance Favorable (Unfavorable)
Functional Expenses and Encumbrances			
Current:			
Executive	\$ 9,795	\$ 9,060	\$ 735
Financial administration	172,832	173,964	(1,132)
Personnel administration	82,480	74,973	7,507
Other general government	20,000		20,000
Water distribution and treatment:			
Administration	107,762	102,431	5,331
Water services	1,315,572	1,254,398	61,174
Water treatment	332,950	394,273	(61,323)
Debt service:			
Principal of debt	612,326	612,326	-
Interest	202,149	176,515	25,634
Capital outlay	140,000	4,010	135,990
Transfer to Capital reserve	<u>1,035,890</u>	<u>1,035,890</u>	<u>-</u>
Total	<u>\$ 4,031,756</u>	<u>\$ 3,837,840</u>	<u>\$ 193,916</u>

June 30, 2012

	<u>Budget</u>	<u>Actual</u>	Variance Favorable (Unfavorable)
Functional Expenses and Encumbrances			
Current:			
Executive	\$ 9,795	\$ 9,624	\$ 171
Financial administration	160,631	167,760	(7,129)
Personnel administration	78,915	57,714	21,201
Other general government	20,000		20,000
Water distribution and treatment:			
Administration	133,000	103,578	29,422
Water services	1,226,279	1,008,170	218,109
Water treatment	400,313	372,572	27,741
Debt service:			
Principal of debt	605,029	605,030	(1)
Interest	233,218	195,942	37,276
Capital outlay	125,000	23,647	101,353
Transfer to Capital reserve	<u>733,767</u>	<u>733,767</u>	<u>-</u>
Total	<u>\$ 3,725,947</u>	<u>\$ 3,277,804</u>	<u>\$ 448,143</u>

**REPORT ON INTERNAL CONTROL BASED ON
AN AUDIT OF BASIC FINANCIAL STATEMENTS**

To the Commissioners of the
Merrimack Village District
Merrimack, New Hampshire

In planning and performing our audit of the financial statements of the business-type activities of the Merrimack Village District, Merrimack, New Hampshire (the District) as of and for the year ended June 30, 2013, in accordance with auditing standards generally accepted in the United States of America, we considered the District's internal control over financial reporting (internal control) as a basis for designing our 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 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.

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. 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.

This communication is intended solely for the information and use of management, Board of Commissioners, and others within the District and is not intended to be and should not be used by anyone other than these specified parties.



Manchester, New Hampshire
November 5, 2013

BUDGET FORM FOR VILLAGE DISTRICTS

without Budget Committee Under RSA 32:14-24

DATE OF MEETING: March 25, 2014 For Fiscal Year: 2014/2015

VILLAGE DISTRICT: Merrimack County: Hillsborough

In the Town(s) Of: Merrimack

Mailing Address: 2 Greens Pond Road
Merrimack, NH 03054

Phone #: 603-424-9241 Fax #: 603-424-0563 E-Mail: natalie.therrien@mvdwater.org

IMPORTANT:

Please read RSA 32:5 applicable to all municipalities.

1. Use this form to list the operating budget and all special and individual warrant articles in the appropriate recommended and not recommended area. All proposed appropriations must be on this form.
2. Hold at least one public hearing on this budget.
3. When completed, a copy of the budget must be posted with the warrant. Another copy must be placed on file with the village district clerk, and a copy sent to the Department of Revenue Administration at the address below within 20 days of the meeting.

This is to certify that this budget was posted with the warrant on the (date) March 7, 2014.

GOVERNING BODY (COMMISSIONERS)

Please sign in ink.

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.

[Signature]
[Signature]
[Signature]

[Signature]

THIS BUDGET SHALL BE POSTED WITH THE VILLAGE DISTRICT WARRANT

FOR DRA USE ONLY

NH DEPARTMENT OF REVENUE ADMINISTRATION
MUNICIPAL SERVICES DIVISION
P.O. BOX 487, CONCORD, NH 03302-0487
(603)271-3397

1	2	3	4	5	6	7
Acct. #	PURPOSE OF APPROPRIATIONS (RSA 32:3,V)	OP Bud. Warr. Art.#	Appropriations Prior Year As Approved by DRA	Actual Expenditures Prior Year	Appropriations Ensuing FY (Recommended)	Appropriations Ensuing FY (Not Recommended)
GENERAL GOVERNMENT						
4130-4139	Executive					
4150-4151	Financial Administration					
4153	Legal Expense					
4155-4159	Personnel Administration					
4194	General Government Buildings					
4196	Insurance					
4197	Advertising & Regional Assoc.					
4199	Other General Government					
PUBLIC SAFETY						
4210-4214	Police					
4215-4219	Ambulance					
4220-4229	Fire					
4290-4298	Emergency Management					
4299	Other Public Safety					
HIGHWAYS & STREETS						
4311-4312	Admin., Highways & Streets					
4313	Bridges					
4316	Street Lighting					
4319	Other					
SANITATION						
4321-4323	Admin. & Solid Waste Collection					
4324	Solid Waste Disposal					
4325	Solid Waste Clean-up					
4326-4329	Sewage Coll. & Disposal & Other					
WATER DISTRIBUTION & TREATMENT						
4331	Administration		364,369	342,113	386,725	
4332	Water Services		1,324,072	1,860,496	1,441,145	
4335	Water Treatment		332,950	286,748	404,904	
4338-4339	Water Conservation & Other					
HEALTH						
4411-4414	Administration & Pest Control					
CULTURE & RECREATION						
4520-4529	Parks & Recreation					
4589	Other Culture & Recreation					

1	2	3	4	5	6	7
Acct. #	PURPOSE OF APPROPRIATIONS (RSA 32:3,V)	OP Bud. Warr. Art.#	Appropriations Prior Year As Approved by DRA	Actual Expenditures Prior Year	Appropriations Ensuig FY (Recommended)	Appropriations Ensuig FY (Not Recommended)
DEBT SERVICE						
4711	Princ.- Long Term Bonds & Notes		612,326	61,373	455,000	
4721	Interest-Long Term Bonds & Notes		202,149	198,997	209,374	
4723	Int. on Tax Anticipation Notes					
4790-4799	Other Debt Service					
CAPITAL OUTLAY						
4901	Land & Improvements					
4902	Machinery, Vehicles & Equipment		140,000	0	74,000	
4903	Buildings					
4909	Improvements Other Than Bldgs					
OPERATING TRANSFERS OUT						
4912	To Special Revenue Fund		200,000	200,000	200,000	
4913	To Capital Projects Fund					
4914	To Proprietary Fund (Contingency)		20,000			
OPERATING BUDGET SUBTOTAL			3,195,866	2,949,727	3,171,148	

****SPECIAL WARRANT ARTICLES****

Special warrant articles are defined in RSA 32:3,VI, as: 1) appropriations in petitioned warrant articles; 2) appropriations raised by bonds or notes; 3) appropriation to a separate fund created pursuant to law, such as capital reserve funds or trust funds; 4) an appropriation designated on the warrant as a special article or as a nonlapsing or nontransferable article.

1	2	3	4	5	6	7
Acct. #	PURPOSE OF APPROPRIATIONS (RSA 32:3,V)	OP Bud. Warr. Art.#	Appropriations Prior Year As Approved by DRA	Actual Expenditures Prior Year	Appropriations Ensuing FY (Recommended)	Appropriations Ensuing FY (Not Recommended)
4915	To Capital Reserve Fund (System Dev.Charge)	4			33,728	
SPECIAL ARTICLES RECOMMENDED					33,728	

****INDIVIDUAL WARRANT ARTICLES****

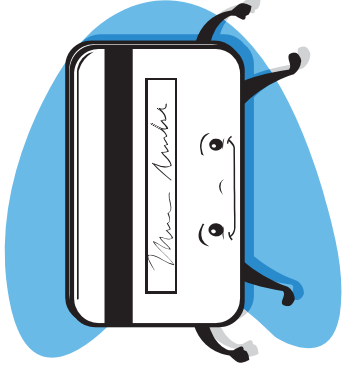
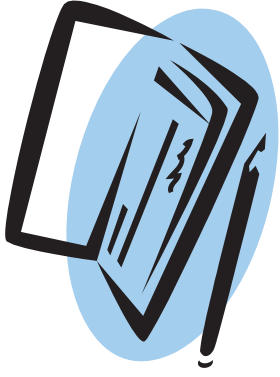
"Individual" warrant articles are not necessarily the same as "special warrant articles". Examples of individual warrant articles might be negotiated cost items for labor agreements, leases, or items of a one time nature.

1	2	3	4	5	6	7
Acct. #	PURPOSE OF APPROPRIATIONS (RSA 32:3,V)	OP Bud. Warr. Art.#	Appropriations Prior Year As Approved by DRA	Actual Expenditures Prior Year	Appropriations Ensuing FY (Recommended)	Appropriations Ensuing FY (Not Recommended)
	Contingency Fund	3			20,000	
INDIVIDUAL ARTICLES RECOMMENDED					20,000	

1	2	3	4	5	6
Acct.#	SOURCE OF REVENUE	WARR. ART.#	Estimated Revenues Prior Year	Actual Revenues Prior Year	Estimated Revenues Ensuing Fiscal Year
TAXES					
3190	Interest & Penalties on Delinquent Taxes				
3311-3319	FROM FEDERAL GOVERNMENT				
FROM STATE					
3351	Shared Revenues				
3354	Water Pollution Grant				
3359	Other (Including Railroad Tax)				
3379	FROM OTHER GOVERNMENTS				
CHARGES FOR SERVICES					
3401	Income from Departments				
3402	Water Supply System Charges				
3403	Sewer User Charges				
3404	Garbage - Refuse Charges				
3409	Other Charges (water supply)		3,001,294	3,496,112	3,085,112
MISCELLANEOUS REVENUES					
3501	Sale of Village District Property				
3502	Interest on Investments		14,105	514	950
3503-3509	Other Charges (Fines, Misc. etc...)		160,467	81,698	105,086
INTERFUND OPERATING TRANSFERS IN					
3912	From Special Revenue Funds				
3913	From Capital Projects Funds				
3914	From Proprietary Funds				
3915	From Capital Reserve Funds				
3916	From Trust & Agency Funds				
OTHER FINANCING SOURCES					
3934	Proc. from Long Term Bonds & Notes				
	Amounts Voted From Fund Balance	6			33,728
	Estimated Fund Balance to Reduce Taxes				
TOTAL ESTIMATED REVENUE & CREDITS			3,175,866	3,578,324	3,224,876

****BUDGET SUMMARY****

	PRIOR YEAR	
OPERATING BUDGET Appropriations Recommended (from page 3)	3,578,324	3,171,148
Special Warrant Articles Recommended (from page 4)		33,728
Individual Warrant Articles Recommended (from page 4)		20,000
TOTAL Appropriations Recommended	3,578,324	3,224,876
Less: Amount of Estimated Revenues & Credits (from above)	3,578,324	3,224,876
Estimated Amount of Taxes to be Raised	0	0



Pay “On-Line” by visiting www.mvdwater.org

OR

TOLL FREE #1-800-272-9829

CREDIT CARDS, PINLESS DEBIT CARDS AND E-CHECKS ACCEPTED

*** A transaction fee will be charged by the service provider for payment methods. There is a limit of \$250.00 per transaction***

Please note: credit cards and debit cards cannot be processed at the Merrimack Village District office



DATES TO REMEMBER

Monthly	Board of Commissioners meets on the 3rd Monday of each month
Annual/Biannual	Backflow Testing (for Commercial/Industrial Businesses)
Year Around	Odd/Even watering restriction is a tool to help manage our distribution system
April – Oct. 2014	Flushing of pipes in the distribution system. Watch for flushing notices in the newspaper, public access channel, and MVD website (www.mvdwater.org)
May 2014	Hydrant painting & maintenance begins
July 1, 2014	2014 Water Quality Report is mailed to all (Merrimack) Residents, Businesses, and Condominium Associations
March 31, 2015	Merrimack Village District Annual Meeting

***THE MERRIMACK VILLAGE DISTRICT WOULD LIKE TO
THANK THE RESIDENTS AND BUSINESSES OF
MERRIMACK FOR THEIR CONTINUED SUPPORT***

***IN APPRECIATION
EMPLOYEES RECOGNITION***

34 Years of Service

Carol Sutton

22 Years of Service

Jason Dubois

21 Years of Service

Kevin Gurney

19 Years of Service

Rita Carlton

17 Years of Service

Stephen Chase

16 Years of Service

Ron Miner

12 - 13 Years of Service

James Colburn

Ed Lambert

Dan St. Pierre

Natalie Therrien

3 - 8 Years of Service

David Fredrickson

Brian Hieken

Jill Lavoie

Heinz Smith

