



## **PLODZIK & SANDERSON**

*Professional Association/Accountants & Auditors*

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### ***INDEPENDENT AUDITOR'S REPORT***

To the Members of the Board of Selectmen  
Town of Fremont  
Fremont, New Hampshire

#### ***Report on the Financial Statements***

We have audited the accompanying financial statements of the governmental activities, major fund, and aggregate remaining fund information of the Town of Fremont as of and for the year ended December 31, 2014, and the related notes to the financial statements, which collectively comprise the Town's basic financial statements as listed in the table of contents.

#### ***Management's Responsibility for the Financial Statements***

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

#### ***Auditor's Responsibility***

Our responsibility is to express opinions on these financial statements based on our audit. We conducted our audit in accordance with auditing standards generally accepted in the United States of America. Those standards require that we plan and perform the audit to obtain reasonable assurance about whether the financial statements are free of material misstatement.

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

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

#### ***Opinions***

In our opinion, the financial statements referred to above present fairly, in all material respects, the respective financial position of the governmental activities, major fund, and aggregate remaining fund information of the Town of Fremont as of December 31, 2014, and the respective changes in financial position, and the respective budgetary comparison for the general fund, for the year then ended in accordance with accounting principles generally accepted in the United States of America.

#### ***Other Matters***

**Required Supplementary Information** - Accounting principles generally accepted in the United States of America require that the Management's Discussion and Analysis (pages 3 through 9) 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 them 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

*Town of Fremont*  
*Independent Auditor's Report*

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 Town of Fremont's basic financial statements. The combining and individual fund financial schedules are presented for purposes of additional analysis and are not a required part of the basic financial statements.

The combining and individual fund financial schedules 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, the combining and individual fund financial schedules are fairly stated, in all material respects, in relation to the basic financial statements as a whole.

September 25, 2015

*Plodzik & Sanderson*  
*Professional Association*

*SCHEDULE 1*  
*TOWN OF FREMONT, NEW HAMPSHIRE*  
*Major General Fund*  
*Schedule of Estimated and Actual Revenues (Non-GAAP Budgetary Basis)*  
*For the Fiscal Year Ended December 31, 2014*

	Estimated	Actual	Variance Positive (Negative)
Taxes:			
Property	\$ 1,254,024	\$ 1,245,760	\$ (8,264)
Land use change	25,000	29,571	4,571
Yield	3,000	7,106	4,106
Excavation	300	252	(48)
Interest and penalties on taxes	64,800	40,401	(24,399)
Total from taxes	<u>1,347,124</u>	<u>1,323,090</u>	<u>(24,034)</u>
Licenses, permits, and fees:			
Motor vehicle permit fees	700,000	761,520	61,520
Building permits	52,500	66,315	13,815
Other	14,485	12,657	(1,828)
Total from licenses, permits, and fees	<u>766,985</u>	<u>840,492</u>	<u>73,507</u>
Intergovernmental:			
State:			
Meals and rooms distribution	194,000	213,670	19,670
Highway block grant	94,776	96,148	1,372
Total from intergovernmental	<u>288,776</u>	<u>309,818</u>	<u>21,042</u>
Charges for services:			
Income from departments	<u>93,785</u>	<u>77,194</u>	<u>(16,591)</u>
Miscellaneous:			
Sale of municipal property	64,733	70,805	6,072
Interest on investments	400	286	(114)
Rent of property	300	250	(50)
Other	2,400	952	(1,448)
Total from miscellaneous	<u>67,833</u>	<u>72,293</u>	<u>4,460</u>
Other financing sources:			
Transfers in	<u>151,175</u>	<u>126,472</u>	<u>(24,703)</u>
Total revenues and other financing sources	<u>2,715,678</u>	<u>\$ 2,749,359</u>	<u>\$ 33,681</u>
Unassigned fund balance used to reduce tax rate	<u>35,000</u>		
Total revenues, other financing sources, and use of fund balance	<u>\$ 2,750,678</u>		

**SCHEDULE 2**  
**TOWN OF FREMONT, NEW HAMPSHIRE**  
**Major General Fund**

*Schedule of Appropriations, Expenditures, and Encumbrances (Non-GAAP Budgetary Basis)*  
*For the Fiscal Year Ended December 31, 2014*

	Encumbered from Prior Year	Appropriations	Expenditures	Encumbered to Subsequent Year	Variance Positive (Negative)
Current:					
General government:					
Executive	\$ 500	\$ 100,456	\$ 94,691	\$ -	\$ 6,265
Election and registration	-	71,541	68,444	-	3,097
Financial administration	-	20,060	19,592	-	468
Revaluation of property	-	38,370	33,642	-	4,728
Legal	-	20,000	13,735	-	6,265
Personnel administration	-	252,014	238,504	-	13,510
Planning and zoning	-	37,264	36,021	-	1,243
General government buildings	10,060	86,931	91,705	9,534	(4,248)
Cemeteries	-	10,050	9,525	-	525
Insurance, not otherwise allocated	-	35,519	33,343	-	2,176
Advertising and regional associations	-	7,114	7,528	-	(414)
Other	-	2,400	1,916	-	484
Total general government	10,560	681,719	648,646	9,534	34,099
Public safety:					
Police	8,768	480,937	454,874	-	34,831
Ambulance	-	7,000	7,000	-	-
Fire	-	187,398	156,492	15,000	15,906
Building inspection	-	33,582	31,431	-	2,151
Emergency management	-	4,130	7,386	-	(3,256)
Total public safety	8,768	713,047	657,183	15,000	49,632
Highways and streets:					
Highways and streets	-	398,095	395,379	1,730	986
Street lighting	-	4,848	4,963	-	(115)
Total highways and streets	-	402,943	400,342	1,730	871
Sanitation:					
Solid waste collection	-	206,951	206,951	-	-
Solid waste disposal	-	116,115	110,499	-	5,616
Total sanitation	-	323,066	317,450	-	5,616
Health:					
Administration	-	660	456	-	204
Pest control	-	9,796	8,704	-	1,092
Total health	-	10,456	9,160	-	1,296
Welfare:					
Direct assistance	-	14,850	17,314	-	(2,464)
Vendor payments	-	27,594	27,594	-	-
Total welfare	-	42,444	44,908	-	(2,464)
Culture and recreation:					
Parks and recreation	-	40,386	40,068	-	318
Library	2,750	105,879	125,043	24,300	(40,714)
Patriotic purposes	-	2,185	1,838	-	347
Other	-	12,504	12,504	-	-
Total culture and recreation	2,750	160,954	179,453	24,300	(40,049)
Conservation	-	-	1,523	-	(1,523)

*(Continued)*

*SCHEDULE 2 (Continued)*  
**TOWN OF FREMONT, NEW HAMPSHIRE**  
*Major General Fund*  
*Schedule of Appropriations, Expenditures, and Encumbrances (Non-GAAP Budgetary Basis)*  
*For the Fiscal Year Ended December 31, 2014*

	Encumbered from Prior Year	Appropriations	Expenditures	Encumbered to Subsequent Year	Variance Positive (Negative)
Debt service:					
Principal of long-term debt	-	135,000	135,000	-	-
Interest on long-term debt	-	46,239	46,239	-	-
Interest on tax anticipation notes	-	2,000	-	-	2,000
Total debt service	-	183,239	181,239	-	2,000
Capital outlay	-	167,809	233,380	-	(65,571)
Other financing uses:					
Transfers out	-	65,001	40,000	-	25,001
Total appropriations, expenditures, other financing uses, and encumbrances	\$ 22,078	\$ 2,750,678	\$ 2,713,284	\$ 50,564	\$ 8,908



*Knowles ~ Chase ~ Leavitt  
Cemetery*

*Circa 1777*

*This is one of the new signs  
purchased by the Fremont  
250<sup>th</sup> Committee with their  
fundraising money following  
the Celebration in 2014.*

*Signs were installed in 2015.*

*Photo Courtesy of Bob Meade*