



PLODZIK & SANDERSON

Professional Association/Accountants & Auditors

193 North Main Street • Concord • New Hampshire • 03301-5063 • 603-225-6996 • FAX- 603-224-1380

INDEPENDENT AUDITOR'S REPORT

To the Members of the School Board
Fremont School District
Fremont, New Hampshire

We have audited the accompanying financial statements of the governmental activities, each major fund, and the aggregate remaining fund information of the Fremont School District as of and for the year ended June 30, 2011, which collectively comprise the School District's basic financial statements as listed in the table of contents. These financial statements are the responsibility of Fremont School District's management. Our responsibility is to express opinions on these financial statements based on our audit.

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

In our opinion, the financial statements referred to above present fairly, in all material respects, the respective financial position of the governmental activities, each major fund and the aggregate remaining fund information of the Fremont School District as of June 30, 2011 and the respective changes in financial position for the year then ended and the respective budgetary comparison for the general and food service funds, in conformity with accounting principles generally accepted in the United States of America.

Accounting principles generally accepted in the United States of America require that the Management's Discussion and Analysis (pages 2 through 8) and the Schedule of Funding Progress for Other Postemployment Benefit Plan (pages 31 and 32) 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.

Our audit was conducted for the purpose of forming opinions on the financial statements that collectively comprise the Fremont School District'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. The 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 financial schedules themselves, and other additional procedures in accordance with auditing standards generally accepted in the United States of America. In our opinion, the information is fairly stated in all material respects in relation to the basic financial statements as a whole.

*Plodzik & Sanderson
Professional Association*

January 5, 2012

EXHIBIT C-1
FREMONT SCHOOL DISTRICT
Governmental Funds
Balance Sheet
June 30, 2011

	General	Food Service	Other Governmental Funds	Total Governmental Funds
ASSETS				
Cash and cash equivalents	\$ 888,393	\$ 119,505	\$ -	\$ 1,007,898
Investments	76,438	-	-	76,438
Receivables:				
Accounts	2,383	292	-	2,675
Intergovernmental	43,246	5,139	83,470	131,855
Interfund receivable	170,102	-	-	170,102
Intergovernmental receivable - restricted	65,892	-	-	65,892
Total assets	<u>\$ 1,246,454</u>	<u>\$ 124,936</u>	<u>\$ 83,470</u>	<u>\$ 1,454,860</u>
LIABILITIES AND FUND BALANCES				
Liabilities:				
Accounts payable	\$ 48,156	\$ 7,558	\$ 2,009	\$ 57,723
Accrued salaries and benefits	121,253	-	8,300	129,553
Intergovernmental payable	794,435	-	-	794,435
Interfund payable	-	110,663	59,439	170,102
Deferred revenue	-	2,044	1,343	3,387
Total liabilities	<u>963,844</u>	<u>120,265</u>	<u>71,091</u>	<u>1,155,200</u>
Fund balances:				
Restricted	-	4,671	12,379	17,050
Committed	65,892	-	-	65,892
Assigned	90,812	-	-	90,812
Unassigned	125,906	-	-	125,906
Total fund balances	<u>282,610</u>	<u>4,671</u>	<u>12,379</u>	<u>299,660</u>
Total liabilities and fund balances	<u>\$ 1,246,454</u>	<u>\$ 124,936</u>	<u>\$ 83,470</u>	<u>\$ 1,454,860</u>

The notes to the basic financial statements are an integral part of this statement.