

**COUNTY OF ROCKINGHAM, NEW HAMPSHIRE**  
**GENERAL PURPOSE FINANCIAL STATEMENTS WITH SUPPORTING SCHEDULES**  
**FOR THE YEAR ENDED DECEMBER 31, 2008**



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**INDEPENDENT AUDITOR'S REPORT**

Board of County Commissioners  
County of Rockingham, New Hampshire

We have audited the accompanying general purpose financial statements of the County of Rockingham, New Hampshire as of and for the year ended December 31, 2008 as listed in the table of contents. These general purpose financial statements are the responsibility of the County's management. 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 and the standards applicable to financial audits contained in *Government Auditing Standards*, issued by the Comptroller General of the United States. Those standards require that we plan and perform the audit to obtain reasonable assurance about whether the financial statements are free 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 opinion.

In our opinion, the general purpose financial statements referred to above present fairly in all material respects, the financial position of the County of Rockingham, New Hampshire at December 31, 2008 and the results of its operations and cash flows of its proprietary fund types for the year then ended in conformity with accounting principles generally accepted in the United States of America.

The Management Discussion and Analysis and the Budgetary Comparison Schedule on pages 3 through 6 and 27 through 28 are not a required part of the basic financial statements but are supplementary information required by accounting principles generally accepted in the United States of America. We have applied certain limited procedures, which consisted principally of inquiries of management regarding the methods of measurement and presentation of the required supplementary information. However, we did not audit the information and express no opinion on it.

Our audit was conducted for the purpose of forming an opinion on the combined financial statements taken as a whole. The accompanying individual fund financial statements listed as supporting schedules in the table of contents are presented for purposed of additional analysis and are not a required part of the combined financial statements and in our opinion, are fairly stated in all material respects in relation to the general purpose financial statements taken as a whole.

*Robert L. Gill, CPA, PC*

Concord, New Hampshire  
May 9, 2009

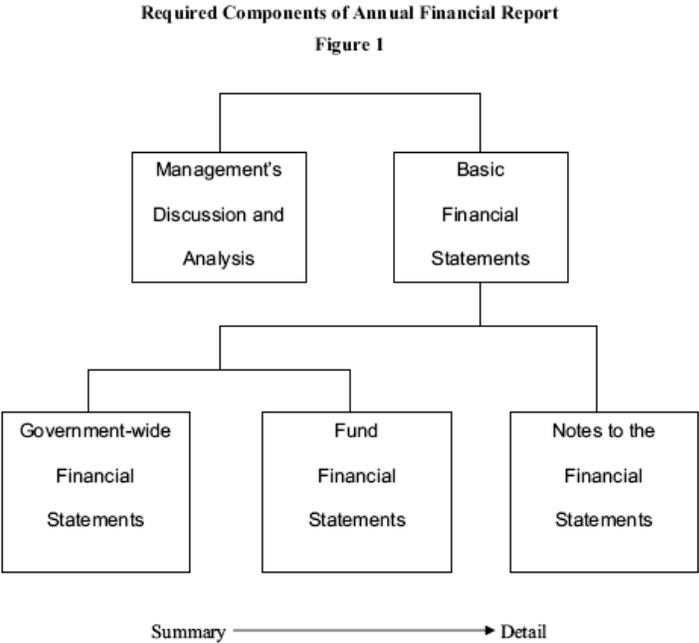
**Rockingham County's Management's Discussion and Analysis for 2008**

This report provides readers with a narrative overview and analysis of the financial activities of Rockingham County for the year ended December 31, 2008. Readers are encouraged to review the information presented here in conjunction with additional information furnished in the County's financial statements, which follow this narrative. This discussion and analysis is required to provide comparisons with the previous year.

**Overview of the Financial Statements**

The discussion and analysis is intended to serve as an introduction to Rockingham County's basic financial statements. The County's basic financial statements consist of three components; 1) government-wide financial statements, 2) fund financial statements, and 3) notes to the financial statements (see Figure 1). The basic financial statements present two different views of the County through the use of government-wide statements and fund financial statements. In addition to the basic financial statements, this report contains other supplemental information that will enhance the reader's understanding of the financial condition of the County.

- The statements presented on pages 8 and 9 are the Government-wide Financial Statements. They provide both short and long-term information about the County's financial status.
- The next statements are Fund Financial Statements. These statements focus on the activities of the individual parts of the County's government. They provide more detail than the government-wide statements. There are four parts to the Fund Financial Statements: 1) the governmental funds statements; 2) the budgetary comparison statements; 3) the proprietary fund statements; and 4) the fiduciary fund statements.
- The next section of the basic financial statements is the notes. The notes to the financial statements explain in detail some of the data contained in those statements. Following the notes, is the required supplemental information that further explains and support the information in the financial statements.



**Financial Highlights -Government Wide**

- The assets of Rockingham County exceeded its liabilities at the close of the fiscal year by \$51,975,171 (net assets).
- The government's total net assets reflects a reduction of \$3,103,181 and its long-term liabilities continue to decrease as debt is paid off.

**Financial Highlights-Fund Statements**

- As of the close of the year, Rockingham County's reported combined ending fund balances of \$21,377,543 a decrease of \$1,919,407 in comparison with the prior year as restated.
- At the end of the current fiscal year, unreserved fund balance for the General Fund was \$16,540,136 or 23% percent of total general fund appropriations.
- The County's total debt decreased by \$ 1,546,867 during the current year.
- The County's retains a Aa2 bond rating for its long-term borrowing and maintained its MIG-1 rating on its short-term borrowing.

### Government-Wide Financial Analysis

The County continues to prepare its government-wide financial statements in accordance with the GASB Statement 34 reporting model. Statement 34 dictates that when comparative numbers are accessible, they be included.

The following analysis focuses on net assets (**table 1**) and changes in net assets (**table 2**). Net assets may serve, over time, as one useful indicator of a government's financial condition. Net assets at year end were \$51,973,079 of which \$21,010,862 were unrestricted. Unrestricted net assets can be used to finance day-to-day operations of the County and reduce the effect of property taxes.

*table-1*

#### *Rockingham County Comparative Net Assets at December 31, 2007 and 2008*

	<u>Activities 2007 As Restated</u>	<u>Activities 2008</u>	<u>% change</u>
Current and other assets	\$42,038,752	\$39,120,254	-7%
Capital Assets	34,824,298	33,790,587	-3%
Total Assets	<u>73,863,050</u>	<u>72,910,841</u>	-5%
Long-term liabilities	10,136,521	10,392,708	3%
Other Liabilities	11,650,269	10,545,054	-9%
Total liabilities	<u>21,786,790</u>	<u>20,937,762</u>	-4%
<b>Net Assets:</b>			
Invested in capital assets net of related debt	26,532,871	27,046,026	2%
Restricted	4,145,869	3,916,191	-6%
Unrestricted	<u>24,397,520</u>	<u>21,010,862</u>	-14%
Total net assets	<u>\$55,076,260</u>	<u>\$51,973,079</u>	-6%

*table-2*

**Rockingham County Changes in Net Assets at December 31, 2007 and 2008**

	<u>Activities 2007 As Restated</u>	<u>Activities 2008</u>	<u>% Change</u>
Revenues:			
Program Revenues			
Charges for Services	\$24680,127	23,749,321	-4%
Grants and contributions	128,607	161,785	26%
General Revenues			
Taxes	38,779,032	40,038,075	3%
Other	<u>1,693,260</u>	<u>688,146</u>	-59%
Total Revenues	<u>65,281,026</u>	<u>64,637,327</u>	-1%
Expenses			
Administration	8,504,505	6,010,038	-29%
Law Enforcement	13,858,795	14,660,225	6%
Human Care and Services	38,727,534	40,908,809	6%
Other	3,973,360	5,882,721	48%
Debt interest	<u>320,782</u>	<u>278,715</u>	-13%
Total Expenses	60,700,503	65,384,976	8%
Increase (Decrease) in net assets	(103,950)	(3,103,181)	-2885%
Net Assets at 1/1	<u>54,160,120</u>	<u>55,076,260</u>	2%
Net Assets at 12/31	<u>\$54,056,170</u>	<u>\$51,973,079</u>	-4%

***County Government Funds***

The focus of the County's governmental funds is to provide information on near-term inflows, outflows, and balances of usable resources. Such information is useful in assessing the County's financing requirements. Specifically, unreserved fund balance can be a useful measure of a government's net resources available for spending at the end of the fiscal year. The general fund is the chief operating fund of the County.

As a measure of the general fund's liquidity, it may be useful to compare both unreserved fund balance and total fund balance to total fund appropriations. At December 31, 2008, unreserved fund balance represents 23 percent of total General Fund appropriations, while total fund balance represents 29 percent of that same amount.

***Capital Asset and Debt Administration***

**Assets**

At December 31, 2008 the County reported \$34 million in capital assets net of depreciation which includes work in progress of \$628,453.

### **debt**

At December 31, 2008 the County had \$6.9 million in outstanding long-term debt. \$2.2 million originates from a general obligation bond maturing in 2012. An additional \$1.3 million of the \$6.9 million is for a general obligation bond maturing in 2010. The final \$3.4 million is for capital leases including an energy management project completed in 2004.

### **Economic Factors and Next Year's Budgets and Rates**

- Uncertainty continues to surround future County expenditures due to a formula change in the funding of nursing home care. Demographics of the aging population would indicate that future expenses will be subject to extraordinary increases. At the same time a watchful eye is being kept on the Medicaid reimbursement rate as the rate of increase is not keeping pace with the increase in expenditures
- Property taxes continues to account for 55% of expected revenues for 2008
- Budgeted expenditures in the General Fund are expected to increase by approximately .5% over 2007 budgeted amounts.

### **Contacting the County's Financial Management**

This financial report is intended to provide report users with a general overview of the County's finances at 12/31/08. Questions about this report can be directed to the Finance Office at 119 North Road, Brentwood, New Hampshire, 03833.

**COUNTY OF ROCKINGHAM, NEW HAMPSHIRE**  
**Statement of Net Assets**  
**December 31, 2008**

	<b>Primary Government</b>
	<b>Governmental</b>
	<b>Activities</b>
<b>Assets</b>	
Cash and Equivalents	\$ 31,219,049
Restricted Cash	798,091
Investments	1,267,258
Accrued Interest Receivable	10,850
Accounts Receivable, net	1,424,296
Due from Other Governments	3,606,193
Prepaid Items	73,090
Inventory	721,427
Capital Assets, net	33,790,587
<b>Total Assets</b>	<b>72,910,841</b>
 <b>Liabilities</b>	
Accounts Payable	2,497,109
Accrued Interest Payable	70,194
Accrued Liabilities	1,330,218
Due to Other Governments	6,306,495
Deferred Revenue	188,692
Long-term Liabilities:	
Due Within One Year	4,626,798
Due in More Than One Year	6,083,816
<b>Total Liabilities</b>	<b>21,103,322</b>
 <b>Net Assets</b>	
Invested in capital assets, net of related debt	26,880,466
Restricted for:	
Capital Projects	2,673,790
Debt Service	346,696
Other Purposes	895,705
Unrestricted	21,010,862
<b>Total Net Assets</b>	<b>\$ 51,807,519</b>

See Accompanying Independent Auditor's Report and Notes to Financial Statements

**COUNTY OF ROCKINGHAM, NEW HAMPSHIRE**  
**Statement of Activities**  
**For the Year Ended December 31, 2008**

Functions/Programs	Expenses	Program Revenues			Net (Expense) Revenue and Changes in Net Assets
		Charges for services	Operating Grants and Contributions	Capital Grants and Contributions	Primary Government Governmental Activities
<b>Primary Government:</b>					
<b>Governmental activities:</b>					
General Government	\$ 847,751	\$ -	\$ -	\$ -	\$ (847,751)
Commissioners	173,695	19	-	-	(173,676)
Treasurer	26,586	-	-	-	(26,586)
County Attorney	2,934,184	279,499	30,000	-	(2,624,685)
Medical Examiner	39,507	-	-	-	(39,507)
Deeds	1,244,172	3,273,716	-	-	2,029,544
Sheriff/Dispatch/Radio	4,619,154	943,638	131,785	-	(3,543,731)
Delegation	71,381	-	-	-	(71,381)
Finance	875,275	18	-	-	(875,257)
Maintenance	4,201,355	19,462	-	-	(4,181,893)
Human Services	1,102,713	13,825	-	-	(1,088,888)
Public Assistance	14,024,803	747,157	-	-	(13,277,646)
Human Resources	414,985	52	-	-	(414,933)
Corrections	10,161,848	299,762	-	-	(9,862,086)
Nursing Home	24,186,757	16,950,141	-	-	(7,236,616)
Assisted Living	1,555,029	1,204,399	-	-	(350,630)
Information Technology	291,544	17,633	-	-	(273,911)
UNH Cooperative Extension	567,864	-	-	-	(567,864)
Noncounty Specials	288,750	-	-	-	(288,750)
Interest on Long Term Debt	278,715	-	-	-	(278,715)
<b>Total governmental activities</b>	<b>67,906,068</b>	<b>23,749,321</b>	<b>161,785</b>	<b>-</b>	<b>(43,994,962)</b>
<b>Total Primary Government</b>	<b>67,906,068</b>	<b>23,749,321</b>	<b>161,785</b>	<b>-</b>	<b>(43,994,962)</b>
<b>General Revenues:</b>					
Taxes					40,038,075
Grants Not Restricted to Specific Programs					79,776
Interest Earnings					566,617
Miscellaneous					41,753
<b>Total General Revenues</b>					<b>40,726,221</b>
					<b>Change in Net Assets (3,268,741)</b>
					<b>Net Assets - Beginning, as Restated 55,076,260</b>
					<b>Net Assets - Ending \$ 51,807,519</b>

See Accompanying Independent Auditor's Report and Notes to Financial Statements

## COUNTY OF ROCKINGHAM, NEW HAMPSHIRE

Balance Sheet  
 Governmental Funds  
 December 31, 2008

	General	Capital Projects	Other Governmental Funds	Total Governmental Funds
<b>Assets</b>				
Cash and Equivalents	\$ 20,244,580	\$ 3,798,567	\$ -	\$ 24,043,147
Restricted Cash	508,223	-	289,868	798,091
Investments	-	-	68,196	68,196
Accounts Receivable, net	1,010,412	-	-	1,010,412
Due from Other Funds	1,561,205	-	448,680	2,009,885
Due from Other Governments	3,606,193	-	-	3,606,193
Prepaid Expenses	37,253	-	-	37,253
Inventory	721,427	-	-	721,427
Gift Cards	2,814	-	-	2,814
<b>Total Assets</b>	<b>\$ 27,692,107</b>	<b>\$ 3,798,567</b>	<b>\$ 806,744</b>	<b>\$ 32,297,418</b>
<b>Liabilities</b>				
Accounts Payable	\$ 540,098	\$ 19,919	\$ -	\$ 560,017
Accrued Liabilities	1,330,218	-	-	1,330,218
Due to Other Funds	1,168,027	1,104,858	72,567	2,345,452
Due to Other Governments	6,306,495	-	-	6,306,495
Deferred Revenue	377,693	-	-	377,693
<b>Total Liabilities</b>	<b>9,722,531</b>	<b>1,124,777</b>	<b>72,567</b>	<b>10,919,875</b>
<b>Fund Balances</b>				
<b>Reserved for:</b>				
Noncurrent Assets	758,680	-	-	758,680
Encumbrances	99,760	-	-	99,760
Capital Projects	-	2,673,790	-	2,673,790
Debt Service	-	-	346,696	346,696
Other Purposes	-	-	387,481	387,481
<b>Unreserved, reported in:</b>				
<b>General Fund</b>				
Designated for Continuing Appropriations	571,000	-	-	571,000
Unreserved	16,540,136	-	-	16,540,136
<b>Total Fund Balances</b>	<b>17,969,576</b>	<b>2,673,790</b>	<b>734,177</b>	<b>21,377,543</b>
<b>Total Liabilities and Fund Balances</b>	<b>\$ 27,692,107</b>	<b>\$ 3,798,567</b>	<b>\$ 806,744</b>	

Amounts reported for governmental activities in the Statement of Net Assets are different because:

Capital assets used in governmental activities are not financial resources and, therefore, are not reported in the funds, net of accumulated depreciation.	33,790,587
Internal service funds are used by management to account for self insured employee benefits, such as health. The assets and liabilities of the internal service funds are included in governmental activities in the Statement of Net Assets.	5,647,002
Certain long term liabilities are not due and payable from current financial resources and, therefore, are not reported in the funds:	
Accrued interest payable	(70,194)
Capital lease obligations payable	(3,365,120)
General obligation bonds payable	(3,545,000)
Accrued compensated absences	(2,297,485)
Deferred revenue	270,186
	<u>(9,007,613)</u>
<b>Net assets of governmental activities</b>	<b>\$ 51,807,519</b>

See Accompanying Independent Auditors' Report and Notes to Financial Statements

**COUNTY OF ROCKINGHAM, NEW HAMPSHIRE**  
**Statements of Revenues, Expenditures and Changes in Fund Balances**  
**Governmental Funds**  
**For the Year Ended December 31, 2008**

	General	Capital Projects	Other Governmental Funds	Total Governmental Funds
<b>Revenues</b>				
Taxes	\$ 40,038,075	\$ -	\$ -	\$ 40,038,075
Charges for Services				
County Attorney	230,349	-	79,150	309,499
Deeds	3,156,744	-	116,972	3,273,716
Sheriff/Dispatch/Radio	1,026,212	-	-	1,026,212
Maintenance	1,992	-	-	1,992
County Land Management	17,470	-	-	17,470
Human Services	760,982	-	-	760,982
Corrections	275,298	-	24,464	299,762
Nursing Home	16,939,151	-	10,990	16,950,141
Assisted Living	1,201,779	-	2,620	1,204,399
Information Technology	17,633	-	-	17,633
Interest	240,633	65,703	11,523	317,859
Grants	128,987	-	-	128,987
Other	41,842	-	-	41,842
<b>Total Revenues</b>	<b>64,077,147</b>	<b>65,703</b>	<b>245,719</b>	<b>64,388,569</b>
<b>Expenditures</b>				
Current				
General Government	815,226	-	-	815,226
Commissioners	162,042	-	-	162,042
Treasurer	26,569	-	-	26,569
County Attorney	2,733,050	-	107,669	2,840,719
Medical Examiner	39,507	-	-	39,507
Deeds	1,176,204	-	-	1,176,204
Sheriff/Dispatch/Radio	4,524,709	-	-	4,524,709
Delegation Office	65,199	-	-	65,199
Finance Office	834,299	-	-	834,299
Maintenance	3,822,939	-	-	3,822,939
Human Services	1,093,159	-	-	1,093,159
Public Assistance	14,024,803	-	-	14,024,803
Human Resources	393,409	-	-	393,409
Jail	9,218,381	-	-	9,218,381
Nursing Home	22,017,733	-	-	22,017,733
Assisted Living	1,309,030	-	-	1,309,030
Information Technology	322,751	-	-	322,751
Extension Service	531,483	-	-	531,483
Non County Specials	288,750	-	-	288,750
Debt Service - Principal	1,225,000	-	175,812	1,400,812
Debt Service - Interest	141,406	-	159,160	300,566
Grants	81,736	-	-	81,736
Capital Outlay	85,328	763,997	-	849,325
<b>Total Expenditures</b>	<b>64,932,713</b>	<b>763,997</b>	<b>442,641</b>	<b>66,139,351</b>
Excess (Deficiency) of Revenues Over Expenditures	(855,566)	(698,294)	(196,922)	(1,750,782)
<b>Other Financing Sources (Uses)</b>				
Proceeds of Capital Lease	175,305	-	-	175,305
Transfers In	136,644	377,500	346,696	860,840
Transfers Out	(974,196)	-	(136,644)	(1,110,840)
<b>Total Other Financing Sources (Uses)</b>	<b>(662,247)</b>	<b>377,500</b>	<b>210,052</b>	<b>(74,695)</b>
<b>Net Change in Fund Balance</b>	<b>(1,517,813)</b>	<b>(320,794)</b>	<b>13,130</b>	<b>(1,825,477)</b>
<b>Fund Balances, beginning, as restated</b>	<b>19,581,319</b>	<b>2,994,584</b>	<b>721,047</b>	<b>23,296,950</b>
<b>Changes in Reserves (Inventory)</b>	<b>(93,930)</b>	<b>-</b>	<b>-</b>	<b>(93,930)</b>
<b>Fund Balances, ending</b>	<b>\$ 17,969,576</b>	<b>\$ 2,673,790</b>	<b>\$ 734,177</b>	<b>\$ 21,377,543</b>

See Accompanying Independent Auditors' Report and Notes to Financial Statements

**COUNTY OF ROCKINGHAM, NEW HAMPSHIRE**  
**Reconciliation of the Statement of Revenues, Expenditures and Changes in Fund Balances**  
**of Governmental Funds to the Statement of Activities**  
**For the Year Ended December 31, 2008**

Net change in fund balances - total governmental funds	\$	(1,825,477)
 <b>Amounts reported for governmental activities in the Statement of Activities are different because:</b>		
 <b>Governmental funds report capital outlays as expenditures while governmental activities report depreciation expense to allocate those expenditures over the life of the assets:</b>		
Capital asset purchases capitalized		1,128,638
Depreciation expense		(2,162,350)
		(1,033,712)
 <b>Bond proceeds provide current financial resources to governmental funds, but issuing debt increases long term liabilities in the Statement of Net Assets. Repayment of debt principle is an expenditure in the governmental funds, but the repayment reduces long term liabilities in the Statement of Net Assets:</b>		
Capital lease proceeds received		(175,305)
Capital lease obligation principle payments		331,612
General obligation bond principle payments		1,225,000
		1,381,307
 <b>Some expenses reported in the Statement of Activities do not require the use of current financial resources and, therefore, are not reported as expenditures in governmental funds:</b>		
Accrued interest payable		21,852
Accrued compensated absences		(392,478)
		(370,627)
 <b>Internal Services Funds are used by management to account for self-insured employee benefits, such as health. The net revenue (expense) of the internal service funds is reported with governmental activities.</b>		
		(1,326,303)
 <b>Inventory is recorded as an expenditure when purchased in the funds but is recorded as an expense when used in governmental activities.</b>		
		(93,930)
 Change in net assets of governmental activities	 \$	 (3,268,741)

**COUNTY OF ROCKINGHAM, NEW HAMPSHIRE**  
**Statement of Net Assets**  
**Proprietary Funds**  
**December 31, 2008**

	<u>Governmental Activities- Internal Service Funds</u>
<b>Assets</b>	
<b>Current Assets</b>	
Cash	\$ 7,175,902
Investments	1,199,062
Accrued Interest Receivable	10,850
Accounts Receivable, net	168,319
Due from Other Funds	712,750
Deposits	33,023
<b>Total Current Assets</b>	<u>9,299,906</u>
<b>Total Assets</b>	<u>9,299,906</u>
<b>Liabilities</b>	
<b>Current Liabilities</b>	
Accounts Payable	1,937,092
Due to Other Funds	131,618
Deferred Revenue	81,185
Compensated Absences Payable	658,212
<b>Total Current Liabilities</b>	<u>2,808,107</u>
<b>Noncurrent Liabilities</b>	
Compensated Absences Payable	844,797
<b>Total Noncurrent Liabilities</b>	<u>844,797</u>
<b>Total Liabilities</b>	<u>3,652,904</u>
<b>Net Assets</b>	
Unrestricted	5,647,002
<b>Total Net Assets</b>	<u>\$ 5,647,002</u>

See Accompanying Independent Auditor's Report and Notes to Financial Statements

Statement G

**COUNTY OF ROCKINGHAM, NEW HAMPSHIRE**  
**Statement of Revenues, Expenses, and Changes in Fund Net Assets**  
**Proprietary Funds**  
**For the Year Ended December 31, 2008**

	<u>Governmental Activities- Internal Service Funds</u>
<b>Operating Revenues</b>	
Charges for Services	\$ 7,140,148
<b>Total Operating Revenues</b>	<u>7,140,148</u>
<b>Operating Expenses</b>	
Claims and Premiums	8,272,694
Compensated Absences	652,169
<b>Total Operating Expenses</b>	<u>8,924,863</u>
<b>Operating Income (Loss)</b>	<b>(1,784,715)</b>
<b>Non-Operating Revenues (Expenses)</b>	
Investment Income	248,758
Miscellaneous	(40,346)
<b>Total Non-Operating Revenues (Expenses)</b>	<u>208,412</u>
<b>Net Income (Loss)</b>	<b>(1,576,303)</b>
<b>Transfers In</b>	<u>250,000</u>
<b>Change in Net Assets</b>	<u>(1,326,303)</u>
<b>Total Net Assets - Beginning, As Restated</b>	<b>6,973,305</b>
<b>Total Net Assets - Ending</b>	<u><u>\$ 5,647,002</u></u>

See Accompanying Independent Auditor's Report and Notes to Financial Statements

**COUNTY OF ROCKINGHAM, NEW HAMPSHIRE**  
**Statement of Cash Flows**  
**Proprietary Funds**  
**For the Year Ended December 31, 2008**

	<u>Governmental Activities- Internal Service Funds</u>
<b>Cash Flows from Operating Activities</b>	
Receipts from Users	\$ 7,140,148
Payments to Providers	(8,272,694)
Payments to Employees	(652,169)
Other Receipts (Payments)	(2,285,628)
	<hr/>
Net Cash Provided by (Used in) Operating Activities	<u>(4,070,343)</u>
	<hr/>
Net Cash Provided by (Used in) Noncapital Financing Activities	<u>250,000</u>
	<hr/>
<b>Cash Flows from Investing Activities</b>	
Purchase of Investments	(14,325,792)
Sale of Investments	24,976,730
Interest	248,758
	<hr/>
Net Cash Provided by (Used in) Investing Activities	<u>10,899,696</u>
	<hr/>
Net Increase (Decrease) in Cash and Cash Equivalents	7,079,353
	<hr/>
Balances - Beginning of Year	96,549
	<hr/>
Balances - End of Year	<u>\$ 7,175,902</u>
	<hr/>
<b>Reconciliation of operating income (loss) to net cash provided by operating activities:</b>	
Operating Income (Loss)	\$ (1,784,715)
<b>Adjustments to Reconcile Operating Income to Net Cash Provided</b>	
Non-operating revenue	(40,346)
<b>Change in Assets and Liabilities:</b>	
Accrued Interest	(9,270)
Receivables, net	70,700
Deferred Revenue	(35,691)
Prepaid Expenses	(17,061)
Due from Other Funds	(707,470)
Accounts Payable	638,353
Due to Other Funds	(2,310,743)
Accrued Liabilities	76,726
Accrued Compensated Absences	49,174
	<hr/>
Net Cash Provided By (Used in) Operating Activities	<u>\$ (4,070,343)</u>

See Accompanying Independent Auditor's Report and Notes to Financial Statements

**COUNTY OF ROCKINGHAM, NEW HAMPSHIRE**  
**Statement of Fiduciary Net Assets**  
**Fiduciary Funds**  
**December 31, 2008**

	Agency Funds			Totals
	Inmates	Nursing Home Residents	Assisted Living Security Deposits	
<b>Assets</b>				
Cash and Equivalents	\$ 267,800	\$ 105,669	\$ 68,913	\$ 442,382
Accounts Receivable	-	-	2,200	2,200
<b>Total Assets</b>	<b>267,800</b>	<b>105,669</b>	<b>71,113</b>	<b>444,582</b>
<b>Liabilities</b>				
Accounts Payable	-	119	-	119
Due to Other Funds	231,608	-	16,158	247,766
Due to Specific Individuals	36,192	105,550	54,955	196,697
<b>Total Liabilities</b>	<b>\$ 267,800</b>	<b>\$ 105,669</b>	<b>\$ 71,113</b>	<b>\$ 444,582</b>

# COUNTY OF ROCKINGHAM, NEW HAMPSHIRE

## NOTES TO FINANCIAL STATEMENTS

### NOTE 1—SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES

The financial statements of the County of Rockingham, New Hampshire (the County) have been prepared in conformity with generally accepted accounting principles (GAAP) as applied to government units. The governmental accounting standards board (GASB) is the accepted standard-setting body for establishing governmental accounting and financial reporting principles. The more significant of the GASB's generally accepted accounting principles applicable to the County, and the County's conformity with such principles, are described below. These disclosures are an integral part of the County's financial statements.

#### ***(A) Reporting Entity***

The County of Rockingham, New Hampshire is a body corporate governed by a Commissioner form of government and provides County services as authorized by state statutes. As required by GAAP, specifically *Statement #14 of the Governmental Accounting Standards Board, "The Financial Reporting Entity"*, these financial statements are required to present the County of Rockingham, New Hampshire and its "component units" (if any). A *primary government* is defined by the GASB as any state government or general purpose local government. Additionally, a primary government may also consist of a special-purpose government (such as a school district) that meets all of the following criteria: (a) it has a *separately elected governing body*, (b) it is *legally separate*, and (c) it is *fiscally independent* of other governments.

A *component unit* is defined by the GASB as a legally separate organization for which the elected officials of the primary government are "financially accountable". The primary government is financially accountable if it appoints a voting majority of the organization's governing body and (1) it is able to impose its will on that organization or (2) there is a potential for the organization to provide specific financial benefits to, or impose specific financial burdens on the primary government. A primary government may also be financially accountable if an organization is "fiscally dependent" on the primary government. *Fiscal independency* is defined by the GASB as the ability to complete certain essential fiscal events without substantive approval by a primary government, (a) determine its budget without another government's having the authority to approve and modify that budget, (b) levy taxes or set rates or charges without approval by another government, and (c) issue bonded debt without approval by another government. For the current year there were no potential component units identified upon which the application of these criteria were applied.

#### ***(B) Government-Wide and Fund Financial Statements***

##### ***Government-Wide Financial Statements***

The government-wide financial statements (i.e., the statement of net assets and the statement of changes in net assets) report information on all of the non-fiduciary activities of the primary government. The effect of inter-fund activity has been removed from these statements. Governmental activities, which are normally supported by taxes and intergovernmental revenues, are reported separately from business-type activities, which rely to a great degree on external fees and charges for support.

The statement of activities demonstrates the degree to which the direct expenses of a given function are offset by program revenues. Direct expenses are those that are clearly identifiable with a specific function. Program revenues include (1) charges to those who purchase, use, or directly benefit from goods or services or privileges provided by a given function and (2) grants and contributions that are restricted to meeting the operational or capital requirements of a particular function. Taxes and other items not included among program revenues are reported instead as general revenues.

**COUNTY OF ROCKINGHAM, NEW HAMPSHIRE  
NOTES TO FINANCIAL STATEMENTS**

**NOTE 1—SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (CONTINUED)**

*Fund Financial Statements*

Separate financial statements are provided for governmental, proprietary and fiduciary funds even though the latter are excluded from the government-wide financial statements. Major individual governmental funds and proprietary funds are reported as separate columns in the fund financial statements.

***(C) Measurement Focus, Basis of Accounting and Financial Statement Presentation***

*Government-Wide Financial Statements*

The government-wide financial statements as well as the proprietary and fiduciary funds are reported using the economic resources measurement focus and the accrual basis of accounting. Revenues are recorded when earned and expenses are recorded when a liability is incurred. As a rule, the effect of interfund activity has been eliminated from the government-wide financial statements.

*Fund Financial Statements*

**Governmental fund** financial statements are reported using the current financial resources measurement focus and the modified accrual basis of accounting. Revenues are recognized as soon as they are both measurable and available. Revenues are considered available when they are collectible within the current reporting period and available to pay current liabilities. For this purpose, the government considers revenues to be available if they are collected within 60 days of the end of the current fiscal period. Expenditures are recorded when a liability is incurred. However, debt service, claims and judgment expenditures are recorded only when payment is due.

The County may report deferred revenue on its combined balance sheet when a potential revenue does not meet both the measurable and available criteria for recognition in the current period or when resources are received by the government before it has a legal claim to them (such as grant monies). In subsequent periods, when both revenue recognition criteria are met, or when the County has a legal claim to the resources, the liability for deferred revenue is removed from the combined balance sheet and revenue is recognized.

The County reports the following major governmental funds:

The **general fund** is used to account for the resources traditionally associated with government operations, which are not required legally to be accounted for in some other fund. The general fund is the overall operating entity of the County.

The **capital projects** fund is used to account for the acquisition or construction of fixed assets.

Non-major governmental funds provide for **special revenue, debt service and permanent fund activity**

**Proprietary funds** are used to account for activities similar to those found in the private sector, where the determination of net income is necessary or useful to sound financial administration. Goods or services from such activities can be provided either to outside parties or to other departments or agencies primarily within the County. The self-insured risk management programs are operated by the County and are accounted for as proprietary funds in accordance with GASB Statement #10, "Accounting and Financial Reporting for Risk Financing and Related Insurance Issues".

**Fiduciary funds** are generally used to account for assets that the government holds on behalf of others. The County currently has the following individual agency funds: (1) *Inmate Funds* – To account for various funds held by the County for individuals incarcerated at the County Corrections Facility, (2) *Trust Funds* – To account for funds designated for subsequent years expenditures of the Long Term Care facilities as appropriated and (3) *Residents Funds*- To account for funds held by the County for individuals living in the Long Term Care Facility.

**COUNTY OF ROCKINGHAM, NEW HAMPSHIRE  
NOTES TO FINANCIAL STATEMENTS**

**NOTE 1—SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (CONTINUED)**

***(D) Cash and Investments***

The County Treasurer is authorized by state statutes to invest excess funds, with the approval of the Commissioners, in the following:

- Obligations of the United States Government,
- Savings bank deposits of banks incorporated under the laws of the State of New Hampshire,
- Certificates of deposits of banks incorporated under the laws of the State of New Hampshire or in national banks located within the States of New Hampshire or Massachusetts, or,
- “participation units” of the *New Hampshire Public Deposit Investment Pool* established under RSA 383:22.

The receiver of such public funds to be deposited or to be invested in securities shall “prior to acceptance of such funds” provide a collateralization option (represented by exclusively segregated securities defined by the Bank Commissioner as qualifying under RSA 386:57) for such funds in an amount at least equal to the amount to be deposited or invested in securities.

The County was in compliance with these applicable deposit and investment state laws and regulations for the year.

Cash and equivalent accounts include amounts in demand and savings account deposits as well as short-term investments (such as certificate of deposits) with a maturity date within three months of the date acquired by the County.

Investments, if any, are stated at fair value, in accordance with GASB Statement #31, “*Accounting and Financial Reporting for Certain Investments and for External Investment Pools*”. The fair value of investments is determined annually and is based on current market prices. Fair value fluctuates with interest rates and increasing rates could cause fair value to decline below original cost. County Management believes that liquidity in the portfolio is more than adequate to meet cash flow requirements and to preclude the County from having to sell investments below original cost for that purpose. Proprietary Fund investment income is comprised of \$248,757 in interest for the year:

***(E) Interfund Receivables/Payables and Transfers***

Interfund receivables and payables arise from interfund transactions and are recorded by all funds affected in the period in which the transactions are executed. Any residual balances outstanding between the funds are reported in the government-wide financial statements as internal balances. However, the government-wide statement of activities eliminates transfers reported within the segregated governmental and business-type activities columns. Only transfers between the two columns appear in this statement.

***(F) Inventories***

Inventories of the General Fund are accounted for utilizing the purchase method. Under this method, inventories are recorded as expenditures when purchased. When inventory amounts are material (significant) at year end they are to be reported as assets of the respective fund and are to be equally offset by a fund balance reserve.

***(G) Capital Assets***

Capital assets include property and equipment are reported in the applicable governmental activities column in the government-wide financial statements. The County defines a capital asset as an asset that

**COUNTY OF ROCKINGHAM, NEW HAMPSHIRE  
NOTES TO FINANCIAL STATEMENTS**

has an initial cost of \$5,000 and an estimated useful life of 3 years except for the Nursing Home where assets are capitalized at \$500 and more with a useful life of 3 years.

**NOTE 1—SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (CONTINUED)**

All Long Term Care fixed assets including the Nursing Home are valued at cost. As of November 2001, the other County assets were valued at estimated cost and subsequent additions are recorded at actual cost. Donated assets are recorded at the estimated fair market value at the date of donation. Depreciation is calculated using the straight line method. Estimated useful lives for buildings and improvements are 10 to 30 years and for movable equipment are 3 to 15 years.

The cost of normal maintenance and repairs that do not add to the value of the asset or materially extend the life of the asset are not included in the cost of the asset. Also, interest costs that are deemed to be immaterial and not directly allocable to a specific asset are expensed when incurred.

Additionally, the infrastructure assets owned and maintained by the County include only utility tunnels, drainage systems, water and sewer systems and dams and are included in the cost of the building and improvements the infrastructure is most identified with. Condition assessments are performed regularly and the results are used to budget annually the amount necessary to maintain and preserve the infrastructure.

Finally, the County has a small amount of capital asset projects in process at December 31, 2008 totaling \$628,453. The projects in process are included in the reporting of \$33,790,587 net Capital Assets in the related statements. Once a project is completed it is reported in the asset category (see note 4).

***(H) Compensated Absences***

County employees are sometimes entitled to certain compensated absences based, in part, on their length of employment. In accordance with GASB Statement #16, "Accounting for Compensated Absences", compensated absences that are expected to be liquidated with expendable available financial resources are reported as an expenditure and a fund liability of the fund that will pay it. The total liability at December 31, 2008 is \$3,800,494.

The County established a Compensated Absences Fund, a Proprietary Fund, that has provided funding for known separations and long term absences. The funded portion of the liability reported in this fund at December 31, 2008 is \$1,503,009. Since its creation, the fund has increased its amount of funding available to provide for the growing liability. The fund accounts for all funded liabilities and expenditures. Any expense ineligible for fund use based on County policy is accounted for through the General Fund. Any liability for which no funding is currently available is reported in the government wide statement of net assets long term liabilities.

The calculation of compensated absences can include vacation, sick time, earned time and holiday pay that is attributable to past service in which it is probable that the County will compensate the employee through paid time off or cash payment. The calculation also includes the incremental cost of any item associated with compensation payments such as the employer share of social security, Medicare and retirement.

***(I) Long-Term Obligations***

In the government-wide financial statements, and proprietary fund types in the fund financial statements, long-term debt and other long-term obligations are reported as liabilities in the applicable governmental activities or proprietary fund type statement of net assets.

**COUNTY OF ROCKINGHAM, NEW HAMPSHIRE  
NOTES TO FINANCIAL STATEMENTS**

**NOTE 1—SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (CONTINUED)**

**(J) Fund Equity**

For governmental funds the unreserved fund balances represent the amount that may be available for budgeting future operations; the reserved fund balances represent the amounts that have been legally identified for specific purposes and are not appropriated for expenditure; and the designated fund balances represent tentative plans for future use of financial resources. The County has set and exceeded a financial management goal of attaining a designated Fund Balance of at least 12% of budgeted appropriations.

**(K) Estimates**

The preparation of financial statements in conformity with generally accepted accounting principles requires the use of management’s estimates.

**NOTE 2—STEWARDSHIP, COMPLIANCE AND ACCOUNTABILITY**

**(A) Budget**

Governmental revenues and expenditures are controlled by a formal integrated budgetary system which is substantially consistent with both Generally Accepted Accounting Principles (GAAP) and applicable State finance-related laws and regulations which govern the County’s operations. The County budget is formally acted upon at the County Convention. During the year, appropriations may be transferred between line items, but total expenditures may not exceed the total approved budget (with the exception of emergency items, which require approval by the New Hampshire Department of Revenue Administration under RSA 32). At year-end, all unencumbered annual appropriations lapse. Other appropriations, which have a longer than annual authority may carry over at year end if the governing body intends to continue or complete the special purpose for which the funds were established. State legislation also requires balanced budgets. For the County year ended December 31, 2008, \$6,485,000 of the beginning general fund unreserved fund balance was used to reduce taxes.

**(B) Encumbrances**

Encumbrance accounting is utilized in the governmental funds to account for commitments relating to unperformed contracts for goods and services. Encumbrances outstanding at year-end are reported as reservations of fund balance and do not constitute expenditures or liabilities of the governmental fund, but are carried forward to supplement appropriations of the succeeding year. Encumbrances outstanding at year-end in the General Fund are detailed by function as follows:

Deeds	\$27,415
Jail	16,581
Maintenance/IT	11,257
Finance	4,963
Treasurer	513
UNH Co-op	8,506
Long Term Care	30,523
	<u>\$99,758</u>

**(C) Budgetary Basis**

The General Fund final appropriation appearing on the “Budget and Actual” page of the fund financial statements represents the final budget at December 31, 2008 and includes encumbrances and reserves at December 31, 2007. The breakdown is as follows:

**COUNTY OF ROCKINGHAM, NEW HAMPSHIRE  
NOTES TO FINANCIAL STATEMENTS**

**NOTE 2—STEWARDSHIP, COMPLIANCE AND ACCOUNTABILITY (CONTINUED)**

2008 Appropriations	\$ 72,082,501
December 2007 encumbrances	68,463
December 2007 Continuing Appropriations	<u>568,029</u>
Final Budgeted Amounts	<u>\$ 72,718,993</u>

***(D) Risk Management***

The County is exposed to various risks of loss related to torts, theft of, damage to, and destruction of assets, errors and omissions, injuries to employees and natural disasters. The County is a member of a public entity risk pool for all general liability risks, property liability risks and for the protection of assets. The County has established risk management fund types in accordance with GASB Statement #10, "Accounting and Financial Reporting for Risk Financing and Related Insurance Issues", to account for and finance its uninsured risks of loss for health, dental, unemployment and workers compensation. Settled claims, if any, have not exceeded the County's coverage in any of the past five years.

***(E) Claims, Judgments and Contingent Liabilities***

**Grants** – Amounts received are subject to later year's review and adjustment by grantor agencies, principally the federal and state governments. At such time, any disallowed claims, including amounts already collected, may constitute a liability of the County and the applicable funds. At December 31, 2008 the County believes that disallowed expenditures, if any, based on subsequent review will not have a material effect on any individual funds or the overall financial position of the County.

**NOTE 3—CASH AND INVESTMENTS**

***Deposits and Investments***

***Deposits***

At year end, the carrying amounts and bank balances with financial institutions of the County's cash deposits are categorized by credit risk as follows:

Category 1 – Deposits that are insured by the Federal Deposit Insurance Corporation (FDIC) or collateralized by securities held by the County (or its agent) in the County's name.

Category 2 – Deposits that are uninsured and collateralized by securities that are held by the pledging institution's trust department (or agent) in the County's name.

Category 3 – Deposits that are uninsured and uncollateralized or collateralized by securities that are held by the pledging institution's trust department (or agent) but not in the County's name.

	Category			Bank	Book
	1	2	3	Carrying Amount	Balance
Checking Accounts	\$22,563,187	\$-	\$-	\$22,550,873	\$22,563,187
Savings Accounts	74,034			73,934	74,034
CD's	198,143			198,133	198,143
	<u>\$22,835,364</u>	<u>\$-</u>	<u>\$-</u>	<u>\$22,822,940</u>	<u>\$22,835,364</u>

**COUNTY OF ROCKINGHAM, NEW HAMPSHIRE  
NOTES TO FINANCIAL STATEMENTS**

**Investments**

Category 1 – Investments that are insured or registered, or securities held by the County (or its agent) in the County’s name.

Category 2 – Investments that are uninsured and unregistered, with U.S. government securities that are held by the counterpart’s trust department (or agent) in the County’s name.

**NOTE 3—CASH AND INVESTMENTS (CONTINUED)**

Category 3 – Investments that are uninsured and unregistered, with securities that are held by the counterpart, or by its trust department (or agent) but not in the County’s name.

	<u>Category</u>			<u>Bank</u>	<u>Book</u>
	<u>1</u>	<u>2</u>	<u>3</u>	<u>Carrying</u> <u>Amount</u>	<u>Balance</u>
Investments	\$10,891,415		\$ -	\$11,474,483	\$10,891,415

**NOTE 4 CAPITAL ASSETS**

The following is a summary of changes in capital assets for governmental activities at the year ended December 31, 2008:

	<b>Balance at 1/1/08 as Restated</b>	<b>Additions</b>	<b>Reductions</b>	<b>Balance at 12/31/08</b>
Land	\$578,857			\$578,857
Building and improvements	52,428,931	384,184		52,813,115
Moveable equipment	11,491,506	854,535	-93,186	12,252,855
Subtotal	64,499,294	1,238,719	-93,186	65,644,827
Less: Accumulated Depreciation	-30,413,530	-2,162,350	93,186	-32,482,694
Total	\$34,085,764	-923,631	0	\$33,162,133

**NOTE 5—PENSION PLAN**

**Pension Description**

The County contributes to the New Hampshire Retirement System (NHRS), a cost-sharing multiple-employer defined benefit pension plan administered by the NHRS Board of Trustees. The plan provides service, disability, death and vested retirement allowances to plan members and beneficiaries. Benefit provisions are established and may be amended by the New Hampshire State legislature. The NHRS issues a publicly available financial report that includes financial statements and required supplementary information for NHRS. That report may be obtained by writing to New Hampshire Retirement System, 4 Chenell Drive, Concord, New Hampshire 03301.

**COUNTY OF ROCKINGHAM, NEW HAMPSHIRE  
NOTES TO FINANCIAL STATEMENTS**

***Funding Policy***

Covered public safety and general employees are required to contribute 9.3% or 5.0% of their covered salary, respectively, and the County is required to contribute at an actuarially determined rate. The County's contribution rates were 11.84% and 8.74% at December 31, 2008. The County contributes

65% of the employer cost for police employed by the County and the State contributes the remaining 35% of the employer cost. The County contributes 100% of the employer cost for general employees of the County.

Per RSA-100:16, plan member contribution rates are established and may be amended by the New Hampshire State legislature and employer contribution rates are determined by the NHRS Board of Trustees based on an actuarial valuation. The County's contributions to the NHRS for the years ending **NOTE 5—PENSION PLAN (CONTINUED)**

December 31, 2008, 2007, 2006, and 2005 were \$2,129,089, \$1,791,643, \$1,574,349, and \$1,460,183, respectively, equal to the required contributions for each year.

**NOTE 6—POST-RETIREMENT HEALTH CARE BENEFITS**

The County provides post-retirement health care benefits to all eligible employees as provided in statute. The NHRS subsidizes the monthly premium for eligible retirees. If the subsidy does not fully cover the cost, the retiree is responsible for the balance. At December 31, 2008 there were 105 retirees with a single, two-person or family health plan participating. Seventy-seven were over the age of 65.

**NOTE 7 INTERFUND RECEIVABLES/PAYABLES AND TRANSFERS**

Individual interfund balances at year end are as follows:

<b>Fund</b>	<b>Due From</b>	<b>Due To</b>
<b>General</b>	\$ 1,561,205.79	\$ 1,168,026.86
Special Revenue:		
Drug Forfeiture	50.00	-
Expendable Trusts	-	23,664.63
Special Account	3,259.06	10,743.38
ALF Donations	5,306.00	-
Commissary	92,058.82	-
Chapel	4,570.01	-
Deeds Equipment	1,136.00	25,000.00
<b>Capital</b>	-	1,104,858.03
<b>Internal Services:</b>		
Health	703,955.17	32,496.14
Dental	2,971.10	31.27
Worker's Comp	2,678.09	6,271.80
Unemployment	-	11,474.00
Compensated Abs	3,146.29	81,345.49
<b>Fiduciary:</b>		
Inmate	-	231,609.36
Residents	-	-
Assisted Living	2,200.00	16,157.89
<b>Debt Service Fund</b>	346,696.32	-
<b>Permanent Fund</b>	-	17,553.80
<b>Totals</b>	<b>2,729,232.65</b>	<b>2,729,232.65</b>

**COUNTY OF ROCKINGHAM, NEW HAMPSHIRE  
NOTES TO FINANCIAL STATEMENTS**

**NOTE 8—LONG-TERM DEBT**

***Changes in Long-Term Debt***

The following is a summary of debt transactions for the year:

	<u>Payable</u> <u>January 1</u>	<u>Additions</u>	<u>Reductions</u>	<u>Payable</u> <u>December 31</u>
General Obligation Debt:				
General Fund	\$4,770,000		(1,225,000)	\$3,545,000
Capital Lease Obligations	<u>3,521,427</u>	<u>175,305</u>	<u>(331,612)</u>	<u>3,365,120</u>
	<u>\$8,291,427</u>	<u>175,305</u>	<u>(1,556,612)</u>	<u>\$6,910,120</u>

***General Obligation Debt***

The County can issue general obligation debt instruments to provide funds for the acquisition and construction of major capital equipment, infrastructure and other facilities. General obligation debt instruments are direct government obligations and consequently are a pledge of the full faith and credit of the County. General obligation debt instruments currently outstanding are as follows:

<u>Long-Term Debt</u>	<u>Interest</u>	<u>Balance</u>
2003 - \$4,685,000 Improvement Bond maturing in 2010	2.00% to 4.00%	1,330,000
2005 - \$3,887,000 Improvement Bond maturing in 2012	3.25% to 5.00%	2,215,000
Total General Obligation Long-Term Debt		<u>\$3,545,000</u>

Annual debt service requirements to maturity for general obligation debt, including interest are as follows:

**Debt Service**

<u>Year Ended December 31</u>	<u>Principal</u>	<u>Interest</u>	<u>Total</u>
2009	1,220,000	105,850	1,325,850
2010	1,220,000	68,694	1,288,694
2011	555,000	38,600	593,600
2012	<u>550,000</u>	<u>13,750</u>	<u>563,750</u>
Totals	<u>\$3,545,000</u>	<u>\$226,894</u>	<u>\$3,771,894</u>

**COUNTY OF ROCKINGHAM, NEW HAMPSHIRE  
NOTES TO FINANCIAL STATEMENTS**

**NOTE 8—LONG-TERM DEBT (CONTINUED)**

***Capital Lease Obligations:***

Capital lease obligations represent lease agreements entered into for the financing of equipment acquisitions. These contracts are subject to cancellation should funds not be appropriated to meet payment obligations. Amounts are annually budgeted in the applicable function.

Following are the capital lease balances at year end:

Equipment, due in variable annual installments the next of which is \$346,696 including interest, through June, 2018 at 4.73%	\$3,126,264
Equipment, due in monthly installments the next of which is \$5,085 including interest, through October 2011 at 3%	165,560
Equipment, due in monthly installments the next of which is \$845 including interest, through June, 2009 at 3.621%	5,020
Equipment, due in annual installments the next of which is \$50,362 including interest, through May, 2009 at 3.42%	48,696
Equipment, due in semi-annual installments the next of which is \$6,687 including interest, through June, 2010 at 2.445%	<u>19,580</u>
	<u>\$3,365,120</u>

Annual debt service requirements to maturity for capital leases, including interest are as follows:

Year Ended December 31	Principle	Interest	Total
2009	319,536	156,994	476,530
2010	282,762	143,780	426,542
2011	290,801	131,443	422,244
2012	265,237	119,151	384,388
2013	291,475	106,367	397,842
2014 and thereafter	<u>1,915,309</u>	<u>292,774</u>	<u>2,208,083</u>
	<u>3,365,120</u>	<u>950,509</u>	<u>4,315,629</u>

**NOTE 9—OPERATING LEASES**

The County leases office space and equipment annually. Future minimum rental payments are as follows:

Year Ended December 31	Office Space	Equipment Rental	Total
2009	\$ 187,119	\$ 15,434	\$ 202,553
2010	192,806	8,656	201,462
2011	<u>97,847</u>	<u>3,058</u>	<u>100,905</u>

**COUNTY OF ROCKINGHAM, NEW HAMPSHIRE  
NOTES TO FINANCIAL STATEMENTS**

\$	477,772	\$	27,148	\$	504,920
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**NOTE 10—DESIGNATED FUND BALANCE**

*General Fund*

Appropriations for certain projects and specific items not fully expended at year end are carried forward as continuing appropriations to the next year in which they supplement the appropriations of that year. \$571,000 in continuing appropriations for the human services department are reported at December 31, 2008.

*Capital Projects*

Any Capital Projects fund balance would be designated for specific capital project expenditures in future years by the Capital Projects fund.

**NOTE 11—CONTINGENCY**

There are some outstanding lawsuits pending against the County. The County follows the practice of recording liabilities resulting from claims and legal actions only when they become fixed or determinable in amount. It is County management’s opinion that the County is not liable in these suits and the County intends to contest the cases.

**NOTE 12—PRIOR PERIOD ADJUSTMENTS**

The following Fund Balances and Retained Earnings have been restated at January 1, 2008. The adjustments are as follows:

	General Fund Fund Balance	Internal Service Total Net Assets
As Previously Reported	\$19,561,964	\$6,854,770
Adjustments in Accruals and Reserves	<u>\$ 19,355</u>	<u>\$ 118,535</u>
Restated Amount	<u>\$19,581,319</u>	<u>\$6,973,305</u>

**NOTE 13—OTHER POST EMPLOYMENT BENEFITS**

The County was required to comply with GASB Statement 45 entitled “Accounting and Financial Reporting by Employers for Postemployment Benefits Other Than Pensions”. The Footnote should disclose: a description of the other post-employment benefits provided; employee groups covered; eligibility requirements; and the employer and participant obligations to contribute, quantified in some manner. There also must be a description of the statutory, contractual or other authority under which these provisions and obligations to contribute are established. The footnote also must include a description of the accounting and financing or funding policies.

Eligibility is set by County personnel policy for those retiring under social security. The NH statutes RSA 100 provides additional eligibility for those employees retiring under the New Hampshire State Retirement System. The Retirees currently pay the value of the whole rate for both the dental and health benefits provided. Both the health and the dental self insured plans are accounted for in the internal services funds. The County did not have a completed study at the time of audit but expect there is an immaterial amount of liability.

**COUNTY OF ROCKINGHAM, NEW HAMPSHIRE**  
**Budgetary Comparison Schedule**  
**General Fund**  
**For the Year Ended December 31, 2008**

	Budgeted Amounts		Actual Amounts	Variance with Final Budget
	Original	Final		Positive (Negative)
Beginning Budgetary Fund Balance	\$ 6,485,000	\$ 6,485,000	\$ 6,485,000	\$ -
<b>Resources (Inflows)</b>				
Taxes	40,037,695	40,037,695	40,038,075	380
<b>Charges for Services</b>				
County Attorney	227,878	227,878	230,349	2,471
Deeds	3,100,000	3,100,000	3,156,744	56,744
Sheriff/Dispatch/Radio	1,183,326	1,183,326	1,026,212	(157,114)
Maintenance	-	-	1,992	1,992
Information Technology	12,000	12,000	17,633	5,633
Property Management	21,520	21,520	17,470	(4,050)
Human Services	798,297	798,297	760,982	(37,315)
Corrections	353,340	353,340	275,298	(78,042)
<b>Long Term Care Services</b>				
Nursing Home	17,010,406	17,010,406	16,939,151	(71,255)
Assisted Living	1,221,050	1,221,050	1,201,779	(19,271)
Interest	400,000	400,000	240,633	(159,367)
Grants	1,200,000	1,200,000	128,987	(1,071,013)
Other	-	-	41,842	41,842
Transfers from Other Funds	31,989	31,989	136,644	104,655
Amounts Available for Appropriation	<u>72,082,501</u>	<u>72,082,501</u>	<u>70,698,791</u>	<u>(1,383,710)</u>
<b>Charges to Appropriations (Outflows)</b>				
Delegation Office	84,174	84,174	65,199	18,975
Treasurer	33,954	33,954	26,569	7,385
County Attorney/District Court	2,876,109	2,876,109	2,733,050	143,059
Medical Examiner	55,601	55,601	39,507	16,094
Sheriff/Dispatch/Radio	4,773,511	4,773,511	4,417,889	355,622
Registry of Deeds	1,390,893	1,390,893	1,176,204	214,689
Commissioners	171,736	171,736	162,042	9,694
General Government	1,413,976	1,315,976	815,226	500,750
Debt Service - Principle	1,225,000	1,225,000	1,225,000	-
Debt Service - Interest	141,406	141,406	141,406	-
Projects (Capital Outlay)	475,000	545,000	85,328	459,672
Grants	1,300,000	1,256,101	81,736	1,174,365
Finance Office	873,087	876,087	834,299	41,788
Maintenance	4,154,713	4,179,713	3,775,524	404,189
Information Technology	331,182	331,182	322,751	8,431
Human Services	1,185,762	1,185,762	1,093,159	92,603
Public Assistance	16,854,254	16,854,254	14,024,803	2,829,451
Jail	9,556,230	9,600,129	9,197,311	402,818
UNH Cooperative Extention	555,681	555,681	531,483	24,198
Human Resources	398,340	405,340	393,409	11,931
Non County Specials	288,750	288,750	288,750	-
<b>Long Term Care Services</b>				
Nursing Home	22,669,750	22,662,750	22,017,733	645,017
Assisted Living	1,273,392	1,273,392	1,309,030	(35,638)
Transfers to Other Funds	-	-	974,196	(974,196)
Total Charges to Appropriations	<u>72,082,501</u>	<u>72,082,501</u>	<u>65,731,604</u>	<u>6,350,897</u>
Ending Budgetary Fund Balance	\$ -	\$ -	\$ 4,967,187	\$ 4,967,187

**Explanation of Differences Between Budgetary Inflows and Outflows and GAAP Revenues and Expenditures**

**Sources/Inflow of Resources:**

Actual amounts (budgetary basis) "available for appropriation" from the budgetary comparison schedule      \$    70,698,791

**Differences - Budget to GAAP**

The fund balance at the beginning of the year is a budgetary resource but is not a current year revenue for financial reporting purposes.      (6,485,000)

Transfers from other funds are inflows of budgetary resources but are not revenues for financial reporting services      (136,644)

Total revenues as reported on the statement of revenues, expenditures, and changes in fund balances - governmental funds      \$    64,077,147

**Uses/Outflows of Resources:**

Actual amounts (budgetary basis) "total charges to appropriations" from the budgetary comparison schedule      \$    65,731,604

**Differences - Budget to GAAP**

Encumbrances for certain contract expenditures ordered but not received are reported in the year the order is placed for budgetary purposes and in the year the resources are received for financial reporting purposes.      -

Capital Leases executed during a year are not reported as expenditures for budgetary purposes, but are reported as program expenditures for financial reporting purposes.      175,305

Transfers to other funds are outflows of budgetary resources but are not expenditures for financial reporting purposes.      (974,196)

**balances-governmental funds**      \$    64,932,713

COUNTY OF ROCKINGHAM, NEW HAMPSHIRE  
 Combining Balance Sheet  
 Nonmajor Governmental Funds  
 December 31, 2008

	Special Revenue						Deeds Equipment	WFSturtevant Memorial	Debt Service Energy Mgmt Project	Permanent Funds Nonexpendable Trust	Total Nonmajor Governmental Funds
	Drug Task Force	Expendable Trusts	Nursing Home Special Account	Assisted Living Donations	Inmate Commissary	Inmate Chapel					
<b>Assets</b>											
Cash and Equivalents	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -
Restricted Cash	22,764	-	63,840	-	-	-	198,143	5,121	-	-	289,868
Investments	-	25,820	-	-	-	-	-	-	-	42,376	68,196
Due from Other Funds	50	-	-	5,306	92,058	4,570	-	-	346,696	-	448,680
<b>Total Assets</b>	<b>\$ 22,814</b>	<b>\$ 25,820</b>	<b>\$ 63,840</b>	<b>\$ 5,306</b>	<b>\$ 92,058</b>	<b>\$ 4,570</b>	<b>\$ 198,143</b>	<b>\$ 5,121</b>	<b>\$ 346,696</b>	<b>\$ 42,376</b>	<b>\$ 806,744</b>
<b>Liabilities</b>											
Accounts Payable	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -
Leases Payable	-	-	-	-	-	-	-	-	-	-	-
Due to Other Funds	-	23,665	7,484	-	-	-	23,864	-	-	17,554	72,567
<b>Total Liabilities</b>	<b>-</b>	<b>23,665</b>	<b>7,484</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>23,864</b>	<b>-</b>	<b>-</b>	<b>17,554</b>	<b>72,567</b>
<b>Fund Balances</b>											
Reserved for:											
Debt Service	-	-	-	-	-	-	-	-	346,696	-	346,696
Other Purposes	22,814	2,155	56,356	5,306	92,058	4,570	174,279	5,121	-	24,822	387,481
<b>Total Fund Balances</b>	<b>22,814</b>	<b>2,155</b>	<b>56,356</b>	<b>5,306</b>	<b>92,058</b>	<b>4,570</b>	<b>174,279</b>	<b>5,121</b>	<b>346,696</b>	<b>24,822</b>	<b>734,177</b>
<b>Total Liabilities and Fund Balances</b>	<b>\$ 22,814</b>	<b>\$ 25,820</b>	<b>\$ 63,840</b>	<b>\$ 5,306</b>	<b>\$ 92,058</b>	<b>\$ 4,570</b>	<b>\$ 198,143</b>	<b>\$ 5,121</b>	<b>\$ 346,696</b>	<b>\$ 42,376</b>	<b>\$ 806,744</b>

**COUNTY OF ROCKINGHAM, NEW HAMPSHIRE**  
**Combining Statement of Revenues, Expenditures, and Changes in Fund Balances**  
**Nonmajor Governmental Funds**  
**For the Year Ended December 31, 2008**

	Special Revenue						Debt Service		Permanent	Total	
	Drug Task Force	Expendable Trusts	Nursing Home Special Account	Assisted Living Donations	Inmate Commissary	Inmate Chapel	Deeds Equipment	WFSsturtevant Memorial	Energy Mgmt Project	Nonexpendable Trust	Nonmajor Governmental Funds
<b>Revenues</b>											
Taxes	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -
<b>Charges for Services</b>											
County Attorney	79,150	-	-	-	-	-	-	-	-	-	79,150
Deeds	-	-	-	-	-	-	116,972	-	-	-	116,972
Corrections	-	-	-	-	24,064	400	-	-	-	-	24,464
Nursing Home	-	-	10,890	-	-	-	-	100	-	-	10,990
Assisted Living	-	-	-	2,620	-	-	-	-	-	-	2,620
Interest	-	1,570	712	-	1,643	83	4,735	128	-	2,652	11,523
<b>Total Revenues</b>	<b>79,150</b>	<b>1,570</b>	<b>11,602</b>	<b>2,620</b>	<b>25,707</b>	<b>483</b>	<b>121,707</b>	<b>228</b>	<b>-</b>	<b>2,652</b>	<b>245,719</b>
<b>Expenditures</b>											
<b>Current</b>											
County Attorney	107,669	-	-	-	-	-	-	-	-	-	107,669
Debt Service - Principal	-	-	-	-	-	-	-	-	175,812	-	175,812
Debt Service - Interest	-	-	-	-	-	-	-	-	159,160	-	159,160
<b>Total Expenditures</b>	<b>107,669</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>334,972</b>	<b>-</b>	<b>442,641</b>
<b>Excess (Deficiency) of Revenues Over Expenditures</b>	<b>(28,519)</b>	<b>1,570</b>	<b>11,602</b>	<b>2,620</b>	<b>25,707</b>	<b>483</b>	<b>121,707</b>	<b>228</b>	<b>(334,972)</b>	<b>2,652</b>	<b>(196,922)</b>
<b>Other Financing Sources (Uses)</b>											
Transfers In	-	-	-	-	-	-	-	-	346,696	-	346,696
Transfers Out	-	(1,482)	(8,865)	-	(25,933)	(364)	(100,000)	-	-	-	(136,644)
<b>Total Other Financing Sources (Uses)</b>	<b>-</b>	<b>(1,482)</b>	<b>(8,865)</b>	<b>-</b>	<b>(25,933)</b>	<b>(364)</b>	<b>(100,000)</b>	<b>-</b>	<b>346,696</b>	<b>-</b>	<b>210,052</b>
<b>Net Change in Fund Balance</b>	<b>(28,519)</b>	<b>88</b>	<b>2,737</b>	<b>2,620</b>	<b>(226)</b>	<b>119</b>	<b>21,707</b>	<b>228</b>	<b>11,724</b>	<b>2,652</b>	<b>13,130</b>
<b>Fund Balances, beginning, as restated</b>	<b>51,333</b>	<b>2,067</b>	<b>53,619</b>	<b>2,686</b>	<b>92,284</b>	<b>4,451</b>	<b>152,572</b>	<b>4,893</b>	<b>334,972</b>	<b>22,170</b>	<b>721,047</b>
<b>Fund Balances, ending</b>	<b>\$ 22,814</b>	<b>\$ 2,155</b>	<b>\$ 56,356</b>	<b>\$ 5,306</b>	<b>\$ 92,058</b>	<b>\$ 4,570</b>	<b>\$ 174,279</b>	<b>\$ 5,121</b>	<b>\$ 346,696</b>	<b>\$ 24,822</b>	<b>\$ 734,177</b>

**COUNTY OF ROCKINGHAM, NEW HAMPSHIRE**  
**Combining Statement of Net Assets**  
**Internal Services Proprietary Funds**  
**December 31, 2008**

	Health Fund	Dental Fund	Worker's Compensation Fund	Unemployment Fund	Compensated Absences Fund	Total Governmental Activities- Internal Service Funds
<b>Assets</b>						
<b>Current Assets</b>						
Cash	\$ 4,100,191	\$ 374,525	\$ 1,011,568	\$ 49,166	\$ 1,640,452	7,175,902
Investments	391,457	8,544	391,288	1,951	405,822	1,199,062
Accrued Interest Receivable	3,617	-	3,616	-	3,617	10,850
Accounts Receivable, net	71,343	584	96,250	-	142	168,319
Due from Other Funds	703,955	2,971	2,678	-	3,146	712,750
Deposits	21,549	-	-	11,474	-	33,023
<b>Total Current Assets</b>	<b>5,292,112</b>	<b>386,624</b>	<b>1,505,400</b>	<b>62,591</b>	<b>2,053,179</b>	<b>9,299,906</b>
<b>Total Assets</b>	<b>5,292,112</b>	<b>386,624</b>	<b>1,505,400</b>	<b>62,591</b>	<b>2,053,179</b>	<b>9,299,906</b>
<b>Liabilities</b>						
<b>Current Liabilities</b>						
Accounts Payable	1,372,895	29,483	515,946	-	18,768	1,937,092
Due to Other Funds	32,496	31	6,272	11,474	81,345	131,618
Deferred Revenue	75,409	5,047	-	-	729	81,185
Compensated Absences Payable	-	-	-	-	658,212	658,212
<b>Total Current Liabilities</b>	<b>1,480,800</b>	<b>34,561</b>	<b>522,218</b>	<b>11,474</b>	<b>759,054</b>	<b>2,808,107</b>
<b>Noncurrent Liabilities</b>						
Compensated Absences Payable	-	-	-	-	844,797	844,797
<b>Total Noncurrent Liabilities</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>844,797</b>	<b>844,797</b>
<b>Total Liabilities</b>	<b>1,480,800</b>	<b>34,561</b>	<b>522,218</b>	<b>11,474</b>	<b>1,603,851</b>	<b>3,652,904</b>
<b>Net Assets</b>						
Unrestricted	3,811,312	352,063	983,182	51,117	449,328	5,647,002
<b>Total Net Assets</b>	<b>\$ 3,811,312</b>	<b>\$ 352,063</b>	<b>\$ 983,182</b>	<b>\$ 51,117</b>	<b>\$ 449,328</b>	<b>\$ 5,647,002</b>

**COUNTY OF ROCKINGHAM, NEW HAMPSHIRE**  
**Statement of Revenues, Expenses, and Changes in Fund Net Assets**  
**Internal Services Proprietary Funds**  
**For the Year Ended December 31, 2008**

	Health Fund	Dental Fund	Worker's Compensation Fund	Unemployment Fund	Compensated Absences Fund	Total Governmental Activities- Internal Service Funds
<b>Operating Revenues</b>						
Charges for Services	\$ 5,530,091	\$ 393,536	\$ 456,597	\$ 3,837	\$ 756,087	\$ 7,140,148
<b>Total Operating Revenues</b>	<b>5,530,091</b>	<b>393,536</b>	<b>456,597</b>	<b>3,837</b>	<b>756,087</b>	<b>7,140,148</b>
<b>Operating Expenses</b>						
Claims and Premiums	6,982,829	411,149	764,419	10,376	103,921	8,272,694
Compensated Absences	-	-	-	-	652,169	652,169
<b>Total Operating Expenses</b>	<b>6,982,829</b>	<b>411,149</b>	<b>764,419</b>	<b>10,376</b>	<b>756,090</b>	<b>8,924,863</b>
<b>Operating Income (Loss)</b>	<b>(1,452,738)</b>	<b>(17,613)</b>	<b>(307,822)</b>	<b>(6,539)</b>	<b>(3)</b>	<b>(1,784,715)</b>
<b>Non-Operating Revenues (Expenses)</b>						
Investment Income	106,346	53	72,133	567	69,659	248,758
Miscellaneous	(30,765)	-	(9,581)	-	-	(40,346)
<b>Total Non-Operating Revenues (Expenses)</b>	<b>75,581</b>	<b>53</b>	<b>62,552</b>	<b>567</b>	<b>69,659</b>	<b>208,412</b>
<b>Net Income (Loss) before Transfers</b>	<b>(1,377,157)</b>	<b>(17,560)</b>	<b>(245,270)</b>	<b>(5,972)</b>	<b>69,656</b>	<b>(1,576,303)</b>
<b>Transfers In</b>	<b>250,000</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>250,000</b>
<b>Change in Net Assets</b>	<b>(1,127,157)</b>	<b>(17,560)</b>	<b>(245,270)</b>	<b>(5,972)</b>	<b>69,656</b>	<b>(1,326,303)</b>
<b>Total Net Assets - Beginning, as Restated</b>	<b>4,938,469</b>	<b>369,623</b>	<b>1,228,452</b>	<b>57,089</b>	<b>379,672</b>	<b>6,973,305</b>
<b>Total Net Assets - Ending</b>	<b>\$ 3,811,312</b>	<b>\$ 352,063</b>	<b>\$ 983,182</b>	<b>\$ 51,117</b>	<b>\$ 449,328</b>	<b>\$ 5,647,002</b>

COUNTY OF ROCKINGHAM, NEW HAMPSHIRE  
Statement of Cash Flows  
Internal Services Proprietary Funds  
For the Year Ended December 31, 2008

	Health Fund	Dental Fund	Worker's Compensation Fund	Unemployment Fund	Compensated Absences Fund	Governmental Activities- Internal Service Funds
<b>Cash Flows from Operating Activities</b>						
Receipts from Users	\$ 5,530,091	\$ 393,536	\$ 456,597	\$ 3,837	\$ 756,087	\$ 7,140,148
Payments to Providers	(6,982,829)	(411,149)	(764,419)	(10,376)	(103,921)	(8,272,694)
Payments to Employees	-	-	-	-	(652,169)	(652,169)
Other Receipts (Payments)	(261,536)	(5,110)	(1,981,239)	-	(37,743)	(2,285,628)
<b>Net Cash Provided by (Used in) Operating Activities</b>	<b>(1,714,274)</b>	<b>(22,723)</b>	<b>(2,289,061)</b>	<b>(6,539)</b>	<b>(37,746)</b>	<b>(4,070,343)</b>
<b>Cash Flows from Noncapital Financing Activities</b>						
Transfers from Other Funds	250,000	-	-	-	-	250,000
<b>Net Cash Provided by (Used in) Noncapital Financing Activities</b>	<b>250,000</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>250,000</b>
<b>Cash Flows from Investing Activities</b>						
Purchase of Investments	(10,244,775)	(399,072)	(1,084,904)	(4,403)	(2,592,638)	(14,325,792)
Sale of Investments	15,626,400	792,628	4,297,866	59,541	4,200,295	24,976,730
Interest	106,346	53	72,133	567	69,659	248,758
<b>Net Cash Provided by (Used in) Investing Activities</b>	<b>5,487,971</b>	<b>393,609</b>	<b>3,285,095</b>	<b>55,705</b>	<b>1,677,316</b>	<b>10,899,696</b>
<b>Net Increase (Decrease) in Cash and Cash Equivalents</b>	<b>4,023,697</b>	<b>370,886</b>	<b>996,034</b>	<b>49,166</b>	<b>1,639,570</b>	<b>7,079,353</b>
<b>Balances - Beginning of Year</b>	<b>76,494</b>	<b>3,639</b>	<b>15,534</b>	<b>-</b>	<b>882</b>	<b>96,549</b>
<b>Balances - End of Year</b>	<b>\$ 4,100,191</b>	<b>\$ 374,525</b>	<b>\$ 1,011,568</b>	<b>\$ 49,166</b>	<b>\$ 1,640,452</b>	<b>\$ 7,175,902</b>
<b>Reconciliation of operating income (loss) to net cash provided by operating activities:</b>						
Operating Income (Loss)	\$ (1,452,738)	\$ (17,613)	\$ (307,822)	\$ (6,539)	\$ (3)	\$ (1,784,715)
Miscellaneous Non Operating Revenues (Expenses)	(30,765)	-	(9,581)	-	-	(40,346)
<b>Adjustments to Reconcile Operating Income to Net Cash Provided (Used) by Operating Activities:</b>						
<b>Change in Assets and Liabilities:</b>						
Accrued Interest	(2,884)	-	(3,176)	-	(3,210)	(9,270)
Receivables, net	72,961	(425)	(1,744)	-	(92)	70,700
Deferred Revenue	(31,777)	(3,978)	-	-	64	(35,691)
Prepaid Expenses	(5,587)	-	-	(11,474)	-	(17,061)
Due from Other Funds	(703,589)	664	(1,399)	-	(3,146)	(707,470)
Accounts Payable	630,655	(1,402)	(5,196)	-	14,296	638,353
Due to Other Funds	(267,276)	31	(1,960,143)	11,474	(94,829)	(2,310,743)
Accrued Liabilities	76,726	-	-	-	-	76,726
Accrued Compensated Absences	-	-	-	-	49,174	49,174
<b>Net Cash Provided By (Used in) Operating Activities</b>	<b>\$ (1,714,274)</b>	<b>\$ (22,723)</b>	<b>\$ (2,289,061)</b>	<b>\$ (6,539)</b>	<b>\$ (37,746)</b>	<b>\$ (4,070,343)</b>