

**TOWN OF PLAINFIELD,  
NEW HAMPSHIRE**

**ANNUAL FINANCIAL REPORT**

**AS OF AND FOR THE FISCAL YEAR ENDED  
DECEMBER 31, 2020**

**TOWN OF PLAINFIELD, NEW HAMPSHIRE**  
**ANNUAL FINANCIAL REPORT**  
**AS OF AND FOR THE FISCAL YEAR ENDED**  
**DECEMBER 31, 2020**

**TABLE OF CONTENTS**

	<u>PAGES</u>
<b>INDEPENDENT AUDITOR'S REPORT</b> .....	1 - 2
 <b>BASIC FINANCIAL STATEMENTS</b> 	
<b>Government-wide Financial Statements</b>	
A Statement of Net Position .....	3
B Statement of Activities .....	4
<b>Fund Financial Statements</b>	
<i>Governmental Funds</i>	
C-1 Balance Sheet .....	5
C-2 Reconciliation of the Balance Sheet - Governmental Funds to the Statement of Net Position.....	6
C-3 Statement of Revenues, Expenditures, and Changes in Fund Balances.....	7
C-4 Reconciliation of the Statement of Revenues, Expenditures, and Changes in Fund Balances - Governmental Funds to the Statement of Activities .....	8
<i>Budgetary Comparison Information</i>	
D Statement of Revenues, Expenditures, and Changes in Fund Balance -- Budget and Actual (Non-GAAP Budgetary Basis) – General Fund .....	9
<i>Fiduciary Funds</i>	
E-1 Statement of Fiduciary Net Position .....	10
E-2 Statement of Changes in Fiduciary Net Position .....	11
<b>NOTES TO THE BASIC FINANCIAL STATEMENTS</b> .....	12 - 32
 <b>REQUIRED SUPPLEMENTARY INFORMATION</b> 	
F Schedule of the Town's Proportionate Share of Net Pension Liability .....	33
G Schedule of Town Contributions – Pensions .....	34
<b>NOTE TO THE REQUIRED SUPPLEMENTARY INFORMATION - PENSION LIABILITY</b> .....	35
H Schedule of the Town's Proportionate Share of Net Other Postemployment Benefits Liability .....	36
I Schedule of Town Contributions – Other Postemployment Benefits .....	37
J Schedule of Changes in the Town's Total Other Postemployment Benefits Liability and Related Ratios .....	38
<b>NOTES TO THE REQUIRED SUPPLEMENTARY INFORMATION - OTHER POSTEMPLOYMENT BENEFITS LIABILITY</b> .....	39
 <b>COMBINING AND INDIVIDUAL FUND SCHEDULES</b> 	
<b>Governmental Funds</b>	
<i>Major General Fund</i>	
1 Schedule of Estimated and Actual Revenues (Non-GAAP Budgetary Basis).....	40
2 Schedule of Appropriations, Expenditures, and Encumbrances (Non-GAAP Budgetary Basis).....	41 - 42
3 Schedule of Changes in Unassigned Fund Balance.....	43
<i>Nonmajor Governmental Funds</i>	
4 Combining Balance Sheet .....	44
5 Combining Schedule of Revenues, Expenditures, and Changes in Fund Balances.....	45
<i>Custodial Funds</i>	
6 Combining Schedule of Fiduciary Net Position .....	46
7 Combining Schedule of Changes in Fiduciary Net Position .....	47



# 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 Board of Selectmen  
Town of Plainfield  
Plainfield, New Hampshire

We have audited the accompanying financial statements of the governmental activities, each major fund, and aggregate remaining fund information of the Town of Plainfield as of and for the year ended December 31, 2020, 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 from material misstatement.

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

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

### *Opinions*

In our opinion, the financial statements referred to above present fairly, in all material respects, the respective financial position of the governmental activities, each major fund, and aggregate remaining fund information of the Town of Plainfield, as of December 31, 2020, 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*

**Management's Discussion and Analysis** – Management has omitted a Management's Discussion and Analysis that accounting principles generally accepted in the United States of America require to be presented to supplement the basic financial statements. Such missing 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. Our opinion on the basic financial statements is not affected by the missing information.

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

**Required Supplementary Information** – Accounting principles generally accepted in the United States of America require that the following be presented to supplement the basic financial statements:

- Schedule of the Town's Proportionate Share of Net Pension Liability,
- Schedule of Town Contributions – Pensions,
- Schedule of the Town's Proportionate Share of the Net Other Postemployment Benefits Liability,
- Schedule of Town Contributions – Other Postemployment Benefits,
- Schedule of Changes in the Town's Total Other Postemployment Benefits Liability and Related Ratios, and
- Notes to the Required Supplementary Information

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

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

June 17, 2021

*Plodzik & Sanderson  
Professional Association*

***BASIC FINANCIAL STATEMENTS***

**EXHIBIT A**  
**TOWN OF PLAINFIELD, NEW HAMPSHIRE**  
*Statement of Net Position*  
*December 31, 2020*

	Governmental Activities
<b>ASSETS</b>	
Cash and cash equivalents	\$ 1,427,608
Investments	1,213,923
Taxes receivables (net)	266,777
Account receivables	11,856
Capital assets:	
Land and construction in progress	1,107,702
Other capital assets, net of depreciation	2,262,953
Total assets	6,290,819
<b>DEFERRED OUTFLOWS OF RESOURCES</b>	
Amounts related to pensions	355,198
Amounts related to other postemployment benefits	4,620
Total deferred outflows of resources	359,818
<b>LIABILITIES</b>	
Accounts payable	41,683
Accrued interest payable	193
Long-term liabilities:	
Due within one year	26,938
Due in more than one year	1,876,356
Total liabilities	1,945,170
<b>DEFERRED INFLOWS OF RESOURCES</b>	
Amounts related to pensions	98,810
Amounts related to other postemployment benefits	2,101
Total deferred inflows of resources	100,911
<b>NET POSITION</b>	
Net investment in capital assets	3,355,874
Restricted	734,407
Unrestricted	514,275
Total net position	\$ 4,604,556

The Notes to the Basic Financial Statements are an integral part of this statement.

**EXHIBIT B**  
**TOWN OF PLAINFIELD, NEW HAMPSHIRE**  
**Statement of Activities**  
**For the Fiscal Year Ended December 31, 2020**

	Expenses	Program Revenues			Net (Expense) Revenue and Change In Net Position
		Charges for Services	Operating Grants and Contributions	Capital Grants and Contributions	
General government	\$ 582,257	\$ 14,830	\$ -	\$ 7,251	\$ (560,176)
Public safety	806,884	2,210	77,491	-	(727,183)
Highways and streets	896,638	354	116,965	-	(779,319)
Sanitation	254,685	14,325	-	-	(240,360)
Health	11,595	-	-	-	(11,595)
Welfare	46,189	4,220	-	-	(41,969)
Culture and recreation	170,969	1,420	-	-	(169,549)
Conservation	250	-	-	-	(250)
Total governmental activities	<u>\$ 2,769,467</u>	<u>\$ 37,359</u>	<u>\$ 194,456</u>	<u>\$ 7,251</u>	<u>(2,530,401)</u>
General revenues:					
Taxes:					
Property					1,579,588
Other					81,373
Motor vehicle permit fees					590,263
Licenses and other fees					99,351
Grants and contributions not restricted to specific programs					143,852
Unrestricted investment earnings					150,364
Miscellaneous					40,266
Total general revenues					<u>2,685,057</u>
Change in net position					154,656
Net position, beginning, as restated (see Note 18)					4,449,900
Net position, ending					<u>\$ 4,604,556</u>

The Notes to the Basic Financial Statements are an integral part of this statement.

**EXHIBIT C-1**  
**TOWN OF PLAINFIELD, NEW HAMPSHIRE**  
**Governmental Funds**  
**Balance Sheet**  
**December 31, 2020**

	General	Permanent	Other Governmental Funds	Total Governmental Funds
<b>ASSETS</b>				
Cash and cash equivalents	\$ 1,382,735	\$ 31,523	\$ 13,350	\$ 1,427,608
Investments	631,099	465,343	117,481	1,213,923
Tax receivable	306,777	-	-	306,777
Accounts receivable	11,856	-	-	11,856
Interfund receivable	-	-	15,045	15,045
Total assets	<u>\$ 2,332,467</u>	<u>\$ 496,866</u>	<u>\$ 145,876</u>	<u>\$ 2,975,209</u>
<b>LIABILITIES</b>				
Accounts payable	\$ 41,683	\$ -	\$ -	\$ 41,683
Interfund payable	15,045	-	-	15,045
Total liabilities	<u>56,728</u>	<u>-</u>	<u>-</u>	<u>56,728</u>
<b>DEFERRED INFLOWS OF RESOURCES</b>				
Unavailable revenue - Property taxes	52,270	-	-	52,270
<b>FUND BALANCES</b>				
Nonspendable	-	490,669	-	490,669
Restricted	237,541	6,197	-	243,738
Committed	891,607	-	145,876	1,037,483
Assigned	74,088	-	-	74,088
Unassigned	1,020,233	-	-	1,020,233
Total fund balances	<u>2,223,469</u>	<u>496,866</u>	<u>145,876</u>	<u>2,866,211</u>
Total liabilities, deferred inflows of resources, and fund balances	<u>\$ 2,332,467</u>	<u>\$ 496,866</u>	<u>\$ 145,876</u>	<u>\$ 2,975,209</u>

The Notes to the Basic Financial Statements are an integral part of this statement.



**EXHIBIT C-2**  
**TOWN OF PLAINFIELD, NEW HAMPSHIRE**  
*Reconciliation of the Balance Sheet - Governmental Funds to the Statement of Net Position*  
**December 31, 2020**

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

Total fund balances of governmental funds (Exhibit C-1)		\$ 2,866,211
Capital assets used in governmental activities are not current financial resources, therefore, are not reported in the governmental funds.		
Cost	\$ 6,642,062	
Less accumulated depreciation	<u>(3,271,407)</u>	
		3,370,655
Pension and other postemployment benefit (OPEB) related deferred outflows of resources and deferred inflows of resources are not due and payable in the current year, and therefore, are not reported in the governmental funds as follows:		
Deferred outflows of resources related to pensions	\$ 355,198	
Deferred inflows of resources related to pensions	(98,810)	
Deferred outflows of resources related to OPEB	4,620	
Deferred inflows of resources related to OPEB	<u>(2,101)</u>	
		258,907
Interfund receivables and payables between governmental funds are eliminated on the Statement of Net Position.		
Receivables	\$ (15,045)	
Payables	<u>15,045</u>	
		-
Other long-term assets are not available to pay for current period expenditures, and therefore, are reported as deferred inflows of resources in the governmental funds.		52,270
Allowance for uncollectible property taxes that is recognized on a full accrual basis but not on the modified accrual basis.		(40,000)
Interest on long-term debt is not accrued in governmental funds.		
Accrued interest payable		(193)
Long-term liabilities are not due and payable in the current period, therefore, are not reported in the governmental funds.		
Capital leases	\$ 14,781	
Compensated absences	128,313	
Net pension liability	1,461,962	
Other postemployment benefits	<u>298,238</u>	
		<u>(1,903,294)</u>
Net position of governmental activities (Exhibit A)		<u>\$ 4,604,556</u>

The Notes to the Basic Financial Statements are an integral part of this statement.

**EXHIBIT C-3**  
**TOWN OF PLAINFIELD, NEW HAMPSHIRE**  
**Governmental Funds**  
**Statement of Revenues, Expenditures, and Changes in Fund Balances**  
**For the Fiscal Year Ended December 31, 2020**

	General	Permanent	Other Governmental Funds	Total Governmental Funds
<b>REVENUES</b>				
Taxes	\$ 1,640,271	\$ -	\$ 26,700	\$ 1,666,971
Licenses and permits	689,614	-	-	689,614
Intergovernmental	338,308	-	-	338,308
Charges for services	37,359	-	-	37,359
Miscellaneous	132,515	64,634	732	197,881
Total revenues	<u>2,838,067</u>	<u>64,634</u>	<u>27,432</u>	<u>2,930,133</u>
<b>EXPENDITURES</b>				
Current:				
General government	514,566	-	-	514,566
Public safety	688,797	-	-	688,797
Highways and streets	838,803	-	-	838,803
Sanitation	254,685	-	-	254,685
Health	11,595	-	-	11,595
Welfare	46,189	-	-	46,189
Culture and recreation	169,301	-	-	169,301
Conservation	250	-	-	250
Total expenditures	<u>2,524,186</u>	<u>-</u>	<u>-</u>	<u>2,524,186</u>
Excess of revenues over expenditures	<u>313,881</u>	<u>64,634</u>	<u>27,432</u>	<u>405,947</u>
<b>OTHER FINANCING SOURCES (USES)</b>				
Transfers in	11,495	-	-	11,495
Transfers out	-	(9,800)	(1,695)	(11,495)
Total other financing sources (uses)	<u>11,495</u>	<u>(9,800)</u>	<u>(1,695)</u>	<u>-</u>
Net change in fund balances	325,376	54,834	25,737	405,947
Fund balances, beginning	1,898,093	442,032	120,139	2,460,264
Fund balances, ending	<u>\$ 2,223,469</u>	<u>\$ 496,866</u>	<u>\$ 145,876</u>	<u>\$ 2,866,211</u>

The Notes to the Basic Financial Statements are an integral part of this statement.

*EXHIBIT C-4*  
**TOWN OF PLAINFIELD, NEW HAMPSHIRE**  
*Reconciliation of the Statement of Revenues, Expenditures, and*  
*Changes in Fund Balances - Governmental Funds to the Statement of Activities*  
*For the Fiscal Year Ended December 31, 2020*

Net change in fund balances of governmental funds (Exhibit C-3)		\$ 405,947
Amounts reported for governmental activities in the Statement of Activities are different because:		
Governmental funds report capital outlays as expenditures, while governmental activities report depreciation expense to allocate those expenditures over the life of the assets. Depreciation expense exceeded capital outlay expenditures in the current year, as follows:		
Capitalized capital outlay	\$ 135,748	
Depreciation expense	<u>(226,207)</u>	(90,459)
Transfers in and out between governmental funds are eliminated on the Statement of Activities.		
Transfers in	\$ (11,495)	
Transfers out	<u>11,495</u>	-
Revenue in the Statement of Activities that does not provide current financial resources is not reported as revenue in the governmental funds.		
Change in deferred tax revenue		(6,010)
The repayment of long-term liabilities is an expenditure in the governmental funds, but the repayment reduces long-term liabilities in the Statement of Net Position.		
Repayment of capital leases		14,405
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.		
Decrease in accrued interest expense	\$ 187	
Increase in compensated absences payable	(59,046)	
Net change in net pension liability, and deferred outflows and inflows of resources related to pensions	(110,348)	
Net change in net other postemployment benefits liability and deferred outflows and inflows of resources related to other postemployment benefits	<u>(20)</u>	(169,227)
Changes in net position of governmental activities (Exhibit B)		<u>\$ 154,656</u>

**EXHIBIT D**  
**TOWN OF PLAINFIELD, NEW HAMPSHIRE**  
*Statement of Revenues, Expenditures, and Changes in Fund Balance*  
*Budget and Actual (Non-GAAP Budgetary Basis)*  
**General Fund**  
*For the Fiscal Year Ended December 31, 2020*

	Budgeted Amounts		Actual	Variance
	Original	Final		Positive (Negative)
<b>REVENUES</b>				
Taxes	\$ 1,638,665	\$ 1,638,665	\$ 1,634,261	\$ (4,404)
Licenses and permits	706,000	706,000	689,614	(16,386)
Intergovernmental	255,335	332,826	338,308	5,482
Charges for services	45,000	45,000	37,359	(7,641)
Miscellaneous	13,500	35,501	36,037	536
Total revenues	<u>2,658,500</u>	<u>2,757,992</u>	<u>2,735,579</u>	<u>(22,413)</u>
<b>EXPENDITURES</b>				
Current:				
General government	492,785	504,351	498,671	5,680
Public safety	580,590	648,566	612,425	36,141
Highways and streets	881,629	881,629	836,853	44,776
Sanitation	236,810	236,810	254,685	(17,875)
Health	14,110	19,310	14,135	5,175
Welfare	25,500	40,250	40,221	29
Culture and recreation	178,076	178,076	149,034	29,042
Conservation	500	500	250	250
Total expenditures	<u>2,410,000</u>	<u>2,509,492</u>	<u>2,406,274</u>	<u>103,218</u>
Excess of revenues over expenditures	<u>248,500</u>	<u>248,500</u>	<u>329,305</u>	<u>80,805</u>
<b>OTHER FINANCING SOURCES (USES)</b>				
Transfers in	9,000	9,000	7,695	(1,305)
Transfers out	(257,500)	(257,500)	(257,500)	-
Total other financing sources (uses)	<u>(248,500)</u>	<u>(248,500)</u>	<u>(249,805)</u>	<u>(1,305)</u>
Net change in fund balances	<u>\$ -</u>	<u>\$ -</u>	79,500	<u>\$ 79,500</u>
Unassigned fund balance, beginning			953,003	
Unassigned fund balance, ending			<u>\$ 1,032,503</u>	

The Notes to the Basic Financial Statements are an integral part of this statement.

**EXHIBIT E-1**  
**TOWN OF PLAINFIELD, NEW HAMPSHIRE**  
**Fiduciary Funds**  
**Statement of Fiduciary Net Position**  
**December 31, 2020**

	Private Purpose Trust Funds	All Custodial Funds	Total
<b>ASSETS</b>			
Cash and cash equivalents	\$ 16,258	\$ 3,166,757	\$ 3,183,015
Investments	240,000	507,844	747,844
Total assets	<u>256,258</u>	<u>3,674,601</u>	<u>3,930,859</u>
<b>LIABILITIES</b>			
Intergovernmental payable:			
School	-	2,955,266	2,955,266
<b>NET POSITION</b>			
Restricted	<u>\$ 256,258</u>	<u>\$ 719,335</u>	<u>\$ 975,593</u>

The Notes to the Basic Financial Statements are an integral part of this statement.

**EXHIBIT E-2**  
**TOWN OF PLAINFIELD, NEW HAMPSHIRE**  
**Fiduciary Funds**  
**Statement of Changes in Fiduciary Net Position**  
**For the Fiscal Year Ended December 31, 2020**

	Private Purpose Trust Funds	All Custodial Funds	Total
<b>ADDITIONS</b>			
Contributions	\$ 1,700	\$ 35,000	\$ 36,700
Investment earnings	4,695	12,587	17,282
Change in fair market value	25,777	17,394	43,171
Tax collections for other governments	-	6,168,972	6,168,972
Total additions	<u>32,172</u>	<u>6,233,953</u>	<u>6,266,125</u>
<b>DEDUCTIONS</b>			
Administrative expenses	1,589	-	1,589
Payments of taxes to other governments	-	6,168,972	6,168,972
Total deductions	<u>1,589</u>	<u>6,168,972</u>	<u>6,170,561</u>
Change in net position	30,583	64,981	95,564
Net position, beginning	225,675	654,354	880,029
Net position, ending	<u>\$ 256,258</u>	<u>\$ 719,335</u>	<u>\$ 975,593</u>

The Notes to the Basic Financial Statements are an integral part of this statement.

**TOWN OF PLAINFIELD, NEW HAMPSHIRE**  
**NOTES TO THE BASIC FINANCIAL STATEMENTS**  
**AS OF AND FOR THE FISCAL YEAR ENDED**  
**DECEMBER 31, 2020**

	<u>NOTE</u>
<b>Summary of Significant Accounting Policies</b> .....	1
Reporting Entity .....	1-A
Basis of Accounting, and Measurement Focus .....	1-B
Cash and Cash Equivalents .....	1-C
Investments .....	1-D
Receivables .....	1-E
Capital Assets .....	1-F
Interfund Activities .....	1-G
Property Taxes .....	1-H
Accounts Payable .....	1-I
Deferred Outflows/Inflows of Resources .....	1-J
Long-term Obligations .....	1-K
Compensated Absences .....	1-L
Defined Benefit Pension Plan .....	1-M
Postemployment Benefits Other Than Pensions .....	1-N
Net Position/Fund Balances .....	1-O
Use of Estimates .....	1-P
 <b>Stewardship, Compliance, and Accountability</b> .....	 2
Budgetary Information .....	2-A
Budgetary Reconciliation to GAAP Basis .....	2-B

**DETAILED NOTES ON ALL FUNDS**

Cash and Cash Equivalents .....	3
Investments .....	4
Taxes Receivable .....	5
Other Receivables .....	6
Capital Assets .....	7
Interfund Balances and Transfers .....	8
Intergovernmental Payables .....	9
Deferred Outflows/Inflows of Resources .....	10
Capital Lease Obligations .....	11
Long-term Liabilities .....	12
Defined Benefit Pension Plan .....	13
Postemployment Benefits Other Than Pensions .....	14
New Hampshire Retirement System (NHRS) .....	14-A
Town of Plainfield Retiree Health Benefit Program .....	14-B
Encumbrances .....	15
Governmental Activities and Fiduciary Funds Net Position .....	16
Governmental Fund Balances .....	17
Prior Period Adjustment .....	18
Risk Management .....	19
COVID-19 .....	20
Subsequent Events .....	21

**TOWN OF PLAINFIELD, NEW HAMPSHIRE**  
**NOTES TO THE BASIC FINANCIAL STATEMENTS**  
**AS OF AND FOR THE FISCAL YEAR ENDED**  
**DECEMBER 31, 2020**

**NOTE 1 – SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES**

The financial statements of the Town of Plainfield, New Hampshire (the Town), have been prepared in conformity with U.S. Generally Accepted Accounting Principles (GAAP) for governmental units as prescribed by the Governmental Accounting Standards Board (GASB) and other authoritative sources.

The more significant of the Town’s accounting policies are described below.

***1-A Reporting Entity***

The Town of Plainfield is a municipal corporation governed by an elected 3-member Board of Selectmen. In evaluating how to define the Town for financial reporting purposes, management has considered all potential component units. The decision to include a potential component unit in the reporting entity is made by applying the criteria set forth by the GASB. The Town has no component units to include in its reporting entity.

***1-B Basis of Accounting, and Measurement Focus***

The accounts of the Town are organized on the basis of funds, each of which is considered a separate accounting entity. The operations of each fund are accounted for with a separate set of self-balancing accounts that comprise its assets, deferred outflows of resources, liabilities, deferred inflows of resources, fund equity, revenues, and expenditures or expenses, as appropriate. Governmental resources are allocated to and accounted for in individual funds based upon the purposes for which they are to be spent and the means by which spending activities are controlled.

***Government-wide Financial Statements*** – The Town’s government-wide financial statements include a Statement of Net Position and a Statement of Activities. These statements present summaries of governmental activities for the Town accompanied by a total column. Fiduciary activities of the Town are not included in these statements.

These statements are presented on an “economic resources” measurement focus and the accrual basis of accounting. Accordingly, all of the Town’s assets, deferred outflows of resources, liabilities, and deferred inflows of resources, including capital assets and long-term liabilities, are included in the accompanying Statement of Net Position. The Statement of Activities presents changes in net position. Under the accrual basis of accounting, revenues are recognized in the period in which they are earned while expenses are recognized in the period in which the liability is incurred, regardless of the timing of related cash flows. The types of transactions reported as program revenues for the Town are reported in three categories: 1) charges for services, 2) operating grants and contributions, and 3) capital grants and contributions.

Certain eliminations have been made to interfund activities, payables, and receivables. All internal balances in the Statement of Net Position have been eliminated.

***Governmental Fund Financial Statements*** – Include a balance sheet and a Statement of Revenues, Expenditures, and Changes in Fund Balances for all major governmental funds and nonmajor funds aggregated. An accompanying statement is presented to reconcile and explain the differences in fund balances and changes in fund balances as presented in these statements to the net position and changes in net position presented in the government-wide financial statements. The Town has presented all major funds that met those qualifications.

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 to be available when they are collectible within the current period or soon enough thereafter to pay liabilities of the current period. For this purpose, the Town generally considers revenues to be available if they are collected within 60 days of the end of the current fiscal period, with the exception of reimbursement-based grants, which use a period of one year. Property taxes, licenses, and permits, intergovernmental revenue, and interest associated with the current fiscal period are all considered to be susceptible to accrual and so have been recognized as revenues of the current fiscal period. Expenditure-driven grants are recognized as revenue when the qualifying expenditures have been incurred and all other grant requirements have been met. All other revenue items are considered to be measurable and available only when cash is received by the government.

Expenditures generally are recorded when a liability is incurred, as under accrual accounting. However, debt service expenditures, as well as expenditures related to compensated absences and claims and judgments, are recorded only when payment is due.



**TOWN OF PLAINFIELD, NEW HAMPSHIRE**  
**NOTES TO THE BASIC FINANCIAL STATEMENTS**  
**AS OF AND FOR THE FISCAL YEAR ENDED**  
**DECEMBER 31, 2020**

The Town reports the following major governmental funds:

**General Fund** – is the Town’s primary operating fund. The general fund accounts for all financial resources except those required to be accounted for in another fund. The primary revenue sources include property taxes, State grants and motor vehicle permit fees. The primary expenditures are for general government, public safety, highways and streets, sanitation, and culture and recreation. Under GASB Statement No. 54, *Fund Balance Reporting and Governmental Fund Type Definitions*, guidance the library and expendable trust funds are consolidated in the general fund.

**Permanent Funds** – are held in the custody of the Trustees of Trust Funds and are used to account for resources held in trust for use by the Town. These can include legal trusts for which the interest on the corpus provides funds for the Town’s cemetery operations.

Additionally, the Town reports the following fund types:

**Special Revenue Funds** – are used to account for the proceeds of specific revenue sources that are legally restricted to expenditures for specified purposes.

All the governmental funds not meeting the criteria established for major funds are presented in the other governmental column of the fund financial statements. The Town reports three nonmajor governmental funds.

**Fiduciary Fund Financial Statements** – Include a Statement of Fiduciary Net Position and a Statement of Changes in Fiduciary Net Position. The Town’s fiduciary funds are private purpose trust and custodial funds, which are custodial in nature. These funds are accounted for on a spending or “economic resources” measurement focus and the accrual basis of accounting.

The Town reports the following fiduciary funds:

**Private Purpose Trust Fund** – are used to report trust arrangements, other than pension and investment trusts, under which principal and income benefit individuals, private organizations, or other governments.

**Custodial Fund** – are custodial in nature and do not belong to the primary government. A custodial fund is used to account for assets held on behalf of outside parties, including other governments.

***1-C Cash and Cash Equivalents***

The Town considers all highly liquid investments with an original maturity of three months or less to be cash equivalents. Deposits with financial institutions consist primarily of demand deposits and savings accounts.

The treasurer is required to deposit such moneys in solvent banks in state or the Public Deposit Investment Pool pursuant to New Hampshire RSA 383:22. Funds may be deposited in banks outside of the state if such banks pledge and deliver to a third party custodial bank or the Federal Reserve Bank, collateral security for such deposits, United States government or government agency obligations or obligations to the State of New Hampshire in value at least equal to the amount of the deposit in each case.

***1-D Investments***

State statutes place certain limitations on the nature of deposits and investments available as follows:

New Hampshire law authorizes the Town to invest in the following type of obligations:

- Obligations of the United States government,
- The public deposit investment pool established pursuant to RSA 383:22,
- Savings bank deposits,
- Certificates of deposit and repurchase agreements of banks incorporated under the laws of the State of New Hampshire or in banks recognized by the State treasurer.

Any person who directly or indirectly receives any such funds or moneys for deposit or for investment in securities of any kind shall, prior to acceptance of such funds, make available at the time of such deposit or investment an option to have such funds secured by collateral having a value at least equal to the amount of such funds. Such collateral shall be segregated for the exclusive benefit of the Town. Only securities defined by the bank commissioner as provided by rules adopted pursuant to RSA 386:57 shall be eligible to be pledged as collateral.

**TOWN OF PLAINFIELD, NEW HAMPSHIRE**  
**NOTES TO THE BASIC FINANCIAL STATEMENTS**  
**AS OF AND FOR THE FISCAL YEAR ENDED**  
**DECEMBER 31, 2020**

**Fair Value Measurements of Investments** – In accordance with GASB Statement No. 72, *Fair Value Measurement and Application*, except for investments measured using net asset value (NAV) as a practical expedient to estimate fair value, the Town categorizes the fair value measurements of its investments within the fair value hierarchy established by US GAAP. The fair value hierarchy categorizes the inputs to valuation techniques used for fair value measurement into three levels as follows:

**Level 1** – Inputs reflect quoted prices (unadjusted) in active markets for identical assets or liabilities that the Town has the ability to access at the measurement date. Directly held marketable equity securities would be examples of Level 1 investments.

**Level 2** – Inputs are other than quoted prices that are observable for the assets or liabilities, either directly or indirectly, including inputs in markets that are not considered to be active. Because they most often are priced on the basis of transactions involving similar but not identical securities or do not trade with sufficient frequency, certain directly held fixed income securities are categorized in Level 2. All of the Town’s holdings in New Hampshire Public Deposit Investment Pool (NHPDIP), U.S. government obligations, and corporate bonds would be examples of Level 2 investments.

**Level 3** – Inputs are significant unobservable inputs.

The fair value hierarchy gives the highest priority to Level 1 inputs and the lowest priority to Level 3 inputs. In certain instances where the determination of the fair value measurement is based on inputs from different levels of the fair value hierarchy, is the level in the fair value hierarchy based on the lowest level of input that is significant to the fair value measurement. Investments are reported at fair value. If an investment is held directly by the Town and an active market with quoted prices exists, such as for domestic equity securities, the market price of an identical security is used to report fair value and is classified in Level 1. Corporate fixed income securities and certain governmental securities utilize pricing that may involve estimation using similar securities or trade dates and are classified in Level 2. Fair values for shares in registered mutual funds and exchange-traded funds are based on published share prices and classified in Level 1.

In determining fair value, the Town utilizes valuation techniques that maximize the use of observable inputs and minimize the use of unobservable inputs to the extent possible.

**Investments in Certain External Investment Pools** – In accordance with GASB Statement No. 79, *Certain External Investment Pools and Pool Participants*, the Town held investments with the New Hampshire Public Deposit Investment Pool (NHPDIP) are categorized as Level 2. The NHPDIP measures all of its investments at amortized cost. There are no redemption restrictions and shares may be redeemed by the Town in accordance with the NHPDIP’s Information Statement.

***1-E Receivables***

Receivables recorded in the financial statements represent amounts due to the Town at December 31. They are aggregated into a single accounts receivable (net of allowance for uncollectibles) line for certain funds and aggregated columns. They consist primarily of taxes, billing for charges, and other user fees.

***1-F Capital Assets***

Capital assets include property, plant, and equipment, infrastructure assets (e.g., roads, bridges, sidewalks, and similar items), and intangible assets (i.e., easements) which are reported in the applicable governmental activities column in the government-wide financial statements. The accounting and reporting treatment applied to capital assets associated with a fund are determined by the fund’s measurement focus. General capital assets are assets of the Town as a whole. When purchased, such assets are recorded as expenditures in a governmental fund and capitalized as assets in the government-wide Statement of Net Position.

Capital assets are defined by the Town as assets with an initial, individual cost of more than \$5,000 and an estimated useful life in excess of one year. Such assets are carried at historical cost or estimated historical cost. When the cost of the capital assets cannot be determined from available records, estimated historical cost is used. Donated capital assets received on or prior to June 15, 2015 are recorded at their estimated fair value at the date of donation. Donated capital assets received after June 15, 2015 are recorded at acquisition value.

**TOWN OF PLAINFIELD, NEW HAMPSHIRE**  
**NOTES TO THE BASIC FINANCIAL STATEMENTS**  
**AS OF AND FOR THE FISCAL YEAR ENDED**  
**DECEMBER 31, 2020**

The costs of normal maintenance and repairs are charged to operations as incurred. Improvements are capitalized and depreciated over the remaining useful lives of the related fixed assets, as applicable.

Capital assets of the Town are depreciated using the straight-line method over the following estimated useful lives:

	Years
<b>Capital Asset Classes:</b>	
Buildings	150
Equipment and vehicles	5 - 25
Infrastructure	12 - 30

***1-G Interfund Activities***

Interfund activities are reported as follows:

***Interfund Receivables and Payables*** – Activity between funds that are representative of lending/borrowing arrangements outstanding at the end of the fiscal year are referred to as “due to/from other funds” (i.e., the current portion of interfund loans). All other outstanding balances between funds are reported as “due to/from other funds.” Interfund receivables and payables between funds are eliminated in the Statement of Net Position.

***Interfund Transfers*** – Interfund transfers represent flows of assets without equivalent flows of assets in return and without a requirement for repayment. In governmental funds, transfers are reported as other financing uses in the funds making the transfers and other financing sources in the funds receiving the transfers. In the government-wide financial statements, all interfund transfers between individual governmental funds have been eliminated.

***1-H Property Taxes***

Property tax billings occur semi-annually and are based on the assessed inventory values as of April 1 of each year in accordance with RSA 76:15-a, *Semi-Annual Collection of Taxes in certain Towns and Cities*. Warrants for the year were issued on May 20, 2020 and October 29, 2020, and due on July 1, 2020 and December 3, 2020. Interest accrues at a rate of 8% on bills outstanding after the due date and 14% on tax liens outstanding. The Town placed a lien on all outstanding taxes from 2019 on May 12, 2020.

In connection with the setting of the tax rate, Town officials with the approval of the Department of Revenue Administration, establish and raise through taxation an amount for tax abatement and refunds, known as overlay. This amount is reported as a reduction in tax revenue and is adjusted by management for any reserve for uncollectable at year-end. The property taxes collected by the Town include taxes levied for the State of New Hampshire, Plainfield School District, and Sullivan County, which are remitted to these entities as required by law.

The Town net assessed valuation as of April 1, 2020 utilized in the setting of the tax rate was as follows:

For the New Hampshire education tax	\$300,224,774
For all other taxes	\$308,439,574

The tax rates and amounts assessed for the year ended December 31, 2020 were as follows:

	Per \$1,000 of Assessed Valuation	Property Taxes Assessed
Municipal portion	\$5.54	\$1,649,949
School portion:		
State of New Hampshire	\$1.88	563,463
Local	\$15.54	4,791,803
County portion	\$2.64	813,706
Total		\$7,818,921

**TOWN OF PLAINFIELD, NEW HAMPSHIRE**  
**NOTES TO THE BASIC FINANCIAL STATEMENTS**  
**AS OF AND FOR THE FISCAL YEAR ENDED**  
**DECEMBER 31, 2020**

***1-I Accounts Payable***

Accounts payable represent the gross amount of expenditures or expenses incurred as a result of normal operations, but for which no actual payment has yet been issued to vendors/providers as of December 31, 2020.

***1-J Deferred Outflows/Inflows of Resources***

*Deferred outflows of resources*, a separate financial statement element, represents a consumption of net position or fund balance that applies to a future period(s) and thus will not be recognized as an outflow of resources (expenses) until then. Deferred outflows of resources consist of unrecognized items not yet charged to pension and OPEB expense and contributions from the Town after the measurement date but before the end of the Town's reporting period.

*Deferred inflows of resources*, a separate financial statement element, represents an acquisition of net position or fund balance that applies to a future period(s) and so will not be recognized as an inflow of resources (revenue) until that time. Although certain revenues are measurable, they are not available. Available means collected within the current year or expected to be collected soon enough thereafter to be used to pay liabilities of the current year. Deferred inflows of resources in the governmental fund financial statements represent the amount of assets that have been recognized, but the related revenue has not been recognized since the assets are not collected within the current year or expected to be collected soon enough thereafter to be used to pay liabilities of the current year. Deferred inflows of resources consist of property tax receivable and other receivables not collected within 60 days after year-end.

***1-K Long-term Obligations***

In the government-wide financial statements long-term debt and other long-term obligations are reported as liabilities in the governmental activities Statement of Net Position.

***1-L Compensated Absences***

***Vacation*** - The Town's policy allows certain employees to earn varying amounts of vacation based on the employee's length of employment. Upon separation from service, employees are paid in full for any accrued leave earned as set forth by the Town's personnel policy. The liability for such leave is reported as incurred in the government-wide and financial statements. A liability for those amounts is recorded in the governmental funds only if the liability has matured as a result of employee resignations or retirements.

***Sick Leave*** - Town's policy allows certain employees to earn varying amounts of sick time as set forth by the Town's personnel policy. A liability for those amounts is recorded in the government-wide fund financial statements.

***1-M Defined Benefit Pension Plan***

GASB Statement No. 68, *Accounting and Financial Reporting for Pensions – an amendment of GASB Statement No. 27* and as amended by GASB Statement No. 71, *Pension Transition for Contributions Made Subsequent to the Measurement Date* and GASB Statement No. 82 *Pension Issues – an amendment of GASB Statement No. 67, No. 68 and No. 73* requires participating employers to recognize their proportionate share of collective net pension liability, deferred outflows of resources, deferred inflows of resources, and pension expense, and schedules have been prepared to provide employers with their calculated proportionate share of these amounts. The collective amounts have been allocated based on employer contributions during the respective fiscal years. Contributions from employers are recognized when legally due, based on statutory requirements.

The schedules prepared by New Hampshire Retirement System, and audited by the plan's independent auditors, require management to make a number of estimates and assumptions related to the reported amounts. Due to the inherent nature and uncertainty of these estimates, actual results could differ, and the differences may be material.

**TOWN OF PLAINFIELD, NEW HAMPSHIRE**  
**NOTES TO THE BASIC FINANCIAL STATEMENTS**  
**AS OF AND FOR THE FISCAL YEAR ENDED**  
**DECEMBER 31, 2020**

***1-N Postemployment Benefits Other Than Pensions***

The Town maintains two separate other postemployment benefit plans (OPEB), as follows:

***New Hampshire Retirement System Plan*** – For the purposes of measuring the total other postemployment benefit (OPEB) liability, deferred outflows of resources and deferred inflows of resources related to OPEB, and OPEB expense, information about the fiduciary net position of the New Hampshire Retirement System OPEB Plan (the plan) and additions to/deductions from the plan's fiduciary net position has been determined on the same basis as they are reported by the New Hampshire Retirement System. For this purpose, the plan recognizes benefit payments when due and payable in accordance with the benefit terms. Investments are reported at fair value, except money market investments and participating interest earning investment contracts that have a maturity at the time of purchase of one year or less, which are reported at cost.

***Single Employer Plan*** – For purposes of measuring the total OPEB liability, deferred outflows of resources and deferred inflows of resources related to OPEB, and OPEB expense, information has been determined based on the Town's actuarial report. For this purpose, benefit payments are recognized when due and payable in accordance with benefit terms.

***1-O Net Position/Fund Balances***

***Government-wide Statements*** – Equity is classified as net position and displayed in three components:

**Net investment in capital assets** – Consists of capital assets, net of accumulated depreciation, and reduced by the outstanding balances of any notes or other borrowings that are attributable to the acquisition, construction, or improvement of those assets.

**Restricted net position** – Results when constraints placed on net position use are either externally imposed by a third party (statutory, bond covenant, or granting agency) or are imposed by law through constitutional provisions or enabling legislation. The Town typically uses restricted assets first, as appropriate opportunities arise, but reserves the right to selectively defer the use until a further project.

**Unrestricted net position** – Consists of net position not meeting the definition of the preceding categories. Unrestricted net position is often subject to constraints imposed by management which can be removed or modified.

***Fund Balance Classifications*** – GASB Statement No. 54, *Fund Balance Reporting and Governmental Fund Type Definitions*, provides more clearly defined fund balance categories to make sure the nature and extent of the constraints placed on a government's fund balances are more transparent. The following classifications describe the relative strength of the spending constraints:

**Nonspendable** – Amounts that cannot be spent because they are either (a) not in spendable form (such as prepaid items, inventory, or tax deeded property subject to resale); or (b) are legally or contractually required to be maintained intact.

**Restricted** – Amounts for which constraints have been placed on the use of the resources either (a) externally imposed by creditors (such as through a debt covenant), grantors, contributors, or laws or regulations of other governments; or (b) imposed by law through constitutional provisions or enabling legislation.

**Committed** – Amounts that can be used only for specific purposes pursuant to constraints imposed by formal action of the legislative body (Town Meeting). These amounts cannot be used for any other purpose unless the legislative body removes or changes the specified use by taking the same type of action that was employed when the funds were initially committed. This classification also includes contractual obligations to the extent that existing resources have been specifically committed for use in satisfying those contractual requirements.

**Assigned** – Amounts that are constrained by the Town's intent to be used for a specific purpose but are neither restricted nor committed. This intent can be expressed by the Board of Selectmen through the budgetary process.

**Unassigned** – Amounts that are available for any purpose. Positive amounts are reported only in the general fund.

**TOWN OF PLAINFIELD, NEW HAMPSHIRE**  
**NOTES TO THE BASIC FINANCIAL STATEMENTS**  
**AS OF AND FOR THE FISCAL YEAR ENDED**  
**DECEMBER 31, 2020**

When multiple net position/fund balance classifications are available for use, it is the government’s policy to utilize the most restricted balances first, then the next most restricted balance as needed. When components of unrestricted fund balance are used, committed fund balance is depleted first followed by assigned fund balance. Unassigned fund balance is applied last.

In the general fund, the Town strives to maintain an unassigned fund balance to be used for unanticipated emergencies of approximately 5-10% of the total property tax commitment.

***1-P Use of Estimates***

The financial statements and related disclosures are prepared in conformity with accounting principles generally accepted in the United States. Management is required to make estimates and assumptions that affect the reported amounts of assets, deferred outflows of resources, liabilities, and deferred inflows of resources, the disclosure of contingent assets and liabilities at the date of the financial statements, and revenues and expenses during the period reported. These estimates include assessing the collectability of account taxes receivables and the useful lives and impairment of capital assets, net pension liability, other postemployment benefit liability, and deferred outflows and inflows of resources related to both pension and other postemployment benefits, among others. Estimates and assumptions are reviewed periodically, and the effects of revisions are reflected in the financial statements in the period they are determined to be necessary. Actual results could differ from estimates.

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

***2-A Budgetary Information***

General governmental revenues and expenditures accounted for in budgetary funds are controlled by a formal integrated budgetary accounting system in accordance with various legal requirements which govern the Town’s operations. At its annual meeting, the Town adopts a budget for the current year for the general fund. Except as reconciled below, the budget was adopted on a basis consistent with U.S. generally accepted accounting principles (GAAP).

Management may transfer appropriations between operating categories as deemed necessary, but expenditures may not legally exceed budgeted appropriations in total. All annual appropriations lapse at year-end unless encumbered.

Encumbrance accounting, under which purchase orders, contracts, and continuing appropriations (certain projects and specific items not fully expended at year-end) are recognized, is employed in the governmental funds. Encumbrances are not the equivalent of expenditures, and are therefore, reported as part of the assigned fund balance at year-end, and are carried forward to supplement appropriations of the subsequent year.

State statutes require balanced budgets but provide for the use of beginning unassigned fund balance to achieve that end. For the fiscal year 2020, none of the beginning general fund unassigned fund balance was applied for this purpose.

***2-B Budgetary Reconciliation to GAAP Basis***

While the Town reports financial position, results of operations, and changes in fund balance on the basis of generally accepted accounting principles (GAAP), the budgetary basis as provided by law is based upon accounting for certain transactions on a basis of cash receipts, disbursements, and encumbrances. The Statement of Revenues, Expenditures, and Changes in Fund Balance – Budget and Actual is presented for the major governmental fund which had a budget. Differences between the budgetary basis and GAAP basis of accounting for the general fund are as follows:

Revenues and other financing sources:	
Per Exhibit D (budgetary basis)	\$2,743,274
Adjustment:	
Basis difference:	
GASB Statement No. 54:	
To record miscellaneous income of the blended funds	96.478
To record transfer in to blended funds	3.800
Change in deferred tax revenue relating to 60-day revenue recognition recognized as revenue on the GAAP basis, but not on the budgetary basis	6.010
Per Exhibit C-3 (GAAP basis)	<u>\$2,849,562</u>
	<i>(Continued)</i>

**TOWN OF PLAINFIELD, NEW HAMPSHIRE**  
**NOTES TO THE BASIC FINANCIAL STATEMENTS**  
**AS OF AND FOR THE FISCAL YEAR ENDED**  
**DECEMBER 31, 2020**

*Budgetary reconciliation to GAAP basis continued:*

Expenditures and other financing uses:	
Per Exhibit D (budgetary basis)	\$2,663,774
Adjustment:	
Basis differences:	
Encumbrances, beginning	31,450
Encumbrances, ending	(74,088)
GASB Statement No. 54:	
To record expenditures of the blended funds during the year	160,550
To eliminate transfers between general and blended funds	(257,500)
Per Exhibit C-3 (GAAP basis)	<u>\$2,524,186</u>

**DETAILED NOTES ON ALL FUNDS**

**NOTE 3 – CASH AND CASH EQUIVALENTS**

The Town’s deposits are entirely covered by federal depository insurance (FDIC) or by collateral held by the Town’s agent in the Town’s name. The FDIC currently insures the first \$250,000 of the Town’s deposits at each financial institution, per case custodian. Deposit balances over \$250,000 are insured by the collateral. As of year-end, the carrying amount of the Town’s deposits was \$4,610,623 and the bank balances totaled \$4,664,262. Petty cash totaled \$250.

Cash and cash equivalents reconciliation:

Cash per Statement of Net Position (Exhibit A)	\$1,427,608
Cash per Statement of Net Position - Fiduciary Fund (Exhibit E-1)	3,183,015
Total cash and cash equivalents	<u>\$4,610,623</u>

**NOTE 4 – INVESTMENTS**

Note 1-D describes statutory requirements covering the investment of the Town funds. The Town holds investments that are measured at fair value on a recurring basis. Since investing is not a core part of the Town’s mission, the Town determines that the disclosures related to these investments only need to be disaggregated by major type. The Town categorizes its fair value measurements within the fair value hierarchy established by generally accepted accounting principles. The Town has the following recurring fair value measurements and maturities as of December 31, 2020:

	Valuation Measurement Method	Reported Balance
Investments type:		
Equity mutual funds	Level 1	\$ 378,389
Fixed income mutual funds	Level 2	1,462,203
New Hampshire Public Deposit Investment Pool	Level 2	121,175
Total fair value		<u>\$ 1,961,767</u>

Investment reconciliation:

Investments per Statement of Net Position (Exhibit A)	\$1,213,923
Investments per Statement of Net Position - Fiduciary Funds (Exhibit E-1)	747,844
Total investments	<u>\$1,961,767</u>

**TOWN OF PLAINFIELD, NEW HAMPSHIRE**  
**NOTES TO THE BASIC FINANCIAL STATEMENTS**  
**AS OF AND FOR THE FISCAL YEAR ENDED**  
**DECEMBER 31, 2020**

**NOTE 5 – TAXES RECEIVABLE**

Taxes receivable represent the amount of current and prior year taxes which have not been collected as of December 31, 2020. The amount has been reduced by an allowance for an estimated uncollectible amount of \$40,000. Taxes receivable by year are as follows:

	As reported on:	
	<u>Exhibit A</u>	<u>Exhibit C-1</u>
Property:		
Levy of 2020	\$ 165,593	\$ 165,593
Unredeemed (under tax lien):		
Levy of 2019	54,063	54,063
Levy of 2018	37,068	37,068
Levies of 2017 and prior	39,613	39,613
Yield	10,440	10,440
Less: allowance for estimated uncollectible taxes	(40,000) *	-
Net taxes receivable	<u>\$ 266,777</u>	<u>\$ 306,777</u>

\*The allowance for uncollectible property taxes is not recognized under the modified accrual basis of accounting (Exhibit C-1 and C-3) due to the 60-day rule as explained in Note 1-B. However, the allowance is recognized under the full accrual basis of accounting (Exhibits A and B).

**NOTE 6 – OTHER RECEIVABLES**

Receivables at December 31, 2020, consisted of accounts (refuse charges). Receivables are recorded on the Town's financial statements to the extent that the amounts are determined to be material and substantiated not only by supporting documentation, but also by a reasonable, systematic method of determining their existence, completeness, valuation, and collectability.

**NOTE 7 – CAPITAL ASSETS**

Capital asset activity for the year ended December 31, 2020 is as follows:

	<u>Balance, beginning</u>	<u>Additions</u>	<u>Balance, ending</u>
At cost:			
Not being depreciated:			
Land	\$ 1,107,702	\$ -	\$ 1,107,702
Being depreciated:			
Buildings	793,639	-	793,639
Equipment and vehicles	3,419,684	135,748	3,555,432
Infrastructure	1,185,289	-	1,185,289
Total capital assets being depreciated	<u>5,398,612</u>	<u>135,748</u>	<u>5,534,360</u>
Total all capital assets	<u>6,506,314</u>	<u>135,748</u>	<u>6,642,062</u>
Less accumulated depreciation:			
Buildings	(230,963)	(5,244)	(236,207)
Equipment and vehicles	(2,180,218)	(173,936)	(2,354,154)
Infrastructure	(634,019)	(47,027)	(681,046)
Total accumulated depreciation	<u>(3,045,200)</u>	<u>(226,207)</u>	<u>(3,271,407)</u>
Net book value, capital assets being depreciated	<u>2,353,412</u>	<u>(90,459)</u>	<u>2,262,953</u>
Net book value, all capital assets	<u>\$ 3,461,114</u>	<u>\$ (90,459)</u>	<u>\$ 3,370,655</u>



**TOWN OF PLAINFIELD, NEW HAMPSHIRE**  
**NOTES TO THE BASIC FINANCIAL STATEMENTS**  
**AS OF AND FOR THE FISCAL YEAR ENDED**  
**DECEMBER 31, 2020**

Depreciation expense was charged to functions of the Town based on their usage of the related assets. The amounts allocated to each function are as follows:

General government	\$ 3,137
Public safety	104,492
Highways and streets	116,910
Culture and recreation	1,668
Total depreciation expense	\$ 226,207

**NOTE 8 – INTERFUND BALANCES AND TRANSFERS**

**Interfund Balances** - The composition of interfund balances as of December 31, 2020 is as follows:

Receivable Fund	Payable Fund	Amount
Nonmajor	General	\$ 15,045

The outstanding balances among funds result mainly from the time lag between the dates that (1) interfund goods and services are provided or reimbursable expenditures occur, (2) transactions are recorded in the accounting system, and (3) payments between funds are made.

**Interfund Transfers** - The composition of interfund transfers for the year ended December 31, 2020 is as follows:

		Transfers In:
		General
		Fund
Transfers out:		
Permanent fund	\$ 9,800	
Nonmajor fund	1,695	
Total	\$ 11,495	

During the year, transfers are used to (1) move revenues from the fund with collection authority to the fund responsible for expenditure and (2) move general fund resources to provide an annual subsidy.

**NOTE 9 – INTERGOVERNMENTAL PAYABLES**

Amounts due to other governments on the fiduciary fund financial statements of \$2,955,266 at December 31, 2020 consist of tax appropriations due to the Plainfield School District.

**NOTE 10 – DEFERRED OUTFLOWS/INFLOWS OF RESOURCES**

Deferred outflows of resources of at December 31, 2020 consist of amounts related to pensions totaling \$355,198 and amounts related to OPEB totaling \$4,620. For further discussion on these amounts, see Note 13 and 14, respectively.

Deferred inflows of resources are as follows:

	Government- wide	General Fund
Deferred property taxes not collected within 60 days of fiscal year-end	\$ -	\$52,270
Amounts related to pensions, see Note 13	98,810	-
Amounts related to OPEB, see Note 14	2,101	-
Total deferred inflows of resources	\$ 100,911	\$52,270

**TOWN OF PLAINFIELD, NEW HAMPSHIRE**  
**NOTES TO THE BASIC FINANCIAL STATEMENTS**  
**AS OF AND FOR THE FISCAL YEAR ENDED**  
**DECEMBER 31, 2020**

**NOTE 11 – CAPITAL LEASE OBLIGATIONS**

The Town has entered into a capital lease agreement under which the related equipment will become the property of the Town when all the terms of the lease agreement is met.

	Standard Interest Rate	Present Value of Remaining Payments as of December 31, 2020
Capital lease obligations:		
Police Cruisers	2.50%	\$ 14,781

The annual requirements to amortize the capital lease payable as of December 31, 2020, including interest payments, are as follows:

Fiscal Year Ending December 31, 2021	Governmental Activities
	\$ 15,165
Less: interest	384
Present value of remaining payments	\$ 14,781

Amortization of lease equipment under capital assets is included with depreciation expense.

**NOTE 12 – LONG-TERM LIABILITIES**

Changes in the Town’s long-term liabilities consisted of the following for the year ended December 31, 2020:

	Balance January 1, 2020	Additions	Reductions	Balance December 31, 2020	Due Within One Year
Capital leases	\$ 29,186	\$ -	\$ (14,405)	\$ 14,781	\$ 14,781
Compensated absences	69,267	59,046	-	128,313	12,157
Pension related liability	1,177,689	284,273	-	1,461,962	-
Net other postemployment benefits, as restated (see Note 18)	299,573	13,845	(15,180)	298,238	-
Total long-term liabilities	\$ 1,575,715	\$ 357,164	\$ (29,585)	\$ 1,903,294	\$ 26,938

**NOTE 13 – DEFINED BENEFIT PENSION PLAN**

**Plan Description** – The New Hampshire Retirement System (NHRS or the System) is a public employee retirement system that administers a cost-sharing multiple-employer defined benefit pension plan (Pension Plan), a component unit of the State of New Hampshire, as defined in Governmental Accounting Standards Board (GASB) Statement No. 67, *Financial Reporting for Pension Plans* – an amendment of GASB Statement No. 25. The Pension Plan was established in 1967 by RSA 100-A:2 and is qualified as a tax-exempt organization under Sections 401(a) and 501(a) of the Internal Revenue Code. The Pension Plan is a contributory, defined benefit plan providing service, disability, death and vested retirement benefits to members and their beneficiaries. Substantially all full-time State employees, public school teachers and administrators, permanent firefighters and permanent police officers within the State are eligible and required to participate in the Pension Plan. The System issues a publicly available financial report that may be obtained by writing the New Hampshire Retirement System, 54 Regional Drive, Concord, NH 03301.

**Benefits Provided** – Benefit formulas and eligibility requirements for the Pension Plan are set by state law (RSA 100-A). The Pension Plan is divided into two membership groups. State and local employees and teachers belong to Group I. Police and firefighters belong to Group II.

Group I benefits are provided based on creditable service and average final salary for the highest of either three or five years, depending on when service commenced.

**TOWN OF PLAINFIELD, NEW HAMPSHIRE**  
**NOTES TO THE BASIC FINANCIAL STATEMENTS**  
**AS OF AND FOR THE FISCAL YEAR ENDED**  
**DECEMBER 31, 2020**

Group II benefits are provided based on age, years of creditable service and benefit multiplier depending on vesting status as of 1/1/12. The maximum retirement allowance for Group II members vested by 1/1/12 (45 years of age with 20 years of service or age 60 regardless of years of creditable service) is the average final compensation multiplied by 2.5% multiplied by creditable service. For Group II members not vested by 1/1/12 the benefit is calculated the same way but the multiplier used in the calculation will change depending on age and years of creditable service as follows:

Years of Creditable Service as of 1/1/12	Minimum Age	Minimum Service	Benefit Multiplier
At least 8 but less than 10 years	46	21	2.4%
At least 6 but less than 8 years	47	22	2.3%
At least 4 but less than 6 years	48	23	2.2%
Less than 4 years	49	24	2.1%

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

**Contributions** - The System is financed by contributions from both the employees and the Town. Member contribution rates are established and may be amended by the State legislature while employer contribution rates are set by the System trustees based on an actuarial valuation. Group I (employee and teacher) members are required to contribute 7% of earnable compensation and Group II (police and fire) members contribute 11.55% and 11.80% respectively. For fiscal year 2020, the Town contributed 24.77% for police, 26.43% for fire and 10.88% for other employees. The contribution requirement for the fiscal year 2020 was \$102,074, which was paid in full.

**Pension Liabilities, Pension Expense, Deferred Outflows of Resources, and Deferred Inflows of Resources Related to Pensions** – At December 31, 2020 the Town reported a liability of \$1,461,962 for its proportionate share of the net pension liability. The net pension liability was measured as of June 30, 2020, and the total pension liability used to calculate the net pension liability was determined by an actuarial valuation as of that date. The Town’s proportion of the net pension liability was based on a projection of the Town’s long-term share of contributions to the pension plan relative to the projected contributions of all participating towns and school districts, actuarially determined. At June 30, 2020, the Town’s proportion was 0.02285691% which was a decrease 0.00161885% from its proportion measured as of June 30, 2019.

For the year ended December 31, 2020, the Town recognized pension expense of \$211,758. At December 31, 2020 the Town reported deferred outflows of resources and deferred inflows of resources related to pensions from the following sources:

	Deferred Outflows of Resources	Deferred Inflows of Resources
Changes in proportion	\$ 30,197	\$ 83,113
Changes in assumptions	144,617	-
Net difference between projected and actual investment earnings on pension plan investments	90,424	-
Differences between expected and actual experience	39,480	15,697
Contributions subsequent to the measurement date	50,480	-
Total	<u>\$ 355,198</u>	<u>\$ 98,810</u>

The \$50,480 reported as deferred outflows of resources related to pensions results from the Town contributions subsequent to the measurement date will be recognized as a reduction of the net pension liability in the year ended December 31, 2021.

**TOWN OF PLAINFIELD, NEW HAMPSHIRE**  
**NOTES TO THE BASIC FINANCIAL STATEMENTS**  
**AS OF AND FOR THE FISCAL YEAR ENDED**  
**DECEMBER 31, 2020**

Other amounts reported as deferred outflows of resources and deferred inflows of resources related to pensions will be recognized in pension expense as follows:

Fiscal Year Ending December 31,	
2021	\$ 54,219
2022	44,020
2023	54,505
2024	53,164
Thereafter	-
Totals	<u>\$ 205,908</u>

**Actuarial Assumptions** – The collective total pension liability was based on the following assumptions:

Inflation:	2.0%
Salary increases:	5.6% average, including inflation
Wage inflation:	2.75% (2.25% for teachers)
Investment rate of return:	6.75% net of pension plan investment expense, including inflation

Mortality rates were based on the Pub-2010 Health Retiree Mortality Tables with credibility adjustments for each group (Police and Fire combined) and projected fully generational mortality improvements using Scale MP-2019.

The actuarial assumptions used in the June 30, 2020 valuation were based on the results of the most recent actuarial experience study, which was for the period July 1, 2016 – June 30, 2019.

**Long-term Rates of Return** – The long-term expected rate of return on pension plan investment was selected from a best estimate range determined using the building block approach. Under this method, an expected future real return range is calculated separately for each asset class. These ranges are combined to produce the long-term expected rate of return by weighting the expected future real rate of return net of investment expenses by the target asset allocation percentage and by adding expected inflation. Following is a table presenting target allocations and geometric real rates of return for each asset class:

Asset Class	Target Allocation	Weighted average long-term expected real rate of return <u>2020</u>
Large Cap Equities	22.50%	3.71%
Small/Mid Cap Equities	7.50%	4.15%
Total domestic equity	<u>30.00%</u>	
Int'l Equities (unhedged)	13.00%	3.96%
Emerging Int'l Equities	7.00%	6.20%
Total international equity	<u>20.00%</u>	
Core Bonds	9.00%	0.42%
Global Multi-Sector Fixed Income	10.00%	1.66%
Absolute Return Fixed Income	6.00%	0.92%
Total fixed income	<u>25.00%</u>	
Private equity	10.00%	7.71%
Private debt	5.00%	4.81%
Total alternative investments	<u>15.00%</u>	
Real estate	10.00%	2.95%
Total	<u>100.00%</u>	

**TOWN OF PLAINFIELD, NEW HAMPSHIRE**  
**NOTES TO THE BASIC FINANCIAL STATEMENTS**  
**AS OF AND FOR THE FISCAL YEAR ENDED**  
**DECEMBER 31, 2020**

**Discount Rate** – The discount rate used to measure the collective total pension liability was 6.75%. The projection of cash flows used to determine the discount rate assumed that plan member contributions will be made at the current contribution rate and that employer contributions will be made at rates equal to the difference between actuarially determined contribution rates and the member rate. For purposes of the projection, member contributions and employer service cost contributions are projected based on the expected payroll of current members only. Employer contributions are determined based on the Pension Plan’s actuarial funding policy as required by RSA 100-A:16. Based on those assumptions, the Pension Plan’s fiduciary net position was projected to be available to make all projected future benefit payments to current plan members. Therefore, the long-term expected rate of return on Pension Plan investment was applied to all periods of projected benefit payments to determine the collective total pension liability.

**Sensitivity of the Town’s Proportionate Share of the Net Pension Liability to Changes in the Discount Rate** – The following table presents the Town’s proportionate share of the net pension liability calculated using the discount rate of 6.75% as well as what the Town’s proportionate share of the net pension liability would be if it were calculated using a discount rate that is 1-percentage point lower (5.75%) or 1-percentage point higher (7.75%) than the current rate:

Actuarial Valuation Date	1% Decrease 5.75%	Current Single Rate Assumption 6.75%	1% Increase 7.75%
June 30, 2020	\$ 1,892,646	\$ 1,461,962	\$ 1,110,037

**Pension Plan Fiduciary Net Position** – Detailed information about the pension plan’s fiduciary net position is available in the separately issued New Hampshire Retirement System Cost-Sharing Multiple Employer Defined Benefit Pension Plan financial report.

**NOTE 14 – POSTEMPLOYMENT BENEFITS OTHER THAN PENSIONS**

**14-A New Hampshire Retirement System (NHRS)**

**Plan Description** – The New Hampshire Retirement System (NHRS or the System) is a public employee retirement system which administers a cost-sharing multiple-employer other postemployment benefit (OPEB) plan. For additional system information, please refer to the 2019 Comprehensive Annual Financial Report, which can be found on the system’s website at [www.nhrs.org](http://www.nhrs.org).

**Benefits Provide** - Benefit amounts and eligibility requirements for the OPEB Plan are set by State law (RSA 100-A:52, RSA 100-A:52-a and RSA 100-A:52-b), and members are designated in statute by type. The four membership types are Group II, Police Officers and Firefighters; Group I, Teachers; Group I, Political Subdivision Employees; and Group I, State Employees. The OPEB Plan provides a medical insurance subsidy to qualified retired members. The medical insurance subsidy is a payment made by NHRS to the former employer or its insurance administrator toward the cost of health insurance for a qualified retiree, his/her qualified spouse, and his/her certified dependent children with a disability who are living in the household and being cared for by the retiree. If the health insurance premium amount is less than the medical subsidy amount, then only the health insurance premium amount will be paid. If the health insurance premium amount exceeds the medical subsidy amount, then the retiree or other qualified person is responsible for paying any portion that the employer does not pay.

Group I benefits are based on creditable service, age, and retirement date. Group II benefits are based on hire date, age, and creditable service. The OPEB plan is closed to new entrants.

Maximum medical subsidy rates paid during fiscal year 2020 were as follows:

For qualified retirees not eligible for Medicare, the amounts were \$375.56 for a single-person plan and \$751.12 for a two-person plan.

For those qualified retirees eligible for Medicare, the amounts were \$236.84 for a single-person plan and \$473.68 for a two-person plan.

**TOWN OF PLAINFIELD, NEW HAMPSHIRE**  
**NOTES TO THE BASIC FINANCIAL STATEMENTS**  
**AS OF AND FOR THE FISCAL YEAR ENDED**  
**DECEMBER 31, 2020**

**Contributions** – The OPEB Plan is funded by allocating to the 401(h) subtrust the lesser of: 25% of all employer contributions made in accordance with RSA 100-A:16 or the percentage of employer contributions determined by the actuary to be the minimum rate necessary to maintain the benefits provided under RSA 100-A:53-b, RSA 100-A:53-c, and RSA 100-A:53-d. For fiscal year 2018, the minimum rates determined by the actuary to maintain benefits were the lesser of the two options and were used to determine the employer contributions due to the 401(h) subtrust. The State Legislature has the authority to establish, amend and discontinue the contribution requirements of the OPEB Plan. Administrative costs are allocated to the OPEB Plan based on fund balances. For fiscal year 2020, the Town contributed 3.66% for police and fire, and 0.29% for other employees. The contribution requirement for the fiscal year 2020 was \$8,014, which was paid in full.

**OPEB Liabilities, OPEB Expense, Deferred Outflows of Resources and Deferred Inflows of Resources Related to OPEB** – At December 31, 2020, the Town reported a liability of \$78,485 for its proportionate share of the net OPEB liability. The net OPEB liability was measured as of June 30, 2020, and the total OPEB liability used to calculate the net OPEB liability was determined by an actuarial valuation as of that date. The Town’s proportion of the net OPEB liability was based on a projection of the Town’s long-term share of contributions to the OPEB plan relative to the projected contributions of all participating towns and school districts, actuarially determined. At June 30, 2020, the Town’s proportion was 0.01793085% which was an decrease as of 0.00343389% from its proportion measured as of June 30, 2019.

For the year ended December 31, 2020, the Town recognized OPEB benefit of \$6,244. At December 31, 2020, the Town reported deferred outflows of resources and deferred inflows of resources related to OPEB from the following sources:

	Deferred Outflows of Resources	Deferred Inflows of Resources
Changes in proportion	\$ -	\$ 1,874
Net difference between projected and actual investment earnings on OPEB plan investments	294	-
Changes in assumptions	505	-
Differences between expected and actual experience	-	227
Contributions subsequent to the measurement date	3,821	-
Total	\$ 4,620	\$ 2,101

The \$3,821 reported as deferred outflows of resources related to OPEB results from the Town contributions subsequent to the measurement date will be recognized as a reduction of the net OPEB liability in the year ended December 31, 2021. Other amounts reported as deferred outflows of resources and deferred inflows of resources related to OPEB will be recognized in OPEB expense as follows:

Fiscal Year Ending December 31,	
2021	\$(1,575)
2022	87
2023	104
2024	82
Thereafter	-
Totals	\$(1,302)

**Actuarial Assumptions** – The collective total OPEB liability was based on the following actuarial assumptions:

Inflation:	2.0%
Salary increases:	5.6 % average, including inflation
Wage inflation:	2.75 % (2.25%) for teachers
Investment rate of return:	6.75 % net of OPEB plan investment expense, including inflation for determining solvency contributions

**TOWN OF PLAINFIELD, NEW HAMPSHIRE**  
**NOTES TO THE BASIC FINANCIAL STATEMENTS**  
**AS OF AND FOR THE FISCAL YEAR ENDED**  
**DECEMBER 31, 2020**

Mortality rates were based on the Pub-2010 Health Retiree Mortality Tables with credibility adjustments for each group (Police and Fire combined) and projected fully generational mortality improvements using Scale MP-2019.

The actuarial assumptions used in the June 30, 2019 valuation were based on the results of the most recent actuarial experience study, which was for the period July 1, 2016 – June 30, 2019.

**Long-term Rates of Return** – The long-term expected rate of return on OPEB plan investment was selected from a best estimate range determined using the building block approach. Under this method, an expected future real return range is calculated separately for each asset class. These ranges are combined to produce the long-term expected rate of return by weighting the expected future real rate of return net of investment expenses by the target asset allocation percentage and by adding expected inflation. Following is a table presenting target allocations and geometric real rates of return for each asset class:

Asset Class	Target Allocation	Weighted average long-term expected real rate of return 2020
Large Cap Equities	22.50%	3.71%
Small/Mid Cap Equities	7.50%	4.15%
Total domestic equity	30.00%	
Int'l Equities (unhedged)	13.00%	3.96%
Emerging Int'l Equities	7.00%	6.20%
Total international equity	20.00%	
Core Bonds	9.00%	0.42%
Global Multi-Sector Fixed Income	10.00%	1.66%
Absolute Return Fixed Income	6.00%	0.92%
Total fixed income	25.00%	
Private equity	10.00%	7.71%
Private debt	5.00%	4.81%
Total alternative investments	15.00%	
Real estate	10.00%	2.95%
Total	100.00%	

**Discount Rate** – The discount rate used to measure the total OPEB liability as of June 30, 2020 was 6.75%. The projection of cash flows used to determine the discount rate assumed that employer contributions will be made under the current statutes RSA 100-A:16 and 100-A:53. Based on those assumptions, the OPEB Plan’s fiduciary net position was projected to make all projected future benefit payments of current plan members. Therefore, the long-term expected rate of return on OPEB Plan investments was applied to all periods of projected benefit payments to determine the collective total OPEB liability.

**Sensitivity of the Town’s Proportionate Share of the OPEB Liability to Changes in the Discount Rate** – The following table presents the Town’s proportionate share of the OPEB liability calculated using the discount rate of 6.75% as well as what the Town’s proportionate share of the OPEB liability would be if it were calculated using a discount rate that is 1-percentage point lower (5.75%) or 1-percentage point higher (7.75%) than the current rate:

Actuarial Valuation Date	1% Decrease 5.75%	Current Single Rate Assumption 6.75%	1% Increase 7.75%
June 30, 2020	\$ 85,226	\$ 78,485	\$ 72,632

**Sensitivity of the Town’s Proportionate Share of the OPEB Liability to Changes in the Healthcare Cost Trend Assumption** – GASB No. 75 requires the sensitivity of the OPEB liability to the healthcare cost trend assumption. Since the medical subsidy benefits are fixed stipends, there is no sensitivity to changes in the healthcare cost trend assumption.

**TOWN OF PLAINFIELD, NEW HAMPSHIRE**  
**NOTES TO THE BASIC FINANCIAL STATEMENTS**  
**AS OF AND FOR THE FISCAL YEAR ENDED**  
**DECEMBER 31, 2020**

**OPEB Plan Fiduciary Net Position** – Detailed information about the OPEB plan’s fiduciary net position is available in the separately issued New Hampshire Retirement System Cost-Sharing Multiple Employer Defined Benefit OPEB Plan financial report.

**14-B Town of Plainfield Retiree Health Benefit Program**

**Plan Description** – GASB Statement No. 75, *Accounting and Financial Reporting for Postemployment Benefits Other Than Pensions*, requires governments to account for other postemployment benefits (OPEB) on an accrual basis, rather than on a pay-as-you-go basis. The effect is the recognition of an actuarially determined expense on the Statement of Activities when a future retiree earns their postemployment benefits, rather than when they use their postemployment benefit. The postemployment benefit liability is recognized on the Statement of Net Position over time.

**Benefits Provided** – The Town provides medical benefits to its eligible retirees. The benefits are provided through fully insured plans that are sponsored by a state-wide health insurance consortium. Retirees are required to pay 100% of the cost of the premium for coverage elected. This valuation does not account for the cost of benefits to retirees or their spouses after age 65.

**Employees Covered by Benefit Terms** – At January 1, 2020, the following employees were covered by the benefit terms:

Inactive employees or beneficiaries currently receiving benefit payments	2
Active employees	<u>11</u>
Total participants covered by OPEB plan	<u>13</u>

**Total OPEB Liability** – The Town’s total OPEB liability of \$219,753 was measured as of December 31, 2020 and was determined by an actuarial valuation as of January 1, 2020.

**Actuarial Assumptions and Other Inputs** – The total OPEB liability of \$219,753 in the December 31, 2020 actuarial valuation was determined using the following actuarial assumptions and other inputs, applied to all periods included in the measurement, unless otherwise specified:

Discount Rate:	2.12%
Healthcare Cost Trend Rates:	
Current Year Trend	2.52%
Second Year Trend	9.50%
Decrement	0.50%
Ultimate Trend	5.00%
Year Ultimate Trend is Reached	2030
Salary Increases:	2.00%

The discount rate was based on the index provided by Bond Buyer 20-Bond General Obligation Index based on the 20 year AA municipal bond rate as of December 31, 2020.

Mortality rates were based on the SOA RP-2014 Total Dataset Mortality with Scale MP-2020 (Base Year 2006).

**Changes in the Total OPEB Liability**

	<u>December 31, 2020</u>
OPEB liability beginning of year	\$ 205,908
Changes for the year:	
Service cost	9,495
Interest	4,365
Benefit payments	(15)
OPEB liability end of year	<u>\$ 219,753</u>



**TOWN OF PLAINFIELD, NEW HAMPSHIRE**  
**NOTES TO THE BASIC FINANCIAL STATEMENTS**  
**AS OF AND FOR THE FISCAL YEAR ENDED**  
**DECEMBER 31, 2020**

**Sensitivity of the Town's OPEB Liability to Changes in the Discount Rate** – The following presents the total OPEB Liability, calculated using the discount rate of 2.12%, as well as what the total OPEB Liability would be if it were calculated using a discount rate that is one percentage point lower or one percentage point higher than the current rate:

	Discount Rate		
	1% Decrease	Baseline 2.12%	1% Increase
Total OPEB Liability	\$ 235,159	\$ 219,753	\$ 204,557

**Sensitivity of the Town's OPEB Liability to Changes in the Healthcare Cost Trend Rates** – The following presents the total OPEB Liability, calculated using the trend rate of 2.52%, as well as what the total OPEB Liability would be if it were calculated using a trend rate that is one percentage point lower or one percentage point higher than the current rate:

	Healthcare Cost Trend Rates		
	1% Decrease	Baseline 2.52%	1% Increase
Total OPEB Liability	\$ 197,131	\$ 219,753	\$ 244,884

**OPEB Expense, Deferred Outflows of Resources, and Deferred Inflows of Resources Related to OPEB** – For the year ended December 31, 2020, the Town recognized OPEB expense of \$13,860. At December 31, 2020, the Town reported no deferred outflows of resources or deferred inflows of resources related to OPEB.

**NOTE 15 – ENCUMBRANCES**

The outstanding encumbrances are amounts needed to pay any commitments related to purchase orders and contracts that remain unperformed at December 31, 2020 and are as follows:

General fund:	
General government	\$ 9,947
Public safety	59,401
Highways and streets	2,200
Health	2,540
Total encumbrances	\$ 74,088

**NOTE 16 – GOVERNMENTAL ACTIVITIES AND FIDUCIARY FUNDS NET POSITION**

Net position reported on the government-wide and fiduciary funds Statements of Net Position at December 31, 2020 include the following:

	Governmental Activities	Fiduciary Funds
Net investment in capital assets:		
Net book value, all governmental activities capital assets	\$ 3,370,655	\$ -
Less:		
Capital leases payable	(14,781)	-
Total net investment in capital assets	3,355,874	-
Restricted net position:		
Perpetual care - principal balance	490,669	-
Perpetual care - income balance	6,197	-
Library	237,541	-
Trust funds held for school district	-	975,593
Total restricted net position	734,407	975,593
Unrestricted	514,275	-
Total net position	\$ 4,604,556	\$ 975,593

**TOWN OF PLAINFIELD, NEW HAMPSHIRE**  
**NOTES TO THE BASIC FINANCIAL STATEMENTS**  
**AS OF AND FOR THE FISCAL YEAR ENDED**  
**DECEMBER 31, 2020**

**NOTE 17 – GOVERNMENTAL FUND BALANCES**

Governmental fund balances reported on the fund financial statements at December 31, 2020 include the following:

	General Fund	Permanent Fund	Nonmajor Funds	Total Governmental Funds
<b>Nonspendable:</b>				
Permanent fund - principal balance	\$ -	\$ 490,669	\$ -	\$ 490,669
<b>Restricted:</b>				
Library	237,541	-	-	237,541
Permanent - income balance	-	6,197	-	6,197
Total restricted fund balance	237,541	6,197	-	243,738
<b>Committed:</b>				
Expendable trust	891,607	-	-	891,607
Conservation/Land use	-	-	145,876	145,876
Total committed fund balance	891,607	-	145,876	1,037,483
<b>Assigned:</b>				
Encumbrances	74,088	-	-	74,088
<b>Unassigned</b>	<b>1,020,233</b>	<b>-</b>	<b>-</b>	<b>1,020,233</b>
Total governmental fund balances	<u>\$ 2,223,469</u>	<u>\$ 496,866</u>	<u>\$ 145,876</u>	<u>\$ 2,866,211</u>

**NOTE 18 – PRIOR PERIOD ADJUSTMENT**

Net position/fund balance at January 1, 2020 was restated to give retroactive effect to the following prior period adjustment:

	Government -wide Statements
To restate for the cumulative changes related to implementation of GASB Statement No. 75	\$ (205,908)
Net position, as previously reported	4,655,808
Net position, as restated	<u>\$ 4,449,900</u>

**NOTE 19 – RISK MANAGEMENT**

The Town is exposed to various risks of loss related to torts; theft of, damage to, or destruction of assets; errors or omissions; injuries to employees; or natural disasters. During fiscal year 2020, the Town was a member of the New Hampshire Public Risk Management Exchange (Primex<sup>3</sup>) Workers' Compensation and Property/Liability Programs.

The New Hampshire Public Risk Management Exchange (Primex<sup>3</sup>) Workers' Compensation and Property/Liability Programs are pooled risk management programs under RSAs 5-B and 281-A. Coverage was provided from January 1, 2020 to December 31, 2020 by Primex<sup>3</sup>, which retained \$1,000,000 of each workers' compensation loss, \$500,000 of each liability loss, and \$200,000 of each property loss. The Board has decided to self-insure the aggregate exposure and has allocated funds based on actuarial analysis for that purpose. The workers' compensation section of the self-insurance membership agreement permits Primex<sup>3</sup> to make additional assessments to members should there be a deficiency in contributions for any member year, not to exceed the member's annual contribution. GASB Statement No. 10 requires members of a pool with a sharing risk to disclose if such an assessment is probable, and a reasonable estimate of the amount, if any. In 2020 the Town paid \$33,417 and \$31,877 respectively, to Primex for property, liability, and worker's compensation. Currently, Primex<sup>3</sup> foresees no likelihood of any additional assessment for this or any prior year.

The Town continues to carry commercial insurance for all other risks of loss. Settled claims resulting from these risks have not exceeded commercial insurance coverage in any of the past three fiscal years.

**TOWN OF PLAINFIELD, NEW HAMPSHIRE**  
**NOTES TO THE BASIC FINANCIAL STATEMENTS**  
**AS OF AND FOR THE FISCAL YEAR ENDED**  
**DECEMBER 31, 2020**

**NOTE 20 – COVID-19**

As a result of the spread of COVID-19, Coronavirus, economic uncertainties continue. The duration of these uncertainties and the ultimate financial effects cannot be reasonably estimated at this time.

On March 27, 2020, the United States Federal Government established the Coronavirus Aid, Relief and Economic Security (CARES) Act in response to the economic downfall caused by the COVID-19 pandemic. This Act requires that the payment from these funds be used only to cover expenses that; are necessary expenditures incurred due to the public health emergency with respect to COVID-19; were not accounted for in the budget approved for 2020; and were incurred during the period that begins on March 1, 2020 and ends on December 31, 2020. The Town was awarded a portion of this federal funding totaling \$77,491. In addition to funding from the CARES Act, there are several other federal and state grants available.

The full extent of the financial impact cannot be determined as of the date of the financial statements.

**NOTE 21 – SUBSEQUENT EVENTS**

Subsequent events are events or transactions that occur after the balance sheet date, but before the financial statements are issued. Recognized subsequent events are events or transactions that provided additional evidence about conditions that existed at the balance sheet date, including the estimates inherent in the process of preparing the financial statements. Nonrecognized subsequent events are events that provide evidence about conditions that did not exist at the balance sheet date but arose after the date. Management has evaluated subsequent events through June 17, 2021, the date the December 31, 2020 financial statements were available to be issued, and no event occurred that would require recognition or disclosure.

***REQUIRED SUPPLEMENTARY INFORMATION***

**EXHIBIT F**  
**TOWN OF PLAINFIELD, NEW HAMPSHIRE**  
*Schedule of the Town's Proportionate Share of Net Pension Liability*  
*New Hampshire Retirement System Cost Sharing Multiple Employer Defined Benefit Plan*  
*For the Fiscal Year Ended December 31, 2020*

	December 31,						
	2014	2015	2016	2017	2018	2019	2020
Town's:							
Proportion of the net pension liability	0.02%	0.02%	0.02%	0.03%	0.02%	0.02%	0.02%
Proportionate share of the net pension liability	\$895,268	\$915,894	\$1,170,236	\$1,253,503	\$1,197,951	\$1,177,689	\$1,461,962
Covered payroll	\$551,929	\$564,553	\$567,054	\$679,091	\$685,844	\$702,673	\$694,236
Proportionate share of the net pension liability as a percentage of its covered payroll	162.21%	162.23%	206.37%	184.59%	174.67%	167.60%	210.59%
Plan fiduciary net position as a percentage of the total pension liability	66.32%	65.47%	58.30%	62.66%	64.73%	65.69%	58.72%

**EXHIBIT G**  
**TOWN OF PLAINFIELD, NEW HAMPSHIRE**  
*Schedule of Town Contributions - Pensions*  
*New Hampshire Retirement System Cost Sharing Multiple Employer Defined Benefit Plan*  
*For the Fiscal Year Ended December 31, 2020*

	December 31,						
	2014	2015	2016	2017	2018	2019	2020
Contractually required contribution	\$ 77,378	\$ 77,564	\$ 78,802	\$ 93,374	\$ 105,151	\$ 106,514	\$ 101,540
Contributions in relation to the contractually required contributions	(77,378)	(77,564)	(78,802)	(93,374)	(105,151)	(106,514)	(101,540)
Contribution deficiency (excess)	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -
Town's covered payroll	\$ 551,929	\$ 564,553	\$ 567,054	\$ 679,091	\$ 685,844	\$ 702,673	\$ 694,236
Contributions as a percentage of covered payroll	14.02%	13.74%	13.90%	13.75%	15.33%	15.16%	14.63%

**TOWN OF PLAINFIELD, NEW HAMPSHIRE**  
**NOTE TO THE REQUIRED SUPPLEMENTARY INFORMATION –**  
**PENSION LIABILITY**  
**FOR THE FISCAL YEAR ENDED**  
**DECEMBER 31, 2020**

***Schedule of the Town’s Proportionate Share of Net Pension Liability and  
Schedule of Town Contributions - Pensions***

As required by GASB Statement No. 68, and as amended by GASB Statement No. 71, Exhibits F and G represent the actuarial determined costs associated with the Town’s pension plan at December 31, 2020. These schedules are presented to illustrate the requirement to show information for 10 years. However, until a full 10-year trend is compiled, information is presented for those years for which information is available.

**Methods and Assumptions Used to Determine Contribution Rates for Fiscal Year 2020:**

Actuarial Cost Method	Entry Age Normal
Amortization Method	Level Percentage-of-Payroll, Closed
Remaining Amortization Period	20 years beginning July 1, 2019 (30 years beginning July 1, 2009)
Asset Valuation Method	5-year smooth market for funding purposes: 20% corridor
Price Inflation	2.5% per year
Wage Inflation	3.25% per year (3.00% for teachers) in the 2017 valuation
Salary Increases	5.6% Average, including inflation
Municipal Bond Rate	2.45% per year
Investment Rate of Return	7.25% per year, net of investment expenses, including inflation
Retirement Age	Experience-based table of rates that are specific to the type of eligibility condition. Based on the 2010-215 experience study.
Mortality	RP-2014 Healthy Annuitant and Employee generational mortality tables for males and females with credibility adjustments, adjusted for fully generational mortality improvements using Scale MP-2015, based on the 2010-2015 experience study.

**Other Information:**

Notes	The board has adopted new assumptions based on the 2015-2019 experience study effective for employer contributions in the 2022-23 biennium.
-------	---

**EXHIBIT H**  
**TOWN OF PLAINFIELD, NEW HAMPSHIRE**  
*Schedule of the Town's Proportionate Share of the Net Other Postemployment Benefit Plan Liability*  
*New Hampshire Retirement System Cost Sharing Multiple Employer Defined Benefit Plan*  
*For the Fiscal Year Ended December 31, 2020*

	December 31.			
	2017	2018	2019	2020
Town's proportion of the net OPEB liability	0.01%	0.02%	0.02%	0.02%
Town's proportionate share of the net OPEB liability	\$ 67,856	\$ 101,779	\$ 93,665	\$ 78,485
Town's covered payroll	\$ 679,091	\$ 685,844	\$ 702,673	\$ 694,236
Town's proportionate share of the net OPEB liability as a percentage of its covered payroll	9.99%	14.84%	13.33%	11.31%
Plan fiduciary net position as a percentage of the total OPEB liability	7.91%	7.53%	7.75%	7.74%

The Notes to the Required Supplementary Information – Other Postemployment Benefit Liability is an integral part of this schedule.



**EXHIBIT I**  
**TOWN OF PLAINFIELD, NEW HAMPSHIRE**  
*Schedule of Town Contributions - Other Postemployment Benefits*  
*New Hampshire Retirement System Cost Sharing Multiple Employer Defined Benefit Plan*  
*For the Fiscal Year Ended December 31, 2020*

	December 31,			
	2017	2018	2019	2020
Contractually required contribution	\$ 8,796	\$ 9,833	\$ 9,750	\$ 8,323
Contributions in relation to the contractually required contribution	(8,796)	(9,833)	(9,750)	(8,323)
Contribution deficiency (excess)	\$ -	\$ -	\$ -	\$ -
Town's covered payroll	\$ 679,091	\$ 685,844	\$ 702,673	\$ 694,236
Contributions as a percentage of covered payroll	1.30%	1.43%	1.39%	1.20%

The Notes to the Required Supplementary Information – Other Postemployment Benefit Liability is an integral part of this schedule.

**EXHIBIT J**  
**TOWN OF PLAINFIELD, NEW HAMPSHIRE**  
*Schedule of Changes in the Town's Total Other Postemployment Benefits Liability and Related Ratios*  
*Retiree Health Benefit Program*  
*For the Fiscal Year Ended December 31, 2020*

	December 31
	2020
OPEB liability, beginning of year	\$ 205,908
Changes for the year:	
Service cost	9,495
Interest	4,365
Changes to benefit terms	-
Assumption changes and difference between actual and expected experience	-
Change in actuarial cost method	-
Benefit payments	(15)
OPEB liability, end of year	\$ 219,753
Covered payroll	\$ 701,139
Total OPEB liability as a percentage of covered payroll	31.34%

The Notes to the Required Supplementary Information – Other Postemployment Benefit Liability is an integral part of this schedule.

**TOWN OF PLAINFIELD, NEW HAMPSHIRE**  
**NOTES TO THE REQUIRED SUPPLEMENTARY INFORMATION –**  
**OTHER POSTEMPLOYMENT BENEFIT LIABILITY**  
**FOR THE FISCAL YEAR ENDED**  
**DECEMBER 31, 2020**

***Schedule of the Town’s Proportionate Share of Net Other Postemployment Benefits Liability and Schedule of Town Contributions – Other Postemployment Benefits***

As required by GASB Statement No. 75, Exhibits H and I represent the actuarial determined costs associated with the Town’s other postemployment benefits at December 31, 2020. These schedules are presented to illustrate the requirement to show information for 10 years. However, until a full 10-year trend is compiled, information is presented for those years for which information is available.

The following assumptions were changed in the current year:

- Reduced the assumed rate of investment return from 7.25% to 6.75%
- Reduced the wage inflation from 3.25% to 2.75% (2.25% for teachers)
- Reduced price inflation from 2.5% to 2/0%
- Updated economic assumptions, including merit and longevity salary increases, disability rates, retirement rates, and mortality tables (specifically the new public pension plan mortality tables).

**Methods and Assumptions:**

Actuarial Cost Method	Entry Age Normal
Amortization Method	Level Percentage-of-Payroll, Closed
Remaining Amortization Period	Not applicable under statutory funding
Asset Valuation Method	5-year smooth market: 20% corridor
Price Inflation	2.5% per year
Wage Inflation	3.25% per year (3.00% for teachers) in the 2017 valuation
Salary Increases	5.6% Average, including inflation
Municipal Bond Rate	2.45% per year
Investment Rate of Return	7.25% per year, net of OPEB plan investment expense, including inflation for determining solvency contributions
Funding Discount Rate	3.25% per year
Retirement Age	Experience-based table of rates that are specific to the type of eligibility condition. Based on the 2010-2015 experience study.
Mortality	RP-2014 Healthy Annuitant and Employee generational mortality tables for males and females with credibility adjustments, adjusted for fully generational mortality improvements using Scale MP-2015, based on the 2010-2015 experience study.

***Schedule of Changes in Town’s Total Other Postemployment Benefits Liability and Related Ratios***

As required by GASB Statement No. 75, Exhibit J represents the actuarial determined costs associated with the Town’s other postemployment benefits at December 31, 2020. The schedule is presented to illustrate the requirement to show information for 10 years. However, until a full 10-year trend is compiled, information is presented for those years for which information is available.

***COMBINING AND INDIVIDUAL FUND SCHEDULES***

**SCHEDULE 1**  
**TOWN OF PLAINFIELD, NEW HAMPSHIRE**  
**Major General Fund**  
*Schedule of Estimated and Actual Revenues (Non-GAAP Budgetary Basis)*  
*For the Fiscal Year Ended December 31, 2020*

	Estimated	Actual	Variance Positive (Negative)
Taxes:			
Property	\$ 1,565,965	\$ 1,579,588	\$ 13,623
Land use change	1,700	10,440	8,740
Yield	25,000	9,222	(15,778)
Payment in lieu of taxes	1,000	2,125	1,125
Interest and penalties on taxes	45,000	32,886	(12,114)
Total from taxes	<u>1,638,665</u>	<u>1,634,261</u>	<u>(4,404)</u>
Licenses, permits, and fees:			
Business licenses, permits, and fees	6,000	6,435	435
Motor vehicle permit fees	610,000	590,263	(19,737)
Other	90,000	92,916	2,916
Total from licenses, permits, and fees	<u>706,000</u>	<u>689,614</u>	<u>(16,386)</u>
Intergovernmental:			
State:			
Shared revenues	14,656	15,186	530
Meals and rooms distribution	123,622	128,587	4,965
Highway block grant	116,978	116,965	(13)
State and federal forest land reimbursement	79	79	-
Federal:			
Other	77,491	77,491	-
Total from intergovernmental	<u>332,826</u>	<u>338,308</u>	<u>5,482</u>
Charges for services:			
Income from departments	45,000	37,359	(7,641)
Miscellaneous:			
Sale of municipal property	6,000	5,175	(825)
Interest on investments	6,000	4,894	(1,106)
Other	23,501	25,968	2,467
Total from miscellaneous	<u>35,501</u>	<u>36,037</u>	<u>536</u>
Other financing sources:			
Transfers in	9,000	7,695	(1,305)
Total revenues and other financing sources	<u>2,766,992</u>	<u>\$ 2,743,274</u>	<u>\$ (23,718)</u>

**SCHEDULE 2**  
**TOWN OF PLAINFIELD, NEW HAMPSHIRE**  
**Major General Fund**  
*Schedule of Appropriations, Expenditures, and Encumbrances (Non-GAAP Budgetary Basis)*  
**For the Fiscal Year Ended December 31, 2020**

	Encumbered from Prior Year	Appropriations	Expenditures	Encumbered to Subsequent Year	Variance Positive (Negative)
Current:					
General government:					
Executive	\$ -	\$ 231,350	\$ 231,535	\$ -	\$ (185)
Election and registration	-	20,930	18,192	-	2,738
Financial administration	-	92,665	80,574	7,000	5,091
Revaluation of property	-	12,000	17,200	-	(5,200)
Legal	-	5,000	3,407	-	1,593
Personnel administration	-	12,500	18,875	-	(6,375)
Planning and zoning	-	1,500	1,699	-	(199)
General government buildings	-	24,276	16,895	-	7,381
Cemeteries	6,500	29,600	35,378	2,947	(2,225)
Insurance, not otherwise allocated	-	68,430	65,921	-	2,509
Advertising and regional associations	-	6,100	5,548	-	552
Total general government	6,500	504,351	495,224	9,947	5,680
Public safety:					
Police	20,000	480,316	417,526	40,001	42,789
Ambulance	-	38,000	38,060	-	(60)
Fire	-	67,500	48,276	19,400	(176)
Building inspection	-	15,400	16,375	-	(975)
Emergency management	-	250	-	-	250
Other	-	47,100	52,787	-	(5,687)
Total public safety	20,000	648,566	573,024	59,401	36,141
Highways and streets:					
Administration	-	21,050	22,495	-	(1,445)
Highways and streets	4,150	741,743	698,318	2,200	45,375
Street lighting	-	10,000	8,758	-	1,242
Other	-	108,836	109,232	-	(396)
Total highways and streets	4,150	881,629	838,803	2,200	44,776
Sanitation:					
Solid waste collection	-	180,000	191,030	-	(11,030)
Solid waste disposal	-	56,810	63,655	-	(6,845)
Total sanitation	-	236,810	254,685	-	(17,875)
Health:					
Pest control	-	500	95	-	405
Health agencies	-	18,810	11,500	2,540	4,770
Total health	-	19,310	11,595	2,540	5,175
Welfare:					
Administration and direct assistance	-	40,250	40,221	-	29
Culture and recreation:					
Parks and recreation	-	15,471	10,338	-	5,133
Library	800	161,105	138,859	-	23,046
Patriotic purposes	-	1,500	637	-	863
Total culture and recreation	800	178,076	149,834	-	29,042
Conservation	-	500	250	-	250

*(Continued)*

*SCHEDULE 2 (continued)*  
**TOWN OF PLAINFIELD, NEW HAMPSHIRE**  
*Major General Fund*  
*Schedule of Appropriations, Expenditures, and Encumbrances (Non-GAAP Budgetary Basis)*  
*For the Fiscal Year Ended December 31, 2020*

	Encumbered to Subsequent Year	Appropriations	Expenditures	Encumbered to Subsequent Year	Variance Positive (Negative)
Other financing uses:					
Transfers out	-	257,500	257,500	-	-
Total appropriations, expenditures, other financing uses, and encumbrances	<u>\$ 31,450</u>	<u>\$ 2,766,992</u>	<u>\$ 2,621,136</u>	<u>\$ 74,088</u>	<u>\$ 103,218</u>

**SCHEDULE 3**  
**TOWN OF PLAINFIELD, NEW HAMPSHIRE**  
**Major General Fund**  
**Schedule of Changes in Unassigned Fund Balance**  
**For the Fiscal Year Ended December 31, 2020**

Unassigned fund balance, beginning (Non-GAAP Budgetary Basis)		\$ 953,003
Changes:		
2020 Budget summary:		
Revenue shortage (Schedule 1)	\$(23,718)	
Unexpended balance of appropriations (Schedule 2)	103,218	
2020 Budget surplus		<u>79,500</u>
Unassigned fund balance, ending (Non-GAAP Budgetary Basis)		1,032,503
<b><i>Reconciliation on Non-GAAP Budgetary Basis to GAAP Basis</i></b>		
To record deferred property taxes not collected within 60 days of the fiscal year-end, not recognized on a budgetary basis		(52,270)
Elimination of the allowance for uncollectible taxes		<u>40,000</u>
Unassigned fund balance, ending, GAAP basis (Exhibit C-1)		<u><u>\$ 1,020,233</u></u>



**SCHEDULE 4**  
**TOWN OF PLAINFIELD, NEW HAMPSHIRE**  
*Nonmajor Governmental Funds*  
**Combining Balance Sheet**  
**December 31, 2020**

	Special Revenue Funds			Total
	Conservation	Commission	Land	
	Operating	Forestry	Use Change	
<b>ASSETS</b>				
Cash and cash equivalents	\$ -	\$ -	13,350	\$ 13,350
Investments	97,512	19,969	-	117,481
Interfund receivable	15,045	-	-	15,045
Total assets	<u>\$ 112,557</u>	<u>\$ 19,969</u>	<u>\$ 13,350</u>	<u>\$ 145,876</u>
<b>FUND BALANCES</b>				
Committed	<u>\$ 112,557</u>	<u>\$ 19,969</u>	<u>\$ 13,350</u>	<u>\$ 145,876</u>

**SCHEDULE 5**  
**TOWN OF PLAINFIELD, NEW HAMPSHIRE**  
*Nonmajor Governmental Funds*  
**Combining Schedule of Revenues, Expenditures, and Changes in Fund Balances**  
**For the Fiscal Year Ended December 31, 2020**

	Special Revenue Funds			
	Conservation Commission		Land	Total
	Operating	Forestry	Use Change	
<b>Revenues:</b>				
Taxes	\$ 13,350	\$ -	\$13,350	\$ 26,700
Miscellaneous	607	125	-	732
Total revenues	<u>13,957</u>	<u>125</u>	<u>13,350</u>	<u>27,432</u>
<b>Other financing uses:</b>				
Transfers out	-	-	(1,695)	(1,695)
Net change in fund balances	13,957	125	11,655	25,737
Fund balances, beginning	98,600	19,844	1,695	120,139
Fund balances, ending	<u>\$ 112,557</u>	<u>\$ 19,969</u>	<u>\$13,350</u>	<u>\$ 145,876</u>

**SCHEDULE 6**  
**TOWN OF PLAINFIELD, NEW HAMPSHIRE**  
**Custodial Funds**  
**Combining Schedule of Fiduciary Net Position**  
**December 31, 2020**

	Custodial Funds		Total
	Taxes	Trust Funds	
<b>ASSETS</b>			
Cash and cash equivalents	\$ 2,955,266	\$ 211,491	\$ 3,166,757
Investments	-	507,844	507,844
Total assets	<u>2,955,266</u>	<u>719,335</u>	<u>3,674,601</u>
<b>LIABILITIES:</b>			
Intergovernmental payable:			
School district	<u>2,955,266</u>	<u>-</u>	<u>2,955,266</u>
<b>NET POSITION</b>			
Restricted	<u>\$ -</u>	<u>\$ 719,335</u>	<u>\$ 719,335</u>

**SCHEDULE 7**  
**TOWN OF PLAINFIELD, NEW HAMPSHIRE**  
**Custodial Funds**  
**Combining Schedule of Changes in Fiduciary Net Position**  
**For the Fiscal Year Ended December 31, 2020**

	Custodial Funds		Total
	Taxes	Trust Funds	
<b>Additions:</b>			
Contributions	\$ -	\$ 35,000	\$ 35,000
Investment earnings	-	12,587	12,587
Change in fair market value	-	17,394	17,394
Tax collections for other governments	6,168,972	-	6,168,972
Total additions	<u>6,168,972</u>	<u>64,981</u>	<u>6,233,953</u>
<b>Deductions:</b>			
Payments of taxes to other governments	6,168,972	-	6,168,972
Change in net position	-	64,981	64,981
Net position, beginning	-	654,354	654,354
Net position, ending	<u>\$ -</u>	<u>\$ 719,335</u>	<u>\$ 719,335</u>