

**FINANCIAL STATEMENTS**

**OF**

**SOUTHEAST REGIONAL REFUSE DISPOSAL DISTRICT**

**For the Year Ended March 31, 2014**

SOUTHEAST REGIONAL REFUSE DISPOSAL DISTRICT

Financial Statements

For the Year Ended March 31, 2014

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*Making sense of a changing & complex world*

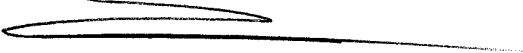
To the Board of Trustees  
Southeast Regional Refuse Disposal District  
North Hampton, New Hampshire 03862

We have reviewed the accompanying statements of financial position of Southeast Regional Refuse Disposal District (a Nonprofit Organization) as of March 31, 2014 and the related statements of activities and cash flows for the years then ended. A review includes primarily applying analytical procedures to management's financial data and making inquiries of Organization management. A review is substantially less in scope than an audit, the objective of which is the expression of an opinion regarding the financial statements as a whole. Accordingly, we do not express such an opinion.

Management is responsible for the preparation and fair presentation of the financial statements in accordance with accounting principles generally accepted in the United States of America and for designing, implementing, and maintaining internal control relevant to the preparation and fair presentation of the financial statements.

Our responsibility is to conduct the review in accordance with the Statements on Standards for Accounting and Review Services issued by the American Institute of Certified Public Accountants. Those standards require us to perform procedures to obtain limited assurance that there are no material modifications that should be made to the financial statements. We believe that the results of our procedures provide a reasonable basis for our report.

Based on our review, we are not aware of any material modifications that should be made to the accompanying financial statements in order for them to be in conformity with generally accepted in the United States of America.

  
Weidema and Lavin  
Certified Public Accountants, PA

April 30, 2014

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**SOUTHEAST REGIONAL REFUSE DISPOSAL DISTRICT**

**STATEMENT OF FINANCIAL POSITION**  
**March 31, 2014**

**ASSETS**

**CURRENT ASSETS**

|                      |                         |
|----------------------|-------------------------|
| Cash in bank         | \$ <u>78,228</u>        |
| TOTAL CURRENT ASSETS | <u>78,228</u>           |
| TOTAL ASSETS         | \$ <u><u>78,228</u></u> |

**LIABILITIES AND NET ASSETS**

**CURRENT LIABILITIES**

|                                  |                         |
|----------------------------------|-------------------------|
| Net assets unresitriected        | \$ 26,525               |
| Net assets restricted            | <u>51,703</u>           |
| TOTAL LIABILITIES AND NET ASSETS | \$ <u><u>78,228</u></u> |

See independent accountants' review report and  
accompanying notes to financial statements

**SOUTHEAST REGIONAL REFUSE DISPOSAL DISTRICT**

**STATEMENT OF ACTIVITIES**  
**Year Ended March 31, 2014**

UNRESTRICTED REVENUE

|                             |           |
|-----------------------------|-----------|
| Contracted services         | \$ 48,920 |
| Fees                        | 1,746     |
| Interest                    | <u>14</u> |
| TOTAL UNRESTRICTED REVENUES | 50,680    |

EXPENSES

|                                      |               |
|--------------------------------------|---------------|
| Advertising                          | 3,203         |
| Contract services                    | 7,025         |
| Household hazardous waste collection | 27,985        |
| Insurance                            | 695           |
| Meeting expense                      | 780           |
| Office expense                       | 100           |
| Postage                              | <u>278</u>    |
| TOTAL EXPENSES                       | <u>40,066</u> |

|                                      |               |
|--------------------------------------|---------------|
| CHANGE IN UNRESTRICTED<br>NET ASSETS | <u>10,614</u> |
|--------------------------------------|---------------|

|                                 |               |
|---------------------------------|---------------|
| NET ASSETS AT BEGINNING OF YEAR | <u>67,614</u> |
|---------------------------------|---------------|

|                           |                         |
|---------------------------|-------------------------|
| NET ASSETS AT END OF YEAR | \$ <u><u>78,228</u></u> |
|---------------------------|-------------------------|

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**SOUTHEAST REGIONAL REFUSE DISPOSAL DISTRICT**

**STATEMENT OF CASH FLOWS**  
**For the Year Ended March 31, 2014**

**NET CASH FLOWS FROM OPERATING ACTIVITIES**

|  |                  |
|--|------------------|
| Net Income   | \$ <u>10,614</u> |
| Adjustments to reconcile net income to net cash from operations: |                  |

|                          |               |
|--------------------------|---------------|
| Net Cash Provided        |               |
| By Operating Activities: | <u>10,614</u> |

|  |                  |
|--|------------------|
| NET IN CASH AND CASH EQUIVALENTS               | 10,614           |
| CASH AND CASH EQUIVALENTS AT BEGINNING OF YEAR | <u>67,614</u>    |
| CASH AND CASH EQUIVALENTS AT END OF YEAR       | \$ <u>78,228</u> |

**SUPPLEMENTAL DISCLOSURE OF CASH FLOW INFORMATION:**

|  |      |
|--|------|
| Cash Paid During the Year for Interest     | \$ 0 |
| Cash Paid During the Year for Income Taxes | \$ 0 |

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## **SOUTHEAST REGIONAL REFUSE DISPOSAL DISTRICT**

### **NOTES TO THE FINANCIAL STATEMENTS For The Year Ended March 31, 2014**

#### **1. SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES**

**Nature of Activities** - The Southeast Regional Refuse Disposal District is a New Hampshire nonprofit organization developed under New Hampshire RSA 53:B for the purpose of operating a solid waste disposal district. It is currently serving the towns of Brentwood, North Hampton, Fremont, Hampton, Newcastle, Rye, Sandown, Hampton Falls, South Hampton, and Kensington. Its objectives are to provide for disposal of solid waste of the district and to provide some means of recycling a portion of solid waste. The agreement provides for the district to have the ability to create recycling, septage and waste-to-energy facilities. It also provides the powers to:

- a) Purchase property, including via eminent domain
- b) Incur debt
- c) Issue bonds
- d) Enter into contracts
- e) Sue or be sued
- f) Adopt an annual budget
- g) Assess member towns and/or cities for expenses of the District

**Basis of Presentation** - Financial statement presentation follows the recommendations of the Financial Accounting Standards Board in its Statements of Financial Accounting Standards (SFAS) No. 117, Financial Statements of Not-for-Profit Organizations. Under SFAS No. 117, the Organization is required to report information regarding its financial position and activities according to three classes of net assets: unrestricted net assets, temporarily restricted net assets, and permanently restricted net assets.

**Income Tax Status** - The Southeast Regional Refuse Disposal District is a political subdivision within the meaning of section 115(1) of the Internal Revenue Code as other than private foundation and, therefore, is exempt from Federal income tax.

**SOUTHEAST REGIONAL REFUSE DISPOSAL DISTRICT**

**NOTES TO THE FINANCIAL STATEMENTS  
For The Year Ended March 31, 2014**

1. SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (Cont'd)

**Fund Accounting** - The accounts of the District are maintained in accordance with the principles of fund accounting. Under fund accounting, resources for various purposes are classified for accounting and reporting purposes into funds established according to their nature and purpose. The operations of each fund are accounted for with a separate set of self-balancing accounts that comprise its assets, liabilities, reserves, fund balance, revenues and expenditures or expenses as appropriate. The various funds are summarized by type in the financial statements.

The fund group used in the accompanying financial statements is unrestricted. Unrestricted consists of fees received from the participants and the government in exchange for services provided by the organization.

**Basis of Accounting** - The financial statements of the District have been prepared in the accrual basis of accounting.

**Use of Estimates** - The preparation of financial statements in conformity with generally accepted accounting principles requires management to make estimates and assumptions. Those estimates and assumptions may affect the reported amounts of assets, liabilities and disclosure of contingent assets and liabilities at the date of the financial statements, as well as, the reported amounts of revenues and expenses during the reporting period. Actual results could differ from those estimates.

**Donated Services** - The value of donated services is not reflected in the accompanying financial statements since there is no objective basis available by which to measure the value of such services. However, officers of the organization and members of the Board of Directors have donated significant amounts of time towards the organization's various projects.



## **SOUTHEAST REGIONAL REFUSE DISPOSAL DISTRICT**

### **NOTES TO THE FINANCIAL STATEMENTS For The Year Ended March 31, 2014**

#### **1. SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (Cont'd)**

**Revenue Recognition** - Contributions received are recorded as unrestricted, temporarily restricted, or permanently restricted support, depending on the existence and/or nature of any donor restrictions.

**Cash and Cash Equivalents** - The Organization considers highly liquid investments available for current use with an initial maturity of three (3) months or less to be cash equivalents.

**Concentrations of Credit Risk Arising From Cash Deposits in Excess of Insured Limits** - The District maintains its cash balances in financial institutions located in New Hampshire. The balances are insured by the Federal Deposit Insurance corporation up to \$250,000. At March 31, 2012, the District's unsecured balance was \$0.

**Budgets** - On or before November 1 preceding each fiscal year, the District shall prepare a budget to be presented to the member communities at a public hearing. At the annual meeting, the District shall adopt the budget and notify the member communities of their respective apportioned cost.

#### **2. NATURE OF OPERATIONS**

The District is composed of ten (10) member communities. Those communities contract with Waste Management of New Hampshire (WMNH), via the organization, to collect and dispose of solid waste. WMNH invoices each community. Operating and administrative expenses of the District are billed proportionally to the communities based upon an agreed formula.

#### **3. COMMITMENT**

The District has a twenty-five (25) year contract with Waste Management of New Hampshire (WMNH) through December, 2015. The contract is for collection and disposal of waste. Each July 1, through the contract years, the disposal cost per ton is increased by an amount equivalent to 100% of the CPI-W (Boston).