

*EXHIBIT C-1*  
**TOWN OF GRANTHAM, NEW HAMPSHIRE**  
*Balance Sheet*  
**Governmental Funds**  
*June 30, 2008*

	General	Other Governmental Funds	Total Governmental Funds
<b>ASSETS</b>			
Cash and cash equivalents	\$ 2,756,717	\$ 99,492	\$ 2,856,209
Investments	895,122	827,780	1,722,902
Taxes receivable, net of allowance for uncollectible	1,827,105	-	1,827,105
Interfund receivable	21,246	27,699	48,945
Tax dedeed property subject to resale	20,435	-	20,435
Prepaid items	20,999	-	20,999
Total assets	<u>\$ 5,541,624</u>	<u>\$ 954,971</u>	<u>\$ 6,496,595</u>
<b>LIABILITIES AND FUND BALANCES</b>			
Liabilities:			
Accounts payable	\$ 57,095	\$ -	\$ 57,095
Contract payable	49,894	-	49,894
Intergovernmental payable	3,457,200	-	3,457,200
Interfund payable	27,699	21,246	48,945
Deferred revenue	774,028	-	774,028
Total liabilities	<u>4,365,916</u>	<u>21,246</u>	<u>4,387,162</u>
Fund balances:			
Reserved for special purposes	339,030	362,124	701,154
Reserved for tax dedeed property	20,435	-	20,435
Unreserved, undesignated, reported in:			
General fund	816,243	-	816,243
Special revenue funds	-	571,601	571,601
Total fund balances	<u>1,175,708</u>	<u>933,725</u>	<u>2,109,433</u>
Total liabilities and fund balances	<u>\$ 5,541,624</u>	<u>\$ 954,971</u>	<u>\$ 6,496,595</u>

**SCHEDULE 4**  
**TOWN OF GRANTHAM, NEW HAMPSHIRE**  
 Nonmajor Governmental Funds  
 Combining Balance Sheet  
 June 30, 2008

	Special Revenue Funds										Total	
	Dunbar		Conservation		Expendable		Capital		Project Fund			Permanent
	Reclamation Trust	Free Library	Commission	Trust	Trust	Reserve	Building	Cemetery Care	Library	Cemetery Care		
<b>ASSETS</b>												
Cash and cash equivalents	\$ -	\$ 35,568	\$ -	\$ -	\$ -	\$ -	\$ 60,789	\$ 3,135	\$ -	\$ -	\$ 99,492	
Investments	46,193	249,508	77,767	12,811	394,505	-	-	46,996	-	-	827,780	
Interfund receivable	-	8,032	5,200	-	14,467	-	-	-	-	-	27,699	
Total assets	\$ 46,193	\$ 293,108	\$ 82,967	\$ 12,811	\$ 408,972	\$ 60,789	\$ 50,131	\$ -	\$ -	\$ -	\$ 954,971	
<b>LIABILITIES AND FUND BALANCES</b>												
Liabilities:												
Interfund payable	\$ 21,246	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ 21,246	
Fund balances:												
Reserved for special purposes	-	251,204	-	-	-	-	60,789	50,131	-	-	362,124	
Unreserved, undesignated	24,947	41,904	82,967	12,811	408,972	-	-	-	-	-	571,601	
Total fund balances	24,947	293,108	82,967	12,811	408,972	60,789	50,131	-	-	-	933,725	
Total liabilities and fund balances	\$ 46,193	\$ 293,108	\$ 82,967	\$ 12,811	\$ 408,972	\$ 60,789	\$ 50,131	\$ -	\$ -	\$ -	\$ 954,971	

*SCHEDULE 1  
TOWN OF GRANTHAM, NEW HAMPSHIRE  
Major General Fund  
Schedule of Estimated and Actual Revenues (Non-GAAP Budgetary Basis)  
For the Fiscal Year Ended June 30, 2008*

	Estimated	Actual	Variance Positive (Negative)
<b>Taxes:</b>			
Property	\$ 1,420,469	\$ 1,478,776	\$ 58,307
Yield	4,000	2,358	(1,642)
Interest and penalties on taxes	25,000	28,719	3,719
Total taxes	<u>1,449,469</u>	<u>1,509,853</u>	<u>60,384</u>
<b>Licenses, permits and fees:</b>			
Motor vehicle permit fees	560,000	593,039	33,039
Building permits	15,000	12,043	(2,957)
Other	10,000	16,673	6,673
Total licenses, permits and fees	<u>585,000</u>	<u>621,755</u>	<u>36,755</u>
<b>Intergovernmental:</b>			
State:			
Shared revenue block grant	9,093	9,093	-
Meals and rooms distribution	103,409	103,409	-
Highway block grant	48,999	50,482	1,483
Landfill closure grant	15,000	11,755	(3,245)
Other	-	2,816	2,816
Total intergovernmental	<u>176,501</u>	<u>177,555</u>	<u>1,054</u>
<b>Charges for services:</b>			
Income from departments	<u>60,000</u>	<u>42,533</u>	<u>(17,467)</u>
<b>Miscellaneous:</b>			
Sale of municipal property	-	1,250	1,250
Interest on investments	125,000	99,158	(25,842)
Rent of property	-	950	950
Insurance dividends and reimbursements	-	2,040	2,040
Contributions and donations	-	200	200
Other	20,000	96,306	76,306
Total miscellaneous	<u>145,000</u>	<u>199,904</u>	<u>54,904</u>
<b>Other financing sources:</b>			
Transfers in:			
Nonmajor funds	<u>207,000</u>	<u>197,533</u>	<u>(9,467)</u>
Total revenues and other financing sources	2,622,970	<u>\$ 2,749,133</u>	<u>\$ 126,163</u>
Unreserved fund balance used to reduce tax rate	300,000		
Total revenues, other financing sources and use of fund balance	<u>\$ 2,922,970</u>		

*SCHEDULE 2  
TOWN OF GRANTHAM, NEW HAMPSHIRE  
Major General Fund  
Schedule of Appropriations, Expenditures and Encumbrances (Non-GAAP Budgetary Basis)  
For the Fiscal Year Ended June 30, 2008*

	Encumbered from			Variance Positive (Negative)
	Prior Year	Appropriations	Expenditures	
Current:				
General government:				
Executive	\$ -	\$ 119,884	\$ 103,361	\$ 16,523
Election and registration	-	101,337	98,541	2,796
Financial administration	-	76,499	75,253	1,246
Revaluation of property	-	40,000	23,241	16,759
Legal	-	15,000	3,911	11,089
Personnel administration	-	309,482	309,890	(408)
Planning and zoning	-	11,950	4,108	7,842
General government buildings	-	88,400	91,463	(3,063)
Cemeteries	-	15,000	5,054	9,946
Insurance, not otherwise allocated	-	31,000	18,521	12,479
Advertising and regional associations	-	2,750	2,731	19
Other	-	-	112	(112)
Total general government	-	811,302	736,186	75,116
Public safety:				
Police	-	357,936	337,692	20,244
Ambulance	-	51,053	42,693	8,360
Fire	-	111,043	91,793	19,250
Building inspection	-	5,150	2,843	2,307
Emergency management	-	10,050	8,746	1,304
Total public safety	-	535,232	483,767	51,465
Highways and streets:				
Highways and streets	-	286,917	276,058	10,859
Street lighting	-	2,600	2,366	234
Total highways and streets	-	289,517	278,424	11,093
Sanitation:				
Solid waste collection	-	130,950	112,592	18,358
Solid waste disposal	-	185,000	127,560	57,440
Landfill monitoring	-	8,000	5,691	2,309
Total sanitation	-	323,950	245,843	78,107
Health:				
Pest control	-	1,000	-	1,000
Health agencies and hospitals	-	11,832	11,814	18
Total health	-	12,832	11,814	1,018
Welfare:				
Direct assistance	-	7,500	2,476	5,024
Culture and recreation:				
Parks and recreation	-	23,400	23,388	12
Patriotic purposes	-	21,800	21,786	14
Other	-	500	134	366
Total culture and recreation	-	45,700	45,308	392
Conservation	-	1,600	6,107	(4,507)

*(continued)*

*SCHEDULE 2 (Continued)*  
**TOWN OF GRANTHAM, NEW HAMPSHIRE**  
*Major General Fund*  
*Schedule of Appropriations, Expenditures and Encumbrances (Non-GAAP Budgetary Basis)*  
*For the Fiscal Year Ended June 30, 2008*

	Encumbered from Prior Year	Appropriations	Expenditures	Variance Positive (Negative)
Debt service:				
Principal of long-term debt	-	135,000	135,000	-
Interest on long-term debt	-	59,963	53,800	6,163
Interest on tax anticipation notes	-	100	-	100
Total debt service	-	195,063	188,800	6,263
Capital outlay:				
Town archives	-	-	444	(444)
Grantham Village School bridge	90,035	-	77,992	12,043
Police cruiser	-	23,500	26,933	(3,433)
Police SUV	-	27,000	28,423	(1,423)
Highway backhoe	-	72,000	91,033	(19,033)
F.A.S.T. vehicle	-	145,000	143,736	1,264
Transfer station building	-	60,000	66,156	(6,156)
Highway garage addition	-	70,000	68,301	1,699
Total capital outlay	90,035	397,500	503,018	(15,483)
Other financing uses:				
Transfers out:				
Nonmajor funds:				
Dunbar Free Library	-	141,274	141,274	-
Capital reserve	-	161,500	161,500	-
Total other financing uses	-	302,774	302,774	-
Total appropriations, expenditures, other financing uses and encumbrances	\$ 90,035	\$ 2,922,970	\$ 2,804,517	\$ 208,488

*SCHEDULE 3*  
**TOWN OF GRANTHAM, NEW HAMPSHIRE**  
*Major General Fund*  
*Schedule of Changes in Unreserved - Undesignated Fund Balance (Non-GAAP Budgetary Basis)*  
*For the Fiscal Year Ended June 30, 2008*

Unreserved, undesignated fund balance, beginning	\$ 1,116,604
Changes:	
Unreserved fund balance used to reduce 2007 tax rate	(300,000)
2007-08 Budget summary:	
Revenue surplus (Schedule 1)	\$ 126,163
Unexpended balance of appropriations (Schedule 2)	208,488
2007-08 Budget surplus	334,651
Increase (decrease) in fund balance reserved for inventory	-
Increase in fund balance reserved for special purposes	(335,012)
Increase (decrease) in fund balance reserved for tax deeded property	-
Increase (decrease) in fund balance designated for contingency	-
Unreserved, undesignated fund balance, ending	\$ 816,243