

Town of Derry, NH



Finance Committee Meeting – December 5, 2017 **Approved**

Present: Richard Tripp, David Caron, Allan Virr, Mark Fleischer, Susan Hickey, Joel Olbricht

Guests: Scott McIntire, MH&Co, Alina Korsak, MH&Co

Absent: None

Opened Meeting: 4:35pm

Approved Minutes: M. Fleischer motioned, D. Caron second. Approved unanimously.

CFO Report – Scott McIntire presented the results of the June 30, 2017 Financial audit and related statements. The audit was timely and books were in good working order. There was no need to propose any significant adjusting entries. Financials were in compliance with GAAP. Pages 21-23 are a great resource to review. Discussion of net pension liability and net OPEB liability and long term versus short term financial statements.

J. Olbricht asked what else will impact unrestricted balance.

S. McIntire stated investment earnings and amortization.

D. Caron asked if NHRS was fully funded would the corresponding liability be zero.

S. McIntire stated yes. Although funding valuation and accounting valuation are not the same, so may result in a small balance.

J. Olbricht asked about the \$38million in deferred.

S. McIntire stated it is taxes collected in advance.

S. McIntire reviewed fund balance categories. Balances are consistent with prior years and show a strong fund balance policy. Page 42 Budget versus Actual was reviewed. Enterprise funds show strong stability.

S. McIntire reviewed the Management Letter with the committee. Comments were to prepare for GASB75 OPEB implementation, minimize timing issues with Trustees of Trust Funds and others, review internal controls for grants and review leasing standards for financial reporting in FY21.

Treasurers Report - Allan Virr reviewed the cash balances through the current date. Rates have started to increase as compared to the prior year. Allan continues to monitor to get the best rate available.

Trustee of Trust Funds – J. Olbricht reviewed activity through September 30th. Moving funds to Cambridge Bank has helped with earnings. The Expendable Maintenance Trust Fund will be set up shortly.

Next meeting is tentatively scheduled for January 16, 2018 at 4:30pm.

Meeting adjourned at 5:20pm.