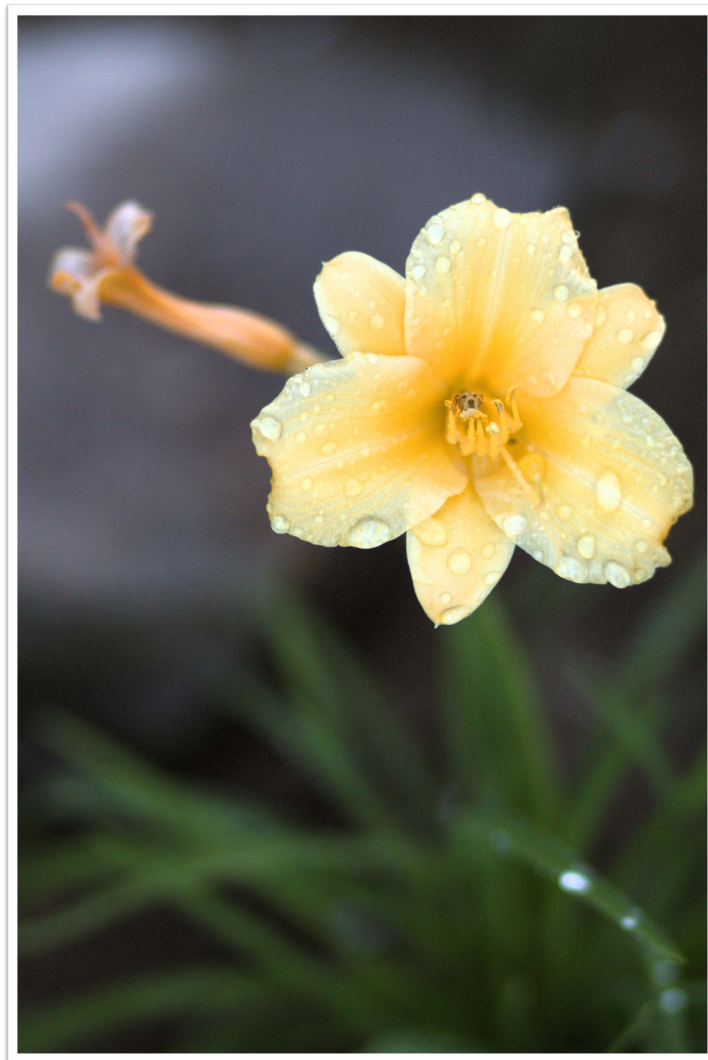




Merrimack Village District



2025 Annual Report

MERRIMACK VILLAGE DISTRICT 2025 ANNUAL REPORT

TABLE OF CONTENTS



SECTION I: ABOUT MERRIMACK VILLAGE DISTRICT

Contact Information, Holidays, Important Dates	2
Merrimack Village District	3
Mission Statement	3
Elected Officials	4
District Staff	5
Employee Service Recognitions	6

SECTION II: WATER INFORMATION

Water Source & Protection	8
Groundwater	8
Well Protection	9
MVD's Sodium & Chloride Reduction	9
Security	10
How to Help	10
Water Quality	11
2025 Consumer Confidence Report (CCR)	12 - 30
Watering Restrictions/Bans (Listed in CCR)	28 - 29
Maintenance Programs	31 - 32
2025 Projects	33 - 34

SECTION III: CUSTOMER INFORMATION

Billing & Schedule of Rates	36
Account Access & Payment Information	37 - 38

SECTION IV: FINANCIAL INFORMATION

2024/2025 Auditor's Report	41 - 71
Budget Memo	75 - 79
Budget Summary Totals	81 - 84
Actual & Projected Revenue	85 - 86
Trust Fund Activity	87 - 88
Fund Balance	89 - 90
NH Department of Revenue Administration Form MS 636:	
Actual, Approved, & Proposed Appropriations	91 - 101

SECTION V: WARRANT

2026 Warrant Articles	103 - 106
-----------------------------	-----------



Special Thanks to Papergraphics of Merrimack, NH for their printing services.

Photography Credit to Amy Doucette, MVD Billing/Customer Service.

2025 ANNUAL REPORT



SECTION I: ABOUT MERRIMACK VILLAGE DISTRICT

CONTACT INFORMATION

Merrimack Village District Office Location & Hours

2 Greens Pond Rd Merrimack, NH 03054

Monday – Friday 8:00 AM – 4:30 PM

Phone: 603-424-9241 Email: customerservice@mvdwaternh.gov Website: www.mvdwater.org

MVD's website, www.mvdwater.org, is perpetually updated and provides a vast amount of information such as Water Quality, By-Laws, Rates & Fees, Flushing/Maintenance Schedules, Appointment Requests, Public/Legal Notices, and online account access through the "MyMVD" customer website.

2026 MVD HOLIDAYS

New Year's Day (observed)	Thursday, January 1 st
Martin Luther King Jr. Day	Monday, January 19 th
President's Day	Monday, February 16 th
Memorial Day	Monday, May 25
Independence Day	Friday, July 3 rd
Labor Day	Monday, September 7 th
Veterans Day	Wednesday, November 11 th
Thanksgiving	Thursday, November 26 th & Friday, November 27 th
Christmas	Friday, December 25 th

DATES TO REMEMBER

Annually/Semi-Annually	Backflow Device Testing <i>Commercial and Industrial Businesses.</i>
Monthly	Board of Commissioner Meeting - 3rd Monday of each Month <i>Holidays may affect the date of the meeting - Check MVD Calendar for updates.</i>
Yearly: April - October	Water System Flushing <i>Notices posted on MVD's website and Facebook page.</i>
Yearly: By June 30th	CCR - Water Quality Report <i>Notification mailed and posted on MVD's Facebook page. Report available on MVD's website.</i>
Yearly: February	Public Hearing <i>Check the MVD Calendar for date, time and location.</i>
Yearly: March	Annual Meeting <i>Check the MVD Calendar for date, time and location.</i>
Yearly: May	Hydrant Maintenance <i>Additional information is available on MVD's Maintenance Program webpage.</i>
Year-Round	Odd/Even Watering Restriction <i>Check MVD's website and Facebook page for detailed information and updates.</i>

MERRIMACK VILLAGE DISTRICT

New Hampshire Statutes – RSA 52:

Village Districts – Defined as a Municipal entity within a town that holds a separate budgetary meeting and has a Board of Commissioners as its governing body.

Merrimack Village District Water Works (MVD) was established and is regulated in accordance with the provisions of the State of New Hampshire RSA 52 Law as Amended.

MVD is governed by a five-member Board of Commissioners (BOC). In addition, there are District Officer positions for Clerk and Moderator as well as Administrative Appointed positions for the Treasurer and the Recording Secretary. The registered voters of Merrimack elect MVD's BOC and Officers for their terms at the Annual Meeting held in March.

MVD manages over 7,500 service locations, which is more than 87% of the town. These locations include residential, municipal, commercial and industrial properties.

MVD services and maintains 925,762 feet of water mains, 1004 fire hydrants, 6 wells, 3 water storage tanks, an Iron & Manganese Treatment Facility, three Booster Stations, and 3 PFAS Treatment Facilities.

MISSION STATEMENT

“To provide the best Quality, Quantity, and Cost Conscious water that meets or exceeds standards for Merrimack’s consumption and fire protection – from source to tap.”

Revised and Adopted by the Board of Commissioners – September 19, 2022

ELECTED OFFICIALS

Merrimack Village District (MVD) is governed by a five-member Board of Commissioners (BOC). In addition, MVD has Officer positions for both the Clerk and the Moderator, along with appointed roles for the Treasurer and the Recording Secretary. Members of the BOC and Officers are elected at MVD's Annual Meeting. Each BOC member and the Clerk serve a term of three years, and the Moderator serves a term of two years. Elected Officials meet monthly and/or at the call of the Chair.

COMMISSIONERS

Chairman: Donald ("Don") Provencher

Don was elected to the Board in 2018. Don holds a master's degree in civil & geo-environmental engineering and is a registered professional civil engineer in NH and MA. Don owns and operates Provencher Engineering, LLC, which is located here in town and specializes in water supply, wastewater and civil engineering projects.

(Current Term Ending 2027)

Vice Chairman: Erin Clement

Erin was appointed in 2023 upon Kenneth Ayers' resignation and subsequently elected in 2024 to serve the remaining portion of Ken's term through 2026. She holds a bachelor's degree in civil engineering and works as a Municipal Engineer in Manchester, NH

(Appointment Ending 2026)

Personnel Liaison: Scott Sabens

Scott was appointed in 2024 upon John Lyons' resignation and subsequently elected in 2025 to serve the remaining portion of John's term through 2026. Scott brings over 20 years of experience in information security and cybersecurity, including leadership roles at Fidelity Investments. He holds a bachelor's degree in interdisciplinary mathematics and computer science. Now semi-retired, Scott operates a consulting firm with his wife and is committed to applying his experience in risk management, governance, and strategic planning to support the residents of Merrimack.

(Appointment Ending 2026)

Daniel Allen

Dan was elected in 2025. Dan has been a Merrimack resident for four decades. He is enjoying his retirement and is pleased to share his extensive expertise from his long career in road and site construction with Merrimack Village District.

(Current Term Ending 2028)

Wolfram ("Wolf") von Schoen

Wolf was elected in 2018. He holds a master's degree in mechanical & automation engineering. He has served in executive leadership roles overseeing large-scale software operations and capital equipment engineering, installation, and maintenance programs. Wolf is the owner of a consulting firm specializing in Information Security and Cybersecurity for commercial organizations and critical infrastructure.

(Current Term Ending 2027)

ELECTED OFFICERS

Moderator:

Marc Nozell

(Current Term Ending 2026)

District Clerk:

Jill Lavoie

(Current Term Ending – 2026)

ADMINISTRATIVE

Treasurer:

Lynn Christensen

(No Term – Not an Elected Position)

Recording Secretary:

Dawn MacMillan

(No Term – Not an Elected Position)

DISTRICT STAFF

ADMINISTRATIVE

Superintendent:	Ronald Miner, Jr.
Business Manager/Water Quality Specialist:	Jill Lavoie
Finance & Human Resources Director:	Kristen Maher
Customer Service & Billing:	Amy Doucette
Office Assistant:	Michelle (Shelly) Thompson

FIELD STAFF

MVD has two Field Staff Departments, Treatment & Distribution.
Both departments perform a variety of duties to maintain and distribute the water supply.

Operations Manager: Brian Hieken

Construction Inspector: Stephen Chase

TREATMENT

Foreman:	Nicholas Baxter
Sr. Utility Treatment Technician:	James (Skip) Colburn
Sr. Utility Treatment Technician:	John Foss

DISTRIBUTION

Foreman:	Nemanja (Nem) Jankovic
Sr. Utility Field Technician:	Edward (Ed) Lambert
Sr. Utility Field Technician:	Heinz Smith
Sr. Utility Field Technician:	Jacob (Jake) Howe
Utility Field Technician:	Jason (Jay) Bellemore
Utility Field Technician:	Joseph (Richie) Heaps
Utility Field Technician:	Ronald (Ronnie) Miner, III
Utility Field Technician:	Thomas (Tom) Glynn



2025 EMPLOYEE SERVICE RECOGNITIONS

<i>Stephen Chase</i>	<i>28 Years</i>
<i>Ronald Miner</i>	<i>27 Years</i>
<i>James Colburn</i>	<i>24 Years</i>
<i>Edward Lambert</i>	<i>23 Years</i>
<i>Heinz Smith</i>	<i>19 Years</i>
<i>Jill Lavoie</i>	<i>18 Years</i>
<i>Brian Hieken</i>	<i>18 Years</i>
<i>Amy Doucette</i>	<i>8 Years</i>
<i>Michelle Thompson</i>	<i>7 Years</i>
<i>Jacob Howe</i>	<i>5 Years</i>
<i>Kristen Maher</i>	<i>5 Years</i>
<i>Nicolas Baxter</i>	<i>3 Years</i>
<i>Nemanja Jankovic</i>	<i>3 Years</i>
<i>Jason Bellemore</i>	<i>3 Years</i>
<i>John Foss</i>	<i>2 Year</i>
<i>Ronald Miner, III</i>	<i>1 Year</i>
<i>Joseph Heaps</i>	<i>< 1 Year</i>
<i>Thomas Glynn</i>	<i>< 1 Year</i>

~ Thank You for Your Service and Dedication ~



2025 ANNUAL REPORT



SECTION II: WATER INFORMATION

WATER SOURCE & PROTECTION

A protected drinking water source, combined with proper water quality monitoring, treatment, maintenance and distribution, is necessary to provide clean, safe water.

GROUNDWATER

100% of the water supplied by Merrimack Village District comes from groundwater. Groundwater is precipitation that has soaked through the ground's surface and is stored where there are open spaces between rocks and soil. Water is pumped from wells located in various parts of Merrimack and Hollis. Water from each well is treated on-site at each pumping station and distributed through a network of water mains to homes, businesses and schools. Many people think of groundwater as underground lakes or rivers. Groundwater, however, is simply water that is stored beneath the earth's surface within the spaces between rocks and sand or between fractures in bedrock. When enough water beneath the surface is present in a usable quantity, we call this an aquifer. Compared to water in rivers and streams, groundwater moves very, very slowly. Groundwater, like all water on earth, comes from rain and snow which percolate through the soil until it reaches the zone of saturation. At this point, water moves toward sites of groundwater discharge, such as lakes, local springs and oceans.

For more information, please contact:

Merrimack Village District

www.mvdwater.org

603-424-9241

New Hampshire Department of Environmental Services

(NHDES)

www.des.state.nh.us

603-271-3503

US Environmental Protection Agency

(US EPA)

Region 1

www.epa.gov/region1

888-372-7341

US EPA Safe Drinking Water Hotline

800-426-2791

US Center for Disease Control

(CDC)

www.cdc.gov

800-311-3435

WELL PROTECTION

To accomplish this, MVD participates in the NH Department of Environmental Services (NHDES) Drinking Water Source Protection Program (DWSPP) to ensure the water sources remain safe. Each of MVD's wells has an established Sanitary Protective Radius (SPR); a designated area around each well location that is required by law to be controlled by MVD through ownership or easements. In addition to the SPR, MVD's wells also have an established Wellhead Protection Area (WHPA) as delineated by the NHDES. Having the SPR and WHPA allows MVD to monitor, regulate, and prevent any activities that could potentially be harmful to the groundwater wells and the water produced by each well.

MVD's SODIUM & CHLORIDE REDUCTION

During 2023 MVD sought and obtained a Watershed Planning Grant through the NHDES which is being used to develop a Sodium and Chloride watershed-based plan – the first of its kind in the state of NH – for MVD's Well Head Protection Areas (WHPA). Additionally, MVD put together a list of stakeholders and formed our Salt Mitigation Committee comprised of MVD, Water Industry Engineers, the Town of Merrimack, NHDOT, NHDES, local Contractors, Businesses, and Residents. The Salt Mitigation Committee monitors the amounts of Sodium and Chloride used for winter maintenance and provides public education intended to lower Sodium and Chloride levels in the WHPA's. Part of our Sodium & Chloride Reduction initiative is to bring awareness to Merrimack businesses as well as to its residents. These projects, along with on-going operations and maintenance costs, are supported by the voter approved budget as well as grants and loans. MVD continues to pursue additional grants through NHDES.

MVD would like to express our gratitude to the New Hampshire Department of Transportation (NHDOT) for their support in securing the "low salt" designation for Continental Boulevard. Permanent signage has been installed on both Continental Boulevard and Industrial Drive to inform drivers of the reduced salt application. Additionally, electronic signage from both MVD and NHDOT were temporarily employed to enhance awareness. For additional information please refer to the following information.

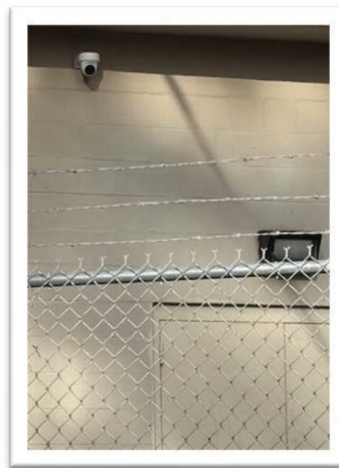
Water Protection: <https://www.mvdwater.org/protect-your-drinking-water/>

MVD's Sodium & Chloride Reduction Project: <https://www.mvdwater.org/sodium-chloride-reduction-project/>



SECURITY

Maintaining the safety of MVD's water sources also includes safeguarding against potential issues, such as unauthorized access to MVD's infrastructure. In 2025 MVD applied for and received a Local Source Water Protection Grant in the amount of \$25,000 to assist with the installation of security cameras at all of MVD's wells, treatment facilities, warehouses, booster stations and at the MVD office. The security cameras allow MVD to add another level of protection for our vital resources.



HOW TO HELP

To assist in protecting water sources please review the information below and visit the following websites. United States Environmental Protection Agency's web page - "Preventing Contamination of Drinking Water Resources" at <https://www.epa.gov/privatewells/protect-your-homes-water> and the NHDES Drinking Water Source Protection Program web page at <https://www.des.nh.gov/climate-and-sustainability/conservation-mitigation-and-restoration/source-water-protection#:~:text=NHDES%20provides%20grant%20funding%20for,around%20sources%20of%20drinking%20water.>

Easy steps to help protect drinking water:

- Reduce the amount of trash you create by taking advantage of recycling programs
- Recycle used antifreeze & motor oil
- Don't dump anything into storm drains
- Do not overuse household chemicals
- Check frequently for leaks in any underground fuel storage tanks
- Inspect your septic system for issues yearly
- Properly seal abandoned wells
- Limit the use of lawn fertilizers, be sure to use only phosphorus-free lawn fertilizers and reduce or eliminate pesticide applications
- Keep pollutants away from boat marinas and waterways
- Report any spills or illegal dumping in designated Drinking Water Protection Areas
- Commercial properties – Install a Backflow Protection Device

Questions? Please contact Jill Lavoie, Business Manager/Water Quality Specialist, by phone at [603-424-9241](tel:603-424-9241) x: 103 or via email to jlavoie@mvdwaternh.gov.

WATER QUALITY

MVD's water quality and sampling is regulated by the New Hampshire Department of Environmental Services (NHDES). In order to ensure that tap water is safe to drink the EPA prescribes regulations, which limit the amount of certain contaminants in water provided by public water systems.

To comply with the required regulations MVD tests for various contaminants, including inorganic contaminants (salts, metals), organic chemical contaminants (synthetic and volatile chemicals), and radioactive contaminants as well as some additional unregulated contaminants/chemicals.

Water analyses and treatments are performed as required and directed by the United States Environmental Services Agency's Safe Drinking Water Act (SDWA) and the NHDES Drinking Water and Groundwater Bureau (DWGB). All water tests are performed by an independent laboratory that is accredited in accordance with the National Environmental Laboratory Accreditation Program (NELAP) & the New Hampshire Environmental Laboratory Accreditation Program (NHELAP). All testing is reported to and monitored by the NHDES.

Results from these tests are provided on MVD's Annual CCR (Water Quality Report). The most recent CCR is included in this Annual Report and can also be found on MVD's website at www.mvdwater.org.

PFAS Information: Per-and polyfluoroalkyl substances (PFAS), sometimes referred to as PFCs, are a family of man-made compounds that do not naturally occur in the environment. They have a large number of industrial uses and are found in many commercial products because of their properties to resist heat, oil, grease and water. Once released to the environment, PFCs are persistent and do not biodegrade or breakdown. Additional information regarding PFAS, including standards, analysis reports for water sampling test results, historical charts, resources, announcements, media/press releases and contact information can be found on MVD's web page at http://www.mvdwater.org/pfas_info. Construction of the PFAS Treatment Facilities for Wells 7 & 8 has been completed and is operational as of spring 2022. Construction of the Wells 2 & 9 PFAS Treatment Facilities has been completed and is operational as of March 2023. All water is now treated with granular activated carbon (GAC). All water sent to the distribution system is in compliance with all NHDES and EPA PFAS regulations. The cost of these PFAS Treatment Facilities is approximately \$14.5 million. These investments, along with on-going operations and maintenance costs, are supported by the voter approved budget as well as grants and loans. MVD continues to pursue additional grants through NHDES. Additionally, MVD has filed suit in New Hampshire Superior Court against the parties responsible for the PFOA contamination of MVD's wells.

For more information regarding water quality, please contact:

Jill Lavoie, MVD Business Manager/Water Quality Specialist

Phone: [603-424-9241](tel:603-424-9241) x: 103

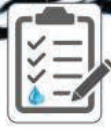
Email: jlavoie@mvdwaternh.gov

For information specifically regarding PFAS, please either contact MVD or the

NHDES Public Information Officer, Jim Martin

Phone: [603-271-3710](tel:603-271-3710)

Email: james.martin@des.nh.gov.



CONSUMER CONFIDENCE REPORT

The following is the 2025 Consumer Confidence Report (CCR), which contains 2024 data. The 2026 CCR will be published by June 30th. When the report is complete and available, a pdf copy will be posted on the MVD website, www.mvdwater.org, for viewing and printing. Notification of availability will be provided by postcard that will be sent via US Postal Service to the mailing address on file for each service location as well as announced on MVD's website, Facebook, and sent by email to subscribers of MVD's "Announcement & Notices" notifications.

MVD's website, www.mvdwater.org, is perpetually updated and provides a vast amount of information about Water Quality as well as other information such as By-Laws, Rates & Fees, Flushing/Maintenance Schedules, Appointment Requests, and Public/Legal Notices.

Account specific information is available on the customer web portal "MyMVD". Log in to view your account history, check your bill, make payments, and set up your options for communication preferences.

Stay informed - follow us on Facebook and subscribe to email notifications for announcements & notices, watering restriction updates, flushing notices, and more.



2025 CONSUMER CONFIDENCE REPORT

(2024 Data)

EPA ID #: 1531010



WHAT IS A CONSUMER CONFIDENCE REPORT?

The Consumer Confidence Report (CCR) details the quality of your drinking water, where it comes from, and where you can get more information. This annual report documents all detected primary and secondary drinking water parameters and compares them to their respective standards known as Maximum Contaminant Levels (MCLs).

In order to ensure that tap water is safe to drink, the United States Environmental Protection Agency (EPA) prescribes regulations, which limit the amount of certain contaminants in water provided by Public Water Systems. These regulations are defined by the Safe Drinking Water Act (SDWA) which was originally passed by Congress in 1974 to protect public health by regulating the nation's public drinking water supply. The law was amended in 1986 and 1996 and requires many actions to protect drinking water and its sources; rivers, lakes, reservoirs, springs, and ground water wells. The SDWA authorizes the EPA to set National health-based standards for drinking water to protect against both naturally occurring and man-made contaminants that may be found in drinking water. US EPA, the State of NH Department of Environmental Services (NH DES) and Merrimack Village District (MVD) work together to make sure that these standards are met. The SDWA defines "contaminant" as any physical, chemical, biological or radiological substance or matter in water. Drinking water may reasonably be expected to contain at least small amounts of some contaminants. Some contaminants may be harmful if consumed at certain levels in drinking water. The presence of contaminants does not necessarily indicate that the water poses a health risk.

Contaminants that may be present in source water include:

- **Microbial contaminants**, such as viruses and bacteria, which may come from sewage treatment plants, septic systems, agricultural livestock operations, and wildlife.
- **Inorganic contaminants**, such as salts and metals, which can be naturally occurring, or result from urban storm water runoff, industrial or domestic wastewater discharges, oil and gas production, mining or farming.
- **Pesticides and herbicides**, which may come from a variety of sources such as agriculture, urban storm water runoff, and residential uses.
- **Organic chemical contaminants**, including synthetic and volatile organic chemicals, which are by-products of industrial processes and petroleum production, and can also come from gas stations, urban storm water runoff, and septic systems.
- **Radioactive contaminants**, which can be naturally occurring or be the result of oil and gas production and mining activities.

What about bottled water regulations? The US Food and Drug Administration (FDA) regulations establish limits for contaminants in bottled water, which must provide the same protection for public health.

Why are there contaminants in my water? Drinking water, including bottled water, may reasonably be expected to contain at least a small amount of some contaminants. The presence of contaminants does not necessarily indicate that water poses a health risk. More information about contaminants and potential health effects can be obtained by contacting the Environmental Protection Agency's (EPA) Safe Drinking Water Hotline at [800-426-4791](tel:8004264791) or online at www.epa.gov/safewater.



INTRODUCTION

The Merrimack Village District's (MVD) Mission is *"To provide the best Quality, Quantity, and Cost-Conscious water that meets or exceeds standards for Merrimack's consumption and fire protection – from source to tap."* MVD achieves this by servicing and maintaining approximately 930,800 feet of Water Mains, 969 Fire Hydrants, 6 Groundwater Wells, 3 Water Storage Tanks, an Iron & Manganese Treatment Facility, three Booster Stations, three PFAS Treatment Facilities, as well as performing extensive water sample collection and analysis. Throughout 2024 we collected over 1,500 routine water samples for compliance testing of over 160 drinking water contaminants. We're pleased to report that the water quality results significantly surpass the standards established by NHDES and EPA, including the regulations for PFAS.

In the past year, MVD has collaborated with the EPA to evaluate alternative media options for PFAS removal through pilot testing at the Wells 4 & 5 Treatment Facility. Seven different media types were selected for testing, with the objective of decreasing the frequency of media replacements.

SOURCES OF DRINKING WATER

Both tap water and bottled water include rivers, lakes, streams, ponds, reservoirs, springs, and wells. As water travels over the surface of the land or through the ground, it dissolves naturally occurring minerals and, in some cases, radioactive material, and can pick up substances resulting from the presence of animals or from human activity.

WHAT IS THE SOURCE OF MVD'S DRINKING WATER?

100% of MVD's water comes from groundwater. Groundwater is precipitation that has soaked through the ground's surface and is stored where there are open spaces between rocks and soil. This water is pumped from wells located in various parts of Merrimack and Hollis. Water from each well is filtered and distributed through a network of water mains to residential, municipal, commercial and industrial locations. The water from MVD's wells is distributed through MVD's water mains which are an interconnecting looped system. Depending on the situation, wells may be on or off at any given point in time. The well source for the water provided may vary based on which wells are on and producing water.

DO I NEED TO TAKE SPECIAL PRECAUTIONS?

Some people may be more vulnerable to contaminants in drinking water than the general population. Immuno-compromised persons such as persons with cancer undergoing chemotherapy, persons who have undergone organ transplants, people with HIV/AIDS or other immune system disorders, some elderly, and infants can be particularly at risk from infections. These people should seek advice about drinking water from their health care providers. EPA/Center for Disease Control (CDC) guidelines on appropriate means to lessen the risk of infection by *Cryptosporidium* (found in surface water) and other microbial contaminants are available from the Safe Drinking Water Hotline at 1-800-426-4791 or online at www.epa.gov/safewater.



SOURCE WATER ASSESSMENT SUMMARY

In an effort to assess the vulnerability of each New Hampshire's public water supply sources, the New Hampshire Department of Environmental Services (NHDES) prepared drinking water Source Water Assessment Reports for all public water systems between 2000 and 2003. The Source Water Assessment Reports include a map of each Source Water Protection Area (SWPA), a list of potential and known contamination sources, as well as a summary of available protection options. The Susceptibility Rating can be viewed on the chart located on this page.

Well #	Date Assessment Completed	Susceptibility Rating		
		High	Medium	Low
001	02/20/2002	1	2	9
003	02/20/2002	1	2	9
004	02/20/2002	3	4	5
005	02/20/2002	4	3	5
007	03/31/2000	1	2	9
008	02/20/2002	1	2	9
009	02/20/2002	1	2	9

Note: As indicated on the chart, the results of MVD's Source Water Assessment Report are from 2000 and 2002. This information is 23-25 years old and includes information that was current at the time the report was completed. Therefore, some of the ratings might be different if updated to reflect current information. At the present time, DES has no plans to update this data. The complete Source Water Assessment Report is available for review at MVD's office located at 2 Greens Pond Rd Merrimack, NH. For more information, call MVD's Business Manager/Water Quality Specialist, Jill Lavoie at 603-424-9241 x: 103 or email jlavoie@mvdwater.org, or visit the [NHDES website https://www.des.nh.gov/water](https://www.des.nh.gov/water).

HOW DO I GET INVOLVED?

For more information about your drinking water please contact either MVD's Business Manager/Water Quality Specialist, Jill Lavoie either by phone at 603-424-9241 x: 103 or by emailing jlavoie@mvdwater.org or MVD's Superintendent, Ronald Miner, Jr. by phone at 603-424-9241 x: 107 or by emailing rminer@mvdwater.org. Additionally, MVD's Board of Commissioners (BOC) meets on the 3rd Monday of each month (except holidays). The BOC Meeting includes a Public Session as listed on the agenda for "Questions from the Public/Press". Questions can be submitted in writing to MVD via email at customerservice@mvdwater.org, or by mail to 2 Greens Pond Road, Merrimack, NH 03054. Please refer to MVD's website www.mvdwater.org for meeting details (including dates, times, full agendas).



WATER QUALITY

In order to ensure that tap water is safe to drink, EPA prescribes regulations which limit the amount of contaminants in water provided by public water systems. Last year, MVD conducted water sampling to assess various potential contaminants, including inorganic substances (such as salts and metals), organic chemicals (both synthetic and volatile compounds), and radioactive materials. The data tables within this report reflect substances that were detected in MVD's water sources in 2024. Additionally, in accordance with CCR reporting requirements, historical data for previous results are included for any substances that were not required to be monitored in the past year but were tested for and detected at some point within the past five years.

Please note, during 2024 MVD temporarily obtained water from Pennichuck Water Works; this was necessary in order to supplement MVD's sources during routine maintenance within our water system. As such, we have included the Pennichuck Water Works testing results from their CCR. Pennichuck Water Works complete CCR can be found on their website at <https://pennichuck.com/water-quality/water-quality-reports/>. The direct link to their 2024 report is <https://pennichuck.com/pdf/CCR-A0.pdf>.

All sources of drinking water contain some naturally occurring contaminants. At low levels, these substances are generally not harmful in our drinking water. Removing all contaminants would be extremely expensive, and in most cases, would not provide increased protection of public health. A few naturally occurring minerals may actually improve the taste of drinking water and have nutritional value at low levels. Unless otherwise noted, the data presented in this table is from testing completed in the prior calendar year. The EPA and/or the NHDES require us to monitor for certain contaminants less than once per year because the concentrations of these contaminants do not vary significantly from year to year, or because the system is not considered vulnerable to this type of contamination. As such, some of our data, though representative, may be more than one-year-old. The data tables included in this report may have terms and abbreviations that are not familiar; to help with understanding this information we have provided *"IMPORTANT DRINKING WATER DEFINITIONS"* on page 10.



WATER SERVICE LINE PROGRAM (WSLP)

The United States Environmental Protection Agency (EPA) is responsible for setting drinking water standard and regulations for **ALL** public water systems (PWS) in the United States. In New Hampshire, these regulations are administered by the New Hampshire Department of Environmental Services' (NHDES) Drinking Water and Groundwater Bureau (DWGB). One of the many EPA regulations is the Lead and Copper Rule (LCR), recently updated to the Lead and Copper Rule Revisions (LCRR). While lead, in its natural state, is seldom present in New Hampshire's drinking water sources, it can enter the water supply through the deterioration of pipes, plumbing fixtures, or the solder used to connect those components. As such, it's important for property owners to know the material type for internal plumbing as it could have a direct health impact. Because of this, part of the LCRR includes the Lead Service Line Inventory and Replacement Plan (LSLI/R). The LSLI/R was developed to better protect against possible lead exposure in drinking water by providing information on the location and material type of each water service line connected to a public water system; the goal being identification and replacement of all lead water service lines as well as all galvanized steel downstream from a lead water service line as it can leach lead into the water. If the service line is identified as being lead or another material that can leach lead into water, it will need to be replaced. The LSLI/R Plan also includes taking inventory, including the location and material type, of the following:

- The PWS owned portion of water mains/pipes that provide water supply
- The customer owned water service lines & plumbing at all service locations connected to the PWS.

Like all NH PWS, Merrimack Village District (MVD) is responsible for adhering to EPA and NHDES regulations. As part of MVD's compliance with the updated LCRR requirements, we developed and are actively engaged in our Water Service Line Program (WSLP). One part of the WSLP initiative involves the inspection and documentation of water service lines and plumbing materials. MVD staff have been obtaining this information while onsite at both existing and newly connected service locations during routine/scheduled appointments. Prior to the WSLP, MVD did not maintain any records of water service line or plumbing material information as these components are not installed, owned or maintained by MVD. Consequently, while we have successfully gathered information for a substantial number of locations, there are still many for which this information is not on file. Locations that do not have the required information on file have been sent notification. In order to obtain the required information, MVD is requesting that locations which receive the notice perform an inspection of the water service line at their location and provide the results to MVD. Instructions and submission information for Water Service Line Inspection Information can be found online - <https://www.mvdwater.org/water-service-line-inspection-information/> If customers are unable to perform an inspection, an appointment can be arranged for inspection by MVD. Once inspections are completed and the water service line material has been identified, MVD will update their records, share the information with the property owner, and if necessary, provide a recommendation for moving forward.



LEAD SERVICE LINE INVENTORY

The Water Service Line Map is part of MVD's WSLP. The Water Service Line Map is an interactive tool that provides information about *both* MVD's service connections & Property Owner's Water Service Lines. The map reflects results from the Lead Service Line Inventory, which is part of the compliance requirements of the LCRR and can be viewed online at <https://pws-ptd.120wateraudit.com/merrimackvillagenh>. Complete details and additional information about MVD's WSLP can be found on our website at <https://www.mvdwater.org/water-service-line-program/>.

Corrosion control treatment is used to prevent pipe corrosion and the presence of metals in drinking water. This is achieved by adjusting the water's chemistry to reduce its corrosivity. In addition to routine monitoring and assessing, MVD's utilizes phosphate for pH adjustment to control of the corrosivity of water.

INFORMATION ABOUT LEAD IN DRINKING WATER

Lead can cause serious health effects in people of all ages, especially pregnant people, infants (both formula-fed and breastfed), and young children. Lead in drinking water is primarily from materials and parts used in service lines and in home plumbing. MVD is responsible for providing high quality drinking water and removing lead pipes but cannot control the variety of materials used in the plumbing in your home. Because lead levels may vary over time, lead exposure is possible even when your tap sampling results do not detect lead at one point in time. You can help protect yourself and your family by identifying and removing lead materials within your home plumbing and taking steps to reduce your family's risk. Using a filter, certified by an American National Standards Institute accredited certifier to reduce lead, is effective in reducing lead exposures. Follow the instructions provided with the filter to ensure the filter is used properly. Use only cold water for drinking, cooking, and making baby formula. Boiling water does not remove lead from water. Before using tap water for drinking, cooking, or making baby formula, flush your pipes for several minutes. You can do this by running your tap, taking a shower, doing laundry or a load of dishes. If you have a lead service line or galvanized requiring replacement service line, you may need to flush your pipes for a longer period. If you are concerned about lead in your water and wish to have your water tested, contact MVD's Business Manager, Jill Lavoie at 603-424-9241 x: 103 or by email to jlavoie@mvdwater.org. Information on lead in drinking water, testing methods, and steps you can take to minimize exposure is available at <https://www.epa.gov/safewater/lead>.

HEALTH EFFECTS OF LEAD

Exposure to lead in drinking water can cause serious health effects in all age groups. Infants and children can have decreases in IQ and attention span. Lead exposure can lead to new learning and behavior problems or exacerbate existing learning and behavior problems. The children of women who are ex-posed to lead before or during pregnancy can have increased risk of these adverse health effects. Adults can have increased risks of heart disease, high blood pressure, kidney or nervous system problems.



The following data tables reflect substances that were detected in MVD's water sources in 2024. Additionally, in accordance with CCR reporting requirements, historical data for previous results are included for any substances that were not required to be monitored in the past year but were tested for and detected at some point within the past five years.

<u>LEAD AND COPPER</u> Results from Multiple Sample Sites Located Throughout the MVD's Water System							
Contaminant (Units)	Action Level (AL)	90 th Percentile Sample Value	Date	# of Sites above AL	Range of Tap Sampling Results	Exceedance Yes/No	Likely Source of Contamination
Copper (ppm)	1.3	0.155	7/12/2024	0	AVERAGE: 0.095 RANGE: 0.011 - 0.402	NO	Corrosion of household plumbing systems; erosion of natural deposits; leaching from wood preservatives
Lead (ppb)	15	0	7/12/2024	*1 Refer to NOTE below	AVERAGE: 12 RANGE: 5-21	NO	Corrosion of household plumbing systems, erosion of natural deposits

****NOTE: A total of 63 locations were sampled for Lead and Copper. Of these, 62 samples were BELOW the Action Level. One location recorded a result of 0.021 mg/L, which exceeds the Action Level; this location was identified as having pre-existing interior plumbing issues, which are managed with an existing lead filtration system. The initial sample was collected without filtration, so the result does not represent the levels that would be measured after filtration.***



INORGANIC CONTAMINANTS

Contaminant (Units)	Level Detected	Date	MCL	MCLG	Violation YES/NO	Likely Source of Contamination	Health Effects of Contaminant
Barium (ppm)	AVERAGE: 0.035 RANGE: 0.025 - 0.044	2023	2	2	NO	Discharge of drilling wastes; discharge from metal refineries; erosion of natural deposits	Some people who drink water containing barium in excess of the MCL over many years could experience an increase in their blood pressure.
Chromium (ppb)	AVERAGE: 3 RANGE: 1-5	2023	100	100	NO	Discharge from steel and pulp mills; erosion of natural deposits	Some people who use water containing chromium well in excess of the MCL over many years could experience allergic dermatitis.
Nitrate (as Nitrogen) (ppm)	AVERAGE: 0.93 RANGE: 0 - 2.80	2024	10	10	NO	Runoff from fertilizer use; leaching from septic tanks, sewage; erosion of natural deposits	(5 ppm through 10 ppm) Nitrate in drinking water at levels above 10 ppm is a health risk for infants of less than six months of age. High nitrate levels in drinking water can cause blue baby syndrome. Nitrate levels may rise quickly for short periods of time because of rainfall or agricultural activity. If you are caring for an infant, you should ask for advice from your health care provider.



VOLATILE ORGANIC CONTAMINANTS

Contaminant (Units)	Level Detected	Date	MCL	MCLG	Violation YES/NO	Likely Source of Contamination	Health Effects of Contaminant
Total Trihalomethanes (TTHM) (Bromodichloro-methane Bromoform Dibromochloro-methane Chloroform) (ppb)	AVERAGE: 0.06 RANGE: 0.06 - 1.2	2024	80	N/A	NO	By-product of drinking water chlorination	Some people who drink water containing trihalomethanes in excess of the MCL over many years may experience problems with their liver, kidneys, or central nervous systems, and may have an increased risk of getting cancer.

SECONDARY CONTAMINANTS

Secondary MCLS (SMCL)	Level Detected	Date	Treatment Technique (If Any)	SMCL	50 % AGQS (Ambient Groundwater Quality Standard)	AGQS (Ambient Groundwater Quality Standard)	Specific Contaminant Criteria and Reason for Monitoring
Chloride (ppm)	AVERAGE: 181.5 RANGE: 128 - 235	2023	N/A	250	N/A	N/A	Wastewater, road salt, water softeners, corrosion
Manganese (ppm)	AVERAGE: 0.003 RANGE: 0.002 - 0.004	2023	N/A	0.05	0.15	0.3	Geological
Nickel (ppm)	AVERAGE: 0.010 RANGE: 0 - 0.015	2023	N/A	Not established; reporting is required for detections	0.05	0.1	Geological; electroplating, battery production, ceramics
pH	AVERAGE: 7.69 RANGE: 7.62 - 7.76	2023	N/A	6.5-8.5 (Normal Range)	N/A	N/A	Precipitation and geology
Sodium (ppm)	AVERAGE: 78.35 RANGE: 61.7 - 95	2023	N/A	100-250	N/A	N/A	We are required to regularly sample for sodium
Sulfate (ppm)	AVERAGE: 12.1 RANGE: 11.4 - 12.8	2023	N/A	250	250	500	Naturally occurring
Zinc (ppm)	AVERAGE: 0.423 RANGE: 0.031 - 0.815	2023	N/A	5	N/A	N/A	Galvanized pipes



PER- AND POLYFLUOROALKYL SUBSTANCES (PFAS) CONTAMINANTS

Contaminant (Units)	Level Detected	Date	MCL	MCLG	Violation YES/NO	Likely Source of Contamination	Health Effects of Contaminant
Perfluorohexane sulfonic acid (PFHxS) (ppt)	ND	2024	18	0	NO	Discharge from industrial processes, wastewater treatment, residuals from firefighting foam, runoff/leachate from landfills and septic systems	Some people who drink water containing perfluorohexane sulfonic acid (PFHxS) in excess of the MCL over many years could experience problems with their liver, endocrine system, or immune system, or may experience increased cholesterol levels. It may also lower a woman's chance of getting pregnant.
Perfluorononanoic acid (PFNA) (ppt)	ND	2024	11	0	NO		Some people who drink water containing perfluorononanoic acid (PFNA) in excess of the MCL over many years could experience problems with their liver, endocrine system, or immune system, or may experience increased cholesterol levels.
Perfluorooctane sulfonic acid (PFOS) (ppt)	ND	2024	15	0	NO		Some people who drink water containing perfluorooctane sulfonic acid (PFOS) in excess of the MCL over many years could experience problems with their liver, endocrine system, or immune system, may experience increased cholesterol levels, and may have an increased risk of getting certain types of cancer. It may also lower a woman's chance of getting pregnant.
Perfluorooctanoic acid (PFOA) (ppt)	ND	2024	12	0	NO		Some people who drink water containing perfluorooctanoic acid (PFOA) in excess of the MCL over many years could experience problems with their liver, endocrine system, or immune system, may experience increased cholesterol levels, and may have an increased risk of getting certain types of cancer. It may also lower a woman's chance of getting pregnant.

RESOURCE INFORMATION FOR PER- AND POLYFLUOROALKYL SUBSTANCES (PFAS)

The most up to date information can be found on the following websites:

NH PFAS Investigation:

<https://www.pfas.des.nh.gov/>

NH Dept Health & Human Services:

<https://www.dhhs.nh.gov/programs-services/environmental-health-and-you/poly-and-fluoroalkyl-substances-pfas>

United States Environmental Protection Agency:

<https://www.epa.gov/pfas>

MVD PFAS Information: Detailed information, including “Frequently Asked Questions”, Notices, Planning/Financial info, Announcements, Media/Press Releases, as well as the analysis reports of water sampling test results, can be found on our website at www.mvdwater.org. Construction of the PFAS Treatment Facility for Wells 7 & 8 has been completed and is operational as of spring 2022. Construction of the Wells 2 & 9 PFAS Treatment Facility has been completed and is operational as of March 2023. The cost of these PFAS Treatment Facilities is approximately \$14.5 million. These investments, along with on-going operations and maintenance costs, are supported by the voter approved budget as well as grants and loans. Additionally, MVD continues to pursue additional grants through NHDES, and we have filed suit in New Hampshire Superior Court against the parties responsible for the PFOA contamination of the MVD's wells.



PENNICHUCK WATER WORKS

Please note, during 2024 MVD temporarily obtained water from Pennichuck Water Works; this was necessary in order to supplement MVD's sources during routine maintenance within MVD's water system. As such, we have included the Pennichuck Water Works testing results from their CCR. Pennichuck Water Works complete CCR can be found on their website at <https://pennichuck.com/water-quality/water-quality-reports/>. The direct link to their 2024 report is <https://pennichuck.com/pdf/CCR-A0.pdf>.



Pennichuck 2025 Consumer Confidence Report

Nashua EPA # 1621010

2024 Results

	Dated	90th Percentile	Action Level	MCLG	# of Sites Sampled	# Sites Above Violation Action Level	Yes/No	Typical Source of Contaminant
Lead (ppb)	8/23/2023	ND	15	0	53	0	No	Corrosion of household plumbing systems, erosion of natural deposits
Copper (ppm)	8/23/2023	0.188	1.3	1.3	53	0	No	Corrosion of household plumbing systems; erosion of natural deposits; leaching from wood preservatives

DISINFECTION BY-PRODUCTS							
	Dated	Highest Detect	Range Detected	MCL	MCLG	Violation Yes/No	Typical Source of Contaminant
Chlorine (ppm)	Weekly 2024	AVG 0.72	0.02-1.42	4 - MRDL	4 - MRDLG	Yes	Water additive used to control microbes
Haloacetic Acids (ppb)	Quarterly 2024	RAA 10.5	4.9-13	60	0	No	By-product of drinking water chlorination
Total Organic Carbon(ppm)	Monthly 2024	AVG 0.65	ND-0.77	NA	0	No	Naturally present in the environment
Total Trihalomethanes (ppb)	Quarterly 2024	RAA 17.7	6.7-37	80	0	No	By-product of drinking water chlorination

PENNICHUCK WATER WORKS CONTINUED

INORGANIC CONTAMINANTS							
	Dated	Highest Detect	Range Detected	MCL	MCLG	Violation Yes/No	Typical Source of Contaminant
Arsenic (ppb)	7/1/2024	ND	NA	5	0	No	Erosion of natural deposits; runoff from orchards; runoff from glass and electronics production wastes
Barium (ppm)	7/1/2024	0.0064	NA	2	2	No	Discharge of drilling wastes; discharge from metal refineries; erosion of natural deposits
Nitrate (ppm)	7/1/2024	0.47	NA	10	10	No	Runoff from fertilizer use; leaching from septic tanks, sewage; erosion of natural deposits

Organic Chemical Contaminants							
	Dated	Highest Detect	Range Detected	MCL	MCLG	Violation Yes/No	Typical Source of Contaminant
Perfluorohexanesulfonic acid (PFHxS)	10/8/2024	0.773	NA	18	0	No	Discharge from industrial processes, wastewater treatment, residuals from firefighting foam, runoff/leachate from landfills and septic systems
Perfluorononanoic acid (PFNA)	4/1/2024	ND	NA	11	0	No	Discharge from industrial processes, wastewater treatment, residuals from firefighting foam, runoff/leachate from landfills and septic systems
Perfluorooctanesulfonic acid (PFOS)	1/8/2024	ND	NA	15	0	No	Discharge from industrial processes, wastewater treatment, residuals from firefighting foam, runoff/leachate from landfills and septic systems
Perfluorooctanoic acid (PFOA)	10/8/2024	3.9	NA	12	0	No	Discharge from industrial processes, wastewater treatment, residuals from firefighting foam, runoff/leachate from landfills and septic systems

RADIOLOGICAL CONTAMINANTS							
	Dated	Highest Detect	Range Detected	MCL	MCLG	Violation Yes/No	Typical Source of Contaminant
Uranium (Mass) ppb	7/1/2024	0	<1	30	30	No	Erosion of natural deposits

Turbidity	TT	Lowest Monthly % of Samples	Highest Detected Daily Value	Violation	Typical Source of Contaminant
Daily Compliance (NTU)	5	-----	2.00 NTU November 25, 2024	No	Soil Off
Monthly Compliance*	At least 100	100 % - All months of 2024	-----	No	Soil Off

Turbidity is a measure of the cloudiness of the water. We monitor it because it is a good indicator of water quality.

*Monthly turbidity compliance is related to a specific treatment technique (TT). Our system filters the water so at least 95% of our samples each month must be below the turbidity limits specified in the regulations.



PENNICHUCK WATER WORKS CONTINUED

SECONDARY CONTAMINANTS					50 % AGQS (Ambient groundwater quality standard)	AGQS (Ambient groundwater quality standard)	Typical Source of Contaminant
	Dated	Level Detected	Treatment Technique	SMCL			
Chloride (ppm)	7/1/2024	51	N/A	250	N/A	N/A	Wastewater, road salt, water softeners, corrosion
Fluoride (ppm)	7/1/2024	0	N/A	4	2	4	Erosion of natural deposits; water additive which promotes strong teeth; discharge from fertilizer and aluminum factories
Hardness (ppm)	7/1/2024	11.7	N/A	N/A			Geological
Iron (ppm)	7/1/2024	0	Filtration	0.3	N/A	N/A	Geological
Manganese (ppm)	7/1/2024	0.0153	Filtration	0.05	0.15	0.3	Geological
pH	5/20/2024	7.7	N/A	6.5-8.5	N/A	N/A	Precipitation and geology
Sodium (ppm)	7/1/2024	34.1	N/A	100-250	N/A	N/A	Road salt, septic systems (salt from water softeners) We are required to regularly sample for sodium
Sulfate (ppm)	7/1/2024	5	N/A	250	250	500	Naturally occurring
Zinc (ppm)	7/1/2024	0.19	N/A	5	N/A	N/A	Galvanized pipes
Secondary Maximum Contaminant Level or SMCL: They identify acceptable concentrations of contaminants which cause unpleasant tastes, odors, or colors in the water							

IMPORTANT DRINKING WATER DEFINITIONS

TERM	DEFINITION
AGQS	Ambient Groundwater Quality Standard: An enforceable standard set by NHDES under Chapter 485 of the New Hampshire Safe Drinking Water Act.
AL	Action Level: The concentration of a contaminant which, if exceeded, triggers treatment or other requirements which a water system must follow.
BDL	Below Detection Limit
LEVEL I ASSESSMENT:	A study of the water system to identify potential problems and determine, if possible, why total coliform bacteria have been found in our water system.
LEVEL II ASSESSMENT:	A very detailed study of the water system to identify potential problems and determine, if possible, why an E. coli MCL violation has occurred and/or why total coliform bacteria have been found in our water system on multiple occasions.
MCL	Maximum Contaminant Level: The highest level of a contaminant that is allowed in drinking water. MCLs are set as close to the MCLGs as feasible using the best available treatment technology.
MCLG	Maximum Contaminant Level Goal: The level of a contaminant in drinking water below which there is no known or expected risk to health. MCLGs allow for a margin of safety.
mg/L	Milligrams per Liter
MNR	Monitored Not Regulated
MPL	State Assigned Maximum Permissible Level
MRDL	Maximum Residual Disinfectant Level: The highest level of a disinfectant allowed in drinking water. There is convincing evidence that addition of a disinfectant is necessary for control of microbial contaminants.
MRDLG	Maximum Residual Disinfection Level Goal: The level of a drinking water disinfectant below which there is no known or expected risk to health. MRDLGs do not reflect the benefits of the use of disinfectants to control microbial contaminants.
MRL	Minimum Reporting Level
N/A or NA	Not Applicable
ND	Not Detected
NR	Monitoring not Required but Recommended.
NTU	Nephelometric Turbidity Units: Turbidity is a measure of the cloudiness of the water. We monitor it because it is a good indicator of the effectiveness of our filtration system.
ppb	Parts per Billion or Micrograms per Liter ($\mu\text{g/L}$)
ppm	Parts per million or Milligrams per Liter (mg/L)
ppt	Parts per Trillion
RAA	Running Annual Average
SMCL	Secondary Maximum Contaminant Levels (Refer to MCL)
TTHM	Total Trihalomethanes
TT	Treatment Technique: A required process intended to reduce the level of a contaminant in drinking water.
UCMR	Unregulated Contaminant Monitoring Rule
ug/L	micrograms per Liter



WATER RESTRICTIONS/BANS

Purpose:

1. To assist in managing the water distribution system – ensuring we maintain adequate supply for residential and commercial usage.
2. Maintain the required level of water in the storage tanks to ensure ample pressure for potential use by the Town of Merrimack's Fire Department.
3. Comply with the New Hampshire Department of Environmental Services (NH DES) Drinking Water and Groundwater Bureau (DWGB) rules and regulations which requires that water providers to submit and enforce a "Conservation Plan". By fulfilling these requirements MVD is able to receive Federal and State grants and/or loans for any type of water system improvements.

Reasoning:

MVD's water is supplied from groundwater wells, not surface water such as rivers, lakes, and reservoirs. The New Hampshire Department of Environmental Services (NHDES) Drinking Water and Groundwater Bureau (DWGB) permits each of MVD's wells to withdraw a maximum specified quantity of water from the ground per minute – this limits the amount of water we are permitted to produce at a time. Limiting the production amount allows water withdrawal from the aquifer in a controlled manner, which helps protect against seasonal fluctuations, and aids in maintaining sufficient supply. Irrigation and sprinklers have the highest rate of water consumption and causes substantially increased demands. Increased demand is supplied by three storage tanks; the tanks cannot fill up faster than what we are allowed to produce – having Water Restrictions allows the tanks to replenish and be ready for peak usage demands.

Details:

MVD staff adjusts production rates to match demand and continuously monitors the water distribution system, the weather conditions and forecasts to determine if additional Watering Restrictions are necessary. Information about the current Watering Restriction as well as any changes to the Level of the Watering Restrictions can be found posted on signs/banners located throughout town, through email notification for subscribers, as well as on [MVD's Facebook page](#) and [website](#). The Watering Restrictions/Bans page of our website also provides a "*Frequently Asked Questions*" document, an "*Irrigation Calculator*" which can provide an estimated water bill amount based on the usage, as well as links to the "*US Drought Monitor for NH*" and to the "*Known Water Use Restrictions*".

Please be advised - MVD's Watering Restrictions and Bans are strictly enforced.

Per MVD By-Law 1.D.: "The first violation will result in a warning letter. Further violations will result in termination of water service as well as fees."



There are FOUR Restriction Levels

YEAR-ROUND
ODD/EVEN

LEVEL 1

LEVEL 2

LEVEL 3

ALL LEVELS ARE BASED ON THE STREET NUMBER & THE CALENDAR DATE.

Street Addresses *ENDING* with *ODD* numbers = *ODD* Calendar Dates.

Street Addresses *ENDING* with *EVEN* numbers = *EVEN* Calendar Dates.

Condo Units – Please contact your Property Management Company for details.

Address/Date Examples:

1234 Example St = Water on the 2nd, 4th, 6th, etc...

1235 Example St = Water on the 1st, 3rd, 5th, etc...

YEAR-ROUND
ODD/EVEN

****YEAR-ROUND ODD/EVEN RESTRICTION ON IRRIGATION & LAWN WATERING ONLY****

ADDRESS/DATE SCHEDULE - “YEAR-ROUND ODD/EVEN” is the minimum restriction.

It is ALWAYS in place.

NOTE: On the 31st of March, May, July, August, and October ALL Address are permitted to water BETWEEN 5:00 AM-8:00 AM ONLY.

LEVEL 1

ODD/EVEN – TWICE PER DAY

Mornings: ONLY BETWEEN 5:00 AM-8:00 AM

Evenings: ONLY BETWEEN 5:00 PM-8:00 PM

i. Washing of streets, driveways, sidewalks or other impervious areas is prohibited.

ii. Washing of cars and boats at a non-commercial facility shall be restricted to odd/even dates by address/calendar dates as described above.

LEVEL 2

ODD/EVEN – ONCE PER DAY

ONLY BETWEEN 5:00 AM-8:00 AM

i. Washing of streets, driveways, sidewalks or other impervious areas is prohibited.

ii. Washing of cars and boats at a non-commercial facility shall be restricted to odd/even dates by address/calendar dates as described above.

LEVEL 3

NO OUTSIDE WATERING USE

Exceptions to Restrictions:

- i. Hand irrigation of crops used for food by residents at a residential property shall not be restricted.
- ii. Water to sustain animal life shall not be restricted.
- iii. Commercial Pressure Washing businesses that are registered and in good standing with the State of NH as listed in the records on file with the NH Secretary of State shall not be restricted unless deemed necessary by either the MVD Board of Commissioners, the Superintendent, the Business Manager, or their designee(s).
- iv. Despite the authority granted by RSA 41:11-d. water use restrictions shall not apply to uses that obtain water from sources other than the public water supply, unless it can be clearly demonstrated that the use of such water directly affects the public water supply. Note: Municipalities or village districts have the authority to implement lawn watering restrictions in accordance with RSA 41:11-d applicable to all water users (including those using private wells) under state declared drought conditions.



Visit MVD's online customer web portal for all-in-one access!

View your bill, account history, make payments, and MORE...Log into MyMVD to view/update your options for Paperless Biling, AutoPay, AND Communications. Visit www.mvdwater.org and click the  logo.

QUESTIONS REGARDING THIS CCR REPORT

If you have any questions regarding this report or would like additional information about the water system please contact MVD's Business Manager/Water Quality Specialist, Jill Lavoie by phone at 603-424-9241 x: 103, by emailing jlavoie@mvdwater.org or in-person at MVD office located at 2 Greens Pond Rd Merrimack NH, 03054. MVD's normal business hours are Monday - Friday, from 8:00 AM - 4:30 PM.

Additionally, you may contact any of the offices listed below for information.

Name:	Phone/Website
US EPA	www.epa.gov
US EPA Safe Drinking Water Hotline	800-426-4791
NHDES Drinking Water & Groundwater Bureau	603-271-2513
American Water Works Association	www.awwa.org
New England Water Works Association	www.newwa.org
NH Water Works Association	www.nhwwa.org



MERRIMACK VILLAGE DISTRICT

2 Greens Pond Rd Merrimack, NH 03054

Office Hours:

Monday – Friday 8:00 AM - 4:30 PM

Phone: **603-424-9241**

Email: customerservice@mvdwater.org

Website: www.mvdwater.org

Facebook: www.facebook.com/MerrimackVillageDistrict

MAINTENANCE PROGRAMS

MVD has the following maintenance programs in place to maintain the water quality and supply:

Water Flushing Program –

To maintain the water quality throughout the water distribution system, MVD performs a unidirectional flushing of the water mains in the spring and autumn of each year. The program involves opening flushing valves to create increased water flow; this dislodges and cleans out naturally occurring sediment in the water mains. **Flushing occurs on weekdays between the hours of 8:30 AM to 3:00 PM.**

In order to keep customers aware of the progress*, MVD provides notification of the streets scheduled for flushing on our website at www.mvdwater.org as well as posted to our Facebook page.

During the water flushing there can be fluctuations of pressure and/or brief interruptions of water service. Additionally, flushing may cause minor flooding of streets, and discolored water.

Discolored water is typically caused by sediment, such as iron. Although discolored water is not aesthetically pleasing it is not unsafe** and can be easily resolved by flushing the water service line to the property. Flushing allows a larger than normal quantity of water to flow through the service line, which helps clear out the sediment. You may notice the discoloration return after the water has sat in the lines for a period, such as overnight or during the day if it is not being used – this is to be expected. When the water is not used for a longer period of time the sediment settles, when water is turned on it is agitated, and the discoloration returns. If this happens, you may repeat the flushing process.

If your water is discolored, we recommend avoiding the use of hot water until the cold water is clear. If you have used hot water prior to/during flushing and are noticing discoloration in the hot water, the water heater may need to be flushed – refer to the manufacturer’s manual for instructions or contact a licensed plumber.

*Residential customers with special water needs required for medical reasons are urged to call MVD so they can be notified in advance of flushing in their area.

**Some people may be more vulnerable to contaminants in drinking water than the general population. These people should seek advice from their health care providers.

(MAINTENANCE PROGRAMS CONTINUED)

Fire Hydrant Maintenance –

MVD's Hydrant Maintenance Program ensures that the hydrants are operable and available for use by the Merrimack Fire Department in an emergency situation. Hydrants are flushed twice a year (usually in spring and autumn) and typically after any use by the fire department. During the flushing process MVD's technicians perform an inspection of the hydrant and its parts to ensure the hydrant is operable and readily accessible. Inspection includes a visual examination of the hydrant; including checking valves, checking (and if necessary cleaning/lubricating) caps, checking for leaks, checking the flow of water, and assessing if there are any required repairs to the hydrant or area surrounding it. During the winter hydrants are cleared of snow and ice. Hydrants are also painted as needed, which is crucial to ensure that when necessary, the fire department can readily locate hydrants.

Backflow Prevention Device Program -

Backflow devices are required by the New Hampshire Department of Environmental Services – Drinking Water & Groundwater Bureau (NHDES DWGB) as part of the Cross-Contamination Control Program. In the event of a decrease or increase in water pressure, the backflow device protects any contaminated water from being siphoned back into the water system; protecting the water system from potential contamination.

MVD has licensed backflow inspectors who perform annual and semi-annual testing of the backflow devices. Annual tests are required for businesses considered “low” hazard (such as office buildings) and semi-annual tests are required for “high” hazard facilities (such as gas stations and medical facilities).

Questions about this program? Please contact Jill Lavoie by phone at 603-424-9241 x: 103 or via email at jlavoie@mvdwaternh.gov

Meter Exchange Program –

Like any mechanical device, water meters are susceptible to wear and deterioration over time which causes the internal mechanics of the meter to slow down. In turn, the slow down causes water usage to be registered inaccurately; typically, lower than what is actually used. This results in unaccounted for or “lost” water. Lost water has a fiscal impact on MVD and its customers. Lost water is not billed and does not generate revenue; however, it still costs MVD to pump, treat, and distribute the water. The potential for revenue loss can be staggering if a large number of meters are under-registering. MVD's water meter exchange program is intended to decrease lost water and thereby reduce unnecessary costs. To ensure the accuracy of meter readings and billings MVD performs routine meter exchanges. Service locations that are due for a meter exchange will receive notification.

For additional information including Flushing Schedules please visit www.mvdwater.org or refer to the MVD Facebook page at <https://www.facebook.com/MerrimackVillageDistrict/>.

2025 PROJECTS

Water Main Extensions

MVD worked in conjunction with NHDES, Underwood Engineers, N. Granese & Sons, and Joseph P Cardillo & Sons, Inc. to extend water mains in areas that are affected by PFAS. MVD's water mains have been extended to the following streets and locations are able to be connected to MVD's water service: Gerard Dr, Mullikan Rd, Wilson Hill Rd, Palmeri Dr, Mason Rd, Foster Rd, and Farmer Rd.

Water Leak Detection

While water systems are built to weather corrosion, external pressure, and constant wear, nothing is infallible. Issues such as water main breaks, leaks, & cracked fixtures are inconvenient and costly. As a proactive measure of prevention, MVD applied for, and received, a Leak Detection Survey Grant from the New Hampshire Department of Environmental Services Drinking Water and Groundwater Bureau's (NHDES DWGB). Grant recipients receive a no-cost water leak detection survey conducted by a professional leak detection company or specialist that is contracted by NHDES. Leak detection surveys are a valuable tool for identifying leaks in water mains, service lines, hydrants, and valves. Implementing proactive leak detection and repairs can assist with reducing pumping & treatment expenses, enable more effective management & prioritization of system projects, as well as protect the quality and availability of the water supply.

NHDES contracted American Leak Detection (ALD) to conduct leak detection surveys. ALD staff conducted surveys throughout town using cutting-edge technology and non-invasive methods to listen for and isolate the location of leaks in the water system. Inspection was completed on 50 miles of water mains & service lines. The inspections found 7 total leaks – 1 water main, 1 water main valve, 1 hydrant, 1 curb box, and 3 customer water service lines.

Lead Free MVD - Water Service Line Program

The United States Environmental Protection Agency (EPA) is responsible for setting drinking water standard and regulations for ALL public water systems (PWS) in the United States. In New Hampshire, these regulations are administered by the New Hampshire Department of Environmental Services' (NHDES) Drinking Water and Groundwater Bureau (DWGB).

One of the many EPA regulations is the Lead and Copper Rule (LCR), recently updated to the Lead and Copper Rule Revisions (LCRR). While lead, in its natural state, is seldom present in New Hampshire's drinking water sources, it can enter the water supply through the deterioration of pipes, plumbing fixtures, or the solder used to connect those components. As such, it's important for property owners to know the material type for internal plumbing as it could have a direct health impact. Because of this, part of the LCRR includes the Lead Service Line Inventory and Replacement Plan (LSLI/R). The LSLI/R was developed to better protect against possible lead exposure in drinking water by providing information on the location and material type of each water service line connected to a public water system; the goal being identification and replacement of all lead water service lines as well as all galvanized steel downstream from a lead water service line as it can leach lead into the water. If the service line is identified as being lead or another material that can leach lead into water, it will need to be replaced.

The LSLI/R Plan also includes taking inventory, including the location and material type, of the following:

- The PWS owned portion of water mains/pipes that provide water supply
- The customer owned water service lines & plumbing at all service locations connected to the PWS.

(Lead Free MVD - Water Service Line Program Continued)

Like all NH PWS, Merrimack Village District (MVD) is responsible for adhering to EPA and NHDES regulations. As part of MVD's compliance with the updated LCRR requirements, we developed and are actively engaged in our Water Service Line Program (WSLP). One part of the WSLP initiative involves the inspection and documentation of water service lines and plumbing materials. MVD staff have been obtaining this information while onsite at both existing and newly connected service locations during routine/scheduled appointments. Prior to the WSLP, MVD did not maintain any records of water service line or plumbing material information as these components are not installed, owned or maintained by MVD. Consequently, while we have successfully gathered information for a substantial number of locations, there are still many for which this information is not on file. Locations that do not have the required information on file have been sent notification. In order to obtain the required information, MVD is requesting that locations which receive the notice perform an inspection of the water service line at their location and provide the results to MVD. If customers are unable to perform an inspection, an appointment can be arranged for inspection by MVD.

Detailed information regarding the Lead Free MVD - Water Service Line Program can be found on our website at <https://www.mvdwater.org/water-service-line-program/#WSL-INSPECTION-INFO>.

COMPLETED WORK ORDERS

The following is a partial list of some of the most common task types MVD performed during 2025.

Water Meter Tasks:

Installations – 60

Exchanges – 372

Inspections – 32

Service Calls:

Requested Water Off/On - 141

Water Main Tasks:

Valves Exercised – 264

Valves Repaired – 10

Hydrant Tasks:

Repairs – 39

Replacements – 6

Preventative Inspections & Routine Maintenance – 764

Curb Box Tasks:

Inspections & Repairs – 48

Replacements – 10

2025 ANNUAL REPORT



SECTION III: CUSTOMER INFORMATION

BILLING & SCHEDULE OF RATES

As of 07/01/2023 bills are sent monthly. The “Due Date” listed on the bill is the 10th of the following month. NOTE: Per MVD By-Law 2. B. bills are “*due upon presentation*’. *Should any MVD bill remain unpaid after 30 days from the date of the invoice, the District may discontinue service as well as apply a carrying charge on the overdue account, if proper payment or arrangements have not been made.*” MVD’s rates and fees are based upon the type of service for each location. Below are the types and explanation of the charges as well as a partial list of the Schedule of Rates.

Domestic (Residential) water bills consist of the following:

- Meter Charge – Cost is determined by the meter size for the water service location. Water service locations with multiple units served by on meter are charged per unit (refer to MVD By-Laws: Section 9).
- Water Usage Charge – Cost for all water passing through the meter; whether used, wasted, or lost by leakage.
- *Hydrant Charge – For structures, buildings, or units within a six hundred (600) foot radius of a hydrant. This charge applies regardless of whether the property is provided water service by MVD.

Mercantile & Industrial water bills consist of the following:

- Meter, Usage, & *Hydrant charges as listed above.
- Fire Sprinkler Charge – For structures, buildings, or units that are connected to a fire sprinkler water service line. Cost determined by the size of the water line.

Water Consumption/Usage Charge	
0 - 1,000 cubic feet = \$3.69 per 100 cubic feet	
Over 1000 cubic feet = \$4.61 per 100 cubic feet	
Meter Size	*Monthly Amount
3/8"	\$8.48
1"	\$15.11
1-1/2"	\$23.37
2"	\$34.45
3"	\$52.39
4"	\$81.19
6"	\$151.73
8"	\$235.53
10"	\$332.15
12"	\$590.83
Hydrant Type	*Monthly Amount
Domestic (Residential)	\$10.33
Mercantile	\$20.66
Industrial	\$51.41
Fire Protection	*Monthly Amount
2"	\$29.67
4"	\$59.46
6"	\$133.14
8"	\$236.97
10"	\$411.06
12"	\$533.54

Note: Rates Effective as of 10/1/2023. The above chart is a partial list of the Schedule of Rates. The complete Schedule of Rates information is available online at <http://www.mvdwater.org/billing>. Hardcopies are available at the MVD Office.

ACCOUNT ACCESS & PAYMENT INFORMATION

ONLINE ACCOUNT ACCESS

Log into MyMVD for all-in-one access to view your account, check your balance, make payments, and more! Visit www.mvdwater.org and click on the MyMVD logo.



PAYMENT OPTIONS



MVD accepts cash, checks, money orders, Visa, MasterCard, Discover, and e-checks, Apple Pay, Google Pay, and ACH payments from a checking/savings account.

AUTOPAY - RECURRING PAYMENTS:

Have payment automatically deducted from a checking/savings account or a credit/debit card. Contact MVD's by phone or email or enroll on the MyMVD customer website.

CREDIT/DEBIT CARD AND ACH CHECKING OR SAVINGS:

Online: Log into your account on the MyMVD customer website. Visit www.mvdwater.org and click on the "MyMVD" logo.

Phone: 603-424-9241 Option 7

NOTE: There is a "Payment Services Fee" for processing payments with a credit/debit card as well as for one-time ACH banking payments. Per "NH RSA 80:52c Electronic Payment", MVD cannot absorb any processing fees; all fees must be paid by the customer. The "Payment Services Fee" is charged by the processing company. The "Payment Services Fee" will appear on your statement as "MERRIMACK VILLAGE". The "Payment Services Fee" is non-refundable. Payment Services Fees are as follows:

Credit Cards Payment Fees:

AutoPay – the greater of \$2.50 or 2.5%.
One-time – the greater of \$2.50 or 2.5%.

Banking (ACH) Payment Fees:

AutoPay – No fees for recurring payment processing.
One-time – the greater of \$2.50 or 2.5%.

Credit Card & Banking payments can ONLY be processed online on the customer web portal "MyMVD" or through the automated phone system.

(PAYMENT OPTIONS CONTINUED)

CHECK/MONEY ORDER/CASH

(NOTE: Cash payments are accepted in-person during normal business hours at MVD office only.)

Mail: 2 Greens Pond Rd Merrimack, NH 03054

Important Info Regarding US Postal Service (USPS) Mail Delivery: Please be advised, the USPS has been experiencing and continues to experience delivery delays. Additionally, according to the Merrimack Post Office ALL mail regardless of whether it's "In Town" or "Out of Town", is sent to a central sorting facility in Manchester before it is delivered; this seems to have been increasing delivery delays. MVD cannot control when payment will be received from the USPS; late fees and service disconnections will be processed according to MVD's By-Laws.

Click the following link to view the FAQ/Customer Information regarding Delivery Standards:

<https://faq.usps.com/s/article/Delayed-Mail-and-Packages>

Click the following link to view the USPS Service Alerts for Residential Service Disruptions:

<https://about.usps.com/newsroom/service-alerts/residential/welcome.htm>

Drop-off: Payments can be dropped off at the above address; either walk-in or use the "drop-box" located to the left of the front door.

NOTE: All payments received, either by mail or drop-off, prior to 1:00 pm are processed on the same business day. Payments after 1:00 pm may be processed on the following business day.

ADDITIONAL PAYMENT INFORMATION

IMPORTANT NOTICE Regarding Non-Affiliated 3rd-Party Bill Payment Services:

Please be advised, some 3rd party bill payment services are made to APPEAR they are affiliated with Merrimack Village District. "Doxo.com" and "ChargeSmart.com" are examples of third-party companies that allow payment of utility bills via their website and mobile applications. These companies, and any other 3rd-party bill payment service companies, are **NOT** affiliated with Merrimack Village District and therefore payment is **NOT** received electronically (a paper check will be mailed to MVD via US Postal Service). Due to this delivery procedure MVD cannot control when, or, possibly, if, payment will be received - which may result in late payments/fees or potentially water service disconnection for non-payment.

FINANCIAL ASSISTANCE:

If you are experiencing financial difficulties please contact MVD Customer Service to discuss possible options for your account such as a payment arrangement. Other option may be available through the Town of Merrimack and other programs. The links below are to some options that may be available as well as links to the Town of Merrimack's website containing additional information for assistance:

- **2-1-1: New Hampshire's No Cost Information & Referral Service**
 - Call: [211](tel:211)
 - Text your zip code to "898211"
 - Web: www.211.org
- [New Hampshire Homeowner Assistance Fund – NHHAF](#)
- [Town of Merrimack Assistance Information](#)
- [Town of Merrimack Info for Other Area Resources](#)

2025 ANNUAL REPORT



SECTION IV: FINANCIAL REPORTS



MERRIMACK VILLAGE DISTRICT
Financial Statements
June 30, 2025
and
Independent Auditor's Report

**MERRIMACK VILLAGE DISTRICT
FINANCIAL STATEMENTS
June 30, 2025**

TABLE OF CONTENTS

	<u>Page(s)</u>
INDEPENDENT AUDITOR’S REPORT	
MANAGEMENT’S DISCUSSION AND ANALYSIS	i
BASIC FINANCIAL STATEMENTS	
EXHIBITS:	
A Statement of Net Position	1
B Statement of Revenues, Expenses and Changes in Net Position	2
C Statement of Cash Flows	3
NOTES TO BASIC FINANCIAL STATEMENTS	4-20
REQUIRED SUPPLEMENTARY INFORMATION	
SCHEDULES:	
1 Schedule of Changes in the District's Proportionate Share of the Net OPEB Liability	21
2 Schedule of District OPEB Contributions	22
3 Schedule of Changes in the District's Total OPEB Liability and Related Ratios	23
4 Schedule of Changes in the District's Proportionate Share of the Net Pension Liability	24
5 Schedule of District Pension Contributions	25

INDEPENDENT AUDITOR'S REPORT

To the Board of Commissioners of the
Merrimack Village District

Opinion

We have audited the accompanying financial statements of the Merrimack Village District as of and for the year ended June 30, 2025, and the related notes to the financial statements, which collectively comprise the Merrimack Village District's basic financial statements as listed in the table of contents.

In our opinion, the financial statements referred to above present fairly, in all material respects, the financial position of the Merrimack Village District, as of June 30, 2025, and the changes in financial position and its cash flows for the year then ended in accordance with accounting principles generally accepted in the United States of America.

Basis for Opinion

We conducted our audit in accordance with auditing standards generally accepted in the United States of America. Our responsibilities under those standards are further described in the Auditor's Responsibilities for the Audit of the Financial Statements section of our report. We are required to be independent of the Merrimack Village District, and to meet our other ethical responsibilities, in accordance with the relevant ethical requirements relating to our audit. We believe that the audit evidence we have obtained is sufficient and appropriate to provide a basis for our audit opinion.

Restatement of Net Position

As discussed in Note 10 of the notes to the basic financial statements, the Merrimack Village District has restated its beginning net position. Our opinion is not modified with respect to this matter.

Responsibilities of Management for the Financial Statements

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 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.

In preparing the financial statements, management is required to evaluate whether there are conditions or events, considered in the aggregate, that raise substantial doubt about the Merrimack Village District's ability to continue as a going concern for twelve months beyond the financial statement date, including any currently known information that may raise substantial doubt shortly thereafter.

Auditor's Responsibilities for the Audit of the Financial Statements

Our objectives are to obtain reasonable assurance about whether the financial statements as a whole are free from material misstatement, whether due to fraud or error, and to issue an auditor's report that includes our opinion. Reasonable assurance is a high level of assurance but is not absolute assurance and therefore is not a guarantee that an audit conducted in accordance with generally accepted auditing standards will always detect a material misstatement when it exists. The risk of not detecting a material misstatement resulting from fraud is higher than for one resulting from error, as fraud may involve collusion, forgery, intentional omissions, misrepresentations, or the override of internal control. Misstatements are considered material if there is a substantial likelihood that, individually or in the aggregate, they would influence the judgment made by a reasonable user based on the financial statements.

In performing an audit in accordance with generally accepted auditing standards, we:

- Exercise professional judgment and maintain professional skepticism throughout the audit.
- Identify and assess the risks of material misstatement of the financial statements, whether due to fraud or error, and design and perform audit procedures responsive to those risks. Such procedures include examining, on a test basis, evidence regarding the amounts and disclosures in the financial statements.
- Obtain an understanding of internal control relevant to the audit 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 Merrimack Village District's internal control. Accordingly, no such opinion is expressed.
- Evaluate the appropriateness of accounting policies used and the reasonableness of significant accounting estimates made by management, as well as evaluate the overall presentation of the financial statements.
- Conclude whether, in our judgment, there are conditions or events, considered in the aggregate, that raise substantial doubt about the Merrimack Village District's ability to continue as a going concern for a reasonable period of time.

We are required to communicate with those charged with governance regarding, among other matters, the planned scope and timing of the audit, significant audit findings, and certain internal control-related matters that we identified during the audit.

Required Supplementary Information

Accounting principles generally accepted in the United States of America require that the management's discussion and analysis, schedule of changes in the District's proportionate share of the net OPEB liability, schedule of District OPEB contributions, schedule of changes in the District's total OPEB liability and related ratios, schedule of changes in the District's proportionate share of the net pension liability, and schedule of District pension contributions be presented to supplement the basic financial statements. Such information is the responsibility of management and, 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.

Vashon Clukay & Company PC

Manchester, New Hampshire
March 12, 2026



MANAGEMENT'S DISCUSSION AND ANALYSIS

The Merrimack Village District (the District) offers readers this narrative overview and analysis of the financial activities of the District for the year ended **June 30, 2025**.

OVERVIEW OF THE FINANCIAL STATEMENTS

This discussion and analysis is intended to serve as an introduction to the financial statements presented herein. The financial statements are comprised of two components: (1) proprietary fund financial statements, and (2) notes to financial statements.

Proprietary fund financial statements: The District's operations are accounted for as a single proprietary fund using the accrual basis of accounting. In this regard, the District's operations are accounted for in a manner similar to a private business enterprise.

Notes to financial statements: The notes provide additional information that is essential to a full understanding of the data provided in the financial statements.

Other information: In addition to the financial statements and accompanying notes, this report also presents certain supplementary information required to be disclosed by Generally Accepted Accounting Principles (GAAP) as defined by the Government Accounting Standards Board (GASB) in the United States of America.

NET POSITION

As of the close of the current year, the total of assets and deferred outflows or resources exceeded liabilities and deferred inflows of resources by \$34,938,969, a change of \$1,752,671 in comparison to the prior year. Net position may serve over time as a useful indicator of overall financial standing.

CAPITAL ASSETS AND DEBT ADMINISTRATION

The total investment in capital assets, less depreciation, at year-end was \$35,325,312, a change of (\$768,495) from the prior year. There were no major capital purchases for this year, the change is primarily depreciation.

The total debt outstanding at year-end was \$12,851,446, a change of (\$883,025), due to the routine debt service retirements and bond & loan payments.

REQUESTS FOR INFORMATION

This financial report is designed to provide a general overview of the District's finances for all those with an interest in the District's finances. Questions concerning any of the information provided in this report or requests for additional financial information should be directed to:

Merrimack Village District – 2 Greens Pond Road – Merrimack, NH 03054 / 603-424-9241

EXHIBIT A
MERRIMACK VILLAGE DISTRICT
Statement of Net Position
June 30, 2025

ASSETS

Current Assets:	
Cash and cash equivalents	\$ 4,000,958
Investments	1,149
Accounts receivable, net	404,243
Unbilled charges	675,337
Due from other governments	8,836,601
Prepaid expenses	76,173
Inventory	271,962
Current portion of leases receivable	80,750
Total Current Assets	<u>14,347,173</u>
Noncurrent Assets:	
Leases receivable	1,395,398
Capital Assets:	
Non-depreciable capital assets	1,854,188
Depreciable capital assets, net	<u>33,471,124</u>
Total Noncurrent Assets	<u>36,720,710</u>
Total Assets	<u>51,067,883</u>

DEFERRED OUTFLOWS OF RESOURCES

Deferred outflows of resources related to OPEB	3,390
Deferred outflows of resources related to pension	<u>274,023</u>
Total Deferred Outflows of Resources	<u>277,413</u>

LIABILITIES

Current Liabilities:	
Accounts payable	367,668
Accrued liabilities	79,563
Refundable deposits	5,710
Current portion of bonds payable	180,000
Current portion of notes payable	633,362
Current portion of compensated absences payable	<u>69,663</u>
Total Current Liabilities	<u>1,335,966</u>
Noncurrent Liabilities:	
Bonds payable	666,313
Notes payable	11,214,460
Compensated absences payable	87,648
OPEB liability	211,360
Net pension liability	<u>1,435,558</u>
Total Noncurrent Liabilities	<u>13,615,339</u>
Total Liabilities	<u>14,951,305</u>

DEFERRED INFLOWS OF RESOURCES

Deferred inflows of resources related to lease receivables	1,349,436
Deferred inflows of resources related to OPEB	43,329
Deferred inflows of resources related to pension	<u>62,257</u>
Total Deferred Inflows of Resources	<u>1,455,022</u>

NET POSITION

Net investment in capital assets	22,631,177
Unrestricted	<u>12,307,792</u>
Total Net Position	<u>\$ 34,938,969</u>

See accompanying notes to the basic financial statements

EXHIBIT B
MERRIMACK VILLAGE DISTRICT
Statement of Revenues, Expenses and Changes in Net Position
For the Year Ended June 30, 2025

Operating revenues:	
Charges for services	\$ 6,970,379
Miscellaneous revenues	<u>325,639</u>
Total Operating revenues	<u>7,296,018</u>
Operating expenses:	
General & Administration	1,416,456
Water distribution	1,559,164
Water treatment	1,728,595
Depreciation	<u>1,097,937</u>
Total Operating expenses	<u>5,802,152</u>
Operating income	<u>1,493,866</u>
Non-operating revenues (expenses):	
Interest income	458,825
Interest expense	(329,112)
Investment expense	(19,326)
Net gain on sale of capital assets	<u>14,336</u>
Net Non-operating revenues (expenses)	<u>124,723</u>
Income before capital contributions	1,618,589
Capital contributions	<u>60,251</u>
Change in net position	1,678,840
Net Position - beginning of year, as previously reported	33,186,298
Restatement for correction of errors	<u>73,831</u>
Net Position - beginning of year, as restated	<u>33,260,129</u>
Net Position - end of year	<u>\$ 34,938,969</u>

See accompanying notes to the basic financial statements

EXHIBIT C
MERRIMACK VILLAGE DISTRICT
Statement of Cash Flows
For the Year Ended June 30, 2025

Cash flows from operating activities:	
Cash received from customers	\$ 7,232,258
Cash paid to suppliers	(2,272,268)
Cash paid to employees	(2,162,333)
Net cash provided by operating activities	<u>2,797,657</u>
Cash flows from capital and related financing activities:	
Principal paid on notes payable	(722,584)
Interest paid on long-term debt	(329,687)
Purchases of capital assets	(337,966)
Proceeds from sale of capital assets	22,860
Capital contributions	247,764
Net cash used for capital and related financing activities	<u>(1,119,613)</u>
Cash flows from non-capital financing activities:	
Cash paid to Merrimack Trustees of Trust Funds	(1,068,490)
Cash received from Merrimack Trustees of Trust Funds	124,320
Net cash used for non-capital financing activities	<u>(944,170)</u>
Cash flows from investing activities:	
Interest on investments	106,190
Net cash provided by investing activities	<u>106,190</u>
Net increase in cash and cash equivalents	840,064
Cash and cash equivalents, beginning of year	3,160,894
Cash and cash equivalents, end of year	<u>\$ 4,000,958</u>
Reconciliation of operating income to net cash provided by operating activities:	
Operating income	\$ 1,493,866
Adjustments to reconcile operating income to net cash provided by operating activities:	
Depreciation	1,097,937
Change in deferred outflows related to OPEB	7,652
Change in deferred outflows related to pension	109,875
Change in deferred inflows related to OPEB	(14,057)
Change in deferred inflows related to pension	22,913
Change in deferred inflows related to leases	(104,508)
Changes in assets and liabilities:	
Accounts receivable, net	(58,992)
Unbilled charges	25,454
Prepaid expenses	(24,591)
Inventory	(2,670)
Leases receivable	77,836
Accounts payable	289,683
Accrued liabilities	6,053
Due to other governments	(20,845)
Refundable deposits	(3,550)
Compensated absences payable	(20,850)
OPEB liability	12,897
Net pension liability	(96,446)
Net cash provided by operating activities	<u>\$ 2,797,657</u>
Noncash investing, capital and financing transactions affecting financial position:	
Net change in investments held by Merrimack Trustees of Trust Funds	\$ 332,238
Loss on disposal of capital asset	8,524
Amortization of bond premium	6,190
	<u>\$ 346,952</u>

See accompanying notes to the basic financial statements

MERRIMACK VILLAGE DISTRICT
NOTES TO BASIC FINANCIAL STATEMENTS
For the Year Ended June 30, 2025

NOTE 1—SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES

The accounting policies of the Merrimack Village District (“the District”) conform to accounting principles generally accepted in the United States of America for local governmental units, except as indicated hereinafter. The following is a summary of significant accounting policies.

Financial Reporting Entity

The Merrimack Village District was incorporated in 1955 to provide water for domestic, mercantile and industrial usage to the Town of Merrimack, New Hampshire. The District is organized as a Village District (special purposes district) under the laws of the State of New Hampshire and operates under the direction of an elected Board of Commissioners.

Basis of Accounting

The financial statements are presented on the accrual basis of accounting, wherein revenues are recognized when earned and expenses are recognized when incurred.

Estimates

The preparation of financial statements in conformity with accounting principles generally accepted in the United States of America require management to make estimates and assumptions that affect certain reported amounts and disclosures. Accordingly, actual results may differ from those estimates.

Assets, Deferred Outflows of Resources, Liabilities, Deferred Inflows of Resources, and Net Position

Cash and Cash Equivalents - For purposes of the Statement of Cash Flows, cash and cash equivalents are comprised of demand deposits and cash on hand.

Investments - Investments are recorded at their fair value. Certificates of deposit with a maturity of greater than ninety days from the date of issuance are included in investments.

Prepays- Payments made to vendors for services that will benefit periods beyond June 30, 2025, are recorded as prepaid items. Prepaid items are recognized using the consumption method.

Accounts Receivable - At June 30, 2025, accounts receivable includes unpaid water user fees. An allowance for uncollected receivables of \$53,000 has been recorded as of June 30, 2025.

Inventory - Inventory is valued at lower of cost or market on a first-in, first-out basis.

Lease Receivables - Leases receivable are measured at the present value of lease payments expected to be received over the life of the related leases.

Capital Assets - Capital assets are recorded at cost or estimated historical cost and updated for additions and retirements during the year. Donated capital assets are recorded at their acquisition value as of the date received. Improvements are capitalized; costs of normal maintenance and repairs that do not add to the value of the asset or materially extend an asset’s life are not. The District maintains a capitalization threshold of

MERRIMACK VILLAGE DISTRICT
NOTES TO BASIC FINANCIAL STATEMENTS (CONTINUED)
For the Year Ended June 30, 2025

\$5,000 for water main improvements, land improvements and operating equipment and \$50,000 for infrastructure. All reported capital assets except for land and construction in progress are depreciated. Depreciation is recorded using the straight-line method over the estimated useful lives of the related assets.

Estimated useful lives are as follows:

	<u>Years</u>
Infrastructure	20-50
Land improvements	20
Buildings and improvements	20-50
Machinery, equipment, and vehicles	5-50

Compensated Absences – The District’s benefit year for purposes of vacation, personal and sick leave is a calendar year. Employees earn vacation, personal, and sick leave as they provide services. Employees earn 10 sick days per year, to a maximum of 30 days. At year end all time in excess of 30 days is compensated to the employee. Vacation time is earned dependent upon length of service. All unused vacation time is forfeited at the end of the benefit year. Upon termination of employment, employees receive compensation for all unused vacation, personal and sick leave at their current rate of pay. The District uses the first-in, first-out flows assumption for leave time when estimating the likelihood of leave that has not been used being settled through cash or noncash means.

Other Postemployment Benefits - For purposes of measuring the net 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 (NHRS) OPEB Plan and additions to/deductions from NHRS's fiduciary net position have been determined on the same basis as they are reported by NHRS. For this purpose, NHRS recognizes benefit payments when due and payable in accordance with the benefit terms. Investments are reported at fair value, except for non-registered commingled funds valued at net asset value (NAV) as a practical expedient to estimate fair value.

Pensions - For purposes of measuring the net pension liability, deferred outflows of resources and deferred inflows of resources related to pensions, and pension expense, information about the fiduciary net position of the New Hampshire Retirement System (NHRS) and additions to/deductions from NHRS's fiduciary net position have been determined on the same basis as they are reported by NHRS. For this purpose, benefit payments (including refunds of employee contributions) are recognized when due and payable in accordance with the benefit terms.

Net Position - Net position represents the difference between assets, deferred outflows of resources, liabilities and deferred inflows of resources. The net investment in capital assets consists of capital assets, net of accumulated depreciation, reduced by any outstanding balances of bonds, notes or other borrowings used for the acquisition, construction or improvement of those assets. Net position is reported as restricted when there are limitations imposed on their use either through enabling legislation adopted by the District or through external restrictions imposed by creditors, grantors or laws or regulations of other governments. Unrestricted net position is the net amount of the assets, deferred outflows of resources, liabilities and deferred inflows of resources that are not included in the determination of net investment in capital assets or the restricted components of net position.

The District’s policy is to first apply restricted resources when an expense is incurred for purposes for which both restricted and unrestricted net position is available.

MERRIMACK VILLAGE DISTRICT
NOTES TO BASIC FINANCIAL STATEMENTS (CONTINUED)
For the Year Ended June 30, 2025

Revenues and Expenses

Operating Revenues and Expenses - Operating revenues and expenses for the District are those that result from providing services and producing and delivering goods in connection with its principal ongoing operations. Operating expenses include the cost of sales and services, administrative expenses and depreciation on capital assets. All revenues and expenses not meeting this definition are reported as non-operating revenues and expenses.

Capital Contributions - Funds received from other governments for the purpose of constructing assets are recorded as capital contributions.

NOTE 2—DEPOSITS AND INVESTMENTS

Deposits and investments as of June 30, 2025 are classified in the accompanying financial statements as follows:

Statement of Net Position:	
Cash and cash equivalents	\$ 4,000,958
Investments	1,149
Total deposits and investments	<u>\$ 4,002,107</u>

Deposits and investments at June 30, 2025 consist of the following:

Cash on hand	\$ 350
Deposits with financial institutions	4,000,608
Investments	1,149
Total deposits and investments	<u>\$ 4,002,107</u>

The District's investment policy requires that deposits be made in federally insured banks chartered under the laws of the State of New Hampshire or the federal government with a branch within the State of New Hampshire. The District limits its investments to the New Hampshire Public Deposit Investment Pool (NHPDIP), an external investment pool in accordance with New Hampshire State law and federally insured banks chartered under the laws of New Hampshire or the federal government with a branch within the State to the following investment types: money market accounts, certificates of deposit, repurchase agreements collateralized by U.S. Government Securities, all other types of interest bearing accounts, or U.S. Government notes and obligations fully guaranteed as to principal and interest by the United States government in accordance with New Hampshire State Law (RSA 41:29).

Credit Risk

Generally, credit risk is the risk that an issuer of an investment will not fulfill its obligation to the holder of the investment. This is measured by assignment of a rating by a nationally recognized statistical rating organization. Currently, the District does not have a formal investment policy for managing exposure to credit risk. As of June 30, 2025, the District's investments in the NHDPIP, a state investment pool, in the amount of \$1,149 was rated *AAA-mf*.

MERRIMACK VILLAGE DISTRICT
NOTES TO BASIC FINANCIAL STATEMENTS (CONTINUED)
For the Year Ended June 30, 2025

Custodial Credit Risk

Custodial credit risk for deposits is the risk that in the event of a bank failure, the District's deposits may not be returned. Custodial credit risk for investments is the risk that, in the event of failure of the counterparty to a transaction a government will not be able to recover the value of its investment or collateral securities that are in the possession of another party. The District's investment policy for assurance against custodial credit risk requires collateralization for all deposits not covered by Federal Depository Insurance.

Of the District's deposits with financial institutions at year end, \$3,557,661 was collateralized by securities held by the bank in the bank's name.

Investments in NHPDIP

The District is a voluntary participant in the New Hampshire Public Deposit Investment Pool (NHPDIP), an external investment pool. The NHPDIP is not registered with the United States Securities and Exchange Commission as an investment company. The NHPDIP was created by state law and is administered by a public body of state, local and banking officials. Financial statements for the NHPDIP can be accessed through the NHPDIP's website at www.NHPDIP.com.

The District's exposure to derivatives is indirect through its participation in the NHPDIP. The District's proportional share of these derivatives is not available. The fair value of the position in the investment pool is equal to the value of the pool shares.

NOTE 3—LEASE RECEIVABLES

The District has entered into agreements for the use of land owned by the District. Following is a summary of the lease receivables and components of lease income for the year ended June 30, 2025.

<u>Description of Lease</u>	<u>Lease Receivable</u>	<u>Lease Revenue</u>	<u>Lease Interest Revenue</u>	<u>Interest Rate</u>	<u>Commencement Date & Term</u>	<u>Extension Terms</u>
Cell phone tower land	\$ 146,588	\$ 18,588	\$ 3,773	2.42%	October 2002, 5 years	(5) 5 year terms
Cell phone tower land	416,043	18,636	10,210	2.42%	February 2016, 5 years	(5) 5 year terms
Cell phone tower land	338,140	13,620	8,282	2.42%	May 2018, 5 years	(5) 5 year terms
Cell phone tower land	40,467	22,092	1,274	2.42%	March 1997, 20 years	(1) 10 year term
Cell phone tower land	534,910	31,572	13,210	2.42%	October 2015, 5 years	(5) 5 year terms
	<u>\$ 1,476,148</u>	<u>\$ 104,508</u>	<u>\$ 36,749</u>			

NOTE 4—CAPITAL ASSETS

The following is a summary of changes in capital assets during the year ended June 30, 2025:

MERRIMACK VILLAGE DISTRICT
NOTES TO BASIC FINANCIAL STATEMENTS (CONTINUED)
For the Year Ended June 30, 2025

	(As Restated) Balance <u>7/1/2024</u>	<u>Additions</u>	<u>Reductions</u>	Balance <u>6/30/2025</u>
Capital assets not being depreciated:				
Land	\$ 516,709			\$ 516,709
Construction in progress	<u>1,132,357</u>	<u>\$ 213,646</u>	<u>\$ (8,524)</u>	<u>1,337,479</u>
Total capital assets not being depreciated	<u>1,649,066</u>	<u>213,646</u>	<u>(8,524)</u>	<u>1,854,188</u>
Other capital assets:				
Infrastructure	48,256,495			48,256,495
Land improvements	118,605			118,605
Buildings and improvements	2,118,017			2,118,017
Machinery, equipment, and vehicles	<u>2,788,921</u>	<u>124,320</u>	<u>(53,393)</u>	<u>2,859,848</u>
Total other capital assets at historical cost	<u>53,282,038</u>	<u>124,320</u>	<u>(53,393)</u>	<u>53,352,965</u>
Less accumulated depreciation for:				
Infrastructure	(15,054,660)	(929,041)		(15,983,701)
Land improvements	(116,121)	(994)		(117,115)
Buildings and improvements	(1,351,756)	(41,961)		(1,393,717)
Machinery, equipment, and vehicles	<u>(2,314,760)</u>	<u>(125,941)</u>	<u>53,393</u>	<u>(2,387,308)</u>
Total accumulated depreciation	<u>(18,837,297)</u>	<u>(1,097,937)</u>	<u>53,393</u>	<u>(19,881,841)</u>
Total other capital assets, net	<u>34,444,741</u>	<u>(973,617)</u>	<u>-</u>	<u>33,471,124</u>
Total capital assets, net	<u>\$ 36,093,807</u>	<u>\$ (759,971)</u>	<u>\$ (8,524)</u>	<u>\$ 35,325,312</u>

NOTE 5—LONG-TERM OBLIGATIONS

Changes in Long-term Obligations

Changes in the District's long-term obligations for the year ended June 30, 2025 are as follows:

	Balance <u>7/1/2024</u>	<u>Additions</u>	<u>Reductions</u>	Balance <u>6/30/2025</u>	Due Within <u>One Year</u>
Bonds payable	\$ 1,010,000		\$ (180,000)	\$ 830,000	\$ 180,000
Unamortized bond premium	<u>22,503</u>		<u>(6,190)</u>	<u>16,313</u>	
Total Bonds payable	1,032,503	\$ -	(186,190)	846,313	180,000
Notes payable - direct borrowings	12,390,406		(542,584)	11,847,822	633,362
Compensated absences	<u>178,161</u>		<u>(20,850)</u>	<u>157,311</u>	<u>69,663</u>
Total	<u>\$ 13,601,070</u>	<u>\$ -</u>	<u>\$ (749,624)</u>	<u>\$ 12,851,446</u>	<u>\$ 883,025</u>

Bonds Payable

Bonds payable at June 30, 2025 are comprised of the following individual issues:

	Original Issue <u>Amount</u>	Interest <u>Rate</u>	Serial Maturities <u>Through</u>	Balance at <u>6/30/2025</u>
2010 Series D	\$ 835,000	3.61%	January 2026	\$ 50,000
2010 Series B	2,800,000	3.82%	August 2030	780,000
			Add: <i>Unamortized bond premium</i>	<u>16,313</u>
			Total Bonds payable	<u>\$ 846,313</u>

MERRIMACK VILLAGE DISTRICT
NOTES TO BASIC FINANCIAL STATEMENTS (CONTINUED)
For the Year Ended June 30, 2025

General obligation bonds represent direct obligations of the District for which its full faith and credit are pledged.

Debt service requirements to retire bonds payable at June 30, 2025 are as follows:

Year Ending <u>June 30,</u>	<u>Principal</u>	<u>Interest</u>	<u>Totals</u>
2026	\$ 180,000	\$ 29,046	\$ 209,046
2027	130,000	20,209	150,209
2028	130,000	14,033	144,033
2029	130,000	7,696	137,696
2030	130,000	1,192	131,192
2031	130,000	3,250	133,250
Subtotal Bonds Payable	830,000	75,426	905,426
Add: <i>Unamortized bond premium</i>	16,313		16,313
	<u>\$ 846,313</u>	<u>\$ 75,426</u>	<u>\$ 921,739</u>

Notes Payable – Direct Borrowings

Notes payable from direct borrowings outstanding at June 30, 2025 are comprised of the following individual issues:

	Original Issue <u>Amount</u>	Interest <u>Rate</u>	Final Maturity <u>Date</u>	Balance at <u>6/30/2025</u>	Pledged <u>Collateral</u>
2016 State Revolving Loan Note	\$ 4,300,000	1.96%	May 2036	\$ 2,605,118	N/A
2022 State Revolving Loan Note	1,189,696	2.424%	January 2041	997,232	N/A
2025 State Revolving Loan Note	8,530,836	3.00%	June 2044	8,245,472	N/A
				<u>\$ 11,847,822</u>	

Notes payable from direct borrowings include provisions that if the District defaults on the note for any reason, the holder may demand immediate payment of all principal and accrued unpaid interest.

Debt service requirements to retire outstanding notes payable from direct borrowings at June 30, 2025, are as follows:

Year Ending <u>June 30,</u>	<u>Principal</u>	<u>Interest</u>	<u>Totals</u>
2026	\$ 633,362	\$ 204,687	\$ 838,049
2027	644,569	193,480	838,049
2028	655,978	182,071	838,049
2029	667,595	170,454	838,049
2030	679,421	158,628	838,049
2031-2035	3,582,142	608,102	4,190,244
2036-2040	2,880,154	306,217	3,186,371
2041-2044	2,104,601	84,600	2,189,201
	<u>\$ 11,847,822</u>	<u>\$ 1,908,239</u>	<u>\$ 13,756,061</u>

MERRIMACK VILLAGE DISTRICT
NOTES TO BASIC FINANCIAL STATEMENTS (CONTINUED)
For the Year Ended June 30, 2025

NOTE 5—OTHER POSTEMPLOYMENT BENEFITS

Total OPEB Liabilities, Deferred Outflows of Resources, Deferred Inflows of Resources and OPEB Expense

	Deferred Outflows	OPEB Liability	Deferred Inflows	OPEB Expense
Cost-Sharing Multiple Employer Plan	\$ 3,264	\$ 28,649	\$ 7	\$ 2,994
Single Employer Plan	126	182,711	43,322	10,014
Total	<u>\$ 3,390</u>	<u>\$ 211,360</u>	<u>\$ 43,329</u>	<u>\$ 13,008</u>

The net amount of deferred outflows of resources and deferred inflows of resources related to OPEB is reflected as a decrease to unrestricted net position in the amount of \$39,939.

COST-SHARING MULTIPLE EMPLOYER PLAN

Plan Description

The New Hampshire Retirement System (NHRS) administers a cost-sharing multiple-employer other postemployment benefit plan (OPEB Plan). The OPEB Plan provides a medical insurance subsidy to qualified retired members.

The NHRS issues a publicly available financial report that includes financial statements and required supplementary information for NHRS. That report may be obtained by writing to New Hampshire Retirement System at 54 Regional Drive, Concord, New Hampshire 03301 or from their website at www.nhrs.org.

The OPEB Plan is divided into four membership types. The four membership types are Group II Police Officer and Firefighters, Group I Teachers, Group I Political Subdivision Employees, and Group I State Employees. The OPEB plan is closed to new entrants.

Benefits Provided

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 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. Medical subsidy rates established by RSA 100-A:52 II are dependent upon whether retirees are eligible for Medicare. Retirees not eligible for Medicare may receive a maximum medical subsidy of \$375.56 for a single person plan and \$751.12 for a two-person plan. Retirees eligible for Medicare may receive a maximum medical subsidy of \$236.84 for a single person plan and \$473.68 for a two-person plan.

MERRIMACK VILLAGE DISTRICT
NOTES TO BASIC FINANCIAL STATEMENTS (CONTINUED)
For the Year Ended June 30, 2025

Funding Policy

Per RSA 100-A:16, contribution rates are established and may be amended by the New Hampshire State legislature and are determined by the NHRS Board of Trustees based on an actuarial valuation. The District's contribution rate for the covered payroll of employees was 0.26% for the year ended June 30, 2025. Contributions to the OPEB plan for the District were \$3,264 for the year ended June 30, 2025. Employees are not required to contribute to the OPEB plan.

OPEB Liabilities, OPEB Expense, and Deferred Outflows of Resources and Deferred Inflows of Resources Related to OPEB

At June 30, 2025, the District reported a liability of \$28,649 for its proportionate share of the net OPEB liability. The net OPEB liability was measured as of June 30, 2024, and the total OPEB liability used to calculate the net OPEB liability was determined by a roll forward of the actuarial valuation from June 30, 2023. The District's proportion of the net OPEB liability was based on actual contributions by the District during the relevant fiscal year relative to the actual contributions of all participating plan members, excluding contributions to separately finance specific liabilities of individual employers or NHRS. At June 30, 2024, the District's proportion was approximately 0.0092 percent, which was an increase of approximately 0.0007 percentage points from its proportion measured as of June 30, 2023.

For the year ended June 30, 2025, the District recognized OPEB expense of \$2,994. At June 30, 2025, the District reported deferred outflows of resources and deferred inflows of resources related to OPEB from the following sources:

	Deferred Outflows of <u>Resources</u>	Deferred Inflows of <u>Resources</u>
Net difference between projected and actual earnings on OPEB plan investments		\$ 7
Districts contributions subsequent to the measurement date	\$ 3,264	
Totals	<u>\$ 3,264</u>	<u>\$ 7</u>

The District reported \$3,264 as deferred outflows of resources related to OPEB resulting from District contributions subsequent to the measurement date. This amount will be recognized as a reduction of the net OPEB liability in the measurement period ended June 30, 2025. Other amounts reported as deferred outflows of resources and deferred inflows of resources related to OPEB will be recognized in OPEB expense for the measurement periods as follows:

<u>June 30,</u>	
2025	\$ (61)
2026	90
2027	(23)
2028	<u>(13)</u>
	<u>\$ (7)</u>

MERRIMACK VILLAGE DISTRICT
NOTES TO BASIC FINANCIAL STATEMENTS (CONTINUED)
For the Year Ended June 30, 2025

Actuarial Assumptions

The total OPEB liability was determined by a roll forward of the actuarial valuation as of June 30, 2023, using the following actuarial assumptions, applied to all periods included in the measurement, unless otherwise specified:

Inflation	2.25%
Wage inflation	3.00% (2.50% for Teachers)
Salary increases	6.00%, average, including inflation
Investment rate of return	6.75% per year, net of OPEB plan investment expense, including inflation for determining solvency contributions

Mortality rates were based on the Pub-2010 Healthy Retiree Mortality Tables with credibility adjustments for each group (Police and Fire combined) and projected fully generational mortality improvements using Scale MP-2021.

The actuarial assumptions used in the June 30, 2023, valuation were based on the results of the most recent actuarial experience study, which was for the period July 1, 2019 – June 30, 2023.

The following assumptions were changed in the current year:

- Increased wage inflation from 2.75% to 3.00% (2.50% for Teachers)
- Increased price inflation from 2.00% to 2.25%
- Updated demographic assumptions in mortality tables
- Updated mortality tables (specifically the projected fully generational mortality improvements using scale MP- 2021 from scale MP- 2019)

The long-term expected rate of return on OPEB Plan investments 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 rates 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:

<u>Asset Class</u>	<u>Target Allocation</u>	<u>Weighted Average Long-Term Expected Real Rate of Return</u>
Public Equity	40%	5.40-5.65%
Private Market Equity	20%	4.00-6.65%
Private Debt	10%	5.05%
Fixed Income	25%	2.15%
Infrastructure	5%	4.35%
Total	<u>100%</u>	

The discount rate used to measure the collective total OPEB liability as of June 30, 2024 was 6.75%. The projection of cash flows used to determine this single discount rate assumed that employer contributions will be made under the current statutes RSA 100-A:16 and RSA 100-A:53. Based on those assumptions, the

MERRIMACK VILLAGE DISTRICT
NOTES TO BASIC FINANCIAL STATEMENTS (CONTINUED)
For the Year Ended June 30, 2025

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 District's Proportionate Share of the Net OPEB Liability to Changes in the Discount Rate

The following presents District's proportionate share of the net OPEB liability calculated using the discount rate of 6.75 percent, as well as what the District's proportionate share of the net OPEB liability would be if it were calculated using a discount rate that is 1-percentage-point lower or 1-percentage-point higher than the single discount rate:

	<u>1% Decrease</u>	<u>Current</u>	<u>1% Increase</u>
Net OPEB liability	\$ 31,341	\$ 28,649	\$ 26,789

SINGLE EMPLOYER PLAN

Plan Description

The District administers the retiree health care benefits program, a single employer defined benefits plan that is used to provide postemployment benefits other than pensions (OPEB) for all permanent full-time employees. No assets are accumulated in a trust that meets the criteria in paragraph 4 of Statement 75.

Benefits Provided

The District provides medical and life insurance benefits to its eligible retirees and their covered dependents. Employees are eligible for retiree health benefits once they meet the pension retirement eligibility requirements under the New Hampshire Retirement System. To qualify for these benefits employees hired prior to July 1, 2011 must reach age 50 with 10 years of service, obtain 20 years of service and 70 points (the sum of age plus years of service) or reach age 60 with no service to qualify for this benefit. Employees hired on or after July 1, 2011 must reach age 65 with no service or reach age 60 with 30 years of service to qualify for this benefit. Eligible retirees and surviving dependents pay the full costs of the benefits premiums. The benefits, benefit levels, employee contributions and employer contributions are governed by RSA 100-A:50.

Employees Covered By Benefit Terms

As of July 1, 2023, the following employees were covered by the benefit terms:

Inactive employees or beneficiaries currently receiving benefit payments	-
Active employees	<u>17</u>
	<u>17</u>

Total OPEB Liability

The District's total OPEB liability of \$182,711 was measured as of June 30, 2025, and was determined by a roll forward of the actuarial valuation as of July 1, 2023.

MERRIMACK VILLAGE DISTRICT
NOTES TO BASIC FINANCIAL STATEMENTS (CONTINUED)
For the Year Ended June 30, 2025

Actuarial Assumptions and Other Inputs for OPEB

The total OPEB liability in the July 1, 2023 valuation was determined using the following actuarial assumptions and other inputs, applied to all periods included in the measurement, unless otherwise specified:

Inflation	3.50%
Discount rate	3.93%
Healthcare cost trend rates	14.60% for 2024, decreasing to 7.50% in 2025, then grading down to an ultimate trend rate of 4.54% in 2090

The discount rate was based on the Bond Buyer 20-Bond GO Index based on the 20-year AA municipal bond rate published on June 30, 2024.

Mortality table rates were based on the applicable Pub-2010 Headcount-Weighted Mortality fully generational using Scale MP-2021 for employees and retirees.

Changes in the Total OPEB Liability

	Total OPEB <u>Liability</u>
Balance at June 30, 2024	\$ 169,496
Changes for the year:	
Service cost	9,554
Interest	6,972
Benefit payments	<u>(3,311)</u>
Net changes	<u>13,215</u>
Balance at June 30, 2025	<u><u>\$ 182,711</u></u>

Sensitivity of the Total OPEB Liability to Changes in the Discount Rate

The following presents the total OPEB liability of the District, as well as what the District's total OPEB liability would be if it were calculated using a discount rate that is 1-percentage-point lower or 1-percentage-point higher than the current discount rate:

	<u>1% Decrease</u>	<u>Current</u>	<u>1% Increase</u>
Total OPEB liability	\$ 192,265	\$ 182,711	\$ 173,488

Sensitivity of the Total OPEB Liability to Changes in the Healthcare Cost Trend Rate

The following presents the total OPEB liability of the District, as well as what the District's total OPEB liability would be if it were calculated using healthcare cost trend rates that are 1-percentage-point lower or 1-percentage-point higher than the current healthcare cost trend rate:

	<u>1% Decrease</u>	<u>Current</u>	<u>1% Increase</u>
Total OPEB liability	\$ 165,261	\$ 182,711	\$ 202,892

MERRIMACK VILLAGE DISTRICT
NOTES TO BASIC FINANCIAL STATEMENTS (CONTINUED)
For the Year Ended June 30, 2025

OPEB Expense and Deferred Outflows of Resources and Deferred Inflows of Resources Related to OPEB

For the year ended June 30, 2025, the District recognized OPEB expense of \$10,014. At June 30, 2025, the District 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
Differences between expected and actual experience	\$ 126	\$ 34,213
Changes of assumptions		9,109
Totals	<u>\$ 126</u>	<u>\$ 43,322</u>

Amounts reported as deferred outflows of resources and deferred inflows of resources related to OPEB will be recognized in OPEB expense as follows:

<u>June 30,</u>	
2026	\$ (13,953)
2027	(11,546)
2028	(11,132)
2029	(6,565)
	<u>\$ (43,196)</u>

NOTE 6—DEFINED BENEFIT PENSION PLAN

Plan Description

The District contributes to the New Hampshire Retirement System (NHRS), a public employee retirement system that administers a single cost-sharing multiple-employer defined benefit pension plan. The plan provides service, disability, death and vested retirement allowances to plan members and beneficiaries. Benefit provisions are established and may be amended by the New Hampshire State legislature.

The NHRS issues a publicly available financial report that includes financial statements and required supplementary information for NHRS. That report may be obtained by writing to New Hampshire Retirement System at 54 Regional Drive, Concord, New Hampshire 03301 or from their website at www.nhrs.org.

Substantially all full-time state and local employees, public school teachers, permanent firefighters and permanent police officers within the State are eligible and required to participate in the Pension Plan.

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.

Benefits Provided

Benefit formulas and eligibility requirements for the pension plan are set by State law (RSA 100-A).

MERRIMACK VILLAGE DISTRICT
NOTES TO BASIC FINANCIAL STATEMENTS (CONTINUED)
For the Year Ended June 30, 2025

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.

Group II benefits are provided based on age, years of creditable service and a benefit multiplier depending on vesting status as of January 1, 2012. The maximum retirement allowance for Group II members vested by January 1, 2012 (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 January 1, 2012 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:

<u>Years of Creditable Service as of</u> <u>January 1, 2012</u>	<u>Minimum Age</u>	<u>Minimum Service</u>	<u>Benefit Multiplier</u>
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%

Funding Policy

Plan members are required to contribute 7.0% of their covered salary and the District is required to contribute at an actuarially determined rate. The District's contribution rate for the covered payroll of employees was 13.27% for the year ended June 30, 2025. The District contributes 100% of the employer cost.

Per RSA 100-A:16, plan member contribution rates are established and may be amended by the New Hampshire State legislature and employer contribution rates are determined by the NHRS Board of Trustees based on an actuarial valuation. The District's contributions to the NHRS for the year ending June 30, 2025 were \$166,558.

Pension Liabilities, Pension Expense, and Deferred Outflows of Resources and Deferred Inflows of Resources Related to Pensions

At June 30, 2025, the District reported a liability of \$1,435,558 for its proportionate share of the net pension liability. The net pension liability was measured as of June 30, 2024, and the total pension liability used to calculate the net pension liability was determined by a roll forward of the actuarial valuation from June 30, 2023. The District's proportion of the net pension liability was based on actual contributions by the District during the relevant fiscal year relative to the actual contributions of all participating plan members, excluding contributions to separately finance specific liabilities of individual employers or NHRS. At June 30, 2024, the District's proportion was approximately 0.0277 percent, which was an increase of approximately 0.0003 from its proportion measured as of June 30, 2023.

For the year ended June 30, 2025, the District recognized pension expense of \$199,867. At June 30, 2025, the District reported deferred outflows of resources and deferred inflows of resources related to pension from the following sources:

MERRIMACK VILLAGE DISTRICT
NOTES TO BASIC FINANCIAL STATEMENTS (CONTINUED)
For the Year Ended June 30, 2025

	Deferred Outflows of <u>Resources</u>	Deferred Inflows of <u>Resources</u>
Differences between expected and actual experience	\$ 31,958	\$ 289
Changes of assumptions		16,801
Net difference between projected and actual earnings on pension plan investments		20,040
Changes in proportion and differences between District's contributions and proportionate share of contributions	75,507	25,127
District's contributions subsequent to the measurement date	<u>166,558</u>	<u> </u>
Totals	<u>\$ 274,023</u>	<u>\$ 62,257</u>

The net amount of deferred outflows of resources and deferred inflows of resources related to pension is reflected as an increase to unrestricted net position in the amount of \$211,766. The District reported \$166,558 as deferred outflows of resources related to pension resulting from the District contributions subsequent to the measurement date that will be recognized as a reduction of the net pension liability in the measurement period ended June 30, 2025. Other amounts reported as deferred outflows of resources and deferred inflows of resources related to pension will be recognized in pension expense in the measurement periods as follows:

<u>June 30,</u>	
2025	\$ (14,652)
2026	73,633
2027	(3,060)
2028	<u>(10,713)</u>
	<u>\$ 45,208</u>

Actuarial Assumptions

The total pension liability was determined by a roll forward of the actuarial valuation as of June 30, 2023, using the following actuarial assumptions:

Inflation	2.25%
Wage inflation	3.00% (2.50% for Teachers)
Salary increases	6.00%, average, including inflation
Investment rate of return	6.75%, net of pension plan investment expense, including inflation

Mortality rates were based on the Pub-2010 Healthy Retiree Mortality Tables with credibility adjustments for each group (Police and Fire combined) and projected fully generational mortality improvements using Scale MP-2021.

MERRIMACK VILLAGE DISTRICT
NOTES TO BASIC FINANCIAL STATEMENTS (CONTINUED)
For the Year Ended June 30, 2025

The actuarial assumptions used in the June 30, 2023 valuation were based on the results of the most recent actuarial experience study, which was for the period July 1, 2019 – June 30, 2023.

The following assumptions were changed in the current year:

- Increased wage inflation from 2.75% to 3.00% (2.50% for Teachers)
- Increased price inflation from 2.00% to 2.25%
- Updated demographic assumptions in mortality tables
- Updated mortality tables (specifically the projected fully generational mortality improvements using scale MP- 2021 from scale MP- 2019)

The long-term expected rate of return on pension plan investments 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 rates 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:

<u>Asset Class</u>	<u>Target Allocation</u>	<u>Weighted Average Long-Term Expected Real Rate of Return</u>
Public Equity	40%	5.40% - 5.65%
Private Market Equity	20%	4.00% - 6.65%
Private Debt	10%	5.05%
Fixed Income	25%	2.15%
Infrastructure	5%	4.35%
Total	<u>100%</u>	

Discount Rate

The discount rate used to measure the collective 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 contributions are projected based on the expected payroll of current members only. Based on those assumptions, the pension plan's fiduciary net position was projected to be available to make all projected future benefit payments of current plan members. Therefore, the long-term expected rate of return on pension plan investments was applied to all periods of projected benefit payments to determine the collective pension liability.

Sensitivity of the District's Proportionate Share of the Net Pension Liability to Changes in the Discount Rate

The following presents the District's proportionate share of the net pension liability calculated using the discount rate of 6.75 percent, as well as what the District's proportionate share of the net pension liability would be if it were calculated using a discount rate that is 1-percentage-point lower or 1-percentage-point higher than the single discount rate:

MERRIMACK VILLAGE DISTRICT
NOTES TO BASIC FINANCIAL STATEMENTS (CONTINUED)
For the Year Ended June 30, 2025

	<u>1% Decrease</u>	<u>Current</u>	<u>1% Increase</u>
Net pension liability	\$ 2,007,073	\$ 1,435,558	\$ 959,469

NOTE 7—RISK MANAGEMENT

The District is exposed to various risks of losses related to torts; theft of, damage to, and destruction of assets; errors and omissions; injuries to employees; and natural disasters. During the fiscal year ended June 30, 2025, the District was a member of and participated in a public entity risk pool (Trust) for property and liability insurance and worker's compensation coverage. Coverage has not been significantly reduced from the prior year and settled claims have not exceeded coverage in any of the past three years.

The Trust agreements permit the Trust to make additional assessments to members should there be a deficiency in Trust assets to meet its liabilities. Accounting principles generally accepted in the United States of America require members of pools with a sharing of risk to determine whether or not such assessment is probable and, if so, a reasonable estimate of such assessment. At this time, the Trust foresees no likelihood of an additional assessment for any of the past years. Claims expenditures and liabilities are reported when it is probable that a loss has occurred and the amount of that loss can be reasonably estimated. These losses include an estimate of claims that have been incurred but not reported. Based on the best available information there is no liability at June 30, 2025.

Property and Liability Insurance

The Trust provides certain property and liability insurance coverage to member towns, cities, and other qualified political subdivisions of New Hampshire. As a member of the Trust, the District shares in contributing to the cost of and receiving benefit from a self-insured pooled risk management program. The program includes a Self-Insured Retention Fund from which is paid up to \$500,000 for each and every covered property, crime and/or liability loss that exceeds \$1,000, up to an aggregate of \$1,200,000. Each property loss is subject to a \$1,000 deductible. All losses over the aggregate are covered by insurance policies.

Worker's Compensation

The Trust provides statutory worker's compensation coverage to member towns, cities, and other qualified political subdivisions of New Hampshire. The Trust is self-sustaining through annual member premiums and provides coverage for the statutorily required workers' compensation benefits and employer's liability coverage up to \$2,000,000. The program includes a Loss Fund from which is paid up to \$500,000 for each and every covered claim.

NOTE 8—CONTINGENCIES

Litigation

There may be various claims and suits pending against the District, which arise in the normal course of the District's activities. In the opinion of District management, any potential claims against the District, which are not covered by insurance, are immaterial and would not affect the financial position of the District.

MERRIMACK VILLAGE DISTRICT
NOTES TO BASIC FINANCIAL STATEMENTS (CONTINUED)
For the Year Ended June 30, 2025

NOTE 9—CHANGE IN ACCOUNTING PRINCIPLE

GASB Statement No. 101 – Compensated Absences

During the year ended June 30, 2025 the District implemented GASB Statement No. 101, *Compensated Absences*. Under GASB Statement No. 101, a liability should be recognized for leave that has not been used if the leave is attributable to services already rendered, the leave accumulates, and the leave is more likely than not to be used for time or otherwise paid in cash. However, salary-related payments related to defined benefit pensions or defined benefit OPEB should not be included in the measurement of liabilities for compensated absences. Management has determined that the effect of implementing GASB Statement No. 101 is immaterial to its financial statements.

GASB Statement No. 102 – Certain Risk Disclosures

During the year ended June 30, 2025, the District implemented GASB Statement No. 102, *Certain Risk Disclosures*. Under Statement No. 102, governments are required to disclose risks from certain concentrations or constraints that limit its ability to acquire resources or control spending. Management has determined the District does not have any concentrations or constraints requiring disclosure in the notes to the basic financial statements.

NOTE 10—RESTATEMENT OF NET POSITION

During the fiscal year ended June 30, 2025, it was determined the District's accounts receivable were overstated, as previously reported. In addition it was determined the District's capital assets, lease receivables and deferred inflows related to leases were understated, as previously reported.

Net position as of July 1, 2024 has been restated as follows:

Net Position - July 1, 2024 (as previously reported)	\$ 33,186,298
Amount of restatement due to:	
Overstatement of accounts receivable	(46,000)
Understatement of capital assets	19,791
Understatement of lease receivables	1,553,984
Understatement of deferred inflows related to leases	<u>(1,453,944)</u>
Net Position - July 1, 2024, as restated	<u>\$ 33,260,129</u>

The above adjustments increased the change in net position in the amount of \$22,676 for the year ended June 30, 2024 and had no impact on the current year change in net position.

SCHEDULE 1

MERRIMACK VILLAGE DISTRICT

Schedule of Changes in the District's Proportionate Share of the Net OPEB Liability

For the Year Ended June 30, 2025

<u>Measurement Period Ended</u>	Cost-Sharing Multiple Employer Plan Information Only				
	<u>District's Proportion of the Net OPEB Liability</u>	<u>District's Proportionate Share of the Net OPEB Liability</u>	<u>Merrimack Village District's Covered Payroll</u>	<u>District's Proportionate Share of the Net OPEB Liability as a Percentage of Covered Payroll</u>	<u>Plan Fiduciary Net Position as a Percentage of the Total OPEB Liability</u>
June 30, 2024	0.00921600%	\$ 28,649	\$ 1,280,354	2.24%	14.01%
June 30, 2023	0.00847682%	\$ 28,967	\$ 1,196,825	2.42%	12.80%
June 30, 2022	0.00700000%	\$ 30,584	\$ 1,099,318	2.78%	10.64%
June 30, 2021	0.00600000%	\$ 27,950	\$ 1,156,614	2.42%	11.06%
June 30, 2020	0.00600000%	\$ 27,592	\$ 1,009,009	2.73%	7.74%
June 30, 2019	0.00600000%	\$ 27,043	\$ 938,353	2.88%	7.75%
June 30, 2018	0.00600000%	\$ 27,005	\$ 869,812	3.10%	7.53%
June 30, 2017	0.00400000%	\$ 18,391	\$ 715,450	2.57%	7.91%
June 30, 2016	0.00400000%	\$ 20,145	\$ 777,827	2.59%	5.21%
June 30, 2015	*	*	*	*	*

* 10 Year schedule, historical information not available

Significant Actuarial Assumptions					
<u>Measurement Periods</u>	<u>Inflation</u>	<u>Salary Increases</u>	<u>Investment Rate of Return</u>	<u>Mortality Table</u>	<u>Mortality Scale</u>
June 30, 2024	2.25%	6.00%	6.75%	Pub-2010	MP-2021
June 30, 2022 - 2023	2.00%	5.40%	6.75%	Pub-2010	MP-2019
June 30, 2020 - 2021	2.00%	5.60%	6.75%	Pub-2010	MP-2019
June 30, 2016 - 2019	2.50%	5.60%	7.25%	RP-2014	MP-2015

SCHEDULE 2

MERRIMACK VILLAGE DISTRICT

Schedule of District OPEB Contributions

For the Year Ended June 30, 2025

Cost-Sharing Multiple Employer Plan Information Only					
<u>Year Ended</u>	<u>Contractually Required Contribution</u>	<u>Contributions in Relation to the Contractually Required Contribution</u>	<u>Contribution Deficiency (Excess)</u>	<u>District's Covered Payroll</u>	<u>Contributions as a Percentage of Covered Payroll</u>
June 30, 2025	\$ 3,264	\$ (3,264)	\$ -	\$ 1,255,146	0.26%
June 30, 2024	\$ 3,329	\$ (3,329)	\$ -	\$ 1,280,354	0.26%
June 30, 2023	\$ 3,710	\$ (3,710)	\$ -	\$ 1,196,825	0.31%
June 30, 2022	\$ 3,408	\$ (3,408)	\$ -	\$ 1,099,318	0.31%
June 30, 2021	\$ 3,354	\$ (3,354)	\$ -	\$ 1,156,614	0.29%
June 30, 2020	\$ 2,815	\$ (2,815)	\$ -	\$ 1,009,009	0.28%
June 30, 2019	\$ 2,609	\$ (2,609)	\$ -	\$ 938,353	0.28%
June 30, 2018	\$ 2,384	\$ (2,384)	\$ -	\$ 869,812	0.27%
June 30, 2017	\$ 2,418	\$ (2,418)	\$ -	\$ 715,450	0.34%
June 30, 2016	*	*	*	*	*

* 10 Year schedule, historical information not available

SCHEDULE 3

MERRIMACK VILLAGE DISTRICT

Schedule of Changes in the District's Total OPEB Liability and Related Ratios

For the Year Ended June 30, 2025

Single Employer Plan Information Only										
	<u>2025</u>	<u>2024</u>	<u>2023</u>	<u>2022</u>	<u>2021</u>	<u>2020</u>	<u>2019</u>	<u>2018</u>	<u>2017</u>	<u>2016</u>
Total OPEB Liability:										
Service cost	\$ 9,554	\$ 9,193	\$ 12,124	\$ 11,709	\$ 12,715	\$ 12,440	\$ 7,176	\$ 6,967	*	*
Interest	6,972	6,470	7,304	7,093	4,345	4,042	4,600	4,375	*	*
Changes of benefit terms	-	-	-	-	-	-	-	-	*	*
Changes of assumptions or other inputs	(6,712)	(62,225)	-	(5,632)	-	49,716	(5,171)	(4,065)	*	*
Differences between expected and actual experience	(8,869)		-	-	-	-	-	-	*	*
Benefit payments	(3,311)	(3,186)	(13,045)	(12,599)	(2,771)	(2,711)	(1,171)	(792)	*	*
Net change in total OPEB liability	(2,366)	(49,748)	6,383	571	14,289	63,487	5,434	6,485	*	*
Total OPEB Liability - beginning of year	169,496	219,244	212,861	212,290	198,001	134,514	129,080	122,595	*	*
Total OPEB Liability - end of year	<u>\$ 167,130</u>	<u>\$ 169,496</u>	<u>\$ 219,244</u>	<u>\$ 212,861</u>	<u>\$ 212,290</u>	<u>\$ 198,001</u>	<u>\$ 134,514</u>	<u>\$ 129,080</u>	<u>*</u>	<u>*</u>
Covered employee payroll	\$ 1,318,088	\$ 1,273,515	\$ 1,136,390	\$ 1,082,276	\$ 1,012,233	\$ 982,750	\$ 872,935	\$ 872,932	*	*
Total OPEB liability as a percentage of covered employee payroll	12.68%	13.31%	19.29%	19.67%	20.97%	20.15%	15.41%	14.79%	*	*
Significant Actuarial Assumptions										
Discount rate	3.93%	3.93%	3.54%	3.54%	2.21%	2.21%	3.58%	3.58%	*	*
Health cost trend rates:										
Initial	14.60% - 2023	14.60% - 2023	-2.16% - 2021	-2.16% - 2021	.90% - 2019	.90% - 2019	(6.60%) - 2017	(6.60%) - 2017	*	*
Ultimate	4.54% - 2090	4.54% - 2090	4.24% - 2090	4.24% - 2090	5% - 2030	5% - 2030	5.0% - 2028	5.0% - 2028	*	*
Mortality improvement scale	MP-2021	MP-2021	MP-2021	MP-2021	MP-2019	MP-2019	AA	AA	*	*

Note To Schedule:

No assets are accumulated in a trust that meets the criteria in paragraph 4 of Statement 75

* 10 Year schedule, historical information not available

SCHEDULE 4

MERRIMACK VILLAGE DISTRICT

Schedule of Changes in the District's Proportionate Share of the Net Pension Liability

For the Year Ended June 30, 2025

<u>Measurement Period Ended</u>	<u>District's Proportion of the Net Pension Liability</u>	<u>District's Proportionate Share of the Net Pension Liability</u>	<u>District's Covered Payroll</u>	<u>District's Proportionate Share of the Net Pension Liability (Asset) as a Percentage of Covered Payroll</u>	<u>Plan Fiduciary Net Position as a Percentage of the Total Pension Liability</u>
June 30, 2024	0.02768394%	\$ 1,435,558	\$ 1,280,354	112.12%	70.33%
June 30, 2023	0.02736562%	\$ 1,532,004	\$ 1,196,825	128.01%	67.18%
June 30, 2022	0.03000000%	\$ 1,497,458	\$ 1,099,318	136.22%	65.12%
June 30, 2021	0.03000000%	\$ 1,213,933	\$ 1,156,614	104.96%	72.22%
June 30, 2020	0.02000000%	\$ 1,580,602	\$ 1,009,009	156.65%	58.72%
June 30, 2019	0.02000000%	\$ 1,149,550	\$ 938,353	122.51%	65.59%
June 30, 2018	0.02000000%	\$ 1,097,969	\$ 869,812	126.23%	64.73%
June 30, 2017	0.02000000%	\$ 1,120,802	\$ 715,450	156.66%	62.66%
June 30, 2016	0.02000000%	\$ 1,259,145	\$ 777,827	161.88%	58.30%
June 30, 2015	0.02000000%	\$ 935,021	\$ 758,465	123.28%	65.47%

Significant Actuarial Assumptions

<u>Measurement Periods</u>	<u>Inflation</u>	<u>Salary Increases</u>	<u>Investment Rate of Return</u>	<u>Mortality Table</u>	<u>Mortality Scale</u>
June 30, 2024	2.25%	6.00%	6.75%	Pub-2010	MP-2021
June 30, 2022 - 2023	2.00%	5.40%	6.75%	Pub-2010	MP-2019
June 30, 2020 - 2021	2.00%	5.60%	6.75%	Pub-2010	MP-2019
June 30, 2016 - 2019	2.50%	5.60%	7.25%	RP-2014	MP-2015
June 30, 2013 - 2015	3.00%	3.75-5.80%	7.75%	RP-2000	Scale AA

SCHEDULE 5
MERRIMACK VILLAGE DISTRICT
Schedule of District Pension Contributions
For the Year Ended June 30, 2025

<u>Year Ended</u>	<u>Contractually Required Contribution</u>	<u>Contributions in Relation to the Contractually Required Contribution</u>	<u>Contribution Deficiency (Excess)</u>	<u>District's Covered Payroll</u>	<u>Contributions as a Percentage of Covered Payroll</u>
June 30, 2025	\$ 166,558	\$ (166,558)	\$ -	\$ 1,255,146	13.27%
June 30, 2024	\$ 169,903	\$ (169,903)	\$ -	\$ 1,280,354	13.27%
June 30, 2023	\$ 164,563	\$ (164,563)	\$ -	\$ 1,196,825	13.75%
June 30, 2022	\$ 151,156	\$ (151,156)	\$ -	\$ 1,099,318	13.75%
June 30, 2021	\$ 125,840	\$ (125,840)	\$ -	\$ 1,156,614	10.88%
June 30, 2020	\$ 103,969	\$ (103,969)	\$ -	\$ 1,009,009	10.30%
June 30, 2019	\$ 96,375	\$ (96,375)	\$ -	\$ 938,353	10.27%
June 30, 2018	\$ 83,489	\$ (83,489)	\$ -	\$ 869,812	9.60%
June 30, 2017	\$ 84,789	\$ (84,789)	\$ -	\$ 715,450	11.85%
June 30, 2016	\$ 79,184	\$ (79,184)	\$ -	\$ 777,827	10.18%



BUDGET MEMO

FY 2026-2027

PREPARED: January 20, 2026
TO: Merrimack Village District (MVD) Customers and Town of Merrimack Voters
FROM: MVD Board of Commissioners (BOC)
RE: Fiscal Year (FY) 2026-2027 Budget Information

The purpose of this memo is to assist in reviewing MVD's proposed Budget as recommended by the BOC.
(Glossary on Last Page)

BUDGET SUMMARY COMPARISON

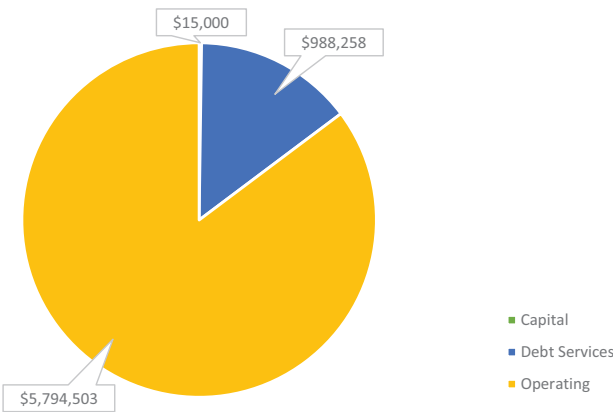
	Approved 2025-2026	Proposed 2026-2027	2026 vs. 2027 Increase (Decrease)
Operating Budget	\$6,470,953	\$6,782,762	\$311,809
Capital Budget	\$68,000	\$15,000	(\$53,000)
TOTAL BUDGET	\$6,538,953	\$6,797,762	\$258,809

The MVD Board of Commissioners recommendation for the 2026-2027 Total Budget (NOT including any Financial Warrant Articles) is \$6,797,762. This is equal to a 3.96% increase over the 2025–2026 Total Budget. The Total Budget being recommended will NOT require a rate increase for 2026-2027.

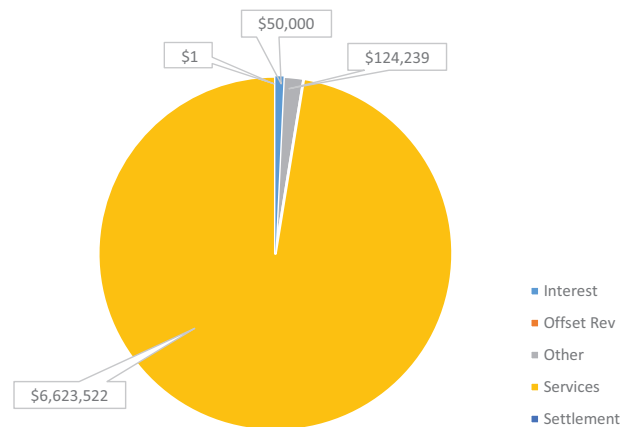
The 2026–2027 Total Budget includes \$15,000 in Capital Budget costs, The amount is due to the Town Ordinance which requires that the District pay the first \$15,000 of a Town Capital Improvement Plan (CIP) project that involves water line relocation.

The graphic breakdown of proposed expenditures and appropriations is shown below:

Proposed Appropriations 2026-2027



Proposed Revenues 2026-2027



The revenues to support this budget are projected to balance the proposed budget of \$6,797,762. The BOC and staff have made considerable adjustments (both increases and decreases) in the proposed budget to match the proposed revenue projections.

To assist in the review of the budget document, details are provided for the following areas:

OPERATING BUDGET DETAIL

GENERAL

Many items such as Electricity (60000), Heating Fuel (64000), Gasoline/Diesel Fuel (64500/550), and Office Supplies (67550) are estimates based on past 5 years of usage and estimated future usage costs.

OPERATIONAL ACCOUNTS

R&M Motor Vehicle (72300)

	Actual <u>2022-2023</u>	Actual <u>2023-2024</u>	Actual <u>2024-2025</u>	Approved <u>2025-2026</u>	Proposed <u>2026-2027</u>
	\$35,129	\$33,915	\$15,000	\$14,000	\$18,500

Budget has been updated due to increase of preventative maintenance of our fleet vehicles, e.g. carriage oiling to prevent rust and increase in wheel alignments to decrease tire wear.

Chemicals (66000)

Chemical costs can vary due to weather conditions, hot, dry or even a drought. Conditions can drive up the water usage using more chemicals needed for treatment, or less in wetter years. For these reasons projections are difficult. We need to budget for worse case scenarios. Chemical are purchased for all 3 Treatment Facilities.

	<u>2022-2023</u>	<u>2023-2024</u>	<u>2024-2025</u>	<u>2025-2026</u>	<u>2026-2027</u>
Approved	\$488,900	\$758,098	\$701,000	\$747,600	\$675,700
Actual	\$333,301	\$279,475	\$278,328		

Property Taxes (67250)

MVD budgets for taxes on Water Treatment Facility 7 & 8. This located is in the town of Hollis. By law a water district is required to pay taxes on the land if the water source is in a different town. MVD is not taxed on the buildings on this land. The valuation of that land is currently set at \$339,400. Depending on the Town of Hollis tax rate, each year's tax bill may vary. MVD has budgeted \$6,700 for 2026-2027.

	Actual <u>2022-2023</u>	Actual <u>2023-2024</u>	Actual <u>2024-2025</u>	Approved <u>2025-2026</u>	Proposed <u>2026-2027</u>
	\$5,123	\$5,910	\$3,191	\$6,700	\$6,700

Engineering (68250)

The proposed budget for the engineering account is \$175,000 for 2026-2027. MVD's outside Engineers will continue to monitor sodium and chloride levels as well as track and plot quarterly sample data along with PFAS data. MVD has also designated funds within this account for additional Engineering costs for PFAS including investigation into PFAS polluters. Additional projects needed in this account are related to Salt Mitigation and the Design of Sewer Ejection from MVD's Distribution Warehouse.

New Meters & Entrances and Enhancements to Water System (69000-69030)

MVD will continue upgrades to our existing main lines that are old, problematic and those that may need to be looped. MVD has budgeted that 50 new dwellings will have finished construction and need meters to be added to the water system in 2026-2027. MVD is also diligently monitoring hydrants through the valve exercising program. This budget includes \$26,000 for these purposes. Our Entrance fees offset these costs, and are not part of the Water Rate appropriations.

R & M Treatment Facilities (76000-76129)

This account is for our 3 Treatment Facilities and the repair and maintenance throughout the year. The amount of \$176,450 is proposed for both the structure and equipment associated with and around all the treatment Facilities.

CAPITAL BUDGET DETAIL

Capital Budget Expense (49000)

The Capital Budget Expenses being proposed for 2026-2027 are:

Town CIP Projects - Waterline Relocation* \$15,000*

**The \$15,000 in this account is due to the Town Ordinance change which requires that the District pay the first \$15,000 of a Town Capital Improvement Plan (CIP) project that involves water line relocation.*

DEBT SERVICES

	Actual 2022-2023	Actual 2023-2024	Actual 2024-2025	Approved 2025-2026	Proposed 2026-2027
Principal (47001)	\$683,091	\$432,052	\$722,584	\$838,438	\$774,569
Interest (47002)	\$143,705	\$127,235	\$329,686	\$278,507	\$213,689
	\$826,796	\$559,287	\$1,052,270	\$1,116,945	\$988,258

One of our Bonds has ended in FY2026

REVENUE

Actual revenues for 2024-2025 was \$7,303,910. This was \$1,596,260 over the projected \$5,707,649 for that fiscal year. The sources of revenues are summarized below.

	Actual 2022-2023	Actual 2023-2024	Actual 2024-2025	BOC Projected 2025-2026	BOC Projected 2026-2027
Water Sales & Service Charges	\$5,404,964	\$6,207,525	\$6,811,603	\$6,356,953	\$6,558,522
Budgeted Grants	\$22,500	\$22,410	\$49,541	\$0	\$1
Miscellaneous*	\$213,359	\$235,093	\$336,524	\$132,000	\$189,239
Interest	\$69,628	\$111,281	\$106,242	\$50,000	\$50,000
	\$5,710,451	\$6,576,309	\$7,303,910	\$6,538,953	\$6,797,762

*This includes MVD's Operations & Maintenance payment for the Treatment Facility 4&5 from St. Gobain as part of the PFAS Settlement, last payment was in FY2025. As Merrimack grows and new residents join our water system, along with existing residents moving from private wells to our system, revenues will increase.

GLOSSARY

<u>TERM</u>	<u>DEFINITION</u>
Account(s):	Defines a Financial Category within the Budget for Tracking
Appropriations:	The expenditure side of the budget, and it is the legal authority for the governing body to provide a given level of service granted by the legislative body granted by the legislative body.
Capital Budget:	Funds that are used to acquire, repair, update, or improve MVD's Fixed Assets. Funds from the Capital Expense Budget are specific and may not be used for operating costs.
Capital Improvements Plan (CIP)	A document that outlines a community's long-term infrastructure needs and how to pay for them. It's a key tool for local governments to manage their finances and build community trust
Encumbered:	A commitment to spend money for a particular purpose at some point in the future.
Fixed Asset(s):	Items that have a long-term use, such as buildings, vehicles, equipment, and the like.
Fund Balance	<p>In government accounting, fund balance is the difference between assets and liabilities resulting in a surplus or a deficit. A common misconception is that fund balance is a cash account, associated with or correlated to a government's bank account balance. But unlike a personal bank account, a general fund balance is not a "cash-account;" it is a measure of equity between revenues and expenditures.</p> <p>Government fund accounting is unique to the public sector (i.e. cities, towns, schools) and requires separate self-balancing accounting entries to track each fund's revenues and expenditures. In the private sector it would be defined as a company's working capital, but in public sector, it is referred to as fund balance. In government finance, the retention and use of unassigned fund balance assists in measuring the financial health of an individual fund, such as the general fund.</p>
<p>Fund Types = Assets <i>LESS</i> Liabilities</p> <p>Assigned: Assets reserved for an intended purposes, e.g. Encumbered prior year purchases</p> <p>Committed: Assets constrained for specific purposes as approved by the Board of Commissioners, e.g. Capital Trust Accounts</p> <p>General Fund: Assets used for operational purposes, e.g. Operating Checking account</p> <p>Non-Spendable: Assets that are NOT in a spendable format, e.g. Inventory</p> <p>Restricted: Assets that can ONLY be spent on a designated specific purpose, e.g. System Development Fees collected</p> <p>Unassigned: This amount has not been categorized into an above category, e.g. Net Income</p>	
Offset Revenue	Money received from Grants or Specialized Fees
Operating Budget:	Expenses needed for MVD to operate, such as payment of taxes, utility costs, office supplies, postage, payroll, maintenance and repairs. Also known as the General Fund.
R&M	Repair and Maintenance
Total Budget:	Total of both the Operating Budget and the Capital Budget.
Warrant Articles:	Items to be voted on during MVD's Annual Meeting. There are multiple types of Warrant Articles such as Election, Financial, and Petitioned.



**BUDGET SUMMARY
TOTALS
FY 2026-2027**

**MERRIMACK VILLAGE DISTRICT
2026/2027 BUDGET SUMMARY TOTALS**

<i>X = NOT PART OF WATER RATE APPROPRIATIONS</i>		ACTUAL	APPROVED BUDGET	BOC RECOMMENDED	ANNUAL MEETING
<i>X</i> Account #	Description	2024 / 2025	2025 / 2026	2026 / 2027	2026 / 2027
40000	Officers Salaries	\$11,876	\$12,995	\$12,970	
41000	Administrative Salaries	\$561,048	\$575,293	\$604,043	
42000	Field Staff Salaries	\$718,053	\$823,946	\$965,791	
42110	Sick Pay Out - CY	\$18,200	\$24,035	\$21,953	
42120	Salary Merit Pool (All Depts)		\$32,500	\$48,116	
42130	Employee Recognition	\$350	\$850	\$950	
42200	Turnover Costs	\$7,684	\$10,583	\$0	
43000	Employee Wellness Program	\$5,653	\$6,500	\$6,500	
43050	Hiring Costs	\$0	\$0	\$500	
44000	Social Security/Medicare Employer Taxes	\$100,506	\$111,672	\$126,506	
45001	Health Insurance	\$512,620	\$584,067	\$724,618	
45002	Health Insurance - Buyout	\$0	\$0	\$8,794	
45003	Dental Insurance	\$24,337	\$28,732	\$31,710	
45004	Flexible Spending Account Fees	\$198	\$300	\$300	
45005	Retirement - Employer Contribution	\$170,211	\$181,909	\$200,154	
45006	Short / Long Term & Life Insurance	\$10,266	\$11,672	\$12,640	
45007	Unemployment Compensation	\$500	\$500	\$500	
45008	Workers Compensation	\$13,520	\$14,286	\$14,556	
47001	Debt Service Principal	\$722,584	\$838,438	\$774,569	
47002	Debt Service Interest	\$329,686	\$278,507	\$213,689	
49000	Capital Budget Expense	\$0	\$68,000	\$15,000	
60000	Electricity	\$347,515	\$410,435	\$492,522	
61000	Telephone	\$33,944	\$32,260	\$37,260	
62000	Uniforms	\$9,219	\$6,770	\$7,480	
62250	Education/Seminars	\$8,702	\$7,500	\$7,500	
62500	Testing/Licensing	\$568	\$4,300	\$4,300	
63000	Water Purchase	\$322,849	\$75,000	\$75,000	
64000	Heating Fuel LPG/Propane	\$39,249	\$26,735	\$26,500	
64500	Gasoline	\$35,609	\$35,600	\$35,600	
64550	Diesel	\$4,937	\$4,000	\$5,000	

**MERRIMACK VILLAGE DISTRICT
2026/2027 BUDGET SUMMARY TOTALS**

<i>X = NOT PART OF WATER RATE APPROPRIATIONS</i>		ACTUAL	APPROVED BUDGET	BOC RECOMMENDED	ANNUAL MEETING
<i>X</i> Account #	Description	2024 / 2025	2025 / 2026	2026 / 2027	2026 / 2027
66000	Chemicals	\$278,328	\$747,600	\$675,700	
66500	Filtration - PFAS	\$341,949	\$265,000	\$219,000	
67000	Security & Safety	\$7,999	\$11,425	\$68,030	
67200	Lease	\$7,651	\$7,151	\$8,286	
67250	Property Taxes	\$3,191	\$6,700	\$6,700	
67300	Office Equipment & Software	\$22,403	\$6,800	\$4,600	
67350	Software Subscriptions	\$53,191	\$125,870	\$140,820	
67400	Communication Equipment	\$0	\$0	\$1,600	
67450	Tools & Equipment	\$15,721	\$23,600	\$23,600	
67480	Rentals	\$4,514	\$5,500	\$5,500	
67500	Town Sewer / Septic Pump	\$4,121	\$3,950	\$4,088	
67550	Office Supplies	\$18,213	\$18,000	\$18,000	
67600	Postage	\$49,932	\$50,500	\$51,000	
67620	Shipping / Freight / Fuel Charge	\$3,841	\$5,700	\$4,200	
67650	Fees Miscellaneous	\$15,162	\$34,500	\$34,500	
67700	Dues/Subscriptions	\$2,412	\$3,855	\$4,035	
67750	Meeting Expense	\$4,465	\$4,500	\$4,500	
67800	Travel Expense	\$667	\$1,700	\$1,100	
67850	Advertising & Public Information	\$944	\$5,000	\$4,500	
67860	Public Education	\$1,771	\$2,000	\$2,000	
67900	Printing	\$28,267	\$20,000	\$25,000	
68000	Insurance General	\$48,711	\$55,924	\$56,656	
68150	Outside Services	\$42,990	\$5,900	\$5,900	
68250	Engineering	\$63,810	\$180,000	\$175,000	
68280	Inspections / Plan Reviews	\$0	\$500	\$500	
68300	Professional Fees	\$55,865	\$75,000	\$86,500	
68400	Compliance Sampling	\$143,457	\$146,827	\$148,297	
<i>X</i> 69010	New Entrance Costs	\$44,459	\$26,000	\$26,000	
<i>X</i> 69020	Enhancements to Water System	\$2,215	\$32,000	\$27,500	
72300	R & M Motor Vehicles	\$24,975	\$14,000	\$18,500	

**MERRIMACK VILLAGE DISTRICT
2026/2027 BUDGET SUMMARY TOTALS**

<i>X = NOT PART OF WATER RATE APPROPRIATIONS</i>		ACTUAL	APPROVED	BOC	ANNUAL
<i>X</i> Account # Description		2024 / 2025	2025 / 2026	RECOMMENDED	MEETING
				2026 / 2027	2026 / 2027
72360	R & M Communications Equipment	\$1,786	\$5,260	\$2,550	
<i>X</i> 74000	R & M Backflows	\$1,728	\$1,500	\$1,500	
74100	R & M Entrances	\$8,054	\$40,025	\$31,100	
74200	R & M Hydrants	\$17,697	\$26,400	\$25,000	
74300	R & M Main Lines	\$24,355	\$30,000	\$30,000	
74400	R & M Meters	\$120,575	\$60,000	\$75,000	
74450	R & M Booster Stations	\$0	\$5,000	\$5,000	
74500	R & M Structures	\$22,093	\$33,152	\$29,250	
76000	R & M Treatment Plants	\$121,267	\$171,250	\$176,450	
76300	R & M Tanks	\$9,990	\$9,000	\$10,000	
76325	R & M Monitoring Wells	\$0	\$0	\$20,000	
77500	R & M Watershed	\$26,861	\$2,500	\$1,000	
78000	R & M Tools, Equipment & Software	\$51,904	\$60,978	\$63,278	
91000	Bad Debts	\$232	\$1,000	\$1,000	
91001	Reconciliation Discrepancies	\$0	\$1	\$1	
Total Operating Budget/Expense		\$5,707,649	\$6,538,953	\$6,797,762	TBD
<i>% Difference to FY26</i>				3.96%	
<i>Petitioned Warrant Articles</i>		\$0	\$0	\$0	
<i>Contingency Fund</i>		\$0	\$0	\$0	
<i>Special Warrant Articles - Transfers to Capital Reserve Funds</i>					
10303 - System Development Capital (from 40600)		\$99,943	\$68,490	\$151,312	
10302 - Equipment & Facilities		\$800,000	\$800,000	\$800,000	
10305 - Water & WTP O&M		\$200,000	\$200,000	\$200,000	
TOTAL APPROPRIATIONS:		\$6,807,592	\$7,607,443	\$7,949,074	TBD
These amounts are taken from Unassigned Funds from fiscal year ending:		FY2022-2023	FY2023-2024	FY2024-2025	
Voted to move in March of year		2024	2025	2026	



ACTUAL & PROJECTED REVENUES FY 2019 THROUGH FY 2027

MERRIMACK VILLAGE DISTRICT
ACTUAL & PROJECTED REVENUE FY2019 - FY2027

	ACTUAL 2018 / 2019	ACTUAL 2019 / 2020	ACTUAL 2020 / 2021	ACTUAL 2021 / 2022	ACTUAL 2022 / 2023	ACTUAL 2023 / 2024	ACTUAL 2024 / 2025	EXPECTED REVENUE 2025 / 2026	BOC PROJECTED 2026 / 2027
Not Part of Rates									
Domestic Water Sales	\$1,436,141	\$1,896,631	\$1,957,028	\$2,129,609	\$2,345,033	\$2,687,691	\$3,098,398	\$2,837,653	\$3,020,222
Mercantile Water Sales	\$262,934	\$290,966	\$254,704	\$354,023	\$423,257	\$508,670	\$590,371	\$510,000	\$580,000
Industrial Water Sales	\$19,122	\$26,588	\$21,872	\$25,753	\$23,263	\$29,420	\$31,443	\$32,000	\$31,000
Meter Charges	\$550,682	\$668,983	\$722,092	\$868,604	\$989,969	\$1,142,041	\$1,205,989	\$1,170,000	\$1,190,000
Hydrant Charges	\$663,735	\$811,468	\$873,074	\$1,040,212	\$1,168,370	\$1,376,135	\$1,443,336	\$1,350,000	\$1,350,000
Sprinkler Charges	\$124,832	\$147,624	\$171,816	\$196,983	\$232,742	\$261,006	\$285,541	\$276,000	\$280,000
x Service Charge Backflow Tests (offsets acct 70050)	\$40,000	\$37,850	\$22,730	\$22,188	\$42,650	\$39,700	\$35,810	\$40,000	\$35,000
x Service Charge Hydrant Hook-Ups	\$225	\$444	\$1,032	\$791	\$511	\$319	\$368	\$500	\$500
x Service Charge Mains	\$55,500	\$23,000	\$0	\$0	\$35,500	\$6,751	\$16,410	\$1,000	\$2,000
Service Charge Transfer Fee	\$13,610	\$12,620	\$14,950	\$12,680	\$9,350	\$9,890	\$9,690	\$9,800	\$9,800
x Service Charge Turn On/Off Water	\$22,136	\$7,595	\$7,160	\$7,185	\$4,388	\$4,800	\$6,899	\$5,000	\$5,000
x Service Charge Entrances (offsets account 70040)	\$52,385	\$95,006	\$72,354	\$17,822	\$62,935	\$48,046	\$75,843	\$50,000	\$45,000
Miscellaneous Service Charges	\$11,534	\$15,161	\$9,511	\$14,158	\$10,990	\$11,019	\$11,505	\$10,000	\$10,000
x Interest	\$23,514	\$15,875	\$1,679	\$1,286	\$69,628	\$111,281	\$106,242	\$50,000	\$50,000
x Communication Tower Rental	\$112,936	\$108,083	\$99,507	\$110,914	\$103,750	\$118,220	\$120,501	\$120,000	\$120,000
x Fines	\$28,941	\$39,212	\$7,998	\$56,236	\$43,068	\$82,037	\$69,353	\$65,000	\$65,000
Miscellaneous Income	\$13,926	\$22,433	\$16,794	\$60,347	\$2,709	\$5,397	\$2,213	\$6,000	\$2,000
x O&M from St. Gobains (Offsets Acct 60650)			\$106,900	\$106,900	\$106,900	\$106,900	\$106,900	\$0	
x Merchandise Sales	\$3,446	\$3,477	\$8,501	\$17,255	\$12,940	\$4,576	\$14,696	\$6,000	\$2,239
Gain on Asset Disposal / Sale	\$28,223	\$0	\$0	\$0	\$0	\$0	\$22,860	\$0	
Legal Fee Reimbursements	\$0	\$0	\$0	\$0	\$0	\$5,800		\$0	
Inspection / Plan Reviews	\$0	\$0	\$0	\$0	\$0	\$0		\$0	
Income Received from Grants	\$0	\$20,000	\$13,756	\$20,000	\$22,500				\$1
Offsets account 70010 (NHDES - Lead Service Line)						\$16,610	\$22,680		
Offsets account 70750 (NHDES - Fencing)							\$26,861		
Offsets account 81900 (EPA - PFAS Polishing)									
	\$3,463,821	\$4,243,016	\$4,383,457	\$5,062,946	\$5,710,451	\$6,576,309	\$7,303,910	\$6,538,953	\$6,797,762



TRUST FUND ACTIVITY

FY 2025

**MERRIMACK VILLAGE DISTRICT
TRUST FUND ACTIVITY**

	Fiscal Year		2021			2022			2023			2024			2025		
	Est.	Balance end of 2019	Withdrawn	Added Funds	Total	Withdrawn	Added Funds	Total	Withdrawn	Added Funds	Total	Withdrawn	Added Funds	Total	Withdrawn	Added Funds	Total
LAND	1996	\$1,510,666		\$15,252	\$1,556,052		\$7,119	\$1,563,171		\$34,383	\$1,597,554	-\$100,000	\$62,534	\$1,560,088		\$55,857	\$1,615,945
EQUIPMENT/FACILITIES	1996	\$3,601,590		\$635,746	\$3,724,314	-\$816,211	\$14,394	\$2,922,497		\$469,006	\$3,391,503	-\$289,192	\$931,046	\$4,033,357	-\$124,320	\$945,410	\$4,854,447
SYSTEM DEV	2020	\$609,662		\$470,147	\$828,177		\$240,742	\$1,068,919		\$76,255	\$1,145,174		\$145,467	\$1,290,641		\$115,050	\$1,405,691
LEGAL	2019	\$100,451		\$1,014	\$103,447		\$473	\$103,920		\$2,286	\$106,206		\$4,175	\$110,381		\$3,952	\$114,333
WATER O&M	2021	\$0		\$100,224	\$100,224		\$100,459	\$200,683		\$154,809	\$355,492		\$214,990	\$570,482		\$221,444	\$791,926
What was done:						WTP 4&5 (Grant Match) Replace Well #4 WTP 4&5 (MVD Portion)						Land for possible New Well Replacement Trucks			Replacement Dump Truck		

Note - Added Funds includes interest and voted warrant article amounts

Up Coming Projects:

101A & Continental Blvd & Boston Post Rds - \$620K
 Everett Turnpike Widening - \$275K
 Wire Rd & Baboosic Bridges - Unknown \$
 Planned Infrastructure R&M - \$1.2 M
 Meter Project - \$2.2 M
 Additional GAC Replacements - \$400K/yr
 Parker Tank - \$500K
 Replace Existing Piping that's 50+ yrs old - Unknown \$
 Possible new Treatment Plant for New Source - Unknown \$
 New Water Source Land - Unknown \$



FUND BALANCE

FY 2025

MERRIMACK VILLAGE DISTRICT MVD FUND BALANCE

		FY2022	FY2023	FY2024	FY2025
ASSETS					
	Operating Cash	\$2,675,769	\$2,439,122	\$2,263,516	\$3,621,572
	Committed Cash (Projects & Capital Reserves)	\$8,130,633	\$7,729,332	\$8,457,649	\$9,217,136
	Not Cash				
	Accounts Receivable	\$1,681,099	\$1,686,432	\$1,674,498	\$1,132,579
	Inventory	\$115,769	\$149,323	\$269,292	\$271,962
	Prepaid Expenses	\$67,692	\$35,089	\$51,582	\$76,173
	Fixed Assets (Infrastructure)	\$32,796,620	\$35,963,477	\$36,074,016	\$35,580,370
	Total Assets	\$45,467,583	\$48,002,775	\$48,790,553	\$49,899,791
LIABILITIES					
	Current	-\$2,362,566	-\$307,402	-\$145,885	-\$1,395,392
	Long Term	-\$16,066,970	-\$15,708,766	-\$15,458,372	-\$13,628,172
	Total Liabilities	-\$18,429,535	-\$16,016,168	-\$15,604,257	-\$15,023,564
FUND BALANCES					
	Non-Spendable	-\$194,065	-\$149,323	-\$269,292	-\$271,962 <Inventory
	Assigned	\$0	-\$221,950	-\$24,087	-\$86,286 <Encumbered
	Restricted	\$0	-\$99,943	-\$68,490	-\$151,312 <System Dev.
	Committed	-\$5,699,009	-\$6,526,703	-\$7,559,176	-\$8,836,601 <Trusts
	Committed		-\$1,986,490	-\$2,072,847	-\$2,157,854 <Fund Reserve
	Total	-\$5,893,074	-\$8,984,409	-\$9,993,892	-\$11,504,016
	Net Income	-\$1,395,044	-\$4,946,802	-\$1,218,442	-\$1,688,914
	Unassigned	-\$19,749,930	-\$18,055,396	-\$21,973,962	-\$21,683,297
	Total Funds	-\$27,038,048	-\$31,986,607	-\$33,186,296	-\$34,876,227
Total Liabilities & Funds		-\$45,467,583	-\$48,002,775	-\$48,790,553	-\$49,899,791
	% of Total that is Actual Cash	9.9%	7.6%	6.8%	10.4%
	% of Total that is considered Fund Balance	59.5%	66.6%	68.0%	69.9%

Reasons for Healthy Fund Balance:

Adequate fund balance allows MVD to maintain a consistent set of public services throughout an entire budget cycle because a typical municipal cash flow cycle will have cash on hand amounts decreasing throughout the year. Unlike a business, municipalities do not have the ability to raise additional revenues during the fiscal year. A local government relies on drawing down existing fund balance (excess capital) to ensure adequate cash on hand is available to meet expenses before collections arrive. A municipality's ability to use Fund balance can be seen as a driving factor behind maintaining stable rates. Understanding that the natural revenue cycle within a local government is closely linked to fund balance reserves facilitates the prudent management of financial resources throughout the year. When cash flow experiences strain, a municipality may resort to issuing short-term debt to bridge the gap. This necessitates interest costs to maintain consistent operations and introduces associated risks. Maintaining an adequate fund balance eliminates this necessity, thereby conserving resources that would otherwise be allocated to debt servicing. A robust fund balance empowers the municipality to address cash flow requirements, complete scheduled projects, and establish a contingency plan for emergencies or disruptions in revenue streams. Furthermore, fund balance considerations have credit rating implications. According to the local government rating methodology published by Moody's Investors Service, "a fund balance between 15% and 30% of revenues is required to achieve a scorecard value of A." This underscores the significance of each municipality implementing a policy that emphasizes a strong fund balance strategy to successfully meet both short-term and long-term financial objectives.

Advantages to moving funds out of Unassigned:

- Money moved to Capital Reserve Trusts earns significantly more interest, than MVD's checking account

NHPDIP - 0.3%	(NHPDIP - MVD's prior bank where a large portion of Operating Funds were held)
TD BANK - 2.2%	(TD Bank - MVD's current bank where all Operating Funds are held.)
Cambridge Trust - 4.4%	(Cambridge Trust - MVD's current bank where the Capital Reserve Trusts are held)
- The Board of Commissioners (BOC) are Agent to Expend from Trusts. No Special Meeting required to spend from Unassigned Funds
- No need to use Bonds/Loans for Unexpected Projects and incur interest



**NH DEPARTMENT OF
REVENUE ADMINISTRATION
FORM MS 636:
ACTUAL, APPROVED, &
PROPOSED
APPROPRIATIONS
FY 2026-2027**



New Hampshire
Department of
Revenue Administration

2026
MS-636

Appropriations

Account	Purpose	Article	Expenditures for	Appropriations	Proposed Appropriations for period	
			period ending	for period ending	ending 6/30/2027	
			6/30/2025	6/30/2026	(Recommended)	(Not Recommended)
General Government						
4130	Executive		\$0	\$0	\$0	\$0
4140	Election, Registration, and Vital Statistics		\$0	\$0	\$0	\$0
4150	Financial Administration		\$0	\$0	\$0	\$0
4152	Property Assessment		\$0	\$0	\$0	\$0
4153	Legal Expense		\$0	\$0	\$0	\$0
4155	Personnel Administration		\$0	\$0	\$0	\$0
4191	Planning and Zoning		\$0	\$0	\$0	\$0
4194	General Government Buildings		\$0	\$0	\$0	\$0
4195	Cemeteries		\$0	\$0	\$0	\$0
4196	Insurance Not Otherwise Allocated		\$0	\$0	\$0	\$0
4197	Advertising and Regional Associations		\$0	\$0	\$0	\$0
4198	Contingency		\$0	\$0	\$0	\$0
4199	Other General Government		\$0	\$0	\$0	\$0
	General Government Subtotal		\$0	\$0	\$0	\$0
Public Safety						
4210	Police		\$0	\$0	\$0	\$0
4215	Ambulances		\$0	\$0	\$0	\$0
4220	Fire		\$0	\$0	\$0	\$0
4240	Building Inspection		\$0	\$0	\$0	\$0
4290	Emergency Management		\$0	\$0	\$0	\$0
4299	Other Public Safety		\$0	\$0	\$0	\$0
	Public Safety Subtotal		\$0	\$0	\$0	\$0
Airport/Aviation Center						
4301	Airport Administration		\$0	\$0	\$0	\$0
4302	Airport Operations		\$0	\$0	\$0	\$0
4309	Other Airport		\$0	\$0	\$0	\$0
	Airport/Aviation Center Subtotal		\$0	\$0	\$0	\$0
Highways and Streets						
4311	Highway Administration		\$0	\$0	\$0	\$0
4312	Highways and Streets		\$0	\$0	\$0	\$0
4313	Bridges		\$0	\$0	\$0	\$0
4316	Street Lighting		\$0	\$0	\$0	\$0
4319	Other Highway, Streets, and Bridges		\$0	\$0	\$0	\$0
	Highways and Streets Subtotal		\$0	\$0	\$0	\$0



New Hampshire
Department of
Revenue Administration

2026
MS-636

Appropriations

Account	Purpose	Article	Expenditures for	Appropriations	Proposed Appropriations for period	
			period ending	for period ending	ending 6/30/2027	
			6/30/2025	6/30/2026	(Recommended)	(Not Recommended)
Sanitation						
4321	Sanitation Administration		\$0	\$0	\$0	\$0
4323	Solid Waste Collection		\$0	\$0	\$0	\$0
4324	Solid Waste Disposal		\$0	\$0	\$0	\$0
4325	Solid Waste Facilities Clean-Up		\$0	\$0	\$0	\$0
4326	Sewage Collection and Disposal		\$0	\$0	\$0	\$0
4329	Other Sanitation		\$0	\$0	\$0	\$0
	Sanitation Subtotal		\$0	\$0	\$0	\$0
Water Distribution and Treatment						
4331	Water Administration	06	\$1,866,354	\$1,499,241	\$1,610,656	\$0
4332	Water Services	06	\$1,363,995	\$1,474,795	\$1,632,035	\$0
4335	Water Treatment	06	\$1,425,030	\$2,455,971	\$2,551,813	\$0
4338	Water Conservation		\$0	\$0	\$0	\$0
4339	Other Water		\$0	\$0	\$0	\$0
	Water Distribution and Treatment Subtotal		\$4,655,379	\$5,430,007	\$5,794,504	\$0
Electric						
4351	Electric Administration		\$0	\$0	\$0	\$0
4352	Generation		\$0	\$0	\$0	\$0
4353	Purchase Costs		\$0	\$0	\$0	\$0
4354	Electric Equipment Maintenance		\$0	\$0	\$0	\$0
4359	Other Electric Costs		\$0	\$0	\$0	\$0
	Electric Subtotal		\$0	\$0	\$0	\$0
Health						
4411	Health Administration		\$0	\$0	\$0	\$0
4414	Pest Control		\$0	\$0	\$0	\$0
4415	Health Agencies and Hospitals		\$0	\$0	\$0	\$0
4419	Other Health		\$0	\$0	\$0	\$0
	Health Subtotal		\$0	\$0	\$0	\$0
Welfare						
4441	Welfare Administration		\$0	\$0	\$0	\$0
4442	Direct Assistance		\$0	\$0	\$0	\$0
4444	Intergovernmental Welfare Payments		\$0	\$0	\$0	\$0
4445	Vendor Payments		\$0	\$0	\$0	\$0
4449	Other Welfare		\$0	\$0	\$0	\$0
	Welfare Subtotal		\$0	\$0	\$0	\$0



New Hampshire
Department of
Revenue Administration

2026
MS-636

Appropriations

Account	Purpose	Article	Expenditures for	Appropriations	Proposed Appropriations for period	
			period ending	for period ending	ending 6/30/2027	
			6/30/2025	6/30/2026	(Recommended)	(Not Recommended)
Culture and Recreation						
4520	Parks and Recreation		\$0	\$0	\$0	\$0
4550	Library		\$0	\$0	\$0	\$0
4583	Patriotic Purposes		\$0	\$0	\$0	\$0
4589	Other Culture and Recreation		\$0	\$0	\$0	\$0
	Culture and Recreation Subtotal		\$0	\$0	\$0	\$0
Conservation and Development						
4611	Conservation Administration		\$0	\$0	\$0	\$0
4612	Purchase of Natural Resources		\$0	\$0	\$0	\$0
4619	Other Conservation		\$0	\$0	\$0	\$0
4631	Redevelopment and Housing Administration		\$0	\$0	\$0	\$0
4632	Other Redevelopment and Housing		\$0	\$0	\$0	\$0
4651	Economic Development Administration		\$0	\$0	\$0	\$0
4652	Economic Development		\$0	\$0	\$0	\$0
4659	Other Economic Development		\$0	\$0	\$0	\$0
	Conservation and Development Subtotal		\$0	\$0	\$0	\$0
Debt Service						
4711	Principal - Long Term Bonds, Notes, and Other Debt	06	\$722,584	\$838,438	\$774,569	\$0
4721	Interest - Long Term Bonds, Notes, and Other Debt	06	\$329,686	\$278,507	\$213,689	\$0
4723	Interest on Tax and Revenue Anticipation Notes		\$0	\$0	\$0	\$0
4790	Other Debt Service Charges		\$0	\$0	\$0	\$0
	Debt Service Subtotal		\$1,052,270	\$1,116,945	\$988,258	\$0
Capital Outlay						
4901	Land		\$0	\$0	\$0	\$0
4902	Machinery, Vehicles, and Equipment	06	\$0	\$68,000	\$15,000	\$0
4903	Buildings		\$0	\$0	\$0	\$0
4909	Improvements Other than Buildings		\$0	\$0	\$0	\$0
	Capital Outlay Subtotal		\$0	\$68,000	\$15,000	\$0



New Hampshire
Department of
Revenue Administration

2026
MS-636

Appropriations

Account	Purpose	Article	Expenditures for period ending 6/30/2025	Appropriations for period ending 6/30/2026	Proposed Appropriations for period ending 6/30/2027	
					(Recommended)	(Not Recommended)
Operating Transfers Out						
4911	To Revolving Funds		\$0	\$0	\$0	\$0
4912	To Special Revenue Funds		\$0	\$0	\$0	\$0
4913	To Capital Projects Funds		\$0	\$0	\$0	\$0
4914A	To Airport Proprietary Fund		\$0	\$0	\$0	\$0
4914E	To Electric Proprietary Fund		\$0	\$0	\$0	\$0
4914O	To Other Proprietary Fund		\$0	\$0	\$0	\$0
4914S	To Sewer Proprietary Fund		\$0	\$0	\$0	\$0
4914W	To Water Proprietary Fund		\$0	\$0	\$0	\$0
4918	To Non-Expendable Trust Funds		\$0	\$0	\$0	\$0
4919	To Fiduciary Funds		\$0	\$0	\$0	\$0
Operating Transfers Out Subtotal			\$0	\$0	\$0	\$0
Total Operating Budget Appropriations					\$6,797,762	\$0



Special Warrant Articles

Account	Purpose	Article	Proposed Appropriations for period ending 6/30/2027	
			(Recommended)	(Not Recommended)
4711	Principal - Long Term Bonds, Notes, and Other Debt	04	\$3,335,000	\$0
	<i>Purpose: To raise and appropriate \$3,335,000</i>			
4711	Principal - Long Term Bonds, Notes, and Other Debt	05	\$3,900,000	\$0
	<i>Purpose: To raise and appropriate \$3,900,000</i>			
4915	To Capital Reserve Funds	07	\$151,312	\$0
	<i>Purpose: To add funds to the System Development Capital Res</i>			
4915	To Capital Reserve Funds	08	\$800,000	\$0
	<i>Purpose: The purpose of this article is to use a portion of</i>			
4915	To Capital Reserve Funds	09	\$200,000	\$0
	<i>Purpose: To appropriate to CRF or ETF from fund balance</i>			
Total Proposed Special Articles			\$8,386,312	\$0



Individual Warrant Articles

Account	Purpose	Article	Proposed Appropriations for period ending 6/30/2027	
			(Recommended)	(Not Recommended)
Total Proposed Individual Articles			\$0	\$0



New Hampshire
Department of
Revenue Administration

2026
MS-636

Revenues

Account	Source	Article	Actual Revenues for period ending 6/30/2025	Estimated Revenues for period ending 6/30/2026	Estimated Revenues for period ending 6/30/2027
Taxes					
3120	Land Use Change Taxes for General Fund		\$0	\$0	\$0
3180	Resident Taxes		\$0	\$0	\$0
3185	Yield Taxes		\$0	\$0	\$0
3186	Payment in Lieu of Taxes		\$0	\$0	\$0
3187	Excavation Tax		\$0	\$0	\$0
3189	Other Taxes		\$0	\$0	\$0
3190	Interest and Penalties on Delinquent Taxes		\$0	\$0	\$0
	Taxes Subtotal		\$0	\$0	\$0
Licenses, Permits, and Fees					
3210	Business Licenses and Permits		\$0	\$0	\$0
3220	Motor Vehicle Permit Fees		\$0	\$0	\$0
3230	Building Permits		\$0	\$0	\$0
3290	Other Licenses, Permits, and Fees		\$0	\$0	\$0
	Licenses, Permits, and Fees Subtotal		\$0	\$0	\$0
From Federal Government					
3311	Housing and Urban Development		\$0	\$0	\$0
3312	Environmental Protection		\$0	\$0	\$0
3313	Federal Emergency		\$0	\$0	\$0
3314	Federal Drug Enforcement		\$0	\$0	\$0
3319	Other Federal Grants and Reimbursements		\$0	\$0	\$0
	From Federal Government Subtotal		\$0	\$0	\$0
State Sources					
3351	Shared Revenues - Block Grant		\$0	\$0	\$0
3352	Meals and Rooms Tax Distribution		\$0	\$0	\$0
3353	Highway Block Grant		\$0	\$0	\$0
3354	Water Pollution Grant		\$0	\$0	\$0
3355	Housing and Community Development		\$0	\$0	\$0
3356	State and Federal Forest Land Reimbursement		\$0	\$0	\$0
3357	Flood Control Reimbursement		\$0	\$0	\$0
3359	Railroad Tax Distribution		\$0	\$0	\$0
3360	Water Filtration Grants		\$0	\$0	\$0
3361	Landfill Closure Grants		\$0	\$0	\$0
3369	Other Intergovernmental Revenue from State of NH		\$0	\$0	\$0
3379	Intergovernmental Revenues - Other	06, 04, 05	\$0	\$0	\$2,973,501
	State Sources Subtotal		\$0	\$0	\$2,973,501



New Hampshire
Department of
Revenue Administration

2026
MS-636

Revenues

Account	Source	Article	Actual Revenues for period ending 6/30/2025	Estimated Revenues for period ending 6/30/2026	Estimated Revenues for period ending 6/30/2027
Charges for Services					
3401	Income from Departments	06	\$0	\$6,297,953	\$6,560,761
3402	Water Supply System Charges		\$0	\$0	\$0
3403	Sewer User Charges		\$0	\$0	\$0
3404	Garbage-Refuse Charges		\$0	\$0	\$0
3405	Electric User Charges		\$0	\$0	\$0
3406	Airport Fees		\$0	\$0	\$0
3409	Other Charges		\$0	\$0	\$0
Charges for Services Subtotal			\$0	\$6,297,953	\$6,560,761
Miscellaneous Revenues					
3500	Special Assessments		\$0	\$0	\$0
3501	Sale of Municipal Property		\$0	\$0	\$0
3502	Interest on Investments	06	\$0	\$50,000	\$50,000
3503	Rents of Property		\$0	\$0	\$0
3504	Fines and Forfeits		\$0	\$0	\$0
3506	Insurance Dividends and Reimbursements		\$0	\$0	\$0
3508	Contributions and Donations		\$0	\$0	\$0
3509	Revenue from Misc Sources Not Otherwise Classified	06	\$0	\$191,000	\$187,000
Miscellaneous Revenues Subtotal			\$0	\$241,000	\$237,000
Interfund Operating Transfers In					
3911	From Revolving Funds		\$0	\$0	\$0
3912	From Special Revenue Funds		\$0	\$0	\$0
3913	From Capital Projects Funds		\$0	\$0	\$0
3914A	From Airport Proprietary Fund		\$0	\$0	\$0
3914E	From Electric Proprietary Fund		\$0	\$0	\$0
3914O	From Other Proprietary Fund		\$0	\$0	\$0
3914S	From Sewer Proprietary Fund		\$0	\$0	\$0
3914W	From Water Proprietary Fund		\$0	\$0	\$0
3915	From Capital Reserve Funds		\$0	\$0	\$0
3916	From Trust and Fiduciary Funds		\$0	\$0	\$0
3917	From Conservation Funds		\$0	\$0	\$0
Interfund Operating Transfers In Subtotal			\$0	\$0	\$0
Other Financing Sources					
3934	Proceeds from Long-Term Notes/Bonds/Other Sources	04, 05	\$0	\$0	\$4,261,500
9998	Amount Voted from Fund Balance	09, 08, 07	\$0	\$0	\$1,151,312
9999	Fund Balance to Reduce Taxes		\$0	\$0	\$0
Other Financing Sources Subtotal			\$0	\$0	\$5,412,812
Total Estimated Revenues and Credits			\$0	\$6,538,953	\$15,184,074



Budget Summary

Item	Period ending 6/30/2027
Operating Budget Appropriations	\$6,797,762
Special Warrant Articles	\$8,386,312
Individual Warrant Articles	\$0
Total Appropriations	\$15,184,074
Less Amount of Estimated Revenues & Credits	\$15,184,074
Estimated Amount of Taxes to be Raised	\$0

2025 ANNUAL REPORT



SECTION V: WARRANT



MERRIMACK VILLAGE DISTRICT

Warrant Articles 2026

To the inhabitants of the Merrimack Village District in the Town of Merrimack, New Hampshire qualified to vote in District affairs:

You are hereby notified to meet in the Cafetorium at Merrimack High School located at 38 McElwain Street in said District on the 31st day of March 2026 at 7:00 PM to act upon the following:

ARTICLE 1: To choose two (2) Commissioners for a three (3) year term of office.
(Written ballot vote required)

ARTICLE 2: To choose one (1) District Clerk for a three (3) year term of office. (Written ballot vote required)

ARTICLE 3: To choose one (1) Moderator for a two (2) year term of office. (Written ballot vote required)

ARTICLE 4: Shall the Merrimack Village District (MVD) vote to raise and appropriate a sum of three million three hundred thirty-five thousand dollars (\$3,335,000) for the primary purpose of designing and constructing Phase 1 of Beebe Lane area PFAS Water Main Extension Project (the "Project"). Such sum to be raised by the issuance of bonds or notes not to exceed three million three hundred thirty-five thousand dollars (\$3,335,000) in accordance with the provisions of the Municipal Finance Act (NH RSA 33) and to authorize the Board of Commissioners (BOC) to issue and negotiate such bonds or notes as shall be in the best interests of the MVD, and to determine the interest rate thereon and the maturity and other terms thereof; and further to authorize the District Commissioners to apply for, obtain and accept federal, state, or other aid, grants or other funds, which may be available for the Project, and use such funds to reduce the amount of bonds or notes issued or to pay debt service on the bonds or notes, and to participate in the Drinking Water State Revolving Fund ("DWSRF") loan program, the DWSRF Emerging Contaminant loan program, and the Emerging Contaminant, Small and Disadvantaged Community ("EC-SDC") grant program, and to allow the BOC to expend such monies as become available and to authorize the BOC to take any other action or to pass any other vote relative to said purpose; and further to raise and appropriate the required sum of money for the purpose of 2027/2028 interest on said bond or notes? (3/5 written ballot vote required)

Recommended by the Board of Commissioners (5-0-0)

Reviewed by the Department of Revenue Administration

ARTICLE 5: Shall the Merrimack Village District (MVD) vote to raise and appropriate a sum of three million nine hundred thousand dollars (\$3,900,000) for the primary purpose of designing and constructing Greatstone Drive PFAS Water Main Extension Project. Such sum to be raised by the issuance of bonds or

notes not to exceed three million nine hundred thousand dollars (\$3,900,000) under, and in compliance with, the provisions of the Municipal Finance Act (NH RSA 33) and to authorize the Board of Commissioners (BOC) to issue and negotiate such bonds or notes as shall be in the best interests of the MVD; and to determine the interest rate thereon and the maturity and other terms thereof; and further to authorize the District Commissioners to apply for, obtain and accept federal, state, or other aid, grants or other funds, which may be available for the Project, and use such funds to reduce the amount of bonds or notes issued or to pay debt service on the bonds or notes, and to participate in the Drinking Water State Revolving Fund (“DWSRF”) loan program, the DWSRF Emerging Contaminant loan program, and the Emerging Contaminant, Small and Disadvantaged Community (“EC-SDC”) grant program, and to allow the BOC to expend such monies as become available and to authorize the BOC to take any other action or to pass any other vote relative to said purpose; and to raise and appropriate the required sum of money for the purpose of 2027/2028 interest on said bond or notes? (3/5 written ballot vote required)

Recommended by the Board of Commissioners (5-0-0)

Reviewed by the Department of Revenue Administration

ARTICLE 6: To see if the Merrimack Village District will vote to raise and appropriate the sum of six million seven hundred ninety-seven thousand seven hundred sixty-two dollars (\$6,797,762) for general municipal operations for the 2026-2027 fiscal year with said sum to come from water related charges. This article does not include appropriations contained in special or individual articles addressed separately. (Majority vote required)

Recommended by the Board of Commissioners (5-0-0)

Reviewed by the Department of Revenue Administration

ARTICLE 7: Shall the Merrimack Village District vote to raise and appropriate the sum of one hundred fifty-one thousand three hundred twelve dollars (\$151,312) under provisions of RSA 35:1, I and II to add to the District’s “System Development Capital Reserve” fund for the future system expansion and improvement of the existing system. This sum to come from the System Development revenue fund; these are the system development charges collected during the 2024-2025 budget year. (Majority vote required.)

Recommended by the Board of Commissioners (5-0-0)

Reviewed by the Department of Revenue Administration

ARTICLE 8: Shall the Merrimack Village District vote to raise and appropriate the sum of eight hundred thousand dollars (\$800,000) under provisions of RSA 35:1, I and II to add to the District’s “Equipment and Facilities Capital Reserve” fund for associated costs with existing storage, transmission and production of water. This sum to come from the 2024-2025 unassigned fund balance. (Majority vote required.)

Recommended by the Board of Commissioners (5-0-0)

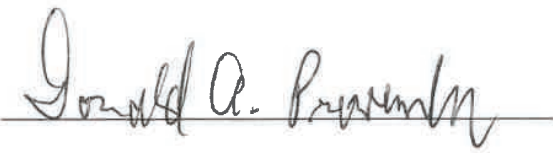
Reviewed by the Department of Revenue Administration

ARTICLE 9: Shall the Merrimack Village District vote to raise and appropriate the sum of two hundred thousand dollars (\$200,000) under provisions of RSA 35:1, I and II to add to the District's "Purchase of water and/or the operations and maintenance of GAC Treatment facilities" Non-Capital Reserve fund for associated costs with purchase of and/or treatment of water. This sum to come from the 2024-2025 unassigned fund balance. (Majority vote required.)

Recommended by the Board of Commissioners (5-0-0)
Reviewed by the Department of Revenue Administration

ARTICLE 10: This article is to transact any other business and close the meeting.

A true copy of WARRANT – attest Board of Commissioners this date of 3/4, 2026



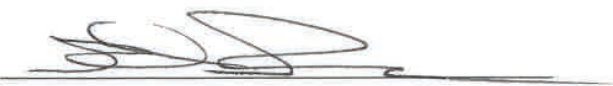
Donald Provencher, Chairman



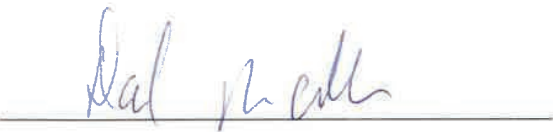
Erin Clement, Vice Chairman



Wolfram von Schoen, Commissioner



Scott Sabens, Commissioner



Daniel Allen, Commissioner



NOTES

[illegible]

**MERRIMACK VILLAGE DISTRICT
THANKS THE RESIDENTS AND BUSINESSES OF
MERRIMACK FOR THEIR CONTINUED SUPPORT**



**Merrimack Village
District 2 Greens Pond Rd
Merrimack, NH 03054
www.mvdwater.org**