

Town of Brunswick, Maine
Capital Improvement Program
DRAFT 11/3/16
For Fiscal Years Ending 2018-2022

PROJECTS	2016-17	2017-18	2018-19	2019-20	2020-21	2021-22	TOTALS
Facilities - Improvements	\$ 1,757,664	\$ 628,000	\$ 33,631,562	\$ -	\$ -	\$ -	\$ 34,259,562
Infrastructure	1,377,000	-	20,000	300,000	-	-	320,000
Capital Acquisitions / Other	-	597,000	-	350,000	-	-	947,000
Municipal vehicle replacement	559,828	662,703	675,957	689,476	703,266	717,331	3,448,733
Municipal annual work programs	700,000	1,020,000	1,000,000	1,025,000	1,025,000	1,050,000	5,120,000
School vehicle replacement	185,000	180,000	185,400	190,962	196,691	202,592	955,645
School annual work programs	153,000	354,999	220,700	287,000	309,500	212,000	1,384,199
TOTALS	\$ 4,732,492	\$ 3,442,702	\$ 35,733,619	\$ 2,842,438	\$ 2,234,457	\$ 2,181,923	\$ 46,435,139
FUNDING SOURCES							
General Obligation Bonds	\$ 1,333,000	\$ 1,010,000	\$ 33,631,562	\$ 500,000	\$ -	\$ -	\$ 35,141,562
School Revolving Renovation Funds	934,729	-	-	-	-	-	-
General Fund Balance	40,000	115,000	20,000	150,000	-	-	285,000
Municipal Revenues - Annual Prog	1,259,828	1,682,703	1,675,957	1,714,476	1,728,266	1,767,331	8,568,733
School Revenues	338,000	534,999	406,100	477,962	506,191	414,592	2,339,844
State of Maine	826,935	-	-	-	-	-	-
Impact Fees	-	-	-	-	-	-	-
Reserves	-	-	-	-	-	-	-
Other	-	100,000	-	-	-	-	100,000
TOTALS	\$ 4,732,492	\$ 3,442,702	\$ 35,733,619	\$ 2,842,438	\$ 2,234,457	\$ 2,181,923	\$ 46,435,139

Project Summary

	2016-17	2017-18	2018-19	2019-20	2020-21	2021-22	TOTAL	FUNDING
I. PROJECTS RECOMMENDED FOR FUNDING								
<i>Capital Improvements</i>								
Facilities								
Town Hall Exterior Trim	\$ 200,000	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	- G.O. Bonds
Coffin School SRRF projects	318,829	-	-	-	-	-	-	- SRRF Bonds
Coffin School SRRF projects	198,835	-	-	-	-	-	-	- DOE grant
Junior HS SRRF projects	615,900	-	-	-	-	-	-	- SRRF Bonds
Junior HS SRRF projects	384,100	-	-	-	-	-	-	- DOE grant
Rec Ctr - Indoor Space Planning	20,000	-	-	-	-	-	-	- Gen. Fund Bal.
Vehicle Wash Bay Planning	20,000	-	-	-	-	-	-	- Gen. Fund Bal.
Vehicle Wash Bay	-	255,000	-	-	-	-	255,000	G.O. Bonds
Library Building Upgrades	-	158,000	-	-	-	-	158,000	G.O. Bonds
Library Building Upgrades	-	100,000	-	-	-	-	100,000	Other
Elementary School Construction	-	-	27,920,474	-	-	-	27,920,474	G.O. Bonds
Junior High School Repairs	-	-	5,711,088	-	-	-	5,711,088	G.O. Bonds
Central Station Repairs	-	115,000	-	-	-	-	115,000	Gen. Fund Bal.
Total Facilities	1,757,664	628,000	33,631,562	-	-	-	34,259,562	
Infrastructure								
Union Street Storm Sewer	1,133,000	-	-	-	-	-	-	- G.O. Bonds
Union Street Storm Sewer	244,000	-	-	-	-	-	-	- M.D.O.T
Range Road Culvert	-	-	20,000	-	-	-	20,000	Gen. Fund Bal.
Range Road Culvert	-	-	-	150,000	-	-	150,000	G.O. Bonds
Rec Center Front Parking Lot	-	-	-	150,000	-	-	150,000	Gen. Fund Bal.
Total Infrastructure	1,377,000	-	20,000	300,000	-	-	320,000	
Capital Acquisitions / Other								
Engine 2 Replacement	-	597,000	-	-	-	-	597,000	G.O. Bonds
Tank 2 Replacement	-	-	-	350,000	-	-	350,000	G.O. Bonds
Total Capital Acquisitions/Other	-	597,000	-	350,000	-	-	947,000	
Total Capital Improvements	\$ 3,134,664	\$ 1,225,000	\$ 33,651,562	\$ 650,000	\$ -	\$ -	\$ 35,526,562	

	2016-17	2017-18	2018-19	2019-20	2020-21	2021-22	TOTAL	FUNDING
Annual Programs/Reserves								
Municipal Vehicle Replacement								
Fire Vehicle Replacement	\$ 91,121	\$ 108,243	\$ 110,408	\$ 112,616	\$ 114,868	\$ 117,166	\$ 563,301	Munic. Rev.
Police Vehicle Replacement	130,000	152,000	155,040	158,141	161,304	164,530	791,014	Munic. Rev.
PW Vehicle Replacement	290,647	347,460	354,409	361,497	368,727	376,102	1,808,196	Munic. Rev.
P&R Vehicle Replacement	48,060	55,000	56,100	57,222	58,366	59,534	286,222	Munic. Rev.
Total vehicle replacement	559,828	662,703	675,957	689,476	703,266	717,331	3,448,733	
Municipal Annual Work Programs								
PW - Sidewalks	35,000	50,000	50,000	50,000	50,000	50,000	250,000	Munic. Rev.
PW - Street Resurfacing	665,000	750,000	750,000	775,000	775,000	800,000	3,850,000	Munic. Rev.
Kimberley Circle Reconstr.	-	220,000	-	-	-	-	220,000	Munic. Rev.
Oak St Reconstr.	-	-	200,000	-	-	-	200,000	Munic. Rev.
Bank Street Reconstr.	-	-	-	50,000	-	-	50,000	Munic. Rev.
Bowdoin/Whittier/Berry Reconstr.	-	-	-	150,000	-	-	150,000	Munic. Rev.
Bowker St	-	-	-	-	200,000	-	200,000	Munic. Rev.
Brackett Rd	-	-	-	-	-	200,000	200,000	Munic. Rev.
Total annual work programs	700,000	1,020,000	1,000,000	1,025,000	1,025,000	1,050,000	5,120,000	
Total Municipal Programs/Reserves	\$ 1,259,828	\$ 1,682,703	\$ 1,675,957	\$ 1,714,476	\$ 1,728,266	\$ 1,767,331	\$ 8,568,733	
School Department								
School Vehicle Replacement	185,000	180,000	185,400	190,962	196,691	202,592	955,645	School Rev.
School Annual Work Program	153,000	354,999	220,700	287,000	309,500	212,000	1,384,199	School Rev.
Total School Programs/Reserves	\$ 338,000	\$ 534,999	\$ 406,100	\$ 477,962	\$ 506,191	\$ 414,592	\$ 2,339,844	
Total Annual Programs/Reserves	\$ 1,597,828	\$ 2,217,702	\$ 2,082,057	\$ 2,192,438	\$ 2,234,457	\$ 2,181,923	\$ 10,908,577	
Total Recommended Projects/Reserves	\$ 4,732,492	\$ 3,442,702	\$ 35,733,619	\$ 2,842,438	\$ 2,234,457	\$ 2,181,923	\$ 46,435,139	

Project Summary

	2016-17	2017-18	2018-19	2019-20	2020-21	2021-22	TOTAL	FUNDING
II. PROJECTS IN DEVELOPMENT								
<i>Capital Improvements</i>								
Facilities								
Cooks Corner Road 2	\$ -	\$ 1,500,000	\$ -	\$ -	\$ -	\$ -	\$ 1,500,000	TIF revenues
Cooks Corner Road 1	-	-	-	-	1,600,000	-	1,600,000	G.O. Bonds
Town Hall HVAC	-	-	-	400,000	-	-	400,000	G.O. Bonds
Rec Center Roof & Solar	-	-	-	260,250	-	-	260,250	G.O. Bonds
BHS Track Replacement	-	500,000	-	-	-	-	500,000	G.O. Bonds
BHS Track Replacement	-	300,000	-	-	-	-	300,000	Other
Tennis Courts	-	-	-	208,060	-	-	208,060	G.O. Bonds
Bus Garage	-	-	-	-	-	2,200,000	2,200,000	G.O. Bonds
Central Fire Station	-	-	-	-	6,000,000	-	6,000,000	G.O. Bonds
Landfill Closure	-	-	-	-	-	2,880,000	2,880,000	G.O. Bonds
Landfill Closure	-	-	-	-	-	4,000,000	4,000,000	Reserves
Aquatics Facility	-	-	-	-	1,500,000	-	1,500,000	G.O. Bonds
Aquatics Facility	-	-	-	-	1,500,000	-	1,500,000	Other
Land for Brunswick's Future	-	50,000	50,000	50,000	50,000	50,000	250,000	Gen. Fund Bal.
East Brunswick Fields	-	-	-	250,000	250,000	-	500,000	G.O. Bonds
Total Facilities	\$ -	\$ 2,350,000	\$ 50,000	\$ 1,168,310	\$ 10,900,000	\$ 9,130,000	\$ 23,598,310	
Infrastructure								
Maine St Sidewalks/Lighting	-	50,000	50,000	50,000	-	-	150,000	TIF revenues
BHS Egress Road	-	-	-	-	500,000	-	500,000	G.O. Bonds
Riverwalk	-	-	800,000	-	-	-	800,000	M.D.O.T
Riverwalk	-	-	200,000	-	-	-	200,000	Other
Androscoggin Bike Path	-	-	-	-	330,000	-	330,000	G.O. Bonds
Androscoggin Bike Path	-	-	-	-	110,000	-	110,000	Impact Fees
Androscoggin Bike Path	-	-	-	-	1,760,000	-	1,760,000	U.S. D.O.T.
Fitzgerald-Bike Path connection	-	-	-	-	-	37,000	37,000	Gen. Fund Bal.
Fitzgerald-Bike Path connection	-	-	-	-	-	148,000	148,000	U.S. D.O.T.
Total Infrastructure	\$ -	\$ 50,000	\$ 1,050,000	\$ 50,000	\$ 2,700,000	\$ 185,000	\$ 4,035,000	
Other Projects								
Town Private Dark Fiber	-	176,135	-	-	-	-	176,135	Gen. Fund Bal.
Total Other Projects	\$ -	\$ 176,135	\$ -	\$ -	\$ -	\$ -	\$ 176,135	
Total Projects in Development	\$ -	\$ 2,576,135	\$ 1,100,000	\$ 1,218,310	\$ 13,600,000	\$ 9,315,000	\$ 27,809,445	

	2016-17	2017-18	2018-19	2019-20	2020-21	2021-22	TOTAL	FUNDING
III. PROPOSED BY DEPARTMENTS BUT NOT RECOMMENDED								
<i>Capital Improvements</i>								
Facilities								
Lamb Boat Launch	\$ -	\$ -	\$ -	\$ -	\$ 120,000	\$ -	\$ 120,000	I.F.W. - D.O.C.
Lamb Boat Launch	-	-	-	-	30,000	-	30,000	Gen. Fund Bal.
People Plus Parking Lot	-	-	-	100,000	-	-	100,000	Gen. Fund Bal.
Skate Park	-	-	-	-	-	125,000	125,000	G.O. Bonds
Total Projects Not Recommended	\$ -	\$ -	\$ -	\$ 100,000	\$ 150,000	\$ 125,000	\$ 375,000	
IV. NON-TOWN PROJECTS								
Old Brunswick Rd bridge	\$ -	\$ 1,255,000	\$ -	\$ -	\$ -	\$ -	\$ 1,255,000	M.D.O.T.
Maine St bridge	-	250,000	-	-	-	-	250,000	M.D.O.T.
Route 24 preservation paving	-	820,700	-	-	-	-	820,700	M.D.O.T.
Route 201 preservation paving	-	597,800	-	-	-	-	597,800	M.D.O.T.
Route 1 bridge (Cooks Corner)	-	-	300,000	-	-	-	300,000	M.D.O.T.
Frank Wood Bridge	-	-	-	14,000,000	-	-	14,000,000	M.D.O.T.
Route 1 Hwy preservation paving	-	-	-	819,000	-	-	819,000	M.D.O.T.
Old Bath Rd culvert	-	-	-	270,000	-	-	270,000	M.D.O.T.
Total Non-Town Projects	\$ -	\$ 2,923,500	\$ 300,000	\$ 15,089,000	\$ -	\$ -	\$ 18,312,500	

Projects with Proposed Debt

	Bond Tier	Bond Year	Fiscal Year	Estimated Project Cost	Assumed Bond Years	Assumed Interest Rate	Projected First Year Debt Service (a)	Estimated First Yr Tax Rate Impact (b)	Estimated Total Debt Service (c)
Debt Authorized But Not Issued									
BJHS Air Quality	5	30	2015-16	454,080	5	0.00%	90,816	0.23%	454,080
Nancy/Patricia/Pierce Road Reconstr.	15	32	2017-18	580,000	15	2.60%	53,747	0.13%	700,640
Emerson Station Building Repairs	10	32	2017-18	150,000	10	2.50%	18,750	0.05%	170,625
Property Revaluation	5	32	2017-18	400,000	5	2.40%	89,600	0.22%	428,800
School Revolving Renovation Fund	10	32	2017-18	934,729	10	0.00%	93,473	0.23%	934,729
BHS Boiler Plant Replacement	10	32	2017-18	575,000	10	3.00%	74,750	0.19%	669,875
Town Hall Exterior Trim	10	32	2017-18	200,000	20	2.50%	15,000	0.04%	252,500
				\$ 3,293,809			\$ 436,136		\$ 3,611,249
Debt on Recommended Projects									
Library Building Upgrades	10	33	2018-19	158,000	10	2.60%	19,908	0.05%	180,594
Elementary School Solution	30	35	2020-21	27,920,474	30	3.20%	1,824,138	4.56%	37,748,481
Junior High School Repairs	10	35	2020-21	5,711,088	10	2.80%	731,019	1.83%	6,496,363
Vehicle Wash Bay	20	33	2018-19	255,000	20	2.80%	19,890	0.05%	329,970
Union Street Storm Sewer	20	33	2018-19	1,133,000	20	2.80%	88,374	0.22%	1,466,102
Range Road Culvert	10	35	2020-21	150,000	10	2.80%	19,200	0.05%	173,100
Engine 2 Replacement	10	33	2018-19	597,000	10	2.60%	75,222	0.19%	682,371
Tank 2 Replacement	10	35	2020-21	350,000	10	2.80%	44,800	0.11%	403,900
				\$ 36,274,562			\$ 2,822,551		\$ 47,480,880
Debt on Projects in Development									
Cooks Corner Road 3	15	36	2021-22	1,600,000	15	3.00%	154,667	0.39%	1,984,000
Town Hall HVAC	10	35	2020-21	400,000	10	2.80%	51,200	0.13%	461,600
Rec Center Roof/Solar	10	35	2020-21	260,250	10	2.80%	33,312	0.08%	300,329
BHS Track Replacement	10	33	2018-19	500,000	10	2.60%	63,000	0.16%	571,500
Landfill Closure	15	37	2022-23	2,880,000	15	3.10%	281,280	0.70%	3,594,240
Tennis Courts	20	35	2020-21	208,060	20	3.00%	16,645	0.04%	273,599
Bus Garage	10	37	2022-23	2,200,000	10	3.00%	286,000	0.72%	2,563,000
Central Fire Station	20	36	2021-22	6,000,000	20	3.10%	486,000	1.22%	7,953,000
Aquatics Facility	20	36	2021-22	1,500,000	20	3.10%	121,500	0.30%	1,988,250
East Brunswick Fields	20	36	2021-22	500,000	20	3.10%	40,500	0.10%	662,750
BHS Egress Road	20	36	2021-22	500,000	20	3.10%	40,500	0.10%	662,750
Androscoggin Bike Path	20	36	2021-22	330,000	20	3.10%	26,730	0.07%	437,415
				\$ 16,878,310			\$ 1,601,333		\$ 21,452,432

(a) The first year debt service payment is an estimate assuming level principal payments and the rates and terms shown. Actual rates and terms will be determined if and when bonds are issued.

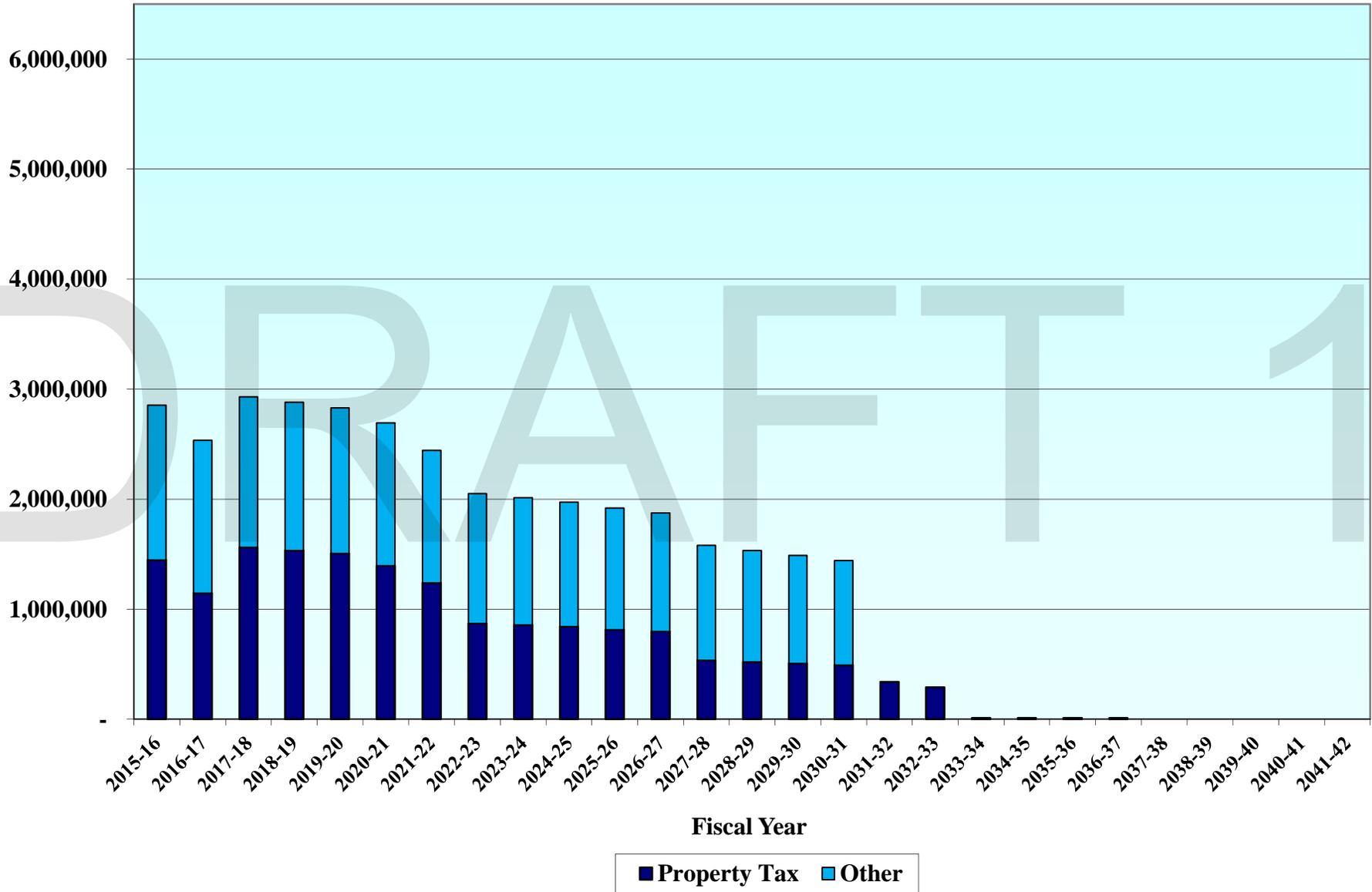
(b) Assumes a 1% Tax Rate increase equals:

\$400,000

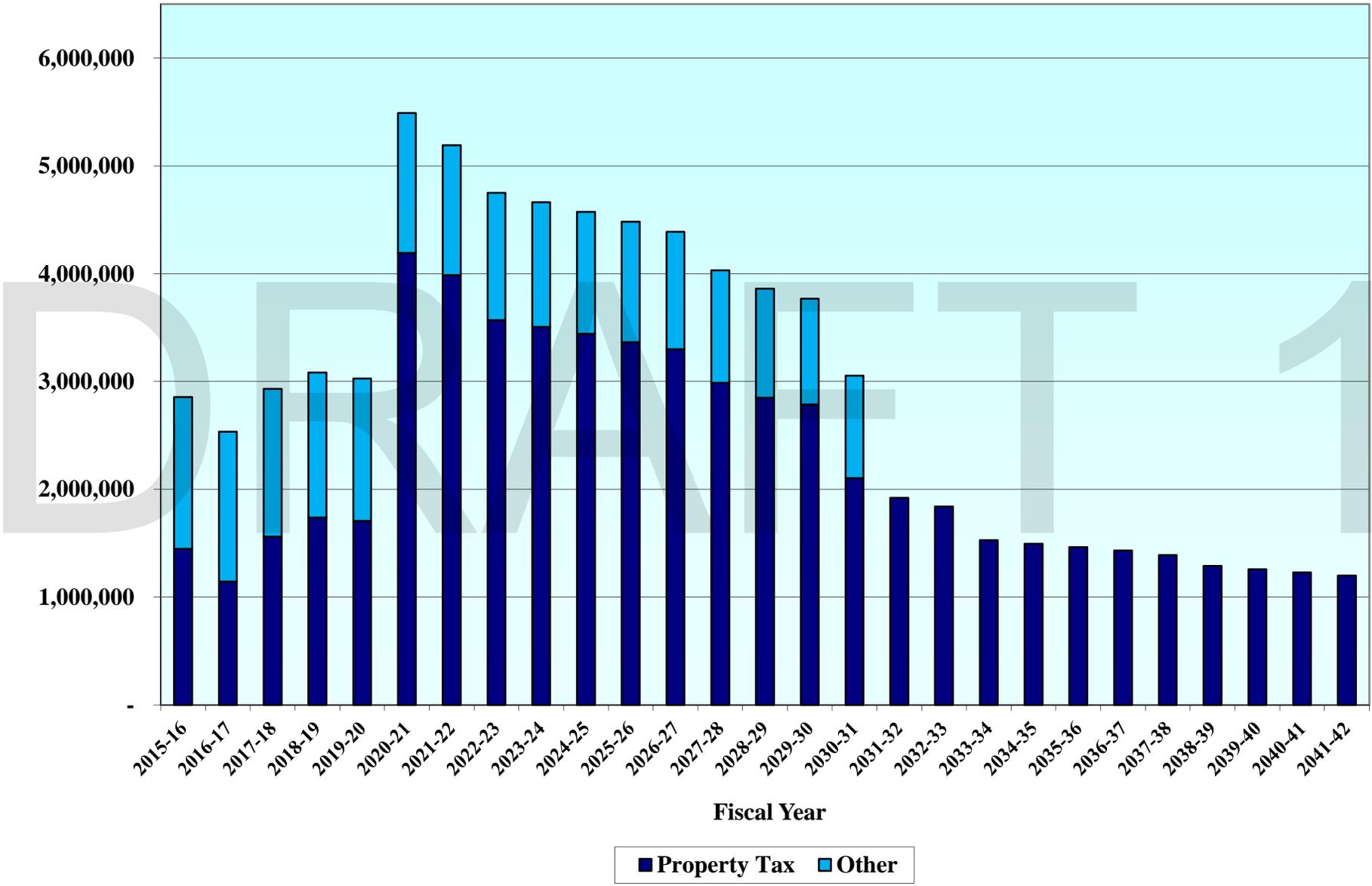
(c) This is the estimated total debt service over the life of the bonds.

Town of Brunswick
Capital Improvement Program

Debt Service - Existing Debt and Authorized Debt

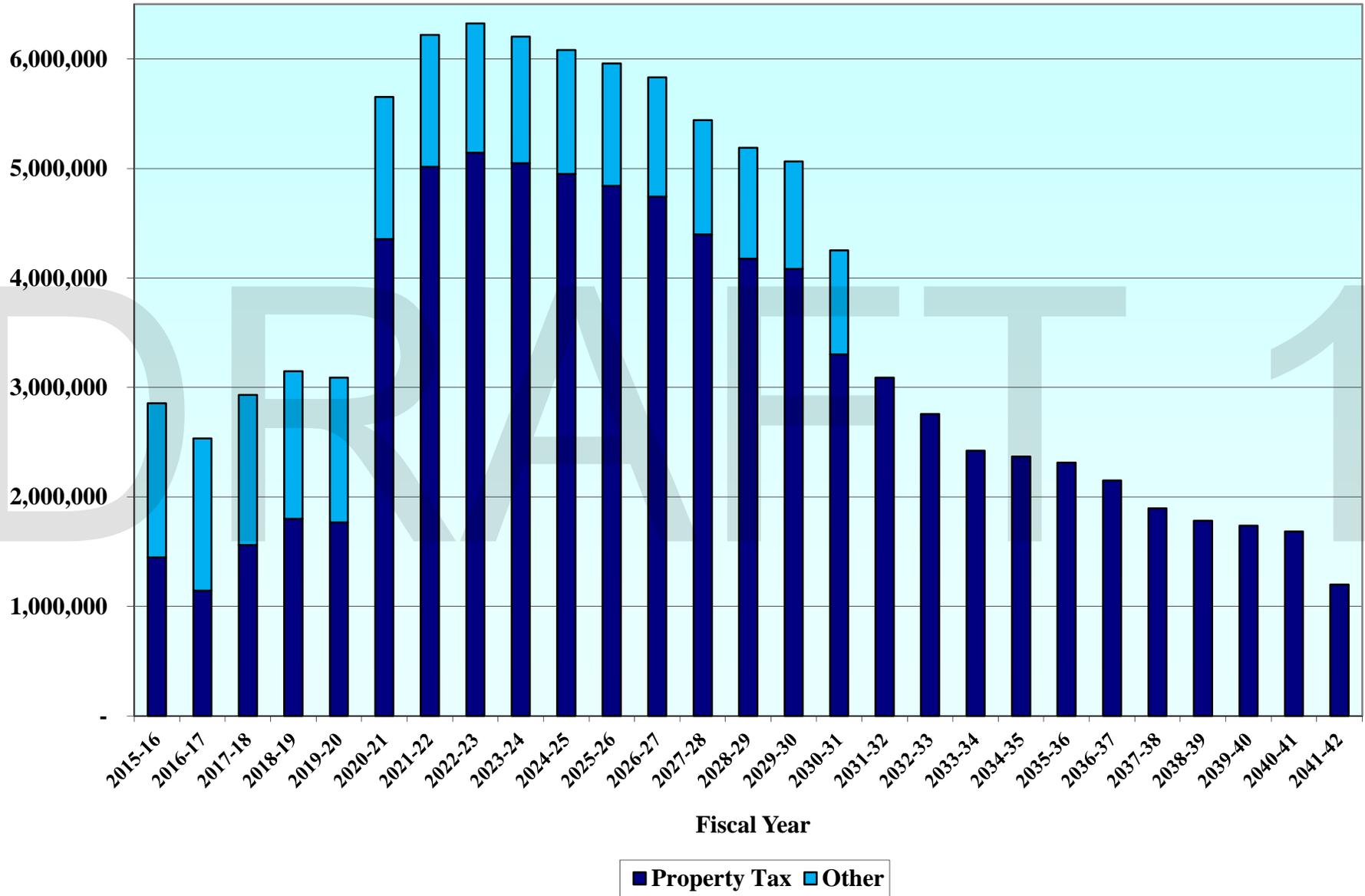


**Town of Brunswick
Capital Improvement Program
Debt Service - Existing, Authorized, and Proposed**



Town of Brunswick
Capital Improvement Program

Debt Service - Existing, Authorized, Proposed and Projects in Development



	2015-16	2016-17	2017-18	2018-19	2019-20	2020-21
TAX IMPACT OF RECOMMENDED PROJECTS						
Projects Financed with Debt						
Existing Debt Service						
Existing Debt Service	\$ 2,763,279	\$ 2,442,928	\$ 2,494,184	\$ 2,449,379	\$ 2,402,684	\$ 2,363,391
TIF Subsidy	(82,060)	(78,315)	(76,245)	(74,175)	(72,105)	(70,035)
School Subsidy (estimated)	(1,325,706)	(1,310,649)	(1,292,704)	(1,272,507)	(1,250,665)	(1,228,216)
Existing Debt Service - Net	1,355,513	1,053,965	1,125,235	1,102,697	1,079,914	1,065,140
New Debt Service						
Authorized But Not Issued	90,816	90,816	436,136	430,860	425,585	329,494
Proposed Debt Service	-	-	-	203,394	199,488	2,797,605
New Debt Service - Net	90,816	90,816	436,136	634,254	625,073	3,127,099
Existing and New Debt Service - Net	1,446,329	1,144,781	1,561,371	1,736,951	1,704,987	4,192,239
Change from Previous Year	60,298	(301,548)	416,590	175,581	(31,965)	2,487,253
Tax Rate Impact - Debt Service	0.15%	-0.76%	1.05%	0.44%	-0.08%	6.30%
Projects Financed with other than Debt						
Non-Debt Sources						
Municipal Revenues	1,682,703	1,675,957	1,714,476	1,728,266	1,767,331	-
School Revenues	534,999	406,100	477,962	506,191	414,592	-
Non-Debt Projects	2,217,702	2,082,057	2,192,438	2,234,457	2,181,923	-
Change from Previous Year	619,874	(135,645)	110,381	42,019	(52,534)	(2,181,923)
Tax Rate Impact - Non-Debt Projects	1.57%	-0.34%	0.28%	0.11%	-0.13%	-5.52%
Projects Financed Debt and Non-Debt						
Debt and Non-Debt Projects	3,664,031	3,226,838	3,753,809	3,971,408	3,886,910	4,192,239
Change from Previous Year	680,172	(437,193)	526,971	217,599	(84,498)	305,330
Tax Rate Impact - Capital Projects	1.72%	-1.11%	1.33%	0.55%	-0.21%	0.77%

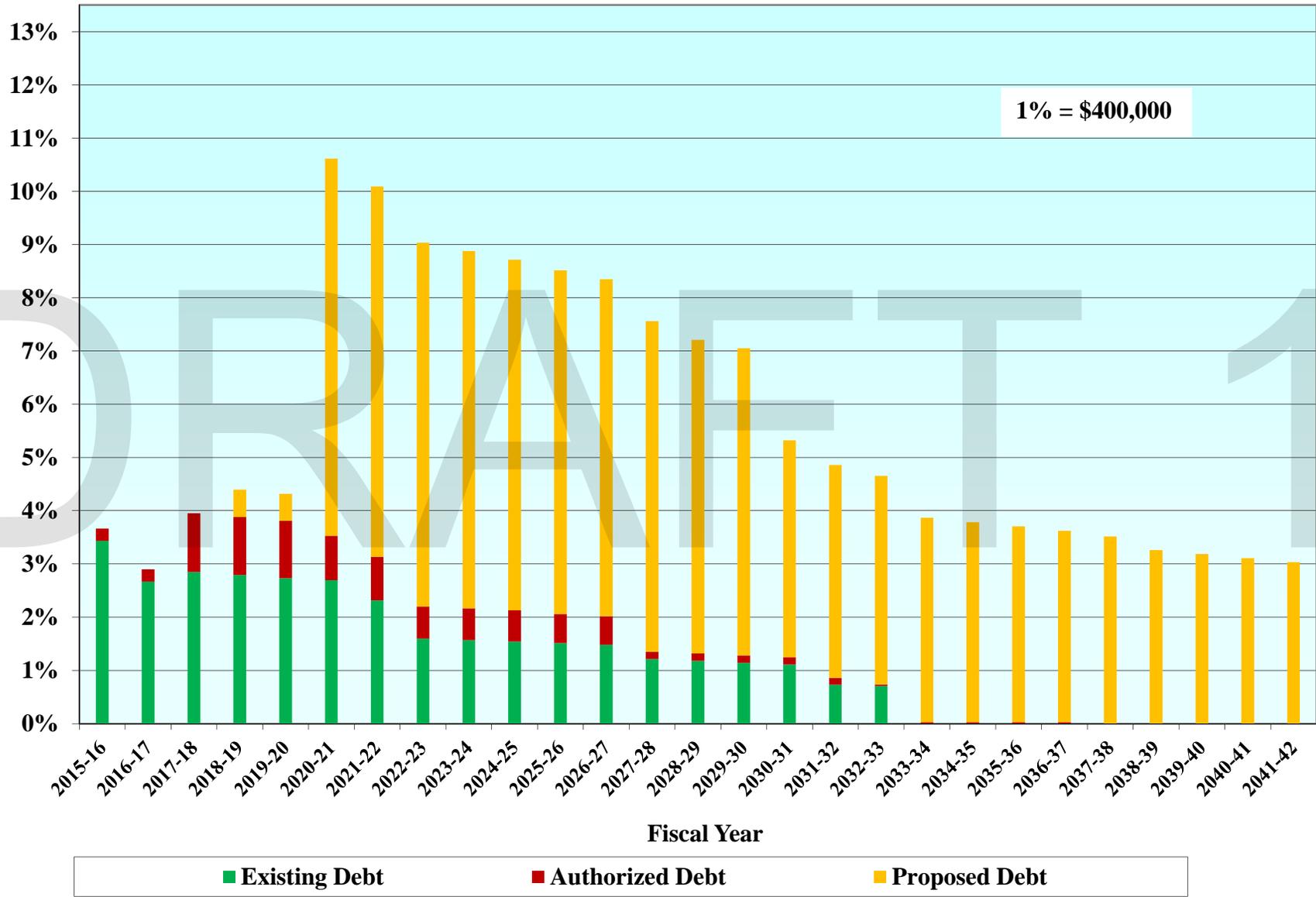
	2015-16	2016-17	2017-18	2018-19	2019-20	2020-21
Operating Costs Related to New Projects						
Operating Costs	-	-	-	-	-	-
Change from Previous Year	-	-	-	-	-	-
<i>Tax Rate Impact - Operating Costs</i>	0.00%	0.00%	0.00%	0.00%	0.00%	0.00%
Recommended Projects & Operating Costs - Total	3,664,031	3,226,838	3,753,809	3,971,408	3,886,910	4,192,239
Change from Previous Year	680,172	(437,193)	526,971	217,599	(84,498)	305,330
<i>Tax Rate Impact - Projects & Operating</i>	1.72%	-1.11%	1.33%	0.55%	-0.21%	0.77%
Estimates assume a 1% tax increase is equal to:	\$400,000	\$400,000	\$400,000	\$400,000	\$400,000	\$400,000

TAX IMPACT OF ADDING PROJECTS UNDER DEVELOPMENT

Projects Under Development						
Estimated Debt Service	-	-	-	63,000	61,700	161,557
Change from Previous Year	-	-	-	63,000	(1,300)	99,857
<i>Tax Rate Impact - Projects under Development</i>	0.00%	0.00%	0.00%	0.16%	0.00%	0.25%
Total Proposed and Projects Under Development	3,664,031	3,226,838	3,753,809	4,034,408	3,948,610	4,353,796
Change from Previous Year	680,172	(437,193)	526,971	280,599	(85,798)	405,186
<i>Tax Rate Impact - Recommended Projects and Projects Under Development</i>	1.72%	-1.11%	1.33%	0.71%	-0.22%	1.03%
Estimates assume a 1% tax increase is equal to:	\$395,000	\$395,000	\$395,000	\$395,000	\$395,000	\$395,000

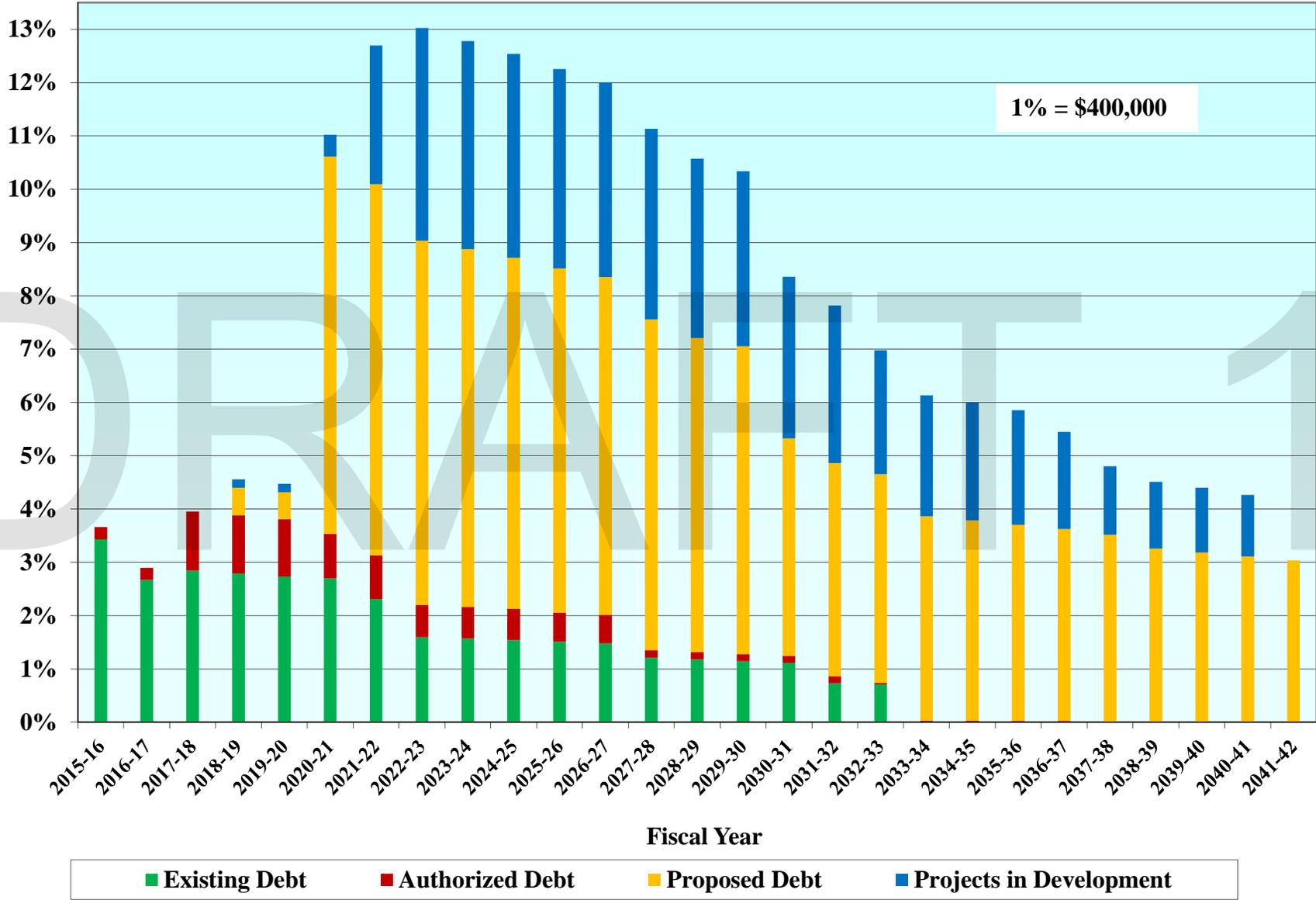
Town of Brunswick
Capital Improvement Program

Net Debt Service Effect on Tax Rate



Town of Brunswick
Capital Improvement Program

**Net Debt Service Effect on Tax Rate
Including Projects in Development**



Town of Brunswick, Maine
Capital Improvement Program
Assumptions

Tier	Bond Years	Bond Year Start							
		30	31	32	33	34	35	36	37
5	0-5	2.20%	2.30%	2.40%	2.50%	2.60%	2.70%	2.80%	2.90%
10	6-10	2.30%	2.40%	2.50%	2.60%	2.70%	2.80%	2.90%	3.00%
15	11-15	2.40%	2.50%	2.60%	2.70%	2.80%	2.90%	3.00%	3.10%
20	16-20	2.50%	2.60%	2.70%	2.80%	2.90%	3.00%	3.10%	3.20%
25	21-25	2.60%	2.70%	2.80%	2.90%	3.00%	3.10%	3.20%	3.30%
30	26-30	2.70%	2.80%	2.90%	3.00%	3.10%	3.20%	3.30%	3.40%
Base:	2.20%								
Year Inc.	0.10%								
Tier Inc:	0.50%								

Bond Year	Fiscal Year	Elementary School State Subsidy:	Taxes One percent:
30	2015-16		
31	2016-17	87.04%	
32	2017-18		
33	2018-19		
34	2019-20		\$395,000
35	2020-21		
36	2021-22		
37	2022-23		

- (a) The first year debt service payment is an estimate assuming level principal payments and the rates and terms shown. Actual rates and terms will be determined if and when bonds are issued.
- (b) Assumes a 1% Tax Rate increase equals: **\$395,000**
- (c) This is the estimated total debt service over the life of the bonds. It assumes the rates and terms shown.

Terms used in this Capital Improvement Program

CIP Project Classifications

CIP Projects are classified in one of four classifications:

CIP Projects Recommended for Funding - Projects and acquisitions included have been sufficiently developed and defined as to clearly identify the scope and cost of the project and the recommended funding sources. It is highly likely that projects in this class will eventually be authorized for completion and funding.

CIP Projects In Development - Projects and acquisitions of this class are under active consideration but have not been sufficiently developed or defined to clearly identify the scope or cost of the project. Typically, projects in this category are being evaluated from several alternatives, or there is not sufficient confidence in the cost estimates to determine whether the project should be recommended for funding.

CIP Projects Not Recommended - Projects and acquisitions of this class have been identified or requested by departments or others but are either insufficiently developed or defined, or have been deemed to be beyond the funding capacity of the Town. These projects may receive consideration at a future date should circumstances warrant.

CIP Projects Non-Town Funded - Projects to be completed and funded solely by entities other than the Town, with an estimated operational cost impact to the Town of less than \$25,000, are of interest to the Town in its planning efforts. However, as they have a minimal, or no, impact on Town finances, they are shown separately from Town funded projects.

Terms used in this Capital Improvement Program

CIP Definitions

Capital Project or Acquisition – a CIP project, item, or a network or system of items must have a cost of at least \$100,000 and a life expectancy of five years or more. The terms “project” and “projects” shall include items that are acquisitions.

Network or System of Items - items that are intended to be a part of a larger network or system, that when purchased individually may have a cost of less than \$100,000. For example, a computer network may be comprised of several components, each of which cost less than \$100,000, but as a group comprise a network costing \$100,000 or more.

Vehicle Replacement Program – a systematic annual funding process for the replacement of fleet vehicles and equipment. These programs shall be included as items in the CIP even when the annual funding is less than \$100,000.

Work Programs – refers to capital project work generally performed by department or contracted resources and funded annually. These programs shall be included as items in the CIP.

Minor Capital – Refers to items that, although capital in nature, do not meet the above definitions of a project or acquisition, or of a system or network or items. Minor capital items should be included in the Town’s annual operating budget.

Operating costs – Refers the ongoing annual costs associated with a capital project or acquisition. The Town shall identify the estimated annual operating cost impact (net increase or decrease) related to a project when those operating cost impact to the Town is estimated to be \$25,000 or greater.

Debt - Related Terminology

Existing Debt Service - The existing debt service costs taken from the current debt service schedules. It represents the actual current obligations of the Town.

Enterprise Debt - This is debt on the Town's solid waste landfill facilities. The debt service for those facilities is intended to be recovered through user fees or subsidy.

TIF Debt - This is debt intended to be paid with Tax Increment Financing (TIF) Revenues.

Debt Authorized But Not Issued - This is an estimate of the debt service costs on projects that have been authorized but for which debt has not yet been issued. These are estimates. The actual costs will be determined by project costs, structure of the bond issues, and prevailing interest rates at the time the bonds are issued.

Proposed New Debt - The debt service costs for new projects proposed in the CIP. These are estimates. The actual costs will be determined by project costs, structure of the bond issues, and prevailing interest rates at the time the bonds are issued.

State School Construction Debt Service Subsidy - The State of Maine Department of Education (DOE) assists school units with state-approved construction projects under a complex arrangement. First, the DOE, after extensive review of a proposed school construction project, determines a level of project costs that it deems eligible for state subsidy. Then, the annual debt service for those eligible costs is included in the calculation of the unit’s annual subsidy of all of its education costs, using the State’s Essential Programs and Service (EPS) funding model. The EPS model uses a number or variables that will change annually. Further, the model is subject to change by the actions of the State Legislature and the DOE. Also, the annual level of EPS funding is determined in the State budget process. School debt service subsidy estimates are intended only for planning purposes. Future estimates and actual subsidy payments may be materially different.