

BLOOMFIELD TOWN COUNCIL

FINANCE SUBCOMMITTEE

There was a regular meeting of the above referenced subcommittee held on Monday, June 20, 2016 a 5:45 p.m. in Council Chambers, Bloomfield Town Hall, 800 Bloomfield Avenue, Bloomfield, CT.

Committee members present were: Mayor Gamble, Councilors Hypolite, Rivers, Merritt and Seldon

Also present were: Philip K. Schenck, Jr., Town Manager, William Hogan, Director of Finance, Nancy Haynes, Purchasing/Risk Manager and India Rodgers, Clerk of Council

Guest: Barry Bernabe, Financial Advisor – Phoenix Advisors

The meeting was called to order at 5:50 p.m.

Discussion regarding Projected Debt Service Report with Town's Financial Advisor, Barry Bernabe – Phoenix Advisors

Mr. Barry Bernabe, Financial Advisor for Phoenix Advisors gave a brief overview of the town's Debt Management Plan. He stated that there are two major factors that determine the borrowing capacity for a community when reviewing capital improvement projects:

- overall level of interest rates
- level of bond rate – AA+ from Standard & Poors, Moody's

Mr. Bernabe developed debt scenarios that review various options for the Department of Public Works Garage, Prosser Public Library and the Alvin & Beatrice Wood Human Services Center at 330 Park Avenue.

The overall range in debt capacity to fund renovations of these projects is between \$25 million - \$58 million.

Mr. Bernabe presented a debt spreadsheets, graphs and ratios outlining options for community borrowing to support a possible bond referendum on three major capital improvement projects for the Town of Bloomfield. (See Attached)

\$25M – 4 years debt increase, \$2500-2700 debt per capita, 7% debt service to budget.

\$30M – 4 years debt increase, under \$3000 debt per capita, 7% debt service to budget – does not breach the 8% level, up \$1M, makes more sense for community, by 2024 – debt service would be at current levels, priority to projects with new minimal impact on the budget, maximizing the pros and cons.

\$45M – over \$500,000, debt increase over 4 years, over \$3000 per capita – could impose negative pressure on bond rating, breaches the 8% level, up \$2M.

\$58M – 2019-\$944,000, 2020-\$747,000, more impact on debt service to budget, over \$4000 debt per capita – would be the highest in the State of Connecticut, breach internal metrics, up \$3M.

- BAN – Bond Anticipation note – (20-24 years).
- The Debt Metric – 10% of town's budget, debt per capita/debt service as a percentage of budget.

In summary, long term and short term interest rates are near all-time lows. The Town's has an above average bond rating for the Town of Bloomfield at AA+ from Standard & Poor's. This is only one notch from the highest possible rating AAA.

This strong bond rating will allow the town to borrow at a very low interest rate. The town's existing debt services decreases each year which will mitigate the impact of any proposed new debt service.

Mr. Bernabe noted that scenario #2 (\$30 million) results in debt per capita to stay under \$3,000 and debt service as a percentage of budget peaks at 7.4%. Scenario #2 results will have manageable annual mill rate impacts.

There was an ensued discussion among subcommittee members, town staff and the financial advisor regarding these three scenarios.

Councilor Hypolite inquired about factors that govern debt service and bond rating AA+.

Councilor Merritt stated that these scenarios confirmed projections of Council to remain and be fiscally responsible at \$30 million.

Councilor DeLorenzo asked about the effect on the current bond rating. Scenario #2 has no downward pressure on the current rating and stays below debt parameters. He also inquired about any options available to decrease current debt service before borrowing, refinancing bonds which has been done in the past.

Mr. Bernabe does not recommend restructuring at all! Councilor DeLorenzo stated that he is concerned about the future of the economy, expenses with OPEB and pension fund. He did stated that the town would begin to receive revenues after tax abatements have ended.

Mr. Bernabe also stated that managing existing debt, plan for future debt and budget structurally balanced have no downward pressure. There is currently an opportunity for new debt.

Councilor Seldon asked if the town has a chance to increase the bond rating to AAA. Mr. Bernabe stated his opinion of town an overachiever at accomplish a rating at AA+. He suggested to strive and maintain current rating.

FY 18/19, there would be a .27 mil increase at only at \$30 million borrowing capacity, relative to other increases – capital improvement or loss in revenue.

Councilor Rivers inquired about tax concerns with residents, the gradual increase in mill rate to be moderate.

Mayor Gamble reminded citizens of other capital improvements in town such as Town Hall, Police Department, Roads and continued maintenance on the schools.

Public Comment

1. **Kevin Gough, 5 Bear Ridge Drive** inquired about the investment assumption for short term financing.
2. **Lois Hager, 8 Duncaster Road** asked what determined the basis for each debt scenario amount, uneven increments.

Mr. Philip K. Schenck, Jr., Town Manager stated that Council will need to make a decision in the next week or so. He reviewed the referendum schedule and deadlines for filing of resolutions, public hearing and vote.

Mayor Gamble stated that no decision has been made as of yet.

Councilor Hypolite did not support an excess of \$30,000,000.

Councilor Merritt stated the town is more in debt than normal, however we have great financial staff maintaining current levels. He also stated that he visited libraries in other towns, Bloomfield operating less than half.

Mayor Gamble stated that three major companies with tax abatements will end in the next seven years and inquired how this will affect debt service.

Mr. Hogan stated that Deringer Ney, Niagara Bottling and Bloomfield Apartments will end their tax abatements between years 2018-2021.

Councilor Seldon stating that proposed funding of \$30,000,000 is steered towards the library and 330 Park Avenue to support these projects.

Councilor Rivers stated that there is updated information for 330 Park Avenue. The new figures of \$25,000,000 fit within the proposed \$30,000,000 range.

Councilor Merritt suggested to allow to have more flexibility with the capital budget approach of \$5,000,000 each year. The town can afford to perform urgent and necessary repairs.

Councilor Hypolite stated that the final analysis will be determined by the voters.

Mr. Mark Weisman, Chair of the Library Building Committee commented on the new estimates for 330 Park Avenue. He expressed concerns over the lack of attention to detail regarding flooring, exposed ceiling beams and overall project budget does not compare to the well- developed estimates for the library.

Discussion and review of May Financial Report

Mr. William Hogan, Director of Finance gave a brief overview of the May Financial Report.

As fiscal year 2015/2016 nears closing, the major variances continue to be on the revenue side of the budget with a projected net increase of \$2.5 million due to the surge in building permit activity as well as income from the real estate conveyance tax. These two accounts are expected to exceed their original estimates by \$1.6 million and \$500,000 respectively. The property tax category is up approximately \$650,000 as the Town is expected to achieve a 98.8% collection rate.

The Town received a decrease of approximately \$200,000 in current year State aid reductions due to the Governor's recent budget adjustments to help balance the FY 2016 State budget. The largest decrease was to the State-owned PILOT grant of \$107,000 and the PILOT grant for Interfaith Housing was eliminated for a loss of \$50,000.

The Town increased revenues of approximately \$500,000 in the real estate conveyance account due to a very high volume of real estate transactions this year.

On the expenditure side, Police overtime is consistent with estimates and is being monitored closely by Police Administration.

The Town-wide Contingency with an original budget of \$200,000 was partially utilized for earlier transfers, has a balance of \$61,000.

All unencumbered balances are transferred to the OPEB trust. The fund has approximately \$5.6 million in assets.

The current fund balance is at 19%. The town utilized \$1.9 million to balance the FY 15/16 budget and \$1.4 million was used to balance FY 16/17 budget.

There will be a property tax sale in the early fall 2016.

Mr. Hogan stated that the building permit activity will end soon and the key is to manage the fund balance appropriately.

Mr. Hogan also stated that he disagrees with the financial advisor regarding maintaining an AA+ bond rating. He stated that the Town should explore opportunities to go for the highest rating to become an AAA rated community.

Adjournment

It was moved by Councilor Seldon, seconded by Councilor DeLorenzo and voted unanimously to adjourn the meeting at 7:08 p.m.

Financing Scenarios

Debt Spreadsheets, Graphs & Ratios for each Financing Scenario

Scenario #1 - \$25 million

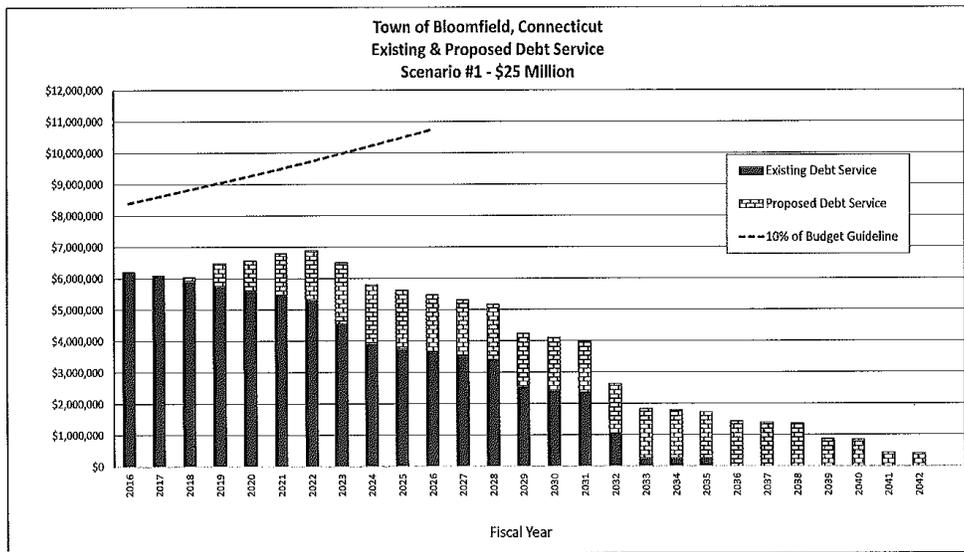
Scenario #2 - \$30 million

Scenario #3 - \$45 million

Scenario #4 - \$58 million

Scenario #1 - \$25 Million

(A)	(B)	(C)	(D)	(E)	(F)	(G)	(H)	(I)	(J)	(K)	(L)
	<i>Existing Debt Service</i>				<i>Proposed Debt Service</i>			<i>Total Existing & Proposed Debt Service</i>			
Fiscal Year	Principal	Interest	Debt Service	Annual Change	Principal	Interest	Total	Principal	Interest	Total	Annual Change In Debt Service
2016	4,180,000	2,018,138	6,198,138		-	-	-	4,180,000	2,018,138	6,198,138	
2017	4,216,000	1,872,813	6,087,813	(110,325)	-	-	-	4,216,000	1,872,813	6,087,813	(110,325)
2018	4,200,000	1,727,813	5,927,813	(160,000)	-	112,500	112,500	4,200,000	1,840,313	6,040,313	(47,500)
2019	4,195,000	1,576,888	5,771,888	(155,925)	450,000	263,250	713,250	4,645,000	1,840,138	6,485,138	444,825
2020	4,180,000	1,429,838	5,609,838	(162,050)	450,000	450,750	949,750	4,630,000	1,929,588	6,559,588	74,450
2021	4,175,000	1,278,838	5,453,838	(156,000)	850,000	489,750	1,339,750	5,025,000	1,769,588	6,794,588	234,000
2022	4,170,000	1,111,813	5,281,813	(172,025)	850,000	760,750	1,610,750	5,020,000	1,872,563	6,892,563	99,975
2023	3,995,000	949,888	4,944,888	(738,925)	1,250,000	709,750	1,959,750	4,845,000	1,659,538	6,504,538	(387,925)
2024	3,065,000	814,688	3,879,688	(865,200)	1,250,000	669,250	1,919,250	4,315,000	1,483,538	5,798,538	(705,700)
2025	3,065,000	699,588	3,764,588	(125,100)	1,250,000	628,750	1,878,750	4,315,000	1,318,338	5,633,338	(165,600)
2026	3,065,000	670,269	3,735,269	(119,319)	1,250,000	589,250	1,839,250	4,315,000	1,158,519	5,473,519	(158,819)
2027	3,050,000	463,031	3,513,031	(122,238)	1,250,000	547,750	1,797,750	4,300,000	1,010,781	5,310,781	(162,738)
2028	3,040,000	380,813	3,420,813	(112,219)	1,250,000	507,250	1,757,250	4,280,000	868,063	5,148,063	(152,719)
2029	2,250,000	267,654	2,517,654	(850,158)	1,250,000	456,750	1,706,750	3,500,000	734,406	4,234,406	(323,658)
2030	2,250,000	184,375	2,434,375	(83,281)	1,250,000	426,250	1,676,250	3,500,000	610,625	4,110,625	(123,751)
2031	2,250,000	100,156	2,350,156	(84,219)	1,250,000	385,750	1,635,750	3,500,000	485,906	3,985,906	(124,719)
2032	1,000,000	40,469	1,040,469	(1,308,698)	1,250,000	345,250	1,595,250	2,250,000	385,719	2,635,719	(1,350,188)
2033	250,000	19,375	269,375	(771,094)	1,250,000	304,750	1,554,750	1,500,000	324,125	1,824,125	(811,594)
2034	250,000	11,719	261,719	(7,656)	1,250,000	264,250	1,514,250	1,500,000	275,969	1,775,969	(48,156)
2035	250,000	3,906	253,906	(7,813)	1,250,000	223,750	1,473,750	1,500,000	227,698	1,727,698	(48,313)
2036	-	-	-	(253,906)	1,250,000	183,250	1,433,250	1,250,000	183,250	1,433,250	(294,406)
2037	-	-	-	-	1,250,000	142,750	1,392,750	1,250,000	142,750	1,392,750	(40,500)
2038	-	-	-	-	1,250,000	102,250	1,352,250	1,250,000	102,250	1,352,250	(40,500)
2039	-	-	-	-	800,000	68,500	868,500	800,000	68,500	868,500	(463,750)
2040	-	-	-	-	800,000	41,500	841,500	800,000	41,500	841,500	(27,000)
2041	-	-	-	-	400,000	21,000	421,000	400,000	21,000	421,000	(420,500)
2042	-	-	-	-	400,000	7,000	407,000	400,000	7,000	407,000	(14,000)
2043	-	-	-	-	-	-	-	-	-	-	(407,000)
2044	-	-	-	-	-	-	-	-	-	-	0
2045	-	-	-	-	-	-	-	-	-	-	0
2046	-	-	-	-	-	-	-	-	-	-	0
	66,695,000	15,492,069	72,187,069		25,000,000	8,760,000	33,760,000	81,695,000	24,252,069	105,947,069	

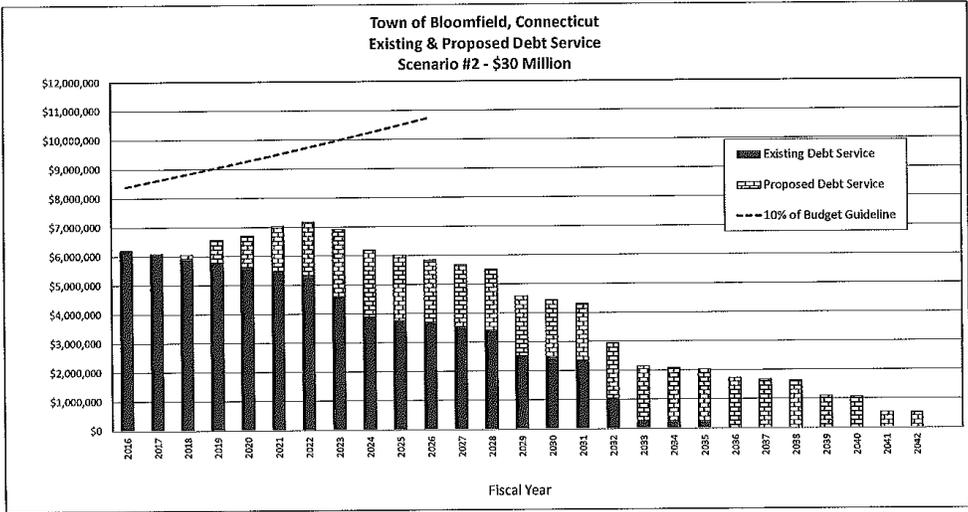


Scenario #1 (\$25 Million) - Current Debt Capacity

	Actual 2014-15	2015-16	2016-17	2017-18	2018-19	2019-20	2020-2021
I. Outstanding Bonded Debt July 1:	\$ 60,625,000	\$ 56,695,000	\$ 52,515,000	\$ 57,300,000	\$ 53,100,000	\$ 56,455,000	\$ 51,825,000
Add: New Debt Issue	-	-	9,000,000	-	8,000,000	-	8,000,000
Less: Current Maturities	3,930,000	4,180,000	4,215,000	4,200,000	4,645,000	4,630,000	5,025,000
II. Outstanding Bonded Debt June 30:	\$ 56,695,000	\$ 52,515,000	\$ 57,300,000	\$ 53,100,000	\$ 56,455,000	\$ 51,825,000	\$ 54,800,000
III. Current Debt Service	\$ 6,087,160	\$ 6,198,138	\$ 6,087,813	\$ 5,927,813	\$ 5,771,888	\$ 5,609,838	\$ 5,453,838
Add: New Issue Debt Service	-	-	-	112,600	713,260	949,750	1,339,750
IV. New Debt Service	\$ 6,087,160	\$ 6,198,138	\$ 6,087,813	\$ 6,040,313	\$ 6,485,138	\$ 6,559,688	\$ 6,793,588
Change From Prior Year	331,160	110,978	(110,325)	(47,500)	444,825	74,450	234,000
Debt Ratios:							
General Fund Budget	\$ 81,884,130	\$ 83,946,071	\$ 86,044,723	\$ 88,195,841	\$ 90,400,737	\$ 92,680,755	\$ 94,977,274
A. % of Net Debt Service to Budget	7.42%	7.38%	7.06%	6.85%	7.17%	7.08%	7.15%
B. Tax Impact of New Debt	0.00	0.00	(0.06)	(0.03)	0.24	0.04	0.12
Value of one Mill is \$1,881,150							
C. Outstanding Debt Per Capita	\$ 2,787.50	\$ 2,563	\$ 2,797	\$ 2,592	\$ 2,753	\$ 2,530	\$ 2,675

Scenario #2 - \$30 Million

(A)	(B)	(C)	(D)	(E)	(F)	(G)	(H)	(I)	(J)	(K)	(L)
	Existing Debt Service			Proposed Debt Service			Total Existing & Proposed Debt Service			Annual Change In	
Fiscal Year	Principal	Interest	Debt Service	Annual Change	Principal	Interest	Total	Principal	Interest	Total	Debt Service
2016	4,180,000	2,018,138	6,198,138	-	-	-	-	4,180,000	2,018,138	6,198,138	-
2017	4,215,000	1,872,813	6,087,813	(110,325)	-	-	-	4,215,000	1,872,813	6,087,813	(110,325)
2018	4,200,000	1,727,813	5,927,813	(160,000)	-	125,000	125,000	4,200,000	1,852,813	6,052,813	(35,000)
2019	4,195,000	1,576,888	5,771,888	(155,925)	500,000	292,500	792,500	4,695,000	1,869,388	6,564,388	511,575
2020	4,180,000	1,428,838	5,608,838	(162,050)	500,000	590,000	1,090,000	4,680,000	2,019,838	6,699,838	135,450
2021	4,175,000	1,278,838	5,453,838	(156,000)	1,000,000	579,375	1,579,375	5,175,000	1,858,213	7,033,213	333,375
2022	4,170,000	1,111,813	5,281,813	(172,025)	1,000,000	898,125	1,898,125	5,170,000	2,009,938	7,179,938	146,725
2023	3,595,000	949,688	4,544,688	(736,925)	1,500,000	858,125	2,358,125	5,095,000	1,808,013	6,903,013	(276,925)
2024	3,065,000	814,688	3,879,688	(865,200)	1,500,000	809,375	2,309,375	4,565,000	1,624,063	6,189,063	(713,950)
2025	3,065,000	689,588	3,754,588	(125,100)	1,500,000	760,625	2,260,625	4,565,000	1,450,213	6,015,213	(173,850)
2026	3,065,000	570,269	3,635,269	(119,319)	1,500,000	711,875	2,211,875	4,565,000	1,282,144	5,847,144	(168,069)
2027	3,050,000	463,031	3,513,031	(122,239)	1,500,000	663,125	2,163,125	4,550,000	1,128,166	5,678,166	(170,999)
2028	3,040,000	360,813	3,400,813	(112,219)	1,500,000	614,375	2,114,375	4,540,000	975,188	5,515,188	(160,699)
2029	2,250,000	267,636	2,517,636	(893,156)	1,500,000	565,625	2,065,625	3,750,000	833,281	4,583,281	(931,606)
2030	2,250,000	184,375	2,434,375	(83,261)	1,500,000	516,875	2,016,875	3,750,000	701,250	4,451,250	(132,031)
2031	2,250,000	100,156	2,350,156	(84,219)	1,500,000	468,125	1,968,125	3,750,000	568,281	4,318,281	(132,999)
2032	1,000,000	40,469	1,040,469	(1,309,698)	1,500,000	419,375	1,919,375	2,500,000	459,844	2,959,844	(1,358,438)
2033	250,000	19,375	269,375	(771,094)	1,500,000	370,625	1,870,625	1,750,000	390,000	2,140,000	(619,644)
2034	250,000	11,719	261,719	(7,656)	1,500,000	321,875	1,821,875	1,750,000	333,594	2,083,594	(66,406)
2035	250,000	3,906	253,906	(7,813)	1,500,000	273,125	1,773,125	1,750,000	277,031	2,027,031	(56,583)
2036	-	-	-	(253,906)	1,500,000	224,375	1,724,375	1,500,000	224,375	1,724,375	(302,656)
2037	-	-	-	-	1,500,000	175,625	1,675,625	1,500,000	175,625	1,675,625	(48,750)
2038	-	-	-	-	1,500,000	126,875	1,626,875	1,500,000	126,875	1,626,875	(48,750)
2039	-	-	-	-	1,000,000	85,625	1,085,625	1,000,000	85,625	1,085,625	(64,250)
2040	-	-	-	-	1,000,000	51,875	1,051,875	1,000,000	51,875	1,051,875	(33,750)
2041	-	-	-	-	500,000	26,250	526,250	500,000	26,250	526,250	(26,250)
2042	-	-	-	-	500,000	8,750	508,750	500,000	8,750	508,750	(17,500)
2043	-	-	-	-	-	-	-	-	-	-	(508,750)
2044	-	-	-	-	-	-	-	-	-	-	0
2045	-	-	-	-	-	-	-	-	-	-	0
2046	-	-	-	-	-	-	-	-	-	-	0
	56,695,000	15,492,069	72,187,069		30,000,000	10,537,500	40,537,500	86,695,000	26,029,569	112,724,569	

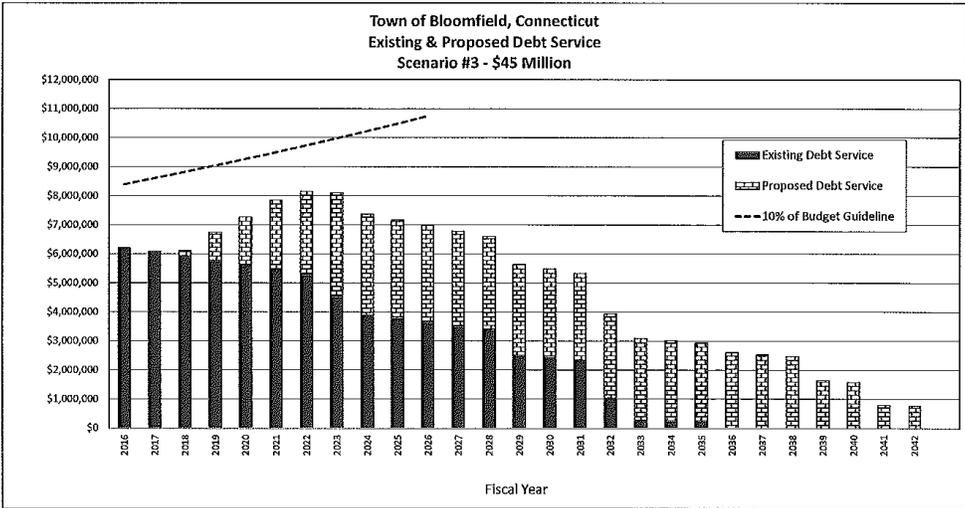


Scenario #2 (\$30 Million) - Current Debt Capacity

	<i>Actual 2014-15</i>	<i>2015-16</i>	<i>2016-17</i>	<i>2017-18</i>	<i>2018-19</i>	<i>2019-20</i>	<i>2020-2021</i>
I. Outstanding Bonded Debt July 1:	\$ 60,825,000	\$ 56,695,000	\$ 52,515,000	\$ 58,300,000	\$ 54,100,000	\$ 59,405,000	\$ 54,725,000
Add: New Debt Issue	-	-	10,000,000	-	10,000,000	-	10,000,000
Less: Current Maturities	3,930,000	4,180,000	4,215,000	4,200,000	4,695,000	4,680,000	5,175,000
II. Outstanding Bonded Debt June 30:	\$ 56,695,000	\$ 52,515,000	\$ 58,300,000	\$ 54,100,000	\$ 59,405,000	\$ 54,725,000	\$ 59,550,000
III. Current Debt Service	\$ 6,087,160	\$ 6,198,138	\$ 6,087,813	\$ 5,927,813	\$ 5,771,888	\$ 5,609,838	\$ 5,453,838
Add: New Issue Debt Service	-	-	-	125,000	792,500	1,090,000	1,579,375
IV. New Debt Service	\$ 6,087,160	\$ 6,198,138	\$ 6,087,813	\$ 6,052,813	\$ 6,564,388	\$ 6,699,838	\$ 7,033,213
Change From Prior Year	331,160	110,978	(110,325)	(35,000)	511,575	135,450	333,375
Debt Ratios:							
General Fund Budget	\$ 81,984,130	\$ 83,946,071	\$ 86,044,723	\$ 88,195,841	\$ 90,400,737	\$ 92,660,755	\$ 94,977,274
A. % of Net Debt Service to Budget	7.42%	7.38%	7.08%	6.86%	7.26%	7.23%	7.41%
B. Tax Impact of New Debt Value of one Mill is \$1,881,150	0.00	0.00	(0.06)	(0.02)	0.27	0.07	0.18
C. Outstanding Debt Per Capita	\$ 2,767.50	\$ 2,563	\$ 2,846	\$ 2,641	\$ 2,900	\$ 2,671	\$ 2,907

Scenario #3 - \$45 Million

(A)	(B)	(C)	(D)	(E)	(F)	(G)	(H)	(I)	(J)	(K)	(L)
Fiscal Year	Existing Debt Service			Annual Change	Proposed Debt Service			Total Existing & Proposed Debt Service			Annual Change in Debt Service
	Principal	Interest	Debt Service		Principal	Interest	Total	Principal	Interest	Total	
2016	4,180,000	2,018,138	6,198,138		-	-	-	4,180,000	2,018,138	6,198,138	
2017	4,215,000	1,872,813	6,087,813	(110,325)	-	-	-	4,215,000	1,872,813	6,087,813	(110,325)
2018	4,200,000	1,727,813	5,927,813	(160,000)	-	187,500	187,500	4,200,000	1,915,313	6,115,313	27,500
2019	4,195,000	1,576,888	5,771,888	(155,925)	750,000	225,000	975,000	4,945,000	1,801,888	6,746,888	631,575
2020	4,180,000	1,429,838	5,609,838	(162,050)	750,000	907,500	1,657,500	4,930,000	2,337,338	7,267,338	520,450
2021	4,175,000	1,278,838	5,453,838	(156,000)	1,500,000	891,563	2,391,563	5,675,000	2,170,400	7,845,400	578,053
2022	4,170,000	1,111,813	5,281,813	(172,025)	1,500,000	1,389,688	2,889,688	5,670,000	2,481,500	8,151,500	306,100
2023	3,995,000	949,888	4,944,888	(736,925)	2,250,000	1,309,688	3,559,688	5,845,000	2,289,575	8,104,575	(46,925)
2024	3,065,000	814,688	3,879,688	(665,200)	2,250,000	1,236,563	3,486,563	5,315,000	2,051,250	7,366,250	(738,325)
2025	3,065,000	689,588	3,754,588	(125,100)	2,250,000	1,163,438	3,413,438	5,315,000	1,853,025	7,168,025	(198,225)
2026	3,065,000	570,269	3,635,269	(119,319)	2,250,000	1,090,313	3,340,313	5,315,000	1,660,581	6,975,581	(192,444)
2027	3,050,000	463,031	3,513,031	(122,238)	2,250,000	1,017,188	3,267,188	5,300,000	1,460,219	6,760,219	(195,363)
2028	3,040,000	360,813	3,400,813	(112,219)	2,250,000	944,063	3,194,063	5,290,000	1,304,875	6,594,875	(165,344)
2029	2,250,000	267,656	2,517,656	(883,156)	2,250,000	870,938	3,120,938	4,500,000	1,136,594	5,636,594	(956,281)
2030	2,250,000	184,375	2,434,375	(63,281)	2,250,000	797,813	3,047,813	4,500,000	982,188	5,482,188	(156,406)
2031	2,250,000	100,156	2,350,156	(64,219)	2,250,000	724,688	2,974,688	4,500,000	824,844	5,324,844	(157,344)
2032	1,000,000	40,469	1,040,469	(1,309,688)	2,250,000	651,563	2,901,563	3,250,000	692,031	3,942,031	(1,382,813)
2033	250,000	19,375	269,375	(771,094)	2,250,000	578,438	2,828,438	2,500,000	597,813	3,097,813	(844,219)
2034	250,000	11,719	261,719	(7,656)	2,250,000	505,313	2,755,313	2,500,000	517,031	3,017,031	(80,781)
2035	250,000	3,906	253,906	(7,813)	2,250,000	432,188	2,682,188	2,500,000	436,094	2,936,094	(60,936)
2036	-	-	-	(253,805)	2,250,000	359,063	2,609,063	2,250,000	359,063	2,609,063	(827,031)
2037	-	-	-	-	2,250,000	285,938	2,535,938	2,250,000	285,938	2,535,938	(73,125)
2038	-	-	-	-	2,250,000	212,813	2,462,813	2,250,000	212,813	2,462,813	(73,125)
2039	-	-	-	-	1,500,000	139,688	1,639,688	1,500,000	139,688	1,639,688	(823,125)
2040	-	-	-	-	1,500,000	77,813	1,577,813	1,500,000	77,813	1,577,813	(61,875)
2041	-	-	-	-	750,000	39,375	789,375	750,000	39,375	789,375	(768,438)
2042	-	-	-	-	750,000	13,125	763,125	750,000	13,125	763,125	(28,250)
2043	-	-	-	-	-	-	-	-	-	-	(763,125)
2044	-	-	-	-	-	-	-	-	-	-	0
2045	-	-	-	-	-	-	-	-	-	-	0
2046	-	-	-	-	-	-	-	-	-	-	0
	56,695,000	15,482,069	72,187,069		45,000,000	16,031,250	61,031,250	101,695,000	31,523,319	133,218,319	

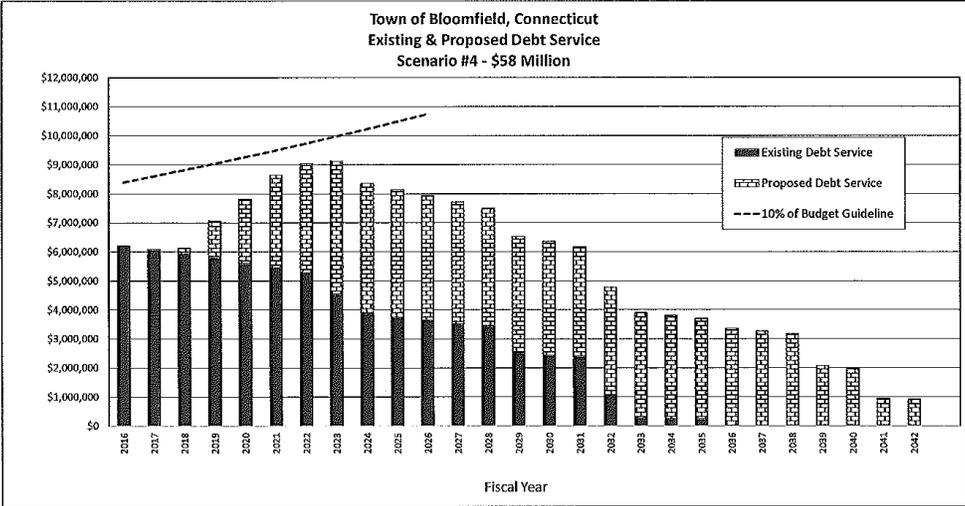


Scenario #3 (\$45 Million) - Current Debt Capacity

	<i>Actual 2014-15</i>	<i>2015-16</i>	<i>2016-17</i>	<i>2017-18</i>	<i>2018-19</i>	<i>2019-20</i>	<i>2020-2021</i>
I. Outstanding Bonded Debt July 1:	\$ 60,625,000	\$ 56,685,000	\$ 52,515,000	\$ 63,300,000	\$ 59,100,000	\$ 69,155,000	\$ 64,225,000
Add: New Debt Issue	-	-	15,000,000	-	15,000,000	-	15,000,000
Less: Current Maturities	3,930,000	4,180,000	4,215,000	4,200,000	4,945,000	4,930,000	5,675,000
II. Outstanding Bonded Debt June 30:	\$ 56,695,000	\$ 52,515,000	\$ 63,300,000	\$ 59,100,000	\$ 69,155,000	\$ 64,225,000	\$ 73,550,000
III. Current Debt Service	\$ 6,087,160	\$ 6,198,138	\$ 6,087,813	\$ 5,927,813	\$ 5,771,888	\$ 5,609,838	\$ 5,453,838
Add: New Issue Debt Service	-	-	-	187,500	975,000	1,657,500	2,391,563
IV. New Debt Service	\$ 6,087,160	\$ 6,198,138	\$ 6,087,813	\$ 6,115,313	\$ 6,746,888	\$ 7,267,338	\$ 7,845,400
Change From Prior Year	331,160	110,978	(110,325)	27,500	631,575	520,450	578,063
Debt Ratios:							
General Fund Budget	\$ 81,984,130	\$ 83,946,071	\$ 86,044,723	\$ 88,195,841	\$ 90,400,737	\$ 92,680,755	\$ 94,977,274
A. % of Net Debt Service to Budget	7.42%	7.38%	7.08%	6.93%	7.46%	7.84%	8.26%
B. Tax Impact of New Debt	0.00	0.00	(0.06)	0.01	0.34	0.28	0.31
Value of one Mill is \$1,881,150							
C. Outstanding Debt Per Capita	\$ 2,767.50	\$ 2,563	\$ 3,090	\$ 2,885	\$ 3,376	\$ 3,135	\$ 3,590

Scenario #4 - \$58 Million

(A)	(B)	(C)	(D)	(E)	(F)	(G)	(H)	(I)	(J)	(K)	(L)
Existing Debt Service			Proposed Debt Service			Total Existing & Proposed Debt Service			Annual Change In		
Fiscal Year	Principal	Interest	Debt Service	Annual Change	Principal	Interest	Total	Principal	Interest	Total	Debt Service
2016	4,180,000	2,018,138	6,198,138	-	-	-	-	4,180,000	2,018,138	6,198,138	-
2017	4,215,000	1,872,813	6,087,813	(110,325)	-	-	-	4,215,000	1,872,813	6,087,813	(110,325)
2018	4,200,000	1,727,813	5,927,813	(160,000)	-	200,000	200,000	4,200,000	1,927,813	6,127,813	40,000
2019	4,195,000	1,578,888	5,773,888	(155,925)	1,000,000	300,000	1,300,000	5,195,000	1,878,888	7,073,888	944,075
2020	4,180,000	1,429,838	5,609,838	(162,050)	1,000,000	1,210,000	2,210,000	5,180,000	2,639,838	7,819,838	747,950
2021	4,175,000	1,278,838	5,453,838	(156,000)	2,000,000	1,188,750	3,188,750	6,175,000	2,467,888	8,642,888	822,750
2022	4,170,000	1,111,813	5,281,813	(172,025)	2,000,000	1,756,250	3,756,250	6,170,000	2,868,063	9,038,063	395,475
2023	3,895,000	949,888	4,844,888	(738,925)	2,500,000	1,678,000	4,178,000	6,495,000	2,627,888	9,122,888	84,825
2024	3,065,000	814,688	3,879,688	(865,200)	2,800,000	1,584,000	4,384,000	5,065,000	2,398,688	7,463,688	(759,200)
2025	3,065,000	689,588	3,754,588	(125,100)	2,800,000	1,490,000	4,290,000	5,965,000	2,179,588	8,144,588	(219,100)
2026	3,065,000	570,269	3,635,269	(119,319)	2,800,000	1,368,000	4,208,000	5,965,000	1,966,269	7,931,269	(213,319)
2027	3,050,000	463,031	3,513,031	(122,238)	2,800,000	1,302,000	4,202,000	5,950,000	1,765,031	7,715,031	(218,238)
2028	3,040,000	360,813	3,400,813	(112,219)	2,800,000	1,208,000	4,108,000	5,940,000	1,568,813	7,508,813	(208,219)
2029	2,250,000	297,859	2,547,859	(853,954)	2,800,000	1,114,000	4,014,000	5,150,000	1,381,859	6,531,859	(977,159)
2030	2,250,000	184,375	2,434,375	(853,281)	2,800,000	1,020,000	3,820,000	5,150,000	1,204,375	6,354,375	(1,177,231)
2031	2,250,000	100,156	2,350,156	(842,219)	2,800,000	928,000	3,628,000	5,150,000	1,028,156	6,178,156	(1,178,219)
2032	1,900,000	40,469	1,940,469	(1,309,688)	2,800,000	832,000	3,732,000	3,900,000	872,469	4,772,469	(1,403,688)
2033	280,000	19,375	299,375	(771,094)	2,800,000	738,000	3,538,000	3,150,000	757,375	3,907,375	(868,094)
2034	250,000	11,719	261,719	(7,656)	2,800,000	644,000	3,544,000	3,150,000	655,719	3,805,719	(101,656)
2035	250,000	3,906	253,906	(7,813)	2,800,000	550,000	3,450,000	3,150,000	553,906	3,703,906	(101,813)
2036	-	-	-	(253,906)	2,800,000	458,000	3,358,000	2,900,000	456,000	3,356,000	(347,906)
2037	-	-	-	-	2,800,000	362,000	3,262,000	2,900,000	362,000	3,262,000	(84,000)
2038	-	-	-	-	2,800,000	268,000	3,168,000	2,900,000	268,000	3,168,000	(84,000)
2039	-	-	-	-	1,900,000	174,000	2,074,000	1,900,000	174,000	2,074,000	(1,094,000)
2040	-	-	-	-	1,900,000	95,000	1,995,000	1,900,000	95,000	1,995,000	(79,000)
2041	-	-	-	-	900,000	47,250	947,250	900,000	47,250	947,250	(1,047,750)
2042	-	-	-	-	900,000	15,750	915,750	900,000	15,750	915,750	(31,500)
2043	-	-	-	-	-	-	-	-	-	-	(815,750)
2044	-	-	-	-	-	-	-	-	-	-	0
2045	-	-	-	-	-	-	-	-	-	-	0
2046	-	-	-	-	-	-	-	-	-	-	0
	56,895,000	15,492,069	72,387,069	-	58,000,000	20,555,000	78,555,000	114,895,000	36,047,069	150,942,069	-



Scenario \$4 (\$58 Million) - Current Debt Capacity

	<i>Actual 2014-15</i>	<i>2015-16</i>	<i>2016-17</i>	<i>2017-18</i>	<i>2018-19</i>	<i>2019-20</i>	<i>2020-2021</i>
I. Outstanding Bonded Debt July 1:	\$ 60,625,000	\$ 56,695,000	\$ 52,515,000	\$ 68,300,000	\$ 64,100,000	\$ 78,905,000	\$ 73,725,000
Add: New Debt Issue	-	-	20,000,000	-	20,000,000	-	18,000,000
Less: Current Maturities	3,930,000	4,180,000	4,215,000	4,200,000	5,195,000	5,180,000	6,175,000
II. Outstanding Bonded Debt June 30:	\$ 56,695,000	\$ 52,515,000	\$ 68,300,000	\$ 64,100,000	\$ 78,905,000	\$ 73,725,000	\$ 85,550,000
III. Current Debt Service	\$ 6,087,160	\$ 6,198,138	\$ 6,087,813	\$ 5,927,813	\$ 5,771,888	\$ 5,608,838	\$ 5,453,838
Add: New Issue Debt Service	-	-	-	200,000	1,300,000	2,210,000	3,188,750
IV. New Debt Service	\$ 6,087,160	\$ 6,198,138	\$ 6,087,813	\$ 6,127,813	\$ 7,071,888	\$ 7,818,838	\$ 8,642,588
Change From Prior Year	331,160	110,978	(110,325)	40,000	944,075	747,950	822,750
Debt Ratios:							
General Fund Budget	\$ 81,994,130	\$ 83,946,071	\$ 88,044,723	\$ 88,195,841	\$ 90,400,737	\$ 92,660,755	\$ 94,977,274
A. % of Net Debt Service to Budget	7.42%	7.38%	7.08%	6.95%	7.82%	8.44%	9.10%
B. Tax Impact of New Debt Value of one Mill is \$1,881,150	0.00	0.00	(0.06)	0.02	0.50	0.40	0.44
C. Outstanding Debt Per Capita	\$ 2,767.50	\$ 2,563	\$ 3,334	\$ 3,129	\$ 3,852	\$ 3,599	\$ 4,176