



CAPITAL PROGRAM

2018 BUDGET PRESENTATION

CITY OF SACO

SECTION 3 – CAPITAL PROGRAM

Capital Program

		<u>FY2017</u>	<u>FY2018</u>	<u>RAD</u>	<u>REC</u>	<u>Budget</u>
		<u>Budget</u>	<u>Directive</u>			
Expenditures						
Capital and Debt Service						
500826	Debt- Principal	1,285,566	1,119,819	0	0	1,119,819
500827	Debt- Interest	348,094	337,334	0	0	337,334
500828	Debt- Agent Fees	15,747	0	0	0	0
500829	Lease Payments	662,061	600,155	0	0	600,155
500830	Lease Interest Payment	68,416	47,549	0	0	47,549
500910	Capital Improvement Projects	1,294,245	1,026,304	0	0	1,026,304
		<u>3,674,129</u>	<u>3,131,161</u>	<u>0</u>	<u>0</u>	<u>3,131,161</u>
	Total Expenditures	<u>3,674,129</u>	<u>3,131,161</u>	<u>0</u>	<u>0</u>	<u>3,131,161</u>
	Department Total	<u><u>3,674,129</u></u>	<u><u>3,131,161</u></u>	<u><u>0</u></u>	<u><u>0</u></u>	<u><u>3,131,161</u></u>

SECTION 3 – CAPITAL PROGRAM (PAGE 2)

Debt Service - Municipal Bond

Principal							
Year	2018	2019	2020	2021	2022	2023 +	Total
\$2,977,057 2003 Refunding Bond	186,066	184,965	-	-	-	-	371,031
\$5,999,000 General Obligation Bonds (Fire)	200,000	200,000	200,000	200,000	200,000	3,595,000	4,595,000
\$2,300,000 General Obligation Bonds (Roads)	285,000	-	-	-	-	-	285,000
\$500,000 General Obligation Bonds (Trails)	25,000	25,000	25,000	25,000	25,000	200,000	325,000
\$4,175,000 2016 GOB Bond	375,000	375,000	365,000	350,000	345,000	2,060,000	3,870,000
\$495,000 MDOT Bridge Loan	46,735	47,494	48,266	49,050	49,847	204,109	445,500
Total 10650/500826	1,119,819	834,478	640,286	626,071	621,869	6,059,109	9,891,531

Principal \$1,119,819

Interest \$ 337,334

Interest							
Year	2018	2019	2020	2021	2022	2023 +	Total
\$2,977,057 2003 Refunding Bond	2,775	925	-	-	-	-	3,700
\$5,999,000 General Obligation Bonds (Fire)	190,031	182,031	174,032	166,031	158,031	1,451,312	2,321,468
\$2,300,000 General Obligation Bonds (Roads)	11,400	-	-	-	-	-	11,400
\$500,000 General Obligation Bonds (Trails)	13,032	12,031	11,031	10,031	9,032	36,249	91,406
\$4,175,000 2016 GOB Bond	112,800	105,300	97,900	90,750	82,075	267,650	756,475
\$495,000 MDOT Bridge Loan	7,296	6,537	5,765	4,981	4,184	8,503	37,266
Total 10660/500827	337,334	306,824	288,728	271,793	253,322	1,763,714	3,221,715

SECTION 3 – CAPITAL PROGRAM

Capital Program

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	Department Total	<u><u>3,674,129</u></u>	<u><u>3,131,161</u></u>	<u><u>0</u></u>	<u><u>0</u></u>	<u><u>3,131,161</u></u>

SECTION 3 – CAPITAL PROGRAM (PAGE 3 & 4)

Asset Replacement Schedule

<u>Dept</u>	<u>Year</u>	<u>Make</u>	<u>Model</u>	<u>FY18</u>	<u>FY19</u>	<u>FY20</u>	<u>FY21</u>	<u>FY22</u>
PW	2005	Bobcat	341G	65,000				
PW	2006	Sterling	LT 8500	190,000				
PW	2005	Sterling	LT 9500	220,000				
PW	1988	Miller	550	10,000				
PW	2004	Towmaster	Trailer	10,000				
PW	2005	Towmaster	Trailer	10,000				
PW	2001	Bri-Mar	Trailer	10,000				
FD	2005	Ford	F150	45,000				
FD	2007	Chevy	Silverado	45,000				
PR	1991	Vermeer	Chipper	60,000				
							Total Asset Replacement	\$665,000

SECTION 3 – CAPITAL PROGRAM (PAGE 5 & 6)

Lease Purchasing Debt – Principal (Page 5) Lease Purchasing Debt – Interest (Page 6)

For detail see budget book

Subtotal	477,003
<u>New Financing</u>	
Excavator (7 years) PW \$65,000	14,296
Dump Truck #1 (7 years) PW \$190,000	30,973
Dump Truck #2 (7 years) PW \$220,000	35,903
Curb Maker (5 years) PW \$15,000	2,215
Trailer #1 (5 years) PW \$10,000	2,215
Trailer #2 (5 years) PW \$10,000	2,215
Trailer #3 (5 years) PW \$10,000	2,215
Chipper (5 years) PR \$60,000	13,188
Pickup #1 (5 years) FD \$45,000	9,966
Pickup #2 (5 years) FD \$45,000	9,966
Total 10650/500829	600,155

Total	47,549
Total 10650/500830	47,549

Principal \$600,155

Interest \$47,549

SECTION 3 – CAPITAL PROGRAM

Capital Program

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	Total Expenditures	<u>3,674,129</u>	<u>3,131,161</u>	<u>0</u>	<u>0</u>	<u>3,131,161</u>
	Department Total	<u><u>3,674,129</u></u>	<u><u>3,131,161</u></u>	<u><u>0</u></u>	<u><u>0</u></u>	<u><u>3,131,161</u></u>

SECTION 3 – CAPITAL PROGRAM IMPROVEMENT PROJECTS

- Team of staff and council members met in January and February to look at our list of capital needs and prioritized what should be included in the budget.
- Discussions and approach shifted to capturing all funding mechanisms in the capital plan, not just the general fund focus of the budget process.
- New approach and plan is detailed in the updated Asset Management Plan draft.

Short-Term Goal(Replacement on 100 year life cycle)

Funding Source	Funding Percentage	Annual Funding
General Fund	40%	\$997,484
State/Fed Match	5%	\$124,685
Bond Payments	50%	\$1,246,855
Fees/ other (i.e.: TIF)	5%	\$124,685
TOTAL		\$2,493,709

Long-Term Goal(Replacement on 50 year life cycle)

Funding Source	Funding Percentage	Annual Funding
General Fund	40%	\$1,994,967
State/Fed Match	5%	\$249,371
Bond	50%	\$2,493,709
Fees/ other (i.e.: TIF)	5%	\$249,371
TOTAL		\$4,987,419

WHAT'S IN THE 2018 CAPITAL BUDGET? (SECTION 3 – PAGE 7)

Facility	\$206,704
• FD-Emergency Response Equipment	\$116,704
• City Facility Asset Inspection Report	\$30,000
• Citywide Fleet Reconditioning	\$20,000
• City Hall Safety and Customer Service	\$15,000
• Energy Efficiency	\$25,000

WHAT'S IN THE 2018 CAPITAL BUDGET? (SECTION 3 – PAGE 7) - CONTINUED

Utility and Environmental	\$429,600
• Citywide Office Software Production Package	\$64,000
• Tri-Community Camera Reserve Fund	\$5,600
• Local Road drain replacement	\$200,000
• Camp Ellis area drainage improvements	\$50,000
• IT Network Hardware (annually)	\$50,000
• Security Camera Improvements	\$60,000

WHAT'S IN THE 2018 CAPITAL BUDGET? (SECTION 3 – PAGE 8) - CONTINUED

Municipal Grounds **\$90,000**

- Middle School Tennis Courts \$80,000
- Trail Network repairs \$10,000

ROW Infrastructure **\$300,000**

- PACTS Projects (Local Match) \$140,000
 - Saco River Dredging and Beach Replenishment \$100,000
 - Collector Road Safety Improvements \$50,000
 - Industrial Park RR Maintenance \$10,000
-

COMPARING THIS YEAR'S PLAN TO THE ASSET MANAGEMENT PLAN GOALS

- How does this year stack up with our short-term goals for the Capital Program?
 - The proposed plan does not currently include any bonding.
 - Non-General Fund capital funding is well above funding goal, saving money on the mill rate impact.
 - The overall proposed funding level is \$413,989 below the City's short-term goal of a 100-year life cycle funding

Asset Plan (100 year funding profile)- SHORT TERM GOAL

Category	Total Request	% of Plan
General Fund	\$997,483.60	40%
Grant Funded	\$124,685.45	5%
Fees/Other	\$124,685.45	5%
Bond Request	\$1,246,854.50	50%
TOTAL:	\$2,493,709	

FY 2018 Capital Plan Proposal-

Category	Total Request	% of Plan
General Fund	\$1,026,304	49%
Grant Funded	\$850,916	41%
Fees/Other	\$202,500	10%
Bond Request	\$0	0%
TOTAL:	\$2,079,720	

STATUS OF FLEET REPLACEMENT PLAN

- Staff has implemented an annual inspection and rating system for all vehicles to prioritize replacement and refurbishment.
- The City should be targeting the 12 year, and hopefully soon the 14 year funding cycle, with some of the preventative maintenance initiatives that are underway.
- Repeating last year's funding decision will cause annual maintenance increases, defer purchases to future budgets, as well as impact emergency response.

