

CITY OF SACO, MAINE
REFERENDUM ELECTION
FEBRUARY 9, 2010

Question #1

Shall the Order of the City Council of the City of Saco entitled "Order Authorizing the City of Saco to Borrow and Amount Not to Exceed \$5,999,000 for construction of a new fire station at 271 North Street be ratified and approved?"

	Precinct 1	Precinct 2	Precinct 3	Precinct 4	Total
Yes	449	498	214	1703	2864
No	130	108	52	213	503
Blanks	8	7	3	109	127
Total	587	613	269	2025	3494

Note: The City estimates that no property tax increase will be necessary to fund debt service on the Bonds due to the estimated amount of ambulance revenues and other debt retirement. However, the Bonds will be general obligation bonds of the City, backed by the full faith and credit of the City, including property taxes and other assets and revenues of the City.

FINANCIAL STATEMENT

The issuance of bonds and notes by the City of Saco (the "City") is one of the ways in which the City borrows money for certain purposes. The following is a summary of the bonded indebtedness of the City as of the referendum date. The total amount of bonds of the City of Saco outstanding and unpaid is \$18,106,394, of which \$14,417,531 is principal and \$3,688,863 is interest. The City has \$2,800,000 in bonds authorized and unissued. The total amount of bonds of the City to be issued if the question authorizing this borrowing is ratified by the voters is \$5,999,000. The total debt service costs of the bonds will vary depending on the prevailing interest rates at the time the bonds are issued. The total estimated principal and interest payments on the bonds is \$10,407,683, of which \$5,999,000 is principal, and estimated interest at fixed rates of 4.00% (depending on the years to maturity) over 30 years is \$4,408,683.

The validity of the bonds and of the voters ratification of the bonds may not be affected by any errors in the estimate made pursuant to the above statement. If the actual amount of the total debt service for the bond issue varies from the estimate, the ratification by the electors is nevertheless conclusive and the validity of the bond issue is not affected by reason of the variance.

s/ Beth Cote, Treasurer, City of Saco