

Financing the WD3 Aerator Installation

Aerator Installation Budget	
Construction	\$ 220,000
Contingency	\$ 22,000
2015 MRB Study	\$ 12,800
Design	\$ 23,250
Bidding	\$ 5,025
Construction Admin	\$ 10,175
Construction Observation	\$ 5,550
Additional Services	\$ 5,000
Bond Counsel, Local Counsel, Fiscal Advisor*	\$ 11,000
Total	\$ 314,800
Grant Total	\$ 188,880
WD3 Responsibility	\$ 125,920
	\$ 314,800

*savings likely in this line by borrowing internally

The Plan to Pay for the Project	
WD3 Responsibility	\$125,920
WD3 Paid to date	\$42,796
Balance of WD3 Contribution	\$83,124
Cash on hand	\$35,004
3 year Interfund Loan Amount	\$48,120
	<u>\$83,124</u>

\$48,120 Borrowing - 3 Year DA Bridge Reserve				
Fiscal Year	Principal Payment	Interest Payment	Debt Service	Outstanding Due
2021	\$16,120	\$914	\$17,034	\$32,000
2022	\$16,000	\$608	\$16,608	\$16,000
2023	\$16,000	\$304	\$16,304	\$0
Total	\$48,120	\$1,826	\$49,946	

Items of Note

- > Town issues \$48,120 SIB (Statutory Installment Bond) to Bridge Repair Reserve at 1.90% interest in August 2020. 1.9% interest is the advised rate.
- > Current DA Bridge Reserve balance: \$280,427
- > The amount borrowed from the DA Bridge fund is a portion of what is currently invested in a 6-month CD to mature in August.

Other Borrowing Needs & Considerations

- > EFC holds a 25% retainage until the project is complete.
- > Our current model suggests that, in order to account for adequate cash flow, we borrow this short term (i.e. paid back by the end of 2020) from the following reserves:

25% retainage for short term loan: \$47,220

Suggested Reserves for Short-term Borrowing*		Amount	Balance Post Short Term Borrow
DA232	Bridge Repair Reserve**	\$ 18,934	\$213,373
DB230	Capital Reserves	\$ 12,741	\$49,618
A232	Retirement Contribution	\$ 4,820	\$14,975
A233	Employee Ben, & Accr. Liability	\$ 3,175	\$9,866
A234	Restricted Capital Reserve	\$ 7,550	\$23,450
		\$ 47,220	

*these borrowing figures are the amounts invested in 6-month CDs to mature in August

**balance is post short and long term borrow

Short and multi-year interfund loan guidance provided by Municipal Solutions, Insero & Co. and the NYSOSC

*edited by m.e.wright
for Town Board meeting 6/23/2020*