Town of Lisbon



Capital Improvement Plan FY26

Table of Contents

Introduction 3
Funding Summary 8
Expense Summary 9
Animal Control 10
Comm Center 11
Fire 12
Parks and Recreation 13
Police 14
Public Works 15
Sewer 16
Town 17
Debt 18

Town of Lisbon
Capital Improvement Plan Introduction

I. Introduction

The Capital Improvement Plan (CIP) is a document that focuses on the implementation of community goals through detailed recommendations on capital spending and needs for the current and forecasted future fiscal years. Per the Town Charter, the CIP that is submitted to the Council is to be broken down on a departmental level. Capital Improvement is being defined by the Charter as, "any construction project exceeding $25,000 and any equipment purchase to be bonded or to be budgeted in more than one fiscal year."

Per the Town Charter, this plan should further be presented in a five-year plan format, focusing on public improvement projects that may include vehicles, machinery, equipment, or overall building improvements. This plan includes existing assets as well as the proposition for new assets that would help support the future growth of the Town.

II. About the Plan

The CIP for FY26 shows the five fiscal years FY26 through FY30, which are separated on a department level. The CIP demonstrates specific projects, amounts of those projects as well as sources of funding for those projects. This document is a living and fluid document that considers community needs as well as a framework for making the best use of financial resources.

To support the amounts of the projects and the sources of funding, it is imperative that the Town also include the Debt Structure (Bonds and Leases) to assist in making the best decision for the use of the financial resources. Within this plan, a detailed list of the current debt obligations is included. Guidance is also included about when best to use debt as opposed to pay as you go (also known as "pay-go").

The CIP is reviewed and updated on an annual basis. Each Department Head is asked to submit their CIP requests to the Town Manger and the Finance Director annually as part of the budget process. Each department's CIP is then reviewed and evaluated based on needs, financial capacity and the overall impact it may or may not have on the Town's operating budget. Once the projects are evaluated, the Town Manager recommends the CIP to the Planning Board for review. After the Planning Board reviews the CIP, it is then presented to the Town Council for review and adoption.

The FY26 column of the CIP is our FY25 Capital Budget. Within each department's plan structure, it will identify how each project will be funded.

Town of Lisbon
Charter Excerpt – Capital Program

Sec. 6.08. – Capital Program.

(a) Submission to Council. The Town Manager, School Committee and Board of Water Commissioners shall prepare and annually submit to the Council and Planning Board a five year capital program on or before the first day of May.

(b) Contents. The capital program shall include:
   1. A general summary of its contents;
   2. A list of the capital improvements proposed to be undertaken during the next five years together with documentation of need. "Capital improvement" shall mean any construction project exceeding $25,000, and any equipment purchase to be bonded or to be budgeted in more than one fiscal year.
   3. Cost estimates, methods of financing, and recommended time schedules for each improvement; and
   4. The estimated annual cost of operating and maintaining any new facilities.

(c) Planning Board Review. The Planning Board shall review the proposed capital program each year to determine, where appropriate, that the capital expenditure is consistent with the provisions of the Town Comprehensive Plan and forward its recommendations to the Town Council no later than the first day of June.

(d) Council Action on Capital Program.
   1. Notice and Hearing. The Town Council shall publish in one or more newspapers having general circulation in the Town a general summary of the capital program and a notice stating:
      I. The times and places where copies of the capital program will be available to the public; and
      II. The time and place, not less than two weeks after the first date of publication, for a public hearing on the capital program.
   2. Adoption. The Council by resolution shall annually adopt the capital program with or without amendment after the public hearing and on or before the first day of July.

(C.O. of 9-16-2008, § 2008-152H, Ref. of 11-4-2008; Ref. of 11-3-2015; Amendment of 11-8-2016)

Town of Lisbon
Capital Improvement Plan Program Policy per Town Code Chapter 86

Capital Improvement Program Policy
The purpose of this policy paper is to develop an understanding of the importance of capital improvement programming and to provide the Town with a framework for making the best use of financial resources.

What is Capital Improvement Programming?
It is a multi-year scheduling of public physical improvements, based on studies of available fiscal resources and the need for specific improvements to be constructed in the future. Although a long term program does not commit the Town to a particular expenditure in a particular year, it provides an identifiable framework for informed decision-making.

How is the Capital Improvement Program Developed?
The CIP is updated annually (beginning in December) as part of the Town's regular budget process. After departments submit their CIP requests to the Town Manager in late December, they review and evaluate the proposed projects based on the Manager's and the Town Council's service desires, other Town infrastructure needs, the financial capacity of the Town, and the impact the projects will create on the Town's operating budget.

Once the projects are evaluated, the Manager recommends to the Planning Board and the Town Council the selection and timing of capital projects into future fiscal years. First-year projects are incorporated into the Town Manager's recommended annual operating budget. The Planning Board and Town Council are also presented the future, unappropriated, programming years for their consideration, review, and endorsement so staff can proceed with planning and evaluation of potential capital projects.

What is the importance of Capital Improvement Programming?
The Capital Improvement Program, is a framework for accomplishing needed improvements on a scheduled basis, projected out over a five year spread; it is one of the most important documents considered by the Town Council. It is important because it has a major impact on the allocation of fiscal resources, and it contributes to setting Town expenditures for many years to come. When the Program is adopted and fully utilized, it ensures that needed facilities are provided within the Town's financial capability. The Program's purposes are to:

1. Provide a complete picture of the Town's major development needs;
2. Establish fiscal priorities for and between various projects;
3. Schedule major projects so as to reduce fluctuations in the tax rate;
4. Balance the use of funding sources in the most beneficial manner;
5. Discourage piecemeal improvements and duplication of expenditures;
6. Coordinate the activities of various Town departments;
7. Assist in implementing recommendations of the Town's Comprehensive Program;

8. Inform the taxpayers of anticipated future improvements; and,
9. Arrange opportunities for the public to offer comments on the Program.

Format of the Capital Improvement Plan

The Capital Improvement Plan is provided for the Town, Water and School. The School Department and the Water Department both provide their Capital Improvement Plans to the Town Council based on needs and discussions held within the School Committee and the Water Board of Directors. The Town Manager and the Finance Director develop the Town's Capital Improvement Plan by showing the details on a departmental level and overall on a summary level for five years.

What is a Capital Improvement?

A common definition of a capital improvement includes new or expanded physical facilities that are relatively large, expensive and permanent. It is a major fiscal expenditure which is made infrequently or which is not-recurring and includes one or more of the following:

1. Acquisition of land;
2. Construction or expansion of a public facility, street, or utility;
3. Non-recurring rehabilitation or construction of an asset provided the cost is more than $25,000 and extends the useful life of the asset;
4. Design or Programming related to an individual project; or,
5. Any item or piece of equipment that will be bonded or budgeted in more than one fiscal year.

These may be one time purchases or recurring based on the established useful life of the asset once it is placed into service. For example a vehicle is given a useful life of 5 years and on that fifth fiscal year within the CIP, that asset will be evaluated for replacement.

Methods of Financing

Capital Improvement Program projects are funded from a variety of sources. These include: General Fund; Reserve Accounts; Bonds or Leases; and Federal/State Grants.

General Fund – The most commonly used method of financing capital projects is through the use of the General Fund. The General Fund includes the money raised by the local property tax for a given year. When a project is funded with General Fund revenues, its entire cost is paid off within the year. The intent is to budget annually a certain amount from the General Fund to address Town priorities. If the Town has the financial capacity to pay for a project in a given year, the cost to the taxpayer will generally be less than if bonded because there are no interest payments to be made. However, it does have the effect of lumping expenditures into one year, thereby giving a peak tax loading.

Reserve Accounts: Alternatively, allocations are made from the General Fund to Reserve Accounts. These accounts allow for the Town to save up for a capital item over a period of time, avoiding the peak tax loading described above. Please see the Town's Special Revenue and Reserve Budget for more information.

General Obligation Bonds – Bonds are used to finance major municipal capital projects. These are issued for a period of time generally extending from ten to twenty years during which time principal and interest payments are made. They are secured by the raising of property taxes. The time payment has the advantage of allowing the costs to be amortized over the life of the project and of allowing taxpayers to pay a smaller amount of the project's cost at a time. However, they do commit the Town's resources over a long period of time and decrease the flexibility of how yearly revenues can be utilized. The Town's bonding capacity is a limited resource. All projects, which are to be bonded should meet minimum eligibility criteria and must have a life span at least equal to the bond life.

Grants – One source of grants is from other levels of government, for example, the Environmental Protection Agency, the Maine Department of Health and Human Services, U.S. Housing and Urban Development, Maine Department of Environmental Services, and the Department of Transportation. Generally, these Federal and State sources provide an outright grant or matching funds to go with locally raised funds. Deciding on which method of financing should be selected for a given project is dependent on a number of factors. These include the cost of the project, its useful life, the eligibility of the project to receive funds from other than local taxes, long-term and short-term financial obligations of the Town and a project's relative priority in terms of implementation. The Capital Improvement Program seeks to maximize the potential benefits from all revenue sources.

Town of Lisbon
CIP Funding Summary

The table below shows the funding sources for the five year CIP. These funding categories are provided along with the breakdown for each department in this report.

Department	Organization	Object	Account Description	2026 Manager Budget	2027 Manager Budget	2028 Manager Budget	2029 Manager Budget	2030 Manager Budget
Grants - PW	40000000	40201	Federal capital grants	($950,000.00)	$0.00	$0.00	$0.00	$0.00
Taxes	40000000	40280	Other intergovernmental revenu	($1,267,500.00)	($1,268,400.00)	($1,299,000.00)	($1,669,000.00)	($591,950.00)
Debt - Fire	40000000	40523	Other Bonds Issued	($1,002,013.00)	$0.00	($2,000,000.00)	$0.00	$0.00
Debt - PW	40000000	40523	Other Bonds Issued	($730,000.00)	$0.00	$0.00	$0.00	$0.00
Debt - Sewer	40000000	40523	Other Bonds Issued	$0.00	$0.00	$0.00	($600,000.00)	$0.00
Debt - Town	40000000	40523	Other Bonds Issued	$0.00	($14,605,000.00)	$0.00	$0.00	$0.00
Sewer Fees	40000000	40560	Capital contributions	($150,000.00)	($150,000.00)	($120,000.00)	$0.00	$0.00
Special Reserve - Police	40000000	48022	Police Cruiser Revenue	($122,666.67)	($61,333.33)	($122,666.67)	($61,333.33)	($122,666.67)

Town of Lisbon
Departmental Level Capital Improvement Plan

Town of Lisbon Summary – 5 Year CIP

Dept	Org	Obj	Account Description	2026 Budget	2027 Budget	2028 Budget	2029 Budget	2030 Budget
Parks/Rec	40000000	50490	Parks/Rec Buildings	$20,000	$41,000	$0.00	$0.00	$0.00
Parks/Rec	40000000	50542	Parks/Rec Land Impro	$0.00	$0.00	$0.00	$0.00	$0.00
ACO	40092000	50501	ACO Vehicle	$0.00	$0.00	$0.00	$0.00	$0.00
ACO	40092000	50720	ACO Vehicle Equipmnt	$0.00	$0.00	$0.00	$0.00	$0.00
Comm Center	40092000	50760	Comm Center Equipmen	$0.00	$0.00	$220,000	$270,000	$0.00
Parks/Rec	41000000	29508	Parks/Rec Equipmnt	$0.00	$35,000.00	$0.00	$0.00	$0.00
Police	41030000	29536	Police Vehicles	$122,666.67	$61,333.33	$122,666.67	$61,333.33	$122,666.67
Police	41030000	50710	Police Equipment	$19,000	$37,000	$19,000	$19,000	$31,950
Public Works	41050000	29515	PW Vehicles	$238,500	$155,000	$210,000	$0.00	$0.00
Public Works	41060000	29516	PW Infrastructure	$2,595,000	$500,000	$500,000	$1,000,000	$500,000
Public Works	41070000	29517	PW Equipment	$0.00	$325,000	$0.00	$0.00	$0.00
Fire	41080000	29540	Fire - Vehicles	$1,002,013	$69,500.00	$2,000,000	$350,000	$0.00
Fire	41080000	50710	Fire Equipment	$0.00	$0.00	$350,000	$0.00	$0.00
Parks/Rec	42092000	50720	Parks/Rec Vehicles	$50,000	$85,000	$0.00	$0.00	$0.00
Town	49000000	50705	Town Buildings	$25,000	$14,605,000	$0.00	$30,000	$0.00
Town	49000000	53929	Technology	$0.00	$20,900.00	$0.00	$0.00	$0.00
Sewer	49092100	50720	WWTP Vehicles	$0.00	$0.00	$0.00	$0.00	$0.00
Sewer	49092100	50741	WWTP Equipment	$150,000	$150,000	$120,000	$600,000	$60,000

Animal Control
5 Year CIP

Department	Organization	Object	Account Description	2026 Manager Budget	2027 Manager Budget	2028 Manager Budget	2029 Manager Budget	2030 Manager Budget
ACO	40092000	50501	Capital - ACO Vehicle	$0.00	$0.00	$0.00	$0.00	$0.00
ACO	40092000	50720	Capital - ACO Vehicle Equipment	$0.00	$0.00	$0.00	$0.00	$0.00

Animal Control Footnotes

- FY25 ACO Vehicle and equipment replaced. (to include the Computer, console, mounts and emergency lights.) Recommend vehicle is replaced every 7-8 years.

Comm Center Department – 5 Year CIP

Department	Organization	Object	Account Description	2026 Manager Budget	2027 Manager Budget	2028 Manager Budget	2029 Manager Budget	2030 Manager Budget
Comm Center	40092000	50760	Capital - Comm Center Equipmen	$0.00	$0.00	$220,000.00	$270,000.00	$0.00

Comm Center Department Footnotes

- PD IMC SERVER will now be at ASO (2025) and was purchased through County ARPA
- Dirigo Wireless advises that the Com Center radio consoles and equipment will need to be replaced within 5 years, will integrate new equipment into the Public Safety building plans. Working on quotes this year. Would like to integrate with new public safety building project.

Fire Department – 5 Year CIP

Department	Organization	Object	Account Description	2026 Manager Budget	2027 Manager Budget	2028 Manager Budget	2029 Manager Budget	2030 Manager Budget
Debt - Fire	40000000	40523	Other Bonds Issued	($1,002,013.00)	$0.00	($2,000,000.00)	$0.00	$0.00
Fire	41080000	29540	Capital - Fire - Vehicles	$1,002,013.00	$69,500.00	$2,000,000.00	$350,000.00	$0.00
Fire	41080000	50710	Capital - Fire Equipment	$0.00	$0.00	$350,000.00	$0.00	$0.00

Fire Department Footnotes

- Vehicle Replacement Plan – The original vehicle replacement plan was written in 2002 and it called for a 25 (engines) to 30 (ladder) year life cycle on fire apparatus. With the increase in call volume and the added technology, trucks are not lasting that long. Some components are becoming obsolete after 15 years. National Fire Protection Association (NFPA) 1901, which is the standard as adopted by the State of Maine, recommends trucks to be replaced or put into reserve status after 15 years. The presented CIP shows replacing engines in a 20 year cycle and the ladder into a 25 year cycle.
    - *** New vehicles were ordered in November of 2022.
    - Engine 2 replacement is scheduled for delivery 8/2025
    - Rescue 10/Engine 1 the new combined rescue/ pumper is scheduled for delivery 8/2026. The department plans to keep Engine 1 as a spare in the event apparatus goes out of service.
    - Truck 6 is showing signs of needing to be replaced soon and is scheduled for replacement in FY28 at the cost of $2 million dollars.
    - Brush 3 Vehicle – This vehicle will be replaced in FY29 with an estimated cost of $350,000.
- Turnout Gear - This will be the regular purchase of structural turnout gear and will rotate the older worn-out garments. Turnout gear is reflected in the CIP above because collectively, it is over the dollar threshold. Turnout gear funding source is cited as Operating Budget and is therefore part of the Personal Protective Equipment Expense account.
- Portable Radios – Portable Radios were quoted under $10,000 and therefore were not added to the CIP above but will be incorporated into the Operating budget. The quote for this equipment is as follows: FY24 $6,500; FY25 $7,150; FY26 $7,865; FY27 $8,652; and FY28 $9,517.
- Vehicle Radios – Vehicle Radios were quoted under $10,000 and therefore were not added to the CIP above but will be incorporated into the Operating Budget. The quote for this equipment is as follows: FY24 $6,418; FY25 $4,420; and FY26 $1,900.
- SCBAs – The self-contained breathing apparatus (SCBA) were purchased in 2013. The air packs also include electronics. NFPA no longer considers an air-pack complaint after 4 revisions; in 2028, our air-packs will no longer be compliant. Current cost is $8,800 per air-pack (includes pack, mask and 2 bottles); spreading the replacement of these units out over a few budget years may not be possible based on the designs at the time of purchase

Parks and Recreation Department – 5 year CIP

Department	Organization	Object	Account Description	2026 Manager Budget	2027 Manager Budget	2028 Manager Budget	2029 Manager Budget	2030 Manager Budget
Parks/Rec	40000000	50490	Capital - Parks/Rec Buildings	$20,000.00	$41,000.00	$0.00	$0.00	$0.00
Parks/Rec	40000000	50542	Capital - Parks/Rec Land Impro	$0.00	$0.00	$0.00	$0.00	$0.00
Parks/Rec	41000000	29508	Capital - Parks/Rec Equipmnt	$0.00	$35,000.00	$0.00	$0.00	$0.00
Parks/Rec	42092000	50720	Capital - Parks/Rec Vehicles	$50,000.00	$85,000.00	$0.00	$0.00	$0.00

Parks and Recreation Department Footnotes

- $20k for fy26 for cabin roof replacement
- $33,000 for fy27 for MTM heating system repair
- $8,000 in fy27 for security camera upgrade
- $35,000 in fy27 for replacement of 2006 kabota
- $50k in fy26 is to replace 2010 ford 450 bus;
- $85k in fy27 is to replace 2003 chevy plow truck (50k) and 2008 rhino (35k)

Police Department – 5 Year CIP

Department	Organization	Object	Account Description	2026 Manager Budget	2027 Manager Budget	2028 Manager Budget	2029 Manager Budget	2030 Manager Budget
Special Reserve	40000000	48022	Police Cruiser Revenue	($122,666.67)	($61,333.33)	($122,666.67)	($61,333.33)	($122,666.67)
Police	41030000	29536	Capital - Police Vehicles	$122,666.67	$61,333.33	$122,666.67	$61,333.33	$122,666.67
Police	41030000	50710	Capital - Police Equipment	$19,000.00	$37,000.00	$19,000.00	$19,000.00	$31,950.00

Police Department Footnotes

- One cruiser camera to be replaced in FY2025, and we are adding 8 Body Cameras, so every officer on the department is issued a camera. This proved inadequate not having body cameras for everyone on the department, when we have events, parades and call outs, we need to ensure all Officers have a camera.
- The Town sets aside $92,000 per year for Cruiser Replacement, and then alternates between buying one and two cruisers each year.
- The Department has to replace its tasers, and is spending $19,000 per year over five years to do so.
- There is $18,000 budgeted in FY27 for bulletproof vests.
- There is $12,950 budgeted in FY30 for cruiser cameras and $4,500 for body cameras.

Public Works Department – 5 Year CIP

Department	Organization	Object	Account Description	2026 Manager Budget	2027 Manager Budget	2028 Manager Budget	2029 Manager Budget	2030 Manager Budget
Debt - PW	40000000	40523	Other Bonds Issued	($730,000.00)	$0.00	$0.00	$0.00	$0.00
Grants	40000000	40201	Federal capital grants	($950,000.00)	$0.00	$0.00	$0.00	$0.00
Public Works	41050000	29515	Capital - PW Vehicles	$238,500.00	$155,000.00	$210,000.00	$0.00	$0.00
Public Works	41060000	29516	Capital - PW Infrastructure	$2,595,000.00	$500,000.00	$500,000.00	$1,000,000.00	$500,000.00
Public Works	41070000	29517	Capital - PW Equipment	$0.00	$325,000.00	$0.00	$0.00	$0.00

Public Works Department Footnotes

- fy26 $60,000 for bucket truck and $178,500 for 2025 chevy silverado
- $155k in fy27 is to replace ford250 and 2017 freightliner;
- $210k in fy28 is to replace both 2018 freightliners;
- $500,000 per year as part of standard road program
- $895,000 for Maple St paving to be offset by $480,000 in left over funds from Ferry Road bond proceeds
- $1,200,000 for Burroughs Rd Bridge replacement, with $950,000 to be paid from federal grant, and $250,000 in debt proceeds approved in Nov 2024
- fy27 - $325,000 sidewalk sweeper/snowblower $175k and $150k to replace case 621g for transfer station

Sewer – 5 Year CIP

Department	Organization	Object	Account Description	2026 Manager Budget	2027 Manager Budget	2028 Manager Budget	2029 Manager Budget	2030 Manager Budget
Debt - Sewer	40000000	40523	Other Bonds Issued	$0.00	$0.00	$0.00	($600,000.00)	$0.00
Sewer Fees	40000000	40560	Capital contributions	($150,000.00)	($150,000.00)	($120,000.00)	$0.00	$0.00
Sewer	49092100	50720	Capital - WWTP Vehicles	$0.00	$0.00	$0.00	$0.00	$0.00
Sewer	49092100	50741	Capital - WWTP Equipment	$150,000.00	$150,000.00	$120,000.00	$600,000.00	$60,000.00

Sewer Department Footnotes

- fy26 $150k replace d and b pump station
- fy27 $150k replace brook street pump station
- fy28 $120k rehab clarifiers
- fy29 $600k vactor truck replacement to be paid with debt
- fy30 $60k replace moody rd, lewiston line, and farwell st pump stations

Town – 5 Year CIP

Department	Organization	Object	Account Description	2026 Manager Budget	2027 Manager Budget	2028 Manager Budget	2029 Manager Budget	2030 Manager Budget
Debt - Town	40000000	40523	Other Bonds Issued	$0.00	($14,605,000.00)	$0.00	$0.00	$0.00
Town	49000000	50705	Capital - Town Buildings	$25,000.00	$14,605,000.00	$0.00	$30,000.00	$0.00
Town	49000000	53929	Capital - Technology	$0.00	$20,900.00	$0.00	$0.00	$0.00

Town Department Footnotes

- in fy26, cip calls for solid waste station heating ($25k)
- fy27 calls for public safety building $14.5 million
- fy29 calls for town hall hvac upgrade for $30k

Town of Lisbon
Forecasted Capital Improvement Plan
For Budget Year FY26
Forecasted Years FY26 through FY34

	Forecast 6/30/2026	Forecast 6/30/2027	Forecast 6/30/2028	Forecast 6/30/2029	Forecast 6/30/2030	Forecast 6/30/2031	Forecast 6/30/2032	Forecast 6/30/2033	Funding
COMMITTED									
2010 R	$ 62,281	$ 60,669	$ 60,669	$ 58,974	$ 57,279	$ 55,583	$ 53,888	-	Split 52%/48% with the Water Department
2017 B	$ 159,765	$ 155,993	$ 155,993	$ 152,033	-	-	-	-	Munic. Rev.
2005 FR - Sewer Dept	$ 26,438	-	-	-	-	-	-	-	Sewer Rev.
2014 QECB	$ 79,759	$ 79,759	$ 79,759	$ 79,757	$ 79,757	$ 79,757	-	-	72% Munic. Rev/28% Sewer Rev.
2020 MMBB - Pinewood	$ 163,088	$ 160,928	$ 158,678	$ 158,678	$ 156,323	$ 153,863	$ 151,305	-	Munic. Rev.
2022 MMB - Ferry	$ 263,583	$ 258,422	$ 258,422	$ 220,063	$ 218,458	$ 216,582	$ 214,426	$ 211,981	Munic. Rev.
2023 RD Loan	$ 370,923	$ 370,923	$ 370,923	$ 370,923	$ 370,923	$ 370,923	$ 370,923	$ 370,923	Sewer Rev.
2024 Fire Truck Loan	$ 233,650	$ 233,650	$ 233,650	$ 233,650	$ 233,650	$ 233,650	$ 233,650	$ 233,650	Munic. Rev.
Total Committed	$1,359,487	$1,320,344	$1,318,094	$1,274,077	$1,116,389	$1,110,357	$1,024,191	$ 816,553	
PROPOSED - Assumed 6% Interest									
2026 Burroughs Rd Bridge	$ 58,598	$ 58,598	$ 58,598	$ 58,598	$ 58,598	-	-	-	Munic. Rev. - 5 Yr Term
2027 Public Safety Building	-	$1,255,617	$1,255,617	$1,255,617	$1,255,617	$1,255,617	$1,255,617	$1,255,617	Munic. Rev. - 20 Yr Term
2028 Fire Truck	-	-	$ 202,526	$ 202,526	$ 202,526	$ 202,526	$ 202,526	$ 202,526	Munic. Rev. - 15 Yr Term
2029 Sewer Vactor Truck	-	-	-	$ 139,196	$ 139,196	$ 139,196	$ 139,196	$ 139,196	Munic. Rev. - 5 Yr Term
Total Proposed	$ 58,598	$1,314,216	$1,516,741	$1,655,937	$1,655,937	$1,597,339	$1,597,339	$1,597,339	
TOTAL COMMITTED/PROPOSED	$1,418,085	$2,634,559	$2,834,835	$2,930,015	$2,772,326	$2,707,696	$2,621,530	$2,413,892	

Bonds vs “Pay-Go”

Pay-Go is a very simple concept—paying for a portion of capital projects with cash as opposed to bonding.

Pros of Bonding:

- Costs are saved through accelerated construction
- Inflation and preventative maintenance exceed the interest paid on the funds.
- Quantifiable economic benefits exceed the cost of borrowing
- A future identifiable and available revenue source exists to pay for the bonds
- Intergenerational Equity

Pros of Pay-Go:

- Reduce interest costs associated with bonds.
- Bond interest payments impose a real cost
- Bonding involves moving a future stream of revenues to current use resulting in there being less funds available for other future uses.