

Town of Colchester, Connecticut

Debt Management Plan

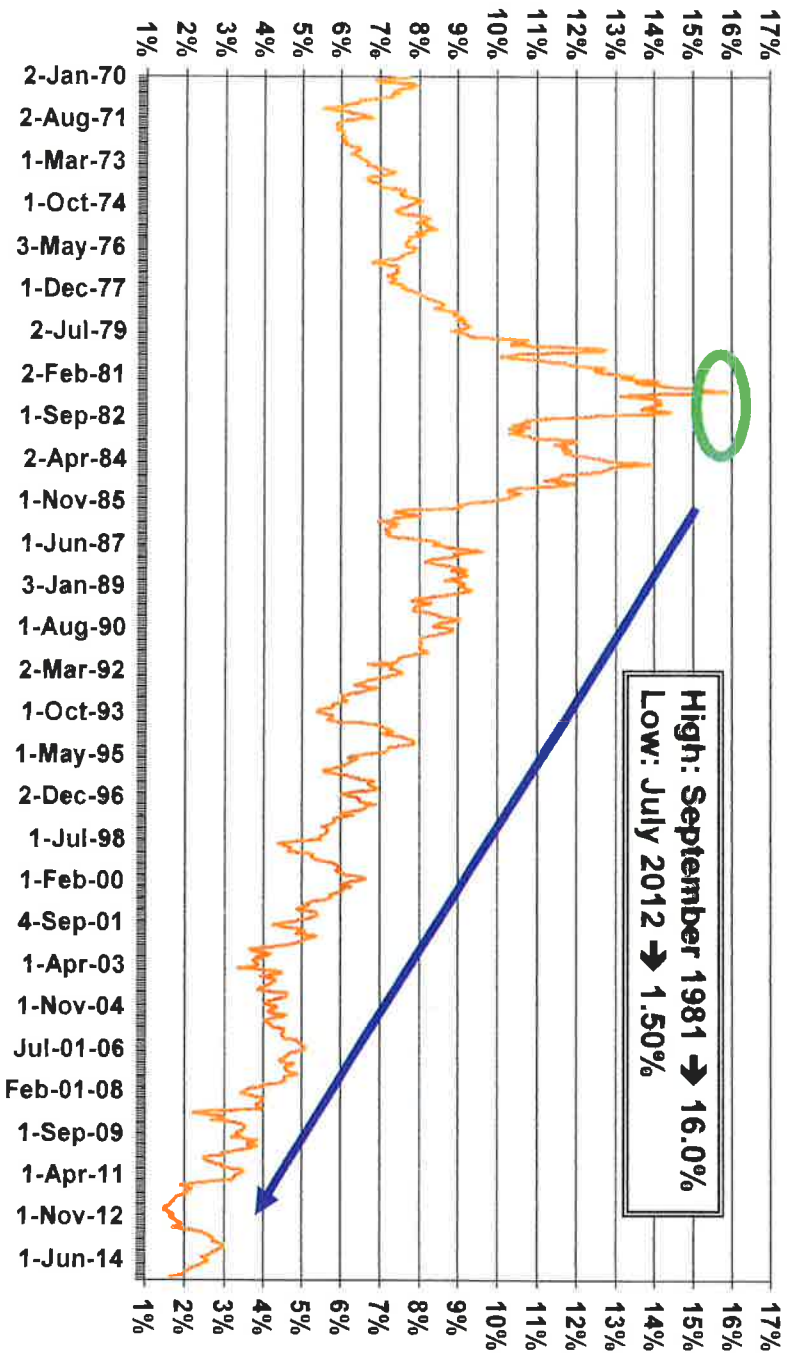
June 4, 2015

Barry Bernabe
Managing Director




Long-term Interest Rates

Ten Year U.S. Treasury Yield - January 1, 1970 to June 1, 2015



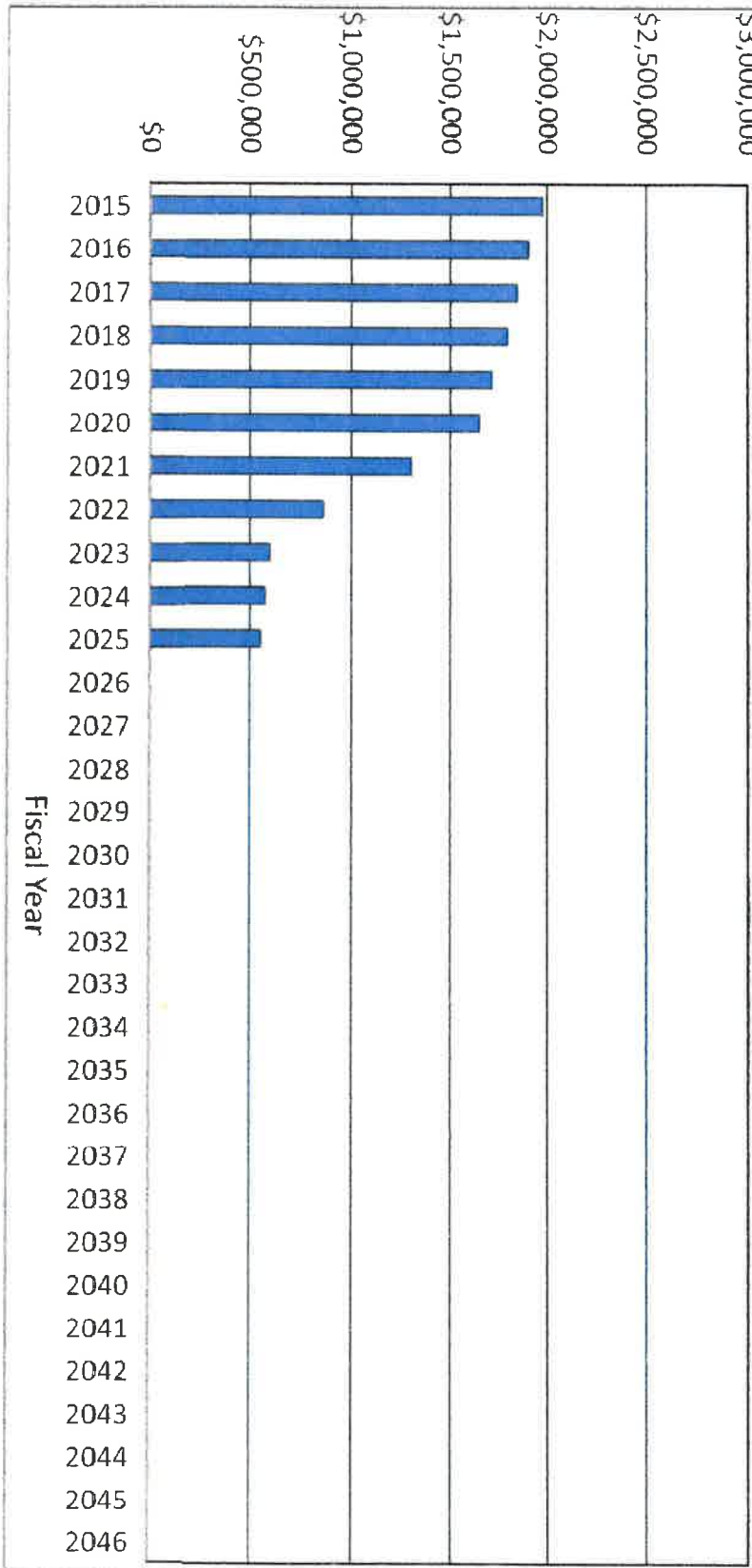
Bond Ratings

Standard & Poor's & Moody's Rating Categories



Highest	<u>AAA</u>	Aaa
	<u>AA+</u>	Aa1
	<u>AA</u>	Aa2
	<u>AA-</u>	Aa3
	<u>A+</u>	A1
	<u>A</u>	A2
	<u>A-</u>	A3
	<u>BBB+</u>	Baa1
	<u>BBB</u>	Baa2
	<u>BBB-</u>	Baa3
Lowest		

Town of Colchester Existing Debt Service



Proposed Debt Issuance for Middle School

SELECTED OPTION - TOTAL PROJECT COSTS

WJ Middle School

Project Costs

Anticipated Total Project Costs (construction + soft costs) \$42,623,060
 Inflation (2016-17) \$2,131,153

Project Cost Subtotal **\$44,754,213**

State Reimbursement (61.43%) \$27,492,513

Cost to Town - WJ Middle School **\$17,261,700**

Pupil Services

Project Costs

Renovations \$1,627,500

State Reimbursement (30.72%) \$499,968

Cost to Town - Pupil Services **\$1,127,532**

2nd Gymnasium

Project Costs

Renovations \$2,275,000

State Reimbursement (0%) \$0

Cost to Town - Second Gym **\$2,275,000**

ALL THREE PROJECTS - TOTAL COSTS

Project Costs

Middle School, Pupil Services, 2nd Gym \$48,656,713

State Reimbursement \$27,992,481

ANTICIPATED COST TO TOWN = \$20,664,232

Existing & Proposed Debt Analysis

(A)	(B)	(C)	(D)	(E)	(F)	(G)	(H)	(I)
Fiscal Year	Total Existing Debt Service	Annual Change	\$20,865,000 Bonds Proposed Debt Service	Existing & Proposed Debt Service	Annual Change in Debt Service	Amount Budgeted For Debt Service	Net Change in Debt Service	Mill Rate Impact Colchester Value of One Mill \$1,209,000
2015	1,972,865			1,972,865		1,972,865	0	0.00
2016	1,901,465	(71,400)		1,901,465	(71,400)	1,972,865	0	0.00
2017	1,842,265	(59,200)		1,842,265	(59,200)	1,972,865	0	0.00
2018	1,791,665	(50,600)	17,500	1,809,165	(33,100)	1,972,865	0	0.00
2019	1,710,415	(81,250)	67,500	1,777,915	(31,250)	1,972,865	0	0.00
2020	1,647,165	(63,250)	114,798	1,761,923	(15,993)	1,972,865	0	0.00
2021	1,299,065	(348,100)	616,960	1,916,015	154,093	1,972,865	0	0.00
2022	861,115	(437,950)	1,216,960	2,078,065	162,050	1,972,865	0	0.00
2023	597,115	(264,000)	1,445,200	2,042,315	(35,750)	1,972,865	0	0.00
2024	574,795	(22,320)	1,419,700	1,994,495	(47,820)	1,972,865	0	0.00
2025	552,420	(22,375)	1,394,200	1,946,620	(47,875)	1,972,865	0	0.00
2026	-	(552,420)	1,417,950	1,417,950	(528,670)			(0.44)
2027	-	-	1,376,175	1,376,175	(41,775)			(0.03)
2028	-	-	1,349,625	1,349,625	(26,550)			(0.02)
2029	-	-	1,323,075	1,323,075	(26,550)			(0.02)
2030	-	-	1,296,525	1,296,525	(26,550)			(0.02)
2031	-	-	1,269,975	1,269,975	(26,550)			(0.02)
2032	-	-	1,243,425	1,243,425	(26,550)			(0.02)
2033	-	-	1,216,875	1,216,875	(26,550)			(0.02)
2034	-	-	1,190,325	1,190,325	(26,550)			(0.02)
2035	-	-	1,163,775	1,163,775	(26,550)			(0.02)
2036	-	-	1,137,225	1,137,225	(26,550)			(0.02)
2037	-	-	1,110,675	1,110,675	(26,550)			(0.02)
2038	-	-	1,084,125	1,084,125	(26,550)			(0.02)
2039	-	-	1,057,575	1,057,575	(26,550)			(0.02)
2040	-	-	1,031,025	1,031,025	(26,550)			(0.02)
2041	-	-	1,004,475	1,004,475	(26,550)			(0.02)
2042	-	-	977,925	977,925	(26,550)			(0.02)
2043	-	-	951,375	951,375	(26,550)			(0.02)
2044	-	-	924,825	924,825	(26,550)			(0.02)
2045	-	-	898,275	898,275	(26,550)			(0.02)
2046	-	-	-	-	(898,275)			(0.02)
	24,441,256		29,317,983	44,068,333				

Existing & Proposed Debt Service

