

Article 18

Elementary School Debt Stabilization Fund Use

- Ms. Salinger moves: that the Town appropriate the sum of **\$735,000** from the Elementary School Debt Stabilization Fund established by vote under Article 10 of the 2008 Annual Town Meeting, to be expended under the direction of the Town Manager for a portion of the debt service due during fiscal year 2014 on the bonds issued for the Alcott, Thoreau and Willard elementary school buildings.

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Elementary School Debt Stabilization Fund

- This fund was established at the 2008 Annual Town Meeting with a transfer of **\$2,500,000** million from Free Cash effective July 1, 2008.
- Through January 31, 2013, **\$412,175** has been earned and added to the Fund.

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Elementary School Debt Stabilization Fund

- Used to date:
 - \$1,000,000** for FY11 debt service (2010 vote)
 - \$ 700,000** for FY12 debt service (2011 vote)
 - \$ 475,000** for FY13 debt service (2012 vote)
- Current market value of the fund: **\$ 737,175**
as of 1/31/13
- Purpose of the fund: to lessen the tax impact of debt issued for the 3 new elementary schools –
 - Alcott (2004)
 - Thoreau (2006)
 - Willard (2009)

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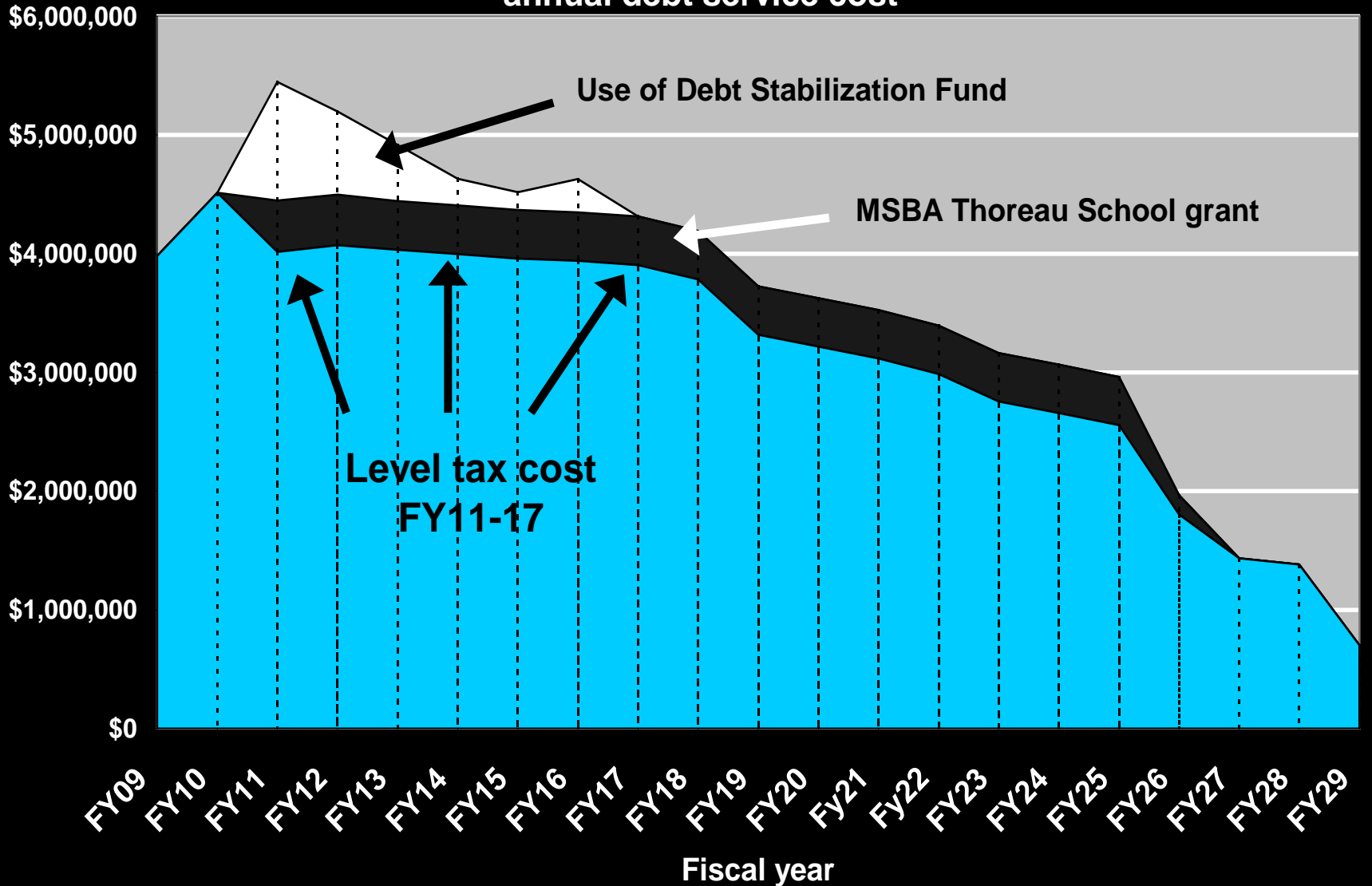
Elementary School Debt Stabilization Fund

- VOTED AND PLANNED USE, FY11-14

Tax reduction impact

FY11	ACTUAL	\$1,000,000	1.51%
FY12	ACTUAL	\$ 700,000	1.05%
FY13	ACTUAL	\$ 475,000	0.69%
FY14	proposed	\$ 735,000	1.03%
TOTAL		\$2,910,000	

All Excluded Debt - Repayment Schedule annual debt service cost



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Appropriation from Elementary School Debt Stabilization Fund

- Ms. Salinger moves: that the Town appropriate the sum of \$735,000 from the Elementary School Debt Stabilization Fund established by vote under Article 10 of the 2008 Annual Town Meeting, to be expended under the direction of the Town Manager for a portion of the debt service due during fiscal year 2014 on the bonds issued for the Alcott, Thoreau and Willard elementary school buildings.