

<b>MUNICIPAL BONDING TO FUND CAPITAL EXPENDITURES--2010</b>								
NO VALUE ASSUMED AT THE END OF USEFUL LIFE								
INTEREST RATE FOR 10 YR. MATURITY OR LESS = 3 %; 15 YR. = 3.75 %; 20 YR. = 4 %								
DISCOUNT RATE = INFLATION RATE, ASSUMED AN AVERAGE OF 5%, 4% AND 3%								
<u>YEAR</u>	<u>FIRE ENGINE</u>	<u>PRINCIPAL</u>	<u>INTEREST</u>	<u>TOTAL</u>	<u>DISCOUNTED</u>	<u>DISCOUNTED</u>	<u>DISCOUNTED</u>	<u>DISCOUNTED</u>
	<u>\$250,000</u>		<u>4%</u>		<u>TOTAL</u>	<u>TOTAL</u>	<u>TOTAL</u>	<u>TOTAL</u>
	<u>20</u>				<u>AT 5%</u>	<u>AT 4%</u>	<u>AT 3%</u>	
	<u>YR. LIFE</u>							
1		\$10,000	\$10,000	\$20,000	19,048	19,231	19,417	
2		\$15,000	\$9,600	\$24,600	22,313	22,744	23,188	
3		\$10,000	\$9,000	\$19,000	16,413	16,891	17,388	
4		\$15,000	\$8,600	\$23,600	19,416	20,173	20,968	
5		\$10,000	\$8,000	\$18,000	14,103	14,795	15,527	
6		\$15,000	\$7,600	\$22,600	16,864	17,861	18,927	
7		\$10,000	\$7,000	\$17,000	12,082	12,919	13,823	
8		\$15,000	\$6,600	\$21,600	14,620	15,783	17,051	
9		\$10,000	\$6,000	\$16,000	10,314	11,241	12,263	
10		\$15,000	\$5,600	\$20,600	12,647	13,917	15,328	
11		\$10,000	\$5,000	\$15,000	8,770	9,744	10,836	
12		\$15,000	\$4,600	\$19,600	10,914	12,242	13,747	
13		\$10,000	\$4,000	\$14,000	7,424	8,408	9,533	
14		\$15,000	\$3,600	\$18,600	9,394	10,741	12,297	
15		\$10,000	\$3,000	\$13,000	6,253	7,218	8,344	
16		\$15,000	\$2,600	\$17,600	8,063	9,397	10,968	
17		\$10,000	\$2,000	\$12,000	5,236	6,160	7,260	
18		\$15,000	\$1,600	\$16,600	6,898	8,194	9,751	
19		\$10,000	\$1,000	\$11,000	4,353	5,221	6,273	
20		\$15,000	\$600	\$15,600	5,879	7,120	8,637	
TOTALS				\$356,000	231,004	250,000	271,527	



<b>EFFECT ON TOWN TAX RATE IN CURRENT \$ PER \$K @ \$575M ASSESSMENT @ 4% DISCOUNT RATE</b>						
	<u>FIRE</u>	<u>TRUCK WITH</u>	<u>TOTAL</u>	<u>ANNUAL TAX</u>	<u>ANNUAL TAX</u>	
	<u>ENGINE</u>	<u>PLOW</u>		<u>INCREASE ON</u>	<u>INCREASE ON</u>	
				<u>A \$200K</u>	<u>A \$300K</u>	
				<u>PROPERTY</u>	<u>PROPERTY</u>	
<u>1ST YEAR</u>	\$0.0334	\$0.0261	\$0.0596	\$11.91	\$17.87	
<u>7TH YEAR</u>	\$0.0225	\$0.0169	\$0.0394	\$7.88	\$11.82	
<u>10TH YEAR</u>	\$0.0242	\$0.0194	\$0.0436	\$8.72	\$13.08	
<u>15TH YEAR</u>	\$0.0126	\$0.0000	\$0.0126	\$2.51	\$3.77	
<u>20TH YEAR</u>	\$0.0124	\$0.0000	\$0.0124	\$2.48	\$3.71	