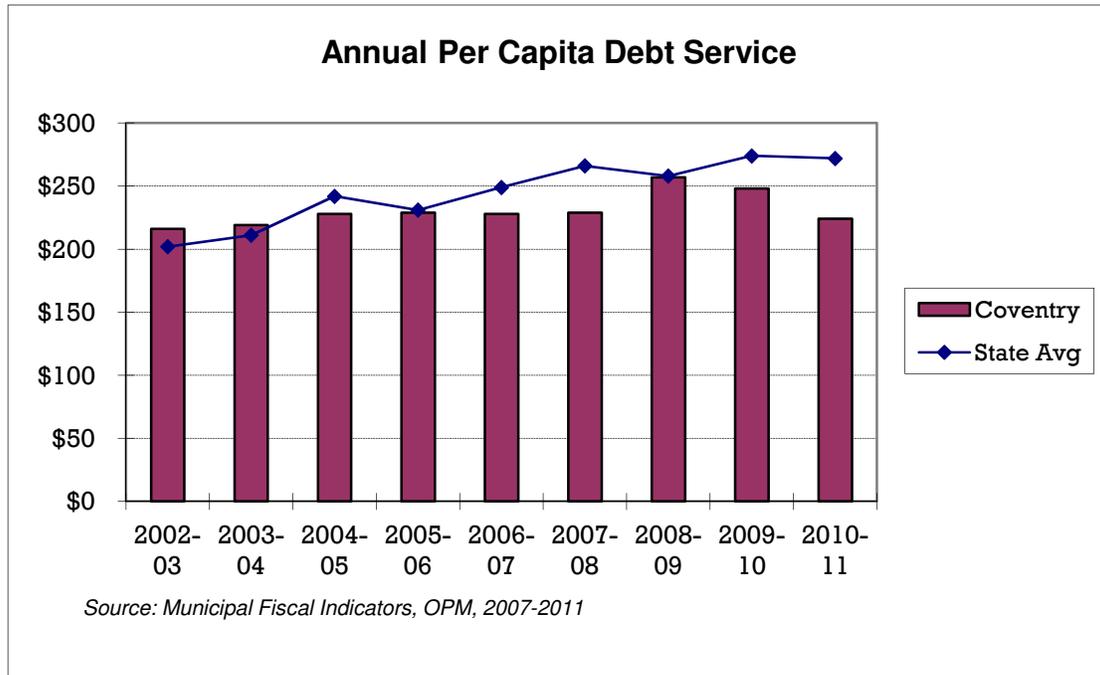
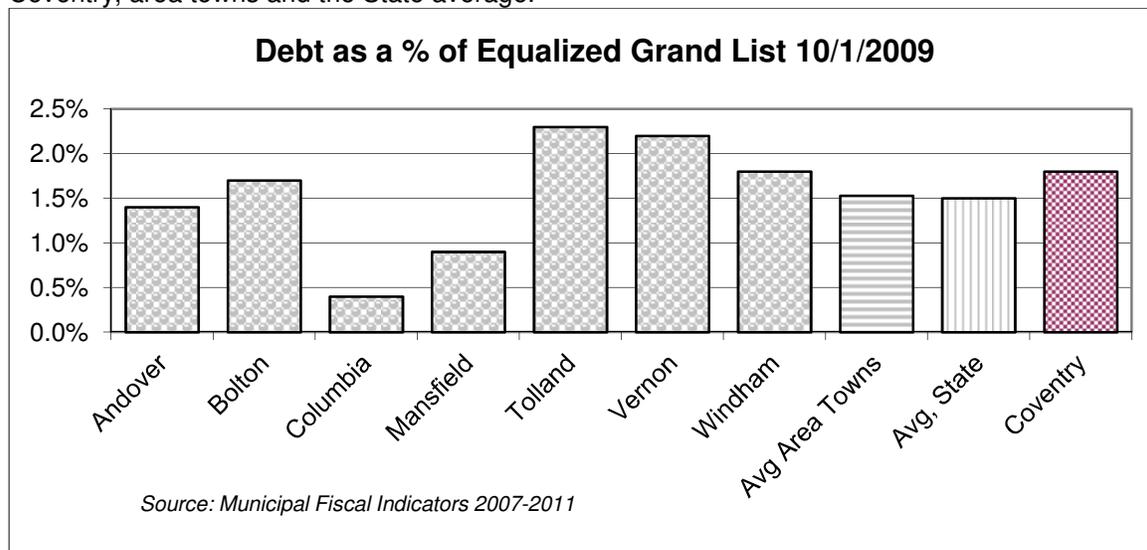


Debt Service

Debt service continues to reduce as the debt incurred to pay for school remodeling and expansion begins to decline. In fiscal year 2010-11 the town ranked 70 out of 169 municipalities when comparing long term debt per capita. Annual debt service per capita amounts are shown on the chart below.



The following chart shows the comparison of long term debt as a percentage of Grand List for Coventry, area towns and the State average.



9101 DEBT SERVICE

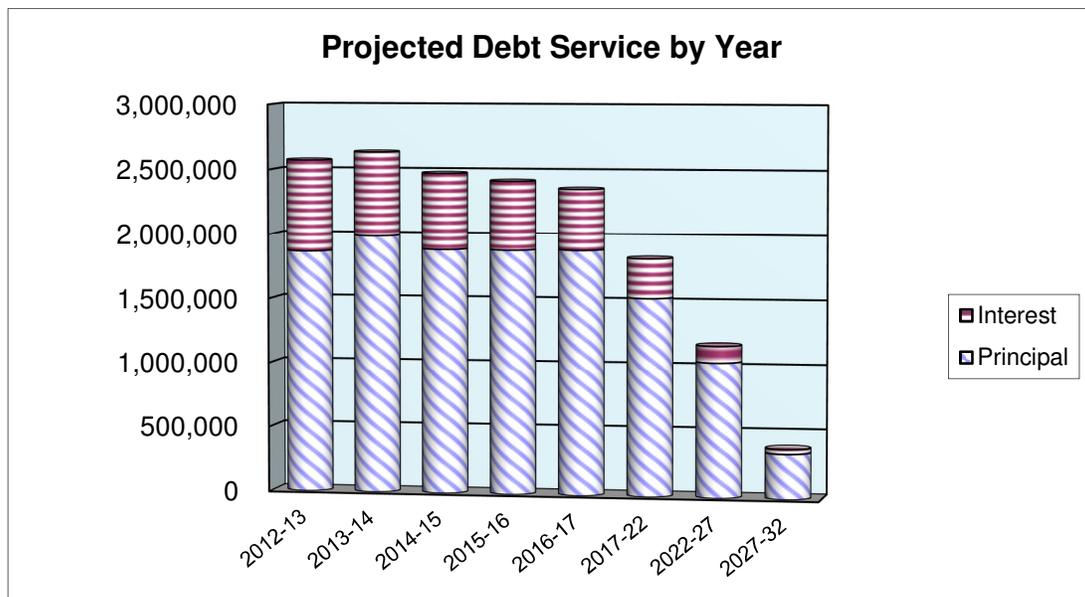
PROGRAM DESCRIPTION

This account shows the cost of principal and interest payments on all outstanding and anticipated long and short-term notes for Town and School purposes. It also includes the short term financing referred to as lease purchasing for capital equipment.

PROGRAM COMMENTARY

The Debt Service budget shows a decrease of \$115,867 or -4.13% for the upcoming fiscal year. Payments of debt are offset by revenues from the Sewer Assessment fund in the amount of \$685,754. A 2003 bonding for a fire truck was paid in full in FY 2012-13. No new bonded debt is included in the FY 2013-14 budget. A major School Energy and Electrical upgrade is proposed for evaluation.

Outstanding and new lease purchases are included in this budget category since the IRS views them as debt payments. To meet the Town Council's goal to keep a fiscally responsible watch on the costs of government, a policy of only using capital leases for equipment costing more than \$50,000 has been implemented. Two new lease purchases for a large fine cut mower and a ToolCat with a snow blower and sweeper are proposed. Three leases were paid off totaling \$80,808 for a net decrease in lease expense of \$46,088.



Town of Coventry
Council Recommended Budget

Budget Fiscal Year: 2014 to 2014

Account# and Description	2012 Actual	2013 Base Budget	2013 Actual YTD	2013 Est. Actual	Dept Head	Town Manager	Council	Cou/Bud Inc/Dec	%
110 GENERAL FUND									
9101 DEBT SERVICE									
52311 REFINANCE SEWER ASSESSMENT (10/15 7,193 4/15 127,194 payoff 2022)	133,386	133,986	133,986	133,986	134,387	134,387	134,387	401	.30
52312 SEWER EXPANSION PROJECT - CW Monthly payments of 45,947.17 payoff 2027	551,366	551,367	459,472	551,367	551,367	551,367	551,367	0	.00
52514 FIRE TRUCK payoff 2013	37,800	36,400	36,400	36,400	0	0	0	(36,400)	(100.0)
52515 FIRE TRUCK (2005) 8/1 36,255 2/1 525 payoff 2015	24,730	32,985	32,984	32,985	36,750	36,750	36,750	3,765	11.41
52552 SCHOOL PROJECT BALANCE 8/1 156,943.75 2/1 29,443.75 payoff 2024	139,878	186,028	186,028	186,028	186,388	186,388	186,388	360	.19
52554 SCHOOL ASBESTOS ABATEMENT 8/1 32,652 2/1 7,121 payoff 2026	42,148	40,836	40,835	40,836	39,773	39,773	39,773	(1,063)	(2.60)
52556 WATER SYSTEM MANDATES 8/1 31,546 2/1 7,036 payoff 2026	40,862	39,602	39,602	39,602	38,582	38,582	38,582	(1,020)	(2.58)
52564 PARKER BRIDGE RD BRIDGE 8/1 14,566.38 2/1 3,332.63 payoff 2026	18,944	18,367	18,367	18,367	17,900	17,900	17,900	(467)	(2.54)
52581 SCHOOL BONDING 2001 8/1 189,162.50 2/1 17,462.50 payoff 2021	147,875	215,075	215,075	215,075	206,625	206,625	206,625	(8,450)	(3.93)
52587 POLICE STATION BONDS 8/1 81,675 2/1 15,375 payoff 2026	90,040	94,425	94,425	94,425	97,050	97,050	97,050	2,625	2.78
57543 FINANCING COSTS 2006 BONDS 8/1 6,664.00 2/1 1,557.75	8,697	8,435	8,434	8,435	8,222	8,222	8,222	(213)	(2.53)

Town of Coventry
Council Recommended Budget

Budget Fiscal Year: 2014 to 2014

Account# and Description	2012 Actual	2013 Base Budget	2013 Actual YTD	2013 Est. Actual	Dept Head	Town Manager	Council	Cou/Bud Inc/Dec	%
58682 DUMP TRUCK (3) 5th of 5 payments	11,779	11,780	11,779	11,780	11,780	11,780	11,780	0	.00
58683 DUMP TRUCK(4) 3rd of 5 payments	33,474	35,360	0	35,360	33,475	33,475	33,475	(1,885)	(5.33)
58684 DUMP TRUCK (5) 2nd of 5 payments	0	25,500	0	25,500	25,500	25,500	24,802	(698)	(2.74)
58689 TOOL CAT Assumes a 5 yr 3% lease	0	0	0	0	13,890	13,890	13,890	13,890	.00
58709 MOWER Assumes a 5 yr 3% loan	0	0	0	0	20,830	20,830	20,830	20,830	.00
58713 STUDENT ACTIVITY BUS 5th of 5 payments	11,500	11,500	11,500	11,500	11,500	11,500	11,500	0	.00
Total 9101 DEBT SERVICE	2,644,228	2,803,386	2,582,877	2,803,386	2,691,226	2,691,226	2,687,519	(115,867)	(4.13)
Total 110 GENERAL FUND	2,644,228	2,803,386	2,582,877	2,803,386	2,691,226	2,691,226	2,687,519	(115,867)	(4.13)