

Debt Service

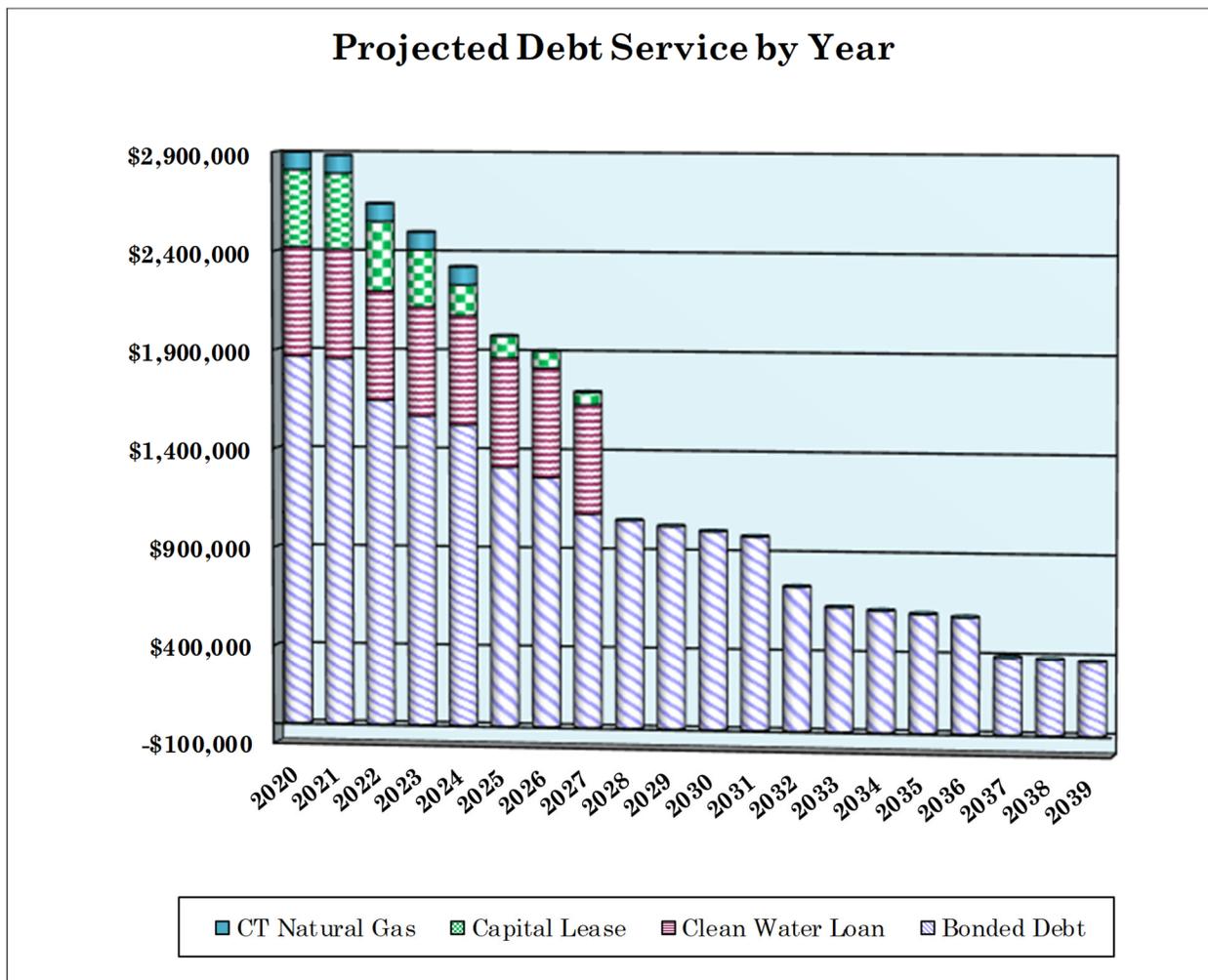
PROGRAM DESCRIPTION

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

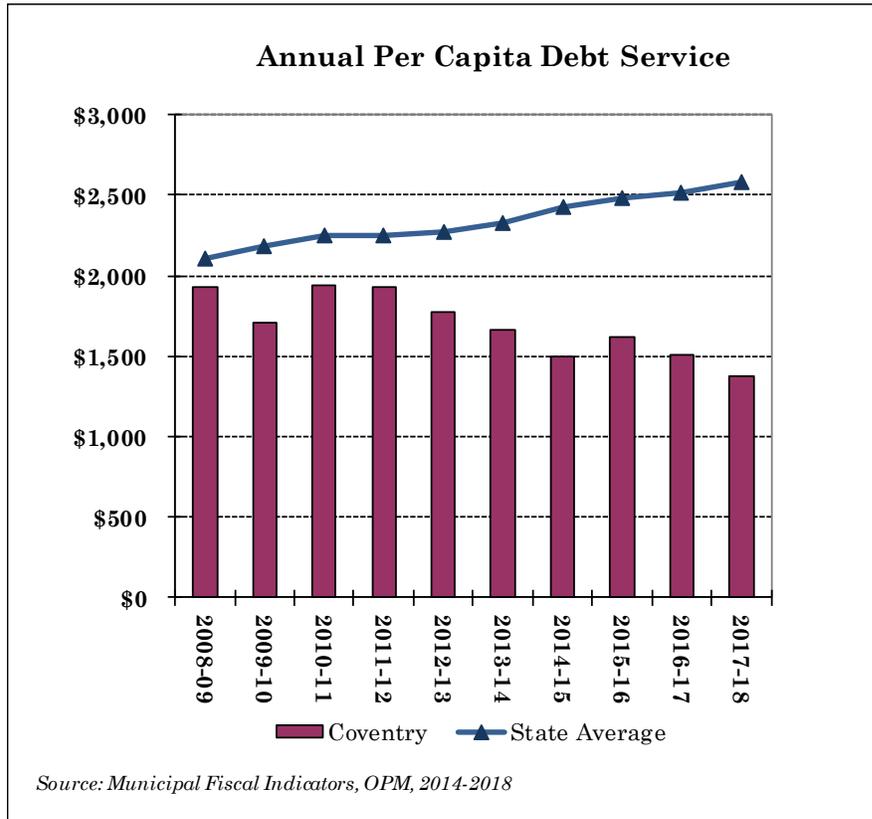
The Debt Service budget shows a decrease of \$43,597 for the upcoming fiscal year in comparison to the FY 2020 budget. Payments of debt are offset by revenues of \$424,976 from the Sewer Assessment fund and \$55,000 from the Sewer Operating fund.

Outstanding and new lease purchases are included in this budget category since the IRS views them as debt payments. The budget proposal includes the purchase of a large dump truck (7-year lease for \$32,300 annually), a police cruiser (5-year lease for \$11,500 annually) and a fire service truck (5-year lease for \$17,000 annually) which will be offset by one retired lease purchases totaling \$38,411 annually.

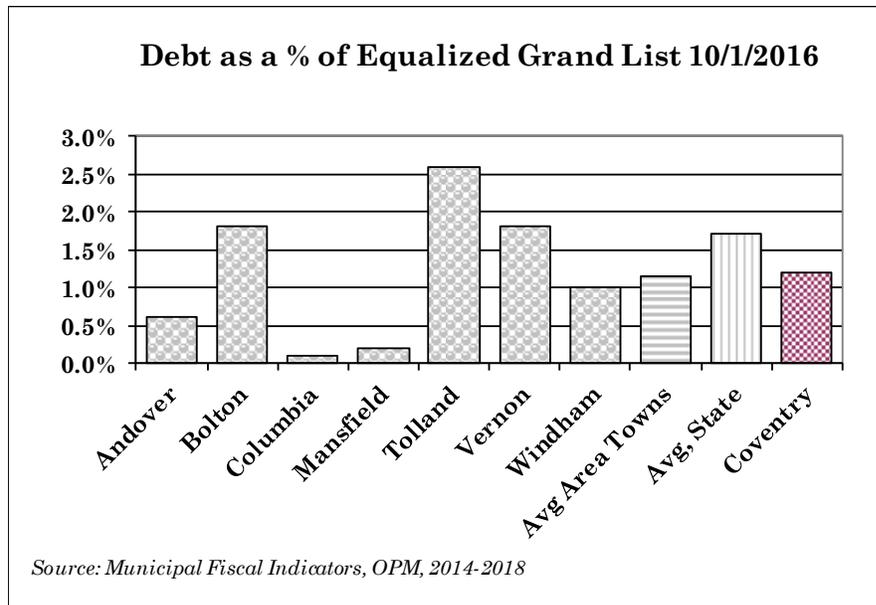


9101 DEBT SERVICE (Continued)

Debt service continues to reduce as the debt incurred to pay for school remodeling and expansion begins to decline. In fiscal year 2017-18 the town ranked 104 out of 169 municipalities when comparing annual 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.



Town of Coventry
Council Recommended Budget

Budget Fiscal Year: 2021 to 2021

Account# and Description	2019 Actual	2020 Base Budget	2020 Actual YTD	2020 Est. Actual	Dept Head	Town Manager	Council	Cou/Bud Inc/Dec	%
32531 BOND PREMIUM - OTHER FINANCI No use of bond proceeds in current year.	0	(35,055)	(35,055)	(35,055)	0	(20,000)	(84,000)	(48,945)	139.62
52311 REFINANCE SEWER ASSESSMENT (10/15 \$1,455.00 4/15 \$31,455.00 Final 4/2022	30,273	29,098	29,098	29,098	32,910	32,910	32,910	3,812	13.10
52312 SEWER EXPANSION PROJECT - CW Monthly \$45,947.17; Final FY27	551,366	551,368	505,419	551,368	551,368	551,368	551,368	0	.00
52552 SCHOOL PROJECT BALANCE 8/1 \$182,256.25 2/1 \$9,281.25 Final FY2024	203,400	197,275	197,275	197,275	191,540	191,540	191,540	(5,735)	(2.91)
52554 SCHOOL ASBESTOS ABATEMENT 9/15 \$28,560 3/15 \$2,170 Final FY26	34,240	33,540	33,540	33,540	30,730	30,730	30,730	(2,810)	(8.38)
52556 WATER SYSTEM MANDATES 9/15 \$28,560 \$3/15 \$2,170 Final FY2026	34,240	33,540	33,540	33,540	30,730	30,730	30,730	(2,810)	(8.38)
52564 PARKER BRIDGE RD BRIDGE 9/15 \$13,180 3/15 \$1,000 Final FY26	15,880	15,555	15,555	15,555	14,580	14,580	14,580	(975)	(6.27)
52581 SCHOOL BONDING 2001 8/1 \$157,712.50 Final FY21	174,050	163,138	163,138	163,138	157,715	157,715	157,715	(5,423)	(3.32)
52587 POLICE STATION BONDS 8/1 \$78,443.75 2/1 \$7,218.75 Final FY26	85,450	88,025	88,025	88,025	85,665	85,665	85,665	(2,360)	(2.68)
56120 PRODUCT EXPENDITURE Year 4 of 7	0	90,000	90,000	90,000	90,000	90,000	90,000	0	.00
57535 BOILER REPAIR/REPLACEMENT Payment 5 of 7; Final FY23	32,220	32,220	32,220	32,220	32,220	32,220	32,220	0	.00
57543 FINANCING COSTS 2006 BONDS 9/15 \$6,600 3/15 \$510 Final FY26	7,440	7,290	7,290	7,290	7,110	7,110	7,110	(180)	(2.47)

Town of Coventry
Council Recommended Budget

Budget Fiscal Year: 2021 to 2021

Account# and Description	2019 Actual	2020 Base Budget	2020 Actual YTD	2020 Est. Actual	Dept Head	Town Manager	Council	Cou/Bud Inc/Dec	%
58652 TANKER TRUCK (1) Payment 5 of 7; Final FY 23	48,850	48,850	48,850	48,850	48,850	48,850	48,850	0	.00
58653 TANKER TRUCK (2) TBD 4th of 10; Final 2027	40,650	40,330	40,329	40,330	40,330	40,330	40,330	0	.00
58680 DUMP TRUCK (1) Dump Truck 7 year Lease assuming 2.5% interest rate	37,228	0	0	0	0	32,300	32,300	32,300	.00
58681 DUMP TRUCK (2) Final Payment FY20	38,441	38,441	38,441	38,441	0	0	0	(38,441)	(100.0)
58682 DUMP TRUCK (3) TBD; 4th of 10 Final FY27	22,551	22,875	22,872	22,875	22,875	22,875	22,875	0	.00
58683 DUMP TRUCK (4) Year 3 of 7; Final payment FY25	24,296	24,300	24,296	24,300	24,300	24,300	24,300	0	.00
58684 DUMP TRUCK (5) Year 2 of 5; Ends FY26	0	24,900	23,747	24,900	23,750	23,750	23,750	(1,150)	(4.62)
58693 BACKHOE 4X4 Payment 4 of 7; Final FY 23	18,600	18,600	18,590	18,600	18,600	18,600	18,600	0	.00
58702 POLICE CRUISER 5 year lease; Assumes 2.5%	0	0	0	0	0	0	11,500	11,500	.00
58705 RADIO REPLACEMENT Payment 2 of 5; Ends FY24	0	18,400	18,400	18,400	16,825	16,825	16,825	(1,575)	(8.56)
58709 MOWER New Lease; Payment 1 of 5; assumes 4%	0	28,150	27,270	28,150	28,150	28,150	28,150	0	.00
*** Grand Total ***	2,255,453	2,870,865	2,732,266	2,870,865	2,851,668	2,863,968	2,828,468	(42,397)	(1.48)