

# Selectmen's Office

## Town of Waterboro

### TOWN OF WATERBORO NOTICE OF PUBLIC HEARING

The Waterboro Board of Selectmen will conduct a public hearing on May 26, 2015 concerning the June 9, 2015 referendum question on whether or not Waterboro voters will approve borrowing up to \$700,000 to build a sand/salt shed on Bennett Hill Road in East Waterboro. The public hearing will be held in the Selectmen's chambers at Town Hall at 24 Townhouse Road and will begin at 6pm or immediately after another public hearing that same night.

FINANCIAL STATEMENT – TOWN OF WATERBORO: The issuance of bonds by the Town of Waterboro (the "Town") is one of the ways in which the Town borrows money for certain purposes. The following is a summary of the bonded indebtedness of the Town of Waterboro as of the date of this Election

*Bonds Now Outstanding and Unpaid	\$ <u>0</u>
*Interest to be Repaid on Outstanding Bonds	\$ <u>0</u>
*Additional Bonds Authorized But Not Yet Issued	\$ <u>0</u>
*Total Additional Bonds (now proposed) to be Issued if Approved by Voters	\$700,000
*Estimate of Potential New Interest	\$ <u>77,821</u>
*Total Additional Bonds & Estimated Interest if Approved by Voters	\$777,821

When money is borrowed by issuing bonds, the Town must repay not only the principal amount of the bonds but also interest on the bonds. The amount of interest to be paid will vary depending upon the rate of interest and the years to maturity at the time of issue. The validity of the bonds and of the voters' ratification of the bonds may not be affected by any errors in the estimates made of the costs involved, including varying interest rates, the estimated cost of interest on the bond amount to be issued, and the total cost of principal and interest to be paid at maturity.

/s/ Gary Lamb, Treasurer of the Town Of Waterboro

(Note: Total estimated debt service of \$777,821, of which principal is \$700,000 and estimated interest at rates ranging from 1.30% to 2.50%, depending on the year of maturity, over 10 years is \$77,821).

#### QUESTION # 1

Shall the Town authorize the issuance of up to \$700,000 in general obligation bonds or notes of the Town to pay and reimburse the costs to design, construct and equip a sand/salt shed to be located next to the Town's Public Works Garage, hereby authorized and appropriated, with the details of such bonding (including provisions that the bonds may be prepaid or subject to call for redemption with or without premium and the dates, maturities, denominations, and interest rates(s)) to be determined by the Board of Selectmen?

The Board of Selectmen recommends: Ought to pass.  
The Budget Committee did not formally vote on this issue.