

FINANCING OPTIONS
CAPE ELIZABETH HIGH SCHOOL
BOILER PROJECT
January 21, 2011

20 Year Bond

Boiler Cost	\$350,000
Bond Cost	<u>\$25,000</u>
Total Bond	\$375,000
Interest Payment (5%)	<u>\$196,875</u>
total cost:	\$571,875

Yearly payment: 1st year \$37,500 decrease to \$20,000 over 20 years.

10 year Municipal Lease

Boiler Cost	\$350,000
Lease Cost	<u>\$0</u>
Total Lease	\$350,000
Interest Payment (5%)	<u>\$90,000</u>
total cost:	\$440,000

Yearly payment: \$44,000 per year

Savings of \$131,875 with lease payment option.

Projected yearly energy savings approximately \$40,000 per year with increase savings every year due to energy cost increases.