

**From:** [Scott Susi](#)  
**To:** [Penny Thompson](#); [Courtney Boma](#)  
**Subject:** FW: Public Safety Finance Follow-up  
**Date:** Wednesday, September 8, 2021 11:43:06 AM  
**Attachments:** [Financial Analysis 12032018.xlsx](#)

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**From:** Dennis Marker <citymanager@cariboumaine.org>  
**Sent:** Tuesday, December 4, 2018 5:56 PM  
**To:** Joan Theriault <joan.theriault@cariboumaine.org>; Mike Gahagan <michael.gahagan@cariboumaine.org>; Mark Gahagan <mark.gahagan@cariboumaine.org>; Scott Susi <firechief@cariboumaine.org>  
**Cc:** Lita Semrau <lita@portcityarch.com>  
**Subject:** Public Safety Finance Follow-up

FYI.

1. I spoke with Lita
  - She was not using the EMERA rates in her power estimates, which results in a 30% decrease in estimated cost.
  - She does not have a cost for a “bare minimum” fire station renovation. I’m going to assume \$60K for estimating purposes. She said she’ll get me a better number before the meeting tomorrow.
2. I can also confirm that getting a \$5M loan for 30 years at 6% will result in paying \$5.9M in interest over the life of the loan. A \$6.4M loan will require \$7.55M in interest. It’s the compounding nature of the beast.

3. Here are the updated 5 year estimates with the changes we discussed earlier today

|                          | 5 Yr O&M | 5 yr Finance Charges | Annual Finance Payment | Total 5 year | Annual difference from Status Quo |
|--------------------------|----------|----------------------|------------------------|--------------|-----------------------------------|
| Continue with Status Quo | \$1.669M | 0                    | 0                      | \$1.669M     | 0                                 |
| Police Only              | \$2.003M | \$1.817M             | \$363,350              | \$3.821M     | \$430,380                         |
| Combined Facility        | \$1.045M | \$2.324M             | \$464,740              | \$3.368M     | \$341,600                         |

Note that the reduction in annual O&M offsets the increased finance costs for the combined facility.

4. I ran the numbers for admin moving with the police. Having fire and police move together provides an additional cost savings of \$4K per year when looking at the larger budget contributors. I may bring up this option just so people know that it was considered.

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