

TOWN OF OLD ORCHARD BEACH
SPECIAL TOWN COUNCIL MEETING

I am hereby calling a Special Town Council Meeting on Wednesday, May 7, 2008, at 7:00 p.m. at Town Hall for the following reasons:

PUBLIC HEARING #1 of 2

Referendum Question No. 1

Shall the Order reproduced below be adopted?

ORDER OF THE TOWN COUNCIL OF THE TOWN OF OLD ORCHARD
BEACH TO ISSUE BONDS NOT TO EXCEED A TOTAL OF \$5,300,000
TO FUND THE FOLLOWING INFRASTRUCTURE PROJECTS:

West Grand Stormwater Project	\$1,850,000
Summit Street Sewer Project	900,000
Ross Road Culvert Project	350,000
Ocean/Seaview Sewer Project	800,000
Halfway Roundabout Project	200,000
West Grand Pump Station Upgrade Project	1,200,000
Total Bond Amount	\$5,300,000

BE IT ORDERED by the Town Council of the Town of Old Orchard Beach, Maine, in Town Council assembled:

That under and pursuant to the provisions of Title 30-A, Sections 57233 and 5772 of the Maine Revised Statutes, as amended, and the Charter of the town of Old Orchard Beach, Maine, a public improvement program consisting of the design and construction of the West Grand Stormwater Project, the Summit Street Sewer Project, the Ross Road Culvert Project, the Ocean/Seaview Sewer Project, the Halfway Roundabout Project, and the West Grand Pump Station Upgrade Project is hereby approved and;

That a sum not to exceed \$5,300,000 is hereby appropriated to provide for the cost of this program; and

That to fund said appropriation, the Treasurer and the Chairman of the Town Council are hereby authorized to issue, at one time or from time to time, general obligation securities of the Town of Old Orchard Beach, Maine, including temporary notes in anticipation of the sale thereof, in an aggregate principal amount not to exceed \$5,300,000; and

That the discretion to fix the date(s), maturity(ies), denomination(s), interest rate(s), place(s) of payment, call(s) for redemption, form(s), and

other details of said securities, including execution and delivery of said securities against payment therefor, and to provide for the sale thereof, is hereby delegated to the Treasurer and the Chairman of the Town Council.

TOWN OF OLD ORCHARD BEACH
FINANCIAL STATEMENT

1. Total Town Indebtedness

A. Bonds outstanding	\$ 8,280,000.00.
B. Bonds authorized and unissued	\$ None .
C. Bonds to be issued if this vote is approved	<u>\$ 5,300,000.00.</u>
Total:	\$ 13,580,000.00.

2. Costs

At an estimated interest rate of 4.0 percent, for a 20-year maturity, the estimated costs of this bond issue will be:

Principal:	\$ 5,300,000.00.
Interest:	<u>\$ 2,226,000.00.</u>
Total Debt Service:	\$ 7,526,000.00.

3. Validity

The validity of the bonds and of the voters' ratification of the bonds may not be affected by any errors in the above estimates. If the actual amount of the total debt service for the bond issue varies from the estimate, the ratification by the electors is nevertheless conclusive and the validity of the bond issue is not affected by reason of the variance.

Jill Eastman
Treasurer
Town of Old Orchard Beach

EXPLANATION:

Town Council Recommends: Approval.

PUBLIC HEARING #2 of 2

Referendum Question #2:

Shall the Town Council of the Town of Old Orchard Beach be authorized to sell property described below on such terms and conditions as the Council deems to be in the best interests of the Town, provided that the Town Council shall not sell any of the playing fields located on Map 207, Block 3, Lot 1 and that a portion of the property shall be retained by the Town for future public use?

- The land and buildings commonly known as “the Ballpark,” identified in the Town Assessor’s records as Map 207, Block 3, Lot 6; and
- Town-owned property adjacent to the Ballpark, consisting of those portions of Assessor’s Map 207, Block 3, Lot 1 shown on the plan entitled “Plan of Land for Sale of Ballpark and Adjacent Land” on file in the office of the Town Clerk.

EXPLANATION.

Section 409.16 of the Town Charter requires a referendum vote before the Council can sell Town-owned property (other than tax acquired property). Approval of this question would enable the Council to explore options for the sale and reuse of the Ballpark and certain adjacent property which is currently unutilized. Approval of this question would not authorize sale of any of the existing playing fields or the skateboard park and would require the Town Council to retain some portion of the land for future public use. Approval of this question would not require the Town Council to sell any property, but would give the Council authority to sell property on terms and conditions deemed by the Council to be in the best interests of the Town.

RECOMMENDATION: The Town Council recommends a “yes” vote.

James Long, Chairman