

DEBT FOR THE VILLAGE OF POTSDAM

GENERAL FUND: NO BONDS
POLICE STATION LEASE
expires 2010

Unsure what happens to lease upon dissolution. Rescue Squad Building is divided according to use by 1. Rescue Squad, 2. Potsdam Police Department, and 3. Public. The expense of the space for public use is split: 70% by the village/30% rescue Squad. The village will own in 2020; the budget for the police station is \$110,000.00 per year (\$85,000 lease + \$25,000 maintenance)

JOINT RECREATION: \$538,000 (\$269.00 paid by village)

HYDRO PLANT: \$3,500,000 SHOULD REMAIN WITH HYDRO
expires 2029

More efficient new plant generates excess revenue, which can be applied to debt; old plant can even generate funds with a return to more normal electric rates. This is a special revenue fund.

WATER PLANT: \$708,000 JOHNSON CONTROLS LEASE
expires 2023
\$800,000 WATER TOWER LEASE expires 2018
\$402,000 RENOVATIONS 1999 expires 2020

Village owns the equipment (boiler, etc.). There is a lease-to own agreement with Johnson Controls. Village usage is flat, but money is still being saved due to lowered operating costs.

SEWER PLANT: \$2,430,000 RENOVATIONS 2000 expires 2019
No interest is paid since it was grant money; we pay the principle back.

POST-EMPLOYMENT BENEFITS FOR VILLAGE RETIREES:

State retirement is pro-rated based upon years of service credit. Current and future retirees are covered by the NY State & Local Retirement System (or NYS Police and Fire). Once retired, there is no local liability for retirees in this system, all necessary funds are paid while the person is working. Any employee transferring from Village employment to Town employment (or other public employers in general) would continue their participation in this system without any loss of service time accrued.

Village of Potsdam Treasurer Dave Fenton's report to DSC 5-26-10

Health Insurance: This currently costs approximately \$315,000/ yr., with escalation (10-14%) over time for the cost of medical insurance. This is the General Fund portion; there are other smaller charges for water and sewer retirees.

50% police/50% non-police; upon dissolution, all unionized contracts are void. When the retiree turns 65, costs decrease.

WORKMAN'S COMPENSATION LIABILITY: \$472,948

Debt will be paid down steadily in about 10 years. Current and past claims are what the village owes; 130-140 people are covered, including Potsdam Fire Department and village employees.

Unsure if this is bundled in the town's liability.

This liability is to the St. Lawrence County Workman's Compensation Self-Insurance Plan. Since this plan is an active plan for Village employees and volunteer firemen, it is unknown if this liability would transfer to the town, or remain on the books of the former village.