

Financial Statement

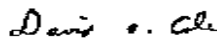
The issuing of bonds by the Town of Gorham is one of the ways in which the Town borrows money for certain purposes. The following is a summary of the bonded indebtedness of the Town of Gorham as of the date of this referendum election:

Bonds Now Outstanding and Unpaid:	\$40,171,555
Interest to be Repaid on Outstanding Bonds:	<u>\$10,134,755</u>
Total to be Repaid on Bonds Outstanding:	<u>\$50,306,310</u>

Additional Principal Amount of Bonds Authorized But Not Yet Issued:	\$ 1,400,000
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Total Additional Bonds To Be Issued If Bond Questions Is Approved By Voters:	\$ 6,300,000
Estimate of Potential New Interest on such Additional Bonds	<u>\$ 1,984,500</u>
Total Additional Bonds To Be Issued & Estimated Interest If Approved By Voters:	<u>\$ 8,284,500</u>

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.



David O. Cole, Treasurer