

**Augusta Schools**  
**Kathy Casparious**  
**Augusta, Maine 04330**  
**Five-Year Basis beginning with the 2014/2015 Fiscal Year**

**Copies-per-Year: 5,775,543**

**Present vs. Proposed Recommendations as of 2/16/15**

**PRESENT SITUATION**

- 1) Guarantees on Photocopiers.. Ends 6-30-2015
- 2) Annual Price Ceilings Left... Ends 6-30-2015
- 3) High Volume Console Units...22
- 4) Units to be Traded...110
- 5) Photocopiers...51  
     Computer Interfaced...43
- 6) Low End Network Printers....30 with 8 Color
- 7) Color Photocopiers Networked ...9
- Total number of Units...81
- 8) Duplex's...56
- 9) Sorter's...81
- 10) Finisher's...44

**PROPOSED SITUATION**

- 1) Guarantees for both New, Recons & Used Photo's...Five+ Years
- 2) 5% or CPI Annual Ceilings, whichever is less...Five+ Years
- 3) High Volume Console Units with 3 Million plus...14
- 4) Replaced 36 New
- 5) Photocopiers...36  
     Computer Interfaced...40 with Print &-Or Color Scan with Secure Print
- 6) Low End Network Printers...0
- 7) Low Cost Color Photocopiers Networked...8
- Total number of Units...36 CO 45 Due to combining features & Low Volume
- 8) Duplex's... 36
- 9) Sorter's... 36
- 10) Finisher's... 36

**Capital:**

Presently, you have one municipal lease at 3.93% that is now paid off. With the new arrangement, you will again have one 'municipal' master lease at 2.79%+- interest. Your first of five annual lease payments will be due on August 1st 2015. A legal opinion from SPC's bond counsel (John Larouche in Augusta ME) will be done on this lease transaction. This will assure that all documents are prepared correctly and signed by the appropriate school and bank officials, and that the lease purchase is a tax-exempt obligation with no premium payable by the school district for prepayment. At your own expense, you can have your own bond counsel also review the documents which would simply duplicate this service.

**Service & Supplies:**

Considering all of your consumable cost centers including service you are averaging \$0.007488 for black and \$0.0905 for Color. The new contract will come in at a CPC of \$0.0035 for Black and \$0.04662 for Color

**Vendor Packages:**

SPC has brought to you Seven different vendor combinations, matching up the best technology available to meet your needs. We would like to highlight the most qualified bid combination, which is A-Copi with Toshiba (Current Vendor).

<u>Cost Center</u>	<u>Present</u>	<u>Proposed</u>
1. Service & Supplies Color Photo only	\$5,510.31	\$2,553.56
2. Service & Supplies Black Photo only	\$28,005.96	\$19,926.89
3. 5 Year Annual Muni Lease	\$49,486.76	\$49,916.19*
<b>Totals without Forced Upgrades</b>	<b>\$83,003.04</b>	<b>\$72,396.64</b>

\* Note that with the last upgrade only 36 New units were purchased while 36 New units are part of the new lease!

The successful bidders will have a blanket servicing contract that includes all consumables excluding only staples and paper for all of the equipment that is under their factory authorized ability to service. They will provide one easy 'Cost per Copy' billing plan done once a year in June-July. Your service contract will be fixed through **June 30th 2016**. A contract extension has been negotiated for four more years, which will have an annual price ceiling of five percent or CPI, whichever is less. You however, only commit funds for one-year at a time to the servicing vendor. And even this scenario allows you to upgrade, lowering the service costs, if it is to your advantage to go out to bid at any time. SPC will set up both the service- supply contracts and the warranty cards with the successful bidding vendors.

Security package: Wiping out old data on trade out units and adding overwrite software has been included in the package.

## Augusta Schools

Compound Period ..... : Annual

Nominal Annual Rate .... : 2.790 %

## CASH FLOW DATA

Event	Date	Amount	Number	Period	End Date
1 Loan	02/16/2015	233,392.55	1		
2 Payment	08/01/2015	49,916.19	5	Annual	08/01/2019

## AMORTIZATION SCHEDULE - Normal Amortization, 360 Day Year

Date	Payment	Interest	Principal	Balance
Loan 02/16/2015				233,392.55
1 08/01/2015	49,916.19	3,002.60	46,913.59	186,478.96
2015 Totals	49,916.19	3,002.60	46,913.59	
2 08/01/2016	49,916.19	5,202.76	44,713.43	141,765.53
2016 Totals	49,916.19	5,202.76	44,713.43	
3 08/01/2017	49,916.19	3,955.26	45,960.93	95,804.60
2017 Totals	49,916.19	3,955.26	45,960.93	
4 08/01/2018	49,916.19	2,672.95	47,243.24	48,561.36
2018 Totals	49,916.19	2,672.95	47,243.24	
5 08/01/2019	49,916.19	1,354.83	48,561.36	0.00
2019 Totals	49,916.19	1,354.83	48,561.36	
Grand Totals	249,580.95	16,188.40	233,392.55	