




Town of Coventry

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Memorandum

To: Town Council
From: Cherie Trahan; Interim Finance Director 
Re: Status of Funding – HVAC Project
Date: August 18, 2025

I have completed a full review of the financial reports that have been presented as compared to the General Ledger records of the following projects: Roof Replacements and Security; Energy Efficiency Projects; HVAC Projects and the Jones Crossing Bridge/Culvert project. The goal was to confirm the actual project authorizations, expenditures to date and projected costs, and the funding available. Finally, to determine if we currently have enough funding available to cover the total cost of the HVAC project with a transfer between projects so that we do not need to request additional appropriations.

The chart below displays the progression of the HVAC project from the very first estimates to where we are today with a nearly complete project.

	HVAC Project				
	Original Project Projections	12/19/2022 Projections	1/10/203 Referendum	Current Estimates	Current - Original Difference
Project Cost	9,770,000	11,070,000	11,070,000	12,441,719	2,671,719
Funding:					
State Grants	6,297,710	6,297,710	6,297,710	6,602,148	304,438
Energy Bond Carryover		1,400,000		1,246,166	1,246,166
Roof Bond Carryover		1,300,000	1,300,000	1,719,559	1,719,559
New Bonding	3,472,290	2,072,290	3,472,290	2,873,846	(598,444)
	<u>9,770,000</u>	<u>11,070,000</u>	<u>11,070,000</u>	<u>12,441,719</u>	<u>2,671,719</u>

The summary information below for all the projects confirms that total project authorization was not exceeded, even though the bond estimates have increased.

Current project estimated expenditures across the projects, leaves a \$294,000 surplus, sufficient to cover any remaining HVAC expenditures.

In summary, there is enough authorized bonding to transfer between the projects to cover the additional costs of the HVAC project.

Additional Project Information:

- Current project authorizations:
 - Roofs/Fire Alarm \$ 5,380,000
 - HVAC \$11,070,000
 - School Building/Energy Efficiency \$ 3,700,000
 - Total \$20,150,000

- Total current projected expenditures all projects \$19,815,793 (includes \$2M in encumbrances)

- Current estimated surplus \$ 334,207
 - BAN issuance costs (est. \$34k)
 - Other (siting of transformer)
 - No expected additional transformer costs