



Town of Canaan
Capital Improvement Program Committee
PO Box 38
Canaan, New Hampshire 03741

Phone: (603) 523-4501 FAX:(603)-523-4526

“Working towards a better Community”

CORRECTED COPY
October 24, 2007

To: Canaan Planning Board

From: Capital Improvement Program Committee

SUBJECT: Capital Improvement Program 2008-2013

INTRODUCTION This includes the report of the Capital Improvement Program (CIP) Committee for the Capital Improvement Program for the years 2008-2013. It includes capital projects submitted by town departments and other organizations that support town activities and evaluations and recommendations on these projects by the CIP Committee. The body of this report summarizes the history of the CIP Committee and the methodology and results of its work. Details are included in attached enclosures.

REPORT ORGANIZATION

This report is organized into the following sections:

Introduction	1
Report Organization	1
History	1
Methodology	3
Current capital projects	3
Discontinued or inactive capital projects	8
Potential capital or capital related projects	9
Summary results	11
Utilization of the CIP Committee	12
Enclosure List	13

HISTORY A similar Capital Improvement Program (CIP) Committee was formed in 2000 and submitted a Capital Improvement Program for the years 2001-2006. A warrant article initiated study in 2001 confirmed the need for capital planning in Canaan. CIPs from 2001 to 2003 were developed by the Planning Board.

In 2004 the following warrant article was passed which authorized the Selectmen to appoint a CIP Committee composed of members from the Planning Board, Budget Committee and others.

CAPITAL IMPROVEMENT PROGRAM

To see if the town will vote to authorize the Selectmen to appoint a capital improvement program committee, which shall include at least one member of the planning board and may include but not be limited to other members of the planning board, the budget committee, or the town or city governing body, to prepare and amend a recommended program of municipal capital improvement projects projected over a period of at least six years. The capital improvements program may encompass major projects being currently undertaken or future projects to be undertaken with federal, state, county and other public funds. The sole purpose and effect of the capital improvements program shall be to aid the selectmen and the budget committee in their consideration of the annual budget. This procedure is authorized by TITLE LXIV, PLANNING AND ZONING, CHAPTER 674, LOCAL LAND USE PLANNING AND REGULATORY POWERS, Capital Improvements Program, Section 674:5, effective July 2, 2002.

A committee based on this warrant article was formed in July 2005. Its report was submitted on October 13, 2005. A report for 2007-2012 was submitted by the 2006 CIP Committee on November 13, 2006.

The 2007 committee was formed with the following members on June 6, 2007:

Planning Board	- Steve Ward - Chairman
	- Dan Ware - Vice Chairman
Budget Committee	- Dave Barney
	- Ellie Davis
Selectmen	- Kris Burnett
Public	- Margaret Georgia
	- Al Posnanski

The task assigned to the CIP Committee was to gather and assimilate information on capital items requested by departments, committees, boards, and commissions. The Committee was also requested to evaluate them and provide recommendations concerning whether or when the town should implement them.

Results of this effort were to be reported back to the Planning Board, Selectmen and Budget Committee for use in developing the Capital Improvement Program and in preparing their budget and financial plans.

METHODOLOGY The initial task was to adopt a local working definition of capital improvement projects. As in 2006, they are defined as projects outside normal operations and maintenance that have the following characteristics:

1. A gross cost of at least \$5,000;
2. A useful life of at least three years; and
3. Is non-recurring (not an annual budget item)

Initial department inputs were requested and compiled by Town Administrator Dana Hadley. The Committee subsequently asked that other town, government and non-government organizations be invited to recommend capital projects in order to enhance the capital planning process. Meetings were scheduled to allow department heads, etc. to explain and support their requests and to discuss perceived needs that could develop into capital projects. Those with common interests were scheduled together where possible to allow better discussion of these perceived needs. A complete list of those invited is enclosed.

All recommendations below were unanimous except where dissenting votes are identified.

CURRENT CAPITAL PROJECTS BY DEPARTMENT OR FUNCTIONAL AREA

The following projects were identified, either from submissions to the committee or during discussions with various departments, etc.

BUILDINGS, ETC.

1. Town Building Study - Last year the CIP Committee proposed a study of all major town buildings and properties including, but not limited to, the entire town land and property currently occupied by the Fire, Police, and Highway Departments and Transfer Station as well as town properties in the Historic District such as the Museum, Meeting House and beach facilities. A study was not undertaken because of the limited funding available in the default budget.

Recommendation: The CIP Committee recommends that this project be studied during 2008. This project was initiated by a number of actual and potential public safety requirements. They include legal requirements for prisoner separation, emergency management and potential requirements for sleeping quarters for fire, police and FAST personnel. We believe it makes sense to broaden this study to ensure optimal utilization of all available Town facilities by all town functions. The aggregate cost of the individual projects was initially estimated at \$925,000. The cost of an integrated project is unknown. Therefore, we again urge that a study be performed in 2008 at an estimated cost of \$20,000.

Ellie Davis voted against this recommendation.

2. Library Renovations/Restoration - This would continue the program of significant restoration and improvements to the library building. It would also update heating

and energy conservation measures. Total cost is estimated at \$475,000. The library trustees hope to raise much of the cost through donations.

Recommendation: The CIP Committee recommends that the window restoration part of this project be completed in 2009 at an estimated cost to the Town of \$25,000. Restoring the windows should have a significant impact on utility savings and help maintain the structural integrity of the building by preventing leaks. The remainder should be planned for later years depending on the progress of library fund raising efforts and other town capital requirements. Accordingly, \$25,000, \$25,000 and \$400,000 in expenditures have been included for the years 2010, 2011 and 2012 respectively in appended Capital Project Cost Phasing Table.

Ellie Davis and Al Posnanski voted against window replacement recommendation.

3. Museum Rehabilitation - This would continue basic rehabilitation of the Museum to protect the historical items stored in it while awaiting the Town Building study recommended above. The roof was repaired this year.

Recommendation: The CIP Committee recommends that \$5,000 be funded to repair the second story porch, door to the porch and front pillars.

4. Meeting House - the roof of the Meeting House sustained significant damage during the April 2007 storm.

Recommendation: The Committee recommends that \$10,000 be funded to reshingle half the roof.

5. Broadband High Speed Internet Service - This project is currently a planning project to study how to provide access for everyone to high speed internet services. Parts of Canaan have cable or DSL service but large parts have no high speed internet service. High speed internet service is important for many reasons - emergency communication, business development, rapid dissemination of public information, etc. Expanding availability of DSL is complicated by the planned sale by Verizon of its Northern New England land lines to Fairpoint Communications. For budget reasons, Canaan did not join nearby Upper Valley towns in the broadband study undertaken last year. However, State Senator Reynolds who is working with these towns is investigating the availability of federal grants to rural communities. She has assured the Town Administrator that Canaan is welcome to join this effort.

Recommendation: The CIP Committee recommends that \$20,000 be funded in 2008 to allow Canaan to participate in this planning project.

Ellie Davis and Steve Ward voted against this recommendation.

FIRE DEPARTMENT

1. Command Vehicle - The Department proposes to replace its 4-wheel drive SUV command vehicle in 2013. The current vehicle is a 2002 Ford Expedition transferred from the Police Department in 2007.

Recommendation: The CIP Committee supports this proposal. It is recommended that the Fire Department evaluate utilizing the Police Department's 2007 Ford Expedition scheduled to be replaced in 2011 or thereafter.

Ellie Davis voted against this recommendation.

2. Replace Tanker - This would add \$30,000 to the Fire Truck capital reserve fund. This fund will be used to purchase a new tanker to replace the 1988 International tanker in 2013. Total cost is estimated at \$225,000. There is \$146,000 currently in capital reserve.

Recommendation: The CIP Committee recommends that \$30,000 be contributed annually to the fire truck capital reserve fund to allow this purchase and other future fire truck purchases.

3. Initial Attack Fire Pumper - This project is to acquire equipment to respond to fires in hard to reach areas. Many homes in Canaan are located on gravel or Class VI roads or have long, narrow or steep driveways. A 4-wheel drive vehicle with its own water supply would allow quicker access to these homes, particularly in bad weather, for initial fire fighting attack and as well as for wild fire fighting. This vehicle would replace the 1967 3/4 ton truck, which is not fully functional and does not carry a water tank.

Recommendation: The CIP Committee recommends the purchase of an attack vehicle suitable for both residential and wild fire fighting at an estimated cost of \$90,000 in 2008. Funds for the purchase of a new vehicle would be drawn from the Fire Truck Reserve Fund.

Ellie Davis and Al Posnanski voted against this recommendation.

POLICE DEPARTMENT

Replace Cruisers - This project will purchase one new Ford Explorer or Ford Crown Victoria or equivalent each year. All years except 2012 would be to replace the current police cruisers. The additional cruiser in 2012 would be dependent on whether additional staffing had been provided for the Police Department. Total cost over the six year period is estimated at \$190,000.

Recommendation: The CIP Committee recommends continuing the program begun last year to replace one of the four active cruisers annually. Continuation of this

program of phased replacements will ensure that safe vehicles are available for police operations. It should also provide higher resale prices or trade-in allowances for vehicles being replaced. The timing of a purchase can be accelerated/delayed within a budget year as the condition of the vehicle to be replaced warrants. As an exception to this policy, the CIP Committee recommends evaluating the transfer of the 2007 Ford Expedition from the Police Department in 2011 or later to be used as a command vehicle for the Fire Department as described in the section above.

HIGHWAY DEPARTMENT

1. Six-Wheel Trucks - This will be a continuation of the phased replacement of six-wheel dump trucks purchased in 2001 and 2006. The Department proposes the purchase of one six-wheel dump truck in 2008 and a second in 2009. The purchase included in the 2007 Town Budget that was defeated would be purchased as soon as possible in 2008. Total cost is estimated at \$240,000.

Recommendation: The CIP Committee recommends that truck replacements be purchased as proposed starting in 2008.

2. Ten-Wheel Truck - This will be a replacement of the ten-wheel dump truck purchased in 2005. Total cost is estimated at \$200,000.

Recommendation: The CIP Committee recommends that replacement for this truck be planned as proposed in 2011. This plan should be re-evaluated annually based on truck usage and condition.

3. One-Ton Trucks - This will be a phased replacement of the two Ford one-ton trucks purchased in 2004 and 2005. Total cost is estimated at \$264,000.

Recommendation: The CIP Committee recommends that replacements be purchased in 2008, 2010 and 2013. As above, the purchase included in the 2007 Town Budget was not consummated. The replaced 2004 Ford one-ton truck will be re-assigned to the Cemetery Department. Phased replacements will ensure that reliable vehicles are available for highway operations. It should also provide higher resale prices or trade-in allowances for vehicles being replaced.

4. Pick-Up Truck - This would replace the Road Agent's 2006 GMC 4X4 that is also used for spot plowing and sanding.

Recommendation: The Committee recommends that a pick-up truck be purchased for \$26,000 in 2011.

5. Loader - This would replace the 2001 Komatsu loader.

Recommendation: The CIP Committee recommends that a loader be purchased in 2011 for \$84,000.

6. Construction of Salt/Sand Storage Shed - A salt/sand storage shed would minimize the amount of moisture absorbed by stored salt and sand enabling the product to be spread more thinly thereby reducing the amount required. This structure would address environmental concerns since an impermeable liner would cover the asphalt and prevent salt from leaching into the nearby Indian River.

Recommendation: The CIP Committee recommends the construction of a salt/sand storage shed in 2010 for approximately \$50,000.

Ellie Davis voted against this recommendation.

7. Road Maintenance – These funds would be used to pave and upgrade town roads, replace and/or install culverts, etc. . Total cost for 2008-2013 is estimated at \$3,117,188. This estimate is based on a new road plan developed under contract that identifies road conditions, their remaining useful lives and estimated costs to maintain/upgrade them.

Recommendation: The Committee recommends that \$500,000 be funded each of the next six years, starting in 2008, to conduct this comprehensive program.

8. Bridges - Bridge repairs were completed in 2006 over Hinkson Brook on Goose Pond Road and commenced on River Road in 2007. The next bridges to be replaced are on North Lary Road and on Goose Pond Road at the dam at an estimated total cost of \$300,000 and \$440,000 respectively. The Town's share of total cost is 20%. The current reserve in Bridge account is \$182,519.

Recommendation - The CIP Committee recommends that \$25,000 be provided in 2008 to support the town's share of the funding for this project while maintaining a balance in the reserve of approximately \$100,000 as additional critical bridge repairs are identified.

MECHANIC

Replace Van - The Town's mechanic proposes replacing the 1995 Ford Econoline that is used to transport auto parts and tools when responding to break-downs of Town equipment.

Recommendation: The Committee recommends that up to \$15,000 be budgeted in 2008 for the purchase of a suitable used vehicle.

Ellie Davis and Al Posnanski voted against this recommendation.

TRANSFER STATION/RECYCLING CENTER

1. Compactor - As part of a phased replacement program, one of the two compactors was replaced in 2007. It is now proposed that the second 4 yard compactor be replaced in 2008. A rebuild of this compactor would cost approximately 50% of the cost of a new one and take three to four months leaving just one operable compactor.

Recommendation: The CIP Committee recommends purchase of a 4 yard compactor at an estimated cost of \$32,000 in 2008.

2. Backhoe - The backhoe is used at the Transfer Station to move and compact recyclables into the various containers required by the buyers. The JD 310 backhoe currently used is in very poor condition.

Recommendation: The Committee recommends that a used replacement be purchased in 2008 for \$30,000.

3. Building - This project would construct a building to house needed equipment and provide additional space to manage recycling. Total cost is estimated at \$50,000.

Recommendation: There is no current recommendation to pursue this project pending further definition of Transfer Station requirements by the Transfer Station Supervisor and the Transfer Station/Recycling Committee. The committee supports improvements at the Transfer Station but recommends they be part of an overall plan for the Transfer Station and the Town Buildings/Land study recommended above. The committee recommends establishment of a capital reserve fund for this purpose.

WATER AND SEWER DEPARTMENT

Source Water Protection - This project would conserve key parcels within the Canaan Street Lake watershed to protect the quality of the Canaan Village water supply. This is in accordance with the Water Source Protection Plan. However, there are a number of questions regarding what parcels should be purchased or conserved and the source of the funding that have not yet be resolved.

Recommendation: The CIP Committee recommends no action at this time pending further study and analysis of this project.

DISCONTINUED OR INACTIVE CAPITAL PROJECTS

WATER AND SEWER DEPARTMENT

1. Sewer Treatment Plant Expansion - This would expand the capacity of the sewer treatment plant to support additional businesses or other customers in the downtown area. Total cost is estimated at \$500,000.

Recommendation: Study of this project is underway. Initiation of the project should be determined by requirements identified during the study. The CIP Committee recommends no other action at this time.

2. Water Main Replacement - This project would replace the current water transmission lines from the water treatment facility. Some of the lines are over 100 years old. Total cost is estimated at \$750,000.

Recommendation: Study of this project is underway. Initiation of the project should be determined by requirements identified during the study. The CIP Committee recommends no action at this time.

POTENTIAL CAPITAL OR CAPITAL RELATED PROJECTS Several areas of potential future significance to the capital improvement program or to the operation or maintenance of capital items were raised during discussions with department heads or others interviewed by the committee during the last several years.

1. MAINTENANCE PLANNING Last year the committee reported the lack of any overall maintenance and/or inspection plan for town buildings. Re-painting and other maintenance that would extend the useful life of buildings are done only when they become serious problems. The committee recommended a regular maintenance /inspection program to allow early repairs, extending building life and reducing overall costs.

In 2006-7 the Town used a Cemetery Department employee on a part time basis (20 weeks during the off season) to initiate this program to begin basic repairs and maintenance and to conduct building inspections. The establishment of a formal building maintenance program/schedule is planned for 2007-8.

The Committee recommends that this program be reviewed in Spring of 2008 to determine its effectiveness.

2. COMMUNITY CENTER Recent CIP reports included interviews expressing a need for a community center. The town survey conducted by the Planning Board to support the Master Plan update showed that 58% of respondents felt that a Youth/Community Center was needed; 35% did not. The survey also showed that 49% felt that taxes should go towards it; 43% did not. There has been no organized group planning for or advocating a community center. However, the Friends of Canaan Main Street plan to initiate a forum this fall to discuss possibilities, plans, ideas, wants and wishes for a community center. The CIP Committee believes it remains a significant potential capital project.

3. CAPITAL RESERVE FUNDING In some years, the Town has used lease-buy purchases for police and highway department vehicles in order to spread these capital purchases over several years. However, since police vehicles will probably be purchased annually, it is most economical to buy them directly, paying the full purchase price each year, avoiding the interest charge imbedded in lease payments.

For highway department vehicles, we believe that establishing a capital reserve fund is the optimal funding method due to the variety and varying lives of these vehicles. Based on the following estimated useful lives and purchase costs we estimate the required annual contribution to be approximately \$185,000 at current prices. Contributions could be made to the existing New Highway Equipment Fund or to a new highway department capital reserve fund as follows:

Type	Useful Lives - yrs	Purchase Cost	Quantity
6-wheel truck	6	\$120,000	4
10-wheel truck	7	\$200,000	1
1-ton truck	4	\$ 85,000	2
Pick-up	5	\$ 26,000	1
Loader	10	\$ 84,000	1
Grader	15	\$175,000	1
Backhoe	10	\$ 85,000	1

Computation

6-wheel truck	$1/6 \times \$120,000 \times 4 = \$80,000$
10-wheel truck	$1/7 \times \$200,000 \times 1 = \$28,571$
1-ton truck	$1/4 \times \$ 85,000 \times 2 = \$42,500$
Pick up	$1/5 \times \$ 26,000 \times 1 = \$ 5,200$
Loader	$1/10 \times \$ 84,000 \times 1 = \$ 8,400$
Grader	$1/15 \times \$175,000 \times 1 = \$11,667$
Backhoe	$1/10 \times \$ 85,000 \times 1 = \underline{\$ 8,500}$

\$184,838

Another area suitable for capital reserve funding is highway maintenance. A small Road Construction Maintenance Fund already exists, as does a comprehensive road plan with a five year phased repair and reconstruction schedule. Annual capital funding in an amount equal to the average of the five year total would accommodate variations in annual expenditures as well

as emergency repairs. This methodology was used in the CIP Committee's recommendation for 2008 road repair/maintenance on page 7.

SUMMARY RESULTS Capital items were grouped into two categories. These are listed by category in their initial year. The cost shown is the total cost and may not all be expended in that year. Annual costs for each project are shown in Enclosures 2 and 3.

1. Items necessary to maintain current level of service

	Legal Mandate?	Urgent/Necessary/ Desired
Buildings, etc.		
Museum Rehabilitation	No	Necessary
Fire Department		
Replace Pumper	No	Necessary
Police Department		
Replace Cruisers	No	Necessary
Highway Department		
Six-Wheel Trucks	No	Necessary
Ten-Wheel Truck	No	Necessary
One-Ton Trucks	No	Necessary

2. Items that would raise the current level of service

	Legal Mandate?	Urgent/Necessary Desired
Buildings, etc.		
Town Building Study	Yes	Necessary
Library Renov/Restoration	No	Desired
Broadband	No	Desired
Fire Department		
Command Vehicle	No	Necessary
Attack Vehicle	No	Necessary
Highway Department		
Road Reconstruction	No	Necessary
Bridges	Yes	Necessary
Water and Sewer Department		
Source Water Protection	No	Necessary

UTILIZATION OF THE CIP COMMITTEE

The committee strongly recommends that a CIP Committee be continued as a permanent year-round committee charged with the responsibility of analyzing, developing and supporting the town capital improvement program. Examples of tasks are:

1. Streamline the reporting and collection of CIP information
2. Analyze CIP items as they develop during the year.
3. Develop and review the town capital spending history.
4. Review and analyze capital funding sources.

SCHEDULE: We recommend that this year's schedule be retained:

1 May - All committee positions filled

- Department inputs requested

1 June - Department inputs received

- first CIP meeting

1 Sep - CIP Report completed

APPOINTMENTS: In order to provide committee continuity, the Committee also recommends that members, including the two public members, be appointed to staggered terms. Some appointment method for longer terms should be devised to assure that at least some experienced members of the committee are carried over.

ENCLOSURES

The following enclosures are submitted with this report:

1. Organizations, etc. Invited to Discuss Capital Projects
2. Capital Project Summary-Cost Phasing (Department Proposals) A summary showing annual and total costs based on cost schedules submitted by departments.
3. Capital Project Summary-Cost Phasing (CIP Committee Recommendations). A summary showing annual and total costs based on CIP Committee recommendations.
4. Capital Expense History. This contains a 10-year expense history prepared by the Town Administrator. This is a brief history that should be updated and expanded in future years.
5. Vehicle and Mechanical Inventory

Steve Ward, Planning Board
Capital Improvement Program Committee, Chairman

cc:
Budget Committee
Selectmen

5 Encl
as

Organizations Submitting/invited to Discuss Capital Projects

Town Officers, Departments, Committees, etc.

Town Administrator
Library
Police
Fire
Road Agent
Historical Society & Museum
Old Meeting House Committee
Town Mechanic
Transfer Station

Other

Mascoma Valley Regional School District
Friends of Main Street

No Submission

FAST Squad
Mascoma Valley Health Initiative
Canaan Lions
American Legion
Grafton County Senior Citizens Council

Enclosure 1

CAPITAL PROJECT SUMMARY-COST PHASING (DEP'T PROPOSALS)

	2008	2009	2010	2011	2012	2013	TOTAL
BUILDINGS, ETC.							
PUBLIC SAFETY/OFFICE BLDGS	20,000						20,000
LIBRARY RENOVATION/RESTORATION	15,000	165,000	150,000	150,000	24,000		504,000
MEETING HOUSE	10,000						10,000
MUSEUM REHABILITATION	16,000	12,000	29,000	15,000	15,000	5,000	92,000
SUB-TOTAL	61,000	177,000	179,000	165,000	39,000	5,000	626,000
FIRE DEPARTMENT							
COMMAND VEHICLE				12,000	12,000	11,000	35,000
REPLACE PUMPER *	* 30,000	30,000	30,000	30,000	30,000	30,000	180,000
ATTACK VEHICLE	90,000						90,000
SUB-TOTAL	120,000	30,000	30,000	42,000	42,000	41,000	305,000
POLICE DEPARTMENT							
REPLACE CRUISERS	15,000	59,500	54,500	31,000	20,000	10,000	190,000
SUB-TOTAL	15,000	59,500	54,500	31,000	20,000	10,000	190,000
HIGHWAY DEPARTMENT							
SIX-WHEEL TRUCKS	120,000						120,000
TEN-WHEEL TRUCK				200,000			200,000
ONE-TON TRUCKS	85,000	44,000	45,000	30,000	30,000	30,000	264,000
ROAD AGENT VEHICLE		8,000	9,000	9,000			26,000
LOADER		28,000	28,000	28,000			84,000
SALT/SAND SHED	15,000	15,000	20,000				50,000
ROAD RECONSTRUCTION	473,605	528,987	470,235	492,864	651,496		2,617,187
BRIDGES	25,000						25,000
SUB-TOTAL	718,605	623,987	572,235	759,864	681,496	30,000	3,386,187
MECHANIC							
VAN	15,000						15,000
SUB-TOTAL	15,000						15,000
TRANSFER STATION							
COMPACTOR	32,000						32,000
BACKHOE	30,000						30,000
SUB-TOTAL	62,000						62,000
TOTAL	991,605	890,487	835,735	997,864	782,496	86,000	4,584,187

* CAPITAL RESERVE FUNDS NOT INCLUDED IN TOTALS

Enclosure 2

2007 CAPITAL PROJECT SUMMARY- CIPC COST PHASING RECOMMENDATIONS

	CAP RES BAL	2008	2009	2010	2011	2012	2013	TOTAL
BUILDINGS, ETC.								
PUBLIC SAFETY/OFFICE BLDGS	\$ 3,749	\$ 20,000						\$ 20,000
LIBRARY RENOVATION/RESTORATION	\$ 246		\$ 25,000	\$ 25,000	\$ 25,000	\$ 400,000		\$ 475,000
MEETING HOUSE		\$ 10,000						\$ 10,000
MUSEUM REHABILITATION		\$ 5,000						\$ 5,000
BROADBAND		\$ 20,000						\$ 20,000
SUB-TOTAL		\$ 55,000	\$ 25,000	\$ 25,000	\$ 25,000	\$ 400,000		\$ 530,000
FIRE DEPARTMENT								
COMMAND VEHICLE							\$ 35,000	\$ 35,000
FIRE TRUCK RESERVE *	\$142,903	\$ 30,000	\$ 30,000	\$ 30,000	\$ 30,000	\$ 30,000	\$ 30,000	\$ 180,000
ATTACK VEHICLE		[90,000]						
REPLACE TANKER							[225,000]	
SUB-TOTAL		\$ 30,000	\$ 30,000	\$ 30,000	\$ 30,000	\$ 30,000	\$ 65,000	\$ 215,000
POLICE DEPARTMENT								
REPLACE CRUISERS		\$ 31,000	\$ 31,000	\$ 31,000	\$ 32,000	\$ 32,000	\$ 33,000	\$ 190,000
SUB-TOTAL		\$ 31,000	\$ 31,000	\$ 31,000	\$ 32,000	\$ 32,000	\$ 33,000	\$ 190,000
HIGHWAY DEPARTMENT								
SIX-WHEEL TRUCKS	\$ 5,611	\$ 120,000	\$ 120,000					\$ 240,000
TEN-WHEEL TRUCK					\$ 200,000			\$ 200,000
ONE-TON TRUCKS		\$ 85,000		\$ 89,000			\$ 90,000	\$ 264,000
PICKUP TRUCK					\$ 26,000			\$ 26,000
LOADER					\$ 84,000			\$ 84,000
SALT/SAND STORAGE SHED	\$ 5,398			\$ 50,000				\$ 50,000
ROAD RECONSTRUCTION/MAINTENANCE	\$ 7,634	\$ 500,000	\$ 500,000	\$ 500,000	\$ 500,000	\$ 500,000	\$ 500,000	\$ 3,000,000
BRIDGES	\$ 182,519	\$ 25,000						\$ 25,000
SUB-TOTAL		\$ 730,000	\$ 620,000	\$ 639,000	\$ 810,000	\$ 500,000	\$ 590,000	\$ 3,889,000
MECHANIC								
VAN		\$ 15,000						\$ 15,000
SUB-TOTAL		\$ 15,000						\$ 15,000
TRANSFER STATION								
COMPACTOR		\$ 32,000						\$ 32,000
BACKHOE		\$ 30,000						\$ 30,000
SUB-TOTAL		\$ 62,000						\$ 62,000
TOTAL								
		\$ 923,000	\$ 706,000	\$ 725,000	\$ 897,000	\$ 962,000	\$ 688,000	\$ 4,901,000

* CAPITAL RESERVE FUNDS MAY BE USED FOR ALL FIRE VEHICLES.

	CAPITAL ITEMS THROUGH WARRANT ARTICLES IN TOWN REPORTS										
ITEM	1998	1999	2000	2001	2002	2003	2004	2005	2006	2007	TOTAL
BRIDGES								\$150,000	\$25,000.00	\$25,000.00	\$175,000
BUILDING IMPROVEMENT									4,000.00		4,000.00
COMPACTOR	15,000.00										15,000.00
COZY CORNER PURCHASE					50,000.00						50,000.00
FIRE TANKER					150,000.00				30,000.00	30,000.00	180,000.00
HIGHWAY EQUIPMENT							90,000.00		50,000.00		140,000.00
HIGHWAY FUND				100,000.00							100,000.00
HIGHWAY TRUCK				70,000.00							70,000.00
HOT BOX								25,000.00			25,000.00
LIBRARY RENOVATION							225,000.00				225,000.00
ONE-TON TRUCK	35,000.00							71,100.00			106,100.00
POLICE VEHICLE	24,000.00			11,000.00				25,000.00	18,000.00		78,000.00
PURCHASE PROPERTY DOWNTOWN										25,000.00	
RECYCLING CONTAINER			6,000.00								6,000.00
RESCUE TRUCK	12,000.00	89,650.00	125,000.00								226,650.00
RE-VALUATION	22,200.00							13,200.00			35,400.00
SENIOR CENTER EXTERIOR							45,000.00				45,000.00
SENIOR CENTER INTERIOR								15,000.00			15,000.00
TRANSPORTATION ENHANCEMENT						66,375.00					66,375.00
TOTAL	108,200.00	89,650.00	131,000.00	181,000.00	200,000.00	66,375.00	360,000.00	299,300.00	127,000.00	80,000.00	1,642,525.00

Memo: Capital items expended in the 2007 Operating Budget = \$88,172.

Enclosure 4

**TOWN OF CANAAN
VEHICLE AND MECHANICAL INVENTORY**

AUGUST 2007

<u>YEAR MAKE</u>	<u>TYPE</u>	<u>CONDITION</u>	<u>REMARKS</u>
FIRE DEPARTMENT			
1967 JEEP-KAISER	3/4 TON TRUCK	POOR	OWNED BY NH FORESTS AND LANDS
1988 INTERNATIONAL	TANKER	FAIR	
1998 INTERNATIONAL-4990	ENGINE	GOOD	
2000 INTERNATIONAL-4900	RESCUE	VERY GOOD	
2003 FREIGHTLINER	ENGINE	EXCELLENT	
2002 FORD EXPEDITION	SUV	POOR	
POLICE DEPARTMENT			
2004 CHEVROLET IMPALA	CRUISER	FAIR	USED BY SRO ONLY
2005 FORD CROWN VICTORIA	CRUISER	FAIR	
2006 FORD EXPLORER	SUV-CRUISER	EXCELLENT	
2007 FORD CROWN VICTORIA	CRUISER	EXCELLENT	
2007 FORD EXPEDITION	CRUISER	EXCELLENT	
HIGH WAY DEPARTMENT			
2005 GMC	ONE-TON TRUCK	VERY GOOD	
2004 FORD F-550	ONE-TON TRUCK	POOR	
2001 FREIGHTLINER	SIX-WHEEL TRUCK	POOR	
2001 FREIGHTLINER	SIX-WHEEL TRUCK	POOR	
2001 FREIGHTLINER	SIX-WHEEL TRUCK	POOR	
2006 INTERNATIONAL	SIX-WHEEL TRUCK	EXCELLENT	
2005 INTERNATIONAL	TEN-WHEEL TRUCK	EXCELLENT	

Enclosure 5

HIGH WAY DEPARTMENT (CONTINUED)

2006	GMC	PICK-UP	EXCELLENT
1986	CHEVROLET	BLAZER SUV	EXCELLENT
2001	KOMATSU	LOADER	GOOD
1991	FORD	TRACTOR	POOR
2004	VOLVO	GRADER	EXCELLENT
2004	JCB	BACKHOE	EXCELLENT
1967	STEVENS	TRAILER	UNK
2005	RAY TECH	HOT BOX	EXCELLENT
2006	BANDIT	CHIPPER	EXCELLENT
2005	BELMO	PRESSURE WASHER	EXCELLENT

CEMETERY DEPARTMENT

2005	QUALITY	TRAILER	EXCELLENT
------	---------	---------	-----------

SEWER DEPARTMENT

2005	KUBOTA	TRACTOR	EXCELLENT
1991	CHEVROLET	SEWER PUMPER-6W	EXCELLENT

TOWN MECHANIC

1995	FORD ECONOLINE	VAN/PANEL TRUCK	VERY POOR
------	----------------	-----------------	-----------

TRANSFER STATION

1988	JOHN DEERE	BACKHOE	VERY POOR
1986	HYSTER	FORK LIFT-DIESEL	GOOD
UNK	CROWN	FORK LIFT-ELECTRIC	GOOD
UNK	ACCURATE	4 YD COMPACTOR	POOR
UNK	UNK	4 YD COMPACTOR	EXCELLENT
UNK	ADV RECYCLING	BAILER	GOOD
UNK	UNK	BAILER	GOOD