

THESE MINUTES ARE SUBJECT TO APPROVAL BY BOARD OF SELECTMEN

The Board of Selectmen held a regular meeting Monday, February 3, 2014 in the Council Chamber of the Municipal Center, Newtown. First Selectman Llodra called the meeting to order at 7:30 pm.

PRESENT: First Selectman Llodra, Selectman William F.L Rodgers, Selectman James Gaston, Sr.

ALSO PRESENT: Robert Tait, Amy Mangold, Ed Marks and one member of the press.

VOTER PARTICIPATION: none.

ACCEPTANCE OF THE MINUTES: The minutes will be carried to the meeting of 2/18/14.

COMMUNICATIONS: none.

FINANCE DIRECTOR REPORT: Mr. Tait shared the Town of Newtown, General Fund (Budget) – Operating Results, Fiscal Year 2012-2013 (Att.) and excerpts from 2012-2013 financials (Att.). 8.85% of the budget is fund balance; the fund balance goal is between 8% and 12%. The three major contributors to revenues: prior year’s collections, the Pequot grant and the miscellaneous grant, which was a one- time event relative to police overtime due to 12/14. Mr. Tait went over the surplus as has been explained at the Board of Finance and Legislative Council levels.

UNFINISHED BUSINESS:

Discussion and possible action:

1. 2014-2015 Budget:

Parks & Recreation – (Att.) Mr. Marks said the largest increase in the budget request is full time salaries, group insurance and retirement contributions. The increases are largely offset by a \$30,000 reduction in capital. The budget is increased 1.11%. Ms. Mangold reviewed donations made to Parks and Recreation relative to 12/14 (Att.). First Selectman Llodra requested a record of all generosityes, including the in kind. The Board complimented P&R on the documentation and recordkeeping involved following 12/14. Selectman Gaston is appreciative of reduction in the capital request. Mr. Marks said the department works with the Department of Public Works on the truck fleet. **Library** – (Att.) The board discussed the possibility of increasing this bottom line request. First Selectman Llodra said the town will cover the \$25,000 deductible for the damage at the library. Selectman Gaston said if there was a significant need a special appropriation can be put through; Selectman Rodgers agreed. **Children’s Adventure Center** – (Att.) the town contributes to the rent, electricity and insurance. **Contributions to Outside Agencies** - (Att.). **Legislative Council** – (Att.). **Contingency and Capital Reserves** - If the Board of Finance feels Contingency and Capital Reserves are under resourced there is an opportunity for them to increase the items; the Selectmen would be in favor.

The following bottom line motions were moved by Selectman Rodgers, seconded by Selectman Gaston and unanimously approved:

Parks & Recreation	\$ 2,244,068
Children’s Adventure Center	\$ 143,071
Emergency Communications	\$ 158,593
Fire	\$ 1,219,778

Rec'd. for Record 2/5 2014
Town Clerk of Newtown @ 2:29 pm
Debbie Aurelia Halstead

Professional Organizations	\$ 34,593
Fairfield Hills	\$ 22,044
Unemployment	\$ 15,000
Insurance	\$1,018,500
Contingency	\$ 250,000
Capital Reserve for non-recurring	\$ 150,000
Bottom Line Selectman Budget	\$39,141,519

The following bottom line motions were moved by Selectman Gaston, seconded by Selectman Rodgers and unanimously approved.

Library	\$ 1,153,134
Contributions to Outside Agen.	\$ 88,835
Animal Control	\$ 158,593
Emergency Mgmt/NUSAR	\$ 55,706
District Contributions	\$ 10,000
OPEB	\$ 157,405
Legislative Council	\$ 44,500
Debt Service	\$ 10,342,994
Police	\$ 6,111,654

2. **Newtown Parent Connection:** This item will be carried.

NEW BUSINESS:

Discussion and possible action:

1. **Set time and date of Town Meeting relative to Hawleyville Sewers:** Selectman Rodgers moved that a Special Town Meeting be held in the Council Chamber on February 13, 2014 at 7:00 o'clock P.M. (E.S.T.), to receive a communication from the Board of Selectmen with respect to the resolution entitled "Resolution Providing For A Special Appropriation In The Amount Of \$2,800,000 For The Planning, Design, Acquisition, Construction And Installation Of Sewers Along Route 6 To Serve The Area West Of Whipporwill Hill Road To Splendid Place And Along Route 25 To Serve A Section Of Covered Bridge Road, Located In The Town Of Newtown, Connecticut, As Authorized In The Capital Improvement Program (2013-14 To 2017-2018, Inclusive) And Authorizing The Issuance Of \$2,800,000 Bonds Or Notes Of The Town To Meet Said Special Appropriation And Pending The Issuance Thereof The Making Of Temporary Borrowings For Such Purpose", and to consider and act upon the Resolution and that the notice of said Special Town Meeting shall be (as attached). Selectman Gaston seconded. All in favor.
2. **Resolution:** Selectman Gaston moved the reading of the resolution in its entirety and moved the resolution: RESOLUTION PROVIDING FOR A SPECIAL APPROPRIATION IN THE AMOUNT OF \$498,000 FOR THE PLANNING, DESIGN, CONSTRUCTION, REPLACEMENT OF AND IMPROVEMENTS TO FOUR TENNIS COURTS, BALL WALLS AND FENCING AT TREADWELL PARK LOCATED IN THE TOWN OF NEWTOWN, CONNECTICUT AS AUTHORIZED IN THE CAPITAL IMPROVEMENT PROGRAM (2013-14 TO 2017-2018, INCLUSIVE) AND AUTHORIZING THE ISSUANCE OF \$498,000 BONDS OF THE TOWN TO MEET SAID SPECIAL APPROPRIATION AND PENDING THE ISSUANCE THEREOF THE MAKING OF TEMPORARY BORROWINGS FOR SUCH PURPOSE. (Att.). Selectman Rodgers seconded. All in favor.

3. **Resolution:** Selectman Rodgers moved the reading of the resolution in its entirety and moved the resolution: RESOLUTION PROVIDING FOR A SPECIAL APPROPRIATION IN THE AMOUNT OF \$430,000 FOR THE PLANNING, ACQUISITION, DESIGN, CONSTRUCTION AND REPLACEMENT OF THE POVERTY HOLLOW ROAD BRIDGE LOCATED IN THE TOWN OF NEWTOWN, CONNECTICUT AS AUTHORIZED IN THE CAPITAL IMPROVEMENT PROGRAM (2013-14 TO 2017-2018, INCLUSIVE) AND AUTHORIZING THE ISSUANCE OF \$430,000 BONDS OF THE TOWN TO MEET SAID SPECIAL APPROPRIATION AND PENDING THE ISSUANCE THEREOF THE MAKING OF TEMPORARY BORROWINGS FOR SUCH PURPOSE. (Att.).
Selectman Gaston seconded. All in favor.
4. **Appointments/Reappointments:** none.
5. **Driveway Bond Release:** none.
6. **Tax Refunds:** Selectman Gaston moved the tax refunds in the amount of \$15,898.36. Selectman Rodgers seconded. All in favor.

ADD TO AGENDA: Selectman Rodgers moved to add to the agenda for discussion and possible action a transfer from contingency for Public Works. Selectman Gaston seconded. All in favor.


7. **Transfer:** Selectman Gaston moved the \$116,106 transfer from Contingency to four Public Works accounts: \$27,420 to Salaries & Wages – Overtime, \$22,064 to Sand, \$64,524 to Salt and \$2,098 to Social Security Contributions. Selectman Rodgers seconded. All in favor.

VOTER COMMENTS: none.

ANNOUNCEMENTS: none.

ADJOURNMENT: Having no further business the Board of Selectmen adjourned their regular meeting at 9:10 pm.

Respectfully submitted,


Susan Marcinek, Clerk

Att: TON General Fund (Budget) – Operating Results, FY 2012-2013 (10 pages); Excerpt from 2012-2013 Financials (17 pages); surplus explanation; P&R park gift fund relative to 12/14; Budgets - P&R (3 pages); Library, CAC, Contributions to Outside Agencies, Legislative Council, \$2,800,000 resolution (3 pages); excerpts from the BOS mtg and notice of town meeting; \$498,000 Resolution (4 pages); \$430,000 resolution (3 pages)

TOWN OF NEWTOWN

GENERAL FUND (BUDGET) – OPERATING RESULTS

-UNAUDITED-

FISCAL YEAR 2012 – 2013

TOWN OF NEWTOWN, CONNECTICUT

GENERAL FUND
SCHEDULE OF REVENUES AND OTHER FINANCING SOURCES
BUDGET AND ACTUAL
YEAR ENDED JUNE 30, 2013

	ORIGINAL BUDGET	FINAL BUDGET	ACTUAL	VARIANCE WITH FINAL BUDGET
PROPERTY TAXES:				
Collections - current year.....	\$ 94,738,559	\$ 94,738,559	\$ 94,752,601	\$ 14,042
Collections - prior years.....	400,000	400,000	577,999	177,999
Interest and lien fees.....	425,000	425,000	466,383	41,383
Motor vehicle supplement list.....	600,000	600,000	622,898	22,898
Telecommunications property tax.....	85,346	85,346	71,354	(13,992)
TOTAL PROPERTY TAXES.....	96,248,905	96,248,905	96,491,235	242,330 ***
INTERGOVERNMENTAL:				
Veterans additional exemptions.....	12,832	12,832	14,025	1,193
Elderly tax relief - circuit breaker.....	140,245	140,245	143,019	2,774
In lieu of taxes.....	886,692	886,692	862,308	(24,384)
Totally disabled.....	1,790	1,790	1,701	(89)
Town aid for roads.....	234,239	234,239	234,747	508
Manufacturing transition grant.....	192,643	192,643	186,791	(5,852)
Mashantucket Pequot fund grant.....	688,160	688,160	814,097	125,937
Connecticut school building grants.....	630,688	630,688	630,688	-
Equalized cost-sharing grant.....	4,338,374	4,338,374	4,326,611	(11,763)
Public school transportation aid.....	87,634	87,634	165,944	78,310
Non-public school transportation aid.....	19,986	19,986	22,246	2,260
Health services - St. Rose.....	10,066	10,066	18,614	8,548
Miscellaneous grants.....	0	0	127,998	127,998
LOCIP grant.....	204,621	204,621	205,697	1,076
State revenue sharing.....	125,000	125,000	137,180	12,180
Services for the Blind.....	-	-	-	-
TOTAL INTERGOVERNMENTAL.....	7,572,970	7,572,970	7,891,666	318,696
CHARGES FOR SERVICES:				
Town clerk - conveyance tax.....	400,000	400,000	328,295	(71,705)
Town clerk - other.....	275,000	275,000	256,448	(18,552)
Parks and recreation.....	190,000	190,000	206,041	16,041
Tuition.....	9,600	9,600	9,110	(490)
School generated fees.....	113,763	113,763	113,987	224
Building.....	485,000	485,000	382,785	(102,215)
Permit fees.....	1,250	1,250	1,675	425
Landfill permits.....	425,000	425,000	398,625	(26,375)
Senior center membership fees.....	4,000	4,000	2,904	(1,096)
Land use.....	45,000	45,000	67,810	22,810
TOTAL CHARGES FOR SERVICES.....	1,948,613	1,948,613	1,767,680	(180,933) ***
INVESTMENT INCOME.....	250,000	250,000	108,233	(141,767) ***
OTHER REVENUES:				
Miscellaneous revenue - police.....	3,000	3,000	8,575	5,575
Miscellaneous revenue - board of education.....	1,350	1,350	3,174	1,824
Miscellaneous revenue - selectmen.....	100,000	100,000	150,023	50,023
TOTAL OTHER REVENUES.....	104,350	104,350	161,772	57,422
TOTAL REVENUES.....	106,124,838	106,124,838	106,420,586	295,748

(Continued)

*** Gains in prior year taxes (delinquent taxes) were off set by losses in economy related revenues (town clerk conveyance, building permits, and interest).

Unaudited

SCHEDULE 1
(2 of 2)

TOWN OF NEWTOWN, CONNECTICUT
GENERAL FUND
SCHEDULE OF REVENUES AND OTHER FINANCING SOURCES - BUDGET AND ACTUAL (CONCLUDED)

	ORIGINAL BUDGET	FINAL BUDGET	ACTUAL	VARIANCE
OTHER FINANCING SOURCES:				
Premium.....	\$	\$		\$ -
Transfers in.....	122,000	122,000	122,000	-
Cancellation of prior year encumbrances.....			69,527	69,527
TOTAL OTHER FINANCING SOURCES.....	122,000	122,000	191,527	69,527
TOTAL REVENUES AND OTHER FINANCING SOURCES.....	\$ 106,246,838	\$ 106,246,838	\$ 106,612,113	\$ 365,275

(Concluded)

Favorable revenue variance (actual over budget) is due mainly to:

- *Increased state contribution for the Mashantucket Pequot fund grant (126K)
- *Increased state contribution for the Public School Transportation Aid Grant (78K)
- *An increase in Misc. State/Federal grants (50K). Increase due mainly to police salary reimbursement grant relating to 12/14 and an ARRA reimbursement grant relating to Castle Hill Road
- *An increase in Misc. Revenue (50K). This was due mainly to an equity distribution payment from CIRMA (our insurance company).

Unaudited

SCHEDULE 2
(1 of 2)

TOWN OF NEWTOWN, CONNECTICUT

GENERAL FUND
SCHEDULE OF EXPENDITURES AND OTHER FINANCING USES
BUDGET AND ACTUAL
YEAR ENDED JUNE 30, 2013

	ORIGINAL BUDGET	FINAL BUDGET	ACTUAL	VARIANCE WITH FINAL BUDGET
GENERAL GOVERNMENT:				
Selectmen.....	\$ 327,879	\$ 397,547	\$ 397,048	\$ 499
Selectmen - other.....	237,975	237,975	218,986	18,989
Human Resources.....	110,739	111,745	111,094	651
Tax Collector.....	303,164	304,458	300,072	4,386
Probate Court.....	6,860	6,860	5,816	1,044
Town Clerk.....	285,034	286,201	285,543	658
Registrars.....	125,285	157,134	154,286	2,848
Assessor.....	233,105	234,304	229,852	4,452
Finance.....	467,249	476,938	476,187	751
Technology.....	452,123	517,046	515,136	1,910
Unemployment.....	15,000	17,500	15,286	2,214
OPEB fund.....	157,581	157,581	157,581	-
Employee benefits.....	-	-	-	-
Professional organizations.....	36,454	36,454	36,454	-
Insurance.....	974,911	990,466	988,129	2,337
Legislative Council.....	44,500	47,682	46,257	1,425
Historic District.....	4,500	4,500	4,500	-
Economic Development Commission.....	141,103	142,607	142,604	3
Sustainable Energy Commission.....	5,000	5,000	5,000	-
Fairfield Hills.....	59,007	59,007	55,211	3,796
TOTAL GENERAL GOVERNMENT.....	3,987,469	4,191,005	4,145,042	45,963
PUBLIC SAFETY:				
Communications.....	1,049,250	1,050,405	983,276	67,129
Police department.....	5,798,222	5,803,389	5,780,797	22,592
Fire department.....	1,213,024	1,215,037	1,189,264	25,773
Emergency management/N.U.S.....	51,267	51,267	43,328	7,939
Canine control.....	152,224	153,005	146,483	6,522
Lake authorities.....	49,708	41,953	41,953	-
N.W. safety communication.....	9,783	9,783	9,783	-
Emergency Medical Services.....	270,000	270,000	270,000	-
Northwest CT Emergency Medical Service.....	250	250	250	-
TOTAL PUBLIC SAFETY.....	8,593,728	8,595,089	8,465,134	129,955
HEALTH AND WELFARE:				
Social services.....	135,100	136,013	133,999	2,014
Senior service.....	328,889	329,802	320,186	9,616
Outside agencies.....	234,514	234,514	231,633	2,881
VNA of Newtown.....	-	-	-	-
Kevin's Community Center.....	-	-	-	-
Children's Adventure Center.....	-	-	-	-
Regional hospice.....	-	-	-	-
Veterans' guidance.....	-	-	-	-
N.W. Regional Mental Board.....	-	-	-	-
Youth & Family Services.....	294,771	294,771	294,771	-
Danbury Regional Commission on Children.....	-	-	-	-
Women's Center of Danbury.....	-	-	-	-
Ability Beyond Disability.....	-	-	-	-
Newtown Cultural Arts Commission.....	2,000	2,000	2,000	-
The Volunteer Center.....	-	-	-	-
Newtown Parade Committee.....	1,500	1,500	932	568
Parent Connection.....	-	-	-	-
NW Conservation District.....	1,040	1,040	1,040	-
Booth library.....	1,057,858	1,057,858	1,057,668	190
Newtown Health District.....	379,023	379,023	378,769	254
TOTAL HEALTH AND WELFARE.....	2,434,695	2,436,521	2,420,998	15,523

(Continued)

- Communications - 10th position was not filled.
- Police - Officers out on short term disability.
- Fire - 98% of the approved budget was required.
- Animal Control - Employee out on short term disability.
- Senior Services - Position open for a while before being filled.

Unaudited

SCHEDULE 2
(2 of 2)

TOWN OF NEWTOWN, CONNECTICUT
GENERAL FUND
SCHEDULE OF EXPENDITURES AND OTHER FINANCING USES - BUDGET AND ACTUAL (CONCLUDED)

	ORIGINAL BUDGET	FINAL BUDGET	ACTUAL	VARIANCE WITH FINAL BUDGET
LAND USE.....	\$ 580,591	\$ 583,152	\$ 579,059	\$ 4,093
PUBLIC WORKS:				
Building inspector.....	390,056	391,299	387,526	3,773
Highway.....	5,984,371	5,986,091	5,853,241	132,850
Winter maintenance.....	707,637	644,337	639,945	4,392
Landfill.....	1,492,962	1,443,916	1,440,266	3,650
Public building maintenance.....	684,219	784,878	769,609	15,269
TOTAL PUBLIC WORKS.....	9,259,245	9,250,521	9,090,587	159,934
PARKS AND RECREATION.....	2,173,076	2,176,316	2,133,508	42,808
EDUCATION.....	68,355,794	68,355,794	68,348,959	6,835
CONTINGENCY.....	250,000	46,200	-	46,200
DEBT SERVICE.....	10,059,789	10,059,789	10,059,578	211
TOTAL EXPENDITURES.....	105,694,387	105,694,387	105,242,865	451,522
OTHER FINANCING USES:				
Transfers out:				
Edmond Town Hall.....	202,451	202,451	202,285	166
Capital and nonrecurring.....	250,000	250,000	250,000	-
Town Recreation Fund.....				-
TOTAL OTHER FINANCING USES.....	452,451	452,451	452,285	166
TOTAL EXPENDITURES AND OTHER FINANCING USES.....	\$ 106,146,838	\$ 106,146,838 ***	\$ 105,695,150	\$ 451,688

(Concluded)

- Highway - Public Works operations were disrupted by major storms. Most of the activities were reimbursed by grant. Hence the savings in highway accounts.
- Parks & Recreation - (3) open positions that took a while to fill. There was savings in the life guard account due to weather and water condition closings. There was also savings in the gate attendant account due to turnover.
- Contingency - Amount not required.

*** 99.6% of the total budget was expended.

EXHIBIT F

TOWN OF NEWTOWN, CONNECTICUT

GENERAL FUND
STATEMENT OF REVENUES, EXPENDITURES AND CHANGES IN FUND BALANCE
BUDGET AND ACTUAL
YEAR ENDED JUNE 30, 2013

	ORIGINAL BUDGET	FINAL BUDGET	ACTUAL	VARIANCE WITH FINAL BUDGET
REVENUES:				
Property taxes.....	\$ 96,248,905	\$ 96,248,905	\$ 96,491,235	\$ 242,330
Intergovernmental.....	7,572,970	7,572,970	7,891,666	318,696
Charges for services.....	1,948,613	1,948,613	1,767,680	(180,933)
Investment income.....	250,000	250,000	108,233	(141,767)
Other.....	104,350	104,350	161,772	57,422
TOTAL REVENUES.....	106,124,838	106,124,838	106,420,586	295,748
EXPENDITURES:				
Current:				
General government.....	3,987,469	4,191,005	4,145,042	45,963
Public safety.....	8,593,728	8,595,089	8,465,134	129,955
Health and welfare.....	2,434,695	2,436,521	2,420,998	15,523
Land use.....	580,591	583,152	579,059	4,093
Public works.....	9,259,245	9,250,521	9,090,587	159,934
Parks and recreation.....	2,173,076	2,176,316	2,133,508	42,808
Education.....	68,355,794	68,355,794	68,348,959	6,835
Contingency.....	250,000	46,200		46,200
Debt service.....	10,059,789	10,059,789	10,059,578	211
TOTAL EXPENDITURES.....	105,694,387	105,694,387	105,242,865	451,522
EXCESS (DEFICIENCY) OF REVENUES OVER EXPENDITURES.....	430,451	430,451	1,177,721	747,270
OTHER FINANCING SOURCES (USES):				
Premium.....				
Transfers in.....	122,000	122,000	122,000	-
Cancellation of prior year encumbrances.....			69,527	69,527
Transfers out.....	(452,451)	(452,451)	(452,285)	166
NET OTHER FINANCING SOURCES (USES).....	(330,451)	(330,451)	(260,758)	69,693
NET CHANGE IN FUND BALANCE.....	\$ 100,000	\$ 100,000	916,963	\$ 816,963
FUND BALANCE - JULY 1, 2012.....			8,379,750	
FUND BALANCE - JUNE 30, 2013.....			\$ 9,296,713	

Unassigned Fund Balance
@ June 30, 2013

The notes to the financial statements are an integral part of this statement.

TOWN OF NEWTOWN
UNASSIGNED FUND BALANCE ANALYSIS
FOR THE FISCAL YEAR ENDING 2006 THRU 2015

	<u>Fiscal Year</u>	<u>Unassigned Fund Balance</u>	<u>Total Budget</u>	<u>Percent of Budget</u>	<u>Change in Fund Balance</u>	<u>Comments</u>
Actual	2005-2006	8,777,567	90,056,226	9.75%		
Actual	2006-2007	8,171,392	95,370,206	8.57%		
Actual	2007-2008	7,821,198	99,935,877	7.83%		
Actual	2008-2009	7,636,522	105,464,444	7.24%		
Actual	2009-2010	6,903,051	102,910,715	6.71%		
Actual	2010-2011	7,408,816	104,284,615	7.10%		
Actual	2011-2012	8,379,750	105,555,075	7.94%	970,934	Due to refinancing & bond premium
Actual (unaudited)	2012-2013	9,296,713	106,146,838	8.76%	916,963	
Forecasted	2013-2014	9,696,713	109,949,827	8.82%	400,000	Actual budget
Forecasted	2014-2015	10,096,713	112,698,573	8.96%	400,000	using assumed 2.5% budget increase

General Fund Balance Policy

Updated for GASB54 Fund Balance Reporting and Governmental Type Definitions

POLICY STATEMENT

A positive fund balance serves three important functions:

1. Eliminates the need for short term borrowing to handle cash flow between the start of the fiscal year and receipt of revenue from taxes;
2. Can be periodically used to lower taxes to smooth out major fluctuations in the property tax rates;
3. Serves as a contingency fund that enables the Town to respond to unanticipated emergencies or opportunities.

Credit rating agencies determine the adequacy of the unreserved fund balance using a complex series of financial evaluations. The size of the fund balance is an important, but not the only consideration in the Town's rating. Other important factors are the reliability of a government's revenue sources, economic conditions, community wealth factors, cash position, debt ratios, management performance, and fiscal decisions made by the legislative body.

A town's ability to accurately plan and develop sufficient fund balance is a common characteristic of highly rated municipalities.

This policy is intended to provide for a fund balance which satisfies the cash flow and contingency needs of the community, supports our positive bond rating with the rating agencies, and at the same time avoid over taxing the citizens through an excessively large fund balance.

GOVERNMENTAL FUND TYPE DEFINITIONS

- General Fund – all funds not reported in another fund
- Special Revenue Funds – Used to account for and report the proceeds of specific revenue sources that are restricted or committed to expenditures for specific purposes other than debt and capital projects. Restricted or committed revenues are the foundation for a special revenue fund.
- Capital Project Funds – Used to account for and report financial resources that are restricted, committed or assigned to expenditures for capital outlays, including the acquisition or construction of capital facilities and other capital assets.
- Debt Service Funds – Used to account for and report financial resources that are restricted, committed or assigned to expenditures for principal and interest, including resources being accumulated for principal and interest maturing in future years.
- Permanent Funds – Used to account for and report resources that are restricted to the extent that only earnings, and not principal, may be used for purposes that support the reporting government's programs – that is for the benefit of the government or its citizenry. Permanent funds do NOT include private purpose trust funds.

FUND BALANCE DEFINITIONS

- Fund Balance is the difference between the Town's current assets (cash, short-term investments, receivables) expected to be available to finance operations in the immediate future and its current liabilities.
- Fund balance is initially characterized as being restricted and unrestricted.

Unrestricted Fund Balance Categories

- **Unassigned fund balance** – Amounts that are available for any purpose as defined in this policy; these amounts are reported only in the general fund. In other governmental funds, if expenditures incurred exceeded the amounts restricted, committed or assigned it may be necessary to report a negative unassigned fund balance.

When an expenditure is incurred for purposes for which committed, assigned, or unassigned amounts are available, the Town considers the fund balance to be spent in the following order: committed, assigned, and then unassigned.

Unrestricted Fund Balance is the Total Fund Balance minus the Nonspendable minus the Restricted

Restricted Fund Balance Categories are amounts constrained to specific purposes by their providers (such as grantors, bondholders, and higher levels of government), through constitutional provisions, or by enabling legislation

- **Committed fund balance**– Amounts constrained to specific purposes by the Town itself, using its highest level of decision-making authority; to be reported as committed, amounts cannot be used for any other purposes unless the government takes the same highest-level action to remove or change the constraint.

The decision making authority for purposes of this policy is the Board of Finance.

- **Assigned fund balance**– Amounts the Town intends to use for a specific purpose; intent can be expressed by the Town or by an official or body to which the Town delegates the authority. Appropriations of existing fund balances to future budgets are considered assigned fund balance. The Town shall not report an assignment that will result in deficit in Unassigned fund balance. Negative fund balances cannot be considered assigned.

The body authorized to assign amounts to a specific purpose for purposes of this policy is the Board of Finance.

When an expenditure is incurred for purposes for which both restricted and unrestricted fund balances are available, the Town considers the restricted fund balance amount to have been spent first until exhausted and then any available unrestricted fund balance.

- **Nonspendable fund balance**– Amounts that cannot be spent because they are (a) not in spendable form (such as inventory, prepaid items, long term portions of notes receivables), or (b) legally or contractually required to be maintained intact (such as the corpus of an endowment fund).

GUIDELINES

The Board of Finance shall propose annual budgets that provide for an unrestricted (unassigned) general fund balance of not less than eight (8) percent nor more than twelve (12) percent of the total operating general fund expenditures.

In the event the unassigned fund balance is greater than twelve (12) percent at the end of any fiscal year, the excess may only be used in one or a combination of the following ways:

1. Transfer such excess to the Debt Service Fund for future debt payments.
2. Transfer such excess to the Capital or Nonrecurring Fund for future capital projects.
3. Use directly to reduce the tax rate in the subsequent year provided that care is taken to avoid a major fluctuation in the tax rate in succeeding years.

As a general rule, unrestricted (unassigned) fund balance in the general fund should represent no less than one month of operating revenues or operating expenditures (whichever is less volatile).

The following circumstances may justify a significantly higher minimum target levels:

- Significant volatility in operating revenues or operating expenditures;
- Potential drain on resources from other funds facing financial difficulties;
- Exposure to natural disasters (e.g. hurricanes);
- Reliance on a single corporate taxpayer or upon a group of corporate taxpayers in the same industry;
- Rapidly growing budgets; or
- Disparities in timing between revenue collections and expenditures.

Annually, the Board of Finance shall monitor and modify the minimum fund balance requirements based on the aforementioned criteria.

The use of unrestricted (unassigned) fund balance will be allowed under the following circumstances:

- Operating emergencies
- Unanticipated budgetary shortfalls

If at the end of a fiscal year, the unrestricted fund balance falls below eight (8) percent the Board of Finance shall prepare and submit a plan for expenditure reductions and or revenue increases. The Board of Finance shall take action necessary to restore the unrestricted fund balance to acceptable levels determined by this policy.

Note: The unrestricted fund balance is now at 7.12% and does not meet the 8% required by the proposed policy. This policy language requires the BoF to develop a plan of action to bring the fund to the required minimum level. This plan could call for meeting the minimum standard within a period of time, say 5 years or so.

This policy is subject to review on a bi-annual basis, on or before the anniversary date of its final approvals. The Board of Finance is responsible to lead the review process and shall collaborate with the Legislative Council and the Board of Selectmen in that action.

EXHIBIT C
(1 of 2)

TOWN OF NEWTOWN, CONNECTICUT

BALANCE SHEET
GOVERNMENTAL FUNDS
JUNE 30, 2013

	GENERAL	BONDED PROJECTS	OTHER GOVERNMENTAL FUNDS	TOTAL GOVERNMENTAL FUNDS
ASSETS				
Cash.....	\$ 340,590	\$ -	\$ 1,242,772	\$ 1,583,362
Investments.....	17,301,767		2,951,622	20,253,389
Receivables:				
Property taxes.....	2,064,005			2,064,005
Intergovernmental.....	563,159		1,551,352	2,114,511
Loans receivable.....			231,847	231,847
Other.....	129,039		147,628	276,667
Due from other funds.....	1,454,160		3,199,490	4,653,650
Other.....	293,086		45,575	338,661
TOTAL ASSETS.....	\$ 22,145,806	\$ -	\$ 9,370,286	\$ 31,516,092
LIABILITIES				
Accounts payable.....	\$ 1,885,913	\$ 499,781	\$ 633,100	\$ 3,018,794
Accrued liabilities.....	2,933,998		102,893	3,036,891
Due to other funds.....	4,580,662	537,085	917,075	6,034,822
Unearned revenue.....			649,317	649,317
Other liabilities.....	199,945			199,945
Total Liabilities.....	9,600,518	1,036,866	2,302,385	12,939,769
DEFERRED INFLOWS OF RESOURCES				
Unavailable revenue - property taxes.....	1,626,445			1,626,445
Unavailable revenue - advanced property tax collections.....	112,611			112,611
Unavailable revenue - loans.....			231,847	231,847
TOTAL DEFERRED INFLOWS OF RESOURCES.....	1,739,056	-	231,847	1,970,903
FUND BALANCES				
Nonspendable.....			610,000	610,000
Restricted.....			3,281,876	3,281,876
Committed.....			2,761,894	2,761,894
Assigned.....	1,416,183		182,284	1,598,467
Unassigned.....	9,390,049	(1,036,866)	6,836,054	8,353,183
Total Fund Balances.....	10,806,232	(1,036,866)	6,836,054	16,605,420
TOTAL LIABILITIES, DEFERRED INFLOWS OF RESOURCES AND FUND BALANCES.....	\$ 22,145,806	\$ -	\$ 9,370,286	\$ 31,516,092

8.85% of budget ***

10.17% of budget

***policy is between 8% & 12%

(Continued)

TOWN OF NEWTOWN, CONNECTICUT

STATEMENT OF REVENUES, EXPENDITURES AND CHANGES IN FUND BALANCES

GOVERNMENTAL FUNDS
YEAR ENDED JUNE 30, 2013

detail starts on
page 83

	GENERAL	BONDED PROJECTS	OTHER GOVERNMENTAL FUNDS	TOTAL GOVERNMENTAL FUNDS
REVENUES:				
Property taxes.....	\$ 96,477,212	\$	\$	\$ 96,477,212
Intergovernmental.....	14,999,779		6,047,905	21,047,684
Charges for services.....	1,767,680		3,875,057	5,642,737
Investment income.....	108,233		50,855	159,088
Net change in fair value of investments.....		957,516	126,266	126,266
Contributions.....			2,473,350	3,430,866
Other.....	161,772			161,772
TOTAL REVENUES.....	113,514,676	957,516	12,573,433	127,045,625
EXPENDITURES:				
Current:				
General government.....	4,232,279		803,305	5,035,584
Public safety.....	8,367,257		1,251,774	9,619,031
Health and welfare.....	2,420,998		98,090	2,519,088
Land use.....	579,059			579,059
Public works.....	8,901,794		552,196	9,453,990
Parks and recreation.....	2,133,508		939,927	3,073,435
Education.....	74,874,327		7,414,446	82,288,773
Debt service.....	10,059,578	1,940,777		10,059,578
Capital outlay.....			539,829	2,480,606
TOTAL EXPENDITURES.....	111,568,800	1,940,777	11,599,567	125,109,144
EXCESS (DEFICIENCY) OF REVENUES OVER EXPENDITURES.....	1,945,876	(983,261)	973,866	1,936,481
OTHER FINANCING SOURCES (USES):				
Transfers in.....	122,000		452,285	574,285
Transfers out.....	(452,285)		(122,000)	(574,285)
Insurance proceeds.....			683,886	683,886
NET OTHER FINANCING SOURCES (USES).....	(330,285)	-	1,014,171	683,886
NET CHANGE IN FUND BALANCES.....	1,615,591	(983,261)	1,988,037	2,620,367
FUND BALANCES - JULY 1, 2012.....	9,190,641	(53,605)	4,848,017	13,985,053
FUND BALANCES - JUNE 30, 2013.....	\$ 10,806,232	\$ (1,036,866)	\$ 6,836,054	\$ 16,605,420

bonded project fund balance is negative because it is waiting for bonding

See Notes to Financial Statements.

TOWN OF NEWTOWN, CONNECTICUT

GENERAL FUND
STATEMENT OF REVENUES, EXPENDITURES AND CHANGES IN FUND BALANCE
BUDGET AND ACTUAL
YEAR ENDED JUNE 30, 2013

	ORIGINAL BUDGET	FINAL BUDGET	ACTUAL	VARIANCE WITH FINAL BUDGET
REVENUES:				
Property taxes.....	\$ 96,248,905	\$ 96,248,905	\$ 96,477,212	\$ 228,307
Intergovernmental.....	7,572,970	7,572,970	8,018,665	445,695
Charges for services.....	1,948,613	1,948,613	1,767,680	(180,933)
Investment income.....	250,000	250,000	108,233	(141,767)
Other.....	104,350	104,350	161,772	57,422
TOTAL REVENUES.....	106,124,838	106,124,838	106,533,562	408,724
EXPENDITURES:				
Current:				
General government.....	3,987,469	4,191,005	4,145,042	45,963
Public safety.....	8,593,728	8,595,089	8,465,134	129,955
Health and welfare.....	2,434,695	2,436,521	2,420,998	15,523
Land use.....	580,591	583,152	579,059	4,093
Public works.....	9,259,245	9,250,521	9,090,587	159,934
Parks and recreation.....	2,173,076	2,176,316	2,133,508	42,808
Education.....	68,355,794	68,355,794	68,348,959	6,835
Contingency.....	250,000	46,200		46,200
Debt service.....	10,059,789	10,059,789	10,059,578	211
TOTAL EXPENDITURES.....	105,694,387	105,694,387	105,242,865	451,522
EXCESS (DEFICIENCY) OF REVENUES OVER EXPENDITURES.....	430,451	430,451	1,290,697	860,246
OTHER FINANCING SOURCES (USES):				
Transfers in.....	122,000	122,000	122,000	-
Cancellation of prior year encumbrances.....			49,887	49,887
Transfers out.....	(452,451)	(452,451)	(452,285)	166
NET OTHER FINANCING SOURCES (USES).....	(330,451)	(330,451)	(280,398)	50,053
NET CHANGE IN FUND BALANCE.....	\$ 100,000	\$ 100,000	1,010,299	\$ 910,299
FUND BALANCE - JULY 1, 2012.....			8,379,750	
FUND BALANCE - JUNE 30, 2013.....			\$ 9,390,049	

See Notes to Financial Statements.

TOWN OF NEWTOWN, CONNECTICUT

STATEMENT OF NET POSITION
PROPRIETARY FUNDS
JUNE 30, 2013

	BUSINESS-TYPE ACTIVITIES			GOVERNMENTAL
	MAJOR FUNDS			ACTIVITIES
	SEWER DEPARTMENT	WATER DEPARTMENT	TOTAL	INTERNAL SERVICE FUNDS
ASSETS				
Current assets:				
Cash.....	\$		\$	\$
Investments.....	1,432,731		1,432,731	2,780,299
Receivables:				
Assessments.....	813,786		813,786	
Use charges (net).....	106,197	80,005	186,202	
Other.....			-	503,992
Due from other funds.....	451,311	388,901	840,212	300,470
Total current assets.....	2,804,025	468,906	3,272,931	3,584,761
Noncurrent assets:				
Assessment receivables (net).....	3,682,975		3,682,975	
Advance to other funds.....	890,473		890,473	
Capital assets (net of accumulated depreciation/amortization):				
Land.....	1,000		1,000	
Construction in progress.....	610,433	41,616	652,049	
Intangible assets.....	463,267	158,140	621,407	
Plant and pumping stations.....	8,774,752	601,522	9,376,274	
Sewer distribution system.....	16,627,390		16,627,390	
Water distribution system.....		1,480,264	1,480,264	
Equipment.....	17,177		17,177	
Vehicles.....	139,911		139,911	
Total capital assets (net of accumulated depreciation/amortization).....	26,633,930	2,281,542	28,915,472	-
Total noncurrent assets.....	31,207,378	2,281,542	33,488,920	
TOTAL ASSETS.....	34,011,403	2,750,448	36,761,851	3,584,761
DEFERRED OUTFLOWS OF RESOURCES				
Deferred charge on refunding.....	12,004		12,004	
LIABILITIES				
Current liabilities:				
Accounts payable.....	86,965	24,037	111,002	
Claims payable.....			-	1,092,161
Due to other funds.....		92,613	92,613	
Bonds and notes payable.....	963,833		963,833	
Other.....	20,958		20,958	
Total current liabilities.....	1,071,756	116,650	1,188,406	1,092,161
Noncurrent liabilities:				
Advance from other funds.....		890,473	890,473	
Bonds and notes payable - net of premium.....	3,334,549		3,334,549	
Total noncurrent liabilities.....	3,334,549	890,473	4,225,022	-
TOTAL LIABILITIES.....	4,406,305	1,007,123	5,413,428	1,092,161
NET POSITION				
Net investment in capital assets.....	22,347,552	2,281,542	24,629,094	
Unrestricted.....	7,269,550	(538,217)	6,731,333	2,492,600
TOTAL NET POSITION.....	\$ 29,617,102	\$ 1,743,325	\$ 31,360,427	\$ 2,492,600

See Notes to Financial Statements.

TOWN OF NEWTOWN, CONNECTICUT

STATEMENT OF REVENUES, EXPENSES AND CHANGES IN FUND NET POSITION
PROPRIETARY FUNDS
YEAR ENDED JUNE 30, 2013

	BUSINESS-TYPE ACTIVITIES			GOVERNMENTAL
	MAJOR FUNDS			ACTIVITIES
	SEWER DEPARTMENT	WATER DEPARTMENT	TOTAL	INTERNAL SERVICE FUNDS
OPERATING REVENUES:				
Charges for services.....	\$ 1,182,768	\$ 335,215	\$ 1,517,983	\$ 12,109,734
OPERATING EXPENSES:				
Professional services.....	526,017	13,136	539,153	
Contracted services.....	142,387	94,354	236,741	
Repairs and maintenance.....	207,802		207,802	
Utilities.....	112,117	48,772	160,889	
Claims incurred.....				11,332,532
Administration.....				898,019
Depreciation and amortization.....	537,145	111,963	649,108	
TOTAL OPERATING EXPENSES.....	1,525,468	268,225	1,793,693	12,230,551
OPERATING INCOME (LOSS).....	(342,700)	66,990	(275,710)	(120,817)
NONOPERATING REVENUES (EXPENSES):				
Investment income.....	47,125		47,125	8,239
Interest expense.....	(96,283)	(40,346)	(136,629)	
NET NONOPERATING REVENUES (EXPENSES).....	(49,158)	(40,346)	(89,504)	8,239
NET CHANGE IN NET POSITION	(391,858)	26,644	(365,214)	(112,578)
TOTAL NET POSITION - JULY 1, 2012.....	30,008,960	1,716,681	31,725,641	2,605,178
TOTAL NET POSITION - JUNE 30, 2013.....	\$ 29,617,102	\$ 1,743,325	\$ 31,360,427	\$ 2,492,600

medical self ins

See Notes to Financial Statements.

TOWN OF NEWTOWN, CONNECTICUT

STATEMENT OF CHANGES IN FIDUCIARY NET POSITION
FIDUCIARY FUNDS
YEAR ENDED JUNE 30, 2013

	PENSION TRUST FUND	OTHER POST- EMPLOYMENT BENEFIT TRUST FUND	PRIVATE- PURPOSE TRUST FUND SANDY HOOK PRIVATE PURPOSE TRUST FUND
ADDITIONS:			
Contributions:			
Employer.....	\$ 1,262,007	\$ 775,470	\$
Plan members.....	453,257	361,794	
Others.....			152,453
Total contributions.....	1,715,264	1,137,264	152,453
Investment income (loss):			
Net change in fair value of investments.....	796,263	12,578	
Interest and dividends.....	1,128,389	26,127	
Total investment income (loss).....	1,924,652	38,705	-
Less investment expenses.....	157,162	8,752	
Net investment income (loss).....	1,767,490	29,953	-
TOTAL ADDITIONS.....	3,482,754	1,167,217	152,453
DEDUCTIONS:			
Benefits.....	1,417,321	795,441	
Assistance payments.....			133,270
TOTAL DEDUCTIONS.....	1,417,321	795,441	133,270
CHANGE IN NET POSITION.....	2,065,433	371,776	19,183
NET POSITION - JULY 1, 2012.....	28,132,039	610,498	
NET POSITION - JUNE 30, 2013.....	\$ 30,197,472	\$ 982,274	\$ 19,183

See Notes to Financial Statements.

TOWN OF NEWTOWN, CONNECTICUT
 NOTES TO FINANCIAL STATEMENTS (CONTINUED)

IV. OTHER INFORMATION (CONTINUED)

C. Pension Plans (Continued)

5. Funded Status and Funding Progress

The funded status of the plan as of July 1, 2013 was as follows:

ACTUARIAL VALUATION DATE	(A) ACTUARIAL VALUE OF ASSETS	(B) ACTUARIAL ACCRUED LIABILITY (AAL) PROJECTED UNIT CREDIT	(A-B) OVER (UNDER) FUNDED AAL	(A/B) FUNDED AAL RATIO	(C) COVERED PAYROLL	[(A-B)/C] OVER (UNDER) FUNDED AAL AS A PERCENTAGE OF COVERED PAYROLL
POLICE PERSONNEL PLAN						
July 1, 2013	\$ 13,517,603	\$ 15,470,719	\$ (1,953,116)	87.4%	\$ 3,827,046	(51.0)%
SELECTMAN AND BOARD OF EDUCATION PERSONNEL PLAN						
July 1, 2013	\$ 20,623,538	\$ 20,767,801	\$ (144,263)	99.3%	\$ 13,781,055	(1.0)%

Actuarial valuations involve estimates of the value of reported amounts and assumptions about the probability of events far into the future, and actuarially determined amounts are subject to continual revision as actual results are compared to past expectations and new estimates are made about the future. The required schedule of funding progress ("RSI-1") immediately following the notes to the financial statements presents multiyear trend information about whether the actuarial value of plan assets is increasing or decreasing over time, relative to the actuarial accrued liability for benefits.

6. Actuarial Assumptions

The data presented in the schedules of funding progress and schedules of employer contributions ("RSI-1" and "RSI-2") were determined as part of the actuarial valuation at the date indicated. Additional information for both plans as of the latest valuation is as follows:

Valuation Date.....	July 1, 2013
Actuarial Cost Method.....	Projected Unit Credit
Amortization Method.....	Level Dollar-Closed
Remaining Amortization Period.....	15 Years
Asset Valuation Method.....	5 year Smoothing
Actuarial Assumptions:	
Investment rate of return.....	7.50%
Projected salary increases:	
Inflation.....	1.5%
Merit.....	1.5%

*** BUDGET DETAIL

SCHEDULE 1
(1 of 2)

TOWN OF NEWTOWN, CONNECTICUT

GENERAL FUND
SCHEDULE OF REVENUES AND OTHER FINANCING SOURCES
BUDGET AND ACTUAL
YEAR ENDED JUNE 30, 2013

	ORIGINAL BUDGET	FINAL BUDGET	ACTUAL	VARIANCE WITH FINAL BUDGET
PROPERTY TAXES:				
Collections - current year.....	\$ 94,738,559	\$ 94,738,559	\$ 94,738,578	\$ 19
Collections - prior years.....	400,000	400,000	577,999	177,999
Interest and lien fees.....	425,000	425,000	466,383	41,383
Motor vehicle supplement list.....	600,000	600,000	622,898	22,898
Telecommunications property tax.....	85,346	85,346	71,354	(13,992)
TOTAL PROPERTY TAXES.....	96,248,905	96,248,905	96,477,212	228,307
INTERGOVERNMENTAL:				
Veterans additional exemptions.....	12,832	12,832	14,025	1,193
Elderly tax relief - circuit breaker.....	140,245	140,245	143,019	2,774
In lieu of taxes.....	886,692	886,692	862,308	(24,384)
Totally disabled.....	1,790	1,790	1,701	(89)
Town aid for roads.....	234,239	234,239	234,747	508
Manufacturing transition grant.....	192,643	192,643	186,791	(5,852)
Mashantucket Pequot fund grant.....	688,160	688,160	814,097	125,937
Connecticut school building grants.....	630,688	630,688	630,688	-
Equalized cost-sharing grant.....	4,338,374	4,338,374	4,326,611	(11,763)
Public school transportation aid.....	87,634	87,634	165,944	78,310
Non-public school transportation aid.....	19,986	19,986	22,246	2,260
Health services - St. Rose.....	10,066	10,066	18,614	8,548
Miscellaneous grants.....			254,997	254,997
LOCIP grant.....	204,621	204,621	205,697	1,076
State revenue sharing.....	125,000	125,000	137,180	12,180
TOTAL INTERGOVERNMENTAL.....	7,572,970	7,572,970	8,018,665	445,695
CHARGES FOR SERVICES:				
Town clerk - conveyance tax.....	400,000	400,000	328,295	(71,705)
Town clerk - other.....	275,000	275,000	256,448	(18,552)
Parks and recreation.....	190,000	190,000	206,041	16,041
Tuition.....	9,600	9,600	9,110	(490)
School generated fees.....	113,763	113,763	113,987	224
Building.....	485,000	485,000	382,785	(102,215)
Permit fees.....	1,250	1,250	1,675	425
Landfill permits.....	425,000	425,000	398,625	(26,375)
Senior center membership fees.....	4,000	4,000	2,904	(1,096)
Land use.....	45,000	45,000	67,810	22,810
TOTAL CHARGES FOR SERVICES.....	1,948,613	1,948,613	1,767,680	(180,933)
INVESTMENT INCOME.....	250,000	250,000	108,233	(141,767)
OTHER REVENUES:				
Miscellaneous revenue - police.....	3,000	3,000	8,575	5,575
Miscellaneous revenue - board of education.....	1,350	1,350	3,174	1,824
Miscellaneous revenue - selectmen.....	100,000	100,000	150,023	50,023
TOTAL OTHER REVENUES.....	104,350	104,350	161,772	57,422
TOTAL REVENUES.....	106,124,838	106,124,838	106,533,562	408,724

(Continued)

TOWN OF NEWTOWN, CONNECTICUT
 GENERAL FUND
 SCHEDULE OF REVENUES AND OTHER FINANCING SOURCES - BUDGET AND ACTUAL (CONCLUDED)

	ORIGINAL BUDGET	FINAL BUDGET	ACTUAL	VARIANCE WITH FINAL BUDGET
OTHER FINANCING SOURCES:				
Transfers in.....	\$ 122,000	\$ 122,000	\$ 122,000	\$ -
Cancellation of prior year encumbrances.....			49,887	49,887
TOTAL OTHER FINANCING SOURCES.....	122,000	122,000	171,887	49,887
TOTAL REVENUES AND OTHER FINANCING SOURCES.....	\$ 106,246,838	\$ 106,246,838	\$ 106,705,449	\$ 458,611

(Concluded)

TOWN OF NEWTOWN, CONNECTICUT

GENERAL FUND
SCHEDULE OF EXPENDITURES AND OTHER FINANCING USES
BUDGET AND ACTUAL
YEAR ENDED JUNE 30, 2013

	ORIGINAL BUDGET	FINAL BUDGET	ACTUAL	VARIANCE WITH FINAL BUDGET
GENERAL GOVERNMENT:				
Selectmen.....	\$ 327,879	\$ 397,547	\$ 397,048	\$ 499
Selectmen - other.....	237,975	237,975	218,986	18,989
Human Resources.....	110,739	111,745	111,094	651
Tax Collector.....	303,164	304,458	300,072	4,386
Probate Court.....	6,860	6,860	5,816	1,044
Town Clerk.....	285,034	286,201	285,543	658
Registrars.....	125,285	157,134	154,286	2,848
Assessor.....	233,105	234,304	229,852	4,452
Finance.....	467,249	476,938	476,187	751
Technology.....	452,123	517,046	515,136	1,910
Unemployment.....	15,000	17,500	15,286	2,214
OPEB fund.....	157,581	157,581	157,581	-
Professional organizations.....	36,454	36,454	36,454	-
Insurance.....	974,911	990,466	988,129	2,337
Legislative Council.....	44,500	47,682	46,257	1,425
Historic District.....	4,500	4,500	4,500	-
Economic Development Commission.....	141,103	142,607	142,604	3
Sustainable Energy Commission.....	5,000	5,000	5,000	-
Fairfield Hills.....	59,007	59,007	55,211	3,796
TOTAL GENERAL GOVERNMENT.....	3,987,469	4,191,005	4,145,042	45,963
PUBLIC SAFETY:				
Communications.....	1,049,250	1,050,405	983,276	67,129
Police department.....	5,798,222	5,803,389	5,780,797	22,592
Fire department.....	1,213,024	1,215,037	1,189,264	25,773
Emergency management/N.U.S.....	51,267	51,267	43,328	7,939
Canine control.....	152,224	153,005	146,483	6,522
Lake authorities.....	49,708	41,953	41,953	-
N.W. safety communication.....	9,783	9,783	9,783	-
Emergency Medical Services.....	270,000	270,000	270,000	-
Northwest CT Emergency Medical Service...	250	250	250	-
TOTAL PUBLIC SAFETY.....	8,593,728	8,595,089	8,465,134	129,955
HEALTH AND WELFARE:				
Social services.....	135,100	136,013	133,999	2,014
Senior service.....	328,889	329,802	320,186	9,616
Outside agencies.....	234,514	234,514	231,633	2,881
Youth & Family Services.....	294,771	294,771	294,771	-
Newtown Cultural Arts Commission.....	2,000	2,000	2,000	-
Newtown Parade Committee.....	1,500	1,500	932	568
NW Conservation District.....	1,040	1,040	1,040	-
Booth library.....	1,057,858	1,057,858	1,057,668	190
Newtown Health District.....	379,023	379,023	378,769	254
TOTAL HEALTH AND WELFARE.....	2,434,695	2,436,521	2,420,998	15,523

(Continued)

SCHEDULE 2
(2 of 2)

TOWN OF NEWTOWN, CONNECTICUT
GENERAL FUND
SCHEDULE OF EXPENDITURES AND OTHER FINANCING USES - BUDGET AND ACTUAL (CONCLUDED)

	ORIGINAL BUDGET	FINAL BUDGET	ACTUAL	VARIANCE WITH FINAL BUDGET
LAND USE.....	\$ 580,591	\$ 583,152	\$ 579,059	\$ 4,093
PUBLIC WORKS:				
Building inspector.....	390,056	391,299	387,526	3,773
Highway.....	5,984,371	5,986,091	5,853,241	132,850
Winter maintenance.....	707,637	644,337	639,945	4,392
Landfill.....	1,492,962	1,443,916	1,440,266	3,650
Public building maintenance.....	684,219	784,878	769,609	15,269
TOTAL PUBLIC WORKS.....	9,259,245	9,250,521	9,090,587	159,934
PARKS AND RECREATION.....	2,173,076	2,176,316	2,133,508	42,808
EDUCATION.....	68,355,794	68,355,794	68,348,959	6,835
CONTINGENCY.....	250,000	46,200	-	46,200
DEBT SERVICE.....	10,059,789	10,059,789	10,059,578	211
TOTAL EXPENDITURES.....	105,694,387	105,694,387	105,242,865	451,522
OTHER FINANCING USES:				
Transfers out:				
Edmond Town Hall	202,451	202,451	202,285	166
Capital and nonrecurring.....	250,000	250,000	250,000	-
TOTAL OTHER FINANCING USES.....	452,451	452,451	452,285	166
TOTAL EXPENDITURES AND OTHER FINANCING USES.....	\$ 106,146,838	\$ 106,146,838	\$ 105,695,150	\$ 451,688

(Concluded)

TOWN OF NEWTOWN, CONNECTICUT

COMBINING STATEMENT OF REVENUES, EXPENDITURES AND CHANGES IN FUND BALANCES
NONMAJOR GOVERNMENTAL FUNDS
YEAR ENDED JUNE 30, 2013

	SPECIAL REVENUE FUNDS									
	DOG LICENSE	BOUCHARD ANIMAL FUND	POLICE PRIVATE DUTY	TOWN GIFTS FUND	SCHOOL LUNCH PROGRAM	EDUCATION GRANTS	LAW ENFORCEMENT FUND	SEPTAGE MANAGEMENT ORDINANCE		
REVENUES:										
Intergovernmental.....	\$ 19,443		\$ 461,786	\$	\$ 244,102	\$ 3,276,817	\$ 42,963	\$		\$ 2,665
Charges for services.....					1,710,735	112,712	15,578			
Investment income.....	7,142	78,347		209,757		198,749				
Contributions.....										
TOTAL REVENUES.....	26,585	78,347	461,786	209,757	1,954,837	3,588,278	58,541			2,665
EXPENDITURES:										
Current:										
General government.....							66,973			
Public safety.....	17,625	2,718	348,413	4,062						
Health and welfare.....				8,635						
Public works.....										
Parks and recreation.....				42,511		3,545,530				
Education.....					1,954,239					
Capital outlay.....										
TOTAL EXPENDITURES.....	17,625	2,718	348,413	55,208	1,954,239	3,545,530	66,973			-
EXCESS (DEFICIENCY) OF REVENUES OVER EXPENDITURES.....	8,960	75,629	113,373	154,549	598	42,748	(6,432)			2,665
OTHER FINANCING SOURCES (USES):										
Transfers out.....			(122,000)							
NET CHANGE IN FUND BALANCES.....	8,960	75,629	(6,627)	154,549	598	42,748	(6,432)			2,665
FUND BALANCES, JULY 1, 2012.....	12,173	-	71,251	148,582	134,925	73,260	8,952			97,524
FUND BALANCES, JUNE 30, 2013.....	\$ 21,133	\$ 75,629	\$ 62,624	\$ 303,131	\$ 135,523	\$ 116,008	\$ 520	\$		\$ 100,189

(Continued)

SCHEDULE 6
(2 of 4)

TOWN OF NEWTOWN, CONNECTICUT
COMBINING STATEMENT OF REVENUES, EXPENDITURES AND CHANGES IN FUND BALANCES (CONTINUED)
NONMAJOR GOVERNMENTAL FUNDS

	SPECIAL REVENUE FUNDS						
	FAIRFIELD HILLS AUTHORITY	SCHOOL CUSTODIAL	ADULT EDUCATION	EDMOND TOWN HALL	SANDY HOOK OPERATION RECOVERY FUND	TOWN RECREATION FUND	DAYCARE PROGRAM
REVENUES:							
Intergovernmental.....	\$ 35,000	\$ -	\$ -	\$ -	\$ -	\$ -	\$ 247,642
Charges for services.....		2,364	187,325	398,482		586,891	
Investment income.....				12,657			
Contributions.....				202			
TOTAL REVENUES.....	35,000	2,364	187,325	411,341	-	586,891	247,642
EXPENDITURES:							
Current:	19,902			646,730			
General government.....							
Public safety.....							
Health and welfare.....							
Public works.....							
Parks and recreation.....			193,121		658,854	603,768	247,642
Education.....							
Capital outlay.....							
TOTAL EXPENDITURES.....	19,902	-	193,121	646,730	658,854	603,768	247,642
EXCESS (DEFICIENCY) OF REVENUES OVER EXPENDITURES.....	15,098	2,364	(5,796)	(235,389)	(658,854)	(16,877)	-
OTHER FINANCING SOURCES (USES):				202,285			
Transfers in.....							
Transfers out.....							
Insurance proceeds.....					683,886		
NET OTHER FINANCING SOURCES (USES).....	-	-	-	202,285	683,886	-	-
NET CHANGE IN FUND BALANCES.....	15,098	2,364	(5,796)	(33,104)	25,032	(16,877)	-
FUND BALANCES, JULY 1, 2012.....	155,597	66,063	100,843	364,749	-	43,284	-
FUND BALANCES, JUNE 30, 2013.....	\$ 170,695	\$ 68,427	\$ 95,047	\$ 331,645	\$ 25,032	\$ 26,407	\$ -

(Continued)

TOWN OF NEWTOWN, CONNECTICUT
COMBINING STATEMENT OF REVENUES, EXPENDITURES AND CHANGES IN FUND BALANCES (CONTINUED)
NONMAJOR GOVERNMENTAL FUNDS

	SPECIAL REVENUE FUNDS							TOTAL
	MISCELLANEOUS GRANTS	SMALL CITIES PROGRAM	CEMETERY FUND	EICHLER'S COVE MARINA	HISTORIC DOCUMENTS	CULTURAL ARTS	SANDY HOOK SPECIAL REVENUE FUND	SPECIAL REVENUE FUNDS
REVENUES:								
Intergovernmental.....	\$ 2,202,958	\$	\$	\$	\$	\$	\$	\$ 6,020,982
Charges for services.....		25,985		119,961	11,590	34,145		3,724,662
Investment income.....			122			\$		12,784
Contributions.....						6,104	574,482	1,074,783
TOTAL REVENUES.....	2,202,958	25,985	122	119,961	18,090	40,254	574,482	10,833,211
EXPENDITURES:								
Current:								
General government.....	307				21,558		1,531	690,028
Public safety.....	770,505						1,260	1,211,556
Health and welfare.....	14,317	12,181				16,352	46,605	98,090
Public works.....	552,196							552,196
Parks and recreation.....	222,670			55,310			15,668	999,927
Education.....	642,963						137,546	7,379,895
Capital outlay.....								-
TOTAL EXPENDITURES.....	2,202,958	12,181	-	55,310	21,558	16,352	202,610	10,871,692
EXCESS (DEFICIENCY) OF REVENUES OVER EXPENDITURES.....	-	13,804	122	64,651	(3,468)	23,902	371,872	(38,481)
OTHER FINANCING SOURCES (USES):								
Transfers in.....								202,285
Transfers out.....								(122,000)
Insurance proceeds.....								683,886
NET OTHER FINANCING SOURCES (USES).....								764,171
NET CHANGE IN FUND BALANCES.....		13,804	122	64,651	(3,468)	23,902	371,872	725,690
FUND BALANCES, JULY 1, 2012.....		23,457	31,530	226,253	39,181	16,371	-	1,613,995
FUND BALANCES, JUNE 30, 2013.....	\$ -	\$ 37,261	\$ 31,652	\$ 290,904	\$ 35,713	\$ 40,273	\$ 371,872	\$ 2,339,685

(Continued)

SCHEDULE 6
(4 of 4)

**TOWN OF NEWTOWN, CONNECTICUT
COMBINING STATEMENT OF REVENUES, EXPENDITURES AND CHANGES IN FUND BALANCES (CONCLUDED)
NONMAJOR GOVERNMENTAL FUNDS**

	DEBT SERVICE	CAPITAL PROJECTS		PERMANENT FUNDS				TOTAL NONMAJOR GOVERNMENTAL FUNDS
		DEBT SERVICE	CAPITAL PROJECTS	EDMOND TOWN HALL ENDOWMENT	HAWLEY SCHOOL TRUST	NEWTOWN FLAGPOLE FUND	THE V.G. HAIR AND FRANCES E. HAIR FUND	
REVENUES:	\$ 26,923	\$	\$	\$	\$	\$	\$	\$
Intergovernmental.....		150,395						6,047,905
Charges for services.....		1,063	7,348	17,699		229	11,732	3,875,057
Investment income.....			27,636	98,630				50,855
Net change in fair value of investments.....								126,266
Contributions.....	2,600	8,825				2,342	1,385,000	2,473,350
TOTAL REVENUES.....	29,523	160,083	34,984	116,329	2,571	1,396,732	1,550,616	12,573,433
EXPENDITURES:								
Current:								
General government.....		51,108		59,610		2,559	40,218	803,305
Public safety.....								1,251,774
Health and welfare.....								98,090
Public works.....								552,196
Parks and recreation.....								939,927
Education.....			34,551					7,414,446
Capital outlay.....		539,829						539,829
TOTAL EXPENDITURES.....	-	590,937	34,551	59,610	2,559	40,218	136,938	11,599,567
EXCESS (DEFICIENCY) OF REVENUES OVER EXPENDITURES.....	29,523	(430,854)	433	56,719	12	1,356,514	1,413,678	973,866
OTHER FINANCING SOURCES (USES):								
Transfers in.....		250,000						452,285
Transfers out.....								(122,000)
Insurance proceeds.....								683,886
NET OTHER FINANCING SOURCES (USES).....		250,000						1,014,171
NET CHANGE IN FUND BALANCES.....	29,523	(180,854)	433	56,719	12	1,356,514	1,413,678	1,988,037
FUND BALANCES, JULY 1, 2012.....	152,761	1,735,404	429,069	900,757	16,031		1,345,857	4,848,017
FUND BALANCES, JUNE 30, 2013.....	\$ 182,284	\$ 1,554,550	\$ 429,502	\$ 957,476	\$ 16,043	\$ 1,356,514	\$ 2,759,535	\$ 6,836,054

(Concluded)

TABLE 3

TOWN OF NEWTOWN, CONNECTICUT

FUND BALANCES, GOVERNMENTAL FUNDS
LAST TEN YEARS
(MODIFIED ACCRUAL BASIS OF ACCOUNTING)
(UNAUDITED)

	FISCAL YEAR ENDED									
	2013	2012	2011	2010	2009	2008	2007	2006	2005	2004
GENERAL FUND:										
Assigned.....	\$ 1,416,183	\$ 810,891	\$ 760,701	\$ 2,354,552	\$ 3,634,009	\$ 4,960,888	\$ 5,489,515	\$ 4,278,650	\$ 4,862,339	\$ 5,149,677
Unassigned.....	9,390,049	8,379,750	7,498,816	6,903,051	7,636,522	7,821,198	2,619,306	3,363,961	2,312,535	2,467,236
TOTAL GENERAL FUND.....	10,806,232	9,190,641	8,169,517	9,257,603	11,270,531	12,782,086	8,108,821	7,642,611	7,174,874	7,616,913
ALL OTHER GOVERNMENTAL FUNDS:										
Nonspendable.....	610,000	610,000	650,602	650,602	650,602	650,602	650,602	650,602	650,602	650,602
Restricted.....	3,281,876	1,195,744	1,348,083	1,229,334	643,380	941,467	1,097,698	918,604	862,715	839,658
Committed.....	2,761,894	2,889,512	2,518,747	1,253,867	1,029,196	914,966	939,402	945,526	1,032,148	839,971
Assigned.....	182,284	152,761	51,350	301,517	722,709	63,915				
Unassigned.....	(1,036,866)	(53,605)	(5,286,911)	(10,737,527)	3,447,725	11,492,610	13,555,592	7,012,374	8,988,529	3,377,749
TOTAL ALL OTHER GOVERNMENTAL FUNDS	5,799,188	4,794,412	(668,129)	(7,302,207)	6,493,612	14,083,560	16,243,294	9,507,106	11,543,994	5,707,980
GRAND TOTAL.....	\$ 16,605,420	\$ 13,985,053	\$ 7,501,388	\$ 1,955,396	\$ 17,764,143	\$ 26,865,646	\$ 24,352,115	\$ 17,149,717	\$ 18,718,868	\$ 13,324,893

**TOWN OF NEWTOWN
UNASSIGNED FUND BALANCE ANALYSIS
FOR THE FISCAL YEAR ENDING 2006 THRU 2015**

	<u>Fiscal Year</u>	<u>Unassigned Fund Balance</u>	<u>Total Budget</u>	<u>Percent of Budget</u>	<u>Change in Fund Balance</u>	<u>Comments</u>
Actual	2005-2006	8,777,567	90,056,226	9.75%		
Actual	2006-2007	8,171,392	95,370,206	8.57%		
Actual	2007-2008	7,821,198	99,935,877	7.83%		
Actual	2008-2009	7,636,522	105,464,444	7.24%		
Actual	2009-2010	6,903,051	102,910,715	6.71%		
Actual	2010-2011	7,408,816	104,284,615	7.10%		
Actual	2011-2012	8,379,750	105,555,075	7.94%	970,934	
Actual	2012-2013	9,390,049	106,146,838	8.85%	1,010,299	
Forecasted	2013-2014	9,790,049	110,069,827	8.89%	400,000	Actual budget
Forecasted	2014-2015	10,190,049	110,069,827	9.26%	400,000	using assumed 0% budget increase

WHY A SURPLUS IN THE 2012/13 FISCAL YEAR (FINANCIALS ENDING JUNE 30, 2013) OF \$1,010,299

- ACTUAL REVENUES EXCEEDED THE BUDGETED AMOUNT BY \$458,000 (ROUNDED)
 - PROPERTY TAX COLLECTIONS EXCEEDED BUDGET BY 228,000 MAINLY DUE TO A TAX LIEN SALE AT THE END OF THE YEAR. THE LIEN COMPANY WAS UNWILLING TO DEAL WITH THESE PROPERTIES IN THE PRIOR YEARS BECAUSE OF THE UNCERTAIN ECONOMY.
 - GRANTS FROM THE STATE/FEDS EXCEEDED BUDGET BY 445,000 MAINLY DUE TO GRANT REIMBURSEMENTS OF 255,000 RELATING TO POLICE OVERTIME FOR SCHOOL SECURITY. THIS REIMBURSEMENT RELATED TO THE POLICE FRINGE BENEFITS WHICH WERE CHARGED TO THE BUDGET. ALSO THE STATE INCREASED THE PEQUOT GRANT AND TRANSPORTATION GRANT AFTER THE BUDGET WAS ADOPTED BY 214,000.
 - THE ABOVE FAVORABLE VARIANCES WERE OFF SET BY DEFICITS IN THE CHARGES FOR SERVICES ACCOUNTS WHICH ARE TIED TO THE ECONOMY (TOWN CLERK FEES & BUILDING PERMITS.
- ACTUAL EXPENDITURES CAME UNDER THE BUDGETED AMOUNT BY \$452,000 (ROUNDED)
 - THIS IS DUE MAINLY TO WAGE AND SALARY ACCOUNT SAVINGS DUE TO UNFILLED POSITIONS, EMPLOYEES OUT ON WORKER'S COMPENSATION AND SHORT/LONG TERM DISABILITY.

Donations from 12/14

Newtown Parks and Recreation as of 1/31/14

Park Gift Fund

Dickinson Park Playground Project	\$ 201,551.67
Dog Park: Olivia Engle statue	\$ 17,635.18
26 Benches: Ohio project for Newtown	\$ 28,922.22
Victory Garden: Fence donation	\$ 9,400.00
26 Trees Treadwell Park Purchase and mait. & care	\$ 11,500.00
Draper Walkway: avenue for collection	\$ 5,844.00
Torpedo's scholarship swim a thon: Daniel Barden	\$ 4,932.81
Nike Camp Scholarship	\$ 20,000.00
Total:	<u>\$ 299,785.88</u>

ANNUAL BUDGET 2014 - 2015

PARKS & RECREATION BUDGET

	2011 - 2012		2012 - 2013		2013 - 2014		2014 - 2015 BUDGET		LC	CHANGE	%
	ACTUALS		ACTUALS		AMENDED		BOS				
	2011 - 2012	2012 - 2013	2012 - 2013	2013 - 2014	2013 - 2014	2014 - 2015 BUDGET	2014 - 2015 BUDGET				
PARKS AND RECREATION											
SALARIES & WAGES - FULL TIME	733,966	760,778	772,850	775,296	775,296	775,296	790,799	15,503	2.00%		
SALARIES & WAGES - PART TIME	16,455	13,147	40,262	40,605	40,605	40,605	40,938	333			
SALARIES & WAGES - SEASONAL	228,759	224,945	256,134	256,134	256,134	256,134	264,275	8,141	15.28%		
SALARIES & WAGES - OVERTIME	52,732	54,844	53,282	53,282	53,282	53,282	53,282	-	0.00%		
GROUP INSURANCE	260,923	259,701	264,764	264,764	264,764	264,764	275,045	10,281	12.12%		
SOCIAL SECURITY CONTRIBUTIONS	82,096	86,061	84,626	84,839	84,839	84,839	87,921	3,082	9.80%		
RETIREMENT CONTRIBUTIONS	35,199	34,412	31,453	31,453	31,453	31,453	40,436	8,983	71.01%		
OTHER EMPLOYEE BENEFITS	12,459	13,781	12,650	12,650	12,650	12,650	12,650	-	0.00%		
CONTRACTUAL SERVICES	278,956	279,999	280,000	280,000	280,000	280,000	287,400	7,400	67.43%		
DUES, TRAVEL & EDUCATION	10,285	10,253	10,975	10,975	10,975	10,975	10,975	-	0.00%		
GENERAL SUPPLIES	9,489	9,442	10,000	10,000	10,000	10,000	11,000	1,000	14.29%		
SIGNS	5,747	6,230	7,000	7,000	7,000	7,000	7,000	-	0.00%		
POOL SUPPLIES	32,338	32,971	32,342	32,342	32,342	32,342	32,342	-	0.00%		
GENERAL MAINTENANCE SUPPLIES	31,619	31,693	33,285	33,285	33,285	33,285	33,285	-	0.00%		
GROUPS MAINTENANCE	122,817	123,258	130,219	130,219	130,219	130,219	130,219	-	0.00%		
CAPITAL	176,500	191,993	196,500	196,500	196,500	196,500	166,500	(30,000)	-273.35%		
UTILITIES	37,831	-	-	-	-	-	-	-	-		
	2,128,171	2,133,508	2,216,342	2,219,344	2,219,344	2,219,344	2,244,068	24,724	1.11%		

ANNUAL BUDGET 2014 - 2015

DEPARTMENT: PARKS & RECREATION

Capital: Capital consists of the following:

2014-2015 Newtown Parks & Recreation Budget
 Reductions in Capital Pending Approval by P & R Commission 12/17/13

Summary:
 Total Capital Requests Presented by Amy Mangold on 12/17/13 \$992,000.00

LESS Reductions Approved by P & R Commission 12/17/13 -\$825,500.00

Revised Capital Budget approved by P & R Commission \$166,500.00

	Capital Equipment	Proposed Budget	Removed/Reduction	Revised Budget	Description
1	Toro 5910 Lease	\$21,000.00		\$21,000.00	Annual lease payment for 16 foot mower. (1,500 increase)
2	Replace 2004 Ford F350 Dump	\$75,000.00	-\$75,000.00	\$0.00	2nd Request, Heavy Duty 1.5 ton four wheel drive to replace existing vehicle that is unreliable. So worn only used as back up.
3	Replace 52" Z-Mower	\$34,000.00		\$34,000.00	4th Request - price increased by \$7,000 vs. last year. Replaces last aging z mower - new unit will be diesel powered to provide greater durability and longer service life.
4	Replace 2003 Chevrolet k2500 Pickup	\$75,000.00	-\$75,000.00	\$0.00	package to replace deteriorating, unreliable truck - oldest in fleet (Cab/chassis \$48K, Body \$14K, Plow \$7K, Misc \$3K - total \$72K)
5	Replacement Utility Vehicles (2)	\$24,000.00		\$24,000.00	5th Request - replacing 12 & 13 yr old units - (maintenance at Elchler's & town parks).
6	Cut off Saw/Weed Eaters/Back Pack Blowers	\$4,000.00		\$4,000.00	Replacements for old units beyond repair (daily-use equipment).
7	Toro Dingo or Similar Trencher	\$35,000.00	-\$35,000.00	\$0.00	Needed trencher and post hole auger system. Unit would expedite conduit and post installs. Compact unit for working in tight spaces.
8	Replace 3020 Infield Pro	\$24,500.00	-\$24,500.00	\$0.00	Replace 1st of 3 aging grooming machines used daily to groom baseball/softball fields. 1999 unit is on 2nd engine and 3500+ hrs.
9	Verti Cut Attachment - Versa Vac Leaf Loader	\$8,500.00	-\$8,500.00	\$0.00	Attachment to leaf vacuum - used in seasonal thatching/clean-up.
10	Snow Pusher	\$7,500.00	-\$7,500.00	\$0.00	Attachment to skid steer or loader; provides for quicker snow plowing & stacking.
11	Water Skid Tank	\$8,000.00	-\$8,000.00	\$0.00	Portable tank used for watering, washing, irrigation & concrete.
12	Bobcat Tool Cat	\$48,000.00	-\$48,000.00	\$0.00	Replace 11 year old Bobcat with current version with upgraded hydraulics.
13	Walk Behind Beach Groomer	\$15,000.00	-\$15,000.00	\$0.00	Purchase walk behind beach groomer to clean existing sand.
	Total	\$379,500.00	-\$296,500.00	\$83,000.00	

ANNUAL BUDGET 2014 - 2015

DEPARTMENT: PARKS & RECREATION

Capital - Continued

Capital Projects		Proposed	Removed/	Revised	Description
	Budget	Reduction	Budget		
1	Portable Toilet Enclosures (Landscaping)	\$33,000.00	-\$29,000.00	\$4,000.00	Oakview (s) Glander(s/d) Liberty(2 s) single unit \$7,000 double units \$12,000. (Oakview and 1/2 Glander only remain)
2	Lightning Detection System (New)	\$12,000.00	-\$12,000.00	\$0.00	Walnut Tree, Oakview, Glander & Watertown Strobes and Alarms. savings in water use as well as manpower and energy use. New this year Victory Garden & Watertown Fields
3	Irrigation Central Control System	\$40,000.00	\$0.00	\$40,000.00	
4	Eichler's Cove Dock Replacement Partial	\$50,000.00	-\$50,000.00	\$0.00	Dock, cat walk, replaces 3 pieces that require constant welding.
6	Access Control Infrastructure	\$12,500.00	\$0.00	\$12,500.00	ID Systems, software, Key fobs, hardware, readers, training, camera, card printer.
7	Pool Vacuum	\$12,000.00	\$0.00	\$12,000.00	To replace old failing heavy duty vacuum.
8	Pocket Park Study	\$30,000.00	-\$30,000.00	\$0.00	Study to access needs, location & equipment for possible pocket parks in Newtown (particularly Hawleyville & Dodgingtown areas).
9	Park Gates Phase II	\$28,000.00	-\$28,000.00	\$0.00	New replacement gates at Orchard Hill, & Lake Lillinonah. To match and complete the replacements from Phase 1.
10	Cochrane House Softball Field	\$65,000.00	-\$65,000.00	\$0.00	Build field as depicted in FFH master plan to satisfy most urgent need of youth baseball/softball through repurposing of other fields.
11	Watertown Field 2 Renovation	\$30,000.00	-\$30,000.00	\$0.00	Renovate second of three youth fields at FFH Watertown location.
12	Treadwell Pool Engineering Consultant	\$15,000.00	\$0.00	\$15,000.00	To determine the useful life and needed infrastructure.
13	Playground Equipment at Eichlers Cove	\$25,000.00	-\$25,000.00	\$0.00	Install playground feature consistent with Eichlers Plan of Development.
14	Treadwell Playground & Pavilion	\$200,000.00	-\$200,000.00	\$0.00	Schedule playground replacement and enhancements to pavilions.
15	Skatepark Maintenance & Expansion	\$60,000.00	-\$60,000.00	\$0.00	Routine maintenance expense and installation of new quarterpipe feature.
	Total	\$612,500.00	-\$529,000.00	\$83,500.00	

ANNUAL BUDGET 2014 - 2015

DEPARTMENT: LIBRARY

MISSION/DESCRIPTION

The Cyrenius H. Booth Library supports an informed community, lifelong learning, and the love of reading by promoting access for all town residents to the universe of ideas and information. Our vision is to become the best regional source for satisfying the community's information needs by offering professional assistance in discovering authoritative resources, good leisure reading, and local history Web site: <http://chboothlibrary.org/>

BUDGET HIGHLIGHTS

The budget for the library contribution (\$1,148,428), for fiscal year 2014-2015, has increased by \$30,000 or 2.68%. The Library has asked for an increase of \$61,102.

Regarding the library's internal operating 2014-2015 budget, see the account detail under "contributions to outside agencies" (two pages over).

LIBRARY BUDGET

	2011 - 2012		2012 - 2013		2013 - 2014		2014 - 2015 BUDGET		LC		CHANGE \$ %
	ACTUALS		ACTUALS		AMENDED		PROPOSED		RECOMMENDED		
LIBRARY											
GROUP INSURANCE	1,724	1,745	2,038	2,038	2,038	2,038	577				(1,461) -71.69%
RETIREMENT CONTRIBUTIONS	3,152	3,110	2,730	2,730	2,730	2,730	4,129				1,399 51.26%
CONTRIBUTIONS TO OUTSIDE	1,043,669	1,052,813	1,118,428	1,118,428	1,118,428	1,118,428	1,148,428				30,000 2.68%
	1,048,545	1,057,668	1,123,196	1,123,196	1,123,196	1,123,196	1,153,134				29,938 2.67%

ANNUAL BUDGET 2014 - 2015

CHILDREN'S ADVENTURE CENTER BUDGET

	2011 - 2012		2012 - 2013		2013 - 2014			2012 - 2013 BUDGET			CHANGE	
	ACTUALS	ACTUALS	ACTUALS	ACTUALS	ADOPTED	AMENDED	ESTIMATED	PROPOSED	BOF	LC	\$	%
									RECOMMENDED	ADOPTED		
CHILDREN'S ADVENTURE CENTER												
GROUP INSURANCE	100,979	103,117	98,000	98,000	98,000	98,000	98,000	101,207			3,207	3.27%
RETIREMENT CONTRIBUTIONS	14,124	13,859	12,647	12,647	12,647	12,647	12,647	16,864			4,217	33.35%
CONTRIBUTIONS TO OUTSIDE	25,000	25,000	25,000	25,000	25,000	25,000	25,000	25,000			-	0.00%
	140,103	141,976	135,647	135,647	135,647	135,647	135,647	143,071	-	-	7,424	5.47%

ACCOUNT DETAIL

Group Insurance; Retirement Contributions: Group Insurance - This amount includes medical benefits, life insurance and long term disability. The medical benefit piece reflects the amount charged by the Medical Self Insurance Fund for the employer's share of employee medical benefit costs. See the Medical Self Insurance Fund section, starting on page 311, for a breakdown of medical benefit costs and the distribution of costs to the various departments. . The life insurance piece reflects the cost of the life insurance benefit per union contract. The long term disability piece reflects the cost of the long term disability benefit per union contract. Retirement Contributions - this amount reflects a portion of the annual required contribution (ARC) that is need to properly fund the pension plan. The ARC is expressed as a percent of payroll. See the Pension Fund section starting on page 309 for a description of the pension plans and a breakdown of the ARC (by department).

Contributions to Outside Agencies: Contribution to Children's Adventure Center (CAC).

CAC December 31, 2012 Balance Sheet:

<u>Assets:</u>		<u>Liabilities:</u>		<u>Net Assets:</u>	
Cash & cash equivalents	\$ 41,837	Accrued payroll & payroll taxes	\$23,597	Unrestricted - designated	\$ -0-
Other assets	<u>126,075</u>	Other liabilities	<u>35,877</u>	Unrestricted - undesignated	<u>108,438</u>
Total assets	\$167,912	Total Liabilities	\$59,474	Total Net Assets	\$108,438

ANNUAL BUDGET 2014 - 2015

DEPARTMENT: CONTRIBUTIONS TO OUTSIDE AGENCIES

ACCOUNT DETAIL

Contributions to Outside Agencies:

OUTSIDE AGENCIES	2013-14	2014-15	Comments
Visiting Nurses Association	500	500	
Kevins Community Center	45,000	45,000	
Regional Hospice	5,500	5,000	Small reduction
Veterans Guidance Supplies	250	250	
NW Regional Mental Health Board	3,061	3,085	
Danbury Regional Child Advocacy	2,750	-	No request in 2012-13
Womens Center of Danbury	10,000	10,000	
Ability Beyond Disability	4,500	4,000	Small reduction
The Volunteer Center	1,000	1,000	
Newtown Parent Connection	20,000	20,000	
Non Public School Security	150,000	-	One time contribution
	242,561	88,835	

ANNUAL BUDGET 2014 - 2015

DEPARTMENT: LEGISLATIVE COUNCIL

MISSION/DESCRIPTION

This department houses the cost for the Town's required annual audit. It also pays for any miscellaneous expenses of the Legislative Council.

Per the Town Charter: 6-02 ANNUAL AUDIT
 The Legislative Council shall annually designate an independent, certified public accountant or his firm to audit the books and accounts of the Town as required by the General Statutes.

The Legislative Council is made up of twelve members elected to two year terms. The Council meets on the first and third Wednesday of each month, at 7:30 pm at the Newtown Municipal Center in the Fairfield Hills Campus. The public is welcome to attend.

Website: LEGISLATIVE COUNCIL

BUDGET HIGHLIGHTS

The audit fee is split between the Town and the BOE. The prior year's budget amount has been used for 2014-15 audit fees. An RFP will be issued for audit services in February 2014.

LEGISLATIVE COUNCIL BUDGET

	2011 - 2012 ACTUALS	2012 - 2013 ACTUALS	2013 - 2014			2014 - 2015 BUDGET			CHANGE \$	%	
			ADOPTED	AMENDED	ESTIMATED	1st SELECTMAN PROPOSED	BOS PROPOSED	BOF RECOMMENDED			LC ADOPTED
LEGISLATIVE COUNCIL											
PROF SVS - AUDIT	44,000	42,600	44,000	44,000	44,000	44,000			-	0.00%	
OTHER EXPENDITURES	500	3,657	500	500	500	500			-	0.00%	
	44,500	46,257	44,500	44,500	44,500	44,500			-	0.00%	

RESOLUTION PROVIDING FOR A SPECIAL APPROPRIATION IN THE AMOUNT OF \$2,800,000 FOR THE PLANNING, DESIGN, ACQUISITION, CONSTRUCTION AND INSTALLATION OF SEWERS ALONG ROUTE 6 TO SERVE THE AREA WEST OF WHIPPORWILL HILL ROAD TO SPLENDID PLACE AND ALONG ROUTE 25 TO SERVE A SECTION OF COVERED BRIDGE ROAD, LOCATED IN THE TOWN OF NEWTOWN, CONNECTICUT, AS AUTHORIZED IN THE CAPITAL IMPROVEMENT PROGRAM (2013-14 TO 2017-2018, INCLUSIVE) AND AUTHORIZING THE ISSUANCE OF \$2,800,000 BONDS OR NOTES OF THE TOWN TO MEET SAID SPECIAL APPROPRIATION AND PENDING THE ISSUANCE THEREOF THE MAKING OF TEMPORARY BORROWINGS FOR SUCH PURPOSE

RESOLVED:

Section 1. The sum of \$2,800,000 is a special appropriation made pursuant to Chapter 6, Section 6-30 (a), (b) and (c) of the Town Charter of the Town of Newtown (the "Town") for the planning, design, acquisition, improvement, construction and installation of sewers along (i) Route 6 to serve the area west of Whipporwill Hill Road to Splendid Place, and (ii) Route 25 to serve a section of Covered Bridge Road, including but not limited to, the construction of and improvements to pump stations, the acquisition of easements and the engagement of consultants to prepare final plans and specifications, all as authorized in the Capital Improvement Program (2013-14 to 2017-18, inclusive), and for engineers fees, administrative, financing, legal and costs of issuance related thereto (collectively, the "Project"), said appropriation to be inclusive of any and all State and Federal grants-in-aid thereof.

Section 2. To meet said appropriation:

(a) bonds of the Town, or so much thereof as shall be necessary for such purpose, may be issued, maturing not later than the maximum maturity permitted by the General Statutes of the State of Connecticut, as amended from time to time (the "Connecticut General Statutes"). The bonds may be issued in one or more series as determined by the Financial Director, and the amount of bonds of each series to be issued shall be fixed by the Financial Director, in the amount necessary to meet the Town's share of the cost of the Project determined after considering the estimated amount of State and Federal grants-in-aid of the Project, or the actual amount thereof if this be ascertainable, and the anticipated times of the receipt of the proceeds thereof, provided that the total amount of bonds to be issued shall not be less than an amount which will provide funds sufficient with other funds available for such purpose to pay the principal of and the interest on all temporary borrowings in anticipation of the receipt of the proceeds of the bonds outstanding at the time of the issuance thereof, and to pay for the costs of issuance of such bonds. The bonds shall be in the denomination of \$1,000 or a whole multiple thereof, be issued in fully registered form, be executed in the name and on behalf of the Town by the facsimile or manual signatures of the First Selectman and the Financial Director, bear the Town seal or a facsimile thereof, be certified by a bank or trust company, which bank or trust company may be designated the registrar and transfer agent, be payable at a bank or trust company, and be approved as to their legality by Robinson & Cole LLP, Attorneys-at-Law, of Hartford, Connecticut. The bonds shall be general obligations of the Town and each of the bonds shall recite that every requirement of law relating to its issue has been duly complied with, that such bond is within every debt and other limit prescribed by law, and that the full faith and credit of the Town are pledged to the payment of the principal thereof and interest thereon. The aggregate principal amount of the bonds of each series to be issued, the annual installments of principal, redemption provisions, if any, the certifying, registrar and transfer agent, and the paying agent, the date, time of issue and sale and other terms, details and particulars of such

bonds including approval of the rate or rates of interest shall be determined by the First Selectman and the Financial Director, in accordance with the Connecticut General Statutes; or

(b) temporary notes of the Town may be issued pursuant to Section 7-264a of the Connecticut General Statutes. The amount of such notes to be issued, if any, shall be determined by the First Selectman and the Financial Director, and they are hereby authorized to determine the date, maturity, interest rate, form and other details and particulars of such notes, and to sell, execute and deliver the same. Said notes shall be secured by the full faith and credit of the Town and may be further secured in any other manner set forth in Section 7-264a, aforesaid, as determined by the First Selectman and the Financial Director; or

(c) sewer assessment notes of the Town may be issued pursuant to Section 7-269a of the Connecticut General Statutes. The amount of such notes to be issued, if any, shall be determined by the First Selectman and the Financial Director, and they are hereby authorized to determine the date, maturity, interest rate, form and other details and particulars of such notes, and to sell, execute and deliver the same. If the receipts and other revenues pledged to the repayment of such notes shall be insufficient to pay the principal of and interest on such notes at the time prescribed by Section 7-269a, aforesaid, or if the First Selectman and Financial Director shall deem it advisable to pay such notes prior to the end of any period, the First Selectman and Financial Director are hereby authorized to issue and sell bonds of the Town under the authority of subparagraph (a) of this Section, in an amount sufficient to pay any such notes; or

(d) any combination of bonds, temporary notes, or sewer assessment notes may be issued, provided that the total, aggregate principal amount thereof outstanding at any time shall not exceed \$2,800,000.

Section 3. Said bonds shall be sold by the First Selectman and the Financial Director in a competitive offering and the bonds shall be sold at not less than par and accrued interest on the basis of the lowest net or true interest cost to the Town. To the extent required by the Charter of the Town of Newtown, bids shall be solicited from at least three lending institutions. A notice of sale or a summary thereof describing the bonds and setting forth the terms and conditions of the sale shall be published at least five days in advance of the sale in a recognized publication carrying municipal bond notices and devoted primarily to financial news and the subject of state and municipal bonds.

Section 4. The First Selectman and the Financial Director are authorized to make temporary borrowings in anticipation of the receipt of the proceeds of said bonds. Notes evidencing such borrowings shall be signed by the First Selectman and the Financial Director, have the seal of the Town affixed, be payable at a bank or trust company designated by the First Selectman, be approved as to their legality by Robinson & Cole LLP, Attorneys-at-Law, of Hartford, and be certified by a bank or trust company designated by the First Selectman pursuant to Section 7-373 of the Connecticut General Statutes. They shall be issued with maturity dates which comply with the provisions of the Connecticut General Statutes governing the issuance of such notes, as the same may be amended from time to time. The notes shall be general obligations of the Town and each of the notes shall recite that every requirement of law relating to its issue has been duly complied with, that such note is within every debt and other limit prescribed by law, and that the full faith and credit of the Town are pledged to the payment of the principal thereof and the interest thereon. The net interest cost on such notes, including renewals thereof, and the expense of preparing, issuing and marketing them, to the extent paid from the proceeds of such renewals or said bonds or notes, shall be included as a cost of the Project. Upon the sale of the bonds or notes, the proceeds thereof, to the extent required, shall be applied forthwith to the payment of the principal of and the interest on any such notes then outstanding or shall be deposited with a bank or trust company in trust for such purpose.

Section 5. The First Selectman is authorized in the name and on behalf of the Town to apply for and accept any and all Federal and State loans and/or grants-in-aid of the Project and is further authorized

to expend said funds in accordance with the terms hereof and in connection therewith to contract in the name of the Town with engineers, contractors and others.

Section 6. The Town hereby expresses its official intent pursuant to Section 1.150-2 of the Federal Income Tax Regulations, Title 26 (the "Regulations"), to reimburse expenditures paid sixty days prior to and any time after the date of passage of this resolution in the maximum amount and for the Project with the proceeds of bonds or bond anticipation notes or other obligations ("Tax Exempt Obligations") authorized to be issued by the Town. The Tax Exempt Obligations shall be issued to reimburse such expenditures not later than 18 months after the later of the date of the expenditure or the substantial completion of the Project, or such later date the Regulations may authorize. The Town hereby certifies that the intention to reimburse as expressed herein is based upon its reasonable expectations as of this date. The Financial Director or his designee is authorized to pay Project expenses in accordance herewith pending the issuance of Tax Exempt Obligations, and to amend this declaration.

Section 7. The First Selectman and the Financial Director are hereby authorized, on behalf of the Town, to enter into agreements or otherwise covenant for the benefit of bondholders to provide information on an annual or other periodic basis to the Municipal Securities Rulemaking Board (the "MSRB") and to provide notices to the MSRB of material events as enumerated in Securities and Exchange Commission Exchange Act Rule 15c2-12, as amended, as may be necessary, appropriate or desirable to effect the sale of the bonds and notes authorized by this resolution. Any agreements or representations to provide information to the MSRB made prior hereto are hereby confirmed, ratified and approved.

Section 8. The First Selectman is hereby authorized, on behalf of the Town, to enter into any other agreements, instruments, documents and certificates, including tax and investment agreements, for the consummation of the transactions contemplated by this resolution.

Excerpt for Minutes of Board of Selectmen Meeting
February 3, 2014

A meeting of the Board of Selectmen of the Town of Newtown was held in the Council chamber of the Newtown Municipal Center on February 3, 2014, at 7:30P.M. (E.S.T.).

* * *

Selectman Rodgers introduced and read the following resolution:

RESOLVED: That the resolution entitled “Resolution Providing For A Special Appropriation In The Amount Of \$2,800,000 For The Planning, Design, Acquisition, Construction And Installation Of Sewers Along Route 6 To Serve The Area West Of Whipporwill Hill Road To Splendid Place And Along Route 25 To Serve A Section Of Covered Bridge Road, Located In The Town Of Newtown, Connecticut, As Authorized In The Capital Improvement Program (2013-14 To 2017-2018, Inclusive) And Authorizing The Issuance Of \$2,800,000 Bonds Or Notes Of The Town To Meet Said Special Appropriation And Pending The Issuance Thereof The Making Of Temporary Borrowings For Such Purpose”, a copy of which is attached hereto, said special appropriation was requested in a letter dated January 22, 2014 from Fred W. Hurley Jr., Public Works Director, a copy of which is attached hereto, in accordance with Chapter 6, Section 6-30 (a), (b) & (c) of the Town Charter;

Selectman Rodgers moved that said resolution be adopted as introduced and read and the motion was seconded by Selectman Gaston. Upon roll call vote the ayes and nays were as follows:

AYES

E. Patricia Llodra
William F. L Rodgers
James O. Gaston, Sr.

NAYS

First Selectman Llodra thereupon declared the motion carried and the resolution adopted.

Selectman Rodgers moved that a Special Town Meeting be held in the Council Chamber on February 13, 2014 at 7:00 o'clock P.M. (E.S.T.), to receive a communication from the Board of Selectmen with respect to the resolution entitled "Resolution Providing For A Special Appropriation In The Amount Of \$2,800,000 For The Planning, Design, Acquisition, Construction And Installation Of Sewers Along Route 6 To Serve The Area West Of Whipporwill Hill Road To Splendid Place And Along Route 25 To Serve A Section Of Covered Bridge Road, Located In The Town Of Newtown, Connecticut, As Authorized In The Capital Improvement Program (2013-14 To 2017-2018, Inclusive) And Authorizing The Issuance Of \$2,800,000 Bonds Or Notes Of The Town To Meet Said Special Appropriation And Pending The Issuance Thereof The Making Of Temporary Borrowings For Such Purpose", and to consider and act upon the Resolution and that the notice of said Special Town Meeting shall be in the following form:

TOWN OF NEWTOWN
NOTICE OF SPECIAL TOWN MEETING

Electors and citizens qualified to vote at Town Meetings of the Town of Newtown are hereby duly notified and warned that a Special Town Meeting of the Town of Newtown will be held on February 13, 2014, at 7 o'clock P.M. (E.S.T.) in the Council Chamber of the Newtown Municipal Center, for the following purposes:

1. To receive a communication from the Board of Selectmen with respect to a resolution entitled "Resolution Providing For A Special Appropriation In The Amount Of \$2,800,000 For The Planning, Design, Acquisition, Construction And Installation Of Sewers Along Route 6 To Serve The Area West Of Whipporwill Hill Road To Splendid Place And Along Route 25 To Serve A Section Of Covered Bridge Road, Located In The Town Of Newtown, Connecticut, As Authorized In The Capital Improvement Program (2013-14 To 2017-2018, Inclusive) And Authorizing The Issuance Of \$2,800,000 Bonds Or Notes Of The Town To Meet Said Special Appropriation And Pending The Issuance Thereof The Making Of Temporary Borrowings For Such Purpose".

2. To consider and act upon a resolution entitled "Resolution Providing For A Special Appropriation In The Amount Of \$2,800,000 For The Planning, Design, Acquisition, Construction And Installation Of Sewers Along Route 6 To Serve The Area West Of Whipporwill Hill Road To Splendid Place And Along Route 25 To Serve A Section Of Covered Bridge Road, Located In The Town Of Newtown, Connecticut, As Authorized In The Capital Improvement Program (2013-14 To 2017-2018, Inclusive) And Authorizing The Issuance Of \$2,800,000 Bonds Or Notes Of The Town To Meet Said Special Appropriation And Pending The Issuance Thereof The Making Of Temporary Borrowings For Such Purpose".

3. To transact any other business proper to come before the meeting.

RESOLUTION PROVIDING FOR A SPECIAL APPROPRIATION IN THE AMOUNT OF \$498,000 FOR THE PLANNING, DESIGN, CONSTRUCTION, REPLACEMENT OF AND IMPROVEMENTS TO FOUR TENNIS COURTS, BALL WALLS AND FENCING AT TREADWELL PARK LOCATED IN THE TOWN OF NEWTOWN, CONNECTICUT AS AUTHORIZED IN THE CAPITAL IMPROVEMENT PROGRAM (2013-14 TO 2017-2018, INCLUSIVE) AND AUTHORIZING THE ISSUANCE OF \$498,000 BONDS OF THE TOWN TO MEET SAID SPECIAL APPROPRIATION AND PENDING THE ISSUANCE THEREOF THE MAKING OF TEMPORARY BORROWINGS FOR SUCH PURPOSE

RESOLVED:

Section 1. The sum of \$498,000 is a special appropriation made pursuant to Chapter 6, Section 6-30 (a), (b) and (c) of the Town Charter of the Town of Newtown (the "Town") for the planning, design, construction, replacement of and improvement to four tennis courts, ball walls, fencing and parking lots at Treadwell Park, as authorized in the Capital Improvement Program (2013-14 to 2017-18, inclusive), and for engineers' fees, administrative, financing, legal and costs of issuance related thereto (collectively, the "Project"), said appropriation to be inclusive of any and all State and Federal grants-in-aid thereof.

Section 2. To meet said appropriation, \$498,000 bonds of the Town, or so much thereof as shall be necessary for such purpose, shall be issued, maturing not later than the maximum maturity permitted by the General Statutes of the State of Connecticut, as amended from time to time (the "Connecticut General Statutes"). The bonds may be issued in one or more series as determined by the Financial Director, and the amount of bonds of each series to be issued shall be fixed by the Financial Director, in the amount necessary to meet the Town's share of the cost of the Project determined after considering the estimated amount of State and Federal grants-in-aid of the Project, or the actual amount thereof if this be ascertainable, and the anticipated times of the receipt of the proceeds thereof, provided that the total amount of bonds to be issued shall not be less than an amount which will provide funds sufficient with other funds available for such purpose to pay the principal of and the interest on all temporary borrowings in anticipation of the receipt of the proceeds of the bonds outstanding at the time of the issuance thereof, and to pay for the costs of issuance of such bonds. The bonds shall be in the denomination of \$1,000 or a whole multiple thereof, be issued in fully registered form, be executed in the name and on behalf of the Town by the facsimile or manual signatures of the First Selectman and the Financial Director, bear the Town seal or a facsimile thereof, be certified by a bank or trust company, which bank or trust company may be designated the registrar and transfer agent, be payable at a bank or trust company, and be approved as to their legality by Robinson & Cole LLP, Attorneys-at-Law, of Hartford, Connecticut. The bonds shall be general obligations of the Town and each of the bonds shall recite that every requirement of law relating to its issue has been duly complied with, that such bond is within every debt and other limit prescribed by law, and that the full faith and credit of the Town are pledged to the payment of the principal thereof and interest thereon. The aggregate principal amount of the bonds of each series to be issued, the annual installments of principal, redemption provisions, if any, the date, time of issue and sale and other terms, details and particulars of such bonds including approval of the rate or rates of interest shall be determined by the First Selectman and the Financial Director, in accordance with the Connecticut General Statutes.

Section 3. Said bonds shall be sold by the First Selectman and the Financial Director in a competitive offering and the bonds shall be sold at not less than par and accrued interest on the basis of the lowest net or true interest cost to the Town. To the extent required by the Charter of the Town of Newtown, bids shall be solicited from at least three lending institutions. A notice of sale or a summary thereof describing the bonds and setting forth the terms and conditions of the sale shall be published at least five days

in advance of the sale in a recognized publication carrying municipal bond notices and devoted primarily to financial news and the subject of state and municipal bonds.

Section 4. The First Selectman and the Financial Director are authorized to make temporary borrowings in anticipation of the receipt of the proceeds of said bonds. Notes evidencing such borrowings shall be signed by the First Selectman and the Financial Director, have the seal of the Town affixed, be payable at a bank or trust company designated by the First Selectman, be approved as to their legality by Robinson & Cole LLP, Attorneys-at-Law, of Hartford, and be certified by a bank or trust company designated by the First Selectman pursuant to Section 7-373 of the Connecticut General Statutes. They shall be issued with maturity dates which comply with the provisions of the Connecticut General Statutes governing the issuance of such notes, as the same may be amended from time to time. The notes shall be general obligations of the Town and each of the notes shall recite that every requirement of law relating to its issue has been duly complied with, that such note is within every debt and other limit prescribed by law, and that the full faith and credit of the Town are pledged to the payment of the principal thereof and the interest thereon. The net interest cost on such notes, including renewals thereof, and the expense of preparing, issuing and marketing them, to the extent paid from the proceeds of such renewals or said bonds, shall be included as a cost of the Project. Upon the sale of the bonds, the proceeds thereof, to the extent required, shall be applied forthwith to the payment of the principal of and the interest on any such notes then outstanding or shall be deposited with a bank or trust company in trust for such purpose.

Section 5. The First Selectman is authorized in the name and on behalf of the Town to apply for and accept any and all Federal and State loans and/or grants-in-aid of the Project and is further authorized to expend said funds in accordance with the terms hereof and in connection therewith to contract in the name of the Town with engineers, contractors and others.

Section 6. The Town hereby expresses its official intent pursuant to Section 1.150-2 of the Federal Income Tax Regulations, Title 26 (the "Regulations"), to reimburse expenditures paid sixty days prior to and any time after the date of passage of this resolution in the maximum amount and for the Project with the proceeds of bonds or bond anticipation notes or other obligations ("Tax Exempt Obligations") authorized to be issued by the Town. The Tax Exempt Obligations shall be issued to reimburse such expenditures not later than 18 months after the later of the date of the expenditure or the substantial completion of the Project, or such later date the Regulations may authorize. The Town hereby certifies that the intention to reimburse as expressed herein is based upon its reasonable expectations as of this date. The Financial Director or his designee is authorized to pay Project expenses in accordance herewith pending the issuance of Tax Exempt Obligations, and to amend this declaration.

Section 7. The First Selectman and the Financial Director are hereby authorized, on behalf of the Town, to enter into agreements or otherwise covenant for the benefit of bondholders to provide information on an annual or other periodic basis to the Municipal Securities Rulemaking Board (the "MSRB") and to provide notices to the MSRB of material events as enumerated in Securities and Exchange Commission Exchange Act Rule 15c2-12, as amended, as may be necessary, appropriate or desirable to effect the sale of the bonds and notes authorized by this resolution. Any agreements or representations to provide information to the MSRB made prior hereto are hereby confirmed, ratified and approved.

Section 8. The First Selectman is hereby authorized, on behalf of the Town, to enter into any other agreements, instruments, documents and certificates, including tax and investment agreements, for the consummation of the transactions contemplated by this resolution.

TOWN HALL SOUTH
3 MAIN STREET
NEWTOWN, CT 06470
TEL. (203) 270-4340
FAX (203) 270-4333
www.newtown-ct.gov



AMY E. W. MANGOLD
DIRECTOR

TOWN OF NEWTOWN
PARKS AND RECREATION DEPARTMENT
www.newtown-ct.gov

January 9, 2014

Mr. John Kortze, Chair
Board of Finance

Dear John,

I am requesting a special appropriation totaling \$498,000 to be financed by issuing a bond. This request represents Treadwell Park Renovations a project in the CIP (2014 - 2015 to 2018 - 2019) not authorized yet

The current tennis courts have been resurfaced three times and have had numerous crack repairs each season. The resurfacing is beyond repair and cannot continue to be done successfully any longer. The safety and playability of the courts are inadequate.

In past years of the CIP the basketball court was going to be replaced within this project. Our department was going to reduce the scope of the project by removing a tennis court to fit the financial request in the CIP. This year we were fortunate enough to have NIKE Corporation donate a basketball court to Newtown so we now have the full ability to replace the existing tennis courts without compromising the existing programming.

The request of \$498,000 will allow us to:

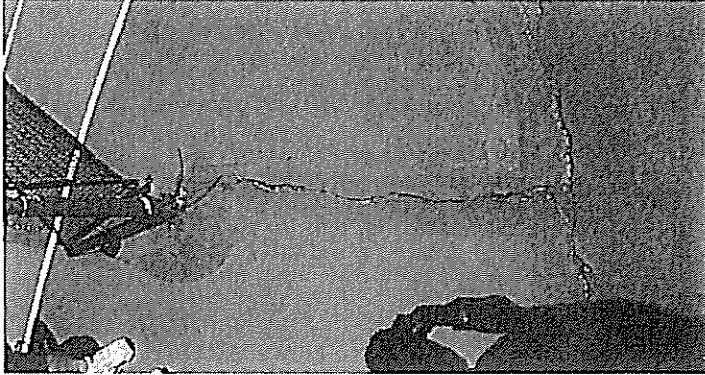
- Replace the existing 4 Tennis courts and ball wall
- Engineer borings for soil structure analysis
- Engineer court reconfiguration for traffic flow improvements for the parking entrance radius around the tennis courts.
- Fencing and engineering for practice wall. (60" fencing or higher must have a stamped drawing.
- Possible engineering for water diversion & water sheet flow

Sincerely,

Amy Mangold

Director of Newtown Parks and Recreation

C: BOS;LC



RESOLUTION PROVIDING FOR A SPECIAL APPROPRIATION IN THE AMOUNT OF \$430,000 FOR THE PLANNING, ACQUISITION, DESIGN, CONSTRUCTION AND REPLACEMENT OF THE POVERTY HOLLOW ROAD BRIDGE LOCATED IN THE TOWN OF NEWTOWN, CONNECTICUT AS AUTHORIZED IN THE CAPITAL IMPROVEMENT PROGRAM (2013-14 TO 2017-2018, INCLUSIVE) AND AUTHORIZING THE ISSUANCE OF \$430,000 BONDS OF THE TOWN TO MEET SAID SPECIAL APPROPRIATION AND PENDING THE ISSUANCE THEREOF THE MAKING OF TEMPORARY BORROWINGS FOR SUCH PURPOSE

RESOLVED:

Section 1. The sum of \$430,000 is a special appropriation made pursuant to Chapter 6, Section 6-30 (a), (b) and (c) of the Town Charter of the Town of Newtown (the "Town") for the planning, acquisition, design, construction and replacement of the Poverty Hollow Road Bridge, as authorized in the Bridge Replacement Program project in the Capital Improvement Program (2013-14 to 2017-18, inclusive), and for road reconstruction, installation of a precast concrete box culvert, construction of U-walls at the corners of the box culverts, installation of metal beam guide rail, replacing riprap slope protection, installation of storm drainage, handling water, installation of temporary sedimentation control system, removal of existing structures, trees, shrubs, plants, fences and guide rail located within the limits of work and resetting any mail boxes and road signs, and for engineers' fees, administrative, financing, legal and costs of issuance related thereto (collectively, the "Project"), said appropriation to be inclusive of any and all State and Federal grants-in-aid thereof.

Section 2. To meet said appropriation, \$430,000 bonds of the Town, or so much thereof as shall be necessary for such purpose, shall be issued, maturing not later than the maximum maturity permitted by the General Statutes of the State of Connecticut, as amended from time to time (the "Connecticut General Statutes"). The bonds may be issued in one or more series as determined by the Financial Director, and the amount of bonds of each series to be issued shall be fixed by the Financial Director, in the amount necessary to meet the Town's share of the cost of the Project determined after considering the estimated amount of State and Federal grants-in-aid of the Project, or the actual amount thereof if this be ascertainable, and the anticipated times of the receipt of the proceeds thereof, provided that the total amount of bonds to be issued shall not be less than an amount which will provide funds sufficient with other funds available for such purpose to pay the principal of and the interest on all temporary borrowings in anticipation of the receipt of the proceeds of the bonds outstanding at the time of the issuance thereof, and to pay for the costs of issuance of such bonds. The bonds shall be in the denomination of \$1,000 or a whole multiple thereof, be issued in fully registered form, be executed in the name and on behalf of the Town by the facsimile or manual signatures of the First Selectman and the Financial Director, bear the Town seal or a facsimile thereof, be certified by a bank or trust company, which bank or trust company may be designated the registrar and transfer agent, be payable at a bank or trust company, and be approved as to their legality by Robinson & Cole LLP, Attorneys-at-Law, of Hartford, Connecticut. The bonds shall be general obligations of the Town and each of the bonds shall recite that every requirement of law relating to its issue has been duly complied with, that such bond is within every debt and other limit prescribed by law, and that the full faith and credit of the Town are pledged to the payment of the principal thereof and interest thereon. The aggregate principal amount of the bonds of each series to be issued, the annual installments of principal, redemption provisions, if any, the date, time of issue and sale and other terms, details and particulars of such bonds including approval of the rate or rates of interest shall be determined by the First Selectman and the Financial Director, in accordance with the Connecticut General Statutes.

Section 3. Said bonds shall be sold by the First Selectman and the Financial Director in a competitive offering and the bonds shall be sold at not less than par and accrued interest on the basis of the lowest net or true interest cost to the Town. To the extent required by the Charter of the Town of Newtown, bids shall be solicited from at least three lending institutions. A notice of sale or a summary thereof describing the bonds and setting forth the terms and conditions of the sale shall be published at least five days in advance of the sale in a recognized publication carrying municipal bond notices and devoted primarily to financial news and the subject of state and municipal bonds.

Section 4. The First Selectman and the Financial Director are authorized to make temporary borrowings in anticipation of the receipt of the proceeds of said bonds. Notes evidencing such borrowings shall be signed by the First Selectman and the Financial Director, have the seal of the Town affixed, be payable at a bank or trust company designated by the First Selectman, be approved as to their legality by Robinson & Cole LLP, Attorneys-at-Law, of Hartford, and be certified by a bank or trust company designated by the First Selectman pursuant to Section 7-373 of the Connecticut General Statutes. They shall be issued with maturity dates which comply with the provisions of the Connecticut General Statutes governing the issuance of such notes, as the same may be amended from time to time. The notes shall be general obligations of the Town and each of the notes shall recite that every requirement of law relating to its issue has been duly complied with, that such note is within every debt and other limit prescribed by law, and that the full faith and credit of the Town are pledged to the payment of the principal thereof and the interest thereon. The net interest cost on such notes, including renewals thereof, and the expense of preparing, issuing and marketing them, to the extent paid from the proceeds of such renewals or said bonds, shall be included as a cost of the Project. Upon the sale of the bonds, the proceeds thereof, to the extent required, shall be applied forthwith to the payment of the principal of and the interest on any such notes then outstanding or shall be deposited with a bank or trust company in trust for such purpose.

Section 5. The First Selectman is authorized in the name and on behalf of the Town to apply for and accept any and all Federal and State loans and/or grants-in-aid of the Project and is further authorized to expend said funds in accordance with the terms hereof and in connection therewith to contract in the name of the Town with engineers, contractors and others.

Section 6. The Town hereby expresses its official intent pursuant to Section 1.150-2 of the Federal Income Tax Regulations, Title 26 (the "Regulations"), to reimburse expenditures paid sixty days prior to and any time after the date of passage of this resolution in the maximum amount and for the Project with the proceeds of bonds or bond anticipation notes or other obligations ("Tax Exempt Obligations") authorized to be issued by the Town. The Tax Exempt Obligations shall be issued to reimburse such expenditures not later than 18 months after the later of the date of the expenditure or the substantial completion of the Project, or such later date the Regulations may authorize. The Town hereby certifies that the intention to reimburse as expressed herein is based upon its reasonable expectations as of this date. The Financial Director or his designee is authorized to pay Project expenses in accordance herewith pending the issuance of Tax Exempt Obligations, and to amend this declaration.

Section 7. The First Selectman and the Financial Director are hereby authorized, on behalf of the Town, to enter into agreements or otherwise covenant for the benefit of bondholders to provide information on an annual or other periodic basis to the Municipal Securities Rulemaking Board (the "MSRB") and to provide notices to the MSRB of material events as enumerated in Securities and Exchange Commission Exchange Act Rule 15c2-12, as amended, as may be necessary, appropriate or desirable to effect the sale of the bonds and notes authorized by this resolution. Any agreements or representations to provide information to the MSRB made prior hereto are hereby confirmed, ratified and approved.

Section 8. The First Selectman is hereby authorized, on behalf of the Town, to enter into any

other agreements, instruments, documents and certificates, including tax and investment agreements, for the consummation of the transactions contemplated by this resolution.