

**RULES
OF THE BOARD OF FINANCE
TOWN OF NEWTOWN**

I. OFFICERS

- A. Chairperson and Vice Chairperson shall be elected by a majority of the Board of Finance. The Chairperson, or in his/her absence, the Vice Chairperson shall preside at all meetings of the Council. He/She shall call the meeting to order.
- B. Upon the death, resignation, removal or incapacitation of the Chairperson or Vice Chairperson, there will be a new election for the vacated position within thirty (30) days.
- C. The Chairperson or Vice Chairperson may be removed by a two-thirds vote of the Board of Finance.

II. CLERK

- A. The Clerk shall: maintain an accurate record of attendance, including the time or arrival and departure of members; record all votes and other actions of the Board; produce accurate minutes of each meeting; prepare the agenda and notices of all regular and special meetings or cancellations at the direction of the Chairperson; and perform any other administrative duty as the Board from time to time directs.
- B. The Clerk shall distribute minutes to each Board member with a copy of the next meeting's Agenda. The minutes shall be typewritten, and shall be filed and open for public inspection.
- C. The Clerk shall also be responsible for the preparation and maintenance of a permanently bound set of Board records, which shall be kept in the Town Clerk's Office.

III. MEETINGS

The Board of Finance shall have regular meetings twice a month at regular dates decided upon by the Board of Finance at its first meeting following election with additional special meetings as needed.

IV. ORDER OF BUSINESS

- A. The order of business at a regular meeting shall be:
1. Call to Order
 2. Approval of Minutes
 3. Communications
 4. Selectman's Report
 5. Finance Director's Report
 6. Public Participation
 7. Business
 8. New Business
 9. Old Business
 10. Announcements
 11. Adjournment
- B. The order of business may be changed at the discretion of the Chairperson, or upon Motion of the Board pursuant to the Roberts Rules of Order.

V. PUBLIC PARTICIPATION

- A. The Board of Finance desires to allow as much public participation as is possible, consistent with the Boards carrying out its own responsibilities to deliberate and act, believing that public participation should generate information and opinions, while arguments and debates shall be reserved for Board deliberation. The rules set forth below are intentionally broad in the hope that the public's sense of responsibility, rather than the rules, will be the limiting factor in allowing the Board to achieve a balance between the public's contribution and its own responsibilities.
- B. Within the limits established herein and by the Newtown Charter, any person may speak at any regular or special meeting on any matter on the Agenda, or at the discretion of the Chairperson, may speak to any other item which is within the jurisdiction of the Board of Finance during the Public Participation periods. Any person may at this time request permission from the Chairperson to speak to an Agenda item just prior to its consideration by the Board. The length of time available for the public participants to express their views shall depend on the length and nature of the Agenda of the meeting. The Chairperson may announce the length of time permitted to each individual person prior to the start of the period of the Public Participation.
- C. Each person wishing to speak shall ask the Chairperson to be recognized and upon being recognized, shall state his/her name and address and the item on the Agenda which he or she will wishes to address. No public participant shall be allowed to speak for a second time until all the public participants wishing to speak have been heard once.

- D. The rules set forth under this Section V shall apply to Board meetings only and not be a limitation upon the method of conducting public hearings.

VI. MOTIONS AND AMENDMENTS

- A. All motions, resolutions and amendments on Agenda items may be presented to the clerk in writing if the Chairperson or a majority of the Board so desire.
- B. No motion on a subject different from that being considered under the main motion shall be permitted under color of any amendment. When the sense of a main motion is such that it may be divided for purposes of voting on parts of it separately, it shall be so divided on the demand of any member.

VII. BOARD DEBATE

- A. The Chairperson may direct at his/her discretion that no Board member may speak more than once on a question until each member choosing to speak shall have had an opportunity to speak once. No individual shall hold private discourse during Board debate, when the Chairperson is speaking, or while a person is speaking during the Public Participation period.
- B. No motion having the effect of closing debate shall be in order until every member who wishes to speak on the motion under discussion has had at least one opportunity to do so.
- C. Nothing in the above rules shall prevent elected/appointed Town Officials or members of Boards or Commissions of the Town of Newtown having an interest in an Agenda item from participation after being recognized by the Chairperson.

VIII. VOTING

It shall be the duty of every Board member present to vote affirmatively or negatively on each question raised unless that member feels he/she has an actual or possible conflict of interest which prevents him/her from acting. In such event, he shall state the reasons for his conflict and such reasons shall become part of the Minutes of the Board. A Board member may abstain from voting, however, in such event shall state the reasons for said abstention and thereby stipulates to waiving further motion to reopen a previously voted matter. Unless the vote is unanimous, the "yeas" and "nays" of each member shall be recorded by the clerk. Voting by proxy is not permitted. The Chairperson is permitted to vote and move motions similar to any other member of the Board of Finance.

IX. DISCUSSION OF MATTERS NOT ON AGENDA

After all Agenda items of a regular meeting have been completed, matters not on the Agenda may be discussed, but no action shall be considered completed unless upon a two-thirds vote of the attending Board members. Matters not on the Agenda at any special meeting may be discussed, but no action shall be taken by the Board on any such item except pursuant to the rules set forth in the Newtown Charter.

X. ROBERTS RULES OF ORDER

Except as otherwise specifically provided by these rules, all meetings shall be conducted in conformity with the latest version of Roberts Rules of Order. It shall be the responsibility of the Board of Finance to have a copy of Roberts Rules available for each meeting.

XI. AMENDMENTS

These rules may be amended at any meeting by an affirmative vote of two-thirds of the entire Board of Finance. No amendment shall conflict with the Newtown Charter or the Connecticut General Statutes.

XII. SUSPENSION OF THE RULES

The Rules shall not be suspended at any meeting of the Board except upon a two-thirds vote of those present, and the motion to do so shall state specifically what rule is proposed to be suspended and for what purpose, and the question shall be decided without debate or amendment.

XIII. RECORDING, BROADCASTING OR PHOTOGRAPHING MEETINGS

Pursuant to Sec. 1 21a of the Connecticut Freedom of Information Act, radio, recording, television, or photographic equipment may be so located within the meeting room so as to permit the recording, broadcasting, or photographing of the proceedings. The recorder, broadcaster, or photographer shall be required to handle the recording, broadcasting or photographing in as inconspicuous a manner as possible and in such a manner as not to disturb the proceedings.

Therefore:

- A. Microphones must be located in a single location prior to the meeting and may not be moved within the seating area of the Board without the permission of the Chairperson. Cameras may be used outside of the seating area of the Board.
- B. During meetings, reporters and other persons of the media and public must remain

outside the seating area of the Board and may not converse in private with members of the Board during the meeting.

XIV. BUDGET AND BUDGET MEETINGS

A. Budget meetings will begin at 7:30 PM and will recess upon conclusion or upon confirmation to another date. Public participation shall be permitted and the Chairperson may allot appropriate time limits and rules of order as to public participation.

B. Meeting Guidelines

The Board of Selectmen and Board of Education shall each give an overview of their respective budgets. Following the overviews, the Board may question Department Heads and Board and Commission members about line items, or any other Town employees the Board deems necessary to satisfactorily fulfill its duties.

**TOWN OF NEWTOWN, CT
DEBT MANAGEMENT POLICY**

I. PURPOSE

The purpose of this policy is to establish parameters and provide guidance governing the issuance, management, continuing evaluation of and reporting on all debt obligations issued by the Town of Newtown.

Debt obligations, which include general obligation bonds, special assessment bonds, revenue bonds, bond anticipation notes, lease/purchase agreements and any other debt obligations permitted to be issued under Connecticut law shall only be issued to purchase capital assets that cannot be acquired with current revenues.

II. POLICY STATEMENT

Under the requirements of Federal and state laws and Town Charter provisions, ordinances and resolutions, the Town may periodically issue debt obligations to finance the construction or acquisition of infrastructure and other assets or to refinance existing debt. It is the Town's goal to assure that such debt obligations are issued and managed in such a manner as to obtain the best long-term financial advantage to the Town and its residents, while making every effort to maintain and improve the Town's bond ratings and reputation in the investment community.

III. RESPONSIBILITY FOR POLICY

The Director of Finance shall be responsible for issuing and managing the Town's debt program. In carrying out this policy, the Director shall periodically:

1. Consider the need for debt financing based upon the approved Capital Improvement Plan.
2. Review the Town's adherence to this policy statement and compare the debt ratios established in this policy with where the Town actually is.
3. Review the Town's authorized but unissued debt to determine if any authorizations are no longer needed.
4. Determine if there are any opportunities for refinancing current debt.
5. Review every three years the services provided by the Town's financial advisor, bond counsel, paying agents and other debt financing service providers.

The Director of Finance shall report his/her findings to the Board of Selectmen, Board of Finance and Legislative Council in the September/October time period of each year, during the Town's review and formulation of the Capital Improvement Plan.

IV. GENERAL DEBT GOVERNING POLICIES

The Town hereby establishes the following policies concerning the issuance and management of debt:

- A. The Town shall not issue debt obligations or use debt proceeds to finance current operations of the Town.

Law Offices of James O. Gaston

- B. The Town will utilize debt obligations only for acquisition, construction or remodeling of capital improvement projects that cannot be funded from current revenue sources or in such cases wherein it is more equitable to the users of the project to finance the project over its useful life.
- C. The Town will measure the impact of debt service requirements of outstanding and proposed debt obligations on single year, five, ten, and twenty-year periods.

V. DEBT POLICIES, RATIOS AND MEASUREMENT

- A. Purposes of Issuance – the Town shall only issue debt obligations for acquiring, constructing or renovating Town owned fixed assets or for refinancing existing debt obligations.
- B. Maximum Maturity – All debt obligations shall have a maximum maturity of twenty years. The estimated useful life of the Capital Improvement being financed should be considered when determining the maturity of debt. In the event debt obligations are being issued to refinance outstanding debt obligations the final maturity of the debt obligations being refinanced shall remain the same maturity.
- C. Direct Debt Per Capita – The Town shall adhere to a debt management strategy that achieves the goal of maintaining Direct Debt Per Capita at or below the median recommended by Moody's. The Direct Debt Per Capita shall be calculated by dividing the Town's direct debt by the most current population figure.
- D. Average Maturity of General Obligation Bonds – the Town shall have at least 50% of outstanding general obligation bonds mature in less than ten (10) years.
- E. Debt Service Levels – The Town shall adhere to a debt management strategy that achieves the goal of limiting annual general fund debt service to no more than 10% of the total General Fund budget.
- F. Net Present Value Savings – The Town must achieve a Net Present Value Savings of at least 2 percent over the life of an existing bond issue in order for it to be considered for refunding.
- G. Bond Covenants and Laws – The Town shall comply with all covenants and requirements of the bond resolutions, and state and Federal laws authorizing and governing the issuance and administration of debt obligations.
- H. If the debt management indicators fall below the recommended levels the finance director shall recommend and submit to the Board of Finance for approval a plan to bring the debt management indicators to their appropriate levels within a specific time frame.

This policy shall be reviewed, at minimum, on a biennial basis during the month of January in each odd numbered year.

Approved by the Board of Finance: January 22, 2009

Approved by the Town Council:

CAPITAL IMPROVEMENT PLAN REGULATION

1. GOAL

The goal of the Board of Finance in adopting this regulation is to:

- A)
 - a) Prioritize, on a town-wide basis, proposed major capital projects
 - b) Establish a consistent level of spending for such capital projects
 - c) Integrate financial planning, budgeting and debt issuance for the Town
 - d) Encourage careful project design

This Capital Improvement Plan (CIP) Regulation hereby:

- B)
 - a) Creates a process by which the Board of Finance adopts a proactive position regarding the capital expenditures of the Town of Newtown;
 - b) Creates a process by which the Board of Finance identifies, prioritizes, evaluates, justifies, monitors, postpones or eliminates proposed capital expenditures;
 - c) Creates a process by which the Board of Finance and the Legislative Council work compatibly in enacting Sections 1(B)a and 1(B)b.

2. DEFINITION

The Capital Improvement Plan is Newtown's five year program of Major Capital Purchases of a non-recurring nature. The CIP is based on assigned priorities which consider Town needs, desires, and mandates for various improvements and coincides with Newtown's current and anticipated financial capability to finance such improvements. The CIP shall be reviewed at least annually by the Board of Finance. The Board of Finance shall amend the CIP as required to address changing priorities and maintain the CIP at a five year projection time frame.

3. COMPOSITION

The Board of Finance is hereby charged with the responsibility of implementing the goals expressed above in Section 1A and 1B and all changes, additions and deletions to the CIP. In addition, among others, the Town Financial Director, First Selectman, Chairman of the Board of Education, Superintendent of Schools and Legislative Council members may advise the Board of Finance, but do not have voting privileges.

4. TIMING

Proposed purchases may be brought to the Board of Finance at any time, however, except for exigent circumstances, purchases not presented in the Board of Selectmen or Board of Education yearly five year CIP projection shall not be considered by the Board of Finance until the next June through October period. The Board of Selectmen shall submit its five year projected CIP proposal at the first regularly scheduled Board of Finance meeting in August. The Board of Education shall submit its five year projected CIP proposal at the first regularly scheduled Board of Finance meeting in June. The Board of Finance shall hold its review period from June through October.

5. ELIGIBILITY

To be eligible for inclusion in the CIP, a proposed purchase shall have an estimated cost that is at least twenty-five hundredths of one percent (.25%) of the Town budget for the year in which the request is made(excluding projects funded with loCIP money). Listed below are some of the guidelines which would make a request eligible for inclusion in the CIP assuming the proposed purchase meets the .25% requirement set above:

- a) Purchases requiring debt obligation;
- b) Acquisition of lease or land;
- c) Purchase of major equipment and vehicles with life expectancy of five years or more;
- d) Construction of new building facilities, including engineering, design and other preconstruction costs;
- e) Major building improvements that are not routine expenses including those that substantially enhance the safety of the occupants of the building and/or the longevity of the building itself;
- f) Major equipment or furnishing required for a new building or other projects;
- g) Major studies requiring the employment of outside professional consultants.

6. PROCESS OVERVIEW

All requests for inclusion in the CIP will adhere to the following process and shall be submitted on a form as prescribed by the Town Financial Director.

- a) Each Town Department shall submit to the Board of Selectmen, a prioritized list of proposed capital purchases.
- b) The Board of Selectmen will identify, prioritize and approve, on a town-wide basis purchases it proposes to include in the CIP, excluding items requested by the Board of Education.

The Board of Education will likewise identify, prioritize and approve purchases it proposes to be considered for placement on the CIP.

- c) The Board of Selectmen and the Board of Education shall also include in the request(s):
 - the identification of any revenues or reimbursements anticipated each year
 - financial impact statement as provided by the Town Financial Director
 - indication whether the item/project requested is eligible for LoCIP funds
- d) The Town Financial Director will review and compile the two lists to be presented to the Board of Finance.
- e) The Board of Selectmen and the Board of Education will then present their prioritized purchase request to the Board of Finance.
- f) The Board of Finance will consider all requests made through this process and determine those that will be recommended for inclusion in the CIP and those that are to be rejected or postponed. If rejected, the proposed purchase can be resubmitted to the appropriate Board at the first step of the process. If postponed, the request shall be reviewed by the Board of Finance with respect to its new priority level.
- g) The Board of Finance will prioritize, on a town-wide basis, all requests it approves for inclusion into the CIP, establish a time frame for proceeding with each purchase in view of the financial implications of such a purchase.
- h) The Board of Finance will forward its recommendation to the Legislative Council by November 30th. The Legislative Council may accept the plan in its entirety, reject any item or reduce any item in capital costs, or reduce any item in priority. Any new item addition, or increase in proposed capital expenditure for an item by the Legislative Council shall be referred back to the Board of Finance for further review and recommendation with written comment by the Legislative Council as to its reasoning. Within a reasonable time thereafter, the Board of Finance will resubmit its recommended CIP plan noting any changes it has made.
- i) The CIP plan approved by the Legislative Council shall be the single and final adopted CIP plan for the Town of Newtown, except should the Legislative Council not return a proposed plan by the Board of Finance to the Board of Finance for further review within sixty days of its submission, and not pass the final CIP plan presented by the Board of Finance within sixty days of submission to the Legislative Council, the proposed CIP plan presented by the Board of Finance shall be the single and final adopted CIP plan for the Town of Newtown.

7. PRIORITIZATION

The Board of Finance shall consider the following criteria during its prioritization:

- a) The cost of the purchase
- b) The impact of the purchase versus the benefit to the Town
- c) The year it will be implemented
- d) The source of financing
- e) The impact on future operating budgets
- f) The benefit of risk to the Town should the purchase not be made

8. TOWN BUDGET

All purchases which are proposed for the ensuing fiscal year and included in the final CIP by the Legislative Council shall be included as proposed expenditures in the budget presented to the Board of Finance. Except for exigent circumstances, any capital improvement expenditure that falls within Section Five of this Plan Regulation and is not contained in the CIP shall not be considered for implementation.

APPROVED:

BOARD OF FINANCE

SEPTEMBER 9, 2002

LEGISLATIVE COUNCIL

SEPTEMBER 18, 2002

Hello Joe,

I'm hoping you can give me your opinion on the following:

6-100 (in the charter) section (a) is pertaining to capital projects in the capital project fund. Because this is the only fund (besides the general fund) where the legislative council legislates appropriations. Where it says that "no appropriation shall be made....no grant shall be applied for....."; some people are interpreting that to mean all grants. I interpret it to mean those grants that are associated with (special) appropriations legislated by the council.

I think section '(c) addresses the other grants (where there are no legislative appropriations).

Am I right?

Our charter isn't the clearest charter.

Bob

A "Special Appropriation" is any request for an appropriation of funds that is made during a fiscal year for which an annual budget has been adopted without such funds being appropriated. An "Emergency Appropriation" is a special appropriation required for any purpose arising from some unforeseen or unusual or extraordinary event, such as the destruction of public property by fire, flood, or such other calamity, or from the necessity of erecting, altering or repairing public buildings, bridges, structures or other public works, or from some unusual demand made upon the Town by the State; such emergency shall be found to exist by the affirmative vote of two thirds of the entire authorized membership of the Legislative

6-100 IMPACT STATEMENTS

(a) Whenever an appropriation for a capital project is proposed by the Board of Selectmen or a department other than the Board of Education in an amount to be established by regulation of the Legislative Council, whether to be funded from Town taxes, a state and/or federal grant or gift or bequest and, whenever a gift of real or tangible personal property is offered to the Town a financial impact statement shall be prepared by the Financial Director for the Board of Finance and Legislative Council. The Legislative Council in its regulations shall designate the form of the financial impact statement. No appropriation shall be made for such capital project, no grant shall be applied for and no gift of real or tangible personal property shall be accepted until the Board of Finance and Legislative Council have received said financial impact statement.

(b) If the Board of Education proposes a capital project in an amount to be established by regulation of the Legislative Council to be funded by a special appropriation, a financial impact statement shall be prepared and submitted to the Board of Finance and Legislative Council. No such special appropriation shall be made until a financial impact statement has been received by the Board of Finance and Legislative Council.

(c) The Legislative Council may by regulation require the Board of Selectmen, the Financial Director and the department requesting an appropriation to be funded in part or wholly by financial assistance from the State of Connecticut or the United States to submit to the Legislative Council for approval, the application for such financial assistance and any supporting data concerning the impact of the conditions and commitments of the request for financial assistance on the present and future Town Budgets, plans for Development and Capital Improvement Plans. The Legislative Council may by regulation, permit the Board of Selectmen to file any application for financial assistance without first submitting it to the Legislative Council

Bob,

I would agree with you. Unless the grant related to the "special appropriation" the rest of the section does not apply.

I also agree that part C is for other grants not funding a portion of a special appropriation.

JC



NEWTOWN PUBLIC SCHOOLS
3 PRIMROSE STREET
NEWTOWN, CT 06470

OFFICE OF THE SUPERINTENDENT
(203) 426-7620
FAX (203) 270-6199

BUSINESS OFFICE
(203) 426-7618
FAX (203) 270-6110

December 22, 2011

Mr. John Kortze, Chair
Board of Finance
52 Cobblers Mill Road
Sandy Hook, CT 06482

Subject: Special Appropriation Request from Non Recurring Fund

Dear John:

At its December 20, 2011 meeting, the Board of Education approved the following motion:

- That the Board of Education request a special appropriation to the Board of Finance for \$150,000 to complete several building and site maintenance projects. These requested funds shall come from the capital non recurring fund.

We ask the Board of Finance to include this action on its next agenda. The list of projects is attached. Thank you for your continued support.

Sincerely,

A handwritten signature in black ink, appearing to read "Janet Robinson".

Janet M. Robinson, Ph.D.
Superintendent
Enclosure

cc: Jeff Capeci
Pat Llodra
Bob Tait
Board of Education
Ron Bienkowski

Projects to be Completed with Capital Non Recurring Fund

HAWLEY SCHOOL				
DOOR REPLACEMENT-PHASE III	SECURITY/SAFETY	H	\$	20,000
SANDY HOOK SCHOOL				
CARPET/FLOORING REPLACEMENT PROGRAM	VERY WORN	H	\$	20,000
MIDDLE GATE SCHOOL				
CARPET/FLOORING REPLACEMENT PROGRAM	VERY WORN	H	\$	20,000
MIDDLE SCHOOL				
CARPET/FLOORING REPLACEMENT PROGRAM	VERY WORN	H	\$	30,000
STRIP AND REFINISH A GYM FLOOR TO BLEND REPAIR	WATER DAMAGED	H	\$	15,000
HIGH SCHOOL				
REPLACE FLOORING AT LOBBY	WORN	M	\$	35,000
INSTALL GATES AT TWO STAIRWELLS	SAFETY/SECURITY	H	\$	10,000
Total			\$	150,000

Note: The initial source of the requested funds was from the Board of Education's remaining year-end balance on June 30, 2010, which was \$155,762.

Projects to be Completed with Capital Non Recurring Fund

HAWLEY SCHOOL					
DOOR REPLACEMENT-PHASE III	SECURITY/SAFETY	H	\$	20,000	
SANDY HOOK SCHOOL					
CARPET/FLOORING REPLACEMENT PROGRAM	VERY WORN	H	\$	20,000	
MIDDLE GATE SCHOOL					
CARPET/FLOORING REPLACEMENT PROGRAM	VERY WORN	H	\$	20,000	
MIDDLE SCHOOL					
CARPET/FLOORING REPLACEMENT PROGRAM	VERY WORN	H	\$	30,000	
STRIP AND REFINISH A GYM FLOOR TO BLEND REPAIR	WATER DAMAGED	H	\$	15,000	
HIGH SCHOOL					
REPLACE FLOORING AT LOBBY	WORN	M	\$	35,000	
INSTALL GATES AT TWO STAIRWELLS	SAFETY/SECURITY	H	\$	10,000	
Total			\$	150,000	

Note: The initial source of the requested funds was from the Board of Education's remaining year-end balance on June 30, 2010, which was \$155,762.

RESOLUTION WITH RESPECT TO THE AUTHORIZATION, ISSUANCE AND
SALE OF NOT EXCEEDING \$20,000,000 TOWN OF NEWTOWN GENERAL
OBLIGATION REFUNDING BONDS

RESOLVED:

Section 1. Not exceeding \$20,000,000 General Obligation Refunding Bonds (the "Refunding Bonds") of the Town of Newtown (the "Town") may be issued in one or more series and in such principal amounts as the First Selectman and the Financial Director shall determine to be in the best interests of the Town for the purpose of achieving net present value savings and/or to moderate debt service payments. The Refunding Bonds are hereby authorized to refund all or any portion of any one or more series of the Town's outstanding general obligation bonds (the "Refunded Bonds"). The Refunding Bonds shall be issued and sold either in a negotiated underwriting or a competitive offering, and at such time or times as the First Selectman and the Financial Director shall determine to be most opportune for the Town. If the refunding bonds are sold in a negotiated underwriting, the First Selectman and the Financial Director shall approve and designate the underwriter. Each series of Refunding Bonds shall mature in such amounts and on such date or dates as shall be determined by the First Selectman and the Financial Director provided that no Refunding Bonds shall mature later than the final maturity date of the last maturity of any Refunded Bonds being refunded by such series. The Refunding Bonds shall bear interest payable at such rate or rates as shall be determined by the First Selectman and the Financial Director, shall be executed in the name and on behalf of the Town by the manual or facsimile signatures of the First Selectman and the Financial Director, bear the Town seal or a facsimile thereof and be approved as to their legality by Robinson & Cole LLP, Bond Counsel. The Refunding Bonds shall be general obligations of the Town and each of the Refunding 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 the interest thereon. The aggregate denominations, form, details, and other particulars thereof, including the terms of any rights of redemption and redemption prices, the designation of the certifying, paying, registrar and transfer agent, shall be subject to the approval of the First Selectman and the Financial Director. The net proceeds of the sale of the Refunding Bonds, after payment of underwriters' discount and other costs of issuance, shall be deposited in an irrevocable escrow account in an amount sufficient to pay the principal of, interest and redemption premium, if any, due on the Refunded Bonds to maturity or earlier redemption pursuant to the plan of refunding. The First Selectman and the Financial Director are authorized to appoint an escrow agent and other professionals and to execute and deliver any and all escrow, investment and related agreements necessary to provide for such payments on the Refunded Bonds and to provide for the transactions contemplated hereby. The First Selectman and the Financial Director are authorized to prepare and distribute preliminary and final Official Statements of the Town for use in connection with the offering and sale of the Refunding Bonds, and they are hereby authorized to execute and deliver on behalf of the Town a Bond Purchase Agreement, a Continuing Disclosure Agreement, a Tax Regulatory Agreement and such other documents necessary or desirable for the issuance of the Refunding Bonds and the payment of the Refunded Bonds.

Section 2. This resolution shall be effective until January 1, 2013.

SUMMARY OF BONDS REFUNDED

Town of Newtown, Connecticut
 General Obligation Refunding Bonds
 Market as of November 30, 2011
 Anticipated Pricing on February 14, 2012

Bond	Maturity Date	Interest Rate	Par Amount	Call Date	Call Price
GO Bonds Series 2004 Ref Series, 2004R:					
SER	06/15/2013	4.000%	2,025,000.00	06/15/2012	100.000
	06/15/2014	4.000%	1,905,000.00	06/15/2012	100.000
	06/15/2015	4.000%	1,885,000.00	06/15/2012	100.000
	06/15/2016	4.000%	1,870,000.00	06/15/2012	100.000
	06/15/2017	4.000%	245,000.00	06/15/2012	100.000
	06/15/2018	4.000%	245,000.00	06/15/2012	100.000
	06/15/2019	4.000%	240,000.00	06/15/2012	100.000
	06/15/2020	4.000%	235,000.00	06/15/2012	100.000
			<u>8,650,000.00</u>		
GO Bonds Series 2005, 2005:					
SER	06/15/2024	4.000%	415,000.00	06/15/2012	100.000
	06/15/2025	4.000%	415,000.00	06/15/2012	100.000
			<u>830,000.00</u>		
GO Bonds Series 2007, 2007:					
SER	06/15/2024	4.000%	470,000.00	06/15/2012	100.000
	06/15/2025	4.000%	470,000.00	06/15/2012	100.000
	06/15/2026	4.000%	470,000.00	06/15/2012	100.000
			<u>1,410,000.00</u>		
GO Bond Series 2007 B, 2007B:					
SER	06/15/2022	4.000%	535,000.00	06/15/2014	100.000
	06/15/2023	4.000%	535,000.00	06/15/2014	100.000
	06/15/2024	4.125%	535,000.00	06/15/2014	100.000
	06/15/2025	4.125%	535,000.00	06/15/2014	100.000
			<u>2,140,000.00</u>		
GO Bonds Series 2009, 2009:					
SER	02/01/2017	2.750%	430,000.00	02/01/2014	100.000
	02/01/2018	3.000%	430,000.00	02/01/2014	100.000
	02/01/2019	3.000%	430,000.00	02/01/2014	100.000
			<u>1,290,000.00</u>		
			<u>14,320,000.00</u>		

SAVINGS

Town of Newtown, Connecticut
 General Obligation Refunding Bonds
 Market as of November 30, 2011
 Anticipated Pricing on February 14, 2012

Date	Prior Debt Service	Refunding Debt Service	Savings	Present Value to 03/20/2012 @ 2.1787127%
06/30/2012	261,268.75		261,268.75	259,935.42
06/30/2013	2,585,162.50	2,069,324.51	515,837.99	465,758.50
06/30/2014	2,384,162.50	2,129,325.00	254,837.50	205,235.62
06/30/2015	2,287,962.50	2,280,250.00	7,712.50	-33,176.88
06/30/2016	2,197,562.50	2,188,862.50	8,700.00	-30,524.48
06/30/2017	927,762.50	919,675.00	8,087.50	-4,077.79
06/30/2018	906,137.50	900,200.00	5,937.50	-5,825.58
06/30/2019	878,437.50	869,100.00	9,337.50	-2,555.65
06/30/2020	420,937.50	411,375.00	9,562.50	2,551.62
06/30/2021	176,537.50	196,650.00	-20,112.50	-18,159.79
06/30/2022	711,537.50	704,950.00	6,587.50	-5,004.23
06/30/2023	690,137.50	681,550.00	8,587.50	-3,137.67
06/30/2024	1,553,737.50	1,542,787.50	10,950.00	-15,440.30
06/30/2025	1,496,268.76	1,488,437.50	7,831.26	-17,098.43
06/30/2026	488,800.00	480,575.00	8,225.00	-1,268.75
	17,966,412.51	16,863,062.01	1,103,350.50	797,211.60

Savings Summary

PV of savings from cash flow	797,211.60
Plus: Refunding funds on hand	48.03
Net PV Savings	797,259.63

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Town of Newtown, Connecticut
General Obligation Refunding Bonds
Market as of January 4, 2012
Anticipated Pricing on February 14, 2012

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SOURCES AND USES OF FUNDS

Town of Newtown, Connecticut
 General Obligation Refunding Bonds
 Market as of January 4, 2012
 Anticipated Pricing on February 14, 2012

Sources:

Bond Proceeds:	
Par Amount	14,580,000.00
Premium	1,597,078.10
	16,177,078.10

Uses:

Refunding Escrow Deposits:	
Cash Deposit	0.30
SLGS Purchases	16,015,541.00
	16,015,541.30
Delivery Date Expenses:	
Cost of Issuance	85,000.00
Underwriter's Discount	72,900.00
	157,900.00
Other Uses of Funds:	
Additional Proceeds	3,636.80
	16,177,078.10

SUMMARY OF REFUNDING RESULTS

Town of Newtown, Connecticut
General Obligation Refunding Bonds
Market as of January 4, 2012
Anticipated Pricing on February 14, 2012

Dated Date	03/20/2012
Delivery Date	03/20/2012
Arbitrage yield	2.037967%
Escrow yield	0.201382%
Bond Par Amount	14,580,000.00
True Interest Cost	2.326072%
Net Interest Cost	2.554053%
Average Coupon	4.245695%
Average Life	6.180
Par amount of refunded bonds	15,415,000.00
Average coupon of refunded bonds	3.965877%
Average life of refunded bonds	6.823
PV of prior debt to 03/20/2012 @ 2.037967%	17,389,815.06
Net PV Savings	1,031,609.33
Percentage savings of refunded bonds	6.692243%
Percentage savings of refunding bonds	7.075510%

SUMMARY OF BONDS REFUNDED

Town of Newtown, Connecticut
 General Obligation Refunding Bonds
 Market as of January 4, 2012
 Anticipated Pricing on February 14, 2012

Bond	Maturity Date	Interest Rate	Par Amount	Call Date	Call Price
GO Bonds Series 2004 Ref Series, 2004R:					
SER	06/15/2013	4.000%	2,025,000.00	06/15/2012	100.000
	06/15/2014	4.000%	1,905,000.00	06/15/2012	100.000
	06/15/2015	4.000%	1,885,000.00	06/15/2012	100.000
	06/15/2016	4.000%	1,870,000.00	06/15/2012	100.000
	06/15/2017	4.000%	245,000.00	06/15/2012	100.000
	06/15/2018	4.000%	245,000.00	06/15/2012	100.000
	06/15/2019	4.000%	240,000.00	06/15/2012	100.000
	06/15/2020	4.000%	235,000.00	06/15/2012	100.000
			<u>8,650,000.00</u>		
GO Bonds Series 2005, 2005:					
SER	06/15/2024	4.000%	415,000.00	06/15/2012	100.000
	06/15/2025	4.000%	415,000.00	06/15/2012	100.000
			<u>830,000.00</u>		
GO Bonds Series 2007, 2007:					
SER	06/15/2024	4.000%	470,000.00	06/15/2012	100.000
	06/15/2025	4.000%	470,000.00	06/15/2012	100.000
	06/15/2026	4.000%	470,000.00	06/15/2012	100.000
			<u>1,410,000.00</u>		
GO Bond Series 2007 B, 2007B:					
SER	06/15/2022	4.000%	535,000.00	06/15/2014	100.000
	06/15/2023	4.000%	535,000.00	06/15/2014	100.000
	06/15/2024	4.125%	535,000.00	06/15/2014	100.000
	06/15/2025	4.125%	535,000.00	06/15/2014	100.000
	06/15/2026	4.125%	535,000.00	06/15/2014	100.000
	06/15/2027	4.250%	535,000.00	06/15/2014	100.000
			<u>3,210,000.00</u>		
GO Bonds Series 2009, 2009:					
SER	02/01/2017	2.750%	430,000.00	02/01/2014	100.000
	02/01/2018	3.000%	430,000.00	02/01/2014	100.000
	02/01/2019	3.000%	430,000.00	02/01/2014	100.000
			<u>1,290,000.00</u>		
GO Bonds Series 2010, 2010:					
SER	02/15/2021	3.125%	25,000.00	02/15/2017	100.000
			<u>15,415,000.00</u>		

SAVINGS

Town of Newtown, Connecticut
 General Obligation Refunding Bonds
 Market as of January 4, 2012
 Anticipated Pricing on February 14, 2012

Date	Prior Debt Service	Refunding Debt Service	Savings	Present Value to 03/20/2012 @ 2.0379670%
06/30/2012	283,671.88		283,671.88	282,317.04
06/30/2013	2,630,750.02	1,989,242.64	641,507.38	593,479.58
06/30/2014	2,429,750.02	2,052,175.00	377,575.02	327,531.06
06/30/2015	2,333,550.02	2,329,975.00	3,575.02	-35,018.84
06/30/2016	2,243,150.02	2,238,587.50	4,562.52	-32,431.16
06/30/2017	973,350.02	969,400.00	3,950.02	-7,519.82
06/30/2018	951,725.02	949,925.00	1,800.02	-9,222.91
06/30/2019	924,025.02	918,825.00	5,200.02	-5,876.50
06/30/2020	466,525.02	465,987.50	537.52	-5,185.94
06/30/2021	247,125.02	246,150.00	975.02	-1,051.77
06/30/2022	756,343.76	754,450.00	1,893.76	-8,607.85
06/30/2023	734,943.76	731,050.00	3,893.76	-6,660.64
06/30/2024	1,598,543.76	1,597,175.00	1,368.76	-22,062.30
06/30/2025	1,541,075.00	1,537,712.50	3,362.50	-19,683.28
06/30/2026	1,068,606.26	1,067,475.00	1,131.26	-14,463.07
06/30/2027	557,737.50	557,262.50	475.00	-7,571.06
	19,740,872.10	18,405,392.64	1,335,479.46	1,027,972.53

Savings Summary

PV of savings from cash flow	1,027,972.53
Plus: Refunding funds on hand	3,636.80
Net PV Savings	1,031,609.33

PRIOR BOND DEBT SERVICE

Town of Newtown, Connecticut
 General Obligation Refunding Bonds
 Market as of January 4, 2012
 Anticipated Pricing on February 14, 2012

Period Ending	Principal	Coupon	Interest	Debt Service	Annual Debt Service
06/15/2012			283,671.88	283,671.88	
06/30/2012					283,671.88
08/01/2012			18,812.50	18,812.50	
08/15/2012			390.63	390.63	
12/15/2012			283,671.88	283,671.88	
02/01/2013			18,812.50	18,812.50	
02/15/2013			390.63	390.63	
06/15/2013	2,025,000	4.000%	283,671.88	2,308,671.88	
06/30/2013					2,630,750.02
08/01/2013			18,812.50	18,812.50	
08/15/2013			390.63	390.63	
12/15/2013			243,171.88	243,171.88	
02/01/2014			18,812.50	18,812.50	
02/15/2014			390.63	390.63	
06/15/2014	1,905,000	4.000%	243,171.88	2,148,171.88	
06/30/2014					2,429,750.02
08/01/2014			18,812.50	18,812.50	
08/15/2014			390.63	390.63	
12/15/2014			205,071.88	205,071.88	
02/01/2015			18,812.50	18,812.50	
02/15/2015			390.63	390.63	
06/15/2015	1,885,000	4.000%	205,071.88	2,090,071.88	
06/30/2015					2,333,550.02
08/01/2015			18,812.50	18,812.50	
08/15/2015			390.63	390.63	
12/15/2015			167,371.88	167,371.88	
02/01/2016			18,812.50	18,812.50	
02/15/2016			390.63	390.63	
06/15/2016	1,870,000	4.000%	167,371.88	2,037,371.88	
06/30/2016					2,243,150.02
08/01/2016			18,812.50	18,812.50	
08/15/2016			390.63	390.63	
12/15/2016			129,971.88	129,971.88	
02/01/2017	430,000	2.750%	18,812.50	448,812.50	
02/15/2017			390.63	390.63	
06/15/2017	245,000	4.000%	129,971.88	374,971.88	
06/30/2017					973,350.02
08/01/2017			12,900.00	12,900.00	
08/15/2017			390.63	390.63	
12/15/2017			125,071.88	125,071.88	
02/01/2018	430,000	3.000%	12,900.00	442,900.00	
02/15/2018			390.63	390.63	
06/15/2018	245,000	4.000%	125,071.88	370,071.88	
06/30/2018					951,725.02
08/01/2018			6,450.00	6,450.00	
08/15/2018			390.63	390.63	
12/15/2018			120,171.88	120,171.88	
02/01/2019	430,000	3.000%	6,450.00	436,450.00	
02/15/2019			390.63	390.63	
06/15/2019	240,000	4.000%	120,171.88	360,171.88	
06/30/2019					924,025.02
08/15/2019			390.63	390.63	
12/15/2019			115,371.88	115,371.88	

PRIOR BOND DEBT SERVICE

Town of Newtown, Connecticut
 General Obligation Refunding Bonds
 Market as of January 4, 2012
 Anticipated Pricing on February 14, 2012

Period Ending	Principal	Coupon	Interest	Debt Service	Annual Debt Service
02/15/2020			390.63	390.63	
06/15/2020	235,000	4.000%	115,371.88	350,371.88	
06/30/2020					466,525.02
08/15/2020			390.63	390.63	
12/15/2020			110,671.88	110,671.88	
02/15/2021	25,000	3.125%	390.63	25,390.63	
06/15/2021			110,671.88	110,671.88	
06/30/2021					247,125.02
12/15/2021			110,671.88	110,671.88	
06/15/2022	535,000	4.000%	110,671.88	645,671.88	
06/30/2022					756,343.76
12/15/2022			99,971.88	99,971.88	
06/15/2023	535,000	4.000%	99,971.88	634,971.88	
06/30/2023					734,943.76
12/15/2023			89,271.88	89,271.88	
06/15/2024	1,420,000	**	89,271.88	1,509,271.88	
06/30/2024					1,598,543.76
12/15/2024			60,537.50	60,537.50	
06/15/2025	1,420,000	**	60,537.50	1,480,537.50	
06/30/2025					1,541,075.00
12/15/2025			31,803.13	31,803.13	
06/15/2026	1,005,000	**	31,803.13	1,036,803.13	
06/30/2026					1,068,606.26
12/15/2026			11,368.75	11,368.75	
06/15/2027	535,000	4.250%	11,368.75	546,368.75	
06/30/2027					557,737.50
	15,415,000		4,325,872.10	19,740,872.10	19,740,872.10

ESCROW REQUIREMENTS

Town of Newtown, Connecticut
General Obligation Refunding Bonds
Market as of January 4, 2012
Anticipated Pricing on February 14, 2012

Period Ending	Interest	Principal Redeemed	Total
06/15/2012	283,671.88	10,890,000.00	11,173,671.88
08/01/2012	18,812.50		18,812.50
08/15/2012	390.63		390.63
12/15/2012	65,871.88		65,871.88
02/01/2013	18,812.50		18,812.50
02/15/2013	390.63		390.63
06/15/2013	65,871.88		65,871.88
08/01/2013	18,812.50		18,812.50
08/15/2013	390.63		390.63
12/15/2013	65,871.88		65,871.88
02/01/2014	18,812.50	1,290,000.00	1,308,812.50
02/15/2014	390.63		390.63
06/15/2014	65,871.88	3,210,000.00	3,275,871.88
08/15/2014	390.63		390.63
02/15/2015	390.63		390.63
08/15/2015	390.63		390.63
02/15/2016	390.63		390.63
08/15/2016	390.63		390.63
02/15/2017	390.63	25,000.00	25,390.63
	626,315.70	15,415,000.00	16,041,315.70

BOND SUMMARY STATISTICS

Town of Newtown, Connecticut
 General Obligation Refunding Bonds
 Market as of January 4, 2012
 Anticipated Pricing on February 14, 2012

Dated Date	03/20/2012
Delivery Date	03/20/2012
Last Maturity	07/01/2026
Arbitrage Yield	2.037967%
True Interest Cost (TIC)	2.326072%
Net Interest Cost (NIC)	2.554053%
All-In TIC	2.422877%
Average Coupon	4.245695%
Average Life (years)	6.180
Duration of Issue (years)	5.541
Par Amount	14,580,000.00
Bond Proceeds	16,177,078.10
Total Interest	3,825,392.64
Net Interest	2,301,214.54
Total Debt Service	18,405,392.64
Maximum Annual Debt Service	2,329,975.00
Average Annual Debt Service	1,288,842.90
Underwriter's Fees (per \$1000)	
Average Takedown	
Other Fee	5.000000
Total Underwriter's Discount	5.000000
Bid Price	110.453896

Bond Component	Par Value	Price	Average Coupon	Average Life	PV of 1 bp change
Serial Bonds	14,580,000.00	110.954	4.246%	6.180	7,987.60
	14,580,000.00			6.180	7,987.60

	TIC	All-In TIC	Arbitrage Yield
Par Value	14,580,000.00	14,580,000.00	14,580,000.00
+ Accrued Interest			
+ Premium (Discount)	1,597,078.10	1,597,078.10	1,597,078.10
- Underwriter's Discount	-72,900.00	-72,900.00	
- Cost of Issuance Expense		-85,000.00	
- Other Amounts			
Target Value	16,104,178.10	16,019,178.10	16,177,078.10
Target Date	03/20/2012	03/20/2012	03/20/2012
Yield	2.326072%	2.422877%	2.037967%

BOND PRICING

Town of Newtown, Connecticut
 General Obligation Refunding Bonds

Market as of January 4, 2012

Anticipated Pricing on February 14, 2012

Bond Component	Maturity Date	Amount	Rate	Yield	Price	Yield to Maturity	Call Date	Call Price	Premium (-Discount)
Serial Bonds:									
	07/01/2012	1,585,000	3.000%	0.450%	100.713				11,301.05
	07/01/2013	1,575,000	3.000%	0.540%	103.134				49,360.50
	07/01/2014	1,905,000	3.000%	0.760%	105.054				96,278.70
	07/01/2015	1,875,000	3.500%	0.950%	108.216				154,050.00
	07/01/2016	650,000	3.500%	1.060%	110.183				66,189.50
	07/01/2017	655,000	4.000%	1.180%	114.394				94,280.70
	07/01/2018	650,000	4.000%	1.360%	115.839				102,953.50
	07/01/2019	215,000	4.500%	1.590%	119.929				42,847.35
	07/01/2021	520,000	4.500%	2.000%	121.076				109,595.20
	07/01/2022	520,000	4.500%	2.190%	121.158				110,021.60
	07/01/2023	1,430,000	4.500%	2.380%	119.229 C	2.530%	07/01/2022	100.000	274,974.70
	07/01/2024	1,435,000	4.500%	2.570%	117.336 C	2.820%	07/01/2022	100.000	248,771.60
	07/01/2025	1,020,000	4.500%	2.760%	115.478 C	3.072%	07/01/2022	100.000	157,875.60
	07/01/2026	545,000	4.500%	2.870%	114.418 C	3.231%	07/01/2022	100.000	78,578.10
		14,580,000							1,597,078.10

Dated Date	03/20/2012
Delivery Date	03/20/2012
First Coupon	07/01/2012
Par Amount	14,580,000.00
Premium	1,597,078.10
Production	16,177,078.10
Underwriter's Discount	-72,900.00
Purchase Price	16,104,178.10
Accrued Interest	110.453896%
Net Proceeds	16,104,178.10

BOND DEBT SERVICE

Town of Newtown, Connecticut
 General Obligation Refunding Bonds
 Market as of January 4, 2012
 Anticipated Pricing on February 14, 2012

Period Ending	Principal	Coupon	Interest	Debt Service	Annual Debt Service
07/01/2012	1,585,000	3.000%	153,842.64	1,738,842.64	
01/01/2013			250,400.00	250,400.00	
06/30/2013					1,989,242.64
07/01/2013	1,575,000	3.000%	250,400.00	1,825,400.00	
01/01/2014			226,775.00	226,775.00	
06/30/2014					2,052,175.00
07/01/2014	1,905,000	3.000%	226,775.00	2,131,775.00	
01/01/2015			198,200.00	198,200.00	
06/30/2015					2,329,975.00
07/01/2015	1,875,000	3.500%	198,200.00	2,073,200.00	
01/01/2016			165,387.50	165,387.50	
06/30/2016					2,238,587.50
07/01/2016	650,000	3.500%	165,387.50	815,387.50	
01/01/2017			154,012.50	154,012.50	
06/30/2017					969,400.00
07/01/2017	655,000	4.000%	154,012.50	809,012.50	
01/01/2018			140,912.50	140,912.50	
06/30/2018					949,925.00
07/01/2018	650,000	4.000%	140,912.50	790,912.50	
01/01/2019			127,912.50	127,912.50	
06/30/2019					918,825.00
07/01/2019	215,000	4.500%	127,912.50	342,912.50	
01/01/2020			123,075.00	123,075.00	
06/30/2020					465,987.50
07/01/2020			123,075.00	123,075.00	
01/01/2021			123,075.00	123,075.00	
06/30/2021					246,150.00
07/01/2021	520,000	4.500%	123,075.00	643,075.00	
01/01/2022			111,375.00	111,375.00	
06/30/2022					754,450.00
07/01/2022	520,000	4.500%	111,375.00	631,375.00	
01/01/2023			99,675.00	99,675.00	
06/30/2023					731,050.00
07/01/2023	1,430,000	4.500%	99,675.00	1,529,675.00	
01/01/2024			67,500.00	67,500.00	
06/30/2024					1,597,175.00
07/01/2024	1,435,000	4.500%	67,500.00	1,502,500.00	
01/01/2025			35,212.50	35,212.50	
06/30/2025					1,537,712.50
07/01/2025	1,020,000	4.500%	35,212.50	1,055,212.50	
01/01/2026			12,262.50	12,262.50	
06/30/2026					1,067,475.00
07/01/2026	545,000	4.500%	12,262.50	557,262.50	
06/30/2027					557,262.50
	14,580,000		3,825,392.64	18,405,392.64	18,405,392.64

PROOF OF ARBITRAGE YIELD

Town of Newtown, Connecticut
 General Obligation Refunding Bonds
 Market as of January 4, 2012
 Anticipated Pricing on February 14, 2012

Date	Debt Service	Present Value to 03/20/2012 @ 2.0379670%
07/01/2012	1,738,842.64	1,728,978.98
01/01/2013	250,400.00	246,468.13
07/01/2013	1,825,400.00	1,778,613.11
01/01/2014	226,775.00	218,733.66
07/01/2014	2,131,775.00	2,035,442.41
01/01/2015	198,200.00	187,334.65
07/01/2015	2,073,200.00	1,939,780.85
01/01/2016	165,387.50	153,183.21
07/01/2016	815,387.50	747,600.41
01/01/2017	154,012.50	139,784.32
07/01/2017	809,012.50	726,866.62
01/01/2018	140,912.50	125,327.40
07/01/2018	790,912.50	696,340.96
01/01/2019	127,912.50	111,481.68
07/01/2019	342,912.50	295,849.49
01/01/2020	123,075.00	105,112.50
07/01/2020	123,075.00	104,052.22
01/01/2021	123,075.00	103,002.65
07/01/2021	643,075.00	532,766.81
01/01/2022	111,375.00	91,339.84
07/01/2022	5,061,375.00	4,109,018.21
	17,976,092.64	16,177,078.10

Proceeds Summary

Delivery date	03/20/2012
Par Value	14,580,000.00
Premium (Discount)	1,597,078.10
Target for yield calculation	16,177,078.10

PROOF OF ARBITRAGE YIELD

Town of Newtown, Connecticut
 General Obligation Refunding Bonds
 Market as of January 4, 2012
 Anticipated Pricing on February 14, 2012

Assumed Call/Computation Dates for Premium Bonds

Bond Component	Maturity Date	Rate	Yield	Call Date	Call Price	Net Present Value (NPV) to 03/20/2012 @ 2.0379670%
SER	07/01/2023	4.500%	2.380%	07/01/2022	100.000	50,125.55
SER	07/01/2024	4.500%	2.570%	07/01/2022	100.000	77,465.37
SER	07/01/2025	4.500%	2.760%	07/01/2022	100.000	74,014.09
SER	07/01/2026	4.500%	2.870%	07/01/2022	100.000	45,323.75

Rejected Call/Computation Dates for Premium Bonds

Bond Component	Maturity Date	Rate	Yield	Call Date	Call Price	Net Present Value (NPV) to 03/20/2012 @ 2.0379670%	Increase to NPV
SER	07/01/2023	4.500%	2.380%			78,276.99	28,151.44
SER	07/01/2024	4.500%	2.570%			133,398.06	55,932.69
SER	07/01/2025	4.500%	2.760%			133,053.16	59,039.07
SER	07/01/2026	4.500%	2.870%			86,964.98	41,641.23

ESCROW DESCRIPTIONS

Town of Newtown, Connecticut
 General Obligation Refunding Bonds
 Market as of January 4, 2012
 Anticipated Pricing on February 14, 2012

Type of Security	Type of SLGS	Maturity Date	First Int Pmt Date	Par Amount	Rate	Max Rate
Mar 20, 2012:						
SLGS	Certificate	06/15/2012	06/15/2012	11,171,607		
SLGS	Certificate	08/01/2012	08/01/2012	18,050	0.020%	0.020%
SLGS	Certificate	12/15/2012	12/15/2012	61,497	0.070%	0.070%
SLGS	Certificate	02/01/2013	02/01/2013	17,634	0.090%	0.090%
SLGS	Note	06/15/2013	06/15/2012	61,529	0.110%	0.110%
SLGS	Note	08/01/2013	08/01/2012	17,649	0.150%	0.150%
SLGS	Note	12/15/2013	06/15/2012	61,563	0.180%	0.180%
SLGS	Note	02/01/2014	08/01/2012	1,307,661	0.220%	0.220%
SLGS	Note	06/15/2014	06/15/2012	3,271,906	0.260%	0.260%
SLGS	Note	02/15/2015	08/15/2012	1,156	0.350%	0.350%
SLGS	Note	02/15/2017	08/15/2012	25,289	0.800%	0.800%
				16,015,541		

SLGS Summary

SLGS Rates File	04JAN12
Total Certificates of Indebtedness	11,268,788.00
Total Notes	4,746,753.00
Total original SLGS	16,015,541.00

ESCROW COST

Town of Newtown, Connecticut
 General Obligation Refunding Bonds
 Market as of January 4, 2012
 Anticipated Pricing on February 14, 2012

Type of Security	Maturity Date	Par Amount	Rate	Total Cost
SLGS	06/15/2012	11,171,607		11,171,607.00
SLGS	08/01/2012	18,050	0.020%	18,050.00
SLGS	12/15/2012	61,497	0.070%	61,497.00
SLGS	02/01/2013	17,634	0.090%	17,634.00
SLGS	06/15/2013	61,529	0.110%	61,529.00
SLGS	08/01/2013	17,649	0.150%	17,649.00
SLGS	12/15/2013	61,563	0.180%	61,563.00
SLGS	02/01/2014	1,307,661	0.220%	1,307,661.00
SLGS	06/15/2014	3,271,906	0.260%	3,271,906.00
SLGS	02/15/2015	1,156	0.350%	1,156.00
SLGS	02/15/2017	25,289	0.800%	25,289.00
		16,015,541		16,015,541.00

Purchase Date	Cost of Securities	Cash Deposit	Total Escrow Cost	Yield
03/20/2012	16,015,541	0.30	16,015,541.30	0.201382%
	16,015,541	0.30	16,015,541.30	

ESCROW CASH FLOW

Town of Newtown, Connecticut
 General Obligation Refunding Bonds
 Market as of January 4, 2012
 Anticipated Pricing on February 14, 2012

Date	Principal	Interest	Net Escrow Receipts	Present Value to 03/20/2012 @ 0.2013817%
06/15/2012	11,171,607.00	2,064.58	11,173,671.58	11,168,362.61
08/01/2012	18,050.00	1,070.14	19,120.14	19,106.14
08/15/2012		83.91	83.91	83.84
12/15/2012	61,497.00	4,374.57	65,871.57	65,774.04
02/01/2013	17,634.00	1,465.50	19,099.50	19,066.32
02/15/2013		103.18	103.18	102.99
06/15/2013	61,529.00	4,342.73	65,871.73	65,708.04
08/01/2013	17,649.00	1,451.67	19,100.67	19,048.31
08/15/2013		103.18	103.18	102.89
12/15/2013	61,563.00	4,308.89	65,871.89	65,642.11
02/01/2014	1,307,661.00	1,438.43	1,309,099.43	1,304,197.36
02/15/2014		103.18	103.18	102.79
06/15/2014	3,271,906.00	4,253.48	3,276,159.48	3,261,447.10
08/15/2014		103.18	103.18	102.68
02/15/2015	1,156.00	103.18	1,259.18	1,251.84
08/15/2015		101.16	101.16	100.47
02/15/2016		101.16	101.16	100.37
08/15/2016		101.16	101.16	100.27
02/15/2017	25,289.00	101.16	25,390.16	25,140.83
	16,015,541.00	25,774.44	16,041,315.44	16,015,541.00

Escrow Cost Summary

Purchase date	03/20/2012
Purchase cost of securities	16,015,541.00
Target for yield calculation	16,015,541.00

ESCROW SUFFICIENCY

Town of Newtown, Connecticut
 General Obligation Refunding Bonds
 Market as of January 4, 2012
 Anticipated Pricing on February 14, 2012

Date	Escrow Requirement	Net Escrow Receipts	Excess Receipts	Excess Balance
03/20/2012		0.30	0.30	0.30
06/15/2012	11,173,671.88	11,173,671.58	-0.30	
08/01/2012	18,812.50	19,120.14	307.64	307.64
08/15/2012	390.63	83.91	-306.72	0.92
12/15/2012	65,871.88	65,871.57	-0.31	0.61
02/01/2013	18,812.50	19,099.50	287.00	287.61
02/15/2013	390.63	103.18	-287.45	0.16
06/15/2013	65,871.88	65,871.73	-0.15	0.01
08/01/2013	18,812.50	19,100.67	288.17	288.18
08/15/2013	390.63	103.18	-287.45	0.73
12/15/2013	65,871.88	65,871.89	0.01	0.74
02/01/2014	1,308,812.50	1,309,099.43	286.93	287.67
02/15/2014	390.63	103.18	-287.45	0.22
06/15/2014	3,275,871.88	3,276,159.48	287.60	287.82
08/15/2014	390.63	103.18	-287.45	0.37
02/15/2015	390.63	1,259.18	868.55	868.92
08/15/2015	390.63	101.16	-289.47	579.45
02/15/2016	390.63	101.16	-289.47	289.98
08/15/2016	390.63	101.16	-289.47	0.51
02/15/2017	25,390.63	25,390.16	-0.47	0.04
	16,041,315.70	16,041,315.74	0.04	

ESCROW STATISTICS

Town of Newtown, Connecticut
 General Obligation Refunding Bonds
 Market as of January 4, 2012
 Anticipated Pricing on February 14, 2012

Total Escrow Cost	Modified Duration (years)	Yield to Receipt Date	Yield to Disbursement Date	Perfect Escrow Cost	Value of Negative Arbitrage	Cost of Dead Time
Global Proceeds Escrow: 16,015,541.30	0.797	0.201382%	0.201367%	15,785,763.49	229,759.53	18.28
16,015,541.30				15,785,763.49	229,759.53	18.28

Delivery date 03/20/2012
 Arbitrage yield 2.037967%

Att. N

3 PRIMROSE STREET, MUNICIPAL CTR
NEWTOWN, CONNECTICUT 06470
TEL. (203) 270-4223
www.newtown-ct.gov



ROBERT G. TAIT
FINANCE DIRECTOR

TOWN OF NEWTOWN
OFFICE OF THE FINANCE DIRECTOR

January 04, 2012

Mr. John Kortze, Chair
Board of Finance

Dear John,

I'm requesting special appropriations totaling \$1,850,000 to be financed by issuing bonds. This request represents two projects in the CIP (2011 – 2012 to 2015-2016, inclusive) not authorized yet. They are:

- Hawley HVAC Renovations - Design \$350,000
 - Design & construction plans and specifications for the boiler replacement and associated systems upgrading of the Newtown Hawley School.
 - Reason for this project is aging equipment / systems.

- Hook & Ladder Fire House \$1,500,000
 - Funds to help offset the cost of the purchase of land and the design and construction of a new Hook & Ladder Fire House.
 - Reason for this project is structural issues at the Hook & Ladder Fire House.

These projects will be divided into two separate bond resolutions.

I'm asking the Board of Finance to include this action on its January 9, 2012 agenda. I will be providing an impact statement for each project (per Town Charter 6-100).

Sincerely,

Robert G. Tait
Finance Director

Cc: BOS; LC

RESOLUTION PROVIDING FOR A SPECIAL APPROPRIATION IN THE AMOUNT OF \$350,000 FOR ARCHITECTURAL AND ENGINEERING SERVICES FOR PLANNING AND DESIGN OF BOILER REPLACEMENT, HVAC AND RELATED INFRASTRUCTURE UPGRADES AT NEWTOWN HAWLEY SCHOOL AND AUTHORIZING THE ISSUANCE OF \$350,000 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 \$350,000 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 architect and engineering services, construction management and other related costs for the planning and design of boiler replacement, HVAC and related infrastructure upgrades at the Town of Newtown Hawley School, and for 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, \$350,000 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. 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 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 anytime 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 ("Bonds") authorized to be issued by the Town. The Bonds 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 Issuer 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 reimbursement bonds, and to amend this declaration.

Section 6. 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 7. 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 OF NEWTOWN
FINANCIAL IMPACT STATEMENT
(Per Town Charter 6-100)**

REQUESTING DEPARTMENT EDUCATION

PROJECT: HAWLEY HVAC RENOVATIONS - DESIGN

PROPOSED SPECIAL APPROPRIATION AMOUNT: \$ 350,000

PROPOSED FUNDING:

BONDING	\$	350,000
GRANT		
CONTINGENCY		
OTHER		
	<u>\$</u>	<u>350,000</u>

ANNUAL FINANCIAL IMPACT ON OPERATING BUDGET (GENERAL FUND):

List any financial impact your request will have on the Town's annual operating budget. Attach spreadsheet(s) showing your calculation of the estimated impact.

EXPENDITURE CATEGORY:	<small>**FOR BRACKETS USE NEGATIVE SIGN BEFORE NUMBER**</small>	(POSITIVE IMPACT) / NEGATIVE IMPACT	Attachment #
SALARIES & BENEFITS		_____	_____
PROFESSIONAL SERVICES		_____	_____
CONTRACTED SERVICES		_____	_____
REPAIRS & MAINTENANCE		_____	_____
UTILITIES		_____	_____
OTHER		_____	_____
DEBT SERVICE (1st year)		\$ 30,000	_____
TOTAL IMPACT ON EXPENDITURES		<u>\$ 30,000</u>	_____

REVENUE CATEGORY:	POSITIVE IMPACT / (NEGATIVE IMPACT)	Attachment #
PROPERTY TAXES	_____	_____
CHARGES FOR SERVICES (FEES)	_____	_____
OTHER	_____	_____
TOTAL IMPACT ON REVENUES	<u>\$ -</u>	_____

TOTAL FINANCIAL IMPACT ON OPERATING BUDGET \$ 30,000

EQUIVALENT MILL RATE OF TOTAL IMPACT 0.0078 mills
using current year's information)

COMMENTS:

This request represents the design phase. The cost savings in maintenance and power will be identified in this phase. Maintenance costs will be reduced as a result of the new systems. The new systems will also be more energy efficient.

PREPARED BY: ROBERT TAIT DATE: 1/6/2012

NEWTOWN MUNICIPAL CENTER
3 PRIMROSE STREET
NEWTOWN, CT 06470

www.newtown-ct.gov

Robert Tait, Finance Director



**TOWN OF NEWTOWN
BOARD OF FINANCE**

John W. Kortze, Chairman
Joseph W. Kearney, Vice Chairman
James Gaston, Jr.
Richard J. Oparowski
Carol Walsh, Ph.D.
Harrison A. Waterbury

January 9, 2012

To the Legislative Council

Members of the Council:

At a meeting of the Board of Finance held January 9, 2012 the following resolution was adopted:

RESOLVED: That the resolution entitled "Resolution Providing For A Special Appropriation In The Amount Of \$350,000 For Architectural And Engineering Services For Planning And Design Of Boiler Replacement, HVAC And Related Infrastructure Upgrades At Newtown Hawley School And Authorizing The Issuance Of \$350,000 Bonds 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, is hereby adopted and recommended to the Legislative Council for consideration and action, said special appropriation was requested in a letter dated January 4, 2012 from Robert G. Tait, Financial Director, a copy of which is attached hereto, in accordance with Chapter 6, Section 6-30 (a), (b) & (c) of the Town Charter.

Very truly yours,

John Kortze, Chairman
Board of Finance

Excerpt for Minutes of Board of Finance Meeting
held January 9, 2012

A meeting of the Board of Finance of the Town of Newtown was held in the Newtown Municipal Center, 3 Primrose Street, Newtown, on Monday, January 9, 2012 at 7:30P.M. (E.S.T.).

* * *

Members present and absent were as follows:

<u>Present</u>	<u>Absent</u>
John Kortze	
Joseph Kearney	
James Gason, Jr.	
Richard Oparowski	
Carol Walsh	
Harrison Waterbury	

* * *

_____ introduced and read the following resolution:

RESOLVED: That the resolution entitled "Resolution Providing For A Special Appropriation In The Amount Of \$350,000 For Architectural And Engineering Services For Planning And Design Of Boiler Replacement, HVAC And Related Infrastructure Upgrades At Newtown Hawley School And Authorizing The Issuance Of \$350,000 Bonds 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, is hereby adopted and recommended to the Legislative Council for consideration and action, said special appropriation was requested in a letter dated January 4, 2012 from Robert G. Tait, Financial Director, a copy of which is attached hereto, in accordance with Chapter 6, Section 6-30 (a), (b) & (c) of the Town Charter.

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

AYES
(List Names)

NAYS

_____ thereupon declared the motion carried and the resolution adopted.

* * *