

3 PRIMROSE STREET
NEWTOWN, CT 06470
TEL. (203) 270-4201
FAX (203) 270-4205
www.newtown-ct.gov



TOWN OF NEWTOWN
LEGISLATIVE COUNCIL

LEGISLATIVE COUNCIL MEETING
COUNCIL CHAMBERS, 3 PRIMROSE STREET, NEWTOWN, CT
WEDNESDAY, JANUARY 15, 2020 AT 7:30 P.M.

MINUTES

THESE MINUTES ARE SUBJECT TO APPROVAL BY THE LEGISLATIVE COUNCIL
AT THE NEXT MEETING.

PRESENT: Jordana Bloom, Alison Plante, Ryan Knapp, Judit DeStefano, Paul Lundquist, Chris Eide, Dan Wiedemann, Cathy Reiss, Andy Clure, Dan Honan

ABSENT: Philip Carroll, Chris Smith

ALSO PRESENT: First Selectman Dan Rosenthal, Finance Director Bob Tait, Senator Tony Hwang, State Representative Mitch Bolinsky, three members of the public, one member of the press.

CALL TO ORDER: Mr. Lundquist called the meeting to order with the Pledge of Allegiance at 7:33 pm.

VOTER COMMENT: None.

MINUTES: MR. EIDE MOVED TO ACCEPT THE MINUTES OF THE LEGISLATIVE COUNCIL'S JANUARY 8, 2020 SPECIAL MEETING. SECOND BY MR. HONAN.

Mr. Clure said that his vote was misreported on the motion moving budget items from Year Five to Year Six. He was classified as a yes, rather than a no, and he would like the minutes to be amended to reflect his vote. Mr. Lundquist assured the Council that they listened to the audio and confirmed that no one else's vote was misreported.

MR. CLURE MADE A MOTION TO APPROVE THE MINUTES AS AMENDED. MR. EIDE SECONDED. ALL IN FAVOR AND THE MOTION PASSES. (10-0)

COMMUNICATIONS: None.

COMMITTEE REPORTS: None.

FIRST SELECTMAN'S REPORT: None.

UNFINISHED BUSINESS:

• 2020-2021 to 2024-2025 CIP Consideration of BOF Recommendations Based on Review of Legislative Council's Revised CIP 2020-2021 to 2024-2025

Mr. Lundquist reminded the Council that they had reviewed the CIP and asked the Board of Finance to move two items from Year Five of the CIP, resulting in a bonding-free Year Five. This was approved by the Board of Finance and moved back to the Council for their approval.

MR. HONAN MADE A MOTION TO APPROVE THE REVISED CIP 2020-2021 to 2024-2025. MS. DESTEFANO SECONDED. THE MOTION PASSES 9-1. Mr. Knapp was opposed.

LEGISLATIVE COUNCIL

• **FEMA Reimbursement Allocation**

None.

NEW BUSINESS:

• **Acceptance of Historic Documents Preservation Grant #097-SF-20, Cycle 2, FY 2020**

MS. DESTEFANO MOVED TO ACCEPT THE HISTORIC DOCUMENTS PRESERVATION GRANT #097-SF-20, CYCLE 2, FY 2020. MR. EIDE SECONDED.

Mr. Lundquist said this is a recurring grant for archival supplies with no expense to the Town (attachment 1). Ms. DeStefano asked what the reporting requirement was, and Mr. Tait replied that reporting is simple and manageable.

ALL IN FAVOR AND THE MOTION PASSES. (10-0)

• **Revisiting Action to Refer the Update to Solid Waste and Recycling Ordinance to the Ordinance Committee**

MS. DESTEFANO MOVED TO REAFFIRM THE REFERRAL OF THE UPDATE TO SOLID WASTE AND RECYCLING ORDINANCE TO THE ORDINANCE COMMITTEE. MR. KNAPP SECONDED.

Mr. Knapp said the Ordinance Committee had looked at the Solid Waste and Recycling Ordinance, which is strong and comprehensive; however, there are some updates that need to be made to sync up with State statutes that have been revised. Mr. Wiedemann asked why it was being revisited if it was already stringent. Mr. Knapp explained that if language in the statutes change, it is necessary to update the language in municipal ordinances to match. Ms. Plante asked what qualifies this Ordinance as strong/stringent among other municipalities. Mr. Knapp shared that an ordinance can be as simple as “will comply with State statutes,” but Newtown’s Ordinance goes into a lot of detail and references other programs. This will show the State that Newtown is still working on this Ordinance. Mr. Lundquist synopsisized that this was not a true “revision” to the Ordinance, but rather updating the statutory references. Ms. Reiss asked where the request to examine the Ordinance came from. Mr. Lundquist said it came from the State and Fred Hurley, Director of Public Works.

ALL IN FAVOR AND THE MOTION PASSES. (10-0)

• **Possible Ordinance Regarding Property Tax for Particular Historic Buildings**

MS. DESTEFANO MADE A MOTION TO CHARGE THE ORDINANCE COMMITTEE WITH EXPLORING AN ORDINANCE REGARDING PROPERTY TAXES FOR PARTICULAR HISTORIC BUILDINGS. MR. EIDE SECONDED.

Mr. Lundquist explained that this is a referral to the Ordinance Committee to research and investigate what other Towns have done regarding tax exemptions for historic buildings. Ultimately it will return to the Council as a recommendation. Mr. Knapp said that the Mason’s Lodge was a non-profit (not a 401(c)3) to which this would apply, and the other one in Town is the Knights of Columbus at St. Rose. Town Attorney Dave Grogins recommended the Historic Building angle for nonprofits. Ms. Reiss asked if this would apply to other buildings beyond the two mentioned. Mr. Knapp replied that if it was written in a particular way, it would only apply to nonprofit groups, though he acknowledged that he would not want every historic building in town to be applying for tax exemptions. The two fraternal organizations mentioned do not have much income besides dues, so this tax exemption could be very helpful for them. Ms. Reiss asked if they move into a new building, would the Ordinance still protect them? Mr. Knapp said that would be discussed at the Ordinance Committee level.

ALL IN FAVOR AND THE MOTION PASSES. (10-0)

• **Consideration of a Community Center Commission**

Mr. Lundquist said that this would replace the ad hoc Community Center Committee and create a permanent Commission.

MS. DESTEFANO MOVED TO CHARGE THE ORDINANCE COMMITTEE WITH CONSIDERING A PERMANENT COMMUNITY CENTER COMMISSION. MS. PLANTE SECONDED.

Mr. Wiedemann asked, specifically, what the Ordinance Committee was being charged with.

MS. DESTEFANO MADE AN AMENDMENT TO CHANGE THE WORD “CHARGE” TO “REFER.” NO SECOND.

Mr. Wiedemann wanted to understand if the Ordinance Committee would just create the Commission, or detail its duties and powers. Mr. Eide asked if they should charge the Ordinance Committee to consider the creation of and draft language for the establishment of the Commission. Mr. Honan asked if the ad hoc Community Center Committee would remain in force until the Commission is created. Mr. Lundquist said it is still in force under the First Selectman. Ms. Bloom asked if the Council could simply promote the Committee to a Commission without an Ordinance. Mr. Knapp said it is a complex process to transition from Committee to Commission, mostly involving mechanics that can be drawn from other Committees that were promoted to Commissions. Ms. DeStefano did not understand the problem with the “charging” language. Mr. Lundquist said “charge” implies detailed instructions.

MS. DESTEFANO WITHDREW HER AMENDMENT TO THE MOTION.

MS. DESTEFANO AMENDED HER ORIGINAL MOTION TO SAY THAT THE ORDINANCE COMMITTEE REVIEW AND MAKE A RECOMMENDATION REGARDING THE DEVELOPMENT OF A PERMANENT COMMUNITY CENTER COMMISSION. MS. REISS SECONDED.

Ms. Reiss asked for the difference between a Committee to Commission. Mr. Lundquist said in this case it was really taking away the “ad hoc” aspect and no longer report to the Board of Selectmen. Mr. Lundquist said that the referral will go to the Ordinance Committee, who will then draft specific language (if they decide there should be one). Then it will get recommended back to the Council. Mr. Knapp reminded the Council that this is just a vote to send it to the Ordinance Committee, signaling that the idea has enough merit for the Ordinance Committee to review it.

ALL IN FAVOR OF AMENDING THE MOTION AND THE AMENDMENT TO THE MOTION PASSES. (10-0)

ALL IN FAVOR AND THE MOTION AS AMENDED PASSES. (10-0)

• Proposed Resolution Opposing Tolls in Connecticut

Mr. Lundquist said that there is draft language in the Connecticut Legislature, which has not yet been released, to permit tolls for tractor trailers. Mr. Lundquist had distributed to the Council a proposed resolution opposing tolls in Connecticut (attachment 2), affirming Newtown’s stance that creating tolls on major roadways may result in tractor trailers shifting onto local roads that negatively impact traffic for Newtown citizens. Mr. Lundquist read the proposed resolution into the record. Some of the issues the resolution brought up include: increased traffic, wear on local roads, delaying emergency vehicles, impediments to pedestrians and cyclists, and encroaching on Newtown’s scenic New England aesthetic.

MR. WIEDEMANN MOVED TO ADOPT THE RESOLUTION. MR. KNAPP SECONDED.

Mr. Knapp said that with so many unknowns about what is happening at the State level, this resolution does a good job of raising the concerns of this municipality. He discussed that the alternative routes trucks might take to avoid tolls on major highways could impact congestion around Sandy Hook and school areas. Ms. Bloom said she has been speaking with a lot of constituents about this and has not seen overwhelming support for this idea. She felt she would need to do a lot more research, especially to look at relevant studies so she could understand both sides of the story. Mr. Lundquist said that this resolution would raise Newtown’s concern about the unintended consequences of the legislation creating tolls for trucks. Ms. Reiss was in support of the resolution but thought it could be stronger, giving an example of traffic issues that already

LEGISLATIVE COUNCIL

exist in Newtown and citing her fear that this could snowball into tolls for all cars. Mr. Lundquist said that this document is not necessarily supposed to be a broader rejection of tolls. Mr. Wiedemann wanted to hear from the senators. Mr. Eide said that the resolution clearly does say it is against all tolls.

Mr. Rosenthal said that he has been following this issue and shared that his concern is making a broad statement about how the State spends its money. He stressed that the Council was elected by local officials, and should focus on what would impact the health, safety, and wellness of Newtown citizens. Mr. Rosenthal added he has seen in the paper that the legislation would only apply to trucks, in the current iteration. Newtown is one of twelve to twenty-four towns that would actually have a toll within the confines of their community, so he does feel there are questions about trucks coming off Interstate-84 onto Newtown roads to avoid tolls. He wanted to better understand how this legislation - and possible revisions to it, like including box trucks - would impact Newtown citizens.

Ms. Bloom asked who wrote this resolution. Mr. Lundquist and Mr. Knapp said it was inspired by existing language from Southbury and modified for Newtown. Ms. Bloom asked if there was information about the benefits of collecting tolls and how that could go towards repairing infrastructure. She felt the resolution was very one-sided. She said agreed with Dan's assertion that we shouldn't move "out of our lane" to talk about State-level issues. Mr. Lundquist agreed, but said that the resolution is looking at how unintended side effects of this legislation would impact Newtown specifically. Ms. DeStefano said it is too broad for her to support, because it does clearly oppose tolls. She does not think enough research has been done, and a lot of issues that are being brought up here may be addressed in the bill itself, the text of which no one has seen yet. Ms. Plante said she was concerned by the many unknown factors, and that the resolution might be different based on the final language of legislation. Mr. Knapp agreed that in a perfect world everyone would be able to see the draft language, but it's being worked out behind closed doors and this resolution does raise municipal concerns, regardless of the specifics of the legislation. Mr. Rosenthal wanted to clarify his comment about not overstepping into State jurisdiction - he thinks it would be a mistake for Newtown not to make a statement on this issue, he just wants the Council to be mindful of not amending it to make broad statements about State spending. Ms. Bloom wanted to remove language saying that there is total opposition to tolls. Mr. Eide wanted there to be something saying that Newtown residents also use I-84. Mr. Honan said that it is late in the game to be putting out something like this, especially when other towns came out with similar statements a year ago.

Mr. Lundquist invited Mr. Hwang and Mr. Bolinsky to speak. Mr. Hwang said that this resolution has the power to send a message to Hartford that the interests of Newtown must be considered and respected. He said that as early as next week there could be a vote about toll gantries going up in Newtown, which has him extremely concerned. This resolution will send a message urging the State to slow down, as there are other concerns. Mr. Hwang and Mr. Bolinsky were concerned about having not seen any of the language. Mr. Hwang said it is not a coincidence that Southbury and Danbury have declared that tolls are not acceptable in their communities. Mr. Bolinsky commended the Council and Board of Selectmen for considering this resolution. He responded to Mr. Honan's comment that it doesn't matter at this stage in the game, saying that it is worth sending a message to the State that these decisions should not be made without public input or at least sharing the language. The message would also go to the people of Newtown saying that the Council wishes to hold the State accountable before raising the cost of living again. Mr. Bolinsky said that the Governor is bluffing about already having the votes in the Senate. He assured the Council that Newtown does not need to fear retaliation from the Governor, and that there are no downsides to passing this resolution. Mr. Hwang said that the bottom line is protecting the safety and interests of the people of Newtown, as Mr. Rosenthal stated.

Mr. Knapp asked if this issue were called into special session, will the delegation have a chance to speak up when the bill gets called. Mr. Hwang replied yes, but the decision will have already been made. Mr. Hwang said it is incredibly powerful when a municipal legislative council steps up and says they need to be heard. Mr. Knapp pointed out that the word "may" in "may result in a significant amount of traffic," is not definitive as "shall" or "will." He also said that the language of "and as such" called attention to the many unknowns. Ms. Bloom said she wants to protect the residents and wanted to know if there is another solution to the problem beyond tolls. Mr. Hwang said the Senate Republicans suggested using the rainy day fund to pay down the infrastructure improvements. Mr. Eide asked if the Danbury delegation was bipartisan in their opposition to a gantry in Danbury or to tolls in general. Mr. Hwang replied they had

LEGISLATIVE COUNCIL

expressed opposition to tolls in Danbury. Ms. Reiss is concerned about how citizens can afford to live and stay in Connecticut, and wondered if having some of the highest gas taxes in the nation would pay for infrastructure. Mr. Lundquist wanted to bring the discussion back to the resolution.

MR. EIDE MADE A MOTION TO STRIKE “IMPOSITION OF TOLLS ON ITS RESIDENTS” AND REPLACE IT WITH “PLACEMENT OF TOLLING GANTRIES IN NEWTOWN,” AND TO STRIKE “LEVY TOLLS ON CONSTITUENTS” AND REPLACE IT WITH “NEGATIVELY AFFECT NEWTOWN’S ROADWAYS.” MS. DESTEFANO SECONDED.

Mr. Eide said he did not want to make such a broad statement saying tolls in Connecticut is not the right way to go, but they could still send the message that they did not want Newtown’s residents to be negatively impacted. Mr. Eide read the section for which he had proposed amendments with those changes: “and as such it is opposed to the placement of polling gantries in Newtown and urges its elected representatives in the State Legislature to continue to oppose any measure that would negatively affect Newtown’s roadways.” Mr. Knapp said he did not support Mr. Eide’s motion because he felt any tolls in Connecticut would create an issue for citizens of Newtown.

MS. REISS MOVED TO AMEND MR. EIDE’S MOTION, TO INSTEAD OF “NEGATIVELY AFFECT NEWTOWN’S ROADWAYS,” SAY “NEGATIVELY AFFECT NEWTOWN’S RESIDENTS AND ROADWAYS.” MR. EIDE SECONDED.

Mr. Lundquist liked the softening the language to build consensus among the Council.

ALL IN FAVOR OF MS. REISS’S AMENDMENT TO MR. EIDE’S AMENDMENT, AND THE AMENDMENT TO THE AMENDMENT PASSES. (10-0)

Ms. Bloom asked if there was a need in the resolution to ask the Governor for public participation. Mr. Hwang said that by simply passing the resolution, Newtown is broadcasting a message that public participation is necessary. Mr. Bolinsky said that this resolution would help to force a conversation at the State level.

Mr. Clure asked if this would be a formal letter sent to the Governor, because the document being considered tonight seems like a rough draft. Mr. Lundquist said that this is the final format of what would be passed to the Governor through the State delegation. Mr. Knapp said that this resolution will be a public document, once approved, and can be sent to anyone.

ALL IN FAVOR OF MR. EIDE’S AMENDMENT, AS AMENDED BY MS. REISS, TO THE RESOLUTION, AND THE AMENDMENT AS AMENDED PASSES. (10-0)

ALL IN FAVOR OF THE RESOLUTION AS AMENDED, MOTION PASSES. (10-0)

Mr. Lundquist appreciated the Council working to compromise with this resolution. Mr. Hwang and Mr. Bolinsky thanked the Council for the resolution they passed tonight.

Comprehensive Annual Financial Report for the Year Ended June 30, 2019

MR. EIDE MADE A MOTION TO ADD TO THE AGENDA, “COMPREHENSIVE ANNUAL FINANCIAL REPROT FOR THE YEAR ENDED JUNE 30, 2019.” MS. PLANTE SECONDED. ALL WERE IN FAVOR AND THE AGENDA ITEM WAS ADDED. (10-0).

Mr. Tait presented the report (attachment 3) and asked if the Council would rather wait until the two missing members were present and everyone was able to have the hard copies. Mr. Lundquist wanted to wait for a full Council, and everyone was in agreement. The item was tabled.

LEGISLATIVE COUNCIL

VOTER COMMENT: None.

ANNOUNCEMENTS: The Council expressed their wishes that Clerk June Sgobbo recover soon.

ADJOURNMENT: There being no further business, the meeting adjourned at 9:18 p.m. Mr. Eide moved the adjournment, Ms. Reiss seconded.

*Respectfully submitted,
Christine O'Neill
Substitute Clerk*

Attachments:

1. Historic Documents Preservation Grant
2. Proposed Resolution Opposing Tolls in CT (original draft)
3. Comprehensive Annual Financial Report for the Year Ended June 30, 2019

**THESE MINUTES ARE SUBJECT TO APPROVAL BY THE LEGISLATIVE COUNCIL
AT THE NEXT MEETING.**



CT State Library
Office of the Public Records Administrator

December 18, 2019

Town Clerk Debbie Aurelia Halstead
Town of Newtown
Newtown Municipal Center
3 Primrose St.
Newtown, CT 06470-2185

RE: Historic Documents Preservation Grant # 097-SF-20, Cycle 2, FY 2020

Dear Town Clerk:

The State Library is pleased to inform you that the Historic Documents Preservation Grant Application for the **Town of Newtown** in the amount of **\$7,500.00** has been approved.

To receive the grant, the municipality must now enter into a contract with the State Library.

Please find these two documents enclosed:

1. **Grant Contract**
2. **Instructions**

The Grant Contract must be signed by the Municipal CEO and returned no later than **January 17, 2020**. After it is signed by the State Librarian, a copy of the fully executed contract will be returned to the municipality.

Grant work and expenditures may begin only **after** the contract has been fully executed and must be completed by **June 30, 2020**.

Grant award payments will be processed within 45 days after the contract has been fully executed.

The final report should be submitted immediately upon completion of the grant.

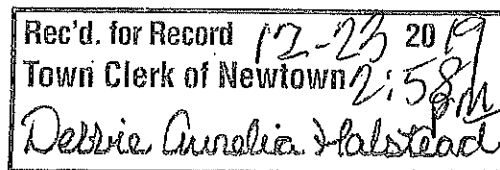
For complete grant administration requirements, including grant amendment requirements, see the *FY 2020 Grant Guidelines*: <https://ctstatelibrary.org/publicrecords/hdpp>.

For questions, please contact Kathy Makover at kathy.makover@ct.gov or (860) 566-1100 ext. 303.

Sincerely,

LeAnn Burbank, CRM
Public Records Administrator

Enclosures (2)
cc: First Selectman Dan Rosenthal



Historic Documents Preservation Program
Connecticut State Library
Hartford, Connecticut 06106

GRANT CONTRACT

Targeted Grant FY 2020, Cycle 2 — Grant #097-SF-20

This contract made between the State of Connecticut, Connecticut State Library (hereinafter "State Library") and the **Town of Newtown** (hereinafter "Contractor") pursuant to C.G.S. §§ 11-8i through 11-8n, inclusive.

WHEREAS, the State Library's Office of the Public Records Administrator administers the Historic Documents Preservation Grant Program ("Program") for the purpose of preserving and managing historic documents;

WHEREAS, all Connecticut municipalities are eligible to apply for a Targeted Grant ("Grant") from this Program; and

WHEREAS, the Contractor is a municipality;

NOW THEREFORE, in consideration of the aforesaid and the mutual promises hereinafter contained the parties do hereby agree as follows:

1. The State Library hereby authorizes a Grant for an amount not to exceed **\$7,500.00** (hereinafter "Grant Funds"), for the following (hereinafter referred to as the "Project") as approved in the municipality's Targeted Grant Application on **December 18, 2019**, on file at the State Library:

A. Purchase of archival supplies for the preservation of public records.

B. Purchase of records storage equipment that meets current records management/archival standards for the storage of public records.

2. The approved Project Budget is as follows:

	Expense Type	Funds Approved
1.	Consultants/Vendors	\$
2.	Equipment	\$ 5,825.00
3.	Supplies	\$ 1,675.00
4.	Town Personnel Costs	\$
5.	Other (specify)	\$
6.	TOTAL	\$ 7,500.00

The Contractor is responsible for any Project expenses greater than the Grant Funds.

3. **Contract Period.** The Contractor shall complete the Project and expend the Grant Funds as described in the Project Budget within the contract period. The contract period is from **July 1, 2019, or the date of approval of this contract by the State Librarian or, if applicable, the Connecticut Attorney General, whichever is later, through June 30, 2020.** Any Grant Funds remaining unexpended on **June 30, 2020**, must be returned to the State Library with the *Project Evaluation/Expenditure Report*.
4. **Payment.** The State of Connecticut shall assume no liability for payment of services under the terms of this contract until the Contractor is notified that this contract has been approved. Payment to the

Contractor shall be processed within 45 days of approval of this contract, or within 45 days of the first day of this contract period, whichever is later.

5. **Contract Amendment.** To request approval for a change to the Grant's purpose, methodology, budget and/or completion deadline, the Contractor shall submit an *Amendment Request Form*, available on request from the State Library, to the State Library at least two (2) months prior to the then-current end of the contract period. (a) The State Library must approve any changes to the Grant's purpose and/or methodology which are deemed significant by the State Library. (b) The State Library must approve any budget reallocation that exceeds ten percent (10%) of the total Grant Funds. The Contractor may reallocate up to ten percent (10%) of the total Grant Funds among line items contained in the approved Project Budget as detailed in Paragraph 2 of this contract without prior approval. (c) The State Library must approve any extension to the completion deadline. The Contractor must notify the State Library immediately if difficulties arise that could affect the timely completion of all grant work and expenditures. Extensions are at the sole discretion of the State Library and will not be considered except in the most extenuating situations beyond the municipality's control.
6. **Final Report.** The Contractor shall submit a *Project Evaluation/Expenditure Report*, available on the State Library website at www.ctstatelibrary.org, for receipt at the State Library by **September 1, 2020**. Failure to submit a completed *Project Evaluation/Expenditure Report* for receipt by the due date may result in termination of the Grant and the requirement that the Contractor return the full Grant Funds, as well as loss of eligibility for the next grant cycle. This filing deadline shall not be extended. Financial and other supporting documentation for the grant must be maintained by the municipality as part of the grant file in accordance with the municipal records retention schedules.
7. **Insurance.** The Contractor agrees that while performing services specified in this contract that it shall carry sufficient insurance (liability and/or other) as applicable according to the nature of the service to be performed so as to "save harmless" the State of Connecticut from any insurable claim whatsoever. If requested, certificates of such insurance shall be filed with the State Library prior to the performance of services.
8. **Indemnification.** The Contractor agrees to indemnify and hold the State, its officials, agents, and employees harmless from and against any and all claims, suits, actions, costs, and damages resulting from the negligent performance or non-performance by the Contractor or any of its officials, agents, or employees of the Contractor's obligations under this agreement. It is further understood that such indemnity shall not be limited by any insurance coverage which is required herein Paragraph 7.
9. **Audit Requirements for State Grants.** For purposes of this clause, the word "Contractor" shall be read to mean "nonstate entity," as that term is defined in C.G.S. § 4-230. The Contractor shall provide for an annual financial audit acceptable to the State Library for any expenditure of State-awarded funds made by the Contractor. Such audit shall include management letters and audit recommendations. The State Auditors of Public Accounts shall have access to all records and accounts for the fiscal year(s) in which the award was made. The Contractor will comply with federal and State single audit standards as applicable.
10. **Inspection of Work Performed.** (a) The State Library or its authorized representative shall at all times have the right to enter into the Contractor's or subcontractor's premises, or such other places where duties under this Contract are being performed, to inspect, to monitor or to evaluate the work being performed in accordance with C.G.S. § 4e-29 to ensure compliance with this contract. The Contractor and all subcontractors must provide all reasonable facilities and assistance to State Library representatives. All inspections and evaluations shall be performed in such a manner as will not unduly delay work. Written evaluations pursuant to this paragraph shall be made available to the Contractor. (b) The Contractor must incorporate this section verbatim into any contract it enters into with any subcontractor providing services under this contract.
11. **Refund.** The Contractor shall refund any amounts found to be owing to the State as a result of an error or the discovery of any fraud, collusion, or illegal actions and shall make such refund within thirty (30) days from the notice in writing by the State. In the event that the Contractor fails to make such refund,

the State shall deduct such amount from any current or future sums owing to the Contractor on the part of the State from any source or for any purpose whatsoever.

12. Governing law. This contract and the rights and obligations of the parties hereunder shall be governed by, and construed in accordance with, the laws of the State of Connecticut.
13. Assignment. The Contractor shall not assign any of its rights or obligations or sublet under this contract, voluntarily or otherwise, in any manner without the prior written consent of the State Library. The State Library may void any purported assignment in violation of this paragraph and declare the Contractor in breach of contract. Any cancellation by the State Library for a breach is without prejudice to the State Library or the State's rights or possible claims.
14. Claims against the State. The sole and exclusive means for the presentation of any claim against the State arising from this contract shall be in accordance with Chapter 53 of the Connecticut General Statutes (Claims Against the State) and the Contractor further agrees not to initiate legal proceedings in any State or Federal Court in addition to, or in lieu of, said Chapter 53 proceedings.
15. Executive Orders. This Contract is subject to the provisions of Executive Order No. Three of Governor Thomas J. Meskill, promulgated June 16, 1971, concerning labor employment practices, Executive Order No. Seventeen of Governor Thomas J. Meskill, promulgated February 15, 1973, concerning the listing of employment openings and Executive Order No. Sixteen of Governor John G. Rowland promulgated August 4, 1999, concerning violence in the workplace, all of which are incorporated into and are made a part of the Contract as if they had been fully set forth in it. The Contract may also be subject to Executive Order No. 14 of Governor M. Jodi Rell, promulgated April 17, 2006, concerning procurement of cleaning products and services and to Executive Order No. 49 of Governor Dannel P. Malloy, promulgated May 22, 2015, mandating disclosure of certain gifts to public employees and contributions to certain candidates for office. If Executive Order 14 and/or Executive Order 49 are applicable, they are deemed to be incorporated into and are made a part of the Contract as if they had been fully set forth in it. At the Contractor's request, the Client Agency or Connecticut Department of Administrative Services shall provide a copy of these orders to the Contractor.
16. Termination. The State may terminate this contract upon thirty (30) days written notice to the Contractor if the Contractor fails to comply with this contract or time schedules to the satisfaction of the State. In the event of such a termination, the State shall not be responsible for any future payments to the Contractor, and the State may recover any payments already made to the Contractor by any available means, including the withholding of grants of funds otherwise due the Contractor from the State.
17. Sovereign Immunity. The parties acknowledge and agree that nothing in this contract shall be construed as a modification, compromise or waiver by the State of any rights or defenses of any immunities provided by Federal law or the laws of the State of Connecticut to the State or any of its officers and employees, which they may have had, now have or will have with respect to all matters arising out of this contract. To the extent that this section conflicts with any other section, this section shall govern.
18. Entire Agreement. This written contract shall constitute the entire agreement between the parties and no other terms and conditions in any document, acceptance or acknowledgment shall be effective or binding unless expressly agreed to in writing by the State Library. This contract may not be changed other than by a formal written contract amendment signed by the parties hereto and approved by the Connecticut Attorney General, if applicable. This contract shall be binding upon and shall inure to the benefit of the Contractor and its successors.

IN WITNESS WHEREOF, the parties have executed this Contract by their duly authorized representatives with full knowledge of and agreement with its terms and conditions.

Municipality:

Signature of Municipal CEO, duly authorized

Date

Name *(Print Clearly)*

Title *(Print Clearly)*

Municipality *(Use "City of __" or "Town of __" Format)*

Municipality Mailing Address *(Print Clearly)*

Connecticut State Library:

Signature

Date

Name *(Print Clearly)*

Title *(Print Clearly)*

For STATE LIBRARY Use Only:

Fund	Department	SID	Program	Account	Project	Budget Ref.
12060	CSL66094	35150	73001	55070	CSL Non. Proj.	2020

Rev. 06/2019

Please note that this is the original draft distributed to the Legislative Council; please see the above minutes for amendments.

Resolution Opposing Tolls in Connecticut

Legislative Council, Town of Newtown, CT

Whereas, the Governor and many members of the State Legislature have signaled support for the placement of tolls on Connecticut's major roadways, including one on I-84 in Newtown;

Whereas, Newtown's legislative delegation has expressed bipartisan opposition to the placement of tolls on Connecticut's major roadways;

Whereas, many of the residents of Newtown use these roadways each day for work, family obligations and pleasure, including many of the 85% of employed Newtown residents who work in other communities;

Whereas, the implementation of tolls may result in a significant amount of traffic on Newtown's roads as drivers attempt to avoid the cost burden, including:

1. A dramatic increase in the number of tractor-trailer trucks and heavy-duty commercial vehicles traveling our local roads and encroaching on our scenic New England community, negatively impacting the Town's character and atmosphere;
2. A dramatic rise in tractor-trailer trucks and heavy-duty commercial vehicles subjecting streets to increased damage, maintenance and repair costs resulting in increased tax burden on Newtown citizens;
3. The crowding of secondary roads, an increase in traffic accidents, and disruption of pedestrian and bicyclist enjoyment in and around the road affected;
4. The crowding of Sandy Hook Center, the area around Exit 11, Newtown High School, Glen Road and Church Hill Road, resulting in harmful impacts on efforts to improve those areas;
5. Traffic congestion from increased vehicles and accidents delaying response times for emergency personnel, causing significant safety concerns and compromising the standards of safety care;
6. Discouraging retail establishments and shopping, putting our valued local businesses at a competitive disadvantage, and increasing costs while degrading convenience for residents, neighbors, and visitors;
7. Significant downward pressure on local real estate values, as the increased traffic on local roads makes Newtown a less attractive town for homebuyers, developers, and business owners;

Now therefore be it resolved, the Legislative Council of the Town of Newtown is concerned about the unintended consequences of shifting commercial traffic onto local roads and its impact on the quality of life for our residents, and as such it is opposed to the imposition of tolls on its residents and urges its elected representatives in the State Legislature to continue to oppose any measure that would levy tolls on our constituents.

Be it further resolved, that the Newtown Legislative Council does hereby submit this resolution to the Governor of Connecticut and the Connecticut State Legislature.

TOWN OF NEWTOWN, CONNECTICUT

EXCERPT - with annotations



Comprehensive Annual Financial Report

**For The Year Ended
June 30, 2019**

BASIC FINANCIAL STATEMENTS

TOWN OF NEWTOWN, CONNECTICUT
STATEMENT OF ACTIVITIES
FOR THE YEAR ENDED JUNE 30, 2019

Functions/Programs	Expenses	Program Revenues			Net (Expense) Revenue and Changes in Net Position		
		Charges for Services	Operating Grants and Contributions	Capital Grants and Contributions	Governmental Activities	Business-type Activities	Total
Primary Government:							
Governmental activities:							
General government	\$ 6,907,954	\$ 1,709,232	\$ 317,816	\$ -	\$ (4,880,906)	\$ -	\$ (4,880,906)
Public safety	12,087,651	1,281,153	639,797	-	(10,166,701)	-	(10,166,701)
Health and welfare	3,282,664	9,960	306,921	-	(2,965,783)	-	(2,965,783)
Land use	703,298	64,649	-	-	(638,649)	-	(638,649)
Public works	13,441,190	962,901	2,795,461	2,621,830	(7,060,998)	-	(7,060,998)
Parks and recreation	4,477,125	1,105,370	1,093,529	-	(2,278,226)	-	(2,278,226)
Education	84,895,073	2,339,058	8,433,424	-	(74,122,591)	-	(74,122,591)
Education - State Teachers' Retirement	5,098,427	-	5,098,427	-	-	-	-
Interest expense	2,648,364	-	-	-	(2,648,364)	-	(2,648,364)
Total governmental activities	133,541,746	7,472,323	18,685,375	2,621,830	(104,762,218)	-	(104,762,218)
Business-type activities:							
Sewer	1,921,345	1,049,861	-	-	-	(871,484)	(871,484)
Water	393,681	415,083	-	-	-	21,402	21,402
Total business-type activities	2,315,026	1,464,944	-	-	-	(850,082)	(850,082)
Total primary government	\$ 135,856,772	\$ 8,937,267	\$ 18,685,375	\$ 2,621,830	(104,762,218)	(850,082)	(105,612,300)
General revenues:							
Property taxes, levied for general purposes					107,694,541	-	107,694,541
Grants and contributions not restricted to specific programs					1,574,097	-	1,574,097
Investment earnings					1,391,807	40,496	1,432,303
Total general revenues					110,660,445	40,496	110,700,941
Change in net position					5,898,227	(809,586)	5,088,641
Net position - beginning, as originally reported					247,217,899	32,089,059	279,306,958
Adjustments (see Note 1)					-	(425,300)	(425,300)
Net position - beginning, as adjusted					247,217,899	31,663,759	278,881,658
Net position - ending					\$ 253,116,126	\$ 30,854,173	\$ 283,970,299

Net position is increasing year over year

The accompanying notes are an integral part of these financial statements.

TOWN OF NEWTOWN, CONNECTICUT
BALANCE SHEET
GOVERNMENTAL FUNDS
AS OF JUNE 30, 2019

**FEMA grant
receivable**

	General Fund	Bonded Projects Fund	Other Governmental Funds	Total Governmental Funds
ASSETS				
Cash and cash equivalents	\$ 20,755,383	\$ -	\$ 1,802,456	\$ 22,557,839
Investments	9,879,733	-	2,704,472	12,584,205
Receivables:				
Property taxes and interest, net	3,103,909	-	-	3,103,909
Grants and contracts	1,708,294	-	828,720	2,537,014
Loans	-	-	242,542	242,542
Other	279,801	-	366,112	645,913
Due from other funds	1,903,784	4,675,788	4,184,468	10,764,040
Other	4,738	-	15,100	19,838
Total assets	<u>\$ 37,635,642</u>	<u>\$ 4,675,788</u>	<u>\$ 10,143,870</u>	<u>\$ 52,455,300</u>
LIABILITIES				
Accounts payable	\$ 1,891,823	\$ 2,764,500	\$ 662,199	\$ 5,318,522
Accrued payroll	4,089,645	-	157,137	4,246,782
Due to other funds	11,458,700	-	972,014	12,430,714
Unearned revenue	-	577,010	687,581	1,264,591
Other	434,215	-	-	434,215
Total liabilities	<u>17,874,383</u>	<u>3,341,510</u>	<u>2,478,931</u>	<u>23,694,824</u>
DEFERRED INFLOWS OF RESOURCES				
Unavailable revenues	<u>3,103,909</u>	<u>-</u>	<u>242,542</u>	<u>3,346,451</u>
FUND BALANCES				
Nonspendable	-	-	625,100	625,100
Restricted	-	3,429,557	4,219,637	7,649,194
Committed	264,924	-	2,617,205	2,882,129
Assigned	739,565	-	-	739,565
Unassigned	15,652,861	(2,095,279)	(39,545)	13,518,037
Total fund balances	<u>16,657,350</u>	<u>1,334,278</u>	<u>7,422,397</u>	<u>25,414,025</u>
Total liabilities, deferred inflows of resources and fund balances	<u>\$ 37,635,642</u>	<u>\$ 4,675,788</u>	<u>\$ 10,143,870</u>	<u>\$ 52,455,300</u>

**** Total FEMA grant receivable:**

General fund.....	\$1,708,294
Grant fund.....	\$ 381,143
TOTAL	\$2,089,437

TOWN OF NEWTOWN, CONNECTICUT
STATEMENTS OF REVENUES, EXPENDITURES AND CHANGES IN FUND BALANCES
GOVERNMENTAL FUNDS
FOR THE YEAR ENDED JUNE 30, 2019

	General Fund	Bonded Projects Fund	Other Governmental Funds	Total Governmental Funds
REVENUES				
Property taxes	\$ 107,411,022	\$ -	\$ -	\$ 107,411,022
Intergovernmental	20,168,273	1,248,606	5,613,722	27,030,601
Charges for services	2,195,585	-	5,075,185	7,270,770
Investment income	1,196,136	-	195,671	1,391,807
Contributions and other	373,913	-	1,346,404	1,720,317
Total revenues	131,344,929	1,248,606	12,230,982	144,824,517
EXPENDITURES				
Current:				
General government	4,658,167	-	1,189,903	5,848,070
Public safety	10,086,947	-	1,018,111	11,105,058
Health and welfare	3,139,504	-	86,494	3,225,998
Land use	662,685	-	-	662,685
Public works	9,527,048	-	881,143	10,408,191
Parks and recreation	2,288,508	-	1,025,843	3,314,351
Education	86,319,107	-	6,238,972	92,558,079
Debt service:				
Principal	6,896,695	-	8,000	6,904,695
Interest and fiscal charges	2,365,362	-	425,781	2,791,143
Capital outlays	1,788,693	21,737,464	2,123,226	25,649,383
Total expenditures	127,732,716	21,737,464	12,997,473	162,467,653
Excess (deficiency) of revenues over expenditures	3,612,213	(20,488,858)	(766,491)	(17,643,136)
OTHER FINANCING SOURCES (USES)				
Capital lease financing	624,662	-	-	624,662
Issuance of debt	6,750,000	10,400,000	-	17,150,000
Premium on issuance of debt	1,093,726	-	149,189	1,242,915
Payments to escrow agent	(7,732,615)	-	-	(7,732,615)
Transfers in	400,000	-	1,549,331	1,949,331
Transfers out	(1,483,216)	(66,115)	(400,000)	(1,949,331)
Total other financing sources (uses)	(347,443)	10,333,885	1,298,520	11,284,962
Net change in fund balances	3,264,770	(10,154,973)	532,029	(6,358,174)
Fund balances - beginning	13,392,580	11,489,251	6,890,368	31,772,199
Fund balances - ending	\$ 16,657,350	\$ 1,334,278	\$ 7,422,397	\$ 25,414,025

Change in GF fund balance =
\$3,264,770; without FEMA
grant = \$1,556,476

The accompanying notes are an integral part of these financial statements.

Working capital =
\$992,692 (ratio =
4.4)....ability to pay
current liabilities
with current assets

TOWN OF NEWTOWN, CONNECTICUT
STATEMENTS OF NET POSITION
PROPRIETARY FUNDS
AS OF JUNE 30, 2019

medical self
insurance fund

	Business-type Activities			Governmental Activities
	Sewer Fund	Water Fund	Total	Internal Service Fund
ASSETS				
Current assets:				
Cash and cash equivalents	\$ 675,051	\$ -	\$ 675,051	\$ 26,526
Investments	-	-	-	4,052,812
Receivables:				
Assessments and interest, net	312,024	-	312,024	-
User charges and interest, net	229,606	-	229,606	-
Other	-	-	-	22,131
Due from other funds	64,929	-	64,929	2,533,515
Total current assets	1,281,610	-	1,281,610	6,634,984
Noncurrent assets:				
Receivables:				
Assessments	3,031,273	-	3,031,273	-
Advance to other fund	658,617	-	658,617	-
Capital assets:				
Non-depreciable	22,575	195,019	217,594	-
Depreciable, net	27,054,284	2,517,611	29,571,895	-
Total noncurrent assets	30,766,749	2,712,630	33,479,379	-
Total assets	32,048,359	2,712,630	34,760,989	6,634,984
DEFERRED OUTFLOWS OF RESOURCES				
Deferred charge on refunding	3,279	-	3,279	-
LIABILITIES				
Current liabilities:				
Accounts payable	120,277	16,024	136,301	444,580
Accrued liabilities:				
Claims	-	-	-	1,027,016
Other	20,441	-	20,441	-
Due to other funds	-	931,770	931,770	-
Bonds and notes payable	148,200	-	148,200	-
Unearned revenue	-	-	-	247
Total current liabilities	288,918	947,794	1,236,712	1,471,843
Noncurrent liabilities:				
Advances from other fund	-	658,617	658,617	-
Bonds and notes payable	2,014,766	-	2,014,766	-
Total non-current liabilities	2,014,766	658,617	2,673,383	-
Total liabilities	2,303,684	1,606,411	3,910,095	1,471,843
NET POSITION				
Net investment in capital assets	24,913,893	2,712,630	27,626,523	-
Unrestricted	4,834,061	(1,606,411)	3,227,650	5,163,141
Total net position	\$ 29,747,954	\$ 1,106,219	\$ 30,854,173	\$ 5,163,141

The accompanying notes are an integral part of these financial statements.

TOWN OF NEWTOWN, CONNECTICUT
STATEMENTS OF REVENUES, EXPENSES AND CHANGES IN NET POSITION
PROPRIETARY FUNDS
FOR THE YEAR ENDED JUNE 30, 2019

	Business-type Activities			Governmental Activities
	Sewer Fund	Water Fund	Total	Internal Service Fund
OPERATING REVENUES				
Charges for services	\$ 1,049,861	\$ 415,083	\$ 1,464,944	\$ 13,345,178
Total operating revenues	<u>1,049,861</u>	<u>415,083</u>	<u>1,464,944</u>	<u>13,345,178</u>
OPERATING EXPENSES				
Premiums and claims	-	-	-	12,690,957
Contracted services	821,715	172,148	993,863	-
Utilities	123,090	30,163	153,253	-
Administrative and other	193,426	12,000	205,426	1,273,336
Depreciation and amortization	588,445	151,726	740,171	-
Other	132,201	-	132,201	-
Total operating expenses	<u>1,858,877</u>	<u>366,037</u>	<u>2,224,914</u>	<u>13,964,293</u>
Operating income (loss)	(809,016)	49,046	(759,970)	(619,115)
NON-OPERATING INCOME (EXPENSE)				
Interest income	40,496	-	40,496	201,463
Interest expense	(62,468)	(27,644)	(90,112)	-
Total non-operating expense, net	<u>(21,972)</u>	<u>(27,644)</u>	<u>(49,616)</u>	<u>201,463</u>
Change in net position	(830,988)	21,402	(809,586)	(417,652)
Net position - beginning, as originally reported	31,004,242	1,084,817	32,089,059	5,580,793
Adjustments (see Note 1)	(425,300)	-	(425,300)	-
Net position - beginning, as adjusted	<u>30,578,942</u>	<u>1,084,817</u>	<u>31,663,759</u>	<u>5,580,793</u>
Net position - ending	<u>\$ 29,747,954</u>	<u>\$ 1,106,219</u>	<u>\$ 30,854,173</u>	<u>\$ 5,163,141</u>

The accompanying notes are an integral part of these financial statements.

TOWN OF NEWTOWN, CONNECTICUT
STATEMENT OF FIDUCIARY NET POSITION
FIDUCIARY FUNDS
AS OF JUNE 30, 2019

		Private Purpose Trust Fund	
	Pension and Other Post- Employment Benefits Trust Funds	Sandy Hook Private Purpose Trust Fund	Agency Funds
ASSETS			
Cash and cash equivalents	\$ 107,627	\$ -	\$ 844,521
Investments:			
Certificates of deposit	-	-	192,731
Bond mutual funds	16,869,532	-	-
Equity mutual funds	31,258,343	-	-
Receivables	1,130	-	-
Total assets	<u>48,236,632</u>	<u>-</u>	<u>\$ 1,037,252</u>
LIABILITIES			
Accounts payable	-	-	\$ -
Due to others	-	-	1,037,252
Total liabilities	<u>-</u>	<u>-</u>	<u>\$ 1,037,252</u>
NET POSITION			
Restricted for:			
OPEB benefits	2,806,303	-	
Pension benefits	45,430,329	-	
Total net position	<u>\$ 48,236,632</u>	<u>\$ -</u>	

detail on page 109

The accompanying notes are an integral part of these financial statements .

TOWN OF NEWTOWN, CONNECTICUT
STATEMENT OF CHANGES
IN FIDUCIARY NET POSITION
FOR THE YEAR ENDED JUNE 30, 2019

	Pension and Other Post- Employment Benefits Trust Funds	Private Purpose Trust Fund Sandy Hook Private Purpose Trust Fund
ADDITIONS		
Contributions:		
Employer	\$ 2,953,829	\$ -
Plan members	569,404	-
Total contributions	<u>3,523,233</u>	<u>-</u>
Investment earnings:		
Interest and dividends	1,167,513	-
Net change in the fair value of investments	<u>1,337,515</u>	<u>-</u>
	2,505,028	-
Less investment fees	<u>(44,765)</u>	<u>-</u>
Total investment earnings	<u>2,460,263</u>	<u>-</u>
Total additions	<u>5,983,496</u>	<u>-</u>
DEDUCTIONS		
Benefit payments	2,802,036	-
Awards expense	-	28,657
Administrative expenses	68,430	-
Total deductions	<u>2,870,466</u>	<u>28,657</u>
Change in net position	3,113,030	(28,657)
Net position - beginning	<u>45,123,602</u>	<u>28,657</u>
Net position - ending	<u>\$ 48,236,632</u>	<u>\$ -</u>

The accompanying notes are an integral part of these financial statements .

TOWN OF NEWTOWN, CONNECTICUT
NOTES TO FINANCIAL STATEMENTS (Continued)
AS OF AND FOR THE YEAR ENDED JUNE 30, 2019

NOTE 7 - LONG-TERM DEBT (Continued)

General Obligation Bonds and Notes from Direct Borrowings

A summary of general obligation bonds and notes from direct borrowings outstanding at June 30, 2019 is as follows:

Purpose of Bonds	Fiscal Date of Issue	Original Issue	Interest Rates	Fiscal Maturity Date	Amount Outstanding
Governmental Activities:					
General obligation bonds:					
General Obligation Refunding Bonds	2010	\$ 13,320,000	2.0% - 5.0%	2020	\$ 545,000
General Obligation Refunding Bonds	2011	8,910,000	2.5% - 5.0%	2024	7,240,000
General Obligation Refunding Bonds	2012	15,300,000	1.0% - 4.0%	2027	5,790,300
General Obligation Bonds	2014	4,012,000	2.0% - 3.5%	2034	3,007,000
General Obligation Refunding Bonds	2015	17,620,000	2.375% - 5.0%	2031	14,530,000
General Obligation Bonds	2016	12,000,000	2.0% - 4.0%	2036	9,700,000
General Obligation Refunding Bonds	2016	2,295,000	3.0% - 4.0%	2022	1,370,000
General Obligation Bonds	2017	4,808,000	2.0% - 4.0%	2037	4,012,000
General Obligation Bonds	2018	13,000,000	2.0%-5.0%	2038	12,350,000
General Obligation Refunding Bonds	2019	6,750,000	3.0% - 5.0%	2032	6,750,000
General Obligation Bonds	2019	10,400,000	2.0%-5.0%	2039	10,400,000
					<u>75,694,300</u>
Notes from direct borrowings:					
Clean Water Fund Note	2003	516,000	2.10%	2023	120,033
Drinking Water Fund Note	2006	171,738	2.32%	2026	64,058
					<u>184,091</u>
					<u>\$ 75,878,391</u>
Business-type Activities:					
General obligation bonds:					
General Obligation Refunding Bonds	2012	\$ 75,000	1.0% - 4.0%	2020	\$ 9,700
General Obligation Bonds	2014	2,488,000	2.0% - 3.5%	2034	1,868,000
General Obligation Bonds	2017	282,000	2.0% - 4.0%	2037	253,000
					<u>\$ 2,130,700</u>

TOWN OF NEWTOWN, CONNECTICUT
NOTES TO FINANCIAL STATEMENTS *(Continued)*
AS OF AND FOR THE YEAR ENDED JUNE 30, 2019

NOTE 7 - LONG-TERM DEBT *(Continued)*

General Obligation Bonds and Notes from Direct Borrowings *(Continued)*

Annual debt service requirements to maturity on general obligation bonds and the notes from direct borrowings are as follows as of June 30, 2019:

Year ending June 30:	Governmental Activities				
	General Obligation Bonds		Notes from direct borrowings		Total
	Principal	Interest	Principal	Interest	
2020	\$ 6,806,800	\$ 2,657,619	\$ 38,307	\$ 3,626	\$ 9,506,352
2021	6,356,500	2,429,489	39,140	2,794	8,827,923
2022	6,542,000	2,164,119	39,991	1,942	8,748,052
2023	5,832,000	1,893,032	40,867	1,072	7,766,971
2024	6,322,000	1,630,768	10,135	491	7,963,394
2025-2029	23,377,000	5,325,847	15,651	289	28,718,787
2030-2034	13,625,000	2,273,493	-	-	15,898,493
2035-2039	6,833,000	556,147	-	-	7,389,147
	<u>\$ 75,694,300</u>	<u>\$ 18,930,514</u>	<u>\$ 184,091</u>	<u>\$ 10,214</u>	<u>\$ 94,819,119</u>

Year ending June 30:	Business-type Activities		
	General Obligation Bonds		
	Principal	Interest	Total
2020	\$ 148,200	\$ 60,263	\$ 208,463
2021	138,500	57,202	195,702
2022	138,000	54,122	192,122
2023	138,000	50,772	188,772
2024	138,000	47,267	185,267
2025-2029	693,000	180,396	873,396
2030-2034	695,000	76,822	771,822
2035-2039	42,000	2,905	44,905
	<u>\$ 2,130,700</u>	<u>\$ 529,749</u>	<u>\$ 2,660,449</u>

Legal Debt Limit

Connecticut General Statutes Section 7-374(b) provides that debt of the Town shall not exceed seven times base receipts, as defined in the Statute. Further, the Statute limits the amount of debt that may be authorized by the Town for general purposes, schools, sewers, urban renewal and pension deficit. The Town did not exceed any of the statutory debt limitations at June 30, 2019.

REQUIRED SUPPLEMENTARY INFORMATION

TOWN OF NEWTOWN, CONNECTICUT
STATEMENT OF REVENUES, EXPENDITURES AND
CHANGES IN FUND BALANCE - BUDGET AND ACTUAL -
BUDGETARY BASIS - GENERAL FUND (UNAUDITED)
FOR THE YEAR ENDED JUNE 30, 2019

	Budgeted Amounts			Variance With
	Original	Final	Actual	Final Budget
				Over (Under)
REVENUES				
Property taxes	\$ 107,559,739	\$ 107,559,739	\$ 107,411,022	\$ (148,717)
Intergovernmental	6,587,409	6,587,409	8,836,269	2,248,860
Charges for goods and services	2,089,050	2,089,050	2,195,585	106,535
Investment income	450,000	450,000	1,196,136	746,136
Other	235,000	235,000	172,358	(62,642)
Total revenues	116,921,198	116,921,198	119,811,370	2,890,172
EXPENDITURES				
Current:				
General government	4,779,599	4,796,623	4,676,980	(119,643)
Public safety	10,388,213	10,241,149	10,192,510	(48,639)
Health and welfare	2,905,748	2,882,492	2,859,235	(23,257)
Land use	683,294	682,812	662,685	(20,127)
Public works	10,378,691	10,618,250	10,545,798	(72,452)
Parks and recreation	2,452,159	2,421,750	2,410,223	(11,527)
Education	76,054,231	75,725,459	75,725,459	-
Contingency	120,000	6,264	-	(6,264)
Debt service:				
Principal	6,736,992	6,728,992	6,728,992	-
Interest and fiscal charges	2,253,376	2,253,376	2,253,376	-
Total expenditures	116,752,303	116,357,167	116,055,258	(301,909)
Excess of revenues over expenditures	168,895	564,031	3,756,112	3,192,081
OTHER FINANCING SOURCES (USES)				
Appropriation of fund balance	-	500,000	-	(500,000)
Cancellation of prior year encumbrances	-	-	23,078	23,078
Transfers in	200,000	200,000	400,000	200,000
Transfers out	(368,895)	(1,264,031)	(1,263,666)	365
Total other financing sources (uses)	(168,895)	(564,031)	(840,588)	(276,557)
Net change in fund balances	\$ -	\$ -	\$ 2,915,524	\$ 2,915,524

See accompanying notes to required supplementary information.

COMBINING AND INDIVIDUAL FUND STATEMENTS AND SCHEDULES

GENERAL FUND

The General Fund is the principal fund of the Town and is used to account for all activities of the Town, except those required to be accounted for in another fund. The General Fund accounts for the normal recurring activities of the Town (i.e., general government, public safety, public works, health, social services, recreation, education, etc.). These activities are funded principally by property taxes, user fees and grants from other governmental units.

TOWN OF NEWTOWN, CONNECTICUT
SCHEDULE OF REVENUES AND OTHER FINANCING SOURCES
BUDGET AND ACTUAL - BUDGETARY BASIS - GENERAL FUND
FOR THE YEAR ENDED JUNE 30, 2019

	Budgeted Amounts			Variance With Final Budget Over (Under)
	Original	Final	Actual	
Property Taxes:				
Collections - current year	\$ 105,499,739	\$ 105,499,739	\$ 105,338,703	\$ (161,036)
Collections - prior years	475,000	475,000	567,966	92,966
Interest and lien fees	425,000	425,000	370,732	(54,268)
Motor vehicle supplement list	1,100,000	1,100,000	1,086,323	(13,677)
Telecommunications property tax	60,000	60,000	47,298	(12,702)
Total property taxes	107,559,739	107,559,739	107,411,022	(148,717)
Intergovernmental:				
Veterans additional exemptions	20,163	20,163	19,033	(1,130)
In lieu of taxes	417,704	417,704	456,363	38,659
Totally disabled	1,753	1,753	1,643	(110)
Town aid for roads	470,865	470,865	470,587	(278)
Grants for municipal projects	235,371	235,371	235,371	-
Mashantucket Pequot fund grant	829,098	829,098	829,098	-
Connecticut school building grants	85,225	85,225	-	(85,225)
Equalized cost-sharing grant	3,956,332	3,956,332	4,557,326	600,994
Health services - St. Rose	22,170	22,170	22,777	607
Miscellaneous grants	50,000	50,000	26,639	(23,361)
LOCIP grant	240,865	240,865	241,178	313
State revenue sharing	257,863	257,863	267,960	10,097
FEMA grant reimbursement	-	-	1,708,294	1,708,294
Total intergovernmental revenue	6,587,409	6,587,409	8,836,269	2,248,860
Charges for Services:				
Town clerk - conveyance tax	500,000	500,000	488,906	(11,094)
Town clerk - other	225,000	225,000	196,648	(28,352)
Parks and recreation	225,000	225,000	225,000	-
Tuition	30,800	30,800	38,096	7,296
School generated fees	24,000	24,000	20,000	(4,000)
Building	450,000	450,000	556,847	106,847
Permit fees	1,250	1,250	5,375	4,125
Transfer Station permits	450,000	450,000	465,104	15,104
WPCA	125,000	125,000	125,000	-
Senior center membership fees	8,000	8,000	9,960	1,960
Land use	50,000	50,000	64,649	14,649
Total charges for services	2,089,050	2,089,050	2,195,585	106,535
Investment Income	450,000	450,000	1,196,136	746,136
Other Revenues:				
Miscellaneous - Police	30,000	30,000	32,139	2,139
Miscellaneous - Board of Education	5,000	5,000	6,571	1,571
Miscellaneous - Selectmen	200,000	200,000	133,648	(66,352)
Total other revenues	235,000	235,000	172,358	(62,642)
Total revenues	116,921,198	116,921,198	119,811,370	2,890,172

Continued

TOWN OF NEWTOWN, CONNECTICUT
SCHEDULE OF REVENUES AND OTHER FINANCING SOURCES
BUDGET AND ACTUAL - BUDGETARY BASIS - GENERAL FUND (Concluded)
FOR THE YEAR ENDED JUNE 30, 2019

	Budgeted Amounts			Variance With Final Budget Over (Under)
	Original	Final	Actual	
Other Financing Sources:				
Appropriation of fund balance	\$ -	\$ 500,000	\$ -	\$ (500,000)
Cancellation of prior year encumbrances	-	-	23,078	23,078
Transfers in	200,000	200,000	400,000	200,000
Total other financing sources	200,000	700,000	423,078	(276,922)
Total revenues and other financing sources	<u>\$ 117,121,198</u>	<u>\$ 117,621,198</u>	<u>\$ 120,234,448</u>	<u>\$ 2,613,250</u> <i>Concluded</i>

TOWN OF NEWTOWN, CONNECTICUT
SCHEDULE OF EXPENDITURES AND OTHER FINANCING USES
BUDGET AND ACTUAL - BUDGETARY BASIS - GENERAL FUND
FOR THE YEAR ENDED JUNE 30, 2019

	Budgeted Amounts			Variance With Final Budget Over (Under)
	Original	Final	Actual	
General Government:				
Selectmen	\$ 433,684	\$ 448,689	\$ 441,922	\$ (6,767)
Selectmen - other	168,500	168,500	165,017	(3,483)
Human Resources	117,330	117,220	114,839	(2,381)
Tax Collector	373,989	351,645	347,864	(3,781)
Purchasing	50,000	32,500	29,564	(2,936)
Probate Court	7,543	7,543	5,652	(1,891)
Town Clerk	315,753	310,470	302,303	(8,167)
Registrars	160,034	157,034	146,873	(10,161)
Assessor	315,690	311,333	304,468	(6,865)
Finance	528,081	527,807	525,807	(2,000)
Technology	727,262	786,999	738,573	(48,426)
Unemployment	10,000	10,000	8,703	(1,297)
OPEB contribution	179,116	179,116	179,116	-
Professional organizations	40,658	40,658	40,658	-
Insurance	1,110,500	1,110,500	1,102,818	(7,682)
Legislative Council	45,000	45,000	44,000	(1,000)
Districts	10,000	10,000	2,524	(7,476)
Economic Development Commission	117,742	112,892	109,191	(3,701)
Grants administration	23,717	23,717	22,798	(919)
Sustainable Energy Commission	1,000	1,000.00	291.00	(709)
Fairfield Hills	44,000	44,000	43,999	(1)
Total General Government	4,779,599	4,796,623	4,676,980	(119,643)
Public Safety:				
Building inspector	446,069	435,575	431,085	(4,490)
Communications	1,116,098	1,073,098	1,066,451	(6,647)
Police Department	6,897,668	6,835,668	6,819,767	(15,901)
Fire Department	1,358,752	1,343,678	1,337,834	(5,844)
Emergency Management / N.U.S.	70,834	64,440	54,083	(10,357)
Animal Control	172,732	162,630	157,480	(5,150)
Lake authorities	44,670	44,670	44,670	-
N.W. safety communications	11,140	11,140	11,140	-
Emergency Medical Services	270,000	270,000	270,000	-
Northwest CT Emergency Medical Services	250	250	-	(250)
Total Public Safety	10,388,213	10,241,149	10,192,510	(48,639)
Health and Welfare:				
Social services	308,685	283,588	273,123	(10,465)
Senior services	350,566	350,477	339,274	(11,203)
Outside agencies	189,651	189,781	189,490	(291)
Youth & Family services	301,473	301,473	301,209	(264)
Newtown Cultural Arts Commission	2,500	2,500	2,500	-
Newtown Parade Committee	1,400	1,400	1,090	(310)
N.W. Conservation District	1,100	1,100	1,040	(60)
Booth Library	1,352,249	1,352,249	1,351,873	(376)
Newtown Health District	398,124	399,924	399,636	(288)
Total Health and Welfare	2,905,748	2,882,492	2,859,235	(23,257)

Continued

TOWN OF NEWTOWN, CONNECTICUT
SCHEDULE OF EXPENDITURES AND OTHER FINANCING USES
BUDGET AND ACTUAL - BUDGETARY BASIS - GENERAL FUND (Concluded)
FOR THE YEAR ENDED JUNE 30, 2019

	Budgeted Amounts			Variance With Final Budget Over (Under)
	Original	Final	Actual	
Land Use	\$ 683,294	\$ 682,812	\$ 662,685	\$ (20,127)
Public Works:				
Highway	7,381,585	7,567,384	7,519,333	(48,051)
Winter maintenance	819,535	734,935	724,999	(9,936)
Transfer station	1,455,466	1,500,466	1,497,425	(3,041)
Public building maintenance	722,105	815,465	804,041	(11,424)
Total Public Works	10,378,691	10,618,250	10,545,798	(72,452)
Parks and Recreation	2,452,159	2,421,750	2,410,223	(11,527)
Education	76,054,231	75,725,459	75,725,459	-
Contingency	120,000	6,264	-	(6,264)
Debt Service:				
Principal	6,736,992	6,728,992	6,728,992	-
Interest and fiscal charges	2,253,376	2,253,376	2,253,376	-
	8,990,368	8,982,368	8,982,368	-
Other Financing Uses:				
Transfers out:				
Edmond Town Hall Fund	151,895	151,895	151,530	(365)
Capital and Nonrecurring Fund - Town	217,000	783,364	783,364	-
Capital and Nonrecurring Fund - Non-lapsing	-	328,772	328,772	-
Total Other Financing Uses	368,895	1,264,031	1,263,666	(365)
Total Expenditures and Other Financing Uses	\$ 117,121,198	\$ 117,621,198	\$ 117,318,924	\$ (302,274)
				<i>Concluded</i>

TOWN OF NEWTOWN, CONNECTICUT
SCHEDULE OF PROPERTY TAXES LEVIED, COLLECTED AND OUTSTANDING
FOR THE YEAR ENDED JUNE 30, 2019

tax collection rate = 99.3%

Grand List Year	Balance Uncollected June 30, 2018	Current Levy	Lawful Corrections		Transfers To Suspense	Balance To Be Collected	Collections			Balance Uncollected June 30, 2019
			Additions	Deductions			Taxes	Interest Liens and Fees	Total	
2017	\$ -	\$ 107,573,636	\$ 364,347	\$ 649,355	\$ 135,868	\$ 107,152,760	\$ 106,425,026	\$ 276,744	\$ 106,701,770	\$ 727,734
2016	674,363	-	11,849	26,190	65,822	594,200	367,186	71,931	439,117	227,014
2015	200,334	-	2,295	3,675	8,650	190,304	26,090	10,561	36,651	164,214
2014	152,772	-	-	414	3,990	148,368	6,800	6,705	13,505	141,568
2013	133,198	-	-	417	3,712	129,069	2,783	1,321	4,104	126,286
2012	99,934	-	-	417	1,838	97,679	1,482	457	1,939	96,197
2011	134,231	-	-	384	1,943	131,904	-	935	935	131,904
2010	123,501	-	-	22	1,930	121,549	1,180	1,477	2,657	120,369
2009	114,451	-	-	-	1,900	112,551	-	-	-	112,551
2008	104,440	-	-	-	1,855	102,585	-	-	-	102,585
2007	98,274	-	-	-	2,006	96,268	-	600	600	96,268
2006	15,163	-	-	-	203	14,960	-	-	-	14,960
2005	12,633	-	-	-	-	12,633	-	-	-	12,633
2004	9,302	-	-	-	-	9,302	-	-	-	9,302
2003 and prior	17,146	-	-	8,373	-	8,773	-	-	-	8,773
	<u>\$ 1,889,742</u>	<u>\$ 107,573,636</u>	<u>\$ 378,491</u>	<u>\$ 689,247</u>	<u>\$ 229,717</u>	<u>\$ 108,922,905</u>	<u>\$ 106,830,547</u>	<u>\$ 370,731</u>	<u>\$ 107,201,278</u>	<u>\$ 2,092,358</u>

NONMAJOR GOVERNMENTAL FUNDS

SPECIAL REVENUE FUNDS

Special revenue funds are used to account for the proceeds of specific revenue sources that are designated or legally restricted to expenditures for specific purposes. The nature and purpose of each special revenue fund is as follows:

Dog License Fund – A fund created pursuant to Connecticut State Statutes to account for the sale of dog tags and the expenditures of the dog warden and dog pound.

Blight Fund – A fund created pursuant to Town Ordinance to account for properties in disrepair. The Blight fund is a function of the Land Use department.

Police Private Duty – To account for police private duty services. Private duty is a function of the police department where officers provide security, traffic control and oversight (after their normal hours). A private job is billed to the customer who requires a police presence and the officer serving is paid in addition to standard salary.

Town Gift Fund – To account for funds received for specific gift purposes by the Board of Education, Commission on Aging, Economic Development Commission, N.U.S.A.R. Civil Preparedness and the Park Commission.

School Lunch Program Fund – To account for the operation of the public school lunch program. Funding is provided from the sale of food, Federal and State grant and USDA donated commodities.

Education Grants Fund – To account for funds received from the state and Federal governments, private grants and other contributions for education grants.

Law Enforcement Fund – To account for funds received from the State and Federal governments for prison emergency notification, drug control and awareness program and from the police assets forfeiture process.

Septage Management Ordinance Fund – A fund created by ordinance to account for funds received for the purpose of self-insuring the Town against any liability caused by the discharge of prohibited material collected in Newtown and delivered to the Danbury sewage system by pumpers licensed to Newtown.

Fairfield Hills Authority Fund – To account for lease proceeds and common charges collected on the Fairfield Hills Campus. Funds are used for the maintenance of the common areas and other expenditures if the Fairfield Hills Authority.

School Custodial Fund – To account for fees received for the use of school facilities by outside organizations. The proceeds are used to pay for custodial service, security, audio visual services, utilities and certain incremental building maintenance.

Adult Education Fund – To account for tuition fees received from individuals attending night classes at the high school. Tuition fees offset the cost of teaching and instructional materials.

Edmond Town Hall Fund – To account for the operations of the Edmond Town Hall. Financing is provided by individuals attending the movie theater and fees received for the use of the facilities by outside organizations.

NONMAJOR GOVERNMENTAL FUNDS *(Continued)*

SPECIAL REVENUE FUNDS *(Continued)*

Newtown Community Center Fund – To account for the operations of the new community center.

Town Recreation Fund – To account for various programs offered by the Park and Recreation Commission and the Commission on Aging and the operations of the Teen Center for which financing is provided by individuals in attendance.

Miscellaneous Grants Fund – To account for various reimbursement grants.

Small Cities Program Fund – To record the activity under the Small Cities Community Block Grant Program.

Cemetery Fund – To account for donations which are used for the perpetual care of Taunton, Sandy Hook and Botsford cemeteries.

Eichler's Cove Marina Fund – To account for the operations of Eichler's Cove Marina on Lake Zoar.

Historic Documents Fund – To account for a dollar fee received for each document recorded in the land records to be retained by the Town clerk for the preservation and management of historic documents in accordance with State Statute Section 7-34a(d); and an additional dollar fee to be retained by the Town clerk in accordance with State Statute Section 7-34a(e).

Cultural Arts Fund – To account for cultural arts program fees collected. These fees pay for the cultural arts program of the Cultural Arts Commission.

Sandy Hook Special Revenue Fund – To account for contributions received as a result of the Sandy Hook tragedy to be used for designed public purposes.

DEBT SERVICE FUND

This fund is used to account for the accumulation of resources for, and the payment of long-term debt principal, interest and related costs or other long-term liabilities.

CAPITAL PROJECTS FUND

Capital and Nonrecurring Fund – To account for funds set aside for future capital purchases and improvements.

NONMAJOR GOVERNMENTAL FUNDS *(Continued)*

PERMANENT FUNDS

Permanent funds are used to report resources that are legally restricted to the extent that only earnings, not principal, may be used for purposes that support the reporting government's programs.

Hawley School Trust Fund – To account for the investment of funds left in trusts by Mary E. Hawley for the care and maintenance of Hawley School.

Edmond Town Hall Endowment Fund – To account of the investment of funds left in trust by Mary E. Hawley for the care and maintenance of the Edmond Town Hall.

Newtown Flagpole Fund – To account for the investment of funds left in trust by Alida Pennie Knotts for the care and maintenance of the Newtown flagpole.

The V.G. Hair and Frances E. Hair Fund – To account for investment of funds left in trust by Frances E. Hair for the care and education relating to animals.

TOWN OF NEWTOWN, CONNECTICUT
COMBINING STATEMENT OF REVENUES, EXPENDITURES AND CHANGES IN FUND BALANCES
NONMAJOR SPECIAL REVENUE FUNDS
FOR THE YEAR ENDED JUNE 30, 2019

	Dog License Fund	Blight Fund	Police Private Duty Fund	Town Gifts Fund	School Lunch Program Fund	Education Grants Fund
REVENUES						
Intergovernmental	\$ -	\$ -	\$ -	\$ -	\$ 245,757	\$ 3,558,187
Charges for services	18,416	-	1,262,737	-	1,566,762	533,415
Investment income	-	-	-	-	-	-
Other	7,614	-	-	82,803	-	68,177
Total revenues	26,030	-	1,262,737	82,803	1,812,519	4,159,779
EXPENDITURES						
Current:						
General government	-	-	-	23,998	-	-
Public safety	29,904	-	842,238	5,276	-	-
Health and welfare	-	1,650	-	2,535	-	-
Public works	-	-	-	-	-	-
Parks and recreation	-	-	-	38,343	-	-
Education	-	-	-	-	1,837,906	4,191,774
Capital outlays	-	-	-	-	-	-
Total expenditures	29,904	1,650	842,238	70,152	1,837,906	4,191,774
Excess (deficiency) of revenues over expenditures	(3,874)	(1,650)	420,499	12,651	(25,387)	(31,995)
OTHER FINANCING SOURCES (USES)						
Transfers in	-	-	-	-	-	-
Transfers out	-	-	(400,000)	-	-	-
Total other financing sources (uses)	-	-	(400,000)	-	-	-
Net change in fund balances	(3,874)	(1,650)	20,499	12,651	(25,387)	(31,995)
Fund balances - beginning	16,365	36,868	43,537	258,249	213,392	291,281
Fund balances - ending	\$ 12,491	\$ 35,218	\$ 64,036	\$ 270,900	\$ 188,005	\$ 259,286

Continued

TOWN OF NEWTOWN, CONNECTICUT
COMBINING STATEMENT OF REVENUES, EXPENDITURES AND CHANGES IN FUND BALANCES
NONMAJOR SPECIAL REVENUE FUNDS (Continued)
FOR THE YEAR ENDED JUNE 30, 2019

	Law Enforcement Fund	Septage Management Ordinance Fund	Fairfield Hills Authority Fund	School Custodial Fund	Adult Education Fund
REVENUES					
Intergovernmental	\$ 132,001	\$ -	\$ -	\$ -	\$ -
Charges for services	-	4,750	38,428	6,640	174,145
Investment income	-	1,446	-	-	-
Other	2,000	-	400	-	-
Total revenues	<u>134,001</u>	<u>6,196</u>	<u>38,828</u>	<u>6,640</u>	<u>174,145</u>
EXPENDITURES					
Current:					
General government	-	-	58,994	-	-
Public safety	26,923	-	-	-	-
Health and welfare	-	659	-	-	-
Public works	-	-	-	-	-
Parks and recreation	-	-	-	-	-
Education	-	-	-	9,277	168,419
Capital outlays	-	-	-	-	-
Total expenditures	<u>26,923</u>	<u>659</u>	<u>58,994</u>	<u>9,277</u>	<u>168,419</u>
Excess (deficiency) of revenues over expenditures	107,078	5,537	(20,166)	(2,637)	5,726
OTHER FINANCING SOURCES (USES)					
Transfers in	-	-	-	-	-
Transfers out	-	-	-	-	-
Total other financing sources (uses)	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>
Net change in fund balances	107,078	5,537	(20,166)	(2,637)	5,726
Fund balances - beginning	<u>112,229</u>	<u>116,939</u>	<u>92,122</u>	<u>85,571</u>	<u>58,697</u>
Fund balances - ending	<u>\$ 219,307</u>	<u>\$ 122,476</u>	<u>\$ 71,956</u>	<u>\$ 82,934</u>	<u>\$ 64,423</u>

Continued

TOWN OF NEWTOWN, CONNECTICUT
COMBINING STATEMENT OF REVENUES, EXPENDITURES AND CHANGES IN FUND BALANCES
NONMAJOR SPECIAL REVENUE FUNDS *(Continued)*
FOR THE YEAR ENDED JUNE 30, 2019

	Edmond Town Hall Fund	Newtown Community Center Fund	Town Recreation Fund	Miscellaneous Grants Fund	Small Cities Program Fund
REVENUES					
Intergovernmental	\$ -	\$ -	\$ -	\$ 1,667,527	\$ -
Charges for services	445,434	22,881	655,359	-	2,890
Investment income	46,995	11,150	-	-	-
Other	2,196	1,055,220	-	-	-
Total revenues	<u>494,625</u>	<u>1,089,251</u>	<u>655,359</u>	<u>1,667,527</u>	<u>2,890</u>
EXPENDITURES					
Current:					
General government	635,355	-	-	370,952	8,864
Public safety	-	-	-	65,247	-
Health and welfare	-	-	22,517	-	-
Public works	-	-	-	381,143	-
Parks and recreation	-	168,744	687,885	-	-
Education	-	-	-	-	-
Capital outlays	-	-	-	850,194	-
Total expenditures	<u>635,355</u>	<u>168,744</u>	<u>710,402</u>	<u>1,667,536</u>	<u>8,864</u>
Excess (deficiency) of revenues over expenditures	(140,730)	920,507	(55,043)	(9)	(5,974)
OTHER FINANCING SOURCES (USES)					
Transfers in	151,530	-	-	-	-
Transfers out	-	-	-	-	-
Total other financing sources (uses)	<u>151,530</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>
Net change in fund balances	10,800	920,507	(55,043)	(9)	(5,974)
Fund balances - beginning	<u>151,002</u>	<u>(6,986)</u>	<u>15,498</u>	<u>9</u>	<u>22,273</u>
Fund balances - ending	<u>\$ 161,802</u>	<u>\$ 913,521</u>	<u>\$ (39,545)</u>	<u>\$ -</u>	<u>\$ 16,299</u>

Continued

TOWN OF NEWTOWN, CONNECTICUT
COMBINING STATEMENT OF REVENUES, EXPENDITURES AND CHANGES IN FUND BALANCES
NONMAJOR SPECIAL REVENUE FUNDS *(Concluded)*
FOR THE YEAR ENDED JUNE 30, 2019

	Cemetery Fund	Eichler's Cove Marina Fund	Historic Documents Fund	Cultural Arts Fund	Sandy Hook Special Revenue Fund	Total Nonmajor Special Revenue Funds
REVENUES						
Intergovernmental	\$ -	\$ -	\$ 6,500	\$ 3,750	\$ -	\$ 5,613,722
Charges for services	-	154,384	13,132	9,320	-	4,908,693
Investment income	-	-	-	6,566	-	66,157
Other	-	568	-	37,341	500	1,256,819
Total revenues	-	154,952	19,632	56,977	500	11,845,391
EXPENDITURES						
Current:						
General government	333	-	12,531	-	15,084	1,126,111
Public safety	-	-	-	-	-	969,588
Health and welfare	-	-	-	59,133	-	86,494
Public works	-	-	-	-	-	381,143
Parks and recreation	-	130,871	-	-	-	1,025,843
Education	-	-	-	-	-	6,207,376
Capital outlays	-	209,074	-	-	-	1,059,268
Total expenditures	333	339,945	12,531	59,133	15,084	10,855,823
Excess (deficiency) of revenues over expenditures	(333)	(184,993)	7,101	(2,156)	(14,584)	989,568
OTHER FINANCING SOURCES (USES)						
Transfers in	-	-	-	-	-	151,530
Transfers out	-	-	-	-	-	(400,000)
Total other financing sources (uses)	-	-	-	-	-	(248,470)
Net change in fund balances	(333)	(184,993)	7,101	(2,156)	(14,584)	741,098
Fund balances - beginning	333	477,358	30,977	187,457	126,243	2,329,414
Fund balances - ending	\$ -	\$ 292,365	\$ 38,078	\$ 185,301	\$ 111,659	\$ 3,070,512
						<i>Concluded</i>

TOWN OF NEWTOWN, CONNECTICUT
COMBINING BALANCE SHEET
NONMAJOR PERMANENT FUNDS
AS OF JUNE 30, 2019

	Hawley School Trust Fund	Edmond Town Hall Endowment Fund	Newtown Flagpole Fund	The V.G. Hair and Frances E. Hair Fund	Total Nonmajor Permanent Funds
ASSETS					
Cash and cash equivalents	\$ 2,970	\$ 8,527	\$ -	\$ 15,793	\$ 27,290
Investments	392,497	1,064,424	12,409	1,039,660	2,508,990
Due from other funds	22,693	-	3,637	79,771	106,101
Total assets	<u>\$ 418,160</u>	<u>\$ 1,072,951</u>	<u>\$ 16,046</u>	<u>\$ 1,135,224</u>	<u>\$ 2,642,381</u>
LIABILITIES					
Accounts payable	\$ -	\$ -	\$ -	\$ -	\$ -
Due to other funds	-	-	-	-	-
Total liabilities	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>
FUND BALANCES					
Nonspendable	350,000	250,000	10,000	-	610,000
Restricted	68,160	822,951	6,046	1,135,224	2,032,381
Total fund balances	<u>418,160</u>	<u>1,072,951</u>	<u>16,046</u>	<u>1,135,224</u>	<u>2,642,381</u>
Total liabilities and fund balances	<u>\$ 418,160</u>	<u>\$ 1,072,951</u>	<u>\$ 16,046</u>	<u>\$ 1,135,224</u>	<u>\$ 2,642,381</u>

TOWN OF NEWTOWN, CONNECTICUT
COMBINING STATEMENT OF REVENUES, EXPENDITURES AND CHANGES IN FUND BALANCES
NONMAJOR PERMANENT FUNDS
FOR THE YEAR ENDED JUNE 30, 2019

	Hawley School Trust Fund	Edmond Town Hall Endowment Fund	Newtown Flagpole Fund	The V.G. Hair and Frances E. Hair Fund	Total Nonmajor Permanent Funds
REVENUES					
Investment income	\$ 23,929	\$ 57,665	\$ 82	\$ 43,346	\$ 125,022
Contributions	-	-	26	-	26
Total revenues	<u>23,929</u>	<u>57,665</u>	<u>108</u>	<u>43,346</u>	<u>125,048</u>
EXPENDITURES					
Current:					
General government	-	63,492	300	-	63,792
Public safety	-	-	-	48,523	48,523
Education	<u>31,596</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>31,596</u>
Total expenditures	<u>31,596</u>	<u>63,492</u>	<u>300</u>	<u>48,523</u>	<u>143,911</u>
Net change in fund balances	(7,667)	(5,827)	(192)	(5,177)	(18,863)
Fund balances - beginning	<u>425,827</u>	<u>1,078,778</u>	<u>16,238</u>	<u>1,140,401</u>	<u>2,661,244</u>
Fund balances - ending	<u>\$ 418,160</u>	<u>\$ 1,072,951</u>	<u>\$ 16,046</u>	<u>\$ 1,135,224</u>	<u>\$ 2,642,381</u>

FIDUCIARY FUNDS

Fiduciary funds are used to account for assets held by the Town in a trustee capacity for individuals, private organizations or other governments.

PENSION TRUST FUNDS

A fiduciary fund type used to report resources that are required to be held in trust for the member and beneficiaries of defined benefit pension plans.

The Town has three pension plans covering substantially all of its employees, except teachers who are covered by the State Teachers' Retirement Fund. The General Town and Board of Education Plan is a contributory defined benefit plan. The Police Plan is a contributory defined benefits plan. The Elected Officials Plan is a contributory defined contribution plan.

OPEB TRUST FUNDS

To account for the Town's other post-employment benefit plan, which provides medical and life insurance to retirees.

PRIVATE-PURPOSE TRUST FUNDS

Sandy Hook Private-Purpose Trust Fund is a fund to account for donations for the families/victims as a result of the tragedy on December 14, 2012. In addition, it is also to account for donations for scholarships.

AGENCY FUNDS

Agency funds are used to report resources held by the reporting government in a purely custodial capacity (assets equal liabilities).

Board of Education Flex Plan Fund – To account for employee medical savings account.

Student Activities Fund – To account for expenditures for educational extracurricular activities at the various schools. Financing is provided by individual fundraising projects.

Police Benevolent Fund – To account for funds held to benefit the Police Benevolent Association.

Performance Bonds Fund – A fund to account for developers' bonds which are held to assure performance on road construction. Once the roads are constructed, the bonds are released to the developers.

TOWN OF NEWTOWN, CONNECTICUT
COMBINING STATEMENT OF FIDUCIARY NET POSITION
PENSION AND OTHER POST-EMPLOYMENT BENEFITS TRUST FUNDS
AS OF JUNE 30, 2019

	Town Pension Trust Fund	OPEB Trust Fund	Total Pension Trust Funds
ASSETS			
Cash and cash equivalents	\$ 92,795	\$ 14,832	\$ 107,627
Investments:			
Bond mutual funds	15,866,205	1,003,327	16,869,532
Equity mutual funds	29,470,199	1,788,144	31,258,343
Contributions receivable	1,130	-	1,130
Total assets	<u>\$ 45,430,329</u>	<u>\$ 2,806,303</u>	<u>\$ 48,236,632</u>
NET POSITION			
Held in trust for pension benefits	<u>\$ 45,430,329</u>	<u>\$ 2,806,303</u>	<u>\$ 48,236,632</u>

TOWN OF NEWTOWN, CONNECTICUT
COMBINING STATEMENT OF CHANGES IN FIDUCIARY NET POSITION
PENSION AND OTHER POST-EMPLOYMENT BENEFITS TRUST FUNDS
FOR THE YEAR ENDED JUNE 30, 2019

	Town Pension Trust Fund	OPEB Trust Fund	Total Pension Trust Funds
ADDITIONS			
Contributions:			
Employer	\$ 2,254,873	\$ 698,956	\$ 2,953,829
Plan members	447,671	121,733	569,404
Total contributions	<u>2,702,544</u>	<u>820,689</u>	<u>3,523,233</u>
Investment earnings:			
Interest and dividends	1,100,888	66,625	1,167,513
Net change in the fair value of investments	<u>1,260,798</u>	<u>76,717</u>	<u>1,337,515</u>
Total investment earnings	2,361,686	143,342	2,505,028
Less: investment fee expense	<u>(44,765)</u>	<u>-</u>	<u>(44,765)</u>
Total investment earnings, net	<u>2,316,921</u>	<u>143,342</u>	<u>2,460,263</u>
Total additions	5,019,465	964,031	5,983,496
DEDUCTIONS			
Benefit payments	2,325,891	476,145	2,802,036
Administrative expenses	<u>65,784</u>	<u>2,646</u>	<u>68,430</u>
Total deductions	<u>2,391,675</u>	<u>478,791</u>	<u>2,870,466</u>
Change in net position	2,627,790	485,240	3,113,030
Net position - beginning	<u>42,802,539</u>	<u>2,321,063</u>	<u>45,123,602</u>
Net position - ending	<u><u>\$ 45,430,329</u></u>	<u><u>\$ 2,806,303</u></u>	<u><u>\$ 48,236,632</u></u>

net position
increased 6.1%

OPEB = retiree
health benefits.
Only police and
teachers.

TOWN OF NEWTOWN, CONNECTICUT
COMBINING STATEMENT OF FIDUCIARY NET POSITION
AGENCY FUNDS
AS OF JUNE 30, 2019

	Flexible Spending Fund	Student Activities Fund	Police Benevolent Fund	Performance Bonds Fund	Total
ASSETS					
Cash and cash equivalents	\$ 23,732	\$ 544,691	\$ 1,367	\$ 274,731	\$ 844,521
Investments	-	192,731	-	-	192,731
Total assets	<u>\$ 23,732</u>	<u>\$ 737,422</u>	<u>\$ 1,367</u>	<u>\$ 274,731</u>	<u>\$ 1,037,252</u>
LIABILITIES					
Due to others	<u>\$ 23,732</u>	<u>\$ 737,422</u>	<u>\$ 1,367</u>	<u>\$ 274,731</u>	<u>\$ 1,037,252</u>

TOWN OF NEWTOWN, CONNECTICUT
COMBINING STATEMENT OF CHANGES IN FIDUCIARY ASSETS AND LIABILITIES
AGENCY FUNDS
FOR THE YEAR ENDED JUNE 30, 2019

	Balance, July 1, 2018	Additions	Deletions	Balance, June 30, 2019
ASSETS				
Cash and cash equivalents:				
Flexible Spending Fund	\$ 11,502	\$ 118,729	\$ 106,499	\$ 23,732
Student Activities Fund	498,601	1,470,105	1,424,015	544,691
Police Benevolent Fund	309	1,058	-	1,367
Performance Bonds Fund	452,365	366	178,000	274,731
Total cash and cash equivalents	962,777	1,590,258	1,708,514	844,521
Investments:				
Student Activities Fund	192,731	-	-	192,731
Total assets	\$ 1,155,508	\$ 1,590,258	\$ 1,708,514	\$ 1,037,252
LIABILITIES				
Due to others:				
Flexible Spending Fund	\$ 11,502	\$ 118,729	\$ 106,499	\$ 23,732
Student Activities Fund	691,332	1,470,105	1,424,015	737,422
Police Benevolent Fund	309	1,058	-	1,367
Performance Bonds Fund	452,365	366	178,000	274,731
Total liabilities	\$ 1,155,508	\$ 1,590,258	\$ 1,708,514	\$ 1,037,252

TOWN OF NEWTOWN, CONNECTICUT
SCHEDULE OF FEDERAL FINDINGS AND QUESTIONED COSTS
FOR THE YEAR ENDED JUNE 30, 2019

SECTION I - SUMMARY OF AUDITOR'S RESULTS

FINANCIAL STATEMENTS

Type of auditor's report issued: Unmodified

Internal control over financial reporting:

☐ Material weakness(es) identified? _____ Yes ✓ No
None reported

☐ Significant deficiency(ies) identified? ✓ Yes _____ No reported

Noncompliance material to financial statements noted? _____ Yes ✓ No

FEDERAL AWARDS

Internal control over major programs:

☐ Material weakness(es) identified? _____ Yes ✓ No
None reported

☐ Significant deficiency(ies) identified? _____ Yes ✓ No reported

Type of auditor's report issued on compliance for major programs: Unmodified

Any audit findings disclosed that are required to be reported in accordance 2 CFR Section 200.516(a)? _____ Yes ✓ No

Identification of major programs:

<u>CFDA Number</u>	<u>Name of Federal Program</u>
84.027, 84.173	Special Education Cluster (IDEA)

Dollar threshold used to distinguish between Type A and Type B programs: \$750,000

Auditee qualified as low-risk auditee? ✓ Yes _____ No

SECTION II - FINANCIAL STATEMENT FINDINGS

Finding 2019-001: Significant Deficiency over Internal Control over Financial Reporting - Accounting for Sewer Assessments

Criteria: Management of the Town is responsible for the design, implementation, and maintenance of internal controls relevant to the preparation and fair presentation of financial statements that are free from material misstatement, whether due to fraud or error.

TOWN OF NEWTOWN, CONNECTICUT
SCHEDULE OF FEDERAL FINDINGS AND QUESTIONED COSTS *(Continued)*
FOR THE YEAR ENDED JUNE 30, 2019

SECTION II - FINANCIAL STATEMENT FINDINGS

Condition: During our audit, we noted the following matters that are indicative of a significant deficiency in the Town's internal control over financial reporting relating to the accounting for sewer assessments.

- there is no formal procedure to facilitate the communication of new and amended assessments approved by the Water and Sewer Authority from the Public Works department to the Tax and Finance Departments;
- there is no formal policy that defines the terms and calculations surrounding the development of sewer assessments per property;
- not all sewer assessments are tracked within the assessment software; and
- reconciliations of billed and unbilled assessment receivables and related interest and fees are not performed on a monthly basis between the general ledger and the assessment software.

Effect: Adjustments were required to both the general ledger and the assessment software.

Cause: Lack of formal policies and procedures.

Auditor's Recommendation: We recommend that the Town develop procedures to ensure that all new and amended assessments approved by the Water and Sewer Authority are communicated timely to the Tax and Finance Departments. The Town should consider the use of a required form to be approved by the chair of the Water and Sewer Authority, the Public Works director, the Tax Collector and the Finance Director. We further recommend that the Water and Sewer Authority consider adopting a policy that defines the terms and calculations surrounding the development of sewer assessments per policy. In addition, we recommend that all sewer assessments are tracked within the assessment software and that amounts reported within the assessment software are reconciled with the general ledger on a monthly basis. This reconciliation should be reviewed and approved by appropriate member of management.

Management's Response: Management agrees with the finding and intends to take corrective action to address the identified deficiencies.

SECTION III - FEDERAL AWARD FINDINGS AND QUESTIONED COSTS

No findings or questioned costs were reported.