Board of Selectmen
April 16, 2018

THE FOLLOWING MINUTES ARE SUBJECT TO APPROVAL BY THE BOARD OF SELECMTEN

The Board of Selectmen held a regular meeting Monday, April 16, 2018, in the Council Chamber, Newtown Municipal Center, 3 Primrose Street, Newtown. First Selectman Rosenthal called the meeting to order at 7:30p.m.

**PRESENT:** First Selectman Daniel C. Rosenthal, Selectman Maureen Crick Owen and Selectman Jeff Capeci.

**ALSO PRESENT:** Finance Director Robert Tait, Director of Public Works Fred Hurley, John Deren and Joe Giacobbe, one member of the public and two members of the press.

**VOTER COMMENTS:** none.

**ACCEPTANCE OF THE MINUTES:** Selectman Crick Owen moved to accept the minutes of 04/02/18. Selectmen Capeci seconded. All in favor.

**COMMUNICATIONS:** none.

**FINANCE DIRECTORS REPORT:** Mr. Tait shared the Monthly Performance Flash from Fiduciary Investment Advisors, March 2108 (att.).

**NEW BUSINESS**

**Discussion and possible action:**

1. **Roadside Curbing discussion:** Mr. Hurley said that asphalt curbing damage occurs primarily in the early winter or the late winter, when the shoulders are soft. It is difficult to know, or feel, the edge of the road when plowing and one of the reasons drivers have the same plow routes is for familiarity with the route. First Selectman Rosenthal has ridden in two storms and commented how difficult it is to see the curb. Some routes are more difficult to plow due to the curves and hills. Replacement of curbs will begin shortly. The cost to repair is no worse today than it was five years ago; there is no increase in incidents of lost curbing. Repair is done both in house and with contractors.
2. **Value Engineering recommendation from Public Building & Site re: Community/Senior Center:** Mr. Mitchell said that a lot of the overage is on the HVAC systems. Discussion began to figure where contingency could be found. The intent given to the contractor and architect was that when the project is done the functionality of spaces and appearance should not be touched. Visually the building will look the same and function the same. Anything deferred would be the first thing put back from the contingency. A couple of packages will be rebid because Public Building & Site did not feel they were getting full value for what was being asked. Mr. Deren explained that multiple value engineering ideas were found and brought to the project partners, including the First Selectman. Everything decided by the entire team is the right project; all things in the project are achievable within the budget. First Selectman Rosenthal noted that delaying the project in an attempt to build more contingency is a significant risk. Mr. Mitchell reported the contingency is at $400,000, they wanted to be at $500,000. Changes will not affect the overall maintenance of the building. Some funding will come from the Fairfield Hills Authority for exterior bathrooms. The project is on track for an April 2019 completion. Selectman Crick Owen moved to accept the Caldwell & Walsh budget, dated April 4, 2018 as recommended by Public Building & Site. Selectman Capeci seconded. All in favor.

3. **Sandy Hook Permanent Memorial Commission Update:** First Selectman Rosenthal informed the board that Kyle Lyddy, Chairman of the commission resigned. The commission is currently reviewing the final 13 designs and will get those down to 3-5 designs over the next two meetings. First Selectman Rosenthal will preside over the meetings until the commission votes on a new chairman. Pat Llodra will be recommended to fill the commission vacancy.
4. **Newtown Youth Academy Right of First Refusal:** There is a potential ownership change between Newtown Youth Academy and Champions Skating Rink, LLC. The town has the option to purchase the property for $6.5 million. Selectman Crick Owen moved to waive the right of first refusal for the Newtown Youth Academy property (att.). Selectman Capeci seconded saying it is best it stays in private hands. All in favor.
5. **Community Use of Municipal Facilities amendment re: Newtown Municipal Center:** The Cultural Arts Commission requested alcohol be allowed at gallery receptions. A permit would be required through the state and approval from the First Selectman's office for each event. Selectman Crick Owen moved to approve the amendment for paragraph #11 on the Community Use of Municipal Facilities as presented April 16, 2018. Selectman Capeci seconded. All in favor.
6. **Appointments/Reappointments/Vacancies/Openings:** Selectman Crick Owen moved to appoint Vanessa Villamil (D), to the Sustainable Energy Commission for a term to expire 1/6/20 and to appoint Alex Villamil (D) to the Board of Assessment Appeals, effective April 23rd, to fill a vacancy until the next general election and to appoint Pat Llodra to the Sandy Hook Permanent Memorial Commission to fill a vacancy with no term. Selectman Capeci seconded. All in favor. Selectman Capeci opened discussion relative to a vacancy on the Library Board of Trustees, saying that the seat vacated was one of the appointed seats added during the last Charter revision. Although each was filled by an unaffiliated voter one seat was meant to be a Democrat seat, the other a Republican seat. Selectman Capeci contacted the town attorney as well as the DTC chairman to let them know there is a qualified Republican interested in filling the vacancy. Neither had an issue with the appointment (att.). Selectman Capeci moved to appoint Gregory Branecky (R) to fill a vacancy on the C.H. Library Board of Trustees for a term to expire 7/1/18 Selectman Crick Owen seconded. All in favor. (Note: the actual expiration date of the library appointment is 7/1/21).
7. **Driveway Bond Release/Extension:** none.
8. **Tax Refunds:** Selectman Crick Owen moved the tax refunds, no. 20, in the amount of $3,788.16. Selectman Capeci seconded. All in favor.

**VOTER COMMENTS:** none.

**ANNOUNCEMENTS:** There will be office hours on Saturday, April 21, 8:00am-10:30am to allow residents to address First Selectman Rosenthal and Selectman Capeci with any questions or concerns they may have relative to the 2018-2019 budget.

**ADJOURNMENT:** Having no further business the regular Board of Selectmen meeting adjourned at 8:30pm.

*Sue Marcinek, Clerk*

Attachments: Monthly Performance Flash, March 2018; letter re: NYA, 4/11/18; emails re: Branecky appointment to Library

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# Town of Newtown, CT

## Monthly Performance Flash - March 2018

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# Capital Markets Flash Report

March 2018

## Domestic Equity

**Index Returns**

| | MTD | QTD | YTD | 1-Year | 3-Year |
|---|---|---|---|---|---|
| S&P 500 | (2.54) | (0.76) | (0.76) | 13.99 | 10.78 |
| Russell 1000 Growth | (2.74) | 1.42 | 1.42 | 21.25 | 12.90 |
| Russell 1000 Value | (1.76) | (2.83) | (2.83) | 6.95 | 7.88 |
| Russell Mid Cap | 0.06 | (0.46) | (0.46) | 12.20 | 8.01 |
| Russell Mid Cap Growth | (0.16) | 2.17 | 2.17 | 19.74 | 9.17 |
| Russell Mid Cap Value | 0.25 | (2.50) | (2.50) | 6.50 | 7.23 |
| Russell 2000 | 1.29 | (0.08) | (0.08) | 11.79 | 8.39 |
| Russell 2000 Growth | 1.35 | 2.30 | 2.30 | 18.63 | 8.77 |
| Russell 2000 Value | 1.24 | (2.64) | (2.64) | 5.13 | 7.87 |

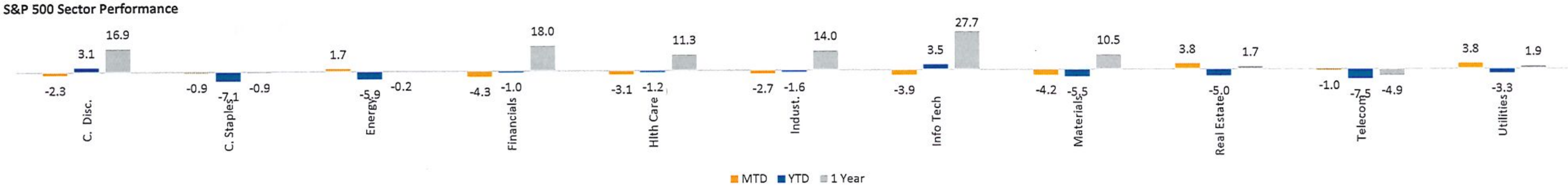
February's market disappointment spread into March, as fears over the impact of U.S. trade policy, rising U.S. interest rates and the health of the technology sector all weighed on investors' mindsets.

Small-caps held up better than their large cap counterparts during the current market malaise, in part because of their domestic focus, which enables them to benefit from tax reductions and largely shelters them from trade-fallout concerns. The growth-value performance spread narrowed slightly this month, as value stocks outpaced their growth peers throughout most market caps.

Defensive-natured sectors, real estate and utilities, led the S&P 500 Index this month, as investor fears helped drive results. Energy also ended the month in positive territory, as crude oil prices rose on lower-than-expected inventory levels and strong earnings growth.

Despite the technology sector's exhibition of resilience and strength, concerns regarding the health of many headline technology names were at the forefront this month. However, analysts cited big tech's strong earnings outlooks and compelling fundamentals will continue to help drive solid results.

**S&P 500 Sector Performance**




## International Equity

**Index Returns**

| | MTD | QTD | YTD | 1-Year | 3-Year |
|---|---|---|---|---|---|
| MSCI EAFE | (1.80) | (1.53) | (1.53) | 14.80 | 5.55 |
| MSCI ACWI ex US | (1.76) | (1.18) | (1.18) | 16.53 | 6.18 |
| MSCI EM | (1.86) | 1.42 | 1.42 | 24.93 | 8.81 |
| MSCI EAFE Small Cap | (1.13) | 0.24 | 0.24 | 23.49 | 12.25 |
| MSCI EAFE Growth | (1.20) | (1.04) | (1.04) | 17.51 | 6.73 |
| MSCI EAFE Value | (2.41) | (2.03) | (2.03) | 12.19 | 4.29 |
| MSCI Japan (USD) | (2.11) | 0.83 | 0.83 | 19.64 | 8.36 |
| MSCI Germany (USD) | (1.88) | (3.58) | (3.58) | 13.62 | 4.66 |
| MSCI UK (USD) | (0.34) | (3.88) | (3.88) | 11.92 | 3.10 |
| MSCI France (USD) | (1.46) | 0.34 | 0.34 | 20.41 | 8.93 |
| MSCI China (USD) | (3.29) | 1.82 | 1.82 | 38.91 | 10.50 |
| MSCI Brazil (USD) | (1.85) | 12.36 | 12.36 | 26.36 | 16.78 |
| MSCI Russia (USD) | (3.74) | 9.37 | 9.37 | 20.62 | 16.11 |
| MSCI India (USD) | (3.59) | (6.95) | (6.95) | 10.23 | 4.26 |

The MSCI EAFE dropped 1.80% in March, driven primarily by political issues and weaker macroeconomic data in Germany, the premise of a less accommodative central bank in Japan and the beginnings of a possible trade war between the U.S. and China.

Despite an agreement on a Brexit transition deal, political uncertainty and lackluster macro results in Germany, and a slowing pace of growth in continental Europe, weighed on investors' mindsets this month. The MSCI Europe Index fell 1.20% for the period.

In Japan, the nearer-term realization regarding a less accommodative Bank of Japan weighed on market performance, as the MSCI Japan Index returned -2.11% for the month.

As with all major international indexes this month, emerging markets also fared negatively, as the Emerging Markets Index fell 1.86% for the month. Concerns over a trade war with China and the fallout spreading into other major global economies helped push markets lower.

U.S. dollar weakness returned in March, as fears surrounding U.S. trade policy and rising interest rates helped drive the global currency lower versus most major peers.

**Currency Spot Returns vs USD**

| | MTD | QTD | YTD | 1-Year | 3-Year |
|---|---|---|---|---|---|
| Euro | 0.84 | 2.42 | 2.42 | 14.99 | 4.62 |
| Japanese Yen | 0.33 | 5.92 | 5.92 | 4.78 | 4.09 |
| British Pound | 1.81 | 3.70 | 3.70 | 12.18 | (1.87) |
| Australian Dollar | (1.56) | (1.93) | (1.93) | 0.55 | 0.14 |
| Chinese Renminbi | 0.64 | 3.50 | 3.50 | 9.54 | (0.49) |

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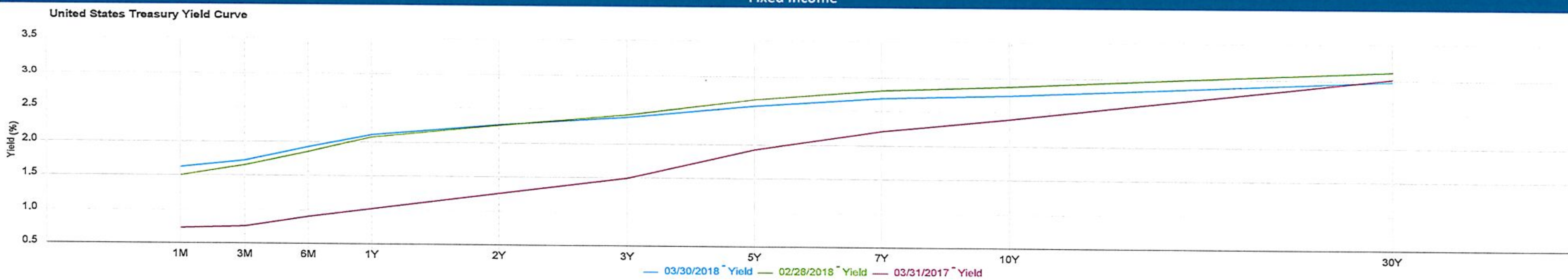
# Capital Markets Flash Report

March 2018

## Fixed Income




### Index Returns

| | MTD | QTD | YTD | 1-Year | 3-Year |
|---|---|---|---|---|---|
| BBgBarc US Agg | 0.64 | (1.46) | (1.46) | 1.20 | 1.20 |
| BBgBarc US Corp IG | 0.25 | (2.32) | (2.32) | 2.70 | 2.30 |
| BBgBarc US Corp HY | (0.60) | (0.86) | (0.86) | 3.78 | 5.17 |
| BBgBarc US Long Corp | 0.67 | (4.05) | (4.05) | 6.11 | 3.30 |
| BBgBarc US Gov/Credit | 0.65 | (1.58) | (1.58) | 1.38 | 1.22 |
| BBgBarc US Long Gov/Credit | 1.65 | (3.58) | (3.58) | 5.09 | 2.13 |
| BBgBarc Municipal | 0.37 | (1.11) | (1.11) | 2.66 | 2.25 |
| BBgBarc US TIPS | 1.05 | (0.79) | (0.79) | 0.92 | 1.30 |
| BofAML US T-Bill 3M | 0.13 | 0.35 | 0.35 | 1.10 | 0.53 |
| Citi WGBI USD | 1.54 | 2.50 | 2.50 | 8.49 | 3.45 |
| JPM EMBI Plus USD | 0.70 | (2.04) | (2.04) | 2.23 | 5.14 |

The Bloomberg Barclays U.S. Aggregate Bond Index rose 0.64% in March, as bond prices increased in a market environment characterized by a flattening U.S. Treasury yield curve, widening yield spreads and heightened volatility.

The U.S. Treasury yield curve flattened by 18 basis points during the month, as measured by the yield spread between 2- and 30-year U.S. Treasuries. By month-end, the yield spread fell to only 70 basis points—its lowest level since 2007.

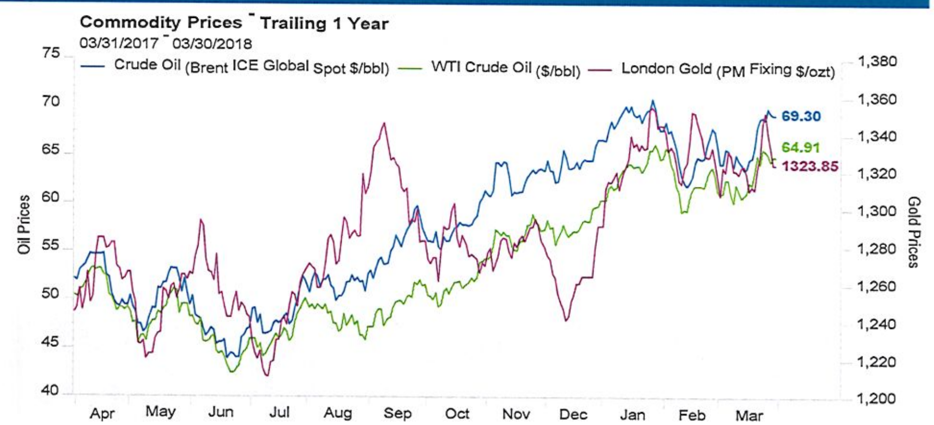
Corporate bonds were the worst-performing spread sector during the period, producing a total return of 0.25%, while underperforming similar-duration U.S. Treasuries by 91 bps. High-yield bond prices ratcheted down again in March, after breaking par last month, declining to -1.13%.

U.S. dollar weakness versus most major global currencies drove March's solid result for the Citigroup WGBI, which rose 1.54% in the period.

## Commodities & Real Estate

Commodities declined during the month of March but outpaced the broader equity markets. Newly imposed tariffs and escalating trade tensions hit the lagging industrial metals sector the hardest, while energy, supported by rising crude oil prices, was the standout performer in the group.

Global public real estate markets exhibited a full reversal from last month's weak results. Bond-proxy sectors, led by the U.S. REIT space, performed strongly in March, as bond yields fell and defensive trading increased.




### Index Returns

| | MTD | QTD | YTD | 1-Year | 3-Year |
|---|---|---|---|---|---|
| Bloomberg Commodity | (0.62) | (0.40) | (0.40) | 3.71 | (3.21) |
| S&P N.A. Natural Resources | 1.81 | (6.04) | (6.04) | (0.66) | (1.45) |
| FTSE NAREIT Eq REITs | 3.81 | (8.20) | (8.20) | (4.51) | 1.08 |
| FTSE NAREIT Developed | 2.34 | (4.53) | (4.53) | 3.23 | 1.52 |

Source: FactSet

# Asset Allocation

## As of March 31, 2018

| | Asset Allocation ($) | Asset Allocation (%) | Target Allocation (%) | Differences (%) |
|---|---|---|---|---|
| **Pension Plan** | **42,765,682** | **100.0** | **100.0** | **0.0** |
| **Short Term Liquidity** | **113,330** | **0.3** | **0.0** | **0.3** |
| Wells Fargo Government Money Market Fund I | 113,016 | 0.3 | 0.0 | 0.3 |
| Wells Fargo Funds Account Cash | 314 | 0.0 | 0.0 | 0.0 |
| **Fixed Income** | **14,379,442** | **33.6** | **35.0** | **-1.4** |
| Wells Fargo Managed Fixed Income Portfolio | 11,143,640 | 26.1 | 0.0 | 26.1 |
| Vanguard Total Bond Index Adm | 3,235,803 | 7.6 | 35.0 | -27.4 |
| **Domestic Equity** | **15,318,204** | **35.8** | **35.0** | **0.8** |
| Vanguard Instl Index Instl | 10,879,818 | 25.4 | 25.0 | 0.4 |
| Vanguard Extended Market Index Adm | 4,438,386 | 10.4 | 10.0 | 0.4 |
| **International Equity** | **12,954,706** | **30.3** | **30.0** | **0.3** |
| Vanguard Developed Markets Index Inst | 12,954,706 | 30.3 | 30.0 | 0.3 |

Investments with a zero balance were held in the plan during the reporting period and will be removed once they no longer impact plan performance.
Asset Allocation weightings may not add up to 100% due to rounding.

# Town of Newtown, CT

## Performance Update As Of March 31, 2018

### Plan Performance

| | | Performance(%) | | | | | | | | | |
|---|---|---|---|---|---|---|---|---|---|---|---|
| | Value | 1 Month | QTD | Jul-2017 To Mar-2018 | YTD | 1 Year | 3 Years | 5 Years | 10 Years | Since Inception | Inception Date |
| **Pension Plan** | **42,765,682** | **-0.6** | **-0.8** | **6.2** | **-0.8** | **9.2** | **5.2** | **6.1** | **5.6** | **6.7** | **10/01/1999** |
| *Blended Benchmark* | | *-0.9* | *-1.2* | *6.0* | *-1.2* | *9.1* | *6.3* | *7.7* | *6.5* | *9.9* | *01/01/1976* |

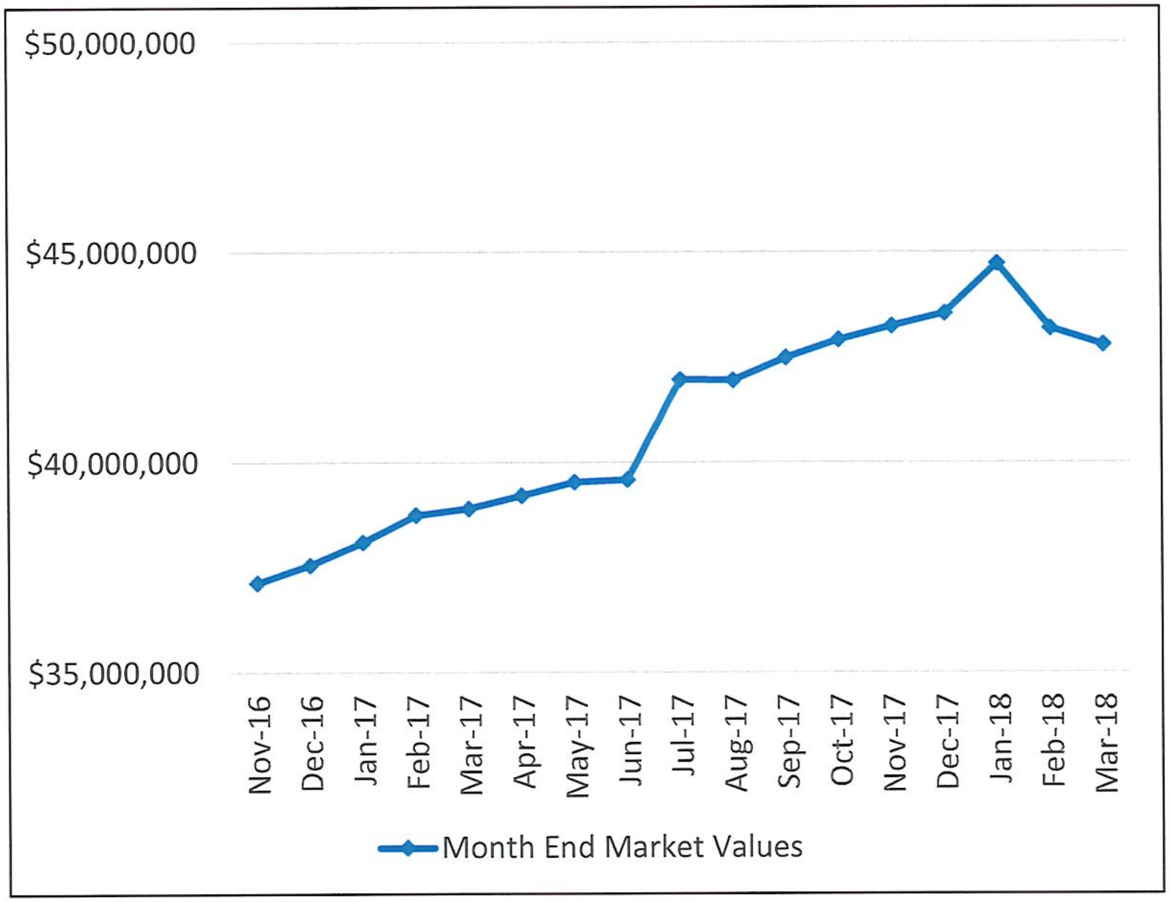
### Calendar Year Performance

| | 2017 | 2016 | 2015 | 2014 | 2013 | 2012 | 2011 |
|---|---|---|---|---|---|---|---|
| **Pension Plan** | **15.1** | **5.1** | **-0.3** | **5.9** | **11.3** | **8.9** | **-3.6** |
| *Blended Benchmark* | *14.9* | *6.7* | *1.0* | *7.7* | *16.3* | *11.6* | *2.4* |

| Allocation Mandate | Weight (%) |
|---|---|
| **Aug-2017** | |
| Blmbg. Barc. U.S. Aggregate Index | 35.0 |
| Russell 3000 Index | 35.0 |
| FTSE Developed ex US Spliced Index^ | 30.0 |

The allocation mandate represents the current benchmark composition for the portfolio. Please keep in mind that the investment objective may have changed over time.

# Newtown Pension Plan Market Value Summary




| Month | Month End Market Value |
|---|---|
| April 2017 | $39,212,668 |
| May 2017 | $39,532,697 |
| June 2017 | $39,587,014 |
| July 2017 | $41,951,871 |
| August 2017 | $41,933,218 |
| September 2017 | $42,469,736 |
| October 2017 | $42,886,765 |
| November 2017 | $43,212,020 |
| December 2017 | $43,511,766 |
| January 2018 | $44,705,921 |
| February 2018 | $43,159,574 |
| March 2018 | $42,765,682 |

DISCLOSURE: The balance information has been compiled solely by Fiduciary Investment Advisors (FIA) and has not been independently verified. In preparing this report, FIA has relied upon information provided by the investment managers and by the custodian.

## Manager Performance Overview
As of March 31, 2018

| | 1 Month | QTD | YTD | Jul-2017 To Mar-2018 | 1 Year | 3 Years | 5 Years | 10 Years | Since Inception | Inception Date |
|---|---|---|---|---|---|---|---|---|---|---|
| **Pension Plan** | **-0.6** | **-0.8** | **-0.8** | **6.2** | **9.2** | **5.2** | **6.1** | **5.6** | **6.7** | **10/01/1999** |
| *Blended Benchmark* | *-0.9* | *-1.2* | *-1.2* | *6.0* | *9.1* | *6.3* | *7.7* | *6.5* | *5.6* | |
| **Wells Fargo Government Money Market Fund I** | **0.1** | **0.3** | **0.3** | **0.7** | **0.9** | **N/A** | **N/A** | **N/A** | **0.7** | **12/01/2016** |
| *90 Day U.S. Treasury Bill* | *0.1* | *0.4* | *0.4* | *0.9* | *1.1* | *N/A* | *N/A* | *N/A* | *0.9* | |
| **Fixed Income** | **0.3** | **-0.9** | **-0.9** | **0.2** | **1.4** | **2.1** | **2.2** | **3.9** | **5.5** | **10/01/1999** |
| *Blmbg. Barc. U.S. Aggregate Index* | *0.6* | *-1.5* | *-1.5* | *-0.2* | *1.2* | *1.2* | *1.8* | *3.6* | *4.9* | |
| **Wells Fargo Managed Fixed Income Portfolio*** | **0.3** | **-0.8** | **-0.8** | **0.4** | **1.5** | **2.2** | **2.3** | **3.9** | **5.5** | **10/01/1999** |
| *Blmbg. Barc. U.S. Aggregate Index* | *0.6* | *-1.5* | *-1.5* | *-0.2* | *1.2* | *1.2* | *1.8* | *3.6* | *4.9* | |
| **Vanguard Total Bond Index Adm** | **0.6 (17)** | **-1.5 (57)** | **-1.5 (57)** | **-0.4 (56)** | **1.1 (53)** | **N/A** | **N/A** | **N/A** | **1.7 (51)** | **12/01/2016** |
| *Blmbg. Barc. U.S. Aggregate Index* | *0.6* | *-1.5* | *-1.5* | *-0.2* | *1.2* | *N/A* | *N/A* | *N/A* | *1.6* | |
| IM U.S. Broad Market Core Fixed Income (MF) Median | 0.5 | -1.5 | -1.5 | -0.3 | 1.1 | 1.1 | 1.6 | 3.7 | 1.7 | |
| **Domestic Equity** | **-1.6** | **-0.5** | **-0.5** | **10.5** | **13.8** | **N/A** | **N/A** | **N/A** | **16.4** | **12/01/2016** |
| *Russell 3000 Index* | *-2.0* | *-0.6* | *-0.6* | *10.5* | *13.8* | *N/A* | *N/A* | *N/A* | *16.6* | |
| **Vanguard Instl Index Instl** | **-2.5 (57)** | **-0.8 (44)** | **-0.8 (44)** | **10.5 (38)** | **14.0 (41)** | **N/A** | **N/A** | **N/A** | **17.0 (35)** | **12/01/2016** |
| *S&P 500 Index* | *-2.5* | *-0.8* | *-0.8* | *10.6* | *14.0* | *N/A* | *N/A* | *N/A* | *17.0* | |
| IM U.S. Large Cap Core Equity (MF) Median | -2.5 | -1.1 | -1.1 | 9.9 | 13.3 | 9.2 | 12.0 | 8.5 | 15.7 | |
| **Vanguard Extended Market Index Adm** | **0.7 (18)** | **0.2 (19)** | **0.2 (19)** | **10.2 (20)** | **13.1 (18)** | **N/A** | **N/A** | **N/A** | **15.0 (19)** | **12/01/2016** |
| *S&P Completion Index* | *0.7* | *0.1* | *0.1* | *10.2* | *13.1* | *N/A* | *N/A* | *N/A* | *14.9* | |
| IM U.S. Mid Cap Core Equity (MF) Median | 0.0 | -1.1 | -1.1 | 8.3 | 9.4 | 7.0 | 10.5 | 9.0 | 11.6 | |

Returns are expressed as percentages, and annualized only for periods greater than one year.
^More information on custom indexes, which may be used in this report, can be found on the Custom Index Description page in the back of your report.

## Manager Performance Overview

As of March 31, 2018

| | 1 Month | QTD | YTD | Jul-2017 To Mar-2018 | 1 Year | 3 Years | 5 Years | 10 Years | Since Inception | Inception Date |
|---|---|---|---|---|---|---|---|---|---|---|
| **International Equity** | **-0.5** | **-1.1** | **-1.1** | **9.1** | **16.0** | **N/A** | **N/A** | **N/A** | **20.5** | **12/01/2016** |
| *FTSE Developed ex US Spliced Index^* | *-1.5* | *-1.8* | *-1.8* | *8.8* | *15.4* | *N/A* | *N/A* | *N/A* | *20.0* | |
| **Vanguard Developed Markets Index Inst** | **-0.5** (21) | **-1.1** (68) | **-1.1** (68) | **9.1** (44) | **16.0** (45) | **N/A** | **N/A** | **N/A** | **20.5** (45) | **12/01/2016** |
| *FTSE Developed ex US Spliced Index^* | *-1.5* | *-1.8* | *-1.8* | *8.8* | *15.4* | *N/A* | *N/A* | *N/A* | *20.0* | |
| IM International Multi-Cap Core Equity (MF) Median | -0.8 | -0.8 | -0.8 | 8.6 | 15.5 | 5.7 | 6.5 | 2.7 | 20.2 | |

The inception date expressed on the Manager Performance Overview page(s) represents the first day of the first full month following the purchase of the investment. Performance figures shown at the fund level begin on this inception date. Inception dates for asset class composites reflect the start date at which these returns could be calculated using historical and existing system capabilities and may vary from the inception dates of underlying component strategies. Composite performance includes all funds held in the composite since inception.

Returns are net of fees unless otherwise stated. Mutual fund performance stated above may differ slightly from the current share class's historical performance due to share class exchanges.

*The return stream of the Wells Fargo Managed Fixed Income Portfolio shown above is linked to the prior return stream of the Westport Resources Fixed Income account.

Returns are expressed as percentages, and annualized only for periods greater than one year.

^More information on custom indexes, which may be used in this report, can be found on the Custom Index Description page in the back of your report.

# Asset Allocation

## As of March 31, 2018

| | Asset Allocation ($) | Asset Allocation (%) | Target Allocation (%) | Differences (%) |
|---|---|---|---|---|
| **OPEB Plan** | **2,440,406** | **100.0** | **100.0** | **0.0** |
| **Short Term Liquidity** | **6,450** | **0.3** | **0.0** | **0.3** |
| Wells Fargo Government Money Market Fund I | 6,450 | 0.3 | 0.0 | 0.3 |
| **Fixed Income** | **813,101** | **33.3** | **35.0** | **-1.7** |
| Wells Fargo Managed Fixed Income Portfolio | 488,088 | 20.0 | 0.0 | 20.0 |
| Vanguard Total Bond Index Adm | 325,013 | 13.3 | 35.0 | -21.7 |
| **Domestic Equity** | **882,090** | **36.1** | **35.0** | **1.1** |
| Vanguard 500 Index Adm | 630,084 | 25.8 | 25.0 | 0.8 |
| Vanguard Extended Market Index Adm | 252,006 | 10.3 | 10.0 | 0.3 |
| **International Equity** | **738,764** | **30.3** | **30.0** | **0.3** |
| Vanguard Developed Markets Index Adm | 738,764 | 30.3 | 30.0 | 0.3 |

Investments with a zero balance were held in the plan during the reporting period and will be removed once they no longer impact plan performance.
Asset Allocation weightings may not add up to 100% due to rounding.

# Town of Newtown, CT

## Performance Update As Of March 31, 2018

### Plan Performance

| | Value | Performance(%) | | | | | | | | |
|---|---|---|---|---|---|---|---|---|---|---|
| | | 1 Month | QTD | Jul-2017 To Mar-2018 | YTD | 1 Year | 3 Years | 5 Years | Since Inception | Inception Date |
| **OPEB Plan** | **2,440,406** | **-0.7** | **-0.8** | **6.3** | **-0.8** | **9.6** | **5.2** | **6.1** | **5.2** | **05/01/2010** |
| *Blended Benchmark* | | *-0.9* | *-1.2* | *6.0* | *-1.2* | *9.1* | *6.3* | *7.7* | *9.9* | *01/01/1976* |

### Calendar Year Performance

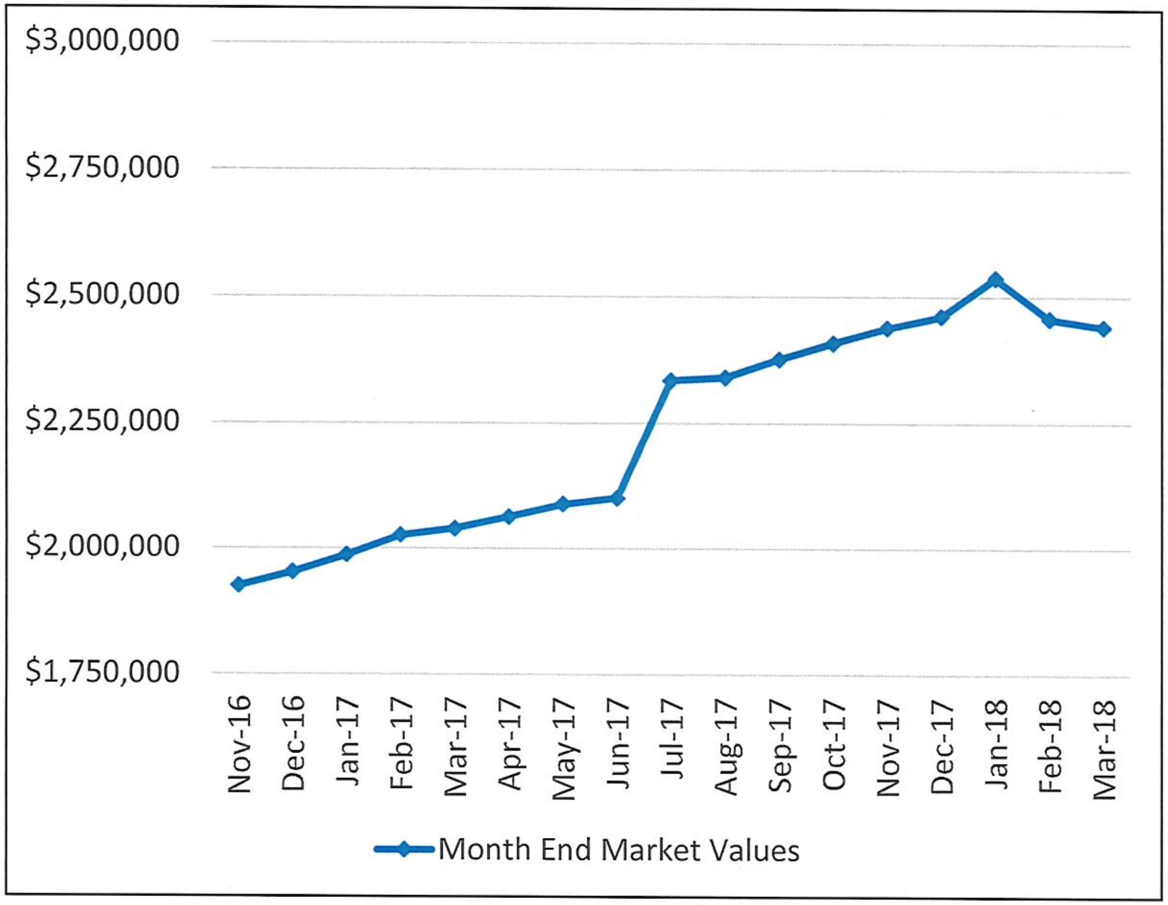
| | 2017 | 2016 | 2015 | 2014 | 2013 | 2012 | 2011 |
|---|---|---|---|---|---|---|---|
| **OPEB Plan** | **15.5** | **4.1** | **0.5** | **5.7** | **10.8** | **8.1** | **-2.0** |
| *Blended Benchmark* | *14.9* | *6.7* | *1.0* | *7.7* | *16.3* | *11.6* | *2.4* |

| Allocation Mandate | Weight (%) |
|---|---|
| **Aug-2017** | |
| Blmbg. Barc. U.S. Aggregate Index | 35.0 |
| Russell 3000 Index | 35.0 |
| FTSE Developed ex US Spliced Index^ | 30.0 |

The allocation mandate represents the current benchmark composition for the portfolio. Please keep in mind that the investment objective may have changed over time.

# Newtown OPEB
# Market Value Summary

FIDUCIARY INVESTMENT ADVISORS
*Strategic thinking. Customized solutions.*




| Month | Month End Market Value |
|---|---|
| April 2017 | $2,063,108 |
| May 2017 | $2,088,306 |
| June 2017 | $2,101,002 |
| July 2017 | $2,334,735 |
| August 2017 | $2,340,809 |
| September 2017 | $2,376,718 |
| October 2017 | $2,408,442 |
| November 2017 | $2,438,416 |
| December 2017 | $2,461,309 |
| January 2018 | $2,537,086 |
| February 2018 | $2,456,685 |
| March 2018 | $2,440,406 |

DISCLOSURE: The balance information has been compiled solely by Fiduciary Investment Advisors (FIA) and has not been independently verified. In preparing this report, FIA has relied upon information provided by the investment managers and by the custodian.

# Manager Performance Overview

## As of March 31, 2018

| | 1 Month | QTD | YTD | Jul-2017 To Mar-2018 | 1 Year | 3 Years | 5 Years | 10 Years | Since Inception | Inception Date |
|---|---|---|---|---|---|---|---|---|---|---|
| **OPEB Plan** | -0.7 | -0.8 | -0.8 | 6.3 | 9.6 | 5.2 | 6.1 | N/A | 5.2 | 05/01/2010 |
| *Blended Benchmark* | -0.9 | -1.2 | -1.2 | 6.0 | 9.1 | 6.3 | 7.7 | N/A | 8.2 | |
| **Wells Fargo Government Money Market Fund I** | 0.1 | 0.3 | 0.3 | 0.6 | 0.8 | N/A | N/A | N/A | 0.7 | 12/01/2016 |
| *90 Day U.S. Treasury Bill* | 0.1 | 0.4 | 0.4 | 0.9 | 1.1 | N/A | N/A | N/A | 0.9 | |
| **Fixed Income** | 0.2 | -0.9 | -0.9 | 0.2 | 1.4 | 1.9 | 2.4 | N/A | 3.4 | 05/01/2010 |
| *Blmbg. Barc. U.S. Aggregate Index* | 0.6 | -1.5 | -1.5 | -0.2 | 1.2 | 1.2 | 1.8 | N/A | 3.1 | |
| **Wells Fargo Managed Fixed Income Portfolio*** | 0.0 | -0.5 | -0.5 | 0.5 | 1.6 | 2.2 | 2.6 | N/A | 3.5 | 05/01/2010 |
| *Blmbg. Barc. U.S. Aggregate Index* | 0.6 | -1.5 | -1.5 | -0.2 | 1.2 | 1.2 | 1.8 | N/A | 3.1 | |
| **Vanguard Total Bond Index Adm** | 0.6 (17) | -1.5 (53) | -1.5 (53) | -0.4 (54) | 1.1 (53) | N/A | N/A | N/A | 1.7 (50) | 12/01/2016 |
| *Blmbg. Barc. U.S. Aggregate Index* | 0.6 | -1.5 | -1.5 | -0.2 | 1.2 | N/A | N/A | N/A | 1.6 | |
| IM U.S. Broad Market Core Fixed Income (MF) Median | 0.5 | -1.5 | -1.5 | -0.3 | 1.1 | 1.1 | 1.6 | 3.7 | 1.7 | |
| **Domestic Equity** | -1.6 | -0.5 | -0.5 | 10.4 | 13.7 | N/A | N/A | N/A | 16.4 | 12/01/2016 |
| *Russell 3000 Index* | -2.0 | -0.6 | -0.6 | 10.5 | 13.8 | N/A | N/A | N/A | 16.6 | |
| **Vanguard 500 Index Adm** | -2.5 (57) | -0.8 (44) | -0.8 (44) | 10.6 (38) | 14.0 (41) | N/A | N/A | N/A | 17.0 (35) | 12/01/2016 |
| *S&P 500 Index* | -2.5 | -0.8 | -0.8 | 10.6 | 14.0 | N/A | N/A | N/A | 17.0 | |
| IM U.S. Large Cap Core Equity (MF) Median | -2.5 | -1.1 | -1.1 | 9.9 | 13.3 | 9.2 | 12.0 | 8.5 | 15.7 | |
| **Vanguard Extended Market Index Adm** | 0.7 (18) | 0.2 (19) | 0.2 (19) | 10.2 (19) | 13.1 (18) | N/A | N/A | N/A | 15.0 (19) | 12/01/2016 |
| *S&P Completion Index* | 0.7 | 0.1 | 0.1 | 10.2 | 13.1 | N/A | N/A | N/A | 14.9 | |
| IM U.S. Mid Cap Core Equity (MF) Median | 0.0 | -1.1 | -1.1 | 8.3 | 9.4 | 7.0 | 10.5 | 9.0 | 11.6 | |

Returns are expressed as percentages, and annualized only for periods greater than one year.
^More information on custom indexes, which may be used in this report, can be found on the Custom Index Description page in the back of your report.

# Manager Performance Overview

As of March 31, 2018

| | 1 Month | QTD | YTD | Jul-2017 To Mar-2018 | 1 Year | 3 Years | 5 Years | 10 Years | Since Inception | Inception Date |
|---|---|---|---|---|---|---|---|---|---|---|
| **International Equity** | **-0.5** | **-1.1** | **-1.1** | **9.0** | **16.0** | **N/A** | **N/A** | **N/A** | **20.4** | **12/01/2016** |
| *FTSE Developed ex US Spliced Index^* | *-1.5* | *-1.8* | *-1.8* | *8.8* | *15.4* | *N/A* | *N/A* | *N/A* | *20.0* | |
| **Vanguard Developed Markets Index Adm** | **-0.5** (22) | **-1.1** (68) | **-1.1** (68) | **9.0** (45) | **16.0** (46) | **N/A** | **N/A** | **N/A** | **20.4** (46) | **12/01/2016** |
| *FTSE Developed ex US Spliced Index^* | *-1.5* | *-1.8* | *-1.8* | *8.8* | *15.4* | *N/A* | *N/A* | *N/A* | *20.0* | |
| IM International Multi-Cap Core Equity (MF) Median | -0.8 | -0.8 | -0.8 | 8.6 | 15.5 | 5.7 | 6.5 | 2.7 | 20.2 | |

The inception date expressed on the Manager Performance Overview page(s) represents the first day of the first full month following the purchase of the investment. Performance figures shown at the fund level begin on this inception date. Inception dates for asset class composites reflect the start date at which these returns could be calculated using historical and existing system capabilities and may vary from the inception dates of underlying component strategies. Composite performance includes all funds held in the composite since inception.

Returns are net of fees unless otherwise stated. Mutual fund performance stated above may differ slightly from the current share class's historical performance due to share class exchanges.

*The return stream of the Wells Fargo Managed Fixed Income Portfolio shown above is linked to the prior return stream of the Westport Resources Fixed Income account.

Returns are expressed as percentages, and annualized only for periods greater than one year.
^More information on custom indexes, which may be used in this report, can be found on the Custom Index Description page in the back of your report.

## Custom Index Descriptions

**CRSP U.S. Large Cap Growth Spliced Index** – Following May 1, 2013: CRSP U.S. Large Cap Growth TR. Periods prior to May 1, 2013: MSCI U.S. Prime Market Growth.

**CRSP U.S. Large Cap Spliced Index** – Following February 1, 2013: CRSP U.S. Large Cap TR. Periods prior to February 1, 2013: MSCI U.S. Prime Market 750.

**CRSP U.S. Large Cap Value Spliced Index** – Following May 1, 2013: CRSP U.S. Large Cap Value TR. Periods prior to May 1, 2013: MSCI U.S. Prime Market Value.

**CRSP U.S. Mid Cap Growth Spliced Index** – Following May 1, 2013: CRSP U.S. Mid Cap Growth TR. Periods prior to May 1, 2013: MSCI U.S. Mid Cap Growth.

**CRSP U.S. Mid Cap Spliced Index** – Following February 1, 2013: CRSP U.S. Mid Cap TR. Periods prior to February 1, 2013: MSCI U.S. Mid Cap 450.

**CRSP U.S. Small Cap Growth Spliced Index** – Following May 1, 2013: CRSP U.S. Small Cap Growth TR. Periods prior to May 1, 2013: MSCI U.S. Small Cap Growth.

**CRSP U.S. Small Cap Spliced Index** – Following February 1, 2013: CRSP U.S. Small Cap TR. Periods prior to February 1, 2013: MSCI U.S. Small Cap 1750.

**CRSP U.S. Small Cap Value Spliced Index** – Following May 1, 2013: CRSP U.S. Small Cap Value TR. Periods prior to May 1, 2013: MSCI U.S. Small Cap Value.

**CRSP U.S. Total Market Spliced Index** – Following June 1, 2013: CRSP U.S. Total Market TR. Periods prior to June 1, 2013: MSCI U.S. Broad Market.

**FTSE Developed Asia Pacific Spliced Index** – Following April 1, 2013: FTSE Developed Asia Pacific. Periods prior to April 1, 2013: MSCI Pacific.

**FTSE Developed Europe Spliced Index** – Following April 1, 2013: FTSE Developed Europe. Periods prior to April 1, 2013: MSCI Europe.

**FTSE Developed ex US Spliced Index** – Following December 1, 2015: FTSE Developed All Cap Ex US Transition Index. Periods between May 1, 2013 and December 1, 2015: FTSE Developed ex NA Index. Periods before May 1, 2013: MSCI EAFE (net).

**FTSE Emerging Markets All Cap China A Inclusion Spliced Index** – Following November 1, 2015: FTSE Emerging Markets All Cap China A Inclusion Transition Index. Periods between July 1, 2013 and November 1, 2015: FTSE Emerging Markets (net). Periods between February 1, 2013 and July 1, 2013: FTSE Emerging Markets Transition. Periods Prior to February 1, 2013: MSCI Emerging Markets.

**FTSE Global All Cap ex U.S. Spliced Index** – Following June 1, 2013: FTSE Global ex USA All Cap. Periods between January 1, 2011 and June 1, 2013: MSCI ACWI ex USA IMI ND. Periods prior to January 1, 2011: MSCI EAFE + EM ND USD.

**JP Morgan Global Diversified Hybrid Benchmark** – 50% JPM EMBI Global Diversified, 25% JPM ELMI+, 25% JPM BGI-EM Global Diversified

**MSCI AC World ex USA (net) Spliced Index** – Following January 1, 2001: MSCI AC World ex USA (net). Prior to January 1, 2001: MSCI AC World ex USA.

**MSCI AC World ex USA Growth (net) Spliced Index** – Following January 1, 2001: MSCI AC World ex USA Growth (net). Periods between January 1, 1997 and January 1, 2001: MSCI AC World ex USA Growth. Periods prior to January 1, 1997: MSCI AC World ex USA.

**MSCI AC World ex USA Value (net) Spliced Index** – Following January 1, 2001: MSCI AC World ex USA Value (net). Periods between January 1, 1997 and January 1, 2001: MSCI AC World ex USA Value. Periods prior to January 1, 1997: MSCI AC World ex USA.

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April 11, 2018

The Honorable Daniel Rosenthal, First Selectman
Town of Newtown
3 Primrose Street
Newtown, CT 06470

**Re: Newtown Youth Academy – sale to Champions Skating Rink, LLC**

Dear Dan,

As you know, I represent Newtown Youth Academy in connection with a potential sale of the facility to Champions Skating Center, LLC. We have previously provided to you and the town's attorney David Grogins, a copy of the contract. We ask that the Board of Selectmen confirm the town is not interested in purchasing the property so that we may proceed. We acknowledge that there are other Town approvals necessary to accomplish the sale,

I am copying David Grogins, town counsel on this letter as well as Glenn Terk, the attorney for the buyer. I understand that the Board will take this up at its next meeting. If there is any further information needed, please let me know.

Very truly yours,

Francis G. Pennarola

cc: David L. Grogins, Esq.
Glenn Terk, Esq.

Susan Marcinek <susan.marcinek@newtown-ct.gov>

# Fw: RE: Fwd: CH Booth Library Board position

**Jeffrey Capeci** Mon, Apr 16, 2018 at 8:34 PM
Reply-To: Jeffrey Capeci
To: Susan Marcinek <susan.marcinek@newtown-ct.gov>

Appointment email conversation for the minutes.

----- Forwarded Message -----
**From:** Eric Paradis
**To:** Jeffrey Capeci
**Sent:** Friday, April 13, 2018, 10:55:10 AM EDT
**Subject:** RE: Fwd: CH Booth Library Board position

Thanks Jeff, I have no objecttions to his applications for the Library Board of Trustees. -Eric

--------- Original Message ---------
Subject: Fwd: CH Booth Library Board position
From: "Jeffrey Capeci"
Date: 4/12/18 9:59 am
To: "Eric Paradis"

Eric,

See attached. Sorry about the mix up.

Jeff

----- Forwarded Message -----
**From:** Robert
**To:** Jeffrey Capeci
**Sent:** Thursday, April 12, 2018, 9:14:35 AM EDT
**Subject:** Fwd: CH Booth Library Board position

Try again

Bob

Sent from my iPad

Begin forwarded message:

> **From:** Greg Branecky
> **Date:** April 11, 2018 at 8:25:34 PM EDT
> **To:** Robert Geckle
> **Subject: Re: CH Booth Library Board position**
>
> Bob,
>
> Attached are my resume and cover letter.
>
> Greg