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TOWN OF NEWTOWN

TOWN OF NEWTOWN LEGISLATIVE COUNCIL MEETING APRIL 5, 2017 NEWTOWN MUNICIPAL CENTER, NEWTOWN, CT

PRESENT: George Ferguson (7:33), Phil Carroll, Chris Eide (7:33), Neil Chaudhary, Judit DeStefano (7:34), Ryan Knapp, Paul Lundquist, Mary Ann Jacob, Dan Amaral, Tony Filiato, Dan Wiedemann, Dan Honan.

ALSO PRESENT: Finance Director Bob Tait, Newtown School Superintendent Dr. Joseph Erardi, Board of Education Keith Alexander, Michelle Embree Ku, Newtown School District Director of Business Ron Bienkowski, Commission on Aging Anna Wiedemann, Deputy Director of Planning Land Use Agency Rob Sibley, 5 members of the public, 2 press.

CALL TO ORDER: Ms. Jacob called the meeting to order with the Pledge of Allegiance at 7:30 pm.

VOTER COMMENT: None

MINUTES: MR. CARROLL MOVED TO APPROVE THE MINUTES OF THE MARCH 29, 2017 REGULAR MEETING. SECOND BY MR. CHAUDHARY. Ms. Jacob asked if anyone needed further review of the minutes since they were distributed just today. It was agreed to postpone the approval of the minutes of March 29, 2017 until the next meeting. MR. CHAUDHARY WITHDREW HIS SECOND. MR. CARROLL WITHDREW HIS MOTION TO APPROVE THE MINTUES OF THE MARCH 29, 2017 REGULAR MEETING.

COMMUNICATIONS: Ms. Jacob referred to emails from residents, First Selectman Pat Llodra, and copy of Resolution. (ATTACHMENT A)

COMMITTEE REPORTS: None.

FIRST SELECTMAN'S REPORT: None.

NEW BUSINESS

ACQUISITION OF SAC FIELD: MR. LUNDQUIST MOVED TO APPROVE THE ACQUISITION OF SAC FIELD. SECOND BY MR. CARROLL. Mr. Sibley shared the March 1, 2017 minutes of the sole director of the Boys Social and Athletic Club of Sandy Hook, Incorporated, 1989 Certification of Dissolution, and the Parcel Compilation Map. (ATTACHMENT B)

LEGISLATIVE COUNCIL

Mr. Sibley explained that SAC field was looked at as a potential location for a Sandy Hook permanent memorial site, the commission found out that the representative for the property wanted to donate it to the town for use for the memorial, as well as Sandy Hook Volunteer Fire Company, and Newtown Underwater Search and Rescue. The gift is 5.3 acres, property is appraised at \$16,000. The acquisition has been reviewed by Planning and Zoning and approved by the Board of Selectmen for use as a permanent memorial location. Mr. Amaral asked if the property can be accessed from Riverside Road and Mr. Sibley replied that the gift includes easements for possible public access from Riverside Road. Mr. Wiedemann inquired as to parking costs, but Mr. Sibley said that he was here only to discuss the offer of the gift of the property. Ms. Jacob explained that the process and continuing discussion regarding the permanent memorial will probably be in phases, forthcoming. Mr. Sibley added that the Sandy Hook Permanent Memorial Commission has voted in favor of putting a permanent memorial at this site. ALL IN FAVOR. MOTION PASSES (12-0)

RESOLUTION REGARDING THE COUNCIL'S INTENT IN THE EVENT THE BUDGET ACTIONS IN RELATION TO THE STATE OF CT BUDGET HAVE OVERFUNDED THE TOWN'S BUDGET: MR. LUNDQUIST MOVED TO APPROVE THE RESOLUTION
WHEREAS, THE STATE OF CONNECTICUT HAS ANNOUNCED A BUDGET PROPOSAL THAT WILL REDISTRIBUTE REVENUES RELATED TO EDUCATION FUNDING AND OTHER INTERGOVERNMENTAL REVENUES; AND WHEREAS, THE LEGISLATIVE COUNCIL MADE REDUCTIONS TO THE BOARD OF FINANCE APPROVED BUDGET THAT IT MIGHT NOT HAVE OTHERWISE MADE AS A RESULT OF THE GOVERNOR'S PROPOSED BUDGET; AND WHEREAS, THAT RESULT COULD MEAN WE HAVE ASKED THE TAXPAYERS FOR MORE REVENUE THAN WILL BE REQUIRED TO FUND THE APPROVED SPENDING; AND WHEREAS, THOSE FUNDS WOULD NORMALLY BE SWEEPED INTO THE GENERAL FUND AS UNANTICIPATED REVENUE; NOW THEREFORE, BE IT RESOLVED: THAT SHOULD THE LEGISLATIVE COUNCIL APPROVED BUDGET BE ACCEPTED BY THE TAXPAYERS AS PROPOSED ON APRIL 25, 2017, AND THE STATE BUDGET RESULT IN A EDUCATION COST SHARING REVENUES THAT EXCEED \$2,138,725 AND SPECIAL EDUCATION GRANT FUNDS THAT EXCEED \$2,054,060, THE LEGISLATIVE COUNCIL WILL CONSIDER ACTION TO FUND SOME OR ALL OF THE FOLLOWING ITEMS TO AN EXTENT POSSIBLE GIVEN AVAILABLE FUNDING FROM THE STATE: CONTRIBUTIONS TO THE PENSION FUND \$188,030, CONTRIBUTIONS TO THE MEDICAL SELF INSURANCE FUND \$236,630, ROADS \$250,000, BOE MAINTENANCE REPAIRS \$272,000. SECOND BY MR. KNAPP. (ATTACHMENT C) Ms. Jacob asked Mr. Tait to clarify the origin of the Education Cost Sharing Grant and Special Education grant funds and to review the budget adjustments. Mr. Tait prepared a PowerPoint presentation and reviewed the slides. (ATTACHMENT D) Mr. Lundquist asked Mr. Tait if the \$2.8 million revenue loss is the same as the approximate \$3 million from the state. Mr. Tait replied that it is a combination most of it is intergovernmental revenues. Mr. Chaudhary suggested to clarify this resolution that it be to partially or fully fund some or all the items listed in the resolution. Mr. Eide brought forth a discussion regarding a motion to reconsider, interpretation, rules of order. Mr. Knapp said that he supports this motion as a means of being transparent and proactive. Mr. Chaudhary said that he is favor of this resolution and it is not dealing the worst-case scenario which is more like 3.8 or 3.9. Ms. DeStefano appreciated this resolution, but has concerns about the plan as a whole, that it may send the wrong message to the state.

LEGISLATIVE COUNCIL

MR. CHAUDHARY MOVED TO AMEND THE LANGUAGE IN THE MOTION IN THE LAST PARAGRAPH TO READ ... NOW THEREFORE, BE IT RESOLVED: THAT SHOULD THE LEGISLATIVE COUNCIL APPROVED BUDGET BE ACCEPTED BY THE TAXPAYERS AS PROPOSED ON APRIL 25, 2017, AND THE STATE BUDGET RESULT IN A EDUCATION COST SHARING REVENUES THAT EXCEED \$2,138,725 AND SPECIAL EDUCATION GRANT FUNDS THAT EXCEED \$2,054,060, THE LEGISLATIVE COUNCIL WILL CONSIDER ACTION TO PARTIALLY OR FULLY FUND SOME OR ALL OF THE FOLLOWING ITEMS TO AN EXTENT POSSIBLE GIVEN AVAILABLE FUNDING FROM THE STATE: SECOND BY MS. DESTEFANO. ALL IN FAVOR. MOTION TO AMEND LANGUAGE PASSES. (12-0)

MOTION: WHEREAS, THE STATE OF CONNECTICUT HAS ANNOUNCED A BUDGET PROPOSAL THAT WILL REDISTRIBUTE REVENUES RELATED TO EDUCATION FUNDING AND OTHER INTERGOVERNMENTAL REVENUES; AND WHEREAS, THE LEGISLATIVE COUNCIL MADE REDUCTIONS TO THE BOARD OF FINANCE APPROVED BUDGET THAT IT MIGHT NOT HAVE OTHERWISE MADE AS A RESULT OF THE GOVERNOR'S PROPOSED BUDGET; AND WHEREAS, THAT RESULT COULD MEAN WE HAVE ASKED THE TAXPAYERS FOR MORE REVENUE THAN WILL BE REQUIRED TO FUND THE APPROVED SPENDING; AND WHEREAS, THOSE FUNDS WOULD NORMALLY BE SWEEPED INTO THE GENERAL FUND AS UNANTICIPATED REVENUE; NOW THEREFORE, BE IT RESOLVED: THAT SHOULD THE LEGISLATIVE COUNCIL APPROVED BUDGET BE ACCEPTED BY THE TAXPAYERS AS PROPOSED ON APRIL 25, 2017, AND THE STATE BUDGET RESULT IN A EDUCATION COST SHARING REVENUES THAT EXCEED \$2,138,725 AND SPECIAL EDUCATION GRANT FUNDS THAT EXCEED \$2,054,060, THE LEGISLATIVE COUNCIL WILL CONSIDER ACTION TO PARTIALLY OR FULLY FUND SOME OR ALL OF THE FOLLOWING ITEMS TO AN EXTENT POSSIBLE GIVEN AVAILABLE FUNDING FROM THE STATE: CONTRIBUTIONS TO THE PENSION FUND \$188,030, CONTRIBUTIONS TO THE MEDICAL SELF INSURANCE FUND \$236,630, ROADS \$250,000, BOE MAINTENANCE REPAIRS \$272,000. Ms. Jacob explained that this motion reflects prudent fiscal planning. Mr. Knapp replied to signals to the state and that the state is aware of what the Town can and cannot do. Mr. Wiedemann said that it is the council's responsibility to prepare the town for what is may lie ahead with the state budget. Mr. Lundquist said this motion is being proactive and to be prepared for the results of the state budget. ALL IN FAVOR. MOTION PASSES. (12-0)

OLD BUSINESS

2017-2018 TOWN OF NEWTOWN MUNICIPAL AND EDUCATION BUDGETS. Mr. Tait reviewed the Public Works winter storm breakdown. MR. CHAUDHARY MOVED TO REDUCE BOARD OF SELECTMEN'S BUDGET BY \$25,000 FOR THE INSURANCE ACCOUNT, \$75,000 FOR CONTINGENCY, \$25,000 FOR WINTER MAINTENANCE. SECOND BY MR. LUNDQUIST. Mr. Knapp asked about carrying over items into the next year. Mr. Tait explained the process of transferring. MR. KNAPP MOVED TO AMEND THE MOTION TO NOT TAKE \$75,000 FROM CONTINGENCY BUT RATHER TO REDUCE CAPITAL NON-RECURRING BY \$75,000 AND TO NOT TAKE \$25,000 FROM WINTER MAINTENANCE. SECOND BY MR. WIEDEMANN. ALL IN FAVOR. MOTION TO AMEND PASSES (12-0) MOTION:

LEGISLATIVE COUNCIL

REDUCE BOARD OF SELECTMEN'S BUDGET CAPITAL NON-RECURRING BY \$75,000 AND \$25,000 FOR THE INSURANCE ACCOUNT. ALL IN FAVOR. MOTION PASSES (12-0)

Ms. Jacob asked for any other motions from the council. MR. EIDE MOVED TO RECIND A PREVIOUS RESOLUTION OF REDUCING THE BOARD OF EDUCATION BUDGET LINE ITEM BY \$1,031,481. SECOND BY MS. DESTEFANO. Mr. Eide spoke to the possibility of what if the special education grant does not come through next year, the resolution plans for that not coming through. Mr. Chaudhary expressed concern of putting back the (+or-) \$1 million, the taxpayers would be taxed on that amount. Mr. Knapp said that he will not support this motion, confident in the plan put forward for dealing with two hypothetical situations regarding state funding. Mr. Lundquist said this raises an important issue and asked Dr. Erardi for his thoughts. Dr. Erardi said that he is supportive of the budget even though it contains a negative number, but emphasized the strong partnership with the Board of Ed and the Town. Mr. Alexander said that transparency and voter information this year and next year is vital. Mr. Eide said that he is in support of this motion for it will put the Board of Ed in a better position next year. Mr. Knapp does not see it as putting the Board of Ed in a better position, one reason, due to ability to amend the budget in the future. MOTION TO RECIND FAILED. (10-2). (Mr. Eide, Ms. DeStefano)

Mr. Wiedemann asked Dr. Erardi about why this is not a perfect time to put back the shared services purchasing position. Dr. Erardi explained the plan to move the assistant into the position with consideration of staff member retiring this school year.

MR. LUNDQUIST MOVED TO SET THE BOARD OF SELECTMEN BUDGET AT \$40,399,575 AND BOARD OF EDUCATION BUDGET AT \$72,995,957 FOR A TOTAL TOWN BUDGET OF \$113,395,532. SECOND. MR. WIEDEMANN. ALL IN FAVOR. MOTION PASSES (12-0)

MR. LUNDQUIST MOVED TO ALLOW THE FINANCE DIRECTOR TO ADDRESS ANY ROUNDING NUMBER ERRORS IN THE BUDGET JUST SET BY THE LEGISLATIVE COUNCIL. SECOND BY MR. WIEDEMANN. ALL IN FAVOR. MOTION PASSES (12-0)

VOTER COMMENT – none.

ANNOUNCEMENTS – Mr. Knapp announced that the state budget process is still ongoing, advised council to stay involved, invite back our representatives.

ADJOURNMENT: There being no further business the meeting adjourned at 9:08 pm.

Respectfully Submitted,

June Sgobbo
Clerk

Attachments: Communications, SAC Field Acquisition documents, Resolution, Finance Documents.

These are draft minutes and as such are subject to correction by the Legislative Council at the next regular meeting. All corrections will be determined in minutes of the meeting at which they were corrected.

ATTACHMENT A

TO: Members of the Legislative Council, through Chair Jacob

FROM: Pat Llodra

DATE: March 30, 2017

SUBJ: Unanticipated revenue

.....
I support the idea of LC action to restore support for 'critical' items or initiatives should we find ourselves in the hoped-for circumstance of having revenue/resources that are beyond what is needed to fund the approved budget.

As discussed at the March 29 LC meeting, the specter of very impactful state budget actions has drawn us into reducing appropriations for purposes that lie at the core of sound fiscal management as in funding a modified pension plan and for prudent care of municipal assets as in roads and buildings. I know that under more normal circumstances these actions would not have been considered.

Restoring funds for capital road work lies at the top of my list if the LC finds itself able to address some of the reductions. Roads are the one town asset that all residents share. Roads also serve our business community, and commercial/industrial facilities. The condition of roads is very present in the experience of all our residents and those who come here to work, shop, dine, or recreate. Good roads add to the quality of life for those we ask to pay the taxes we levy.

Second on my priority list is restoration of funds originally identified for maintenance at school buildings. To defer/delay these maintenance items is false economy that ends up a greater burden in a very short period of time.

Third priority, then, is the pension. If funds become available I would want us to begin the three year protocol to modify the pension plan and fund accordingly. I am concerned that next year's LC might again delay the implementation of the three-year protocol and we then are on that slippery slope of can kicking.

Other priorities fall into line behind these three items.

Thank you for considering my perspective, and thank you for the commitment and insight you have shown throughout this difficult budget development process.

From: Mary Ann Jacob <mjacob4404@charter.net>

Subject: Re: Budget

Date: April 3, 2017 at 9:51:40 AM EDT

To: stevedot <stevedot213@gmail.com>

Because we reduced the expected revenue from the state by 1.5m in anticipation of what the governors budget proposes.

Sent from my iPhone

On Apr 3, 2017, at 8:55 AM, stevedot <stevedot213@gmail.com> wrote:

If spending is below last year's amount and \$900,000 in commercial revenue was added to the grand list, why would taxes be increasing?

Is residential revenue declining?

Steve

On Apr 2, 2017, at 1:58 PM, Mary Ann Jacob <mjacob4404@charter.net> wrote:

Yes, 80,000 is the actually spending on interest payments for next year.

Spending is below last year but since revenues have dropped we have to have a 0.92 % tax increase to make up for that loss of revenue.

I don't know the specific amount of tax abatement a giving this year...all I know is our revenue from our commercial base has increased 900,000 due to new building. Tax abatement is always an increase in what we were getting for taxes from that property before it was improved, but a decrease in what we could have gotten if we charged 100% of the increase they were subject to.

Sent from my iPhone

On Apr 2, 2017, at 12:27 PM, stevedot <stevedot213@gmail.com> wrote:

Please explain what the \$80,000 represents. Is it the annual interest on the total borrowings in the referendums?

And do you mean although budgets have been returned to the level of the current year, taxes will rise .92% due to loss of revenue?

How much of that loss is represented in tax abatement "rewards" given to new businesses in town?

Steve

On Apr 2, 2017, at 11:37 AM, Mary Ann Jacob <mjacob4404@charter.net> wrote:

Hi Steve,

I wanted to followup on the outcome of our meeting Wednesday. While the final actions have not been taken, I think we've gotten pretty close to where it will end up, my personal opinion of course. The majority of the council voted to lower revenue expectations from the state by \$1,500,000 and remove the grant from the BOE budget of \$1,000,000. That is in anticipation of the BOE receiving a larger than projected grant and the town receiving a lower than projected revenue estimate. The net will mean we do not over fund the budget by taxing more than we need. We also lowered spending on a number of items another 1,465,000. The end result of these moves means we have lowered spending from the current year, but our texts will go up 0.92% because of the loss of revenue.

We also voted to put all six CIP items on the referendum. The TOTAL cost of all for them in

the budget we will be voting on is \$80,000.

Please let me know if you'd like me to speak to a group again before the budget.

Mary Ann

From: "Lynn Edwards" <lebedwards@charter.net>
Subject: RE: Budget
Date: April 2, 2017 at 7:53:24 PM EDT
To: "Mary Ann Jacob" <mjacob4404@charter.net>

Sorry just getting to emails from today now, thanks for the offer. But especially after all the messaging on fb today, hopefully you understand a little better, and I'm not convinced that more conversation will make a difference in the end in anyone's votes on the council. I think we just have different opinions about what should be prioritized and the weights of certain risks or benefits of different options. That, in combination with my upcoming week with one kids' birthday, then his Confirmation, needing to clean and prepare for the Saturday family celebration of Confirmation, and the now relatively pressing calendar need to do our taxes which I haven't yet started, means I'm going to pass for now. Thanks though.

-----Original Message-----

From: Mary Ann Jacob [<mailto:mjacob4404@charter.net>]
Sent: Sunday, April 2, 2017 11:45 AM
To: Lynn Edwards <lebedwards@charter.net>
Subject: Budget

When would be a good time to talk? I want to hear your concerns but I'm not understanding them clearly...thought it might be easier to talk.

Mary Ann



MINUTES OF SOLE DIRECTOR OF THE
BOYS SOCIAL AND ATHLETIC CLUB
OF SANDY HOOK, INCORPORATED

ATTACHMENT B

3 Primrose St.

The meeting was called to order at Newtown, Ct. on March 1, 2017.

Present: George Lockwood, sole surviving Director

Resolution: The following resolution was made and adopted:

Whereas, The Boys Social and Athletic Club of Sandy Hook, Incorporated ("SAC") was incorporated under the laws of the State of Connecticut on or about June 1, 1948 as a Domestic Non-Stock Corporation for the purposes set forth in its constitution and By-Laws, and

Whereas, on or about September 1, 1989 the Corporation was declared forfeited by the Secretary of the State of Connecticut attached hereto;

Whereas, the sole surviving Director of the Corporation is George Lockwood, Sr., of Sandy Hook, Connecticut;

Whereas, it is the desire of George Lockwood, Sr., that the sole asset of the Corporation, a parcel of land known as 28 and 32 Riverside Road, Sandy Hook, Connecticut be disposed of for the purposes of winding up the affairs of said Corporation in accordance with the deeds attached hereto:

Now therefore, it is hereby resolved that the assets, to wit: 3 parcels of land of the Corporation be transferred to the following parties for no monetary consideration:

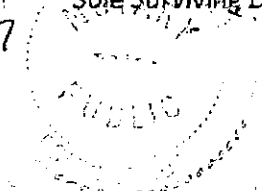
1. Parcel 1 to the Sandy Hook Volunteer Fire and Rescue Co., along with life estate for George Lockwood Jr.
2. Parcel 2 to the Newtown Underwater Search and Rescue.
3. Parcel 3 to the Town of Newtown.

All of said parcels being more particularly shown on a map or plan entitled "Compilation Plan - Sandy Hook - 28 and 32 Riverside Road Town of Newtown, Fairfield, Connecticut. Dated 2/14/2017, Scale 1" = 40' ". Prepared by JMC Planning Engineering Landscaping Architecture & Land Surveying, LLC, 120 Bedford Road, Armonk, NY.

Further resolved that George Lockwood, Sr., as said sole surviving Director be and hereby is authorized to take any and all actions necessary and proper to effectuate the aforesaid transfer.

City/County of Newtown - Fairfield County
 State of Connecticut
 Subscribed and sworn to before me
 this 1 day of March, 2017
 by George Lockwood Sr.
Monica E. Duhanick Notary Public
 My commission expires 3-31-19

George F. Lockwood Sr.
 George Lockwood, Sr.,
 Sole Surviving Director



MONICA E. DUHANCIK
 NOTARY PUBLIC
 MY COMMISSION EXPIRES MAR. 31, 2019

CERTIFICATION OF DISSOLUTION
OR REVOCATION
§ 17-107a, § 40

STATE OF CONNECTICUT
OFFICE OF THE SECRETARY OF THE STATE
27 TRINITY STREET, HARTFORD, CONNECTICUT 06106

P 080-209-115

REASON FOR DISSOLUTION

BOYS SOCIAL AND ATHLETIC CLUB OF SANDY HOOK, INCORPORATED
THE

I hereby certify and all of this entity, the following action was taken pursuant to the
above named corporation for the reasons specified.

DISSOLUTION - FAILURE TO FILE A BIENNIAL REPORT WITHIN 3 MONTHS

Julia H. Tashjian
Secretary of the State

BOYS SOC ATH CLUB OF SANDY HOOK
JAMES E KNAPP SR
JEREMIAH RD
SANDY HOOK, CONN 06482

DATE OF THIS NOTICE

01 SEP 1989

VOLUME 01144, PAGE 00111

Received for Record at Newtown, CT
On 03/01/2017 At 8:15:49 am

RESOLUTION

ATTACHMENT C

WHEREAS, the State of Connecticut has announced a budget proposal that will redistribute revenues related to Education Funding and other intergovernmental revenues; and

WHEREAS, The Legislative Council made reductions to the Board of Finance approved budget that it might not have otherwise made as a result of the Governor's proposed budget; and

WEREAS, that result could mean we have asked the taxpayers for more revenue than will be required to fund the approved spending; and

WHEREAS, those funds would normally be swept into the general fund as unanticipated revenue;

NOW THEREFORE, BE IT RESOLVED: That should the Legislative Council approved budget be accepted by the taxpayers as proposed on April 25, 2017, and the State budget result in a Education Cost Sharing Revenues that exceed \$2,138,725 **AND** Special Education Grant funds that exceed \$2,054,060, the Legislative Council will consider action to fund some or all of the following items to an extent possible given available funding from the State:

- Contributions to the Pension Fund \$188,030
- Contributions to the Medical Self Insurance Fund \$236,630
- Roads \$250,000
- BOE Maintenance repairs \$272,000

2017 - 2018 BUDGET - LEGISLATIVE COUNCIL ADJUSTMENTS

FUNCTION / DEPARTMENT / ACCOUNT	2017-2018 BUDGET		2017-2018 BUDGET		COMMENTS
	BOARD OF FINANCE	LEGISLATIVE COUNCIL	BOARD OF FINANCE	LEGISLATIVE COUNCIL	
	RECOMMENDED	ADJUSTMENTS	ADOPTED		
MEDICAL SELF-INSURANCE CONTRIBUTION					
VARIOUS DEPARTMENT GROUP INSURANCE ACCOUNTS	3,336,274	(63,630)	3,272,644		Due to improved medical claims experience since last analysis.
PENSTON CONTRIBUTION					
VARIOUS DEPARTMENT RETIREMENT CONTR ACCOUNTS	1,500,485	(133,030)	1,367,455		Delay planned phase in to change in actuarial calculation and change in discount rate till next year.
DEBT SERVICE					
BOND PRINCIPAL	6,780,694	(14,500)	6,766,194		Estimate replaced by actual amounts from March bond issue. \$152,968 in interest adjustment
BOND INTEREST	2,344,780	(173,906)	2,170,874		represents the bond premium on the new issue.
TOWN HALL BOARD OF MANAGERS					
CONTRIBUTIONS	95,000	(10,000)	85,000		Reduce contribution to ETH BOM.
HIGHWAY					
ROAD IMPROVEMENTS	1,750,000	(250,000)	1,500,000		Reduction in road improvements would leave \$1,500,000 in the general fund and \$1,000,000 in the CIP funded by bonds (\$2,500,000 total)
POLICE					
CONTRACTUAL SERVICES	57,475	(20,000)	37,475		Reduction per Chief of Police.
EDUCATION					
EDUCATION LINE ITEM	74,827,488	(800,000)	72,995,957		Justification: Medical self insurance \$173k; pension \$55k; BOE 2016-17 operating surplus \$265k; delay maint projects \$272; delay pay to play price reduction \$35k.
TOTAL TO DATE	115,992,078	(2,496,546)	113,495,532		
INTERGOVERNMENTAL REVENUES (STATE)					
EDUCATION COST SHARING GRANT		(1,500,000)			Reduce state revenue estimate due to expected state reductions in municipal aid. The budget reductions above will offset the effect of this action.

***To account for an increase in special education grants applied directly to the BOE budget. See BOE budget page 178. The grant revenue of \$1,022,579 is expected to be increased by \$1,031,481. If it does not get increased by this amount the LC will make the BOE whole.

HOW DID WE GET FROM BOS/BOE TO LEGISLATIVE COUNCIL (TO DATE) - 2017-18 BUDGET AMOUNTS

Expenditures	Board of Selectmen	Board of Education	Total Budget
Board of Selectmen proposed budget	41,251,019		
Board of Education proposed budget		75,120,605	
Total Budget			116,371,624
Board of Finance reductions:			
Energy contract finalized	(17,141)	(18,167)	(35,308)
Misc public safety reductions	(34,678)		(34,678)
Misc recreation reductions	(34,560)		(34,560)
Dalio Foundation Grant Offset		(145,000)	(145,000)
BOE 2016-17 operating surplus		(103,000)	(103,000)
BOE 2016-17 operating surplus		(27,000)	(27,000)
Prepay last sewer assessment bill			(103,000)
Use to do listed maintenance project in 2017-18			(27,000)
Legislative Council reductions:			
Medical self-insurance contribution	(63,630)	(179,000)	(236,630)
Pension contribution	(133,030)	(55,000)	(188,030)
Debt service savings from new bond issue	(188,406)		(188,406)
Highway road improvements	(250,000)		(250,000)
Misc deductions	(30,000)		(30,000)
BOE 2016-17 operating surplus		(265,000)	(265,000)
Delay maintenance projects		(272,000)	(272,000)
Delay pay to play price reduction		(35,000)	(35,000)
Increase state special education grant which results in a decrease		(1,031,481)	(1,031,481)
Special education grant goes directly to BOE budget, offsetting expenditures. If additional amount does not materialize the LC will make the BOE whole.			
Total reduction	(751,445)	(2,124,648)	(2,876,093)
Total Budget	40,499,574	72,995,957	113,495,531
Realized savings after BOS/BOE			
Delayed items (normally not done)			
Misc budget reductions			
Intergovernmental Revenue (state) reductions:			
Finance Director	(907,000)		
Board of Finance	(579,000)		
Legislative Council	(1,500,000)		
	(2,986,000)		
Budget reduction used to offset revenue reduction			

REVENUE TYPE / ACCOUNT	2014 - 2015				2015 - 2016		2016 - 2017		2017 - 2018 ***		
	ACTUAL	ACTUAL	ADOPTED BUDGET	AMENDED BUDGET	ACTUAL	BUDGET	ADOPTED BUDGET	AMENDED BUDGET	REVENUE ESTIMATES A	Increase / (Decrease) A - B	Percent Change
INTERGOVERNMENTAL											
ELD. TAX RELIEF - CIRCUIT BR.	149,044	151,508	142,796	142,796	142,796	142,796	142,796	107,000	(35,796)	-25.1%	
IN LIEU OF TAX-ST OWNED PROP	946,060	717,919	738,994	733,247	733,247	733,247	733,247	547,350	(185,897)	-25.4%	
VETERANS ADD'L EXEM	15,993	18,949	18,949	18,949	18,949	18,949	18,949	19,000	51	0.3%	
TOTALLY DISABLED	1,931	1,948	1,947	1,947	1,947	1,947	1,947	1,947	-	0.0%	
TOWN AID FOR ROADS	469,220	469,996	469,996	469,996	469,996	469,996	469,996	470,708	712	0.2%	
MASHANTUCKET PEQUOT	952,649	967,137	913,492	911,124	911,124	911,124	911,124	903,200	(7,924)	-0.9%	
CT SCHOOL BUILDING GRANTS	555,937	533,605	92,421	92,421	92,421	92,421	92,421	89,474	(2,947)	-3.2%	
MISCELLANEOUS STATE / FEDERAL GRANTS	342,033	144,916	385,300	50,000	50,000	50,000	50,000	50,000	-	0.0%	
LOCIP GRANTS	206,062	207,668	207,668	207,668	207,668	207,668	207,668	380,724	173,056	83.3%	
GRANTS FOR MUNICIPAL PROJECTS	221,366	235,371	235,371	235,371	235,371	235,371	235,371	-	(235,371)	-100.0%	
MUNICIPAL REVENUE SHARING (ADD'L SALES TAX)	-	-	824,747	572,949	572,949	572,949	572,949	824,747	251,798	43.9%	
EDUCATION COST SHARING GRANT	4,398,056	4,787,409	4,757,982	5,080,129	5,080,129	5,080,129	5,080,129	2,138,725	(2,941,404)	-57.9%	
PUBLIC SCHOOL TRANSPORT	79,452	84,121	82,318	-	-	-	-	-	-	-	
NON-PUB SCHOOL TRANSPORT	28,718	15,086	20,255	-	-	-	-	-	-	-	
HEALTH SERVICES - ST. ROSE	23,609	22,148	24,841	24,841	24,841	24,841	24,841	22,170	(2,671)	-10.8%	
	8,390,130	8,357,781	8,917,077	8,541,438	8,541,438	8,541,438	8,541,438	5,555,045	(2,986,393)	-35.0%	
*** To date, including LC 3/29 meeting											

SUMMARY OF EXPENDITURES

	2016 - 2017 <u>AMENDED</u>	2017 - 2018 <u>LC ADOPTED</u>	Increase / (Decrease)	Percent Change
TOWN SERVICES				
WAGES & SALARIES	12,168,068	12,428,713	260,645	2.1%
FRINGE BENEFITS	5,582,265	5,761,907	179,642	3.2%
INSURANCE	1,130,000	1,185,500	55,500	4.9%
OPERATING EXPENSES	7,238,272	7,087,159	(151,113)	-2.1%
CAPITAL	2,606,684	2,528,342	(78,342)	-3.0%
CONTINGENCY	138,702	200,000	61,298	44.2%
CONTRIBUTIONS TO OUTSIDE AGENCIES:				
TOWN AGENCIES	2,249,007	2,317,044	68,037	3.0%
OTHER AGENCIES	78,842	53,842	(25,000)	-31.7%
TOTAL MUNICIPAL SERVICES	31,191,840	31,562,507	370,667	1.2%
CAPITAL FINANCING - DEBT SERVICE	9,325,474	8,937,068	(388,406)	-4.2%
TOTAL BOARD OF SELECTMEN BUDGET	40,517,314	40,499,575	(17,739)	0.0%
BOARD OF EDUCATION	73,665,065	72,995,957	(669,108)	-0.9%
TOTAL TOWN OF NEWTOWN BUDGET	<u>114,182,379</u>	<u>113,495,532</u>	<u>(686,847)</u>	<u>-0.6%</u>

TAX INFORMATION:

	2016-2017	2017-2018
NET TAXABLE GRAND LIST	3,083,371,154	3,111,006,402
AMOUNT OF REVENUE TO BE RAISED BY CURRENT TAXES	100,571,352	103,110,767
ASSUMED TAX COLLECTION RATE	99.00%	99.20%
TAX LEVY	101,587,224	103,942,305
MILL RATE	33.60	33.91
TAX RATE PERCENT	1.62%	0.93%

grant_name	pay2002	pay2003	pay2004	pay2005	pay2006	pay2007	pay2008	pay2009
Sp. Ed. - Excess Cost	628,153	616,293	673,190	602,594	884,088	853,991	1,598,299	1,302,018
Sp. Ed. - State Agency Placements	189,861	186,664	74,651	90,289	142,752	214,491	66,853	405,256
Sp.Ed Excs Cost Student Supplmnt	-	-	-	-	-	-	-	-
	818,014	802,957	747,841	692,883	1,026,840	1,068,482	1,665,152	1,707,274

Effect on next years BOE budget (42,122)

(596,670)

(41,642)

(333,957)

54,958

55,116

15,057

grant_name	pay2010	pay2011	pay2012	pay2013	pay2014	pay2015	pay2016
Sp. Ed. - Excess Cost	1,195,240	1,113,849	1,023,157	1,105,084	1,333,917	1,165,998	1,192,278
Sp. Ed. - State Agency Placements	710,319	468,631	327,021	155,365	365,711	172,379	165,724
Sp.Ed Excs Cost Student Supplmnt	66,386	66,386	66,386	66,386	-	-	-
	1,971,945	1,648,866	1,416,564	1,326,835	1,699,628	1,338,377	1,358,002

Effect on next years BOE budget (264,671) 323,079 232,302 89,729 (372,793) 361,251 (19,625)

2017-18 BUDGET AS OF 03/29/2017

ALL NUMBERS ROUNDED '000

Why did current year taxes increase \$2,163,000 while the budget has decreased \$687,000?

Budget decrease	(\$ 687,000)
Other revenue loss	<u>\$2,850,000</u>
Current year tax increase	\$2,163,000

Current taxes increased 2.1% yet our tax increase is 0.91%?

0.91% tax increase	\$ 918,000
Grand list increase	\$1,440,000
Tax collection rate change	<u>\$ 195,000</u>
Current year tax increase	\$2,163,000

***** ANNUAL BUDGET REFERENDUM *****

LEGAL NOTICE

TUESDAY, APRIL 25, 2017 AT 6am - 8pm

AT THE NEWTOWN MIDDLE SCHOOL

PROPOSED BUDGET ADOPTED BY THE LEGISLATIVE COUNCIL (TOWN CHARTER 6-20)

**TOWN OF NEWTOWN BUDGET SUMMARY
LEGISLATIVE COUNCIL ADOPTED BUDGET**

April 5, 2017

	<u>2016-2017</u> (amended)	<u>2017-2018</u>	<u>% CHANGE</u>
SUMMARY OF REVENUES & OTHER FINANCING SOURCES - BY TYPE:			
PROPERTY TAXES	102,836,991	104,900,767	2.0%
INTERGOVERNMENTAL	8,541,438	5,555,045	-35.0%
CHARGES FOR SERVICES	2,223,700	2,147,470	-3.4%
INVESTMENT INCOME	200,000	400,000	100.0%
OTHER REVENUES	205,250	217,250	5.8%
OTHER FINANCING SOURCES	175,000	175,000	0.0%
	<u>114,182,379</u>	<u>113,395,532</u>	-0.7%

SUMMARY OF EXPENDITURES & OTHER FINANCING USES - BY FUNCTION:

BOARD OF SELECTMEN BUDGET:

GENERAL GOVERNMENT	4,431,588	4,514,575	1.9%
PUBLIC SAFETY	10,195,366	10,398,091	2.0%
PUBLIC WORKS	9,921,145	9,863,190	-0.6%
HEALTH AND WELFARE	1,566,961	1,564,350	-0.2%
PLANNING	811,846	808,587	-0.4%
RECREATION & LEISURE	3,701,260	3,745,209	1.2%
CONTINGENCY	138,702	200,000	44.2%
DEBT SERVICE	9,325,474	8,937,068	-4.2%
OTHER FINANCING USES	424,972	368,505	-13.3%



TOTAL BOARD OF SELECTMEN BUDGET

40,517,314 **40,399,575** -0.3%

BOARD OF EDUCATION BUDGET:

EDUCATION	73,665,065	72,995,957	-0.9%
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TOTAL BOARD OF EDUCATION BUDGET

73,665,065 **72,995,957** -0.9%

TOTAL TOWN OF NEWTOWN BUDGET

114,182,379 **113,395,532** -0.7%

TAX INFORMATION:

	<u>2016-2017</u>	<u>2017-2018</u>
NET TAXABLE GRAND LIST	3,083,371,154	3,111,856,918
AMOUNT OF REVENUE TO BE RAISED BY CURRENT TAXES	100,571,352	103,010,767
ASSUMED TAX COLLECTION RATE	99.00%	99.20%
TAX LEVY	101,587,224	103,841,499
MILL RATE	33.60	33.87
TAX RATE PERCENT DECREASE/INCREASE	1.62%	0.82%