



Third Taxing District

Annual Meeting, March 1, 2023

Johnnie Mae Weldon, Commission Chairperson

Pamela Parkington, Commissioner

Michele Sweeney, Commissioner

Read Auerbach, Treasurer

Kevin Barber, General Manager

Ronald Scofield, District Clerk

Annual Meeting Agenda



The Annual Meeting of the Electors of the Third Taxing District of the City of Norwalk, Wednesday, March 1, 2023, at 7:00 p.m., at the Norwalk Inn & Conference Center, 99 East Avenue, Norwalk, Connecticut.

- 1. Welcome and call to order***
- 2. Introductions***
- 3. Reading and Acceptance of the Notice of the Annual Meeting***
- 4. Election of Annual Meeting Chairman***
- 5. Election of Annual Meeting Secretary***
- 6. Reading & Acceptance of Annual Meeting Minutes of March 2, 2022***
- 7. Report of the operation of the Electric Department for the fiscal year July 1, 2021 through June 30, 2022, followed by Q&A from the public.***
- 8. Presentation of District Budget, followed by Q&A from the public.***
- 9. Authorization to approve the District Budget and transfer funds from the Electric Department to the District account to cover the budget requirements for the fiscal year July 1, 2023 through June 30, 2024.***
- 10. Adjourn***

Annual Meeting



- 1. Welcome and call to order*
- 2. Introductions*

Annual Meeting



3. Reading and Acceptance of the Notice of the Annual Meeting

I, (insert name) , move to waive the Reading of the Notice of the Annual Meeting and Accept it as is.

Second By: _____

Annual Meeting



4. Election of Annual Meeting Chairman

***I, (insert name) , move to Nominate _____
as Annual Meeting Chairperson.***

Second By: _____

Annual Meeting



5. Election of Annual Meeting Secretary

***I, (insert name) , move to Nominate _____
as Secretary of the Annual Meeting.***

Second By: _____

Annual Meeting



6. Reading & Acceptance of Annual Meeting Minutes of March 2, 2022

I, (insert name) , move to Waive the Reading of the Minutes of March 2, 2022 and Accept them as is.

Second By: _____



Third Taxing District

7. Report to Electors



Agenda

***a. Financial Position of
Electric Department***

b. Rates Comparison



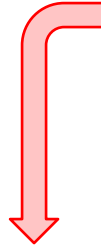
a. Financial Position of Electric Department

Electric Department Income Statement



Operating Revenues

	<u>June 30, 2022</u>	<u>June 30, 2021</u>
Sales Revenues	\$10,383,853	\$9,533,399
Sales for Resales	\$301,166	\$371,171
Misc. Service Revenues	\$10,830	\$1,807
Total Operating Revenues	\$10,695,849	\$9,906,377



Sales Revenues	<u>June 30, 2022</u>	<u>% of Sales</u>	<u>June 30, 2021</u>	<u>% of Sales</u>
Residential Sales	\$4,614,340	44.4%	\$4,391,735	46.1%
Commercial/Industrial Sales	\$4,476,733	43.1%	\$3,962,574	41.6%
Water Pollution Control Plant	\$1,190,895	11.5%	\$1,078,721	11.3%
Private Lighting	\$101,886	1.0%	\$100,369	1.1%
Total Operating Revenues	\$10,383,853		\$9,533,399	

Electric Department Income Statement



	<u>June 30, 2022</u>	<u>June 30, 2021</u>
<i>Operating Revenues</i>		
Sales Revenues	\$10,383,853	\$9,533,399
Sales for Resales	\$301,166	\$371,171
Misc. Service Revenues	\$10,830	\$1,807
<i>Total Operating Revenues</i>	\$10,695,849	\$9,906,377
 <i>Operating Expenses</i>		
Purchased Power Cost	\$5,480,589	\$4,398,905
Operating Expenses	\$4,994,459	\$4,980,376
<i>Total Operating Expenses</i>	\$10,475,048	\$9,379,281
 Net Operating Income/(Loss)	\$220,801	\$527,096
 Other Income/(Expense)	(\$130,199)	\$798,646
 Net Income	\$90,602	\$1,325,742
 Transfers Out to District	(\$280,000)	(\$265,000)
 Change in Net Position	(\$189,398)	\$1,060,742

Electric Department Balance Sheet



	<u>June 30, 2022</u>	<u>June 30, 2021</u>
Assets		
Current Assets	\$10,029,479	\$9,577,952
Net Utility Plant	\$13,180,542	\$12,667,385
Other Assets	\$6,579,848	\$7,458,623
Total Assets	\$29,789,869	\$29,703,960
Liabilities		
Current Liabilities	\$1,438,384	\$1,288,339
Non-Current Liabilities	\$13,026,438	\$13,079,983
Total Liabilities	\$14,466,822	\$14,368,322
<i>Net Deferred Inflows/Outflows of Resources</i>	<i>(\$490,879)</i>	<i>(\$314,072)</i>
Net Position (Retained Earnings)	\$14,832,168	\$15,021,566



b. Rates Comparison



TTD's Current Rate Structure

Residential Rate

Monthly Electric Bill

(Based on 700 kWh of usage)

Service Charge	\$ 8.00 per month	\$ 8.00
kWh Charge	\$ 0.1424 per kWh	(700 x 0.1424) = \$ 99.68
Power Cost Adjustment (PCA) Charge	\$ 0.04 per kWh	(700 x 0.04) = \$ 28.00
Energy Conservation Fund Charge	\$ 0.0025 per kWh	(700 x 0.0025) = \$ 1.75

Monthly Total = \$ 137.43

Notes:

- Current rates were established in 2014 following an in-depth rate study
- PCA was modified in July 2018 to \$0.013/kWh
- In May 2020, the PCA was temporarily reduced to \$0.00/kWh to provide rate relief to customers during the COVID-19 pandemic
- In July 2021, the PCA was reset to \$0.0065/kWh
- In July 2022, the PCA was increased to \$0.04/kWh to reflect increase cost of electricity



Current Rate Comparison

TTD Rate Comparison vs. Eversource
Residential
Based on 700 kWh
(As of January 2023)

<u>TTD – Residential Rate</u>	
\$ 8.00	Residential Service Charge
\$ 99.68	Residential kWh Charge
\$ 28.00	Power Cost Adjustment ***
\$ 1.75	Energy Conservation Fund
<u>\$137.43</u>	TOTAL

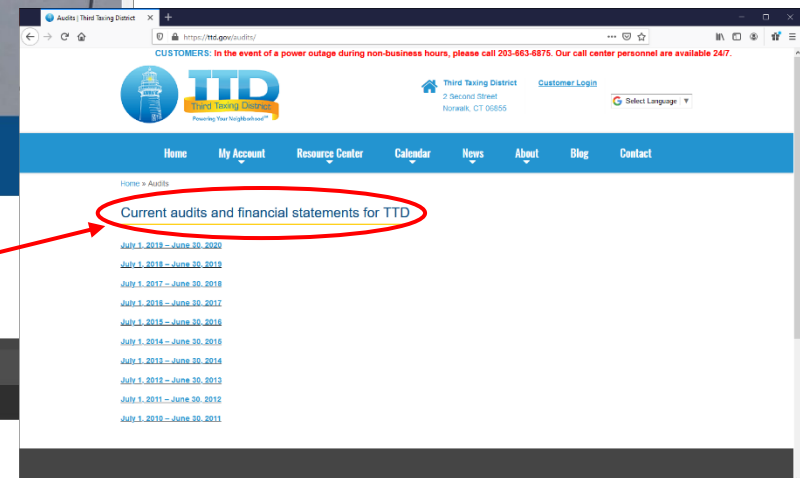
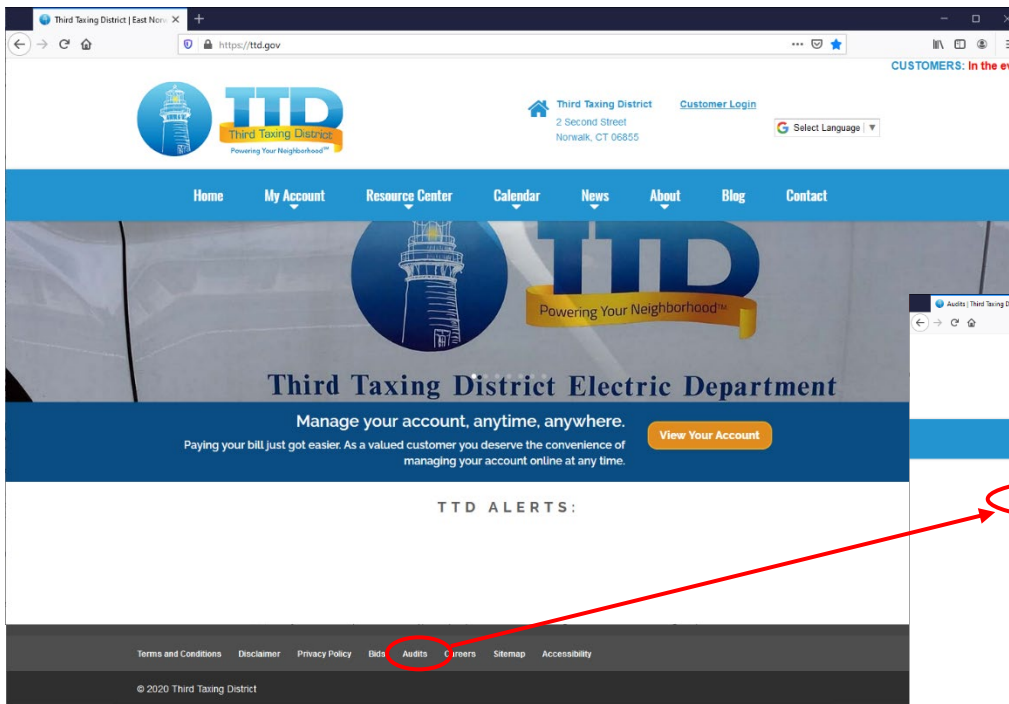
<u>Eversource – Residential Rate 1 with Standard Generation Service</u>	
\$ 9.62	Distribution Customer Svc. Chg.
\$169.20	Generation Service Charge
\$ 40.91	Distribution Charge
\$ 6.98	Electric Serv. Improvement Chg.
\$ 1.34	Revenue Adjustment Mechanism
\$ 25.77	Transmission Charge
\$ 8.74	Combined Public Benefits Chg.
\$ -0.25	CTA per kWh
\$ 0.00	FMCC Delivery Charge
<u>\$262.31</u>	TOTAL

\$1,498.56 per year in savings

The TTD monthly bill is \$124.88 (or 47.6%) less than Eversource based on 700 kWh usage.



More financial information can be found on TTD's website





Questions?



Third Taxing District

8. Proposed Budget Fiscal Year 2023-2024

Budget Recommended by the Third Taxing District Commission to the Electors on January 30, 2023

Third Taxing District

Proposed Budget – Fiscal Year 2023-2024



	<u>Proposed Budget FY 2023-2024</u>	<u>Budget FY 2022-2023</u>	<u>Budget FY 2022-2022</u>	<u>Actual FY 2021-2022</u>	<u>FY2022-23 to FY2023-24 % Change</u>
 <i>DISTRICT REVENUES</i>					
Rental Income – Firehouse	\$53,718	\$49,255	\$46,735	\$46,735	9.06%
Interest	\$325	\$325	\$325	\$168	0.00%
Other Income					
 <i>Total District Revenues</i>	 \$54,043	 \$49,580	 \$47,060	 \$46,903	 9.00%

Third Taxing District Proposed Budget - Continued



	<u>Proposed Budget FY 2023-2024</u>	<u>Budget FY 2022-2023</u>	<u>Budget FY 2021-2022</u>	<u>Actual FY 2021-2022</u>	<u>FY2022-23 to FY2023-24 % Change</u>
<i>District Operations</i>					
Commission Stipend	\$10,500	\$10,500	\$10,500	\$10,500	0.00%
Treasurer Stipend	\$1,800	\$1,800	\$1,800	\$1,800	0.00%
Clerk Stipend	\$1,800	\$1,800	\$1,800	\$1,800	0.00%
Ratepayer Representative Stipend	\$1,800	\$1,800	\$1,800	\$1,800	0.00%
Payroll Tax Expenses	\$1,300	\$1,300	\$1,300	\$1,105	0.00%
<i>District Events</i>					
Holiday Events (Tree Lighting)	\$6,800	\$6,000	\$6,750	\$4,823	13.33%
Summer Concert Series	\$33,900	\$35,150	\$33,000	\$24,750	-3.56%
Annual Electors Meeting	\$3,000	\$3,700	\$3,200	\$2,661	-18.92%
<i>Maintenance of District Assets</i>					
Parks – Maintenance	\$42,800	\$32,000	\$32,000	\$51,574	33.75%
Firehouse Building	\$1,500	\$1,500	\$1,500	\$0	0.00%
East Norwalk Library Building	\$8,100	\$9,000	\$9,900	\$11,128	-10.00%
East Norwalk Historical Cemetery	\$31,700	\$27,500	\$27,500	\$31,318	15.27%
<i>Other Expenses</i>					
Other District Services	\$10,000	\$10,000	\$10,000	\$2,500	0.00%
Contingencies	\$30,000	\$30,000	\$30,000	\$0	0.00%
<i>East Norwalk Library</i>					
Library – Operations	\$170,000	\$170,000	\$170,000	\$170,000	0.00%
Library – Contingent Matching Funds	\$0	\$11,000	\$11,000	\$11,000	-100.00%
TOTAL DISTRICT EXPENSES	\$355,000	\$353,050	\$352,050	\$326,759	0.55%

Third Taxing District Proposed Budget - Continued



	<u>Proposed Budget FY 2023-2024</u>	<u>Budget FY 2022-2023</u>	<u>Budget FY 2021-2022</u>	<u>Actual FY 2021-2022</u>	<u>FY2022-23 to FY2023-24 % Change</u>
CAPITAL EXPENDITURES					
Park Improvements	\$150,000	\$125,000	\$20,000	\$17,159	20.00%
Firehouse Building	\$400,000	\$0	\$0	\$0	
East Norwalk Library Building	\$0	\$0	\$0	\$0	0.00%
East Norwalk Historical Cemetery	\$0	\$10,000	\$0	\$0	-100.00%
TOTAL CAPITAL EXPENDITURES	\$550,000	\$135,000	\$20,000	\$17,159	307.41%

Park Improvements: \$150,000
Ludlow Park Improvements – Phase II
see next slide for details

Firehouse Building: \$400,000
Replacement of Apparatus Floor for new Apparatus
see next slide for details

Third Taxing District Proposed Budget - Continued



CAPITAL EXPENDITURES

Roger Ludlow Park Improvements – Phase II

In the FY2022-23 budget, a capital project for “Park Improvements” was approved, which included improvements to the Roger Ludlow Park. With guidance from the District Commission, a landscape designer was hired to assist the District in designing improvements to the park.

The design included these overall objectives:

- 1. Increase the aesthetic value of the park by improving the trees, plantings and overall composition of the space.***
- 2. Increase the functional value of the park by providing pedestrian pathways and a sitting area for passive enjoyment.***
- 3. Accommodate the Christmas Tree Lighting event festivities and replace the aging Blue Spruce with a more uniformly shaped Norway Spruce.***
- 4. Increase the safety of the park along the Gregory Blvd. side.***
- 5. Coordinate the design with the future CTDOT improvements to the street and sidewalks along with the East Norwalk Village Transit Zone.***

Following months of meetings, reviews and modifications, the current concept for the park is as follows:

Third Taxing District Proposed Budget - Continued



**BROADBENT
DESIGN STUDIO**

PO BOX 1080
NEW CANAAN, CT 06840

www.broadbentdesignstudio.com

PROJECT NAME
ROGER LUDLOW PARK

PROJECT ADDRESS
1-99 ROGER SQUARE
NORWALK, CT 06855

NOT FOR CONSTRUCTION

JOB NO.:
DRAWN BY: JS
DATE: 11.22.2022 SCALE: 1/8" = 1'-0"



PHASE:
DESIGN DEVELOPMENT

NO.	DATE	DESCRIPTION
1	11.22.2022	DESIGN DEVELOPMENT

DRAWING TITLE
SITE MASTERPLAN

DRAWING NO.
L-1.0

Third Taxing District Proposed Budget - Continued



Project is a three phase, multi-year project



THIRD TAXING DISTRICT- LUDLOW TRIANGLE		01.09.23 PHASES ADDED 011623			
These budget projections are provided as an order of magnitude outline to assist you in understanding the potential costs based on the site masterplan dated Dec 23, 2022. We make no guarantee that final pricing from contractors will fall within these ranges. Finishes, construction methods, site conditions, and material cost fluctuations can all have significant impacts on pricing.					
		ESTIMATED COST	PHASE 1	PHASE 2	PHASE 3
SITE PREPARATION, REMOVALS, GRADING, DRAINAGE & INFRASTRUCTURE					
1	Install temporary erosion and sediment control devices, tree protection, and anti-track pad.				
2	Mobilize equipment and excavate for walkways, new sitting area, boulders, etc; rough grading				
3	Port a jon during construction				
	Site Preparation, Removals, Grading, Drainage & Infrastructure Sub-Total	\$10,500.00		\$7,500.00	\$3,000.00
HARDSCAPES					
1	Bluestone on concrete slab walkways	\$44,000.00		\$44,000.00	
2	Bluestone on concrete slab sitting area	\$26,000.00		\$26,000.00	
3	Natural boulders in planting areas	\$4,000.00			\$4,000.00
4	Nautical posts and rope at entryways	\$7,000.00		\$0.00	\$7,000.00
5	Guardrail along Gregory Blvd.	\$12,000.00		\$12,000.00	
6	Site amenities (benches, trash cans, planters)	\$20,000.00		\$12,000.00	\$8,000.00
	Hardscapes Sub-Total	\$113,000.00			
LANDSCAPE PLANTING, LIGHTING & IRRIGATION					
1	Clean-up, dispose of fencing, grade and supply and install topsoil as needed.	\$4,000.00		\$2,000.00	\$2,000.00
2	Supply & install new trees, shrubs, perennials, soil ammendments, mulch, and sod.	\$70,000.00		\$10,000.00	\$60,000.00
3	Supply and install 5000 SF sod (distrubed areas - sod will need consistent water; seed is the alternative)	\$7,500.00		\$6,000.00	\$1,500.00
4	Temporary irrigation or hand watering	\$5,000.00		\$3,500.00	\$1,500.00
5	Supply & install new electrical, lighting fixtures, wire, transformers.	\$35,000.00		\$25,000.00	\$10,000.00
	Landscape Planting, Lighting & Irrigation Sub-Total	\$121,500.00			
	ESTIMATED PROJECT SUB-TOTAL	\$245,000.00	\$15,000.00	\$148,000.00	\$97,000.00

Notes:

1. All estimated costs exclude design (architectural, landscape architectural, etc.), engineering and surveying fees (civil, structural, staking, as-built, etc.), soil testing, construction management, and permit fees. All proposed changes to city curbing, paving, and sidewalks are excluded from the above budgets.

2. All estimated costs are provided based on historical averages and are intended for use as a reference point in budgeting for proposed improvements. We cannot guarantee that actual bids will fall within the budget.

Third Taxing District Proposed Budget - Continued



CAPITAL EXPENDITURES

East Norwalk Firehouse – Apparatus Floor Replacement

During the FY2023-24 budget process, a budget request was presented to the District from the Norwalk Fire Department.

The request is a project to replace the apparatus floor in advance of the delivery of a new firetruck at the East Norwalk Firehouse.



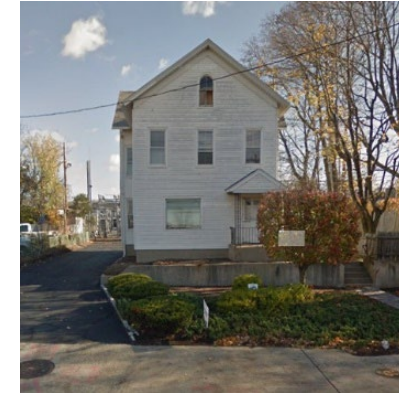
Third Taxing District Proposed Budget - Continued



CAPITAL EXPENDITURES

Funding of District Capital Projects

In 2022, the Third Taxing District and the State of CT Department of Transportation (CTDOT) came to an agreement on a defined permanent easement for a portion of District property at 213 East Ave. The District received \$560,000 in compensation for the easement. The easement was required by the CTDOT for the purpose of realigning the entrance/exit to the East Norwalk Train Station parking lot with Fort Point Street.



The Commissioners of the Third Taxing District recommend the utilization of these funds for the Roger Ludlow Park Improvements project and the East Norwalk Firehouse project. This would fund both projects and there would be no impact to customers' electric rates.

Compensation received from CTDOT:	\$560,000
Projects:	
Roger Ludlow Park Improvement project:	\$150,000
<u>East Norwalk Firehouse project:</u>	<u>\$400,000</u>
Project Totals:	\$550,000

Third Taxing District Proposed Budget - Continued



BUDGET SUMMARY

	↓ Proposed Budget FY 2023-2024	<u>Budget</u> FY 2022-2023	<u>Budget</u> FY 2021-2022	<u>Actual</u> FY 2021-2022	<u>FY2022-23 to FY2023-24 % Change</u>
District Revenues	\$54,043	\$49,580	\$47,060	\$46,903	9.00%
District Expenses	\$355,000	\$353,050	\$352,050	\$326,759	0.55%
Net Operating Income (Revenues - Expenses)	(\$300,957)	(\$303,470)	(\$304,990)	(\$279,856)	-0.83%
Capital Expenditures	\$550,000	\$125,000	\$20,000	\$17,159	307.41%
TOTAL FUNDING REQUIRED (Expenses + Capital Expenditures - Revenues)	\$850,957	\$438,470	\$324,990	\$297,015	94.07%
<u>Source of Funding:</u>					
Electric Operations: \$265,000					
Proceeds from CTDOT easement: \$550,000					
Total Funding: \$815,000					
Opening District Fund Balance	\$70,117	\$73,487	\$76,331	\$123,913	
TRANSFER FROM ELECTRIC →	\$815,000	\$395,000	\$280,000	\$280,000	106.33%
Ending District Fund Balance	\$34,160	\$30,017	\$31,341	\$106,898	

Budget Recommended by the Third Taxing District Commission to the Electors on January 30, 2023



Questions?

Third Taxing District Proposed Budget - Continued



BUDGET SUMMARY

	Proposed Budget FY 2023-2024	<u>FY 2022-2023</u>	<u>% Change</u>
District Revenues	\$54,043	\$49,580	9.00%
District Expenses	\$355,000	\$353,050	0.55%
Net Operating Income (Revenues - Expenses)	(\$300,957)	(\$303,470)	-0.83%
<i>Capital Expenditures</i>	\$550,000	\$135,000	307.41%
TOTAL FUNDING REQUIRED (Expenses + Capital Expenditures - Revenues)	\$850,957	\$438,470	94.07%
<i>Opening District Fund Balance</i>	\$70,117	\$73,487	
TRANSFER FROM ELECTRIC	\$815,000	\$395,000	106.33%
<i>Ending District Fund Balance</i>	\$34,160	\$30,017	

Budget Recommended by the Third Taxing District Commission to the Electors on January 30, 2023

Annual Meeting



9. Authorization to Approve the District Budget and transfer funds from the Electric Department to the District account to cover the budget requirements for the fiscal year July 1, 2023 through June 30, 2024.

I, (insert name) , move to Approve the District Budget in the amount of \$850,957 and Authorize the transfer of funds in the amount of \$815,000 from the Electric Department to the District.

Second by: _____:

Annual Meeting



10. Adjournment

I, (insert name) , move to Adjourn.

Second By: _____



Thank You!