



Braintree Town Council

Committee of Ways & Means

One JFK Memorial Drive
Braintree, Massachusetts 02184

MEMBERS

Thomas Bowes, Chairman
Shannon Hume, Vice-Chairman
Stephen C. O'Brien, Member
Timothy P. Carey, Member
Thomas W. Whalen, Member

AGENDA

Tuesday, June 18, 2019

Starting Time – 7:00p.m.

Johnson Chambers, Town Hall

1. Pledge of Allegiance/Moment of Silence
2. Roll Call
3. Approval of Minutes
 - None
4. New Business
 - 19 018 Mayor: Rescind prior Borrowing Authorizations or take up any action relative thereto (Public Hearing at full Council)
 - 19 019 Mayor: Bond Refunding Authorization or take up any action relative thereto (Public Hearing at full Council)
5. Old Business
 - None
6. Adjournment

#19-018

#19-019

Edward J. Spellman, Jr.
Director of Finance



Joseph C. Sullivan
Mayor

TOWN OF BRAINTREE
DEPARTMENT OF MUNICIPAL FINANCE
One JFK Memorial Drive, Braintree, MA 02184
Tel: 781-794-8035 Fax: 781-794-8181

To: Charles Ryan, President of the Council
Susan Cimino, Clerk of the Council
James Casey, Town Clerk

Cc: Joseph C. Sullivan, Mayor
Joseph Reynolds, Chief of Staff and Director of Operations

From: Edward Spellman, Director of Municipal Finance

Date: May 30, 2019

Re: Two Bonding Article Requests

RECEIVED TOWN CLERK
BRAINTREE, MA
2019 MAY 30 PM 3: 03

We are forwarding the following bonding article requests for your review and consideration. Specifically we seek to:

- 1) Rescind several existing bond authorizations, no longer needed for the purposes for which they were initially approved
- 2) Authorize Bond Refunding to reduce interest rates on existing bonds

The first request is to rescind three bond authorizations that are no longer needed. We have three projects whose costs had been authorized to be borrowed but which are no longer needed. One is a remaining balance of a water meters. The water department is currently funding meters through their operating budget. The second was an authorization for the Great Pond Dam. The project is complete and their remains a small bond authorization balance on the books. The third is the authorization for the replacement of the South Middle and Ross school roofs. We authorized these funds to get the work done and the borrowing was to be reduced by insurance proceeds. The project is complete and insurance proceeds have covered the entire cost of the project and no bonding for this project is needed.

These projects offer a savings of \$3,100,310.63 are noted on the attached list of authorized and unissued debt with the far right column shows the three projects with a (R) in the column titled rescind completed or unneeded authorization. To clean up the towns authorized and unissued debt schedules for this and future disclosure statements we are requesting that you vote to rescind these three unnecessary bond authorizations.

The second request is an authorization to allow the Treasurer to be allowed to refund any previously issued bonds that meet the refunding criteria and will save the town money by reducing the interest rates on existing bonds. This motion will give the town the authorization to refund any prior authorized bonds. You may recall that you approved a similar article back in FY 2015 some four years ago. Generally, bonds when issued contain a no call provision for the first ten years and bond issues years 11-30 normally contain a call provision at the option of the issuer. This can occur when interest rates are falling and provide a savings.

Accordingly, your review and approval of the following orders is requested.

1 9 - 0 1 8

First - To rescind previous bond authorizations

MOTION:

That the Town of Braintree rescinds the following authorized but unissued borrowing amounts that are no longer needed to pay costs of the projects for which they were initially approved:

1. \$100,000 of the authorized but unissued balance of the \$100,000 which was authorized to be borrowed under Article 31 of the Warrant at the Annual Town Meeting held on May 10, 2006 to pay costs of purchasing water meters.

2. \$310.63 of the authorized but unissued balance of the \$652,277.28 authorized to be borrowed pursuant to Loan Order 14-065 which was approved by this Council on November 5, 2014, to pay costs of Great Pond dam repairs.

3. \$3,000,000 of the authorized but unissued balance of the \$3,000,000 authorized to be borrowed pursuant to Loan Order 18-024 which was approved by this Council on April 30, 2018, to pay costs of roof replacement at the Ross Elementary and South Middle Schools.

1 9 - 0 1 9

Second – Bond refunding authorization

MOTION:

That in order to reduce interest costs, the Treasurer, with the approval of the Mayor, is authorized to provide for the sale and issuance of refunding bonds under G.L. c. 44, §21A to refund all or any portion of the remaining principal of and redemption premium and interest on any of the Town's general obligation bonds outstanding as of the date of this vote.

A bond authorization requires a 2/3 vote to approval however to rescind an existing bond authorization or to authorize the bond refunding authorizations requires only a simple majority. Since the request involve bond authorizations a public hearing is required under section 2-9 of the Town Charter.

TOWN OF BRAINTREE
 AUTHORIZED AND UNISSUED DEBT
 FOR THE YEAR ENDED JUNE 30, 2019

<u>description</u>	<u>date</u>	<u>council order</u>	<u>legal authorization</u>	<u>original amount</u>	<u>balance 6/30/2018</u>	<u>fy2019 activity</u>	<u>balance 6/30/2019</u>	<u>May 2019 issue</u>	<u>Rescind</u>
Town Hall and Water Building	10/24/2005	5 stm	44s7(3A)	1,500,000	228,000		228,000	228,000	
Water treatment Plant Eng.	5/10/2006	ATM 30	44s7(22)	300,000	228,000		228,000		
Water Meters with remote radio read capability	5/10/2006	ATM 31	44 s 8 (7a)	100,000	100,000		100,000		100,000
School Security Upgrades	5/21/2013	13-005A	44s 7(3A)	279,000	12,000		12,000		
DPW Engineering Drainage Work	5/21/2013	13-005A	44 s7(9)	180,000	63,000		63,000	15,000	
DPW Building Repairs	5/21/2013	13-005A	44s 7(3A)	107,000	102,000		102,000	26,000	
Police Station Building Repairs	5/13/2014	14-020	44s 7(3A)	32,000	20,000		20,000		
Police Station Building Electrical Repairs	5/13/2014	14-020	44s 7(3A)	24,000	13,000		13,000		
School Building Renovation	5/13/2014	14-020	44s 7(3A)	455,000	48,000		48,000	18,000	
Daugherty Gym Locker Room Improvements	5/13/2014	14-020	44s 7(3A)	50,000	28,000		28,000		
Daugherty Gym Repairs Ceiling, Windows BEMA	5/13/2014	14-020	44s 7(3A)	300,000	256,000		256,000	65,000	
DPW Cemetery Equipment Dump Truck, Plow & Access	5/13/2014	14-020	44 s7(9)	113,000	27,000		27,000	2,000	
DPW Cemetery Roads	5/13/2014	14-020	44s 7(6)	100,000	6,000		6,000		
DPW Highway New Mechanic Bay	5/13/2014	14-020	44s 7(3A)	44,000	19,000		19,000		
DPW Highway Equipment Dump Truck, Plow & Accessori	5/13/2014	14-020	44 s7(9)	450,000	73,000		73,000		
DPW Recreation Equipment Dump Truck, Plow & Access	5/13/2014	14-020	44 s7(9)	65,000	8,000		8,000	8,000	
Great Pond Dam Repair Project	11/5/2014	R 15-024(1) 14-065	44s8(25)	652,277	310.63		310.63		310.63
Road Projects C44s7(6) FY 2016 Capital	2/5/2015	15-2 / 15-023(1)	44s 7(6)	365,000	-		-		
Police Station Building Generator & Lockers 30-01502-619	2/5/2015	15-2 / 15-023(1)	44s 7(3A)	124,000	102,000		102,000	20,000	
Fire Station Headquarters Building Renovation C44 s 7(3a)	2/5/2015	15-2 / 15-023(1)	44s 7(3A)	425,000	335,000		335,000		
DPW Facilities Building repairs C44 s7 (3a)	2/5/2015	15-2 / 15-023(1)	44s 7(3A)	166,000	166,000		166,000	-	
DPW Facilities Smith Beach Bathhouse repairs	2/5/2015	15-2 / 15-023(1)	44s 7(3A)	40,000	40,000		40,000		
Daugherty Gym elevator C44 s 7(3a)	2/5/2015	15-2 / 15-023(1)	44s 7(3A)	150,000	150,000		150,000		
DPW Cemetery (1) 4x4 6 wheel ,(1) 4x2 6 wheel , (1) swee	2/5/2015	15-2 / 15-023(1)	44 s7(9)	70,000	5,000		5,000		
High School Field Irrigation	7/14/2015	15-024(2)	44 s7(9)	40,000	40,000		40,000		

authorized

5/30/2019

TOWN OF BRAINTREE
 AUTHORIZED AND UNISSUED DEBT
 FOR THE YEAR ENDED JUNE 30, 2019

description	date	council order	legal authorization	original amount	balance 6/30/2018	fy2019 activity	balance 6/30/2019	May 2019 issue	Rescind
Blanket Bond Refunding Authorization(for prior issues)	7/14/2015	15-024(4)	44S 21A	N/A					
School Education Technology	12/3/2015	15-042	44s7(28+29)	300,000	40,000		40,000	40,000	s
School Building renovation	12/3/2015	15-042	44s 7(6)	240,000	-		-		
DPW Facilities repairs	12/3/2015	15-042	44s 7(3A)	275,000	275,000		275,000		
DPW Cemetery sweeper and mower	12/3/2015	15-042	44 s7(9)	75,000	25,000	-	25,000		
DPW Highway Equipment + sweeper	12/3/2015	15-042	44 s7(9)	380,000	7,000		7,000		
Library Building Repairs	12/3/2015	15-042	44s 7(3A)	250,000	150,000		150,000	150,000	
Sewer MWRA	12/3/2015	15-043-2	44s7(1) or any other	1,520,000	878,200	(878,200)	- M	-	sum M= MWRA auth
Sewer Commerce Drive Pump Station	12/3/2015	15-043-3	44s 7(34)	800,000	800,000		800,000		
Water Treatment Plant Wash Tank	12/3/2015	15-043-3	44s 8(4)	200,000	200,000		200,000		
Town Clerk polling books	12/6/2016	16-064	44 s 7(1)	75,000	75,000		75,000	15,000	
Building Compliance ADA	12/6/2016	16-064	44 s 7(1)	75,000	75,000		75,000	45,000	
Electronic Archiving	12/6/2016	16-064	44 s 7(1)	89,000	89,000		89,000		
Elder Affairs Paving	12/6/2016	16-064	44 s 7(1)	15,000	15,000		15,000		
School Building Repairs Plumbing	12/6/2016	16-064	44 s 7(1)	80,000	15,000	-	15,000	15,000	s
School paving and Landscaping	12/6/2016	16-064	44 s 7(1)	100,000	30,000	-	30,000	25,000	s
DPW Shaw Street Bridge	12/6/2016	16-064	44 s 7(1)	315,000	315,000		315,000	315,000	
Town Hall Building renovation	12/6/2016	16-064	44 s 7(1)	478,000	478,000		478,000	478,000	
Library Building Renovations	12/6/2016	16-064	44 s 7(1)	100,000	95,000	-	95,000	95,000	
DPW Cemetery Grounds and Equipment	12/6/2016	16-064	44 s 7(1)	97,000	57,000	-	57,000	7,000	
DPW Field Reconstruction	12/6/2016	16-064	44 s 7(1)	100,000	75,000	-	75,000	45,000	
DPW Fence Reconstruction	12/6/2016	16-064	44 s 7(1)	50,000	35,000	-	35,000	23,000	
DPW Rec Playground recon Highlands / Harris	12/6/2016	16-064	44 s 7(1)	164,000	164,000		164,000	120,000	
Golf Course Reconstruction	12/6/2016	16-065-2	44 s 7(1)	85,000	75,000	R (75,000)	-		g
Blanket Bond Authorizations Premium (for prior issues)	12/6/2016	16-065-3	44 s 20	N/A	-		-		

authorized

TOWN OF BRAINTREE
 AUTHORIZED AND UNISSUED DEBT
 FOR THE YEAR ENDED JUNE 30, 2019

<u>description</u>	<u>date</u>	<u>council order</u>	<u>legal authorization</u>	<u>original amount</u>	<u>balance 6/30/2018</u>	<u>fy2019 activity</u>	<u>balance 6/30/2019</u>	<u>May 2019 issue</u>	<u>Rescind</u>
East Middle School Renovation/ Addition	9/5/2017	17-053	MGL 44 or any other	83,472,211	61,058,737	-	48,761,366	BOND est. 17,000,000	
					bond	-			
					MSBA reimb #6	(932,065)			
					MSBA reimb #7	(2,026,625)			
					MSBA reimb #8	(1,784,728)			
					MSBA reimb #9	(1,155,354)			
					MSBA reimb #10	(246,537)			
					MSBA reimb #11	(2,126,677)			
					MSBA reimb #12	(4,025,385)			
South Middle School Planning and Development	11/8/2017	17-069	MGL 44 or any other	650,000	650,000		650,000	BAN no 6/5/18	
golf Simulators	1/17/2018	17-077	44 s 7(1)	160,000	160,000		160,000		150,000
Road Projects C44s7(1) FY 2019 Capital	2/27/2018	18-004	44 s 7(1)	1,700,000	1,700,000		1,700,000		1,700,000
Fire Headquarters renovations	2/27/2018	18-004	44 s 7(1)	1,000,000	1,000,000		1,000,000		
fire ladder truck	2/27/2018	18-004	44 s 7(1)	900,000	900,000		900,000		900,000
fire alarm Bucket truck	2/27/2018	18-004	44 s 7(1)	110,000	110,000		110,000		110,000
School Building repairs BHS & District Wide	2/27/2018	18-004	44 s 7(1)	375,000	375,000		375,000		375,000
DPW Sidewalk Plow	2/27/2018	18-004	44 s 7(1)	150,000	150,000		150,000		150,000
DPW Park Equip. & court Repairs	2/27/2018	18-004	44 s 7(1)	100,000	100,000		100,000		100,000
Town School ESCO project	2/27/2018	18-004	44 s 7(1)	10,300,000	10,300,000		10,300,000	BAN ???	8,900,000
Water System Improvements	2/27/2018	18-005	44 s8	3,000,000	3,000,000		3,000,000		3,000,000
Tri town Plant planning and design	2/27/2018	18-005	44 s8(4)	1,700,000	1,700,000		1,700,000		300,000
Water sewer dept. Vactor truck	2/27/2018	18-005	44 s8(7A)	300,000	300,000		300,000		300,000
School roofs Ross and East Middle	4/30/2018	18-024	44 s 7(1)	3,000,000	3,000,000		3,000,000		3,000,000
Tri-town Water Plant (braintree's 50%)	6/5/2018	18-033	44 s 7(1), s8(4) or any other	23,300,000	23,300,000		23,300,000		
South Middle School Planning and Development	7/10/2018	18-039	MGL 44 or any other	350,000		350,000	350,000	BAN no 6/5/18	
Roadway resurfacing	2/26/2019	19-004	44 s 7(1)	1,700,000		1,700,000	1,700,000		
Town Wide Computer System	2/26/2019	19-004	44 s 7(1)	945,000		945,000	945,000		367,000

authorized

5/30/2019

TOWN OF BRAINTREE
 AUTHORIZED AND UNISSUED DEBT
 FOR THE YEAR ENDED JUNE 30, 2019

<u>description</u>	<u>date</u>	<u>council order</u>	<u>legal authorization</u>	<u>original amount</u>	<u>balance 6/30/2018</u>	<u>fy2019 activity</u>	<u>balance 6/30/2019</u>	<u>May 2019 issue</u>	<u>Rescind</u>
Town Wide Radio System Migrations	2/26/2019	19-004	44 s 7(1)	92,000		92,000	92,000		
Middle St. Engineering & Design	2/26/2019	19-004	44 s 7(1)	100,000		100,000	100,000		
DPW Parks and Grounds Trash Truck	2/26/2019	19-004	44 s 7(1)	150,000		150,000	150,000		
Fire Brush Truck	2/26/2019	19-004	44 s 7(1)	188,000		188,000	188,000		
DPW Facilities 4x4 Truck w Plow	2/26/2019	19-004	44 s 7(1)	60,000		60,000	60,000		
DPW highway Truck w Plows	2/26/2019	19-004	44 s 7(1)	100,000		100,000	100,000		
DPW Parks and Grounds Trash Truck	2/26/2019	19-004	44 s 7(1)	100,000		100,000	100,000		
DPW Parks Equip. & Court Repairs	2/26/2019	19-004	44 s 7(1)	100,000		100,000	100,000		
School Technology	2/26/2019	19-004	44 s 7(1)	200,000		200,000	200,000		
Town Hall repairs	2/26/2019	19-004	44 s 7(1)	500,000		500,000	500,000		
Water System Improvements	2/26/2019	19-005	44 s8	3,000,000		3,000,000	3,000,000		
MWRA Financial Assistance Phase # 11	2/26/2019	19-005	44s7(1) or any other	2,020,000		2,020,000	2,020,000 M		
MWRA Financial Assistance Phase # 12	2/26/2019	19-005	44s7(1) or any other	2,020,000		2,020,000	2,020,000 M		
MWRA Financial Assistance Phase # 13	2/26/2019	19-005	44s7(1) or any other	2,020,000		2,020,000	2,020,000 M #### sum M= MWRA auth		
Total For Fiscal Year 2019				155,856,488	<u>113,841,248</u>	<u>394,429</u>	<u>114,235,677</u>	<u>35,107,000</u>	<u>3,100,310.63</u>