

BOROUGH OF FLORHAM PARK
BOND ORDINANCE #10-18

BOND ORDINANCE PROVIDING A SUPPLEMENTAL APPROPRIATION OF \$30,000 FOR CONSTRUCTION OF A BUILDING TO SERVE AS A SENIOR DROP IN CENTER, IN AND BY THE BOROUGH OF FLORHAM PARK, IN THE COUNTY OF MORRIS, NEW JERSEY AND AUTHORIZING THE ISSUANCE OF \$28,500 BONDS OR NOTES OF THE BOROUGH FOR FINANCING PART OF THE APPROPRIATION.

BE IT ORDAINED BY THE BOROUGH COUNCIL OF THE BOROUGH OF FLORHAM PARK, IN THE COUNTY OF MORRIS, NEW JERSEY (not less than two-thirds of all members thereof affirmatively concurring) AS FOLLOWS:

Section 1. The improvement described in Section 3 of this bond ordinance has heretofore been authorized to be undertaken by the Borough of Florham Park, in the County of Morris, New Jersey (the "Borough") as a general improvement. For the improvement or purpose described in Section 3, there is hereby appropriated the supplemental amount of \$30,000, such sum being in addition to the \$250,000 appropriated therefor in Section 3(i) of bond ordinance numbered 13-05, to the \$525,000 appropriated therefor in Section 3(a) of bond ordinance numbered 09-12 and to the \$600,000 appropriated therefor in Section 3(a) of bond ordinance numbered 09-17 of the Borough finally adopted April 12, 2005, June 23, 2009 and October 20, 2009, respectively, and including the sum of \$1,500 as the additional down payment required by the Local Bond Law. The additional down payment is now available by virtue of provision for down payment or for capital improvement purposes in one or more previously adopted budgets.

Section 2. In order to finance the additional cost of the improvement or purpose not covered by application of the additional down payment, negotiable bonds are hereby authorized

to be issued in the principal amount of \$28,500 pursuant to the Local Bond Law. In anticipation of the issuance of the bonds, negotiable bond anticipation notes are hereby authorized to be issued pursuant to and within the limitations prescribed by the Local Bond Law.

Section 3. (a) The improvement heretofore authorized and the purpose for the financing of which the bonds are to be issued is the construction of a building to serve as a senior drop in center, including all work and materials necessary therefor or incidental thereto, as described in Section 3(i) of bond ordinance numbered 13-05, 3(a) of bond ordinance numbered 09-12 and 3(a) of bond ordinance numbered 09-17 of the Borough finally adopted April 12, 2005, June 23, 2009 and October 20, 2009, respectively.

(b) The estimated maximum amount of bonds or notes to be issued for the improvement or purpose is \$1,334,250, including the \$237,000 bonds or notes authorized in Section 3(i) of bond ordinance numbered 13-05, the \$498,750 bonds or notes authorized in Section 3(a) of bond ordinance numbered 09-12 and the \$570,000 bonds or notes authorized in Section 3(a) of bond ordinance numbered 09-17 of the Borough finally adopted April 12, 2005, June 23, 2009 and October 20, 2009, respectively and the \$28,500 bonds or notes authorized herein.

(c) The estimated cost of the improvement or purpose is \$1,405,000, including the \$250,000 appropriated in Section 3(i) of bond ordinance numbered 13-05, the \$525,000 appropriated in Section 3(a) of bond ordinance numbered 09-12 and the \$600,000 appropriated in Section 3(a) of bond ordinance numbered 09-17 of the Borough finally adopted April 14, 2005, June 23, 2009 and October 20, 2009, respectively and the \$30,000 appropriated herein.

Section 4. All bond anticipation notes issued hereunder shall mature at such times as may be determined by the chief financial officer; provided that no note shall mature later than one year from its date. The notes shall bear interest at such rate or rates and be in such form as may be determined by the chief financial officer. The chief financial officer shall determine all matters in connection with notes issued pursuant to this ordinance, and the chief financial officer's signature upon the notes shall be conclusive evidence as to all such determinations. All notes issued hereunder may be renewed from time to time subject to the provisions of the Local Bond Law. The chief financial officer is hereby authorized to sell part or all of the notes from time to time at public or private sale and to deliver them to the purchasers thereof upon receipt of payment of the purchase price plus accrued interest from their dates to the date of delivery thereof. The chief financial officer is directed to report in writing to the governing body at the meeting next succeeding the date when any sale or delivery of the notes pursuant to this ordinance is made. Such report must include the amount, the description, the interest rate and the maturity schedule of the notes sold, the price obtained and the name of the purchaser.

Section 5. The Borough hereby certifies that it has adopted a capital budget or a temporary capital budget, as applicable. The capital or temporary capital budget of the Borough is hereby amended to conform with the provisions of this ordinance to the extent of any inconsistency herewith. To the extent that the purposes authorized herein are inconsistent with the adopted capital or temporary capital budget, a revised capital or temporary capital budget has been filed with the Division of Local Government Services.

Section 6. The following additional matters are hereby determined, declared, recited and stated:

(a) The improvement or purpose described in Section 3 of this bond ordinance is not a current expense. It is an improvement or purpose that the Borough may lawfully undertake as a general improvement, and no part of the cost thereof has been or shall be specially assessed on property specially benefitted thereby.

(b) The period of usefulness of the improvement or purpose within the limitations of the Local Bond Law, according to the reasonable life thereof computed from the date of the bonds authorized by this bond ordinance, is 20 years.

(c) The Supplemental Debt Statement required by the Local Bond Law has been duly prepared and filed in the office of the Clerk, and a complete executed duplicate thereof has been filed in the office of the Director of the Division of Local Government Services in the Department of Community Affairs of the State of New Jersey. Such statement shows that the gross debt of the Borough as defined in the Local Bond Law is increased by the authorization of the bonds and notes provided in this bond ordinance by \$28,500, and the obligations authorized herein will be within all debt limitations prescribed by that Law.

(d) An aggregate amount not exceeding \$1,500 for items of expense listed in and permitted under N.J.S.A. 40A:2-20 is included in the estimated supplemental cost indicated herein for the purpose or improvement herein.

Section 7. The Borough hereby declares the intent of the Borough to issue the bonds or bond anticipation notes in the amount authorized in Section 2 of this bond ordinance and to use proceeds to pay or reimburse expenditures for the costs of the purposes described in Section 3 of this bond ordinance. This Section 7 is a declaration of intent within the meaning and for

purposes of Treasury Regulations §1.150-2 or any successor provisions of federal income tax law.

Section 8. Any grant moneys received for the purpose described in Section 3 hereof shall be applied either to direct payment of the cost of the improvement or to payment of the obligations issued pursuant to this ordinance. The amount of obligations authorized but not issued hereunder shall be reduced to the extent that such funds are so used.

Section 9. The chief financial officer of the Borough is hereby authorized to prepare and to update from time to time as necessary a financial disclosure document to be distributed in connection with the sale of obligations of the Borough and to execute such disclosure document on behalf of the Borough. The chief financial officer is further authorized to enter into the appropriate undertaking to provide secondary market disclosure on behalf of the Borough pursuant to Rule 15c2-12 of the Securities and Exchange Commission (the "Rule") for the benefit of holders and beneficial owners of obligations of the Borough and to amend such undertaking from time to time in connection with any change in law, or interpretation thereof, provided such undertaking is and continues to be, in the opinion of a nationally recognized bond counsel, consistent with the requirements of the Rule. In the event that the Borough fails to comply with its undertaking, the Borough shall not be liable for any monetary damages, and the remedy shall be limited to specific performance of the undertaking.

Section 10. The full faith and credit of the Borough are hereby pledged to the punctual payment of the principal of and the interest on the obligations authorized by this bond ordinance. The obligations shall be direct, unlimited obligations of the Borough, and the Borough shall be

obligated to levy ad valorem taxes upon all the taxable real property within the Borough for the payment of the obligations and the interest thereon without limitation of rate or amount.

Section 11. This bond ordinance shall take effect 20 days after the first publication thereof after final adoption, as provided by the Local Bond Law.

INTRODUCED: September 21, 2010

ADOPTED: October 19, 2010

R. Scott Eveland, Mayor

ATTEST:

Sheila Williams, R.M.C.
Borough Clerk

I, Sheila A. Williams, R.M.C., Municipal Clerk of the Borough of Florham Park do hereby certify this to be a true and correct copy of an Ordinance introduced at a Borough Council Meeting on September 21, 2010 and is scheduled for a public hearing on October 19, 2010.

Sheila A. Williams, R.M.C., Borough Clerk

