

BOND ORDINANCE PROVIDING FOR VARIOUS CAPITAL
IMPROVEMENTS IN AND BY THE TOWNSHIP OF WEST ORANGE, IN
THE COUNTY OF ESSEX, NEW JERSEY, APPROPRIATING \$9,644,148
THEREFOR AND AUTHORIZING THE ISSUANCE OF \$9,184,902.86
BONDS OR NOTES OF THE TOWNSHIP TO FINANCE PART OF THE
COST THEREOF

BE IT ORDAINED BY THE TOWNSHIP COUNCIL OF THE TOWNSHIP OF WEST ORANGE, IN
THE COUNTY OF ESSEX, NEW JERSEY (not less than two-thirds of all members thereof
affirmatively concurring) AS FOLLOWS:

Section 1. The several improvements described in Section 3 of this bond ordinance
are hereby respectively authorized to be undertaken by the Township of West Orange, in the
County of Essex, New Jersey (the "Township") as general improvements. For the several
improvements or purposes described in Section 3, there are hereby appropriated the respective
sums of money therein stated as the appropriation made for each improvement or purpose,
such sums amounting in the aggregate to \$9,644,148, and further including the aggregate sum
of \$459,245.14 as the several down payments for the improvements or purposes required by
the Local Bond Law. The down payments have been made 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 cost of the several improvements or purposes not
covered by application of the several down payments, negotiable bonds are hereby authorized

to be issued in the principal amount of \$9,184,902.86 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. The several improvements hereby authorized and the several purposes for which the bonds are to be issued, the estimated cost of each improvement and the appropriation therefor, the estimated maximum amount of bonds or notes to be issued for each improvement and the period of usefulness of each improvement are as follows:

<u>Purpose</u>	<u>Appropriation & Estimated Cost</u>	<u>Estimated Maximum Amount of Bonds & Notes</u>	<u>Period of Usefulness</u>
a) Improvement of the West Orange High School Stadium Field and Track to be undertaken jointly with the Board of Education under a Shared Services Agreement (50% of the cost to be received from the Board of Education)	\$800,000.00	\$761,904.76	15 years
b) Acquisition of police, fire and DPW equipment including personal protective equipment, breathing air compressor recharging system/fill station, portable light tower/generator, motor cycle racks and other DPW equipment	\$224,825.00	\$214,119.05	5 years
c) Improvement of indoor facilities including major capital repair of municipal	\$850,000.00	\$809,523.81	20 years

<u>Purpose</u>	<u>Appropriation & Estimated Cost</u>	<u>Estimated Maximum Amount of Bonds & Notes</u>	<u>Period of Usefulness</u>
facilities and phase 2 of the Library Improvement Project in accordance with the Needs Assessment on file with the municipal clerk			
d) Acquisition of information technology including postage machine with collator/folder for administration, MDT replacement, camera system expansion, investigative covert camera and Communications Center chairs for Police, security cameras for recreation department and other information technology	\$309,415.00	\$294,680.95	5 years
e) Improvement of outdoor facilities including paving, wall and equipment replacement or upgrades at Pleasantdale Parking Lot and an ice bumper car facility, Rolling Green tennis courts upgrade, major repairs and upgrades at pool facilities, major repairs, replacements and upgrades of playground equipment, installation of lighting at Degnan and Colgate and hard-court lighting at Degnan, Stagg and O'Connor and other recreation facility improvements	\$721,000.00	\$686,666.67	15 years
f) Improvement of streets and roads including resurfacing	\$5,509,750.00	\$5,247,380.95	15 years

<u>Purpose</u>	<u>Appropriation & Estimated Cost</u>	<u>Estimated Maximum Amount of Bonds & Notes</u>	<u>Period of Usefulness</u>
and other improvements in accordance with the list on file in the Clerk's Office to the extent of the funds available, acquisition and installation of LED high visibility signs, shade tree replacement and installation of signs and striping			
g) Vehicle acquisition or improvement consisting of major capital repair of fire trucks and acquisition of 4X4 vehicles for Administration and Code Departments, service truck, ½ ton cargo van, pick-up truck with plow, front end loader, loader buckets and large hydraulic pump for DPW, fire pick-up and 4X4 vehicles for Fire Department and 4X4 vehicle, special service pick-up vehicle and snow plow for Police Department	<u>\$1,229,158.00</u>	<u>\$1,170,626.67</u>	5 years
TOTALS:	<u>\$9,644,148.00</u>	<u>\$9,184,902.86</u>	

The excess of the appropriation made for each of the improvements or purposes aforesaid over the estimated maximum amount of bonds or notes to be issued therefor, as above stated, is the amount of the down payment for each purpose.

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 bond anticipation note

shall mature later than one year from its date unless such bond anticipation notes are permitted to mature at such later date in accordance with applicable law. The bond anticipation 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 bond anticipation notes issued pursuant to this bond ordinance, and the chief financial officer's signature upon the bond anticipation notes shall be conclusive evidence as to all such determinations. All bond anticipation notes issued hereunder may be renewed from time to time subject to the provisions of the Local Bond Law or other applicable law. The chief financial officer is hereby authorized to sell part or all of the bond anticipation 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 bond anticipation notes pursuant to this bond ordinance is made. Such report must include the amount, the description, the interest rate and the maturity schedule of the bond anticipation notes sold, the price obtained and the name of the purchaser.

Section 5. The Township hereby certifies that it has adopted a capital budget or a temporary capital budget, as applicable. The capital or temporary capital budget of the Township is hereby amended to conform with the provisions of this bond 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 improvements or purposes described in Section 3 of this bond ordinance are not current expenses. They are all improvements or purposes that the Township may lawfully undertake as general improvements, and no part of the cost thereof has been or shall be specially assessed on property specially benefitted thereby.

(b) The average period of usefulness, computed on the basis of the respective amounts of obligations authorized for each purpose and the reasonable life thereof within the limitations of the Local Bond Law, is 13.61 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 Township as defined in the Local Bond Law is increased by the authorization of the bonds and notes provided in this bond ordinance by \$9,184,902.86, and the obligations authorized herein will be within all debt limitations prescribed by that Law.

(d) An aggregate amount not exceeding \$1,928,830 for items of expense listed in and permitted under N.J.S.A. 40A:2-20 is included in the estimated cost indicated herein for the purposes or improvements.

Section 7. The Township hereby makes the following covenants and declarations with respect to obligations determined to be issued by the Chief Financial Officer on a tax-exempt basis. The Township hereby covenants that it will comply with any conditions

subsequent imposed by the Internal Revenue Code of 1986, as amended (the “Code”), in order to preserve the exemption from taxation of interest on the obligations, including, if necessary, the requirement to rebate all net investment earnings on the gross proceeds above the yield on the obligations. The Chief Financial Officer is hereby authorized to act on behalf of the Township to deem the obligations authorized herein as bank qualified for the purposes of Section 265 of the Code, when appropriate. The Township hereby declares the intent of the Township to issue bonds or bond anticipation notes in the amount authorized in Section 2 of this bond ordinance and to use the 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 purposes or improvements described in Section 3 hereof shall be applied either to direct payment of the cost of the improvements or to payment of the obligations issued pursuant to this bond 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 Township 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 Township and to execute such disclosure document on behalf of the Township. The chief financial officer is further authorized to enter into the appropriate undertaking to provide secondary market disclosure on behalf of the Township 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 Township 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 Township fails to comply with its undertaking, the Township 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 Township 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 Township, and the Township shall be obligated to levy *ad valorem* taxes upon all the taxable real property within the Township 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.