

**2011-5**

**BOND ORDINANCE PROVIDING A SUPPLEMENTAL APPROPRIATION OF \$30,000.00 FOR THE CONSTRUCTION OF A ROOF AND OTHER IMPROVEMENTS TO THE MOUNTAIN LAKES HOUSE AND AUTHORIZING THE ISSUANCE OF SUPPLEMENTAL BONDS OR NOTES IN THE AMOUNT OF \$28,500.00 THEREFOR IN ORDER TO FINANCE A PART OF THE APPROPRIATION.**

BE IT ORDAINED BY THE TOWNSHIP COMMITTEE OF THE TOWNSHIP OF PRINCETON AS FOLLOWS:

Section 1. The improvements described in Section 3 of this Bond Ordinance have heretofore been authorized to be undertaken by the Township of Princeton, New Jersey as a general improvement. For the improvement or purposes described in Section 3, there is hereby appropriated the supplemental amount of \$30,000.00, such sum being in addition to the \$110,000.00 appropriated therefor by Bond Ordinance of the Township finally adopted May 10, 2010, and including the sum of \$1,500.00 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 \$28,500.00 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 or notes are to be issued is improvements to the Mountain Lakes House as more specifically described in the Bond Ordinance of the Township finally adopted May 10, 2010.

(b) The estimated maximum amount of bonds or notes to be issued for the improvement or purposes is \$133,000.00, including the \$104,500.00 bonds or notes authorized by the Bond Ordinance of the Township finally adopted May 10, 2010 and the \$28,500.00 bonds or notes authorized herein.

(c) The estimated cost of the improvement or purpose is \$140,000.00, including the \$110,000.00 appropriated by the Bond Ordinance of the Township finally adopted May 10, 2010 and the \$30,000.00 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 (1) 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 *N.J.S.A. 40A:2-8(a)*. 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 Capital Budget of the Township of Princeton is hereby amended to conform with the provisions of this Ordinance to the extent of any inconsistency herewith.

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 Township 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 twenty (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 Township as defined in the Local Bond Law is increased by the authorization of the bonds and notes provided in this Bond Ordinance by \$28,500.00, and the obligations authorized herein will be within all debt limitations prescribed by that Law.

(d) An aggregate amount not exceeding \$7,000.00 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 purpose or improvement. Of this amount, \$5,500.00 was estimated for these items of expense in

the Bond Ordinance of the Township finally adopted May 10, 2010 and an additional \$1,500.00 is estimated therefor herein.

Section 7. The full faith and credit of the Township is 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 property with the Township for the payment of the obligations and the interest thereon without limitation of rate or amount.

Section 8. The Township has a lease arrangement dated December 4, 2006 for the Mountain Lakes House with the Mountain Lakes Holding Corporation, a non-profit corporation of the State of New Jersey. Pursuant to an Addendum to said Lease Agreement, the financing of this supplemental appropriation as well as the initial appropriation for this purpose set forth in the Township's Bond Ordinance finally adopted May 10, 2010 including all costs associated with same shall be reimbursed by the Mountain Lakes Holding Corporation to the Township from the Corporation's Capital Improvement Fund on an annual basis as provided in paragraph 7A of the aforementioned Lease.

Section 9. The Capital Budget of the Township is hereby amended to conform with the provisions of this Ordinance to the extent of any inconsistency herewith.

Section 10. This Bond Ordinance shall take effect twenty (20) days after the first publication thereof after final adoption, as provided by the Local Bond Law.

STATEMENT

The bond ordinance published herewith has been finally adopted on April 25, 2011 and the 20-day period of limitation within which a suit, action or proceeding questioning the validity of such ordinance can be commenced, as provided in the Local Bond Law, has begun to run from the date of the first publication of this statement.



Kathleen Brzezynski  
Deputy Township Clerk