

BOND ORDINANCE PROVIDING AN APPROPRIATION OF \$24,525,000 FOR VARIOUS IMPROVEMENTS AND PURPOSES FOR AND BY THE COUNTY OF SOMERSET, NEW JERSEY AND AUTHORIZING THE ISSUANCE OF \$23,300,000 BONDS OR NOTES OF SOMERSET COUNTY FOR FINANCING PART OF THE COST THEREOF

BE IT ORDAINED, BY THE BOARD OF CHOSEN FREEHOLDERS OF THE COUNTY OF SOMERSET, NEW JERSEY (not less than two-thirds of all members thereof affirmatively concurring) AS FOLLOWS:

The improvements described in Section 3 of this bond ordinance (the "Improvements") are hereby authorized to be undertaken by the County of Somerset, New Jersey (the "County") as general improvements. For the said Improvements there is hereby appropriated the amount of \$24,525,000 including the sum of \$1,225,000 as the down payment (the "Down Payment") for the Improvements required by the Local Bond Law of the State of New Jersey, constituting Chapter 2 of Title 40A of the New Jersey Statutes, as amended and supplemented (the "Local Bond Law"). The Down Payment is now available by virtue of provision in one or more previously adopted budgets for down payments or capital improvement purposes.

In order to finance the cost of the Improvements not covered by the application of the Down Payment, negotiable bonds of the County are hereby authorized to be issued in the principal amount of \$23,300,000 pursuant to the provisions of the Local Bond Law (the "Bonds"). In anticipation of the issuance of the Bonds and to temporarily finance said improvements or purposes, negotiable bond anticipation notes of the County are hereby authorized to be issued in the principal amount not exceeding \$23,300,000 pursuant to the provisions of the Local Bond Law (the "Bond Anticipation Notes" or "Notes").

The Improvements authorized and the purposes for which obligations are to be issued hereunder, the estimated cost of each Improvement, the appropriation therefore and the estimated maximum amount of Bonds or Notes to be issued for each Improvement are as set forth in Exhibit I attached hereto.

The estimated maximum amount of Bonds or Notes to be issued for the purpose of financing a portion of the cost of the Improvements is \$23,300,000.

The estimated cost of the improvements is \$24,525,000, which amount represents the initial appropriation made by the County. The excess of the appropriations made for each of the Improvements over the estimated maximum amount of Bonds or Notes authorized to be issued therefore is the Down Payment.

All Bond Anticipation Notes issued hereunder shall mature at such times as may be determined by the Chief Financial Officer of the County (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 signature of the Chief Financial Officer 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 Section 8(a) 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 Board of Chosen Freeholders of the County 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.

The capital budget of the County is hereby amended to conform with the provisions of this ordinance to the extent of any inconsistency herewith. The resolution in the form promulgated by the Local Finance Board showing full detail of the amended capital budget and capital program as approved by the Director, Division of Local Government Services, Department of Community Affairs, State of New Jersey is on file with the Clerk of the Board of Chosen Freeholders and is available for public inspection.

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

The Improvements described in Section 3 of this bond ordinance are not current expenses, and are capital improvements or properties that the County may lawfully make or acquire as general improvements, and no part of the cost thereof has been or shall be specially assessed on property specially benefited thereby.

The average period of usefulness of the Improvements, within the limitations of the Local Bond Law, taking into consideration the respective amounts of all obligations authorized for the several purposes, according to the reasonable life thereof computed from the date of the Bonds authorized by this bond ordinance, is 15.72 years.

The Supplemental Debt Statement required by the Local Bond Law has been duly prepared and filed in the Office of the Clerk of the Board of Chosen Freeholders and a complete executed duplicate thereof has been filed in the office of the Director, Division of Local Government Services, Department of Community Affairs, State of New Jersey. Such statement shows that the gross debt of the County, as defined in the Local Bond Law, is increased by the authorization of Bonds and Notes provided in this bond ordinance by \$23,300,000 and the

obligations authorized herein will be within all debt limitations prescribed by the Local Bond Law.

An aggregate amount not exceeding \$5,000,000 for items of expense listed in and permitted under Section 20 of the Local Bond Law is included in the estimated cost of the Improvements, as indicated herein.

Any funds received from time to time by the County as contributions in aid of financing the purposes described in Section 3 of this Ordinance shall be used for financing said Improvements by application thereof either to direct payment of the cost of said Improvements or to the payment or reduction of the authorization of the obligations of the County authorized therefore by this Bond Ordinance. Any such funds received may, and all such funds so received which are not required for direct payment of the cost of said Improvements shall, be held and applied by the County as funds applicable only to the payment of obligations of the County authorized by this Bond Ordinance.

The full faith and credit of the County are hereby pledged to the punctual payment of the principal of and interest on the obligations authorized by this bond ordinance. The obligations shall be direct, unlimited obligations of the County, and the County shall be obligated to levy ad valorem taxes upon all the taxable property within the County for the payment of the obligations and the interest thereon without limitation of rate or amount.

This Bond Ordinance constitutes a declaration of official intent under Treasury Regulation Section 1.150-2. The County reasonably expects to pay expenditures with respect to the Improvements prior to the date that County incurs debt obligations under this Bond Ordinance. The County reasonable expects to reimburse such expenditures with the proceeds of debt to be incurred by the County under this Bond Ordinance. The maximum principal amount of debt expected to be issued for payment of the costs of the Improvements is \$23,300,000.

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

EXHIBIT I

	Appropriation	Estimated Amount of Bonds/Notes

<p>VOCATIONAL SCHOOL Including engineering and design, general construction, building F classroom HVAC system, the installation of fire detection and suppression systems, curbs, walks, paving and concrete, building A shop bathroom.</p>	<p>\$505,000</p>	<p>\$432,960</p>
<p>FACILITIES AND SERVICES Including engineering and design, general construction, replacement of jail flooring, refrigeration and elevators, replacement of utility body trucks, replacement of roofs at 80 E. High St and 40 N. Bridge St, Somerville, replace chillers and cooling tower and upgrade HVAC system at 20 N. Bridge St, Somerville, expand 911 Communication Center, construct new Senior Center on E. Main St, Bridgewater and all equipment, and appurtenances related thereto, as necessary.</p>	<p>\$8,014,000</p>	<p>\$7,629,328</p>
<p>COMMUNICATIONS Including engineering and design, general construction, radio tower, UPS batteries, electronics and appurtenances related thereto, as necessary for the upgrade and replacement of the county wide radio system per FCC requirements.</p>	<p>\$4,750,000</p>	<p>\$4,522,000</p>
<p>ROAD AND BRIDGE EQUIPMENT Including the purchase of construction equipment, dump trucks, salt/sand spreaders, backhoe, flail mowers and other vehicular equipment.</p>	<p>\$865,000</p>	<p>\$823,480</p>
<p>EMERGENCY MANAGEMENT EQUIPMENT Including the purchase of hazmat meters, tools and other emergency equipment.</p>	<p>\$50,000</p>	<p>\$47,600</p>
<p>FINANCE AND ADMINISTRATION 2012-2020 technology plan and infrastructure.</p>	<p>\$1,000,000</p>	<p>\$952,000</p>

2012
HIGHWAY IMPROVEMENTS
CLASS "A"

DESCRIPTION	APPROP- RIATION	ESTIMATE AMOUNT OF BONDS/ NOTES
<u>Amwell Road (CR 514)</u>	\$500,000	\$476,000
Township of Hillsborough From North Willow Road To Woods Road Approximately 1.0 Miles Construction and Inspection. Curb, Drainage Structures, Bituminous Concrete Pavement, Traffic Striping, Beam Guiderail, Etc.		
Total Highway Improvements Class "A"	\$500,000	\$476,000

2012
HIGHWAY RESURFACING
CLASS "B"

DESCRIPTION	APPROP- RIATION	ESTIMATE AMOUNT OF BONDS/ NOTES
<u>Claremont Road (Route 659)</u>	\$75,000	\$71,400
Borough of Bernardsville From Mine Mount Road To Mendham Road Approximately 0.3 Miles Construction and Inspection. Drainage Structures, Milling, Curb, Bituminous Concrete Pavement, Traffic Stripes, Etc.		
<u>Vosseller Ave (Route 635)</u>	\$225,000	\$214,200
Borough of Bound Brook		

From Route 28
To Talmage Avenue
Approximately 0.5 Miles
Construction and Inspection.
Drainage Structures, Milling, Curb,
Bituminous Concrete Pavement, Traffic Stripes, Etc.

Valley Road (Route 527) \$375,000 \$357,000

Borough of Watchung
From Bonnie Burn Road
To Union County Border
Approximately 0.9 Miles
Construction and Inspection.
Drainage Structures, Milling, Curb,
Bituminous Concrete Pavement, Traffic Stripes, Etc.

Mt. Horeb Road (Route 618) \$400,000 \$380,800

Township of Warren
From Dock Watch Hollow Road to Wilderness Trail
And From Stardust Drive to Ravine Lane
Approximately 1.0 Miles
Construction and Inspection.
Drainage Structures, Milling, Curb,
Bituminous Concrete Pavement, Traffic Stripes, Etc.

Belle-Mead Griggstown Road (Route 630) \$400,000 \$380,800

Montgomery Township
From Route 206
To Jamestown Road
Approximately 1.0 Miles
Construction and Inspection.
Drainage Structures, Milling, Curb,
Bituminous Concrete Pavement, Traffic Stripes, Etc.

Franklin Boulevard Road (CR617) \$600,000 \$571,200

Township of Franklin
From Route 27
To and Including Easton Avenue Intersection
Approximately 1.7 Miles
Construction and Inspection.
Curb, Drainage Structures, Bituminous Concrete Pavement,
Traffic Striping, Milling, Etc.

River Road (Route 625) \$950,000 \$904,400

Township of Hillsborough
From Roycefield Road

To Studdiford Drive (Route 606)
 Approximately 2.8 Miles
 Construction and Inspection.
 Drainage Structures, Milling, Curb,
 Bituminous Concrete Pavement, Traffic Stripes, Etc.

Total Highway Resurfacing Class "B"	\$3,025,000	\$2,879,800
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2012
 TRAFFIC SAFETY IMPROVEMENTS
 TRAFFIC SIGNALS-INTERSECTION IMPROVEMENTS

DESCRIPTION	APPROP- RIATION	ESTIMATE AMOUNT OF BONDS/ NOTES
<u>Various Locations, Various Municipalities</u> Acquisition of new traffic signals	\$250,000	\$238,000
<u>Various Locations, Various Municipalities</u> Modernization of traffic signals	\$200,000	\$190,400
<u>Franklin Township</u> Easton Ave & Unclaimed Freight (CR527) Easton Ave & Willow Road (CR527)	\$600,000	\$571,200
<u>Various Locations, Various Municipalities</u> Acquisition of new Traffic Signalization Units, Including the Acquisition of Related Equipment, Installation of Underground Electrical Equipment, Traffic signal video units	\$175,000	\$166,600
Total Traffic Safety Improvements	\$1,225,000	\$1,166,200

2012
 HIGHWAY DRAINAGE AND FLOOD CONTROL

DESCRIPTION	APPROP-	ESTIMATE
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	RIATION	AMOUNT OF BONDS/ NOTES
<u>Various Locations, Various Municipalities</u>	\$100,000	\$95,200
Engineering Design, Construction, Easements And Inspection. Drainage Improvements, Concrete Headwalls, Drainage Systems, Concrete Curb, Ditch Lining, Beam Guiderail Bituminous Concrete Pavement, Etc.		
Total Highway Drainage and Flood Control	\$100,000	\$95,200

2012
BRIDGE IMPROVEMENTS

DESCRIPTION	APPROP- RIATION	ESTIMATE AMOUNT OF BONDS/ NOTES
<u>Hawthorne Ave (Bridge No. H0814)</u> Township of Bridgewater Construction and Inspection	\$250,000	\$238,000
<u>Hollow Road (Bridge No. C0302)</u> Township of Montgomery Construction and Inspection	\$250,000	\$238,000
<u>Brookside Drive (Bridge No. H0918)</u> Township of Warren Construction and Inspection	\$250,000	\$238,000
<u>South Ranch Road (Bridge No. C0606)</u> Township of Branchburg Construction and Inspection	\$300,000	\$285,600
<u>Mountainview Road (Bridge No. D0202)</u> Township of Montgomery Construction and Inspection	\$300,000	\$285,600
<u>Layton Road (Bridge No. F1109)</u> Township of Far Hills	\$550,000	\$523,600

Construction and Inspection <u>Blackwells Mills Road (Bridge No. H0406)</u> Township of Franklin Construction and Inspection	\$600,000	\$571,200
<u>Rehabilitation and/or Reconstruction of Bridges</u> Various Municipalities, Various Locations Various Bridges on County or Municipal Roads Throughout the County.	\$604,000	\$575,008
<u>Resurfacing Various Bridges</u> Various Municipalities Resurfacing Various Bridges Construction and Inspection Include Milling, Waterproof Membrane Bituminous Concrete Pavement, Etc.	\$150,000	\$142,800
Total Bridge Improvements	\$3,254,000	\$3,097,808

2012
INSTALLATION OF CURB

DESCRIPTION	APPROP- RIATION	ESTIMATE AMOUNT OF BONDS/ NOTES
<u>Various Roads, Various Municipalities</u> Various Municipalities Installation of New and/or Replacement of Curb And Associated Work at Various Locations Throughout the County.	\$100,000	\$95,200
Total Installation of Curb	\$100,000	\$95,200

2012
RIGHT OF WAY

DESCRIPTION	APPROP-	ESTIMATE
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	RIATION	AMOUNT OF BONDS/NOTES
<u>Various Roads, Various Municipalities</u>	\$100,000	\$95,200
Various Municipalities Various Right of Way Acquisitions, Purchase of Easement Rights and Property Appraisals At Various Locations throughout the County		
Total Right of Way	\$100,000	\$95,200

2012
GREEN BROOK FLOOD CONTROL PROJECT

DESCRIPTION	APPROP-RIATION	ESTIMATE AMOUNT OF BONDS/NOTES
<u>Green Brook Flood Control Project</u>	\$700,000	\$666,400
Army Corps of Engineers Flood Control Project Along Middle Brook, Green Brook and Raritan River Borough of Bound Brook, Construction, Various Drainage Improvements, Somerset County to Match Federal, State and Local Funds		
Total Green Brook Flood Control Project	\$700,000	\$666,400

2012
TRANSPORTATION VEHICLES

DESCRIPTION	APPROP-RIATION	ESTIMATE AMOUNT OF BONDS/NOTES
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Vehicles

Accessible Transit Buses (3)	\$262,000	\$249,424
Total Transportation Vehicles	\$262,000	\$249,424

2012
ENVIRONMENTAL REMEDIATION

DESCRIPTION	APPROP- RIATION	ESTIMATE AMOUNT OF BONDS/ NOTES
<u>Continuing Remedial Action Work</u>	\$75,000	\$71,400
Environmental Remediation		
Total Environmental Remediation	\$75,000	\$71,400

I, Kathryn Quick, Deputy Clerk of the Board of Chosen Freeholders of the County of Somerset in the State of New Jersey, do hereby certify that the foregoing is a true copy of an Ordinance adopted by said Board of Chosen Freeholders at its regularly convened meeting of July 24, 2012.