

BOND ORDINANCE NO. 21-2016

REFUNDING BOND ORDINANCE OF THE TOWNSHIP OF ABERDEEN, IN THE COUNTY OF MONMOUTH, NEW JERSEY PROVIDING FOR THE REFUNDING OF CERTAIN GENERAL IMPROVEMENT BONDS OF 2006 AND SEWER UTILITY REFUNDING BONDS OF 2006, APPROPRIATING \$7,100,000 THEREFOR AND AUTHORIZING THE ISSUANCE OF \$7,100,000 REFUNDING BONDS OF THE TOWNSHIP FOR FINANCING THE COST THEREOF

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

Section 1. The Township of Aberdeen, in the County of Monmouth, New Jersey (the "Township") is hereby authorized to refund all or a portion of (i) \$3,016,000 outstanding principal amount of the Township's General Improvement Bonds of 2006 dated August 1, 2006, maturing on August 1 in each of the years 2017 through 2021, inclusive (the "2006 General Improvement Refunded Bonds") and which are subject to redemption on or after August 1, 2016 at the option of the Township at a redemption price of 100% of the principal amount of the 2006 General Improvement Refunded Bonds to be redeemed, plus accrued interest thereon to the date fixed for redemption; and (ii) \$3,800,000 outstanding principal amount of the Township's Sewer Utility Refunding Bonds (Series 2006) dated December 15, 2006, maturing on February 1 in each of the years 2017 through 2022, inclusive (the "2006 Sewer Utility Refunded Bond" and, together with the 2006 General Improvement Refunded Bonds, the "Refunded Bonds") and which are subject to redemption on or after February 1, 2017 at the option of the Township at a redemption price of 100% of the principal amount of the 2006 Sewer Utility Refunded Bonds to be redeemed, plus accrued interest thereon to the date fixed for redemption.

Section 2. In order to finance the cost of the purpose described in Section 1 hereof and the cost of the issuance of the hereinafter defined Refunding Bonds, negotiable refunding bonds (the "Refunding Bonds") are hereby authorized to be issued in the aggregate principal amount not to exceed \$7,100,000 pursuant to the Local Bond Law of the State of New Jersey.

Section 3. The Township desires to provide for the refunding of a portion of all or the Refunded Bonds in order to provide for savings in debt service as a result of lower interest rates in the bond market.

Section 4. An aggregate amount not exceeding \$125,000 for items of expense listed in and permitted under N.J.S.A. 40A:2-51(b) has been included in the aggregate principal amount of Refunding Bonds authorized herein.

Section 5. 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 is increased by the authorization of the Refunding Bonds provided in this refunding bond ordinance by \$7,100,000, and that an aggregate amount of \$6,974,000, consisting of (i) the principal amount of the 2006 General Improvement Refunded Bonds equal

to \$3,016,000 and (ii) the principal amount of the Refunding Bonds allocated to the refunding of the 2006 Sewer Utility Refunded Bonds (a self-liquidating purpose) equal to \$3,958,000, will be deductible from gross debt. The obligations authorized herein will be within all debt limitations prescribed by that law.

Section 6. A certified copy of this refunding bond ordinance as adopted on first reading should be filed with the Director of the Division of Local Government Services in the Department of Community Affairs of the State of New Jersey prior to final adoption.

Section 7. This refunding bond ordinance shall take effect 20 days after the first publication thereof after final adoption, as provided by the Local Bond Law, provided that the consent of the Local Finance Board has been endorsed upon a certified copy of this refunding bond ordinance as finally adopted, which consent will be so endorsed in accordance with N.J.A.C. 5:30-2.5.