

**THE CITY OF MARGATE CITY IN
THE COUNTY OF ATLANTIC, NEW JERSEY**

ORDINANCE # 07-2017

BOND ORDINANCE APPROPRIATING ONE MILLION TWO HUNDRED THOUSAND DOLLARS (\$1,200,000) AND AUTHORIZING THE ISSUANCE OF ONE MILLION TWO HUNDRED THOUSAND DOLLARS (\$1,200,000) IN SCHOOL BONDS AND NOTES OF THE CITY OF MARGATE FOR VARIOUS SCHOOL IMPROVEMENTS OR PURPOSES AUTHORIZED TO BE UNDERTAKEN BY THE CITY OF MARGATE, NEW JERSEY

THE BOARD OF COMMISSIONERS OF THE CITY OF MARGATE CITY IN THE COUNTY OF ATLANTIC, NEW JERSEY (not less than two-thirds of the full membership thereof affirmatively concurring), DOES HEREBY ORDAIN AS FOLLOWS:

Section 1. Appropriation for Project

The improvements described in Section 3 of this Bond Ordinance are hereby respectfully authorized as school improvements to be made or acquired by the City of Margate, in the County of Atlantic, New Jersey (the "City"). For said improvements or purposes stated in Section 3, there is hereby appropriated the sums of money therein stated as the appropriations made for said improvements or purposes, said sums being inclusive of all appropriations heretofore made therefore and amounting in the aggregate to ONE MILLION TWO HUNDRED THOUSAND DOLLARS (\$1,200,000).

Section 2. Authorization of Bonds

Negotiable bonds of the City are hereby authorized to be issued in the maximum principal amount of ONE MILLION TWO HUNDRED THOUSAND DOLLARS (\$1,200,000) pursuant to Title 18A, Education, of the New Jersey Statutes, particularly Chapter 24 of said Title and any other law applicable thereto. Each of the bonds issued pursuant to this Ordinance shall be designated "School Bond" and shall contain a recital that it is issued pursuant to Title 18A, Education, of the New Jersey Statutes. In anticipation of the issuance of said bonds and to temporarily finance the payment of the local share of final project costs of the improvements or purposes stated in Section 3, negotiable note(s) of the City in the maximum principal amount of ONE MILLION TWO HUNDRED THOUSAND DOLLARS (\$1,200,000) are hereby authorized to be issued pursuant to and within the limitations prescribed by applicable New Jersey law.

Section 3. Description of Projects

The improvements hereby authorized and the purposes for the financing of which said obligations are to be issued, the appropriations made for and the estimated costs of such purposes (including all work or materials necessary therefore or incidental thereto), and the estimated maximum amount of bonds or notes to be issued for such purposes are as follows:

<u>IMPROVEMENT OR PURPOSE</u>	<u>APPROPRIATION AND ESTIMATED COST</u>	<u>AMOUNT OF BONDS OR NOTES</u>
Renovations and Improvements to Eugene A. Tighe Middle School, including but not limited to replacement of eleven (11) rooftop units (heating, cooling and ventilation), removal of asbestos flooring,		

repair of asphalt on the Monmouth Avenue Playground, replacement of exterior windows, and sidewalk repairs along Monmouth Avenue, including the costs of surveying, construction planning, architectural, engineering, preparation of plans and specifications, permits, bid documents and construction inspection and administration.	\$1,200,000	\$1,200,000
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Section 4. Authorization of Notes

In anticipation of the issuance of said bonds and to temporarily finance said improvements, negotiable notes of the City in a principal amount equal to the said principal of bonds not exceeding ONE MILLION TWO HUNDRED THOUSAND DOLLARS (\$1,200,000) are hereby authorized to be issued pursuant to the limitations prescribed by the Local Bond Law. All such note(s) shall mature at such time as may be determined by the Chief Financial Officer or such other Financial Officer designated by Resolution for these purposes (both being hereinafter referred to in this Section as Chief Financial Officer); provided that no note shall mature later than one (1) year from its issue date. Such note(s) shall bear interest at a rate or rates and shall be in such form as may be determined by the Chief Financial Officer. The Chief Financial Officer shall determine all matters in connection with any note(s) issued pursuant to this Ordinance, and the signature of the Chief Financial Officer upon such note(s) shall be conclusive evidence as to all such determinations. The Chief Financial Officer is hereby authorized to sell the note(s) from time to time at public or private sale in such amounts as the Chief Financial Officer may determine and not less than par, and to deliver the same from time to time to the purchasers thereof upon receipt of the purchase price plus accrued interest from their dates to the date of delivery thereof as payment thereof. Such Chief Financial Officer is authorized and directed to report in writing to the Mayor and the Commission of the City at the meeting next succeeding the date when any sale or delivery of the note(s) pursuant to this Ordinance is made. Such report shall include the amount, the description, the interest rate, the maturity schedule of the note(s) sold, price obtained and the name of the purchaser. All note(s) issued hereunder may be renewed from time to time for periods not exceeding one (1) year for the time period specified in and in accordance with the provisions and limitations of N.J.S.A. 40A:2-8(a) of the Local Bond Law. The Chief Financial Officer is further directed to determine all matters in connection with said note or notes and not determined by this Ordinance. The Chief Financial Officer’s signature upon said note(s) shall be conclusive evidence of such determination.

Section 5. Capital Budget

The capital budget of the City of Margate is hereby amended to conform with the provisions of this bond ordinance. The resolution in the form promulgated by the Local Finance Board showing full detail of the capital budget and capital program is on the file with the Clerk and is available there for public inspection.

Section 6. Additional Matters

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

- (a) The said purposes described in Section 3 of this Bond Ordinance are not current expenses and are properties or improvements which the Board of Education may lawfully require or make as school improvements and no part of the cost

thereof has been or shall be specifically assessed on property specifically benefited thereby.

(b) The average period of usefulness of said purposes authorized herein, taking into consideration the respective amounts of said obligations authorized for such purposes, computed in accordance with N.J.S.A. 18A:24-5 is **14.64 years**.

(c) The Supplemental Debt statement required by N.J.S.A. 18A:24-16 and 17 has been duly prepared and filed in the office of the City Clerk and in the office of the Secretary of the Board of Education, and a complete executed duplicate thereof has been electronically 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. The issuance of the \$1,200,000 bonds authorized herein shall be included for purposes of calculating the net school debt of the school district of the City of Margate pursuant to N.J.S.A. 18A:24-19, but shall be deducted from the gross debt of the City pursuant to N.J.S.A. 40A:2-44.

(d) Amounts not exceeding ONE HUNDRED EIGHTY THOUSAND DOLLARS (\$180,000) in the aggregate for interest on said obligations, costs of issuing said obligations, engineering and inspection costs, legal expenses, a reasonable proportion of the compensation and expenses of employees of the City in connection with the construction or acquisition of such improvements and properties as authorized herein, and other items of expense listed in and permitted under Section 40A:2-20 of the Local Bond Law have been included as part of the costs of said improvements and are included in the foregoing estimate thereof.

Section 7. Ratification of Prior Actions

Any action taken by any officials of the City in connection with the improvements described in Section 3 hereof are hereby ratified and confirmed notwithstanding that such actions may have been taken prior to the effective date of this bond ordinance and shall be deemed to have been taken pursuant to this bond ordinance.

Section 8. Application of Grants

Any grant moneys received for the purposes 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. Full Faith and Credit

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

Section 10. Official Intent to Reimburse Expenditures

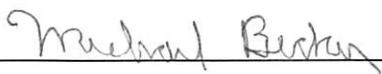
The City reasonably expects to reimburse any expenditures towards the cost of the improvement or purpose described in Section 3 of this bond ordinance and paid prior to the issuance of any bonds or notes authorized by this bond ordinance with the proceeds of such bonds or notes. No funds from sources other than the bonds or notes authorized herein has been or is reasonably expected to be reserved, allocated on a long-term basis or otherwise set aside by the City, or any member of the same "control group" as the City, within the meaning of Treasury Regulations Section 1.150-1(f), pursuant to their budget or financial policies with respect to any expenditures to be reimbursed. This Section is intended to be and hereby is a declaration of the City's official intent to reimburse any expenditures towards the costs of the improvements or purposes described in Section 3 hereof to be incurred and paid prior to the issuance of bonds or notes authorized herein in accordance with Treasury Regulations Section 1.103-18, and no action (or inaction) will be

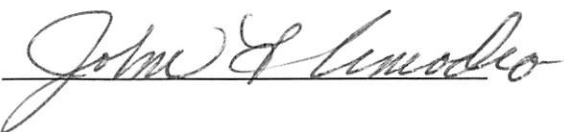
an artifice or device in accordance with Treasury Regulation Section yield restrictions or arbitrage rebate requirements.

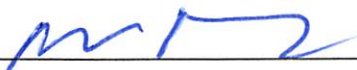
Section 11. Effective Date

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

BOARD OF COMMISSIONERS OF THE CITY OF
MARGATE IN THE COUNTY OF ATLANTIC







FIRST READING: April 6, 2017

PUBLICATION: April 10, 2017

FINAL READING: May 4, 2017

PUBLICATION WITH STATEMENT: May 8, 2017

NOTICE OF PENDING BOND ORDINANCE AND SUMMARY

The Bond Ordinance, the summary terms of which are included herein, was introduced and passed upon first reading at a meeting of the governing body of the City of Margate City, in the County of Atlantic, State of New Jersey, held on April 6, 2017, at the Margate Municipal Building. It will be further considered for final passage, after public hearing thereon, at a meeting of the governing body to be held on May 4, 2017, at 5:00 o'clock P.M. at the Margate Municipal Building. During the week prior to and up to and including the date of such meeting, copies of the full ordinance will be available at no cost and during regular business hours, at the Clerk's office located in the Margate Municipal Building, 9001 Winchester Avenue, Margate, New Jersey for the members of the general public who shall request the same. The summary of the terms of such Bond Ordinance follows:

Title: "A BOND ORDINANCE APPROPRIATING ONE MILLION TWO HUNDRED THOUSAND DOLLARS (\$1,200,000) AND AUTHORIZING THE ISSUANCE OF ONE MILLION TWO HUNDRED THOUSAND DOLLARS (\$1,200,000) IN SCHOOL BONDS AND NOTES OF THE CITY OF MARGATE FOR VARIOUS SCHOOL IMPROVEMENTS OR PURPOSES AUTHORIZED TO BE UNDERTAKEN BY THE CITY OF MARGATE, NEW JERSEY"

Purpose(s): Various Renovations, Alterations and Capital Improvements to the Eugene A. Tighe Middle School, including but not limited to replacement of rooftop heating, cooling and ventilation units, removal of asbestos flooring, repair of Monmouth Avenue Playground, replacement of windows, and sidewalk repairs.

Appropriation: \$1,200,000

Bonds/Notes Authorized: \$1,200,000

Grants (if any) Appropriated: N/A

Section 20 Costs: \$180,000

Useful Life: 14.64 years

Johanna Casey, RMC, Municipal Clerk

This Notice is published pursuant to N.J.S.A. 40A:2-17.

BOND ORDINANCE STATEMENTS AND SUMMARY

The Bond Ordinance, the summary terms of which are included herein, has been finally adopted by the City of Margate City, in the County of Atlantic, State of New Jersey on May 4, 2017, and the twenty (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. Copies of the full ordinance are available at no cost and during regular business hours, at the Clerk's office for members of the general public who request the same. The summary of the terms of such Bond Ordinance follows:

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