

UNION COUNTY BOARD OF CHOSEN FREEHOLDERS

ORDINANCE NO: 66/-2007
 DATE OF INTRO: 11/8/2007
 DATE OF ADOPTION:

11/8/2007

REFUNDING BOND ORDINANCE PROVIDING FOR THE REFUNDING OF \$78,588,000 AGGREGATE PRINCIPAL AMOUNT OF OUTSTANDING BONDS OF THE COUNTY OF UNION, STATE OF NEW JERSEY, APPROPRIATING A SUM NOT EXCEEDING \$85,000,000 TO PAY THE COST THEREOF AND AUTHORIZING THE ISSUANCE OF NOT EXCEEDING \$85,000,000 AGGREGATE PRINCIPAL AMOUNT OF REFUNDING BONDS OF SAID COUNTY TO FINANCE SUCH APPROPRIATION.

BE IT ORDAINED by the Board of Chosen Freeholders of the County of Union, State of New Jersey, as follows:

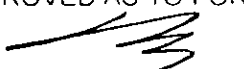
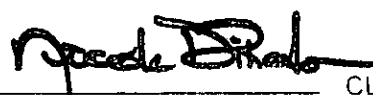
Section 1. The County of Union (the "County"), State of New Jersey is hereby authorized to refund \$78,588,000 aggregate principal amount of outstanding bonds (subject to redemption prior to their stated maturities) consisting of (A) \$8,800,000 aggregate principal amount of bonds dated December 15, 1997 and maturing on or after December 15, 2008 (the "1997 Bonds"), (B) \$21,600,000 aggregate principal amount of bonds dated June 15, 1999 and maturing on or after February 1, 2010 (the "1999 Bonds") and (C) \$48,188,000 aggregate principal amount of bonds dated June 1, 2002 and maturing on or after March 1, 2013 (the "2002 Bonds"; collectively, the 1997 Bonds, the 1999 Bonds and the 2002 Bonds are the "Outstanding Bonds").

NO SUFFICIENCY OF FUNDS REQUIRED

Paul W. Adams
 11-8-2007

CONTINUED...

INTRODUCTION				RECORD OF VOTE				FINAL ADOPTION							
FREEHOLDER	Aye	Nay	Abs	Pass	Ordi.	Sec	NP	FREEHOLDER	Aye	Nay	Abs	Pass	Ord.	Sec	NP
HOLMES							X	HOLMES							
MAPP	X							MAPP							
MIRABELLA	X				X			MIRABELLA					X		
PROCTOR	X							PROCTOR							
SCANLON	X					X		SCANLON							
SULLIVAN	X							SULLIVAN							
WARD	X							WARD							
ESTRADA VICE-CHAIRMAN	X							ESTRADA VICE-CHAIRMAN							
KOWALSKI CHAIRWOMAN	X							KOWALSKI CHAIRWOMAN							

APPROVED AS TO FORM  COUNTY ATTORNEY	I hereby certify the above to be a true copy of a resolution adopted by the Board of Chosen Freeholders of the County of Union on the date above mentioned.
	 CLERK

The 1997 Bonds consist of the following issue of bonds, bearing interest at the rates per annum, payable on June 15 and December 15 of each year until maturity or prior redemption, and maturing in annual installments on December 15 in each year, as follows:

\$8,800,000 General Improvement Bonds of 1997

<u>Year</u>	<u>Principal Amount</u>	<u>Interest Rate</u>
2008	\$1,100,000	4.75%
2009	1,097,000	4.75
2010	1,100,000	4.75
2011	1,100,000	4.75
2012	1,100,000	4.75
2013	1,100,000	4.75
2014	1,102,000	4.75
2015	1,101,000	4.75

The 1997 Bonds are subject to optional redemption on or after December 15, 2007 at a redemption price of 102%.

The 1999 Bonds consist of the following issue of bonds, bearing interest at the rates per annum, payable on February 1 and August 1 of each year until maturity or prior redemption, and maturing in annual installments on February 1 in each year, as follows:

\$21,600,000 General Improvement Bonds of 1999

<u>Year</u>	<u>Principal Amount</u>	<u>Interest Rate</u>
2010	\$2,400,000	5.00 %
2011	2,400,000	5.00
2012	2,400,000	5.00
2013	2,400,000	5.00
2014	2,400,000	5.00
2015	2,400,000	5.00
2016	2,400,000	5.125
2017	2,400,000	5.125
2018	2,400,000	5.125

The 1999 Bonds are subject to optional redemption on or after February 1, 2009 at a redemption price of 102%.

The 2002 Bonds consist of the following issue of bonds, bearing interest at the rates per annum, payable on March 1 and September 1 of each year until maturity or prior redemption, and

maturing in annual installments on March 1 in each year, as follows:

\$48,188,000 General Improvement Bonds of 2002

<u>Year</u>	<u>Principal Amount</u>	<u>Interest Rate</u>
2013	\$7,130,000	4.125%
2014	7,130,000	4.25
2015	8,000,000	4.50
2016	8,000,000	5.00
2017	8,930,000	5.00
2018	8,998,000	5.00

The 1999 Bonds are subject to optional redemption on or after March 1, 2012 at a redemption price of 100%.

The Board of Chosen Freeholders may determine by subsequent resolution not to refund a portion of the Outstanding Bonds.

Section 2. The Board of Chosen Freeholders of the County has ascertained and hereby determines that the Outstanding Bonds set forth in Section 1 of this ordinance have not been paid or discharged and that the County is authorized by Section 51(a) of the Local Bond Law of New Jersey (Chapter 2 of Title 40A of the New Jersey Statutes Annotated, as amended; the "Local Bond Law") to issue its refunding bonds as hereinafter provided to refund the Outstanding Bonds. The object of the refunding is to effect debt service savings for the County.

Section 3. A sum not exceeding \$85,000,000 is hereby appropriated (a) to refund the Outstanding Bonds set forth in Section 1 of this ordinance in the aggregate principal amount of \$78,588,000 and (b) to pay an amount not exceeding \$770,000 for the cost of the issuance of the refunding bonds, including underwriter's compensation, bond insurance premium (if any), printing, advertising, financial and legal expenses therefor, as permitted by Section 51(b) of the Local Bond Law (collectively, the "Purpose").

Section 4. To finance the Purpose, refunding bonds of said County in an aggregate principal amount not exceeding \$85,000,000 are hereby authorized to be issued pursuant to the Local Bond Law (the "Refunding Bonds"). The Refunding Bonds shall be sold at private sale by resolution of the Board of Chosen Freeholders and shall be in registered form and shall contain the word "refunding" in their title and shall recite that they are issued pursuant to the Local Bond Law and shall bear such date or dates, mature at such time or times not exceeding 40 years as may be approved by the Local Finance Board from their date, bear interest at such rate or rates per annum, be payable at such time or times, be in such denominations, carry such registration privileges, be executed in such manner consistent with the provisions of the Local Bond Law for bonds of a county, be payable at such place or places, and be subject to such terms of redemption, with or without premium, as may be hereafter determined by resolution of the Board of Chosen Freeholders within the limitations prescribed by law.

Section 5. The Refunding Bonds shall be direct, unlimited and general obligations of the County and the County shall be obligated to levy ad valorem taxes upon all taxable real property within the County for the payment of the principal of and the interest on the Refunding Bonds without limitation as to rate or amount. The full faith and credit of the County are hereby pledged to the punctual payment of the principal of and the interest on the Refunding Bonds. Each Refunding Bond issued pursuant to this ordinance shall recite that all conditions, acts and things required by the Constitution or statutes of the State of New Jersey to exist, to have happened and to have been performed precedent to and in the issuance of the Refunding Bond exist, have happened and have been performed, and that the Refunding Bond, together with all other indebtedness of the County, is within every debt and other limit prescribed by the Constitution or statutes of said State.

Section 6. The County Treasurer is hereby authorized to execute a certificate addressed to the underwriters of the Refunding Bonds stating that the preliminary official statement to be prepared by the County with respect to the Refunding Bonds is "deemed final" as of its date within the meaning of Rule 15c2-12 of the Securities and Exchange Commission. The distribution of such preliminary official statement to potential purchasers of the Refunding Bonds is hereby approved.

Section 7. All matters with respect to the Refunding Bonds not determined by this ordinance shall be determined by subsequent resolution or resolutions to be hereafter adopted by the Board of Chosen Freeholders of the County, or the performance or determination thereof delegated by resolution or resolutions, to the County Treasurer.

Section 8. It is hereby determined and stated that the Supplemental Debt Statement required by the Local Bond Law has been duly made and filed in the office of the Clerk of the Board of Chosen Freeholders of said County, and that such statement so filed shows that the gross debt of said County, as defined in Section 43 of the Local Bond Law, is increased by this ordinance by \$85,000,000, but \$78,588,000 (the principal amount of the Outstanding Bonds being paid from the proceeds of the Refunding Bonds) shall be deducted from gross debt pursuant to Section 52 of the Local Bond Law, and that the issuance of the bonds authorized by this ordinance will be within all debt limitations prescribed by said Local Bond Law.

Section 9. It is hereby determined and stated that (a) a certified copy of this refunding bond ordinance as passed on first reading shall 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 the final adoption, together with a complete statement in the form prescribed by the Director and

signed by the County Treasurer as to the principal amount of the Outstanding Bonds to be refunded by the issuance of the Refunding Bonds and (b) no sum need be appropriated hereby as a down payment.

Section 10. The County is hereby authorized to enter into any agreements that may be necessary to effect the purchase of securities, as permitted by Sections 53(c) and 60 of the Local Bond Law, to accomplish the refunding.

Section 11. This refunding bond ordinance shall take effect twenty days after the first publication thereof after final passage 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 ordinance as finally adopted.