

**TOWNSHIP OF CRANFORD
CRANFORD, NEW JERSEY**

ORDINANCE NO. 2023-06

BOND ORDINANCE TO AUTHORIZE THE MAKING OF VARIOUS PUBLIC IMPROVEMENTS AND THE ACQUISITION OF NEW ADDITIONAL OR REPLACEMENT EQUIPMENT AND MACHINERY, NEW INFORMATION TECHNOLOGY EQUIPMENT AND A NEW FIRE TRUCK, INCLUDING ORIGINAL APPARATUS AND EQUIPMENT, IN, BY AND FOR THE TOWNSHIP OF CRANFORD, IN THE COUNTY OF UNION, STATE OF NEW JERSEY, TO APPROPRIATE THE SUM OF \$6,490,000 TO PAY THE COST THEREOF, TO APPROPRIATE VARIOUS GRANTS AND A DEVELOPER'S CONTRIBUTION, TO MAKE A DOWN PAYMENT, TO AUTHORIZE THE ISSUANCE OF BONDS TO FINANCE SUCH APPROPRIATION AND TO PROVIDE FOR THE ISSUANCE OF BOND ANTICIPATION NOTES IN ANTICIPATION OF THE ISSUANCE OF SUCH BONDS.

BE IT ORDAINED by the Township Committee of the Township of Cranford, in the County of Union, State of New Jersey, as follows:

Section 1. The Township of Cranford, in the County of Union, State of New Jersey (the "Township") is hereby authorized to make various public improvements and to acquire new additional or replacement equipment and machinery, new information technology equipment and a new fire truck, including original apparatus and equipment, in, by and for said Township, as more particularly described in Section 4 hereof. The cost of the improvements includes all work, materials and appurtenances necessary and suitable therefor.

Section 2. There is hereby appropriated to the payment of the cost of making the improvements described in Sections 1 and 4 hereof (hereinafter referred to as "purposes"), the respective amounts of money hereinafter stated as the appropriation for said respective purposes. Said appropriation shall be met from the proceeds of the sale of the bonds authorized, and the various grants, the developer's contribution and the down payment appropriated, by this ordinance. Said improvements shall be made as general improvements and no part of the cost thereof shall be assessed against property specially benefited.

Section 3. It is hereby determined and stated that the making of such improvements is not a current expense of said Township.

Section 4. The several purposes hereby authorized for the financing of which said obligations are to be issued are set forth in the following "Schedule of Improvements, Purposes and Amounts" which schedule also shows (1) the amount of the appropriation and the estimated cost of each such purpose, and (2) the amount of each sum which is to be provided by the various grants hereinafter appropriated, and (3) the amount of each sum which is to be provided by the developer's contribution hereinafter appropriated, and (4) the amount of each sum which is to be provided by the down payment hereinafter appropriated to finance such purposes, and (5) the estimated maximum amount of bonds and notes to be issued for each such

purpose, and (6) the period of usefulness of each such purpose, according to its reasonable life, computed from the date of said bonds:

SCHEDULE OF IMPROVEMENTS, PURPOSES AND AMOUNTS

A. Resurfacing or reconstruction of various Township roads, as set forth on a list prepared or to be prepared by the Township Engineer, and placed on file or to be placed on file with the Township Clerk, and hereby approved as if set forth herein in full. Depending upon the contract price and other exigent circumstances, and upon approval by the Township Committee, there may be additions to or deletions from the aforesaid list. It is hereby determined and stated that said roads being improved are of "Class B" or equivalent construction as defined in Section 22 of the Local Bond Law (Chapter 2 of Title 40A of the New Jersey Statutes Annotated, as amended; the "Local Bond Law").

Appropriation and Estimated Cost	\$ 608,390
County Grant Appropriated	\$ 90,000
Down Payment Appropriated	\$ 24,690
Bonds and Notes Authorized	\$ 493,700
Period of Usefulness	10 years

B. Undertaking of pedestrian safety improvements at various locations.

Appropriation and Estimated Cost	\$ 143,500
Down Payment Appropriated	\$ 6,835
Bonds and Notes Authorized	\$ 136,665
Period of Usefulness	10 years

C. Resurfacing of Beech Street (from Brookside Place to West End Place). It is hereby determined and stated that said road being resurfaced is of "Class B" or equivalent construction as defined in Section 22 of the Local Bond Law.

Appropriation and Estimated Cost	\$1,200,000
State Grant Appropriated	\$ 336,990
Federal Grant Appropriated	\$ 28,000
Down Payment Appropriated	\$ 39,765
Bonds and Notes Authorized	\$ 795,245
Period of Usefulness	10 years

D. (i) Undertaking of drainage and storm sewer improvements at various locations and (ii) desilting of the Rahway River at various locations.

Appropriation and Estimated Cost	\$ 120,000
Down Payment Appropriated	\$ 5,715
Bond and Notes Authorized	\$ 114,285

Period of Usefulness 15 years

E. Undertaking of flood mitigation and drainage improvements in an approximately 50 acre area in the vicinity of South Avenue, Chestnut Avenue, High Street, South Union Avenue, Redford Avenue and Walnut Avenue.

Appropriation and Estimated Cost	\$2,200,000
State Grant Appropriated	\$1,800,000
Developer's Contribution Appropriated	\$ 400,000
Period of Usefulness	40 years

F. Acquisition of new additional or replacement equipment and machinery consisting of automated license plate reader equipment for the use of the Police Department.

Appropriation and Estimated Cost	\$ 88,195
Down Payment Appropriated	\$ 4,200
Bond and Notes Authorized	\$ 83,995
Period of Usefulness	10 years

G. Acquisition of a new rescue fire truck, including original apparatus and equipment. It is hereby determined and stated that the Township has heretofore appropriated \$85,000 for such purpose pursuant to Ord. No. 2022-12 adopted on May 24, 2022.

Appropriation and Estimated Cost	\$1,569,400
Down Payment Appropriated	\$ 74,735
Bonds and Notes Authorized	\$1,494,665
Period of Usefulness	10 years

H. Replacement of stormwater pumps at Balmiere Parkway.

Appropriation and Estimated Cost	\$ 149,515
Down Payment Appropriated	\$ 7,120
Bonds and Notes Authorized	\$ 142,395
Period of Usefulness	15 years

I. Replacement of the roof at the Public Library. It is hereby determined and stated that said public building being improved is of "Class B" or equivalent construction as defined in Section 22 of the Local Bond Law.

Appropriation and Estimated Cost	\$ 350,000
Down Payment Appropriated	\$ 16,670
Bonds and Notes Authorized	\$ 333,330

Period of Usefulness 15 years

J. Acquisition of new information technology equipment consisting of upgraded technology equipment for the use of TV-35.

Appropriation and Estimated Cost	\$ 61,000
Down Payment Appropriated	\$ 3,280
Bonds and Notes Authorized	\$ 57,720
Period of Usefulness	5 years

Aggregate Appropriation and Estimated Cost	\$6,490,000
Aggregate Grants Appropriated	\$2,254,990
Developer's Contribution Appropriated	\$ 400,000
Aggregate Down Payment Appropriated	\$ 183,010
Aggregate Amount of Bonds and Notes Authorized	\$3,652,000

Section 5. The cost of such purposes, as hereinbefore stated, includes the aggregate amount of \$807,213 which is estimated to be necessary to finance the cost of such purposes, including architect's fees, accounting, engineering and inspection costs, legal expenses and other expenses, including interest on such obligations to the extent permitted by Section 20 of the Local Bond Law.

Section 6. The sum of \$90,000 received or to be received as a grant from the Union County Infrastructure and Municipal Aid Grant Program is hereby appropriated to the payment of the cost of the road improvements authorized in Section 4.A hereof.

Section 7. The sum of \$336,990 received or to be received as a grant from the State of New Jersey Department of Transportation is hereby appropriated to the payment of the cost of the resurfacing of Beech Street authorized in Section 4.C hereof.

Section 8. The sum of \$28,000 received or to be received as a grant from the Union County Community Development program, pursuant to the Federal Housing and Community Development Act, is hereby appropriated to the payment of the cost of the resurfacing of Beech Street authorized in Section 4.C hereof.

Section 9. The sum of \$1,800,000 received or to be received as a grant from the State of New Jersey Department of Community Affairs is hereby appropriated to the payment of the cost of the flood mitigation and drainage improvements authorized in Section 4.E hereof.

Section 10. The sum of \$400,000 received or to be received as a contribution from a developer is hereby appropriated to the payment of the cost of the flood mitigation and drainage improvements authorized in Section 4.E hereof.

Section 11. It is hereby determined and stated that moneys exceeding \$183,010, appropriated for down payments on capital improvements or for the capital improvement fund in budgets heretofore adopted for said Township, are now available to finance said purposes. The sum of \$183,010 is hereby appropriated from such moneys to the payment of the cost of said purposes.

Section 12. To finance said purposes, bonds of said Township of an aggregate principal amount not exceeding \$3,652,000 are hereby authorized to be issued pursuant to the Local Bond Law. Said bonds shall bear interest at a rate per annum as may be hereafter determined within the limitations prescribed by law. All matters with respect to said bonds not determined by this ordinance shall be determined by resolutions to be hereafter adopted.

Section 13. To finance said purposes, bond anticipation notes of said Township of an aggregate principal amount not exceeding \$3,652,000 are hereby authorized to be issued pursuant to the Local Bond Law in anticipation of the issuance of said bonds. In the event that bonds are issued pursuant to this ordinance, the aggregate amount of notes hereby authorized to be issued shall be reduced by an amount equal to the principal amount of the bonds so issued. If the aggregate amount of outstanding bonds and notes issued pursuant to this ordinance shall at any time exceed the sum first mentioned in this section, the moneys raised by the issuance of said bonds shall, to not less than the amount of such excess, be applied to the payment of such notes then outstanding.

Section 14. Each bond anticipation note issued pursuant to this ordinance shall be dated on or about the date of its issuance and shall be payable not more than one year from its date, shall bear interest at a rate per annum as may be hereafter determined within the limitations prescribed by law and may be renewed from time to time pursuant to and within limitations prescribed by the Local Bond Law. Each of said bond anticipation notes shall be signed by the Mayor and by a financial officer and shall be under the seal of said Township and attested by the Township Clerk or Deputy Township Clerk. Said officers are hereby authorized to execute said notes in such form as they may adopt in conformity with law. The power to determine any matters with respect to said notes not determined by this ordinance and also the power to sell said notes, is hereby delegated to the Chief Financial Officer who is hereby authorized to sell said notes either at one time or from time to time in the manner provided by law .

Section 15. It is hereby determined and declared that the average period of usefulness of the purposes to be financed with bonds or notes, according to their reasonable lives, taking into consideration the respective amounts of bonds or notes authorized for said purposes, is a period of 10.72 years computed from the date of said bonds.

Section 16. 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

Township Clerk of said Township, and that such statement so filed shows that the gross debt of said Township, as defined in Section 43 of the Local Bond Law, is increased by this ordinance by \$3,652,000 and that the issuance of the bonds and notes authorized by this ordinance will be within all debt limitations prescribed by said Local Bond Law.

Section 17. Any funds received from private parties, the County of Union, the State of New Jersey or any of their agencies or any funds received from the United States of America or any of its agencies in aid of such purposes (other than the various grants and the developer's contribution hereinbefore appropriated which shall be applied to the cost of such purposes, but shall not be applied to the payment of outstanding bond anticipation notes and the reduction of the amount of bonds authorized), shall be applied to the payment of the cost of such purposes, or, if bond anticipation notes have been issued, to the payment of the bond anticipation notes, and the amount of bonds authorized for such purposes shall be reduced accordingly.

Section 18. The Township intends to issue the bonds or notes to finance the cost of the improvements described in Section 4 of this bond ordinance (except for Section 4.E). If the Township incurs such costs prior to the issuance of the bonds or notes, the Township hereby states its reasonable expectation to reimburse itself for such expenditures with the proceeds of such bonds or notes in the maximum principal amount of bonds or notes authorized by this bond ordinance .

Section 19. The full faith and credit of the Township are hereby pledged to the punctual payment of the principal of and the interest on the obligations authorized by this ordinance. Said obligations shall be direct, unlimited and general obligations of the Township, and the Township shall levy ad valorem taxes upon all the taxable real property within the Township for the payment of the principal of and interest on such bonds and notes, without limitation as to rate or amount.

Section 20. The capital budget is hereby amended to conform with the provisions of this ordinance to the extent of any inconsistency therewith and the resolutions 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, is on file with the Township Clerk and is available for public inspection.

Section 21. This ordinance shall take effect twenty days after the first publication thereof after final passage.

Introduced: April 18, 2023
Adopted: May 16, 2023

Approved:

Brian Andrews, Mayor

ATTEST:

Patricia Donahue, RMC
Municipal Clerk

RECORDED VOTE

Brian Andrews
Jason Gareis
Terrence Curran
Kathleen Miller Prunty
Gina Black

INTRODUCED

Aye
Aye
Aye
Aye
Aye

ADOPTED

Aye
Aye
Aye
Aye
Aye