BOROUGH OF MEDFORD LAKES
SPECIAL COUNCIL MEETING
August 28, 2001

A special meeting of the Borough Council of the Borough of Medford Lakes, New Jersey was held on the above date in Oaks Hall Council Chambers beginning at 7:30PM. Mayor Casey presided. Following the Pledge of Allegiance, Mayor Casey read the Statement of Compliance with the Open Public Meetings Act. This is to announce that adequate notice in the form of Notice of Meetings was (1) posted on the Administration Building bulletin board, (2) mailed to The Central Record, Medford, NJ, (3) mailed to the Burlington County Times, Willingboro, NJ, (4) mailed to the Courier Post, Cherry Hill, NJ, and (5) filed with the Municipal Clerk. Advance written notice of this meeting was mailed to all persons who requested such notice according to the Clerk of the Municipality.

Solicitor Vogdes questioned whether or not the advertisements of the special meeting were printed in the required three newspapers at least 48 hours prior, as required by the Open Public Meetings Act. Mayor Casey advised him all was in order.

Answering Roll Call for Borough Council were: Mayor Timothy S. Casey, Councilman Joseph A. Aromando, and Councilman Gary F. Woodend. Also present was Solicitor Vogdes. Manager Keizer was absent due to vacation.

PAYMENT OF BILLS

Councilman questioned the amount and reason for three bills on the list, all of which are invoiced to the Waste Water Department. Two are payable to Deltronics and one is to Russell Reed. Council decided to ask Manager Keizer to postpone payment of the three bills until a clarification could be made.

Mayor Casey made a motion, seconded by Councilman Aromando, to pay the bills listed on the Bill List.

VOTE TO APPROVE PAYMENT OF BILLS
Ayes: Casey, Aromando, Woodend
Nays: None
Motion carries

RESOLUTIONS

Councilman Woodend introduced the following resolution, seconded by Councilman Aromando:

RESOLUTION 98-01

A RESOLUTION PROVIDING FOR THE SALE OF GENERAL IMPROVEMENT BONDS, NOT TO EXCEED $2,816,712.00, TO THE NEW JERSEY ECONOMIC DEVELOPMENT AUTHORITY, DETERMINING THE FORM AND OTHER DETAILS THEREOF, AUTHORIZING THE EXECUTION AND DELIVERY OF DOCUMENTS AND COMBINING CERTAIN BONDS.

WHEREAS, the Borough of Medford Lakes (the "Obligor") in the County of Burlington, New Jersey, has determined that there exists a need within the municipality to refinance certain bond anticipation notes which were issued to provide funds to acquire, construct and provide capital improvements (the "Project"); and

WHEREAS, the Obligor has determined to finance the Project from the sale of its General Improvements Bonds in the aggregate principal amount of $2,816,712.00, to be sold to the New Jersey Economic Development

Authority (the "Authority") pursuant to a Bond Purchase Agreement to be dated as of September 24, 2001 (the "Bond Purchase Agreement") with the proceeds of a loan to be made by the Authority (the "Loan"); and

WHEREAS, to evidence the Loan, the Authority requires the Obligor to authorize, execute and deliver the Obligor's General Improvement Bonds to the Authority (the "Borrower Bonds" or "Bonds") pursuant to the terms of the Local Bond Law of the State of New Jersey, constituting Chapter 2 of Title 40A of the revised Statutes of the State of New Jersey (the "Local Bond Law") and pursuant to the terms of the Bond Purchase Agreement; and

WHEREAS, N.J.S.A. 40A:2-27(a)(2) of the Local Bond Law allows for the sale of the Borrower Bonds to the Authority, without any public offering, under the terms and conditions set forth herein;

NOW, THEREFORE, BE IT RESOLVED by the Council of the Borough of Medford Lakes, Burlington County, New Jersey, (the "Council") as follows:

SALE TO THE AUTHORITY

Section 1. In accordance with N.J.S.A. 40A:2-27(a)(2) of the Local Bond Law, the obligor hereby authorizes the sale and award of its Borrower Bonds to the Authority, such Borrower Bonds to be:

(a) in an aggregate principal amount not to exceed $2,816,712.00; and
(b) dated the date of delivery, such sale to the Authority to be in accordance with the provisions hereof.

Section 2. Subject to final confirmation by the Council, Chief Financial Officer of the Obligor (the "Chief Financial Officer") is hereby authorized to determine, pursuant to the terms and conditions established by the Authority under the Bond Purchase Agreement and the terms and conditions hereof, the following items with respect to the Borrower Bonds:

(a) the maturity, the aggregate principal amount of the Bonds, and annual principal installments of the Bonds, which maturity shall not exceed twelve (12) years;
(b) the interest rate of the Borrower Bonds;
(c) the purchase price for the Borrower Bonds; and
(c) the terms and conditions under which the Borrower Bonds shall be subject to redemption prior to their stated maturities.

Section 3. The terms of the Borrower Bonds authorized to be determined by the Chief Financial Officer in accordance with Section 2 hereof shall be ratified by the affirmative vote of two-thirds of the full members of the Council prior to delivery of the Borrower Bonds.

Section 4. The Council hereby determines that certain terms of the Borrower Bonds shall be as follows:

(a) the General Improvement Bond shall be designated "Series 2001A" and shall be issued in a single denomination and shall be numbered RA-1;

(b) the Borrower Bonds shall be issued in fully registered form and shall be payable to the registered owners, thereof as to both principal and interest in lawful money of the United States of America.

Section 5. The Borrower Bond shall be substantially in the form set forth in the Bond Purchase Agreement.

Section 6. The Obligor's bond counsel is hereby authorized to arrange for the printing of the Borrower Bonds, which law firm may authorize Wolff & Sampson, P.A., bond counsel to the Authority, to arrange for same. The Obligor's auditor is hereby authorized to prepare the financial information necessary in connection with the issuance and sale of the Borrower Bonds. The Mayor, the Chief Financial Officer and the Clerk are hereby authorized to execute any certificates necessary or desirable in connection with the financial and other information.

Section 7. The Borrower Bonds shall be executed by the manual or facsimile signatures of the Mayor and the Chief Financial Officer under official seals or facsimile thereof affixed, printed, engraved or reproduced therein and attested by the manual signature of the Clerk of the municipality (the "Clerk").

AUTHORICATION OF DOCUMENTS

Section 8. The Mayor and the Chief Financial Officer are authorized to execute the Bond Purchase Agreement, a Continuing Disclosure Agreement (as defined in the Bond Purchase Agreement), if applicable, any certificates or other documents necessary or desirable in connection with the sale of the Borrower Bonds and are further authorized to deliver same to the Authority and to receive payment therefore in accordance with the Bond Purchase Agreement.

COMBINATION OF ISSUES

Section 9. Pursuant to the provisions of N.J.S.A. 40A:3-36(f), the bonds of the Obligor authorized pursuant to the bond ordinances of the Obligor heretofore adopted and described in Section 10 hereof shall be combined into one issue of Bonds as set forth in Section 11 hereof in an aggregate principal amount not to exceed the a mount set forth in Section 1 hereof.

Section 10. The principal amount of Bonds authorized by each ordinance to be combined into the one issue as above provided, the amount of bonds to be issued under each ordinance, the bond ordinances authorizing the Bonds described by reference to the number, the improvements description and the period or average period of usefulness determined in each of the bond ordinances are respectively as follows:

Principal Amount of Bonds Authorized	Principal Amount of Bonds to be Issued	Number of Ordinance	Description of Improvement and Data of Adoption of Ordinance	Average Useful Life
$2,000,000	$2,000,000	468	Renovation of Municipal Building, Public Works Building and acquisition of a garbage truck	14.00
$ 831,725	$ 816,712	435 amended 431	Various capital improvements	9.65

Section 11. The following matters are hereby determined with respect to the combined issues of Bonds:

(a) the average period of usefulness, computed on the basis of the respective amounts of Bonds presently authorized to be issued pursuant to each of the bond ordinances and the respective periods or average period of u usefulness therin determined, is 12.74 years; and

(b) the Bonds of the combined issue shall be designated and shall be in principal amounts not to exceed the amounts set forth below:
"Borough of Medford Lakes, General Improvement Bonds" $2,816,712.00

The foregoing Bonds shall mature within the average period of usefulness herein determined.

(c) The Bonds of the combined issues shall be sold and issued in accordance with the provisions of the Local Bond Law applicable to the sale and the issuance of bonds authorized by a single bond ordinance and accordingly may be sold with other issues of bonds.

Section 12. The following additional matters are hereby determined, declared, recited and stated:

(a) except for bond anticipation notes to be refinanced with proceeds of the Bonds, none of the Bonds described in Section 10 hereof has been sold or issued heretofore, and the several bond ordinances described in Section 10 have not been rescinded and not remain in full force and effect as authorizations for the respective amounts of Bonds set opposite the descriptions of the bond ordinances in Section 10;

(b) the several purposes or improvements authorized by the respective bond ordinances described in Section 10 hereof are purposes for which bonds may be issued lawfully pursuant to the Local Bond Law and are all purposes for which no deduction may be taken in any annual of supplemental debt statement.

Council adjourned for a ten-minute recess at 7:40pm, in order that members might familiarize themselves with the resolution and its contents. Council reconvened at 7:50pm.

Solicitor Vogdes explained this resolution solely authorizes the Borough to enter into the program, it does not authorize any action past that.

Mayor Casey read the introduction statement on the resolution, and explained it provides for the sale of bonds for two expenditures: $2,000,000 for the renovation of the municipal building, public works building, and the purchase of a garbage truck (Ordinance 468); and $816,712 for various capital improvements (Ordinances 431 and 435.) He explained to those present that the Borough had received notice from the New Jersey Economic Development Authority requiring Council to pass a resolution prior to the 31st of August.

Councilman Aromando wanted Manager Keizer to ask the Borough Auditor to prepare a 12-year spread and make it available to Council.

Councilman Woodend advised those present that Council was not approving additional capital improvements, that this is really a conversion of short-term debt. The debt originated with ordinances for improvements from past years.
Council decided that each member would talk to Manager Keizer, and would determine a time when the completed resolution could be signed.

Public Comment: None

VOTE TO APPROVE RESOLUTION 98-01
Ayes: Casey, Aromando, Woodend
Nays: None
Resolution passes

ADJOURNMENT

Councilman Woodend made a motion, seconded by Councilman Aromando, to adjourn the meeting.

VOTE TO ADJOURN
Ayes: Casey, Aromando, Woodend
Nays: None
Motion passes
Meeting adjourned at 8:00pm

Respectfully submitted:

Julie Keizer, RMC
Borough Clerk