

**PEQUANNOCK, LINCOLN PARK AND FAIRFIELD SEWERAGE AUTHORITY**  
**NOVEMBER 12, 2014**                      **6:00 pm**                      **REGULAR MEETING**

The Regular Meeting of the Pequannock, Lincoln Park and Fairfield Sewerage Authority was held on Wednesday, November 12, 2014 at 6:00 p.m. in the evening, in its Administration Building, Lincoln Boulevard, Lincoln Park, New Jersey. Chairman Notte called the meeting to order at 6:00 p.m.

**ROLL CALL:**

On roll call, the members present were: Arthur Schmidt, Richard Phelan, Anthony Campisi, Robert Voorman, Raymond Verdonik, James Wild, Raymond Kerwin, Jerry Notte

**Also Present:**

Cleary Giacobbe: John Napolitano  
Gina Anton

Hatch Mott MacDonald: John Scheri

Hawkins Delafield & Wood: Robert Beinfield

TBSA: Robert N. Bongiovanni  
Michael E. Solla  
Dale Allen  
Karen Napolitano

**OPENING MEETING STATEMENT:**

Adequate notice of this meeting, has been provided in accordance with the Open Public Meetings Act by filing written notice and agenda with the Authority Secretary and Municipal Clerks of the Borough of Lincoln Park, and the Townships of Fairfield and Pequannock and the Pequannock River Basin Regional Sewerage Authority, by having said notice and agenda posted on the public bulletin boards in the respective municipal buildings and by mailing said notice and agenda to the following official newspapers:

THE CALDWELL PROGRESS  
NORTH JERSEY NEWSPAPERS (RECORD & HERALD)  
THE SUBURBAN TRENDS

**MINUTES APPROVAL:**

On motion by Mr. Phelan, seconded by Mr. Voorman, the Minutes of the Meeting on October 8, 2014 were approved by the following vote:

**VOTED AYE:** PHELAN, VOORMAN, SCHMIDT, CAMPISI, VERDONIK, WILD, KERWIN, NOTTE

At this time Mr. Napolitano introduced Gina Anton, an attorney at Cleary Giacobbe Alfieri Jacobs who will be attending some of the Authority meetings in order to familiarize herself with the Authority. Chairman Notte and the Board welcomed her to the meeting.

**REPORTS OF COMMITTEES:**

**FINANCE:**

Mr. Voorman presented the Treasurer's Report for the month of November (copy attached), along with the vouchers and the monthly financial reports for Hatch Mott MacDonald and Cleary Giacobbe Alfieri Jacobs. He recommended the payment of bills as presented.

**PEQUANNOCK, LINCOLN PARK AND FAIRFIELD SEWERAGE AUTHORITY**  
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**PURCHASING and PERSONNEL:**

Mr. Phelan presented the Personnel Actions for the month of November. On motion by Mr. Phelan, seconded by Mr. Verdonik, the Personnel Actions were approved by the following vote:

**VOTED AYE:** PHELAN, VERDONIK, SCHMIDT, CAMPISI, VOORMAN, WILD, KERWIN, NOTTE

**PLANT OPERATIONS:**

Mr. Schmidt noted the Operating report on the table. He stated that the flows are continuing at the same level and the trucking offsite is about the same. Mr. Solla commented that the Authority is still working on driving the phosphorous down. There was a glitch as the polyaluminum chloride, which had been sitting in the tank for several months, separated, but the vendor made good and replaced it at no cost. The Authority is starting up again this week to lower the phosphorous levels. Ernie DeGraw has made changes in the plant as nitrification season ended on October 31<sup>st</sup>. We are into our winter limits so changes are being made to drive electrical power down.

Mr. Bongiovanni noted the Authority is investigating a high flow at Central Pumping Station which would affect Lincoln Park. It seems Central has been high for the last two months. Results of our investigation may adjust the flows, which would be reflected in next month's report.

**PLANNING AND EXPANSION:**

Mr. Kerwin deferred to Mr. Beinfield and Mr. Solla. Mr. Solla informed the Board that the Authority is still waiting for the DEP to authorize advertising for the projects. He noted that other entities are in the same position as the DEP is overwhelmed. As a result, TBSA is at least two weeks behind schedule. If we receive approval next week, it is anticipated that the pre-bid meeting would be December 2<sup>nd</sup> and bids would be opened on December 30<sup>th</sup>. Mr. Scheri noted that we are waiting for the flood hazard permit from the DEP. The technical review was completed today. Once the permit is issued, it must be forwarded to another Division at DEP that will issue the letter approving advertising. The Authority must award by February 1<sup>st</sup> to avoid being moved to the following year cycle. Mr. Solla commented that the OSC review went well and that the OSC commented on the good job HMM & B&V did on the specifications.

Mr. Beinfield informed the Board that the financing application was approved by the Local Finance Board. He noted that it is a low interest loan of 1-1.5%. In the application is a bond resolution which approves a loan up to \$35,000,000. This amount includes 10% extra which allows for the bids to come in high. If the extra amount is not needed, the issue will be lower. These loan agreements with the state, also approve interim loans if we need to bridge to the permanent loans. This is a 20-year loan, 75% comes at 0% interest, the balance at market rate, and there is the possibility of principal forgiveness. Mr. Scheri explained that principal forgiveness will be awarded in March. Mr. Bongiovanni noted that the forgiveness is based on resiliency. Mr. Solla noted that it is possible that principal forgiveness may be awarded on only one project. Mr. Scheri commented that in the past loan forgiveness could be up to 18% but with a cap.

Mr. Bongiovanni inquired about subordinate bonds and Mr. Beinfield explained that because the Authority no longer has first position public bonds, it was not necessary to issue the current bonds as "subordinate". Mr. Beinfield also noted the resolution authorizes a notice to be published that the Authority has adopted a bond resolution.

Mr. Beinfield left the meeting at 7:25 p.m.

**CONSTRUCTION:**

Mr. Verdonik had nothing to report.

**INSURANCE & LEGISLATIVE REVIEW:**

Mr. Wild had nothing to report. Mr. Napolitano discussed S2412, the bill which eliminates the requirement of a public referendum under certain conditions in the sale of a public authority. Almost all NJ authorities fall under those emergent conditions and could be impacted by the bill. The AEA has rallied against this legislation and is working to have it changed.

**LEGAL & PUBLIC RELATIONS:**

Mr. Campisi had nothing to report.

**EXECUTIVE DIRECTOR'S REPORT:**

Mr. Bongiovanni had no formal report.

**ASSISTANT EXECUTIVE DIRECTOR'S REPORT:**

Mr. Solla had no formal report.

**ENGINEER'S REPORT:**

Mr. John Scheri, of HMM distributed copies of the monthly Engineers Report and brought the members up-to-date on all on-going projects.

**UNFINISHED BUSINESS:**

None

**NEW BUSINESS: 10-Year Summary of Costs and Revenues**

Mr. Bongiovanni noted the reports on the table summarizing the costs and revenues over the past ten years. He noted that there is not much change, commenting that the redemption of the bonds was not done until December 1, 2013 so it is not reflected in these reports. He noted the impact of the large increase in energy prices over a three year period which is indicated in his report. The incineration shutdown is also not yet reflected. Interest income has been non-existent over the past five years. Participant payments have increased an average of 4.82% per year over the ten year period which includes those large energy increases. A comparison to budget is reflected in the report with and without user charge adjustments. He stated that the next year's report will reflect the more significant changes the Authority has made such as the incineration shutdown and the debt reduction.

**CORRESPONDENCE:**

All members received copies of the correspondence prior to the meeting. The correspondence was reviewed and is on file with the Authority Secretary.

**PUBLIC DISCUSSION:**

None

**RESOLUTIONS:**

On motion by Mr. Phelan, seconded by Mr. Campisi, Resolution #14-060, Adoption of FY 2015 Budget – DCA Format, was approved by the following vote:

**VOTED AYE:** PHELAN, CAMPISI, SCHMIDT, VOORMAN, VERDONIK, WILD, KERWIN, NOTTE

RESOLUTIONS CONT'D:

RESOLUTION #14-060

2015

PEQUANNOCK, LINCOLN PARK AND FAIRFIELD SEWERAGE AUTHORITY

ADOPTED BUDGET RESOLUTION

FISCAL YEAR: FROM DECEMBER 1, 2014 TO NOVEMBER 30, 2015

WHEREAS, the Annual Budget and Capital Budget/Program for the Pequannock, Lincoln Park and Fairfield Sewerage Authority for the fiscal year beginning December 1, 2014 and ending November 30, 2015 has been presented for adoption before the governing body of the Pequannock, Lincoln Park and Fairfield Sewerage Authority at its open meeting of November 12, 2014 and

WHEREAS, the Annual Budget and Capital Budget as presented for adoption reflects each item of revenue and appropriation in the same amount and title as set forth in the introduced and approved budget, including all amendments thereto, if any, which have been approved by the Director of the Division of Local Government Services; and


WHEREAS, the Annual Budget as presented for adoption reflects Total Revenues of \$11,137,718, Total Appropriations, including any Accumulated Deficit, if any, of \$11,337,718, and Total Unreserved Retained Earnings utilized of \$200,000; and

WHEREAS, the Capital Budget as presented for adoption reflects Total Capital Appropriations of \$12,240,000 and Total Unreserved Retained Earnings planned to be utilized of \$0.00;

NOW, THEREFORE, BE IT RESOLVED, by the governing body of Pequannock, Lincoln Park and Fairfield Sewerage Authority, at an open public meeting held on November 12, 2014 that the Annual Budget and Capital Budget/ Program of the Pequannock, Lincoln Park and Fairfield Sewerage Authority for the fiscal year beginning December 1, 2014 and ending November 30, 2015 is hereby adopted and shall constitute appropriations for the purposes stated; and

BE IT FURTHER RESOLVED, that the Annual Budget and Capital Budget/Program as presented for adoption reflects each item of revenue and appropriation in the same amount and title as set forth in the introduced and approved budget, including all amendments thereto, if any, which have been approved by the Director of the Division of Local Government Services.

ATTEST:

  
Raymond T. Kerwin, Secretary

  
Jerry J. Notte, Chairman

Dated: November 12, 2014

Recorded Vote

Governing Body

Member:	Aye	Nay	Abstain	Absent
Arthur J. Schmidt	X			
Richard Phelan	M			
Anthony G. Campisi, Jr.	S			
Robert A. Voorman	X			
Raymond Verdonik	X			
James A. Wild	X			
Raymond T. Kerwin	X			
Jerry J. Notte	X			

On motion by Mr. Phelan, seconded by Mr. Voorman, Resolution #14-061, Adoption of FY 2015 Budget – TBSA Format, was approved by the following vote:

VOTED AYE: PHELAN, VOORMAN, SCHMIDT, CAMPISI, VERDONIK, WILD, KERWIN, NOTTE

**RESOLUTIONS CONT'D:**

**RESOLUTION #14-061**

**WHEREAS**, the Pequannock, Lincoln Park and Fairfield Sewerage Authority (hereinafter the "Authority") approves various Resolutions, which adopt and amend the Authority budget for the year ending November 30, 2015; and

**WHEREAS**, the said Resolutions and form of budget attached to them are required by the State of New Jersey, Division of Local Government Services; and

**WHEREAS**, the Authority has prepared its own form of budget for the fiscal year ending November 30, 2015, which details and supplements the budget form of the Division of Local Government Services; and

**WHEREAS**, the Authority does determine that the Authority form of budget is necessary for the orderly and efficient conduct of the Authority business during the course of its fiscal year;

**NOW, THEREFORE**, Be It Resolved by the Pequannock, Lincoln Park and Fairfield Sewerage Authority that the Authority form of budget for the fiscal year ending November 30, 2015, a copy of which is on file with the Executive Director, is approved and adopted.

PEQUANNOCK, LINCOLN PARK AND  
FAIRFIELD SEWERAGE AUTHORITY

**ATTEST:**



Raymond T. Kerwin, Secretary

Dated: November 12, 2014

  
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Jerry J. Notte, Chairman

On motion by Mr. Verdonik, seconded by Mr. Phelan, Resolution #14-062, Authorize Bond Issuance Not to Exceed \$35,000,000 for Plant and Pump Stations Improvements Projects, was approved by the following vote (copy attached):

**VOTED AYE:** VERDONIK, PHELAN, SCHMIDT, CAMPISI, VOORMAN, WILD, KERWIN, NOTTE

On motion by Mr. Phelan, seconded by Mr. Verdonik, Resolution #14-063, Authorize Renewal of Membership in North Jersey Wastewater Cooperative Pricing System, was approved by the following vote:

**VOTED AYE:** PHELAN, VERDONIK, SCHMIDT, CAMPISI, VOORMAN, WILD, KERWIN, NOTTE

**RESOLUTION #14-063**

**WHEREAS**, the Pequannock, Lincoln Park & Fairfield Sewerage Authority ("Authority"), desires to renew membership in the North Jersey Wastewater Cooperative Pricing System ("Pricing System") effective December 1, 2014; and

**PEQUANNOCK, LINCOLN PARK AND FAIRFIELD SEWERAGE AUTHORITY**  
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**RESOLUTIONS CONT'D:**

**WHEREAS**, such membership shall be for a period of five (5) years, ending November 30, 2019; and


**WHEREAS**, said membership shall be maintained unless the Authority elects to formally withdraw from the Pricing System;

**NOW, THEREFORE**, BE it Resolved by the Pequannock, Lincoln Park and Fairfield Sewerage Authority as follows:

1. The Authority reauthorizes participation in the North Jersey Wastewater Cooperative Pricing System with the lead agency Passaic Valley Sewerage Commission, the Bergen County Utilities Authority, the Joint Meeting of Essex and Union Counties, the Northwest Bergen County Utilities Authority, the Rahway Valley Sewerage Authority, the Pequannock, Lincoln Park, and Fairfield Sewerage Authority, the Town of Morristown, Township of Wayne, City of Asbury Park, the Linden Roselle Sewerage Authority and the Sussex County Municipal Utilities Authority; and
2. Membership of the Authority in the Pricing System shall not obligate the Authority to purchase through the Pricing System; and
3. The Chairman is hereby authorized and directed to execute the agreement with the North Jersey Wastewater Cooperative Pricing System.

**PEQUANNOCK, LINCOLN PARK AND  
FAIRFIELD SEWERAGE AUTHORITY**

**ATTEST:**

  
Raymond T. Kerwin, Secretary  
Dated: November 12, 2014

  
Jerry J. Nottle, Chairman

On motion by Mr. Voorman, seconded by Mr. Phelan, Resolution #14-064, Operating Vouchers Approval was approved by the following vote (copy attached):

**VOTED AYE:** VOORMAN, PHELAN, SCHMIDT, CAMPISI, VERDONIK, WILD, KERWIN, NOTTE

On motion by Mr. Verdonik, seconded by Mr. Phelan, Resolution #14-065, Construction Vouchers Approval was approved by the following vote (copy attached):

**VOTED AYE:** VERDONIK, PHELAN, SCHMIDT, CAMPISI, VOORMAN, WILD, KERWIN, NOTTE

On motion by Mr. Phelan, seconded by Mr. Wild and all in favor, Resolution #14-066, Closed Session, was approved.

**RESOLUTION #14-066**

**WHEREAS**, The Open Public Meeting Act, Chapter 231 of the Laws of 1975 provides that a public body may exclude the public from that portion of a meeting at which the public body

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**RESOLUTIONS CONT'D:**

discusses certain matters for which confidentiality is required as permitted in Section 7b of the Act;

**NOW, THEREFORE,** Be It Resolved by the Pequannock, Lincoln Park and Fairfield Sewerage Authority, as follows:

1. The following matters are to be discussed by the Authority on a confidential basis as provided for in Section 7b of the Act:

a) Contract Renewal Notification

2. The matters will be considered at this meeting, and the public shall not be admitted to this discussion.

3. It is not known when or if the matters to be discussed in closed session can be disclosed to the public.

**PEQUANNOCK, LINCOLN PARK AND  
FAIRFIELD SEWERAGE AUTHORITY**

**ATTEST:**

  
Raymond T. Kerwin, Secretary  
Dated: November 12, 2014


  
Jerry J. Notte, Chairman

The public portion of the meeting was adjourned at 6:48 p.m. to go into Closed Session, at which time Mr. Scheri left the meeting.

The meeting was reconvened to the public at 7:02 p.m.

On motion by Mr. Phelan, seconded by Mr. Wild, authorization to notify Mr. Bongiovanni of the Board's intention to renew his contract for an additional 5-year term was approved.

On motion by Mr. Schmidt, seconded by Mr. Notte and all in favor and there being no further business to come before the Authority, the meeting was adjourned at 7:04 p.m.

  
Raymond T. Kerwin, Secretary  
Dated: November 12, 2014

  
Dale Allen, Recording Secretary

PEQUANNOCK, LINCOLN PARK AND  
FAIRFIELD SEWERAGE AUTHORITY

**TREASURER'S REPORT**  
**Board Meeting of 11/12/14**

**Period Ending October 31, 2014**

**OPERATIONS AND ADMINISTRATION  
ACCOUNT BALANCES:**

Operating Checking Account		\$14,415.39
Payroll Checking Account		\$167,139.07
Revenue Fund Account	\$2,484,759.27	
NJ Cash Mgm't Fund - Revenue	<u>\$2,614,598.34</u>	
Subtotal:	\$5,099,357.61	\$5,099,357.61
Total End of Month Balance:		<u>\$5,280,912.07</u>

**EXPENDITURES THIS MONTH:**

Operating Account - bills, benefits, etc.	\$250,808.08	*
Payroll Account - taxes	\$47,143.10	**
-salaries & wages (net)	<u>\$97,092.35</u>	**
Total Expenditures for: November 2014	\$395,043.53	

\* Amount shown has not been deducted from above account balances.

\*\* Amount shown has been deducted from above account balances.

**ACCOUNT BALANCES:**

	<u>INVESTMENTS</u>	<u>CASH</u>	<u>TOTAL</u>
General:	\$276,924.07	\$0.00	\$276,924.07
Bond Service:	\$0.00	\$0.00	\$0.00
Bond Reserve:	\$0.00	\$0.00	\$0.00
Bond Renewal & Replacement - Bank:	\$2,447,258.00	\$0.00	\$2,447,258.00
- NJCMF:	\$0.00	\$0.00	\$0.00
Construction Improvements	\$1,444,550.43	\$0.00	\$1,444,550.43
Total End of Month Balance:			<u>\$4,168,732.50</u>

Depository Account		<u>\$0.00</u>
GRAND TOTAL:		\$9,449,644.57

**EXPENDITURES THIS MONTH:**

Construction Improvements	\$29,505.85	*
Total Expenditures for November 2014:	<u>\$29,505.85</u>	

\* Amount shown has not been deducted from above account balances.

  
Richard Phelan, Treasurer

  
Dale Allen, Secretary to the Board



**The Pequannock, Lincoln Park & Fairfield Sewerage Authority**

**Date: November 12, 2014**

**Personnel Actions:**

<b><u>Anniversary</u></b>	<b><u>Increase</u></b>	<b><u>Rate</u></b>	<b><u>Effective</u></b>
William Murphy    Employed: 28 years Staff Engineer		2.5%	12/1/2014
Diane Tresca        Employed: 9 years Bookkeeper		2.5%	11/28/2014
Rick Walter          Employed: 12 years Assistant Maintenance Foreman: 9.5 years		2.5%	12/1/2014
Patrick Tuohey      Employed: 20.5 years Computer Instrument Tech/Operator: 10.5 years		2.5%	12/1/2014
Robert Villanova    Employed: 29.5 years Lead Shift Operator: 9 years		2.5%	12/1/2014
Greg Daly            Employed: 26 years Lead Shift Operator: 6.5 years		2.5%	12/1/2014

**RESOLUTION #14-062**

**RESOLUTION AUTHORIZING THE ISSUANCE OF NOT EXCEEDING \$35,000,000 BONDS (SERIES 2015) OF THE PEQUANNOCK, LINCOLN PARK AND FAIRFIELD SEWERAGE AUTHORITY AND PROVIDING FOR THEIR SALE TO THE NEW JERSEY ENVIRONMENTAL INFRASTRUCTURE TRUST AND THE STATE OF NEW JERSEY AND AUTHORIZING THE EXECUTION AND DELIVERY OF CERTAIN AGREEMENTS IN CONNECTION THEREWITH.**

**WHEREAS**, The Pequannock, Lincoln Park and Fairfield Sewerage Authority (the "Authority"), a public body corporate and politic of the State of New Jersey (the "State"), has determined that there exists a need to acquire, construct, renovate, install or refinance the Project (the "Project"), as described herein and as further defined in each of that certain Loan Agreement (the "Trust Loan Agreement") to be entered into by and between the Authority and the New Jersey Environmental Infrastructure Trust (the "Trust") and that certain Loan Agreement (the "Fund Loan Agreement" and, together with the Trust Loan Agreement, the "Loan Agreements") to be entered into by and between the Authority and the State acting by and through the New Jersey Department of Environmental Protection all pursuant to the State Fiscal Year 2015 New Jersey Environmental Infrastructure Trust Financing Program (the "Program"); and

**WHEREAS**, the Authority has determined to finance or refinance the acquisition, construction, renovation or installation of the Project with the proceeds of a loan to be made by each of the Trust (the "Trust Loan") and the State (the "Fund Loan" and, together with the Trust Loan, the "Loans") pursuant to the Trust Loan Agreement and the Fund Loan Agreement, respectively; and

**WHEREAS**, to evidence the Loans, each of the Trust and the State require the Authority to authorize, execute, attest and deliver the Authority's Bond (Series 2015A) to the State (the "State Loan Bond") and Bond (Series 2015B) to the Trust (the "Trust Loan Bond" and, together with the State Loan Bond, the "Authority Bonds") pursuant to the terms of the Sewerage Authorities Law of the State, constituting Chapter 14A of Title 40 of the Revised Statutes of the State (the "Sewerage Authorities Law"), other applicable law and the Loan Agreements; and

**WHEREAS**, the Trust and the State have expressed their desire to close in escrow the making of one or more of the Loans, the issuance of one or more of the Authority Bonds and the execution and delivery of one or more of the Loan Agreements, all pursuant to the terms of an Escrow Agreement (the "Escrow Agreement") to be entered into by and among the Trust, the State, the escrow agent named therein and the Authority; and

**WHEREAS**, N.J.S.A. §40:14A-12 of the Sewerage Authorities Law allows for the sale of the Trust Loan Bond and the Fund Loan Bond to the Trust and the State, respectively, without any public offering, and N.J.S.A. §58:11B-9(a) allows for the sale of the Trust Loan Bond to the Trust without any public offering, all under the terms and conditions set forth in the following resolution; and

**WHEREAS**, the Authority has no bonds, notes or other evidences of indebtedness outstanding that are secured by a pledge of or lien on the revenues of the Authority; and

**WHEREAS**, the provisions of Section 6.16 of the General Bond Resolution authorize the Authority to issue subordinate bonds payable out of the General Fund created and established by the General Bond Resolution, all in accordance with and upon the terms and conditions set forth in the General Bond Resolution and, in particular, Section 511(2) thereof; and

**WHEREAS**, bonds, notes and other evidences of indebtedness of the Authority, including the Authority Bonds, benefit from the provisions of the agreement entitled: "Service Contract Between the Pequannock, Lincoln Park and Fairfield Sewerage Authority and the Borough of Lincoln Park, in the County of Morris and the Borough of Fairfield, in the County of Essex, Dated as of January 17, 1975," as amended and supplemented (the "Agreement"); and

**WHEREAS**, Section 202 of the Agreement provides that certain conditions be satisfied prior to the Authority constructing any enlargement or extension of the Initial Project (as defined in the Agreement); and

**WHEREAS**, the Project (as defined herein and as described in Section 1 hereof) is not an enlargement or extension of the Initial Project (as defined in the Agreement); and

**WHEREAS**, the Authority is desirous of authorizing the issuance of the Authority Bonds as bonds to be secured by the Agreement but without a lien on the revenues of the Authority;

**NOW, THEREFORE, BE IT RESOLVED BY THE PEQUANNOCK, LINCOLN PARK AND FAIRFIELD SEWERAGE AUTHORITY**, and the members or commissioners thereof, **AS FOLLOWS:**

**Section 1.** Determination to Undertake the Project. The Authority does hereby determine to undertake the Project which shall consist of the improvement, modification and upgrade of the wastewater treatment facilities of the Authority, including the upgrade of three (3) existing pumping stations, the installation of a new generator, the upgrade of the grit removal system and the acquisition of new equipment, together with all necessary and incidental equipment, apparatus, structures and appurtenances and including all real property or rights-of-way, easements and other interests therein and all personal property necessary or desirable for the efficient construction and operation of such facilities, all as shown on and in accordance with the plans and specifications therefor on file or to be filed in the office of the Authority, as such plans and specifications may be amended or modified from time to time.

**Section 2.** Estimated Cost of the Project. The estimated maximum total cost of the Project, as defined in the Sewerage Authorities Law, is \$35,000,000.

**Section 3.** Authorization of Authority Bonds. In accordance with Section 11 of the Sewerage Authorities Law and subject to and pursuant to the provisions of this resolution, bonds of the Authority (herein referred to as the Authority Bonds) are hereby authorized to be

issued in the principal amount not to exceed \$35,000,000 for the purpose of raising funds to pay the costs of the Project, including the funding of any required or desirable reserves, capitalized interest and costs of issuance.

**Section 4.** Award of Authority Bonds. In accordance with N.J.S.A. §40:14A-12 of the Sewerage Authorities Law and N.J.S.A. §58:11B-9(a), the Authority hereby sells and awards its (a) Trust Loan Bond to the Trust in accordance with the provisions of this resolution and (b) Fund Loan Bond to the State in accordance with the provisions of this resolution.

**Section 5.** Basic Terms of Authority Bonds; Delegation of Power to Make Certain Determinations. The chairman or vice chairman of the Authority (the "Chairman") or the Executive Director of the Authority is hereby authorized to determine, in accordance with the Sewerage Authorities Law and pursuant to the terms and conditions established by the Trust and the State under the Loan Agreements and the terms and conditions of this resolution, the following items with respect to the Trust Loan Bond and the Fund Loan Bond:

- (a) The aggregate principal amount of the Trust Loan Bond to be issued and the aggregate principal amount of the Fund Loan Bond to be issued, which amounts in the aggregate shall not exceed \$35,000,000;
- (b) The maturity or maturities and annual principal installments of the Authority Bonds, which maturity or maturities shall not exceed twenty (20) years;
- (c) The date or dates of the Authority Bonds;
- (d) The interest rates of the Authority Bonds, provided that the effective cost of the Trust Loan Bond does not exceed eight per centum (8%) and that the interest rate on the Fund Loan Bond is zero per centum (0%);
- (e) The purchase price for the Authority Bonds;
- (f) The terms and conditions under which the Authority Bonds shall be subject to redemption prior to their stated maturities; and
- (g) Such other matters with respect to the Authority Bonds as may be necessary, desirable or convenient in connection with the sale, issuance and delivery thereof, including (1) adjusting the title of the Authority Bonds to reflect the issuance thereof in a calendar year other than 2015 and (2) issuing each Authority Subordinate Bond in the form of multiple subordinate bonds from time to time if the Project is funded in more than one installment by the Program.

**Section 6.** Determinations Conclusive. Any determination made by the Chairman or the Executive Director pursuant to the terms of this resolution shall be conclusively evidenced by the execution and attestation of the Authority Bonds by the parties authorized under Section 7(c) of this resolution.

**Section 7. Further Terms of Authority Bonds.** The Authority hereby determines that certain terms of the Authority Bonds shall be as follows:

- (a) The Fund Loan Bond shall be issued in a single denomination and shall be numbered RA-1, or as may otherwise be determined by the Chairman or the Executive Director. The Trust Loan Bond shall be issued in a single denomination and shall be numbered RB-1, or as may otherwise be determined by the Chairman or the Executive Director;
- (b) The Authority Bonds shall be issued in fully registered form (convertible to bearer as therein provided) and shall (unless converted to bearer) be payable to the registered owners thereof as to both principal and interest in lawful money of the United States of America;
- (c) The Authority Bonds shall be executed by the manual or facsimile signature of the Chairman, and the Secretary or the Assistant Secretary of the Authority (the "Secretary"), by manual signature, shall attest to the execution of the Authority Bonds and shall affix, imprint, engrave or reproduce thereon the corporate seal of the Authority; and
- (d) In order to distinguish the Authority Bonds from other bonds of the Authority, the Authority Bonds shall have such letters and/or numbers incorporated in their titles as shall be determined by the Chairman or the Executive Director.

**Section 8. Forms of Authority Bonds.** The Fund Loan Bond and the Trust Loan Bond shall be substantially in the forms set forth in Exhibit A and Exhibit B hereto, respectively, with such changes, insertions and omissions as may be approved by the Chairman, such approval to be evidenced by the signature of the Chairman on the Authority Bonds.

**Section 9. Authorized Parties.** The law firm of Hawkins Delafield & Wood LLP, bond counsel to the Authority, is hereby authorized to arrange for the printing of the Authority Bonds, which law firm may authorize McCarter & English, LLP, bond counsel to the Trust and the State for the Program, to arrange for same. The Authority auditor is hereby authorized to prepare the financial information, if any, necessary in connection with the issuance of the Authority Bonds. The Chairman, the Treasurer, the Executive Director, the Assistant Executive Director and the Secretary (collectively, the "Authorized Authority Officers") are hereby severally authorized to execute any certificates necessary or desirable in connection with the financial and other information.

**Section 10. Report to the Authority.** The Authorized Authority Officers are hereby directed to report in writing to the Authority at the meeting of the Authority next following the closing with respect to the Authority Bonds as to the terms of the Authority Bonds authorized to be determined by the Authorized Authority Officers pursuant to and in accordance with the provisions of this resolution.

**Section 11. Delivery of Authority Bonds.** Each Authorized Authority Officer is hereby authorized to execute any certificate or document necessary or desirable in connection with the sale of the Authority Bonds and is hereby further authorized to deliver same to the Trust and the State upon delivery of the Authority Bonds and the receipt of payment therefor in accordance with the Loan Agreements.

**Section 12. Execution of Agreements.** The Trust Loan Agreement, the Fund Loan Agreement and the Escrow Agreement (collectively, the "Financing Documents") are hereby authorized to be manually executed and delivered on behalf of the Authority by the Chairman in substantially the forms required and traditionally used by the Trust and the State (which forms are available from the Trust and the State), with such changes as the Chairman, in his or her sole discretion, after consultation with counsel, bond counsel and any other advisors to the Authority (the "Authority Consultants") and after further consultation with the Trust, the State and their representatives, agents, counsel and advisors (collectively, the "Program Consultants" and, together with the Authority Consultants, the "Consultants"), shall determine, such determination to be conclusively evidenced by the execution of each such Financing Document by the Chairman. The Secretary is hereby authorized, if necessary, to attest by manual signature to the execution of the Financing Documents by the Chairman and to affix, imprint, engrave or reproduce the corporate seal of the Authority to such Financing Documents.

**Section 13. Authorized Actions.** The Authorized Authority Officers are hereby further severally authorized to (i) manually execute and deliver and the Secretary is hereby further authorized to attest by manual signature to such execution and to affix, imprint, engrave or reproduce the corporate seal of the Authority to any document, instrument or closing certificate deemed necessary, desirable or convenient by the Authorized Authority Officers or the Secretary, as applicable, in their respective sole discretion, after consultation with the Consultants, to be executed in connection with the execution and delivery of the Financing Documents and the Authority Bonds and the consummation of the transactions contemplated thereby, which determination shall be conclusively evidenced by the execution of each such document, instrument or closing certificate by the party authorized under this resolution to execute such document, instrument or closing certificate and (ii) perform such other actions as the Authorized Authority Officers deem necessary, desirable or convenient in relation to the execution and delivery thereof.

**Section 14. Covenant to Pay Authority Bonds.** The Authority hereby particularly covenants and agrees with the holders of the Authority Bonds and makes provisions which shall be a part of its contract with such holders, that the Authority will pay or cause to be paid the principal of every Authority Bond and the interest thereon at the date and place and in the manner mentioned in such Authority Bond according to the true intent and meaning thereof and will carry out and perform all of the acts and things required of it by the terms of this resolution.

**Section 15. Resolution Constitutes Contract.** In consideration of the purchase and acceptance of the Authority Bonds by those who shall hold the same from time to time, the provisions of this resolution shall be deemed to be and shall constitute contracts between the Authority and the holders from time to time of the Authority Bonds.

**Section 16. No Recourse.** No recourse shall be had for the payment of the principal or redemption price, if any, of or the interest on the Authority Bonds or for any claim based thereon or on this resolution against any member or other officer of the Authority or any person executing the Authority Bonds. The Authority Bonds are not and shall not be in any way a debt or liability of the State or of any county or municipality, and do not and shall not create or constitute any indebtedness, liability or obligation of the State or of any county or municipality, either legal, moral or otherwise.

**Section 17. Authorization for Resolution.** This resolution is adopted by virtue of the Sewerage Authorities Law and pursuant to its provisions, and the Authority has ascertained and hereby determines that adoption of this resolution is necessary to carry out the powers, purposes and duties expressly provided in the Sewerage Authorities Law and that each and every matter and thing as to which provision is made in this resolution is necessary in order to carry out and effectuate the purposes of the Authority in accordance with the Sewerage Authorities Law.

**Section 18. Filing of Resolution.** The Secretary is hereby authorized and directed to cause copies of this resolution to be filed for public inspection in the following places: in the office of the Township Clerk of the Township of Pequannock, in the County of Morris, New Jersey, in the Municipal Building of said Township, in the office of the Borough Clerk of the Borough of Lincoln Park, in the County of Morris, New Jersey, in the Municipal Building of said Borough, in the office of the Township Clerk of the Township of Fairfield, in the County of Essex, New Jersey, in the Municipal Building of said Township and in the office of the Authority, Lincoln Avenue, Lincoln Park, New Jersey.

**Section 19. Publication of Notice.** The Secretary is hereby authorized and directed to cause to be published, after completion of filing of copies of this resolution as directed in the preceding Section, in the "Herald News", a legally qualified public newspaper circulating in the district of the Authority, a notice in substantially the form attached as Exhibit C hereto and by this reference incorporated as if set forth in full herein.

**Section 20. Multiple Document Sets.** Notwithstanding any other provision of this resolution to the contrary, if in connection with the participation of the Authority in the Program, the State and the Trust require that the Authority execute more than one set of documents, the provisions of this resolution shall be deemed to apply to the Authority Bonds and the Financing Documents related to each set of documents; provided, however, that in no event may the aggregate principal amount of all Authority Bonds issued and delivered pursuant to the provisions of this resolution be in excess of the amount authorized in Section 3 hereof.

**Section 21. Interim Financing.** In anticipation of the issuance of the Authority Bonds, the Authority hereby authorizes, if necessary or desirable, the issuance, sale and award of an interim project note (the "Interim Authority Project Note") pursuant to the Trust's Interim Financing Program. The Interim Authority Project Note shall be substantially in the form provided by the Trust in the Interim Financing Program's loan agreement. The execution and delivery of the Interim Authority Project Note shall be in the same manner as herein prescribed with respect to the Authority Bonds. An Authorized Authority Officer is hereby authorized to determine, pursuant to the terms and conditions established by the Trust and the State under the

Interim Financing Program's loan agreement and the terms and conditions of this resolution, the following items with respect to the Interim Authority Project Note: (a) the aggregate principal amount of the Interim Authority Project Note to be issued, which amount shall not exceed \$35,000,000; (b) the maturity of the Interim Authority Project Note, which shall be no later than one year after the date of issuance thereof; (c) the date of the Interim Authority Project Note; (d) the interest rate of the Interim Authority Project Note, which shall not exceed 2% per annum; (e) the purchase price for the Interim Authority Project Note; and (f) such other matters with respect to the Interim Authority Project Note as may be necessary, desirable or convenient in connection with the sale, issuance and delivery thereof. The Authorized Authority Officers are hereby further severally authorized to manually execute and deliver and the Secretary is hereby further authorized to attest by manual signature to such execution and to affix, imprint, engrave or reproduce the corporate seal of the Authority to any document, instrument or closing certificate deemed necessary, desirable or convenient by the Authorized Authority Officers or the Secretary, as applicable, in their respective sole discretion, after consultation with the Consultants, to be executed in connection with the execution and delivery of the Interim Authority Project Note and the consummation of the transactions contemplated thereby, which determination shall be conclusively evidenced by the execution of each such document, instrument or closing certificate by the party authorized under this resolution to execute such document, instrument or closing certificate.

**Section 22.** Capitalized Terms. All capitalized words and terms used but not defined in this resolution shall have the meanings ascribed to such words and terms, respectively, in the preambles to this resolution.

**Section 23.** Effective Date. This resolution shall take effect immediately.

Adopted: November 12, 2014



**EXHIBIT A**

Form of Fund Loan Bond

**THE PEQUANNOCK, LINCOLN PARK AND FAIRFIELD SEWERAGE AUTHORITY**  
**BOND (SERIES 2015A)**

No. RA-1

Principal Amount: \$ \_\_\_\_\_

Dated Date: May 21, 2015

**THE PEQUANNOCK, LINCOLN PARK AND FAIRFIELD SEWERAGE AUTHORITY** (the "Authority"), a public body corporate and politic organized and existing under and by virtue of the laws of the State of New Jersey (the "State"), acknowledges itself indebted and for value received hereby promises to pay to the order of the State the principal amount stated above, or such lesser amount as shall be determined in accordance with Section 3.01 of the loan agreement dated as of May 1, 2015 by and between the State, acting by and through the New Jersey Department of Environmental Protection and the Authority (the "Loan Agreement"), at the times and in the amounts determined as provided in the Loan Agreement, plus any other amounts due and owing under the Loan Agreement at the times and in the amounts as provided therein. The Borrower irrevocably pledges its full faith and credit for the punctual payment of the principal of, and all other amounts due under, this bond and the Loan Agreement according to their respective terms.

This bond is issued in consideration of the loan made under the Loan Agreement (the "Loan") to evidence the payment obligations of the Authority set forth in the Loan Agreement. Payments under this bond shall, except as otherwise provided in the Loan Agreement, be made directly to the Trustee (as defined in the Loan Agreement) for the account of the State. This bond is subject to assignment or endorsement in accordance with the terms of the Loan Agreement. All of the terms, conditions and provisions of the Loan Agreement are, by this reference thereto, incorporated herein as part of this bond.

Pursuant to the Loan Agreement, disbursements shall be made by the State to the Authority upon the receipt by the State of requisitions from the Authority executed and delivered in accordance with the requirements set forth in Section 3.02 of the Loan Agreement.

This bond is entitled to the benefits and is subject to the conditions of the Loan Agreement. The obligations of the Authority to make the payments required hereunder shall be absolute and unconditional, without any defense or right of setoff, counterclaim or recoupment by reason of any default by the State under the Loan Agreement or under any other agreement between the Authority and the State or out of any indebtedness or liability at any time owing to the Authority by the State or for any other reason.

This bond is subject to optional prepayment under the terms and conditions, and in the amounts, provided in Section 3.07 of the Loan Agreement. To the extent allowed by applicable law and the Subordinate Resolution (as hereinafter defined), this bond may be subject

to acceleration under the terms and conditions, and in the amounts, provided in Section 5.03 of the Loan Agreement.

The Authority acknowledges that payments made hereunder may be used by the Trustee referred to above to satisfy loan repayments then due and payable on the Authority's Trust Loan (as defined in the Loan Agreement).

This bond is a direct and general obligation of the Authority and is one of the subordinate bonds of the Authority issued or to be issued under and by virtue of the Sewerage Authorities Law, constituting Chapter 138 of the Pamphlet Laws of 1946, of the State of New Jersey, approved April 23, 1946, and the acts amendatory thereof and supplemental thereto (collectively, the "Act"), and under and pursuant to a resolution of the Authority adopted November 12, 2014 and entitled: "Resolution Authorizing the Issuance of Not Exceeding \$35,000,000 Bonds (Series 2015) of The Pequannock, Lincoln Park and Fairfield Sewerage Authority and Providing for Their Sale to the New Jersey Environmental Infrastructure Trust and the State of New Jersey and Authorizing the Execution and Delivery of Certain Agreements in Connection Therewith" (the "Resolution").

Notwithstanding anything to the contrary contained herein, at the request and expense of the registered owner this bond upon presentation at the office of the Authority will be converted into a bond payable to bearer and coupon in form by the preparation and substitution of a new bond, signed or executed by such of its officers then in office as the Authority shall designate and of the same tenor as this bond at the time of its issuance, with coupons annexed for interest, if any, thereafter payable on this bond until its maturity.

The Act provides that neither the members of the Authority nor any person executing bonds of the Authority shall be liable personally on said bonds by reason of the issuance thereof.

This bond is not and shall not be in any way a debt or liability of the State or of any county or municipality and does not and shall not create or constitute any indebtedness, liability or obligation of the State or of any county or municipality, either legal, moral or otherwise.

It is hereby certified and recited that all conditions, acts and things required by the Constitution or statutes of the State or the Resolution to exist, to have happened or to have been performed precedent to or in the issuance of this bond exist, have happened and have been performed and that this bond together with all other indebtedness of the Authority, is within every debt and other limit prescribed by said Constitution or statutes.

[The remainder of this page has been intentionally left blank.]

**IN WITNESS WHEREOF, THE PEQUANNOCK, LINCOLN PARK AND FAIRFIELD SEWERAGE AUTHORITY** has caused this bond to be signed in its name and on its behalf by the manual or facsimile signature of its Chairman or Vice Chairman, and its corporate seal to be affixed, imprinted or reproduced hereon and attested by the manual signature of its Secretary or Assistant Secretary, all as of the Dated Date hereinabove mentioned.

**THE PEQUANNOCK, LINCOLN PARK AND FAIRFIELD SEWERAGE AUTHORITY**

**(SEAL)**

**ATTEST:**

By: \_\_\_\_\_  
Jerry J. Notte  
Chairman

\_\_\_\_\_  
Raymond T. Kerwin  
Secretary

**EXHIBIT B**

Form of Trust Loan Bond

**THE PEQUANNOCK, LINCOLN PARK AND FAIRFIELD SEWERAGE AUTHORITY**  
**BOND (SERIES 2015B)**

No. RB-1

Principal Amount: \$ \_\_\_\_\_

Dated Date: May 21, 2015

**THE PEQUANNOCK, LINCOLN PARK AND FAIRFIELD SEWERAGE AUTHORITY** (the "Authority"), a public body corporate and politic organized and existing under and by virtue of the laws of the State of New Jersey (the "State"), acknowledges itself indebted and for value received hereby promises to pay to the New Jersey Environmental Infrastructure Trust (the "Trust") (i) the principal amount stated above, or such lesser amount as shall be determined in accordance with Section 3.01 of the loan agreement dated as of May 1, 2015 by and between the Trust and the Authority (the "Loan Agreement"), at the times and in the amounts determined as provided in the Loan Agreement, (ii) Interest on the Loan constituting the Interest Portion, the Administrative Fee (as such terms are defined in the Loan Agreement) and any late charges incurred under the Loan Agreement in the amount calculated as provided in the Loan Agreement, payable on the days and in the amounts and as provided in the Loan Agreement, which principal amount and Interest Portion of the Interest on the Loan shall, unless otherwise provided in the Loan Agreement, be payable on the days and in the amounts as also set forth in Exhibit A attached hereto under the column headings respectively entitled "Principal" and "Interest", plus (iii) any other amounts due and owing under the Loan Agreement at the times and in the amounts as provided therein. The Borrower irrevocably pledges its full faith and credit for the punctual payment of the principal of and the Interest on this bond and for the punctual payment of all other amounts due under this bond and the Loan Agreement according to their respective terms.

This bond is issued in consideration of the loan made under the Loan Agreement (the "Loan") to evidence the payment obligations of the Authority set forth in the Loan Agreement. This bond has been assigned to U.S. Bank National Association, as trustee (the "Trustee") under the "Environmental Infrastructure Bond Resolution, Series 2015A" adopted by the Trust on \_\_\_\_\_, 2015, as the same may be amended and supplemented in accordance with the terms thereof (the "Trust Bond Resolution"), and payments hereunder shall, except as otherwise provided in the Loan Agreement, be made directly to the Trustee for the account of the Trust pursuant to such assignment. Such assignment has been made as security for the payment of the Trust Bonds (as defined in the Loan Agreement) issued to finance or refinance the Loan and as otherwise described in the Loan Agreement. This bond is subject to further assignment or endorsement in accordance with the terms of the Trust Bond Resolution and the Loan Agreement. All of the terms, conditions and provisions of the Loan Agreement are, by this reference thereto, incorporated herein as part of this bond.

Pursuant to the Loan Agreement, disbursements shall be made by the Trustee to the Authority, in accordance with written instructions of the Trust, upon receipt by the Trust and the Trustee of requisitions from the Authority executed and delivered in accordance with the requirements set forth in Section 3.02 of the Loan Agreement.

This bond is entitled to the benefits and is subject to the conditions of the Loan Agreement. The obligations of the Authority to make the payments required hereunder shall be absolute and unconditional without any defense or right of setoff, counterclaim or recoupment by reason of any default by the Trust under the Loan Agreement or under any other agreement between the Authority and the Trust or out of any indebtedness or liability at any time owing to the Authority by the Trust or for any other reason.

This bond is subject to optional prepayment under the terms and conditions, and in the amounts, provided in Section 3.07 of the Loan Agreement. To the extent allowed by applicable law and the Subordinate Resolution (as hereinafter defined), this bond may be subject to acceleration under the terms and conditions, and in the amounts, provided in Section 5.03 of the Loan Agreement.

This bond is a direct and general obligation of the Authority and is one of the subordinate bonds of the Authority issued or to be issued under and by virtue of the Sewerage Authorities Law, constituting Chapter 138 of the Pamphlet Laws of 1946, of the State of New Jersey, approved April 23, 1946, and the acts amendatory thereof and supplemental thereto (collectively, the "Act"), and under and pursuant to a resolution of the Authority adopted November 12, 2014 and entitled: "Resolution Authorizing the Issuance of Not Exceeding \$35,000,000 Bonds (Series 2015) of The Pequannock, Lincoln Park and Fairfield Sewerage Authority and Providing for Their Sale to the New Jersey Environmental Infrastructure Trust and the State of New Jersey and Authorizing the Execution and Delivery of Certain Agreements in Connection Therewith" (the "Resolution").

Notwithstanding anything to the contrary contained herein, at the request and expense of the registered owner this bond upon presentation at the office of the Authority will be converted into a bond payable to bearer and coupon in form by the preparation and substitution of a new bond, signed or executed by such of its officers then in office as the Authority shall designate and of the same tenor as this bond at the time of its issuance, with coupons annexed for interest, if any, thereafter payable on this bond until its maturity.

The Act provides that neither the members of the Authority nor any person executing bonds of the Authority shall be liable personally on said bonds by reason of the issuance thereof.

This bond is not and shall not be in any way a debt or liability of the State or of any county or municipality and does not and shall not create or constitute any indebtedness, liability or obligation of the State or of any county or municipality, either legal, moral or otherwise.

It is hereby certified and recited that all conditions, acts and things required by the Constitution or statutes of the State or the Resolution to exist, to have happened or to have been

performed precedent to or in the issuance of this bond exist, have happened and have been performed and that this bond, together with all other indebtedness of the Authority, is within every debt and other limit prescribed by said Constitution or statutes.

[The remainder of this page has been intentionally left blank.]



**IN WITNESS WHEREOF, THE PEQUANNOCK, LINCOLN PARK AND FAIRFIELD SEWERAGE AUTHORITY** has caused this bond to be signed in its name and on its behalf by the manual or facsimile signature of its Chairman or Vice Chairman, and its corporate seal to be affixed, imprinted or reproduced hereon and attested by the manual signature of its Secretary or Assistant Secretary, all as of the Dated Date hereinabove mentioned.

**THE PEQUANNOCK, LINCOLN PARK AND  
FAIRFIELD SEWERAGE AUTHORITY**

**(SEAL)**

**ATTEST:**

By: \_\_\_\_\_  
Jerry J. Notte  
Chairman

\_\_\_\_\_  
Raymond T. Kerwin  
Secretary

New Jersey Environmental Infrastructure Trust hereby assigns the foregoing bond to U.S. Bank National Association as trustee under the "Environmental Infrastructure Bond Resolution, Series 2015A" adopted on \_\_\_\_\_, 2015, as amended and supplemented, all as of the date of this bond, as security for the Trust Bonds issued or to be issued under said bond resolution to finance or refinance the Project Fund (as defined in said bond resolution).

**NEW JERSEY ENVIRONMENTAL  
INFRASTRUCTURE TRUST**

(SEAL)

**ATTEST:**

By: \_\_\_\_\_

\_\_\_\_\_  
Chairman

\_\_\_\_\_  
\_\_\_\_\_  
Secretary

**EXHIBIT C**

**THE PEQUANNOCK, LINCOLN PARK AND FAIRFIELD SEWERAGE AUTHORITY**

**NOTICE OF ADOPTION OF BOND RESOLUTION**

**PUBLIC NOTICE** is hereby given that a bond resolution entitled: "Resolution Authorizing the Issuance of Bonds of The Pequannock, Lincoln Park and Fairfield Sewerage Authority" (the "Bond Resolution") was adopted by The Pequannock, Lincoln Park and Fairfield Sewerage Authority (the "Authority") on November 12, 2014; that copies of the Bond Resolution have been filed and are available for public inspection in the office of the Township Clerk of the Township of Pequannock, in the County of Morris, New Jersey, in the Municipal Building of said Township, in the office of the Borough Clerk of the Borough of Lincoln Park, in the County of Morris, New Jersey, in the Municipal Building of said Borough, in the office of the Township Clerk of the Township of Fairfield, in the County of Essex, New Jersey in the Municipal Building of said Township and in the office of the Authority, Lincoln Boulevard, Lincoln Park, New Jersey, and that any action or proceeding of any kind or nature in any court questioning the validity of the creation and establishment of the Authority or the validity or proper authorization of bonds provided for by the Bond Resolution, or the validity of any covenants, agreements or contracts provided for by the Bond Resolution, shall be commenced within twenty (20) days after the first publication of this notice, which was first published this \_\_\_\_ day of November, 2014.

**THE PEQUANNOCK, LINCOLN PARK AND  
FAIRFIELD SEWERAGE AUTHORITY**

By: /s/ Raymond T. Kerwin

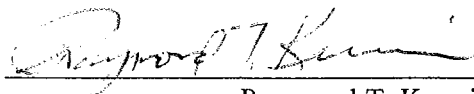
Secretary

## **CERTIFICATE**

I, **RAYMOND T. KERWIN**, Secretary of The Pequannock, Lincoln Park and Fairfield Sewerage Authority (the "Authority"), a public body politic and corporate of the State of New Jersey, **HEREBY CERTIFY** that the foregoing resolution entitled: "Resolution Authorizing the Issuance of Not Exceeding \$35,000,000 Bonds (Series 2015) of The Pequannock, Lincoln Park and Fairfield Sewerage Authority and Providing for Their Sale to the New Jersey Environmental Infrastructure Trust and the State of New Jersey and Authorizing the Execution and Delivery of Certain Agreements in Connection Therewith", is a true copy of an original resolution which was adopted at a meeting of the Authority which was duly called and held on November 12, 2014, and at which a quorum was present and acted throughout, and that said copy has been compared by me with the original resolution officially recorded in the records of the Authority and that it is a true, correct and complete transcript thereof and of the whole of said resolution, and that said original resolution has not been altered, amended or repealed, but is in the form attached as of the date hereof in full force and effect.

**IN WITNESS WHEREOF**, I have hereunto set my hand and affixed the seal of the Authority this 12<sup>th</sup> day of November, 2014.

(SEAL)



Raymond T. Kerwin  
Secretary

OPERATING

RESOLUTION # 14-064

BE IT RESOLVED, by The Pequannock, Lincoln Park and Fairfield Sewerage Authority that the bills on the list annexed hereto and made a part hereof be approved for payment and that after Voucher #15859 through #15932 have been approved by the Chairman or the Treasurer, the Treasurer shall issue warrants in payment thereof, when there are sufficient funds available to meet them.

Payee	Ck #	Vou. #	Ck. Am't	Description	Acc't #
A E A		15859	990.00	Registration/AJS/RNB/MES	b31.24
Accurate Pest Control, Inc.		15860	178.34	Pest Control/Sep & Oct'14	b51.41
ADP, Inc (Louisville)		15861	421.72	Payroll Processing Chrg	b31.38
Allen Paper & Supply Co.		15862	60.59	Cleaning Supplies	b51.41
American Express/RNB		15863	382.33	Hotel/AEA/Misc/WEFTEC/Business Exps.	b31.21
American Express/RNB			40.00	Renewal	b31.22
American Express/RNB			222.00	S-2 Text Books/W. VanHouten	b31.24
AP/Certified Testing	15864		910.00	Mag Locator/Metal Detector/Shop Supplies	b51.31
AP/Certified Testing			125.00	Field Test/Backflow Preventor	b51.65
Borough of Lincoln Park/Water & Sewer	15865		177.10	Pine Brook/Ryerson 8/1-10/31/14	b51.14
Cablevision	15866		144.90	Internet Service 10/16-11/15/14	b31.35
Champion Uniform Supply, Inc.	15867		425.35	Uniforms	b51.43
Chas. F. Connolly Dist. Co., Inc.	15868		256.86	Damper Motor/H&V/SPS	b51.31
Clark Transmission Co.	15869		1,931.65	Ball Bearings/Shop Supplies	b51.31
Cleary Giacobbe Alfieri & Jacobs	15870		1,856.65	Ser/Gen'l & Retainer/Sep'14	b51.58
Cummins Power Systems, LLC	15871		2,275.00	PM Serv/Gensets/Plant UV & CPS	b51.33
Engineered Solutions Corp.	15872		1,292.50	Comp Supp/Operations	b51.52
Engineered Solutions Corp.			770.00	Inst TS/Eng	b51.56
Engineered Solutions Corp.			1,347.50	Thickened Sludge Flow/Scavenger Tank	b61.20
Environmental Resource Assoc.	15873		659.25	Lab Samples 9/26/14	b51.65
Fairfield Maintenance Inc.	15874		520.00	Monthly UST Inspections/Sept/Oct	b51.65
Feldman Bros. Elect. Supply Co., Inc.	15875		176.32	Pts/SCADA/Operations	b51.31
Fisher Scientific	15876		1,141.51	Lab Supplies	b51.42
Grainger, Inc.	15877		2,087.64	Pts/Bulbs/Plant & Shop Supplies	b51.31
Grainger, Inc.			195.10	Coupling Grease/PM	b51.34
Grainger, Inc.			298.00	Disposable Gloves/Lab Supplies	b51.42
Grainger, Inc.			334.08	Fire Rated Pants&Shirts/Safety	b51.44
Hatch Mott MacDonald	15878		916.92	Steel Pipe Assessment	b51.53
Hatch Mott MacDonald	15879		1,550.00	Gen'l Consulting/Sep'14	b51.53
Hatch Mott MacDonald	15880		2,134.25	GF Module Replacement	b51.53
Hatch Mott MacDonald	15881		7,730.33	Groundwater LSRP Service	b51.63
Hatch Mott MacDonald	15882		2,774.52	IPP Services/Sep'14	b51.63
Industrial Controls Distributors	15883		511.29	Switch/H&V	b51.31
Instrumentation Technology Systems	15884		724.00	Ser/SPS/Pump #1	b51.32
Jersey Central Power&Light	15885		56,070.49	Plant	b51.11
Jersey Central Power&Light			4,653.82	PS	b51.12
McMaster-Carr Supply Co.	15886		810.37	Pts/Plant & Shop Supplies	b51.31
National Fuel Oil, Inc.	15887		3,355.32	Gasoline	b51.34
Nestle Pure Life	15888		266.79	Water/Sep'14	b51.14
New Jersey Manufacturing Insurance	15889		6,953.53	W.Comp/Pym't #11 of 11	b51.48
NJDEP/Annual Site Remediation LSRP	15890		450.00	Site Remed/Oversite Cost	b51.62
North Jersey Media Group Inc .	15891		203.36	PubNotice/TP Improvemts/Lab Analyses	b31.32
One Call Concepts	15892		63.44	One Call Messages/Sept'14	b51.62
Passaic Valley Sewerage Commission	15893		30,285.00	Liquid Sludge 9/16-10/15/14	b51.55D
Pinnacle Wireless	15894		1,970.60	Portable Radios	b51.31
Ploger Crane Service, Inc.	15895		1,400.00	Remove&Install/Sludge Pan/Thickener#1	b51.38
Precision Electric Motor Works, Inc.	15896		76.00	Rpr/2nd Stg Effluent Pump #3	b51.32
PSE&G	15897		590.76	PS/Jane Rd. (Estimated)	b51.12
PSE&G	15898		1,861.35	PS/Fairfield Rd. (Actual)	b51.12
PSE&G	15899		2,791.99	PS/Glenroy Rd. (Actual)	b51.12
R&D Trucking	15900		13,731.50	Sludge Removal 10/01-10/21/14	b51.55H
Recchia Landscaping, Inc	15901		3,371.24	Lawn Maintenance/Sep&Oct'14	b51.54
Reuter & Hanney, Inc.	15902		9,825.00	Repl/7 Ground Fault Relays/Substation	b61.10
Scales Industrial Technologies Inc. of NJ	15903		587.50	Rpr/Plant Air Compressors#1&2	b51.33
Skyline Environmental, Inc.	15904		2,925.00	Health & Safety Training	b51.64
State of NJ/Pensions & Benefits(Dental)	15905		2,121.81	Dental Insurance	b21.12
State of NJ/Pensions & Benefits(Health)	15906		46,249.81	Health Benefits	b21.12

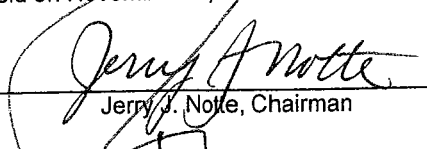
State of NJ-Dept. of Community Affairs	15907	148.00	Life Hazard Use Regist. Fee	b51.62
TBSA/Dale Allen	15908	93.43	Travel Expense	b31.21
TBSA/Dale Allen		139.80	Meeting Supplies	b31.36
TBSA/Dale Allen		20.00	Flu Shot	b51.64
TBSA/Ernie DeGraw	15909	637.31	Expenses/WEFTEC	b31.21
TBSA/Ernie DeGraw		20.00	Flu Shot	b51.64
TBSA/Greg Daly	15910	100.00	S1/C1 License Renewal	b51.61
TBSA/Jerry Notte	15911	2,175.57	Exp/WEFTEC	b31.21
TBSA/Joseph Gibson	15912	20.00	Exp/Flu Vaccine	b51.64
TBSA/Kimberly Marquez	15913	480.65	Microbiology/WWTP Books & Enrollment	b31.24
TBSA/Michael Solla	15914	361.45	Expenses/WEFTEC	b31.21
TBSA/Michael Solla		97.89	Cell Phone	b31.35
TBSA/Michael Solla		39.99	Work Shoes	b51.43
TBSA/Patrick Tuohey	15915	446.28	Expenses/WEFTEC	b31.21
TBSA/Peter Squirlock	15916	20.00	Exp/Flu Vaccine	b51.64
TBSA/Petty Cash	15917	101.81	Reimburse (10/1-10/31/14)	b31.21
TBSA/Petty Cash		89.75	Food/Board Mtg (10/8)	b31.36
TBSA/Richard Walter	15918	20.00	Flu Shot	b51.64
TBSA/Robert Bongiovanni	15919	460.60	Expenses/WEFTEC	b31.21
The Progress	15920	208.11	Award & Affidavits	b31.32
True Value Hardware	15921	11.98	Poly Sheeting/Plant Supply	b51.31
United Cooling & Refrigeration Inc.	15922	1,098.75	PM/Aug-Oct'14/Pynt 2 of 4	b51.33
United Cooling & Refrigeration Inc.	15923	895.00	Repl Heaters/AAON Unit	b51.33
United Equip. & Fabricators	15924	6,800.00	Repl/Sludge Pan/Thickener Tank #1	b61.10
USA Blue Book	15925	1,148.94	Lab Supplies	b51.42
VanGuard Cleaning Systems	15926	323.00	Cleaning Service/Nov'14	b51.41
Verizon	15927	649.43	Telephones 10/14	b31.35
Verizon		2,025.80	Lease Lines 10/14	b31.37
W. B. Mason Co., Inc.	15928	937.27	Office Supplies	b31.33
Wallington Plumbing & Heating Supply	15929	420.03	Pts/Shop Supplies	b51.31
Water Works Supply Co.Inc.	15930	3,574.94	Joint DIPs/EmerRpr/PCCP	b61.10
Wayne Electrical Supply Company	15931	1,011.92	Pts/Bulbs/Shop Supplies	b51.31
Wizard Printing	15932	55.00	Business Cards/Peteja	b31.33

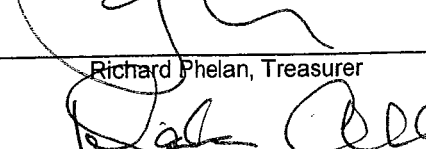
TOTAL 2014 BUDGET

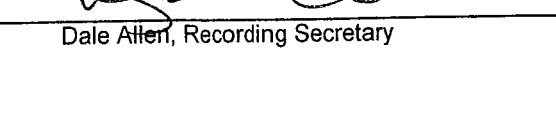
250,808.08

IT IS HEREBY CERTIFIED, this is a true and correct copy of a Resolution adopted on Roll Call at a Regular Meeting of the Pequannock, Lincoln Park and Fairfield Sewerage Authority held on November 12, 2014.

Dated: November 12, 2014

  
 \_\_\_\_\_  
 Jerry J. Notte, Chairman

  
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 Richard Phelan, Treasurer

  
 \_\_\_\_\_  
 Dale Allen, Recording Secretary

CONSTRUCTION FUND

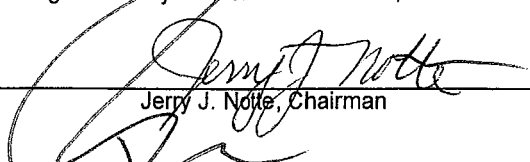
RESOLUTION # 14-065

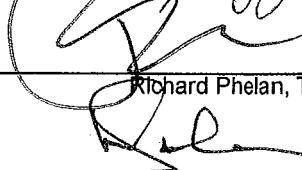
BE IT RESOLVED, By The Pequannock, Lincoln Park and Fairfield Sewerage Authority that the bills on the list annexed hereto and made a part hereof, be approved for payment, and that after Vouchers #0655 through #0656 have been approved by the Chairman or the Treasurer, the Treasurer shall issue Warrants in payment thereof, when there are sufficient funds available to meet them.

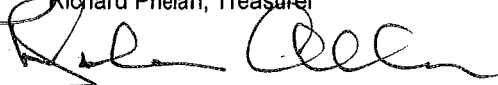
Payee	Ck#	Vou. #	Ck. Am't	Description	Acc't #
Black & Veatch		0655	26,897.35	Project #1/Headworks Design	b84.21
Cleary Giacobbe Alfieri Jacobs		0656	2,608.50	TP/PS Improvement Projects	b84.41
TOTAL 2014 BUDGET			29,505.85		

IT IS HEREBY CERTIFIED, this is a true and correct copy of a Resolution adopted on Roll Call at a Regular Meeting of the Pequannock, Lincoln Park and Fairfield Sewerage Authority held on November 12, 2014.

Dated: November 12, 2014

  
 \_\_\_\_\_  
 Jerry J. Nolle, Chairman

  
 \_\_\_\_\_  
 Richard Phelan, Treasurer

  
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 Dale Allen, Recording Secretary