

**NOTICE OF SALE**  
**TOWNSHIP OF LACEY**  
(Ocean County, New Jersey)

**\$216,000 SPECIAL EMERGENCY NOTES, SERIES 2016A**

(Bank-Qualified)

Bids are being solicited through a fair and open process in accordance with N.J.S.A. 19:44A-20.5 for the purchase of \$216,000 Special Emergency Notes, Series 2016A (the "Notes") of the Township of Lacey, in the County of Ocean, New Jersey (the "Township"). All bids will be publicly opened and announced at the Office of the Township Chief Financial Officer on Thursday, May 19, 2016, at 11:00 a.m. prevailing local time ("Sale Date").

No telephone bids will be accepted. Bids must be received by 11:00 a.m. on the Sale Date, and may be submitted by completing the attached bid form and submitting to the address and/or fax number shown on the bid form. Sealed bids are encouraged, but faxed bids will be accepted provided they comply with the conditions stated herein. If a bidder wishes to transmit its bid by fax, such bidder hereby acknowledges that such faxed bid will not be reviewed by the Township until the public opening of the bids as aforesaid. This Notice of Sale for Bid has been posted on the Township of Lacey's website ([www.laceytownship.org](http://www.laceytownship.org)).

Each bid must offer to purchase the entire Note issue being offered at no less than par plus accrued interest and must specify a single rate of interest per annum offered for the Notes. The Chief Financial Officer will evaluate the bids on the basis of the lowest net interest cost to the Township. Award of the Notes to the bidder proposing the lowest net interest cost or rejection of all bids will be made by 2:00 p.m. on the Sale Date. As between bidders specifying the same lowest net interest cost, the Notes will be sold to the bidder selected by lot from among all such bidders. The Township reserves the right to reject all bids.

The successful bidder is advised of the responsibility to file an annual disclosure statement on political contributions with the New Jersey Election Law Enforcement Commission pursuant to N.J.S.A. 19:44A-20.13 (P.L. 2005, c.271, s.3) if the successful bidder receives contracts in excess of \$50,000 from public entities in a calendar year. It is the successful bidder's responsibility to determine if filing is necessary. Additional information on this requirement is available from ELEC at 888-313-3532 or at [www.elec.state.nj.us](http://www.elec.state.nj.us).

**SPECIFICATIONS OF NOTES**

Principal Amount:	\$216,000 Special Emergency Notes, Series 2016A
Dated Date:	May 27, 2016
Maturity Date:	May 26, 2017
Interest Rate per Annum:	Specified by successful bidder, payable at maturity
Denomination:	\$100,000 each or any integral multiple thereof (with one piece in the amount of \$116,000)

Legal Opinion: Dilworth Paxson LLP, Red Bank, New Jersey, Bond Counsel

Closing: May 27, 2016, at the Township offices or elsewhere, as agreed to with the successful bidder.

Payment: Immediately available funds

The Notes are issued pursuant to the laws of the State of New Jersey, including the Local Budget Law and specifically N.J.S.A. 40A:4-53, *et seq.*, to refinance notes issued for special emergency appropriations, authorized by Ordinance No. 2015-05 duly adopted by the Township on April 23, 2015 and Resolution No. 2015-112 duly adopted by the Township on April 23, 2015, for costs associated with the reassessment of real property.

The Notes shall be general obligations of the Township and to the extent the Notes are not paid from other sources, the Township is obligated to levy ad valorem taxes upon all the taxable real property therein for the payment of the debt service on the Notes without limitation as to rate or amount. The Notes will mature without option of prior redemption, will be issued in bearer form without coupons, will be registrable as to both principal and interest, payable at maturity in lawful money of the United States of America, and interest will be calculated on the basis of a 30 day month/360 day year. The Notes will be designated "Qualified Tax-Exempt Obligations" for purposes of Section 265(b)(3) of the Internal Revenue Code of 1986, as amended.

The obligations hereunder to deliver and to accept the Notes shall be conditioned on the availability and delivery at the time of delivery of the Notes of (a) the approving legal opinion of the law firm of Dilworth Paxson LLP, Red Bank, New Jersey ("Bond Counsel"), which will be furnished without cost to the successful bidder, to the effect that the Notes are valid and legally binding obligations of the Township of Lacey, New Jersey, payable in the first instance from bonds in anticipation of which the Notes are issued, but if not so paid or if not paid from other sources, payable ultimately from ad valorem taxes which may be levied on all the taxable real property in the Township without limitation as to rate or amount, and that interest on the Notes is excluded from gross income for Federal tax purposes under current law if the Township complies with all conditions subsequent contained in the Internal Revenue Code of 1986, as amended (the "Code"), except to the extent that interest on the Notes held by a corporate taxpayer is included in the relevant income computations for calculation of the corporate alternative minimum tax and that interest on the Notes and any gain on the sale thereof are not includable as gross income under the present New Jersey Gross Income Tax Act; (b) certificates in form satisfactory to Bond Counsel evidencing the proper execution and delivery of the Notes, the receipt of payment therefor and the compliance with the requirements of the Code necessary so that the Notes will not be arbitrage obligations within the meaning of the Code; and (c) a certificate, in form and tenor satisfactory to Bond Counsel and dated as of the date of such delivery, to the effect that there is no litigation pending or (to the knowledge of the signer or signers thereof) threatened affecting the validity of the Notes.

If the Notes are reoffered to the public, the purchaser thereof is required to certify the reasonably expected reoffering price, yield, net interest cost and true interest cost for the Notes and CUSIP identifications numbers, if any, therefor prior to the Closing on the Notes.

No Preliminary Official Statement or other offering document will be prepared by the Township for this issue. However, certain financial information concerning the Township is available upon request. For such information please contact the Township Chief Financial Officer, Linda Picaro-Covello, at (609) 693-1100 ext. 2296 or Meghan Bennett Clark, Esq., Dilworth Paxson LLP, Bond Counsel, at (732) 383-5529.

TOWNSHIP OF LACEY, IN THE COUNTY OF  
OCEAN, NEW JERSEY  
/s/ Linda Picaro-Covello  
LINDA PICARO-COVELLO,  
Chief Financial Officer

DATED: May 11, 2016

May 19, 2016

Ms. Linda Picaro-Covello  
Chief Financial Officer  
TOWNSHIP OF LACEY  
818 West Lacey Road  
Forked River, New Jersey 08731

**FAX: 609-971-7029**

RE: BID FOR \$216,000 SPECIAL EMERGENCY NOTES, SERIES 2016A

Dear Ms. Covello:

Subject to the provisions of the Notice of Sale dated May 11, 2016, relating to \$216,000 Special Emergency Notes, Series 2016A, dated May 27, 2016 and due May 26, 2017, that is made a part hereof, we offer to purchase the Notes described therein as follows:

Interest Rate Per annum	_____ %
Amount of Notes Bid for	_____ \$216,000
Price of Notes Bid for (at no less than par)	\$ _____
Net Interest Cost (please specify in both dollars and percent)	\$ _____ / _____ %

and, in addition thereto, to pay interest accrued from the Dated Date of the Notes to the date of delivery, if Closing shall occur subsequent to the Dated Date.

\_\_\_\_\_  
Signature of Authorized Officer

\_\_\_\_\_  
Name of Bidder

\_\_\_\_\_  
Address of Bidder

\_\_\_\_\_  
Telephone Number

\_\_\_\_\_  
Email Address