

**BOROUGH OF SOUTH BOUND BROOK, IN THE COUNTY OF  
SOMERSET, NEW JERSEY**

**NOTICE OF \$1,542,492 BOND ANTICIPATION NOTES,  
SERIES 2018A (FEDERALLY TAXABLE) SALE**

Proposals are being solicited for the above issue of \$1,542,492 Bond Anticipation Notes, Series 2018A (the "Notes") for the purchase at not less than the par amount of the Notes through a fair and open process in accordance with N.J.S.A. 40A:2-28. All bids will be publicly opened and announced at the Borough of South Bound Brook, in the County of Somerset, New Jersey (the "Borough") at the 12 Main Street, South Bound Brook, New Jersey 08880 on Tuesday, February 13, 2018, until 11:00 a.m. Bids will be received either (a) via facsimile, at (732) 563-4431, attention Nancy Costa, Chief Financial Officer, or (b) via email, to [NCosta@SouthBoundBrook.com](mailto:NCosta@SouthBoundBrook.com). All bids submitted are the sole responsibility of the bidder and must be received by the Borough by 11:00 a.m. to facsimile number (732) 563-4431 or email to [NCosta@SouthBoundBrook.com](mailto:NCosta@SouthBoundBrook.com). No telephone bids will be accepted. The Chief Financial Officer of the Borough will evaluate the bids on the basis of the lowest net interest cost to the Borough. A determination as to the award will be made no later than 1:00 p.m. on that date. The telephone number for the Chief Financial Officer is (732) 356-0258, x117. The Borough accepts no responsibility for the failure of any telecopied or emailed bids to be received on time for whatever reason.

Bids must be on the official bid form attached hereto as Exhibit A, signed by the bidder, sent to Fax No. (732) 563-4431, Attention Nancy Costa or email to [NCosta@SouthBoundBrook.com](mailto:NCosta@SouthBoundBrook.com).

*Warnings:* Bids submitted by facsimile transmission or email will not be considered timely unless, at the deadline for submission of bids, the entire bid form has been received by the Chief Financial Officer. The official time for receipt of bids will be determined by the Borough at the place of bid opening, and the Borough shall not be required to accept any bidders fax machine time-stamp or email time-stamp as evidence of a timely bid. Neither the Borough, nor the law firm of GluckWalrath LLP ("Bond Counsel") shall be responsible for, and the bidder expressly assumes the risk of, any incomplete or untimely bid submitted by facsimile transmission or email by such bidder, including, without limitation, by reason of garbled transmission, mechanical failure, engaged telephone, telecommunications or computer lines, or any other cause arising from delivery by facsimile transmission or email. Bidders may call (732) 356-0258, x117, to confirm receipt of their bids; however the Borough takes no responsibility for informing any bidder prior to the time for receiving bids that its bid is incomplete, illegible or not received.

The Notes will be issued in a single issue in the principal amount of \$1,542,492. Each bid must offer to purchase either all Notes being offered at a price of not less than par and must specify a single rate of interest offered for such notes. Interest shall be calculated on a 360-day year consisting of twelve 30-day months. **The Chief Financial Officer expects to award the Notes to the responsive bidder specifying the lowest net interest payable by the Borough. However, the Borough reserves the right to reject all bids or to award the Notes to a bidder**

**other than the lowest bidder. The bidder, by submitting a bid agrees to accept the determination of the Chief Financial Officer.**

**SPECIFICATION OF BOND ANTICIPATION NOTES**

Principal Amount:	\$1,542,492
Dated:	February 23, 2018
Maturity Date:	February 22, 2019
Interest Rates Per Annum:	Specified by Successful Bidder
Legal Opinion:	GluckWalrath LLP Trenton, New Jersey
Paying Agent:	Specified by and at the expense of successful bidder within 24 hours of award, subject to approval of the Chief Financial Officer
Closing:	
a.    date	February 23, 2018
b.    location	Borough of South Bound Brook, 12 Main Street, South Bound Brook, New Jersey 08880, or at such other place as agreed to by the Chief Financial Officer
Denominations:	Denominations of \$100,000 or greater if being reoffered, as specified by the successful bidder within 24 hours of award, subject to approval of the Chief Financial Officer

The Notes will be non-callable general obligations of the Township payable ultimately from *ad valorem* taxes levied upon all taxable property within the Township to the extent that payment is not otherwise provided. The full faith and credit of the Township will be pledged for the punctual payment, in accordance with their terms, of the principal of and the interest on the Notes. No opinion will be rendered regarding the taxability of interest on the Notes for federal income tax purposes. Interest on the Notes and any gain from the sale thereof will be excludable from gross income under the New Jersey Gross Income Tax Act.

It is anticipated that CUSIP identification numbers will be printed on the Notes, but neither the failure to print such number on any Note nor any error with respect thereto shall constitute cause for a failure or refusal by the purchaser thereof to accept delivery of and pay for the Notes in accordance with the terms of this Notice of Sale. All expenses in relation to the

printing of CUSIP numbers on the Notes shall be paid for by the Borough; provided, however, that the CUSIP Service Bureau charge for the assignment of said numbers shall be the responsibility of and shall be paid for by the purchasers.

As a condition to the delivery of the Notes, the successful bidder(s) will be required to furnish on behalf of the underwriter(s) of the Notes, the following information by facsimile transmission or overnight delivery received within twenty-four (24) hours after the award of the Notes: (a) the initial public offering prices or yields (expressed as percentages), (b) selling compensation (aggregate total anticipated compensation to the underwriter(s) expressed in dollars), and (c) the identity of the underwriter(s) if the successful bidder is part of a group or syndicate.

The successful bidder of the Notes is advised of its responsibility to file an annual disclosure statement on political contributions with the New Jersey Election Law Enforcement Commission ("ELEC") pursuant to N.J.S.A. 19:44A-20.13 (P.L. 2005, c.271, s.3) if the successful bidder enters into agreements or contracts, such as its agreement to purchase the Notes, with a public entity, such as the Borough and receives compensation or fees in excess of \$50,000 in the aggregate from public entities, such as the Borough, in a calendar year. It is the successful bidder's responsibility to determine if filing is necessary. Failure to do so can result in the imposition of financial penalties by ELEC. Additional information about this requirement is available from ELEC at 888-313-3532 or at [www.elec.state.nj.us](http://www.elec.state.nj.us).

**In addition, in order to comply with the requirements of Rule 15(c)2-12 of the Securities and Exchange Commission, the successful bidder must either (i) be purchasing the Notes for its own account with no intent to reoffer the Notes or (ii) reoffer the Notes in denominations of \$100,000 or greater to no more than thirty-five (35) persons. The successful bidder must believe that each of the persons to whom the Notes are sold has such knowledge and experience in financial and business matters that it is capable in evaluating the merits and the risks of the Notes as an investment and is not purchasing the Notes for more than one account with the intent to distribute the Notes. A certification by the successful bidder as to the foregoing matters will be a condition to delivery of the Notes.**

No Preliminary Official Statement or other offering document will be prepared by the Borough for this issue. However, certain financial information concerning the Borough is available upon request. For such information please contact the undersigned Chief Financial Officer at the above address, telephone number (732) 356-0258, x117.

/s/ NANCY COSTA

Nancy Costa, Chief Financial Officer

