TOWNSHIP OF TEANECK
BERGEN COUNTY, N.J.

ORDINANCE NO. 4029

PUBLIC CONTRACTING REFORM ORDINANCE

WHEREAS, large political contributions from those seeking to or performing business with a municipality, raises reasonable concerns on the part of taxpayers and residents as to their trust in government contracts;

WHEREAS, pursuant to N.J.S.A. 40:48-2, a municipality is authorized to adopt such ordinances, regulations, rules and by-law as necessary and proper for good government, as well as the public health, safety and welfare; and

WHEREAS, pursuant to P.L.2005, c.271, a municipality is authorized to adopt by ordinance measures limiting the awarding of public contracts to business entities that have made political contributions and limiting the contributions that the holders of a contract can make during the term of a contract; and

WHEREAS, in the interest of good government, the Mayor and Governing Body desire to establish a policy that will avoid the perception of improper influence in local elections.

NOW, THEREFORE, BE IT ORDAINED by the Township Council of the Township of Teaneck, in the County of Bergen, and State of New Jersey, as follows:

SECTION 1. Prohibition on Awarding Public Contracts to Certain Contributors

(a) To the extent that it is not inconsistent with state or federal law, the Township of Teaneck and any of its purchasing agents or departments or instrumentalities of the municipality thereof, as the case may be, shall not enter into any agreement or otherwise contract to procure services from any professional business entity, including those awarded pursuant to any process including a "fair and open process", if such professional business entity has solicited or made any contribution of money, or pledge of a contribution, including in-kind contributions, to (i) a campaign committee of any municipal candidate or holder of public office having ultimate responsibility for the award of a contract, or (ii) to any Township of Teaneck or Bergen County party committee, or (iii) to any candidate committee or political action committee (PAC) that regularly engages in, or whose primary purpose is the support of municipal or county elections and/or municipal or county parties, in excess of the thresholds specified in subsection (d) within one calendar year immediately preceding the date of the contract or agreement.

(b) No professional business entity or vendor who submits a proposal for, enters into negotiations for, or agrees to any contract or agreement (including non-emergency contracts awarded by 40A:11 *et seq* or the "fair and open" Process pursuant to 19:44A-20 *et seq.)* with the Municipality or any departments thereof, for the rendition of professional

services, or goods and services, as the case may be, shall knowingly solicit or make any contribution of money, pledge of contribution, including in-kind contributions, to: (i) any municipal candidate or holder *of* public office having ultimate responsibility for the award of a contract, or (ii) to any Township of Teaneck or Bergen County party committee, or (iii) to any candidate committee or PAC that regularly engages in, or whose primary-purpose is the support of municipal or county elections and/or municipal or county parties, between the time of first communication between that professional business entity or vendor and the municipality regarding a specific professional services agreement or goods and services agreement, as the case may be, and the later of the termination of negotiations or rejection of any proposal, or the completion of the contract or agreement.

(c) For purposes of this ordinance, a "professional business entity" and a "vendor" seeking a public contract mean an individual including the individual's spouse, if any, and any child living at home; person; firm; corporation; professional corporation; partnership; organization; or association. The definition of a business entity and vendor includes all principals who own 10% or more of the equity in the corporation or business trust, partners, and officers in the aggregate employed by the entity or vendor, as well as any subsidiaries directly controlled by the business entity or vendor.

(d) Any individual meeting the definition of "professional business entity" or "vendor" under this section may annually contribute a maximum of $300 each for any purpose to any candidate, for mayor or governing body, or $300 to the Township of Teaneck party committee, or $500 to the Bergen County party committee or to a PAC or candidate committee referenced in this ordinance, without violating subsection (a) of this section. However, any group of individuals meeting the definition of "professional business entity" or "vendor" under this section, including such principals, partners, and officers of the entity or vendor in the aggregate, may not annually contribute for any purpose in excess of $2,500 to all Township of Teaneck candidates and officeholders with ultimate responsibility for the award of the contract, and all Township of Teaneck or Bergen County political parties, candidate committees, and PACs referenced in this ordinance combined, without violating subsection (a) of this section.

(e) For purposes of this section, the office that is considered to have ultimate responsibility for the award of the contract shall be:

(3) The Township of Teaneck Mayor or Governing body, if the contract requires approval or appropriation from the Mayor or Governing body.

(3) The Mayor of the Township of Teaneck, if the contract requires approval of the Mayor, or if a public officer who is responsible for the award of a contract is appointed by the Mayor.

SECTION 2. Contributions Made Prior to the Effective Date

No contribution of money or any other thing of value, including in-kind contributions, made by a professional business entity or vendor to any Township of Teaneck candidate for Mayor or Governing Body, or Township of Teaneck or Bergen County party committee, candidate committee, or PAC referenced in this ordinance shall be deemed a violation of this ordinance, nor shall an agreement for property, goods, or

services, of any kind whatsoever, be disqualified thereby, if that contribution was made by the professional business entity or vendor prior to the effective date of this ordinance.

SECTION 3. Contribution Statement by Professional Business Entity

(a) Prior to awarding any contract or agreement to procure services with any professional business entity and any contract or agreement to procure goods and services from a vendor, the Township of Teaneck or its purchasing agents and departments, as the case may be, shall receive a sworn statement from the professional business entity or vendor, made under penalty of perjury, that the bidder or offeror has not made a contribution in violation of Section 1 of this ordinance.

(b) The professional business entity and vendor shall have a continuing duty to report any violations of this ordinance that may occur during the negotiation, proposal process or duration of a contract. The certification required under this subsection shall be made prior to entry into the contract or agreement with the Township of Teaneck, or prior to the provision of services or goods, as the case may be, and shall be in addition to any other certifications that may he required by any other provision of law.

SECTION 4. Return of Excess Contributions

A professional business entity, vendor, or municipal candidate or officeholder, or Township of Teaneck or Bergen County parry committee, candidate committee, or PAC referenced in this ordinance, may cure a violation of Section 1 of this Ordinance, if, within 30 days after the general election, the professional business entity or vendor notifies the municipality in writing and seeks and receives reimbursement of the contribution from the relevant municipal candidate or officeholder, Township of Teaneck or Bergen County political party, candidate committee, or PAC referenced in this ordinance.

SECTION 5. Exemptions

(a) The contribution limitations prior to entering into a contract in Section 1(a) do not apply to contracts which are required by law to be awarded to the lowest bidder.

SECTION 6. Penalty

(a) It shall he a breach of the terms of the Township of Teaneck professional service agreement or agreement for goods or services for a business entity to: (i) make or solicit a contribution in violation of this ordinance; (ii) knowingly conceal or misrepresent a contribution given or received; (iii) make or solicit contributions through intermediaries for the purpose of concealing or misrepresenting the source of the contribution; (iv) make or solicit any contribution the condition or with the agreement that-it will be contributed to a campaign committee of any candidate or holder of the public office of Township of Teaneck: (v) engage or employ a lobbyist or consultant with the intent or understanding that such lobbyist or consultant would

make or solicit any contribution, which if made or solicited by the business entity itself, would subject that entity to the restrictions of this ordinance; (vi) fund contributions made by third parties, including consultants, attorneys, family members, and employees; (vii) engage in any exchange of contributions to circumvent the intent of this ordinance; or (viii) directly or indirectly, through or by any other person or means, do any act which would subject that entity to the restrictions of this ordinance.

(b) Furthermore, any professional business entity who violates (a) ii-viii shall be disqualified from eligibility for future Township of Teaneck contracts for a period of four calendar years from the date of the violation.

SECTION 7. Severability

(a) If any provision of this Ordinance, or the application of any such provision to any person or circumstances, shall be held invalid, the remainder of this Ordinance to the extent it can be given effect, or the application of such provision to persons or circumstances other than those to which it is held invalid shall not be affected thereby, and to this extent the provisions of this Ordinance are severable.

SECTION 8. Repealer

All ordinances or parts of ordinances which arc inconsistent with any provisions of this ordinance are hereby repealed as to the extent of such inconsistencies.

SECTION 9. Effective Date

This ordinance shall become effective twenty (20) days following the earlier of (a) final adoption thereof by the Municipal Council of the Township of Teaneck or (b) the date on which the passage of this ordinance as a public question is certified pursuant to N.J.S.A. 19:20-9 or other applicable law, and shall be published as required by law.

ELIE Y. KATZ, Mayor

ATTEST:

Lissette Aportela-Hernandez,
Acting Municipal Clerk

Introduced: August 21, 2007

Adopted: September 4, 2007

CERTIFIED TO BE A TRUE COPY
OF Ordinance 4029 ADOPTED
BY THE TEANECK TOWNSHIP COUNCIL
ON September 4, 2007
Acting Township Clerk R#208-07

TOWNSHIP OF TEANECK, NJ
ORDINANCE VOTE RECORDATION

Ordinance No.	4029
Introduction Date:	August 21, 2007
Adoption Date:	September 4, 2007

Motion to Introduce Made By:	C. Gussen
Seconded Made By:	C. Rudolph

Councilmember	In Favor	Opposed	Absent	Abstained
C. Feit	✓			
C. Kates	✓			
DM. Parker	✓			
C. Rudolph	✓			
C. Honis	✓			
C. Gussen	✓			
Mayor Katz	✓			

Motion to Adopt Made By:	C. Kates
Seconded Made By:	Mayor Katz

Councilmember	In Favor	Opposed	Absent	Abstained
C. Feit	✓			
C. Kates	✓			
DM. Parker	✓			
C. Rudolph	✓			
C. Honis	✓			
C. Gussen	✓			
Mayor Katz	✓			

This is to certify that the above ordinance was adopted by the

Township Council on September 4, 2007

Acting Municipal Clerk