

2008

ANNUAL DEBT STATEMENT

AS REQUIRED BY N.J.S.A. 40A:2-40

of the BOROUGH of FANWOOD County of UNION

Prepared as of December 31, 2008

1. (a) Total Bonds and Notes for School Purposes	Gross	Deduction	Net
(b) Less Applicable Deductions	\$4,023,573.46	\$4,023,573.46	\$0.00
(c) Net Debt for School Purposes	(50011-00)	(50012-00)	(50013-00)
2. (a) Total Bonds and Notes for Self-Liquidating Purposes	\$0.00	\$0.00	\$0.00
(b) Less Applicable Deductions	(50014-00)	(50015-00)	(50016-00)
(c) Net Debt for Self-Liquidating Purposes			
3. (a) Total Other Bonds and Notes	\$10,479,026.00		\$0.00
(b) Less Applicable Deductions	(50017-00)	\$23,859.00	(50019-00)
(c) Net Debt for Other Purposes			
Total Gross Debt	\$14,502,599.46	\$4,047,432.46	\$10,455,167.00
Total Deductions	(50020-00)	(50021-00)	(50022-00)
4. TOTAL NET DEBT DECEMBER 31, 2008			\$10,455,167.00

EQUALIZED VALUATION BASIS

Equalized valuation basis (the average of the equalized valuation of real estate, including improvements, and the assessed valuation of class II railroad property of the local unit for the last 3 preceding years):

- (1) 2006 Equalized Valuation Real Property with Improvements plus assessed valuation of class II R.R. property \$1,125,380,451.00
- (2) 2007 Equalized Valuation Real Property with Improvements plus assessed valuation of class II R.R. property \$1,178,481,443.00
- (3) 2008 Equalized Valuation Real Property with Improvements plus assessed valuation of class II R.R. property \$1,224,085,003.00

5. EQUALIZED VALUATION BASIS - Average of (1), (2), and (3).

6. PERCENTAGE OF NET DEBT OF EQUALIZED VALUATION BASIS

The percentage that the net debt (Line 4 above) bears to the equalized valuation basis (Line 5 above):

88/100 of One Percent per cent 0.88% (50039-00)

AFFIDAVIT

STATE OF NEW JERSEY)
 County of Union) ss. Frederick J. Tomkins, being duly sworn, deposes and says:

Deponent is the chief financial officer of the Borough of Fanwood, County of Union here and in the statement hereinafter mentioned called "the municipality" or "the county." The Annual Debt Statement annexed hereto and hereby made a part hereof is a true statement of the debt condition of the municipality or county as of December 31, 2008 and is computed as provided by the Local Bond Law of New Jersey (N.J.S.A.40A:2-1 et seq.). The amounts of such items as are indefinite or unascertainable are estimated and are so marked.

Subscribed and sworn to before me
 this 18 day of February, 2009
Frederick J. Tomkins
 Notary Public of New Jersey

Frederick J. Tomkins
 Frederick Tomkins

Name: Frederick Tomkins
 Title: CHIEF FINANCIAL OFFICER
 Address: MUNICIPAL BUILDING
75 NORTH MARTINE AVENUE
FANWOOD, N.J. 07023
 Phone: 908 - 322 - 8236
 Fax: 908 - 322 - 7178

NOTE- One copy must be filed not later than January 31, 2009 with Division of Local Government Services, P. O. 803, Trenton, N.J. 08625-0803. The code numbers in brackets () are for Division of Local Government Services use only.

**DEDUCTIONS APPLICABLE TO BONDS AND NOTES
FOR SCHOOL PURPOSES**

Amounts held or to be held for the sole purpose of paying bonds and notes included on the opposite page (Items 1,2,3,5,6)

1. Sinking funds in hand for bonds shown as Line 1,
Page 2 of this statement but not in excess of such bonds. _____ (50211-00)
2. Funds in hand in those cases where such funds cannot
be diverted to purposes other than the payment of bonds
and notes included in Line 4, Page 2. _____ (50212-00)
3. Estimated proceeds of bonds and notes authorized but
not issued where such proceeds will be used for the sole
purpose of paying bonds and notes included in Line 4, Page 2 _____ (50213-00)

4. 4% per centum of equalized valuations
(50221-00) \$47,039,291.96
as stated in Line 5, Page 1. _____ (50214-00)

Instructions re: Line 4:
Use applicable per centum as follows:

- 2 1/2% Kindergarten or Grade 1 through Grade 6
- 3% Kindergarten or Grade 1 through Grade 8
- 3 1/2 % Kindergarten or Grade 1 through Grade 9
- 4% Kindergarten or Grade 1 through Grade 12
- Other (insert applicable description)

_____ % _____
(50222-00)

5. Additional State School Building Aid Bonds
(N.J.S.A. 18A:58-33 4(d)) _____ (50220-00)
6. Total _____ (50215-00) \$47,039,291.96
7. School Debt as shown by
Line 4, Page 2. _____ (50216-00)
8. Deduction for School Debt included in Line 4, Page 2
(smaller of Line 6 or 7). _____ (50217-00)
9. Regional School Debt as shown by Line 7, Page 2. _____ (50218-00) \$4,023,573.46

Page Total _____ \$4,023,573.46
_____ (50219-00)

BONDS AND NOTES FOR SELF-LIQUIDATING PURPOSES

A. _____ **SYSTEM**

(insert Applicable Utility)

- 1. Terms Bonds _____ (503 1-00) _____
- 2. Serial bonds _____ (503 2-00) _____
 - (a) Issued _____
 - (b) Authorized but not issued _____ (503 3-00) _____
- 3. Refunding Bonds (N.J.S.A. 40A:2-52) _____ (503 4-00) _____
 - (a) Issued _____ (503 5-00) _____
 - (b) Authorized but not issued _____ (503 6-00) _____
- 4. Bond anticipation notes _____ (503 7-00) _____
 - (a) Issued _____ (503 8-00) _____
 - (b) Authorized but not issued _____ (503 9-00) _____
- 5. Capital Notes (N.J.S.A. 40A:2-8) _____ (503 9-00) _____
 - (a) Issued _____
 - (b) Authorized but not issued _____

6. Total _____

B. _____ **SYSTEM**

(insert Applicable Utility)

- 7. Terms Bonds _____ (503 1-00) _____
- 8. Serial bonds _____ (503 2-00) _____
 - (a) Issued _____
 - (b) Authorized but not issued _____ (503 3-00) _____
- 9. Refunding Bonds (N.J.S.A. 40A:2-52) _____ (503 4-00) _____
 - (a) Issued _____ (503 5-00) _____
 - (b) Authorized but not issued _____ (503 6-00) _____
- 10. Bond anticipation notes _____ (503 7-00) _____
 - (a) Issued _____ (503 8-00) _____
 - (b) Authorized but not issued _____ (503 9-00) _____
- 11. Capital Notes (N.J.S.A. 40A:2-8) _____

12. Total _____

C. OTHER SELF-LIQUIDATING PURPOSES FROM WHICH MUNICIPALITY DERIVES REVENUE (state on a separate sheet in the manner stated above)

Total _____

(503 0-00)

(503 0-00)

(50409-00)

**DEDUCTIONS APPLICABLE TO BONDS AND NOTES
FOR SELF-LIQUIDATING PURPOSES**

1. _____ **SYSTEM**
(Insert Applicable Utility)

(a) Gross _____ (504 1-00) _____ System Debt

(b) Less: Deficit (Capitalized at 5%)
(Line 9 Or Line 11, Page 11)
\$ _____ times 20 (504 2-00) _____

(c) Deduction (504 3-00) _____

(d) Plus: Cash held to Pay Bonds and Notes
included in 2(a) above (504 4-00) _____

(e) Total Deduction (504 5-00) _____

2. _____ **SYSTEM**
(Insert Applicable Utility)

(a) Gross _____ (504 1-00) _____ System Debt

(b) Less: Deficit (Capitalized at 5%)
(Line 20 Or Line 22, Page 11)
\$ _____ times 20 (504 2-00) _____

(c) Deduction (504 3-00) _____

(d) Plus: Cash held to Pay Bonds and Notes
included in 2(a) above (504 4-00) _____

(e) Total Deduction (504 5-00) _____

**3. OTHER SELF-LIQUIDATING PURPOSES FROM
WHICH MUNICIPALITY DERIVES REVENUE
(State separately as above)**

NOTE-the deficit in revenues may be capitalized by either dividing
such deficit by .05 or by multiplying such deficit by 20 as
indicated above.

OTHER BONDS AND NOTES

1. TERM BONDS (state purposes separately)

(1)		
(2)		
(3)		
(4)		
(5)		
(6)		
(7)		
(8)		

2. Total Term Bonds

(\$0509.00)

3. SERIAL BONDS (state purposes separately)

(a) Issued

(1)	General Improvement Bonds - 2001	\$600,000.00
(2)	General Improvement Bonds - 2003	\$1,920,000.00
(3)	General Improvement Bonds - 2008	\$3,200,000.00
(4)		
(5)		
(6)		
(7)		
(8)		
(9)		
(10)		
(11)		
(12)		
(13)		
(14)		
(15)		
(16)		
(17)		

OTHER BONDS AND NOTES

3. SERIAL BONDS (Continued)

(a) Issued		
(18)	_____	_____
(19)	_____	_____
(20)	_____	_____
(21)	_____	_____
(22)	_____	_____
(23)	_____	_____
(24)	_____	_____
(25)	_____	_____
(26)	_____	_____
(27)	_____	_____
(28)	_____	_____
(29)	_____	_____
(30)	_____	_____
(31)	_____	_____
(32)	_____	_____
(33)	_____	_____

Total Serial Bonds Issued

\$5,720,000.00
(50547-00)

(b) Authorized but not issued

(1)		
(2)	_____	_____
(3)	_____	_____
(4)	_____	_____
(5)	_____	_____
(6)	_____	_____
(7)	_____	_____
(8)	_____	_____
(9)	_____	_____
(10)	_____	_____
(11)	_____	_____
(12)	_____	_____

Total Serial Bonds Authorized but not Issued

(50564-00)
\$5,720,000.00
(50565-00)

4. Total Serial Bonds Issued and Authorized but not Issued

OTHER BONDS AND NOTES

5. BOND ANTICIPATION NOTES (state purposes separately)

(a) Issued		
(1)	#01-07/02-10 Various Capital Improvements	\$132,277.00
(2)	#04-09 Various Capital Improvements	\$94,090.00
(3)	#05-12/05-16 Various Capital Improvements	\$282,314.00
(4)	#05-15 Acquisition of Equipment	\$16,800.00
(5)	#06-13/06-10 Various Capital Improvements	\$574,519.00
(6)	#07-21 Acquisition of Property	\$1,875,000.00
(7)	#07-22 Refunding Bond Ordinance	\$325,000.00
(8)		
(9)		
(10)		
(11)		
(12)		
(13)		
Bond Anticipation Notes Issued		<u>\$3,300,000.00</u>
(b) Authorized but not issued		<u>(50625-00)</u>
(1)	#01-07/#02-10 Various General Improvements	\$36,872.00
(3)	#06-13 Various Capital Improvements	\$57,306.00
(4)	#06-13 Various Capital Improvements	\$1,239,848.00
(5)	#07-21 Various Capital Improvements	\$125,000.00
(6)		
(7)		
(8)		
(9)		
(10)		
(11)		
(12)		
Bond Anticipation Notes Authorized but not Issued		<u>\$1,459,026.00</u>
		<u>(50661-00)</u>

6. Total Bond Anticipation Notes Issued and Authorized but not Issued

<u>\$4,759,026.00</u>
<u>(50662-00)</u>

OTHER BONDS AND NOTES

7. MISCELLANEOUS BONDS AND NOTES (not including Tax Anticipation Notes, Emergency Notes, Special Emergency Notes and Utility Revenue Notes)

(a) Issued		
(1)	Capital Notes (N.J.S.A. 40A:2-8)	(50711-00) _____
(2)	Bonds issued by another Public Body Guaranteed by the Municipality	(50712-00) _____
(3)	_____	(50713-00) _____
(4)	_____	(50714-00) _____
(5)	_____	(50715-00) _____
	Miscellaneous Bonds and Notes Issued	_____
(b) Authorized but not issued		
(1)	Capital Notes (N.J.S.A. 40A:2-8)	(50721-00) _____
(2)	Bonds authorized by another Public Body Guaranteed by the Municipality	(50722-00) _____
(3)	_____	(50723-00) _____
(4)	_____	(50724-00) _____
(5)	_____	(50725-00) _____
	Miscellaneous Bonds and Notes Authorized but not Issued	_____

8. Total Miscellaneous Bonds and Notes Issued and Authorized but not Issued (50726-00) _____

Total of Pages 6, 7, 8 and 9 \$10,479,026.00
(50799-00) _____

(Set forth in the following form, the figures showing whether the self-liquidating utility(s) have supported themselves during fiscal year 2008.)

Utility

(Insert Applicable Utility)

1. Total Cash Receipts from Fees, Rents or other Charges for Year		(509 1-00)	
2. Operating and Maintenance Cost		(509 2-00)	
3. Debt Service per Water Accounts			
(a) Interest		(509 3-00)	
(b) Notes		(509 4-00)	
(c) Serial Bonds		(509 5-00)	
(d) Sinking Fund Requirement		(509 6-00)	
4. Debt Service per Current Budget (N.J.S.A. 40A:2-52)			
(a) Interest on			
Refunding Bonds	(509 7-00)		
(b) _____ Refunding Bonds	(509 8-00)		
5. Anticipated Deficit in Dedicated Assessment Budget	(509 9-00)		
6. Total Debt Service	(510 0-00)		
7. Total Deductions(Line 2 plus Line 6)		(510 1-00)	
8. Excess in Revenues(Line 1 minus Line 7)		(510 2-00)	
9. Deficit in Revenues (Line 7 minus Line 1)		(510 3-00)	
10. Total Debt Service (Line 6)		(510 4-00)	
11. Deficit(smaller of Line 9 or Line 10) to Page 5		(510 5-00)	

If Excess in Revenues (Line 8)all

Utility Debt is Deductible

Utility

(Insert Applicable Utility)

12. Total Cash Receipts from Fees, Rents or other Charges for Year		(509 1-00)	
13. Operating and Maintenance Cost		(509 2-00)	
14. Debt Service			
(a) Interest		(509 3-00)	
(b) Notes		(509 4-00)	
(c) Serial Bonds		(509 5-00)	
(d) Sinking Fund Requirement		(509 6-00)	
15. Debt Service per Current Budget (N.J.S.A. 40A:2-52)			
(a) Interest on			
Refunding Bonds	(509 7-00)		
(b) _____ Refunding Bonds	(509 8-00)		
16. Anticipated Deficit in Dedicated Assessment Budget	(509 9-00)		
17. Total Debt Service	(510 0-00)		
18. Total Deductions(Line 13 plus Line 17)		(510 1-00)	
19. Excess in Revenues(Line 12 minus Line 18)		(510 2-00)	
20. Deficit in Revenues (Line 18 minus Line 12)		(510 3-00)	
21. Total Debt Service (Line 17)		(510 4-00)	
22. Deficit(smaller of Line 20 or Line 21) to Page 5		(510 5-00)	

If Excess in Revenues (Line 19)all

Utility Debt is Deductible

(If Municipality has other utilities or enterprises, additional pages are to be added to this statement.)

SPECIAL DEBT STATEMENT

BORROWING POWER AVAILABLE UNDER N.J.S.A. 40A:2-7(f)

- 1. Balance of debt incurring capacity as of December 31, 2007 under N.J.S.A. 40:1-16(d) _____ (51100-00)

- 2. Obligations heretofore authorized during 2008 in excess of debt limitation and pursuant to
 - (a) N.J.S.A. 40A:2-7, paragraph (d) _____ (51101-00)
 - (b) N.J.S.A. 40A:2-7, paragraph (f) _____ (51102-00)
 - (c) N.J.S.A. 40A:2-7, paragraph (g) _____ (51103-00)
 - Total _____ (51104-00)

- 3. Less 2008 authorizations repealed during 2008 _____ (51105-00)

- 4. Net authorizations during 2008 _____ (51106-00)

- 5. Balance of debt incurring capacity December 31, 2008 under N.J.S.A. 40:1-16(d) _____ (51107-00)

I, _____ Director of the Division of Local Government Services of the Department of Community Affairs of the State of New Jersey, do hereby certify that I have compared this copy of an Annual Debt Statement of the above municipalities or county with the original Annual Debt Statement filed in the Division of Local Government Services of the Department of Community Affairs of the State of New Jersey on _____ and that this is a true copy of said statement and of the whole thereof.

In witness whereof, I have hereunto set my hand as Director of Local Government Services of the

Department of Community Affairs of the State of New Jersey this _____ day of _____, 2009.

Director