

2008

ANNUAL DEBT STATEMENT

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

of the	BOROUGH	of	GARWOOD	County of	UNION
<u>Prepared as of December 31, 2008</u>					
1. (a) Total Bonds and Notes for School Purposes			<u>\$8,084,000.00</u>		Net
(b) Less Applicable Deductions			(50011-00)	<u>\$8,084,000.00</u>	
(c) Net Debt for School Purposes				(50012-00)	<u>\$0.00</u>
2. (a) Total Bonds and Notes for Self-Liquidating Purposes			<u>\$0.00</u>		(50013-00)
(b) Less Applicable Deductions			(50014-00)	<u>\$0.00</u>	
(c) Net Debt for Self-Liquidating Purposes				(50015-00)	<u>\$0.00</u>
3. (a) Total Other Bonds and Notes			<u>\$3,884,760.04</u>		(50016-00)
(b) Less Applicable Deductions			(50017-00)	<u>\$0.00</u>	
(c) Net Debt for Other Purposes				(50018-00)	<u>\$3,884,760.04</u>
Total Gross Debt			<u>\$11,968,760.04</u>		(50019-00)
Total Deductions			<u>\$8,084,000.00</u>		(50020-00)
4. TOTAL NET DEBT DECEMBER 31, 2008				<u>(50021-00)</u>	<u>\$3,884,760.04</u>
				(50022-00)	

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	<u>\$590,686,708.00</u>
(2) 2007 Equalized Valuation Real Property with Improvements plus assessed valuation of class II R.R. property	<u>\$641,882,457.00</u>
(3) 2008 Equalized Valuation Real Property with Improvements plus assessed valuation of class II R.R. property	<u>\$684,187,407.00</u>
5. EQUALIZED VALUATION BASIS - Average of (1), (2), and (3).	<u>\$638,918,857.33</u>
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):	<u>0.60%</u>
<u>60/100 of One</u> per cent	<u>(50039-00)</u>

AFFIDAVIT

STATE OF NEW JERSEY

County of Union } ss.

Sandy Bruns

, being duly sworn, deposes and says:

Deponent is the chief financial officer of the Borough of Garwood, 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 3rd day of Feb, 2009

Cherian M. Bruns
 Notary Public of New Jersey

Name:

Title:

Address:

Sandy Bruns

CHIEF FINANCIAL OFFICER

BOROUGH HALL

403 SOUTH AVENUE

GARWOOD N.J. 07027 - 1296

Phone: 908 - 789 - 0710

Fax: 908 - 789 - 7978

NOTE- One copy must be filed not later than January 31, 2009 with Division of Local Government Services, P.O. 803, Trenton, NJ 08646-0803. 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)

<p>1. Sinking funds in hand for bonds shown as Line 1, Page 2 of this statement but not in excess of such bonds.</p>	<u>(50211-00)</u>
<p>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.</p>	<u>(50212-00)</u>
<p>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</p>	<u>(50213-00)</u>
<p>4. <u>4%</u> per centum of equalized valuations (50221-00) as stated in Line 5, Page 1.</p>	<u>\$25,556,754.29</u> <u>(50214-00)</u>

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)

<p>5. Additional State School Building Aid Bonds (N.J.S.A. 18A:58-33.4(d))</p>	<u>(50220-00)</u>
<p>6. Total</p>	<u>\$25,556,754.29</u>
<p>7. School Debt as shown by Line 4, Page 2.</p>	<u>\$8,084,000.00</u>
<p>8. Deduction for School Debt included in Line 4, Page 2 (smaller of Line 6 or 7).</p>	<u>(50217-00) \$8,084,000.00</u>
<p>9. Regional School Debt as shown by Line 7, Page 2.</p>	<u>(50218-00)</u>
<p style="text-align: right;">Page Total</p>	<u>\$8,084,000.00</u> <u>(50219-00)</u>

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

6. Total _____ (503 0-00)

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 _____
 - (b) Authorized but not issued (503 5-00) _____
- 10. Bond anticipation notes (503 6-00) _____
 - (a) Issued _____
 - (b) Authorized but not issued (503 7-00) _____
- 11. Capital Notes (N.J.S.A. 40A:2-8) (503 8-00) _____
 - (a) Issued _____
 - (b) Authorized but not issued (503 9-00) _____

12. Total _____ (503 0-00)

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

Total _____

Page Total _____ (50409-00)

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

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

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

(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 _____ System Debt _____ (504 1-00)

(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

(50509-00)

3. SERIAL BONDS (state purposes separately)

(a) Issued

(1)	General Improvement Bonds - 2003	\$760,000.00
(2)		
(3)		
(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)		

Total Serial Bonds Issued

	\$760,000.00
	(50547-00)

(b) Authorized but not issued

(1)	#94-20 Improvements to Center Street	\$47,000.00
(2)	#94-26 Fire Safety Equipment	50.00
(3)	#95-05 Drainage Improvements - Center Street	39,722.05
(4)	#99-02 Resurfacing Maple Street	32,000.75
(5)	#01-09 Reconstruction of Streets	104,000.00
(6)	#02-08 Curbing & Road Improvements of Various Streets	4,253.15
(7)	#97-16 Various Capital Improvements	99,799.36
(8)	#03-05 Road Improvements	17,000.00
(9)	#07-24 Construction of Athletic Field Complex	719,054.73
(10)	#07-30 Acquisition of Senior Citizens Bus	2,300.00
(11)	#08-19 Road & Drainage Improvements	207,000.00
(12)	#08-20 Installation of Curbing	12,380.00
(13)		
(14)		

Total Serial Bonds Authorized but not Issued

	\$1,284,560.04
	(50564-00)
	\$2,044,560.04
	(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)	#04-10 Parking Area 102,000.00
(2)	#04-15 Rescue Pumper 571,000.00
(3)	#05-10 Road Improvements to Lexington Ave & Second St. 100,000.00
(4)	#06-04 Improvement of a Portion of Second Ave. 145,000.00
(5)	#06-05/06-21 Repairs to Gabion Walls 104,700.00
(6)	#07-30 Acq. Of School Bus 70,000.00
(7)	#07-23 Various Public Improvements 247,500.00
(8)	#07-24 Construction of Athletic Field Complex 500,000.00
(9)	_____
(10)	_____
(11)	_____
(12)	_____
(13)	_____
(14)	_____

Bond Anticipation Notes Issued

\$1,840,200.00
(50625-00)

(b) Authorized but not issued

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

Bond Anticipation Notes Authorized but not Issued

(50661-00)

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

\$1,840,200.00
(50662-00)

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

_____ \$3,884,760.04
_____ (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)
 - 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)
 - 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