

2010

AMENDED ANNUAL DEBT STATEMENT

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

of the BOROUGH of GARWOOD County of UNION

Prepared as of December 31, 2010

Table with columns: Description, Gross, Deduction, Net. Rows include Total Bonds and Notes for School Purposes, Less Applicable Deductions, Net Debt for School Purposes, Total Bonds and Notes for Self-Liquidating Purposes, Less Applicable Deductions, Net Debt for Self-Liquidating Purposes, Total Other Bonds and Notes, Less Applicable Deductions, Net Debt for Other Purposes, Total Gross Debt, Total Deductions, and TOTAL NET DEBT DECEMBER 31, 2010.

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).

Table with columns: Description, Value. Rows include 2008 Equalized Valuation Real Property with Improvements plus assessed valuation of class II R.R. property, 2009 Equalized Valuation Real Property with Improvements plus assessed valuation of class II R.R. property, 2010 Equalized Valuation Real Property with Improvements plus assessed valuation of class II R.R. property, and 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):

53/100 of One per cent 0.53% (50039-00)

AFFIDAVIT

STATE OF NEW JERSEY

County of Union } ss. Sandra 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, 2010 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 22nd day of July, 2011. Christina M. Amey, Notary Public of New Jersey

Name: Sandra Bruns, Title: CHIEF FINANCIAL OFFICER, Address: 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 15, 2011 with Division of Local Government Services, P.O.803, Trenton, N.J. 08625-0803. CHRISTINA M. AMEY, Notary Public of New Jersey are for Division of Local Government Services use only.

BONDS AND NOTES FOR SCHOOL PURPOSES

School District Other Than Regional School District

Issued by :

{Municipality-Type-}
{Type II School District }

Strike out one

1. TERM BONDS			
	(50111-00)	_____	
2. SERIAL BONDS			
(a) Issued	(50112-00)	_____	
(b) Authorized but not issued	(50113-00)	_____	\$7,724,000.00
3. TEMPORARY BONDS AND NOTES			
(a) Issued	(50114-00)	_____	
(b) Authorized but not issued	(50115-00)	_____	
4. TOTAL OF ABOVE BONDS AND NOTES		_____	\$7,724,000.00
			(50116-00)
Regional School District			
5. SERIAL BONDS			
(a) Issued	(50117-00)	_____	
(b) Authorized but not issued	(50118-00)	_____	
6. TEMPORARY BONDS AND NOTES			
(a) Issued	(50119-00)	_____	
(b) Authorized but not issued	(50120-00)	_____	
7. TOTAL OF REGIONAL SCHOOL BONDS AND NOTES		_____	\$0.00
			(50121-00)

N.J.S.A. 40A:2-43 reads in part as follows: "Gross debt of a municipality shall also include that amount of the total of all the bonds and notes issued and authorized but not issued by any school district including the area of the municipality, which results from the application to such total of the ratio which the equalized valuation basis of the municipality bears to the sum of the equalized valuation basis of each municipality in any such school district."

COMPUTATION OF REGIONAL AND/OR CONSOLIDATED SCHOOL DISTRICT DEBT

% OF VALUATIONS APPORTIONED TO EACH MUNICIPALITY		APPORTIONMENT OF DEBT - Dec. 31, 2010			
Municipality	Average Equalized Valuations	%	Serial Bonds Issued	Temp. Bonds - Notes Issued	Authorized But not Issued
Totals	\$0.00	0.00%	\$0.00		

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.	<u>(50211-00)</u>
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.	<u>(50212-00)</u>
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	<u>(50213-00)</u>
4. <u>4%</u> per centum of equalized valuations (50221-00) as stated in Line 5, Page 1.	<u>\$27,428,700.61</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)

<u> </u> % <u> </u> (50222-00)	
5. Additional State School Building Aid Bonds (N.J.S.A. 18A:58-33.4(d))	<u>(50220-00)</u>
6. Total	<u>\$27,428,700.61</u>
7. School Debt as shown by Line 4, Page 2.	<u>(50216-00)</u> <u>\$7,724,000.00</u>
8. Deduction for School Debt included in Line 4, Page 2 (smaller of Line 6 or 7).	<u>(50217-00)</u> <u>\$7,724,000.00</u>
9. Regional School Debt as shown by Line 7, Page 2.	<u>(50218-00)</u>

Page Total \$7,724,000.00
(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
 - (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 _____

**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	\$570,000.00
(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

\$570,000.00
(50547-00)

(b) Authorized but not issued

(1)	#94-20 Resurfacing Improvements	\$47,000.00
(2)	#94-26 Acq. of Equipment	50.00
(3)	#95-05 Drainage	39,722.05
(4)	#97-16 Acquisitions	99,799.36
(5)	#99-02 Resurfacing of Maple Ave	32,000.75
(6)	#01-09 Various Road Improvements	104,000.00
(7)	#02-08 Road Reconstruction	4,253.15
(8)	#03-05/04-12 Road Improvements	17,000.00
(9)	#07-24 Construction of Athletic Field Complex	562,054.73
(10)	#07-30 Acquisition of Senior Citizens Bus	2,300.00
(11)	#10-11 2010 Road Improvement Project	75,000.00
(12)		
(13)		
(14)		

Total Serial Bonds Authorized but not Issued

\$983,180.04
(50564-00)
\$1,553,180.04
(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 Road Improvements	91,262.00
(2)	#04-13/05-09 Acq. Of Various Vehicles	499,758.00
(3)	#05-10 Road Improvements	89,472.00
(4)	#06-04 Improvement of Second Avenue	129,736.00
(5)	#06-05/06-21 Repairs to Gabion Walls	101,089.00
(6)	#07-23 Various Public Improvements	247,500.00
(7)	#07-24 Construction of Athletic Field Complex	500,000.00
(8)	#07-30 Acquisition of Senior Citizens Bus	70,000.00
(9)	#08-19 Road & Drainage Improvements	207,000.00
(10)	#08-20 Installation of Curbing	12,380.00
(11)	#09-11 Various Road & Drainage Projects	50,000.00
(12)	#09-16 Acquisition of New Garbage Truck	168,000.00
(13)	_____	_____
(14)	_____	_____

Bond Anticipation Notes Issued

\$2,166,197.00

(b) Authorized but not issued

(50625-00)

(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

	\$2,166,197.00
	(50662-00)
	<hr style="border-top: 1px solid black;"/>

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

_____ \$3,719,377.04
_____ (50799-00)

DEDUCTIONS APPLICABLE TO OTHER BONDS AND NOTES

1. Amounts held or to be held for the sole purpose of paying bonds and notes included on Pages 6, 7, 8 and 9.

(a) Sinking funds in hand for term bonds shown on Line 2 on Page 6

(1) _____

_____ (50814-00)

(b) Funds in hand(including proceeds of bonds and notes held to pay other bonds and notes), in those cases where such funds cannot be diverted to purposes other than the payment of bonds and notes included on Pages 6, 7, 8 and 9

(1) Cash on Hand to Pay Notes _____

\$25,000.00

(2) _____

(3) _____

_____ \$25,000.00
 _____ (50824-00)

(c) 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 on Pages 6, 7, 8 and 9

(1) _____

(2) _____

(3) _____

_____ (50834-00)

(d) Accounts receivable from other public authorities applicable only to the payment of any part of the gross debt not otherwise deductible

(1) _____

(2) _____

_____ (50843-00)

2. Bonds authorized by another Public Body to be guaranteed by the municipality

_____ (50844-00)

3. Bonds issued and bonds authorized but not issued to meet cash grants-in-aid for housing authority, redevelopment agency or municipality acting as its local public agency[N.J.S.A. 55:14B-4, 1(d)]

_____ (50848-00)

4. Bonds issued and bonds authorized but not issued - Capital projects for county colleges[N.J.S.A. 18A:64A-22.1 to N.J.S.A. 18A:64A-22.8]

_____ (50851-00)

5. Refunding Bonds (N.J.S.A. 40A:2-52)

(1) _____

(2) _____

_____ (50860-00)

Page Total

_____ \$25,000.00
 _____ (50849-00)

(Set forth in the following form, the figures showing whether the self-liquidating utility(s) have supported themselves during fiscal year 2009)

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 _____
 - (b) _____ 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 _____
 - (b) _____ 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:2-7f)

1. Balance of debt incurring capacity as of December 31, 2010 under N.J.S.A. 40:1-16(d)	_____	(51100-00)
2. Obligations heretofore authorized during 2009 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 2010 authorizations repealed during 2010	_____	(51105-00)
4. Net authorizations during 2010	_____	(51106-00)
5. Balance of debt incurring capacity December 31, 2010 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 _____, 2011.

Director