

2010 ANNUAL DEBT STATEMENT

AS REQUIRED BY N.J.S.A. 40A:2-40
of the Borough of Lavallette, County of Ocean
Prepared as of December 31, 2010

	Gross	Deduction	Net
1. a. Total Bonds and Notes for School purposes	\$1,060,000		
b. Less Applicable Deductions	(50011-00)		
c. Net Debt for School Purposes		\$1,060,000	\$0
2. a. Total Bonds and Notes for Self-Liquidating Purposes	\$8,201,751		(50013-00)
b. Less Applicable Deductions		\$7,985,862	
c. Net Debt for Self-Liquidating Purposes		(50015-00)	\$215,889
3. a. Total Other Bonds, Notes and Loans	\$4,339,955		(50016-00)
b. Less Applicable Deductions	(50017-00)	\$238,479	
c. Net Debt for Other Purposes		(50018-00)	\$4,101,476
Total Gross Debt	\$13,601,706		(50019-00)
Total Deductions	\$9,284,341	(50021-00)	
4. TOTAL NET DEBT DECEMBER 31, 2010			\$4,317,365
			(50022-00)

Equalized Valuation Basis

Equalized valuation basis (the average of the equalized valuations 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) 2008 Equalized Valuation Real Property with Improvements plus assessed valuation of class II R.R. Property	\$2,413,526,620
(2) 2009 Equalized Valuation Real Property with Improvements plus assessed valuation of class II R.R. Property	\$2,356,697,812
(3) 2010 Equalized Valuation Real Property with Improvements plus assessed valuation of class II R.R. Property	\$2,296,925,817
5. EQUALIZED VALUATION BASIS- Average of (1), (2) and (3).	\$2,355,716,750

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):

Zero and eighteen hundredths of one percent	0.18%
	(50039-00)

AFFIDAVIT

STATE OF NEW JERSEY }
County of Ocean } ss.

____Michele I. Burk____, being duly sworn, deposes and says:

Deponent is the chief financial officer of the Borough of Lavallette, County of Ocean 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 <u>29</u> day of <u>July</u> , 2011 	Name: <u>Michele I. Burk</u> Title: Chief Financial Officer Address: Grand Central Avenue Lavallette, NJ 08735 Phone: 732-793-7477 Fax: 732-830-8248
Notary Public of New Jersey CHRISTINE ANN SIERFELD NOTARY PUBLIC OF NEW JERSEY <small>Commission Expires 9/2/2014</small>	

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

BONDS AND NOTES FOR SELF-LIQUIDATING PURPOSES

A. SEWER SYSTEM

(Insert Applicable Utility)

1. Term Bonds	(503 1-00)	
2. Serial Bonds		
(a) Issued	(503 2-00)	\$1,045,000
(b) Authorized but not issued	(503 3-00)	
3. Refunding Bonds (N.J.S.A. 40A:2-52)		
(a) Issued	(503 4-00)	
(b) Authorized but not issued	(503 5-00)	
4. Bond anticipation notes		
(a) Issued	(503 6-00)	85,500
(b) Authorized but not issued	(503 7-00)	
5. Capital Notes (N.J.S.A. 40A:2-8)		
(a) Issued	(503 8-00)	
(b) Authorized but not issued	(503 9-00)	
6. Other		
(a) Issued - NJEIT & USDA Loans	(503 10-00)	4,045,868
(b) Authorized but not issued	(503 11-00)	
7. Total		<u>\$5,176,368</u>

(503 0-00)

B. WATER SYSTEM

(Insert Applicable Utility)

8. Term Bonds	(503 1-00)	
9. Serial Bonds		
(a) Issued	(503 2-00)	\$1,045,000
(b) Authorized but not issued	(503 3-00)	
10. Refunding Bonds (N.J.S.A. 40A:2-52)		
(a) Issued	(503 4-00)	
(b) Authorized but not issued	(503 5-00)	
11. Bond Anticipation notes		
(a) Issued	(503 6-00)	86,724
(b) Authorized but not issued	(503 7-00)	
12. Capital Notes (N.J.S.A. 40A:2-8)		
(a) Issued	(503 8-00)	
(b) Authorized but not issued	(503 9-00)	
13. Other		
(a) Issued - NJDEP & USDA Loans	(503 10-00)	1,664,409
(b) Authorized but not issued	(503 11-00)	
14. Total		<u>\$2,796,133</u>

(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 4A		<u>\$229,250</u>
Page Total		<u>\$8,201,751</u>
		(50409-00)

BONDS AND NOTES FOR SELF-LIQUIDATING PURPOSES

A. ELECTRIC SYSTEM

(Insert Applicable Utility)

1. Term Bonds	_____
	(503 1-00)
2. Serial Bonds	
(a) Issued	_____
(b) Authorized but not issued	_____
3. Refunding Bonds (N.J.S.A. 40A:2-52)	
(a) Issued	_____
(b) Authorized but not issued	_____
4. Bond anticipation notes	
(a) Issued	\$229,250
(b) Authorized but not issued	_____
5. Capital Notes (N.J.S.A. 40A:2-8)	
(a) Issued	_____
(b) Authorized but not issued	_____
6. Other	
(a) Issued	_____
(b) Authorized but not issued	_____
7. Total	\$229,250
	(503 0-00)

B. _____ SYSTEM

(Insert Applicable Utility)

8. Term Bonds	_____
	(503 1-00)
9. Serial Bonds	
(a) Issued	_____
(b) Authorized but not issued	_____
10. Refunding Bonds (N.J.S.A. 40A:2-52)	
(a) Issued	_____
(b) Authorized but not issued	_____
11. Bond Anticipation notes	
(a) Issued	_____
(b) Authorized but not issued	_____
12. Capital Notes (N.J.S.A. 40A:2-8)	
(a) Issued	_____
(b) Authorized but not issued	_____
13. Other	
(a) Issued	_____
(b) Authorized but not issued	_____
14. 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	\$229,250
	(50409-00)

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

1. ELECTRIC SYSTEM	
(Insert Applicable Utility)	
a. Gross ELECTRIC System Debt	\$229,250 (504 1-00)
b. Less: Deficit (capitalized at 5%)	
(Line 9 or line 11, Page 11A)	
\$19,659 times 20	393,180 (504 2-00)
c. Deduction	0 (504 3-00)
d. Plus: Cash held to Pay Bonds and Notes included in 1 (a) above.	13,361 (504 4-00)
e. Total Deduction (no more than line 1a)	\$13,361 (504 5-00)
2.	
(Insert Applicable Utility)	
a. Gross _____ System Debt	(504 1-00)
b. Less: Deficit (capitalized at 5%)	
(Line 20 or line 22, Page 11A)	
\$ _____ 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.

Total Page 5A	\$13,361 (50499-00)
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OTHER BONDS, NOTES AND LOANS

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)	<u>General Obligation Refunding Bonds - 2005</u>	2,070,000
(2)	_____	_____
(3)	_____	_____
(4)	_____	_____
(5)	_____	_____
(6)	_____	_____
(7)	_____	_____
(8)	_____	_____
(9)	_____	_____
(10)	_____	_____
(11)	_____	_____
(12)	_____	_____
(13)	_____	_____
(14)	_____	_____
(15)	_____	_____
(16)	_____	_____
(17)	_____	_____

OTHER BONDS, NOTES AND LOANS

3. SERIAL BONDS (Continued)

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

Total Serial Bonds Issued	\$2,070,000
	(50547-00)

(b) Authorized but not issued	_____
(1)	_____
(2)	_____
(3)	_____
(4)	_____
(5)	_____
(6)	_____
(7)	_____
(8)	_____
(9)	_____
(10)	_____
(11)	_____

Total Serial Bonds Authorized but not Issued	(50564-00)
	\$2,070,000
	(50565-00)

4. Total Serial Bonds Issued and Authorized but not Issued

OTHER BONDS, NOTES AND LOANS

5. BOND ANTICIPATION NOTES (state purposes separately)

(a) Issued		
	(1) Acquisition of Various Vehicles	\$337,660
	(2) Bay Front Erosion Improvement	110,800
	(3) Purchase of Communication Equipment	50,660
	(4) Acquisition of Vehicles and Apparatus	149,000
	(5) Improvements to Boardwalks and Docks	232,780
	(6) Improvements to Boardwalks and Docks	127,500
	(7) Improvements to Boardwalks and Docks	135,000
	(8) Improvements to Borough Tennis Courts	118,250
	(9) Road Improvements to White, Coleman and Ortleby Avenues	42,000
	(10) Acquisition of Capital Vehicles and	
	(11) Equipment for Public Works Department	64,300
	(12) Improvements to Boardwalks and Docks	137,500
	(13) Improvements to Boardwalks and Docks	137,585
	(14) Purchase of a Sanitation Truck and Improvements to Parks and Playgrounds	170,750
	(15) Road Improvements to Bond Avenue and Kerr Avenue	50,000
	(16) Improvements To Magee Avenue and Stormwater Improvements along Bond and Magee	54,170
	(17) Grand Central Avenue Beautification Project	112,000
	(18) Road Improvements to New Brunswick Avenue	50,000
	(19) Improvements to the Boardwalk	95,000
	(20) Energy Efficiency Improvements	95,000
	Bond Anticipation Notes Issued	\$2,269,955
		(50625-00)
	(b) Authorized but not issued	
	(1)	
	(2)	
	(3)	
	(4)	
	(5)	
	(6)	
	Bond Anticipation Notes Authorized but not Issued	\$0
		(50661-00)

6. Total Bond Anticipation Notes Issued

and Authorized but not Issued			\$2,269,955
			(50662-00)

OTHER BONDS, NOTES AND LOANS

7. MISCELLANEOUS BONDS, NOTES AND LOANS (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) Green Trust Loans	(50713-00)
(4) Environmental Infrastructure Loan	(50714-00)
(5) EDA Loan	(50715-00)
Miscellaneous Bonds, Notes and Loans Issued	(50716-00)
(b) Authorized but not issued	
(1) Capital Notes (N.J.S.A. 40A:2-8)	(50721-00)
(2) Bonds issued 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, Notes and Loans Issued and Authorized but not Issued	\$0
	(50726-00)

Total of Pages 6, 7, 8, and 9	\$4,339,955
	(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 on hand for term bonds shown on Line 2 on Page 6.

(1)		
(2)		
(3)		
	(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)	<u>Reserve to Pay Bonds</u>	\$19,040
(2)	<u>Bond Anticipation Notes due 9/9/11</u>	197,003
(3)		
	\$216,043	
	(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)	<u>N.J. State D.O.T. Receivable</u>	\$22,436
(2)		

	\$22,436
	(50843-00)

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

	(50844-00)
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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)
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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)
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5. Refunding Bonds (N.J.S.A. 40A:2-52)

(1)		\$
(2)		\$

	(50-860-00)
	\$238,479
	(50849-00)

Page Total

(Set forth in the following form, the figures showing whether the self-liquidating utility(s) have supported themselves during fiscal year 2010)

SEWER UTILITY

(Insert Applicable Utility)

1. Total Cash Receipts from Fees, Rents or Other Charges for Year	(509 1-00)	\$1,512,096
2. Operating and Maintenance Cost	(509 2-00)	1,067,000
3. Debt Service per Sewer Accounts		
a. Interest	(509 3-00)	\$220,147
b. Notes	(509 4-00)	
c. Serial Bonds	(509 5-00)	222,790
d. Sinking Fund Requirement	(509 6-00)	
4. Debt Service per Current Budget (N.J.S.A. 40A:2-52)		
a. Interest on Sewer Refunding bonds	(509 7-00)	
b. Sewer Refunding Bonds	(509 8-00)	
5. Anticipated Deficit in Dedicated Sewer Assessment Budget	(509 9-00)	
6. Total Debt Service	(510 0-00)	442,937
7. Total Deductions (Line 2 plus Line 6)	(510 1-00)	1,509,937
8. Excess in Revenues (Line 1 minus Line 7)	(510 2-00)	\$2,159
9. Deficit in Revenues (Line 7 minus Line 1)	(510 3-00)	
10. Total Debt Service (Line 6)	(510 4-00)	\$442,937
11. Deficit (smaller of Line 9 or Line 10) to Page 5 If Excess in Revenues (Line 8) all Sewer Utility Debt is Deductible	(510 5-00)	

WATER UTILITY

(Insert Applicable Utility)

12. Total Cash Receipts from Fees, Rents or Other Charges for Year	(509 1-00)	\$910,512
13. Operating and Maintenance Cost	(509 2-00)	519,400
14. Debt Service per Water Accounts		
a. Interest	(509 3-00)	\$121,767
b. Notes	(509 4-00)	40,400
c. Serial Bonds	(509 5-00)	154,891
d. Sinking Fund Requirement	(509 6-00)	
15. Debt Service per Current Budget (N.J.S.A. 40A:2-52)		
a. Interest on Water Refunding bonds	(509 7-00)	
b. Water Refunding Bonds	(509 8-00)	
16. Anticipated Deficit in Dedicated Water Assessment Budget	(509 9-00)	
17. Total Debt Service	(510 0-00)	317,058
18. Total Deductions (Line 13 plus Line 17)	(510 1-00)	836,458
19. Excess in Revenues (Line 12 minus Line 18)	(510 2-00)	\$74,054
20. Deficit in Revenues (Line 18 minus Line 12)	(510 3-00)	
21. Total Debt Service (Line 17)	(510 4-00)	\$317,058
22. Deficit (smaller of Line 20 or Line 21) to Page 5 If Excess in Revenues (Line 19) all Water Utility Debt is Deductible	(510 5-00)	\$0

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

(Set forth in the following form, the figures showing whether the self-liquidating utility(s) have supported themselves during fiscal year 2010)

ELECTRIC UTILITY

(Insert Applicable Utility)

1. Total Cash Receipts from Fees, Rents or Other Charges for Year	(509 1-00)	\$3,187,906
2. Operating and Maintenance Cost	(509 2-00)	3,204,500
3. Debt Service per Electric Accounts		
a. Interest	(509 3-00)	3,659
b. Notes	(509 4-00)	16,000
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 Electric Refunding bonds	(509 7-00)	
b. Electric Refunding Bonds	(509 8-00)	
5. Anticipated Deficit in Dedicated Electric Assessment Budget	(509 9-00)	
6. Total Debt Service	(510 0-00)	19,659
7. Total Deductions (Line 2 plus Line 6)	(510 1-00)	3,224,159
8. Excess in Revenues (Line 1 minus Line 7)	(510 2-00)	
9. Deficit in Revenues (Line 7 minus Line 1)	(510 3-00)	\$36,253
10. Total Debt Service (Line 6)	(510 4-00)	\$19,659
11. Deficit (smaller of Line 9 or Line 10) to Page 5A	(510 5-00)	\$19,659

If Excess in Revenues (Line 8) all Electric Utility Debt is Deductible

(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 per _____ Accounts		
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 5A	(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, 2009 under N.J.S.A. 40:1-16(d) _____
(51100-00)
2. Obligations heretofore authorized during 2010 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 authorization 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 municipality 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 the Division of Local Government Services of the Department of Community Affairs of the State of New Jersey this

_____ day of _____, _____ month _____ day of _____ year

Director