

2009

ANNUAL DEBT STATEMENT FINANCES

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

2010 JAN 26 A 11: 26

RECEIVED

of the Borough of Fanwood, County of Union Prepared as of December 31, 2009

	Gross	Deduction	Net
1. (a) Total Bonds and Notes for School Purposes	\$ 4,041,965		
(b) Less Applicable Deductions	(50011-00)	\$ 4,041,965	
(c) Net Debt for School Purposes		(50012-00)	\$ 0
2. (a) Total Bonds and Notes for Self-Liquidating Purposes	\$ (50014-00)		\$ (50013-00)
(b) Less Applicable Deductions		\$ (50015-00)	
(c) Net Debt for Self-Liquidating Purposes			\$ (50016-00)
3. (a) Total Other Bonds, Notes and Loans	\$ 10,054,026		
(b) Less Applicable Deductions	(50017-00)	\$ 0	
(c) Net Debt for Other Purposes		(50018-00)	\$ 4,684,026
Total Gross Debt-	\$ 14,095,991		\$ (50019-00)
Total Deductions	(50020-00)	\$ 4,041,965	
4. TOTAL NET DEBT DECEMBER 31, 2009		(50021-00)	\$ 10,054,026
		(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) 2007 Equalized Valuation Real Property with Improvements plus assessed valuation of class II R.R. property \$ 1,178,481,443
- (2) 2008 Equalized Valuation Real Property with Improvements plus assessed valuation of class II R.R. property \$ 1,224,085,003
- (3) 2009 Equalized Valuation Real Property with Improvements plus assessed valuation of class II R.R. property \$ 1,219,761,497

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):

84/100 of one _____ per cent (0.84%)

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, 2009 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 me before this 21 day of January 2010

Frederick J. Tomkins

Notary Public of New Jersey

Name: Frederick J. Tomkins
 Title: Chief Financial Officer
 Address: 75 North Martine Avenue
Fanwood, NJ 07023
 Phone: 908 322-8236
 Fax: 908 322-7178

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.

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 average of equalized valuations
(50221-00)
as stated in Line 5, Page 1

\$ _____
47,039,292
(50214-00)

Instruction 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) \$ 47,039,292
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) \$ 4,041,965

\$ _____
4,041,965
(50219-00)

BONDS AND NOTES FOR SELF-LIQUIDATING PURPOSES

A. 0 SYSTEM

- 1. Term bonds (503 1-00) \$ _____
- 2. Serial bonds (a) Issued (503 2-00) \$ _____
(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) \$ _____
(503 7-00) \$ _____
- 4. Bond Anticipation Notes (503 8-00) \$ _____
(a) Issued (503 9-00) \$ _____
(b) Authorized but not issued (503 10-00) \$ _____
(503 11-00) \$ _____
- 5. Capital Notes (N.J.S.A. 40A:2-8) (503 8-00) \$ _____
(a) Issued (503 9-00) \$ _____
(b) Authorized but not issued (503 10-00) \$ _____
(503 11-00) \$ _____
- 6. Other (503 10-00) \$ _____
(a) Issued (503 11-00) \$ _____
(b) Authorized but not issued (503 10-00) \$ _____
(503 11-00) \$ _____
- 7. Total \$ (503 0-00)

B. 0 SYSTEM

- 8. Term bonds (503 1-00) \$ _____
- 9. Serial bonds (a) Issued (503 2-00) \$ _____
(b) Authorized but not issued (503 3-00) \$ _____
- 10. 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) \$ _____
(503 7-00) \$ _____
- 11. Bond Anticipation Notes (503 8-00) \$ _____
(a) Issued (503 9-00) \$ _____
(b) Authorized but not issued (503 10-00) \$ _____
(503 11-00) \$ _____
- 12. Capital Notes (N.J.S.A. 40A:2-8) (503 8-00) \$ _____
(a) Issued (503 9-00) \$ _____
(b) Authorized but not issued (503 10-00) \$ _____
(503 11-00) \$ _____
- 13. Other (503 10-00) \$ _____
(a) Issued (503 11-00) \$ _____
(b) Authorized but not issued (503 10-00) \$ _____
(503 11-00) \$ _____
- 14. Total \$ (503 0-00)

BONDS AND NOTES FOR SELF-LIQUIDATING PURPOSES

C. 0 SYSTEM

- 1. Term 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:2-57) (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 _____
 - (b) Authorized but not issued (503 8-00) \$ _____
- 5. Capital Notes (N.J.S.A. 40A:2-8) (503 9-00) \$ _____
 - (a) Issued _____
 - (b) Authorized but not issued (503 10-00) \$ _____
- 6. Other (503 11-00) \$ _____
 - (a) Issued _____
 - (b) Authorized but not issued _____
- 7. Total \$ (503 0-00)

D. 0 SYSTEM

- 8. Term bonds (503 1-00) \$ _____
- 9. Serial bonds (503 2-00) \$ _____
 - (a) Issued _____
 - (b) Authorized but not issued (503 3-00) \$ _____
- 10. 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) \$ _____
- 11. Bond Anticipation Notes (503 7-00) \$ _____
 - (a) Issued _____
 - (b) Authorized but not issued (503 8-00) \$ _____
- 12. Capital Notes (N.J.S.A. 40A:2-8) (503 9-00) \$ _____
 - (a) Issued _____
 - (b) Authorized but not issued (503 10-00) \$ _____
- 13. Other (503 11-00) \$ _____
- 14. Total \$ (503 0-00)

F. 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

A.	0		
		SYSTEM	
(a)	Gross 0	System Debt	(504 1-00) \$ _____
(b)	Less: Deficit (Capitalized at 5%)		
		(Line 9 or line 11, Page 11)	
	\$ 0	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)
B			
	0	SYSTEM	
(a)	Gross _____	0 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)

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.

DEDUCTIONS APPLICABLE TO BONDS AND NOTES FOR SELF-LIQUIDATING PURPOSES

C. 0 SYSTEM

(a) Gross 0 System Debt (504 1-00) \$ _____
 (b) Less: Deficit (Capitalized at 5%)

(Line 9 or line 11, Page 11)
 \$ 0 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)

D. 0 SYSTEM

(a) Gross 0 System Debt (504 1-00) \$ _____

(b) Less: Deficit (Capitalized at 5%)

(Line 20 or line 22, Page 11)
 \$ 0 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)

E. 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.

Page Total \$ _____
 (50499-00)

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 Improvements - 2001</u>	\$ _____	480,000
(2)	<u>General Improvements - 2003</u>	\$ _____	1,690,000
(3)	<u>General Improvements - 2008</u>	\$ _____	3,200,000
(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

\$ 5,370,000
(50547-00)

(b) Authorized but not Issued

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

Total Serial Bonds Authorized but not Issued

\$ _____
(50564-00)
\$ 5,370,000
(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)	01-09/02-10 Various Capital Improvements		\$ 132,277
(2)	04-09 Various Capital Improvements		\$ 94,090
(3)	05-12/05-16 Various Capital Improvements		\$ 282,314
(4)	05-15 Acquisition of Equipment		\$ 16,800
(5)	06-13/06-10 Various Capital Improvements		\$ 574,519
(6)	07-21 Acquisition of Property		\$ 1,875,000
(7)	07-11 Various Capital Improvements		\$ 500,000
(8)	Refunding Emergency Note		\$ 250,000
(9)	_____		\$ _____
(10)	_____		\$ _____
(11)	_____		\$ _____
(12)	_____		\$ _____
(13)	_____		\$ _____
(14)	_____		\$ _____
Bond Anticipation Notes Issued			\$ 3,725,000
			(50625-00)

(b) Authorized but not issued

(1)	01-07; 02-10 Various Capital Improvements	\$ 36,872	
(2)	06-13/06-10 Various Capital Improvements	\$ 57,306	
(3)	07-11 Various Capital Improvements	\$ 739,848	
(4)	07-21 Acquisition of Property	\$ 125,000	
(5)	_____	\$ _____	
(6)	_____	\$ _____	
(7)	_____	\$ _____	
(8)	_____	\$ _____	
(9)	_____	\$ _____	
(10)	_____	\$ _____	
Bond Anticipation Notes Authorized but not Issued			\$ 959,026
			(50661-00)

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

	\$ 4,684,026
	(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)	\$ _____
	(2) Bonds issued by another Public Body Guaranteed by the Municipality	\$ _____
	(3) Green Trust Loans	\$ _____
	(4) Infrastructure Trust	\$ _____
	(5) _____	\$ _____
	Miscellaneous Bonds, Notes and Loans Issued	
	(b) Authorized but not issued	\$ _____
	(1) Capital Notes (N.J.S.A. 40A:2-8)	\$ _____
	(2) Bonds issued by another Public Body Guaranteed by the Municipality	\$ _____
	(3) _____	\$ _____
	(4) _____	\$ _____
	(5) _____	\$ _____
	Miscellaneous Bonds and Notes Authorized but not Issued	\$ _____

8. Total Miscellaneous Bonds, Notes and Loans Issued and Authorized but not issued

\$ 10,054,026
<u>(50726-00)</u>

Total of Pages 6, 7, 8, and 9

\$ _____
<u>(50799-00)</u>

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) _____ \$ _____
 (2) _____ \$ _____
 (3) _____ \$ _____
 \$ _____
 (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) _____ \$ _____

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

\$ _____
 (50843-00)
 \$ _____
 (50844-00)

3. Bonds issued and bonds authorized by 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)
 \$ _____
 (50851-00)

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)

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

(1) _____ \$ _____
 (2) _____ \$ _____
 \$ _____
 (50860-00)

Page Total

\$ _____
 (50849-00)

**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, 2008 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)	\$ _____
(b) N.J.S.A. 40A:2-7, paragraph (f)	\$ _____
(c) N.J.S.A. 40A:2-7, paragraph (g)	\$ _____
Total	\$ _____

3. Less 2009 authorizations repealed during 2009 \$ _____

4. Net authorizations during 2009 \$ (51106-00)

5. Balance of debt incurring capacity

December 31, 2009 under N.J.S.A. 40:1-16(d)	\$ _____
	\$ <u>(51107-00)</u>

I, MARIE PEITLER, PETTIE the 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 1-26-2010 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 26th day of January, 2010.

MARIE PEITLER, PETTIE
Director