

# 2012

# 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, 2012

	Gross	Deduction	Net
1. a. Total Bonds and Notes for School purposes	\$860,000 (50011-00)		
b. Less Applicable Deductions		\$860,000	
c. Net Debt for School Purposes		(50012-00)	\$0
2. a. Total Bonds and Notes for Self-Liquidating Purposes	\$12,613,300 (50014-00)		(50013-00)
b. Less Applicable Deductions		\$10,484,558	
c. Net Debt for Self-Liquidating Purposes		(50015-00)	\$2,128,742
3. a. Total Other Bonds, Notes and Loans	\$3,422,475		(50016-00)
b. Less Applicable Deductions	(50017-00)	\$41,476	
c. Net Debt for Other Purposes		(50018-00)	\$3,380,999
Total Gross Debt	\$16,895,775 (50020-00)		
Total Deductions		\$11,386,034 (50021-00)	
<b>4. TOTAL NET DEBT DECEMBER 31, 2012</b>			\$5,509,741 (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) 2010 Equalized Valuation Real Property with Improvements plus assessed valuation of class II R.R. Property	\$2,296,925,817
(2) 2011 Equalized Valuation Real Property with Improvements plus assessed valuation of class II R.R. Property	\$2,252,360,150
(3) 2012 Equalized Valuation Real Property with Improvements plus assessed valuation of class II R.R. Property	\$2,168,903,562
<b>5. EQUALIZED VALUATION BASIS- Average of (1), (2) and (3).</b>	<b>\$2,239,396,510</b>
<b>6. PERCENTAGE OF NET DEBT OF EQUALIZED VALUATION BASIS</b>	
The percentage that the net debt (Line 4 above) bears to the equalized valuation basis (Line 5 above):	
Zero and twenty five hundredths of one percent	0.25%
	(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, 2012 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 _____ day of _____, 2013
Notary Public of New Jersey

Name:	
Title:	Chief Financial Officer
Address:	1306 Grand Central Avenue
	Lavallette, NJ 08735
Phone:	732-793-7477
Fax:	732-830-8248

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 SCHOOL PURPOSES

School District *Other Than* Regional School District

Issued by {XXXXXXXX} } ~~Strike out one~~  
 {Type II School District}

1. TERM BONDS	(50111-00)		
2. SERIAL BONDS			
(a) Issued	(50112-00)	\$860,000	
(b) Authorized but not issued	(50113-00)		
3. TEMPORARY BONDS AND NOTES			
(a) Issued	(50114-00)		
(b) Authorized but not issued	(50115-00)		
4. TOTAL OF ABOVE BONDS AND NOTES			\$860,000 (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			(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, 2012		
Municipality	Average Equalized Valuations	%	Serial Bonds Issued	Temp. Bond Notes Issued	Authorized But Not Issued
<b>Totals</b>					

Page Total \$860,000  
(50122-00)

**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.			(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. 3 per centum of average of equalized valuations (50221-00) as stated in Line 5, Page 1.			\$67,181,895 (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		67,181,895	(50215-00) _____
7. School Debt as shown by Line 4, Page 2.		860,000	(50216-00) _____
8. Deduction for School Debt included in Line 4, Page 2 (smaller of Line 6 or 7).		860,000	(50217-00) _____
9. Regional School Debt as shown by Line 7, Page 2.			(50218-00) _____
Page Total		\$860,000	(50219-00)





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

**1. SEWER SYSTEM**

(Insert Applicable Utility)

a. Gross Sewer System Debt		(504 1-00)	<u>\$4,669,776</u>
b. Less: Deficit (capitalized at 5%)			
	(Line 9 or line 11, Page 11)		
	<u>\$59,227</u>	times 20	(504 2-00) <u>1,184,540</u>
c. Deduction		(504 3-00)	<u>3,485,236</u>
d. Plus: Cash held to Pay Bonds and Notes included in 1 (a) above.		(504 4-00)	<u>21,919</u>
e. Total Deduction (no more than line 1a)			<u>\$3,507,155</u> (504 5-00)

**2. WATER SYSTEM**

(Insert Applicable Utility)

a. Gross Water System Debt		(504 1-00)	<u>\$2,443,524</u>
b. Less: Deficit (capitalized at 5%)			
	(Line 20 or line 22, Page 11)		
	<u>\$0</u>	times 20	(504 2-00) <u>0</u>
c. Deduction		(504 3-00)	<u>2,443,524</u>
d. Plus: Cash held to Pay Bonds and Notes included in 2 (a) above.		(504 4-00)	<u>1,296</u>
e. Total Deduction (no more than line 1a)			<u>\$2,443,524</u> (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	<u>\$4,533,879</u>
Page Total	<u>\$10,484,558</u> (50499-00)

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

**1. ELECTRIC SYSTEM**

(Insert Applicable Utility)

a. Gross ELECTRIC System Debt		(504 1-00)		<u>\$5,500,000</u>
b. Less: Deficit (capitalized at 5%)				
	(Line 9 or line 11, Page 11A)			
	<u>\$48,350</u>	times 20	(504 2-00)	<u>967,000</u>
c. Deduction			(504 3-00)	<u>4,533,000</u>
d. Plus: Cash held to Pay Bonds and Notes included in 1 (a) above.			(504 4-00)	<u>879</u>
e. Total Deduction (no more than line 1a)				<u>\$4,533,879</u> (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)	<u>                    </u>
c. Deduction			(504 3-00)	<u>                    </u>
d. Plus: Cash held to Pay Bonds and Notes included in 2 (a) above.			(504 4-00)	<u>                    </u>
e. Total Deduction				<u>                    </u> (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

\$4,533,879  
(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 Obligation Refunding Bonds - 2005</u>	<u>1,800,000</u>
(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 \$1,800,000  
(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)

**4. Total Serial Bonds Issued and Authorized but not Issued** \$1,800,000  
(50565-00)

## OTHER BONDS, NOTES AND LOANS

### 5. BOND ANTICIPATION NOTES (state purposes separately)

(a) Issued

<u>(1) Acquisition of Various Vehicles</u>	<u>\$97,200</u>
<u>(2) Purchase of Communication Equipment</u>	<u>18,990</u>
<u>(3) Acquisition of Vehicles and Apparatus</u>	<u>89,000</u>
<u>(4) Improvements to Boardwalks and Docks</u>	<u>133,070</u>
<u>(5) Improvements to Boardwalks and Docks</u>	<u>107,500</u>
<u>(6) Improvements to Boardwalks and Docks</u>	<u>115,000</u>
<u>(7) Improvements to Borough Tennis Courts</u>	<u>56,825</u>
<u>(8) Acquisition of Capital Vehicles and Equipment for Public Works Department</u>	<u>43,100</u>
<u>(9) Improvements to Boardwalks and Docks</u>	<u>119,500</u>
<u>(10) Improvements to Boardwalks and Docks</u>	<u>122,585</u>
<u>(11) Purchase of a Sanitation Truck and Improvements to Parks and Playgrounds</u>	<u>138,750</u>
<u>(12) Road Improvements to Bond Avenue and Kerr Avenue</u>	<u>45,400</u>
<u>(13) Improvements To Magee Avenue and Stormwater Improvements along Bond and Magee</u>	<u>43,555</u>
<u>(14) Grand Central Avenue Beautification Project</u>	<u>112,000</u>
<u>(15) Road Improvements to New Brunswick Avenue</u>	<u>50,000</u>
<u>(16) Improvements to the Boardwalk</u>	<u>95,000</u>
<u>(17) Energy Efficiency Improvements</u>	<u>95,000</u>
<u>(18) Improvements to Camden Avenue</u>	<u>65,000</u>
<u>(19) Improvements to Westmont Avenue</u>	<u>75,000</u>
<u>(20)</u>	
<b>Bond Anticipation Notes Issued</b>	<b><u>\$1,622,475</u></b>
	(50625-00)

(b) Authorized but not issued

(1) _____	
(2) _____	
(3) _____	
(4) _____	
(5) _____	
(6) _____	
<b>Bond Anticipation Notes Authorized but not Issued</b>	<b><u>\$0</u></b>
	(50661-00)

6. Total Bond Anticipation Notes Issued

and Authorized but not Issued

<b><u>\$1,622,475</u></b>
(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**

\$3,422,475
_____
(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)	Reserve to Pay Bonds	\$19,040	
(2)	_____	_____	
(3)	_____	_____	
			\$19,040 (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)	N.J. State D.O.T. Receivable	\$22,436	
(2)	_____	_____	
			\$22,436 (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)	_____	\$	_____	
				(50-860-00)

Page Total		\$41,476	(50849-00)
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*(Set forth in the following form, the figures showing whether the self-liquidating utility(s) have supported themselves during fiscal year 2012)*

**SEWER UTILITY**

(Insert Applicable Utility)

1. Total Cash Receipts from Fees, Rents or Other Charges for Year (est.)	(509 1-00)	\$1,397,000
2. Operating and Maintenance Cost	(509 2-00)	1,003,050
3. Debt Service per Sewer Accounts		
a. Interest	(509 3-00)	\$212,409
b. Notes	(509 4-00)	8,000
c. Serial Bonds	(509 5-00)	232,768
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)	453,177
7. Total Deductions (Line 2 plus Line 6)	(510 1-00)	1,456,227
8. Excess in Revenues (Line 1 minus Line 7)	(510 2-00)	
9. Deficit in Revenues (Line 7 minus Line 1)	(510 3-00)	59,227
10. Total Debt Service (Line 6)	(510 4-00)	453,177
11. Deficit (smaller of Line 9 or Line 10) to Page 5	(510 5-00)	\$59,227

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

**WATER UTILITY**

(Insert Applicable Utility)

12. Total Cash Receipts from Fees, Rents or Other Charges for Year (est.)	(509 1-00)	\$843,050
13. Operating and Maintenance Cost	(509 2-00)	540,750
14. Debt Service per Water Accounts		
a. Interest	(509 3-00)	\$112,123
b. Notes	(509 4-00)	19,600
c. Serial Bonds	(509 5-00)	101,977
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)	233,700
18. Total Deductions (Line 13 plus Line 17)	(510 1-00)	774,450
19. Excess in Revenues (Line 12 minus Line 18)	(510 2-00)	68,600
20. Deficit in Revenues (Line 18 minus Line 12)	(510 3-00)	
21. Total Debt Service (Line 17)	(510 4-00)	233,700
22. Deficit (smaller of Line 20 or Line 21) to Page 5	(510 5-00)	\$0

If Excess in Revenues (Line 19) all Water Utility Debt is Deductible

(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 2012)*

**ELECTRIC UTILITY**

(Insert Applicable Utility)

1. Total Cash Receipts from Fees, Rents or Other Charges for Year (est.)	(509 1-00)	\$2,719,121
2. Operating and Maintenance Cost	(509 2-00)	2,840,250
3. Debt Service per Electric Accounts		
a. Interest	(509 3-00)	\$5,600
b. Notes	(509 4-00)	42,750
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)	48,350
7. Total Deductions (Line 2 plus Line 6)	(510 1-00)	2,888,600
8. Excess in Revenues (Line 1 minus Line 7)	(510 2-00)	
9. Deficit in Revenues (Line 7 minus Line 1)	(510 3-00)	169,479
10. Total Debt Service (Line 6)	(510 4-00)	48,350
11. Deficit (smaller of Line 9 or Line 10) to Page 5A	(510 5-00)	\$48,350

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)

