

ANNUAL DEBT STATEMENT

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

of the Borough of Spring Lake Heights County of Monmouth

Prepared as of December 31, 2007

RECEIVE	Net
Deduction	
MAR 3 - 2008	
\$ 5,643,599.88	
5,643,599.88	
\$ 5,643,599.88	
LOCAUTION OF	
LOCAL GOVERNMENT SERVICES	

1. (a) Total Bonds and Notes for School Purposes	\$ 5,643,599.88	(50011-00)	
(b) Less Applicable Deductions			
(c) Net Debt for School Purposes			
2. (a) Total Bonds and Notes for Self-Liquidating Purposes	\$ 1,132,250.00	(50014-00)	
(b) Less Applicable Deductions	\$ 1,132,250.00	(50015-00)	
(c) Net Debt for Self-Liquidating Purposes			
3. (a) Total Other Bonds and Notes	\$ 897,670.16	(50017-00)	
(b) Less Applicable Deductions			
(c) Net Debt for Other Purposes	\$ 897,670.16	(50018-00)	
Total Gross Debt-	\$ 7,673,520.04	(50020-00)	
Total Deductions	\$ 6,775,849.88	(50021-00)	
4. TOTAL NET DEBT DECEMBER 31, 2007	\$ 897,670.16	(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) 2005 Equalized Valuation Real Property with Improvements plus assessed valuation of class II R.R. property	\$ 1,045,169,384
2) 2006 Equalized Valuation Real Property with Improvements plus assessed valuation of class II R.R. property	\$ 1,155,759,307
3) 2007 Equalized Valuation Real Property with Improvements plus assessed valuation of class II R.R. property	\$ 1,204,541,881

5. EQUALIZED VALUATIONS 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).
 Zero and eight-hundredths of one _____ per cent (0.08%)
 (50039-00)

AFFIDAVIT

NEW JERSEY }
 County of Monmouth } ss.
Colleen M. Lapp, being duly sworn, deposes and says:

Deponent is the chief financial officer of the Borough of Spring Lake Heights County of Monmouth 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 the county as of December 31, 2007 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>28</u> day of <u>February</u> , 2008
<i>James S. Casagrand</i>
Notary Public of New Jersey

Name: Colleen M. Lapp
 Title: Chief Financial Officer
 Address: 555 Brighton Avenue
Spring Lake Heights, NJ 07762
 Phone: 732-449-3500
 Fax: 732-449-8264

NOTE - Two originals must be filed not later than January 31, with Division of Local Government Services, PO 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. 3 per centum of average of equalized valuations
(50221-00)

	\$
	34,054,705.71
	(50214-00)

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>3</u>	%	1,135,156,857
		(50222-00)

5. Additional State School Building Aid Bonds
(N.J.S.A. 18A:58-33.4(d)).

	\$
	(50220-00)

6. Total

	\$
	34,054,705.71

7. School Debt as shown by
Line 4, Page 2

	\$
	5,643,599.88

8. Deduction for School Debt included in Line 4, Page 2
(smaller of Line 6 or 7).

	\$
	5,643,599.88

9. Regional School Debt as shown by Line 7, Page 2.

	\$
	(50218-00)

Page Total

	\$
	5,643,599.88
	(50219-00)

BONDS AND NOTES FOR SELF-LIQUIDATING PURPOSES

A. _____ **SYSTEM**

(INSERT APPLICABLE UTILITY)

- | | | | |
|----|-------------------------------------|----------------|------------|
| 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) | | |
| | (a) Issued | (503 4-00) \$ | _____ |
| | (b) Authorized but not issued | (503 5-00) \$ | _____ |
| 4. | Bond anticipation notes | | |
| | (a) Issued | (503 6-00) \$ | _____ |
| | (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 | (503 10-00) \$ | _____ |
| | (b) Authorized but not issued | (503 11-00) \$ | _____ |
| 7. | Total | \$ | _____ |
| | | | (503 0-00) |

B. _____ **SYSTEM**

(INSERT APPLICABLE UTILITY)

- | | | | |
|-----|-------------------------------------|----------------|--------------|
| 8. | Term bonds | (503 1-00) \$ | _____ |
| 9. | Serial Bonds | | |
| | (a) Issued | (503 2-00) \$ | 326,000.00 |
| | (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) \$ | 400,000.00 |
| | (b) Authorized but not issued | (503 7-00) \$ | 406,250.00 |
| 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 | (503 10-00) \$ | _____ |
| | (b) Authorized but not issued | (503 11-00) \$ | _____ |
| 14. | Total | \$ | 1,132,250.00 |
| | | | (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

\$ 1,132,250.00
(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 _____ Water / Sewer _____ 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		\$ _____
		1,132,250.00

3. OTHER SELF-LIQUIDATING PURPOSES FROM WHICH MUNICIPALITY DERIVES REVENUE

(State separately as above)

\$ _____

1,132,250.00

(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.

Page Total

\$ _____

1,132,250.00

(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) General Improvements - 2003	\$ _____	356,000.00
(2) Refunding Bonds - 2006	\$ _____	147,000.00
(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

\$ 503,000.00
(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)
\$ 503,000.00
(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)		\$
(2)		\$
(3)		\$
(4)		\$
(5)		\$
(6)		\$
(7)		\$
(8)		\$
(9)		\$
(10)		\$
(11)		\$
(12)		\$
(13)		\$
(14)		\$
		(50625-00)

(b) Authorized but not issued

(1)	#05-97 Reconstruction of Roads	\$	40,000.00
(2)	#01-99 Reconstruction of Old Mill Road	\$	192.16
(3)	#03-04 Resurfacing of Pitney & Woodcrest Drive	\$	7,853.00
(4)	#02-05 Safe Streets To School	\$	130,625.00
(5)	#02-05 Police Communication Equipment	\$	19,000.00
(6)	#05-15 Improvements To Tennis Courts	\$	75,000.00
(7)	#07-06 Reconstruct Brighton Avenue/Pitney Drive	\$	65,000.00
(8)	#02-07 Improvement To St. Clair Avenue	\$	57,000.00
(9)		\$	
(10)		\$	

Bond Anticipation Notes Authorized but not Issued	\$	394,670.16
		(50661-00)

6. Total Bonds Anticipation Notes Issued and Authorized but not Issued	\$	394,670.16
		(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) Infrastructure Trust	(50714-00)	\$ _____
	(5) _____	(50715-00)	\$ _____
	Miscellaneous Bonds and Notes Issued		\$ _____ (50716-00)
(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, Notes and Loans Issued and Authorized but not Issued		\$ _____ (50726-00)

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) _____ \$ _____
(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 payments 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 Totals
_____ \$ _____ (50849-00)

(Set forth in the following form, the figures showing whether the self-liquidating utility(s) have supported themselves during fiscal year 2007)

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 _____	(509 7-00)	\$ _____		
	Refunding Bonds	(509 8-00)	\$ _____		
5.	Anticipated Deficit in Dedicated _____ Assessment Budget (509 9-00)		\$ _____	(510 0-00) \$ _____	
6.	Total Debt Service				
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

Water / Sewer UTILITY

(Insert Applicable Utility)

12.	Total Cash Receipts from Fees, Rents or Other Charges for Year				(509 1-00) \$ 1,924,578.48
13.	Operating and Maintenance Cost			(509 2-00) \$ 1,650,910.58	
14.	Debt Service per Water Accounts				
	(a) Interest	(509 3-00)	\$ 28,120.94		
	(b) Notes	(509 4-00)	\$ _____		
	(c) Serial Bonds	(509 5-00)	\$ 36,000.00		
	(d) Sinking Fund Requirement	(509 6-00)	\$ _____		
15.	Debt Service per Current Budget (N.J.S.A. 40A:2-52)				
	(a) Interest on _____	(509 7-00)	\$ _____		
	Refunding Bonds	(509 8-00)	\$ _____		
16.	Anticipated Deficit in Dedicated _____ Assessment Budget (509 9-00)		\$ _____	(510 0-00) \$ 64,120.94	
17.	Total Debt Service			(510 1-00) \$ 1,715,031.52	
18.	Total Deductions (Line 13 plus Line 17)			(510 2-00) \$ 209,546.96	
19.	Excess in Revenues (Line 12 minus Line 18)			(510 3-00) \$ _____	
20.	Deficit in Revenues (Line 18 minus Line 12)			(510 4-00) \$ 64,120.94	
21.	Total Debt Service (Line 17)			(510 5-00) \$ _____	
22.	Deficit (smaller of Line 20 or Line 21) to Page 5				
	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, 2006 under N.J.S.A. 40:1-16(d) \$ _____ (51100-00)

2. Obligations heretofore authorized during 2007 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 2007 authorizations repealed during 2007 \$ _____ (51105-00)

4. Net authorizations during 2007 \$ _____ (51106-00)

5. Balance of debt incurring capacity December 31, 2007 under N.J.S.A. 40:1-16(d) \$ _____ (51107-00)

I, 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 3-3-08 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 3rd day of March, 2008
 (day) (month) (year)

 Director

For acknowledgment of receipt of
 Annual Debt Statement, Supplemental
 Debt Statement, or Capital Budget
 Amendment.