

ANNUAL DEBT STATEMENT

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

of the TOWNSHIP of LOWER County of CAPE MAY
 Prepared as of December 31, 2009

	Gross	Deduction	Net
1. (a) Total Bonds and Notes for School Purposes	\$ 5,959,138.85	\$ 5,959,138.85	\$ -
(b) Less Applicable Deductions	(50011-00)	(50012-00)	(50013-00)
(c) Net Debt for School Purposes			
2. (a) Total Bonds and Notes for Self-Liquidating Purposes	\$ -	\$ -	\$ -
(b) Less Applicable Deductions	(50014-00)	(50015-00)	(50016-00)
(c) Net Debt for Self-Liquidating Purposes			
3. (a) Total Other Bonds, Notes and Loans	\$ 34,769,119.03	\$ 14,930,000.00	\$ 19,839,119.03
(b) Less Applicable Deductions	(50017-00)	(50018-00)	(50019-00)
(c) Net Debt for Other Purposes			
Total Gross Debt-	\$ 40,728,257.88	\$ 20,889,138.85	\$ 19,839,119.03
Total Deductions	(50020-00)	(50021-00)	(50022-00)
4. TOTAL NET DEBT DECEMBER 31, 2008			

EQUALIZED VALUATION BASES

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 the class II R.R. property \$4,411,577,078
- (2) 2008 Equalized Valuation Real Property with Improvements plus assessed valuation of the class II R.R. property \$4,466,667,239
- (3) 2009 Equalized Valuation Real Property with Improvements plus assessed valuation of the class II R.R. property \$4,307,012,089

3 EQUALIZED VALUATION BASES - Average of (1), (2) and (3)

The percentage that the net debt (Line 4 above) bears to the equalized valuation basis (Line 5 above):

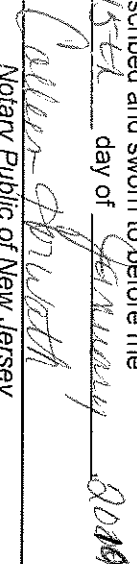
Forty-five hundredths _____ per cent (0.45%)
 (50039-00)

AFFADAVIT

STATE OF NEW JERSEY
 County of CAPE MAY } ss.

Lauren Read _____, being duly sworn, deposes and says:

Deponent is the chief financial officer of the TOWNSHIP of LOWER County of CAPE MAY 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, 2008 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 15th day of January, 2009

 Notary Public of New Jersey

Name: Lauren Read
 Title: Chief Financial Officer
 Address: 2600 Bayshore Road
Villas, NJ 08251
 Phone: (609) 886-2005
 Fax: (609) 886-5342

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 {Municipality (Type I) } (Strike out one)
 {Type II School District}

1. TERM BONDS (50111-00) \$ _____
2. SERIAL BONDS
 - (a) Issued (50112-00) \$ _____
 - (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 \$ _____
 Regional School District (50116-00)
5. SERIAL BONDS
 - (a) Issued (50117-00) \$ _____ 5,959,138.85
 - (b) Authorized but not issued (50118-00) \$ _____ 0.00
6. TEMPORARY BONDS AND NOTES
 - (a) Issued (50119-00) \$ _____
 - (b) Authorized but not issued (50120-00) \$ _____
7. TOTAL OF REGIONAL SCHOOL BONDS AND NOTES \$ _____ 5,959,138.85
 (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 2009			
Municipality	Average Equalized Valuations	%	Serial Bonds Issued	Temp. Bond- Notes Issued	Authorized But not Issued
Cape May City	2,720,335,616	35.75768836%	3,688,405.55		
Lower Township	4,395,085,469	57.77158362%	5,959,138.85		
West Cape May Borough	492,273,206	6.47072802%	667,455.60		
Totals	7,607,694,291	100.0%	10,315,000.00		0.00

Page Total \$ _____ 5,959,138.85
 (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. 4.00% _____ per centum of average of equalized valuations (50221-00) as stated in Line 5, Page 1	\$ _____ 175,803,418.75 (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)

_____ % _____

5. Additional State School Building Aid Bonds (N.J.S.A. 18A:58-33.4(d)).	(50220-00) \$ _____
6. Total	(50215-00) \$ 175,803,418.75
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) \$ 0.00
9. Regional School Debt as shown by Line 7, Page 2.	(50218-00) \$ 5,959,138.85

Page Total \$ 5,959,138.85
(50219-00)

BONDS AND NOTES FOR SELF-LIQUIDATING PURPOSES

A. N/A **SYSTEM**
 (insert Applicable Utility)

- 1. Terms bonds (503 1-00) \$ _____
- 2. Serial bonds (503 2-00) \$ _____
 - (a) Issued (503 3-00) \$ _____
 - (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 5-00) \$ _____
- 4. Bond anticipation notes (503 6-00) \$ _____
 - (a) Issued (503 7-00) \$ _____
 - (b) Authorized but not Issued (503 7-00) \$ _____
- 5. Capital Notes (N.J.S.A. 40A:2-8) (503 8-00) \$ _____
 - (a) Issued (503 9-00) \$ _____
 - (b) Authorized but not Issued (503 9-00) \$ _____
- 6. Total \$ _____
(503 0-00)

B. N/A **SYSTEM**
 (insert Applicable Utility)

- 7. Terms bonds (503 1-00) \$ _____
- 8. Serial bonds (503 2-00) \$ _____
 - (a) Issued (503 3-00) \$ _____
 - (b) Authorized but not Issued (503 3-00) \$ _____
- 9. Refunding Bonds (N.J.S.A. 40A:2-52) (503 4-00) \$ _____
 - (a) Issued (503 4-00) \$ _____
 - (b) Authorized but not Issued (503 5-00) \$ _____
- 10. Bond anticipation notes (503 6-00) \$ _____
 - (a) Issued (503 6-00) \$ _____
 - (b) Authorized but not Issued (503 7-00) \$ _____
- 11. Capital Notes (N.J.S.A. 40A:2-8) (503 8-00) \$ _____
 - (a) Issued (503 8-00) \$ _____
 - (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 \$ _____

Page Total \$ _____
(50409-00)

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

1.		N/A		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				\$
		2.		SYSTEM	
	(Insert Applicable Utility)		N/A		
(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				\$

**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.

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)	General Obligation Bonds - 2002	\$	4,010,000.00
(2)	General Obligation Bonds - 2004	\$	3,500,000.00
(3)	General Obligation Bonds - 2009	\$	8,800,000.00
(4)	_____	\$	_____
(5)	_____	\$	_____
(6)	_____	\$	_____
(7)	_____	\$	_____
(8)	_____	\$	_____
(9)	_____	\$	_____
(10)	_____	\$	_____
(11)	_____	\$	_____
(12)	_____	\$	_____
(13)	_____	\$	_____
(14)	_____	\$	_____
(15)	_____	\$	_____
(16)	_____	\$	_____
(17)	_____	\$	_____

OTHER BONDS, NOTES AND LOANS

1. 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	\$ <u>16,310,000.00</u>
		(50547-00)

(b) Authorized but not issued		
	(1) <u>Ordinance #07-14</u>	\$ <u>375,000.00</u>
	(2) <u>Ordinance #08-20</u>	\$ <u>755,000.00</u>
	(3) <u>Ordinance #09-11</u>	\$ <u>245,000.00</u>
	(4) <u>Ordinance #09-12</u>	\$ <u>335,000.00</u>
	(5) _____	\$ _____
	(6) _____	\$ _____
	(7) _____	\$ _____
	(8) _____	\$ _____
	(9) _____	\$ _____
	(10) _____	\$ _____
	(11) _____	\$ _____
	(12) _____	\$ _____
	Total Serial Bonds Authorized but not issued	\$ <u>1,710,000.00</u>
		(50564-00)

4. Total Serial Bonds Issued and Authorized but not issued

	\$ <u>18,020,000.00</u>
	(50565-00)

OTHER BONDS, NOTES AND LOANS

5. BOND ANTICIPATION NOTES (state purposes separately)

(a) Issued

(1) Ordinance #07-05	_____	\$ 300,000.00
(2)	_____	\$ _____
(3)	_____	\$ _____
(4)	_____	\$ _____
(5)	_____	\$ _____
(6)	_____	\$ _____
(7)	_____	\$ _____
(8)	_____	\$ _____
(9)	_____	\$ _____
(10)	_____	\$ _____
(11)	_____	\$ _____
(12)	_____	\$ _____
(13)	_____	\$ _____
(14)	_____	\$ _____

Bond Anticipation Notes Issued

\$ 300,000.00
 (50625-00)

(b) Authorized but not issued

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

Bond Anticipation Notes Authorized by not issued

\$ _____
 (50661-00)

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

\$ 300,000.00
 (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) \$ <u>14,930,000.00</u>
(3) Green Trust Loans	(50713-00) \$ <u>1,519,119.03</u>
(4) Infrastructure Trust	(50714-00) \$ _____
(5) _____	(50715-00) \$ _____
Miscellaneous Bonds, Notes and Loans Issued	\$ <u>16,449,119.03</u>
	(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, Notes and Loans Issued	\$ _____
	(50716-00)
8. Total Miscellaneous Bonds, Notes and Loans Issued and Authorized but not issued	\$ <u>16,449,119.03</u>
	(50726-00)

Total of Pages 6, 7, 8 and 9 \$ 34,769,119.03
(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 on 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) _____	\$ _____
			\$ (50843-00)
2.	Bonds authorized by another Public Body to be guaranteed by the municipality		\$ 14,930,000.00
			(50844-00)
3.	Bonds issued and bonds authorized butnot issued to meet cash grants-in-aid for housing authority , redevelopment agency or municipality acting as its local public agency [N.J.S.A. 55:14-4.1(d)]		\$ (50848-00)
4.	Bonds issued and bonds authorized but not issued - Capital projects for county colleges (N.J.S.A. 18A:645A-22 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		\$ 14,930,000.00
			(50849-00)

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

(Insert Applicable Utility) UTILITY	N/A	
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 Requirements	(509 6-00)	\$ _____
4. Debt Service per Current Budget (N.J.S.A. 40A:2-52)		
(a) Interest on _____	N/A	
Refunding Bonds	(509 7-00)	\$ _____
(b) _____	N/A	
Refunding Bonds	(509 8-00)	\$ _____
5. Anticipated Deficit in Dedicated Assessment Budget	N/A	(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 3-00) \$ _____
11. Deficit (smaller of Line 9 or Line 10) to Page 5 If Excess in Revenues (Line 8) all _____	N/A	Utility Debt is Deductible
(Insert Applicable Utility)	UTILITY	
N/A	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 Water Accounts		
(a) Interest	(509 3-00)	\$ _____
(b) Notes	(509 4-00)	\$ _____
(c) Serial Bonds	(509 5-00)	\$ _____
(d) Sinking Fund Requirements	(509 6-00)	\$ _____
15. Debt Service per Current Budget (N.J.S.A. 40A:2-52)		
(a) Interest on _____	N/A	
Refunding Bonds	(509 7-00)	\$ _____
(b) _____	N/A	
Refunding Bonds	(509 8-00)	\$ _____
16. Anticipated Deficit in Dedicated Assessment Budget	N/A	(509 9-00) \$ _____
17. Total Debt Service		(510 0-00) \$ _____
18. Total Deductions (Line 2 plus Line 6)		(510 1-00) \$ _____
19. Excess in Revenues (Line 1 minus Line 7)		(510 2-00) \$ _____
20. Deficit in Revenues (Line 7 minus Line 1)		(510 3-00) \$ _____
21. Total Debt Service (Line 6)		(510 3-00) \$ _____
22. Deficit (smaller of Line 9 or Line 10) to Page 5 If Excess in Revenues (Line 8) all _____	N/A	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, 2008 under N.J.S.A. 40:1-16(d) \$ N/A
(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 2009 authorizations repealed during 2009 (51105-00) \$

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) \$
(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 _____ 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 _____, _____
(day) (month) (year)

Director