

BOND

INTEREST

**TOWNSHIP OF JACKSON
2007 BUDGET**

DEPARTMENT NAME: BOND INTEREST

DEPT. BUDGET CODE: 930

NARRATIVE SUMMARY

A. GENERAL DUTIES:

This account covers the cost of all interest charged to the Township for "long term" permanently financed municipal debt. This money is borrowed through the issuance of "bonds" and is used to finance Capital Improvement Projects.

B. SPECIFIC ACHIEVEMENTS FOR 2006:

No additional Long Term debt was issued.

Township payments were appropriated properly and made on time for Bond Interest.

C. SPECIFIC OBJECTIVES FOR 2007:


Decrease cost of interest by reducing long term debt.

Assess market conditions for refinancing opportunities to reduce interest costs.

Continue to update Jackson Township's credit ratings (i.e. Moody's/Standard & Poor's) to reduce interest rates.

*Bond Interest of \$780,365.00 represents interest due from the Current Fund for Bond issues associated with the Current Fund. \$175,768.75 represents Bond Interest due from the Open Space Fund for the Open Space Bond issue. ✓

ALL BUDGETS MUST BE SIGNED BY DEPARTMENT HEAD/CHAIRPERSON.
I HEREBY APPROVE MY DEPARTMENT'S/BOARD'S AS HERETO
ATTACHED.


Sharon Pinkava, Acting C.F.O.

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Account Number Description	2004	2005	2006	***** Year 2007 *****			Budgeted	%PY
	Approp Actual	Approp Actual	Approp Actual	Dept. Request	Admin. Recmnd	Comments		
dept: 7-01-45-930-000	BOND INTEREST							
-01-45-930-000								
BOND INTEREST								
-01-45-930-020								
OTHER EXPENSES								
-01-45-930-107								
INTEREST	1041,765.00 1041,765.00	957,765.00 957,765.00	871,765.00 871,765.00	780,365.00	780,365.00			0.0
dept Total	1041,765.00 1041,765.00	957,765.00 957,765.00	871,765.00 871,765.00	780,365.00	780,365.00		.00	0.0

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TOWNSHIP OF JACKSON
SCHEDULE OF 2007 DEBT SERVICE-PROJECTED

DESCRIPTION	MATURITY YEAR	NEW & REFINANCED	PRINCIPAL O/S 1/1/2006	INTEREST RATE	JAN	FEB	MARCH	APRIL	MAY	JUNE	JULY	AUGUST	SEPT	OCT	NOV	DEC	TOTAL D/S	PRINCIPAL INSTALL.	INTEREST INSTALL.
PERMANENT FINANCING:																			
Jackson G/O Dtd 11/15/86	2007		905,000.00	5.00%					22,625.00						927,625.00		950,250.00	905,000.00	45,250.00
Trustees=OTC,P&I 11/15,1-5/15	2008		955,000.00	5.00%					23,875.00						23,875.00		47,750.00		47,750.00
Orig. Issue \$12,000,000.00	2009		1,005,000.00	5.10%					25,627.50						25,627.50		51,255.00		51,255.00
	2010		1,060,000.00	5.10%					27,030.00						27,030.00		54,060.00		54,060.00
	2011		1,110,000.00	5.10%					28,305.00						28,305.00		56,610.00		56,610.00
SUB-TOTAL			5,035,000.00						127,462.50						1,032,462.50		1,159,925.00	905,000.00	254,925.00
Jackson G/O Dtd 12/01/01	2007		760,000.00	4.000%					15,200.00						775,200.00		790,400.00	760,000.00	30,400.00
P&I 8/1,1-12/1	2008		760,000.00	4.000%					15,200.00						15,200.00		30,400.00		30,400.00
Trustees=Morgan Stanley Dean Witter	2009		760,000.00	4.000%					15,200.00						15,200.00		30,400.00		30,400.00
Orig. Issue \$10,680,000.00	2010		760,000.00	4.100%					15,560.00						15,560.00		31,160.00		31,160.00
	2011		760,000.00	4.125%					15,675.00						15,675.00		31,350.00		31,350.00
	2012		760,000.00	4.250%					16,150.00						16,150.00		32,300.00		32,300.00
	2013		760,000.00	4.400%					16,720.00						16,720.00		33,440.00		33,440.00
	2014		760,000.00	4.500%					17,100.00						17,100.00		34,200.00		34,200.00
	2015		760,000.00	4.600%					17,940.00						17,940.00		35,680.00		35,680.00
	2016		760,000.00	4.750%					18,525.00						18,525.00		37,050.00		37,050.00
SUB-TOTAL			7,640,000.00						163,290.00						623,290.00		1,086,580.00	760,000.00	326,580.00
Jackson G/O Dtd 12/01/03	2007		600,000.00	3.000%					9,000.00						609,000.00		618,000.00	600,000.00	18,000.00
P&I 6/1,1-12/1	2008		700,000.00	3.000%					10,500.00						10,500.00		21,000.00		21,000.00
Trustees=Morgan Stanley Dean Witter	2009		700,000.00	3.000%					10,500.00						10,500.00		21,000.00		21,000.00
	2010		800,000.00	3.000%					12,000.00						12,000.00		24,000.00		24,000.00
\$7,931,000.00 GI Bond	2011		800,000.00	3.000%					12,000.00						12,000.00		24,000.00		24,000.00
	2012		800,000.00	3.125%					12,000.00						12,000.00		24,000.00		24,000.00
	2013		800,000.00	3.250%					14,062.50						14,062.50		28,125.00		28,125.00
	2014		800,000.00	3.350%					15,075.00						15,075.00		30,150.00		30,150.00
	2015		951,000.00	3.500%					16,292.50						16,292.50		32,585.00		32,585.00
SUB-TOTAL			5,331,000.00						99,430.00						698,430.00		796,860.00	600,000.00	198,860.00
TOTAL GENERAL OBLIGATION BONDS			19,008,000.00		0.00	0.00	0.00	0.00	127,462.50	262,720.00	0.00	0.00	0.00	0.00	1,032,462.50	1,622,720.00	3,046,365.00	2,255,000.00	576,985.00
ADD: Jackson G/O 12/27/68 NJ Economic Dev. Auth. Loan 3% Orig. Issue \$850,000.00 P&I=1/1,1-7/1 Final Payment-1/1/07	2007		55,000.00	3.00%	65,975.00												65,975.00	65,000.00	975.00
ADD: Logler Water (Estimated Amort) DEP/FHA Loan, Pay=GMAC-changed to Capmark P&I=2/12&5/12 Each Installment- \$29,030.00	2007		605,792.88			29,030.00						29,030.00					58,060.00	28,117.00	29,943.00
TOTAL																		2,359,117.00	811,283.00
SPECIAL EMERGENCY NOTE (Estimated sale schedule 12/21/07) Paydown due 12/21/07 Coupon Rate 4.25%	2007		1,200,000.00	4.2500%											350,000.00		350,000.00	300,000.00	50,000.00
BOND ANTICIPATION NOTES (Estimated sale schedule 12/06/07) Paydown due 12/6/07 Coupon Rate 4.00%	2007		6,662,400.00	3.6044%											431,536.60		431,536.60	192,063.00	239,473.00
TOTAL NOTES DUE			7,862,400.00												782,396.60		782,396.60	492,063.00	290,333.00
TOTAL ANNUAL DEBT SERVICE			27,539,182.88		65,975.00	29,030.00	0.00	0.00	127,462.50	262,720.00	0.00	29,030.00	0.00	0.00	1,032,462.50	2,406,116.50	3,961,736.00	2,850,190.00	1,101,616.00

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TOWNSHIP OF JACKSON
SCHEDULE OF 2007 DEBT SERVICE-PROJECTED

DESCRIPTION	MATURITY YEAR	NEW & REFINANCED	PRINCIPAL C/S 1/1/2008	INTEREST RATE	JAN	FEB	MARCH	APRIL	MAY	JUNE	JULY	AUGUST	SEPT	OCT	NOV	DEC	TOTAL D/S	PRINCIPAL INSTALL.	INTEREST INSTALL.
OPEN SPACE FUND																			
Jackson G/O Dtd 12/01/03	2007		300,000.00	3.000%						4,500.00						304,500.00	309,000.00	300,000.00	0,000.00
P&I 8/1 J-12/1	2008		350,000.00	3.000%						5,250.00						5,250.00	10,500.00		10,500.00
Trustees-Morgan Stanley Dean Witter	2009		350,000.00	3.000%						5,250.00						5,250.00	10,500.00		10,500.00
	2010		400,000.00	3.000%						6,000.00						6,000.00	12,000.00		12,000.00
\$5,918,000.00 Open Space Bonds	2011		400,000.00	3.000%						6,000.00						6,000.00	12,000.00		12,000.00
	2012		443,000.00	3.125%						6,921.88						6,921.88	13,843.75		13,843.75
	2013		450,000.00	3.350%						7,537.50						7,537.50	15,075.00		15,075.00
	2014		450,000.00	3.500%						7,875.00						7,875.00	15,750.00		15,750.00
	2015		475,000.00	3.600%						8,550.00						8,550.00	17,100.00		17,100.00
	2016		500,000.00	4.000%						10,000.00						10,000.00	20,000.00		20,000.00
	2017		500,000.00	4.000%						10,000.00						10,000.00	20,000.00		20,000.00
	2018		500,000.00	4.000%						10,000.00						10,000.00	20,000.00		20,000.00
SUB-TOTAL			5,118,000.00							87,884.38						387,884.38	475,798.75	300,000.00	1,418,482.75
BOND ANTICIPATION NOTES (Estimated sale schedule 12/08/07) paydown due 12/8/07 Coupon Rate 4.00%	2007		3,925,600.00	3.6044%												160,820.00	160,820.00	19,722.00	141,098.00
OPEN SPACE DEBT SERVICE			9,043,600.00							87,884.38						548,704.38	636,568.75	319,722.00	318,856.75
TOTAL-INCLUDING OPEN SPACE BONDS			36,582,692.88	0.00	65,975.00	29,030.00	0.00	0.00	127,462.50	380,604.38	0.00	29,030.00	0.00	0.00	1,032,462.50	2,963,820.38	4,568,384.75	3,169,902.00	1,418,482.75

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