

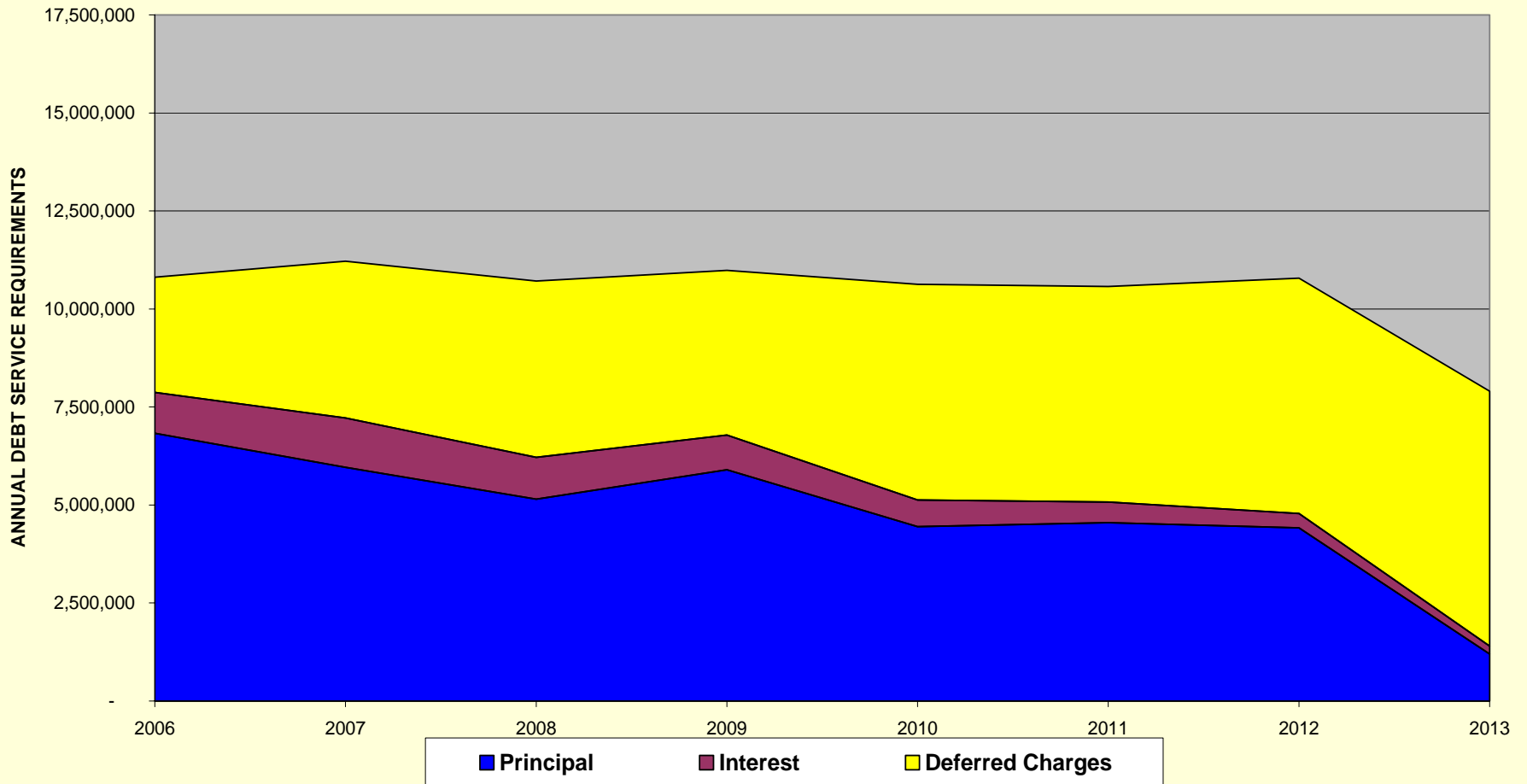
Board of Chosen Freeholders

Update on Debt Management and Bond Sale

Edmund J. Grant, Jr.
Chief Financial Officer

October 24, 2006

County of Cape May Existing Debt Service Requirements



Cape May County Bond Rating

- MOODY'S ASSIGNS Aa2 UNDERLYING RATING AND ENHANCED RATING TO CAPE MAY COUNTY'S VOCATIONAL SCHOOL DISTRICT GENERAL IMPROVEMENT BOND
- SUBSTANTIAL TAX BASE SUPPORTED BY STRONG GROWTH
- SOUND FINANCIAL OPERATIONS AND AMPLE RESERVES
- LOW DEBT BURDEN GIVEN RAPID AMORIZATION AND TAX BASE GROWTH

Moody's Local Ratings

- Aaa
 - Aa1
 - Aa2
 - Aa3
 - A1
 - A2
 - A3
 - Baa1
 - Baa2
- Cape May County**
Atlantic County, Avalon
Ocean City, Sea Isle City
Margate, Stone Harbor
Brigantine, Galloway Twp,
Northfield City, Linwood,
Cape May City, Middle Twp
Wildwood Crest
Cumberland County, Ventnor
Lower Twp, Dennis Twp
Egg Harbor Twp, North Wildwood
Absecon, Gibbsboro, Atlantic City
City of Wildwood, Cape May Point,
Buena Borough

Auction Results


Observation
MuniAuction®

Auction Date Wed., Sep 27, 2006	Type AON	Start 11:00:00 am	End 11:15:00 am	Last Update 11:15:11 am EDT	Status Over
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\$14,769,000

The County of Cape May, New Jersey

Vocational School District General Improvement Bonds

	Bidder	Firm	NIC	Time	Gross Interest	+ Discount/ (Premium)	Total Interest
1st	ROOS-MB‡	Roosevelt Cross, Inc.	3.5539%	11:14:55 am	\$1,699,257.50	(0.00)	\$1,699,257.50
2nd	COMM-MA	Commerce Capital Markets	3.5581%	11:09:19 am	\$1,701,911.00	(629.67)	\$1,701,281.33
3rd	RBCD-JD‡	RBC Dain Rauscher, Inc.	3.6090%	11:14:32 am	\$1,854,060.00	(128,456.21)	\$1,725,603.79
4th	PNCC-SC	PNC Capital Markets	3.6108%	11:12:32 am	\$1,726,560.00	(70.30)	\$1,726,489.70
5th	BOEN-JM	Boenning & Scattergood Inc.	3.6199%	11:14:26 am	\$1,739,060.00	(8,256.45)	\$1,730,803.55
6th	WACH-OB‡	Wachovia Securities, LLC	3.6424%	11:14:42 am	\$1,743,525.00	(1,942.23)	\$1,741,582.77
7th	ABNA-CM	LaSalle Financial Services, Inc.	3.6478%	11:13:01 am	\$1,816,560.00	(72,417.19)	\$1,744,142.81
8th	MERR-AM‡	Merrill Lynch	3.8128%	11:06:37 am	\$1,912,560.00	(89,485.85)	\$1,823,074.15

Surety Bond Good Faith Deposit



Sure-Bid Phone: 212-339-3423
 Sure-Bid Fax: 212-339-3488
 Sure-Bid Email: surebid@fsa.com

Attachment I - Authorized Principals List

DELIVER IMMEDIATELY TO:

Wolf, Block, Schorr & Solis-Cohen 1650 Arch Street 22nd Floor Philadelphia, PA 19103 Pamela A. Morone Phone : (215) 977-2055 FAX : (215) 405-2955	Cape May County Treasurer's Office 4 Moore Road Cape May Court House Cape May, NJ 08210-1601 Edmund J. Grant Phone : (609) 465-1170 FAX : (609) 463-0587
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Ford Scott Seidenburg & Kennedy, LLP
 Leon Costello

For : **Bond 106-1985**
 County of Cape May, NJ

Effective Date: 9/27/2006
 Expiration Date: 10/2/2006

\$14,769,000 Vocational SD General Improvement Bonds,
 dated September 15, 2006
 Due: 2007 - 2012

Good Faith Deposit Amount \$295,380
 Premium Per Bidder \$200

FINAL

Date of Sale: 09/27/2006 11:00 am Eastern

The following are the Authorized Principals for the above captioned Issue :

<u>Authorized Principals</u>	<u>Account #</u>	<u>Par Requested</u>	<u>Requested on</u>
J.P. Morgan Securities Inc.	312-32(NY)	\$14,769,000	09-27-2006
Boenning & Scattergood	284-38(PA)	\$14,769,000	09-27-2006
Commerce Capital Markets, Inc.	132-38(PA)	\$14,769,000	09-27-2006
RBC Dain Rauscher Inc.	114-13(IL)	\$14,769,000	09-27-2006
LaSalle Financial Services, Inc.	176-13(IL)	\$14,769,000	09-26-2006
PNC Capital Markets LLC	304-38(PA)	\$14,769,000	09-26-2006
Wells Fargo Brokerage Services, LLC	257-44(UT)	\$14,769,000	09-26-2006
Merrill Lynch & Company	103-32(NY)	\$14,769,000	09-25-2006
Stephens Inc.	129-04(AR)	\$14,769,000	09-25-2006
Wachovia Securities, LLC	110-92(NY)	\$14,769,000	09-25-2006
Roosevelt & Cross, Inc.	180-32(NY)	\$14,769,000	09-25-2006

Best Bid

Cape.May.VSDGI.06.AON AON Best Bid

Auction Date	Type	Start	End	Last Update	Status
Wed., Sep 27, 2006	AON	11:00:00 am	11:15:00 am	11:15:11 am EDT	Over

\$14,769,000

The County of Cape May, New Jersey
Vocational School District General Improvement Bonds

Best AON Bidder:	Best AON NIC:
Roosevelt Cross, Inc.	3.5539 %

Due	Principal Amount	Serial/ Sinker/ Term	Coupo n
Sep 15, 2007	\$2,400,000	Serial	3.500%
Sep 15, 2008	\$3,000,000	Serial	3.500%
Sep 15, 2009	\$3,600,000	Serial	3.500%
Sep 15, 2010	\$2,000,000	Serial	3.500%
Sep 15, 2011	\$2,000,000	Serial	3.625%
Sep 15, 2012	\$1,769,000	Serial	3.625%

Purchase Price: \$14,769,000.00

Insurance: CIFG for All maturities.

Rate Paid by Other Agencies For Bonds Sold

➤ 10/12/06 Board of Education Borough of River Edge	.41566
➤ 10/04/06 Bergin County	.39333
➤ 9/28/06 Township of Hopewell	.41142
➤ 9/28/06 Hudson County	.42120
➤ 9/27/06 Cape May County	.35539
➤ Total Interest Savings	\$261,000.00