

Capital Construction & Debt Service

This section includes an overview and summary of appropriations and expenditures for the design, construction, and repair of major capital assets such as roads, bridges, parks, or other physical facilities.

The primary method for State financing of capital projects is through the sale of general obligation bonds of the State. The Debt Service portion of this section shows the amounts necessary to pay principal and interest due on capital projects financed via general obligation bonds.



OVERVIEW

Capital Objectives

New Jersey's capital program invests in critical, short-term and long-term needs essential to the citizens of the State. These needs include preservation of existing capital equipment and facilities and investments in the transportation system, improvements to wastewater treatment and water supply facilities, cleanup of hazardous waste sites, preservation of open space, and construction of local schools and higher education facilities. Together, these investments promote commerce and industry, ensure a clean and healthy environment, protect water supplies, provide recreational space, and generate economic growth and jobs for New Jersey citizens.

Capital Planning Process

For fiscal 2006, the General Fund capital recommendation is almost \$1.09 billion. An additional \$17 million will be provided from other sources for critical statewide fire, life safety, emergency, and security projects. The General Fund capital recommendation includes \$981.4 million for capital projects mandated through legislation and funded through dedicated sources. An additional \$108.1 million is recommended for discretionary capital projects to maximize the availability of federal matching funds and to maintain essential state programs and services. Of the \$108.1 million in discretionary capital, \$66.3 million is allocated to pay debt service on New Jersey Building Authority projects.

The Capital Budget is based in part on the recommendation of the New Jersey Commission on Capital Budgeting and Planning. This Commission, composed of Executive, Legislative, and public members, prepares the State's Annual Capital Improvement Plan and serves in an advisory role to the Governor and the Legislature. In addition to the Commission, the capital budgeting process includes the Governor's Office, the Office of Management and Budget, the Department of the Treasury, and other State departments and agencies.

Capital Highlights

For the Department of Corrections, \$5 million is recommended, which is an increase of \$4.5 million over the fiscal 2005 appropriation. Of this amount, \$4 million is to replace modular units at the various correctional facilities and \$1 million is to upgrade locking systems. The Department will also receive \$5 million from other sources for fire safety and code compliance projects.

To address fire and life safety concerns at the Department of Education's Regional Day Schools, \$1.1 million is recommended. Of this amount \$600,000 is for a fire suppression system at the Winslow Regional Day School and \$450,000 is to install an elevator on the outside wall of the Essex County Regional Day School. Both projects will ensure the safety of students. An additional \$600,000 will also be provided from other sources to replace a roof at the Jersey City Day School.

For the Department of Environmental Protection, \$82.5 million is recommended. The recommendation provides \$29.4 million for cleanup of hazardous substance discharges, \$11.9 million in loans and grants for brownfields redevelopment projects, \$11.9 million for remediation of private leaking underground gasoline storage tanks, and \$25 million for shore protection. These four mandated programs are funded through dedicated sources. In addition to the mandated capital, \$4.1 million is recommended for the HR-6 flood prevention program. Both the HR-6 and the shore protection programs will generate substantial federal matching funds: for the HR-6, an additional \$27.3 million will be available, while the shore protection will provide \$56 million in federal and \$7.2 million in local contributions.

For the Department of Human Services, \$11.6 million is recommended. This includes \$3.5 million for the Statewide Child Welfare Information System. The system, a key component of the State's Child Welfare Reform Plan, will improve the administration of the Title IV-B Child Welfare and Title IV-E Foster Care programs and generate \$3.5 million in federal matching funds. Other projects that will be funded include \$5.1 million for the connection of the Ancora Psychiatric Hospital wastewater treatment facility to the Camden County Municipal Utilities Authority and \$3 million is to replace an underground distribution system affecting four cottages at the Hunterdon Developmental Center. In addition to the General Fund capital, \$4.1 million will be provided from other sources for life/safety improvements and HVAC modifications.

For the Juvenile Justice Commission, \$750,000 is recommended. Of this amount, \$500,000 is for suicide prevention improvements and \$250,000 is to provide first year funding for the replacement of the heating systems in the housing units at the Monroe Campus. An additional \$3.4 million will be provided from other funds for critical repairs, fire safety, and energy projects.

The capital recommendation for the Department of Military and Veterans' Affairs is \$175,000. This will replace four HVAC systems at the Paramus Veterans' Memorial Home and generate \$373,000 in federal matching funds.

To ensure highway and mass transit improvements, \$805 million in dedicated funds are recommended for the Department of Transportation. This recommendation, combined with federal, state, and other matching funds, will provide for a transportation program of \$2.4 billion.

For the Department of Law and Public Safety, \$4.1 million is recommended. These funds will be used to replace aging HVAC systems and provide the necessary furnishings and equipment at the new State Police Emergency Operations Center.

To preserve the integrity of the State Museum, \$1.7 million is recommended for window and door replacements. This project will result in energy efficiencies and provide additional security.

For statewide data processing improvements at the Office of Information and Telecommunications, \$5.4 million is recommended. This will expand the Garden State Network and replace aging HVAC systems at critical locations. Included in the \$5.4 million recommendation is \$1.4 million to continue OIT's availability and Recovery Site (OARS) program. This program is necessary to ensure the integrity of data recovery for all state agencies.

Finally, \$107.7 million is recommended for the Interdepartmental Accounts. This includes \$98 million for a constitutionally-mandated open space, farmland, parks and historic preservation program, \$2 million for removal of hazardous materials from state properties, \$2 million for building renovations, \$2 million to modify state buildings to comply with the Americans with Disabilities Act, \$700,000 to fund critical repairs in the Capitol Complex, and \$3 million for statewide security enhancements. In addition to these funds, \$2.2 million will be available from other sources for energy conservation/gas conversion projects.

CAPITAL CONSTRUCTION

CAPITAL CONSTRUCTION

Summary of Appropriations by Department (thousands of dollars)

Year Ending June 30, 2004						Year Ending June 30, 2006		
Orig. & (S)Supple- mental	Reapp. & (R)Recpts.	Transfers & (E)Emer- gencies	Total Available	Expended		2005 Adjusted Approp.	Requested	Recom- mended
---	108	---	108	74	Legislature	---	---	---
---	5,141	---	5,141	3,999	Department of Agriculture	---	---	---
---	10,372	3	10,375	4,269	Department of Corrections	500	5,000	5,000
---	1,465	---	1,465	324	Department of Education	---	1,050	1,050
140,074	60,217	-5,780	194,511	100,614	Department of Environmental Protection	116,453	82,463	82,463
620	312	---	932	216	Department of Health and Senior Services	---	---	---
5,600	24,848	---	30,448	11,878	Department of Human Services	10,400	11,600	11,600
4,346	19,257	500	24,103	5,913	Department of Law and Public Safety	---	4,805	4,805
165	1,464	---	1,629	920	Department of Military and Veterans' Affairs	2,627	175	175
---	2	---	2	---	Department of Personnel	---	---	---
---	1,634	-992	642	507	Department of State	1,000	---	---
805,000	539	-539	805,000	804,190	Department of Transportation	805,000	805,000	805,000
---	12,860	58	12,918	3,047	Department of the Treasury	---	---	---
---	2	---	2	---	Miscellaneous Commissions	---	---	---
194,233	28,211	-6,254	216,190	181,059	Interdepartmental Accounts	184,549	179,327	179,327
1,150,038	166,432	-13,004	1,303,466	1,117,010	Total Appropriation	1,120,529	1,089,420	1,089,420

OVERVIEW

The primary method for State financing of capital projects is through the sale of state general obligation bonds, previously authorized by voter approval in the general election. The State must present debt before the voters in a general election as required by the statutory debt limitations in the State Constitution. The State Constitution provides that the State Legislature shall not create in any fiscal year debt or liability of the State, which, together with any previous debts or liabilities, exceeds at any time one percent of total appropriations, unless authorized by law and submitted to the people at a general election for approval by the voters. Since the current appropriation level is approximately \$27.4 billion, the debt limit is \$274 million before voter approval must be sought. The current level of outstanding general obligation debt is \$3.24 billion. Therefore, voter approval must be sought in order to authorize additional general obligation bonds. Voter approval is not required for any such law authorizing the creation of a debt for a refinancing of all or any portion of the outstanding debts of liabilities of the State, so long as the refinancing produces a debt service savings.

The Debt Service section of the budget shows the amounts necessary to pay principal and interest due on capital projects financed via general obligation bonds. A factor affecting the fiscal 2006 Governor's

Recommendation includes a projected debt service cost for proposed bond sales. The actual debt service payments and savings associated with bond sales are dependent upon the interest rates and the time of the sale and therefore, preliminary figures are estimates since actual schedules are not available until after a bond sale.

Appropriations for principal and interest payments on General Obligation bonds are recommended at \$185.4 million for fiscal 2006. This projected level of debt service reflects \$418.9 million for principal and interest on bonds outstanding on July 1, 2004, additional funding of \$16.1 million for a proposed bond sale during fiscal 2006, offset by \$249.6 million in projected savings from the General Obligation bond refinancing in January 2005. The recommendation for fiscal 2006 is a decrease of \$256.1 million from fiscal 2005 and is net of the refinancing savings.

The Statement of General Long-Term Debt, which appears in the Appendix of this Budget, shows the status of the State's general obligation, bonded indebtedness as of June 30, 2004. The outstanding debt as of that date is \$3.24 billion. Also, there is \$1.0 billion of additional long-term debt authorized but unissued.

DEBT SERVICE SUMMARY

(thousands of dollars)

Year Ending June 30, 2004						Year Ending June 30, 2006		
Orig. & (S)Supple- mental	Reapp. & (R)Recpts.	Transfers & (E)Emer- gencies	Total Available	Expended		2005 Adjusted Approp.	Requested	Recom- mended
168,132	—	8,784	176,916	172,603	Interest on Bonds	174,388	171,705	171,705
274,349	5	-8,784	265,570	265,463	Bond Redemption	267,145	13,671	13,671
442,481	5	---	442,486	438,066	Total Appropriation	441,533	185,376	185,376
1,030	—	—	1,030	1,030	State Transportation Bonds (P.L. 1968, c. 126)	—	—	—
976	—	-188	788	788	Water Conservation Bonds (P.L. 1969, c. 127)	873	878	878
2,681	—	-18	2,663	2,663	State Recreation and Conservation Land Acquisition and Development Bonds (P.L. 1974, c. 102)	826	781	781
2,431	—	-38	2,393	2,393	Clean Waters Bonds (P.L. 1976, c. 92)	211	211	211
2,075	—	—	2,075	2,075	Institutions Construction Bonds (P.L. 1976, c. 93)	668	623	623
650	—	—	650	650	State Mortgage Assistance Bonds (P.L. 1976, c. 94)	223	208	208
563	—	—	563	562	Beaches and Harbors Bonds (P.L. 1977, c. 208)	334	312	312
476	—	—	476	475	Emergency Flood Control Bonds (P.L. 1978, c. 78)	—	—	—
1,307	—	—	1,307	1,307	Institutional Construction Bonds (P.L. 1978, c. 79)	334	312	312
1,410	—	-107	1,303	1,278	State Land Acquisition and Development Bonds (P.L. 1978, c. 118)	848	870	870
4,530	—	-90	4,440	4,439	Transportation Rehabilitation and Improvement Bonds (P.L. 1979, c. 165)	4,125	3,899	3,899

DEBT SERVICE

Year Ending June 30, 2004						Year Ending June 30, 2006		
Orig. & (S)Supple- mental	Reapp. & (R)Recpts.	Transfers & (E)Emer- gencies	Total Available	Expended		2005 Adjusted Approp.	Requested	Recom- mended
227	---	-46	181	181	Energy Conservation Bonds (P.L. 1980, c. 68)	250	251	251
1,759	---	-255	1,504	660	Natural Resources Bonds (P.L. 1980, c. 70)	2,176	2,584	2,584
766	---	---	766	688	Hazardous Discharge Bonds (P.L. 1981, c. 275)	705	765	765
1,078	---	-46	1,032	1,031	Community Development Bonds (P.L. 1981, c. 486)	1,012	1,014	1,014
115	---	---	115	89	1983 New Jersey Green Acres Bonds (P.L. 1983, c. 354)	106	107	107
65	---	---	65	59	Shore Protection Bonds (P.L. 1983, c. 356)	53	53	53
290	---	-27	263	263	Human Services Facilities Construction Bonds (P.L. 1984, c. 157)	237	236	236
308,445	---	19,221	327,666	327,665	Refunding Bonds (P.L. 1985, c. 74 as amended by P.L. 1992, c. 182)	311,043	281,460	281,460
2,677	---	---	2,677	2,676	Resource Recovery and Solid Waste Disposal Facility Fund (P.L. 1985, c. 330)	2,671	2,675	2,675
8,524	---	-717	7,807	7,807	Hazardous Discharge Bonds (P.L. 1986, c. 113)	7,969	12,014	12,014
723	---	---	723	687	1987 Green Acres, Cultural Centers and Historic Preservation Bonds (P.L. 1987, c. 265)	735	847	847
7,064	---	-832	6,232	6,230	Jobs, Education and Competitiveness Bonds (P.L. 1988, c. 78)	6,214	6,240	6,240
4,389	---	-424	3,965	3,964	1989 Bridge Rehabilitation and Improvement and Railroad Right-of-way Preservation Bonds (P.L. 1989, c.180)	4,128	4,364	4,364
797	---	-196	601	600	Stormwater Management and Combined Sewer Overflow Abatement Bonds (P.L. 1989, c. 181)	876	870	870
9,233	---	-1,018	8,215	8,215	1989 New Jersey Open Space Preservation Bonds (P.L. 1989, c. 183)	8,316	8,587	8,587
1,877	---	-283	1,594	1,592	Public Purpose Buildings and Community-Based Facilities Construction Bonds (P.L. 1989, c. 184)	1,992	2,078	2,078
14,778	---	629	15,407	15,407	Green Acres, Clean Water, Farmland and Historic Preservation Bond Act of 1992 (P.L. 1992, c.88)	16,360	18,047	18,047
8,907	---	-1,192	7,715	7,715	Developmental Disabilities Waiting List Reduction and HS Fac. Const. Bonds (P.L. 1994, c. 108)	8,781	10,117	10,117
16,034	---	-1,837	14,197	14,196	Green Acres, Farmland and Historic Preservation, and Blue Acres Bond Act of 1995 (P.L. 1995, c. 204)	16,100	18,564	18,564
4,045	5	-95	3,955	3,937	Port of New Jersey Revitalization, Dredging Bonds (P.L. 1996, c. 70)	4,081	5,559	5,559
3,813	---	---	3,813	3,813	Urban and Rural Centers Unsafe Buildings Demolition Bonds (P.L. 1997, c. 125)	3,811	3,809	3,809
22,496	---	-6,191	16,305	12,931	Statewide Transportation and Local Bridge Bond Act of 1999 (P.L. 1999, c.181)	26,378	30,579	30,579
6,250	---	-6,250	---	---	Payments on Future Bond Sales	16,069	16,037	16,037

DEBT SERVICE

Year Ending June 30, 2004					Year Ending June 30, 2006			
Orig. & (S)Supple- mental	Reapp. & (R)Recpts.	Transfers & (E)Emer- gencies	Total Available	Expended	2005 Adjusted Approp.	Requested	Recom- mended	
---	---	---	---	---				
					Savings from Refunding and Other Initiatives	-6,972	-249,575	-249,575
442,481	5	---	442,486	438,066	Total Appropriation	441,533	185,376	185,376

DESCRIPTION OF BOND FUNDS FINANCED BY DEBT SERVICE APPROPRIATION

STATE TRANSPORTATION BONDS--1968

An amount of \$640,000,000 was authorized to improve the public transportation system of the State. Of this amount, not more than \$200,000,000 was for mass transportation facilities with the remainder for the improvement of highways.

PUBLIC BUILDINGS CONSTRUCTION BONDS--1968

An amount of \$337,500,000 was authorized for the construction or reconstruction and rehabilitation of various institutions and the equipment necessary for the operation of the facilities. Among the types of institutional facilities included are mental health and mental retardation, correctional, higher education, including state and county colleges, vocational education, and facilities to establish a public broadcasting system within the State of New Jersey.

WATER CONSERVATION BONDS--1969

An amount of \$271,000,000 was authorized for planning, developing, constructing and maintaining facilities to provide adequate supplies of water for potable, industrial, commercial, irrigational and recreational purposes.

HIGHER EDUCATION CONSTRUCTION BONDS--1971

An amount of \$155,000,000 was authorized for the construction and rehabilitation of State institutions for higher education and for county colleges.

STATE RECREATION AND CONSERVATION LAND ACQUISITION BONDS--1971

An amount of \$80,000,000 was authorized for the acquisition of land by the State and by municipalities through state grants for recreation and conservation purposes.

STATE RECREATION AND CONSERVATION LAND ACQUISITION AND DEVELOPMENT BONDS--1974

An amount of \$200,000,000 was authorized for the acquisition of land by the State and municipalities through state grants, for recreation and conservation purposes. In addition, this Act also provides funds for state and local development of acquired lands to expand and enhance their utilization for recreation and conservation purposes.

CLEAN WATERS BONDS--1976

An amount of \$120,000,000 was authorized for the conservation and development of water resources through construction of water supply and waste water treatment facilities.

INSTITUTIONS CONSTRUCTION BONDS--1976

An amount of \$80,000,000 was authorized to provide safe and humane facilities at institutions for the mentally ill, mentally retarded and incarcerated through construction of new facilities or rehabilitation and improvement of existing facilities. An amount of \$41,500,000 was allocated to the Department of Corrections and \$38,500,000 was allocated to the Department of Human Services.

STATE MORTGAGE ASSISTANCE BONDS--1976

An amount of \$25,000,000 was authorized for construction, rehabilitation and maintenance of housing for senior citizens and families of low and moderate income and to provide funds for second mortgage assistance.

DEBT SERVICE

BEACHES AND HARBORS BONDS--1977

An amount of \$30,000,000 was authorized for the restoration, maintenance and protection of the State's beaches and harbors.

MEDICAL EDUCATION FACILITIES BONDS--1977

An amount of \$120,000,000 was authorized for the issuance of general obligation bonds of the State to refinance revenue bonds issued in 1974 by the New Jersey Health Care Facilities Financing Authority. The refinancing reduced interest costs for the construction of the teaching hospital at the University of Medicine and Dentistry of New Jersey and provided substantial savings (\$25 million) which were made available for other needed medical facilities.

EMERGENCY FLOOD CONTROL BONDS--1978

An amount of \$25,000,000 was authorized to develop and maintain flood control facilities and to develop a comprehensive flood control master plan for the State.

INSTITUTIONAL CONSTRUCTION BONDS--1978

An amount of \$100,000,000 was authorized for various state facilities. An amount of \$59,000,000 was allocated to construct or rehabilitate facilities for the mentally retarded in concert with the federal program for Intermediate Care Facilities/Mentally Retarded (ICF/MR) and the construction or rehabilitation of mental health facilities. An amount of \$30,000,000 was allocated for correctional facilities. In addition, \$6,500,000 was allocated for a library for the blind and handicapped and \$4,500,000 was allocated for a forensic laboratory for the State Medical Examiner.

STATE LAND ACQUISITION AND DEVELOPMENT BONDS--1978

An amount of \$200,000,000 was authorized for state and local acquisition and development to conserve open space and provide recreation areas. Half of the amount authorized is allocated to urban areas.

TRANSPORTATION REHABILITATION AND IMPROVEMENT BONDS--1979

An amount of \$475,000,000 was authorized to improve state highways, county and municipal roads, and public transportation facilities.

ENERGY CONSERVATION BONDS--1980

An amount of \$50,000,000 was authorized for energy audits and renovation of public buildings for the purpose of reducing energy consumption.

NATURAL RESOURCES BONDS--1980

An amount of \$145,000,000 was authorized for development, acquisition, and construction of resource recovery facilities, sewage treatment facilities, water supply facilities, dam restoration projects, and harbor cleanup. An amount of \$50,000,000 was allocated for resource recovery; \$60,000,000 for sewage treatment; \$12,000,000 for harbor cleanup; \$15,000,000 for dam restoration; and \$8,000,000 for water supply.

PUBLIC PURPOSE BUILDINGS CONSTRUCTION BONDS--1980

An amount of \$159,000,000 was authorized for the construction, equipping, and/or the demolition of public buildings. An amount of \$92,000,000 was allocated to the Department of Human Services for facilities for the mentally retarded, mentally ill, disabled veterans, and for a loan guarantee program for the construction of nursing homes. The Department of Corrections was allocated \$67,000,000 for correctional facilities.

WATER SUPPLY BONDS--1981

An amount of \$350,000,000 was authorized for state or local projects to rehabilitate, repair or consolidate antiquated, damaged or inadequately operating water supply facilities and to plan, design, acquire and construct various state water supply facilities.

HAZARDOUS DISCHARGE BONDS--1981

An amount of \$100,000,000 was authorized for the identification, cleanup and removal of hazardous discharges.

FARMLAND PRESERVATION BONDS--1981

An amount of \$50,000,000 was authorized for the purchase of development easements on farmland and to provide State matching funds for soil and water conservation projects.

COMMUNITY DEVELOPMENT BONDS--1982

An amount of \$85,000,000 was authorized to capitalize the New Jersey Local Development Financing Fund and to provide support for revitalization and development of, and the creation of urban industrial parks.

CORRECTIONAL FACILITIES CONSTRUCTION BONDS--1982

An amount of \$170,000,000 was authorized for the planning, erection, acquisition, improvement, development and equipping of correctional facilities. These funds will be used to alleviate present and anticipated problems of overcrowding in state and county prisons.

NEW JERSEY GREEN ACRES BONDS--1983

An amount of \$135,000,000 was authorized for state and local acquisition and development to conserve open space and provide recreation areas. An amount of \$52,000,000 was allocated for state acquisition and development and \$83,000,000 was allocated for loans to local governments.

SHORE PROTECTION BONDS--1983

An amount of \$50,000,000 was authorized for restoration, maintenance and protection of beaches and harbors.

NEW JERSEY BRIDGE REHABILITATION AND IMPROVEMENTS BONDS--1983

An amount of \$135,000,000 was authorized for the construction, reconstruction, improvement and repair to state and local bridges. An amount of \$97,500,000 was allocated for state bridges and \$37,500,000 was allocated for local bridges.

JOBS, SCIENCE AND TECHNOLOGY BONDS--1984

An amount of \$90,000,000 was authorized for the construction and improvement of technical and engineering facilities and for high technology job training and retraining programs at public and private institutions of higher education. The New Jersey Commission on Science and Technology was allocated \$57,000,000 for the establishment and construction of advanced technology centers. The Department of Higher Education was allocated \$23,000,000 for the construction of undergraduate facilities and \$10,000,000 for engineering programs and Computer-Assisted-Design and Computer-Assisted-Manufacturing Centers.

HUMAN SERVICES FACILITIES CONSTRUCTION BONDS--1984

An amount of \$60,000,000 was authorized for the planning, construction, acquisition, improvement, development and equipping of Human Service's facilities and for community programs.

PINELANDS INFRASTRUCTURE TRUST BONDS--1985

An amount of \$30,000,000 was authorized to provide grants and loans to local governments located in the Pinelands for infrastructure needs.

WASTEWATER TREATMENT BONDS--1985

An amount of \$190,000,000 was authorized for two major areas. An amount of \$150,000,000 was allocated for grants and loans for the construction of wastewater treatment facilities and \$40,000,000 was allocated to the New Jersey Wastewater Treatment Trust of 1985.

DEBT SERVICE

RESOURCE RECOVERY AND SOLID WASTE DISPOSAL FACILITY BONDS—1985

An amount of \$85,000,000 was authorized to provide loans to local governments for construction of resource recovery facilities.

HAZARDOUS DISCHARGE BONDS—1986

An amount of \$200,000,000 was authorized for the identification, cleanup and removal of hazardous discharges.

CORRECTIONAL FACILITIES CONSTRUCTION BONDS—1987

An amount of \$198,000,000 was authorized for the planning, erection, acquisition, improvement and development of correctional facilities.

NEW JERSEY GREEN ACRES CULTURAL CENTERS AND HISTORIC PRESERVATION BONDS—1987

An amount of \$100,000,000 was authorized for the construction and development of cultural centers and for restoration, repair and rehabilitation of historic structures. An amount of \$40,000,000 was allocated to the Department of State for state grants for cultural center development. The Department of Environmental Protection and Energy was allocated \$25,000,000 for historic preservation grants and loans and \$35,000,000 for grants and loans to local government units for Green Acres projects.

JOBS, EDUCATION AND COMPETITIVENESS BONDS—1988

An amount of \$350,000,000 was authorized for the construction and renovation of classrooms, libraries, computer facilities, and a network of high technology research centers at colleges and universities. An amount of \$308,000,000 was designated for higher education construction and renovations. The remaining \$42,000,000 was designated to the New Jersey Commission on Science and Technology to establish and build an expanded network of advanced technology centers.

NEW JERSEY BRIDGE REHABILITATION AND IMPROVEMENT AND RAILROAD RIGHT-OF-WAY PRESERVATION BONDS—1989

An amount of \$115,000,000 was authorized for the rehabilitation and improvement of bridges and the preservation and acquisition of railroad rights-of-way. An amount of \$45,000,000 was designated for the rehabilitation of bridges carrying state highways; \$45,000,000 was designated for bridges carrying county and municipal roads; and \$25,000,000 was designated for the preservation and acquisition of railroad rights-of-way.

STORMWATER MANAGEMENT AND COMBINED SEWER OVERFLOW ABATEMENT BONDS—1989

An amount of \$50,000,000 was authorized for the purpose of providing grants and low interest loans to local government units for the costs of projects to manage stormwater and abate combined sewer overflows into the State's waters and other improper connections of stormwater and sewer systems.

OPEN SPACE PRESERVATION BONDS—1989

An amount of \$300,000,000 was authorized for the purchase and development of land for recreation and conservation purposes and to provide state matching funds for soil and water conservation projects. The Department of Environmental Protection and Energy was allocated \$230,000,000 for acquisition of lands for recreational development and conservation purposes and \$20,000,000 for funding development potential transfer banks. The Department of Agriculture was allocated \$50,000,000 for the preservation of farmland for agricultural use and production.

PUBLIC PURPOSE BUILDINGS AND COMMUNITY-BASED FACILITIES CONSTRUCTION BONDS—1989

An amount of \$125,000,000 was authorized for the purchase, construction, and renovation of public buildings. An amount of \$90,000,000 was allocated to the Department of Human Services for facilities for the mentally ill and developmentally disabled. The Department of Corrections was allocated \$35,000,000 for the construction of correctional facilities.

GREEN ACRES, CLEAN WATER, FARMLAND AND HISTORIC PRESERVATION BONDS--1992

A total amount of \$345,000,000 was authorized, of which the Department of Environmental Protection and Energy was authorized an amount of \$200,000,000 for acquisition and development of lands for recreation and conservation purposes, \$25,000,000 for historic preservation projects, \$20,000,000 for dam restoration and inland waters projects, and \$50,000,000 for financing wastewater treatment system projects. The Department of Agriculture was provided with \$50,000,000 for the preservation of farmland for agricultural use and production.

DEVELOPMENTAL DISABILITIES WAITING LIST REDUCTION AND HUMAN SERVICES FACILITIES CONSTRUCTION BONDS--1994

The Department of Human Services was authorized an amount of \$160,000,000 for institutional and community projects for clients served by the Department of Human Services, including clients of the Division of Developmental Disabilities. An amount of \$130,000,000 was allocated for renovations of existing community-based facilities and expansion and creation of new community-based facilities. An amount of \$30,000,000 was allocated for necessary capital improvements at the various institutions operated by the Department of Human Services.

GREEN ACRES, FARMLAND AND HISTORIC PRESERVATION, AND BLUE ACRES BONDS--1995

A total amount of \$340,000,000 was authorized, of which the Department of Environmental Protection was allocated \$250,000,000 for acquisition and development of lands for recreation and conservation purposes, and to provide state matching funds for recreation and conservation projects, \$10,000,000 for historic preservation projects, \$15,000,000 for the acquisition of coastal area lands that are prone to damage by storms or storm related flooding, and \$15,000,000 to purchase lands in the floodway of the Passaic River. The Department of Agriculture was allocated \$50,000,000 for the preservation of farmland for agricultural use and production.

PORT OF NEW JERSEY REVITALIZATION, DREDGING, ENVIRONMENTAL CLEANUP, LAKE RESTORATION, AND DELAWARE BAY AREA ECONOMIC DEVELOPMENT BONDS--1996

The Department of Environmental Protection was authorized a total amount of \$300,000,000 of which, \$185 million was allocated for the construction of subaqueous pits and a containment facility for the disposal of dredged material from the New Jersey/New York port region, \$20 million for dredging navigational channels not located in the port region, \$70 million for remediation of hazardous discharge sites, \$5 million for lake restoration projects and \$20 million for financing economic development sites in the Delaware River and Bay Region.

URBAN AND RURAL CENTERS UNSAFE BUILDINGS DEMOLITION BONDS--1997

An amount of \$20,000,000 was authorized for the purpose of providing loans to municipalities for the demolition and disposal of unsafe buildings in urban and rural centers.

STATEWIDE TRANSPORTATION AND LOCAL BRIDGE BONDS--1999

An amount of \$500,000,000 was authorized for the purpose of rehabilitating and improving the State transportation system, including local bridges. Of the total amount authorized, \$250,000,000 was allocated for grants to county and municipal governments for rehabilitation and improvement of structurally deficient bridges carrying county or municipal roads, including railroad overhead bridges. The remaining \$250,000,000 was allocated for transportation projects.

DAM, LAKE, STREAM, AND WASTEWATER TREATMENT PROJECT BONDS --2003

An amount of \$200,000 was authorized for the purposes of dam restoration and repair projects, lake dredging and restoration projects, stream cleaning and desnagging projects. Of the total amount authorized, \$15,000,000 was allocated to restore and repair State-owned dams, \$105,000,000 was allocated for low-interest loans to owners of private dams for dam restoration and repairs projects, \$30,000,000 was allocated for low-interest loans to owners of private lakes and streams and private lake associations for lake dredging, restoration, or stream cleaning and desnagging projects, necessary to diminish severe flooding, and \$50,000,000 was allocated for wastewater treatment system projects.

DEBT SERVICE

**42. DEPARTMENT OF ENVIRONMENTAL PROTECTION
40. COMMUNITY DEVELOPMENT AND ENVIRONMENTAL MANAGEMENT
46. ENVIRONMENTAL PLANNING AND ADMINISTRATION**

**APPROPRIATIONS DATA
(thousands of dollars)**

Year Ending June 30, 2004					Year Ending June 30, 2006			
Orig. & (S)Supple- mental	Reapp. & (R)Recpts.	Transfers & (E)Emer- gencies	Total Available	Expended		2005 Adjusted Approp.	Requested	Recom- mended
26,127	---	-2,170	23,957	23,023	Interest on Bonds	19,604	25,128	25,128
<u>41,926</u>	<u>5</u>	<u>-1,670</u>	<u>40,261</u>	<u>40,157</u>	Bond Redemption	<u>43,636</u>	<u>3,815</u>	<u>3,815</u>
68,053	5	-3,840	64,218	63,180	Total Appropriation	63,240	28,943	28,943
Distribution by Object								
Special Purpose:								
Interest:								
332	---	-53	279	279	Water Conservation Bonds (P.L. 1969, c. 127)	199	163	163
255	---	-18	237	237	State Recreation and Conservation Land Acquisition and Development Bonds (P.L. 1974, c. 102)	92	38	38
172	---	-18	154	154	Clean Waters Bonds (P.L. 1976, c. 92)	42	31	31
63	---	---	63	62	Beaches and Harbors Bonds (P.L. 1977, c. 208)	34	12	12
436	---	-44	392	368	State Land Acquisition and Development Bonds (P.L. 1978, c. 118)	242	204	204
26	---	---	26	25	Emergency Flood Control Bonds (P.L. 1978, c. 78)	---	---	---
1,613	---	-109	1,504	660	Natural Resources Bonds (P.L. 1980, c. 70)	1,337	1,637	1,637
290	---	---	290	257	Hazardous Discharge Bonds (P.L. 1981, c. 275)	201	172	172
40	---	---	40	34	1983 New Jersey Green Acres Bonds (P.L. 1983, c. 354)	26	22	22
23	---	---	23	17	Shore Protection Bonds (P.L. 1983, c. 356)	8	5	5
852	---	---	852	851	Resource Recovery and Solid Waste Disposal Facility Bonds (P.L. 1985, c.330)	746	630	630
2,494	---	-292	2,202	2,202	Hazardous Discharge Bonds (P.L. 1986, c. 113)	1,551	2,196	2,196
343	---	---	343	339	1987 Green Acres, Cultural Centers and Historic Preservation Bonds (P.L. 1987, c. 265)	315	292	292
3,268	---	-473	2,795	2,795	1989 New Jersey Open Space Preservation Bonds (P.L. 1989, c. 183)	1,999	1,752	1,752
502	---	-196	306	305	Stormwater Management and Combined Sewer Overflow Abatement Bonds (P.L. 1989, c. 181)	446	425	425
6,634	---	-676	5,958	5,958	Green Acres, Clean Water, Farmland and Historic Pres. Bonds (P.L. 1992, c. 88)	4,760	5,393	5,393
7,314	---	-291	7,023	7,022	Green Acres, Farmland and Historic Pres. and Blue Acres Bonds (P.L. 1995, c. 204)	6,315	7,489	7,489
1,470	---	---	1,470	1,458	Port of New Jersey Revitalization, Dredging Bonds (P.L. 1996, c. 70)	1,291	3,124	3,124
---	---	---	---	---	Savings from Refunding and Other Initiatives	---	-865	-865
---	---	---	---	---	Payments on Future Bond Sales	---	2,408	2,408
Redemption:								
644	---	-135	509	509	Water Conservation Bonds (P.L. 1969, c. 127)	674	715	715
2,426	---	---	2,426	2,426	State Recreation and Conservation Land Acquisition and Development Bonds (P.L. 1974, c. 102)	734	743	743
2,259	---	-20	2,239	2,239	Clean Waters Bonds (P.L. 1976, c. 92)	169	180	180

DEBT SERVICE

Year Ending June 30, 2004						Year Ending June 30, 2006		
Orig. & (S)Supple- mental	Reapp. & (R)Recpts.	Transfers & (E)Emer- gencies	Total Available	Expended		2005 Adjusted Approp.	Requested	Recom- mended
500	---	---	500	500	Beaches and Harbors Bonds (P.L. 1977, c. 208)	300	300	300
974	---	-63	911	910	State Land Acquisition and Development Bonds (P.L. 1978, c. 118)	606	666	666
450	---	---	450	450	Emergency Flood Control Bonds (P.L. 1978, c. 78)	---	---	---
146	---	-146	---	---	Natural Resources Bonds (P.L. 1980, c. 70)	839	947	947
476	---	---	476	431	Hazardous Discharge Bonds (P.L. 1981, c. 275)	504	593	593
75	---	---	75	55	1983 New Jersey Green Acres Bonds (P.L. 1983, c. 354)	80	85	85
42	---	---	42	42	Shore Protection Bonds (P.L. 1983, c. 356)	45	48	48
1,825	---	---	1,825	1,825	Resource Recovery and Solid Waste Disposal Facility Bonds (P.L. 1985, c.330)	1,925	2,045	2,045
6,030	---	-425	5,605	5,605	Hazardous Discharge Bonds (P.L. 1986, c. 113)	6,418	9,818	9,818
380	---	---	380	348	1987 Green Acres, Cultural Centers and Historic Preservation Bonds (P.L. 1987, c. 265)	420	555	555
5,965	---	-545	5,420	5,420	1989 New Jersey Open Space Preservation Bonds (P.L. 1989, c. 183)	6,317	6,835	6,835
295	---	---	295	295	Stormwater Management and Combined Sewer Overflow Abatement Bonds (P.L. 1989, c. 181)	430	445	445
8,144	---	1,305	9,449	9,449	Green Acres, Clean Water, Farmland and Historic Pres.Bonds (P.L. 1992, c. 88)	11,600	12,654	12,654
8,720	---	-1,546	7,174	7,174	Green Acres, Farmland and Historic Pres. and Blue Acres Bonds (P.L. 1995, c. 204)	9,785	11,075	11,075
2,575	5 ^R	-95	2,485	2,479	Port of New Jersey Revitalization, Dredging Bonds (P.L. 1996, c. 70)	2,790	2,435	2,435
---	---	---	---	---	Savings from Refunding and Other Initiatives	---	-46,324	-46,324
68,053	5	-3,840	64,218	63,180	<i>Total Special Purpose</i>	63,240	28,943	28,943
68,053	5	-3,840	64,218	63,180	Total Appropriation, Department of Environmental Protection	63,240	28,943	28,943

**82. DEPARTMENT OF THE TREASURY
70. GOVERNMENT DIRECTION, MANAGEMENT AND CONTROL
76. MANAGEMENT AND ADMINISTRATION**

**APPROPRIATIONS DATA
(thousands of dollars)**

Year Ending June 30, 2004						Year Ending June 30, 2006		
Orig. & (S)Supple- mental	Reapp. & (R)Recpts.	Transfers & (E)Emer- gencies	Total Available	Expended		2005 Adjusted Approp.	Requested	Recom- mended
142,005	---	10,954	152,959	149,580	Interest on Bonds	154,784	146,577	146,577
232,423	---	-7,114	225,309	225,306	Bond Redemption	223,509	9,856	9,856
<u>374,428</u>	---	<u>3,840</u>	<u>378,268</u>	<u>374,886</u>	<i>Total Appropriation</i>	<u>378,293</u>	<u>156,433</u>	<u>156,433</u>
Distribution by Object								
Special Purpose:								
Interest:								
30	---	---	30	30	State Transportation Bonds (P.L. 1968, c. 126)	---	---	---

DEBT SERVICE

Year Ending June 30, 2004					Year Ending June 30, 2006			
Orig. & (S)Supple- mental	Reapp. & (R)Repts.	Transfers & (E)Emer- gencies	Total Available	Expended		2005 Adjusted Approp.	Requested	Recom- mended
50	---	---	50	50	State Mortgage Assistance Bonds (P.L. 1976, c. 94)	23	8	8
175	---	---	175	175	Institutions Construction Bonds (P.L. 1976, c.93)	68	23	23
107	---	---	107	107	Institutional Construction Bonds (P.L. 1978, c. 79)	34	12	12
902	---	-90	812	811	Transportation Rehabilitation and Improvement Bonds (P.L. 1979, c.165)	456	186	186
77	---	-11	66	66	Energy Conservation Bonds (P.L. 1980, c.68)	50	61	61
290	---	-31	259	258	Community Development Bonds (P.L. 1981, c. 486)	166	100	100
102	---	-27	75	75	Human Services Facilities Construction Bonds (P.L. 1984, c. 157)	36	22	22
106,730	---	19,221	125,951	125,951	Refunding Bonds (P.L. 1985, c.74, as amended by P.L. 1992, c. 182)	122,438	114,069	114,069
2,804	---	-509	2,295	2,294	Jobs, Education and Competitiveness Bonds (P.L. 1988, c. 78)	1,531	1,238	1,238
1,042	---	-28	1,014	1,013	Public Purpose Buildings and Community-Based Facilities Construction Bonds (P.L. 1987, c. 184)	942	888	888
1,691	---	-144	1,547	1,546	1989 Bridge Rehabilitation and Improvement and Railroad Right-of way Preservation Bonds (P.L. 1989, c. 180)	1,273	1,114	1,114
3,741	---	-251	3,490	3,490	Develop Disabil. Waiting List Reduct.& Human Serv. Bonds (P.L. 1994, c. 108)	3,006	3,294	3,294
783	---	---	783	783	Urban and Rural Centers Unsafe Buildings Demolition Bonds (P.L. 1997, c.125)	691	579	579
17,231	---	-926	16,305	12,931	Statewide Transportation and Local Bridge Bond Act of 1999 (P.L. 1999, c.181)	14,973	16,254	16,254
6,250	---	-6,250	---	---	Payments on Future Bond Sales	16,069	13,629	13,629
---	---	---	---	---	Savings from Refunding and Other Initiatives	-6,972	-4,900	-4,900
					<i>Redemption:</i>			
1,000	---	---	1,000	1,000	State Transportation Bonds (P.L. 1968, c. 126)	---	---	---
600	---	---	600	600	State Mortgage Assistance Bonds (P.L. 1976, c. 94)	200	200	200
1,900	---	---	1,900	1,900	Institutions Construction Bonds (P.L. 1976, c.93)	600	600	600
1,200	---	---	1,200	1,200	Institutional Construction Bonds (P.L. 1978, c. 79)	300	300	300
3,628	---	---	3,628	3,628	Transportation Rehabilitation and Improvement Bonds (P.L. 1979, c.165)	3,669	3,713	3,713
150	---	-35	115	115	Energy Conservation Bonds (P.L. 1980, c.68)	200	190	190
788	---	-15	773	773	Community Development Bonds (P.L. 1981, c. 486)	846	914	914
188	---	---	188	188	Human Services Facilities Construction Bonds (P.L. 1984, c. 157)	201	214	214
201,715	---	---	201,715	201,714	Refunding Bonds (P.L. 1985, c.74, as amended by P.L. 1992, c. 182)	188,605	167,391	167,391
4,260	---	-323	3,937	3,936	Jobs, Education and Competitiveness Bonds (P.L. 1988, c. 78)	4,683	5,002	5,002
835	---	-255	580	579	Public Purpose Buildings and Community-Based Facilities Construction Bonds (P.L. 1987, c. 184)	1,050	1,190	1,190
2,698	---	-280	2,418	2,418	1989 Bridge Rehabilitation and Improvement and Railroad Right-of-way Preservation Bonds (P.L. 1989, c. 180)	2,855	3,250	3,250

DEBT SERVICE

Year Ending June 30, 2004						Year Ending June 30, 2006		
Orig. & (S)Supple- mental	Reapp. & (R)Recpts.	Transfers & (E)Emer- gencies	Total Available	Expended		2005 Adjusted Approp.	Requested	Recom- mended
5,166	---	-941	4,225	4,225	Develop Disabil. Waiting List Reduct. & Human Serv. Bonds (P.L. 1994, c. 108)	5,775	6,823	6,823
3,030	---	---	3,030	3,030	Urban and Rural Centers Unsafe Buildings Demolition Bonds (P.L. 1997, c. 125)	3,120	3,230	3,230
5,265	---	-5,265	---	---	Statewide Transportation and Local Bridge Bond Act of 1999 (P.L. 1999, c. 181)	11,405	14,325	14,325
---	---	---	---	---	Savings from Refunding and Other Initiatives	---	-197,486	-197,486
374,428	---	3,840	378,268	374,886	<i>Total Special Purpose</i>	378,293	156,433	156,433

Notes ---

(a) Accrued interest paid by bondholders at time of General Obligation bond sale.

Language Recommendations ---

Notwithstanding the provision of any law, rule or regulation to the contrary, such sums as may be needed for the payment of interest and/or principal due from the issuance of any bonds authorized under the several bond acts of the State are appropriated and shall first be charged to the earnings from the investments of such bond proceeds and/or repayments of loans from the applicable bond funds established under such bond acts, and monies are appropriated from such bond funds for the purpose of paying interest and/or principal on the bonds issued pursuant to such bond acts. Where required by law, such sums shall be used to fund a reserve for the payment of interest and/or principal on the bonds authorized under the bond act. Furthermore, where required by law, the amounts appropriated herein are allocated to the projects heretofore approved by the Legislature pursuant to those bond acts.

There are appropriated such sums as may be needed for the payment of debt service administrative costs.

Subsequent to the refunding of bonds in fiscal year 2006, the Director of the Division of Budget and Accounting is authorized to reallocate amounts appropriated hereinabove among the various debt service accounts to reflect the debt service savings of the refunding and to permit the proper debt service payments.

374,428	---	3,840	378,268	374,886	Total Appropriation, Department of the Treasury	378,293	156,433	156,433
442,481	5	---	442,486	438,066	Grand Total, Debt Service	441,533	185,376	185,376