

Understanding the “Open Space” dedication of the Corporation Business Tax

1) Voters on November 4, 2014, approved Public Question #2 amending the New Jersey Constitution to create a permanent, **two-phase dedication** of a firm percentage of the Corporation Business Tax (CBT) to environmental, conservation & preservation programs.

2) **Phase One:** Starting on July 1, 2015, 4% of the CBT was dedicated to environmental purposes.
This continued from Fiscal Year 2016 through Fiscal Year 2019

3) **Phase Two:** Starting on July 1, 2019, 6% of the CBT was dedicated to environmental purposes.
This increase took effect for Fiscal Year 2020 and continues in perpetuity.



Understanding the “Open Space” dedication of the Corporation Business Tax

PAGE TWO

1) Voters on November 4, 2014, approved Public Question #2 amending the New Jersey Constitution to create a permanent, **two-phase dedication** of a firm percentage of the Corporation Business Tax (CBT) to environmental, conservation & preservation programs.

3) **Phase Two:** Starting on July 1, 2019, **6%** of the CBT was dedicated to environmental purposes. This increase took effect for Fiscal Year 2020 and continues in perpetuity.

Of this 6 % dedication:

- ✓ 12% goes to hazardous waste discharge remediation
- ✓ 5% goes to removal of underground storage tanks
- ✓ 5% goes to water pollution monitoring & prevention
- ✓ **78% goes to Garden State Preservation Trust Programs:**
 - Green Acres park and wildlife refuge acquisition
 - Green Acres recreational development projects
 - DEP capital projects at State Parks and wildlife refuges
 - Farmland Preservation
 - New Jersey Historic Trust resource preservation grants
 - Blue Acres repetitive-loss flood property acquisition

NEXT PAGE



Understanding the “Open Space” dedication of the Corporation Business Tax

PAGE THREE

1) Voters on November 4, 2014, approved Public Question #2 amending the New Jersey Constitution to create a permanent, **two-phase dedication** of a firm percentage of the Corporation Business Tax (CBT) to environmental, conservation & preservation programs.

3) **Phase Two:** Starting on July 1, 2019, **6%** of the CBT was dedicated to environmental purposes. This increase took effect for Fiscal Year 2020 and continues in perpetuity.

**CORPORATION
BUSINESS TAX**

EXAMPLE: \$3.5 BILLION

**6% ENVIRONMENTAL
DEDICATION**

EXAMPLE: \$210 MILLION

**78% GSPT
DEDICATION**

EXAMPLE: \$164 MILLION

NEXT PAGE



Understanding the “Open Space” dedication of the Corporation Business Tax

PAGE FOUR

The Governor on June 26, 2019, signed an amendment to the “**Preserve New Jersey Act**” implementing of Public Question #2/Article VIII-Section II of the NJ Constitution stipulating how this 78% dedication is to be distributed.

Of the sum dedicated to Garden State Preservation Trust Programs:

- ✓ 62% goes to Green Acres programs
 - 60% to Green Acres State Park & refuge acquisition, recreational development and capital projects
 - 30% to Green Acres local acquisition, recreational development & stewardship grants
 - 10% to Green Acres nonprofit acquisition, recreational development & stewardship grants
- ✓ 31% goes to Farmland Preservation
- ✓ 7% goes to New Jersey Historic Trust resource preservation grants

NEXT PAGE



Understanding the “Open Space” dedication of the Corporation Business Tax

PAGE FIVE

The Governor on June 26, 2019, signed an amendment to the “**Preserve New Jersey Act**” implementing of Public Question #2/Article VIII-Section II of the NJ Constitution stipulating how this 78% dedication is to be distributed.

CBT ANNUAL DEDICATION

EXAMPLE: \$164 MILLION

62% GREEN ACRES

EXAMPLE: \$98.3 MILLION

7% NJ HISTORIC TRUST

EXAMPLE: \$8.2 MILLION

31% FARMLAND PRESERVATION

EXAMPLE: \$50.8 MILLION

NEXT PAGE

Understanding the “Open Space” dedication of the Corporation Business Tax

PAGE SIX

The Governor on June 26, 2019, signed an amendment to the “**Preserve New Jersey Act**” implementing of Public Question #2/Article VIII-Section II of the NJ Constitution stipulating how this 78% dedication is to be distributed.

62% GREEN ACRES
EXAMPLE: \$98.3 MILLION

**CBT ANNUAL
DEDICATION**
EXAMPLE: \$164 MILLION

**31% FARMLAND
PRESERVATION**
EXAMPLE: \$50.8 MILLION

60% STATE GRANTS
EXAMPLE: \$59 MILLION

30% LOCAL GRANTS
EXAMPLE: \$29.5 MILLION

10% NONPROFIT GRANTS
EXAMPLE: \$9.8 MILLION

**7% NJ HISTORIC
TRUST**
EXAMPLE: \$8.2 MILLION

NEXT PAGE

Understanding the “Open Space” dedication of the Corporation Business Tax

PAGE SEVEN

The Governor on June 26, 2019, signed an amendment to the “**Preserve New Jersey Act**” implementing of Public Question #2/Article VIII-Section II of the NJ Constitution stipulating how this 78% dedication is to be distributed.

