



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 Planning Process

For fiscal 2007, the General Fund capital recommendation totals almost \$1.3 billion, including \$1.1 billion for legislatively-mandated projects funded through dedicated sources as well as \$179.7 million for discretionary projects that maximize federal matching funds and maintain essential state programs and services. Of the \$179.7 million in discretionary capital, \$96.9 million is allocated to pay debt service on New Jersey Building Authority projects. In addition to General Fund capital, \$17 million will be provided from other sources for critical statewide fire, life safety, emergency, and security projects.

The Capital Budget is largely based on the recommendations 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

To identify various chemicals harmful to livestock, in addition to identifying bacteria pathogenic to humans and livestock, \$250,000 is recommended to procure new liquid and gas chromatographic equipment within the Department of Agriculture.

The Department of Corrections will receive \$9 million from other sources to repair a high temperature hot water system at Southwoods Prison (\$8 million) and for trailer replacements (\$1 million).

To address fire and life safety concerns at the Department of Education, \$500,000 is recommended to fund a wet fire suppression system at the Piscataway Regional Day School. This project will better protect the life and safety of students. An additional \$1.9 million will be used to purchase a fully integrated state-of-the-art fire alarm system to comply with federal Americans with Disabilities Act and Title 6 requirements at the Katzenbach School for the Deaf.

For the Department of Environmental Protection, \$147.8 million is recommended. The recommendation provides \$34.5 million for Cleanup of Hazardous Substance Discharges, \$25.6 million in loans and grants for Brownfields Redevelopment Projects, \$17.1 million for remediation of Private Underground Storage Tanks, and \$25 million for Shore Protection. These four mandated programs are funded through dedicated sources. In addition, \$5.6 million is recommended for the HR-6 flood prevention program. Both the HR-6 and Shore Protection programs will generate substantial federal matching funds; an additional \$22.6 million will be available for HR-6, while the Shore Protection will provide \$56 million in federal and \$7.2 million in local contributions. Finally, \$40 million is recommended for capital improvements to the State's parks system.

For the Department of Human Services, \$17.7 million is recommended. This includes \$10 million for the Statewide Child Welfare Information System (SACWIS), a key component of the State's Child Welfare Reform Plan. This system will improve the administration of the Title IV-B Child Welfare and Title IV-E Foster Care programs and will generate \$10 million in federal matching funds. A total of \$3.2 million is recommended to replace an underground water distribution system affecting cottages at the Hunterdon Developmental Center. Also, \$4.5 million is recommended to upgrade Heating, Ventilation, and Air Conditioning (HVAC) systems at various facilities including North Jersey, Hagedorn, Greystone, Green Brook, and Vineland. In addition

to General Fund capital, \$5 million is recommended from other sources to connect the wastewater treatment facility at Ancora Psychiatric Hospital to the Camden County Municipal Utilities Authority.

For the Juvenile Justice Commission, \$1.5 million is recommended. Of this amount, \$500,000 is for suicide prevention improvements, \$500,000 is for critical repairs to Commission facilities, and \$500,000 is for fire safety initiatives at a number of facilities, including the Ocean and Voorhees Residential Community Homes.

The Capital recommendation also includes \$2.6 million for the Department of Military and Veterans' Affairs to fund 30 new beds for homeless veterans by renovating Ancora Psychiatric Hospital property and for installing fire suppression systems at the Bordentown, Flemington, Hammonton, and Tuckerton armories. The latter projects will generate a 75% federal match. Finally, an additional \$400,000 is recommended from other sources for emergency power generation at four strategic National Guard armories. These generators will allow operations to continue during emergencies so that MAVA can respond to homeland security/terrorism threats and natural disasters.

To ensure highway and mass transit improvements, \$895 million in dedicated funds is recommended for the Department of Transportation. This recommendation, combined with federal, State, and other matching funds, will provide for a transportation program totaling \$2.9 billion.

A total of \$6.9 million is recommended for statewide data processing improvements at the Office of Information Technology (OIT). Of this amount, \$6.5 million is recommended to finish the State's OIT Availability and Recovery Site (OARS), thus ensuring the integrity of data recovery for all state agencies. In addition, \$416,000 of State funding and \$1.1 million in other funds is recommended for network management equipment and software to prevent intrusion into the State's database. Another \$1.3 million in other sources is recommended for electrical and HVAC upgrades at the Riverview Plaza and Atlantic City CitiCenter. The most critically needed equipment is the replacement of the Uninterruptible Power Supply Systems at Riverview Plaza.

Finally, \$200.7 million is recommended for the Interdepartmental accounts. This includes \$98 million for the constitutionally-mandated Open Space, Farmland, Parks and Historic Preservation programs, and \$96.9 million for debt service costs on Building Authority bonds. A total of \$2.4 million is recommended for a roof and HVAC replacement at the State's Document Control Center, \$1.5 million for statewide security enhancements, \$1 million to modify state buildings to comply with the Americans with Disabilities Act, \$500,000 for the removal of hazardous materials from State facilities, and \$425,000 for HVAC/energy upgrades and fire code compliance. In addition to these funds, \$250,000 million will be available from other sources for HVAC upgrades in State office buildings.

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; 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 ensure a clean and healthy environment, provide recreational space, enhance mobility, and generate economic growth and jobs for New Jersey citizens.

CAPITAL CONSTRUCTION

CAPITAL CONSTRUCTION

Summary of Appropriations by Department (thousands of dollars)

Year Ending June 30, 2005						Year Ending June 30, 2007		
Orig. & (S)Supple- mental	Reapp. & (R)Recpts.	Transfers & (E)Emer- gencies	Total Available	Expended		2006 Adjusted Approp.	Requested	Recom- mended
—	2,363	—	2,363	2,190	Legislature	—	—	—
—	1,142	—	1,142	150	Department of Agriculture Children and Families	—	250	250
—	—	—	—	—		—	10,000	10,000
500	6,359	—	6,859	1,710	Department of Corrections	5,000	—	—
—	946	—	946	166	Department of Education	1,050	2,450	2,450
116,453	100,273	-9,730	206,996	89,837	Department of Environmental Protection	84,263	147,767	147,767
—	752	—	752	327	Department of Health and Senior Services	—	—	—
10,400	18,727	—	29,127	14,112	Department of Human Services	11,600	7,700	7,700
—	18,246	3,000	21,246	10,790	Department of Law and Public Safety	4,805	1,500	1,500
2,627	812	505	3,944	1,143	Department of Military and Veterans' Affairs	175	2,590	2,590
—	2	—	2	—	Department of Personnel	—	—	—
1,000	122	300	1,422	971	Department of State	—	—	—
805,000	—	—	805,000	805,000	Department of Transportation	805,000	895,000	895,000
—	5,318	5,954	11,272	5,825	Department of the Treasury	—	—	—
—	2	—	2	—	Miscellaneous Commissions	—	—	—
168,653	34,358	17,642	220,653	173,889	Interdepartmental Accounts	179,327	207,636	207,636
1,104,633	189,422	17,671	1,311,726	1,106,110	Total Appropriation	1,091,220	1,274,893	1,274,893

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 \$28.9 billion, the debt limit is \$289 million before voter approval must be sought. The current level of outstanding general obligation debt is \$3.1 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 or liabilities of the State, so long as the refinancing produces a debt service savings.

pay principal and interest due on capital projects financed via general obligation bonds. A factor affecting the fiscal 2007 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 at 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 \$432.8 million for fiscal 2007. This projected level of debt service reflects \$427.8 million for principal and interest on bonds outstanding on July 1, 2005, and additional funding of \$5.0 million for a proposed bond sale during fiscal 2007.

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, 2005. The outstanding debt as of that date is \$3.1 billion. Also, there is \$0.7 billion of additional long-term debt authorized but unissued.

The Debt Service section of the budget shows the amounts necessary to

DEBT SERVICE
(thousands of dollars)

Year Ending June 30, 2005					Year Ending June 30, 2007			
Orig. & (S)Supple- mental	Reapp. & (R)Recpts.	Transfers & (E)Emer- gencies	Total Available	Expended		2006 Adjusted Approp.	Requested	Recom- mended
160,791	—	-3,703	157,088	155,624	Interest on Bonds	155,656	178,539	178,539
109,388	—	-4,448	104,940	104,712	Bond Redemption	13,670	254,246	254,246
270,179	—	-8,151	262,028	260,336	Total Appropriation	169,326	432,785	432,785
873	—	-585	288	256	Water Conservation Bonds (P.L. 1969, c. 127)	102	825	825
826	—	—	826	825	State Recreation and Conservation Land Acquisition and Development Bonds (P.L. 1974, c. 102)	10	157	157
211	—	—	211	126	Clean Waters Bonds (P.L. 1976, c. 92)	20	205	205
668	—	—	668	668	Institutions Construction Bonds (P.L. 1976, c. 93)	—	—	—
223	—	—	223	223	State Mortgage Assistance Bonds (P.L. 1976, c. 94)	—	—	—
334	—	—	334	332	Beaches and Harbors Bonds (P.L. 1977, c. 208)	—	—	—
334	—	—	334	334	Institutional Construction Bonds (P.L. 1978, c. 79)	—	—	—
848	—	-115	733	717	State Land Acquisition and Development Bonds (P.L. 1978, c. 118)	134	813	813
4,125	—	—	4,125	4,124	Transportation Rehabilitation and Improvement Bonds (P.L. 1979, c. 165)	50	786	786
250	—	-184	66	66	Energy Conservation Bonds (P.L. 1980, c. 68)	63	236	236
2,176	—	-85	2,091	2,091	Natural Resources Bonds (P.L. 1980, c. 70)	1,115	1,888	1,888
705	—	-370	335	313	Hazardous Discharge Bonds (P.L. 1981, c. 275)	136	744	744
1,012	—	—	1,012	943	Community Development Bonds (P.L. 1981, c. 486)	716	555	555

DEBT SERVICE

Year Ending June 30, 2005						Year Ending June 30, 2007		
Orig. & (S)Supple- mental	Reapp. & (R)Recpts.	Transfers & (E)Emer- gencies	Total Available	Expended		2006 Adjusted Approp.	Requested	Recom- mended
106	—	—	106	21	1983 New Jersey Green Acres Bonds (P.L. 1983, c. 354)	13	100	100
53	—	—	53	53	Shore Protection Bonds (P.L. 1983, c. 356)	3	53	53
237	—	—	237	236	Human Services Facilities Construction Bonds (P.L. 1984, c. 157)	15	235	235
179,428	—	-1,500	177,928	177,925	Refunding Bonds (P.L. 1985, c. 74 as amended by P.L. 1992, c. 182)	122,642	311,650	311,650
2,671	—	-940	1,731	1,645	Resource Recovery and Solid Waste Disposal Facility Fund (P.L. 1985, c. 330)	1,401	1,340	1,340
7,969	—	3,624	11,593	11,593	Hazardous Discharge Bonds (P.L. 1986, c. 113)	7,670	11,567	11,567
735	—	-395	340	308	1987 Green Acres, Cultural Centers and Historic Preservation Bonds (P.L. 1987, c. 265)	229	802	802
6,214	—	-1,295	4,919	4,919	Jobs, Education and Competitiveness Bonds (P.L. 1988, c. 78)	760	5,888	5,888
1,718	—	-156	1,562	1,562	1989 Bridge Rehabilitation and Improvement and Railroad Right-of-way Preservation Bonds (P.L. 1989, c. 108)	778	4,138	4,138
876	—	-305	571	523	Stormwater Management and Combined Sewer Overflow Abatement Bonds (P.L. 1989, c. 181)	243	676	676
4,665	—	—	4,665	4,565	1989 New Jersey Open Space Preservation Bonds (P.L. 1989, c. 183)	1,694	7,578	7,578
1,992	—	-880	1,112	1,019	Public Purpose Buildings and Community-Based Facilities Construction Bonds (P.L. 1989, c. 184)	544	1,736	1,736
6,686	—	582	7,268	7,268	Green Acres, Clean Water, Farmland and Historic Preservation Bond Act of 1992 (P.L. 1992, c. 88)	4,353	16,271	16,271
4,898	—	229	5,127	5,126	Developmental Disabilities Waiting List Reduction and HS Fac. Const. Bonds—1994 (P.L. 1994, c. 108)	3,828	9,217	9,217
6,315	—	801	7,116	6,552	Green Acres, Farmland and Historic Preservation, and Blue Acres Bond Act of 1995 (P.L. 1994, c. 108)	5,071	16,509	16,509
1,611	—	1,365	2,976	2,527	Port of New Jersey Revitalization, Dredging Bonds (P.L. 1996 c. 70)	2,481	5,136	5,136
3,811	—	—	3,811	3,810	Urban and Rural Centers Unsafe Buildings Demolition Bonds (P.L. 1997, c. 125)	3,809	3,808	3,808
19,219	—	448	19,667	19,666	Statewide Transportation and Local Bridge Bond Act of 1999 (P.L. 1999, c.181)	11,446	24,872	24,872
8,390	—	-8,390	—	—	Payments on Future Bond Sales	—	5,000	5,000
270,179	—	-8,151	262,028	260,336	Total Appropriation	169,326	432,785	432,785

**DESCRIPTION OF BOND FUNDS
FINANCED BY DEBT SERVICE APPROPRIATION
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 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.

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.

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.

DEBT SERVICE

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.

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.

DEBT SERVICE

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 have or 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, 2005						Year Ending June 30, 2007		
Orig. & (S)Supple- mental	Reapp. & (R)Recpts.	Transfers & (E)Emer- gencies	Total Available	Expended		2006 Adjusted Approp.	Requested	Recom- mended
19,604	—	4,281	23,885	22,525	Interest on Bonds	16,410	14,844	14,844
<u>18,056</u>	<u>—</u>	<u>-704</u>	<u>17,352</u>	<u>17,190</u>	Bond Redemption	<u>8,265</u>	<u>49,820</u>	<u>49,820</u>
37,660	—	3,577	41,237	39,715	Total Appropriation	24,675	64,664	64,664
Distribution by Object								
Special Purpose:								
<i>Interest:</i>								
199	—	—	199	167	Water Conservation Bonds (P.L. 1969, c. 127)	102	73	73
92	—	—	92	91	State Recreation and Conservation Land Acquisition and Development Bonds (P.L. 1974, c. 102)	10	5	5
42	—	—	42	37	Clean Waters Bonds (P.L. 1976, c. 92)	20	13	13
34	—	—	34	32	Beaches and Harbors Bonds (P.L. 1977, c. 208)	—	—	—
242	—	—	242	226	State Land Acquisition and Development Bonds (P.L. 1978, c. 118)	134	105	105
1,337	—	207	1,544	1,544	Natural Resources Bonds (P.L. 1980, c. 70)	1,095	886	886
201	—	—	201	179	Hazardous Discharge Bonds (P.L. 1981, c. 275)	136	122	122
26	—	—	26	21	1983 New Jersey Green Acres Bonds (P.L. 1983, c. 354)	13	10	10
8	—	—	8	8	Shore Protection Bonds (P.L. 1983, c. 356)	3	2	2
746	—	—	746	660	Resource Recovery and Solid Waste Disposal Facility Bonds (P.L. 1985, c. 330)	341	305	305
1,551	—	1,007	2,558	2,558	Hazardous Discharge Bonds (P.L. 1986, c. 113)	1,810	1,541	1,541
315	—	—	315	283	1987 Green Acres, Cultural Centers and Historic Preservation Bonds (P.L. 1987, c. 265)	229	222	222
1,999	—	—	1,999	1,900	1989 New Jersey Open Space Preservation Bonds (P.L. 1989, c. 183)	1,139	929	929
446	—	—	446	398	Stormwater Management and Combined Sewer Overflow Abatement Bonds (P.L. 1989, c. 181)	243	206	206
4,760	—	582	5,342	5,342	Green Acres, Clean Water, Farmland and Historic Pres. Bonds (P.L. 1992, c. 88)	3,583	3,200	3,200
6,315	—	801	7,116	6,552	Green Acres, Farmland and Historic Pres. and Blue Acres Bonds (P.L. 1995 c. 204)	5,071	4,764	4,764
1,291	—	1,684	2,975	2,527	Port of New Jersey Revitalization, Dredging Bonds (P.L. 1996 c. 70)	2,481	2,461	2,461
<i>Redemption:</i>								
674	—	-585	89	89	Water Conservation Bonds (P.L. 1969, c. 127)	—	752	752

DEBT SERVICE

Year Ending June 30, 2005						Year Ending June 30, 2007		
Orig. & (S)Supple- mental	Reapp. & (R)Recpts.	Transfers & (E)Emer- gencies	Total Available	Expended		2006 Adjusted Approp.	Requested	Recom- mended
734	—	—	734	734	State Recreation and Conservation Land Acquisition and Development Bonds (P.L. 1974, c. 102)	—	152	152
169	—	—	169	89	Clean Waters Bonds (P.L. 1976, c. 92)	—	192	192
300	—	—	300	300	Beaches and Harbors Bonds (P.L. 1977, c. 208)	—	—	—
606	—	-115	491	491	State Land Acquisition and Development Bonds (P.L. 1978, c. 118)	—	708	708
839	—	-292	547	547	Natural Resources Bonds (P.L. 1980, c. 70)	20	1,002	1,002
504	—	-370	134	134	Hazardous Discharge Bonds (P.L. 1981, c. 275)	—	622	622
80	—	—	80	—	1983 New Jersey Green Acres Bonds (P.L. 1983, c. 354)	—	90	90
45	—	—	45	45	Shore Protection Bonds (P.L. 1983, c. 356)	—	51	51
1,925	—	-940	985	985	Resource Recovery and Solid Waste Disposal Facility Bonds (P.L. 1985, c. 330)	1,060	1,035	1,035
6,418	—	2,617	9,035	9,035	Hazardous Discharge Bonds (P.L. 1986, c. 113)	5,860	10,026	10,026
420	—	-395	25	25	1987 Green Acres, Cultural Centers and Historic Preservation Bonds (P.L. 1987, c. 265)	—	580	580
6,317	—	—	2,666	2,665	1989 New Jersey Open Space Preservation Bonds (P.L. 1989, c. 183)	555	6,649	6,649
-3,651 ^S	—	—	2,666	2,665	Stormwater Management and Combined Sewer Overflow Abatement Bonds (P.L. 1989, c. 181)	—	470	470
430	—	-305	125	125	Green Acres, Clean Water, Farmland and Historic Pres. Bonds (P.L. 1992, c. 88)	770	13,071	13,071
11,600	—	—	1,926	1,926	Green Acres, Farmland and Historic Pres. and Blue Acres Bonds (P.L. 1995 c. 204)	—	11,745	11,745
-9,674 ^S	—	—	1,926	1,926	Port of New Jersey Revitalization, Dredging Bonds (P.L. 1996 c. 70)	—	2,675	2,675
9,785	—	—	—	—		—	11,745	11,745
-9,785 ^S	—	—	—	—		—	11,745	11,745
2,790	—	-319	1	—		—	2,675	2,675
-2,470 ^S	—	-319	1	—		—	2,675	2,675
37,660	—	3,577	41,237	39,715	<i>Total Special Purpose</i>	24,675	64,664	64,664
37,660	—	3,577	41,237	39,715	Total Appropriation, Department of Environmental Protection	24,675	64,664	64,664

DEBT SERVICE

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

**APPROPRIATIONS DATA
(thousands of dollars)**

Year Ending June 30, 2005						Year Ending June 30, 2007		
Orig. & (S)Supple- mental	Reapp. & (R)Recpts.	Transfers & (E)Emer- gencies	Total Available	Expended		2006 Adjusted Approp.	Requested	Recom- mended
141,187	—	-7,984	133,203	133,099	Interest on Bonds	139,246	163,695	163,695
<u>91,332</u>	<u>—</u>	<u>-3,744</u>	<u>87,588</u>	<u>87,522</u>	Bond Redemption	<u>5,405</u>	<u>204,426</u>	<u>204,426</u>
232,519	—	-11,728	220,791	220,621	Total Appropriation	144,651	368,121	368,121
Distribution by Object								
Special Purpose:								
Interest:								
23	—	—	23	23	State Mortgage Assistance Bonds (P.L. 1976, c. 94)	—	—	—
68	—	—	68	68	Institutions Construction Bonds (P.L. 1976, c.93)	—	—	—
34	—	—	34	34	Institutional Construction Bonds (P.L. 1978, c. 79)	—	—	—
456	—	—	456	455	Transportation Rehabilitation and Improvement Bonds (P.L. 1979, c.165)	50	25	25
50	—	10	60	60	Energy Conservation Bonds (P.L. 1980, c.68)	43	36	36
166	—	—	166	162	Community Development Bonds (P.L. 1981, c. 486)	86	42	42
36	—	—	36	35	Human Services Facilities Construction Bonds (P.L. 1984, c. 157)	15	7	7
122,438	—	—	109,548	109,545	Refunding Bonds (P.L. 1985, c.74, as amended by P.L. 1992, c. 182)	122,642	144,624	144,624
-12,890 ^S	—	—						
1,531	—	-115	1,416	1,416	Jobs, Education and Competitiveness Bonds (P.L. 1988, c. 78)	760	571	571
942	—	-10	932	839	Public Purpose Buildings and Community-Based Facilities Construction Bonds (P.L. 1987, c. 184)	544	491	491
1,273	—	-156	1,117	1,117	1989 Bridge Rehabilitation and Improvement and Railroad Right-of-Way Preservation (P.L. 1989, c. 180)	778	710	710
3,006	—	229	3,235	3,234	Develop Disabil. Waiting List Reduct.& Human Serv. Bonds (P.L. 1994, c. 108)	2,303	2,039	2,039
691	—	—	691	690	Urban and Rural Centers Unsafe Buildings Demolition Bonds (P.L. 1997, c.125)	579	438	438
14,973	—	448	15,421	15,421	Statewide Transportation and Local Bridge Bond Act of 1999 (P.L. 1999, c.181)	11,446	9,712	9,712
9,097	—	—	—	—	Payments on Future Bond Sales	—	5,000	5,000
-707 ^S	—	-8,390						
Redemption:								
200	—	—	200	200	State Mortgage Assistance Bonds (P.L. 1976, c. 94)	—	—	—
600	—	—	600	600	Institutions Construction Bonds (P.L. 1976, c.93)	—	—	—
300	—	—	300	300	Institutional Construction Bonds (P.L. 1978, c. 79)	—	—	—
3,669	—	—	3,669	3,669	Transportation Rehabilitation and Improvement Bonds (P.L. 1979, c.165)	—	761	761

DEBT SERVICE

Year Ending June 30, 2005					Year Ending June 30, 2007			
Orig. & (S)Supple- mental	Reapp. & (R)Repts.	Transfers & (E)Emer- gencies	Total Available	Expended		2006 Adjusted Approp.	Requested	Recom- mended
200	—	-194	6	6	Energy Conservation Bonds (P.L. 1980, c.68)	20	200	200
846	—	—	846	781	Community Development Bonds (P.L. 1981, c. 486)	630	513	513
201	—	—	201	201	Human Services Facilities Construction Bonds (P.L. 1984, c. 157)	—	228	228
188,605	—	-1,500	68,380	68,380	Refunding Bonds (P.L. 1985, c.74, as amended by P.L. 1992, c. 182)	—	167,026	167,026
-118,725 ^S	—	—	—	—		—	—	—
4,683	—	-1,180	3,503	3,503	Jobs, Education and Competitiveness Bonds (P.L. 1988, c. 78)	—	5,317	5,317
1,050	—	-870	180	180	Public Purpose Buildings and Community-Based Facilities Construction Bonds (P.L. 1987, c. 184)	—	1,245	1,245
2,855	—	—	445	445	1989 Bridge Rehabilitation and Improvement and Railroad Right- of-Way Preservation (P.L. 1989, c. 180)	—	3,428	3,428
-2,410 ^S	—	—	—	—		—	—	—
5,775	—	—	1,892	1,892	Develop Disabil. Waiting List Reduct. & Human Serv. Bonds (P.L. 1994, c. 108)	1,525	7,178	7,178
-3,883 ^S	—	—	—	—		—	—	—
3,120	—	—	3,120	3,120	Urban and Rural Centers Unsafe Buildings Demolition Bonds (P.L. 1997, c.125)	3,230	3,370	3,370
11,405	—	—	4,246	4,245	Statewide Transportation and Local Bridge Bond Act of 1999 (P.L. 1999, c.181)	—	15,160	15,160
-7,159 ^S	—	—	—	—		—	—	—
232,519	—	-11,728	220,791	220,621	<i>Total Special Purpose</i>	144,651	368,121	368,121

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 the current fiscal year, 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.

232,519	—	-11,728	220,791	220,621	Total Appropriation, Department of the Treasury	144,651	368,121	368,121
270,179	—	-8,151	262,028	260,336	Grand Total, Debt Service	169,326	432,785	432,785