[First Reprint] SENATE, No. 2769

STATE OF NEW JERSEY 216th LEGISLATURE

INTRODUCED FEBRUARY 24, 2015

Sponsored by: Senator BOB SMITH District 17 (Middlesex and Somerset) Senator CHRISTOPHER "KIP" BATEMAN District 16 (Hunterdon, Mercer, Middlesex and Somerset)

Co-Sponsored by: Senator P.Barnes, III

SYNOPSIS

Implements 2014 constitutional dedication of CBT revenues for certain environmental purposes; revises State's open space, farmland, and historic preservation programs.

CURRENT VERSION OF TEXT

As reported by the Senate Budget and Appropriations Committee on November 9, 2015, with amendments.



(Sponsorship Updated As Of: 12/8/2015)

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AN ACT concerning the constitutional dedication of corporation
 business tax revenues for certain environmental purposes,
 supplementing Title 13 of the Revised Statutes, and amending
 P.L.1999, c.152.

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BE IT ENACTED by the Senate and General Assembly of the State of New Jersey:

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9 1. (New section) ¹[Sections 1 through 15 of this] <u>This</u>¹ act
10 shall be known, and may be cited, as the "Preserve New Jersey
11 Act."

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13 2. (New section) The Legislature finds and declares that:

a. Enhancing the quality of life of the citizens of New Jersey is
a paramount policy of the State, and the acquisition, preservation,
and stewardship of open space, farmland, and historic properties in
New Jersey protect and enhance the character and beauty of the
State and provide its citizens with greater opportunities for
recreation, relaxation, and education;

b. The lands and resources now dedicated to these purposes
will not be adequate to meet the needs of an expanding population
in years to come, and the open space and farmland that is available
and appropriate for these purposes will gradually disappear as the
costs of preserving them correspondingly increase;

c. ¹[The Delaware River, the Passaic River, and the Raritan River, and their respective tributaries, and many other areas throughout the State have been subject to serious flooding over the years, causing on some occasions loss of life and significant property damage;

d. Beginning on October 28, 2012, the post-tropical storm
commonly referred to as "Hurricane Sandy" struck New Jersey,
producing unprecedented severe weather conditions, including
enormous storm surges, devastating wind, and widespread flooding,
crippling entire communities across New Jersey, and inflicting
incalculable harm to the economy of the State;

e. The acquisition of properties damaged by Hurricane Sandy
and of other damaged and flood-prone properties throughout the
State is in the best interests of the State to prevent future losses of
life and property;

f. "Blue Acres" is the term used to refer to the acquisition, for
recreation and conservation purposes, of lands that have been
damaged by, or may be prone to incurring damage caused by,
storms or storm-related flooding, or that may buffer or protect other
lands from such damage;

EXPLANATION – Matter enclosed in **bold-faced brackets** [thus] in the above bill is not enacted and is intended to be omitted in the law.

Matter underlined <u>thus</u> is new matter.

Matter enclosed in superscript numerals has been adopted as follows: ¹Senate SBA committee amendments adopted November 9, 2015. g. Under the Blue Acres Program, structures on acquired
 property are demolished, the debris is removed, and the property is
 preserved for recreation and conservation purposes;

h.]¹ Agriculture plays an integral role in the prosperity and wellbeing of the State as well as providing a fresh and abundant supply
of food for its citizens;

¹[i.] <u>d.</u>¹ Much of the farmland in the State faces an imminent
threat of permanent conversion to non-farm uses, and retention and
development of an economically viable agricultural industry is of
high public priority;

¹[j.] <u>e.</u>¹ There is an urgent need to preserve the State's historic heritage to enable present and future generations to experience, understand, and enjoy the landmarks of New Jersey's role in the birth and development of this nation;

15 1 [k.] <u>f.</u>¹ The restoration and preservation of properties of 16 historic character and importance in the State are central to meeting 17 this need, and a significant number of these historic properties are 18 located in urban centers, where their restoration and preservation 19 will advance urban revitalization efforts of the State and local 20 governments;

¹[1.] g.¹ There is growing public recognition that the quality of life, economic prosperity, and environmental quality in New Jersey are served by the protection and timely preservation of open space and farmland and better management of the lands, resources, historic properties, and recreational facilities that are already under public ownership or protection;

¹[m.] <u>h.</u>¹ The protection and preservation of New Jersey's water
resources, including the quality and quantity of the State's limited
water supply, are essential to the quality of life and the economic
health of the citizens of the State;

31 ¹[n.] <u>i.</u>¹ The preservation of the existing diversity of animal and 32 plant species is essential to sustaining both the environment and the 33 economy of the Garden State, and the conservation of adequate 34 habitat for endangered, threatened, and other rare species is 35 necessary to preserve this biodiversity;

36 ¹[0.] \underline{i} .¹ As recognized by the voters of the State when they, on 37 November 4, 2014, approved an amendment to the State Constitution to dedicate a portion of corporation business tax 38 39 revenues specifically for the purposes of open space, farmland, and historic preservation, there is a need to continue the State ¹open 40 space, farmland, and historic preservation¹ programs previously 41 42 funded by the "Green Acres, Water Supply and Floodplain 43 Protection, and Farmland and Historic Preservation Bond Act of 44 2009" (P.L.2009, c.117), the "Green Acres, Farmland, Blue Acres, 45 and Historic Preservation Bond Act of 2007" (P.L.2007, c.119), 46 Article VIII, Section II, paragraph 7 of the State Constitution, the 47 "Green Acres, Farmland and Historic Preservation, and Blue Acres

1 Bond Act of 1995" (P.L.1995, c.204), and the nine previous similar

2 bond acts enacted in 1961, 1971, 1974, 1978, 1981, 1983, 1987,

3 1989, and 1992, and various implementing laws; and

¹[p.] <u>k.</u>¹ It is therefore in the public interest to preserve and protect as much land for recreation and conservation purposes, including lands that protect water supplies and flood-prone lands, and for farmland preservation purposes, and as many historic properties, as possible within the means provided by Article VIII, Section II, paragraph 6 of the State Constitution.

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11 3. (New section) As used in ¹[sections 1 through 15 of]¹ this 12 act:

13 "Acquisition" or "acquire" means the same as that term is14 defined in section 3 of P.L.1999, c.152 (C.13:8C-3).

15 ¹["Blue Acres cost" means the expenses incurred in connection 16 with: all things deemed necessary or useful and convenient for the 17 acquisition by the State or a qualifying tax exempt nonprofit 18 organization, for recreation and conservation purposes, of lands that 19 have been damaged by, or may be prone to incurring damage caused 20 by, storms or storm-related flooding, or that may buffer or protect 21 other lands from such damage; the execution of any agreements or 22 franchises deemed by the Department of Environmental Protection 23 to be necessary or useful and convenient in connection with any 24 Blue Acres project authorized by this act; the procurement or 25 provision of appraisal, archaeological, architectural, conservation, 26 design, engineering, financial, geological, historic research, 27 hydrological, inspection, legal, planning, relocation, surveying, or 28 other professional advice, estimates, reports, services, or studies; 29 the purchase of title insurance; the undertaking of feasibility 30 studies; the demolition of structures, the removal of debris, and the 31 restoration of lands to a natural state or to a state useful for 32 recreation and conservation purposes; the establishment of a reserve 33 fund or funds for working capital, operating, maintenance, or 34 replacement expenses as the Director of the Division of Budget and 35 Accounting in the Department of the Treasury may determine; and reimbursement to any fund of the State of moneys that may have 36 37 been transferred or advanced therefrom to any fund established by 38 this act, or any moneys that may have been expended therefrom for, 39 or in connection with, this act.

40 "Blue Acres project" means any project of the State or a 41 qualifying tax exempt nonprofit organization to acquire, for 42 recreation and conservation purposes, lands that have been damaged 43 by, or may be prone to incurring damage caused by, storms or 44 storm-related flooding, or that may buffer or protect other lands 45 from such damage, and which is funded with moneys made 46 available pursuant to subsection b. of section 5 of this act.]¹

47 "Commissioner" means the Commissioner of Environmental48 Protection.

4

"Committee" means the State Agriculture Development
 Committee established pursuant to section 4 of P.L.1983, c.31
 (C.4:1C-4).

4 "Constitutionally dedicated CBT moneys" means any moneys
5 made available pursuant to Article VIII, Section II, paragraph 6 of
6 the State Constitution deposited in the funds established pursuant to
7 sections 6, 7, ¹and¹ 8 ¹[, and 9]¹ of this act, and appropriated by
8 law, for recreation and conservation, farmland preservation, or
9 historic preservation purposes set forth in Article VIII, Section II,
10 paragraph 6 of the State Constitution or this act.

"Convey" or "conveyance" means the same as that term is
defined in section 3 of P.L.1999, c.152 (C.13:8C-3).

13 "Cost" means the expenses incurred in connection with: all 14 things deemed necessary or useful and convenient for the 15 acquisition or development of lands for recreation and conservation 16 purposes, the acquisition of development easements or fee simple 17 titles to farmland, or the preservation of historic properties, as the 18 case may be; the execution of any agreements or franchises deemed 19 by the Department of Environmental Protection, State Agriculture 20 Development Committee, or New Jersey Historic Trust, as the case 21 may be, to be necessary or useful and convenient in connection with 22 any project funded in whole or in part using constitutionally 23 dedicated CBT moneys; the procurement or provision of appraisal, 24 archaeological, architectural, conservation, design, engineering, 25 financial, geological, historic research, hydrological, inspection, 26 legal, planning, relocation, surveying, or other professional advice, 27 estimates, reports, services, or studies; the purchase of title 28 insurance; the undertaking of feasibility studies; the establishment of a reserve fund or funds for working capital, operating, 29 30 maintenance, or replacement expenses, as the Director of the 31 Division of Budget and Accounting in the Department of the 32 Treasury may determine; and reimbursement to any fund of the 33 State of moneys that may have been transferred or advanced 34 therefrom to any fund established by this act, or any moneys that 35 may have been expended therefrom for, or in connection with, this 36 act.

37 "Department" means the Department of Environmental38 Protection.

39 "Development" or "develop" means, except as used in the 40 definitions of "acquisition" and "development easement" in this 41 section, any improvement, including a stewardship activity, made to 42 a land or water area designed to expand and enhance its utilization 43 for recreation and conservation purposes, and shall include the 44 construction, renovation, or repair of any such improvement, but 45 shall not mean shore protection or beach nourishment or 46 replenishment activities.

47 "Development easement" means the same as that term is defined48 in section 3 of P.L.1999, c.152 (C.13:8C-3).

"Emergency intervention" means an immediate assessment or
 capital improvement necessary to protect or stabilize the structural
 integrity of a historic property.

4 "Farmland" means the same as that term is defined in section 35 of P.L.1999, c.152 (C.13:8C-3).

6 "Farmland preservation," "farmland preservation purposes," or
7 "preservation of farmland" means the same as those terms are
8 defined in section 3 of P.L.1999, c.152 (C.13:8C-3).

9 "Garden State Preservation Trust" or "trust" means the Garden
10 State Preservation Trust established pursuant to section 4 of
11 P.L.1999, c.152 (C.13:8C-4).

12 "Green Acres bond act" means: P.L.1961, c.46; P.L.1971, c.165;

13 P.L.1974, c.102; P.L.1978, c.118; P.L.1983, c.354; P.L.1987, c.265;

14 P.L.1989, c.183; P.L.1992, c.88; P.L.1995, c.204; P.L.2007, c.119;

P.L.2009, c.117; and any State general obligation bond act that may
be approved after the date of enactment of this act for the purpose
of providing funding for the acquisition or development of lands for

recreation and conservation purposes or for farmland preservationpurposes.

"Historic preservation," "historic preservation purposes," or
"preservation of historic properties" means the same as those terms
are defined in section 3 of P.L.1999, c.152 (C.13:8C-3) and shall
also include emergency intervention and the acquisition of a
historic preservation easement.

25 "Historic preservation easement" means an interest in land, less 26 than fee simple title thereto, that is purchased from a private or 27 governmental property owner to permanently protect a historic 28 property, and that is granted by the property owner to the New 29 Jersey Historic Trust, a local government unit, or a qualifying tax 30 exempt nonprofit organization.

31 "Historic property" means the same as that term is defined in
32 section 3 of P.L.1999, c.152 (C.13:8C-3).

33 "Land" or "lands" means the same as that term is defined in
34 section 3 of P.L.1999, c.152 (C.13:8C-3).

35 "Local government unit" means the same as that term is defined36 in section 3 of P.L.1999, c.152 (C.13:8C-3).

37 "New Jersey Historic Trust" means the entity established38 pursuant to section 4 of P.L.1967, c.124 (C.13:1B-15.111).

39 "Permitted investments" means the same as that term is defined40 in section 3 of P.L.1999, c.152 (C.13:8C-3).

41 "Preserve New Jersey Blue Acres Fund" means the Preserve
42 New Jersey Blue Acres Fund established pursuant to section 7 of
43 this act.]¹

44 "Preserve New Jersey Farmland Preservation Fund" means the
45 Preserve New Jersey Farmland Preservation Fund established
46 pursuant to section ¹[8] <u>7</u>¹ of this act.

"Preserve New Jersey Green Acres Fund" means the Preserve
 New Jersey Green Acres Fund established pursuant to section 6 of
 this act.

4 "Preserve New Jersey Historic Preservation Fund" means the
5 Preserve New Jersey Historic Preservation Fund established
6 pursuant to section ¹[9] <u>8</u>¹ of this act.

7 "Preserve New Jersey Fund Account" means the Preserve New8 Jersey Fund Account established pursuant to section 4 of this act.

9 "Project" means all things deemed necessary or useful and 10 convenient in connection with the acquisition or development of 11 lands for recreation and conservation purposes, the acquisition of 12 development easements or fee simple titles to farmland, or the 13 preservation of historic properties, as the case may be.

"Qualifying tax exempt nonprofit organization" means the sameas that term is defined in section 3 of P.L.1999, c.152 (C.13:8C-3).

"Recreation and conservation purposes" means the same as that
term is defined in section 3 of P.L.1999, c.152 (C.13:8C-3).

18 "Stewardship activity" means an activity, which is beyond 19 routine operations and maintenance, undertaken by the State, a local 20 government unit, or a qualifying tax exempt nonprofit organization 21 to repair, restore, or improve lands acquired or developed for 22 recreation and conservation purposes ¹[or acquired for farmland preservation purposes]¹ for the purpose of enhancing or protecting 23 those lands for recreation and conservation purposes ¹[or farmland 24 25 preservation purposes]¹. ¹For the purposes of the farmland preservation program, "stewardship activity" means an activity, 26 27 which is beyond routine operation and maintenance, undertaken by 28 the landowner, or a farmer operator as an agent of the landowner, to 29 repair, restore, or improve lands preserved for farmland 30 preservation purposes, including but not limited to soil and water 31 conservation projects approved pursuant to section 17 of P.L.1983, c.32 (C.4:1C-24).¹ 32

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34 4. (New section) There is established in the General Fund a
35 special account to be known as the "Preserve New Jersey Fund
36 Account."

a. The State Treasurer shall credit to this account:

38 (1) (a) in each State fiscal year commencing with State fiscal year 2016 through and including State fiscal year 2019 an amount 39 40 equal to 71 percent of the four percent of the revenue annually 41 derived from the tax imposed pursuant to the "Corporation Business Tax Act (1945)," P.L.1945, c.162 (C.54:10A-1 et seq.), as amended 42 43 and supplemented, or any other State law of similar effect, 44 dedicated to recreation and conservation, farmland preservation, 45 and historic preservation purposes pursuant to subparagraph (a) of 46 Article VIII, Section II, paragraph 6 of the State Constitution; and

1 (b) in each State fiscal year commencing in State fiscal year 2 2020 and annually thereafter, an amount equal to 78 percent of the 3 six percent of the revenue annually derived from the tax imposed 4 pursuant to the "Corporation Business Tax Act (1945)," P.L.1945, 5 c.162 (C.54:10A-1 et seq.), as amended and supplemented, or any 6 other State law of similar effect, dedicated to recreation and 7 conservation, farmland preservation, and historic preservation 8 purposes pursuant to subparagraph (a) of Article VIII, Section II, 9 paragraph 6 of the State Constitution; and 10 (2) in each State fiscal year, an amount equal to the amount 11 dedicated pursuant to subparagraph (b) of Article VIII, Section II, 12 paragraph 6 of the State Constitution. 13 b. In each State fiscal year, the amount credited to the Preserve New Jersey Fund Account shall be appropriated from time to time 14 15 by the Legislature only for the applicable purposes set forth in 16 Article VIII, Section II, paragraph 6 of the State Constitution and 17 this act for: (1) providing funding, including loans or grants, for the 18 19 preservation, including acquisition, development, and stewardship, 20 of lands for recreation and conservation purposes, including lands 21 that protect water supplies and lands that have incurred flood or 22 storm damage or are likely to do so, or that may buffer or protect 23 other properties from flood or storm damage; 24 (2) providing funding, including loans or grants, for the 25 preservation and stewardship of land for agricultural or horticultural 26 use and production; 27 (3) providing funding, including loans or grants, for historic 28 preservation; and 29 (4) paying administrative costs associated with (1) through (3) 30 of this subsection. Nothing in this act shall authorize any State entity to use 31 c. 32 constitutionally dedicated CBT moneys for the purpose of making any payments relating to any bonds, notes, or other ¹debt¹ 33 obligations, ¹other than those relating to obligations arising from 34 land purchase agreements made with landowners¹. 35 36 37 5. (New section) a. In State fiscal year 2016 through and including State fiscal year 2019, of the amount credited by the State 38 39 Treasurer to the Preserve New Jersey Fund Account pursuant to 40 paragraph (1) of subsection a. of section 4 of this act:

41 (1) 64 percent shall be deposited into the Preserve New Jersey
42 Green Acres Fund established pursuant to section 6 of this act;

43 (2) ¹[4 percent shall be deposited into the Preserve New Jersey
44 Blue Acres Fund established pursuant to section 7 of this act;

45 (3) 29] <u>31¹</u> percent shall be deposited into the Preserve New
46 Jersey Farmland Preservation Fund established pursuant to section

47 1 [8] $\underline{7}^{1}$ of this act; and

¹[(4) 3] (3) 5¹ percent shall be deposited into the Preserve New
 Jersey Historic Preservation Fund established pursuant to section
 ¹[9] 8¹ of this act.

b. In State fiscal year 2016 through and including State fiscal 4 5 year 2019, of the amount credited by the State Treasurer to the 6 Preserve New Jersey Fund Account pursuant to paragraph (2) of 7 subsection a. of section 4 of this act, each State park, forest, or 8 wildlife management area shall receive an amount equal to the 9 amount of revenue annually derived from leases or conveyances of 10 lands at that State park, forest, or wildlife management area, as 11 appropriate, to be used for recreation and conservation purposes at 12 that State park, forest, or wildlife management area.

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19 Moneys in the fund shall be invested in permitted investments or 20 shall be held in interest-bearing accounts in those depositories as 21 the State Treasurer may select, and may be invested and reinvested 22 in permitted investments or as other trust funds in the custody of the 23 State Treasurer in the manner provided by law. All interest or other 24 income or earnings derived from the investment or reinvestment of 25 moneys in the fund shall be credited to the fund. Moneys derived 26 from the payment of principal and interest on the loans to local 27 government units authorized by this act shall also be held in the 28 fund.

b. Of the amount deposited each State fiscal year into the
Preserve New Jersey Green Acres Fund pursuant to subsection a. of
section 5 of this act:

(1) 55 percent shall be allocated for the purpose of paying the
cost of acquisition and development of lands by the State for
recreation and conservation purposes, and the amount provided
pursuant to this paragraph shall be allocated as follows:

36 (a) ¹[40] <u>50</u>¹ percent shall be allocated for the purpose of
37 paying the cost of acquisition of lands by the State for recreation
38 and conservation purposes; and

(b) ¹[60] <u>50</u>¹ percent shall be allocated for the purpose of
paying the cost of development of lands by the State for recreation
and conservation purposes, and of the amount provided pursuant to
this subparagraph:

43 (i) ¹<u>up to</u>¹ 22 percent shall be allocated for the purpose of
44 paying the cost for stewardship activities undertaken on lands
45 administered by the Division of Fish and Wildlife in the
46 department; and

(ii) ¹<u>up to</u>¹ 22 percent shall be allocated for the purpose of
paying the cost for stewardship activities undertaken on lands
administered by the Division of Parks and Forestry in the
department;

5 (2) 38 percent shall be allocated for the purposes of providing 6 grants and loans to assist local government units to pay the cost of 7 acquisition and development of lands for recreation and 8 conservation purposes, and of this amount, ¹up to¹ 2 percent shall 9 be allocated for stewardship activities undertaken by local 10 government units; and

(3) 7 percent shall be allocated for the purposes of providing
grants to assist qualifying tax exempt nonprofit organizations to pay
the cost of acquisition and development of lands for recreation and
conservation purposes, and of this amount, ¹up to¹ 11 percent shall
be allocated for stewardship activities undertaken by qualifying tax
exempt nonprofit organizations.

17 Any repayments of the principal and interest on loans issued c. 18 to local government units for the acquisition or development of 19 lands recreation and conservation purposes for using 20 constitutionally dedicated CBT moneys shall be deposited into the 21 Preserve New Jersey Green Acres Fund, and shall be specifically 22 dedicated for the issuance of additional loans in the same manner as 23 provided in subsection b. of section 27 of P.L.1999, c.152 24 (C.13:8C-27).

d. (1) The moneys in the fund are specifically dedicated and
shall be used for the same purposes and according to the same
criteria and provisions as those set forth in section 26 of P.L.1999,
c.152 (C.13:8C-26), and as provided pursuant to this act.

(2) Grants and loans issued to local government units and grants
issued to qualifying tax exempt nonprofit organizations using
constitutionally dedicated CBT moneys for the acquisition and
development of lands for recreation and conservation purposes shall
be subject to the same provisions as those prescribed in section 27
of P.L.1999, c.152 (C.13:8C-27), except as otherwise provided in
section ¹[10] 9¹ of this act.

Moneys in the fund shall not be expended except in 36 e. 37 accordance with appropriations from the fund made by law. Any act appropriating moneys from the Preserve New Jersey Green 38 39 Acres Fund shall identify any particular project or projects to be 40 funded by the moneys, and any expenditure for a project for which 41 the location is not identified by municipality and county in the 42 appropriation shall require the approval of the Joint Budget 43 Oversight Committee, or its successor, except as permitted 44 otherwise in accordance with the same exceptions as those specified 45 in paragraph (2) of subsection a. of section 23 of P.L.1999, c.152 46 (C.13:8C-23).

47 f. Unexpended moneys due to project withdrawals,48 cancellations, or cost savings shall be returned to the fund.

g. Of the amount authorized pursuant to this section, not more than five percent shall be utilized for organizational, administrative and other work and services, including salaries, equipment and materials necessary to administer the applicable provisions of this act.

6 h. To the end that municipalities may not suffer a loss of taxes 7 by reason of the acquisition and ownership by the State of lands in 8 fee simple for recreation and conservation purposes, or the 9 acquisition and ownership by qualifying tax exempt nonprofit 10 organizations of lands in fee simple for recreation and conservation 11 purposes that become certified as exempt from property taxes 12 pursuant to P.L.1974, c.167 (C.54:4-3.63 et seq.) or similar laws, 13 the State shall make payments annually in the same manner as 14 payments are made pursuant to section 29 of P.L.1999, c.152 15 (C.13:8C-29).

16 The State shall not use the power of eminent domain in any i. 17 manner for the acquisition of lands by the State for recreation and 18 conservation purposes using constitutionally dedicated CBT 19 moneys in whole or in part unless a concurrent resolution approving 20 that use is approved by both Houses of the Legislature; except that, 21 without the need for such a concurrent resolution, the State may use 22 the power of eminent domain to the extent necessary to establish a 23 value for lands to be acquired from a willing seller by the State for 24 recreation and conservation purposes using constitutionally 25 dedicated CBT moneys in whole or in part.

26

¹[7. (New section) a. The State Treasurer shall establish a fund
to be known as the "Preserve New Jersey Blue Acres Fund" and
shall deposit into the fund all moneys received pursuant to
subsection b. of section 5 of this act and any other moneys
appropriated by law for deposit into the fund.

Moneys in the fund shall be invested in permitted investments or shall be held in interest-bearing accounts in those depositories as the State Treasurer may select, and may be invested and reinvested in permitted investments or as other trust funds in the custody of the State Treasurer in the manner provided by law. All interest or other income or earnings derived from the investment or reinvestment of moneys in the fund shall be credited to the fund.

b. The moneys in the Preserve New Jersey Blue Acres Fund are
specifically dedicated and shall be applied for the purposes of
providing moneys to:

42 (1) meet the Blue Acres costs to the State for the acquisition of43 lands for a Blue Acres project; or

44 (2) provide grants, pursuant to the provisions of subsection c. of
45 this section, to assist a qualifying tax exempt nonprofit organization
46 in meeting the Blue Acres costs for the acquisition of lands for a
47 Blue Acres project.

c. (1) A grant by the State for lands to be acquired by a
qualifying tax exempt nonprofit organization for a Blue Acres
project may include up to 50 percent of the Blue Acres cost of
acquisition of the lands by the qualifying tax exempt nonprofit
organization.

6 (2) A qualifying tax exempt nonprofit organization shall not use 7 as its matching share of the Blue Acres cost of acquisition of lands 8 for a Blue Acres project any constitutionally dedicated moneys, as 9 defined pursuant to section 3 of P.L.1999, c.152 (C.13:8C-3), or 10 any grant moneys obtained from a Green Acres bond act.

(3) To qualify to receive a grant from the Preserve New Jersey
Blue Acres Fund, the board of directors or governing body of the
applying tax exempt nonprofit organization shall:

(a) demonstrate to the commissioner that the organization
qualifies as a charitable conservancy for the purposes of P.L.1979,
c.378 (C.13:8B-1 et seq.);

(b) demonstrate that the organization has the resources to matchthe grant requested;

(c) agree to make and keep the lands accessible to the public,
unless the commissioner determines that public accessibility would
be detrimental to the lands or any natural resources associated
therewith;

(d) agree not to convey the lands except to the federal
government, the State, a local government unit, or another
qualifying tax exempt nonprofit organization, for recreation and
conservation purposes; and

(e) agree to execute and donate to the State at no charge a
conservation restriction pursuant to P.L.1979, c.378 (C.13:8B-1 et
seq.) on the lands to be acquired with the grant.

30 The State shall not use the power of eminent domain in any d. 31 manner for the acquisition of lands by the State for Blue Acres 32 projects using constitutionally dedicated CBT moneys in whole or 33 in part unless a concurrent resolution approving that use is approved 34 by both Houses of the Legislature; except that, without the need for such a concurrent resolution, the State may use the power of 35 36 eminent domain to the extent necessary to establish a value for 37 lands to be acquired from a willing seller by the State for recreation 38 and conservation purposes, as part of a Blue Acres project, using 39 constitutionally dedicated CBT moneys in whole or in part.

40 Moneys in the fund shall not be expended except in e. 41 accordance with appropriations from the fund made by law. Any 42 act appropriating moneys from the Preserve New Jersey Blue Acres 43 Fund shall identify the particular project or projects to be funded by 44 the moneys, and any expenditure for a project for which the 45 location is not identified by municipality and county in the 46 appropriation shall require the approval of the Joint Budget 47 Oversight Committee, or its successor.

13

1 f. Unexpended moneys due to project withdrawals, 2 cancellations, or cost savings shall be returned to the fund to be 3 used for the purposes of the fund.

g. Of the amount authorized pursuant to this section, not more than five percent shall be utilized for organizational, administrative and other work and services, including salaries, equipment and materials necessary to administer the applicable provisions of this act.]¹

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¹[8.] <u>7.</u>¹ (New section) a. The State Treasurer shall establish a fund to be known as the "Preserve New Jersey Farmland Preservation Fund" and shall deposit all moneys received pursuant to ¹paragraph (2) of ¹ subsection ¹[c.] <u>a.</u>¹ of section 5 of this act and any other moneys appropriated by law for deposit into the fund.

Moneys in the fund shall be invested in permitted investments or shall be held in interest-bearing accounts in those depositories as the State Treasurer may select, and may be invested and reinvested in permitted investments or as other trust funds in the custody of the State Treasurer in the manner provided by law. All interest or other income or earnings derived from the investment or reinvestment of moneys in the fund shall be credited to the fund.

b. (1) The moneys in the fund are specifically dedicated and
shall be used for the same purposes as those set forth in section 37
of P.L.1999, c.152 (C.13:8C-37) and as provided in paragraph (2)
of this subsection.

(2) Of the moneys deposited into the Preserve New Jersey
Farmland Preservation Fund each year, ¹up to¹ 3 percent shall be
allocated by the committee on an annual basis for stewardship
activities.

30 c. Moneys in the fund shall not be expended except in 31 accordance with appropriations from the fund made by law. Any 32 act appropriating moneys from the Preserve New Jersey Farmland 33 Preservation Fund shall identify any particular project or projects to 34 be funded by the moneys, and any expenditure for a project for 35 which the location is not identified by municipality and county in 36 the appropriation shall require the approval of the Joint Budget 37 Oversight Committee, or its successor, except as permitted 38 otherwise in accordance with the same exceptions as those specified 39 in paragraph (2) of subsection b. of section 23 of P.L.1999, c.152 40 (C.13:8C-23).

d. Unexpended moneys due to project withdrawals,cancellations, or cost savings shall be returned to the fund.

¹[e. Of the amount authorized pursuant to this section, not more
than five percent shall be utilized for organizational, administrative
and other work and services, including salaries, equipment and
materials necessary to administer the applicable provisions of this
act.]¹

¹[9.] <u>8.</u>¹ (New section) a. The State Treasurer shall establish a 1 2 fund to be known as the "Preserve New Jersey Historic Preservation 3 Fund" and shall deposit all moneys received pursuant to ¹paragraph (3) of 1 subsection 1 [d.] <u>a.</u> of section 5 of this act and any other 4 5 moneys appropriated by law for deposit into the fund.

Moneys in the fund shall be invested in permitted investments or 6 7 shall be held in interest-bearing accounts in those depositories as 8 the State Treasurer may select, and may be invested and reinvested 9 in permitted investments or as other trust funds in the custody of the 10 State Treasurer in the manner provided by law. All interest or other 11 income or earnings derived from the investment or reinvestment of 12 moneys in the fund shall be credited to the fund.

13 b. The moneys in the fund are specifically dedicated and shall 14 be used for the same purposes as those set forth in section 41 of 15 P.L.1999, c.152 (C.13:8C-41), and for emergency intervention and 16 the acquisition of historic preservation easements.

17 Moneys in the fund shall not be expended except in c. 18 accordance with appropriations from the fund made by law. Any 19 act appropriating moneys from the Preserve New Jersey Historic 20 Preservation Fund shall identify any particular project or projects to 21 be funded by the moneys, and any expenditure for a project for 22 which the location is not identified by municipality and county in 23 the appropriation shall require the approval of the Joint Budget 24 Oversight Committee, or its successor.

25 d. Unexpended moneys due to project withdrawals, 26 cancellations, or cost savings shall be returned to the fund.

27 ¹[e. Of the amount authorized pursuant to this section, not more than five percent shall be utilized for organizational, administrative 28 29 and other work and services, including salaries, equipment and 30 materials necessary to administer the applicable provisions of this act. **1**¹ 31

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¹[10.] <u>9.</u>¹ (New section) a. Notwithstanding the provisions of 33 subparagraph (b) of paragraph (2) of subsection a. of section 27 of 34 35 P.L.1999, c.152 (C.13:8C-27) to the contrary, a grant by the State 36 for lands acquired or developed for recreation and conservation 37 purposes by a local government unit in a municipality eligible to 38 receive State aid pursuant to P.L.1978, c.14 (C.52:27D-178 et seq.) 39 shall be for 75 percent of the cost of acquisition or development of 40 the lands by the local government unit, except that the department 41 may authorize an increase in the State's share of the cost up to 100 42 percent of the allowable funding cap established by the department 43 upon a demonstration of special need or exceptional circumstances.

44 b. A local government unit or a qualifying tax exempt 45 nonprofit organization may use a grant or loan received pursuant to this act for recreation and conservation purposes for the 46 47 construction of a community garden, provided that public access to the lands acquired for recreation and conservation purposes is not
 limited by the community garden.

3

4 ¹[11.] <u>10.</u>¹(New section) Lands acquired or developed by the 5 State, a local government unit, or a qualifying tax exempt nonprofit 6 organization for recreation and conservation purposes using 7 constitutionally dedicated CBT moneys shall not be conveyed, 8 disposed of, or diverted to a use for other than recreation and 9 conservation purposes without complying with the provisions of 10 sections 31 through 35 of P.L.1999, c.152 (C.13:8C-31 through C.13:8C-35), as appropriate, and any other applicable law. 11

12

13 ¹[12.] <u>11.</u>¹ (New section) A local government unit that receives 14 a grant or loan for recreation and conservation purposes pursuant to 15 this act shall satisfactorily operate and maintain the lands acquired 16 or developed pursuant to the conditions of the agreement between 17 the local government unit and the department when the grant or 18 loan is made. In the event that the local government unit cannot or 19 will not correct deficiencies in the operation and maintenance 20 within a reasonable time period, the commissioner may require the 21 repayment of all or a portion of the grant or loan amount received 22 by the local government unit.

23

24 ¹[13.] <u>12.</u>¹ (New section) a. At least once every two years, the Department of Environmental Protection, the State Agriculture 25 26 Development Committee, and the New Jersey Historic Trust shall 27 each submit to the Garden State Preservation Trust a list of projects 28 recommended to receive funding pursuant to this act. Except as 29 otherwise provided by this act, such funding recommendations shall 30 be based upon the same respective priority systems, ranking 31 criteria, and funding policies as those established pursuant to 32 sections 23, 24, 26, 27, and 37 through 42 of P.L.1999, c.152 33 (C.13:8C-23, C.13:8C-24, C.13:8C-26, C.13:8C-27, and C.13:8C-34 37 through C.13:8C-42), section 7 of P.L.2005, c.178 (C.13:8C-35 38.1), and sections 1 and 2 of P.L.2001, c.405 (C.13:8C-40.1 and 36 C.13:8C-40.2), and any rules or regulations adopted pursuant to 37 thereto.

38 b. The Garden State Preservation Trust shall review the project 39 lists submitted pursuant to subsection a. of this section, and prepare, 40 and submit to the Governor and to the President of the Senate and 41 the Speaker of the General Assembly for introduction in the 42 Legislature, proposed legislation appropriating moneys pursuant to 43 this act to fund projects on any such list. The Legislature may 44 approve one or more appropriation bills containing a project list or 45 lists submitted by the Garden State Preservation Trust pursuant to 46 this subsection.

¹[14.] <u>13.</u>¹ (New section) Within one year after the date of enactment of this act, and biennially thereafter, the Garden State Preservation Trust, after consultation with Department of Environmental Protection, the State Agriculture Development Committee, and the New Jersey Historic Trust shall submit to the Governor and the Legislature, pursuant to section 2 of P.L.1991, c.164 (C.52:14-19.1), a written report, which shall:

8 Describe the progress being made with respect to the a. 9 acquisition and development of lands for recreation and 10 conservation purposes, including lands that have incurred flood or 11 storm damage or are likely to do so, or that may buffer or protect 12 other properties from flood or storm damage, the preservation of 13 farmland, and the preservation of historic properties, and provide recommendations with respect to any legislative, administrative, or 14 15 local action that may be required to enable the Department of Environmental Protection, the State Agriculture Development 16 17 Committee, and the New Jersey Historic Trust to meet their goals 18 and objectives;

19 b. Tabulate, both for the reporting period and cumulatively, the 20 total acreage for the entire State, and the acreage in each county and 21 municipality, of lands acquired for recreation and conservation 22 purposes, including lands that protect water supplies and lands that 23 have incurred flood or storm damage or are likely to do so, or that 24 may buffer or protect other properties from flood or storm damage, 25 using (1) funding provided by this act, and (2) any other funding 26 provided for such purposes;

c. Tabulate, both for the reporting period and cumulatively, the total acreage for the entire State, and the acreage in each county and municipality, of farmland preserved for farmland preservation purposes using (1) funding provided by this act, and (2) any other funding provided for such purposes;

d. Tabulate, both for the reporting period and cumulatively, the
total acreage for the entire State, and the acreage in each county and
municipality, of any donations of land for recreation and
conservation purposes or farmland preservation purposes;

e. List, both for the reporting period and cumulatively, and by
location by county and municipality, all stewardship activities
funded pursuant to subsection ¹[e.] <u>b.</u>¹ of section 6 of this act and
paragraph (2) of subsection b. of section ¹[8] <u>7</u>¹ of this act;

f. List, both for the reporting period and cumulatively, and by
project name, project sponsor, and location by county and
municipality, all historic preservation projects, including emergency
intervention and the acquisition of historic preservation easements,
funded with constitutionally dedicated CBT moneys in whole or in
part;

g. Indicate those areas of the State where, as designated by the
Department of Environmental Protection in the Open Space Master
Plan prepared pursuant to section 5 of P.L.2002, c.76 (C.13:8C-

1 25.1), the acquisition and development of lands by the State for 2 recreation and conservation purposes, including lands that have 3 incurred flood or storm damage or are likely to do so, or that may 4 buffer or protect other properties from flood or storm damage, is 5 planned or is most likely to occur, and those areas of the State 6 where there is a need to protect water resources, including the 7 identification of lands where protection is needed to assure 8 adequate quality and quantity of drinking water supplies in times of 9 drought, indicate those areas of the State where the allocation of 10 constitutionally dedicated CBT moneys for farmland preservation 11 purposes is planned or is most likely to occur, and provide a 12 proposed schedule and expenditure plan for those acquisitions, 13 developments, and allocations, for the next reporting period, which shall include an explanation of how those acquisitions, 14 15 developments, and allocations will be distributed throughout all 16 geographic regions of the State to the maximum extent practicable 17 and feasible;

18 h. List any surplus real property owned by the State or an 19 independent authority of the State that may be utilizable for 20 recreation and conservation purposes or farmland preservation 21 purposes, and indicate what action has been or must be taken to 22 effect a conveyance of those lands to the department, the 23 committee, local government units, qualifying tax exempt nonprofit 24 organizations, or other entities or persons so that the lands may be 25 preserved and used for those purposes;

List, for the reporting period, all projects for which 26 i. applications for funding under the Green Acres, ¹[Blue Acres,]¹ 27 28 farmland preservation, and historic preservation programs were 29 received but not funded with constitutionally dedicated CBT 30 moneys or other funds during the reporting period, and the reason 31 or reasons why those projects were not funded;

32 Tabulate, both for the reporting period and cumulatively, the j. 33 total acreage for the entire State, and the acreage in each county and 34 municipality, of lands acquired for recreation and conservation 35 purposes that protect water resources and that have incurred flood 36 or storm damage or are likely to do so, or that may buffer or protect 37 other properties from flood or storm damage; and

38 k. Describe any other information or statistics necessary to 39 document the expenditure of funds pursuant to this act in 40 conjunction with the expenditure of funds pursuant to P.L.1999, 41 c.152 (C.13:8C-1 et al.) and any Green Acres bond act.

42

43 ¹[15.] <u>14.</u>¹ (New section) a. The Department of Environmental 44 Protection, the State Agriculture Development Committee, the New 45 Jersey Historic Trust, and the Department of the Treasury shall each adopt, pursuant to the "Administrative Procedure Act," P.L.1968, 46 47 c.410 (C.52:14B-1 et seq.), such rules and regulations as may be

necessary to implement and carry out the goals and objectives of
 this act.

b. Notwithstanding the provisions of any law to the contrary, 3 4 any rules and regulations of the Department of Environmental 5 Protection, the State Agriculture Development Committee, the New 6 Jersey Historic Trust, and the Department of the Treasury that have 7 been adopted pursuant to the "Administrative Procedure Act" and 8 are in effect as of the date of enactment of this act, that are not 9 inconsistent with the provisions of this act, and that pertain to the Green Acres, ¹[Blue Acres,]¹ farmland preservation, and historic 10 preservation programs continued pursuant to this act, shall continue 11 12 in effect until amended or supplemented and readopted as necessary 13 to reflect the provisions and requirements of this act.

14

15 1 [16.] <u>15.</u> Section 24 of P.L.1999, c.152 (C.13:8C-24) is 16 amended to read as follows:

(1) There is established in the Department of 17 24. a. Environmental Protection the Office of Green Acres. 18 The 19 commissioner may appoint an administrator or director who shall 20 supervise the office, and the department may employ such other 21 personnel and staff as may be required to carry out the duties and 22 responsibilities of the department and the office pursuant to [this 23 act] P.L.1999, c.152 (C.13:8C-1 et al.) and P.L., c. (C.) 24 (pending before the Legislature as this bill), all without regard to 25 the provisions of Title 11A, Civil Service, of the New Jersey 26 Statutes. Persons appointed or employed as provided pursuant to 27 this subsection shall be compensated in a manner similar to other 28 employees in the Executive Branch, and their compensation shall be 29 determined by the Civil Service Commission.

30 (2) The Green Acres Program in the Department of 31 Environmental Protection, together with all of its functions, powers 32 and duties, are continued and transferred to and constituted as the 33 Office of Green Acres in the Department of Environmental 34 Protection. Whenever, in any law, rule, regulation, order, contract, 35 document, judicial or administrative proceeding or otherwise, 36 reference is made to the Green Acres Program, the same shall mean 37 and refer to the Office of Green Acres in the Department of 38 Environmental Protection. This transfer shall be subject to the 39 provisions of the "State Agency Transfer Act," P.L.1971, c.375 40 (C.52:14D-1 et seq.).

41 b. The duties and responsibilities of the office shall be as42 follows:

43 (1) Administer all provisions of [this act] <u>P.L.1999, c.152</u>
44 (C.13:8C-1 et al.) and P.L., c. (C.) (pending before the
45 Legislature as this bill) pertaining to funding the acquisition and
46 development of lands for recreation and conservation purposes as

authorized pursuant to Article VIII, Section II, paragraph 6 and
 paragraph 7 of the State Constitution;

3 (2) Continue to administer all grant and loan programs for the 4 acquisition and development of lands for recreation and 5 conservation purposes, including the Green Trust, established or 6 funded for those purposes pursuant to: P.L.1961, c.45 (C.13:8A-1 7 et seq.); P.L.1971, c.419 (C.13:8A-19 et seq.); P.L.1975, c.155 8 (C.13:8A-35 et seq.); or any Green Acres bond act; and

9 (3) Adopt, with the approval of the commissioner and pursuant 10 to the "Administrative Procedure Act," P.L.1968, c.410 (C.52:14B-11 1 et seq.), rules and regulations:

12 (a) establishing application procedures for grants and loans for 13 the acquisition and development of lands for recreation and 14 conservation purposes, criteria and policies for the evaluation and 15 priority ranking of projects for eligibility to receive funding for 16 recreation and conservation purposes using constitutionally 17 dedicated moneys pursuant to P.L.1999, c.152 (C.13:8C-1 et al.) or 18 constitutionally dedicated CBT moneys pursuant to 19 P.L., c. (C.) (pending before the Legislature as this bill), 20 any conditions that may be placed on the award of a grant or loan 21 for recreation and conservation purposes pursuant to [this act] 22 P.L.1999, c.152 (C.13:8C-1 et al.) or P.L. , c. (C. .) 23 (pending before the Legislature as this bill), and any restrictions 24 that may be placed on the use of lands acquired or developed with a 25 grant or loan for recreation and conservation purposes pursuant to [this act] P.L.1999, c.152 or P.L. , c. 26 (C.) (pending before the Legislature as this bill) . The criteria and policies 27 28 established pursuant to this subparagraph for the evaluation and 29 priority ranking of projects for eligibility to receive funding for 30 recreation and conservation purposes using constitutionally 31 dedicated moneys pursuant to P.L.1999, c.152 (C.13:8C-1 et al.) or constitutionally dedicated CBT moneys pursuant to 32 33 P.L., c. (C.) (pending before the Legislature as this bill) 34 may be based upon, but need not be limited to, such factors as: 35 protection of the environment, natural resources, water resources, 36 watersheds, aquifers, wetlands, floodplains and flood-prone areas, 37 stream corridors, beaches and coastal resources, forests and grasslands, scenic views, biodiversity, habitat for wildlife, rare, 38 39 threatened, or endangered species, and plants; vernal habitat; degree 40 of likelihood of development; promotion of greenways; provision 41 for recreational access and use; protection of geologic, historic, 42 archaeological, and cultural resources; relative cost; parcel size; and 43 degree of public support; and 44 (b) addressing any other matters deemed necessary to implement

(b) addressing any other matters deemed necessary to implement
and carry out the goals and objectives of Article VIII, Section II,
paragraph 6 and paragraph 7 of the State Constitution and [this act]
P.L.1999, c.152 (C.13:8C-1 et al.) and P.L. , c. (C.)
(pending before the Legislature as this bill) with respect to the

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1 acquisition and development of lands for recreation and 2 conservation purposes , including the acquisition of lands for 3 recreation and conservation purposes that have been damaged by, or 4 may be prone to incurring damage caused by, storms or storm-5 related flooding, or that may buffer or protect other lands from such 6 damage ; and 7 (4) Establishing criteria and policies for the evaluation and 8 priority ranking of State projects to acquire and develop lands for 9 recreation and conservation purposes using constitutionally 10 dedicated moneys pursuant to P.L.1999, c.152 (C.13:8C-1 et al.) or 11 constitutionally dedicated CBT moneys pursuant to 12 P.L., c. (C.) (pending before the Legislature as this bill), 13 which criteria and policies may be based upon, but need not be 14 limited to, such factors as: protection of the environment, natural 15 resources, water resources, watersheds, aquifers, wetlands, 16 floodplains and flood-prone areas, stream corridors, beaches and 17 coastal resources, forests and grasslands, scenic views, biodiversity, 18 habitat for wildlife, rare, threatened, or endangered species, and 19 plants; vernal habitat; degree of likelihood of development; 20 promotion of greenways; provision for recreational access and use; 21 protection of geologic, historic, archaeological, and cultural 22 resources; relative cost; parcel size; and degree of public support. 23 (cf: P.L.2008, c.29, s.114) 24 ¹[17.] <u>16.</u>¹ This act shall take effect immediately. 25