

SENATE BUDGET AND APPROPRIATIONS COMMITTEE

STATEMENT TO

[First Reprint]

SENATE, No. 466

STATE OF NEW JERSEY

DATED: MAY 20, 2004

The Senate Budget and Appropriations Committee reports favorably Senate Bill No. 466 (1R).

This bill directs the Department of Environmental Protection (DEP) to prepare and adopt appropriate revisions and updates to the current New Jersey Statewide Water Supply Plan no later than December 31, 2005. The DEP is already required by law to prepare and adopt revisions and updates to the Plan at least once every five years; the current plan was last updated in June, 1996.

The bill requires the DEP, in preparing its revisions and updates to the current plan, to consult with the New Jersey Water Supply Authority and the New Jersey Environmental Infrastructure Trust, as appropriate, as well with public and private water purveyors. The two State agencies have the primary responsibility for the development and financing of needed public and private water supply projects.

The bill appropriates the sum of \$2.5 million to the department from the "Water Supply Fund" created pursuant to the "Water Supply Bond Act of 1981," P.L.1981, c.261, as amended by P.L.1983, c.355 and P.L.1997, c.223, to cover the costs of revising and updating the New Jersey Statewide Water Supply Plan. Under the provisions of P.L.1997, c.223, moneys in the "Water Supply Fund" may be used by the DEP "for the purposes of covering the costs of the department for planning and feasibility studies for ground and surface water programs, water delivery and treatment programs, the analysis and implementation of water conservation practices, or the updating of the New Jersey Statewide Water Supply Plan."

FISCAL IMPACT

This bill appropriates \$2.5 million to the DEP from the "Water Supply Fund," created to receive proceeds of bonds issued under the "Water Supply Bond Act of 1981," to cover the costs of revising and updating the New Jersey Statewide Water Supply Plan.