



State of New Jersey

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CHRIS CHRISTIE
Governor
Kim Guadagno
Lt. Governor

Andrew P. Sidamon-Eristoff
State Treasurer

TO: David J. Rosen
Legislative Budget and Finance Officer
FROM: Andrew P. Sidamon-Eristoff AS-E
State Treasurer
DATE: April 20, 2011
SUBJECT: Assembly Budget Committee Follow-up

Chairman Greenwald:

Question: Please submit a list of all new bonds the Administration intends to issue in FY 2012, indicating for each planned bond issuance the amount of bonding the Administration intends to do, the bonding authority to be used to issue the bonds, and the purpose of the bonding.

Answer: See Attachment A.

Assemblyman Schaer:

Question: The Governor's FY 2012 Budget integrates \$321.1 million in savings to the State from the first phase of the Administration's multi-year plan to reform the provision of health care benefits to retired public school teachers as well as active and retired employees of the State and its public universities. Please set forth the amount of annual savings the reforms are estimated to accrue to the State once they will be fully implemented.

Answer:

Savings for F/Y 2015	
State Actives Projected Savings	FY 2015 (Savings in \$millions) \$561
State Retirees Projected Savings	FY 2015 (Savings in \$millions) \$ 94
Local Education Retirees Projected Savings	FY 2015 (Savings in \$millions) \$216
TOTAL	FY 2015 (Savings in \$millions) \$871

Question: Please detail the annual debt service payments by fiscal year through FY 2020 on bonds the Administration plans to issue for the Transportation Trust Fund in calendar years 2011 through 2016.

Answer: See Attachment B

Assemblywoman Watson Coleman:

Question: By the end of FY 2011, the Administration intends to lapse \$9.0 million from the New Jersey Affordable Housing Trust Fund into the State General Fund because of "cancelled encumbrances." Please explain why the \$9.0 million is not needed in the New Jersey Affordable Housing Trust Fund to combat homelessness and document the number of individuals anticipated to receive rental assistance under the program in FY 2011 at the time of adopting the FY 2011 appropriations act and at the time of the department's response to this question.

Answer: Repeating a savings initiative from the FY 2011 Budget, the \$9 million is available because of the change in the way funding is provided for project-base assistance awarded to low-income rental unit developers. The FY 2011 SRAP program is fully funded. According to the Department of Community Affairs (DCA), at the time the FY 2011 Appropriations Act was adopted, the State Rental Assistance Program (SRAP) was providing rental assistance to 4,420 households. Currently, the program is assisting 4,350 households. The number of households has decreased as a result of program terminations for failure to comply with work requirements and natural attrition among elderly participants.

Question: By the end of FY 2011, the Administration intends to lapse \$1.5 million in State Facilities Education Act Surplus Funds (Department of Corrections) into the State General Fund. Please explain the reason(s) for which the \$1.5 million is not needed to provide educational services to individuals in correctional facilities.

Answer: SFEA funds are provided each year to the Department of Corrections to provide educational services in institutions. \$1.4 million of the amount planned to lapse is from one time carry forward funds. The lapse is in addition to the Department of Corrections FY11 SFEA appropriation.

Question: The Governor's FY 2012 Budget recommends a \$149.0 million appropriation to the Transitional Aid to Localities program, which marks a \$10 million cut from FY 2011. Please explain the reason(s) for cutting the program and provide a list, by municipality, of transitional aid amounts municipalities received in FY 2011 and are recommended to receive in FY 2012.

Answer: This \$10 million reduction from FY 2011 represents a 6% savings for FY 2012. A total of \$159 million in aid was provided to 22 qualified localities in FY 2011. The Department of Community Affairs (DCA), which administers this program, will continue to assist localities in aggressively reducing costs and prioritizing services in an effort to reduce their dependence on State aid. This aid is intended to be temporary help for a few years. The actions taken by qualified localities to achieve cost savings in FY 2011 should provide for greater annualized savings in FY 2012. A requested complete listing of aid amounts by municipality and those recommended to receive aid in FY 2012 should be directed to DCA.

ATTACHMENT A

Fiscal Year 2012

July 2011	State of New Jersey	To Be Determined	Working Capital
August 2011	NJ Transportation Trust Fund Authority	\$700.0 million	New Money
Sept/Oct 2011	NJ Building Authority	\$30.0 million	Refunding/Restructuring
December 2011	NJ Transportation Trust Fund Authority	\$600.0 million	New Money

Fiscal Year 2012 OR Beyond

To Be Determined	NJ Economic Development Authority	\$400.0 million	New Money – School Construction
To Be Determined	State of New Jersey	To Be Determined	New Money - General Obligation Bonds (including Green Acres)

Attachment B

BOND DEBT SERVICE

30-Year Level
Fiscal Year 2011 - \$600 Million

Dated Date 05/15/2011
Delivery Date 05/15/2011

Period Ending	Principal	Coupon	Interest	Debt Service
06/30/2012			38,744,468.75	38,744,468.75
06/30/2013	8,635,000	5.000%	35,764,125.00	44,399,125.00
06/30/2014	9,065,000	5.000%	35,332,375.00	44,397,375.00
06/30/2015	9,520,000	5.000%	34,879,125.00	44,399,125.00
06/30/2016	9,995,000	5.000%	34,403,125.00	44,398,125.00
06/30/2017	10,495,000	5.000%	33,903,375.00	44,398,375.00
06/30/2018	11,020,000	5.000%	33,378,625.00	44,398,625.00
06/30/2019	11,570,000	5.000%	32,827,625.00	44,397,625.00
06/30/2020	12,150,000	5.000%	32,249,125.00	44,399,125.00
	82,450,000		311,481,968.75	393,931,968.75

BOND DEBT SERVICE

30-Year Level
Series 2011 ADated Date 08/01/2011
Delivery Date 08/01/2011

Period Ending	Principal	Coupon	Interest	Debt Service
06/30/2012	9,990,000	6.000%	37,418,333.33	47,408,333.33
06/30/2013	9,575,000	6.000%	42,300,600.00	51,875,600.00
06/30/2014	10,150,000	6.000%	41,726,100.00	51,876,100.00
06/30/2015	10,755,000	6.000%	41,117,100.00	51,872,100.00
06/30/2016	11,400,000	6.000%	40,471,800.00	51,871,800.00
06/30/2017	12,085,000	6.000%	39,787,800.00	51,872,800.00
06/30/2018	12,810,000	6.000%	39,062,700.00	51,872,700.00
06/30/2019	13,580,000	6.000%	38,294,100.00	51,874,100.00
06/30/2020	14,395,000	6.000%	37,479,300.00	51,874,300.00
	104,740,000		357,657,833.33	462,397,833.33

BOND DEBT SERVICE

30-Year Level
Series 2011 BDated Date 12/15/2011
Delivery Date 12/15/2011

Period Ending	Principal	Coupon	Interest	Debt Service
06/30/2012	5,685,000	6.000%	18,000,000	23,685,000
06/30/2013	8,070,000	6.000%	35,658,900	43,728,900
06/30/2014	8,555,000	6.000%	35,174,700	43,729,700
06/30/2015	9,070,000	6.000%	34,661,400	43,731,400
06/30/2016	9,610,000	6.000%	34,117,200	43,727,200
06/30/2017	10,190,000	6.000%	33,540,600	43,730,600
06/30/2018	10,800,000	6.000%	32,929,200	43,729,200
06/30/2019	11,450,000	6.000%	32,281,200	43,731,200
06/30/2020	12,135,000	6.000%	31,594,200	43,729,200
	85,565,000		287,957,400	373,522,400

BOND DEBT SERVICE

30-Year Level
Series 2012

Dated Date 07/01/2012
Delivery Date 07/01/2012

Period Ending	Principal	Coupon	Interest	Debt Service
06/30/2013	16,065,000	6.000%	61,633,333.33	77,698,333.33
06/30/2014	14,380,000	6.000%	63,536,100.00	77,916,100.00
06/30/2015	15,245,000	6.000%	62,673,300.00	77,918,300.00
06/30/2016	16,160,000	6.000%	61,758,600.00	77,918,600.00
06/30/2017	17,125,000	6.000%	60,789,000.00	77,914,000.00
06/30/2018	18,155,000	6.000%	59,761,500.00	77,916,500.00
06/30/2019	19,245,000	6.000%	58,672,200.00	77,917,200.00
06/30/2020	20,400,000	6.000%	57,517,500.00	77,917,500.00
	136,775,000		486,341,533.33	623,116,533.33

BOND DEBT SERVICE

30-Year Level
Series 2013

Dated Date 07/01/2013
Delivery Date 07/01/2013

Period Ending	Principal	Coupon	Interest	Debt Service
06/30/2014	9,190,000	6.000%	35,260,000	44,450,000
06/30/2015	8,225,000	6.000%	36,348,600	44,573,600
06/30/2016	8,720,000	6.000%	35,855,100	44,575,100
06/30/2017	9,245,000	6.000%	35,331,900	44,576,900
06/30/2018	9,800,000	6.000%	34,777,200	44,577,200
06/30/2019	10,385,000	6.000%	34,189,200	44,574,200
06/30/2020	11,010,000	6.000%	33,566,100	44,576,100
	66,575,000		245,328,100	311,903,100

BOND DEBT SERVICE

30-Year Level
Series 2014

Dated Date 07/01/2014
Delivery Date 07/01/2014

Period Ending	Principal	Coupon	Interest	Debt Service
06/30/2015	9,115,000	6.000%	34,973,333.33	44,088,333.33
06/30/2016	8,160,000	6.000%	36,053,100.00	44,213,100.00
06/30/2017	8,650,000	6.000%	35,563,500.00	44,213,500.00
06/30/2018	9,170,000	6.000%	35,044,500.00	44,214,500.00
06/30/2019	9,720,000	6.000%	34,494,300.00	44,214,300.00
06/30/2020	10,300,000	6.000%	33,911,100.00	44,211,100.00
	55,115,000		210,039,833.33	265,154,833.33

BOND DEBT SERVICE

30-Year Level
Series 2015

Dated Date 07/01/2015
Delivery Date 07/01/2015

Period Ending	Principal	Coupon	Interest	Debt Service
06/30/2016	8,965,000	6.000%	34,400,000	43,365,000
06/30/2017	8,025,000	6.000%	35,462,100	43,487,100
06/30/2018	8,510,000	6.000%	34,980,600	43,490,600
06/30/2019	9,020,000	6.000%	34,470,000	43,490,000
06/30/2020	9,560,000	6.000%	33,928,800	43,488,800
	44,080,000		173,241,500	217,321,500

BOND DEBT SERVICE BREAKDOWN

30-Year Level
30-Year Level - Five Series

Period Ending	Fiscal Year 2011 - \$600 Million	Series 2011 A	Series 2011 B	Series 2012	Series 2013	Series 2014	Series 2015	Total
06/30/2012	38,744,468.75	47,408,333.33	23,685,000					109,837,802.08
06/30/2013	44,399,125.00	51,875,600.00	43,728,900	77,698,333.33				217,701,958.33
06/30/2014	44,397,375.00	51,876,100.00	43,729,700	77,916,100.00	44,450,000			262,369,275.00
06/30/2015	44,399,125.00	51,872,100.00	43,731,400	77,918,300.00	44,573,600	44,088,333.33		306,582,858.33
06/30/2016	44,398,125.00	51,871,800.00	43,727,200	77,918,600.00	44,575,100	44,213,100.00	43,365,000	350,068,925.00
06/30/2017	44,398,375.00	51,872,800.00	43,730,600	77,914,000.00	44,576,900	44,213,500.00	43,487,100	350,193,275.00
06/30/2018	44,398,625.00	51,872,700.00	43,729,200	77,916,500.00	44,577,200	44,214,500.00	43,490,600	350,199,325.00
06/30/2019	44,397,625.00	51,874,100.00	43,731,200	77,917,200.00	44,574,200	44,214,300.00	43,490,000	350,198,625.00
06/30/2020	44,399,125.00	51,874,300.00	43,729,200	77,917,500.00	44,576,100	44,211,100.00	43,488,800	350,196,125.00
	393,931,968.75	462,397,833.33	373,522,400	623,116,533.33	311,903,100	265,154,833.33	217,321,500	2,647,348,168.74

BOND DEBT SERVICE

30-Year Level
30-Year Level - Five Series

Dated Date 05/15/2011
Delivery Date 05/15/2011

Period Ending	Principal	Coupon	Interest	Debt Service
06/30/2012	15,675,000	6.000%	94,162,802.08	109,837,802.08
06/30/2013	42,345,000	**	175,356,958.33	217,701,958.33
06/30/2014	51,340,000	**	211,029,275.00	262,369,275.00
06/30/2015	61,930,000	**	244,652,858.33	306,582,858.33
06/30/2016	73,010,000	**	277,058,925.00	350,068,925.00
06/30/2017	75,815,000	**	274,378,275.00	350,193,275.00
06/30/2018	80,265,000	**	269,934,325.00	350,199,325.00
06/30/2019	84,970,000	**	265,228,625.00	350,198,625.00
06/30/2020	89,950,000	**	260,246,125.00	350,196,125.00
	575,300,000		2,072,048,168.74	2,647,348,168.74