

R.S. 27: 23-5.8 et seq.

LEGISLATIVE FACT SHEET

ON

N.J.R.S. 27: 23-5.8 et seq. (Turnpike bonds - 40 yrs. m.  
( 1966 Amendment)

LAWS OF 1966

CHAPTER 8

SENATE 124

~~ASSEMBLY~~

INTRODUCED Jan. 24, 1966

BY Ridolfi

STATEMENT

YES

NO

AMENDED DURING PASSAGE

YES

NO

HEARING

VETO

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CHAPTER 8 LAWS OF N. J. 1966  
APPROVED 2/16/66

SENATE No. 124

STATE OF NEW JERSEY

INTRODUCED JANUARY 24, 1966

By Senator RIDOLFI

(Without Reference)

AN ACT to supplement and amend "An act to facilitate vehicular traffic in the State of New Jersey by providing for the construction, maintenance, repair and operation of turnpike projects; creating the New Jersey Turnpike Authority and defining its powers and duties; providing for financing such projects by the issuance of turnpike revenue bonds of the authority, payable solely from the tolls, other revenues and proceeds of such bonds; and providing for the collection of tolls and other revenues to pay the cost of construction, maintenance, repair and operation of such projects and to pay such bonds and the interest thereon," approved October 27, 1948 (P. L. 1948, c. 454), as said title was amended by P. L. 1950, chapter 1.

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

1 1. The New Jersey Turnpike Authority shall have, in addition to the  
2 powers heretofore granted to it, power to pay or make any advance or con-  
3 tribution to the United States Government or the State of New Jersey or  
4 any agency thereof for the purpose of paying the State's share or any por-  
5 tion thereof under the Federal aid highway laws of the cost of construction  
6 of any highway improvement determined by the authority to be a major  
7 improvement necessary to restore or prevent physical damage to the turn-  
8 pike project, for the safe or efficient operation of such project, or to prevent  
9 loss of revenues therefrom.

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

1       2. Section 7 of chapter 454 of the laws of 1948 is amended to read as  
2 follows:

3       7. The authority is hereby authorized to provide by resolution, at one  
4 time or from time to time, for the issuance of bonds of the authority for any  
5 of its corporate purposes, including the refunding of its bonds. The prin-  
6 cipal of and the interest on any issue of such bonds shall be payable solely  
7 from and may be secured by a pledge of tolls and other revenues of all or  
8 any part of the turnpike project financed in whole or in part with the pro-  
9 ceeds of such issue or with the proceeds of bonds refunded or to be re-  
10 funded by such issue; provided, that the proceeds of any such bonds may  
11 be used or pledged for the payment or security of the principal of or  
12 interest on bonds and for the establishment of any or all reserves for such  
13 payment or security or for other corporate purposes as the authority may  
14 authorize in the resolution authorizing the issuance of bonds or in the  
15 trust agreement securing the same. The bonds of each issue shall be  
16 dated, shall bear interest at such rate or rates, shall mature at such time  
17 or times not exceeding [35] 40 years from their date or dates, as may be  
18 determined by the authority, and may be made redeemable before maturity,  
19 at the option of the authority, at such price or prices and under such terms  
20 and conditions as may be fixed by the authority prior to the issuance of the  
21 bonds. The authority shall determine the form of the bonds including any  
22 interest coupons to be attached thereto, and shall fix the denomination or  
23 denominations of the bonds and the place or places of payment of principal  
24 and interest, which may be at any bank or trust company within or without  
25 the State. The bonds shall be signed by the chairman of the authority or  
26 shall bear his facsimile signature and the official seal of the authority or  
27 a facsimile thereof shall be impressed, imprinted, engraved or otherwise re-  
28 produced thereon. The official seal or facsimile thereof shall be attested by  
29 the secretary and treasurer of the authority, or by such other officer or agent  
30 as the authority shall appoint and authorize and any coupons attached to  
31 such bonds shall bear the facsimile signature of the chairman of the author-

32 ity. In case any officer whose signature or a facsimile of whose signature  
33 shall appear on any bonds or coupons shall cease to be such officer before the  
34 delivery of such bonds, such signature or such facsimile shall nevertheless  
35 be valid and sufficient for all purposes the same as if he had remained in  
36 office until such delivery. All bonds issued under the provisions of this act  
37 shall have and are hereby declared to have all the qualities and incidents  
38 of negotiable instruments under the negotiable instruments law of the State.  
39 The bonds may be issued in coupon or in registered form, or both, as the  
40 authority may determine, and provision may be made for the registration  
41 of any coupon bonds as to principal alone and also as to both principal and  
42 interest, and for the reconversion into coupon bonds of any bonds regis-  
43 tered as to both principal and interest. The authority may sell such bonds  
44 in such manner and for such price, as it may determine to be for the best  
45 interests of the authority. Neither the members of the authority nor any  
46 person executing the bonds shall be personally liable on the bonds or be ac-  
47 countable by reason of the issuance thereof in accordance with the pro-  
48 visions of this act.

49 The proceeds of the bonds of each issue shall be disbursed in such man-  
50 ner and under such restrictions, if any, as the authority may provide in the  
51 resolution authorizing the issuance of such bonds or in the trust agreement  
52 hereinafter mentioned securing the same.

53 Prior to the preparation of definitive bonds, the authority may, under  
54 like restrictions, issue interim receipts or temporary bonds, with or without  
55 coupons, exchangeable for definitive bonds when such bonds shall have been  
56 executed and are available for delivery. The authority may also provide  
57 for the replacement of any bonds which shall become mutilated or shall be  
58 destroyed or lost. Bonds may be issued under the provisions of this act  
59 without obtaining the consent of any department, division, commission, board,  
60 bureau or agency of the State, and without any other proceedings or the  
61 happening of any other conditions or things than those proceedings, condi-  
62 tions or things which are specifically required by this act.

63       The State of New Jersey does pledge to and agree with the holders of  
64 the bonds issued pursuant to authority contained in this act, that the State  
65 will not limit or restrict the rights hereby vested in the authority to maintain,  
66 construct, reconstruct, and operate any projects as defined in this act, or to  
67 establish and collect such charges and tolls as may be convenient or neces-  
68 sary to produce sufficient revenue to meet the expenses of maintenance and  
69 operation thereof and to fulfill the terms of any agreements made with the  
70 holders of bonds authorized by this act or in any way impair the rights or  
71 remedies of the holders of such bonds until, the bonds, together with in-  
72 terest thereon, are fully paid and discharged. Laws of 1948, chapter 454,  
73 page 1864, section 7, as amended laws of 1950, chapter 1, page 20, section 6.

1       3. This act shall take effect immediately.