(School bonds--submission of proposal--extend time if State
:uSA 18A:58-33.26 aid has been approved)

LASS OF 1980 CHAPTER 33
dill :10. $\qquad$ A1075

Gponsar\{s) Doyle
Date introduced Feb. 21, 1980 $\qquad$
Comaitiee: Asseribly _ Education
Senate $\qquad$ Education $x \cdot x$ 0
Amended during !assume
Cate of Passage: Assembly April 21, 1980 $\qquad$ Senate _-May 19, 1980 $\qquad$
Date of approval? ___ June 3._-_ 1980 $\qquad$

Following statements are attached if available:


Sponsor's statement:
This bill extends from 1 year to 18 months the time allowed for a Board of Education to submit its bonds proposal to the Commissioner after having been declared eligible to receive supplemental State school building aid.
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# ASSEMBLY, No. 1075 

## STATE OF NEW JERSEY

# INTRODUCED FEBRUARY 21, 1980 

By Assemblyman DOYLE

Referred to Committee on Education

> An Act to amend the "Additional State School Building Aid Act," approved July 13, 1978 (P. L. 1978, c. 74).

Be it enacted by the Senate and General Assembly of the State of New Jersey:

1. Section 5 of P. L. 1978, c. 74 (C. 18A:58-33.26) is amended to read as follows:
2. a. If the State Board of Education shall find that any such school district is not able to provide the suitable educational facilities described hereinabove the State Board of Education shall by resolution determine (1) that such school district is entitled to receive additional State school building aid pursuant to this act, (2) the number of pupils in resident enrollment in such school district on September 30, 1976 for purposes of computation under this act or the number of handicapped pupils between the ages of 13 and 21 whose vocational education needs were not met prior to the enactment of this act, (3) the principal amount of bonds (which amount is hereinafter sometimes referred to as the "entitlement") which are to be entitled to the benefits of the provisions of this act, and (4) the maturity schedule for such principal amount of bonds approved by said board.
b. At any time within [1 year] 18 months after the adoption by the State Board of Education of the resolution referred to in subsection a. with respect to a particular school district, said school district may submit to the Commissioner of Education a copy of a proposal or ordinance authorizing the issuance of bonds entitled to the benefits of this act in accordance with said resolution, provided that such ordinance or proposal had not been adopted, approved or become effective prior to January 1, 1978, and to make or provide any and all investigations, determinations, endorsements, certifications, considerations, approvals, restrictions, lime-

27 tations, consents, resolutions, estimates or approvals, which may 28 be required or provided by this act with respect to any such manner as said commissioner shall determine.
1 2. This act shall take effect immediately.

## STATEMENT

This bill extends from 1 year to 18 months the time allowed for a Board of Education to submit its bonds proposal to the commissioner after having been declared eligible to receive supplemental State school building aid.

## ASSEMBLY EDUCATION COMMITTEE

## STATEMENT TO

ASSEMBLY, No. 1075

## STATE OF NEW JERSEY

DATED: APRIL 17, 1980

## Purpose:

Assembly Bill No. 1075 provides an additional 6 months, from June 6 to December 6, for school districts to spend the funds received from the Additional State School Building Aid det of 1978.

## Background:

In 1978 the New Jersey Legislature authorized a 100-million dollar State-supported bond issue for local school districts. It was the Legislature's intent that the money should be used to (1) renovate aged or deteriorated buildings; (2) renovate buildings that were inaccessible or not built for the use of handicapped persons; and (3) construct vocational school buildings for handicapped individuals, age 13 to 21 . Funds were distributed to districts according to their severity of need. Local districts were given until June 6, 1980 to receive authorization for their bonds. Eighty-five districts received funds. Of the 85 districts that received funds, 32 districts have not yet completed the final phase of the application process.

The final phase of the application process requires school districts to submit to the commissioner a copy of the board proposal or municipal ordinance authorizing the issuance of a bond. In Type II districts a board proposal must be preceded by voter approval of the bond. In Type I districts the school district depends upon the municipality enacting an ordinance. Thirty-two districts have failed to pass a referendum or an ordinance authorizing the bond issue. Eight districts have had their bond referendum rejected by the voters of the district.

Another obstacle facing local districts in 1980 is the prohibition against holding a bond referendum within 20 days prior to or after a general election. With the primary election on June 3, the last date on which a bond referendum can be held is May 16.

## STATE OF NEW JERSEY

DATED: MAY 15, 1980

The Senate Education Committee favorahly reports this hill and endorses the Statement of the Assembly Fiducation Committee as follows:

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Governor Erendan Eyrne today signed the following bills:
S-1031, sponsored by Senator Mathew Feldman (D-Bersen) which pemits the New Jersey Educational Facilities Authority to refinance outstanding nortgageq. of public and private institutions of higher education winch are held by private lenders at higher rates than could be obtained by the Authority.

In the past, the Authority could only participate in the funding of a project to acquire, design, construct or rehabilitate a Facility. Inis bill permits the Authority to purchase and lease a project or to lead funds to an institution to enable it to retire outstanding obligations.

S-1234, sponsored by Senator Anthony Scardino, Jr. (D-Bergen) which validates school district bond authorization proceadings notwithstending that notices relating to the election were not published as required by the "Absentee Voting Law" of 1953.

The bill validates the proceedings for the Fairrier School District. Review of the proceedings by the bond counsel revealed that the civilian absentee ballot form had not been published, but rather referral was made to an address and phone number for obtaining the application form.

A-1075, sponsored by Assemblyman Joha Paul Doyle (D-Ocean) which extends the deadline for local boards of education to submit their bond proposals to the Commissioner of Education in order to receive supplemental school building aid from one year to eighteen months.
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The Additional State School Building Act of 1978 avthorized the state to provide $\$ 100$ million in aid to school districts with shortages of facilities or deteriorating school buildings.

In order to receive tha add, the local boaris wad to submit a band resolution authorizing the issumes of bonds for the constrietion or renoration of school facilities to the Comisaioner of Education by June 6, , 1980 , ene year from the date that the school hoerds were notified that they were entitled to receive the aid by the State Board of Education.

Of the 85 districts entitled to receive aid, 65 require bond referenduas, but only 31 of those districts have passed the needed referendu.

This bill provides the districts with an additional six months to get the referendum approved by the voters.

