

# ***PART III***

## ***CAPITAL PROGRAM AND FINANCING PLAN***



# ***CAPITAL PROGRAM AND FINANCING PLAN***

## ***INTRODUCTION***

The Five-Year Capital Program and Financing Plan (the Plan) is submitted in accordance with section 22-c of the State Finance Law. The Plan consists of two sections, the Financing Plan and the Capital Program Plan, which provide financing and capital planning information for the current fiscal year and the five-year projection period from 2004-05 through 2008-09. As required by statute, the Plan will be updated following the enactment of the State Budget.

The Financing Plan provides a summary of agency capital spending on an agency and program basis and by financing source. Financing sources include State and Federal pay-as-you-go (PAYG) resources and proceeds from the issuance of general obligation and authority bonds. The Financing Plan includes detailed information on State-supported debt obligations, including the level of State-supported debt outstanding, debt issuances, retirements, and debt service costs. State-supported debt includes bonds or notes issued by the State or a State public benefit corporation for which the State is constitutionally obligated to pay debt service or is contractually obligated to pay debt service subject to an appropriation.

The Capital Program Plan describes agency capital goals and objectives, capital maintenance efforts, recommended methods for financing ongoing capital programs or initiatives, and schedules of projected appropriations, commitments and disbursements by agency.

To more accurately capture the level of capital cash disbursements supported by State resources and appropriations, the Financing Plan and the Capital Program Plan includes spending that is reflected by the State Comptroller as activity in State funds or accounts (i.e., spending financed with State and Federal cash resources and spending initially financed with State resources and reimbursed with State-supported bond proceeds) as well as capital receipts and spending that is financed directly from State-supported bond proceeds. This spending is not reflected by the Comptroller in actual cash-basis results, but is counted as receipts and spending in the Generally Accepted Accounting Principles (GAAP)-basis Financial Statements.

Following the Capital Program Plan section of the Plan is a section on Non-State-Supported Debt Obligations, which includes State-guaranteed debt, moral obligation financings and contingent contractual obligation financings. Under these financings, the State does not have a direct obligation to pay debt service but, under certain conditions, the State may be called upon to pay debt service if certain non-State resources are insufficient to satisfy scheduled debt service payments. The State does not expect to be required to pay debt service on any of these obligations in 2004-05.

**FINANCING PLAN**

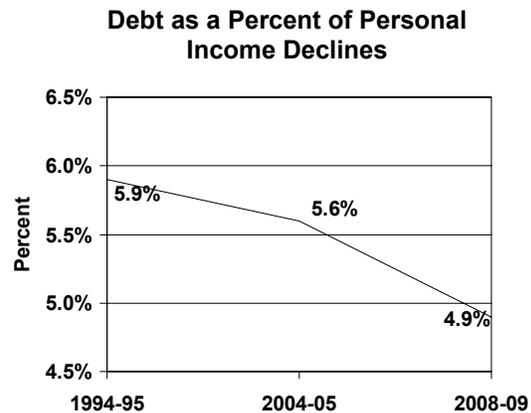
**OVERVIEW**

The Plan reflects continued support for capital projects that promote high technology projects, improve or maintain the State’s transportation infrastructure, support educational projects that foster a competitive workforce, protect the State’s natural resources, and enhance recreational opportunities and tourism. The State has both statutory and policy initiatives that ensure capital spending is prudently financed and that both the levels and costs of State-supported debt remain affordable. Those initiatives include:

- Using variable rate bonds and interest rate exchange agreements (swaps) at up to 15 percent of State-supported debt levels;
- Issuing traditional fixed rate bonds, convertible refunding bonds, swaps and variable rate bonds to maximize savings opportunities in a low interest rate environment;
- Using lower cost State Personal Income (PIT) Tax Revenue Bonds to finance capital projects;
- Ensuring that new bonded recommendations remain within the caps and limitations imposed by the Debt Reform Act of 2000 such that debt service costs are below 5 percent of All Governmental Funds receipts and debt outstanding is below 4 percent of State personal income. To ensure that the provisions of the Debt Reform Act are made permanent, the Governor will resubmit his Constitutional Debt Reform bill to:
  - Constitutionally mandate the State-supported debt outstanding and debt service caps now imposed by the Debt Reform Act;
  - Ban “back door” borrowing;
  - Constitutionally authorize a limited amount of revenue-backed debt and require that at least one-half of all new debt be approved by the voters; and
  - Authorize multiple general obligation bond act proposals; and
- Modernizing bond resolutions to eliminate unnecessary debt service reserve funds and lower debt levels.

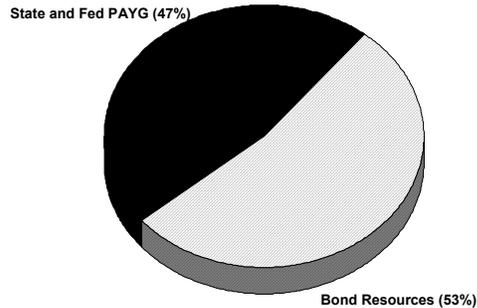
The use of these debt management initiatives will continue to successfully control the growth and costs of the State’s debt obligations. Under all standard measures, debt levels continue to remain affordable. Over the Plan:

- The five-year average annual growth in total State-supported debt outstanding is projected to be 1.9 percent — less than the 4.8 percent average annual growth in personal income.
- Total State debt is projected to decline as a percent of personal income — from 5.6 percent in 2004-05 to 4.9 percent in 2008-09.
- Total debt service costs as a percent of All Funds receipts is projected to remain below 5 percent.



- Slightly less than one-half of the Plan's total capital spending is projected to be financed with State and Federal PAYG resources, with the bulk of that from Federal transportation funding.

**47 Percent of Capital Spending Financed with Cash Resources**

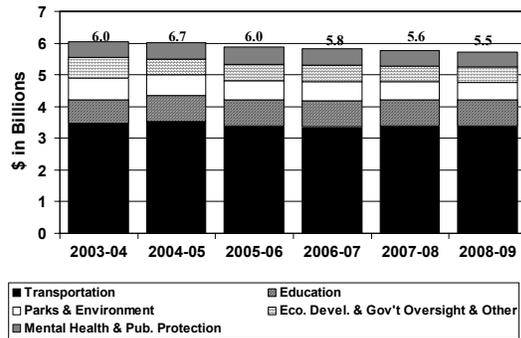


**CAPITAL SPENDING IS PRIORITIZED TO PRESERVE INFRASTRUCTURE AND ENCOURAGE ECONOMIC GROWTH**

Over the Five-Year Plan, capital spending recommendations of \$29.6 billion, or about \$5.9 billion annually, focus on capital projects that achieve the core missions and priorities of each agency's program. Recommended new capital appropriations and reappropriations total roughly \$44.6 billion (net of transfers).

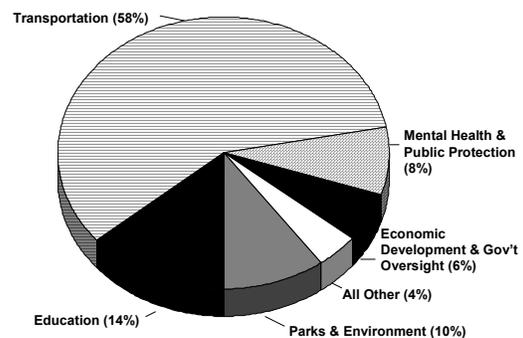
Transportation spending, primarily for improvements and maintenance to the State's highways and bridges, continues to account for the largest share (58 percent) of total spending over the Plan. The balance of total spending will support other priority capital investments in the areas of education (14 percent), parks and the environment (10 percent), mental health and public protection (eight percent), economic development and government oversight (six percent) and health and social welfare, general government and other areas (four percent).

**Spending Is Prioritized to Preserve the State's Capital Infrastructure**



Capital Projects Funds spending in 2004-05 is projected at \$6.7 billion, or \$653 million higher than the revised projection for 2003-04. This growth in spending is primarily attributable to the timing of disbursements for economic development projects financed under the existing Centers of Excellence/Empire Opportunity Fund/Gen\*NY\*sis/RESTORE/Community Capital Assistance/Multi-Modals Program, and new spending for the Regional Economic Growth Program to support high priority technology economic development projects (\$441 million), general government (\$106 million), transportation (\$77 million), education (\$59 million), public protection (\$9 million), and other areas (\$16 million), offset by modest decreases in spending from the completion of prior year commitments in the areas of parks and the environment (\$39 million), health and social welfare (\$15 million), and mental health (\$1 million).

**Five-Year Share of Capital Investments**



## FINANCING PLAN

### CAPITAL SPENDING BY FUNCTION 2003-2004 THROUGH 2008-2009 (thousands of dollars)

	<u>2003-2004</u>	<u>2004-2005</u>	<u>2005-2006</u>	<u>2006-2007</u>	<u>2007-2008</u>	<u>2008-2009</u>
Transportation	3,460,994	3,538,449	3,385,625	3,364,351	3,384,090	3,404,217
Parks and Environment	687,980	649,095	621,514	600,578	591,311	554,717
Economic Development & Gov't. Oversight	360,737	802,117	354,100	270,419	141,117	99,450
Health and Social Welfare	143,111	127,785	124,368	124,030	116,870	112,800
Education	747,417	806,730	811,730	821,730	818,730	808,730
Public Protection	205,970	215,450	239,950	244,150	217,250	204,150
Mental Health	298,829	297,546	285,301	268,552	270,865	272,883
General Government	79,650	185,150	82,921	61,550	59,772	51,618
Other	<u>58,850</u>	<u>74,400</u>	<u>75,045</u>	<u>42,125</u>	<u>30,000</u>	<u>10,000</u>
<b>Total</b>	<u><u>6,043,538</u></u>	<u><u>6,696,722</u></u>	<u><u>5,980,554</u></u>	<u><u>5,797,485</u></u>	<u><u>5,630,005</u></u>	<u><u>5,518,565</u></u>

Key spending recommendations included in 2004-05 and over the remaining four years of the Plan are discussed below.

- Transportation capital spending of \$17.1 billion includes the final year (2004-05) of the current five-year Department of Transportation (DOT) Capital Plan that will support highway and bridge construction levels of \$1.65 billion. This level of funding will continue to foster economic growth by facilitating the efficient movement of people and goods and preserving important investments in the State's transportation infrastructure. Until new successors to the existing DOT Capital Plan and Federal Transportation Act (TEA-21) programs are developed, the outyears of the Plan assume construction levels will remain at \$1.65 billion annually. Federal aid projections anticipate increases to New York under the successor Federal Act that was due October 1, 2003. This increased level is continued through the outyears of the Plan. When engineering costs and programs for other modes of transportation are added, capital spending for transportation will average over \$3.4 billion annually over the Plan. The DOT Plan continues to assist localities in funding various transportation projects. Funding for local transportation programs, including the Consolidated Highway Improvement Program (CHIPS) and the Marchiselli Program, is projected at about \$340 million in 2004-05 and is projected to total more than \$1.6 billion over the Capital Plan.
- Parks and environment capital spending of \$3.0 billion will average over \$603 million annually and will continue to focus on the clean up of environmental hazards. Spending to support the newly refinanced State Superfund Program and the new Brownfields Program for the remediation of hazardous waste and hazardous substances and for off-site contamination of Brownfield clean-up sites will average about \$94 million annually over the Plan. Another \$15 million in annual disbursements will support grants and the implementation of State Superfund and Brownfield Cleanup Programs. Average annual spending of \$122 million from the Environmental Protection Fund (EPF) will continue to finance a variety of critical environmental and recreational activities, including the Hudson River Park project and other municipal park projects. In addition, spending financed by reappropriations for the Clean Water/Clean Air Bond Act (CWCA) approved by the voters in 1996 will average about \$105 million over the Plan and will finance water quality improvement and landfill and recycling projects.
- Economic development and government oversight spending of \$1.7 billion will average \$333 million annually and will support: economic development projects; housing programs administered by the Division of Housing and Community Renewal (DHCR); the disposal of nuclear waste at the Western New York Nuclear Service Center at West Valley; and the preservation and improvement of State Fairground buildings. The Plan includes \$250 million in new funding for the Regional Economic Growth Program that will support priority high technology and economic development projects across the State. The plan also continues to support previously authorized economic development programs, including support for various projects financed

under the Centers of Excellence/Empire Opportunity Fund/Gen\*NY\*sis/RESTORE/Community Capital Assistance/Multi-Modals Program, Community Enhancement Facilities Assistance Program (CEFAP), the Strategic Investment Program, the Office of Science, Technology and Academic Research (NYSTAR) Capital Facilities Program, and the Economic Development and Natural Resources Preservation Program (EDNRP). Capital spending for housing will average \$113 million annually over the Plan and will continue to facilitate the construction and preservation of the State's low and moderate-income housing stock. The \$441 million increase in 2004-05 spending from the prior year is primarily attributable to the timing of disbursements for economic development projects financed under the existing Centers of Excellence/Empire Opportunity Fund/Gen\*NY\*sis/RESTORE/Community Capital Assistance/Multi-Modals Program, and new spending for the Regional Economic Growth Program.

- Spending of more than \$600 million for health and social welfare will average \$121 million annually and will support: the preservation and maintenance of residential and non-residential youth facilities operated by the Office of Children and Family Services (OCFS); Homeless Housing Assistance Program (HHAP) Grants administered by the Office of Temporary and Disability Assistance (OTDA); and capital projects to protect the health and safety of patients at veterans homes and health care facilities operated by the Department of Health (DOH). In addition, new appropriations to the Department of Health will support the costs of replacing the existing 25-year old Veterans Nursing Home at Oxford. One-third of the cost of the new facility, or approximately \$21 million, will be financed by the State and the remaining two-thirds will be financed with Federal resources.
- Education spending of \$4.1 billion will average \$814 million annually and reflects a new \$1.8 billion Five-Year Capital Investment Program for the State University of New York (SUNY) and a new \$1.1 billion Five-Year Capital Investment Program for the City University of New York (CUNY) to support facility and infrastructure improvements that are consistent with the needs and priorities of each system. The Plan also includes a new appropriation of \$350 million to finance private and public higher education facilities capital matching grants and \$80 million to provide school districts Transportation Capital Transition Grants to facilitate the conversion of such aid to an approach that more closely matches the useful life of the projects. Education reappropriations also include support for the five-year SUNY and CUNY community college Plans and the five-year SUNY Dormitories Plan enacted in 2003-04.
- Spending for public protection of \$1.1 billion will average \$224 million annually and will continue to focus on preserving and maintaining infrastructure investments at existing correctional facilities, and facilities operated and maintained by the Division of Military and Naval Affairs (DMNA) and the Division of State Police (DSP).
- Spending for mental hygiene capital projects of \$1.4 billion will average \$279 million annually. Department of Mental Hygiene spending will continue to support essential health and safety, rehabilitation and maintenance projects needed to preserve and maintain both institutional and community-based facilities operated and/or licensed by the Office of Mental Health (OMH), the Office of Mental Retardation and Developmental Disabilities (OMRDD), and the Office of Alcoholism and Substance Abuse Services (OASAS).
- General government spending of \$441 million will average almost \$90 million annually and will continue to support plans for the construction, rehabilitation, consolidation and renovation of State office buildings to achieve space efficiencies and reduce operational costs. Over the Plan, general government spending will continue to support the renovation of the Alfred E. Smith Office Building and the State Capitol, and the construction of the new Elk Street parking garage. The large increase in spending in this area is primarily attributable to \$100 million in spending for local public safety answering point equipment upgrades for wireless E-911 service.

## **FINANCING PLAN**

As noted previously, the amounts shown above reflect \$1.3 billion in spending in 2004-05 (and average annual spending of about \$760 over the four remaining years of the Plan) that the Comptroller does not recognize in actual cash spending totals, but does reflect in the GAAP Financial Statements and in State-supported debt outstanding and debt service costs. This spending supports economic development programs, including CEFAP, and the Centers of Excellence/Empire Opportunity Fund/Gen\*NY\*sis/ RESTORE/Community Capital Assistance/Multi-Modals Program; the CHIPs program which assists localities in funding various transportation programs; Department of Mental Hygiene capital projects; and education programs for CUNY higher education facilities, SUNY Dormitory Facilities and SUNY community colleges.

### **ESSENTIAL CAPITAL INVESTMENTS ARE PRUDENTLY FINANCED**

The Plan continues to finance capital projects with a responsible combination of PAYG and bonded resources. Over the Five-Year Plan, 47 percent of total capital spending will be financed with cash resources — with 15 percent of total capital spending attributable to State PAYG resources and 32 percent attributable to Federal grants. The percentage of the Plan financed with authority bond proceeds and general obligation bonds is 50 percent and three percent, respectively.

#### **CAPITAL SPENDING BY FINANCING SOURCES 2003-2004 THROUGH 2008-2009 (thousands of dollars)**

	<u>2003-2004</u>	<u>2004-2005</u>	<u>2005-2006</u>	<u>2006-2007</u>	<u>2007-2008</u>	<u>2008-2009</u>
<b>Financing Source</b>						
State Pay-As-You-Go	1,162,228	1,128,857	994,327	879,353	821,445	721,385
Federal Pay-As-You-Go	1,614,961	1,830,995	1,892,581	1,882,354	1,849,077	1,816,874
General Obligation Bonds	241,543	206,575	201,985	164,661	138,394	86,800
Authority Bonds	<u>3,024,806</u>	<u>3,530,295</u>	<u>2,891,661</u>	<u>2,871,117</u>	<u>2,821,089</u>	<u>2,893,506</u>
<b>Total</b>	<u><u>6,043,538</u></u>	<u><u>6,696,722</u></u>	<u><u>5,980,554</u></u>	<u><u>5,797,485</u></u>	<u><u>5,630,005</u></u>	<u><u>5,518,565</u></u>

#### **CAPITAL SPENDING BY FINANCING SOURCES 2003-2004 THROUGH 2008-2009 (percent of total spending)**

	<u>2003-2004</u>	<u>2004-2005</u>	<u>2005-2006</u>	<u>2006-2007</u>	<u>2007-2008</u>	<u>2008-2009</u>
<b>Financing Source</b>						
State Pay-As-You-Go	19	17	17	15	15	13
Federal Pay-As-You-Go	27	27	32	32	33	33
General Obligation Bonds	4	3	3	3	2	2
Authority Bonds	<u>50</u>	<u>53</u>	<u>48</u>	<u>50</u>	<u>50</u>	<u>52</u>
<b>Total</b>	<u><u>100</u></u>	<u><u>100</u></u>	<u><u>100</u></u>	<u><u>100</u></u>	<u><u>100</u></u>	<u><u>100</u></u>

### **STATE AND FEDERAL PAY-AS-YOU-GO FINANCING**

Over the Five-Year Plan, slightly less than one-half of total spending is supported by State and Federal PAYG resources. State PAYG financing reflects payments for capital programs on a current basis from current State revenues. Federal PAYG resources support spending financed by grants from the Federal Government, primarily for highways and bridges, drinking water and water pollution control facilities, public protection, and housing.

State PAYG resources include: General Fund taxes; other taxes and user fees set aside or dedicated for specific capital programs; repayments from local governments and public authorities for their share of projects; and transfers from other funds, including the General Fund. Over the Plan, State PAYG resources of more than \$4.5 billion will support 15 percent of total spending.

Approximately \$2.7 billion, or an average of \$548 million annually, of State PAYG financing over the Plan is in the Dedicated Highway and Bridge Trust Fund (DHBTF). The DHBTF receives receipts from the petroleum business tax, motor fuel tax, highway use tax, auto rental tax, motor vehicle and other transportation-related fees. Receipts deposited to the DHBTF are used to finance projects on a PAYG basis, to pay debt service on DHBTF and CHIPS Bonds, and to ensure that the debt service coverage requirements provided by the DHBTF Bond covenants are satisfied.

Capital spending supported by General Fund receipts is classified as a transfer to the various Capital Projects Funds. The General Fund transfer, which is reflected in total State PAYG spending, is projected at \$187 million in 2004-05 and will average \$204 million annually over the Plan. The General Fund transfer primarily finances minor rehabilitation projects of facilities operated by the Office of General Services (OGS), the Department of Environmental Conservation (DEC) and the Department of Mental Hygiene. The General Fund transfers also include \$15 million annually to the Hazardous Waste Remedial Fund to support the new State Superfund program.

State PAYG resources derived from statutorily dedicated revenues that finance projects for environmental and recreational purposes are projected to average approximately \$166 million annually. In addition to \$13 million in miscellaneous receipts that will be deposited into the Hazardous Waste Remedial Fund, the EPF will continue to receive annual deposits of real estate transfer taxes (\$112 million) and other miscellaneous receipts (approximately \$9 million annually). The State Park Infrastructure Fund (SPIF), which continues to be supported by park fees and other miscellaneous revenues, will finance about \$22 million annually in improvements to the State's park system.

Over the Plan, Federal grants account for 32 percent of total capital spending. The largest components of Federal PAYG spending are for transportation and the environment, averaging over \$1.7 billion per year. In addition, \$65 million per year will be spent for the Federal spending share of Department of Health Safe Drinking Water projects. Until a new successor to the existing TEA-21 is developed, the outyears of the Plan assume Federal aid levels for transportation will total approximately \$1.6 billion annually, reflecting an assumed increase over current levels under the succeeding Federal act.

# FINANCING PLAN

**CAPITAL PROJECTS FINANCED BY  
STATE AND FEDERAL PAY-AS-YOU-GO RESOURCES  
2003-2004 THROUGH 2008-2009  
(thousands of dollars)**

	<b>2003-2004</b>	<b>2004-2005</b>	<b>2005-2006</b>	<b>2006-2007</b>	<b>2007-2008</b>	<b>2008-2009</b>
<b>Transportation</b>						
Department of Transportation	2,003,499	2,163,964	2,061,567	1,962,567	1,884,617	1,793,908
Department of Motor Vehicles	116,401	136,449	153,367	149,006	147,670	146,470
Thruway Authority	3,017	4,000	4,000	4,000	4,000	4,000
<b>Parks and Environment</b>						
Department of Environmental Conservation	240,454	237,120	237,117	236,117	241,117	241,117
Office of Parks, Recreation and Historic Preservation	14,400	14,400	14,400	14,400	14,400	14,400
Hudson River Park Trust	40,000	31,683	0	0	0	0
<b>Economic Development &amp; Gov't. Oversight</b>						
Division of Housing and Community Renewal	11,610	11,175	10,575	10,575	10,575	10,575
Department of Agriculture and Markets	1,863	2,000	2,000	2,000	2,000	2,000
Office of Science, Technology, and Academic Research	2,000	0	0	0	0	0
<b>Health and Social Welfare</b>						
Office of Children and Family Services	6,464	6,505	4,365	2,630	2,000	1,500
Department of Health	69,897	70,500	70,000	70,500	70,500	70,500
Office of Temporary and Disability Assistance	1,500	0	0	0	0	0
<b>Education</b>						
State Education Department	4,630	4,630	4,630	4,630	4,630	4,630
City University of New York	9,100	9,100	9,100	9,100	9,100	9,100
State University of New York: Senior Colleges	83,000	52,000	52,000	52,000	71,652	74,000
Community Colleges	5,000	6,000	6,000	6,000	8,348	6,000
<b>Public Protection</b>						
Division of State Police	2,800	2,800	3,500	3,500	3,500	3,500
Division of Military and Naval Affairs	15,170	24,650	48,450	52,650	25,750	12,650
<b>Mental Health</b>						
Office of Mental Health	35,550	37,318	36,500	36,500	36,500	36,500
Office of Mental Retardation and Developmental Disabilities	41,215	41,725	43,070	44,166	45,400	46,800
Office of Alcoholism and Substance Abuse Services	5,679	6,633	7,864	8,991	8,991	8,991
<b>General Government</b>						
Office of General Services	32,350	33,450	46,250	50,250	49,772	41,618
<b>Other</b>						
All State Agencies World Trade Center	25,000	60,000	70,000	40,000	30,000	10,000
Office of Homeland Security	6,590	3,750	2,153	2,125	0	0
<b>Total State and Federal Pay-As-You-Go Financing</b>	<b><u>2,777,189</u></b>	<b><u>2,959,852</u></b>	<b><u>2,886,908</u></b>	<b><u>2,761,707</u></b>	<b><u>2,670,522</u></b>	<b><u>2,538,259</u></b>

# FINANCING PLAN

**CAPITAL PROJECTS FINANCED BY  
STATE PAY-AS-YOU-GO RESOURCES  
2003-2004 THROUGH 2008-2009  
(thousands of dollars)**

	<u>2003-2004</u>	<u>2004-2005</u>	<u>2005-2006</u>	<u>2006-2007</u>	<u>2007-2008</u>	<u>2008-2009</u>
<b>Transportation</b>						
Department of Transportation	639,957	628,669	495,086	382,313	304,040	212,834
Department of Motor Vehicles	116,401	136,449	153,367	149,006	147,670	146,470
Thruway Authority	3,017	4,000	4,000	4,000	4,000	4,000
<b>Parks and Environment</b>						
Department of Environmental Conservation	97,954	94,620	94,617	93,617	98,617	98,617
Office of Parks, Recreation and Historic Preservation	11,900	11,900	11,900	11,900	11,900	11,900
Hudson River Park Trust	40,000	31,683	0	0	0	0
<b>Economic Development &amp; Gov't. Oversight</b>						
Division of Housing and Community Renewal	1,610	1,175	575	575	575	575
Department of Agriculture and Markets	1,863	2,000	2,000	2,000	2,000	2,000
Office of Science, Technology, and Academic Research	2,000	0	0	0	0	0
<b>Health and Social Welfare</b>						
Office of Children and Family Services	6,464	6,505	4,365	2,630	2,000	1,500
Department of Health	5,478	5,500	5,000	5,500	5,500	5,500
Office of Temporary and Disability Assistance	1,500	0	0	0	0	0
<b>Education</b>						
State Education Department	4,630	4,630	4,630	4,630	4,630	4,630
City University of New York	9,100	9,100	9,100	9,100	9,100	9,100
State University of New York: Senior Colleges	83,000	52,000	52,000	52,000	71,652	74,000
Community Colleges	5,000	6,000	6,000	6,000	8,348	6,000
<b>Public Protection</b>						
Division of State Police	2,800	2,800	3,500	3,500	3,500	3,500
Division of Military and Naval Affairs	8,170	8,950	12,350	10,550	7,250	6,850
<b>Mental Health</b>						
Office of Mental Health	35,550	37,318	36,500	36,500	36,500	36,500
Office of Mental Retardation and Developmental Disabilities	41,215	41,725	43,070	44,166	45,400	46,800
Office of Alcoholism and Substance Abuse Services	5,679	6,633	7,864	8,991	8,991	8,991
<b>General Government</b>						
Office of General Services	32,350	33,450	46,250	50,250	49,772	41,618
<b>Other</b>						
Office of Homeland Security	<u>6,590</u>	<u>3,750</u>	<u>2,153</u>	<u>2,125</u>	<u>0</u>	<u>0</u>
<b>Total State Pay-As-You-Go Financing</b>	<u><u>1,162,228</u></u>	<u><u>1,128,857</u></u>	<u><u>994,327</u></u>	<u><u>879,353</u></u>	<u><u>821,445</u></u>	<u><u>721,385</u></u>

## **FINANCING PLAN**

**CAPITAL PROJECTS FINANCED BY  
FEDERAL GRANTS PAY-AS-YOU-GO RESOURCES  
2003-2004 THROUGH 2008-2009  
(thousands of dollars)**

	<u>2003-2004</u>	<u>2004-2005</u>	<u>2005-2006</u>	<u>2006-2007</u>	<u>2007-2008</u>	<u>2008-2009</u>
<b>Transportation</b>						
Department of Transportation	1,363,542	1,535,295	1,566,481	1,580,254	1,580,577	1,581,074
<b>Parks and Environment</b>						
Department of Environmental Conservation	142,500	142,500	142,500	142,500	142,500	142,500
Office of Parks, Recreation and Historic Preservation	2,500	2,500	2,500	2,500	2,500	2,500
<b>Economic Development &amp; Gov't. Oversight</b>						
Division of Housing and Community Renewal	10,000	10,000	10,000	10,000	10,000	10,000
<b>Health and Social Welfare</b>						
Department of Health	64,419	65,000	65,000	65,000	65,000	65,000
<b>Public Protection</b>						
Division of Military and Naval Affairs	7,000	15,700	36,100	42,100	18,500	5,800
<b>Other</b>						
All State Agencies World Trade Center	25,000	60,000	70,000	40,000	30,000	10,000
<b>Total Federal Grants Pay-As-You-Go Financing</b>	<u>1,614,961</u>	<u>1,830,995</u>	<u>1,892,581</u>	<u>1,882,354</u>	<u>1,849,077</u>	<u>1,816,874</u>

### **GENERAL OBLIGATION BOND FINANCING**

General obligation bond financing of capital projects is accomplished through the issuance of full-faith and credit State bonds that have been authorized by the voters. The Plan assumes the continued implementation of eight previously authorized bond acts (four for transportation and four for environmental and recreational programs). Over the Five-Year Plan, the bulk of general obligation bond financed spending (\$525 million) supports environmental protection projects approved by the 1996 CWCA Bond Act. Disbursements from the 1986 Environmental Quality Bond Act for hazardous waste remediation will be completed during the Plan period, and will average about \$41 million annually over the Plan. Spending authorizations from the remaining six bond acts will be virtually depleted by the end of the Plan.

Over the Plan period, general obligation financed spending accounts for only three percent of total spending. Spending supported by general obligation bonds totals over three percent in 2004-05, primarily from the 1996 CWCA Bond Act and 1986 Environmental Quality Bond Act. Capital spending supported by general obligation bonds declines to about two percent of total spending by the end of the Plan, reflecting the impact of the spend-down from authorizations other than the CWCA Bond Act.

## FINANCING PLAN

**CAPITAL PROJECTS FINANCED BY  
GENERAL OBLIGATION BONDS  
2003-2004 THROUGH 2008-2009  
(thousands of dollars)**

<b>Transportation</b>	<b>2003-2004</b>	<b>2004-2005</b>	<b>2005-2006</b>	<b>2006-2007</b>	<b>2007-2008</b>	<b>2008-2009</b>
Department of Transportation						
Action - 1988	10,000	8,000	6,000	4,000	2,000	2,000
Infrastructure Renewal - 1983	4,160	5,000	5,000	5,000	5,000	5,000
Energy Conservation - 1979	40	200	200	200	200	200
Transportation Capital Facilities - 1967	1,400	400	400	400	400	400
<b>Parks and Environment</b>						
Department of Environmental Conservation						
Clean Water/Clean Air 1996	124,591	124,591	124,591	100,000	100,000	75,000
EQBA 1986	60,000	60,000	60,000	50,000	26,594	0
EQBA 1972	6,000	3,000	3,000	3,000	3,000	3,000
Pure Waters 1965	1,600	1,200	1,200	1,200	1,200	1,200
Office of Parks, Recreation and Historic Preservation						
EQBA 1986	3,343	3,775	1,185	861	0	0
Environmental Facilities Corporation						
Clean Water/Clean Air 1996	292	292	292	0	0	0
<b>Economic Development &amp; Gov't. Oversight</b>						
Energy Research and Development Authority						
Clean Water/Clean Air 1996	117	117	117	0	0	0
<b>Health and Social Welfare</b>						
Department of Health						
Clean Water/Clean Air 1996	30,000	0	0	0	0	0
<b>Total General Obligation Bond Financing</b>	<b>241,543</b>	<b>206,575</b>	<b>201,985</b>	<b>164,661</b>	<b>138,394</b>	<b>86,800</b>

### **AUTHORITY BOND FINANCING**

Authority bond-financed capital spending is reimbursed by the proceeds of bonds sold by State public authorities pursuant to contractual agreements with the State. Over the Plan, approximately 50 percent of total spending will be financed with authority bond proceeds.

The largest component of spending financed by authority bonds over the Plan is within the DHBTf (43 percent). DHBTf Bonds that are issued to support the final year of the current five-year DOT Capital Plan are projected at \$880 million in 2004-05. DHBTf Bond issuances in 2005-06 through 2008-09 will support construction letting levels of \$1.65 billion annually.

The State expects to use State PIT Revenue Bonds as the financing vehicle for the vast majority of bond-financed spending for non-transportation programs. Bond-financed spending for such programs decreases from approximately \$2.3 billion in 2004-05 to about \$1.4 billion in 2008-09, reflecting the "spend out" of certain economic development programs, including the Strategic Investment Program, CEFAP, and the Centers of Excellence/Empire Opportunity Fund/Gen\*NY\*sis/RESTORE/Community Capital Assistance/Multi-Modals Program. Authority bonds will also support about \$696 million in new spending for the Regional Economic Growth Program, a new Veterans Nursing Home at Oxford, Transportation Capital Transition Grants to school districts, and public and private higher education facilities capital matching grants.

# FINANCING PLAN

## CAPITAL PROJECTS FINANCED BY AUTHORITY BONDS RESOURCES 2003-2004 THROUGH 2008-2009 (thousands of dollars)

	<u>2003-2004</u>	<u>2004-2005</u>	<u>2005-2006</u>	<u>2006-2007</u>	<u>2007-2008</u>	<u>2008-2009</u>
<b>Transportation</b>						
Department of Transportation	1,322,477	1,220,436	1,155,091	1,239,178	1,340,203	1,452,239
<b>Parks and Environment</b>						
Department of						
Environmental Conservation	186,000	166,729	179,729	195,000	205,000	220,000
Office of Parks, Recreation and Historic Preservation	10,000	0	0	0	0	0
Environmental Facilities Corporation	1,300	6,305	0	0	0	0
<b>Economic Development &amp; Gov't. Oversight</b>						
Division of Housing and						
Community Renewal	74,840	78,275	73,625	73,625	73,625	73,625
Urban Development Corporation	50	90,000	83,333	100,000	41,667	0
Office of Science, Technology and Academic Research	3,000	15,000	17,700	0	0	0
Energy Research and Development Authority	13,250	11,350	13,250	13,250	13,250	13,250
All State Departments and Agencies						
Regional Economic Development	189,485	509,200	103,500	37,500	0	0
Strategic Investment Program	12,000	55,000	50,000	33,469	0	0
Community Enhancement Facility Assistance Program	50,497	30,000	0	0	0	0
Economic Development and Natural Resource Preservation Program	2,025	0	0	0	0	0
<b>Health and Social Welfare</b>						
Office of Children						
and Family Services	12,250	21,380	13,253	14,150	14,270	12,800
Department of Health	0	1,400	8,750	8,750	2,100	0
Office of Temporary and Disability Assistance	23,000	28,000	28,000	28,000	28,000	28,000
<b>Education</b>						
State University of New York:						
Senior Colleges	335,000	365,000	395,000	395,000	395,000	395,000
Community Colleges	20,000	50,000	50,000	50,000	35,000	35,000
City University of New York	215,000	215,000	215,000	215,000	215,000	215,000
State Education Department	75,687	75,000	0	0	0	0
Higher Education Facilities Capital Matching Grants	0	30,000	80,000	90,000	80,000	70,000
<b>Public Protection</b>						
Department of Correctional Services	188,000	188,000	188,000	188,000	188,000	188,000
<b>Mental Health</b>						
Office of Mental Health	159,982	158,635	148,006	132,018	132,030	132,042
Office of Mental Retardation and Developmental Disabilities	31,767	26,800	24,885	24,979	25,094	25,700
Office of Alcoholism and Substance Abuse Services	24,636	26,435	24,976	21,898	22,850	22,850
<b>General Government</b>						
Office of General Services	47,300	51,700	36,671	11,300	10,000	10,000
Department of State	0	100,000	0	0	0	0
<b>Other</b>						
Judiciary	16,100	3,500	445	0	0	0
Homeland Security	11,160	7,150	2,447	0	0	0
<b>Total Authority Bond Financing</b>	<u>3,024,806</u>	<u>3,530,295</u>	<u>2,891,661</u>	<u>2,871,117</u>	<u>2,821,089</u>	<u>2,893,506</u>

**CAPITAL PROJECTS FUNDS FINANCIAL PLAN**

The following table provides an explanation of the receipt, disbursement, transfer and general obligation bond amounts contained in the Plan and how they correspond to the applicable Governmental Funds financial plans.

**CAPITAL PROJECTS FUNDS FINANCIAL PLAN  
PREPARED ON THE CASH BASIS OF ACCOUNTING  
2003-2004 THROUGH 2008-2009**

(thousands of dollars)

	<u>2003-2004</u>	<u>2004-2005</u>	<u>2005-2006</u>	<u>2006-2007</u>	<u>2007-2008</u>	<u>2008-2009</u>
<b>Opening fund balances</b>	<u>(790,539)</u>	<u>(349,874)</u>	<u>(411,507)</u>	<u>(483,775)</u>	<u>(510,140)</u>	<u>(523,637)</u>
<b>Receipts:</b>						
Taxes	1,751,700	1,805,700	1,756,600	1,762,100	1,783,500	1,801,300
Miscellaneous receipts	3,685,718	3,741,866	3,058,943	3,055,138	3,017,848	3,085,686
Federal grants	<u>1,620,949</u>	<u>1,839,772</u>	<u>1,901,722</u>	<u>1,891,684</u>	<u>1,858,407</u>	<u>1,826,204</u>
Total receipts	<u>7,058,367</u>	<u>7,387,338</u>	<u>6,717,265</u>	<u>6,708,922</u>	<u>6,659,755</u>	<u>6,713,190</u>
<b>Disbursements:</b>						
Grants to local governments	1,665,712	2,040,670	1,487,582	1,303,191	1,182,670	1,083,156
Capital projects	<u>4,377,826</u>	<u>4,656,052</u>	<u>4,492,972</u>	<u>4,494,294</u>	<u>4,447,335</u>	<u>4,435,409</u>
Total disbursements	<u>6,043,538</u>	<u>6,696,722</u>	<u>5,980,554</u>	<u>5,797,485</u>	<u>5,630,005</u>	<u>5,518,565</u>
<b>Other financing sources (uses):</b>						
Transfers from other funds	265,603	224,838	238,583	241,743	252,964	250,789
Transfers to other funds	(1,087,367)	(1,108,487)	(1,217,962)	(1,340,945)	(1,432,811)	(1,543,927)
Bond and note proceeds	<u>247,600</u>	<u>131,400</u>	<u>170,400</u>	<u>161,400</u>	<u>136,600</u>	<u>86,400</u>
Net other financing sources (uses)	<u>(574,164)</u>	<u>(752,249)</u>	<u>(808,979)</u>	<u>(937,802)</u>	<u>(1,043,247)</u>	<u>(1,206,738)</u>
<b>Changes in fund balances</b>	<u>440,665</u>	<u>(61,633)</u>	<u>(72,268)</u>	<u>(26,365)</u>	<u>(13,497)</u>	<u>(12,113)</u>
<b>Closing fund balances</b>	<u>(349,874)</u>	<u>(411,507)</u>	<u>(483,775)</u>	<u>(510,140)</u>	<u>(523,637)</u>	<u>(535,750)</u>

**STATE-SUPPORTED BONDS FINANCE ESSENTIAL CAPITAL INVESTMENTS**

The use of State-supported bonds to finance capital projects that construct, maintain, and preserve long-term assets is an integral part of the Plan. The Plan reflects the continuation of statutory and policy initiatives that ensure debt levels are prudently managed and remain affordable. This section of the Financing Plan describes the impact of bond-financed spending on the amount of State-supported debt and debt service disbursements included in the financial plans for the Debt Service Funds reflected in the Plan and discussed in previous sections of this document. Supporting this analysis are separate tables for debt issuances, debt retirements, debt outstanding and debt service.

**STATUTORY AND POLICY LIMITS CONTINUE TO REDUCE GROWTH IN STATE-SUPPORTED DEBT**

The Plan continues to recommend debt levels and costs that are within the statutory caps established by the Debt Reform Act of 2000. The Act applies to all new debt issued on and after April 1, 2000 and imposes phased-in caps which limit new debt outstanding to four percent of personal income and new debt service costs to five percent of All Funds Receipts. The debt outstanding cap and the debt service cap will be fully phased-in in 2009-10 and 2011-12, respectively.

## FINANCING PLAN

### NEW DEBT OUTSTANDING (millions of dollars)

Year	Personal Income	Cap %	Actual / Capital Plan % Recommendation	% Recommendation Below Cap
2000-01 (Actual)	655,583	0.75	0.38	0.37
2001-02 (Actual)	682,206	1.25	0.67	0.58
2002-03 (Actual)	684,070	1.65	1.21	0.34
2003-04	711,105	1.98	1.55	0.43
2004-05	747,087	2.32	1.84	0.48
2005-06	780,844	2.65	2.05	0.60
2006-07	817,164	2.98	2.23	0.75
2007-08	856,861	3.32	2.36	0.96
2008-09	898,772	3.65	2.46	1.19

### NEW DEBT SERVICE COSTS (millions of dollars)

Year	All Funds Receipts	Cap %	Actual / Capital Plan % Recommendation	% Recommendation Below Cap
2000-01 (Actual)	83,527	0.75	0.09	0.66
2001-02 (Actual)	84,312	1.25	0.36	0.89
2002-03 (Actual)	88,274	1.65	0.53	1.12
2003-04	99,314	1.98	0.89	1.09
2004-05	99,516	2.32	1.18	1.14
2005-06	100,043	2.65	1.57	1.08
2006-07	103,254	2.98	1.82	1.15
2007-08	107,910	3.32	2.04	1.28
2008-09	110,073	3.65	2.18	1.47

Statutorily capping new debt levels to four percent of personal income ensures that the growth in new debt does not outpace the growth in personal income — a measure commonly used by the financial community to assess affordability. Over time, the debt outstanding cap imposed by the Debt Reform Act ensures that New York's total debt burden is limited to no more than four percent of State personal income. Over the Plan:

- The five-year average annual growth in total debt outstanding of 1.9 percent is significantly less than the projected average annual growth in personal income of 4.8 percent.
- Total debt outstanding as a percent of personal income will decline from 5.6 percent in 2004-05 to 4.9 percent in 2008-09.
- Total debt outstanding will increase from \$41.7 billion in 2004-05 to \$44.2 billion in 2008-09, or by an annual average of 1.5 percent.

The Governor will resubmit his Constitutional Debt Reform bill to make permanent the statutory caps and other limitations imposed by the Debt Reform Act.

# FINANCING PLAN

**PROJECTED STATE-SUPPORTED DEBT OUTSTANDING**  
**2003-2004 THROUGH 2008-2009**  
(thousands of dollars)

	2003-2004	2004-2005	2005-2006	2006-2007	2007-2008	2008-2009
<b>GENERAL OBLIGATION</b>	3,911,589	3,708,403	3,540,982	3,353,459	3,139,660	2,883,728
<b>LOCAL GOVERNMENT ASSISTANCE CORPORATION</b>	4,550,230	4,434,625	4,303,048	4,189,686	4,038,967	3,877,934
<b>OTHER LEASE-PURCHASE AND CONTRACTUAL-OBLIGATION FINANCING ARRANGEMENTS</b>						
Transportation						
Metropolitan Trans Authority	2,395,205	2,353,925	2,310,930	2,265,955	2,218,820	2,169,325
Dormitory Authority						
Albany County Airport	33,965	32,255	30,465	28,585	26,600	24,510
Thruway Authority:						
Consolidated Local Highway Improvement	2,738,015	2,924,605	3,132,354	3,321,101	3,399,124	3,515,361
Dedicated Highway & Bridge	5,821,179	6,279,471	6,650,446	7,091,279	7,586,623	8,154,361
Education						
Dormitory Authority:						
SUNY Educational Facilities	4,273,331	4,191,930	4,355,120	4,519,212	4,678,997	4,797,182
SUNY Dormitory Facilities	589,770	646,383	700,311	753,701	806,204	857,607
SUNY Upstate Community Colleges	483,081	505,157	525,697	544,962	562,953	579,978
CUNY Educational Facilities	3,232,157	3,228,231	3,266,905	3,356,695	3,399,167	3,482,009
State Education Department	68,860	66,935	64,915	63,545	62,105	59,735
Library for the Blind	16,030	15,360	14,655	13,915	13,140	12,325
SUNY Athletic Facilities	25,200	24,270	23,305	22,300	21,250	20,165
RESCUE	177,615	164,847	151,632	137,923	123,659	108,768
University Facilities (Jobs 2000)	28,335	33,879	37,655	33,083	28,307	23,306
Judicial Training Institute	14,630	14,070	13,485	12,870	12,225	11,550
School District Capital Outlays	83,690	74,670	65,320	55,610	45,530	34,975
Transportation Transition Grants	0	62,177	47,381	32,098	16,309	(0)
Higher Capital Matching Grants	0	28,240	101,243	177,181	235,976	277,920
Health						
Dormitory Authority/DOH	418,045	413,120	409,355	402,624	386,317	369,821
Mental Hygiene						
Dormitory Authority/MCFFA:	3,496,685	3,609,965	3,677,411	3,696,225	3,737,733	3,758,715
Public Protection						
ESDC:						
Prison Facilities	3,875,842	3,985,536	4,052,546	4,111,509	4,172,529	4,234,878
Youth Facilities	196,795	199,395	196,431	197,737	197,750	189,041
Homeland Security	23,145	22,360	21,550	20,705	19,820	18,900
Environment						
Environmental Facilities Corp/ERDA:						
Riverbank Park	57,840	56,085	54,240	52,305	50,250	48,065
Water Pollution Control	170,459	160,620	154,557	151,574	158,293	165,682
Pilgrim Sewage Treatment	8,200	7,800	7,300	6,700	6,100	5,500
State Park Infrastructure	9,691	8,960	8,165	7,070	5,920	4,715
Fuel Tanks	7,515	5,060	2,550	0	0	0
Pipeline for Jobs (Jobs 2000)	20,194	18,195	16,105	13,925	11,650	9,252
Environmental Infrastructure	144,582	211,619	276,381	340,191	401,659	460,677
Hazardous Waste Remediation	48,612	116,495	195,511	286,338	384,475	494,634
West Valley	69,003	65,542	62,409	63,690	65,786	70,740
ESDC:						
Pine Barrens	12,755	12,110	11,435	10,725	9,980	9,195
State Building/Equipment						
ESDC:						
Empire State Plaza	55,109	45,121	36,034	27,640	19,887	12,726
State Buildings	13,419	12,786	12,103	11,367	10,574	9,719
State Capital Projects	220,780	212,835	204,395	195,430	185,900	175,850
ESDC / DA						
State Buildings	213,798	247,387	254,583	256,497	257,761	258,302
Certificates of Participation	145,770	276,330	315,095	323,424	299,277	263,392
E911	0	102,000	68,951	34,960	(0)	(0)
Housing						
Housing Finance Agency	1,257,594	1,316,274	1,367,981	1,408,430	1,448,560	1,486,193
Economic Development						
Triborough Bridge and Tunnel Authority/Javits Center	268,040	242,100	214,280	184,445	152,445	118,125
ESDC/DA						
University Technology Centers	156,763	145,757	134,268	123,148	111,536	99,374
Onondaga Convention Center	40,060	38,525	36,895	35,170	33,340	31,390
Sports Facilities	133,500	128,350	122,800	116,805	110,475	103,750
Community Enhancement Facilities	198,345	236,602	178,316	127,682	93,962	77,145
Natural Resources Preservation	15,195	10,375	5,320	0	0	0
Child Care Facilities	28,525	27,440	26,330	25,190	24,010	22,785
Buffalo Inner Harbor	0	51,000	47,067	42,911	38,521	33,882
Strategic Investment Program	129,120	158,325	115,213	70,445	27,755	12,784
Centers of Excellence et.al.	472,635	707,295	752,500	722,920	649,858	577,573
JOBS Now	11,240	8,600	5,860	3,000	0	0
Regional Economic Growth	0	25,500	109,819	205,995	236,547	222,510
<b>Total Other Financing Arrangements</b>	<b>31,900,318</b>	<b>33,531,867</b>	<b>34,645,574</b>	<b>35,706,791</b>	<b>36,545,659</b>	<b>37,474,391</b>
<b>TOTAL STATE-SUPPORTED DEBT</b>	<b>40,362,137</b>	<b>41,674,896</b>	<b>42,489,604</b>	<b>43,249,937</b>	<b>43,724,286</b>	<b>44,236,053</b>

## ***FINANCING PLAN***

---

### ***ENSURING DEBT SERVICE COSTS REMAIN AFFORDABLE***

The debt service table shows the amount of resources devoted to financing the principal and interest costs on new and currently outstanding State-supported debt. The table includes projected total annual debt service by program and issuer, and includes debt service on general obligation bonds, as well as other State-supported obligations issued by State public benefit corporations or authorities.

As a result of ongoing efforts to manage the State-supported bond portfolio in a low-interest rate environment, debt service costs will continue to remain affordable over the Plan. Total debt service costs as a percent of All Funds receipts are projected to increase from 4 percent in 2004-05 to about 4.7 percent in 2008-09. Growth in debt service costs have been moderated due to various debt management actions, including the refunding of over \$13 billion (30 percent) of the outstanding portfolio in the last two years, to generate present value savings of \$818 million. Those extraordinary savings were achieved by:

- Responsibly using variable rate bonds and interest rate exchange agreements within the limitations and guidelines imposed by legislation enacted in 2002 to generate present value savings of \$611 million;
- Issuing traditional fixed rate and convertible refunding bonds to maximize savings opportunities in a low interest rate environment and generate present value savings of \$207 million; and
- Modernizing the financing structure of State-supported bonds to eliminate unnecessary debt service reserve funds and lower debt levels.

### ***RESPONSIBLE USE OF INTEREST RATE EXCHANGE AND VARIABLE RATE OBLIGATIONS TO REDUCE COSTS***

Debt service costs also reflect the prudent diversification of the State-supported debt portfolio by using variable rate bonds and interest rate exchange agreements within the limitations and guidelines imposed by legislation enacted in 2002. The legislation provides that issuers of State-supported bonds may issue variable rate debt instruments that result in a maximum total net variable rate exposure of 15 percent of State-supported debt. Subject to various criteria established in the legislation to effectively manage risk, issuers may also enter into interest rate exchange agreements in a total notional amount that cannot exceed 15 percent of State-supported debt. Such criteria include:

- The adoption of interest rate exchange guidelines by all the State's Authorized Issuers;
- Minimum counterparty ratings of AA, and collateral requirements should their ratings fall;
- The provision of an independent finding that the terms and conditions of such agreements reflect a fair market value;
- The use of standardized interest rate exchange agreements; and
- Monthly reporting required by the Authorized Issuers and the Division of the Budget.

As authorized by the legislation, DOB has worked with its Authorized Issuers to enter into approximately \$5.2 billion of synthetic fixed rate swaps to refinance outstanding State-supported obligations and produce \$611 million in present value savings to the State. Those significant debt service savings achieved in a historically low interest rate environment whereby synthetic fixed swap rates are substantially lower than traditional fixed rate bond refinancings. In these transactions, the State's Authorized Issuers sold \$5.2 billion in variable rate bonds and entered into \$5.2 billion of swaps to hedge that variable rate exposure (at 65 percent of LIBOR) and yield a net fixed rate that was about 80 – 100 basis points lower than a traditional fixed rate refunding. It is currently projected that the percent of the notional amount

## FINANCING PLAN

of swaps outstanding to debt outstanding will remain below the 15 percent cap or at roughly 12 percent. The State will continue to review market conditions for opportunities to lower debt service costs, and could enter into new swap transactions up to the 15 percent limit.

(millions of dollars)

	2003-04	2004-05	2005-06	2006-07	2007-08	2008-09
Interest Rate Exchange Cap	6,054	6,251	6,373	6,487	6,559	6,636
Notional Amount of Interest Rate Exchange Agreements	5,247	5,247	5,247	5,242	5,238	5,213
Percent of Interest Rate Exchange Agreements to Debt Outstanding	13.0	12.6	12.3	12.1	12.0	11.8

The following table presents estimates for net variable rate obligations exposure as authorized under the 15 percent limitation for all State-supported debt. The State's policy is to continue to count both direct variable rate exposure and 35 percent of the notional amount of outstanding 65 percent of LIBOR fixed rate swaps in its variable rate exposure. This policy reserve adjustment accounts for the unlikely risk that variable rate tax rates or market conditions produce a significant difference between payments owed on bonds and received by the State's Authorized Issuers under their 65 percent of LIBOR swaps, and that the factors affecting such payments can be consistent with variable rate exposure.

Currently, about \$2.4 billion in State-supported convertible bonds are also outstanding. These bonds were issued to maximize refunding savings and to provide future opportunities for additional variable rate exposure. Such bonds bear a fixed rate until future mandatory tender dates in 2005, 2009, 2011, 2012 and 2013. After the tender date, the bonds optionally convert to either a fixed or variable rate. During the Plan, approximately \$670 million in convertible bonds are assumed to convert to variable rate bonds in 2005-06 (\$6 million) and 2008-09 (\$664 million) and are reflected in the table below. Since the option to convert to either a fixed or variable rate on the remaining convertible bonds is determined at a future date beyond the period covered by this Plan, they are not yet accounted for in the calculations of variable rate exposure, but are considered in the State's overall variable rate policy.

(millions of dollars)

	2003-04	2004-05	2005-06	2006-07	2007-08	2008-09
Net Variable Rate Cap	6,054	6,251	6,373	6,487	6,559	6,635
Statutory Outstanding Net Variable Rate Obligations	1,870	2,812	3,742	4,262	4,179	4,759
Policy Reserve for LIBOR Swaps	1,837	1,837	1,837	1,835	1,833	1,825
Percent of Overall Net Variable Rate Exposure to Debt Outstanding	9.2	11.2	13.1	14.1	13.8	14.9

As discussed above, the State has utilized variable rate obligations in conjunction with swaps to effectuate synthetic fixed rate refinancings that have significantly reduced debt service costs. The issuance of both hedged (i.e., swapped) and unhedged variable rate bonds typically require outside credit and/or liquidity support that is provided by municipal bond insurance companies (insurance for auction rate bonds) and banks (letters of credit or liquidity for variable rate demand bonds). Given the State's use of variable rate bonds over a relatively short horizon to maximize refunding opportunities, the State's Authorized Issuers have experienced market capacity limitations and higher support costs.

Depending on the availability of cost-effective capacity for credit support necessary for the issuance of synthetic fixed rate swaps or additional variable rate bonds, the State expects to increase its variable rate exposure by roughly \$1 billion annually in each of the next two years.

# FINANCING PLAN

**PROJECTED STATE-SUPPORTED DEBT SERVICE**  
**2003-04 THROUGH 2008-09**  
(thousands of dollars)

	2003-2004	2004-2005	2005-2006	2006-2007	2007-2008	2008-2009
<b>GENERAL OBLIGATION</b>	509,962	497,380	500,436	509,951	505,089	488,392
<b>LOCAL GOVERNMENT ASSISTANCE CORPORATION</b>	296,055	312,047	316,391	356,410	368,230	372,371
<b>OTHER LEASE-PURCHASE AND CONTRACTUAL-OBLIGATION FINANCING ARRANGEMENTS</b>						
Transportation						
Metropolitan Trans Authority	124,104	164,993	164,997	164,991	164,992	164,994
Dormitory Authority						
Albany County Airport	3,491	3,513	3,513	3,515	3,511	3,511
Thruway Authority:						
Consolidated Local Highway Improvement	246,828	271,590	298,052	326,755	390,434	419,725
Dedicated Highway & Bridge	690,150	735,494	775,714	869,570	943,481	1,025,296
Education						
Dormitory Authority:						
SUNY Educational Facilities	324,433	401,665	417,709	438,869	467,840	480,731
SUNY Dormitory Facilities	33,392	65,419	72,350	78,665	83,469	88,460
SUNY Upstate Community Colleges	28,530	33,799	44,181	46,831	49,171	51,835
CUNY Educational Facilities	172,613	243,845	317,349	349,518	361,346	373,686
State Education Department	7,881	6,546	6,512	6,523	7,385	7,684
Library for the Blind	1,708	1,729	1,732	1,732	1,732	1,731
SUNY Athletic Facilities	1,742	2,203	2,203	2,206	2,204	2,208
RESCUE	14,851	21,157	21,003	20,998	20,999	20,995
University Facilities (Jobs 2000)	3,403	5,107	6,203	6,507	6,505	6,506
Judicial Training Institute	1,475	1,587	1,589	1,589	1,588	1,589
School District Capital Outlays	13,046	12,943	12,945	12,946	12,946	12,947
Transportation Transition Grants	0	15,375	16,847	16,847	16,847	16,847
Higher Capital Matching Grants	0	3,080	12,335	24,636	36,503	47,038
Health						
Dormitory Authority/DOH	35,688	36,273	36,206	37,724	38,159	38,157
Mental Hygiene						
Dormitory Authority/MCFFA:	166,108	259,294	297,412	333,644	315,909	341,449
Public Protection						
ESDC:						
Prison Facilities	196,274	284,969	325,285	339,440	364,268	371,111
Youth Facilities	18,970	19,420	21,072	20,528	24,063	29,936
Homeland Security	1,938	1,937	1,935	1,935	1,937	1,937
Environment						
Environmental Facilities Corp/ERDA:						
Riverbank Park	4,837	4,839	4,837	4,836	4,838	4,836
Water Pollution Control	15,929	39,148	43,093	39,860	30,362	30,484
Pilgrim Sewage Treatment	578	674	748	817	779	741
State Park Infrastructure	1,295	1,220	1,248	1,508	1,509	1,506
Fuel Tanks	2,618	2,629	2,576	2,503	0	0
Pipeline for Jobs (Jobs 2000)	1,992	2,985	2,993	2,992	2,986	2,996
Environmental Infrastructure	9,632	11,101	17,306	23,564	30,127	36,775
Hazardous Waste Remediation	579	3,874	9,834	17,055	25,776	35,528
West Valley	16,784	18,267	13,611	13,053	10,514	12,433
ESDC:						
Pine Barrens	1,278	1,280	1,281	1,280	1,282	1,281
State Building/Equipment						
ESDC:						
Empire State Plaza	34,436	34,432	34,437	34,436	34,432	34,436
State Buildings	19,864	19,722	19,938	19,701	17,702	13,321
State Capital Projects	20,366	20,123	20,120	20,125	20,121	20,126
ESDC/DA:						
State Buildings	15,212	17,199	20,051	21,268	22,272	23,141
Certificates of Participation	63,096	40,141	74,582	106,180	139,193	150,495
E911	0	727	35,956	35,956	35,956	0
Housing						
Housing Finance Agency	61,718	98,201	105,353	122,190	126,864	133,328
Economic Development						
Triborough Bridge and Tunnel Authority/Javits Center	41,924	41,946	41,945	41,943	41,945	41,945
ESDC/DA:						
University Technology Centers	20,084	20,478	20,478	19,556	19,560	19,548
Onondaga Convention Center	3,857	3,875	3,878	3,875	3,872	3,878
Sports Facilities	11,188	12,148	12,269	12,245	12,272	12,266
Community Enhancement Facilities	48,612	43,552	69,493	40,431	40,423	18,011
Natural Resource Preservation	5,396	3,433	5,455	0	0	0
Child Care Facilities	2,485	2,610	2,609	2,613	2,611	2,611
Buffalo Inner Harbor	0	0	7,055	6,815	6,815	6,815
Strategic Investment Program	33,465	36,081	49,536	49,376	45,432	15,879
Centers of Excellence et.al.	20,109	63,264	94,490	105,655	109,769	105,567
JOBS Now	3,139	3,144	3,142	3,139	3,143	0
Regional Economic Growth	0	0	2,860	12,771	24,586	29,122
Other State Purposes						
Debt Reduction	53,184	0	0	0	0	0
<b>Total Other Financing Arrangements</b>	<b>2,600,282</b>	<b>3,139,032</b>	<b>3,578,315</b>	<b>3,871,713</b>	<b>4,130,430</b>	<b>4,265,440</b>
<b>TOTAL STATE-SUPPORTED DEBT SERVICE</b>	<b>3,406,299</b>	<b>3,948,459</b>	<b>4,395,142</b>	<b>4,738,073</b>	<b>5,003,748</b>	<b>5,126,204</b>

### DEBT ISSUANCES

Projected debt issuances will finance capital investments that maintain the State's transportation infrastructure, promote economic growth, improve educational facilities, protect the environment, and preserve correctional and mental hygiene facilities. Over the Plan, annual debt issuances will remain roughly level and will average about \$3 billion.

State general obligation bonds and other State revenue credits, which include State PIT Revenue Bonds, DHBTF Bonds, SUNY Dormitory Facilities Revenue Bonds, Mental Health Facilities Improvement Revenue Bonds and Department of Health Revenue Bonds, will be issued to support bond-financed capital projects over the Plan.

State PIT Revenue Bonds have successfully reduced borrowing costs and improved the marketability of State-supported obligations. PIT Revenue Bonds are issued by one (or more) of five Authorized Issuers under five broad functional categories (i.e., Education, Transportation, Environment, State Facilities and Equipment, and Economic Development and Housing) to support particular State-appropriation backed bonding programs which are authorized to be financed with PIT Revenue Bonds. To ensure that the State-supported debt issuance calendar can be effectively managed and to further reduce costs by facilitating the issuance of multiple bonding programs, legislation submitted with this Budget will permit all five Authorized Issuers to issue PIT Revenue Bonds for any authorized purpose. Over the Plan, PIT Revenue Bonds will be issued under five broad functional purposes in support of various capital projects.

- **Education Revenue Bonds** support SUNY and CUNY, SUNY NYSTAR, Transportation Capital Transition Grants, and private and public higher education facilities capital matching grants (2004-05 issuance of \$325 million). Issuances for SUNY and CUNY continue to reflect administrative efficiencies that ensure bond sales more closely correspond with projected disbursements and facilitate the timely advancement of SUNY and CUNY capital projects.
- **Environmental Revenue Bonds** support the State Revolving Fund, EPF, the newly refinanced State Superfund Program and the new Brownfields Program, West Valley and other environmental projects (2004-05 issuance of \$182 million).
- **Transportation Revenue Bonds** support CHIPs and other non-Dedicated Highway transportation purposes (2004-05 issuance of \$347 million).
- **Economic Development and Housing Revenue Bonds** support Housing, the Strategic Investment Program (SIP), economic development projects in the Buffalo area, CEFAP, the Centers of Excellence/Empire Opportunity Fund/Gen\*NY\*sis/RESTORE/Community Capital Assistance/Multi-Modals Program, and the new Regional Economic Growth Program (2004-05 issuances of \$607 million).
- **State Facilities and Equipment Revenue Bonds** support Correctional Facilities, Youth Facilities, State Office Buildings, Elk Street Parking Garage, and equipment bonds (2004-05 issuance of \$510 million).

The remaining issuances in 2004-05 will be financed by voter approved general obligation bonds or other revenue credits which are supported by other streams of revenue including transportation-related taxes and fees, student dormitory fees, and patient income. General obligation bonds will be issued to implement projects financed by the voter-approved CWCA Bond Act and other prior bond acts, predominantly the 1986 Environmental Quality Bond Act.

Over the Plan, DHBTF Bonds, which are issued by the Thruway Authority and supported by transportation-related taxes and fees, will support the last year (2004-05) of the current five-year DOT Capital Plan. Issuances in the outyears of the Plan assume construction levels will remain at \$1.65 billion annually and that Federal grants will average \$3.4 billion annually. DHBTF issuances account for the largest share, or 31 percent of the Plan's total debt issuances.

## ***FINANCING PLAN***

---

SUNY Dormitory Facilities Bonds, which are issued by the Dormitory Authority of the State of New York (DA) and supported by dormitory fees and rents charged to students residing in housing facilities on campus, will average \$77 million annually over the Plan. The bonds will support the expansion and renovation of SUNY Dormitory Facilities under the SUNY multi-year capital investment program enacted in 2003-04.

Mental Hygiene Bonds, which are issued by the DA and supported by patient revenues, will average \$193 million over the Plan. These issuances will support capital projects to preserve and maintain both State and community-based facilities operated and/or licensed by OMH, OMRDD, and OASAS.

Department of Health Bonds, which are issued by the DA and supported by patient revenues, will support one-third (approximately \$21 million) of the costs of replacing the existing veterans' nursing home at Oxford. The remaining two-thirds of the cost of the project will be financed by Federal resources.

Interest rates over the Plan are expected to increase, but to remain at relatively low levels. The Division forecasts that long-term, tax-exempt fixed rates on new issuances will range from 5.35 percent to 6.7 percent throughout the Capital Plan period. Short-term (3-10 years) tax-exempt rates, which are effectively used to reduce borrowing costs, will average 3.5 percent to 4.9 percent. Taxable rates (10 years) will range from 5.65 percent to 7 percent.

# FINANCING PLAN

**PROJECTED STATE-SUPPORTED BOND ISSUANCES**  
**2003-2004 THROUGH 2008-2009**  
(thousands of dollars)

	2003-2004	2004-2005	2005-2006	2006-2007	2007-2008	2008-2009
<b>GENERAL OBLIGATION</b>	247,083	131,400	170,400	161,400	136,300	86,400
<b>OTHER LEASE-PURCHASE AND CONTRACTUAL-OBLIGATION FINANCING ARRANGEMENTS</b>						
Thruway Authority:						
Consolidated Local Highway Improvement	347,880	346,607	331,998	326,898	321,798	316,698
Dedicated Highway & Bridge	1,370,954	898,238	846,194	937,064	1,045,210	1,164,587
Education						
Dormitory Authority:						
SUNY Educational Facilities	45,900	71,418	324,906	326,400	326,400	300,900
SUNY Dormitory Facilities	59,855	76,500	76,500	76,500	76,500	76,500
SUNY Upstate Community Colleges	15,300	35,700	35,700	35,700	35,700	35,700
CUNY Educational Facilities	0	102,000	175,440	222,972	222,972	222,972
RESCUE	50,290	0	0	0	0	0
University Facilities (Jobs 2000)	6,120	9,197	8,160	0	0	0
Transportation Transition Grants	0	76,500	0	0	0	0
Higher Capital Matching Grants	0	30,600	81,600	91,800	81,600	71,400
Health						
Dormitory Authority/DOH	0	6,920	8,760	7,140	0	0
Mental Hygiene						
Dormitory Authority/MCFFA:	183,870	209,286	201,483	183,484	184,913	185,224
Public Protection						
ESDC:						
Prison Facilities	186,845	191,760	191,760	191,760	191,760	191,760
Youth Facilities	16,680	13,260	13,974	14,790	14,892	13,362
Homeland Security	9,695	0	0	0	0	0
Environment						
Environmental Facilities Corp/ERDA:						
Water Pollution Control	28,674	28,560	28,560	28,560	28,560	28,560
Pipeline for Jobs (Jobs 2000)	8,704	0	0	0	0	0
Environmental Infrastructure	30,137	72,144	72,144	73,440	73,440	73,440
Hazardous Waste Remediation	48,612	69,360	82,620	96,900	107,100	122,400
West Valley	13,568	11,577	13,515	13,515	13,515	13,515
State Building/Equipment						
ESDC / DA						
State Buildings	53,573	39,780	14,790	10,200	10,200	10,200
Certificates of Participation	38,725	163,000	102,000	102,000	102,000	102,000
E911	0	102,000	0	0	0	0
Housing						
Housing Finance Agency	101,439	109,599	104,244	104,244	104,244	104,244
Economic Development						
ESDC/DA						
Sports Facilities	15,100	0	0	0	0	0
Community Enhancement Facilities	0	82,107	0	0	0	0
Buffalo Inner Harbor	0	51,000	0	0	0	0
Strategic Investment Program	12,240	59,966	0	0	0	0
Centers of Excellence et.al.	187,145	278,460	106,080	38,760	0	0
JOBS Now	0	0	0	0	0	0
Regional Economic Growth	0	25,500	85,680	102,000	41,820	0
<b>Total Other Financing Arrangements</b>	<u>2,831,305</u>	<u>3,161,038</u>	<u>2,906,107</u>	<u>2,984,126</u>	<u>2,982,624</u>	<u>3,033,462</u>
<b>TOTAL STATE-SUPPORTED BOND ISSUANCES</b>	<u><u>3,078,388</u></u>	<u><u>3,292,438</u></u>	<u><u>3,076,507</u></u>	<u><u>3,145,526</u></u>	<u><u>3,118,924</u></u>	<u><u>3,119,862</u></u>

## ***FINANCING PLAN***

---

### ***DEBT RETIREMENTS***

The retirements table presents the annual repayment of principal for State-supported debt for each fiscal year within the Plan. It accounts for retirements as of the payment date due to bondholders, rather than the actual date the State makes the cash payment. For example, if principal payments are due on April 1, the bonds are considered outstanding on March 31, even if the State is contractually obligated to make payments to the trustee prior to that date. Retirements from both outstanding State-supported debt and debt expected to be issued during the course of the Plan are included in the retirements table.

The rate at which State-supported debt is retired or paid off has a significant impact on the State's ability to generate bond capacity to finance its capital programs. To appropriately match the term of bonds to the useful lives of the projects financed and to positively impact the rate at which State-supported debt is retired, the Plan continues to assume the use of shorter-term bonds to finance tax-exempt capital projects. In addition, ten-year terms will continue to be used for taxable programs.

Over the Plan, retirements of State-supported debt are projected to average \$2.4 billion annually. Retirements will increase for many of the State's largest bonding programs, including those for CHIPs, the DHBTF, SUNY, CUNY, the Department of Correctional Services (DOCS) and Mental Health.

# FINANCING PLAN

**PROJECTED STATE-SUPPORTED DEBT RETIREMENTS  
2003-2004 THROUGH 2008-2009  
(thousands of dollars)**

	2003-2004	2004-2005	2005-2006	2006-2007	2007-2008	2008-2009
<b>GENERAL OBLIGATION</b>	349,102	334,586	337,821	348,923	350,099	342,332
<b>LOCAL GOVERNMENT ASSISTANCE CORPORATION</b>	24,900	115,605	131,577	113,361	150,719	161,034
<b>OTHER LEASE-PURCHASE AND CONTRACTUAL-OBLIGATION FINANCING ARRANGEMENTS</b>						
Transportation						
Metropolitan Trans Authority	0	41,280	42,995	44,975	47,135	49,495
Dormitory Authority						
Albany County Airport	1,630	1,710	1,790	1,880	1,985	2,090
Thruway Authority:						
Consolidated Local Highway Improvement	149,940	160,018	124,248	138,151	243,774	200,461
Dedicated Highway & Bridge	358,255	439,945	475,219	496,231	549,866	596,850
Education						
Dormitory Authority:						
SUNY Educational Facilities	125,661	152,820	161,715	162,309	166,615	182,714
SUNY Dormitory Facilities	20,505	19,887	22,572	23,110	23,997	25,097
SUNY Upstate Community Colleges	12,293	13,624	15,160	16,435	17,709	18,675
CUNY Educational Facilities	164,252	105,926	136,766	133,182	180,501	140,130
State Education Department	1,830	1,925	2,020	1,370	1,440	2,370
Library for the Blind	640	670	705	740	775	815
SUNY Athletic Facilities	0	930	965	1,005	1,050	1,085
RESCUE	8,270	12,768	13,215	13,709	14,264	14,891
University Facilities (Jobs 2000)	2,415	3,653	4,384	4,572	4,776	5,002
Judicial Training Institute	535	560	585	615	645	675
School District Capital Outlays	8,760	9,020	9,350	9,710	10,080	10,555
Transportation Transition Grants	0	14,323	14,796	15,284	15,788	16,309
Higher Capital Matching Grants	0	2,360	8,597	15,862	22,805	29,456
Health						
Dormitory Authority/DOH	11,040	11,845	12,525	13,871	16,307	16,496
Mental Hygiene						
Dormitory Authority/MCFFA:	99,910	96,005	134,038	164,670	143,404	164,242
Public Protection						
ESDC:						
Prison Facilities	80,005	82,066	124,750	132,797	130,740	129,411
Youth Facilities	8,380	10,660	16,938	13,484	14,880	22,071
Homeland Security	995	785	810	845	885	920
Environment						
Environmental Facilities Corp/ERDA:						
Riverbank Park	1,680	1,755	1,845	1,935	2,055	2,185
Water Pollution Control	7,270	38,399	34,623	31,544	21,841	21,171
Pilgrim Sewage Treatment	400	400	500	600	600	600
State Park Infrastructure	865	731	795	1,095	1,150	1,205
Fuel Tanks	2,400	2,455	2,510	2,550	0	0
Pipeline for Jobs (Jobs 2000)	1,215	1,999	2,090	2,180	2,275	2,398
Environmental Infrastructure	3,925	5,107	7,381	9,630	11,972	14,422
Hazardous Waste Remediation	0	1,477	3,604	6,073	8,963	12,241
West Valley	13,250	15,038	16,648	12,234	11,418	8,562
ESDC:						
Pine Barrens	615	645	675	710	745	785
State Building/Equipment						
ESDC:						
Empire State Plaza	10,804	9,988	9,088	8,394	7,752	7,161
State Buildings	588	634	683	736	793	855
State Capital Projects	7,480	7,945	8,440	8,965	9,530	10,050
ESDC / DA						
State Buildings	6,435	6,191	7,594	8,285	8,936	9,659
Certificates of Participation	78,340	32,440	63,235	93,671	126,148	137,884
E911	0	0	33,049	33,991	34,960	0
Housing						
Housing Finance Agency	23,050	50,919	52,537	63,795	64,114	66,611
Economic Development						
Triborough Bridge and Tunnel Authority/Javits Center	24,180	25,940	27,820	29,835	32,000	34,320
ESDC/DA						
University Technology Centers	10,599	11,007	11,489	11,120	11,612	12,162
Onondaga Convention Center	1,445	1,535	1,630	1,725	1,830	1,950
Sports Facilities	4,395	5,150	5,550	5,995	6,330	6,725
Community Enhancement Facilities	43,500	43,850	58,286	50,634	33,720	16,817
Natural Resources Preservation	4,595	4,820	5,055	5,320	0	0
Child Care Facilities	940	1,085	1,110	1,140	1,180	1,225
Buffalo Inner Harbor	0	0	3,933	4,156	4,390	4,638
Strategic Investment Program	28,090	30,760	43,112	44,769	42,690	14,971
Centers of Excellence et.al.	11,350	43,800	60,875	68,339	73,062	72,285
JOBS Now	2,555	2,640	2,740	2,860	3,000	0
Regional Economic Growth	0	0	1,361	5,824	11,268	14,037
<b>Total Other Financing Arrangements</b>	<u>1,345,282</u>	<u>1,529,489</u>	<u>1,792,399</u>	<u>1,922,909</u>	<u>2,143,757</u>	<u>2,104,729</u>
<b>TOTAL STATE-SUPPORTED RETIREMENTS</b>	<u><u>1,719,284</u></u>	<u><u>1,979,680</u></u>	<u><u>2,261,798</u></u>	<u><u>2,385,194</u></u>	<u><u>2,644,575</u></u>	<u><u>2,608,094</u></u>

## **FINANCING PLAN**

### **BOND AUTHORIZATIONS**

Legal authorizations for the State to enter into contractual agreements with public authorities are provided in the enabling statutes of each authority. Those statutes generally contain limits, or caps, on the amount of bonds that can be issued for a program. As the bond cap is reached, or additional bondable appropriations are enacted, legislation is also enacted to raise the statutory caps to the level necessary to accommodate bondable capital needs.

Bond caps can provide authorizations to finance a single year's appropriations or can be for multi-year periods. In addition, the authorizations specify whether the cap is on the total bonds sold, including cost of issuance (gross), or only for project costs (net). The bond caps included in the Executive Budget reflect recommended bonding authorizations for certain State-supported bond programs that can be financed by State PIT Revenue Bonds issued by any Authorized Issuer or other State revenue credits issued by a particular issuer. The plan projects the following authorities will issue State PIT Revenue Bonds as follows:

- DA to support the new SUNY and CUNY Multi-Year Capital Investment Program, Transportation Capital Transition Grants, and public and private higher education facilities capital matching grants and Department of Health Revenue Bonds to provide a portion of the financing to construct a new veterans nursing home at Oxford;
- Empire State Development Corporation (ESDC) for capital projects that will preserve and maintain the State's correctional facilities, improve and maintain State facilities, promote economic development, and finance equipment needs essential to the delivery of services by various State agencies;
- Environmental Facilities Corporation (EFC) to support various environmental and recreational projects;
- Housing Finance Agency (HFA) to support various low and moderate-income housing programs; and
- Thruway Authority to support local transportation projects.

**Bond Authorizations**  
(thousands of dollars)

<b>Issuer</b>	<b>Program</b>	<b>Current Cap</b>	<b>Recommended Cap</b>	<b>Type of Cap</b>
Dormitory Authority	CUNY Senior Community Colleges	3,465,000	4,305,000	Gross
Dormitory Authority	SUNY Senior Colleges	3,550,000	4,700,000	Gross
Dormitory Authority	Health Oxford Veteran's Home	473,500	495,000	Gross
Dormitory Authority	Transportation Transition Capital Grants	0	80,000	Net
Dormitory Authority	Higher Education Facilities Capital Matching Grants	0	350,000	Net
Empire State Development Corporation	Correctional Facilities	4,550,693	5,376,893	Gross
Empire State Development Corporation	State Office Building Improvements	22,000	32,000	Net
Empire State Development Corporation	Agency Equipment Needs	70,000	233,000	Net
Empire State Development Corporation	Regional Economic Growth Program	0	250,000	Net
Environmental Facilities Corporation	Environmental Infrastructure Projects	223,000	306,000	Net
Housing Finance Agency	Various Housing Programs	1,526,000	1,626,000	Net
Thruway Authority	Local Transportation Projects (CHIPS)	3,870,240	3,894,128	Net

**DEBT SERVICE FUNDS FINANCIAL PLAN**

The following table provides an explanation of the receipt, disbursement, and transfer amounts contained in the Plan and how they correspond to the applicable Governmental Funds financial plans.

**DEBT SERVICE FUNDS FINANCIAL PLAN  
PREPARED ON THE CASH BASIS OF ACCOUNTING  
2003-2004 THROUGH 2008-2009  
(thousands of dollars )**

	<u>2003-2004</u>	<u>2004-2005</u>	<u>2005-2006</u>	<u>2006-2007</u>	<u>2007-2008</u>	<u>2008-2009</u>
<b>Opening fund balances</b>	158,057	170,967	158,462	144,924	129,641	118,236
<b>Receipts:</b>						
Taxes	8,039,250	8,657,250	9,072,300	9,478,050	10,092,600	10,754,100
Miscellaneous Receipts	694,029	647,176	655,736	664,571	670,979	679,608
<b>Total Receipts</b>	<u>8,733,279</u>	<u>9,304,426</u>	<u>9,728,036</u>	<u>10,142,621</u>	<u>10,763,579</u>	<u>11,433,708</u>
<b>Disbursements:</b>						
Debt Service	3,352,698	3,919,150	4,371,935	4,717,394	4,983,824	5,106,155
State Operations	9,091	22,340	22,340	22,340	22,340	22,340
<b>Total Disbursements</b>	<u>3,361,789</u>	<u>3,941,490</u>	<u>4,394,275</u>	<u>4,739,734</u>	<u>5,006,164</u>	<u>5,128,495</u>
<b>Other financing sources (uses):</b>						
Transfers From Other Funds	4,881,266	5,240,519	5,456,594	5,515,331	5,649,651	5,673,839
Transfers To Other Funds	<u>(10,239,846)</u>	<u>(10,615,960)</u>	<u>(10,803,893)</u>	<u>(10,933,501)</u>	<u>(11,418,471)</u>	<u>(11,992,901)</u>
<b>Net other financing sources (uses)</b>	<u>(5,358,580)</u>	<u>(5,375,441)</u>	<u>(5,347,299)</u>	<u>(5,418,170)</u>	<u>(5,768,820)</u>	<u>(6,319,062)</u>
<b>Changes in fund balances</b>	<u>12,910</u>	<u>(12,505)</u>	<u>(13,538)</u>	<u>(15,283)</u>	<u>(11,405)</u>	<u>(13,849)</u>
<b>Closing fund balances</b>	<u>170,967</u>	<u>158,462</u>	<u>144,924</u>	<u>129,641</u>	<u>118,236</u>	<u>104,387</u>

## ***CAPITAL PROGRAM PLAN***

---

### ***CAPITAL PROGRAM PLAN***

The Capital Program Plan section provides a narrative description of the programmatic capital investment objectives of agencies over the 2003-04 thru 2007-08 period. These agency narratives also highlight accomplishments, new initiatives, and long-term financial requirements.

The accompanying tables provide five years of appropriation, commitment and disbursement projections for each program. Commitment levels in these tables reflect the value of contracts expected to be entered into by each agency in a given year. Each agency narrative compares the Plan's recommended commitment levels with last year's levels. The reappropriation projections reflect the unexpended balance of the original appropriation, and any unused amounts continue to be shown until the project is completed.

This section also includes summary schedules of disbursements, which aggregate the information presented in the individual agency tables. These summary tables eliminate transactions which simply move monies from one fund to another and, therefore, reflect only projections of disbursements for capital projects. This adjustment provides comparability between the Plan's summary of disbursements and the State's Financial Plan.

This section of the Plan is organized programmatically. Each program area begins with a functional overview, followed by each agency's narrative and financial summary tables. The programmatic areas are transportation, parks and environment, economic development and government oversight, health and social welfare, education, public protection, mental health, general government, and other.

All State agencies and authorities with State-supported capital programs have capital maintenance systems. Agencies are required to develop five-year maintenance plans, which include an assessment of assets with a replacement value of at least \$5 million, and that reflect an asset's age, condition, condition goals, maintenance activities, and remaining useful life. In addition, every five years, agencies are also required to perform an independent evaluation of their maintenance plans to ensure that the recommended maintenance activities are consistent with current capital needs.

The capital maintenance plan summaries are included in the agency narratives, since the maintenance plans are a critical part of an agency's five-year capital plan. The appropriations reflected in each agency's five-year capital plan reflect a needs-assessment, which will continue to be refined as an agency implements an asset maintenance system.

### ***TRANSPORTATION***

New York's diverse transportation system plays a crucial role in our economy. The State's 239,000 lane miles of roads, 19,500 bridges, 4,000 railroad miles, 147 public use airports, 12 major ports and over 70 mass transit systems are among our most valuable resources. These important assets are managed and maintained by a network of State agencies, public authorities, local governments and private entities.

Historically, the State's transportation capital needs have been addressed in the context of comprehensive multi-year transportation plans, encompassing the State's major transportation stakeholders. The current five-year State Transportation Plan will be completed during 2004-05. A successor plan will need to be established to address transportation investment and financing for 2005-06 and subsequent years. In the interim, the Capital Program Plan includes funds for 2004-05, the last year of the current Transportation Plan, and, for broad planning purposes, assumes roughly flat annual levels of capital investment for 2005-06 through 2008-09.

The Capital Program Plan includes over \$17 billion of transportation commitments for 2004-05 through 2008-09 that will improve our transportation facilities and spur our economy with job-producing investments. Additional funds are also included for projects that will repair and reconstruct facilities damaged in the September 11 attack on the World Trade Center. State support for the capital program of the Metropolitan Transportation Authority (MTA) will total more than \$2.6 billion through the Aid to Localities budget during the plan period.

Significant portions of the State's transportation capital programs are supported by Federal aid, authorized in accordance with multi-year Federal transportation acts. The most recent Federal Transportation Act, known as TEA-21, expired on September 30, 2003. While Congress has temporarily extended the existing Federal transportation programs, a permanent successor act has not yet been passed. To the extent that Federal aid under the future Act varies from the assumptions in the Capital Program Plan, the State's programs will need to be adjusted accordingly.

### ***DEPARTMENT OF TRANSPORTATION***

DOT is primarily responsible for maintaining and rehabilitating the State's system of highways and bridges, which includes over 40,000 State highway lane miles and over 7,500 bridges. Private contractors perform all major construction and repair work, while DOT provides seasonal maintenance and repair. The Department also oversees and funds programs that help defray local capital expenses associated with road and bridge projects, including CHIPS and the Marchiselli Program.

The 2004-05 through 2008-09 Capital Program Plan assumes highway and bridge construction levels totaling \$1.65 billion in each year of the Plan period. Supporting this construction level, the Plan also provides for engineering, planning and program management costs of more than \$550 million annually.

The Capital Program Plan also provides:

- More than \$1.4 billion for local capital programs, including the CHIPS and Marchiselli programs;
- \$20 million annually for the State share of a rail freight and passenger program that will preserve and improve the State's rail system;
- \$9 million annually for the Industrial Access Program which promotes job creation and retention by encouraging business expansion with highway, rail and port projects;
- \$31 million annually for DOT maintenance facilities and equipment; and
- \$8 million annually to help local and State airports match Federal aviation aid.

## ***CAPITAL PROGRAM PLAN***

---

Preventive maintenance continues to be a key component of the DOT's activities. Since preventive activities extend the life of a road or bridge, they are cost-effective alternatives to major reconstruction. For highways, the goal of keeping water and other materials away from the base of the highway is accomplished through activities such as crack sealing, pothole repair, joint repair and drainage repair. Painting, washing, joint repair and maintaining drainage are key elements to extending the life of State bridges. A total of \$1.9 billion will be available for the planned preventive maintenance activities over the next five years.

The Department's maintenance activities are supported by 313 sites around the State which encompass over 700 building types, including 60 maintenance headquarters, 125 maintenance sub-headquarters, 236 salt storage areas, 34 bridge crew facilities, two special crew facilities, a sign shop and 70 other storage and reload sites. The average age of the infrastructure is over 30 years. The total size of the infrastructure is approximately four million gross square feet.

The Department's maintenance facilities plan consists of an annual review of its overall needs and a prioritization of its projects. The program goal is to upgrade and repair its infrastructure based on evaluation of the condition, proposed use and corresponding health, safety and environmental concerns.

### ***TRANSIT PROGRAMS***

Mass transportation systems play an essential role in the State's economic and social networks. More than 25 percent of workers in New York State travel to work via mass transportation. Mass transit systems also alleviate ill effects on air quality by relieving traffic congestion.

The Capital Program will provide \$2.8 billion of State support for the capital programs of transit systems throughout New York. This State assistance includes:

- Over \$2.6 billion of State funding for the MTA capital program, to be provided to the Authority via Aid-to-Localities appropriations from the Dedicated Mass Transportation Trust Fund; and
- More than \$157 million of State aid for the capital programs of other transit systems throughout the State, to be used for bus acquisitions, maintenance facility improvements and other projects. In addition, a portion of the non-MTA transit dedicated fund resources will be used to enhance operating aid for these systems.

### ***DEPARTMENT OF MOTOR VEHICLES***

The Department of Motor Vehicles issues driver's licenses and vehicle registrations, promotes highway safety, and collects revenues used for transportation purposes, including capital projects. The five-year plan recommends funding \$733 million of the Department's transportation-related cash expenses from the DHBTF.

### ***CANALS***

The New York State Canal Corporation maintains, operates, develops and makes capital improvements to the 524-mile navigable waterway which includes 57 locks, numerous dams, reservoirs and water control structures. Revenues from canal tolls and other user fees are deposited into the Canal System Development Fund and, in accordance with the State Constitution, are used exclusively for the canals. Maintenance on the canals is conducted on an ongoing basis to ensure that canal facilities operate properly and that public safety is maintained.

# CAPITAL PROGRAM PLAN

## TRANSPORTATION, DEPARTMENT OF SUMMARY OF PROJECTED APPROPRIATIONS, COMMITMENTS, AND DISBURSEMENTS 2004-2005 THROUGH 2008-2009 (thousands of dollars)

Program Summary	APPROPRIATIONS						Total 2004-2009
	Reappro- priations	2004-2005	2005-2006	2006-2007	2007-2008	2008-2009	
Aviation	77,401	14,000	8,000	8,000	8,000	8,000	46,000
Highway Facilities	9,073,843	3,264,435	3,176,266	3,200,329	3,212,438	3,001,942	15,855,410
Maintenance Facilities	57,425	31,000	31,620	32,252	32,897	33,555	161,324
Mass Transportation and Rail Freight	261,677	71,115	71,115	71,115	71,115	71,115	355,575
Ports and Waterways	1,496	0	0	0	0	0	0
<b>Total</b>	<b>9,471,842</b>	<b>3,380,550</b>	<b>3,287,001</b>	<b>3,311,696</b>	<b>3,324,450</b>	<b>3,114,612</b>	<b>16,418,309</b>
<b>Fund Summary</b>							
Capital Projects Fund - A.C. and T.I. Fund (Bondable)	62,332	0	0	0	0	0	0
Capital Projects Fund - Advances	21,681	0	0	0	0	0	0
Capital Projects Fund - Aviation (Bondable)	3,071	0	0	0	0	0	0
Capital Projects Fund - Energy Conservation (Bondable)	1,040	0	0	0	0	0	0
Capital Projects Fund - Infrastructure Renewal (Bondable)	41,100	0	0	0	0	0	0
Dedicated Highway and Bridge Trust Fund	3,056,384	1,563,255	1,473,322	1,498,017	1,510,771	1,300,933	7,346,298
Dedicated Mass Transportation Fund	157,853	51,115	51,115	51,115	51,115	51,115	255,575
Engineering Services Fund	418,936	0	0	0	0	0	0
Federal Capital Projects Fund	5,500,403	1,706,000	1,700,000	1,700,000	1,700,000	1,700,000	8,506,000
Miscellaneous New York State Agency Fund	164,994	50,000	52,000	52,000	52,000	52,000	258,000
NY Metro Transportation Council Account	25,147	10,180	10,564	10,564	10,564	10,564	52,436
Regional Aviation Fund	18,901	0	0	0	0	0	0
<b>Total</b>	<b>9,471,842</b>	<b>3,380,550</b>	<b>3,287,001</b>	<b>3,311,696</b>	<b>3,324,450</b>	<b>3,114,612</b>	<b>16,418,309</b>

Program Summary	COMMITMENTS				
	2004-2005	2005-2006	2006-2007	2007-2008	2008-2009
Aviation	8,000	8,000	8,000	8,000	8,000
Highway Facilities	3,274,219	3,176,266	3,200,329	3,212,438	3,001,942
Maintenance Facilities	31,000	31,620	32,252	32,897	33,555
Mass Transportation and Rail Freight	71,115	71,115	71,115	71,115	20,000
<b>Total</b>	<b>3,384,334</b>	<b>3,287,001</b>	<b>3,311,696</b>	<b>3,324,450</b>	<b>3,063,497</b>
<b>Fund Summary</b>					
Dedicated Highway and Bridge Trust Fund	1,572,655	1,473,322	1,498,017	1,510,771	1,300,933
Dedicated Mass Transportation Fund	51,115	51,115	51,115	51,115	0
Federal Capital Projects Fund	1,700,000	1,700,000	1,700,000	1,700,000	1,700,000
Miscellaneous New York State Agency Fund	50,000	52,000	52,000	52,000	52,000
NY Metro Transportation Council Account	10,564	10,564	10,564	10,564	10,564
<b>Total</b>	<b>3,384,334</b>	<b>3,287,001</b>	<b>3,311,696</b>	<b>3,324,450</b>	<b>3,063,497</b>

Program Summary	Estimated 2003-2004	DISBURSEMENTS					Total 2004-2009
		2004-2005	2005-2006	2006-2007	2007-2008	2008-2009	
Aviation	21,938	20,775	11,600	24,004	7,853	10,700	74,932
Highway Facilities	3,307,626	3,342,479	3,147,684	3,040,669	3,168,001	3,183,757	15,882,590
Maintenance Facilities	21,992	26,066	29,416	59,692	30,955	20,300	166,429
Mass Transportation and Rail Freight	61,566	62,853	82,630	119,629	58,984	74,592	398,688
Ports and Waterways	0	0	0	0	0	300	300
<b>Total</b>	<b>3,413,122</b>	<b>3,452,173</b>	<b>3,271,330</b>	<b>3,243,994</b>	<b>3,265,793</b>	<b>3,289,649</b>	<b>16,522,939</b>
<b>Fund Summary</b>							
Capital Projects Fund - A.C. and T.I. Fund (Bondable)	10,000	8,000	6,000	4,000	2,000	2,000	22,000
Capital Projects Fund - Advances	500	500	500	500	500	500	2,500
Capital Projects Fund - Aviation (Bondable)	1,400	400	400	400	400	400	2,000
Capital Projects Fund - Energy Conservation (Bondable)	40	200	200	200	200	200	1,000
Capital Projects Fund - Infrastructure Renewal (Bondable)	4,160	5,000	5,000	5,000	5,000	5,000	25,000
Dedicated Highway and Bridge Trust Fund	1,744,213	1,748,343	1,585,636	1,562,030	1,594,790	1,620,292	8,111,091
Dedicated Mass Transportation Fund	46,271	49,876	52,722	53,402	53,050	53,492	262,542
Engineering Services Fund	222,075	81,107	31,108	15,493	6,561	3,976	138,245
Federal Capital Projects Fund	1,369,530	1,544,072	1,575,622	1,589,584	1,589,907	1,590,404	7,889,589
NY Metro Transportation Council Account	9,876	10,675	11,142	11,385	11,385	11,385	55,972
Regional Aviation Fund	5,057	4,000	3,000	2,000	2,000	2,000	13,000
<b>Total</b>	<b>3,413,122</b>	<b>3,452,173</b>	<b>3,271,330</b>	<b>3,243,994</b>	<b>3,265,793</b>	<b>3,289,649</b>	<b>16,522,939</b>

# CAPITAL PROGRAM PLAN

**MOTOR VEHICLES, DEPARTMENT OF  
SUMMARY OF  
PROJECTED APPROPRIATIONS, COMMITMENTS, AND DISBURSEMENTS  
2004-2005 THROUGH 2008-2009  
(thousands of dollars)**

<b>APPROPRIATIONS</b>							
	<b>Reappro- priations</b>	<b>2004-2005</b>	<b>2005-2006</b>	<b>2006-2007</b>	<b>2007-2008</b>	<b>2008-2009</b>	<b>Total 2004-2009</b>
<b>Program Summary</b>							
Transportation Support	0	138,184	155,367	151,006	149,670	148,470	742,697
Total	0	138,184	155,367	151,006	149,670	148,470	742,697
<b>Fund Summary</b>							
Dedicated Highway and Bridge Trust Fund	0	138,184	155,367	151,006	149,670	148,470	742,697
Total	0	138,184	155,367	151,006	149,670	148,470	742,697
<b>COMMITMENTS</b>							
	<b>2004-2005</b>	<b>2005-2006</b>	<b>2006-2007</b>	<b>2007-2008</b>	<b>2008-2009</b>		
<b>Program Summary</b>							
Transportation Support	138,184	155,367	151,006	149,670	148,470		
Total	138,184	155,367	151,006	149,670	148,470		
<b>Fund Summary</b>							
Dedicated Highway and Bridge Trust Fund	138,184	155,367	151,006	149,670	148,470		
Total	138,184	155,367	151,006	149,670	148,470		
<b>DISBURSEMENTS</b>							
	<b>Estimated 2003-2004</b>	<b>2004-2005</b>	<b>2005-2006</b>	<b>2006-2007</b>	<b>2007-2008</b>	<b>2008-2009</b>	<b>Total 2004-2009</b>
<b>Program Summary</b>							
Transportation Support	116,401	136,449	153,367	149,006	147,670	146,470	732,962
Total	116,401	136,449	153,367	149,006	147,670	146,470	732,962
<b>Fund Summary</b>							
Dedicated Highway and Bridge Trust Fund	116,401	136,449	153,367	149,006	147,670	146,470	732,962
Total	116,401	136,449	153,367	149,006	147,670	146,470	732,962

# CAPITAL PROGRAM PLAN

**THRUWAY AUTHORITY, NEW YORK STATE  
SUMMARY OF  
PROJECTED APPROPRIATIONS, COMMITMENTS, AND DISBURSEMENTS  
2004-2005 THROUGH 2008-2009  
(thousands of dollars)**

	<b>APPROPRIATIONS</b>						<b>Total 2004-2009</b>
	<b>Reapprop- riations</b>	<b>2004-2005</b>	<b>2005-2006</b>	<b>2006-2007</b>	<b>2007-2008</b>	<b>2008-2009</b>	
<b>Program Summary</b>							
Canal Development Program	2,918	4,000	4,000	4,000	4,000	4,000	20,000
Total	2,918	4,000	4,000	4,000	4,000	4,000	20,000
<b>Fund Summary</b>							
New York State Canal System Development Fund	2,918	4,000	4,000	4,000	4,000	4,000	20,000
Total	2,918	4,000	4,000	4,000	4,000	4,000	20,000

	<b>COMMITMENTS</b>				
	<b>2004-2005</b>	<b>2005-2006</b>	<b>2006-2007</b>	<b>2007-2008</b>	<b>2008-2009</b>
<b>Program Summary</b>					
Canal Development Program	4,000	4,000	4,000	4,000	4,000
Total	4,000	4,000	4,000	4,000	4,000
<b>Fund Summary</b>					
New York State Canal System Development Fund	4,000	4,000	4,000	4,000	4,000
Total	4,000	4,000	4,000	4,000	4,000

	<b>DISBURSEMENTS</b>						<b>Total 2004-2009</b>
	<b>Estimated 2003-2004</b>	<b>2004-2005</b>	<b>2005-2006</b>	<b>2006-2007</b>	<b>2007-2008</b>	<b>2008-2009</b>	
<b>Program Summary</b>							
Canal Development Program	3,017	4,000	4,000	4,000	4,000	4,000	20,000
Total	3,017	4,000	4,000	4,000	4,000	4,000	20,000
<b>Fund Summary</b>							
New York State Canal System Development Fund	3,017	4,000	4,000	4,000	4,000	4,000	20,000
Total	3,017	4,000	4,000	4,000	4,000	4,000	20,000

# ***CAPITAL PROGRAM PLAN***

---

**METROPOLITAN TRANSPORTATION AUTHORITY**  
**SUMMARY OF**  
**PROJECTED APPROPRIATIONS, COMMITMENTS, AND DISBURSEMENTS**  
**2004-2005 THROUGH 2008-2009**  
 (thousands of dollars)

	APPROPRIATIONS					Total 2004-2009
	Reapprop- riations	2004-2005	2005-2006	2006-2007	2007-2008	
Program Summary						
Metropolitan Transportation Authority	36,000	0	0	0	0	0
Total	36,000	0	0	0	0	0
Fund Summary						
Capital Projects Fund - Advances	36,000	0	0	0	0	0
Total	36,000	0	0	0	0	0

### ***PARKS AND ENVIRONMENT***

The DEC and the Office of Parks, Recreation and Historic Preservation (OPRHP) are the agencies responsible for preserving and protecting the State's extensive environmental, historic and cultural resources and providing recreational opportunities for its citizens. Each agency is responsible for the development and maintenance of a wide array of capital facilities. This category also includes EFC and the Hudson River Park Trust.

A major focus of DEC over the next five years will be the continued clean up of environmental hazards under the new and expanded State Superfund and Brownfields program, signed into law by Governor Pataki in 2003. Additionally, both DEC and OPRHP will continue to implement the CWCA Bond Act, proposed by the Governor, and endorsed by the voters in November 1996. The Bond Act authorized a total of \$1.75 billion for projects vital to the State's environmental and economic health.

### ***DEPARTMENT OF ENVIRONMENTAL CONSERVATION***

DEC is charged with protecting the State's natural resources. Department responsibilities include cleaning up solid and hazardous waste disposal sites, enforcing air and water quality standards, maintaining hundreds of flood and coastal erosion projects, and stewardship of approximately four million acres of State land. The Department also provides safe opportunities for outdoor recreation including hunting, fishing, camping, hiking and other activities. DEC manages hundreds of facilities including dams, boat launch sites, campgrounds, fish hatcheries, wildlife management areas and a ski area.

DEC's capital program enhances and maintains the infrastructure necessary to provide a safe environment, and an estimated \$598 million in capital disbursements will support these activities in 2004-05. DEC's Capital Plan directs resources to projects to ensure compliance with health and safety requirements and State and Federal environmental mandates. In 2004-05, new Capital Projects Fund appropriations of \$31 million are recommended to address these needs, and to maintain and upgrade campgrounds, environmental centers and camps, fish hatcheries and other Department-owned buildings and facilities, maintain flood control structures, and fund shore protection projects for communities threatened by coastal erosion. Recommendations also include \$10 million for remediation of Onondaga Lake.

The 2004-05 Executive Budget recommends new disbursements totaling \$125 million from the 1996 CWCA for projects to be administered by DEC. The CWCA Bond Act funds such important activities as: water quality improvement projects, landfill closure and recycling projects, Brownfield's projects, safe drinking water projects and air quality improvement projects. The total authorization of \$1.75 billion has been made available from the Bond Act.

Another key element of DEC's capital program is the EPF, a dedicated fund supported by revenues of approximately \$125 million annually. The Executive Budget includes new appropriations of \$125 million for 2004-05 to fund a host of critical environmental and recreational activities including: recycling; waterfront revitalization projects; non-point source water pollution control; farmland preservation; open space land acquisition; Hudson River Estuary Management and municipal parks projects; the Hudson River Park project; the restoration and preservation of historic barns; and stewardship projects on State-owned parks and lands. Additional EPF appropriations of \$500 million through 2008-09 will continue funding these important activities.

The Department's Capital Plan also reflects the newly refinanced State Superfund program and a new Brownfields program enacted in 2003. Appropriations provide for \$120 million in annual support to be bond-financed for the remediation of hazardous waste and hazardous substances and for off-site contamination at Brownfield Cleanup program sites.

## ***CAPITAL PROGRAM PLAN***

---

The cost of these bonds will be supported equally by the State and industry. In addition, \$15 million in General Fund support is provided for technical assistance grants (TAGs), Brownfield Opportunity Area (BOA) grants, and for State implementation of the Brownfield Cleanup program and non-bondable costs of the State Superfund and Brownfield Cleanup Programs. These programs, which will maintain the most stringent environmental and public health standards in the nation, while also spurring redevelopment of contaminated sites, succeed the \$1.1 billion 1986 Environmental Quality Bond Act which is fully committed.

In 2004-05, the level of contract commitments projected in the Department's capital plan is \$466 million. This is consistent with the commitment levels in the 2003-04 capital plan. Future year commitments are also consistent with appropriation levels recommended over the next five years.

The Department's capital maintenance plan focuses on preservation and preventive maintenance at its various lands, facilities and other structures. The Department manages a vast array of assets that vary in age, condition and useful life, including: approximately four million acres of land; 260 boat launching and fishing access sites; 100 flood control structures; 52 campgrounds; 12 fish hatcheries; one game farm; four environmental education camps; five environmental education centers; one tree nursery; and the Belleayre Mountain ski center. The Department has recently developed a computerized maintenance management system to facilitate planning and preventive maintenance for these extensive resources.

### ***ENVIRONMENTAL FACILITIES CORPORATION***

EFC is charged with helping local governments, State agencies and private industry comply with State and Federal environmental laws. EFC responsibilities include administering the Clean Water (CWSRF) and Drinking Water (DWSRF) State Revolving Funds; assisting New York businesses finance environmental projects through the Industrial Finance Program (IFP); and helping municipalities, State agencies, and businesses comply with environmental laws and regulations through the Technical Advisory Services (TAS) program, the Financial Assistance to Business (FAB) program and the Pipeline for Jobs program.

EFC, in conjunction with DEC, administers low-interest financings to recipients for water pollution control facilities via the CWSRF. As of December 1, 2003, the CWSRF has made 1,192 loans for approximately \$9.6 billion to 437 recipients across the State since the program was initiated in 1989. The Capital Plan for DEC estimates commitments of \$840 million from Federal and State funds for the CWSRF over five years.

The Drinking Water State Revolving Fund is a program administered by EFC, in conjunction with DOH, that provides low-interest financings, including grants, to publicly- and privately-owned community water systems and to nonprofit, non-community water systems for the construction of eligible safe drinking water projects. From its initiation in 1996 through December 1, 2003, the DWSRF has made 310 loans, 67 State Assistance Payments and 42 Federal Assistance Payments, worth approximately \$1.06 billion, to 236 recipients across the State. DOH's Five-Year Capital Plan anticipates commitments for the DWSRF of \$325 million in Federal funding.

In addition to appropriations to finance costs related to the 1996 CWCA Bond Act, EFC's Capital Program includes the reappropriation of \$7.5 million for the Pipeline for Jobs program. This program was created to provide recipients with financial assistance for the planning, design and construction of eligible projects that are intended to create, improve, or extend water supply facilities for economic development.

### **HUDSON RIVER PARK TRUST**

The Hudson River Park Trust (the Trust) is responsible for designing, developing, constructing, and maintaining the 550 acre Hudson River Park, which will extend five miles along the Hudson River waterfront from Battery Park City to 59th Street. During 2004-05, the Trust will continue to refine the framework and scope of the Hudson River Park, develop detailed cost estimates, explore alternative sources of funding and continue to oversee project design and construction.

The 2004-05 Executive Budget recommends \$10 million in new appropriations from the EPF for the Trust for capital costs associated with the planning, design and construction of Park projects. This level of funding, when combined with prior year spending authority that is continued, will provide sufficient resources to meet 2004-05 obligations.

### **OFFICE OF PARKS, RECREATION AND HISTORIC PRESERVATION**

The Office of Parks, Recreation and Historic Preservation operates 168 State parks and 35 historic sites that provide a place for visitors to relax and learn about New York's natural, historic and recreational treasures. More than 60 million people visit the State parks each year.

The State's park system is one of the oldest and best developed in the nation, featuring 27 golf courses, 76 developed beaches, 53 swimming pools, and more than 5,000 buildings. Since the majority of facilities at State parks were built more than 50 years ago, a primary component of the capital program is devoted to maintenance and rehabilitation.

For 2004-05, the capital plan supports approximately \$20 million in capital disbursements from various sources. For new appropriations, \$29 million is recommended for capital projects from SPIF, a dedicated fund consisting of revenues generated from day use and camping fees at the parks, as well as other miscellaneous revenues. Support is also provided for the Office's capital program from Fiduciary funds and Federal resources. In addition, funding will be available from the EPF to improve park facilities and protect the fragile natural resources at State parks. These funds are included in the DEC capital budget.

Funding will also be available from the EPF and the CWCA Bond Act to improve park facilities and protect the fragile natural resources at State parks. These funds are also included in the DEC capital budget.

The Office's five-year capital plan reflects the priority needs of the various parks and historic sites. A total of \$84 million, mainly from SPIF, is planned to be spent on projects to improve health and safety and preserve facilities, and includes actions to:

- Maintain and restore historic sites;
- Rehabilitate park utility, sanitary, and water systems;
- Improve selected roads and bridges;
- Upgrade public comfort stations and campground wash houses;
- Maintain and improve park buildings, cabins and pool facilities; and
- Develop newly acquired park lands.

The Office's capital maintenance plan for 2004-05 concentrates investments in preservation and protection of its many facilities. The Office's assets consist of approximately 5,000 buildings which vary in age, condition and useful life including: historic buildings, offices, cabins, comfort stations, maintenance/storage buildings, restaurants, visitor/nature centers, pump houses and toll booths. The Office plans to focus its 2004-05 maintenance efforts primarily on site restoration, roof repair, and exterior construction projects.

## ***CAPITAL PROGRAM PLAN***

---

The level of contract commitments projected in OPRHP's capital plan is \$34 million in 2004-05. Future year commitments reflect projected activity from both new appropriations and prior year appropriations.

# CAPITAL PROGRAM PLAN

**ENVIRONMENTAL CONSERVATION, DEPARTMENT OF  
SUMMARY OF  
PROJECTED APPROPRIATIONS, COMMITMENTS, AND DISBURSEMENTS  
2004-2005 THROUGH 2008-2009  
(thousands of dollars)**

	APPROPRIATIONS						Total 2004-2009
	Reappro- priations	2004-2005	2005-2006	2006-2007	2007-2008	2008-2009	
<b>Program Summary</b>							
Administration	2,746	4,025	2,000	2,000	2,000	2,000	12,025
Air Resources	88,381	0	0	0	0	0	0
Clean Water Clean Air Implementation	8,317	2,527	0	0	0	0	2,527
Clean Water/Clean Air 96	181,301	0	0	0	0	0	0
Design and Construction Supervision	14	0	0	0	0	0	0
Environment and Recreation	367,380	125,000	125,000	125,000	125,000	125,000	625,000
Environmental Protection and Enhancements	95,203	0	0	0	0	0	0
Fish and Wildlife	10,586	1,900	1,500	1,500	1,500	1,500	7,900
Lands and Forests	21,695	2,650	1,500	1,500	1,500	1,500	8,650
Marine Resources	12,335	3,750	0	0	0	0	3,750
Operations	65,821	25,469	25,729	27,000	27,000	27,000	132,198
Recreation	3,957	2,500	1,350	1,325	1,325	1,325	7,825
Solid and Hazardous Waste Management	450,072	167,501	135,000	135,000	135,000	135,000	707,501
Solid Waste Management	110,509	10,845	650	675	675	675	13,520
Water Resources	907,127	201,485	199,000	199,000	199,000	199,000	997,485
Total	<u>2,325,444</u>	<u>547,652</u>	<u>491,729</u>	<u>493,000</u>	<u>493,000</u>	<u>493,000</u>	<u>2,518,381</u>
<b>Fund Summary</b>							
Capital Projects Fund	128,311	30,595	30,000	30,000	30,000	30,000	150,595
Capital Projects Fund - 1996 CWA (Bondable)	712,557	0	0	0	0	0	0
Capital Projects Fund - Advances	83,635	30,000	1,000	1,000	1,000	1,000	34,000
Capital Projects Fund - Authority Bonds	92,895	49,622	50,729	52,000	52,000	52,000	256,351
Capital Projects Fund - EQBA (Bondable)	39,241	327	0	0	0	0	327
Capital Projects Fund - EQBA 86 (Bondable)	250,589	0	0	0	0	0	0
Capital Projects Fund - PWBA (Bondable)	17,948	14,467	0	0	0	0	14,467
Clean Air Fund	11,384	0	0	0	0	0	0
Clean Water Clean Air Implementation Fund	8,317	2,527	0	0	0	0	2,527
Enterprise Fund	175	0	0	0	0	0	0
Environmental Protection Fund	462,583	125,000	125,000	125,000	125,000	125,000	625,000
Federal Capital Projects Fund	370,802	160,114	150,000	150,000	150,000	150,000	760,114
Financial Security Fund	1,835	0	0	0	0	0	0
Forest Preserve Expansion Fund	115	0	0	0	0	0	0
Hazardous Waste Remedial Fund - Cleanup	120,000	120,000	120,000	120,000	120,000	120,000	600,000
Hazardous Waste Remedial Fund - Oversight and Assessment	15,000	15,000	15,000	15,000	15,000	15,000	75,000
Hudson River Habitat Restor. Fund	351	0	0	0	0	0	0
Natural Resource Damages Fund	9,706	0	0	0	0	0	0
Total	<u>2,325,444</u>	<u>547,652</u>	<u>491,729</u>	<u>493,000</u>	<u>493,000</u>	<u>493,000</u>	<u>2,518,381</u>

# CAPITAL PROGRAM PLAN

## ENVIRONMENTAL CONSERVATION, DEPARTMENT OF SUMMARY OF PROJECTED APPROPRIATIONS, COMMITMENTS, AND DISBURSEMENTS 2004-2005 THROUGH 2008-2009 (thousands of dollars)

### COMMITMENTS

Program Summary	2004-2005	2005-2006	2006-2007	2007-2008	2008-2009
Administration	1,000	2,000	2,000	2,000	2,000
Air Resources	500	500	500	500	500
Clean Water Clean Air Implementation	2,527	0	0	0	0
Environment and Recreation	125,000	125,000	125,000	125,000	125,000
Fish and Wildlife	1,000	1,500	1,500	1,500	1,500
Lands and Forests	1,000	1,500	1,500	1,500	1,500
Marine Resources	200	200	200	200	200
Operations	17,245	15,000	15,000	15,000	15,000
Recreation	700	1,350	1,325	1,325	1,325
Solid and Hazardous Waste Management	113,000	96,000	110,000	120,000	135,000
Solid Waste Management	650	650	650	650	650
Water Resources	203,000	202,000	202,025	202,025	202,025
Total	465,822	445,700	459,700	469,700	484,700
<b>Fund Summary</b>					
Capital Projects Fund	30,595	30,000	30,000	30,000	30,000
Capital Projects Fund - Advances	31,000	1,000	1,000	1,000	1,000
Capital Projects Fund - Authority Bonds	50,000	50,000	50,000	50,000	50,000
Clean Water Clean Air Implementation Fund	2,527	0	0	0	0
Environmental Protection Fund	125,000	125,000	125,000	125,000	125,000
Federal Capital Projects Fund	142,500	142,500	142,500	142,500	142,500
Financial Security Fund	200	200	200	200	200
Hazardous Waste Remedial Fund - Cleanup	68,000	81,000	95,000	105,000	120,000
Hazardous Waste Remedial Fund - Oversight and Assessment	15,000	15,000	15,000	15,000	15,000
Natural Resource Damages Fund	1,000	1,000	1,000	1,000	1,000
Total	465,822	445,700	459,700	469,700	484,700

### DISBURSEMENTS

Program Summary	Estimated 2003-2004	2004-2005	2005-2006	2006-2007	2007-2008	2008-2009	Total 2004-2009
Administration	186	0	0	0	0	0	0
Air Resources	16,933	17,224	13,000	11,750	12,735	9,250	63,959
Clean Water Clean Air Implementation	2,527	2,527	2,527	0	0	0	5,054
Clean Water/Clean Air 96	7,071	19,500	22,543	20,473	29,000	20,062	111,578
Environment and Recreation	92,919	100,750	99,250	105,410	112,500	115,083	532,993
Environmental Protection and Enhancements	34,081	20,250	21,750	14,590	12,500	9,917	79,007
Fish and Wildlife	1,127	1,101	925	954	825	818	4,623
Lands and Forests	409	20	17	17	17	17	88
Marine Resources	450	750	700	700	700	650	3,500
Operations	16,027	11,929	11,929	13,200	13,200	13,200	63,458
Recreation	314	0	0	0	0	0	0
Solid and Hazardous Waste Management	146,674	149,350	161,850	165,350	151,999	140,299	768,848
Solid Waste Management	51,383	15,356	13,388	9,127	5,100	3,328	46,299
Water Resources	253,480	259,469	260,694	243,746	238,335	227,693	1,229,937
Total	623,581	598,226	608,573	585,317	576,911	540,317	2,909,344
<b>Fund Summary</b>							
Capital Projects Fund	9,729	0	0	0	0	0	0
Capital Projects Fund - 1996 CWA (Bondable)	125,000	125,000	125,000	100,000	100,000	75,000	525,000
Capital Projects Fund - Advances	22,000	7,400	7,400	7,400	7,400	7,400	37,000
Capital Projects Fund - Authority Bonds	59,000	48,729	48,729	50,000	50,000	50,000	247,458
Capital Projects Fund - EQBA (Bondable)	6,000	3,000	3,000	3,000	3,000	3,000	15,000
Capital Projects Fund - EQBA 86 (Bondable)	60,000	60,000	60,000	50,000	26,594	0	196,594
Capital Projects Fund - PWBA (Bondable)	1,600	1,200	1,200	1,200	1,200	1,200	6,000
Clean Air Fund	2,000	2,650	0	0	0	0	2,650
Clean Water Clean Air Implementation Fund	2,527	2,527	2,527	0	0	0	5,054
Environmental Protection Fund	127,000	121,000	121,000	120,000	125,000	125,000	612,000
Federal Capital Projects Fund	142,500	142,500	142,500	142,500	142,500	142,500	712,500
Financial Security Fund	200	200	200	200	200	200	1,000
Forest Preserve Expansion Fund	25	20	17	17	17	17	88
Hazardous Waste Remedial Fund - Cleanup	50,000	68,000	81,000	95,000	105,000	120,000	469,000
Hazardous Waste Remedial Fund - Oversight and Assessment	15,000	15,000	15,000	15,000	15,000	15,000	75,000
Natural Resource Damages Fund	1,000	1,000	1,000	1,000	1,000	1,000	5,000
Total	623,581	598,226	608,573	585,317	576,911	540,317	2,909,344

# CAPITAL PROGRAM PLAN

**ENVIRONMENTAL FACILITIES CORPORATION  
SUMMARY OF  
PROJECTED APPROPRIATIONS, COMMITMENTS, AND DISBURSEMENTS  
2004-2005 THROUGH 2008-2009  
(thousands of dollars)**

		<b>APPROPRIATIONS</b>					<b>Total</b>	
		<b>Reappro- priations</b>	<b>2004-2005</b>	<b>2005-2006</b>	<b>2006-2007</b>	<b>2007-2008</b>	<b>2008-2009</b>	<b>2004-2009</b>
<b>Program Summary</b>								
Clean Water - Clean Air Implementation		0	292	292	0	0	0	584
Pipeline for Jobs Program		7,500	0	0	0	0	0	0
Total		7,500	292	292	0	0	0	584
<b>Fund Summary</b>								
Capital Projects Fund - Authority Bonds		7,500	0	0	0	0	0	0
Clean Water Clean Air Implementation Fund		0	292	292	0	0	0	584
Total		7,500	292	292	0	0	0	584

		<b>2004-2005</b>	<b>2005-2006</b>	<b>2006-2007</b>	<b>2007-2008</b>	<b>2008-2009</b>
<b>Program Summary</b>						
Clean Water - Clean Air Implementation		292	292	0	0	0
Total		292	292	0	0	0
<b>Fund Summary</b>						
Clean Water Clean Air Implementation Fund		292	292	0	0	0
Total		292	292	0	0	0

		<b>DISBURSEMENTS</b>					<b>Total</b>	
		<b>Estimated 2003-2004</b>	<b>2004-2005</b>	<b>2005-2006</b>	<b>2006-2007</b>	<b>2007-2008</b>	<b>2008-2009</b>	<b>2004-2009</b>
<b>Program Summary</b>								
Clean Water - Clean Air Implementation		292	292	292	0	0	0	584
Pipeline for Jobs Program		1,300	6,305	0	0	0	0	6,305
Total		1,592	6,597	292	0	0	0	6,889
<b>Fund Summary</b>								
Capital Projects Fund - Authority Bonds		1,300	6,305	0	0	0	0	6,305
Clean Water Clean Air Implementation Fund		292	292	292	0	0	0	584
Total		1,592	6,597	292	0	0	0	6,889

# CAPITAL PROGRAM PLAN

HUDSON RIVER PARK TRUST  
SUMMARY OF  
PROJECTED APPROPRIATIONS, COMMITMENTS, AND DISBURSEMENTS  
2004-2005 THROUGH 2008-2009  
(thousands of dollars)

APPROPRIATIONS							
	Reappro- priations	2004-2005	2005-2006	2006-2007	2007-2008	2008-2009	Total 2004-2009
<b>Program Summary</b>							
Regional Development	71,684	0	0	0	0	0	0
Total	71,684	0	0	0	0	0	0
<b>Fund Summary</b>							
Capital Projects Fund - Advances	71,684	0	0	0	0	0	0
Total	71,684	0	0	0	0	0	0
DISBURSEMENTS							
	Estimated 2003-2004	2004-2005	2005-2006	2006-2007	2007-2008	2008-2009	Total 2004-2009
<b>Program Summary</b>							
Regional Development	40,000	31,684	0	0	0	0	31,684
Total	40,000	31,684	0	0	0	0	31,684
<b>Fund Summary</b>							
Capital Projects Fund - Advances	40,000	31,684	0	0	0	0	31,684
Total	40,000	31,684	0	0	0	0	31,684

# CAPITAL PROGRAM PLAN

**PARKS, RECREATION AND HISTORIC PRESERVATION, OFFICE OF  
SUMMARY OF  
PROJECTED APPROPRIATIONS, COMMITMENTS, AND DISBURSEMENTS  
2004-2005 THROUGH 2008-2009  
(thousands of dollars)**

	APPROPRIATIONS						Total 2004-2009
	Reappro- priations	2004-2005	2005-2006	2006-2007	2007-2008	2008-2009	
<b>Program Summary</b>							
Federal Capital Projects Fund	13,518	4,000	5,000	5,000	5,000	5,000	24,000
Maintenance and Improvement of Existing Facilities	100,387	34,950	35,250	35,250	35,805	35,805	177,060
Natural Heritage Trust	300	0	0	0	0	0	0
Outdoor Recreation	1,013	0	0	0	0	0	0
Parks EQBA	7,807	0	0	0	0	0	0
Total	<u>123,025</u>	<u>38,950</u>	<u>40,250</u>	<u>40,250</u>	<u>40,805</u>	<u>40,805</u>	<u>201,060</u>
<b>Fund Summary</b>							
Capital Projects Fund	972	0	0	0	0	0	0
Capital Projects Fund - EQBA 86 (Bondable)	7,807	0	0	0	0	0	0
Federal Capital Projects Fund	13,518	4,000	5,000	5,000	5,000	5,000	24,000
Fiduciary Funds - Misc. Combined Expendable							
Trust Fund	13,752	5,000	5,000	5,000	5,000	5,000	25,000
Misc. Capital Projects	3,988	1,250	1,200	1,200	1,200	1,200	6,050
Outdoor Recreation Development Bond Fund	230	0	0	0	0	0	0
Parks and Recreation Land Acquisition Bond Fund	783	0	0	0	0	0	0
State Parks Infrastructure Fund	81,975	28,700	29,050	29,050	29,605	29,605	146,010
Total	<u>123,025</u>	<u>38,950</u>	<u>40,250</u>	<u>40,250</u>	<u>40,805</u>	<u>40,805</u>	<u>201,060</u>

	COMMITMENTS				
	2004-2005	2005-2006	2006-2007	2007-2008	2008-2009
<b>Program Summary</b>					
Federal Capital Projects Fund	2,500	2,500	2,500	2,500	2,500
Maintenance and Improvement of Existing Facilities	31,700	31,050	31,050	31,605	31,605
Total	<u>34,200</u>	<u>33,550</u>	<u>33,550</u>	<u>34,105</u>	<u>34,105</u>
<b>Fund Summary</b>					
Federal Capital Projects Fund	2,500	2,500	2,500	2,500	2,500
Fiduciary Funds - Misc. Combined Expendable					
Trust Fund	2,000	1,000	1,000	1,000	1,000
Misc. Capital Projects	1,000	1,000	1,000	1,000	1,000
State Parks Infrastructure Fund	28,700	29,050	29,050	29,605	29,605
Total	<u>34,200</u>	<u>33,550</u>	<u>33,550</u>	<u>34,105</u>	<u>34,105</u>

	DISBURSEMENTS						Total 2004-2009
	Estimated 2003-2004	2004-2005	2005-2006	2006-2007	2007-2008	2008-2009	
<b>Program Summary</b>							
Federal Capital Projects Fund	2,500	2,500	2,500	2,500	2,500	2,500	12,500
Maintenance and Improvement of Existing Facilities	26,325	13,900	12,900	12,900	12,900	12,900	65,500
Parks EQBA	3,343	3,775	1,185	861	0	0	5,821
Total	<u>32,168</u>	<u>20,175</u>	<u>16,585</u>	<u>16,261</u>	<u>15,400</u>	<u>15,400</u>	<u>83,821</u>
<b>Fund Summary</b>							
Capital Projects Fund - EQBA 86 (Bondable)	3,343	3,775	1,185	861	0	0	5,821
Federal Capital Projects Fund	2,500	2,500	2,500	2,500	2,500	2,500	12,500
Fiduciary Funds - Misc. Combined Expendable							
Trust Fund	4,425	2,000	1,000	1,000	1,000	1,000	6,000
Misc. Capital Projects	1,000	1,000	1,000	1,000	1,000	1,000	5,000
State Parks Infrastructure Fund	20,900	10,900	10,900	10,900	10,900	10,900	54,500
Total	<u>32,168</u>	<u>20,175</u>	<u>16,585</u>	<u>16,261</u>	<u>15,400</u>	<u>15,400</u>	<u>83,821</u>

## **CAPITAL PROGRAM PLAN**

### ***ECONOMIC DEVELOPMENT AND GOVERNMENT OVERSIGHT***

#### ***DEPARTMENT OF AGRICULTURE AND MARKETS***

The Department of Agriculture and Markets, in conjunction with the Industrial Exhibit Authority, is responsible for operating the New York State Fair and maintaining its buildings and grounds. The Fairgrounds include 28 major buildings and 100 other structures, the majority of which have a useful life of greater than 10 years and are in good overall condition.

<u>Capital Asset Group</u>	<u>Age Range</u>	<u>Condition</u>			<u>Total</u>
		<u>Good</u>	<u>Fair</u>	<u>Poor</u>	
Various State Fair Buildings	5 to 94 yrs.	110	14	4	128

For 2004-05, the capital plan supports approximately \$2 million in capital disbursements and a total of \$1.0 million in new appropriations financed with a transfer from the General Fund to repair and rehabilitate the Fair's facilities to ensure a safe and enjoyable experience for all Fair patrons and participants. An additional \$6.4 million in disbursements will be made available for similar projects through 2008-09.

The 2004-05 Executive Budget also recommends continued spending from Special Revenue funds for the Fair (financed by revenues from public/private partnership agreements and year-round operation of the Fairgrounds) to complete needed improvements at various Fairgrounds buildings.

The Department's capital maintenance plan for the next five years prioritizes those projects that will preserve, rehabilitate and improve Fairgrounds buildings, land and infrastructure for year-round use, and continue to protect the State's investment in the facility. In addition, Fairgrounds structures are upgraded continually to meet more stringent building code requirements, provide accessibility for the disabled and ensure public safety.

For 2004-05, the level of commitments projected in the Capital Plan is \$2 million. Future year commitments are consistent with planned appropriation levels over the next five years.

#### ***ECONOMIC DEVELOPMENT AND OFFICE OF SCIENCE, TECHNOLOGY AND ACADEMIC RESEARCH***

For 2004-05, the Capital Plan includes \$250 million in new funding for the Regional Economic Growth Program to support priority high technology and economic development projects that will have a significant regional impact. The Capital Plan also continues the \$1.2 billion Centers of Excellence/Empire Opportunity Fund/Gen\*NY\*sis/RESTORE Program which is being administered by ESDC and the DA. This program was established to foster collaboration between the academic research community and the business sector in order to develop and commercialize new products and technologies; to promote critical private sector investment in emerging high technology fields; and to create and expand technology related businesses and employment. In addition, the Program also finances projects that create or retain jobs or increase business activity through the construction and rehabilitation of research and development facilities, incubators and industrial parks; downtown commercial revitalization; brownfield redevelopment; as well as other types of activities.

The Capital Plan includes reappropriations for previously authorized environmental, higher education, cultural and economic development projects including: \$425 million for CEFAP authorized in 1997-98; \$225 million for SIP authorized in 2000-01; \$34.6 million for NYSTAR Capital Facilities Program authorized in 1999-00; \$50 million for economic development projects in the Buffalo area authorized in 2000-01; \$750,000 for EDNRP

authorized in 1999-00; and \$15 million for the construction of a stadium to house the Rochester Rhinos Soccer franchise authorized in 2000-01. State-supported public authority bonds finance these programs.

### ***ENERGY RESEARCH AND DEVELOPMENT AUTHORITY***

The Energy Research and Development Authority (ERDA) owns and manages the Western New York Nuclear Service Center at West Valley in Cattaraugus County, the site of a former nuclear fuel reprocessing facility and an inactive low-level radioactive waste disposal area.

The Authority's Capital Plan reflects its continuing role in a joint Federal-State Demonstration Project to treat and dispose of liquid nuclear waste at the Center and decommission the reprocessing facility. The Plan also includes ERDA's on-going maintenance costs at the disposal area to ensure its compliance with environmental laws.

ERDA's Capital Maintenance Plan indicates that the Western New York Service Center is approximately 36 years of age, in good condition, with a remaining useful life that will extend to the conclusion of the decommissioning of the site. The maintenance goal at the site is to preserve the facility in a state of good repair.

The 2004-05 commitment level of \$11.5 million also includes the anticipated cost for ERDA's role in the CWCA Bond Act.

### ***DIVISION OF HOUSING AND COMMUNITY RENEWAL***

The State's housing capital programs provide grants, low-interest loans and technical assistance to facilitate construction and preservation of the State's low- and moderate-income housing stock. State capital funds are combined with Federal funds, low-cost mortgages and available private sector investments to finance activities that, absent the State's involvement, would not be financially feasible.

In addition to developing and maintaining low-cost housing, the housing capital programs foster economic growth across the State by creating additional construction jobs and encouraging new private sector investment in distressed areas.

The State's housing capital appropriations are made to DHCR, the State agency charged with coordinating the State's housing policies and programs. The individual housing programs are implemented through four public benefit corporations: the Housing Trust Fund Corporation (HTFC); the Affordable Housing Corporation (AHC), the Homeless Housing Assistance Corporation (HHAC); and HFA. DHCR staff perform the administrative functions generally associated with low-income housing programs as well as overseeing the State's involvement in Federal capital programs. HFA staff provide administrative support for the State programs that generally target moderate-income households.

The Capital Plan recommends \$104 million in appropriations in 2004-05 to fund six housing capital programs:

- \$29 million to the Low-Income Housing Trust Fund program to provide grants of up to \$75,000 per unit to construct or renovate low-income apartment projects. The Capital Plan maintains 2004-05 funding levels for this program through 2008-09;
- \$25 million to the Affordable Homeownership Development Program, which provides grants of up to \$25,000 to low- and moderate-income households to assist in the acquisition or renovation of their homes. The Capital Plan maintains 2004-05 funding levels for this program through 2008-09;

## ***CAPITAL PROGRAM PLAN***

---

- \$13 million to the Public Housing Modernization Program to subsidize repairs at 74 State-supervised public housing projects across the State. A total of \$400,000 from this appropriation will be reserved to fund capital activities aimed at reducing illegal drug activities at these projects. The Capital Plan maintains 2004-05 funding levels for this program through 2008-09;
- \$7 million for the Homes for Working Families program to continue this award-winning initiative which combines State funds with other available public and private sector moneys, Federal Low Income Tax Credit proceeds and non-State supported bond funds to construct affordable rental housing for low- and moderate-income households;
- \$400,000 for the Housing Opportunities Program, which provides grants to low-income elderly homeowners for emergency home repairs. The Capital Plan maintains 2004-05 funding levels for this program through 2008-09; and
- \$30 million to HHAP which is funded from OTDA, to not-for-profit corporations and municipalities to expand and improve the supply of permanent, transitional and emergency housing for homeless persons.

In addition to State-funded programs, HTFC also awards and disburses Federal moneys pursuant to the U.S. Department of Housing and Urban Development's HOME program. This program provides grants to not-for-profit groups and local governments to partially fund the construction or rehabilitation of low- and moderate-income housing.

The Executive Budget also includes a reappropriation of \$11 million to continue programs funded from the State's Housing Assistance Fund (HAF). The HAF was established in 1988 with a one-time appropriation to fund eight housing construction and development programs serving low- and moderate-income households with specific housing needs.

The 2004-05 Capital Plan contemplates the commitment of State housing funds in the year in which funds are appropriated. Requests for funding from the State's various housing programs are reviewed and evaluated on an annual basis by program staff. These applications are submitted by private and not-for-profit sponsors of proposed low- and moderate-income housing projects. The applications are scored and ranked on a competitive basis and the review process culminates in award notifications for the most effective projects in meeting the State's housing needs.

# CAPITAL PROGRAM PLAN

**AGRICULTURE AND MARKETS, DEPARTMENT OF  
SUMMARY OF  
PROJECTED APPROPRIATIONS, COMMITMENTS, AND DISBURSEMENTS  
2004-2005 THROUGH 2008-2009  
(thousands of dollars)**

		<b>APPROPRIATIONS</b>					<b>Total</b>	
		<b>Reappro- priations</b>	<b>2004-2005</b>	<b>2005-2006</b>	<b>2006-2007</b>	<b>2007-2008</b>	<b>2008-2009</b>	<b>2004-2009</b>
<b>Program Summary</b>								
State Fair		2,400	3,000	3,000	3,000	3,000	3,000	15,000
	Total	2,400	3,000	3,000	3,000	3,000	3,000	15,000
<b>Fund Summary</b>								
Capital Projects Fund		400	1,000	1,000	1,000	1,000	1,000	5,000
Misc. Capital Projects		2,000	2,000	2,000	2,000	2,000	2,000	10,000
	Total	2,400	3,000	3,000	3,000	3,000	3,000	15,000

		<b>2004-2005</b>	<b>2005-2006</b>	<b>2006-2007</b>	<b>2007-2008</b>	<b>2008-2009</b>
<b>Program Summary</b>						
State Fair		2,000	2,000	2,000	2,000	2,000
	Total	2,000	2,000	2,000	2,000	2,000
<b>Fund Summary</b>						
Capital Projects Fund		1,000	1,000	1,000	1,000	1,000
Misc. Capital Projects		1,000	1,000	1,000	1,000	1,000
	Total	2,000	2,000	2,000	2,000	2,000

		<b>Estimated 2003-2004</b>	<b>2004-2005</b>	<b>2005-2006</b>	<b>2006-2007</b>	<b>2007-2008</b>	<b>2008-2009</b>	<b>Total 2004-2009</b>
<b>Program Summary</b>								
State Fair		1,863	2,000	2,000	2,000	2,000	2,000	10,000
	Total	1,863	2,000	2,000	2,000	2,000	2,000	10,000
<b>Fund Summary</b>								
Capital Projects Fund		628	1,000	1,000	1,000	1,000	1,000	5,000
Misc. Capital Projects		1,235	1,000	1,000	1,000	1,000	1,000	5,000
	Total	1,863	2,000	2,000	2,000	2,000	2,000	10,000

# CAPITAL PROGRAM PLAN

**EMPIRE STATE DEVELOPMENT CORPORATION  
SUMMARY OF  
PROJECTED APPROPRIATIONS, COMMITMENTS, AND DISBURSEMENTS  
2004-2005 THROUGH 2008-2009  
(thousands of dollars)**

	<b>APPROPRIATIONS</b>						<b>Total 2004-2009</b>
	<b>Reappro- priations</b>	<b>2004-2005</b>	<b>2005-2006</b>	<b>2006-2007</b>	<b>2007-2008</b>	<b>2008-2009</b>	
<b>Program Summary</b>							
Economic Development	65,050	250,000	0	0	0	0	250,000
Regional Development	425,000	0	0	0	0	0	0
Total	<u>490,050</u>	<u>250,000</u>	<u>0</u>	<u>0</u>	<u>0</u>	<u>0</u>	<u>250,000</u>
<b>Fund Summary</b>							
Capital Projects Fund - Authority Bonds	490,050	250,000	0	0	0	0	250,000
Total	<u>490,050</u>	<u>250,000</u>	<u>0</u>	<u>0</u>	<u>0</u>	<u>0</u>	<u>250,000</u>

	<b>COMMITMENTS</b>				
	<b>2004-2005</b>	<b>2005-2006</b>	<b>2006-2007</b>	<b>2007-2008</b>	<b>2008-2009</b>
<b>Program Summary</b>					
Economic Development	90,000	83,333	100,000	41,667	0
Regional Development	30,000	0	0	0	0
Total	<u>120,000</u>	<u>83,333</u>	<u>100,000</u>	<u>41,667</u>	<u>0</u>
<b>Fund Summary</b>					
Capital Projects Fund - Authority Bonds	120,000	83,333	100,000	41,667	0
Total	<u>120,000</u>	<u>83,333</u>	<u>100,000</u>	<u>41,667</u>	<u>0</u>

	<b>DISBURSEMENTS</b>						<b>Total 2004-2009</b>
	<b>Estimated 2003-2004</b>	<b>2004-2005</b>	<b>2005-2006</b>	<b>2006-2007</b>	<b>2007-2008</b>	<b>2008-2009</b>	
<b>Program Summary</b>							
Economic Development	50	90,000	83,333	100,000	41,667	0	315,000
Regional Development	50,497	30,000	0	0	0	0	30,000
Total	<u>50,547</u>	<u>120,000</u>	<u>83,333</u>	<u>100,000</u>	<u>41,667</u>	<u>0</u>	<u>345,000</u>
<b>Fund Summary</b>							
Capital Projects Fund - Authority Bonds	50,547	120,000	83,333	100,000	41,667	0	345,000
Total	<u>50,547</u>	<u>120,000</u>	<u>83,333</u>	<u>100,000</u>	<u>41,667</u>	<u>0</u>	<u>345,000</u>

# CAPITAL PROGRAM PLAN

**ECONOMIC DEVELOPMENT CAPITAL  
SUMMARY OF  
PROJECTED APPROPRIATIONS, COMMITMENTS, AND DISBURSEMENTS  
2004-2005 THROUGH 2008-2009  
(thousands of dollars)**

<b>APPROPRIATIONS</b>							<b>Total</b>
	<b>Reapprop- riations</b>	<b>2004-2005</b>	<b>2005-2006</b>	<b>2006-2007</b>	<b>2007-2008</b>	<b>2008-2009</b>	<b>2004-2009</b>
<b>Program Summary</b>							
Regional Development	1,200,000	0	0	0	0	0	0
Total	1,200,000	0	0	0	0	0	0
<b>Fund Summary</b>							
Capital Projects Fund - Authority Bonds	1,200,000	0	0	0	0	0	0
Total	1,200,000	0	0	0	0	0	0
<b>COMMITMENTS</b>							
	<b>2004-2005</b>	<b>2005-2006</b>	<b>2006-2007</b>	<b>2007-2008</b>	<b>2008-2009</b>		
<b>Program Summary</b>							
Regional Development	509,200	103,500	37,500	0	0		
Total	509,200	103,500	37,500	0	0		
<b>Fund Summary</b>							
Capital Projects Fund - Authority Bonds	509,200	103,500	37,500	0	0		
Total	509,200	103,500	37,500	0	0		
<b>DISBURSEMENTS</b>							
	<b>Estimated 2003-2004</b>	<b>2004-2005</b>	<b>2005-2006</b>	<b>2006-2007</b>	<b>2007-2008</b>	<b>2008-2009</b>	<b>Total 2004-2009</b>
<b>Program Summary</b>							
Regional Development	189,485	509,200	103,500	37,500	0	0	650,200
Total	189,485	509,200	103,500	37,500	0	0	650,200
<b>Fund Summary</b>							
Capital Projects Fund - Authority Bonds	189,485	509,200	103,500	37,500	0	0	650,200
Total	189,485	509,200	103,500	37,500	0	0	650,200

# CAPITAL PROGRAM PLAN

**STRATEGIC INVESTMENT PROGRAM  
SUMMARY OF  
PROJECTED APPROPRIATIONS, COMMITMENTS, AND DISBURSEMENTS  
2004-2005 THROUGH 2008-2009  
(thousands of dollars)**

		<b>APPROPRIATIONS</b>					<b>Total</b>	
		<b>Reapprop- riations</b>	<b>2004-2005</b>	<b>2005-2006</b>	<b>2006-2007</b>	<b>2007-2008</b>	<b>2008-2009</b>	<b>2004-2009</b>
<b>Program Summary</b>								
Strategic Investment Program		225,000	0	0	0	0	0	0
Total		225,000	0	0	0	0	0	0
<b>Fund Summary</b>								
Capital Projects Fund - Authority Bonds		225,000	0	0	0	0	0	0
Total		225,000	0	0	0	0	0	0
		<b>COMMITMENTS</b>						
			<b>2004-2005</b>	<b>2005-2006</b>	<b>2006-2007</b>	<b>2007-2008</b>	<b>2008-2009</b>	
<b>Program Summary</b>								
Strategic Investment Program			55,000	50,000	33,469	0	0	
Total			55,000	50,000	33,469	0	0	
<b>Fund Summary</b>								
Capital Projects Fund - Authority Bonds			55,000	50,000	33,469	0	0	
Total			55,000	50,000	33,469	0	0	
			<b>DISBURSEMENTS</b>					
		<b>Estimated 2003-2004</b>	<b>2004-2005</b>	<b>2005-2006</b>	<b>2006-2007</b>	<b>2007-2008</b>	<b>2008-2009</b>	<b>Total 2004-2009</b>
<b>Program Summary</b>								
Strategic Investment Program		12,000	55,000	50,000	33,469	0	0	138,469
Total		12,000	55,000	50,000	33,469	0	0	138,469
<b>Fund Summary</b>								
Capital Projects Fund - Authority Bonds		12,000	55,000	50,000	33,469	0	0	138,469
Total		12,000	55,000	50,000	33,469	0	0	138,469

# CAPITAL PROGRAM PLAN

**ECONOMIC DEVELOPMENT AND NATURAL RESOURCE PRESERVATION  
SUMMARY OF  
PROJECTED APPROPRIATIONS, COMMITMENTS, AND DISBURSEMENTS  
2004-2005 THROUGH 2008-2009  
(thousands of dollars)**

<b>APPROPRIATIONS</b>							
	<b>Reappro- priations</b>	<b>2004-2005</b>	<b>2005-2006</b>	<b>2006-2007</b>	<b>2007-2008</b>	<b>2008-2009</b>	<b>Total 2004-2009</b>
<b>Program Summary</b>							
Economic Development	750	0	0	0	0	0	0
Total	750	0	0	0	0	0	0
<b>Fund Summary</b>							
Capital Projects Fund - Authority Bonds	750	0	0	0	0	0	0
Total	750	0	0	0	0	0	0
<b>DISBURSEMENTS</b>							
	<b>Estimated 2003-2004</b>	<b>2004-2005</b>	<b>2005-2006</b>	<b>2006-2007</b>	<b>2007-2008</b>	<b>2008-2009</b>	<b>Total 2004-2009</b>
<b>Program Summary</b>							
Economic Development	2,025	0	0	0	0	0	0
Total	2,025	0	0	0	0	0	0
<b>Fund Summary</b>							
Capital Projects Fund - Authority Bonds	2,025	0	0	0	0	0	0
Total	2,025	0	0	0	0	0	0

# CAPITAL PROGRAM PLAN

SCIENCE, TECHNOLOGY AND ACADEMIC RESEARCH, OFFICE OF  
SUMMARY OF  
PROJECTED APPROPRIATIONS, COMMITMENTS, AND DISBURSEMENTS  
2004-2005 THROUGH 2008-2009  
(thousands of dollars)

	APPROPRIATIONS						Total 2004-2009
	Reappro- priations	2004-2005	2005-2006	2006-2007	2007-2008	2008-2009	
Program Summary							
Research Facilities	36,611	0	0	0	0	0	0
Total	36,611	0	0	0	0	0	0
Fund Summary							
Capital Projects Fund	2,000	0	0	0	0	0	0
Capital Projects Fund - Authority Bonds	34,611	0	0	0	0	0	0
Total	36,611	0	0	0	0	0	0

	COMMITMENTS				
	2004-2005	2005-2006	2006-2007	2007-2008	2008-2009
Program Summary					
Research Facilities	15,000	17,700	0	0	0
Total	15,000	17,700	0	0	0
Fund Summary					
Capital Projects Fund - Authority Bonds	15,000	17,700	0	0	0
Total	15,000	17,700	0	0	0

	DISBURSEMENTS						Total 2004-2009
	Estimated 2003-2004	2004-2005	2005-2006	2006-2007	2007-2008	2008-2009	
Program Summary							
Research Facilities	5,000	15,000	17,700	0	0	0	32,700
Total	5,000	15,000	17,700	0	0	0	32,700
Fund Summary							
Capital Projects Fund	2,000	0	0	0	0	0	0
Capital Projects Fund - Authority Bonds	3,000	15,000	17,700	0	0	0	32,700
Total	5,000	15,000	17,700	0	0	0	32,700

# CAPITAL PROGRAM PLAN

**ENERGY RESEARCH AND DEVELOPMENT AUTHORITY, NEW YORK STATE**  
**SUMMARY OF**  
**PROJECTED APPROPRIATIONS, COMMITMENTS, AND DISBURSEMENTS**  
**2004-2005 THROUGH 2008-2009**  
(thousands of dollars)

	APPROPRIATIONS						Total 2004-2009
	Reappro- priations	2004-2005	2005-2006	2006-2007	2007-2008	2008-2009	
<b>Program Summary</b>							
Clean Water - Clean Air Implementation	0	117	117	0	0	0	234
Western New York Nuclear Service Center Program	0	11,350	13,250	13,250	13,250	13,250	64,350
Total	0	11,467	13,367	13,250	13,250	13,250	64,584
<b>Fund Summary</b>							
Capital Projects Fund - Authority Bonds	0	11,350	13,250	13,250	13,250	13,250	64,350
Clean Water Clean Air Implementation Fund	0	117	117	0	0	0	234
Total	0	11,467	13,367	13,250	13,250	13,250	64,584

	COMMITMENTS					
	2004-2005	2005-2006	2006-2007	2007-2008	2008-2009	
<b>Program Summary</b>						
Clean Water - Clean Air Implementation	117	117	0	0	0	
Western New York Nuclear Service Center Program	11,350	13,250	13,250	13,250	13,250	
Total	11,467	13,367	13,250	13,250	13,250	
<b>Fund Summary</b>						
Capital Projects Fund	11,350	13,250	13,250	13,250	13,250	
Clean Water Clean Air Implementation Fund	117	117	0	0	0	
Total	11,467	13,367	13,250	13,250	13,250	

	DISBURSEMENTS						Total 2004-2009
	Estimated 2003-2004	2004-2005	2005-2006	2006-2007	2007-2008	2008-2009	
<b>Program Summary</b>							
Clean Water - Clean Air Implementation	117	117	117	0	0	0	234
Western New York Nuclear Service Center Program	13,250	11,350	13,250	13,250	13,250	13,250	64,350
Total	13,367	11,467	13,367	13,250	13,250	13,250	64,584
<b>Fund Summary</b>							
Capital Projects Fund - Authority Bonds	13,250	11,350	13,250	13,250	13,250	13,250	64,350
Clean Water Clean Air Implementation Fund	117	117	117	0	0	0	234
Total	13,367	11,467	13,367	13,250	13,250	13,250	64,584

# CAPITAL PROGRAM PLAN

**HOUSING AND COMMUNITY RENEWAL, DIVISION OF**  
**SUMMARY OF**  
**PROJECTED APPROPRIATIONS, COMMITMENTS, AND DISBURSEMENTS**  
**2004-2005 THROUGH 2008-2009**  
(thousands of dollars)

Program Summary	APPROPRIATIONS						Total 2004-2009
	Reappro- priations	2004-2005	2005-2006	2006-2007	2007-2008	2008-2009	
Affordable Housing Corporation	82,000	25,000	25,000	25,000	25,000	25,000	125,000
Homes for Working Families Program	10,000	7,000	7,000	7,000	7,000	7,000	35,000
Housing Assistance Fund	11,333	0	0	0	0	0	0
Housing Opportunity Program For Elderly	800	400	400	400	400	400	2,000
Housing Program Capital Improvement	19,720	0	0	0	0	0	0
Low Income Housing Trust Fund	117,924	29,000	29,000	29,000	29,000	29,000	145,000
Maintenance and Improvements of Existing Facilities	7,789	0	0	0	0	0	0
New Facilities	33,845	0	10,000	10,000	10,000	10,000	40,000
Public Housing Modernization Program	77,988	12,800	12,800	12,800	12,800	12,800	64,000
State Housing Bond Fund	7,344	0	0	0	0	0	0
<b>Total</b>	<b>368,743</b>	<b>74,200</b>	<b>84,200</b>	<b>84,200</b>	<b>84,200</b>	<b>84,200</b>	<b>411,000</b>
<b>Fund Summary</b>							
Capital Projects Fund	20,945	0	0	0	0	0	0
Federal Capital Projects Fund	32,620	0	10,000	10,000	10,000	10,000	40,000
Housing Assistance Fund	11,333	0	0	0	0	0	0
Housing Program Fund	296,501	74,200	74,200	74,200	74,200	74,200	371,000
State Housing Bond Fund	7,344	0	0	0	0	0	0
<b>Total</b>	<b>368,743</b>	<b>74,200</b>	<b>84,200</b>	<b>84,200</b>	<b>84,200</b>	<b>84,200</b>	<b>411,000</b>

Program Summary	COMMITMENTS				
	2004-2005	2005-2006	2006-2007	2007-2008	2008-2009
Affordable Housing Corporation	25,000	25,000	25,000	25,000	25,000
Homes for Working Families Program	7,000	7,000	7,000	7,000	7,000
Housing Opportunity Program For Elderly	400	400	400	400	400
Low Income Housing Trust Fund	29,000	29,000	29,000	29,000	29,000
New Facilities	0	10,000	10,000	10,000	10,000
Public Housing Modernization Program	12,800	12,800	12,800	12,800	12,800
<b>Total</b>	<b>74,200</b>	<b>84,200</b>	<b>84,200</b>	<b>84,200</b>	<b>84,200</b>
<b>Fund Summary</b>					
Federal Capital Projects Fund	0	10,000	10,000	10,000	10,000
Housing Program Fund	74,200	74,200	74,200	74,200	74,200
<b>Total</b>	<b>74,200</b>	<b>84,200</b>	<b>84,200</b>	<b>84,200</b>	<b>84,200</b>

Program Summary	DISBURSEMENTS						Total 2004-2009
	Estimated 2003-2004	2004-2005	2005-2006	2006-2007	2007-2008	2008-2009	
Affordable Housing Corporation	25,000	25,000	25,000	25,000	25,000	25,000	125,000
Homes for Working Families Program	7,000	7,000	7,000	7,000	7,000	7,000	35,000
Housing Assistance Fund	1,000	4,000	0	0	0	0	4,000
Housing Opportunity Program For Elderly	400	400	400	400	400	400	2,000
Housing Program Capital Improvement	1,035	625	575	575	575	575	2,925
Low Income Housing Trust Fund	31,150	30,250	29,000	29,000	29,000	29,000	146,250
New Facilities	10,575	10,550	10,000	10,000	10,000	10,000	50,550
Public Housing Modernization Program	11,900	12,800	12,800	12,800	12,800	12,800	64,000
<b>Total</b>	<b>88,060</b>	<b>90,625</b>	<b>84,775</b>	<b>84,775</b>	<b>84,775</b>	<b>84,775</b>	<b>429,725</b>
<b>Fund Summary</b>							
Capital Projects Fund	1,610	1,175	575	575	575	575	3,475
Federal Capital Projects Fund	10,000	10,000	10,000	10,000	10,000	10,000	50,000
Housing Assistance Fund	1,000	4,000	0	0	0	0	4,000
Housing Program Fund	75,450	75,450	74,200	74,200	74,200	74,200	372,250
<b>Total</b>	<b>88,060</b>	<b>90,625</b>	<b>84,775</b>	<b>84,775</b>	<b>84,775</b>	<b>84,775</b>	<b>429,725</b>

**HEALTH AND SOCIAL WELFARE**

Capital projects spending for this category includes OCFS, DOH, and OTDA. These agencies' capital plans support programs that provide critical services to maintain the quality of life for the people of New York State.

**OFFICE OF CHILDREN AND FAMILY SERVICES**

OCFS operates 37 residential youth facilities and 8 non-residential programs which serve nearly 2,000 youth, ages seven to 21. These facilities operate at a variety of security levels which range from secure centers, primarily housing juvenile offenders who were tried as adults, to community-based residences. The OCFS Capital Plan reflects the State's continued commitment to ensure that housing, program, and support space remains functional, safe, and secure.

The OCFS capital planning process will continue to identify improvements to its facilities to meet health and safety standards, and provide for program enhancements related to population needs. The agency's capital program focuses on the need to maintain the structural integrity of existing capital assets and to initiate facility modifications. This year's Capital Plan includes funding for health and safety, and environmental and facility preservation projects.

The Capital Plan also continues funding for the Child Care Facilities Development Program, which provides financial assistance for the construction or rehabilitation of child day care centers throughout the State. In addition, Section 529 of the Social Services Law requires OCFS to maintain the community house within the Tonawanda Indian Reservation. This year's plan provides additional funding necessary to maintain the community house that was built in 1936.

The OCFS capital program is funded from the Capital Projects Fund, the Youth Facilities Improvement Fund, and the Miscellaneous Capital Projects Fund. Disbursements from the Youth Facilities Improvement Fund and the Child Care Facilities Development Project are reimbursed by bond proceeds.

Recommended disbursements of \$93 million are projected to support the OCFS Five-Year Plan for capital maintenance and improvement activities including \$71 million for facility rehabilitation and improvement projects/security enhancements; \$13 million for environmental compliance projects and \$9 million for the Child Care Facilities Development Program. The capital plan also projects \$20 million in fiscal year 2004-05 contract commitments, reflecting no change from 2003-04 projected levels.

In 2004-05, the OCFS capital maintenance program will include ongoing and new projects aimed at preserving the useful life of its facilities and infrastructure. Many of the Office's youth facilities are more than 30 years old and in "fair" condition, indicating the need for repair and/or improvement. The chart below lists OCFS facilities and group homes with information regarding age and condition.

Capital Asset Group	Age Range	Condition			Total
		Good	Fair	Poor	
Secure Facilities	20-40	1	2	0	3
Limited/Non-Secure Facilities	7-90	5	6	2	13
Newer 25 Bed Facilities	8-10	4	0	0	4
Older 25 Bed Facilities	30-40	0	12	0	12
Group Homes	30-40	0	5	0	5
	<b>Total</b>	10	25	2	37

# ***CAPITAL PROGRAM PLAN***

---

## ***DEPARTMENT OF HEALTH***

The focus of DOH's capital program is protecting the health and safety of its patients, employees and visitors. An integral part of this plan is to maintain and improve its capital assets which include five health care facilities: Helen Hayes Hospital in West Haverstraw and four veterans' homes in Oxford, St. Albans, Batavia, and the recently opened Montrose Veteran's Home in the Hudson Valley. The Department also maintains the Wadsworth Center for Laboratories and Research, which is comprised of three laboratories located in Albany County.

In January 1999, pursuant to an operating agreement between the two parties, responsibility for operation of the Roswell Park Cancer Institute was transferred from the Department to the Roswell Park Cancer Institute Corporation. The Corporation is now responsible for the ongoing maintenance of Roswell's capital assets.

For 2004-05, DOH's Capital Program includes both ongoing and new projects to address major capital needs with estimated total disbursements of \$72 million. Planned projects will preclude potentially more costly future capital expenditures while minimizing interruptions in clinical care services and laboratory functions. In addition, the Department will continue its participation in implementing the Safe Drinking Water Program, which will be financed through a \$65 million Federal appropriation in 2004-05.

A bond-financed State appropriation of \$21 million is recommended in the 2004-05 Executive Budget for the State share of a new \$60 million Veterans Nursing Home at Oxford. DOH is seeking Federal funds to finance the balance of the project costs. Oxford is the oldest of the State's four Veterans homes and the proposed 252-bed home will replace the existing 25-year old facility.

The Department's capital program is financed by Federal grants and the State's General Fund. Commitments are estimated at \$373 million over the five-year plan, including, \$325 million from Federal funds, and \$48 million from the General Fund — including \$27 million over the next five years for Capital maintenance. Debt Service on outstanding DA Bonds will continue to be supported by patient care revenues.

The Department's goals are to ensure a safe environment, preserve infrastructure and related equipment and to promote energy efficiency. The Capital Asset Maintenance Plan preserves the useful life of DOH's facilities.

The following table identifies the capital asset group, age and condition of DOH's facilities:

<b>Capital Asset Group</b>	<b>Age Range</b>	<b>Condition</b>			<b>Total</b>
		<b>Good</b>	<b>Fair</b>	<b>Poor</b>	
Helen Hayes Hospital	23-102	4	10	5	19
Wadsworth Center for Laboratories and Research	4-55	6	18	0	24
Veteran's Nursing Homes:					
Oxford	6-100	3	3	1	7
St. Albans	11	1	0	0	1
Batavia	9	1	0	0	1
Montrose	3	1	0	0	1
	<b>Total</b>	16	31	6	53

## ***OFFICE OF TEMPORARY AND DISABILITY ASSISTANCE***

OTDA administers HHAP which provides grants to not-for-profit corporations and municipalities to expand and improve the supply of permanent, transitional, and emergency housing for homeless persons. To date, over \$542 million in HHAP funding has resulted in more than 500 capital projects statewide and a projected 10,300 housing units for the

## ***CAPITAL PROGRAM PLAN***

---

homeless. HHAP also links its projects to other State and Federal funding sources to deliver appropriate support services to help tenants move towards greater self-determination and economic self-sufficiency.

The SFY 2004-05 Capital Plan maintains the HHAP commitment level at \$30 million, including \$5 million for the development of housing for persons with HIV or AIDS.

# CAPITAL PROGRAM PLAN

**CHILDREN AND FAMILY SERVICES OFFICE OF  
SUMMARY OF  
PROJECTED APPROPRIATIONS, COMMITMENTS, AND DISBURSEMENTS  
2004-2005 THROUGH 2008-2009  
(thousands of dollars)**

	<b>APPROPRIATIONS</b>						<b>Total 2004-2009</b>
	<b>Reapprop- riations</b>	<b>2004-2005</b>	<b>2005-2006</b>	<b>2006-2007</b>	<b>2007-2008</b>	<b>2008-2009</b>	
<b>Program Summary</b>							
Child Care Facilities Development Program	8,724	0	0	0	0	0	0
Design and Construction Supervision	6,034	5,000	2,000	2,000	2,000	2,000	13,000
Executive Direction and Administrative Services	3,895	0	0	0	0	0	0
Maintenance and Improvement of Facilities	40,248	15,025	5,000	5,000	5,000	8,000	38,025
Program Improvement or Program Change	10,416	0	3,000	3,000	3,000	0	9,000
Youth Center	5,799	0	0	0	0	0	0
Total	<u>75,116</u>	<u>20,025</u>	<u>10,000</u>	<u>10,000</u>	<u>10,000</u>	<u>10,000</u>	<u>60,025</u>
<b>Fund Summary</b>							
Capital Projects Fund	13,930	1,325	1,000	1,000	1,000	1,000	5,325
Capital Projects Fund - Authority Bonds	8,724	0	0	0	0	0	0
Misc. Capital Projects	3,625	0	0	0	0	0	0
Youth Facilities Improvement Fund	48,837	18,700	9,000	9,000	9,000	9,000	54,700
Total	<u>75,116</u>	<u>20,025</u>	<u>10,000</u>	<u>10,000</u>	<u>10,000</u>	<u>10,000</u>	<u>60,025</u>

	<b>COMMITMENTS</b>				
	<b>2004-2005</b>	<b>2005-2006</b>	<b>2006-2007</b>	<b>2007-2008</b>	<b>2008-2009</b>
<b>Program Summary</b>					
Design and Construction Supervision	2,000	2,000	2,000	2,000	2,000
Maintenance and Improvement of Facilities	6,000	5,000	5,000	5,000	5,000
Program Improvement or Program Change	3,000	3,000	3,000	3,000	3,000
Total	<u>11,000</u>	<u>10,000</u>	<u>10,000</u>	<u>10,000</u>	<u>10,000</u>
<b>Fund Summary</b>					
Capital Projects Fund	1,000	1,000	1,000	1,000	1,000
Youth Facilities Improvement Fund	10,000	9,000	9,000	9,000	9,000
Total	<u>11,000</u>	<u>10,000</u>	<u>10,000</u>	<u>10,000</u>	<u>10,000</u>

	<b>DISBURSEMENTS</b>						<b>Total 2004-2009</b>
	<b>Estimated 2003-2004</b>	<b>2004-2005</b>	<b>2005-2006</b>	<b>2006-2007</b>	<b>2007-2008</b>	<b>2008-2009</b>	
<b>Program Summary</b>							
Child Care Facilities Development Program	0	8,724	0	0	0	0	8,724
Design and Construction Supervision	1,654	500	5,000	4,500	3,000	4,000	17,000
Executive Direction and Administrative Services	2,067	1,725	0	0	0	0	1,725
Maintenance and Improvement of Facilities	9,473	11,729	10,157	9,530	11,000	9,300	51,716
Program Improvement or Program Change	3,566	3,707	900	2,250	1,770	1,000	9,627
Youth Center	1,954	1,500	1,561	500	500	0	4,061
Total	<u>18,714</u>	<u>27,885</u>	<u>17,618</u>	<u>16,780</u>	<u>16,270</u>	<u>14,300</u>	<u>92,853</u>
<b>Fund Summary</b>							
Capital Projects Fund	4,464	5,005	4,365	2,630	2,000	1,500	15,500
Capital Projects Fund - Authority Bonds	0	8,724	0	0	0	0	8,724
Misc. Capital Projects	2,000	1,500	0	0	0	0	1,500
Youth Facilities Improvement Fund	12,250	12,656	13,253	14,150	14,270	12,800	67,129
Total	<u>18,714</u>	<u>27,885</u>	<u>17,618</u>	<u>16,780</u>	<u>16,270</u>	<u>14,300</u>	<u>92,853</u>

# CAPITAL PROGRAM PLAN

**HEALTH, DEPARTMENT OF  
SUMMARY OF  
PROJECTED APPROPRIATIONS, COMMITMENTS, AND DISBURSEMENTS  
2004-2005 THROUGH 2008-2009  
(thousands of dollars)**

	APPROPRIATIONS						Total 2004-2009
	Reappro- priations	2004-2005	2005-2006	2006-2007	2007-2008	2008-2009	
<b>Program Summary</b>							
Design and Construction Supervision	452	21,000	0	0	0	0	21,000
Laboratories and Research	11,716	4,000	4,000	4,000	4,000	4,000	20,000
Maintenance and Improvements of Existing Institutions	27,651	7,600	7,600	7,600	7,600	7,600	38,000
New Institution Construction	20,000	0	0	0	0	0	0
Rehabilitation and Improvements	531	0	0	0	0	0	0
Safe Drinking Water - Clean Water/Clean Air 96	30,000	0	0	0	0	0	0
Water Resources	147,737	65,000	65,000	65,000	65,000	65,000	325,000
Total	<u>238,087</u>	<u>97,600</u>	<u>76,600</u>	<u>76,600</u>	<u>76,600</u>	<u>76,600</u>	<u>404,000</u>
<b>Fund Summary</b>							
Capital Projects Fund	40,350	11,600	11,600	11,600	11,600	11,600	58,000
Capital Projects Fund - 1996 CWA (Bondable)	30,000	0	0	0	0	0	0
Capital Projects Fund - Advances	20,000	21,000	0	0	0	0	21,000
Federal Capital Projects Fund	147,737	65,000	65,000	65,000	65,000	65,000	325,000
Total	<u>238,087</u>	<u>97,600</u>	<u>76,600</u>	<u>76,600</u>	<u>76,600</u>	<u>76,600</u>	<u>404,000</u>

	COMMITMENTS				
	2004-2005	2005-2006	2006-2007	2007-2008	2008-2009
<b>Program Summary</b>					
Design and Construction Supervision	1,400	8,750	8,750	2,100	0
Laboratories and Research	2,500	2,000	2,500	2,500	2,500
Maintenance and Improvements of Existing Institutions	3,000	3,000	3,000	3,000	3,000
Water Resources	65,000	65,000	65,000	65,000	65,000
Total	<u>71,900</u>	<u>78,750</u>	<u>79,250</u>	<u>72,600</u>	<u>70,500</u>
<b>Fund Summary</b>					
Capital Projects Fund	5,500	5,000	5,500	5,500	5,500
Capital Projects Fund - Advances	1,400	8,750	8,750	2,100	0
Federal Capital Projects Fund	65,000	65,000	65,000	65,000	65,000
Total	<u>71,900</u>	<u>78,750</u>	<u>79,250</u>	<u>72,600</u>	<u>70,500</u>

	DISBURSEMENTS						Total 2004-2009
	Estimated 2003-2004	2004-2005	2005-2006	2006-2007	2007-2008	2008-2009	
<b>Program Summary</b>							
Design and Construction Supervision	301	1,400	8,750	8,750	2,100	0	21,000
Laboratories and Research	1,873	1,550	2,750	1,500	1,500	0	7,300
Maintenance and Improvements of Existing Institutions	3,019	3,950	2,250	4,000	4,000	5,500	19,700
Rehabilitation and Improvements	285	0	0	0	0	0	0
Safe Drinking Water - Clean Water/Clean Air 96	30,000	0	0	0	0	0	0
Water Resources	64,419	65,000	65,000	65,000	65,000	65,000	325,000
Total	<u>99,897</u>	<u>71,900</u>	<u>78,750</u>	<u>79,250</u>	<u>72,600</u>	<u>70,500</u>	<u>373,000</u>
<b>Fund Summary</b>							
Capital Projects Fund	5,478	5,500	5,000	5,500	5,500	5,500	27,000
Capital Projects Fund - 1996 CWA (Bondable)	30,000	0	0	0	0	0	0
Capital Projects Fund - Advances	0	1,400	8,750	8,750	2,100	0	21,000
Federal Capital Projects Fund	64,419	65,000	65,000	65,000	65,000	65,000	325,000
Total	<u>99,897</u>	<u>71,900</u>	<u>78,750</u>	<u>79,250</u>	<u>72,600</u>	<u>70,500</u>	<u>373,000</u>

# CAPITAL PROGRAM PLAN

TEMPORARY AND DISABILITY ASSISTANCE, OFFICE OF  
**SUMMARY OF  
 PROJECTED APPROPRIATIONS, COMMITMENTS, AND DISBURSEMENTS  
 2004-2005 THROUGH 2008-2009**  
 (thousands of dollars)

<b>APPROPRIATIONS</b>							
	<b>Reappro- priations</b>	<b>2004-2005</b>	<b>2005-2006</b>	<b>2006-2007</b>	<b>2007-2008</b>	<b>2008-2009</b>	<b>Total 2004-2009</b>
<b>Program Summary</b>							
Supported Housing Program	155,929	30,000	30,000	30,000	30,000	30,000	150,000
Total	155,929	30,000	30,000	30,000	30,000	30,000	150,000
<b>Fund Summary</b>							
Housing Program Fund	155,929	30,000	30,000	30,000	30,000	30,000	150,000
Total	155,929	30,000	30,000	30,000	30,000	30,000	150,000
<b>COMMITMENTS</b>							
	<b>2004-2005</b>	<b>2005-2006</b>	<b>2006-2007</b>	<b>2007-2008</b>	<b>2008-2009</b>		
<b>Program Summary</b>							
Supported Housing Program	30,000	30,000	30,000	30,000	30,000		
Total	30,000	30,000	30,000	30,000	30,000		
<b>Fund Summary</b>							
Housing Program Fund	30,000	30,000	30,000	30,000	30,000		
Total	30,000	30,000	30,000	30,000	30,000		
<b>DISBURSEMENTS</b>							
	<b>Estimated 2003-2004</b>	<b>2004-2005</b>	<b>2005-2006</b>	<b>2006-2007</b>	<b>2007-2008</b>	<b>2008-2009</b>	<b>Total 2004-2009</b>
<b>Program Summary</b>							
Supported Housing Program	24,500	28,000	28,000	28,000	28,000	28,000	140,000
Total	24,500	28,000	28,000	28,000	28,000	28,000	140,000
<b>Fund Summary</b>							
Capital Projects Fund	1,500	0	0	0	0	0	0
Housing Program Fund	23,000	28,000	28,000	28,000	28,000	28,000	140,000
Total	24,500	28,000	28,000	28,000	28,000	28,000	140,000

## **EDUCATION**

Capital planning is vital to the teaching, research and public service missions of both SUNY and CUNY systems. Capital Plans ensure that facilities are appropriately designed and developed to meet current and future needs and provide a safe and healthy environment for students, faculty and staff. The State Education Department's (SED) capital programs encompass the Department's various administrative offices and the rehabilitation of schools for the deaf, the blind and Native Americans.

### **STATE UNIVERSITY OF NEW YORK**

SUNY is the largest public university system in the nation, with 64 campuses (including 30 community colleges) serving over 410,000 students. The goal of SUNY's capital program is to provide and preserve the physical infrastructure needed for the education of SUNY students.

The 34 State-operated SUNY campuses include approximately 3,000 classroom, dormitory, library, laboratory, athletic, student activity and hospital buildings. Nearly 85 percent of SUNY's facilities exceed 20 years of age and are in need of renovation, rehabilitation and repair. Accordingly, SUNY's capital program continues to emphasize the preservation of its existing State-operated facilities. Capital priorities at SUNY's 30 community colleges include major rehabilitation as well as targeted new construction at various campuses to accommodate changing academic needs.

SUNY's capital planning process starts with building condition surveys and the development of facility master plans for each campus to identify new construction and rehabilitation projects. For State-operated colleges, these plans are then developed into a system-wide, five-year University Master Capital Plan approved by the SUNY Board of Trustees. For community colleges, master plans are submitted to the local Boards of Trustees. The Trustees then select priority projects for inclusion in SUNY's capital budget request.

The 2004-05 Executive Budget recommends a new Five-Year Capital Investment Program that will provide nearly \$1.8 billion over the next five years to respond to the needs and priorities of SUNY State-operated campuses. The new \$1.8 billion Five-Year Capital Investment Program, combined with the \$895 million enacted as part of the 2003-04 capital budget, provides nearly \$2.7 billion for SUNY over a six-year period.

The \$1.8 billion Five-Year Capital Investment Program includes \$1.6 billion in State-supported bonding, \$25 million in State-supported hard dollar projects, and \$150 million that is funded through other campus funds. This new capital initiative will enable SUNY to continue its plan for revitalizing campuses through: the rehabilitation of existing buildings; construction and adaptation of facilities to meet current academic needs; and the use of technology for instruction, research and community service.

Major components of the capital program for 2004-05 through 2008-09 include:

- Campus core projects to meet critical health, safety and preservation needs and respond to new and changing academic requirements.
- Technology and campus development projects to promote innovative ways of teaching and learning.
- System-wide infrastructure projects to address needs such as underground utility projects.
- Campus improvements and quality of life projects to improve the overall appearance of SUNY campuses and their responsiveness to student needs.
- Residence hall projects for both new and renovated facilities.

## ***CAPITAL PROGRAM PLAN***

---

- Supplementation of the State-supported capital program using non-State funds obtained through grants or gifts.
- Selected new facilities to meet critical campus needs.
- University-wide lump sums to provide for unanticipated critical maintenance needs and capital equipment for new or renovated facilities.

SUNY's Five-Year Capital Investment Program continues to emphasize projects that address health and safety, rehabilitation and preservation needs. These include projects to address code violations, meet accreditation standards, provide access for the disabled, preserve the integrity of SUNY's capital plant and address deferred maintenance needs. Given the age of SUNY's physical plant, a significant portion of the capital funding for State-operated colleges will be spent on preservation and rehabilitation needs.

For 2004-05, contract commitments are projected to reach \$330 million reflecting activity levels consistent with the awarding of construction contracts for educational facilities. Total disbursements for both the State-operated and community colleges are estimated at \$473 million in 2004-05, and are expected to increase to \$510 million in 2008-09 to reflect anticipated commitment levels. Disbursements also reflect estimated off-budget expenditures such as those for bonded community college projects. Future disbursements are expected to remain relatively level.

Since bonding for academic facilities is now disbursement-based, the next bond sale is scheduled for 2005-06. SUNY's bond cap will be increased by \$1.15 billion, for a total bonding authorization of \$4.7 billion, to cover SUNY's planned bond sales for the new Five-Year Capital Investment Program.

### ***CITY UNIVERSITY OF NEW YORK***

CUNY's physical plant is comprised of 11 senior colleges, 6 community colleges, a graduate center, law school and Central Administration, serving more than 210,000 full-time and part-time students in over 25 million gross square feet of space.

CUNY's capital planning process begins with the development of a facility master plan for each campus, which details existing and anticipated facilities necessary to accommodate projected campus enrollment needs. The facility master plans provide the framework for development of the annual capital budget request and the University's Five-Year Capital Plan.

CUNY's rehabilitation projects are identified through building condition surveys, conducted jointly by DA and CUNY. New construction projects generally reflect the CUNY Board of Trustees' policy to replace leased and temporary facilities with new, University-owned structures.

Major projects at CUNY senior and community colleges are supported by bonds issued by the DA. The State pays the debt service on senior college projects other than Medgar Evers College. For community colleges and Medgar Evers College, debt service costs are shared with the City of New York. CUNY's minor rehabilitation projects for health and safety and preservation purposes are primarily supported by State General Fund appropriations.

The 2004-05 Executive Budget's capital recommendations include a new \$1.1 billion Five-Year Capital Investment Program for CUNY senior colleges, which provides for facility and infrastructure improvements consistent with the University's needs and priorities. Funded projects encompass critical health and safety, preservation and handicapped access projects, as well as the completion of ongoing projects at John Jay College and Brooklyn College. CUNY's bond cap will be increased by \$840 million, for a total bonding authorization of \$4.3 billion, to cover CUNY's planned bond sales for the new senior college Five-Year Capital Investment Program and to reflect disbursement-based bonding.

## ***CAPITAL PROGRAM PLAN***

---

The Governor's proposed \$55 million community college capital plan for the period 2003-04 through 2007-08 was enacted as part of the 2003-04 budget, along with senior and community college capital reappropriations from the prior multi-year plan (\$97 million and \$63 million, respectively). The new \$1.1 billion CUNY senior college Capital Plan, when combined with the \$55 million for community colleges enacted as part of the 2003-04 Capital Budget, provides nearly \$1.2 billion for CUNY over a six-year period.

For 2004-05, contract commitments are projected to reach \$225 million, reflecting activity levels consistent with the awarding of construction contracts for CUNY facilities. Total disbursements for both the senior and community colleges are estimated at about \$224 million in 2004-05, and are expected to remain level through 2008-09 to reflect anticipated commitment levels.

### ***HIGHER EDUCATION FACILITIES CAPITAL MATCHING GRANTS PROGRAM***

In addition to the new five-year capital plans for SUNY and CUNY, recommendations for 2004-05 include a new \$350 million higher education competitive matching grant program for both public and private colleges in New York. This program will require a three to one (non-State to State) match by institutions that compete for capital grants made available for facilities and equipment.

Grants will be awarded by a new Higher Education Capital Investment Review Board consisting of seven members appointed by the Governor. Grants may only be used for new capital projects and will be targeted for priority categories that include economic development/high technology projects (including wet labs), critical academic facilities, and urban renewal/historic preservation.

For 2004-05, commitments are projected to be \$30 million reflecting the start up of the new program. From 2004-05 until 2006-07, commitments are projected to increase reaching a high of \$90 million in 2006-07. Commitments are then projected to taper off until 2008-09 when they are estimated to be \$70 million. Disbursements are expected to follow the same pattern as commitments.

This program would leverage over \$1 billion in external funds to match the State's \$350 million investment, thereby providing for a combined capital program totaling \$1.4 billion. The State's share of the program will be financed through the issuance of bonds.

### ***STATE EDUCATION DEPARTMENT***

The State Education Department's capital program provides for the maintenance of administrative facilities in Albany, the School for the Blind in Batavia, the School for the Deaf in Rome, and the three Native American schools on the Onondaga, St. Regis Mohawk and Tuscarora reservations.

The 2004-05 Executive Budget recommends the transfer of cultural education functions currently administered by the State Education Department (SED) to a newly created New York Institute for Cultural Education (NYICE). Consistent with this recommendation, portions of the capital funding for SED's Cultural Education Center are recommended for transfer to NYICE, effective with the creation of this new Institute on October 1, 2004.

Under the Capital Plan, the 2004-05 Executive Budget includes Capital Projects Fund appropriations of \$10.3 million with disbursements projected to total \$4.6 million. These appropriations include \$5.8 million for various rehabilitation and renovation projects at the St. Regis Mohawk (\$4.5 million) and the Tuscarora (\$1.3 million) Elementary Schools.

## ***CAPITAL PROGRAM PLAN***

---

For fiscal year 2004-05, the projected level of contract commitments is \$4.6 million. Projects previously funded are being designed and awarded as anticipated.

The Capital Plan will enable the State Education Department and NYICE to maintain and preserve their assets, ensure health and safety of staff, students and the general public, and reduce dependence on leased space by maximizing the effective use of State-owned buildings.

In addition, a new Transportation Capital Transition Grant Program will assist the State in moving \$75 million in transportation capital aid from an expenditure-based reimbursement program to one based on assumed amortization. Similar to the Building Aid Capital Outlay Transition Grant program in 2002-03, the new Transportation Grants will be for one-year and financed with State-supported bonds.

# CAPITAL PROGRAM PLAN

**CITY UNIVERSITY OF NEW YORK  
SUMMARY OF  
PROJECTED APPROPRIATIONS, COMMITMENTS, AND DISBURSEMENTS  
2004-2005 THROUGH 2008-2009  
(thousands of dollars)**

<b>APPROPRIATIONS</b>							<b>Total</b>
	<b>Reappro- priations</b>	<b>2004-2005</b>	<b>2005-2006</b>	<b>2006-2007</b>	<b>2007-2008</b>	<b>2008-2009</b>	<b>2004-2009</b>
<b>Program Summary</b>							
Maintenance and Improvements	222,950	1,115,000	0	0	0	0	1,115,000
New Facilities	352,300	0	0	0	0	0	0
Program Changes and Expansion	2,311	0	0	0	0	0	0
Total	<u>577,561</u>	<u>1,115,000</u>	<u>0</u>	<u>0</u>	<u>0</u>	<u>0</u>	<u>1,115,000</u>
<b>Fund Summary</b>							
Capital Projects Fund	52,649	20,000	0	0	0	0	20,000
Capital Projects Fund - Advances	522,946	1,095,000	0	0	0	0	1,095,000
City University of New York Capital Projects Fund	1,966	0	0	0	0	0	0
Total	<u>577,561</u>	<u>1,115,000</u>	<u>0</u>	<u>0</u>	<u>0</u>	<u>0</u>	<u>1,115,000</u>

<b>COMMITMENTS</b>					
	<b>2004-2005</b>	<b>2005-2006</b>	<b>2006-2007</b>	<b>2007-2008</b>	<b>2008-2009</b>
<b>Program Summary</b>					
Maintenance and Improvements	225,000	225,000	225,000	225,000	225,000
Total	<u>225,000</u>	<u>225,000</u>	<u>225,000</u>	<u>225,000</u>	<u>225,000</u>
<b>Fund Summary</b>					
Capital Projects Fund	10,000	10,000	10,000	10,000	10,000
Capital Projects Fund - Advances	215,000	215,000	215,000	215,000	215,000
Total	<u>225,000</u>	<u>225,000</u>	<u>225,000</u>	<u>225,000</u>	<u>225,000</u>

<b>DISBURSEMENTS</b>							<b>Total</b>
	<b>Estimated 2003-2004</b>	<b>2004-2005</b>	<b>2005-2006</b>	<b>2006-2007</b>	<b>2007-2008</b>	<b>2008-2009</b>	<b>2004-2009</b>
<b>Program Summary</b>							
Maintenance and Improvements	126,291	223,899	224,100	224,100	224,012	224,100	1,120,211
New Facilities	97,000	0	0	0	0	0	0
Program Changes and Expansion	809	201	0	0	88	0	289
Total	<u>224,100</u>	<u>224,100</u>	<u>224,100</u>	<u>224,100</u>	<u>224,100</u>	<u>224,100</u>	<u>1,120,500</u>
<b>Fund Summary</b>							
Capital Projects Fund	9,100	9,100	9,100	9,100	9,100	9,100	45,500
Capital Projects Fund - Advances	215,000	215,000	215,000	215,000	215,000	215,000	1,075,000
Total	<u>224,100</u>	<u>224,100</u>	<u>224,100</u>	<u>224,100</u>	<u>224,100</u>	<u>224,100</u>	<u>1,120,500</u>

# CAPITAL PROGRAM PLAN

STATE UNIVERSITY OF NEW YORK  
SUMMARY OF  
PROJECTED APPROPRIATIONS, COMMITMENTS, AND DISBURSEMENTS  
2004-2005 THROUGH 2008-2009  
(thousands of dollars)

		APPROPRIATIONS					Total	
		Reappro- priations	2004-2005	2005-2006	2006-2007	2007-2008	2008-2009	2004-2009
<b>Program Summary</b>								
Maintenance and Improvements		2,347,113	1,787,000	0	0	0	0	1,787,000
New Facilities		19,666	0	0	0	0	0	0
Total		<u>2,366,779</u>	<u>1,787,000</u>	<u>0</u>	<u>0</u>	<u>0</u>	<u>0</u>	<u>1,787,000</u>
<b>Fund Summary</b>								
Capital Projects Fund		94,248	25,000	0	0	0	0	25,000
Capital Projects Fund - Advances		1,478,244	1,612,000	0	0	0	0	1,612,000
State University Capital Projects Fund		117,198	150,000	0	0	0	0	150,000
State University Residence Hall Rehabilitation								
Fund		<u>677,089</u>	<u>0</u>	<u>0</u>	<u>0</u>	<u>0</u>	<u>0</u>	<u>0</u>
Total		<u>2,366,779</u>	<u>1,787,000</u>	<u>0</u>	<u>0</u>	<u>0</u>	<u>0</u>	<u>1,787,000</u>

		2004-2005	2005-2006	2006-2007	2007-2008	2008-2009
<b>Program Summary</b>						
Maintenance and Improvements		330,000	350,000	370,000	390,000	330,000
Total		<u>330,000</u>	<u>350,000</u>	<u>370,000</u>	<u>390,000</u>	<u>330,000</u>
<b>Fund Summary</b>						
Capital Projects Fund		5,000	5,000	5,000	5,000	5,000
Capital Projects Fund - Advances		275,000	295,000	315,000	335,000	275,000
State University Capital Projects Fund		20,000	20,000	20,000	20,000	20,000
State University Residence Hall Rehabilitation						
Fund		<u>30,000</u>	<u>30,000</u>	<u>30,000</u>	<u>30,000</u>	<u>30,000</u>
Total		<u>330,000</u>	<u>350,000</u>	<u>370,000</u>	<u>390,000</u>	<u>330,000</u>

		Estimated 2003-2004	2004-2005	2005-2006	2006-2007	2007-2008	2008-2009	Total 2004-2009
<b>Program Summary</b>								
Maintenance and Improvements		443,000	473,000	503,000	503,000	510,000	510,000	2,499,000
Total		<u>443,000</u>	<u>473,000</u>	<u>503,000</u>	<u>503,000</u>	<u>510,000</u>	<u>510,000</u>	<u>2,499,000</u>
<b>Fund Summary</b>								
Capital Projects Fund		39,000	9,000	9,000	9,000	31,000	31,000	89,000
Capital Projects Fund - Advances		280,000	340,000	370,000	370,000	355,000	355,000	1,790,000
State University Capital Projects Fund		24,000	24,000	24,000	24,000	24,000	24,000	120,000
State University Residence Hall Rehabilitation								
Fund		<u>100,000</u>	<u>100,000</u>	<u>100,000</u>	<u>100,000</u>	<u>100,000</u>	<u>100,000</u>	<u>500,000</u>
Total		<u>443,000</u>	<u>473,000</u>	<u>503,000</u>	<u>503,000</u>	<u>510,000</u>	<u>510,000</u>	<u>2,499,000</u>

# CAPITAL PROGRAM PLAN

**EDUCATION DEPARTMENT, STATE  
SUMMARY OF  
PROJECTED APPROPRIATIONS, COMMITMENTS, AND DISBURSEMENTS  
2004-2005 THROUGH 2008-2009  
(thousands of dollars)**

<b>APPROPRIATIONS</b>							<b>Total</b>
	<b>Reappro- priations</b>	<b>2004-2005</b>	<b>2005-2006</b>	<b>2006-2007</b>	<b>2007-2008</b>	<b>2008-2009</b>	<b>2004-2009</b>
<b>Program Summary</b>							
Administration	4,772	1,000	3,630	3,630	3,630	3,630	15,520
Capital Transition Grants	0	80,000	0	0	0	0	80,000
Cultural Education Center	14,114	1,000	0	0	0	0	1,000
Education Building	2,346	0	0	0	0	0	0
School for the Blind	3,507	0	0	0	0	0	0
School for the Deaf	536	2,500	0	0	0	0	2,500
Schools For Native American Reservations	1,500	5,800	0	0	0	0	5,800
Washington Avenue Armory	100	0	0	0	0	0	0
Total	<u>26,875</u>	<u>90,300</u>	<u>3,630</u>	<u>3,630</u>	<u>3,630</u>	<u>3,630</u>	<u>104,820</u>
<b>Fund Summary</b>							
Capital Projects Fund	15,865	10,300	3,630	3,630	3,630	3,630	24,820
Capital Projects Fund - Advances	11,010	0	0	0	0	0	0
Capital Projects Fund - Authority Bonds	0	80,000	0	0	0	0	80,000
Total	<u>26,875</u>	<u>90,300</u>	<u>3,630</u>	<u>3,630</u>	<u>3,630</u>	<u>3,630</u>	<u>104,820</u>

<b>COMMITMENTS</b>					
	<b>2004-2005</b>	<b>2005-2006</b>	<b>2006-2007</b>	<b>2007-2008</b>	<b>2008-2009</b>
<b>Program Summary</b>					
Administration	2,000	0	0	0	0
Capital Transition Grants	75,000	0	0	0	0
Cultural Education Center	0	0	1,000	1,000	0
Education Building	1,630	3,630	3,630	3,630	4,630
School for the Blind	250	500	0	0	0
School for the Deaf	0	500	0	0	0
Schools For Native American Reservations	750	0	0	0	0
Total	<u>79,630</u>	<u>4,630</u>	<u>4,630</u>	<u>4,630</u>	<u>4,630</u>
<b>Fund Summary</b>					
Capital Projects Fund	79,630	4,630	4,630	4,630	4,630
Total	<u>79,630</u>	<u>4,630</u>	<u>4,630</u>	<u>4,630</u>	<u>4,630</u>

<b>DISBURSEMENTS</b>							<b>Total</b>
	<b>Estimated 2003-2004</b>	<b>2004-2005</b>	<b>2005-2006</b>	<b>2006-2007</b>	<b>2007-2008</b>	<b>2008-2009</b>	<b>2004-2009</b>
<b>Program Summary</b>							
Administration	2,309	946	1,030	1,079	1,830	3,630	8,515
Capital Transition Grants	0	75,000	0	0	0	0	75,000
Cultural Education Center	205	1,330	900	495	0	0	2,725
Education Building	478	84	300	988	0	0	1,372
Rebuild Schools to Uphold Education Program	75,687	0	0	0	0	0	0
School for the Blind	388	282	200	100	1,000	0	1,582
School for the Deaf	250	388	700	568	500	500	2,656
Schools For Native American Reservations	1,000	1,600	1,500	1,400	1,300	500	6,300
Total	<u>80,317</u>	<u>79,630</u>	<u>4,630</u>	<u>4,630</u>	<u>4,630</u>	<u>4,630</u>	<u>98,150</u>
<b>Fund Summary</b>							
Capital Projects Fund	4,630	4,630	4,630	4,630	4,630	4,630	23,150
Capital Projects Fund - Authority Bonds	75,687	75,000	0	0	0	0	75,000
Total	<u>80,317</u>	<u>79,630</u>	<u>4,630</u>	<u>4,630</u>	<u>4,630</u>	<u>4,630</u>	<u>98,150</u>

# CAPITAL PROGRAM PLAN

**HIGHER EDUCATION FACILITIES CAPITAL MATCHING GRANTS PROGRAM  
SUMMARY OF  
PROJECTED APPROPRIATIONS, COMMITMENTS, AND DISBURSEMENTS  
2004-2005 THROUGH 2008-2009  
(thousands of dollars)**

		<b>APPROPRIATIONS</b>					<b>Total</b>	
		<b>Reapprop- riations</b>	<b>2004-2005</b>	<b>2005-2006</b>	<b>2006-2007</b>	<b>2007-2008</b>	<b>2008-2009</b>	<b>2004-2009</b>
<u>Program Summary</u>								
Higher Education Capital Matching Grants		0	350,000	0	0	0	0	350,000
Total		0	350,000	0	0	0	0	350,000
<u>Fund Summary</u>								
Capital Projects Fund - Authority Bonds		0	350,000	0	0	0	0	350,000
Total		0	350,000	0	0	0	0	350,000
		<b>COMMITMENTS</b>						
			<b>2004-2005</b>	<b>2005-2006</b>	<b>2006-2007</b>	<b>2007-2008</b>	<b>2008-2009</b>	
<u>Program Summary</u>								
Higher Education Capital Matching Grants			30,000	80,000	90,000	80,000	70,000	
Total			30,000	80,000	90,000	80,000	70,000	
<u>Fund Summary</u>								
Capital Projects Fund - Authority Bonds			30,000	80,000	90,000	80,000	70,000	
Total			30,000	80,000	90,000	80,000	70,000	
			<b>DISBURSEMENTS</b>					
		<b>Estimated 2003-2004</b>	<b>2004-2005</b>	<b>2005-2006</b>	<b>2006-2007</b>	<b>2007-2008</b>	<b>2008-2009</b>	<b>Total 2004-2009</b>
<u>Program Summary</u>								
Higher Education Capital Matching Grants		0	30,000	80,000	90,000	80,000	70,000	350,000
Total		0	30,000	80,000	90,000	80,000	70,000	350,000
<u>Fund Summary</u>								
Capital Projects Fund - Authority Bonds		0	30,000	80,000	90,000	80,000	70,000	350,000
Total		0	30,000	80,000	90,000	80,000	70,000	350,000

**PUBLIC PROTECTION**

The capital planning process provides DOCS with the means to ensure adequate bed capacity and to maintain a safe and secure environment in existing facilities. The DSP and DMNA capital programs ensure that existing facilities continue to be maintained.

**DEPARTMENT OF CORRECTIONAL SERVICES**

The focus of the 2004-05 capital projects recommendation is to preserve and maintain the State's existing prison infrastructure. The capital program ensures that all housing, medical, program, and support space remains functional, safe, and secure.

The Department's substantial rehabilitation and preservation requirements are due to several factors, including the age of many of the State's prisons and the changing needs of the inmate population, particularly in the area of health care. New capacity was created during the 1980's, often by converting older institutions from other uses to prisons. The focus of that effort was on security, not upgrading the structural integrity and infrastructure of these very old facilities.

The Department's Preventive Maintenance Program addresses this situation by providing funds for the system repairs and replacements necessary to keep capacity in service. Kitchen, heating, ventilation, hot water, electric and roofing systems are among the major problem areas requiring rehabilitation.

The Capital Asset Maintenance Plan is designed to preserve the useful life of the facilities and infrastructure. In evaluating assets, DOCS has established a rating system to identify the condition of its physical plant as a tool for prioritizing essential rehabilitation projects. The following table identifies the capital asset group, age and condition of the Department's assets:

Capital Asset Group	Age Range	Condition			Total
		Good	Fair	Poor	
Minimum Security	4 to 75 yrs.	15	1	0	16
Medium Security	8 to 100 yrs.	33	4	0	37
Maximum Security	0 to 150 yrs.	14	3	0	17
Support	40 to 60 yrs.	2	0	0	2
	<b>Total</b>	64	8	0	72

The program, consistent with the above objectives, recommends new capital project appropriations of approximately \$1 billion over the next five years, and \$756 million in reappropriations. These appropriations are grouped programmatically, allowing the Department to manage the flow of projects, respond to emergencies and adjust priorities to accommodate changes in facility conditions.

The DOCS Capital program is funded primarily from appropriations made from the Correctional Facilities Capital Improvement Fund, which is reimbursed by proceeds from bonds issued by ESDC. The five-year disbursement projection is \$940 million.

**DIVISION OF MILITARY AND NAVAL AFFAIRS**

DMNA operates more than 110 facilities statewide, including: 59 Army National Guard Armories, 32 operations and maintenance facilities, 6 Air Guard bases, 3 aviation support facilities, 4 training facilities and Camp Smith. The total size of the infrastructure is over five million square feet, and the average age of the infrastructure is approximately 74 years. According to the National Guard Bureau, New York's infrastructure is the oldest in the nation and its overall condition is fair.

## ***CAPITAL PROGRAM PLAN***

---

The highlight of the Division's 2004-09 Five Year Comprehensive Capital Maintenance Plan is the continuation of the Federal Military Construction program, which began in 2002-03. Under this program, the Federal government will fund more than 95 percent of the estimated \$129 million cost of replacing or expanding armories and equipment maintenance facilities across New York State over the next five to seven years.

The Division's traditional capital program will also continue with its emphasis on maintenance and repair programs, technology upgrades, and energy efficiency projects. Infrastructure repair and upgrade projects are prioritized by the condition and proposed use of affected structures and corresponding health, safety and environmental concerns. Addressing the backlog of projects at existing facilities will be made easier by the recent decision to phase out some older, less utilized facilities. This consolidation will allow for the redirection of resources to facilities that play critical roles in supporting the Division's primary mission of maintaining its military readiness posture.

### ***DIVISION OF STATE POLICE***

The priorities of the DSP Capital Plan are to maintain the safety and integrity of State Police facilities across the State. Total disbursements for the Division's five-year capital plan are estimated at \$17 million and will accommodate ongoing maintenance and improvement of State Police facilities.

The Capital Asset Maintenance Plan for the facilities of the DSP is designed to preserve the useful life of the facilities and infrastructure. Over the past several years capital initiatives have been focused on the repair and replacement of roofs, windows, access roadways, heating and ventilation systems, electrical systems and necessary improvements to facilities to meet health and safety needs. The plan for the next five years maintains the same focus.

<b>Capital Asset Group</b>	<b>Age Range</b>	<b>Condition</b>			<b>Total</b>
		<b>Good</b>	<b>Fair</b>	<b>Poor</b>	
Forensic Investigation Center	6 years	1	0	0	1
Troop Headquarters	25-46 years	9	0	0	9
Zone Headquarters	29-53 years	0	1	1	2
Stations	3-34 years	2	0	1	3
	<b>Total</b>	12	1	2	15

The commitments for 2003-04 of \$3 million and are projected to remain the same in 2004-05. The 2004-05 Capital Plan assumes entering into commitments for new projects needed to rehabilitate State Police facilities to ensure their safety.

# CAPITAL PROGRAM PLAN

**CORRECTIONAL SERVICES, DEPARTMENT OF  
SUMMARY OF  
PROJECTED APPROPRIATIONS, COMMITMENTS, AND DISBURSEMENTS  
2004-2005 THROUGH 2008-2009  
(thousands of dollars)**

	<b>APPROPRIATIONS</b>						<b>Total 2004-2009</b>
	<b>Reappro- priations</b>	<b>2004-2005</b>	<b>2005-2006</b>	<b>2006-2007</b>	<b>2007-2008</b>	<b>2008-2009</b>	
<b>Program Summary</b>							
Maintenance and Improvement of Existing Facilities	506,262	205,000	205,000	205,000	205,000	205,000	1,025,000
Medical Facilities	6,065	0	0	0	0	0	0
UDC Financed and Other New Facility Capacity Expansion	244,164	0	0	0	0	0	0
Total	<u>756,491</u>	<u>205,000</u>	<u>205,000</u>	<u>205,000</u>	<u>205,000</u>	<u>205,000</u>	<u>1,025,000</u>
<b>Fund Summary</b>							
Capital Projects Fund	42	0	0	0	0	0	0
Correctional Facilities Capital Improvement Fund	756,449	205,000	205,000	205,000	205,000	205,000	1,025,000
Total	<u>756,491</u>	<u>205,000</u>	<u>205,000</u>	<u>205,000</u>	<u>205,000</u>	<u>205,000</u>	<u>1,025,000</u>

	<b>COMMITMENTS</b>				
	<b>2004-2005</b>	<b>2005-2006</b>	<b>2006-2007</b>	<b>2007-2008</b>	<b>2008-2009</b>
<b>Program Summary</b>					
Maintenance and Improvement of Existing Facilities	175,000	175,000	175,000	175,000	175,000
Total	<u>175,000</u>	<u>175,000</u>	<u>175,000</u>	<u>175,000</u>	<u>175,000</u>
<b>Fund Summary</b>					
Correctional Facilities Capital Improvement Fund	175,000	175,000	175,000	175,000	175,000
Total	<u>175,000</u>	<u>175,000</u>	<u>175,000</u>	<u>175,000</u>	<u>175,000</u>

	<b>DISBURSEMENTS</b>						
	<b>Estimated 2003-2004</b>	<b>2004-2005</b>	<b>2005-2006</b>	<b>2006-2007</b>	<b>2007-2008</b>	<b>2008-2009</b>	<b>Total 2004-2009</b>
<b>Program Summary</b>							
Maintenance and Improvement of Existing Facilities	188,000	188,000	188,000	188,000	188,000	188,000	940,000
Total	<u>188,000</u>	<u>188,000</u>	<u>188,000</u>	<u>188,000</u>	<u>188,000</u>	<u>188,000</u>	<u>940,000</u>
<b>Fund Summary</b>							
Correctional Facilities Capital Improvement Fund	188,000	188,000	188,000	188,000	188,000	188,000	940,000
Total	<u>188,000</u>	<u>188,000</u>	<u>188,000</u>	<u>188,000</u>	<u>188,000</u>	<u>188,000</u>	<u>940,000</u>

# CAPITAL PROGRAM PLAN

**MILITARY AND NAVAL AFFAIRS, DIVISION OF**  
**SUMMARY OF**  
**PROJECTED APPROPRIATIONS, COMMITMENTS, AND DISBURSEMENTS**  
**2004-2005 THROUGH 2008-2009**  
(thousands of dollars)

	<b>APPROPRIATIONS</b>						<b>Total 2004-2009</b>
	<b>Reappro- priations</b>	<b>2004-2005</b>	<b>2005-2006</b>	<b>2006-2007</b>	<b>2007-2008</b>	<b>2008-2009</b>	
<b>Program Summary</b>							
Design and Construction Supervision	9,050	12,400	2,600	1,700	2,000	2,300	21,000
Maintenance and Improvement of Existing Facilities	37,800	33,600	36,200	34,500	10,000	9,900	124,200
Total	<u>46,850</u>	<u>46,000</u>	<u>38,800</u>	<u>36,200</u>	<u>12,000</u>	<u>12,200</u>	<u>145,200</u>
<b>Fund Summary</b>							
Capital Projects Fund	17,200	7,000	8,000	10,800	6,700	6,700	39,200
Federal Capital Projects Fund	29,650	39,000	30,800	25,400	5,300	5,500	106,000
Total	<u>46,850</u>	<u>46,000</u>	<u>38,800</u>	<u>36,200</u>	<u>12,000</u>	<u>12,200</u>	<u>145,200</u>

	<b>COMMITMENTS</b>				
	<b>2004-2005</b>	<b>2005-2006</b>	<b>2006-2007</b>	<b>2007-2008</b>	<b>2008-2009</b>
<b>Program Summary</b>					
Design and Construction Supervision	4,200	2,600	1,400	1,400	1,400
Maintenance and Improvement of Existing Facilities	54,000	33,000	10,300	10,300	10,300
Total	<u>58,200</u>	<u>35,600</u>	<u>11,700</u>	<u>11,700</u>	<u>11,700</u>
<b>Fund Summary</b>					
Capital Projects Fund	6,800	9,000	7,000	7,000	7,000
Federal Capital Projects Fund	51,400	26,600	4,700	4,700	4,700
Total	<u>58,200</u>	<u>35,600</u>	<u>11,700</u>	<u>11,700</u>	<u>11,700</u>

	<b>DISBURSEMENTS</b>						
	<b>Estimated 2003-2004</b>	<b>2004-2005</b>	<b>2005-2006</b>	<b>2006-2007</b>	<b>2007-2008</b>	<b>2008-2009</b>	<b>Total 2004-2009</b>
<b>Program Summary</b>							
Design and Construction Supervision	5,535	8,000	8,850	4,800	1,400	1,850	24,900
Maintenance and Improvement of Existing Facilities	9,635	16,650	39,600	47,850	24,350	10,800	139,250
Total	<u>15,170</u>	<u>24,650</u>	<u>48,450</u>	<u>52,650</u>	<u>25,750</u>	<u>12,650</u>	<u>164,150</u>
<b>Fund Summary</b>							
Capital Projects Fund	8,170	8,950	12,350	10,550	7,250	6,850	45,950
Federal Capital Projects Fund	7,000	15,700	36,100	42,100	18,500	5,800	118,200
Total	<u>15,170</u>	<u>24,650</u>	<u>48,450</u>	<u>52,650</u>	<u>25,750</u>	<u>12,650</u>	<u>164,150</u>

# CAPITAL PROGRAM PLAN

STATE POLICE, DIVISION OF  
**SUMMARY OF  
 PROJECTED APPROPRIATIONS, COMMITMENTS, AND DISBURSEMENTS  
 2004-2005 THROUGH 2008-2009**  
 (thousands of dollars)

		<b>APPROPRIATIONS</b>					<b>Total</b>	
		<b>Reappro-</b>					<b>2004-2009</b>	
		<b>priations</b>	<b>2004-2005</b>	<b>2005-2006</b>	<b>2006-2007</b>	<b>2007-2008</b>	<b>2008-2009</b>	<b>2004-2009</b>
<b>Program Summary</b>								
Maintenance and Improvement of Existing Facilities		5,329	2,800	3,500	3,500	3,500	3,500	16,800
New Facilities		279	0	0	0	0	0	0
Total		<u>5,608</u>	<u>2,800</u>	<u>3,500</u>	<u>3,500</u>	<u>3,500</u>	<u>3,500</u>	<u>16,800</u>
<b>Fund Summary</b>								
Capital Projects Fund		5,608	2,800	3,500	3,500	3,500	3,500	16,800
Total		<u>5,608</u>	<u>2,800</u>	<u>3,500</u>	<u>3,500</u>	<u>3,500</u>	<u>3,500</u>	<u>16,800</u>

		<b>COMMITMENTS</b>				
		<b>2004-2005</b>	<b>2005-2006</b>	<b>2006-2007</b>	<b>2007-2008</b>	<b>2008-2009</b>
<b>Program Summary</b>						
Maintenance and Improvement of Existing Facilities		2,800	3,500	3,500	3,500	3,500
Total		<u>2,800</u>	<u>3,500</u>	<u>3,500</u>	<u>3,500</u>	<u>3,500</u>
<b>Fund Summary</b>						
Capital Projects Fund		2,800	3,500	3,500	3,500	3,500
Total		<u>2,800</u>	<u>3,500</u>	<u>3,500</u>	<u>3,500</u>	<u>3,500</u>

		<b>DISBURSEMENTS</b>					<b>Total</b>	
		<b>Estimated</b>					<b>2004-2009</b>	
		<b>2003-2004</b>	<b>2004-2005</b>	<b>2005-2006</b>	<b>2006-2007</b>	<b>2007-2008</b>	<b>2008-2009</b>	<b>2004-2009</b>
<b>Program Summary</b>								
Maintenance and Improvement of Existing Facilities		2,722	2,591	3,500	3,500	3,500	3,500	16,591
New Facilities		78	209	0	0	0	0	209
Total		<u>2,800</u>	<u>2,800</u>	<u>3,500</u>	<u>3,500</u>	<u>3,500</u>	<u>3,500</u>	<u>16,800</u>
<b>Fund Summary</b>								
Capital Projects Fund		2,800	2,800	3,500	3,500	3,500	3,500	16,800
Total		<u>2,800</u>	<u>2,800</u>	<u>3,500</u>	<u>3,500</u>	<u>3,500</u>	<u>3,500</u>	<u>16,800</u>

# ***CAPITAL PROGRAM PLAN***

---

## ***MENTAL HEALTH***

The Department of Mental Hygiene capital program is administered through the three agencies within the Department — OMH, OMRDD, and OASAS.

Capital projects for all Mental Hygiene agencies are supported by the General Fund and bonds issued by the DA. These financing mechanisms support the maintenance and rehabilitation of facilities operated by both the State and not-for-profit agencies, as well as the development of new community services for populations served by the State.

### ***OFFICE OF MENTAL HEALTH***

OMH provides high quality services to an inpatient population of approximately 5,300 persons on 23 separate, active campuses containing 28 institutions: 17 adult, six children and youth, three forensic and two research facilities. In addition, the Agency helps fund the capital construction of hundreds of community residential sites, various mental health related general hospital projects, including psychiatric inpatient and specialized emergency rooms, and a number of non-residential community programs.

The 2004-05 Capital Plan includes \$485 million in total appropriations and \$146 million in disbursements for OMH State-operated institutions that will continue to fund projects necessary to meet health and life safety codes, Joint Commission on Accreditation of Healthcare Organizations (JCAHO) accreditation standards, current Federal Medicaid certification requirements, and other projects that remediate environmental deficiencies, improve energy efficiency, preserve long-term facilities and consolidate campus facilities.

### ***State Operations***

New 2004-05 appropriations of \$126 million and reappropriations of \$359 million for OMH State-operated institutions support essential rehabilitation projects that preserve patient and staff health and safety and ensure compliance with facility accreditation standards. The 2004-05 State Operations capital budget reflects the proposed closure of the Middletown Psychiatric Center.

The budget also supports the establishment of a bipartisan Blue Ribbon Commission for the Closure of State Psychiatric Centers, which will provide additional closure recommendations based on the overall OMH-projected need for inpatient beds. The Commission will permit OMH to identify the long-term facilities and plan for any capital projects required for accreditation.

OMH's capital maintenance plan ensures that the investments in the OMH infrastructure are preserved, both to realize maximum useful building life and to prevent costly repairs in the future. A recent assessment report identifies OMH's capital assets by group, age, and condition:

<b>Capital Asset Group</b>	<b>Age Range</b>	<b>Condition</b>			<b>Total</b>
		<b>Good</b>	<b>Fair</b>	<b>Poor</b>	
Residential/Hospital Buildings	1-100+	65	46	2	113
Psychiatric Rehabilitation Buildings	1-100+	48	42	5	95
Administrative Support Buildings	1-100+	127	125	10	262
	<b>Total</b>	240	213	17	*470

\* excludes 752 vacant buildings and those with non-OMH tenants.

**Aid to Localities**

For OMH community programs, new 2004-05 appropriations of \$12 million and reappropriations of \$192 million will make funds available for the development of new residential beds and for the preservation and maintenance of the community infrastructure. Recommended reappropriations continue previously authorized bed initiatives, including \$65 million to support the new bed pipeline announced in the 2003-04 Budget, New York/New York II, and the 1999-00 \$50 million capital initiative. A total of \$51 million in disbursements, including \$7 million financed from the General Fund, is recommended for 2004-05. This local capital funding will support the development of over 1,600 new Single Room Occupancy and Community Residence beds, including 200 beds for children and youth.

**OFFICE OF MENTAL RETARDATION AND DEVELOPMENTAL DISABILITIES**

OMRDD offers services in a variety of settings, ranging from homes and small facilities, to large institutional developmental centers. As in the past, the Five-Year Capital Plan for OMRDD continues to focus on serving consumers in the most appropriate settings, and keeping all programs safe for both consumers and staff.

In support of this goal, the Capital Plan recommends a total of \$466 million in new appropriations over the five-year period. For 2004-05, the Capital Plan recommends new appropriations of \$89 million and reappropriations of \$191 million, funding the following:

- Projects necessary to maintain health and safety standards for existing facilities and ensure conformance with all Federal and State certification standards;
- Minor rehabilitation projects for existing State- and voluntary-operated community facilities;
- Environmental modifications to existing State- and voluntary-operated residential and day program space to improve accessibility for individuals with disabilities; and
- Improvements to secure or specialized treatment units which provide services to persons with severe behavioral challenges.

The bulk of the OMRDD Capital Plan (76 percent) is dedicated to the preservation of State facilities, in order to ensure both quality care for consumers, as well as continued Federal certification. Based on a recent assessment of OMRDD facilities by the DA, the following table identifies the capital asset group, age and condition of OMRDD assets:

Capital Asset Group	Age Range	Condition			Total
		Good	Fair	Poor	
Institutional	1-75	76	199	96*	371
Community	1-55	980	52**	0	1,032
	<b>Total</b>	1,056	251	96	1,403

\* All 96 buildings are vacant and classified as programmatically obsolete, meaning they are not scheduled for short- or long-term use.

\*\* According to agency estimates, at any point in time approximately five percent of State-operated community homes require minor maintenance work and are, therefore, rated as fair.

The Capital Plan for OMRDD will be financed through a mix of current resources and bond proceeds. Over the five years, more than 56 percent will be financed with Capital Projects Fund appropriations. It should be noted, however, that bonded appropriations do not generally support community development or NYS-CARES. The majority of community development since 1996-97 has been accomplished through private financing rather than the use of State-supported bonds. Accordingly, capital costs associated with the majority of not-for-profit community development.

# **CAPITAL PROGRAM PLAN**

## **OFFICE OF ALCOHOL AND SUBSTANCE ABUSE SERVICES**

OASAS supports a network of providers offering a continuum of services to treat and prevent chemical dependency. While the majority of this system is operated by voluntary not-for-profit organizations, the State itself operates 13 Addiction Treatment Centers (ATCs). The Capital Plan recommends new appropriations of \$185 million over the next five years to support projects throughout the system. These projects focus primarily on ensuring the health and safety of the system's clients, and the preservation of both State and voluntary facilities.

Annually, approximately \$34 million are included in the Plan to support capital projects within a network of community-based residential and ambulatory treatment centers, chemical dependence outpatient clinics, and methadone clinics. Reappropriations for 2004-05 provide authorization necessary to continue the development of 100 residential treatment beds for either women with children or adolescents, as provided for in the 2000-01 enacted budget. Moreover, sufficient amounts are included in the Plan to continue the 213-bed treatment initiative enacted as part of the 1997-98 Budget.

In addition, the Plan includes nearly \$2 million in annual appropriations to support critical maintenance projects in the State ATCs. While twelve of the thirteen State-operated facilities are considered fixed assets of other agencies, OASAS is responsible for their maintenance. Eleven of the thirteen facilities are located on the grounds of OMH Psychiatric Centers while another facility is located at the DOCS' Willard Drug Treatment Campus. The following table presents the age and condition of the single OASAS capital asset.

<u>Capital Asset Group</u>	<u>Age Range</u>	<u>Condition</u>		
		<u>Good</u>	<u>Fair</u>	<u>Poor</u>
Kingsboro ATC	8		X	

# CAPITAL PROGRAM PLAN

**MENTAL HEALTH, OFFICE OF  
SUMMARY OF  
PROJECTED APPROPRIATIONS, COMMITMENTS, AND DISBURSEMENTS  
2004-2005 THROUGH 2008-2009  
(thousands of dollars)**

	<b>APPROPRIATIONS</b>						<b>Total 2004-2009</b>
	<b>Reappro- priations</b>	<b>2004-2005</b>	<b>2005-2006</b>	<b>2006-2007</b>	<b>2007-2008</b>	<b>2008-2009</b>	
<b>Program Summary</b>							
Administration	7,944	3,300	3,300	3,300	3,300	3,300	16,500
Design and Construction Supervision	10,650	10,000	10,000	10,000	10,000	10,000	50,000
Maintenance and Improvements of State Facilities	332,740	112,700	112,700	112,700	112,700	112,700	563,500
Non-Bondable Projects	8,000	1,000	1,000	1,000	1,000	1,000	5,000
Voluntary Facilities	192,036	11,494	86,506	11,518	11,530	11,542	132,590
Total	<u>551,370</u>	<u>138,494</u>	<u>213,506</u>	<u>138,518</u>	<u>138,530</u>	<u>138,542</u>	<u>767,590</u>
<b>Fund Summary</b>							
Capital Projects Fund	87,557	43,000	43,000	43,000	43,000	43,000	215,000
Mental Hygiene Capital Improvement Fund	463,813	95,494	170,506	95,518	95,530	95,542	552,590
Total	<u>551,370</u>	<u>138,494</u>	<u>213,506</u>	<u>138,518</u>	<u>138,530</u>	<u>138,542</u>	<u>767,590</u>

	<b>COMMITMENTS</b>				
	<b>2004-2005</b>	<b>2005-2006</b>	<b>2006-2007</b>	<b>2007-2008</b>	<b>2008-2009</b>
<b>Program Summary</b>					
Administration	3,300	3,300	3,300	3,300	3,300
Design and Construction Supervision	10,000	10,000	10,000	10,000	10,000
Maintenance and Improvements of State Facilities	112,700	112,700	112,700	112,700	112,700
Non-Bondable Projects	1,000	1,000	1,000	1,000	1,000
Voluntary Facilities	39,000	39,000	39,000	39,000	39,000
Total	<u>166,000</u>	<u>166,000</u>	<u>166,000</u>	<u>166,000</u>	<u>166,000</u>
<b>Fund Summary</b>					
Capital Projects Fund	42,000	42,000	42,000	42,000	42,000
Mental Hygiene Capital Improvement Fund	124,000	124,000	124,000	124,000	124,000
Total	<u>166,000</u>	<u>166,000</u>	<u>166,000</u>	<u>166,000</u>	<u>166,000</u>

	<b>DISBURSEMENTS</b>						
	<b>Estimated 2003-2004</b>	<b>2004-2005</b>	<b>2005-2006</b>	<b>2006-2007</b>	<b>2007-2008</b>	<b>2008-2009</b>	<b>Total 2004-2009</b>
<b>Program Summary</b>							
Administration	3,300	3,300	3,300	3,300	3,300	3,300	16,500
Design and Construction Supervision	1,500	4,300	3,000	8,000	3,200	3,300	21,800
Maintenance and Improvements of State Facilities	149,782	138,400	126,700	121,700	126,500	126,400	639,700
Non-Bondable Projects	1,000	1,000	1,000	1,000	1,000	1,000	5,000
Voluntary Facilities	40,950	49,953	51,506	35,518	35,530	35,542	208,049
Total	<u>196,532</u>	<u>196,953</u>	<u>185,506</u>	<u>169,518</u>	<u>169,530</u>	<u>169,542</u>	<u>891,049</u>
<b>Fund Summary</b>							
Capital Projects Fund	35,550	37,318	36,500	36,500	36,500	36,500	183,318
Mental Hygiene Capital Improvement Fund	160,982	159,635	149,006	133,018	133,030	133,042	707,731
Total	<u>196,532</u>	<u>196,953</u>	<u>185,506</u>	<u>169,518</u>	<u>169,530</u>	<u>169,542</u>	<u>891,049</u>

# CAPITAL PROGRAM PLAN

**MENTAL RETARDATION AND DEVELOPMENTAL DISABILITIES, OFFICE OF  
SUMMARY OF  
PROJECTED APPROPRIATIONS, COMMITMENTS, AND DISBURSEMENTS  
2004-2005 THROUGH 2008-2009  
(thousands of dollars)**

	<b>APPROPRIATIONS</b>						<b>Total 2004-2009</b>
	<b>Reappro- priations</b>	<b>2004-2005</b>	<b>2005-2006</b>	<b>2006-2007</b>	<b>2007-2008</b>	<b>2008-2009</b>	
<b>Program Summary</b>							
Community Services Program	21,950	18,973	19,063	19,164	19,279	19,800	96,279
Design and Construction Supervision	0	5,000	5,000	5,000	5,000	5,000	25,000
Institutional Services Program	145,600	44,078	45,140	46,112	47,089	48,600	231,019
Non-Bondable Projects	1,000	1,000	1,000	1,000	1,000	1,000	5,000
Voluntary Facilities	22,890	20,085	20,952	21,726	22,595	23,200	108,558
Total	<u>191,440</u>	<u>89,136</u>	<u>91,155</u>	<u>93,002</u>	<u>94,963</u>	<u>97,600</u>	<u>465,856</u>
<b>Fund Summary</b>							
Capital Projects Fund	48,275	49,864	51,132	51,933	53,326	55,000	261,255
Mental Hygiene Capital Improvement Fund	143,165	39,272	40,023	41,069	41,637	42,600	204,601
Total	<u>191,440</u>	<u>89,136</u>	<u>91,155</u>	<u>93,002</u>	<u>94,963</u>	<u>97,600</u>	<u>465,856</u>

	<b>COMMITMENTS</b>				
	<b>2004-2005</b>	<b>2005-2006</b>	<b>2006-2007</b>	<b>2007-2008</b>	<b>2008-2009</b>
<b>Program Summary</b>					
Community Services Program	16,700	16,790	16,876	16,908	17,000
Design and Construction Supervision	5,000	5,000	5,000	5,000	5,000
Institutional Services Program	43,078	44,140	45,239	46,003	46,800
Non-Bondable Projects	1,000	1,000	1,000	1,000	1,000
Voluntary Facilities	15,185	16,052	17,249	18,011	18,800
Total	<u>80,963</u>	<u>82,982</u>	<u>85,364</u>	<u>86,922</u>	<u>88,600</u>
<b>Fund Summary</b>					
Capital Projects Fund	43,591	44,859	46,249	46,798	47,500
Mental Hygiene Capital Improvement Fund	37,372	38,123	39,115	40,124	41,100
Total	<u>80,963</u>	<u>82,982</u>	<u>85,364</u>	<u>86,922</u>	<u>88,600</u>

	<b>DISBURSEMENTS</b>						<b>Total 2004-2009</b>
	<b>Estimated 2003-2004</b>	<b>2004-2005</b>	<b>2005-2006</b>	<b>2006-2007</b>	<b>2007-2008</b>	<b>2008-2009</b>	
<b>Program Summary</b>							
Community Services Program	11,000	11,000	12,000	12,400	13,100	13,500	62,000
Design and Construction Supervision	5,000	5,000	5,000	5,000	5,000	5,000	25,000
Institutional Services Program	42,816	39,665	37,384	37,664	37,784	38,900	191,397
Voluntary Facilities	14,166	12,860	13,571	14,081	14,610	15,100	70,222
Total	<u>72,982</u>	<u>68,525</u>	<u>67,955</u>	<u>69,145</u>	<u>70,494</u>	<u>72,500</u>	<u>348,619</u>
<b>Fund Summary</b>							
Capital Projects Fund	41,215	41,725	43,070	44,166	45,400	46,800	221,161
Mental Hygiene Capital Improvement Fund	31,767	26,800	24,885	24,979	25,094	25,700	127,458
Total	<u>72,982</u>	<u>68,525</u>	<u>67,955</u>	<u>69,145</u>	<u>70,494</u>	<u>72,500</u>	<u>348,619</u>

# CAPITAL PROGRAM PLAN

**ALCOHOLISM AND SUBSTANCE ABUSE SERVICES, OFFICE OF  
SUMMARY OF  
PROJECTED APPROPRIATIONS, COMMITMENTS, AND DISBURSEMENTS  
2004-2005 THROUGH 2008-2009  
(thousands of dollars)**

	<b>APPROPRIATIONS</b>						<b>Total 2004-2009</b>
	<b>Reappro- priations</b>	<b>2004-2005</b>	<b>2005-2006</b>	<b>2006-2007</b>	<b>2007-2008</b>	<b>2008-2009</b>	
<b>Program Summary</b>							
Administration	0	1,094	1,075	1,110	1,145	1,145	5,569
Community Alcoholism and Substance Abuse Facilities	110,267	31,560	31,560	31,560	31,560	31,560	157,800
Design and Construction Supervision	2,587	2,000	2,000	2,000	2,000	2,000	10,000
Institutional Services Program	14,302	1,500	1,500	1,500	1,500	1,500	7,500
Non-Bondable Projects	0	750	750	750	750	750	3,750
Total	<u>127,156</u>	<u>36,904</u>	<u>36,885</u>	<u>36,920</u>	<u>36,955</u>	<u>36,955</u>	<u>184,619</u>
<b>Fund Summary</b>							
Capital Projects Fund	19,577	9,154	9,135	9,170	9,205	9,205	45,869
Mental Hygiene Capital Improvement Fund	107,579	27,750	27,750	27,750	27,750	27,750	138,750
Total	<u>127,156</u>	<u>36,904</u>	<u>36,885</u>	<u>36,920</u>	<u>36,955</u>	<u>36,955</u>	<u>184,619</u>

	<b>COMMITMENTS</b>				
	<b>2004-2005</b>	<b>2005-2006</b>	<b>2006-2007</b>	<b>2007-2008</b>	<b>2008-2009</b>
<b>Program Summary</b>					
Community Alcoholism and Substance Abuse Facilities	26,500	27,700	28,300	29,000	31,500
Design and Construction Supervision	2,000	2,000	2,000	2,000	2,000
Institutional Services Program	5,554	5,076	2,000	2,000	2,000
Non-Bondable Projects	100	100	100	100	100
Total	<u>34,154</u>	<u>34,876</u>	<u>32,400</u>	<u>33,100</u>	<u>35,600</u>
<b>Fund Summary</b>					
Capital Projects Fund	8,390	8,326	8,520	9,245	9,500
Mental Hygiene Capital Improvement Fund	26,858	27,625	24,990	25,000	27,245
Total	<u>35,248</u>	<u>35,951</u>	<u>33,510</u>	<u>34,245</u>	<u>36,745</u>

	<b>DISBURSEMENTS</b>						<b>Total 2004-2009</b>
	<b>Estimated 2003-2004</b>	<b>2004-2005</b>	<b>2005-2006</b>	<b>2006-2007</b>	<b>2007-2008</b>	<b>2008-2009</b>	
<b>Program Summary</b>							
Administration	1,062	1,094	1,075	1,110	1,145	1,145	5,569
Community Alcoholism and Substance Abuse Facilities	22,455	25,035	25,413	26,479	27,396	27,396	131,719
Design and Construction Supervision	3,069	1,385	1,276	1,300	1,300	1,300	6,561
Institutional Services Program	3,729	5,554	5,076	2,000	2,000	2,000	16,630
Non-Bondable Projects	100	100	100	100	100	100	500
Total	<u>30,415</u>	<u>33,168</u>	<u>32,940</u>	<u>30,989</u>	<u>31,941</u>	<u>31,941</u>	<u>160,979</u>
<b>Fund Summary</b>							
Capital Projects Fund	5,679	6,633	7,864	8,991	8,991	8,991	41,470
Mental Hygiene Capital Improvement Fund	24,736	26,535	25,076	21,998	22,950	22,950	119,509
Total	<u>30,415</u>	<u>33,168</u>	<u>32,940</u>	<u>30,989</u>	<u>31,941</u>	<u>31,941</u>	<u>160,979</u>

# ***CAPITAL PROGRAM PLAN***

---

## ***GENERAL GOVERNMENT***

### ***OFFICE OF GENERAL SERVICES***

OGS is responsible for the operation, maintenance, and renovation of 44 major and 84 ancillary State-owned and operated buildings located throughout the State. The estimated replacement value of these 130 buildings is over \$4.5 billion. The 2004-05 Executive Budget emphasizes investments in the Office's asset management program, which includes preservation of facilities and preventive maintenance components aimed at reducing the number of emergencies and avoiding costly out year projects. Maintenance activities are undertaken by in-house staff, temporary service and outside contractors to protect existing capital assets and prevent further deterioration of the infrastructure. The asset management program for 2004-05 will fund high priority projects that will preserve the integrity of buildings and maintain a safe and healthy environment for the State's employees and the public. The Office will also have the flexibility to address critical infrastructure needs, while accommodating significant customer-tenant issues.

The Office continues to make significant capital investments in office facilities in the Albany area to compensate for years of under-investment and address the need for State offices to accommodate modern technology. Current and future projects include the modernization of the Alfred E. Smith Office Building, a new parking garage at Elk Street and continued critical repairs at the State Capitol.

The OGS preventive maintenance program plan concentrates on projects intended to maximize the life expectancy of the State's essential capital assets. To accomplish this, the Office has developed a facility condition assessment system that assesses the architectural, structural, mechanical, electrical and site components of each facility. This system identifies resource requirements and assures maintenance adequacy, while allowing managers to define, develop, and prioritize cost estimates for capital repairs and replacement projects.

The preventive maintenance program plan is focused on the goals of maximizing the useful life of facilities, improving the reliability of systems and equipment, and providing the means for determining equipment management and replacement needs. According to industry standards, the average building is constructed to last a minimum of 40 years, while parking lots can last more than 25 years with routine maintenance. However, since many of the assets managed by the Office, such as the State Capitol and the Executive Mansion, are historically significant, their useful life can be considered indefinite. Over the long-term, maintenance efforts will continue to enhance facilities by improving the building appearance and upgrading the overall condition as a capital asset. The program is estimated to require \$8 million in capital funding in 2004-05 to maintain the current infrastructure.

In evaluating its assets, the Office has established the following rating categories: good (shows normal wear and tear); poor (displays definite deterioration and may have unusable portions); and scrap (not usable). According to the most recent assessment of assets, 80 percent of the Office's buildings are rated in good condition, with 20 percent being rated in poor condition. The average age of office and support buildings is 35 years.

The following table identifies the capital asset group, age and condition of the Office's assets.

## ***CAPITAL PROGRAM PLAN***

<b>Capital Asset Group</b>	<b>Age Range</b>	<b>Condition</b>			<b>Total</b>
		<b>Good</b>	<b>Fair</b>	<b>Poor</b>	
Empire State Plaza and Downtown Operations	To 120 yrs.	36	0	0	36
Harriman State Office Building Campus	To 40 yrs.	17	9	0	26
Upstate Region	To 70 yrs.	21	11	0	32
Lease/Purchase	To 50 yrs.	5	0	0	5
Downstate Region	To 70 yrs.	8	2	0	10
Parking Services	To 40 yrs.	16	4	0	20
	<b>Total</b>	103	26	0	129

To address the challenges that lie ahead, the Office has developed a strategic plan that will provide for the orderly rehabilitation and renovation of facilities. That plan, coupled with on-going maintenance efforts, will ensure that the Office will achieve its long-term goals, while addressing the pressing needs of the State's infrastructure.

### ***DEPARTMENT OF STATE***

The Department of State (DOS) will continue to administer a \$100 million Local Expedited Deployment Funding capital program, enacted in 2003-04, to provide State-supported bond-financed funding for local public safety answering point equipment and technology upgrades associated with wireless 911 service.

# CAPITAL PROGRAM PLAN

**GENERAL SERVICES, OFFICE OF  
SUMMARY OF  
PROJECTED APPROPRIATIONS, COMMITMENTS, AND DISBURSEMENTS  
2004-2005 THROUGH 2008-2009  
(thousands of dollars)**

	<b>APPROPRIATIONS</b>						<b>Total 2004-2009</b>
	<b>Reappro- priations</b>	<b>2004-2005</b>	<b>2005-2006</b>	<b>2006-2007</b>	<b>2007-2008</b>	<b>2008-2009</b>	
<b>Program Summary</b>							
Design and Construction Supervision	18,000	9,071	11,760	12,600	12,600	12,600	58,631
Maintenance and Improvement of Real Property Facilities	264,969	34,379	44,240	47,400	47,400	47,400	220,819
Total	<u>282,969</u>	<u>43,450</u>	<u>56,000</u>	<u>60,000</u>	<u>60,000</u>	<u>60,000</u>	<u>279,450</u>
<b>Fund Summary</b>							
Capital Projects Fund	180,506	43,450	56,000	60,000	60,000	60,000	279,450
Capital Projects Fund - Advances	5,479	0	0	0	0	0	0
Capital Projects Fund - Authority Bonds	96,984	0	0	0	0	0	0
Total	<u>282,969</u>	<u>43,450</u>	<u>56,000</u>	<u>60,000</u>	<u>60,000</u>	<u>60,000</u>	<u>279,450</u>

	<b>COMMITMENTS</b>				
	<b>2004-2005</b>	<b>2005-2006</b>	<b>2006-2007</b>	<b>2007-2008</b>	<b>2008-2009</b>
<b>Program Summary</b>					
Design and Construction Supervision	9,071	11,760	12,600	12,600	12,600
Maintenance and Improvement of Real Property Facilities	34,129	44,240	47,400	47,400	47,400
Total	<u>43,200</u>	<u>56,000</u>	<u>60,000</u>	<u>60,000</u>	<u>60,000</u>
<b>Fund Summary</b>					
Capital Projects Fund	43,200	56,000	60,000	54,521	60,000
Capital Projects Fund - Advances	0	0	0	5,479	0
Total	<u>43,200</u>	<u>56,000</u>	<u>60,000</u>	<u>60,000</u>	<u>60,000</u>

	<b>DISBURSEMENTS</b>						
	<b>Estimated 2003-2004</b>	<b>2004-2005</b>	<b>2005-2006</b>	<b>2006-2007</b>	<b>2007-2008</b>	<b>2008-2009</b>	<b>Total 2004-2009</b>
<b>Program Summary</b>							
Design and Construction Supervision	7,852	6,500	5,600	3,771	2,000	19,510	37,381
Maintenance and Improvement of Real Property Facilities	71,798	78,650	77,321	57,779	57,772	32,108	303,630
Total	<u>79,650</u>	<u>85,150</u>	<u>82,921</u>	<u>61,550</u>	<u>59,772</u>	<u>51,618</u>	<u>341,011</u>
<b>Fund Summary</b>							
Capital Projects Fund	42,350	43,450	56,250	60,250	54,293	51,618	265,861
Capital Projects Fund - Advances	0	0	0	0	5,479	0	5,479
Capital Projects Fund - Authority Bonds	37,300	41,700	26,671	1,300	0	0	69,671
Total	<u>79,650</u>	<u>85,150</u>	<u>82,921</u>	<u>61,550</u>	<u>59,772</u>	<u>51,618</u>	<u>341,011</u>

# CAPITAL PROGRAM PLAN

STATE, DEPARTMENT OF  
**SUMMARY OF  
 PROJECTED APPROPRIATIONS, COMMITMENTS, AND DISBURSEMENTS**  
 2004-2005 THROUGH 2008-2009  
 (thousands of dollars)

	APPROPRIATIONS					Total	
	Reapprop- riations	2004-2005	2005-2006	2006-2007	2007-2008	2008-2009	2004-2009
<u>Program Summary</u>							
Local Government and Community Services	100,000	0	0	0	0	0	0
Total	100,000	0	0	0	0	0	0
<u>Fund Summary</u>							
Capital Projects Fund - Authority Bonds	100,000	0	0	0	0	0	0
Total	100,000	0	0	0	0	0	0

	COMMITMENTS				
	2004-2005	2005-2006	2006-2007	2007-2008	2008-2009
<u>Program Summary</u>					
Local Government and Community Services	100,000	0	0	0	0
Total	100,000	0	0	0	0
<u>Fund Summary</u>					
Capital Projects Fund - Authority Bonds	100,000	0	0	0	0
Total	100,000	0	0	0	0

	DISBURSEMENTS					Total	
	Estimated 2003-2004	2004-2005	2005-2006	2006-2007	2007-2008	2008-2009	2004-2009
<u>Program Summary</u>							
Local Government and Community Services	0	100,000	0	0	0	0	100,000
Total	0	100,000	0	0	0	0	100,000
<u>Fund Summary</u>							
Capital Projects Fund - Authority Bonds	0	100,000	0	0	0	0	100,000
Total	0	100,000	0	0	0	0	100,000

## ***CAPITAL PROGRAM PLAN***

---

### ***OTHER***

This programmatic area includes the Judiciary, the Office of Homeland Security, and capital spending financed with Federal Funds for the World Trade Center site.

### ***JUDICIARY***

The 2004-05 Judiciary request includes reappropriations totaling \$6.7 million. This reflects \$3 million for expenses associated with the completion of the project to renovate and expand the Court of Appeals building and \$3.7 million for expenses associated with improvements to the Justice Building quarters of the Appellate Division, Third Judicial Department.

# CAPITAL PROGRAM PLAN

**HOMELAND SECURITY  
SUMMARY OF  
PROJECTED APPROPRIATIONS, COMMITMENTS, AND DISBURSEMENTS  
2004-2005 THROUGH 2008-2009  
(thousands of dollars)**

		<b>APPROPRIATIONS</b>					<b>Total</b>	
		<b>Reapprop- riations</b>	<b>2004-2005</b>	<b>2005-2006</b>	<b>2006-2007</b>	<b>2007-2008</b>	<b>2008-2009</b>	<b>2004-2009</b>
<b>Program Summary</b>								
Homeland Security		27,000	5,000	0	0	0	0	5,000
<b>Total</b>		<b>27,000</b>	<b>5,000</b>	<b>0</b>	<b>0</b>	<b>0</b>	<b>0</b>	<b>5,000</b>
<b>Fund Summary</b>								
Capital Projects Fund		27,000	5,000	0	0	0	0	5,000
<b>Total</b>		<b>27,000</b>	<b>5,000</b>	<b>0</b>	<b>0</b>	<b>0</b>	<b>0</b>	<b>5,000</b>

		<b>2004-2005</b>	<b>2005-2006</b>	<b>2006-2007</b>	<b>2007-2008</b>	<b>2008-2009</b>
<b>Program Summary</b>						
Homeland Security		5,000	0	0	0	0
<b>Total</b>		<b>5,000</b>	<b>0</b>	<b>0</b>	<b>0</b>	<b>0</b>
<b>Fund Summary</b>						
Capital Projects Fund		5,000	0	0	0	0
<b>Total</b>		<b>5,000</b>	<b>0</b>	<b>0</b>	<b>0</b>	<b>0</b>

		<b>Estimated 2003-2004</b>	<b>2004-2005</b>	<b>2005-2006</b>	<b>2006-2007</b>	<b>2007-2008</b>	<b>2008-2009</b>	<b>Total 2004-2009</b>
<b>Program Summary</b>								
Homeland Security		17,750	10,900	4,600	2,125	0	0	17,625
<b>Total</b>		<b>17,750</b>	<b>10,900</b>	<b>4,600</b>	<b>2,125</b>	<b>0</b>	<b>0</b>	<b>17,625</b>
<b>Fund Summary</b>								
Capital Projects Fund		17,750	10,900	4,600	2,125	0	0	17,625
<b>Total</b>		<b>17,750</b>	<b>10,900</b>	<b>4,600</b>	<b>2,125</b>	<b>0</b>	<b>0</b>	<b>17,625</b>

# CAPITAL PROGRAM PLAN

**JUDICIARY  
SUMMARY OF  
PROJECTED APPROPRIATIONS, COMMITMENTS, AND DISBURSEMENTS  
2004-2005 THROUGH 2008-2009  
(thousands of dollars)**

<b>APPROPRIATIONS</b>							
	<b>Reappro- priations</b>	<b>2004-2005</b>	<b>2005-2006</b>	<b>2006-2007</b>	<b>2007-2008</b>	<b>2008-2009</b>	<b>Total 2004-2009</b>
<b>Program Summary</b>							
Courthouse Improvements	6,700	0	0	0	0	0	0
Total	6,700	0	0	0	0	0	0
<b>Fund Summary</b>							
Capital Projects Fund	6,700	0	0	0	0	0	0
Total	6,700	0	0	0	0	0	0
<b>COMMITMENTS</b>							
	<b>2004-2005</b>	<b>2005-2006</b>	<b>2006-2007</b>	<b>2007-2008</b>	<b>2008-2009</b>		
<b>Program Summary</b>							
Courthouse Improvements	3,900	0	0	0	0		
Total	3,900	0	0	0	0		
<b>Fund Summary</b>							
Capital Projects Fund	3,900	0	0	0	0		
Total	3,900	0	0	0	0		
<b>DISBURSEMENTS</b>							
	<b>Estimated 2003-2004</b>	<b>2004-2005</b>	<b>2005-2006</b>	<b>2006-2007</b>	<b>2007-2008</b>	<b>2008-2009</b>	<b>Total 2004-2009</b>
<b>Program Summary</b>							
Courthouse Improvements	16,100	3,500	445	0	0	0	3,945
Total	16,100	3,500	445	0	0	0	3,945
<b>Fund Summary</b>							
Capital Projects Fund	16,100	3,500	445	0	0	0	3,945
Total	16,100	3,500	445	0	0	0	3,945

# CAPITAL PROGRAM PLAN

**WORLD TRADE CENTER  
SUMMARY OF  
PROJECTED APPROPRIATIONS, COMMITMENTS, AND DISBURSEMENTS  
2004-2005 THROUGH 2008-2009  
(thousands of dollars)**

<b>APPROPRIATIONS</b>							
	<b>Reappro- priations</b>	<b>2004-2005</b>	<b>2005-2006</b>	<b>2006-2007</b>	<b>2007-2008</b>	<b>2008-2009</b>	<b>Total 2004-2009</b>
<b>Program Summary</b>							
World Trade Center	331,680	0	0	0	0	0	0
Total	331,680	0	0	0	0	0	0
<b>Fund Summary</b>							
Federal Capital Projects Fund	331,680	0	0	0	0	0	0
Total	331,680	0	0	0	0	0	0
<b>DISBURSEMENTS</b>							
	<b>Estimated 2003-2004</b>	<b>2004-2005</b>	<b>2005-2006</b>	<b>2006-2007</b>	<b>2007-2008</b>	<b>2008-2009</b>	<b>Total 2004-2009</b>
<b>Program Summary</b>							
World Trade Center	25,000	60,000	70,000	40,000	30,000	10,000	210,000
Total	25,000	60,000	70,000	40,000	30,000	10,000	210,000
<b>Fund Summary</b>							
Federal Capital Projects Fund	25,000	60,000	70,000	40,000	30,000	10,000	210,000
Total	25,000	60,000	70,000	40,000	30,000	10,000	210,000

# **CAPITAL PROGRAM PLAN**

**SUMMARY OF  
PROJECTED APPROPRIATIONS, ALL FUNDS, ALL PROGRAMS  
BY FUND TYPE, AND MAJOR FUND, 2004-2005 THROUGH 2008-2009  
(thousands of dollars)**

	APPROPRIATIONS						Total 2004-2009
	Reappro- priations	2004-2005	2005-2006	2006-2007	2007-2008	2008-2009	
Capital Projects Funds Type							
Capital Projects Fund	762,135	260,088	217,997	225,633	222,961	224,635	1,151,314
Capital Projects Fund - Advances	2,250,679	2,758,000	1,000	1,000	1,000	1,000	2,762,000
Capital Projects Fund - A.C. and T.I. Fund (Bondable)	62,332	0	0	0	0	0	0
Capital Projects Fund - EQBA (Bondable)	39,241	327	0	0	0	0	327
Capital Projects Fund - PWBA (Bondable)	17,948	14,467	0	0	0	0	14,467
Capital Projects Fund - Infrastructure Renewal (Bondable)	41,100	0	0	0	0	0	0
Capital Projects Fund - Aviation (Bondable)	3,071	0	0	0	0	0	0
Capital Projects Fund - Energy Conservation (Bondable)	1,040	0	0	0	0	0	0
Capital Projects Fund - EQBA 86 (Bondable)	258,396	0	0	0	0	0	0
Capital Projects Fund - 1996 CWA (Bondable)	742,557	0	0	0	0	0	0
Capital Projects Fund - Authority Bonds	2,256,514	740,972	63,979	65,250	65,250	65,250	1,000,701
Dedicated Highway and Bridge Trust Fund	3,056,384	1,701,439	1,628,689	1,649,023	1,660,441	1,449,403	8,088,995
State University Residence Hall Rehabilitation Fund	677,089	0	0	0	0	0	0
State Parks Infrastructure Fund	81,975	28,700	29,050	29,050	29,605	29,605	146,010
Environmental Protection Fund	462,583	125,000	125,000	125,000	125,000	125,000	625,000
Federal Capital Projects Fund	6,426,410	1,974,114	1,960,800	1,955,400	1,935,300	1,935,500	9,761,114
Hazardous Waste Remedial Fund - Oversight and Assessment	15,000	15,000	15,000	15,000	15,000	15,000	75,000
Hazardous Waste Remedial Fund - Cleanup	120,000	120,000	120,000	120,000	120,000	120,000	600,000
Youth Facilities Improvement Fund	48,837	18,700	9,000	9,000	9,000	9,000	54,700
Housing Program Fund	452,430	104,200	104,200	104,200	104,200	104,200	521,000
Engineering Services Fund	418,936	0	0	0	0	0	0
Mental Hygiene Capital Improvement Fund	714,557	162,516	238,279	164,337	164,917	165,892	895,941
Correctional Facilities Capital Improvement Fund	756,449	205,000	205,000	205,000	205,000	205,000	1,025,000
Other Funds	190,785	160,186	7,609	7,200	7,200	7,200	189,395
Eliminations*	(696,623)	(299,271)	(290,660)	(283,555)	(283,441)	(282,330)	(1,439,257)
Type Subtotal	19,159,825	8,089,438	4,434,943	4,391,538	4,381,433	4,174,355	25,471,707
Capital Projects Funds - Bond Proceeds	1,204,985	0	0	0	0	0	0
Fiduciary Fund Type	178,746	55,000	57,000	57,000	57,000	57,000	283,000
Special Revenue Fund Type	194,384	61,295	61,679	61,679	61,679	61,679	308,011
Eliminations*	(1,204,985)	(0)	(0)	(0)	(0)	(0)	(0)
Total (All Fund Types)	19,532,955	8,205,733	4,553,622	4,510,217	4,500,112	4,293,034	26,062,718

\* Reflects eliminations for 'netting out' of transfers between funds which are not capital program disbursements.

# CAPITAL PROGRAM PLAN

**SUMMARY OF  
PROJECTED APPROPRIATIONS, ALL FUNDS, ALL PROGRAMS  
BY FUND TYPE, AND MAJOR FUND, 2004-2005 THROUGH 2008-2009  
(thousands of dollars)**

	DISBURSEMENTS						Total 2004-2009
	Estimated 2003-2004	2004-2005	2005-2006	2006-2007	2007-2008	2008-2009	
Capital Projects Funds Type							
Capital Projects Fund	247,753	190,686	198,249	198,517	209,739	207,564	1,004,755
Capital Projects Fund - Advances	557,500	595,984	601,650	601,650	585,479	577,900	2,962,663
Capital Projects Fund - A.C. and T.I. Fund (Bondable)	10,000	8,000	6,000	4,000	2,000	2,000	22,000
Capital Projects Fund - EQBA (Bondable)	6,000	3,000	3,000	3,000	3,000	3,000	15,000
Capital Projects Fund - PWBA (Bondable)	1,600	1,200	1,200	1,200	1,200	1,200	6,000
Capital Projects Fund - Infrastructure Renewal (Bondable)	4,160	5,000	5,000	5,000	5,000	5,000	25,000
Capital Projects Fund - Aviation (Bondable)	1,400	400	400	400	400	400	2,000
Capital Projects Fund - Energy Conservation (Bondable)	40	200	200	200	200	200	1,000
Capital Projects Fund - EQBA 86 (Bondable)	63,343	63,775	61,185	50,861	26,594	0	202,415
Capital Projects Fund - 1996 CWA (Bondable)	155,000	125,000	125,000	100,000	100,000	75,000	525,000
Capital Projects Fund - Authority Bonds	443,594	1,021,008	423,183	325,519	184,917	133,250	2,087,877
Dedicated Highway and Bridge Trust Fund	1,860,614	1,884,792	1,739,003	1,711,036	1,742,460	1,766,762	8,844,053
State University Residence Hall Rehabilitation Fund	100,000	100,000	100,000	100,000	100,000	100,000	500,000
State Parks Infrastructure Fund	20,900	10,900	10,900	10,900	10,900	10,900	54,500
Environmental Protection Fund	127,000	121,000	121,000	120,000	125,000	125,000	612,000
Federal Capital Projects Fund	1,620,949	1,839,772	1,901,722	1,891,684	1,858,407	1,826,204	9,317,789
Hazardous Waste Remedial Fund - Oversight and Assessment	15,000	15,000	15,000	15,000	15,000	15,000	75,000
Hazardous Waste Remedial Fund - Cleanup	50,000	68,000	81,000	95,000	105,000	120,000	469,000
Youth Facilities Improvement Fund	12,250	12,656	13,253	14,150	14,270	12,800	67,129
Housing Program Fund	98,450	103,450	102,200	102,200	102,200	102,200	512,250
Engineering Services Fund	222,075	81,107	31,108	15,493	6,561	3,976	138,245
Mental Hygiene Capital Improvement Fund	217,485	212,970	198,967	179,995	181,074	181,692	954,698
Correctional Facilities Capital Improvement Fund	188,000	188,000	188,000	188,000	188,000	188,000	940,000
Other Funds	41,470	43,656	37,153	33,217	33,217	33,217	180,460
Consolidated Highway Improvement Program	338,100	339,811	325,488	320,488	315,488	310,488	1,611,763
Eliminations*	(359,145)	(338,645)	(309,307)	(290,025)	(286,101)	(283,188)	(1,507,266)
Type Subtotal	6,043,538	6,696,722	5,980,554	5,797,485	5,630,005	5,518,565	29,623,331
Capital Projects Funds - Bond Proceeds	0	0	0	0	0	0	0
Fiduciary Fund Type	4,425	2,000	1,000	1,000	1,000	1,000	6,000
Special Revenue Fund Type	58,147	63,201	63,864	64,787	64,435	64,877	321,164
Total (All Fund Types)	6,106,110	6,761,923	6,045,418	5,863,272	5,695,440	5,584,442	29,950,495

\* Reflects eliminations for 'netting out' of transfers between funds which are not capital program disbursements.

## ***CAPITAL PROGRAM PLAN***

---

### ***NON-STATE-SUPPORTED DEBT OBLIGATIONS***

This section of the Plan discusses non-State-supported debt obligations, which include State-guaranteed debt, moral obligation financings and contingent contractual obligation financings. Under these financings, the State does not have a direct obligation to pay debt service, but, under certain conditions, may be called upon to pay debt service if specified non-State resources are insufficient to satisfy scheduled debt service payments. The State does not expect to be required to pay debt service on any of these obligations in 2004-05.

<b>Non-State-Supported Debt Obligations Outstanding as of 3/31/04 (millions of dollars)</b>	
<b>State-Guaranteed Debt</b>	
Job Development Authority	80
<b>Moral Obligation Financings</b>	
Housing Finance Agency	345
MCFFA Hospitals & Nursing Homes	30
<b>Contingent Contractual-Obligations</b>	
Secured Hospital Program	942
Tobacco Revenue Bonds	4,551
<b>Total</b>	<b>5,948</b>

#### ***STATE-GUARANTEED DEBT***

The State Constitution and applicable statutes authorize the State to directly guarantee certain public authority debt obligations that finance or guarantee loans to encourage economic development by assisting private sector business expansion and job creation throughout the State. The statute further limits the amount of such bonds that may be outstanding at any one time to \$750 million.

The only obligations outstanding under this authorization have been issued by the Job Development Authority (JDA) (doing business as ESDC). As of March 31, 2004, outstanding JDA obligations are projected to be \$80 million. The State has never been called upon to make any payments pursuant to such guarantees and does not anticipate that it will be called upon to make any State guaranteed payments in 2004-05.

#### ***MORAL OBLIGATION FINANCINGS***

The State's current outstanding moral obligation financings have involved the issuance of debt by a public authority to finance a revenue-producing project. The debt is secured by project revenues and includes statutory provisions morally committing the State, subject to appropriation by the Legislature, to make up any deficiencies that may occur in the issuer's debt service reserve fund in the event the issuer accesses such reserves.

Two authorities currently have outstanding moral obligation debt as authorized by their enabling acts. HFA issued bonds to finance various housing programs and hospital and health care facilities, while the DA has statutorily assumed liability for bonds issued originally by the Medical Care Facilities Finance Agency for the purpose of financing hospital and nursing home facilities. As of March 31, 2004, outstanding moral obligation bonds are projected at \$375 million.

The State is not expected to authorize new moral obligation financings and there has never been a default on any moral obligation debt of any public authority and the State expects that no State moneys will be required in 2004-05.

**CONTINGENT CONTRACTUAL OBLIGATIONS**

The State may also enter into statutorily authorized contingent contractual-obligation financings under which the State enters into contracts obligating it to recommend appropriations to pay debt service on bonds in the event there are shortfalls in revenues from the non-State resources pledged, or otherwise available, to pay debt service on the bonds. Pursuant to legislation enacted in 1985 and 2003, respectively, the State has entered into contingent contractual obligation agreements related to bonds issued by the DA under the Secured Hospital Program and asset backed revenue bonds issued by the Tobacco Settlement Financing Corporation (TSFC). As required by these agreements, the debt service appropriations bill submitted with the Executive Budget includes appropriation authority sufficient to pay debt service due in 2004-05 on all such outstanding contingent-contractual obligations. The State has never been required to make contingent contractual payments and does not expect to make such payments in 2004-05.

Contingent contractual-obligations under the Secured Hospital Program were issued for the purpose of enabling 11 financially distressed not-for-profit hospitals to gain access to the capital markets. Subject to annual appropriation, the State is contractually obligated to pay debt service in the event there are shortfalls of revenues from other sources, which include hospital payments made under loan agreements between the DA and the hospitals, and certain reserve funds held by the applicable trustees for the bonds. The initial authorization to issue bonds under the Program, including refunding bonds, expired on March 1, 1998. Legislation enacted in 2002 and which expires on December 31, 2004, allows certain eligible secured hospital borrowers to refinance outstanding debt. Under this authorization, one eligible borrower has refinanced its outstanding debt. As of March 31, 2004, there is projected to be \$942 million in Secured Hospital Bonds outstanding.

Legislation enacted in 2003 authorized the State to sell (i.e., securitize) all of its tobacco settlement payments (an asset) to the TSFC (a statutorily-created corporation that is a subsidiary of the Municipal Bond Bank Agency) through an asset-backed securitization transaction. To avoid the yield premium paid by other states that have similarly elected to securitize their tobacco payments, the legislation authorized the State to enter into a contingent contractual contract obligating the State to pay debt service in the event that tobacco receipts are insufficient. To ensure that State contractual payments will not be required and that tobacco receipts are sufficient to pay debt service, the tobacco bonds were structured to meet or exceed all rating agency tobacco bonds stress tests. The bonds carry a final nominal maturity of 20 years and an expected final maturity of 13 years. The \$4.2 billion of payments received by the State from the securitization were deposited to the State's General Fund. As of March 31, 2004, there will be \$4.6 billion in tobacco bonds outstanding.