

# **STATE OF NEW JERSEY**

# **BUDGET**



**FISCAL YEAR 2007 - 2008**

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**Office of Management and Budget**  
February 22, 2007



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## **Governor's Message**

**JON S. CORZINE  
GOVERNOR OF NEW JERSEY  
TRANSMITTED TO THE SECOND ANNUAL SESSION  
OF THE TWO HUNDRED AND TWELFTH LEGISLATURE  
FEBRUARY 22, 2007**

Good morning.

Thank you, President Codey and Speaker Roberts for allowing me to deliver my address five days early. After last year, we can probably use the extra time.

I'd like to start today with a simple thank you to all the members of the Legislature – and to the retiring members in particular. The last 15 months have had their moments. We have dealt with a lot. I think we all know there's more to do – a lot more. And I'll talk about that in a moment.

But let's get to the budget. As you know, a budget is more than just a set of numbers. It touches on every aspect of every life in our state. It's inevitable that when we talk about the budget we talk about the challenges people face.

But amidst all the fiscal terms – unfunded liabilities, structural deficits, and monetization – let's not lose sight of why budgets matter. They matter because they impact peoples' lives – today, tomorrow, and far into the future.

That said, the proposal I will present next week is a very good budget for the people of New Jersey. It confirms the Legislature's and my commitment to meaningful property tax relief. It does this in the context of the fiscal principles we established and fought for last year. It's financially disciplined and restrained. It's responsibly balanced with honest numbers. We don't rely on any strategies that mortgage our future.

It's the first budget in six years with no new taxes or tax increases. In fact, the only tax change proposed is a tax cut – a progressive cut for almost 300,000 working families.

This budget provides the largest increase in direct property tax relief in New Jersey history and the first real increase in school and municipal aid in a number of years. Finally, this budget preserves the safety net for the most vulnerable in our society – our seniors, the poor, the mentally ill, and the physically disabled.

After last year, some might label this budget boring. I suspect that nowadays in Trenton, boring's not such a bad thing. So, let me quickly review the numbers.

First and foremost, this is a property tax relief budget. The credit program is fully funded. 1.9 million of 2 million property taxpayers will receive an average of \$1,000 in relief – \$750 of which is new money. Half a million tenants will see their \$75 checks increased to as high as \$350.

Year over year, there's \$580 million more in aid to education. For the first time in many years, aid to every single school district will be increased. New aid will be dedicated toward educational priorities that focus on the individual needs of children. In particular, non-Abbott communities with high concentrations of children living in poverty will receive more funding. And there are new incentives for full day kindergarten and expanded pre-school. Our focus on individual children is conceptually consistent with the new funding formula being developed for the FY 2009 budget.

Finally, for the first time in three years, there will be an across-the-board two percent increase in municipal aid. Over 80 percent – or more than \$1.8 billion – of all new spending in this budget reflects our mutual efforts to provide more property tax relief and more aid to schools and local governments.

The overwhelming majority of the remaining new spending is driven by the cumulative impact of obligations created over the last 15 years. Specifically, the budget contains \$730 million more than last year to meet healthcare costs for state workers and retirees, contractual salary increases, court-ordered Abbott and child welfare funding and Medicaid increases, federal mandates, or offsets to federal cutbacks.

Reflecting fiscal realities, this budget regrettably has few new initiatives – although the painful spending cuts we saw last year are limited. I must say, it's frustrating to have so few financial resources to invest in our future. I didn't run for public office to be a number cruncher, or to play scrooge. Like so many of you, I sought to serve because I care passionately about making New Jersey a better place for our families and communities.

## GOVERNOR'S MESSAGE

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So recognizing the constraints, I've made an allowance of roughly \$100 million for new initiatives that will have both short- and long-term paybacks:

There is \$9 million for the new comptroller's office to root out waste, prevent fraud and reduce spending;

There is \$20 million for a consolidation fund to provide meaningful incentives for schools and local governments to share services and reduce costs, an idea promoted by Speaker Roberts;

There is \$10 million for stem cell research grants – and \$5 million for autism;

And finally, as part of a broader anti-poverty initiative, we are seeking \$64 million to raise the threshold to \$40,000 for Earned Income Tax Credits. Today, New Jersey cuts off EITC eligibility at \$20,000.

This change will mean almost 300,000 working families will receive a double tax cut – one from New Jersey and the other from Washington. Considering our tough budget last year, I'm very pleased we could fund these modest, but important, initiatives.

Still, I'm almost embarrassed to highlight them because they are a fraction of what really should be done. So let me summarize the spending. In short, almost 50 cents of every dollar in this \$33 billion budget goes to property tax relief. That's a total of \$16.6 billion. Overall spending is up 7.2 percent from last year – or \$2.2 billion. However, setting aside the growth in property tax relief and the increases in school and municipal aid, spending is up a mere 2 percent, year over year. Let me repeat – less than two percent.

Now, let me break down and explain how we pay for this net \$2.2 billion in new spending. First, \$665 million is a non-recurring use of the dedicated FY 2007 half penny. We've benefited from two years of value in this budget – which I accept will be an issue in FY 2009.

Second, \$670 million is a result of stronger FY 2007 revenues – coupled with spending restraints and efficiencies that built up surplus. This came from a lot of hard work. Four hundred – or one-half – of all political appointees were eliminated; the headcount was reduced by 1,300 across government even as we added staff for Homeland Security, Children and Families, and the Public Advocate. Technology improvements paid dividends; new furniture and office space purchases were suspended.

Travel and promotions were, and still are, frozen; 1,200 state cars were auctioned; and energy conservation achieved savings. All these actions have lowered the cost of doing business, and will be pursued vigorously in the '08 cycle.

Third, an additional \$150 million was saved through better management of state debt, minor spending reductions, and initiatives like improved debt collection. Finally, our '08 budget includes almost \$750 million projected revenue growth as a result of strong economic expansion. Growing our revenue base is part of our long-term strategy to stabilize the state's finances. It's also fundamental to our economic objectives.

It's why we are giving so much focus to creating a better business climate. Although we're far from taking a victory lap, we have had some great wins. Campbell's Soup, Bayer Pharmaceutical, Unilever, Citigroup and Verizon are all making significant New Jersey expansions with good, high-paying jobs. And there are others in the pipeline.

So that's the budget outline. Most of it expected – \$33 billion spent, \$33 billion raised. Those are the facts – so let's talk about the future. The real news of this budget isn't what's in it but rather what's not, and what will never be in future budgets unless, together, we do something to further restructure the state's finances.

Spending for individuals with mental illness and developmental disabilities is up, but only a fraction of what is truly needed to provide proper care and housing. Just consider the tragedies at Ancora in the last six months. Autism rates among children in New Jersey appear to be the highest in the nation, but we've only touched the surface of the necessary response.

Hospitals are treating more and more of the uninsured, but we haven't been able to increase charity care funding. In fact, the only items that are fully funded are mandatory costs over which we have little discretion.

The constant focus on short-term priorities without consideration of long-term costs has led to financial decisions that hang over the state today, tomorrow, and far into the future. We must break with the patterns of the past. To do that, we need to build greater public confidence in the actions of government – especially when it comes to transparency and accountability of the purse strings. We have tough choices coming, and the public needs to trust that we are working for them – not ourselves, not our friends, not for anyone else.

We have to openly debate and defend our priorities, choices, and decisions. And to be more precise, we have to put an end to the midnight spending sprees. I applaud President Codey for the steps he has proposed to bring greater openness to the budgetary process. To reinforce those efforts, I am sending a letter today to the legislative leadership of both parties, outlining further steps to build public accountability – including in the executive branch.

Specifically, the Legislature's proposed budget should be available for public review seven days prior to final passage. In addition, the executive branch needs three days after passage to allow for a thorough review. And, finally, treasury will prepare a "Budget in Brief" that summarizes the enacted budget just as it does for the Governor's proposal, the public can see how we've appropriated their money. The Codey package of reforms plus my recommendations should be implemented this cycle. Together, let's open up the process.

Now, if our only objective was to meet the constitutional obligation to balance revenues and expenditures, our job would be hard, but not impossible. What is becoming impossible is to balance the budget consistent with the letter and the spirit of the constitution, meeting mandated and committed costs while still making necessary investments for our future.

Let's examine history to see why. Right or wrong, in the '90s, the state issued bonds to fill an unfunded pension liability – and then took a 10-year holiday from making contributions. Right or wrong, in this decade, the state borrowed against the tobacco settlements to balance its operating budget.

Right or wrong, in both decades, the state provided employee benefit enhancements and undertook borrowing – for important things like school construction – without any means to finance the carrying costs or pay back our borrowed obligation. As a result of these kinds of decisions, the unfunded liability of today's pension system is nearly \$25 billion, and our unfunded healthcare liability approaches an incredible \$80 billion.

If that weren't bad enough, we remain one of only six states with a structural deficit after four and a half years of national economic expansion. And our debt burden, per capita, is the third highest in the nation. As serious as these financial challenges are, the problem goes beyond how money was raised, spent, or promised.

We are paying huge sums of money every year to meet court orders on Abbott and child welfare because responsibilities to the most vulnerable were long neglected. Not only have children suffered unnecessarily, our failure to invest appropriately has cost more in the long run than to have done it right in the first place. Unfortunately, I fear we are perilously close to additional court-ordered mandates.

Yes, we've started to wean ourselves off the gimmicks and borrowings that were used to meet the letter of our constitutional obligations. We've stopped the annual raid on the unemployment insurance fund. And we ended inappropriate bonding. Because of spending controls, the half penny, and fewer uses of one-shots, the structural deficit has been reduced – for the moment. But like Freddy Krueger, it'll be back. Next year, we estimate we begin the budget season \$2.5 billion in the hole, give or take a few dollars.

This year, we're in the eye of the hurricane. But no one should let the calm of the '08 budget lull them into a false sense of security. Just look at the mandatory cost increases we face. In the next five years, total debt service will increase from \$2.7 billion to \$3.4 billion, assuming expected borrowing for school construction, open space, and stem cell research. Healthcare costs for state workers and retirees are projected to double – from \$1.4 billion to \$2.8 billion in five years. Post-retirement medical costs for teachers are expected to more than double – from \$750 million this year to \$1.8 billion in just five years.

Fortunately, people are living longer – that's a good thing. But it means pension liabilities are increasing faster. It also means that in five years, our required pension contribution will be \$3.3 billion instead of \$1.3 billion today.

Let's get real – there is no way to close the structural deficit with the avalanche of growing fixed costs that hang over the state. It's just not going to happen unless we change. So we have choices to make – tough choices. We can continue struggling every year – scraping by with duct tape and baling wire, and pulling together no frill, investment-free budgets. Or we can change course.



## GOVERNOR'S MESSAGE

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Keep in mind that we have one of the best performing public school systems in America; we have one of the most educated, best trained workforces; we have an expansive transportation and mass transit network; and, we have the highest median income in the nation. I could go on. But some future Governor isn't going to be able to make those statements if we choose a path of just "getting by".

If we want universal pre-K and kindergarten, where are the resources? If we want to build new schools and expand higher education facilities, where are the resources? If we want to build mass transit in South Jersey, where are the resources? If we want to revitalize brownfields, purchase open space, and ensure compensation for Highlands farmers, where are the resources? Again, I could go on. How can we do any of these when future revenues are already spoken for? We all have a vision for a brighter New Jersey, but today we can't afford the investments to make our vision a reality.

To a large degree, this year's budget was decided well before I became governor. We need to make choices that will change old paradigms so that future budgets are not tied up in knots. One choice is to stand pat – just chip away at the structural deficit, and resign ourselves to a more limited future.

A second choice is to raise taxes – and there are a lot of unattractive options on this path that could well erode New Jersey's competitiveness and make our state less affordable. We could raise the top income tax rate even higher, we could push more middle-class families into higher tax brackets, we could expand the sales tax to professional services, or we could increase the gas tax. Need I go on?

If tax increases are the way, we can probably find an option or a series of options that can generate the revenue to make some, but not all of the investments we need; that's what we have done in the past. But I ask, what is the net effect? A third choice is to lay off thousands of state workers and dramatically cut services where no legal mandates exist. This means people who work in areas where the state has some "discretion" – healthcare personnel, prison guards, environmental officers, motor vehicle workers, and state police among others. Consider – every thousand workers laid off potentially saves \$50 million per year. So to fund \$500 million, we would need to lay off 10,000 workers. You get the math.

Or, we can search for other ways to raise the revenue needed to restructure the state's long-term finances. Some would suggest VLT's or Keno – and we're looking at them – but no one suggests these

activities would solve the problem by themselves. So, we pretty much know the impact of more tax hikes or massive layoffs, and we can all handicap the likelihood of either happening.

The one option that is new and that we are now studying is asset monetization. It's something that has been implemented in other states and successfully around the globe. I think it's fair to say that most governmental entities across the country are examining its feasibility and appropriateness. The economic potential from restructuring the state's interest in our asset portfolio is too significant to ignore whether that asset is the Turnpike, the lottery, naming rights, air rights, or whatever.

Potentially, asset monetization could reset the state's finances by dramatically reducing our debt burden, and consequently reducing debt service. Monetization could free up as much as a billion dollars or more in every year's budget – long into the future.

Just look at what debt service is doing to the state budget today. It consumes every dollar brought in from corporate taxes. We spend twice as much to pay investors as we do to support student aid, charity care, prescription drugs and parks combined. The debt service payments made every year could more than fund the universal health care initiative that I'm working on with Senator Vitale.

I know others are interested as well. Asset monetization gives us the potential to reduce our crushing debt burden – and meet New Jersey's long-term capital needs in a way no other alternative provides. Now let me be clear – borrowing to meet operating expenses is a terrible idea. And transferring an interest in a state asset to fund operating expenses is worse. And it is not under consideration.

What we have done under the guidance of Treasurer Abelow and Commissioner Kolluri is undertake a thorough and intellectually rigorous analysis of public-private partnership structures or public ownership options. Make no mistake – with any proposal, we would insist on protective conditions. If we can't ensure that the high standards of operations and maintenance will continue, we won't proceed. If we can't ensure public safety will be maintained, we won't proceed. If we can't ensure the state will maintain oversight in the governance of the asset, we won't proceed.

If we can't ensure that price increases will be predictable and reasonable, we won't proceed. Today, we're not ready with recommendations. When we are ready, we'll be back. We intend to give asset monetization, and all its derivatives, the same level of serious focus we've given to property tax relief and reform. To take this option off the table is to accept some combination of hand-to-mouth budgets without capital or social investments. Whatever choices we make, I think it's time for a new paradigm for the state's fiscal future. So that's the budget for 2008 and a perspective on our financial future.

But before I close, let me touch on some unfinished business. Yesterday, the state reached a tentative agreement with our public employees. The agreement reached is the result of the collective bargaining process – one I deeply respect. These were not easy negotiations – not by any stretch. But the outcome was a sea-change in public employee bargaining. I suspect that both sides found the outcome less than ideal. But bargaining requires give-and-take – and this agreement represents compromise on both sides. It creates a defined contribution pension plan for new state, municipal, and educational employees with earnings above \$97,000. We'll be the first state in the Northeast to make this change.

It also increases the retirement age for new employees to 60. Both of these changes only apply to new hires because existing hires have non-forfeitable rights that were obligated by court decisions and statute. The agreement calls for progressive healthcare contributions by state employees. It includes plan-design changes that should both benefit employees and cost the state less. Our public employees will make additional pension contributions. And the state will contribute at least \$1 billion to the pension fund for the next three years.

The agreement contains wage increases of 3% in each of years one and two of the contract – and 3.5% in years three and four. It also includes workplace and grievance rule changes, changes to pension governance and a more precise definition of “essential employees.” While the agreement will produce savings this year, the real benefits will be felt over the next two or three decades – long after all of us are gone – and will result in hundreds of millions of dollars of savings. Over the long run, this agreement will protect the stability and solvency of the benefit structure for taxpayers and public employees alike.

I want to acknowledge the goodwill and hard work of all our public employees – and thank those at the bargaining table who chose to make it happen. Our career employees serve our people well – and I commend them. I also want to thank Senator Scutari, Assemblywoman Pou and other members of the pension and health benefit committee who worked for months to frame the issues that led to this agreement.

Now, we all have to work together to turn these agreements into law, by revisiting the still pending proposals from the special session. The same reforms that emerged from collective bargaining need to be applied to elected and appointed officials in a consistent and coherent manner.

It has always been my view that career employees were not the source of benefit abuses that have so infuriated the public. Applying these negotiated reforms across the board to all public officials and employees will eliminate most, if not all, of the most egregious abuses of the system.

Now that we have established a pension and benefit reform package, we have two additional topics to address. Each has been long debated and is well understood by the public. Dual office-holding is an obstacle to achieving the common good we all desire. I cannot tell you how strongly I feel about ending it – now.

To that end, I am pleased to announce that Speaker Roberts and President Codey have made a personal commitment that a ban on dual office-holding will be passed and sent to my desk before it's time to sign this budget. This is a reform that is long overdue – as are bans on pay-to-play and wheeling. If we're truly serious about restoring the public's trust in government, about restoring their trust in us, it's time to act on these reforms sooner rather than later.

So let me close. The budget I present to you is in far better shape than it has been in years. There are no new taxes and no old gimmicks. There is more direct property tax relief than ever. Schools and local governments are finally receiving overdue aid. But when we look to the long-term, the situation is filled with challenges.

Now is the time to change the paradigm. Now is when we should decide to build the capacity to invest in New Jersey's future. We demonstrated on property taxes we can take on tough tasks and make progress. We must demonstrate on ethics that we can end the toxic mix of money and politics. The public has entrusted all of us to choose and chart a way forward.

A hero of my youth, Dag Hammarskjöld, said it best: “Only he who keeps his eye fixed on the far horizon will find the right road.” Let's stay focused on that far horizon, and let's find a path to a tomorrow that's worthy of a state as great as ours.



## **Readers Guide**

Summarizes the many Departments, Agencies, and Organizations that comprise New Jersey State Government and includes a brief background statement on the history of New Jersey Government. Individual displays of the seventeen Executive Branch Departments can be found in the Department and Branch Recommendations section of this document.

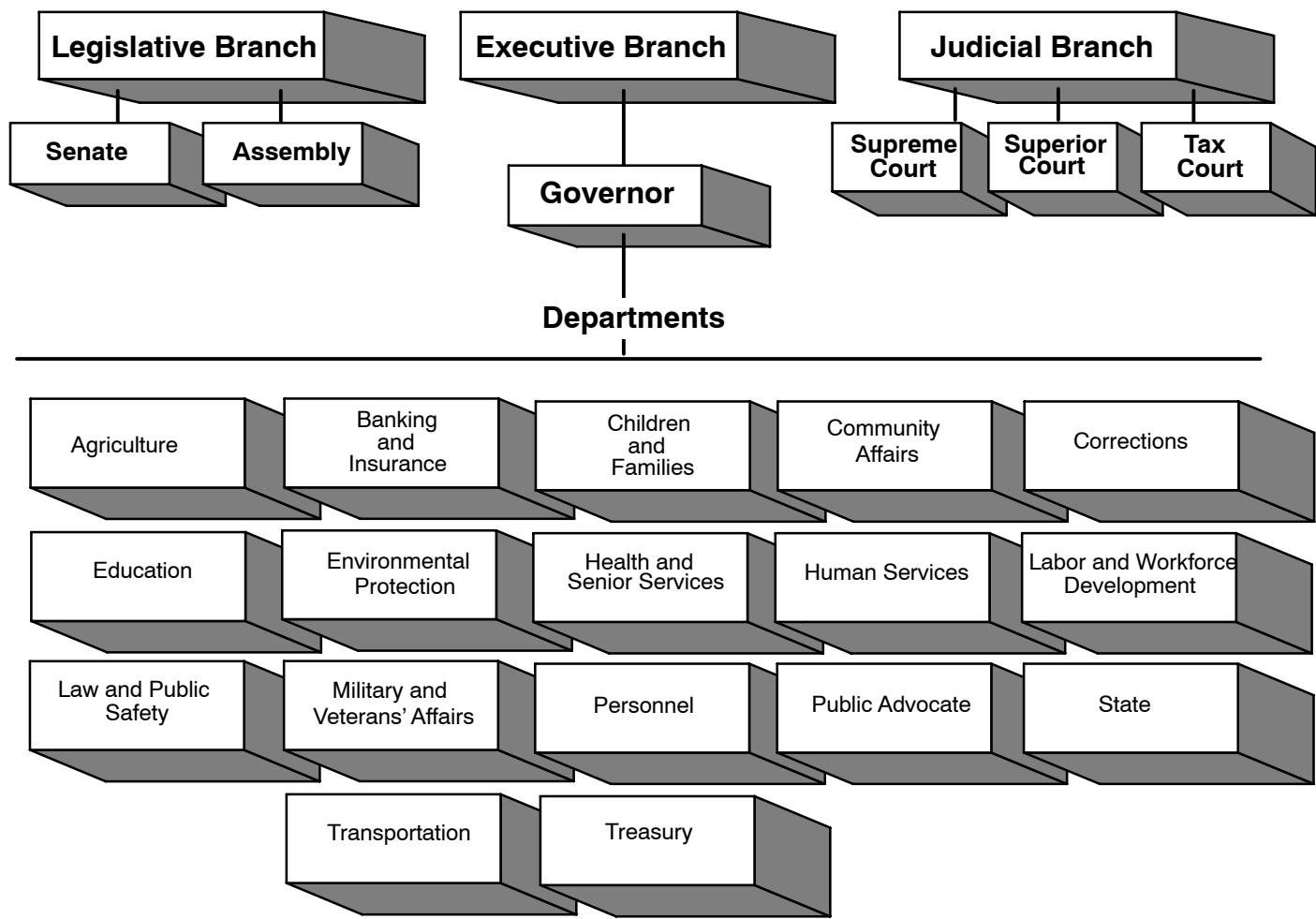
The Readers Guide is designed to assist readers with interpreting and understanding the content of the Governor's annual budget proposal. Included are brief descriptions of the major sections of the Governor's Budget, a guide to reading the financial tables included in the budget summaries, and a brief description of New Jersey's budget process.

BACKGROUND

The State of New Jersey was one of the original thirteen colonies and was the third state to ratify the United States Constitution in 1787. New Jersey’s governmental structure is similar to the federal model, with three separate branches of government: a Legislative Branch, a Judicial Branch, and an Executive Branch. The original State Constitution was adopted on July 2, 1776, and was subsequently superseded in 1844 and 1947.

The Constitution of the State requires a balanced budget and restricts State long-term borrowing to 1% of total appropriations, unless higher amounts are specifically approved by voters at a general election. Short-term borrowing to cover cash flow needs, provided such borrowing is repaid within the same fiscal year, is not prohibited by the Constitution and is authorized in the Annual Appropriations Act.

ORGANIZATION OF NEW JERSEY STATE GOVERNMENT



# READER'S GUIDE

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## WHAT'S NEW IN THE GOVERNOR'S BUDGET

The Fiscal 2008 Governor's Budget Message continues changes made in format, content and design that are meant to improve its usefulness as a communications device and to ease the reader's ability to navigate the document. Specifically, the document includes the following changes:

### Significant Financial Policies

The key financial policies that guide the compilation of the Governor's Budget Message have been consolidated into one new section that appears in the Reader's Guide on page A-8.

### Upgraded Demographics Section

Several new charts have been added in the Appendix section of the Governor's Budget Message, including new information on projected population growth, dependency ratio projections for senior citizens and youth, and higher education attainment.

### Glossary - Definition of Acronyms

The State Budget often includes acronyms that were heretofore undefined. The Glossary has been expanded to include a definition of the more significant acronyms currently in use.

### Upgraded Index

Typically, readers who are interested in information on a particular program or organization turn to the index. Heretofore, the Budget index was limited to accounts totaling \$10 million or more, as well as major areas of spending such as departments, divisions, programs, and fund categories. In the Fiscal 2008 Budget, the index includes entries for:

*All special revenue funds, trust funds, and capital project funds, including their analogous appropriations and budget language;*  
*All accounts valued at \$3 million or more (i.e., threshold reduced from previous \$10 million);*  
*Re-ordered index titles to place the most likely object of a reader's search at the front (e.g., "Pharmacy Services, Consulting");*  
*Programs mentioned in previous Budget-in-Briefs but not in the index, as well as common program terms that differ from the title of corresponding appropriations (e.g., Charity Care);*

### Organization Charts

In recent years, a series of high-level organization charts preceded the Reader's Guide for the purpose of highlighting the major programs operated by various departments and the existence of "in-but-not-of" agencies that are housed within those departments for display purposes. This year, those organization charts have been relocated to appear just prior to the department budgets that they refer to.

### Workforce Chart

The workforce chart displayed in the Appendix has been modified to include a more relevant view of position data including positions data at the start of the Corzine Administration, current year employee counts and recommended funded levels for FY 2008. These changes provide the reader with a more comprehensive presentation as well as a better understanding of the trends in the numbers of positions funded in the State Budget.

Besides providing a context for key budget decisions, these changes are designed to quickly pinpoint desired information, clarify how major services are organized, and improve the transparency of the document.

### Government Finance Officers Association (GFOA) - Budget Award

New Jersey is one of only seven states to receive GFOA's Distinguished Budget Presentation Award. Fiscal 2007 marked the 16th consecutive year that New Jersey has been recognized by GFOA. The other states that recently received the award were Pennsylvania, Illinois, North Dakota, Tennessee, West Virginia, and Rhode Island.

## THE STATE BUDGET PROCESS

The current budget process, the Integrated Planning and Budgeting Process, was first implemented for the production of the fiscal year 1990 - 1991 State budget, replacing other systems such as Zero-Based Budgeting (ZBB) and the Planning, Programming, and Budget System (PPBS). It uses several key features from previous budget processes and is designed to result in planning-driven budgets. Implementation of the budget process usually begins during the month of April, some 15 months prior to the year for which the budget will be effective. The State Budget cycle is set on a fiscal year basis, which extends from July 1 to June 30 of the following year.

To formally initiate the process, the Office of Management and Budget (OMB) provides salary projection reports and technical budget instructions to the departments in August. Among other things, this enables the agencies to determine how their base budgets, including any desired reallocations, should be arranged in the coming budget year. Any recommended changes, later identified in the budget process, are then applied to this base.

The ensuing planning process includes reviews of the Governor's program priorities, economic forecasts, demands assumptions, and analyses of selective program areas. General guidance is provided by OMB to each State agency in September, including preliminary budget targets.

Agencies prepare planning documents that describe: (1) their ability to provide current services within the budget target (including projections of mandatory growth); (2) the agencies' priorities for reduction of current services if requested; and (3) priority packages representing either expansion of current programs or new programs. OMB reviews the planning documents with the agencies from November through mid January, when preliminary recommendations are agreed upon.

During the months of January and February, the Director of OMB reviews budget recommendations with the State Treasurer, the Governor, and the Governor's staff. Normally, the Governor makes the final decisions in February.

The planning portion of the budget process culminates in the final submission of the agency budget request to OMB in February which is forwarded to the Legislature. The Budget Message, representing the Governor's recommendations on how revenues should be allocated, is delivered to the Legislature on or before the fourth Tuesday in February of each year (unless superseded by legislation). From year to year, the Budget is the single most important policy statement that the Governor makes as it allocates the State's resources for programs and services.

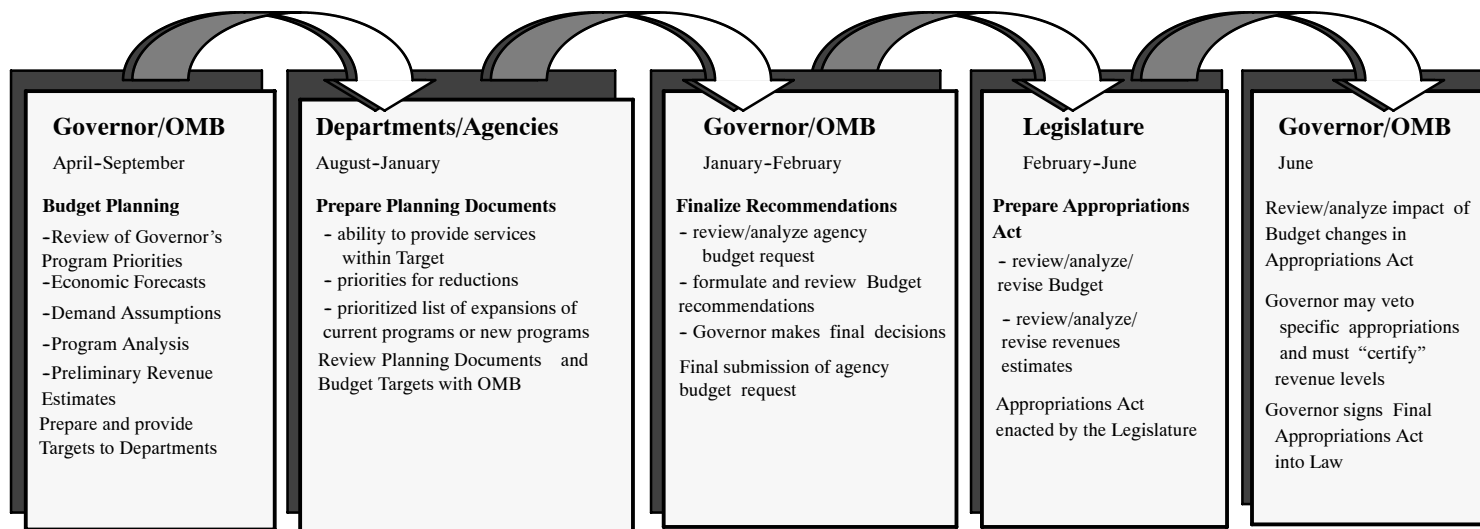
The annual review process for capital spending requests and recommendations, which runs somewhat parallel to the process described above, has several stages. All State departments requesting capital funding must submit a seven-year Capital Improvement Plan to the New Jersey Commission on Capital Budgeting and Planning. Each capital project request requires an operating impact statement. Departments must document whether a project will have an effect on operating budgets and must quantify such information. The Commission schedules public hearings for each agency, analyzes the capital requests, and recommends projects to the Governor. The Governor, in turn, selects projects to be recommended in the annual Budget.

The Legislature, through a series of hearings conducted by its Appropriations Committees, reviews the Budget and makes changes. The Legislature also reviews the revenue estimates included in the Governor's Budget and, based upon several additional months of actual revenue collections in the current fiscal year, makes adjustments to the Budget's revenue projections and surplus estimates.

The Budget, including changes made by the Legislative Committees, then must be approved by the Senate and the Assembly; and, according to the New Jersey Constitution, a balanced Budget must be approved as an Appropriations Act and signed by the Governor before July 1. After the Legislature passes the Appropriations Act, the Governor has the power to veto specific appropriations (line items), or appropriation language segments, some of which may have been added by the Legislature as a result of its review. The line-item veto allows the Governor to reshape the final Budget and ensure that appropriations do not exceed the certified level of revenues. (As part of the final Appropriations Act, the Governor must "certify" the level of revenues in order to meet the constitutional requirement of a balanced budget.) The final approved Budget, which includes the Governor's line-item vetoes and certification of revenues, is the Appropriations Act. Once the budget is enacted, it becomes an effective tool for fiscal control and monitoring program effectiveness.

Throughout the course of the fiscal year, the Legislature has the authority to pass legislation that provides funding for programs and projects above and beyond those provided for in the Budget. The additional amounts of funding provided by these acts of the Legislature are referred to as "supplemental appropriations." The Director of Management and Budget also has statutory authority to authorize supplemental appropriations at any time during the fiscal year by virtue of authorizing budget language contained in the Appropriations Act. This is accomplished and documented by the issuance of Directory Letters from OMB.

## READER'S GUIDE



## HOW THE BUDGET IS ORGANIZED

The New Jersey State Budget is divided into five major sections that provide information on a broad range of budget related topics, including anticipated state revenues, gubernatorial policies and new initiatives, and agency programmatic achievements. The major sections are described below:

1. The ***Governor’s Budget Message*** describes in general terms the policies and new initiatives, as well as the reductions and efficiencies, proposed in the Budget. The Governor’s Message generally includes a description of the economic situation within the state and the expected impact of projected economic trends on the state’s fiscal condition. The Governor’s Message may also include broad programmatic goals for each of the individual State departments or major segments of the government as well as policy directions for the upcoming fiscal year.
2. The ***Summaries of Appropriations Section*** of the Budget includes a selection of tables and charts designed to summarize the Governor’s recommendations and highlight the major changes included within the proposed Budget. For instance, the *Budget in Brief* provides a summary of total revenues and recommendations for each of the State’s major fund categories, such as the General Fund, Casino Revenue Fund, and Property Tax Relief Fund. This section also includes a number of tables that explain the Governor’s recommendations at various, significant levels of aggregation:

*Summary of Resource and Appropriation Recommendations*

*Major Increases and Decreases of State Appropriations*

*Summary of Appropriation Recommendations by Fund*

*Summary of Appropriation Recommendations by Organization*

*Summary of Appropriations by Category or Purpose*

*Summary of Appropriations by Statewide Program*

Also included within the summaries of appropriations section is the *Budget Highlights*, a narrative that discusses the major programmatic and operational impact of the budget proposals. Additional summaries, charts, and graphs depicting significant programmatic or fiscal trends included at the end of this section.

3. The ***Summaries of Revenues, Expenditures and Fund Balances Section*** provides an overview of the economy, revenue outlook, and the impact that anticipated economic trends will have on the State’s revenue estimates. The tables included within this section highlight the State’s major revenue sources (i.e. income tax, sales tax, and corporation tax), and provide year-to-year comparisons and projections for fiscal 2008. Most of the schedules and exhibits in this section are displayed by fund. For the purposes of State financial accounting, funds are accounting entities that segregate financial resources according to the purposes for which they may be used.

This section also includes four “major schedules” that provide detail of actual and estimated revenues and expenditures by department. Within each department, individual revenue sources are shown, including those which are dedicated to support specific functions or programs and are derived from fees, fines, or charges for services, which are established by law or agency regulation.

**Schedule I** depicts anticipated revenue which, together with estimated beginning Undesignated Fund Balance (Surplus), provides the resources for the recommended appropriations summarized in **Schedule III** (Expenditures Budgeted).

**Schedules II & IV** enumerate estimated revenues and expenditures on an as received basis over and above the general revenues and specific line item appropriations shown in **Schedules I & III**.

4. The **Budget Recommendations Section** is the largest section of the Budget and includes the greatest detail on proposed appropriations. It is divided into categories based on the source and use of appropriations which is then organized by Governmental Branch, and sorted in alphabetical order by agencies or executive departments. The major subdivisions of this section are summarized below:

*Department and Branch Recommendations (Direct State Services, Grants-In-Aid, State Aid, and Capital Construction)*

*Debt Service*

*General and Federal Fund Language Provisions*

*Revolving Funds*

*Appendices*

- a. **Budget Recommendations Overview**

For fiscal 2008, the Budget displays all of a department’s non-debt appropriations in a single subdivision of the document. The separate subdivisions for Direct State Services (i.e. funds to support operations), Grants-In-Aid, State Aid, and Capital Construction are illustrated together in a consolidated display. Appropriations for Dedicated Funds (e.g. Property Tax Relief Fund, Casino Revenue Fund, etc.) are also included in the consolidated departmental presentation. An aggregate view of appropriation recommendations effecting State Aid, the Casino Revenue Fund, etc., are presented in summaries in the *Summaries of Appropriations* section.

This consolidated presentation provides readers with a comprehensive view of all of a department’s operations, across all spending categories and funds and provides New Jersey citizens with a better understanding of the relationships between all of the recommendations affecting departmental programs.

Each of the subsections of the *Budget Recommendation* section follows a consistent hierarchical order: Department, Program Category, Statewide Program, Organization, and/or Program Classification. Individual departmental presentations are grouped by “Statewide Program” which represent a high-level, functional grouping of related programs contributing to a broad statewide objective. Statewide Programs generally span several departments. Examples of Statewide Programs include Public Safety and Criminal Justice, Natural Resource Management, and Parole and Community Programs.

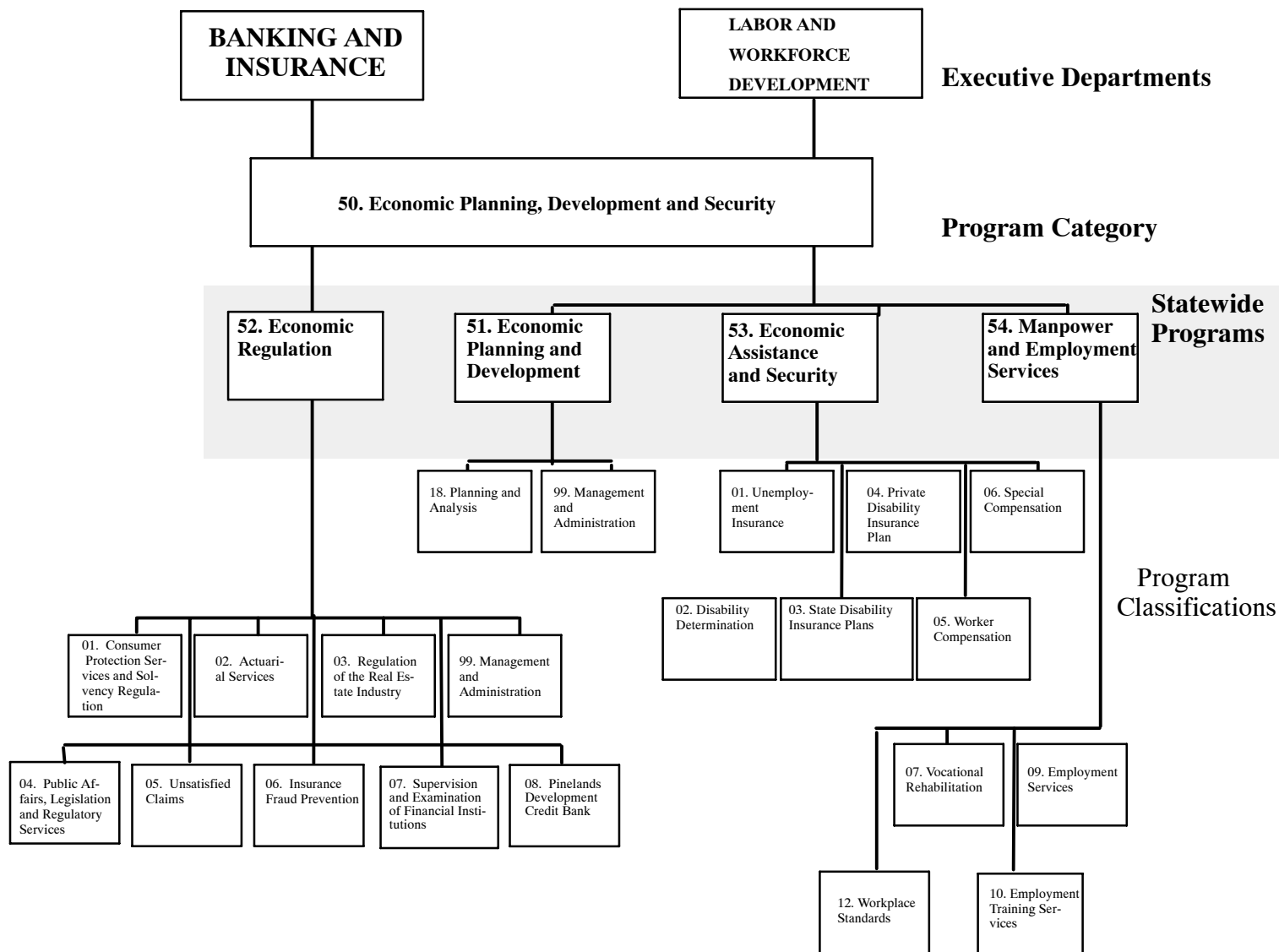
Below Statewide Programs, the Budget presentation is further broken down into “Program Classifications,” which represent a lower level, operating program function consisting of closely related activities with identifiable objectives or goals. Examples of program classifications in the Department of Environmental Protection include Water Supply Management, Forestry Management, and Shellfish and Marine Fisheries Management. Detailed descriptions of agency program classifications are provided at the beginning of each statewide program presentation within a department along with objectives for the entire statewide program.

For example, in the Department of Labor and Workforce Development all programs are grouped under the broad “Program Category” of *Economic Planning, Development, and Security*. They are further divided into the following four Statewide Programs: (51) *Economic Planning and Development*, (53) *Economic Assistance and Security*, and (54) *Manpower and Employment Services*. Each of these Statewide Programs are made up of a number of individual program classifications. Program Categories and Statewide Programs generally span multiple departments.

The programmatic hierarchy of two State departments, Banking and Insurance and Labor and Workforce Development, is shown on the facing page. Note that the Statewide Program, Economic Regulation, is common to both.



# READER'S GUIDE



**b. Budget Recommendations - Descriptions of Subdivisions**

Detailed descriptions of the subdivisions of the *Budget Recommendations Section* are provided below:

- i. *Department and Branch Recommendations* is the subdivision of the Budget that relates to the appropriations and expenditures that support operations of State agencies, grants to individuals, and aid to local government jurisdictions. In addition to appropriation and expenditure data, agency objectives, descriptions of agency programs and programmatic evaluation data are detailed. Federal and non-State funds are also included here.

Each statewide program presentation includes relevant evaluation data, which provide comparative measurements of agency workload, effectiveness, and/or efficiency. This information shows the impact of the recommended funding level on an agency's activities.

Information is provided on the number of employees and funded positions within each department. The actual number of employees reported may be less than the number of positions allocated to an agency and is dependent upon authorized hiring levels and other factors. Position and personnel data are summarized by funding source and to the program classification, and include information on the current year, two prior years, and a projection for the budget request year.

The appropriations data includes detailed funding recommendations from the General Fund and Dedicated Funds by program classification, fund category (Direct State Services, Grants-In-Aid, State Aid, and Capital Construction), and object of expenditure. The General Fund represents the collection of all State revenues, not otherwise restricted by statute. There are four major funds dedicated by the Constitution for specific purposes. The Property Tax Relief Fund, financed by the personal income tax, provides aid to local schools and municipalities as well as the Homestead Rebate Program, which offsets a portion of an individual's property taxes. The Casino Revenue Fund, the proceeds of a tax upon casino revenues, funds new or expanded programs for the elderly and the disabled. The Casino Control Fund represents the cost of regulating the casino industry as charged to that industry. And the Gubernatorial Elections Fund consists of designated contributions by taxpayers for the public financing of gubernatorial elections. By examining changes in the program classification recommendations vis-à-vis prior year spending levels and other programs, readers will be able to ascertain savings and efficiencies as well as the relative priority that is being placed on specific agency program activities.

Various fund appropriations are broken down into categories based on how the appropriations will be used. Direct State Services represents funding to support the administration and direct operation of State programs. Objects of expenditure such as state employee salaries, materials and supplies, (paper, printing, etc.), services other than personal (telephones, postage, software, consultant services), maintenance, equipment, and special purpose accounts are included in this category. Contracted services, such as the operations of motor vehicle agencies, are also paid out of Direct State Services.

Grants-In-Aid appropriations represent funding of grants made to individuals and various public and private agencies for services that are considered the overall responsibility of the State, but that are provided for by third parties. The largest grant-in-aid program is Medicaid, but others include block grants to senior public colleges and universities, subsidy assistance to New Jersey Transit, and tuition assistance programs. The State's Homestead Rebate program and the Direct School Tax Relief program are also funded in the Grants-In-Aid component.

State Aid is the recommendation for payments by the State to or on behalf of a local unit of government (county, municipality, or school district) to assist this local government in carrying out its responsibilities. The largest state appropriations are for aid to local schools.

Capital Construction contains the recommendations, by capital project within department, for current (pay-as-you-go) projects, as opposed to those funded by long-term bonds. A capital project includes the acquisition of land, new structures and equipment, and other projects whose estimated cost of land, planning, furnishing, and equipping is estimated to be \$50,000 or more. Projects or acquisitions under \$50,000 are appropriated in the maintenance or additions, improvements, and equipment accounts in Direct State Services.

Language Recommendations, the final, significant item of this budget subdivision are included at the end of statewide program or departmental presentations. These language provisions are as significant as the fiscal recommendations because they provide the Department, the Legislature, or the Director of the Division of Budget and Accounting with specific budget and/or spending authority or establish limits on such authority. It is through budget language that prior year balances are appropriated for current year expenses or lapsed, and that departments are incentivized allowing retention of fine or fee revenue above a specific predetermined amount.

- ii. The *Debt Service* subdivision depicts the amounts necessary to pay principal and interest due on capital projects financed by general obligation bonds of the State. The primary method for financing of capital projects is through the sale of bonds. No debt can be issued by the State without approval by a majority of the legally qualified voters. This section also includes a brief description of the active bond issues financed by current Debt Service appropriations. Historically, New Jersey Debt Service payments average approximately three percent of the total General Fund appropriations.
- iii. The *Language Provisions* subdivision of the Budget establishes authority beyond the specificity of the detailed line-item budgets for both general and federal funds. They apply to broad areas of the budget such as entire funds, appropriations

## READER'S GUIDE

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in general and in some cases mandate additional administrative requirements related to the enactment of the budget. Language also authorizes adjustments for reorganizations and corrections to the appropriations act after its enactment.

- iv. *Revolving and Other Funds* is the subdivision of the Budget that depicts programs or agencies not provided with direct appropriations, but rather operate from fees charged for services or commodities provided to other State agencies. Examples include print shops, laundries, and information processing services.
5. The *Appendix* includes Statements of Estimated Revenues, Expenditures and Fund Balances of the State's Special Revenue, Capital Projects and Trust Funds (excluding Pension Trust Funds). The statements include the actual revenues and expenditures for the fiscal year ended June 30, 2006, presented in accordance with generally accepted accounting principles, as well as estimated amounts for fiscal 2007 and fiscal 2008.

Special Revenue Funds (Appendix 1A) are used to account for proceeds of specific revenue sources (other than special assessments, expendable trusts, or for major capital projects) that are legally restricted to expenditures for specified purposes.

Capital Projects Funds (Appendix 1B) are used to account for financial resources to be used for the acquisition or construction of major capital facilities for State use. Funds granted to other units of government for facilities are not classified as Capital Project Funds and are included as expenditures of Special Revenue Funds. Various Capital Projects Funds include funds both for capital facilities for State use and for grants to other units of government.

Private Purpose Trust Funds (Appendix 1C) are used to account for assets held by the State in a trustee capacity for individuals, private organizations, other governments and/or other funds.

Other exhibits in the appendix include a listing of programs eligible for support from the Lottery Fund in addition to other special summaries.

## BASIS OF BUDGETING

An annual budget is prepared for the General Fund and certain special revenue funds (Casino Control, Casino Revenue, Gubernatorial Elections, and Property Tax Relief funds). The Legislature enacts the Budget through passage of specific departmental appropriations, the sum of which may not exceed estimated resources, and the Governor is responsible for the final certification of revenue.

New Jersey's Budget is prepared in accordance with generally-accepted accounting principles (GAAP) as it applies to fund financial statements prescribed by the Governmental Accounting Standards Board (GASB) with certain exceptions. GAAP is the same basis used in preparation of the fund financial statements section of the State audited Comprehensive Annual Financial Report. Specifically, revenues are estimated and recognized when they can be accrued (i.e., when they become both measurable and available to finance expenditures of the fiscal period.) Appropriations are recommended at a level sufficient to recognize all accrued expenditures and outstanding obligations to support program operations for the fiscal period. Goods and services delivered during a fiscal period are accrued as expenditures if not actually paid for by year-end. (See section C, "Summaries of Revenues, Expenditures and Fund Balances", for further details.)

## RELATIONSHIP TO THE COMPREHENSIVE ANNUAL FINANCIAL REPORT

The Department of the Treasury, OMB, issues the Comprehensive Annual Financial Report (CAFR) which includes all funds. The State's budgetary basis differs from that utilized to present financial statements in conformance with GAAP. The main differences between the budgetary basis and the GAAP basis are that under the budgetary basis encumbrances are recognized as expenditures, the federal revenue related to such encumbrances is also recognized, and the budgetary basis reflects transactions only for the current fiscal year. In addition, the budgetary basis does not accrue the value of food stamps.

## BUDGETARY CONTROL

Budgetary control is maintained at the item of appropriation level. "Item of appropriation" means the spending authority associated with an organization, appropriation source, and program classification, as identified by line-items in the Appropriations Act. Internal transfers within programs are permitted within certain constraints; transfers between program or over designated levels require the approval of the Legislature. In cases where appropriations are based on anticipated revenues, spending authority will be reduced by the amount of the deficiency. Other changes to the budget not authorized by specific language provision must be approved by the Legislature in a supplemental appropriation.

## YEAR END BALANCES

Appropriations are authorized for expenditures during the fiscal year and for a period of one month thereafter, and unencumbered appropriations lapse at year end, unless otherwise specified by the Appropriations Act. Non-lapsing balances are considered automatically reappropriated as authorized by statute or by the appropriations act.

## SIGNIFICANT FINANCIAL POLICIES

A summary of New Jersey's significant financial management policies is presented below. Where applicable, sections of this document that contain additional information are noted.

### **Balanced Budget**

#### *Legal Requirements:*

New Jersey's State Constitution states the following: "No general appropriation law or other law appropriating money for any State purpose shall be enacted if the appropriation contained therein, together with all prior appropriations made for the same fiscal period, shall exceed the total amount of revenue on hand and anticipated which will be available to meet such appropriations during such fiscal period, as certified by the Governor."

#### *Policy Requirements:*

A balanced budget must be established at the start of the budget fiscal year (i.e., first of July) and be maintained at fiscal year-end. This determination is based on the revenues and expenditures for all funds, the accounting basis for which is Generally Accepted Accounting Principles (GAAP) with exceptions. In conjunction with the Appropriations Act enacted by the Legislature, the official revenue estimate for the budget year is established and certified by the Governor. If the appropriations approved by the Legislature exceed the revenue estimates plus any available surplus, the Governor has the authority and the duty either to veto the entire appropriation bill or to reduce the amount of appropriations to produce a budget that is balanced against the total resources available.

As a matter of policy, the Governor's Budget seeks to limit appropriations to the amount of annual revenues anticipated for a given fiscal year. For the long term, the goal is to achieve a structural balance between ongoing operating expenditures and revenues for all fund types. However, fund balances may be used to support unforeseen or unpredictable expenditures that require supplemental appropriations. If budget adjustments are necessary to maintain balance during a fiscal year, those actions are typically implemented by the Department of Treasury's Office of Management and Budget acting at the direction of the State Treasurer and the Office of the Governor.

### **Use of One-Time Revenues**

Use of revenue generated from a one-time source will be minimized. To the extent that such revenue is used, it will be targeted to offset non-recurring costs, including capital projects and debt retirement, to the extent possible. This will help create a structural balance between revenues and expenditures going forward.

### **Cost of State Operations**

To help achieve a long-term structural balance between ongoing revenues and spending, the rate of growth in direct services provided by the State should be constrained, both in total appropriations and in its relative portion of the State Budget. The overarching goal is to identify the most efficient way to provide current services or to expand services within the current budgeted resources. This may include staffing reductions across State departments as well as aggressive implementation of management efficiencies and service consolidations.

### **State Appropriations Limitation (Cap Law)**

The State Appropriations Limitation Act (P.L. 1990, c.94), commonly referred to as the CAP law, limits the growth of appropriations in the Direct State Services portion of the Budget, which encompasses the operations of State government. By statute, the maximum appropriation for a given fiscal year is determined by multiplying the base (i.e., current) year appropriation by the average three-year growth rate in per capita personal income calculated on a fiscal year basis. The State may exceed the maximum appropriations if a bill making an appropriation is agreed to by a two-thirds vote of all members of each legislative body. In the Fiscal 2008 Budget, Governor Corzine has held the State to a higher standard by presenting a Budget plan that is well below the statutory cap. (See section H of this document for the calculation affecting the coming fiscal year.)

### **Surplus Revenue (i.e., Rainy Day) Fund**

As a financial contingency, New Jersey sets aside monies in a restricted reserve fund entitled the Surplus Revenue Fund (i.e., Rainy Day Fund). By law (i.e., NJSA C52:9H-14, et seq.), the Surplus Revenue Fund receives 50 percent of the difference between the amount of revenue certified by the Governor in the annual Appropriations Act for the fiscal year immediately preceding the fiscal year of the budget recommendation and the actual collections realized for that year. (Note: income tax revenue is excluded from this calculation.) The balance in this fund, which is reflected within the State's total undesignated fund balance, may be appropriated upon certification by the Governor that anticipated revenues are less than those certified, or upon a finding by the Legislature that an appropriation from the Surplus Revenue Fund is more prudent fiscally than raising new tax revenue to offset such a revenue decline, or to address emergencies.

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### **Capital Improvement Plan**

The State statute that created the Commission on Capital Budgeting and Planning requires the development of an annual Capital Improvement Plan. The Plan addresses both short and long-term investments, including a seven-year projection of capital needs by department and project category and an identification of how the recommended projects should be funded. Stakeholder input is derived through public hearings organized by the Commission. Though it is published separately, the Plan's recommendations are coordinated with the annual Governor's Budget Message. (See the Capital Construction and Debt Service section of this document for further details.)

### **Contingency Planning**

To guide financial decisions and contingency planning during emergencies, natural disasters, or other unexpected events, a formal process has been implemented. Each department creates a business continuity plan that list staffing protocols and information technology procedures for outages that cover different lengths of time. The plans, which are filed with the Department of Law and Public Safety's (L&PS) State Government Operations Group and are coordinated with its Office of Homeland Security, are updated twice per year. The final product improves the State's general management oversight and its ability to take timely action.

10. PUBLIC SAFETY AND CRIMINAL JUSTICE  
12. LAW ENFORCEMENT

OBJECTIVES

PROGRAM CLASSIFICATIONS

1. To prosecute all criminal appeals.

09. **Criminal Justice.** Exercises functions pertaining to enforcement and prosecution of criminal activities in the State.

EVALUATION DATA

	Actual FY 2005	Actual FY 2006	Revised FY 2007	Budget Estimate FY 2008
<b>PROGRAM DATA</b>				
<b>Criminal Justice</b>				
Complaints, Inquiries, Other Matters (Closed) .....	3,343	5,571	6,000	6,000
<b>PERSONNEL DATA</b>				
<b>Position Data</b>				
State Supported .....	359	368	354	424

APPROPRIATIONS DATA  
(thousands of dollars)

Year Ending June 30, 2006							Year Ending June 30, 2008		
Orig. & (S)Supple- mental	Reapp. & (R)Recpts.	Transfers & (E)Emer- gencies	Total Available	Expended		Prog. Class.	2007 Adjusted Approp.	Requested	Recom- mended
<b>Distribution by Program</b>									
22,507	4,646	712	27,865	27,121	Criminal Justice	09	21,691	28,291	28,291
22,507								1	28,291
690								5	625
447								7	477
2,321								1	4,631
2,321								1	4,631
17,559								1	23,691
---								0	1,000
---								0	1,000
4,948								0	3,600
4,948								0	3,600
1,000	---	---	1,000	1,000	Total Capital Construction		---	---	---
23,507	4,646	712	28,865	28,121	TOTAL STATE APPROPRIATIONS		---	---	---
<b>Federal Funds</b>									
59,655	14,486	-151	73,990	31,803	Criminal Justice	09	42,574	33,350	33,350
59,655	14,486	-151	73,990	31,803	Total Federal Funds		42,574	33,350	33,350
<b>All Other Funds</b>									
---	1,136				Criminal Justice	09	34,850	34,760	34,760
---	16,125 <sup>R</sup>	1,975	19,236	8,583	Total All Other Funds		34,850	34,760	34,760
---	17,261	1,975	19,236	8,583	GRAND TOTAL		99,115	96,401	96,401
83,162	36,393	2,536	127,091	68,507					

Notes -- Direct State Services - General Fund

(a) The fiscal 2007 appropriation has been adjusted for the allocation of salary program.

Language Recommendations -- Direct State Services - General Fund

The unexpended balance at the end of the preceding fiscal year in the Victim Witness Advocacy Fund account, is appropriated for the same purposes derived.

*A statement of specific, measurable accomplishments related to the need, problem or opportunity the program is designed to address*

*Program Classification Account code.*

*Evaluation Data provides measurements of workload effectiveness and efficiency.*

*The Original and Supplemental column represents the original appropriation for fiscal year 2006 as enacted by the Legislature on July 1, 2005. This column also includes the total of all supplemental appropriations which were enacted by the Legislature and signed into law by the Governor during fiscal year 2006.*

*Reappropriations and Receipts column contains two separate items: Reappropriations, which represent funds that remained unexpended from a prior fiscal year and were made available for spending purposes in the budget year. Reappropriations are usually restricted to certain programs or accounts with multi-year obligations, such as Capital Accounts, where rehabilitation or construction projects typically take several years. Receipts represent dedicated taxes or fees which are credited to a specific account or agency. An example of receipts are funds collected for Hunters and Anglers' programs from license fees Receipts are indicated by a superscript "R".*

*Transfers and Emergencies are either Transfers, which represents monies which were either transferred between departments and agencies or between fund categories, or Emergencies, which represent an allocation of funds to an agency from the State Emergency Fund to meet unanticipated spending requirements. In the tables within the Budget Recommendation section, emergency transfers are indicated by a superscript "E".*

*Total Available is the total of the original and supplemental appropriations plus any reappropriations and receipts plus or minus transfers and emergency funds.*

*The Expended Amount represents total disbursements and obligations made in fiscal year 2006.*

## 10. PUBLIC SAFETY AND CRIMINAL JUSTICE

## 12. LAW ENFORCEMENT

## OBJECTIVES

## PROGRAM CLASSIFICATIONS

1. To provide statewide law enforcement services.

09. Criminal Justice. Exercises functions pertaining to enforcement and prosecution of criminal activities in the State.

## EVALUATION DATA

Actual  
FY 2005Actual  
FY 2006Revised  
FY 2007Budget  
Estimate  
FY 2008

## PROGRAM DATA

## Criminal Justice

Complaints, Inquiries, Other Matters (Closed) .....

6,027

6,689

7,000

7,000

## PERSONNEL DATA

## Position Data

State Supported .....

3,158

3,236

3,216

3,387

## APPROPRIATIONS DATA

(thousands of dollars)

Year Ending June 30, 2006

Year Ending  
June 30, 2008

Orig. & (S)Supple- mental	Reapp. & (R)Recpts.	Transfers & (E)Emer- gencies	Total Available	Expended
---------------------------------	------------------------	------------------------------------	--------------------	----------

Prog. Class.	2007 Adjusted Approp.	Requested	Recom- mended
-----------------	-----------------------------	-----------	------------------

## DIRECT STATE SERVICES

## Distribution by Fund and Program

Criminal Justice

09

18,091

23,691

23,691

17,559

4,646

682

22,887

22,143

17,559

4,646

682

22,887

22,143

## Total Direct State Services

## Distribution by Fund and Object

Personal Services:

Salaries and Wages

142,686

154,537

154,537

152,359

5,514<sup>R</sup>

3,315

161,188

144,517

152,359

5,514

3,315

161,188

144,517

## Total Personal Services

142,686

154,537

154,537

## GRANTS-IN-AID

## Distribution by Fund and Program

Criminal Justice

09

---

1,000

1,000

---

---

---

---

---

---

---

---

---

---

## Total Grants-in-Aid

## Distribution by Fund and Object

Human Relations Council

09

---

1,000

1,000

---

---

---

---

---

## STATE AID

## Distribution by Fund and Program

Criminal Justice

09

3,600

3,600

3,600

4,948

---

30

4,978

4,978

4,948

---

30

4,978

4,978

## Total State Aid

3,600

3,600

3,600

## Distribution by Fund and Object

Safe and Secure Neighborhoods Program

09

3,600

3,600

3,600

4,948

---

30

4,978

4,978

## CAPITAL CONSTRUCTION

## Distribution by Fund and Program

State Police Operations

06

7,425

15,741

5,831

1,053

1,177

(14)

2,216

665

1,053

1,177

(14)

2,516

665

## Total Capital Construction

7,425

15,741

5,831

## Distribution by Fund and Object

HVAC Renovation

11

7,425

15,741

5,831

1,053

1,177

(14)

2,516

665

218,368

21,359

3,992

243,719

236,439

## Grand Total State Appropriation

243,975

274,046

264,136

## OTHER RELATED APPROPRIATIONS

## Federal Funds

Criminal Justice

09

42,574

33,350

33,350

59,655

14,486

(151)

73,990

31,803

59,655

14,486

(151)

73,990

31,803

## Total Federal Funds

42,574

33,350

33,350

## All Other Funds

Criminal Justice

09

34,850

34,760

34,760

---

16,125<sup>R</sup>

1,975

19,236

8,583

---

17,261

1,975

19,236

8,583

## Total All Other Funds

34,850

34,760

34,760

295,785

108,360

21,821

425,966

347,051

## GRAND TOTAL ALL FUNDS

403,717

428,317

418,407

## Notes -- Direct State Services - General Fund

(a) The fiscal year 2007 appropriation has been adjusted for the allocation of salary program.

## Language Recommendations -- Direct State Services - General Fund

The unexpended balance at the end of the preceeding fiscal year in the Victim Witness Advocacy Fund account, is appropriated for the same purpose.



*Program Category--The broadest grouping of programs presented in the Budget document.*

*Statewide Program--A high level, functional grouping of related programs.*

*Program Classes--low level, operating program functions grouped together under statewide programs. It is the level at which Appropriations are made.*

*Adjusted Appropriation represents the current fiscal year appropriation, adjusted to include any distributions made from central, interdepartmental accounts to cover employee cost of living adjustments, etc., as well as any supplemental appropriations which were enacted prior to the printing of the Budget or anticipated through year end.*

*The Requested column represents the amount requested by the various Executive departments, and agencies and other branches of government.*

*The Recommended Budget column represents the Governor's proposal to the Legislature.*

*Other Related Appropriations, also called below-the-line appropriations, are summarized in the Direct State Services presentation in order to provide an overview of agency budgets encompassing all spending categories and funding sources.*

*Appropriation Language is as important as the fiscal recommendations. It sets limits and conditions on the use of appropriations.*

## GLOSSARY

*This glossary contains definitions of terms used in this budget, or in State budgeting and accounting procedures. It is not intended to be an exhaustive dictionary of accounting and budgeting terms, but does define the most commonly used terminology*

**ACT** — A bill passed by the Legislature and signed into law by the Governor

**ADDITIONS, IMPROVEMENTS, AND EQUIPMENT** — Additions and improvements that are less than \$50,000 in cost and the purchase of equipment such as vehicles, office equipment and information processing equipment. Any addition and improvement that is \$50,000 or more or is for a new structure is classified as Capital Construction

**ADJUSTED APPROPRIATION** — The total of an original appropriation, all supplemental appropriations, certain allotments from interdepartmental appropriations, and other budgetary adjustments

**ALL OTHER FUNDS** — Revenues, other than Federal, that are not anticipated as resources to support the annual State budget. Upon receipt, these funds become appropriated, as provided by the language of the Appropriations Act

**ALL OTHER POSITION** — A position specifically approved and funded by non-state, non-federal sources in a salary object account

**ALLOTMENT** — An allocation of a portion of an appropriation to make it available for encumbrance or disbursement by the agency to which appropriated, and usually applying to a period of time; e.g., a calendar quarter

**ANTICIPATED RESOURCES** — For each fiscal year, is the sum of the estimated surplus at the end of the prior fiscal year, together with all estimated revenues for the General Fund from all sources, including taxes and license fees, other miscellaneous departmental and interfund transfers.

**ANTICIPATED REVENUE** — That portion of estimated revenues to be realized in any fiscal year that have been anticipated as General Fund resources to support the appropriations made, or undesignated fund balance projected, in the annual Appropriations Act. Such revenues are not available for expenditure unless appropriated by the Legislature

**APPROPRIATED REVENUE** — Those revenues not previously anticipated or budgeted, which upon receipt increase appropriation balances as authorized in the Appropriations Act, and from which agencies may incur obligations or make expenditures for specific purposes

**APPROPRIATION** — The sum of money authorized by an act of the Legislature for expenditure for a particular fiscal year

**APPROPRIATIONS ACT** — The Act passed by the New Jersey Legislature to appropriate, on an annual basis, the resources of the State for state operations, grants-in-aid, state aid, capital, and debt service expenses

**ATTRITION** — A means of reducing the number of employees by not refilling positions vacated through resignation, reassignment, transfer, retirement or means other than layoffs

**BALANCED BUDGET** - A budget in which proposed expenditures do not exceed actual and estimated revenues and surplus. The State Constitution requires the Governor to propose a balanced budget and prohibits the appropriation of funds in excess of actual and estimated revenue and surplus

**BEGINNING BALANCE** — The resources available at the start of a state fiscal year that are carried over from the prior fiscal year

**BILL** — A proposed law.

**BLOCK GRANT** — An amount allotted by the Federal government to the State to be allocated to a particular program area within general guidelines as the State determines

**BLS** — Bureau of Labor Statistics

**BOND** — A funding tool representing a written promise to pay a specific sum of money in the future plus interest

**BOND FUND** — A fund into which the proceeds from the issuance of bonds are received, and from which all proper expenditures for the purposes for which the bonds were authorized are paid

**BUDGET** — The proposed financial plan of the State government for the fiscal year, setting forth the anticipated resources from all sources and proposed appropriations

**BUDGET CYCLE** — The four major phases that constitute the traditional budget cycle: (1) central and agency planning, (2) agency/executive preparation, (3) legislative review, and (4) execution and evaluation

**BUDGET REQUEST** — The request, required by law, of each spending agency for an appropriation or permission to spend during the next ensuing fiscal year

**CAPITAL CONSTRUCTION** — This category includes funds budgeted for:

1. Acquisition of or option to buy land and right-of-way and existing improvements therein, regardless of cost
2. New buildings and structures not attached to or directly related to any existing structures, regardless of cost
3. Projects whose estimated cost, including land, planning, furnishing, and equipping, is usually \$50,000 or more, regardless of the construction involved, with a useful life of at least ten years
4. Any addition or improvement that is \$50,000 or more

**CAPITAL PROJECT FUNDS** — Account for financial resources for the acquisition, construction, or renovation of major capital facilities

**CASINO CONTROL FUND** — Accounts for fees from the issuance and annual renewal of casino licenses, work permit fees, and other license fees. Appropriations are made to fund the operations of the Casino Control Commission and the Division of Gaming Enforcement

**CASINO REVENUE FUND** — Accounts for the taxes imposed on the casinos and other related activities. Appropriations from this fund must be used for reductions in property taxes, utility charges and other specified expenses of eligible senior and disabled citizens

**CATEGORICAL GRANT** — An amount allotted by the Federal government to the State to be allocated to a particular program area for a specific purpose or mandate of the Federal government

**CHART OF ACCOUNTS** — A systematic structure for appropriating and recording accounting information pertaining to the financial activities of the State

**CONTINGENCY APPROPRIATION** — An appropriation to provide for unforeseen expenditures or for anticipated expenditures of uncertain amounts

## GLOSSARY

**CSP** — Child Support Programs

**DEBT SERVICE** — One of the major subdivisions of the State budget, this category provides the resources to finance payment of general long-term debt principal and interest, such as bond issues or other long-term financing

**DEDICATED FUND** — A fund normally contained in the General Fund, consisting of resources owned by the State, the use of which is constrained, either by statutory specification, dedication or other restriction, or a particular purpose or program. Receipts from a specific revenue source may be dedicated by the annual Appropriations Act or other legislation, to be used for some specific purpose

**DEP** — Department of Environmental Protection

**DFD** — Division of Family Development of the Department of Human Services

**DHSS** — Department of Health and Senior Services.

**DIRECT STATE SERVICES** — One of the major subdivisions of the State budget, this category includes all general operating costs of State government, including programs that provide services directly to the public.

**DISBURSEMENT** — Payment of money out of any public fund or treasury. (See also EXPENDITURE.)

**EDA** — Economic Development Authority.

**EMERGENCY FUND** — A sum appropriated, within the Contingency Appropriation, for allotment to agencies to meet emergency conditions.

**ENCUMBRANCE** — A reservation of funds for future payment (disbursement) to liquidate an obligation incurred, usually supported by the issuance of a purchase order or the execution of a contract calling for payment in the future.

**ENDING BALANCE** — The amount of funds remaining in an account or fund at the end of the fiscal year.

**EOF** — Educational Opportunity Fund.

**EVALUATION DATA** — The quantitative expression of the end products produced or other elements involved in the work of an organization.

**EXCESS RECEIPTS** — Any receipts collected by an agency in excess of anticipated resources in the annual Appropriations Act. Such excess receipts may either be appropriated for the agency's use by the annual Appropriations Act, or may be considered as an overrun of anticipations and, therefore, credited to the General Fund undesignated fund balance.

**EXPENDITURE** — Denotes charges incurred, whether paid or unpaid, thus including both disbursements and liabilities (See also DISBURSEMENT and ENCUMBRANCE)

**EXPENDITURE ACCOUNT** — An appropriation account in which expenditure transactions are recorded, normally termed an object account

**FEDERAL POSITION** — A position specifically approved and funded by Federal Funds in a salary object account

**FEMA** — Federal Emergency Management Agency

**FHWA** — Federal Highway Administration

**FISCAL YEAR** — A twelve-month period of time to which the annual budget applies and at the end of which the State determines its financial position and the results of its operations. New Jersey State government has a July 1 to June 30 fiscal year

**FRINGE BENEFITS** — Payments made by the State for retirement, social security, health and dental insurance contributions, workers' compensation, unemployment, survivors' and disability insurance

**FUND** — A fiscal and accounting entity established for the purpose of achieving specified objectives or carrying on certain activities

**FUND BALANCE—DESIGNATED** — Unexpended and unencumbered appropriations that are authorized to continue into the subsequent fiscal year. (See also REAPPROPRIATION)

**FUND BALANCE—UNDESIGNATED** — Fund equity unrestricted and available for appropriation

**GAAP** — Generally Accepted Accounting Principles—The rules and procedures necessary to define uniform accounting and financial reporting standards, including broad guidelines and detailed practices. The Governmental Accounting Standards Board (GASB) promulgates accounting principles for state and local governments

**GENERAL FUND**—The funds into which all State revenues, not otherwise restricted by statute, are deposited and from which appropriations are made. The largest part of the total financial operations of the State are accounted for in the General Fund. Revenues received from taxes, most Federal revenue and certain miscellaneous revenue items are recorded in the General Fund. The Appropriation Acts enacted by the Legislature provide the basic framework for the operation of the General Fund

**GENERAL TREASURY**— Consists of all funds over which the State Treasurer is custodian and/or funds of which the State of New Jersey is the owner or beneficial owner

**GRANTS-IN-AID** — One of the major subdivisions of the State budget, this category includes all payments not otherwise defined as State Aid, made to individuals, public agencies, or private agencies for benefits or services of three types:

1. Benefits to which the recipient is entitled by law or regulation
2. Services for which the State has primary responsibility
3. Subsidies and provision of services for which the State has no responsibility, but which it elects to provide

**ICF/MR** — Intermediate Care Facility / Mental Retardation

**ITEM OF APPROPRIATION** — The spending authority identified by an organization code, appropriation source, and program code, unique to the item, and may include a number of object accounts within a program or specific appropriations made to Special Purpose, Grants-In-Aid, State Aid, Capital Construction or Debt Service line items

**INTERDEPARTMENTAL ACCOUNTS** — A group of accounts to which are appropriated funds for payment for or on behalf of all State agencies of rent, employee benefits, and contingency funds or for certain specified purposes

**INTERFUND TRANSFER** — An amount transferred from one fund to another, normally authorized by the annual Appropriations Act

## GLOSSARY

**LANGUAGE RECOMMENDATIONS** — Language located at the end of a statewide program, department or in the General Provisions section, that provides specific spending or budget authority and/or places limitations on such authority

**LAPSE** — The automatic termination of an appropriation. Appropriations are made for a single fiscal year. At the end of this period, any unexpended or unencumbered balances revert (lapse) to undesignated fund balance in the General Fund, or to the fund from which originally appropriated, unless specifically appropriated again in the succeeding fiscal year

**LIABILITY** — Debt or other legal obligation arising out of transactions in the past that must be liquidated, renewed, or refunded at some future date. This term does not include encumbrances

**LINE OF CREDIT** — The State's line of credit program, which was first implemented in 1995, provides the State with competitively bid, low interest cost funding for the procurement of the State's short term (3 yrs) equipment needs, specifically computers, furniture, and vehicles

**LINE ITEM** — Any single line account for which an appropriation is provided in an Appropriations Act. Includes appropriations made to specific object accounts, such as Materials and Supplies, or any Special Purpose, Grants-In-Aid, State Aid, Capital Construction or Debt Service account

**MAINTENANCE AND FIXED CHARGES** — Constitute the routine repair and maintenance of buildings, property, and equipment required to keep them in operation and prevent deterioration

**MATCHING FUNDS** — Provisions in a grant agreement that require the government or agency receiving the grant to commit a certain amount of funding to a program before funding is made available by the granting authority

**MATERIALS AND SUPPLIES** — Tangible consumable items used for operations but not for the maintenance of machinery or equipment

**MSW** — Master of Social Work

**NJBEST** — New Jersey Better Educational Savings Trust

**NJN** — New Jersey Network

**NJPDES** — New Jersey Pollutant Discharge Elimination System

**NJSA** — New Jersey Statutes Annotated

**NJSEA** — New Jersey Sports and Exposition Authority

**NJSIAA** — New Jersey State Interscholastic Athletic Association

**NJTPA** — New Jersey Training Partnership Act

**NON-STATE FUND (ACCOUNT)** — Any fund (or account within a fund) within the General Treasury, the proceeds of which arise from a source other than the General Fund, typically from Federal or foundation grants, pooled inter-governmental funds, or service charges  
(See also REVOLVING FUND.)

**OBJECT ACCOUNT** — Part of the chart of accounts to classify articles purchased or services obtained.

**OBJECT CATEGORY** — A group of objects of similar character categorized for classification purposes. Examples are personal services, materials and supplies, services other than personal, and maintenance and fixed charges

**OBJECTIVE** — A statement of specific, intended, measurable accomplishments related directly to the need, problem or opportunity the services to the client are designed to address

**OBLIGATION** — An amount that the State may be required legally to meet out of its resources. It includes not only an actual liability, but also an unliquidated encumbrance, established by the issuance of a purchase order, the execution of a contract calling for payment at some future date, or a liability established in any other lawful way for future payment of a specified amount of money. An obligation normally results in an encumbrance in an appropriation account

**ORGANIZATION** — Any State government entity that is established by statute, executive order, or departmental order, to carry out one or more programs, for which a separate appropriation is made

**ORIGINAL APPROPRIATION** — An appropriation made in the annual Appropriations Act

**PAAD** — Pharmaceutical Assistance for the Aged and Disabled

**PERSONAL SERVICES** — An appropriation supporting State employee salaries and wages and other employee benefits

**PROGRAM** — A group of related activities directed toward the accomplishment of an identifiable objective; it is established by statute, executive order, or departmental order; it is distinguishable by its clientele, organization, subject matter or process

**PROGRAM CLASSIFICATION** — An operating program function, consisting of closely related activities with an identifiable objective or goal that is treated as an identifiable appropriation item

**PROPERTY TAX RELIEF FUND** — Accounts for revenues from the New Jersey Gross Income Tax. Revenues realized from the Gross Income Tax are dedicated by the State Constitution. All receipts from taxes levied on personal income of individuals, estates, and trusts must be appropriated exclusively for the purpose of reducing or offsetting property taxes. Annual appropriations are made from the fund, pursuant to formulae established by the Legislature, to individuals, counties, municipalities, and school districts

**PSE&G** — Public Service Electric and Gas

**REAPPROPRIATION** — The appropriation in any fiscal year of funds remaining unexpended at the end of the preceding fiscal year that are specifically appropriated in the succeeding fiscal year. (See also FUND BALANCE—DESIGNATED)

**RECEIPTS** — A general term for cash received, which may either satisfy a receivable, be a conversion of another asset or a refund of a prior expenditure; it may also represent revenues earned or realized

**RECEIVABLE** — An anticipated sum of money that is treated as revenue because it has been earned and is due. Such sums are available for expenditure by State agencies when properly authorized

**REFERENCE KEY** — A columnar heading in the appropriation data section of each program budget which identifies a program classification to which a particular account relates

**REQUEST YEAR** — the fiscal year for which a budget request is made

**REVENUE ACCOUNT** — An account established for the purpose of recording the receipt of revenues from a specific source

## GLOSSARY

**REVENUES** — Funds received from taxes, fees or other sources that are treated as income to the state and are used to finance expenditures

**REVOLVING FUND (ACCOUNT)** — A fund (or an account within any fund) established to finance (1) State activities of a business or commercial nature or (2) the operation of an intragovernmental service agency or enterprise that generates receipts (income) from the sale of commodities or services. Such receipts are available for the continuing operation of the activity or enterprise

**SACWIS** — Statewide Automated Child Welfare Information System

**SERVICES OTHER THAN PERSONAL** — The cost of purchased services that are primarily non-personal or of a contract nature under which no employer-employee relationship is established

**SFEA** — State Facilities Education Act

**SPECIAL PURPOSE APPROPRIATION** — A type of appropriation that includes monies for personal services, non personal services, maintenance, etc., but which is appropriated as a single amount and which does not specify amounts for individual objects of expenditure

**SPECIAL REVENUE FUNDS** — Funds used to account for resources legally restricted to expenditure for specified purposes in accordance with enabling legislation.

**SPENDING AGENCY** — Any department, board, commission, officer, or other State agency to or for which an appropriation is made

**SSA** — Social Security Administration

**SSI** — Supplemental Security Income

**STATE AID** — One of the major subdivisions of the State budget; this category shall mean:

1. Monies paid by the State to a local government or to a nongovernmental agency for:
  - a. Assistance distributed to local governments according to a formula
  - b. Assistance provided to aid local governments in carrying out activities that are the responsibility of the local unit
  - c. Aid to non-governmental agencies for functions carried out on behalf of a local unit of government
  - d. Payments specifically designated by law as State Aid
2. Expenses incurred by a State department or agency on behalf of a local unit of government. Such expenditures may include:
  - a. Monies budgeted by the State to make payments on behalf of local government
  - b. Administrative costs of State Aid programs
  - c. Costs of State personnel engaged in services normally provided and paid for by a local government

**STATE APPROPRIATIONS LIMITATION ACT** — The Act that limits the growth of the Direct State Services subdivision of the State budget based upon the average annual percentage increase in per capita income over the four fiscal years prior to the base year

**STATE SUPPORTED POSITION** — A position specifically approved and funded by a State appropriation in a salary object account

**STATE TREASURY** — A term used generally to refer to all funds (monies) deposited to the credit of the State of New Jersey. It includes the General Fund and funds from all other sources

**STATEWIDE PROGRAM** — A functional grouping of related program classifications that contribute to satisfaction of some broader objective or objectives. Each Statewide program is presented as a separate component of the total budget of a department or agency

**STATUTE** — A written law enacted by a duly organized and constituted legislative body

**STRATEGIC PLANNING** — The process of making present decisions on the allocation of people, assets and priorities to reach an agreed upon objective, after consideration of needs and constraints

**SUPPLEMENTAL APPROPRIATION** — An appropriation made in addition to (or supplemental to) the annual Appropriations Act

**SURPLUS** — Revenue exceeding expenditures over a given period of time. (Also see FUND BALANCE.)

**SURPLUS REVENUE FUND** — A reserve into which certain revenues are deposited when the amount collected exceeds the amount anticipated. The balance in this fund may be appropriated upon certification by the Governor that anticipated revenues are less than those certified or to meet emergencies. (Rainy Day Fund)

**TANF** — Temporary Assistance for Needy Families

**TEFAP** — Temporary Emergency Food Assistance Program

**TPAF** — Teachers' Pension and Annuity Fund

**TRANSFER (OF APPROPRIATION)** — A transaction that reallocates all or part of any item in an appropriation to another item in that appropriation

**TRUST AND AGENCY FUNDS** — Funds used to account for assets held in a trustee capacity or as an agent for individuals, private organizations, other governments, and/or other funds

**UMDNJ** — University of Medicine and Dentistry of New Jersey

**UNEXPENDED BALANCE** — The remaining appropriation balance in an account after charging all disbursements and encumbrances

**VETO** — An official action by the Governor to nullify legislative action

**WFNJ** — Work First New Jersey



## **Summaries of Appropriations**

This section includes a selection of tables and charts which summarize the Governor's Budget recommendations, and highlight significant changes and policy initiatives.

# SUMMARIES OF APPROPRIATIONS

## THE BUDGET IN BRIEF

### GENERAL FUND

#### Resources

(thousands of dollars)

Undesignated fund balance, July 1, 2007 .....	782,559	
Revenues anticipated .....	19,073,237	
Property Tax Relief Fund (Dedication) .....	(698,000)	
Total Resources .....		19,157,796
<b>Recommendations</b>		
Direct State Services .....	6,554,236	
Grants-in-Aid .....	9,120,081	
State Aid .....	1,687,220	
Capital Construction .....	1,245,659	
Debt Service .....	440,398	
Total Recommendations .....		19,047,594
Undesignated fund balance, June 30, 2008 .....		110,202

### SURPLUS REVENUE FUND

#### Resources

Undesignated fund balance, July 1, 2007 .....	489,798	
Undesignated fund balance, June 30, 2008 .....		489,798

### PROPERTY TAX RELIEF FUND

#### Resources

Undesignated fund balance, July 1, 2007 .....	668,000	
Revenues anticipated .....	12,351,000	
Property Tax Relief Fund (Dedication) .....	698,000	
Total Resources .....		13,717,000
<b>Recommendations</b>		
Grants-in-Aid .....	2,404,000	
State Aid .....	11,313,000	
Total Recommendations .....		13,717,000
Undesignated fund balance, June 30, 2008 .....		---

### GOVERNATORIAL ELECTIONS FUND

#### Resources

Undesignated fund balance, July 1, 2007 .....	700	
Revenues anticipated .....	700	
Total Resources .....		1,400
<b>Recommendations</b>		
Public Financing of Elections .....		---
Undesignated fund balance, June 30, 2008 .....		1,400

### CASINO CONTROL FUND

#### Resources

Undesignated fund balance, July 1, 2007 .....	---	
Revenues anticipated .....	74,039	
Total Resources .....		74,039
<b>Recommendations</b>		
Regulation of Casino Gambling .....		74,039
Undesignated fund balance, June 30, 2008 .....		---

### CASINO REVENUE FUND

#### Resources

Undesignated fund balance, July 1, 2007 .....	---	
Revenues anticipated .....	453,103	
Total Resources .....		453,103
<b>Recommendations</b>		
Programs for senior citizens and handicapped persons .....		453,103
Undesignated fund balance, June 30, 2008 .....		---

# NOTES



# Budget Highlights

## OVERVIEW

Governor Jon S. Corzine's proposed \$33.3 billion Fiscal 2008 Budget builds on the actions taken in the first year of his Administration to restore fiscal stability and structural soundness to New Jersey's finances. This Budget represents another step in the multi-year process to bring the State's resources and spending needs into true balance. This budget continues the fundamental principle outlined last year that we, as a State, must pay the bills for the current operation of State government and, to the greatest extent possible, fund these costs with recurring revenues.

The proposed Budget is a fair, responsible and prudent plan that meets the responsibilities of government and the needs of the people of New Jersey. The Budget is balanced with increased revenues generated from the State's economy and without temporary gimmicks that simply defer costs to next or succeeding years.

For the first time since 2001 the proposed Budget does not include any tax increases. In fact, this Budget provides \$64 million in tax relief to almost 300,000 New Jersey families through the expansion of the Earned Income Tax Credit (EITC) to working singles and families with incomes between \$20,000 and \$40,000. In addition, the Budget provides a benefit of \$275 million in tax savings for businesses due to the expiration of certain business taxes, thus improving New Jersey's economic climate.

This Budget focuses the vast majority of the increased spending on addressing the state's most pressing issue – the ever increasing burden of property taxes on citizens of New Jersey.

Over \$16.6 billion, or 50 cents of every dollar, is dedicated to relieving the property tax burden in New Jersey. This represents a \$1.8 billion increase over fiscal 2007 and constitutes over 80% of the total spending increase in the State Budget.

The major components of this \$16.6 billion include:

- \$3 billion for direct relief to taxpayers – including a \$1.2 billion increase in direct relief to the citizens of the State. The largest component of this \$3 billion is the \$2 billion for expanded Homestead Property Tax Credits. This will provide over 1.9 million New Jerseyans with an average \$1,000 property tax credit/rebate. Through an appropriation of \$250 million, this same program will increase rebates from the current \$75 up to \$350 for 550,000 tenants with incomes at or below \$50,000.
- \$11 billion in aid to support education, which represents a \$580 million increase over the current year. Included within this \$11 billion is \$8 billion of direct aid to school districts and approximately \$3 billion of payments that the State makes on behalf of districts for teacher benefits and debt service on schools.

All of the State's school districts will be eligible for this increase in aid. This Budget represents the first major increase in State support to the "non-Abbott" districts in three years and the largest dollar increase since fiscal 2000. Many of these districts are struggling to maintain educational quality while at the same time not further overburdening property taxpayers. Each of these districts will receive a base increase of 3% and a substantial number also will benefit from targeted programs that will provide aid to districts with higher levels of low income students and those that provide full-day kindergarten.

- \$2.6 billion in aid to municipalities, counties and other local agencies, which represents an increase of approximately \$40 million. The major portion of this increase is a 2% increase in state aid to each municipality in

## SUMMARIES OF APPROPRIATIONS

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the State and a \$20 million fund to assist in the consolidation of government services.

Other major features of this budget include:

- \$400 million in spending increases when the \$1.8 billion increase in property tax relief is excluded. This represents less than a 2% increase in overall State spending.
- \$700 million in mandatory growth for programs such as debt service, contractual salary and benefit obligations, court ordered child welfare funding and Medicaid cost increases, federal mandates, or offsets to federal cutbacks. This \$700 million increase is partially offset by other savings initiatives throughout the Budget.
- Spending increases limited to areas that are important to the citizens and the economy of the State. These include:
  - \$30 million for supporting individuals with developmental disabilities and mental illness
  - \$26 million for cost of living adjustments for community providers
  - \$10 million for stem cell research grants, an increase of \$5 million
  - \$10 million for grants to assist districts in expanding and enhancing preschool
  - \$5 million for addressing the needs of the autism community
  - \$5 million to improve access to health care for children
  - \$2.3 million for arts and history
  - \$1 million for added support services for returning veterans
- Total support of nearly \$2.2 billion for the State's higher education system including an additional \$50 million in operating aid to the State's public and private universities and colleges to offset a portion of the reduction necessitated by budget pressures last year. In addition the Budget will provide an increase of almost \$22 million above the current appropriation of \$228.3 million to support the

State's Tuition Assistance Grant program (TAG) and the NJ STARS program.

- Continued savings from management efficiencies such as:
  - the elimination of 400 political appointees
  - a reduction of 1,300 employees net of payroll increases in areas such as child welfare, homeland security, and the public advocate
  - technology improvements
  - suspension of purchases of new office furniture and office space
  - freeze on promotions and employee travel
  - energy conservation
  - auction of 1,200 State cars
- Immediate savings and substantial future savings from the recently completed negotiations with the State's civilian employees that yielded cost sharing arrangements for pension and health care benefits.
- Reduces the use of dedicated, non-recurring revenues to approximately \$300 million, which is well below the range of \$1.8 billion to \$3.3 billion that was implemented in past budgets.

The Fiscal 2008 Budget is responsibly balanced without new taxes or tax increases. This Budget meets landmark objectives to ease the property tax burden, and devotes the overwhelming majority (80%) of new spending for this purpose. It also contains modest, but important, new investments in stem cell and autism research, the new Office of the Comptroller, and progressive tax relief for 300,000 working families.

However, it is clear that the State's current fiscal situation prevents properly addressing many needs to improve our State. Although the Budget increases direct educational aid to districts by \$310 million, many school districts will continue to struggle to maintain a quality education that meets the needs of all the children in the State regardless of where they live. Although the Budget provides a \$30 million increase in support of individuals with developmental disabilities and mental illness, it falls short of providing all the funds necessary to meet appropriate

levels of care and community placements needs. There are many other areas of this Budget that stakeholders will point to as deserving of more funding than is available. This only underscores the budgetary challenge that Governor Corzine inherited upon taking office. His first two budgets represent the initial steps in a multi-year process to match ongoing spending needs with ongoing fiscal resources, while starting to address overdue areas of investment.

Despite the progress in matching recurring revenues to recurring expenditures, the structural deficit still exists and presents an impediment to the investments that must be made to keep New Jersey competitive. Next year, New Jersey still faces an estimated \$2.5 billion structural shortfall in fiscal 2009. This shortfall will be compounded over the next five years due to numerous mandatory spending pressures:

- Debt service is projected to increase from \$2.7 billion to \$3.4 billion;
- Health care costs for active and retired State employees are projected to double, from \$1.4 billion to \$2.8 billion;
- Post-retirement medical benefits for retired teachers are projected to more than double, from \$750 million to \$1.8 billion; and
- Pension costs are projected to increase from \$1.3 billion to \$3.3 billion.

Constrained spending flexibility will also make it difficult to invest in capital programs, such as building facilities for preschool and full day kindergarten; building schools and expanding higher education facilities; creating affordable housing; expanding mass transit in South Jersey and throughout the State; and preserving open space.

New Jersey is clearly at a crossroads. The traditional options are fairly clear – raise taxes, layoff State employees and/or significantly reduce programs that benefit the citizens of the State and the economy of the State. As a new alternative, Governor Corzine has directed the State Treasurer and the Transportation Commissioner to study the feasibility of asset monetization. Potentially, asset monetization could be used to reduce the onerous burden that existing State debt has on the State Budget and/or create capital to invest in pressing public needs.

Asset monetization has been done in several states and around the globe successfully, it is being studied in almost every state in America. Its potential is too significant to ignore. The Administration is undertaking a rigorous analysis to analyze its appropriateness and the types of conditions necessary to protect the public interest. For example, if concerns such as ensuring high standards of operations, maintenance, safety, and security of a State asset cannot be met, the State will not proceed.

The Administration is committed to giving this concept the same level of focus that we have given to property tax relief and reform.

The consequences of doing nothing and continuing with investment-free budgets are severe. We simply cannot allow the New Jersey to slip into fiscal paralysis, hamstrung by debt from making capital improvements that are so critical to our state's long term financial prosperity.

### ***Reforming the Budget Process***

Governor Corzine has also called on the Legislature and the Executive Branch to reform the budget process to provide more transparency and accountability. Building on a proposal first presented by Senate President Codey, the Governor has called on the legislative leaders to agree to the following process for this budget cycle:

- All requested changes to the Governor's proposed Budget to be submitted in early June, and the requests to include a description of the proposed change as well as disclosure of any relationship the sponsor of the proposal may have with the recipient of the funds;
- Introduction of a Budget bill no later than June 20<sup>th</sup>;
- Requirement of at least one public hearing on the introduced Budget bill;
- Final passage of the Budget bill no later than June 27<sup>th</sup> so that the Governor has at least three days to review;
- Treasurer to prepare an "Appropriations Act In Brief" that describes the enacted Budget

and also provides a list of all changes made to the Governor's proposed budget and which legislator was responsible for the change.

### ***Current Year Budget – Fiscal Context***

Before focusing on the Fiscal 2008 Budget, it is important to take stock of how New Jersey is faring in the current budget year, fiscal 2007. The following section sketches the current economic conditions that New Jersey faces; updates the latest revenue information for the remainder of this fiscal year; and outlines the budget actions – both in terms of supplemental spending increases and new savings initiatives – that the State has taken over the eight months since fiscal 2007 began.

### **New Jersey Economic Overview**

New Jersey's economy continued to expand during calendar year 2006 following a steady recovery in 2005, albeit at a somewhat slower pace.

- Payroll employment increased by 1.2% in calendar 2005 and another 0.8% in 2006, continuing a positive trend for the thirty-fifth consecutive month. Employment growth is projected to continue at 0.7% in 2007 and 0.8% for 2008.
- The 2006 growth rate for personal income is expected to average 6.6%. Personal income is expected to grow an additional 4.9% in 2007 and improve to 5.2% in 2008.
- New Jersey's unemployment rate dropped for the third straight month in December 2006 to 4.2%, bringing the State below the August peak rate of 5.3% and below the neighboring tri-state average.
- New vehicle registrations in 2006 remained above the 600,000 level for the seventh consecutive year, and are anticipated to remain above that level for 2007.
- The housing sector weakened in 2006 with sales of existing homes declining by 16.7% and housing starts down by 14.8%. However, the housing sector is expected to stabilize in 2007 and 2008.

- Real Gross State Product (GSP) grew at 2.1% in 2005 and 2.4% in 2006. Projections are for growth of 2.2% in 2007 and 2.6% in 2008.
- The rate of inflation is expected to remain modest.

### **Fiscal 2007 Anticipated Revenue**

The current estimate of \$30.8 billion in total fiscal 2007 revenue is \$199 million higher than when the Governor certified revenues in June 2006. The three major taxes that account for 73% of total state revenues are expected to yield \$22.6 billion:

- The Gross Income Tax forecast for fiscal 2007 is revised slightly downward by \$10 million to \$11.5 billion.
- The Sales and Use Tax is estimated to generate \$8.4 billion in fiscal 2007, a \$59 million decrease from original projections.
- The Corporation Business Tax (CBT) is estimated to generate \$231 million above the original estimate for a total of \$2.7 billion. The CBT reflects better than anticipated profit growth in 2006.

### **Current Budget Conditions**

Spending in the current year budget has been moderated through several spending controls, including an ongoing hiring freeze and various moratoria on certain non-salary expenses, including equipment and furniture. In comparison to prior years, the required list of supplemental appropriations is fairly modest, totaling only \$241 million (see highlights below). In keeping with past practice, under-spending has been identified in several accounts and those funds will be lapsed to the General Fund to help offset current year costs. Revenues are slightly above the original estimate that was reflected in the Fiscal 2007 Appropriations Act. Combined with a higher-than-expected opening balance, this will enable the State to close the current year with a projected year-end fund balance of \$1.9 billion.

**Managing the Current Budget – Fiscal 2007 Supplementals**

Some of the larger supplemental spending needs projected for fiscal 2007 are summarized below:

- \$17 million - Projected spending for Nursing Homes exceeds available resources in the current year;
- \$15 million - A shortfall in Title IV-E federal funding related to the Department of Children and Families' caseload in foster care, subsidized adoption, and family support services;
- \$12.4 million - Jersey City Medical Center requires additional state aid because costs have exceeded the individual federal reimbursement cap and cannot be recovered from federal revenue;
- \$12 million - Early Childhood Intervention Program shortfall, based on current spending trends;
- \$10 million - Snow removal;
- \$10 million - Enacted legislation (S-494) has established a new substance abuse treatment program (i.e., the needle exchange program), providing substance abuse treatment beds and outreach through the Department of Human Services' Division of Addiction Services.

See chart entitled "FY 2007 Supplementals" in the back of this document for a detailed list of current year supplementals.

**Fiscal 2007 Saving Initiatives**

A number of savings initiatives were implemented during fiscal 2007 to help constrain cost growth and eliminate low priority spending. The primary areas are outlined below:

*Reductions in Unclassified Positions in State Agencies*

At the onset of the Administration, Governor Corzine made a pledge to reduce the number of unclassified positions in Executive agencies by 50%, a reduction equal to slightly under 400 positions. Unclassified

positions are those held by workers who are not career civil service employees.

By December 31, 2006, Executive Branch agencies had eliminated 391 unclassified positions. Through this action, the Administration has saved an estimated \$20 million a year for the State's General Fund.

*Hiring Freeze*

A very stringent hiring freeze, combined with the previously-mentioned reduction of almost 400 unclassified positions, has resulted in a workforce that has 1,300 fewer employees to date, compared to the beginning of the Corzine Administration. This reduction is net of growth in high priority areas, such as the Department of Children and Families (DCF), where the State has added approximately 400 employees. Attrition will continue to reduce the workforce in fiscal 2008. The value of attrition, management savings, and reductions in unclassified positions totaled \$64 million in fiscal 2007. This amount is a permanent reduction to the salary base. The Fiscal 2008 Budget recommends a further reduction of \$25 million by continuing the hiring freeze and other management efficiency efforts. See Chapter 3 for further details about this hiring freeze.

*State Moratoria on Spending*

In addition to staffing controls, the State also implemented new restrictions in fiscal 2007 to slow the pace of spending on information technology (IT) equipment and services, other equipment, and office furniture. Comparing spending in the first seven months of fiscal 2007, from July 2006 through January 2007, against the same period in fiscal 2006, suggests a significant slowdown in expenditure rates of almost \$16 million from State-funded accounts. Over this same time period, expenditure rates in non-State funded accounts fell by millions of dollars more. While not all of these reductions may be directly attributable to the various spending moratoria, the trends in spending are heading lower, saving money for the citizens of this State. Chapter 3 provides further details about the various moratoria and the slowdown in spending in specific categories of equipment, services, and office furniture.

## *Fiscal Solvency*

To fully understand the difficult set of choices represented in the State Budget, some context is required concerning New Jersey's "structural deficit." Simply put, a structural deficit arises when the rate of growth in ongoing revenues fails to keep pace with the rate of growth for expenditures required to maintain the current level of service. New Jersey is not unique in this regard, as many states face deficits at the start of their budget deliberations. The goal, however, is to minimize the size of the deficit without resorting to easy fixes and fiscal gimmicks that compound the problem in the future. As summarized below, this Administration has adopted just that approach, and consequently is making clear progress in restoring fiscal responsibility.

## *Constraints in Crafting the Fiscal 2008 Budget*

This subsection describes many of the constraints associated with the Fiscal 2008 Budget in order to provide context for the decisions that were required. The goal of this Administration is to continue to make the difficult decisions now, in order to create conditions for a brighter future for the State and its citizens.

## *The State's Major Cost Drivers*

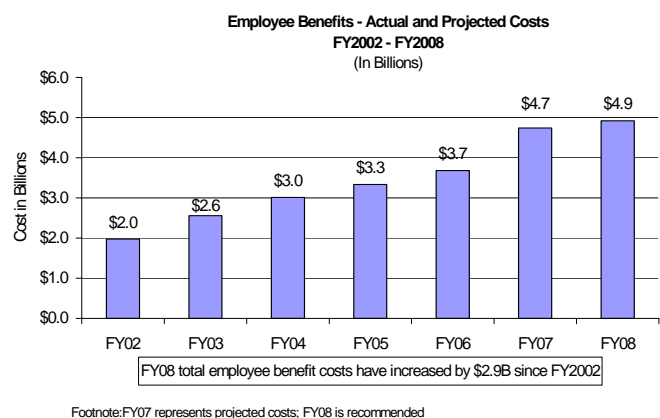
Budget growth required to maintain the current level of State service is primarily attributable to four cost drivers: fringe benefits, Medicaid, debt, and pensions. The best way to appreciate the aggressive cost growth in these areas is to view it over time, as depicted on the charts that follow. These four programs collectively require \$1 billion in budget growth in fiscal 2008, or over 70% of the \$1.4 billion total budget growth required to maintain current services.

## *Employee Benefits*

Within the State Budget, employee benefits are defined as pensions, health benefits, post retirement medical costs, and employer payroll taxes. State appropriations support not only active and retired State employees, but also employees of senior public colleges and universities, school districts, and certain local governments.

Due in part to the breadth of coverage provided, employee benefits comprise 14.8% of the State's Fiscal 2008 Budget, compared to 8.8% in fiscal 2002. The appropriation for these fixed costs has grown by \$2.9 billion, or 148%, from approximately \$2 billion in fiscal 2002 to almost \$4.9 billion in fiscal 2008. (This includes approximately \$0.2 billion in debt service on Pension Obligation bonds in fiscal 2008.) As noted on the chart entitled, "Employee Benefits – Actual and Projected Costs," the dramatic rate of growth in fiscal 2007, which required increased pension funding of nearly \$800 million, will be tempered in fiscal 2008.

In fiscal 2008, the combined budget growth for fringe benefits and pensions of \$480 million was reduced to \$166 million through savings from contract negotiations and by reducing the pension funding phase-in from 60% to 50%.



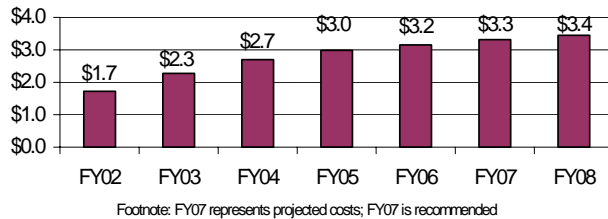
## *Fringe Benefits*

Health benefits for active school district and local employees are not a State responsibility; however, per statute, the State must fund the health insurance costs of retired teachers and certain public employees who have 25 or more years of service prior to retirement. The State also funds the cost of teachers' federal social security taxes, even though the State does not negotiate teacher contracts. The total amount budgeted in fiscal 2008 for all of these fringe benefits is \$3.4 billion.

In fiscal 2008, health benefits costs for active and retired members will increase to \$2.2 billion, or 44% of total employee benefits costs. Payments for

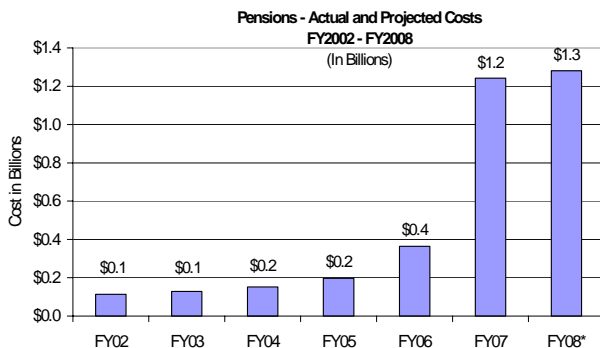
eligible retired school district employees are expected to total \$751 million, or nearly 35% of the \$2.2 billion appropriation in fiscal 2008. The remaining \$1.2 billion is budgeted for employer taxes.

**NJ State Fringe Benefits**  
(In Billions)



## Pensions

In fiscal 2008, pension costs for active and retired members comprise 26%, or almost \$1.3 billion, of employee benefit costs. The chart entitled “Pensions – Actual and Projected Costs” illustrates the actual and projected costs of pension contributions from fiscal 2002 to fiscal 2008. Pension costs have consistently increased since fiscal 2002, with significant growth of 241% occurring between fiscal 2006 and fiscal 2007. In that year alone, State funding for the defined benefit plans exceeded the total combined amount from the prior ten years. The Fiscal 2008 Budget assumes a 50% phase-in for the defined pension plans, or almost \$1.1 billion of the \$2.2 billion required to fund pensions at 100%. In fiscal 2007, the phase-in was funded at 57.5% of the recommended contribution.



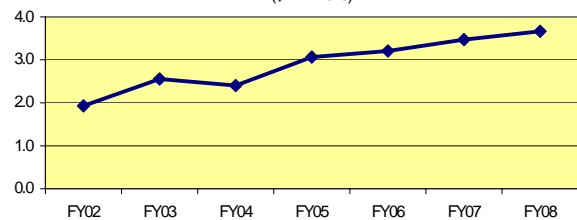
The total State appropriation for Fringe Benefits and Pensions in fiscal 2008 equals \$4.7 billion (i.e., excluding \$0.2 billion in Pension Obligation debt service.)

## Medicaid

This Administration is committed to providing the State’s residents with access to health care, and Medicaid, a federal-State program, is a key component of this commitment. Similar to most states, New Jersey has faced rising Medicaid costs, placing added stress on the State’s budget. As the chart below illustrates, State expenditures on Medicaid have almost doubled since fiscal 2002, and are budgeted at approximately \$3.7 billion in fiscal 2008.

From fiscal 2003 to fiscal 2006, average annual Medicaid costs have grown at nearly three times the rate of inflation. In fiscal 2008, budget growth totals \$272 million (i.e., before subtracting savings solutions), and reflects rising caseloads, medical inflation, increasing utilization, and a shortfall in federal grants for the State Children’s Health Insurance Program (SCHIP).

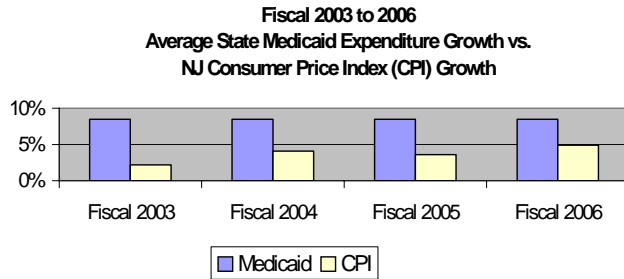
**State Medicaid Expenditures: Fiscal Year 2002 to 2008**  
(\$ in Billions)



Since fiscal 2002, State Medicaid expenditures have almost doubled.

The following chart illustrates the gap in recent years between the average yearly increase in State spending on Medicaid and the actual annual increase in the inflation rate. With Medicaid costs increasing so rapidly, the State must spend more than the rate of inflation each year just to purchase the same amount of health care.

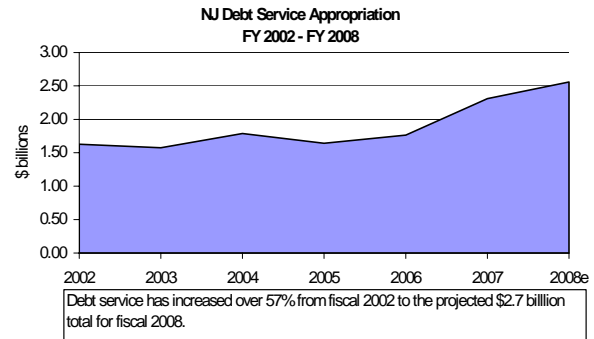
# SUMMARIES OF APPROPRIATIONS



The State Children's Health Insurance Program (SCHIP) is the source of federal funding for the NJ FamilyCare program. Because of historic underfunding by the federal government, NJ FamilyCare faces a substantial shortfall in fiscal 2008. In the past, Congress has allowed money to be redistributed from states that did not use their SCHIP allotments. This year, however, NJ FamilyCare will run out of money by May 2007, if no new money is redistributed beyond the steps that Congress has already taken. This Budget assumes that Congress will act to restore the necessary funding. The only funding for SCHIP to replace lost federal funds in fiscal 2008 is \$40 million needed for the decrease in the federal matching rate for parents from 65% to 50%. (See Chapter 2 for more details.)

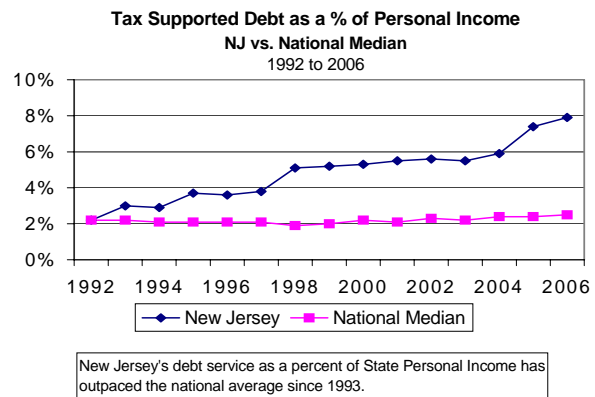
## Debt Service

In fiscal 2008, total debt service will equal \$2.7 billion (including debt service related to revenue bonds). This includes an increase of \$247 million, or 10.7%, over the fiscal 2007 adjusted appropriation for debt funded from State appropriation. Most of this increase is attributable to past decisions on how debt would be structured and when debt service payments would be made. The major components of this growth include increased appropriations for School Construction, General Obligation, Transportation Trust Fund Authority, and Pension Obligation bonds. In total, debt service comprises 7.7% of the total General Fund appropriation for the entire Budget.



Note: Fiscal 2008 is estimated, using current projections.

New Jersey's tax-supported debt represented approximately 8% of personal income in 2006, far exceeding the national median of 2.5%. In broad terms, rising debt service represents an opportunity cost for the State, limiting budget flexibility and redirecting resources away from other critical programs.



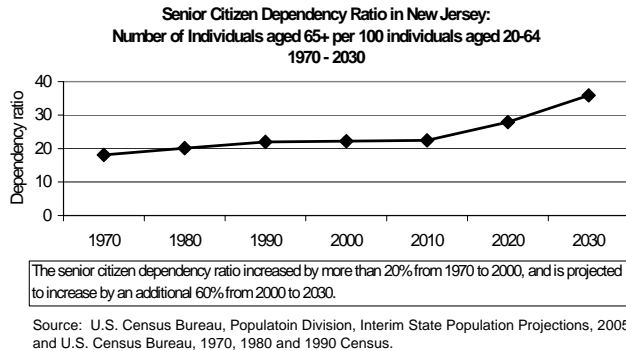
Beyond these cost drivers, other prime factors are demographic pressures, federal budget cuts, and a rapidly aging infrastructure, as outlined below:

## Demographic Pressures

Though policy issues such as School Aid formulas, property tax relief, debt, and health care typically form the core of the annual budget debate, there are other, more subtle yet powerful pressures on spending, including natural increases in population and changing demographics. For example, population growth is a prime factor in increasing school and higher education enrollment and social service caseloads. Additionally, a gradual increase in average lifespan has spawned the need for more services for seniors, including costly pharmaceutical

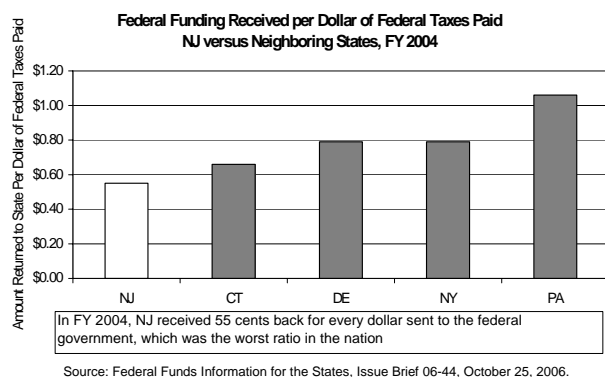


and medical costs. (See chart below for one illustration of the impact of such demographic changes.) New Jersey's cost of living, population density, and foreign-born residents consistently rank among the highest in the nation, providing an added impetus to expand services.



### *Impact of the Federal Budget on New Jersey*

Historically, New Jersey residents have consistently sent more in federal taxes to Washington, DC, than the State has received back in federal funding. New Jersey is one of only 18 such “net donor” states. In fiscal 2004, New Jersey received only 55 cents from the federal government for every dollar that residents paid in federal taxes, worse than its neighboring states or any other state in the nation (see chart below). In contrast, 32 states received more than a dollar back for every dollar sent, with 4 of these states receiving \$1.75 or more.



Examining data from fiscal 1984, fiscal 1994, and fiscal 2004, New Jersey has never been higher than

49<sup>th</sup> among the 50 states in terms of how much funding it receives back from the federal government for every dollar of federal taxes paid by its residents.

Secondly, the federal government has continued its recent trend of reducing its aid to all states, and New Jersey has been impacted by these reductions as well. In comparing the high points for individual federal grants from fiscal 2002 through fiscal 2007, the State lost approximately \$1.2 billion in the human services and health areas *alone*, including \$473 million in the Intergovernmental Transfer program. Based on President Bush's proposed federal budget for fiscal 2008, New Jersey may lose an additional \$348 million across all its federal programs.

As just one example of how such trends impact the State, the federal government made a commitment to pay 40% of per pupil expenditures for the State's special education pupils, under the Individuals with Disabilities Education Act (IDEA). Unfortunately, the federal government has never come close to meeting this obligation. Proposed federal funding for IDEA in fiscal 2008 would only fund 16% of this obligation. This *Budget in Brief* will highlight similar examples of the impact of losses in federal funding in the description of individual program areas in Chapter 2.

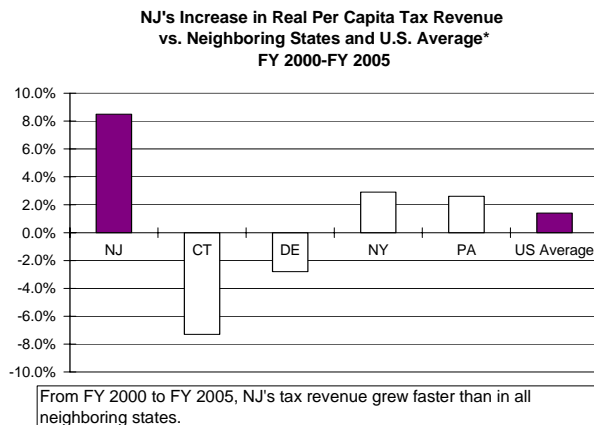
### *Age of the State's Infrastructure*

The age of New Jersey's infrastructure is also worth mentioning, particularly in the key areas of transportation, environment, corrections, and human services, where facilities are far older and, consequently, in greater need of rehabilitation than in most other states. As a case in point, nearly 70% of the State's prisons and human services institutions are more than 30 years old, and these institutions house approximately half of the State's total inmate, mental health, and developmentally disabled populations. (Forty percent of these facilities are over 50 years old.) Three of the State's corrections facilities were first opened in the late 1800s. Physical plant of such age requires constant repair and maintenance. Though relatively unnoticed, there is strong, persistent pressure on agency maintenance budgets to keep pace with these needs.

# SUMMARIES OF APPROPRIATIONS

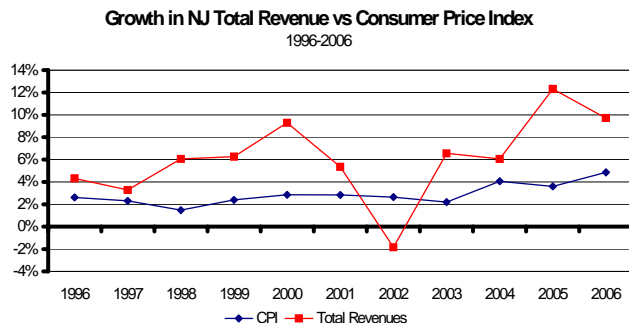
## Revenue Growth Comparison

On the revenue side, the State's historical growth rate has been fairly strong by most comparisons. From fiscal 2000 to fiscal 2005, the increase in real per capita revenue collection far exceeded our neighboring states and the national average.



\* The Council of State Governments, The Book of States 2006, p.334.

State revenue growth also is above the rate of inflation in all fiscal years except for the recession of 2001 - 2002. (See chart below.)

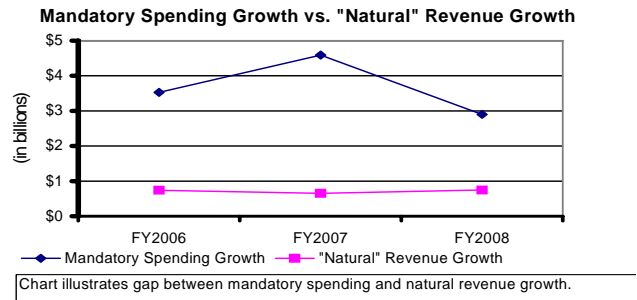


With the exception of the economic slowdown beginning in FY01, NJ revenue growth has consistently exceeded CPI.

Note: Chart excludes Tobacco Securitization and New Revenue Securitization for FY03, FY04, and FY05.

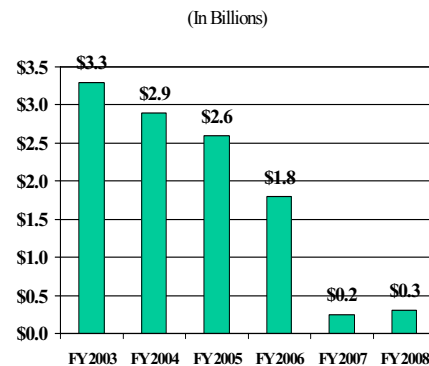
Total revenue growth includes an amount that represents "natural" growth, or that which results from the normal expansion of the State's economy. The relationship of natural revenue growth to spending growth is a key component of the State's structural deficit. From fiscal 2007 to fiscal 2008, total recommended budget growth of \$2.9 billion (i.e., before subtracting savings solutions) includes \$1.4 billion just to maintain current services. Therefore, since natural revenue growth is projected at \$743 million in fiscal 2008, this amount represents only

half of the amount required solely to *maintain current services*. Viewed another way, though the State's rate of revenue growth is fairly robust, it is not sufficient to offset the expected growth in current costs, much less new initiatives. (See chart below.)



To begin to address this issue, the Administration's first two proposed budgets adopt a consistent strategy of matching ongoing expenditures with ongoing resources. As depicted on the chart below, this has resulted in a precipitous drop in the State's reliance on non-recurring resources. From fiscal 2003 through 2006, one-time diversions from various special revenue and trust funds averaged \$2.7 billion annually; however, that average dropped nearly 90%, to approximately \$300 million annually, during the first two years of this Administration. In addition, a total of \$687 million in spending reductions are proposed for fiscal 2008, maintaining downward pressure on costs. Additional details on these savings ideas are found in Chapter 3.

## Diversions from Dedicated Funds Down by More Than 80% Compared to the Average of Last 5 Years



Note: Excludes \$80 million of one-time revenues for capital improvement projects in FY07.

***Summary - Balancing the Fiscal 2008 Budget***

The total State appropriation of \$33.3 billion in the Fiscal 2008 Budget includes \$2.2 billion in net budget growth. To support these needs, this Budget employs \$668 million in dedicated sales tax revenue deferred from fiscal 2007 for property tax relief; \$672 million from stronger revenue collections and aggressive spending restraints in the current year; \$150 million generated through improved debt management, debt collection initiatives and spending savings and constraints; and \$743 million in natural revenue growth projected in fiscal 2008. An ending surplus of \$601 million is projected which, based on recent experience, will provide sufficient flexibility to manage fiscal conditions during the coming budget year.

The following three chapters will examine in more detail the proposed Fiscal 2008 Budget. Chapter 2 describes the recommended policy initiatives that, taken as a whole, will improve the lives of the residents of this State. Chapter 3 will highlight the progress that this Administration is making in reducing costs and increasing State government's efficiency and effectiveness for its customers, the citizens of New Jersey. Chapter 4 forecasts the level of revenue for fiscal 2008, and outlines a number of initiatives that will help the State enhance its ability to collect revenue in a fair and efficient manner.

***The FY 2008 Budget***

(In Millions)

	FY2007 Adjusted Approp.	FY2008 Budget	% Change
<b>Opening Surplus</b>	<b>\$ 1,779</b>	<b>\$ 1,941</b>	<b>9.1</b>
Revenues			
Income			
Base	11,465	12,415	8.3
EITC Expansion		(64)	
Sales			
Base	8,425	8,778	4.2
Corporate			
Base	2,710	2,342	(13.6)
Other			
Base	8,223	8,094	(1.6)
Additions		387	
Total Revenues	\$ 30,823	\$ 31,952	3.7
Lapses	400		
<b>Total Resources</b>	<b>\$ 33,002</b>	<b>\$ 33,893</b>	<b>2.7</b>
Appropriations			
Original	\$ 30,819	\$ 33,292	8.0
Supplemental	242		
<b>Total Appropriations</b>	<b>\$ 31,061</b>	<b>\$ 33,292</b>	<b>7.2</b>
<b>Fund Balance</b>	<b>\$ 1,941</b>	<b>\$ 601</b>	

## Proposed FY08 Budget Policy Initiatives

### OVERVIEW

This chapter provides details of recommended policy initiatives set forth in the Fiscal 2008 Budget. The first section highlights major initiatives that would impact the lives of every State resident. Descriptions of the remaining initiatives come next, and are grouped by policy category.

#### Property Tax Relief

In fiscal 2008, Governor Corzine's Budget provides a historic commitment to relieve the property tax burden in New Jersey, both in the total amount committed – \$16.6 billion – and the increase over fiscal 2007 – \$1.86 billion. With the \$16.6 billion commitment, the Governor has set aside approximately 50 cents of every dollar in the Fiscal 2008 Budget for property tax relief. The centerpiece of this commitment is more than \$2.2 billion in funding for direct property tax relief in the form of a Homestead Property Tax Credit or a Homestead Rebate, which is over \$1.1 billion higher than the benefit in the Fiscal 2007 Budget. The relief amounts to a 20 percent credit off most residential tax bills.

Nearly two million homeowners will receive the direct and immediate relief – at an average of \$1,000 per homeowner. An additional 800,000 tenants will benefit from doubled funding of the tenants relief program. This Budget also fully funds the Senior Tax Freeze program, along with deductions for veterans and senior/disabled citizens, as well as property tax deductions for income tax filers.

In addition, the Corzine budget helps relieve the property tax burden while investing in our children by including an increase in support for education of approximately \$580 million, including State assumption of locally-based costs for teachers' pensions, social security, and post-retirement medical benefits. Of this amount, an increase of over \$300 million is allocated for direct aid for school districts. With these increases, state aid for education totals nearly \$11 billion, which equals almost one third of the Fiscal 2008 Budget.

<b>Funding for Property Tax Relief</b> (In Millions)			
<b>Programs</b>	<b>FY2007 Adjusted Approp.</b>	<b>FY2008 Budget</b>	<b>\$ Change</b>
School Aid	\$ 10,297.7	\$ 10,876.8	\$ 579.1
Municipal Aid	1,917.5	1,937.5	20.0
Other Local Aid	811.6	830.9	19.3
Direct Taxpayer Relief	1,714.9	2,959.1	1,244.2
<b>Total Direct Aid</b>	<b>\$ 14,741.7</b>	<b>\$ 16,604.3</b>	<b>\$ 1,862.6</b>

Investments in municipalities and counties will further support property tax relief, including a 2% increase in formula municipal aid and a \$15 million increase in shared services and consolidation incentives.

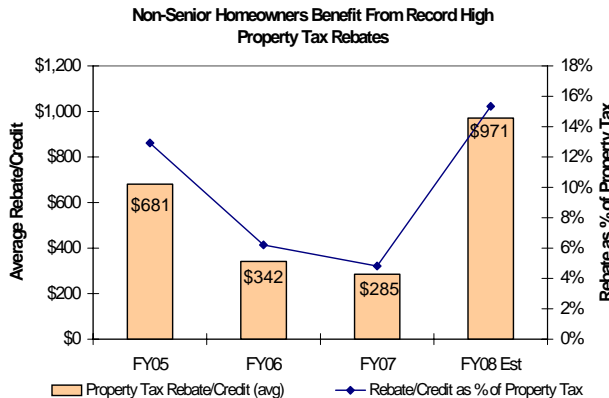
These efforts, combined with the reform initiatives that Governor Corzine worked on

with the Legislature to establish a four percent growth cap on local property tax increases, the new Office of the Comptroller, and similar legislative initiatives, will significantly lower the rate at which property taxes have historically risen.

#### Homestead Property Tax Credits/Rebates

The Fiscal 2008 Budget allocates \$2.2 billion toward direct property tax relief through the Homestead Property Tax Credit/Rebate for Homeowners program. This is the highest level of direct property tax relief ever appropriated in a single year. The

program, which will provide significant tax relief for an estimated 1.9 million New Jersey taxpayers, includes record high rebates for 82% of homeowners (1.5 million). The remaining 18% of homeowners (340,000), whose current rebates are higher than the new fiscal 2008 rebate formula would provide, will continue to receive a level benefit.



Rebates for non-senior homeowners will grow by nearly \$700 on average, outpacing average increases in property taxes and increasing the credit to up to 20% of the property tax bill (15% on average across all income levels).

The degree of benefit will be determined by income. Homeowners will receive a percentage of the first \$10,000 of their 2006 property taxes as a property tax credit/rebate in fiscal 2008. Also, for the first time since fiscal 2004, the property tax credit/rebate program will be extended to homeowners whose income exceeds \$200,000. The following chart details the new program benefits for homeowners.

Homeowner Income	Projected Recipients	Percent of Property Taxes	Average Benefit
\$0-100,000	1,338,000	20%	\$1,115
\$100,001-150,000	343,000	15%	\$960
\$150,001-250,000	206,000	10%	\$745

Funding for Homestead Property Tax Rebates for Tenants is doubled to \$251 million in fiscal 2008 to provide a rebate to nearly 800,000 tenants. The maximum rebate amount for approximately 550,000 low-income non-senior tenants has been increased as displayed in the chart below. The formula targets new and significant relief to lower-income tenants whose property tax-inflated rental costs are among the highest in the nation. Tenants with income in excess

of \$50,000 but less than \$100,000 will receive a maximum rebate of \$80 that has been adjusted for a 3.9% cost-of-living-adjustment. Rebates for senior tenants will be increased for a 3.9% cost-of-living-adjustment as well.

Tenant Income (Non-Seniors)	Projected Recipients	Maximum Benefit
\$0-20,000	230,000	\$350
\$20,001-35,000	194,000	\$300
\$35,001-50,000	129,000	\$200
\$50,001-100,000	132,000	\$80

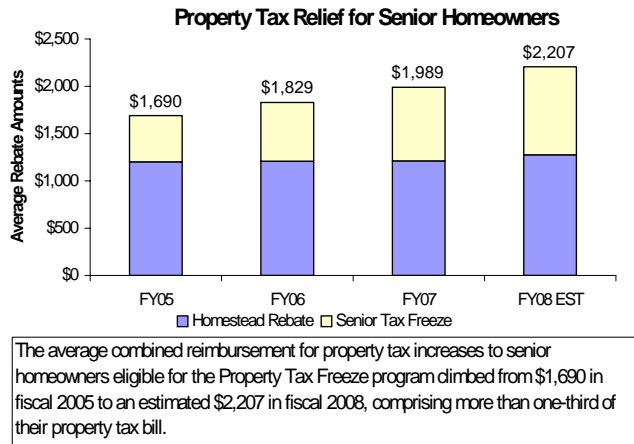
Tenant Income (Seniors)	Projected Recipients	Maximum Benefit
\$0-70,000	96,000	\$860
\$70,001-100,000	1,500	\$160

## Senior Tax Freeze

The State will continue to provide a 100% reimbursement of property tax increases for low- and middle-income seniors through the Senior and Disabled Citizens Property Tax Reimbursement (Senior Tax Freeze) program. This program freezes property taxes for low- and middle-income seniors, reimbursing them for any property tax increases that were assessed after they joined the program. The Fiscal 2008 Budget recommends a 21% increase in funding, or \$26.5 million, over the prior year, resulting in rebate checks that will average a record high \$931 for approximately 164,000 total participants.

The Senior Tax Freeze program is funded at \$153 million in fiscal 2008 to provide an average rebate of \$1,077 for 134,000 repeating participants (\$144.2 million) and \$281 for 30,000 new participants (\$8.4 million). Income eligibility levels have increased 4.1%, based on the Social Security Administration's cost-of-living-adjustment, to \$43,693 if single and \$53,575 if married.

Total property tax relief through the Homestead Property Tax Credits/Rebates program and the Senior Tax Freeze program for eligible senior homeowners will increase to \$2,207 in fiscal 2008 (see chart below).



## Property Tax Deductions

Since fiscal 2004, the State has provided the constitutionally-mandated maximum property tax deduction of \$250 to veterans and eligible senior and disabled residents on their property tax bills. Approximately 375,000 veterans, seniors and disabled citizens are expected to apply for this deduction in fiscal 2008. The State has allocated \$99 million in the Fiscal 2008 Budget to reimburse municipalities for reduced tax collections.

Eligible homeowners and tenants who pay property taxes, either directly or through rent, on their principal residence in New Jersey are eligible for either a deduction or a refundable credit on their New Jersey resident income tax return. The property tax deduction against State income tax liability will save middle-income taxpayers an estimated \$456 million in fiscal 2008. This is \$24 million or 5.5% higher than the previous fiscal year.

## Municipal Aid

The Fiscal 2008 Budget provides nearly \$2 billion in municipal aid to New Jersey's 566 municipalities. Newly created is the 2008 Municipal Property Tax Assistance program at \$32.6 million. This funding represents a 2% growth of formula-based municipal aid, namely, Consolidated Municipal Property Tax Relief Aid and Energy Tax Receipts Property Tax Relief Fund aid. The \$32.6 million will be allocated proportionately to New Jersey's 566 municipalities.

The Consolidation Fund, newly funded at \$15 million in fiscal 2008, will augment the existing Sharing

Available Resources Efficiently (SHARE) program funding to encourage consolidation and shared services. The nearly \$20 million total for the Consolidation Fund and SHARE will allow the State to develop new incentives for municipalities, counties, and other local units to conduct their work more efficiently.

The appropriation for the Special Municipal Aid program in fiscal 2008 is \$132 million, representing 39% growth over the previous year's funding. This program provides assistance to municipalities facing severe fiscal conditions in recovering from fiscal distress and improving management and financial practices. As a condition of receiving such assistance, municipalities must agree to stringent controls as set forth by the Special Municipal Aid Act.

While level funding totaling \$1.7 billion is sustained in fiscal 2008 for several municipal aid programs outlined below, one-time legislative grants of \$35.9 million to certain municipalities have been discontinued. A substantial portion of the \$1.7 billion provides level funding to the State's two largest municipal aid programs, the Consolidated Municipal Property Tax Relief Aid program at \$835.4 million and the Energy Tax Receipts Property Tax Relief Fund program at \$788.5 million. Other programs that will continue to provide assistance at the fiscal 2007 level are listed below.

- Legislative Initiative Municipal Block Grant - \$34.8 million
- Municipal Homeland Security Assistance Aid - \$32 million
- Trenton Capital City Aid - \$16.5 million
- Highlands Protection Fund Aid - \$12 million
- Open Space Payments in Lieu of Taxes - \$9.5 million

This Budget also recommends reducing the Extraordinary Aid program by \$18 million, to \$25 million. This program provides aid to municipalities facing unexpected increases in costs that would otherwise lead to an unacceptably high spike in municipal tax rates. The provision of the 2008 Municipal Property Tax Assistance program at \$33

million is expected to mitigate the need for Extraordinary Aid in fiscal 2008.

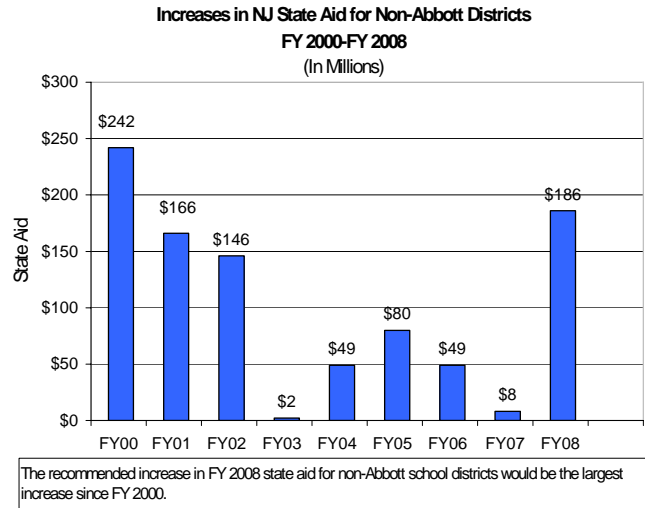
Funding for the Regional Efficiency Aid Program (REAP), \$11 million, is recommended for elimination in the Fiscal 2008 Budget. Since fiscal 2003, REAP assistance totaling \$52 million has been limited to 14 towns which achieved the largest per capita savings through consolidation of municipal services. The State payment provided an incentive and reward for their efforts to consolidate, but after five years of such payments, it is time to allow the residents of these towns to benefit from consolidations that have been implemented as a result of previous incentives.

## ***School Aid Funding for Non-Abbott Districts***

Governor Corzine recognizes the critical importance of adopting a new school funding formula and will work persistently toward that goal over the next year. For the Fiscal 2008 Budget, interim steps will be taken to target additional state aid to districts that are struggling to meet the educational needs of their students. All non-Abbott districts will receive a minimum 3% increase in formula aid. Beyond the across-the-board increase, additional aid will be targeted toward educational priorities that focus on the individual needs of the children. Additional resources will be provided for non-Abbott communities with high concentrations of children living in poverty. New aid will be provided to support expansion and enhancement of preschool and full-day kindergarten programs and for literacy programs. For further information on these new categories of aid, please see “School Aid,” later in this Chapter.

As shown in the chart “Increase in NJ State Aid for Non-Abbott Districts”, the Budget will provide a \$186 million increase in formula aid to these districts. This represents the largest increase in aid to non-Abbotts since fiscal 2000 and the largest percentage increase since fiscal 2001, and nearly equals the combined total increase received from fiscal 2003 to fiscal 2007. The increases are targeted to districts with the highest needs. The common methodology for comparing districts is through their District Factor Group (DFG), the approximate measure of a community’s relative socioeconomic status, which range from DFG “A” districts to DFG “J” districts. The neediest districts, DFG “A” and “B”, will see

average increases of 10.3% and 9%, respectively, and DFG “CD” districts will have average increases of 8%. The most affluent districts, DFG “J” will receive the 3% inflationary increase. These amounts exclude State payments made on behalf of the districts for pensions, Social Security, and post retirement medical benefits.



## ***Stem Cell Research***

Governor Corzine has spearheaded efforts to vault New Jersey to the forefront in stem cell research, with investments that have the potential to save and extend lives and lead us to cures that have previously been beyond our grasp. These investments will position New Jersey as a world leader in cutting edge research and yield results that could touch lives around the globe.

Our efforts have the potential to impact people the world over, in ways we can’t yet imagine. The true scope of this initiative may not be felt for a decade or even longer - when people around the world live vastly improved lives because of the work that will be done right here in New Jersey. For over a century, this has been our legacy as a state and we are preserving it.

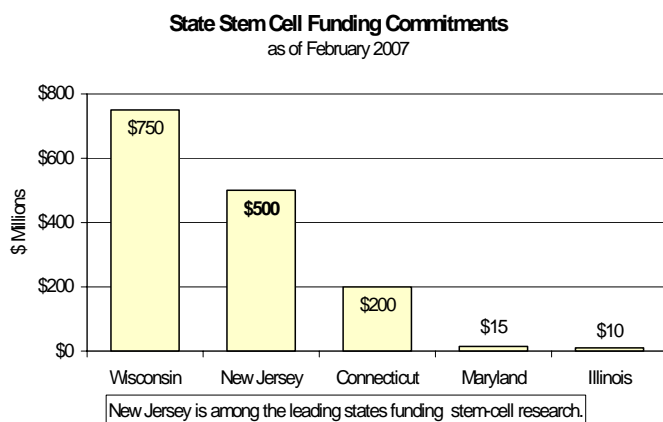
We are creating a statewide laboratory of interconnected research and collection centers that will help attract the best minds currently engaged in the field of stem cell research. The work performed in New Jersey’s stem cell research centers will soon



## SUMMARIES OF APPROPRIATIONS

stand as a shining beacon leading other researchers forward and giving hope to millions afflicted with incurable and untreatable injuries and diseases.

Altogether, New Jersey will commit more than \$500 million to stem cell research – building new facilities, recruiting new world-class researchers, and providing stable funding for our growing stem cell research community. These investments put us among the leading states in new stem cell investments, and with our long-established dominance in pharmaceuticals, will make New Jersey the most exciting and attractive place in the world for stem cell researchers and companies to locate.



Note: California not shown, since California's \$3 billion commitment is being legally disputed.

This Budget doubles the funding to \$10 million in fiscal 2008 for stem cell research grants through the Commission on Science and Technology, and continues to provide \$5.5 million for the New Jersey Stem Cell Research Institute in New Brunswick. These investments build on the foundation that we have already established to ensure that New Jersey remains a leader in stem cell research.

In fiscal 2007, \$270 million was authorized to build stem cell research centers and facilities for cancer and biomedical research in New Jersey:

- \$150 million to build the Stem Cell Institute in New Brunswick;
- \$50 million to build stem cell research facilities at the New Jersey Institute of Technology in Newark;

- \$50 million to a biomedical research center in Camden, which will be operated by a consortium of Rutgers, the Coriell Institute for Medical Research, the Robert Wood Johnson Medical School at Camden, and the Cancer Institute of New Jersey, South Jersey;
- \$10 million to the Garden State Cancer Center, in Belleville; and,
- \$10 million for the Eli Katz Umbilical Cord Blood Program, in Allendale, for cord blood collection in support of stem cell research.

In the coming year, Governor Corzine will work with the Legislature to secure passage and voter approval of a significant bond issue to provide a stable source of support for the researchers in these new laboratories. In the absence of support at the federal level, New Jersey's commitment to this critical research will ensure our continuing status as the medicine chest to the nation and the world.

### *EITC Expansion*

The Earned Income Tax Credit (EITC) is a targeted income tax benefit that helps low-income working individuals earn their way out of poverty and into self sufficiency. A major impact of the credit is to lessen the burden of payroll taxes for Social Security and Medicare that disproportionately affect lower income workers. Most EITC dollars go to working people who are raising children. In addition to the federal program first enacted in 1975, New Jersey has had a state EITC since 2000. Out of the 19 states and the District of Columbia that have a state EITC, New Jersey is the only state that cuts off eligibility below the level set by the federal program – a hard cut-off at \$20,000 rather than a gradual decline.

The fiscal 2008 budget includes \$64 million to expand the state EITC eligibility to match the federal criteria. The credit, the amount of which is determined by income and family size, will now be available for families with up to \$39,783 in earnings for a married family with two or more children (\$37,783 for a single head of household with two or more children adjusted annually for inflation). Additionally, workers without children will be eligible to receive EITC benefits for the first time. An estimated 292,600 workers will benefit from this expanded eligibility, which would increase total



program participation to approximately 500,000 workers.

This expansion would be the first step in a three step commitment to low-income workers. Step two, in fiscal 2009, would require raising the benefit level from 20% of the federal credit to 22.5%, and step three, in fiscal 2010, would involve raising the benefit level to 25% of the federal benefit.

### ***Economic Growth***

As a central focus of his administration, Governor Corzine in fiscal 2007 established the Office of Economic Growth (OEG). In September 2006, the Office unveiled the Governor's Economic Growth Strategy, aimed at building New Jersey's economic base and growing jobs. The strategy is organized around six core priorities to ensure that State government 1) supports economic growth; 2) develops a world-class workforce; 3) supports smart, sustainable growth and infrastructure investments; 4) supports and encourages innovation; 5) encourages entrepreneurship and growth of small, minority-owned and women-owned businesses; and 6) enhances global competitiveness of New Jersey's businesses and expands access to international trade opportunities.

Under the direction of the OEG, the Governor's Strategy is being implemented, strengthening New Jersey's business climate. These achievements include:

- Secured commitments from dozens of companies – including Bayer, Unilever, Citigroup and Campbell Soup Company – to expand in New Jersey, resulting in nearly 11,500 new jobs;
- Implemented Governor Corzine's Executive Order 34, establishing the Division of Small, Women and Minority Business Development;
- Established a new State business website ([www.nj.gov/business](http://www.nj.gov/business)) and a centralized business hotline (866-534-7789) to facilitate "one-stop" service delivery;
- Launched the Edison Innovation Fund to grow high tech businesses, with an initial commitment of \$150 million from the

Economic Development Authority and leveraging funds from private sources;

- Created the Urban Fund to stimulate investment in urban communities with an initial investment of \$185 million from the Economic Development Authority and also leveraging private sector funds;
- Established partnerships and utilized technology to promote business and commerce between New Jersey-based companies and foreign businesses.

### ***Other Key Initiatives***

In addition to the major policy initiatives outlined thus far, there are a myriad of other key programs that provide important services to citizens across the State. Many of these are noted in the sections that follow. The sections include brief narratives detailing critical budget issues and decisions for fiscal 2008.

### ***Education***

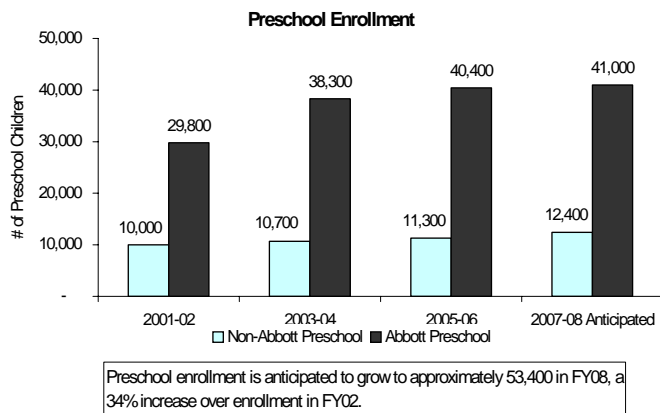
Support to education comprises over one-third of the Fiscal 2008 Budget, or nearly \$11 billion of the \$33.3 billion total State appropriation. This represents an increase of nearly \$580 million from fiscal 2007. Some of the more prominent programs are described below.

### ***The Preschool Advantage***

The importance of a quality education during a child's early years cannot be overstated. In light of this, the State has maintained a firm commitment to enhance preschool services for our children. Through the joint efforts of the Departments of Education and Human Services, the State comprehensively integrates educational, social, and family programs to promote academic and social development. The quality of this effort has attracted national attention, as the National Institute for Early Education Research continues to rank New Jersey's Abbott Preschool program as one of the best in the nation.

As the following "Preschool Enrollment" chart illustrates, the Department of Education expects preschool enrollment in the Abbott districts to grow to 41,000 for the 2007-2008 school year, a level that is approximately 38% higher than when the program

began in the 2001-2002 school year. This year's growth represents a small increase in what has become a program with leveling enrollments. If these enrollment levels are achieved, approximately 80% of all general education three and four-year-olds in the Abbott districts will be enrolled in a high-quality preschool program.



Since fiscal 2003, state aid has been provided to fund the dramatic increase in preschool enrollment in the Abbott districts. The Fiscal 2008 Budget recommendation includes \$246.3 million for Abbott Preschool Expansion Aid, as well as \$99.1 million in the Department of Human Services for programs offered before and after school for Abbott preschoolers.

A second form of state preschool aid—Early Childhood Program Aid—supports an additional 43,400 preschoolers and kindergartners in 132 high poverty districts around the State. The Fiscal 2008 Budget recommends \$330.6 million for this program. In fiscal 2005, a new category of early childhood state aid, the Early Launch to Learning Initiative, was introduced. The \$3 million recommended for this program in the Fiscal 2008 Budget will allow the program to run at the same level as fiscal 2007, increasing access to high-quality preschool for four-year-olds by creating new or expanded preschool programs in the low income districts that have participated in the program since its inception in fiscal 2005. In fiscal 2008, eligible districts will receive additional resources for early childhood and literacy programs through two new categories of school aid, Full-Day Kindergarten Supplemental Aid and Targeted At-Risk Aid. (See School Aid)

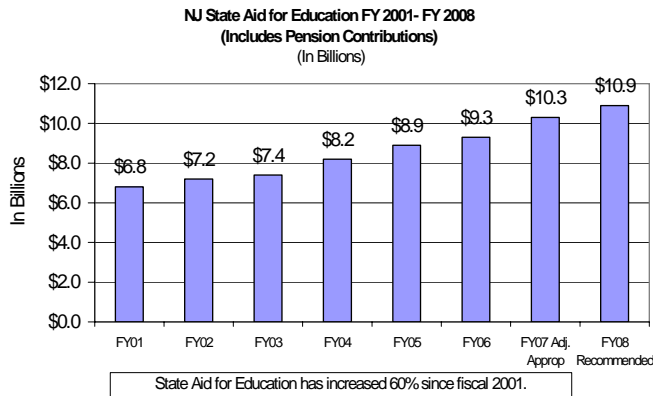
Governor Corzine is deeply committed to expanding high-quality preschool opportunities for all low-income students across the state. He recognizes that the current “patchwork” approach to early childhood education is inequitable. Three and four-year-old children in non-Abbott districts also need access to high-quality programs so they can enter school ready to learn. In the current system, there are some cases where Abbott students and non-Abbott students attend programs in the same community-based child care centers. In these settings, the non-Abbott families must pay for the programs, while the students who live in an Abbott district receive the program for free. Even if the children have the same demographic characteristics, their mere geographic difference determines whether they receive a free high-quality program or a costly one.

In order to address these inequities, high-quality preschool must be made available to all low-income students. In the Fiscal 2008 Budget, Governor Corzine has included \$10 million for the Preschool Expansion and Enhancement Grant program to improve the quality of preschool providers in non-Abbott districts. The appropriation will also support an independent needs assessment to determine what steps and resources will be needed to create a seamless preschool system for all low-income students.

The grants will be targeted to providers that serve the neediest students in non-Abbott districts. There will be a strong emphasis on expanding the capacity of Head Start providers, who serve students at or below 100% of the federal poverty level. The grants will be used to support certification efforts for classroom teachers, selection of a research-based curriculum and professional development, and other steps necessary to align these programs with the high-quality Abbott preschool programs.

## School Aid

State aid for school districts is the single largest purpose to which State funds are devoted, with a total recommended amount of over \$10.9 billion for fiscal 2008, as seen in the chart below. This number includes the significant contributions the State makes on behalf of local school districts for employee benefits and provides increases in funding for all New Jersey schools.



Overall, the Fiscal 2008 Budget recommends an increase of over \$300 million in school formula aid, including funding for new programs targeted to districts with the highest needs. It also includes \$557 million for the School Construction and Renovation program and \$113 million in School Building Aid. The combined total of these two programs represents an increase of \$188.4 million over the fiscal 2007 adjusted appropriation for these categories of aid. This funding will service State school construction debt on new and existing bond issues, as well as provide aid for qualifying local debt issued for school construction.

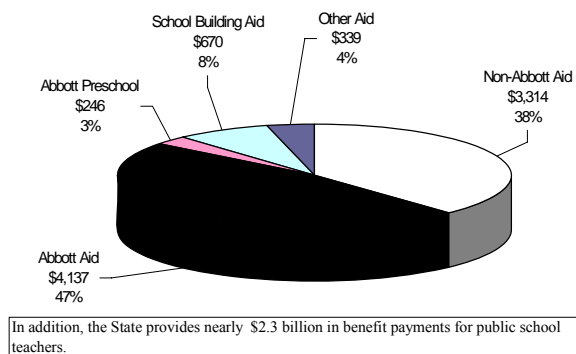
Increases in the Teachers' Pension and Annuity Fund, post-retirement medical benefits, and Social Security payments made by the State on behalf of the districts provide valuable contributions to local school districts both financially and educationally, since pension and benefits assist in recruiting and retaining qualified teachers. In fiscal 2008, these payments will increase \$61.9 million, to nearly \$2.3 billion. With these increases, it is anticipated that the State will support 44% of the total per pupil costs.

This Budget includes funding to ensure that parity is guaranteed for all Abbott districts. There are a limited number of Abbott districts in fiscal 2008 that are projected to be below the court-ordered parity with the wealthiest districts. A \$124.2 million increase in Education Opportunity Aid will allow for a 3% increase in state aid for the Abbott districts that are already at parity. However, the specific allocation to individual districts will be determined by the Department of Education via the Abbott budget review process.

This Budget also includes a \$3.1 million increase in Abbott Preschool Expansion Aid, an increase of \$19.1 million over projected actual fiscal 2007 spending for the program. As discussed above in the "Preschool Advantage" section, these funds are combined with Early Childhood Program Aid to support high quality, full-day, full-year preschool programs in all of the Abbott districts.

The Fiscal 2008 Budget recognizes that, due to a combination of increases in state aid and no required local levy increase in Abbott districts from 1997 through 2006, there are Abbott districts with relatively low total equalized tax rates. As a condition of receiving Education Opportunity Aid, Abbott districts below 120% of the state average total equalized tax rate will be required to contribute a greater local share toward the costs of educating students in those districts. The increased local share will not exceed \$125 per household and will not exceed the 4% tax levy cap adjusted for enrollment growth. This is the second year in which Abbott districts with relatively low tax rates have been asked to increase their local share to assist in supporting the costs of educating students. This requirement is part of the Administration's effort to ensure that Abbott districts are contributing their fair share toward the cost of education.

**Components of State Aid for Education in New Jersey, FY2008**  
(In Millions)



This Budget provides \$92.6 million for a 3% increase in state aid to non-Abbott districts in order to recognize the financial hardship caused by years of limited or no state aid increases. Since school formula aid has not been updated for changes in demographics and special education needs in recent years, all districts can use additional funding to

address the individual needs of their students. Aid to nonpublic schools also will increase 3%.

An Administration priority for education is ensuring that high quality early childhood education serves as the foundation for continued academic success for all students. This foundation includes a focus on the quality of students' kindergarten experiences. The benefits of full-day kindergarten have been documented in many studies. The Fiscal 2008 Budget includes \$26.2 million for Full-Day Kindergarten Supplemental Aid, a new program to assist districts currently providing full-day kindergarten. The Governor recognizes that districts that have used local resources to expand to full-day kindergarten deserve additional support from the State to provide this educational benefit to students and their families. The additional funding will benefit 185 districts and allow for quality enhancement. Funding will be distributed on a wealth-equalized basis in accordance with the current method used to fund the first half-day of kindergarten. The long-term goal will be to increase the number of full-day kindergarten programs.

Finally, this Budget recognizes that there are districts all across the state with high concentrations of low-income students who qualify for free and reduced price meals, and additional funding will be provided to such districts through another new category of school aid, Targeted At-Risk Aid. Districts with concentrations of 15% to 20% of students qualifying for free or reduced price meals will receive an additional \$250 per low-income student. Districts with concentrations greater than 20% will receive \$500 per low-income student under this new aid category. These additional funds must be spent on programs that will help close the achievement gap for the low-income students in these communities, such as literacy programs, preschool, and full-day kindergarten. Qualifying districts may use the funds to start new programs or enhance the quality of existing programs. This new State funding program recognizes that per-pupil spending in many non-Abbott districts with high concentrations of poverty is well below the state average and the average per-pupil spending in the Abbott districts. More than 200 districts will benefit from this new funding.

### **Promoting Literacy**

The Department of Education's Office of Literacy provides for the development of statewide math and reading literacy policies, along with support for literacy programs throughout the state. The increased attention being given to the instruction of students in the primary grades has resulted in gains in student achievement across New Jersey. However, according to assessment data, these gains are not sustained during the middle grades. In order to change this trend, significant changes in schools at all levels are required.

A grant from the National Governor's Association has allowed the Department's Adolescent Literacy Policy and Planning Committee to develop a research-based strategy that includes a comprehensive instructional model and intensive training program to improve literacy instruction and outcomes for middle school students. This program, Literacy is Essential to Adolescents' Development and Success (LEADS), began in three school districts in the summer of 2005. In fiscal 2007, the Department expanded the program to eight districts, and the proposal for the Fiscal 2008 Budget expands it to 18 districts.

Department staff also provides ongoing professional development to these districts, as well as to a consortium of 45 non-Abbott Special Education Literacy districts that are focused on reducing the classification of students affected by literacy deficiencies. The Department's literacy specialists assist in Literacy Assessment Team reviews, provide help to State intervention districts, and oversee the implementation of multiple literacy grant programs.

### **Special Education Grants**

Federal funding for special education falls short of federal pledges and shortchanges the needs of special education students. When the Individuals with Disabilities Education Act (IDEA) was established, the federal government promised to pay 40% of the per pupil expenditure. The federal government has never fully funded IDEA and for fiscal 2008 proposed funding is approximately 16% of the federal obligation. Governor Corzine recognizes this shortfall and in fiscal 2007 established a grant program to assist school districts in meeting the high costs of special education in New Jersey, which currently has an estimated 203,000 special education

students aged 3 to 21 throughout its public school system.

The Fiscal 2007 Budget included \$15 million to support students with autism spectrum disorders as well as \$4.5 million in new grants for local school districts to develop or enhance their special education programs. Continued funding for these grants does not appear in the Fiscal 2008 Budget, as these are multi-year programs with a grant period beginning in fiscal 2007. Therefore, expenditures for fiscal 2008 related to these grants will be supported by the fiscal 2007 appropriation. The autism grant program will run for 15 months from April 1, 2007 to June 30, 2008. The special education grant program will run for 25 months from June 1, 2007 to June 30, 2009.

The autism grants will be used to help districts with autism program planning and start-up costs, as well as professional development, personnel costs, special education teachers, program coordinators, behavior intervention specialists, parent outreach, transition planning, assistive technology, and instructional support. Individuals with autism have marked deficits in areas such as attention, imitation, communication, socialization, and motivation – skills that are the foundation for early education. This effort will be augmented by a \$5 million Governor’s Initiative in fiscal 2008 in the Department of Human Services for Addressing the Needs of the Autism Community. (For further details, see the “Human Services” section later in this chapter.) Approximately 7,400 New Jersey children between the ages of 5 and 21 have been diagnosed with autism spectrum disorders, and a recently released report from the U.S. Centers for Disease Control and Prevention found the highest rate for autism in northern New Jersey.

### **School Construction**

As defined by the Educational Facilities Construction and Financing Act of 2000 (EFCFA), New Jersey’s school construction program is the largest in the nation. This law established a comprehensive program for the financing, design, renovation, repair, and new construction of primary and secondary schools throughout the state. The New Jersey Schools Construction Corporation (SCC), a subsidiary of the New Jersey Economic Development Authority and one of the State entities that has a role

in administering the school construction program, is responsible for financing, designing, and constructing all of the school facilities projects in the Abbott districts and in districts that receive 55% or more in State funding for education. In addition, the SCC monitors the disbursement of grants previously approved for any of the remaining districts. To date, the SCC has opened 32 new schools and completed 31 projects involving additions and major renovations in Abbott districts, along with 354 health-and-safety projects. A total of 70 projects are currently underway, ranging from the construction of new schools to rehabilitating the interiors of existing schools.

EFCFA allocated \$8.6 billion for school construction programs for districts across New Jersey, of which \$6 billion was for Abbott districts, \$2.5 billion was for non-Abbott districts, and \$100 million was for vocational schools. Currently, all funds allocated have been spent or obligated. As a result, in February 2006, Governor Corzine issued Executive Order No. 3 that established the Interagency Working Group on School Construction (Working Group) to review the SCC and develop recommendations for reform.

Over the last year, the Working Group has completed three reports, which have described the reform efforts at the SCC and described the need for additional school construction projects. These reports outlined a methodology to prioritize projects consistent with the State’s educational policy. The original process funded projects as they were submitted for approval, rather than weighing their need relative to the limited resources available. In addition, the SCC has reformed its operational and financial management practices, making them more transparent and effective.

Furthermore, in school construction cases where there have been delays or cost over-runs, the SCC has begun legal efforts to recover funds on behalf of taxpayers. Recent efforts include suits for the recovery of the additional costs of projects affected by professional design errors; environmental cleanups incurred in connection with new school construction; and delays in project completions.

The Working Group has also provided details on the need for additional school construction projects. Based on the 2000 Long Range Facilities Plans, there

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are 315 unfunded school construction projects. While DOE is in the process of reviewing and approving the 2005 Long Range Facilities Plans, it is anticipated that substantial needs still exist.

The Working Group strongly recommends legislative reforms that will address the following five core issues: program governance; increasing the role, responsibilities, and accountability of school districts; land acquisition; the project approval process; and project delivery.

### **Youth ChalleNGe**

The Youth ChalleNGe program assists at-risk youth in a highly disciplined environment to get their General Educational Development (GED) high school

diploma. It is operated by the New Jersey National Guard (NG), which proactively changes the attitudes and future paths of youth who have problems with substance abuse and other criminal activity before it is too late.

Funding for this program is allocated on a 60% - 40% matching split between federal and state governments. The fiscal 2008 increase of \$350,000 will increase the number of graduates from 200 to 350 students per year.

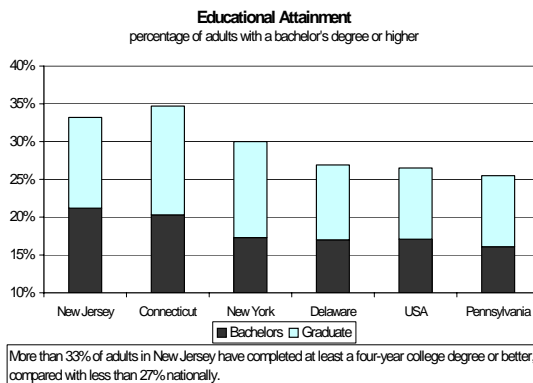
Youth ChalleNGe has been recognized nationally for “Academic Excellence” and has a post-graduation job placement rate of over 80%.

## Higher Education

One of New Jersey's greatest strengths is its highly educated population. Sustained investment in higher education is vital to New Jersey's long-term economic and social health.

Accordingly, this Budget provides \$2.2 billion in overall support of the State's higher education system in fiscal 2008. This Budget maintains New Jersey's commitment to a diversified, accessible system of higher education. In particular, programs providing need-based financial

assistance to students receive an increase of \$16 million in fiscal 2008, to \$236.3 million. This represents 88% of the total \$268.3 million in student financial aid, and assures that our neediest students will not be denied the opportunity to go to college.



Higher education benefits both the individual and society in a variety of ways. Educated individuals are less likely to be unemployed or live in poverty. Research has shown that, in addition to contributing more to tax revenues than others do, adults with higher levels of education are less likely to depend on social safety-net programs, generating decreased demand on public budgets. Higher levels of education also correlate with higher levels of civic

participation, including volunteer work, voting, and blood donation. New Jersey's highly-educated workforce is also a key inducement to companies

seeking to expand in or relocate to the Garden State.

The table summarizes recommended fiscal 2008 Higher Education funding by major program area. The overall increase of \$49.3 million from fiscal 2007 is largely due to increased operating support of \$50 million distributed proportionally to all higher education institutions and

<b>Higher Education</b> (In Millions)				
	<b>FY2007 Adjusted Approp.</b>	<b>FY2008 Budget</b>	<b>Change \$</b>	<b>%</b>
Colleges and Universities				
Senior Public Colleges and Universities	\$ 1,468.5	\$ 1,490.8	\$ 22.3	1.5
County Colleges	217.5	232.0	14.5	6.7
Independent Colleges and Universities	19.5	20.4	0.9	4.4
Student Financial Assistance	<b>250.2</b>	<b>268.3</b>	<b>18.1</b>	<b>7.2</b>
Educational Opportunity Fund	<b>40.6</b>	<b>40.6</b>	-	-
Facility and Capital Improvement Programs	<b>98.5</b>	<b>93.4</b>	<b>(5.1)</b>	<b>(5.2)</b>
Other Programs	<b>18.3</b>	<b>16.9</b>	<b>(1.4)</b>	<b>(7.6)</b>
Total Higher Education	<b>\$ 2,113.1</b>	<b>\$ 2,162.4</b>	<b>\$ 49.3</b>	<b>2.3</b>

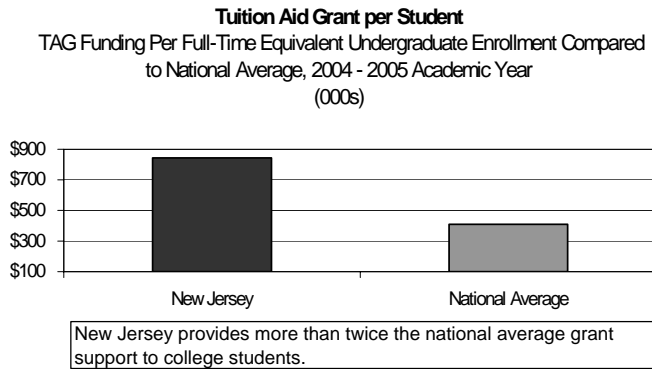
\$18.1 million for student aid programs, offset by anticipated savings in fringe benefits costs for college employees and other minor adjustments. Net fringe benefit savings of \$24.4 million are expected to result from the recently negotiated State labor contracts; however, this Budget fully funds the employer share of expected fringe benefits costs for State-funded employees of colleges and universities under the new contracts.

## Student Financial Assistance

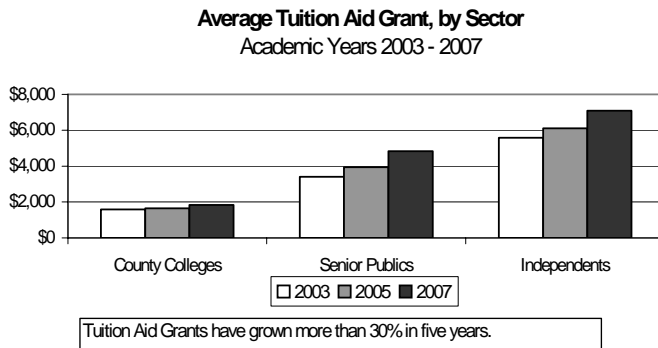
Even in this time of fiscal austerity, this Budget provides \$268.3 million in fiscal 2008 for the various student financial assistance programs, administered by the Higher Education Student Assistance Authority. An increase of approximately \$16 million is recommended for need-based student assistance programs, and an additional \$5.8 million is targeted for the New Jersey STARS merit programs. Funding for other non-need-based student aid programs is reduced by \$3.8 million. Overall, this Budget increases funding for student assistance by \$18.1 million, or 7.2%, from fiscal 2007.

## Tuition Aid Grants

New Jersey's student financial assistance programs continue to be among the strongest in the nation. New Jersey's flagship Tuition Aid Grant (TAG) program provides more than twice the national average grant support per student.



New Jersey's need-based TAG program generously supports low-income students at the State's senior public institutions, independent institutions, and county colleges.



This Budget provides \$230.2 million for the TAG program for full-time students in fiscal 2008, an increase of \$15.5 million. In addition, \$5.5 million is included for the Part-Time TAG for County Colleges program that was initiated in fiscal 2004. The \$553,000 increase in this program will support 10,627 recipients during fiscal 2008, 686 more than in fiscal 2007, with a \$517 average award.

## NJ Educational Opportunity Fund

The New Jersey Educational Opportunity Fund (EOF) was created by law in 1968 to ensure meaningful access to higher education for those who come from backgrounds of economic and educational disadvantage. This Budget maintains EOF funding at \$40.6 million in fiscal 2008; these programs will assist low-income New Jersey residents who are capable and motivated, but lack adequate preparation for college study, through a variety of programs such as Opportunity Program Grants, Supplementary Education Program Grants, the C. Clyde Ferguson Law Scholarships, and the Martin Luther King Physician-Dentist Scholarships.

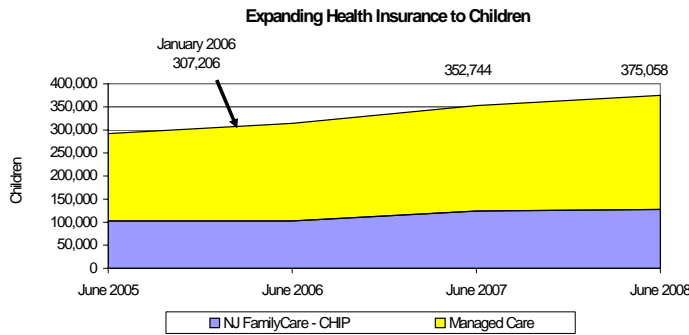
## Health Care Initiatives

### Access to Healthcare for Children

Governor Corzine has recommended \$5 million in growth for the Division of Medical Assistance and Health Services (DMAHS) to provide better medical care for our most vulnerable children by increasing reimbursements to pediatric service providers. The fact that New Jersey has the lowest Medicaid reimbursement rates in the nation has created a barrier to accessing care. Increasing the funding for pediatric services as of January 1, 2008, will increase access to primary care services and result in fewer Medicaid resources being spent on expensive and less appropriate settings such as hospital emergency rooms. In recommending these funds, the Governor has reaffirmed his position to provide quality medical coverage for this most vulnerable population.

In the Fiscal 2007 Budget, the Governor made it a priority to provide health insurance to 50,000 uninsured children by the end of fiscal 2007. This initiative is on track and by fiscal 2008 the State expects to reach 68,000 children through the Medicaid and NJ FamilyCare programs.





### Personal Assistance Services Program

Growth of \$3.5 million in the Personal Assistance Services Program (PASP) in the Division of Disability Services (DDS) is recommended to allow 150 potential beneficiaries to enroll in the program, which would eliminate the existing waiting list. PASP makes it possible for adults with physical disabilities to work, go to school, and engage in their communities by providing help with the activities of daily living.

### Office of the Medicaid Inspector General

Governor Corzine has made it a priority to reduce fraud, waste, and abuse in the State's Medicaid program. As part of that effort, this Budget assumes the enactment of pending legislation entitled the "Medicaid Program Integrity and Protection Act," which establishes the Office of the Medicaid Inspector General to coordinate such efforts. To ensure the integrity of the new Office, the legislation places it within the existing Office of the Inspector General, completely independent of the Department of Human Services; \$3 million is available to support its operations during fiscal 2008.

There are other promising initiatives already underway. In one prime example, Medicaid has implemented a claims software product that automatically audits and adjusts professional billing errors to avoid overpayments. This initiative alone is projected to save the State \$11 million during fiscal 2008.

### Updated Charity Care Formula

The New Jersey Hospital Care Payment Assistance Program (Charity Care) provides uninsured patients the opportunity to receive inpatient and outpatient services at acute care hospitals throughout the State of

New Jersey at a reduced cost or at no cost at all. To qualify, the resident must be ineligible for any private or governmental sponsored coverage (such as Medicaid) and meet both income and asset eligibility criteria.

For the first time in five years, Governor Corzine is recommending that the outdated Charity Care formula be changed. In fiscal 2008, the Charity Care allocation will incorporate the most recent Charity Care cost reports available. By using the most recent cost data, the Charity Care allocation of \$583.4 million will more accurately reflect the costs that hospitals are incurring to treat the uninsured.

### Global Budgeting—Nursing Homes

The objective of global budgeting is to promote the independence and choice of senior citizens and individuals with disabilities to live in their homes and communities. New Jersey strives to redirect long-term care away from an over-reliance on institutional care towards more home and community-based options. On April 21, 2005, an Executive Order established a "money follows the person" pilot program in Atlantic and Warren counties and set aside funding in fiscal year 2006 to rebalance long-term care. A total of \$30 million (State and federal) was appropriated for this Global Budget program and used to transition individuals out of nursing facilities and into less expensive community-based options. Assuming the pilot program proves to be successful and cost effective, global budgeting will be carried out statewide beginning in March of 2008. The program will operate within the existing level of funding as cited in the Independence, Dignity, and Choice in Long-Term Care Act, which was signed into law by Governor Corzine in June 2006. The Act will continue to ensure the reallocation of Medicaid long-term care expenditures to create a more appropriate balance between funding for institutional care and care provided in the community.

### Promoting Women's Health

In fiscal 2007, the rising cost of healthcare, combined with declining federal support, led Governor Corzine to commit \$2 million for the promotion of women's health through family planning services in the Department of Health and Senior Services' Division of Family Health Services.

As a result of this commitment, the program is currently on target to reach 4,500 new clients by the end of this fiscal year. To continue this positive momentum, Governor Corzine has expanded his commitment in fiscal 2008 by increasing family planning funding by an additional \$500,000.

Family planning services may be the only source of primary care for low income and working poor families who would otherwise not seek traditional preventive health care. These services help prevent unintended pregnancies, lower the rate of abortion and sexually transmitted diseases, and lower the risk of infant mortality. Funding also allows for prenatal care, HIV testing and counseling, and essential screenings for breast and cervical cancer, hypertension, and diabetes. New Jersey receives a solid benefit from this funding as every public dollar spent on family planning services saves an estimated \$3 in associated Medicaid costs.

### **Health Drug Price Website**

In fiscal 2007, Governor Corzine signed legislation which established the New Jersey Prescription Drug Retail Price Registry. The registry is available through the Division of Consumer Affairs website and will provide consumers with retail information for the 150 most frequently prescribed prescription drugs in the State.

The Director of the Division of Consumer Affairs, in consultation with the Commissioners of Human Services and Health and Senior Services will obtain drug price information for these prescription drugs that will allow consumers to comparison shop for drugs by name, dosage, and zip code. Consumers can then use this information to determine which pharmacies have the best price on prescription drugs they frequently purchase.

### **Medicaid and Long-Term Care**

In the Departments of Health and Senior Services and Human Services, the recommended Medicaid State Budget is \$3.7 billion. Much of the cost increase that is required for Medicaid is attributable to the NJ FamilyCare and Managed Care programs.

The fiscal 2008 growth for the NJ FamilyCare program is \$61.1 million, or 51% over the fiscal 2007 appropriation. The majority of this growth is

attributable to the State assuming costs that were previously funded by the federal government through the State Children's Health Insurance Program (SCHIP). The Fiscal 2008 Budget assumes that, beginning on October 1, 2007, the federal match on parents (excluding pregnant women) decreases from 65% to 50%.

In addition, more families will receive health insurance benefits. Legislation, sponsored by Senator Vitale in 2004 (the "Family Health Care Coverage Act"), expands health insurance enrollment to include eligible beneficiaries with income between 100% and 133% of the federal poverty level (FPL) over a three year period. Beginning September 1, 2007, enrollment will be expanded to eligible beneficiaries whose income does not exceed 133% FPL. The Medicaid Managed Care program also includes funding to expand health insurance benefits as part of Governor Corzine's initiative to expand health insurance to uninsured children.

The combined budget growth in both programs will provide health insurance to 68,000 additional children in fiscal 2008 compared to fiscal 2006.

Funding for prescription drugs will remain flat due to continued savings from the federal Medicare Part D program.

The Fiscal 2008 Budget continues to support senior services and long term care alternative programs by recommending \$859.1 million.

To help offset growth, the following cost containment measures have been taken in various Medicaid programs resulting in a total savings of \$38.2 million:

- Moving certain Managed Care populations into a capitation plan in which the State pays health maintenance organizations (HMO) a fixed capitation rate per beneficiary so that the HMOs become responsible for the service costs to providers.
- Auditing long-term care facilities to identify unnecessary spending.
- Requiring prior authorization of prescription drugs in the General Assistance program to offset drug inflationary growth.

- Eliminating 50% of the annual inflationary increase to Nursing Homes and Medical Day Care providers.
- Eliminating bed hold reimbursement to Nursing Homes - The occupancy rate in nursing facilities has been declining due, in part, to patients being transitioned to home and community based services. As a result, it is unnecessary for facilities to hold beds when patients enter a hospital.
- Cost sharing – New Jersey is one of only five states that does not require any type of cost sharing for Medicaid services. As a result, the following cost share initiatives are recommended to offset cost growth:
  - A \$2 co-payment for all prescription drugs, capped at \$10 per month per beneficiary.
  - A \$3 co-payment on outpatient hospital visits and a \$6 co-payment on all non-emergent visits to a hospital emergency room, capped at \$12 per month per beneficiary.
  - A \$3 co-payment in the Medical Day Care program.

## Federal Impact – SCHIP

The State Children's Health Insurance Program (SCHIP) is the source of federal funding for the NJ FamilyCare program (parents and children). FamilyCare serves nearly 700,000 in New Jersey, 75% of them children. Approximately 225,000 individuals are supported by SCHIP funding. The program provides health insurance to families based on income. It is free for a family of four with a yearly income of up to \$31,000. It charges a sliding scale for premiums and co-pays for a family of four with a yearly income up to about \$73,000.

The program was authorized by Congress in 1997. Because of historic underfunding by the federal government, NJ FamilyCare faces a substantial shortfall of approximately \$200 million over State fiscal years 2007 and 2008. In the past, Congress has allowed money to be redistributed from states that did not use their SCHIP allotments. This year, however, NJ FamilyCare will run out of money by May 2007, if

no new money is redistributed beyond the steps that Congress has already taken.

In addition to creating a problem for fiscal 2007, if funds are not restored in fiscal 2008 during the SCHIP reauthorization process beyond the amount that President Bush is proposing, the existing program supported by SCHIP will have to be restructured and additional resources will need to be found beyond what is included in the State's Fiscal 2008 Budget. This Budget assumes that Congress will act to restore the necessary funding. The only funding for SCHIP to replace lost federal funds in fiscal 2008 is \$40 million needed for the decrease in the federal matching rate for parents from 65% to 50%. Historically, the State had been able to take advantage of a 65% federal match on all State expenditures.

## Federal Impact – Medicare Part D

Beginning on January 1, 2006, Medicare Part D benefits were coordinated with the Pharmaceutical Assistance to the Aged and Disabled (PAAD), Senior Gold, and Medicaid Prescription Drug Programs, thus offering Medicaid dual eligibles (those eligible for Medicaid and Medicare) and senior citizens a federal prescription drug benefit. Medicare is now the primary prescription drug coverage for these beneficiaries. As a result, the State pays for drugs not covered by the Prescription Drug Plan (PDP) to make certain that access to drugs for seniors is not diminished. In keeping with past practice, PAAD and Senior Gold beneficiaries are responsible only for their respective co-payments.

The PAAD and Senior Gold programs effectively enrolled 177,000 beneficiaries into a Medicare Plan that best met their needs based on their prescription drug utilization. While enrollment in Medicare Part D is not mandatory for Senior Gold, more than 60% of beneficiaries in this program have voluntarily enrolled. This enrollment effort has resulted in savings for the State beyond those originally anticipated. Accordingly, the PAAD and Senior Gold budgets will be reduced by approximately \$73 million in fiscal 2008.

There are currently 144,000 dual-eligibles enrolled in Medicare Part D. There has been a 57% reduction in prescription drug expenditures as a result of the new federal program, but these savings have been offset

by a loss in pharmaceutical manufacturer rebates shifting to the Part D plans and increased State-only expenditures from co-payments on behalf of dual-eligibles. Further, the State is responsible for reimbursing the federal government for what it would have paid for dual-eligible prescriptions prior to the implementation of Medicare Part D. This is commonly referred to as the clawback and is estimated to cost the State \$286 million in fiscal 2008.

The Fiscal 2008 Budget recommendation includes funding to cover the copays and wraparound for dual-eligibles, the clawback, and nearly a quarter of a billion dollars in State funds for those clients not enrolled in Part D, such as those aged, blind and disabled without Medicare and prescription drugs for behavioral health services for the three quarters of a million clients in managed care.

### **Cost Shifts in Medicaid – Reporting Requirements**

The Bush administration is proposing a number of regulatory changes that may shift costs to the State. For example, the federal Centers for Medicare and Medicaid (CMS) plan to require submission of a four page form for each governmental provider including government financial reports and the provider's appropriations or contractual reimbursements. Submission is required for all governmental providers initially and for each future Medicaid State Plan Amendment (SPA). These requirements will increase existing work and may impact Medicaid reimbursement for at least 150 governmental providers participating in the Medicaid program. These providers include State, county, and locally operated medical facilities (hospitals, nursing homes, developmental centers, and residential treatment centers); school districts; and distinct agencies (DDD Community Care Waiver and DYFS). Using current assumptions, most governmental providers should be approved by CMS. However, county operated providers and school districts will require legal analysis to assure compliance.

### ***Human Services***

#### **Developmental Disabilities and Mental Health Placements**

In fiscal 2007, Governor Corzine provided \$3 million for housing capital, a \$50 million, three-year

institutional placement and home supports initiative for the Division of Developmental Disabilities (DDD), and \$10 million for a similar program in the Division of Mental Health Services (DMHS). The Governor remains committed to providing greater options and capacity to fully integrate the developmentally disabled and mentally ill into their communities through placement from institutions and home supports for families.

An additional \$10.1 million is proposed for DDD, which is dedicated towards consumers in the community, both in residential placements and in their own homes. This will help fund the Real Life Choices program, which enables individuals to continue living at home by self-directing services specific to their needs; new family support funding to expand respite care hours; the placement of individuals on the Community Services Waiting List who require immediate housing and support services; and continuation of day program services for individuals aging out of the educational system.

In DMHS, \$20 million will be dedicated to two main areas – continuing to implement the recommendations of the Mental Health Task Force and building on last year's initiative to begin placing individuals ready to live in the community out of psychiatric hospitals, as well as providing housing and supports for the mentally ill who would otherwise be homeless or living in conditions without access to care.

#### **Addressing the Needs of the Autism Community**

Governor Corzine proudly announces a \$5 million initiative to address autism in our communities. Based on recent studies, New Jersey's rate of diagnoses is 10.6 cases per 1,000 children, or 1 in every 95. When compared to the national average of 1 in every 150 children, it is clear that New Jersey needs to take greater steps in providing services, such as respite care, job coaching, transportation, and home supports. In addition, portions of this amount will fund research grants to various organizations to better coordinate State health policy which impacts the autism community.

#### **Community Provider Cost of Living Adjustment**

In concert with efforts to serve New Jersey's most vulnerable citizens, the State's network of community providers has become indispensable in the delivery of

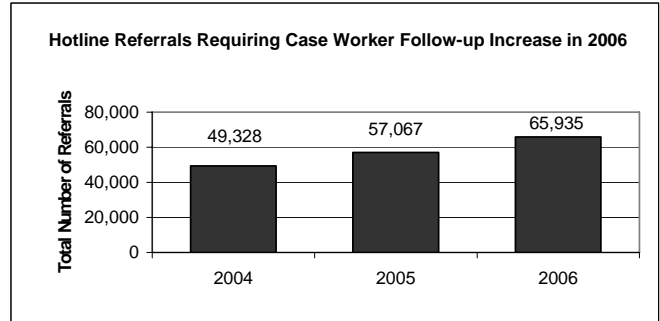
direct care to the developmentally disabled, mentally ill, and vulnerable children and families in our communities. Governor Corzine recognizes the important role these professionals fill, as well as the pressures that rising staff, energy, and transportation costs place on agencies. In order to maintain this high quality care, the Governor proposes a 2% community provider cost of living adjustment, beginning January 1, 2008 for providers contracting with the Departments of Human Services, Children and Families, Health and Senior Services, Labor and Workforce Development, and the Juvenile Justice Commission.

## Federal Impact - Welfare-to-Work

The federal Deficit Reduction Act of 2005 requires states to document that 50% of families receiving welfare are engaged in work and job preparation activities. In order to provide opportunities for participants to become gainfully employed and to comply with federal regulations, growth is required in the following areas, which were funded by one-time federal resources in fiscal 2007: \$14.4 million for work activity program slots in the Department of Labor and Workforce Development; \$9.7 million for child care slots so parents can work effectively, in the Department of Human Services' Division of Family Development; and \$4 million for a system to report hours worked.

## Department of Children and Families

In fiscal 2007, one of Governor Corzine's top priorities was turning around New Jersey's child welfare system through the creation of the State's first cabinet agency devoted to safeguarding vulnerable children and strengthening their families. Since that time, the Department of Children and Families (DCF) has aggressively implemented a data-driven reform plan, measuring performance and outcome targets for children in areas including referrals for abuse/neglect investigations, finalized adoptions, licensed resource families and staff caseloads. In fiscal 2008, DCF will continue to implement the requirements of the settlement agreement. Investments in children and families will grow in the Division of Youth and Family Services (DYFS) by \$20.5 million in fiscal 2008 due to the caseload increases, an additional \$29.5 million for annualized program and staff costs, and \$7 million for other services.



In calendar 2006, DCF experienced an historic surge in the number of calls reporting child abuse and neglect to the Statewide Central Registry hotline, but due to investment in staff and systems, the caseloads continued to decline. By November 2006, DYFS was on target in hiring caseload-carrying staff, having achieved 95% of the fiscal 2007 goal of 2,444. Additionally, DCF licensed 1,280 new resource (foster and adoptive) families in calendar 2006, more than in either of the prior two years, and the agency achieved its first net gain of 209 families in at least five years. Most notably, over this same period DCF made substantial progress in building specialized adoption practices in DYFS local offices, which enabled the State to exceed its target of 1,100 finalized adoptions by 275.

DCF is also engaged in an ambitious "right-sizing initiative" with counties and community organizations to identify the needs of children with mental health issues and build a continuum of services that can be accessed before crisis situations develop. A large part of this effort to improve outcomes requires a substantial investment in training staff. In fiscal 2006, DCF embarked on a pre-service training program for new workers that included a new, mandatory module on abuse and neglect investigative training. DCF trained more than three times as many DYFS staff in calendar 2006 than in the previous year, and more than doubled the number of training courses delivered to staff, supervisors, and managers across the agency.

## Public Safety

### Homeland Security

Governor Corzine recognizes that protecting New Jersey's citizens and critical assets is the top priority

for the State of New Jersey. We have entered into a new threat era with acts of terrorism, natural disasters, catastrophic events, and pandemics that requires a new all-hazard operations paradigm in our approach to homeland security and emergency preparedness.

Because of our State's location and our highly developed infrastructure, funding is needed to protect New Jersey's ports, chemical plants, bridges, tunnels, highways, and transit systems. Governor Corzine will continue the funding of \$15 million for homeland security needs throughout the State, supporting critical projects such as interoperable communications, tools for intelligence sharing, and enhanced infrastructure protection.

In March of 2006, Governor Corzine signed an executive order to establish the Office of Homeland Security and Preparedness (OHSP). The Office provides oversight for all homeland security and counter-terrorism related efforts. The Office has multiple responsibilities including, but not limited to, the following:

- **Grants** — Oversees and distributes discretionary State and federal homeland security preparedness funds solely on basis of risk (i.e., threat, vulnerability and consequence).
- **Preparedness Exercises** — Conducts regular exercises, such as tabletops (i.e., drills) and other simulations, to assess and prepare responses for terrorist and "all hazards" incidents.
- **Training** — Provides training to law enforcement personnel and other individuals involved with homeland security and emergency preparedness responsibilities.
- **Investigations** — Conducts joint investigations related to potential terrorist activities with the New Jersey State Police, the FBI's Joint Terrorism Task Forces, and other entities.
- **Intelligence Gathering and Sharing** — Collects, analyzes and shares intelligence data affecting New Jersey with the proper public agencies and private sector groups.
- **Clearinghouse for Legislation** — Reviews all State legislation concerning counter-terrorism and preparedness issues and makes recommendations to Governor's Office.

- **Protecting Critical Infrastructure** — Works with private industry, which controls 85% to 90% of New Jersey's critical facilities, to protect those facilities against potential terrorism and other hazardous incidents.
- **Protecting Civil Rights and Liberties** — Works with the New Jersey Office of Public Advocate, which has established a public ombudsman to help ensure that citizens' rights and civil liberties are protected, in matters of homeland security and preparedness issues.

### Federal Impact – Homeland Security Grants

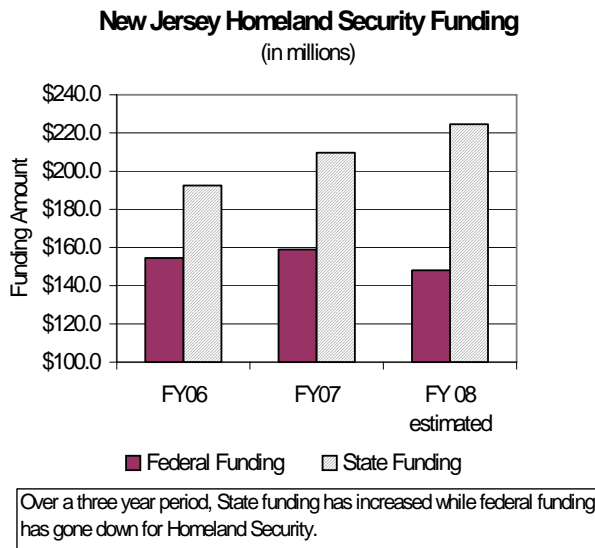
The President's budget request for federal fiscal 2008 includes an overall reduction for the federal Department of Homeland Security's major homeland security grant programs.

Two of the grants, the State Homeland Security Grant Program and the Law Enforcement Terrorism Prevention Program are shared by State and local governments, with 20% allocated to the State and 80% allocated to the counties/municipalities. The third major homeland security grant is the Urban Area Security Initiative, funding for which is fully dispersed to the counties for local use.

For the three major homeland security grants, the amounts allocated by the federal government to be shared by all 50 states have been significantly reduced. The State Homeland Security Grant Program has a proposed appropriation of \$187 million nationally, which represents \$338 million less than the federal fiscal 2007 level of \$525 million. This is a 64% reduction in one of the largest resources from the federal government for homeland security funding. The Law Enforcement Terrorism Prevention Program proposed appropriation is also reduced by 30% to \$263 million, down by \$112 million from the federal fiscal 2007 level of \$375 million. The Urban Area Security Initiative is also reduced by 22% to \$600 million, a cut of \$170 million from the federal fiscal 2007 level of \$770 million.

In forecasting the grant awards, there are two distinct amounts that are allocated to each state. There is a base amount, which is equal for every state, and there is also an amount allocated based on a risk formula. The greater the risk for terrorist threats, the greater the amount allocated to that particular state. The new

risk formula for federal fiscal 2008 has not yet been approved by Congress. Once approved, New Jersey will know if overall homeland security related funding was increased or decreased for the new federal fiscal year.



## State Police

Based on P.L. 2005, c.311, the motor vehicle registration surcharge dedicated to the Division of State Police increased from \$1.00 to \$4.00 per registration. This funding provides for the purchase of new helicopters, maintenance of the existing fleet and the operation of the New Jersey Emergency Medical Service Helicopter Program as well as training of new State Trooper recruit classes. The Emergency Medical Service Helicopter Program is run by both the Department of Law and Public Safety and the Department of Health and Senior Services. A small portion of this revenue is shared with the Department of Health and Senior Services. The surcharge increase of \$3.00 is estimated to increase revenues by \$25.6 million for a total of \$34.2 million in fiscal 2008.

The Division of State Police will use a portion of this revenue for its helicopter replacement program. The new helicopters will contain the most updated equipment to ensure reliability and safety.

In addition, this revenue will support new recruit training classes. The State Police will provide two new training classes that will graduate 200 new State

troopers in fiscal 2008. With attrition, New Jersey will increase the total number of State troopers from 2,963 to 3,067 by the end of fiscal 2008. (See chart entitled "New Jersey State Trooper Strength".)

The Division will also use the revenue to purchase new State trooper vehicles. With a three year line-of-credit, the Division will purchase 250 vehicles in fiscal 2008. Because of the annual continuation of this revenue source, the Division is able to plan for the purchase of new vehicles to replace high-mileage vehicles on an ongoing basis.

## New Jersey State Trooper Strength

Year	Number of Troopers Beginning of Year	Academy Graduates	Annual Attrition	Number of Troopers End of Year
FY 1998	2,585	112	(86)	2,611
FY 1999	2,611	150	(82)	2,679
FY 2000	2,679	0	(99)	2,580
FY 2001	2,580	165	(92)	2,653
FY 2002	2,653	228	(103)	2,778
FY 2003	2,778	80	(120)	2,738
FY 2004	2,738	50	(136)	2,652
FY 2005	2,652	279	(117)	2,814
FY 2006	2,814	214	(71)	2,957
FY 2007	2,957	102	(96) *	2,963 *
FY 2008	2,963 *	200 *	(96) *	3,067 *

\* Projected

(a) FY 2008 numbers assume the following:

- 146th class expected to graduate in July of 2007 - 50 Troopers
- 147th class expected to graduate in September of 2007 - 50 Troopers
- 148th class expected to graduate in January of 2008 - 100 Troopers

## Domestic Violence

Nationwide, one in four women report they have been physically or sexually assaulted by an intimate partner. Domestic violence affects families of all different backgrounds, and survivors of domestic violence need support and security. In fiscal 2007, Governor Corzine committed an additional \$1 million to address violence against women through the Department of Law and Public Safety's (LPS) Division of Criminal Justice STOP Violence Against Women Act and the Victims of Crime Act. In fiscal 2008, Governor Corzine increased his commitment by an additional \$500,000 for a total increase of \$1.5 million since he took office. LPS distributes grants to support domestic violence survivors through non-profit agencies and other programs. These programs provide legal and medical assistance, counseling, and access to other important community programs to address domestic violence and related issues. This



increase will ensure that many more women and their families will receive the support they need.

## *Fighting Gang-Related Violence*

Gangs and gang related violence are an increasing threat in New Jersey's cities and suburban areas. This budget includes funding in the Departments of Law and Public Safety and Corrections to address gang related issues. In fiscal 2008, \$1 million of Governor's Priority funding is continued in the State Parole Board to provide alternative community programs for parolees affiliated with gangs. Operation CeaseFire reduces gun violence by improving arrest rates, decreasing retaliation, and changing the culture of violence through community outreach.

Fiscal 2008 funding for Operation CeaseFire includes an increase to \$850,000 to support continued efforts to address crime such as prevention, enforcement, and reentry. These initiatives will be coordinated by the Attorney General's recently reorganized units within the Division of Criminal Justice and the New Jersey State Police.

Project Phoenix and related gang prevention activities, funded at \$150,000 in fiscal 2008, provide educational information on the danger of gang involvement to high risk school districts targeted through the Juvenile Justice Commission.

## *Helping Troubled Youth: The Juvenile Detention Alternatives Initiative*

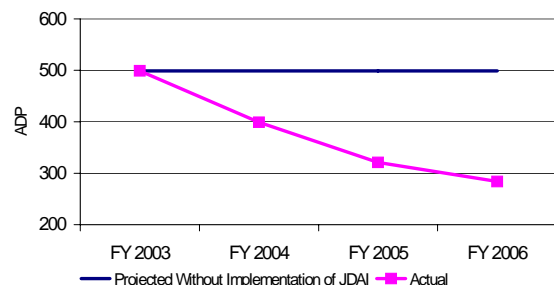
The Juvenile Detention Alternatives Initiative (JDAI) was developed in response to national trends reflecting a drastic increase in the use of secure detention for juveniles despite large decreases in juvenile arrests. This situation ultimately resulted in the overcrowding of youth detention centers nationwide.

The goal of JDAI is to reduce the number of youth inappropriately held in secure detention while maintaining public safety and ensuring that these youth appear for scheduled court dates. The JDAI also works to improve conditions in secure detention for youth who require that level of supervision. To address these issues, the program focuses on a number of core strategies including: the implementation of effective admissions policies and

practices; the enhancement of juvenile alternatives to secure detention; the identification of strategies to reduce racial disparities in secure detention; the reduction of delays in case processing that could unnecessarily extend the stay at a secure facility; and challenges presented by "special populations", including youth admitted for violations of probation and youth awaiting dispositional placement.

The JDAI, currently funded through a private grant from the Annie E. Casey Foundation, exists in five counties in New Jersey. Results in the five pilot counties have been dramatic. Comparing 2003, before the implementation of this program, to 2006, the average daily population (ADP) for detention centers in New Jersey has decreased by 43.1%. These reductions primarily impact minority youth. Through this Governor's initiative, the program will be expanded to ten counties in fiscal 2008.

Detention Centers' Average Daily Population (ADP) Decreases with the Implementation of the Juvenile Detention Alternative Initiative (JDAI)



In FY 2003, prior to the implementation of JDAI, the juvenile detention center ADP in 5 pilot counties averaged 499 juveniles/day. After JDAI, the ADP decreased by 43.1%, or 215 juveniles/day within 3 years.

## *Providing Appropriate Treatment for Juveniles*

The Juvenile Justice Commission (JJC) currently administers the Life Skills and Leadership Academy (LSLA), which provides 50 secure care beds for juvenile offenders. The program is no longer cost effective because the level of security, which is currently provided by uniformed correction officers, exceeds the safety and security parameters required for these juvenile residents.

The juvenile population enrolled in the LSLA can be managed in a less restrictive environment. Therefore, JJC is converting the LSLA to a more appropriate program delivery system by contracting with a third-party provider, Project Use, to establish a residential program with age appropriate educational, social, and



work skills training. These learning skills should better equip these youths to re-enter the community. By completing this conversion, the JJC will increase residential and transitional living bed space by 50 and reduce secure bed space by the same amount. A fiscal savings of \$1.6 million is achieved through this conversion.

*Supporting Re-Entry to Combat Recidivism*

Sound re-entry policy and programs reduce recidivism, promote individual responsibility, and help former prisoners become productive members of their communities. This Budget provides \$1 million to the Department of Corrections for a new re-entry initiative to assist and guide inmates on re-entry into community life.

*Proposed Salary Increases for Judges*

The last salary increase for New Jersey judges was authorized by legislation signed on January 1, 2000. Since that three-step increase was implemented, New Jersey judges have fallen nearly \$25,000 behind their federal counterparts. First-year attorneys at some of the state's largest law firms are offered starting salaries higher than a Superior Court judge's salary of \$141,000.

The State is losing experienced judges and recruitment of highly qualified attorneys for positions on the bench will be hampered without an alignment of judicial salaries with the federal bench and with other states. In the past three years, 73 New Jersey judges have left the bench. Of those, 26 retired at the mandatory retirement age of 70. An additional 47, or 64 % of the experienced judges who left the bench, did so for other employment.

For these reasons, the Fiscal 2008 Budget provides the first phase of an initiative that will help prevent New Jersey judges from falling even further behind. This will serve to ensure the quality of New Jersey's court system and retain experienced judges by providing salary increases over a three year period. Fiscal 2008 will see judges' salaries increase by approximately 5.7%.

***Employee Benefits Reform***

Recent contract negotiations between the State and representatives of its public employees show a

commitment from the Administration to control rising employee benefit costs. Consistent with recommendations from the Joint Legislative Committee for Public Employee Benefits Reform, the proposal includes provisions that would increase cost-sharing of health care benefits for active and retired State employees and also increase employee contributions to the State's pension systems. The negotiated agreement would become effective July 1, 2007, and exclude members of the Judicial and State Police unions, whose contracts expire on June 30, 2008.

The agreement requires active State employees to contribute 1.5% of their salary towards health care costs. Contributions towards the cost of health care for local employees and educators are negotiated at the local level. Health plan changes are also projected to yield long-term savings replacing the Traditional and NJ Plus plans with a preferred provider organization (PPO). Active State employees in the State Health Benefit Program (SHBP) will also pay increased co-pays for doctor and emergency visits and for prescription drugs.

The negotiated pension benefit reforms will require legislative action. They include creating a defined contribution plan to cover earnings in excess of the social security cap for new hires, increasing employee pension contributions for all employees, and increasing the retirement benefit age for newly hired members. Effective July 1, 2007, a defined contribution pension plan will be created to cover earnings above the social security limit cap of \$97,500 for new State, municipal, and educational employees. Other reforms in pending legislation related to pensions for newly elected and appointed officials would also reduce future pension cost increases.

Anticipated savings are also projected by increasing employee contributions to the PERS and TPAF pension systems from the current 5% to 5.5% of an employee's annual salary. The increase in employee contributions begins to address the substantial unfunded liabilities in the systems.

For PERS and TPAF members hired on or after July 1, 2007, the retirement age will be increased from 55 to 60. When those members retire between ages 55 and 60, their retirement benefit will be reduced by 1%

per year prior to age 60. For those members who retire prior to age 55, a continuation of the current 3% reduction will apply for every year below age 55.

To help offset the increase in member cost-sharing for health benefits and the increase in pension contributions, salary increases of 3% in years one and two and 3.5% in years three and four will be paid to State employees for a net increase of 11% over four years. Unlike many earlier contracts, the proposed contract calls for an even distribution of salary increases across the full term of the agreement, rather than being back-loaded.

The Administration supports this proposal based on its emphasis on reducing long-term costs and providing long-term stability and security to the pension and health benefit system. While the agreement will produce savings this year, the real benefits will be felt over the next two or three decades.

Over the long run, this agreement will protect the stability and solvency of the benefit structure for taxpayers and public employees alike.

### ***Environment***

The Fiscal 2008 Budget continues to fund critical Department of Environmental Protection (DEP) programs, including the Watershed Restoration Projects program, the Diesel Emissions Reduction program, the Shore Protection program, and the Highlands Council. Additionally, as a result of a recent change in the constitutional dedication of 4% of the Corporation Business Tax (CBT), a new appropriation of \$19.1 million is recommended for Recreational Land Development, providing capital funding for parks, forestry, wildlife management areas, and historic sites. New funding is also provided for non-lethal Black Bear Management and for an Ocean/Wind Power Ecological Baseline Study.

#### **Watershed Restoration Projects**

The Fiscal 2008 Budget continues Corporation Business Tax (CBT) dedication funding for Watershed Restoration Projects at \$2.7 million, augmenting the \$5 million appropriated for this purpose in fiscal 2007. Individual regional watershed and stormwater management committees have

identified close to \$100 million in watershed restoration projects that are necessary to address the ongoing sedimentation and pollution of impaired ponds and streams. With the funding provided in fiscal 2007, the Department of Environmental Protection has initiated four projects:

- Wreck Pond Restoration Plan – Watershed Restoration. The Department is working with Monmouth County on upstream erosion and pollution prevention projects to reduce the sediment accumulation in Wreck Pond, whose discharge is the source of most of New Jersey's ocean beach closings (i.e., in fiscal 2005, it accounted for 45 out of 52 beach closings in the state);
- Pequannock River Temperature Impairment – Characterization, Assessment and Management Plan;
- Delaware and Raritan Canal Tributary Assessment and Nonpoint Source Management Project with Franklin Township; and
- Strategic Water Quality Improvement Plan for Surface Water Quality Improvements of the Long Swamp Creek Watershed.

The fiscal 2008 appropriation will enable DEP to complete these projects and also restore other watersheds including Greenwood Lake, Lake Carasajlo, Rockaway River, Cooper River and the Sandler's Woods portion of Newton Creek. The Department will continue to use these CBT funds to match federal grant monies.

#### **Diesel Emissions Reduction**

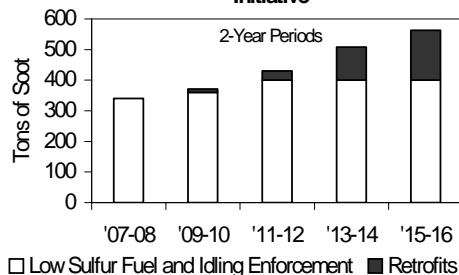
The Corporation Business Tax dedication for the Diesel Risk Reduction program will amount to \$21.6 million in fiscal 2008, bringing total State appropriations for diesel emissions to over \$59 million since the program was initiated in fiscal 2006. The program is on the verge of adopting rules to implement the Diesel Retrofit Law, which aims to reduce diesel exhaust emission levels through the use of ultra-low-sulfur diesel fuel, prevention of idling, and retrofitting of 40,000 vehicles, with initial focus on school buses, garbage trucks, and transit buses.

Specific requirements for school buses include the installation of closed crankcase ventilation technology

to prevent under-hood engine emissions from entering the cabin. Other vehicles are required to install tailpipe control technology to reduce fine particle emissions and public exposure to diesel exhaust. Once the rules are adopted, certain procedures (e.g., fleet inventory and fleet plan submission by vehicle owners and State contracts with authorized installers of retrofit devices) must be followed for installers to be reimbursed.

To date, this program's outreach efforts have resulted in the installation of over 4,000 "No Idling Zone" signs throughout the state and nearly 100 school districts have signed a No Idling Pledge for buses. The program continues to promote idling alternatives, including electrification of truck stops and rest areas. Additionally, the Diesel Risk Reduction program is expected to complete a study to assess the need to further reduce cabin pollution levels in school buses.

**Harmful Soot Reduced through Diesel Emissions Reduction Initiative**

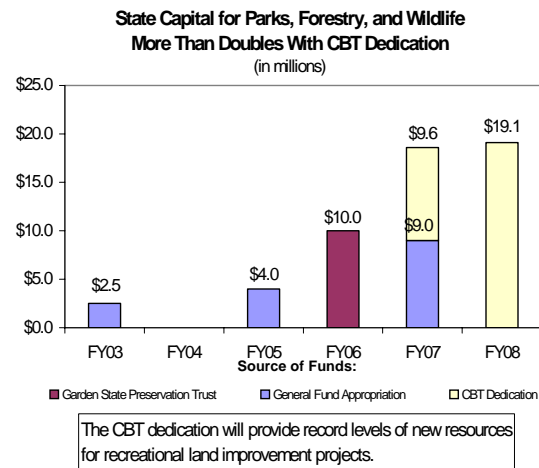


By 2016, the Diesel Emissions Reduction program will have eliminated 565 tons of soot from the atmosphere.

## Recreational Land Development – Constitutional Dedication

The recent constitutional amendment dedicates \$19.1 million of Corporation Business Tax (CBT) revenue to State parks, forests, wildlife management areas and historic sites to begin to address an estimated \$250 million in deferred capital and maintenance needs. As dictated by the constitutional amendment, annual funding will range from \$14 million to \$19 million through 2015 and is expected to grow to over \$30 million annually thereafter. This marks the first time that a stable source of capital funding has been provided for the State's natural resource facilities, thus enabling the Department of Environmental Protection to create a long-term plan to preserve those assets.

Specific projects consist of restorations to State-owned historic sites (e.g. Waterloo Village, Walt Whitman House, the homestead of Dr. James Still), construction of a new forest nursery pesticide building, urban park development, and renovations to various recreational areas throughout the state. DEP will also undertake critical health and safety improvements, including demolition of unsafe structures, asbestos removal, lead abatement, air quality improvements, and fire safety projects.



## Black Bear Management

Reflecting Governor Corzine's commitment to non-lethal black bear management, the proposed Fiscal 2008 Budget recommends \$850,000 in new funding for research, education, and control. Non-lethal management is consistent with the decision to cancel a six-day bear hunt in fiscal 2007. Following the lifting of a 35-year ban in 2003, two hunts resulted in the killing of approximately 600 bears.

Human safety concerns are a critical aspect of black bear management. The state's growing black bear population has adapted to living in close proximity to people, taking advantage of human-derived food sources. Through public education, however, people can learn how to modify their behavior and take the precautions necessary to avoid conflicts with bears. With some modest adjustments and adherence to common-sense regulations, public safety can be ensured.

## Shore Protection Projects

As in previous years, \$25 million will be appropriated for the Shore Protection program to protect and

replenish New Jersey's public beaches. This dedicated appropriation will leverage up to \$49 million in federal funding and \$6 million in local funds. The projects planned for fiscal 2008 include beach fills and construction of public access points at Long Beach Island, North Wildwood and Ocean City. In fiscal 2007, the program completed beach replenishment in Surf City and intends to continue existing projects for shoreline stabilization in Island Beach State Park, bulkhead installation in Keyport and Waretown, and flume reconstruction in Fletcher Lake.

### **Highlands Water Protection and Planning Council**

The \$3 million recommended in the Fiscal 2008 Budget for the Highlands Council will continue to fund the Council's operations as well as the adoption of the Regional Master Plan. The November 2006 release of the draft Regional Master Plan marked a historic moment for the Council. The Plan outlined the regional land use policies and strategies required to satisfy the provisions of the Highlands Water Protection and Planning Act, and will guide future land use, water resource protection, land preservation, and economic development for the Highlands region. The next phase of development includes completion of the final Plan, evaluation of municipal proposals and ordinances for 88 municipalities and seven counties to ensure conformance with the Plan, and project review. The successful implementation of the Plan is essential to the protection of 859,000 acres of land in northern New Jersey that provide over 115 billion gallons of water each year to State residents, businesses and industries.

### **Ocean/Wind Power Ecological Baseline Study**

The Fiscal 2008 Budget provides a total of \$4.5 million in dedicated funding, which includes \$2 million from the Clean Energy Fund, to support an Ocean/Wind Power Ecological Baseline Study. In April 2006, the Blue Ribbon Panel on Development of Wind Turbine Facilities in Coastal Waters recommended baseline studies of New Jersey's coastal waters to develop spatial and temporal information regarding ocean uses and living natural resources. The scope of work includes the collection of field data over an 18-month period on the distribution, abundance and migratory patterns of avian, marine mammal, marine turtle, and other species in a study area extending approximately 15

miles offshore and 1,000 square miles in size. The results of this study will help to inform the decision to place up to 80 wind turbines, which will provide a new source of clean energy for the state. In addition, these studies will provide significant data to better understand and characterize the natural resources in the offshore waters of New Jersey, allowing the State to develop a more comprehensive strategy for our ocean resources.

### **Federal Impact - Clean Water State Revolving Fund**

The President's Fiscal 2008 Budget continues to reduce funding for the Clean Water State Revolving Fund (SRF) program. Over the past four years, federal funding for New Jersey's Clean Water SRF program has declined 51%, from \$54.7 million in fiscal 2004 to \$26.7 million proposed in fiscal 2008. This ongoing reduction will significantly impede the New Jersey Environmental Infrastructure Financing program's ability to satisfy localities' growing demand for zero- and low-interest loans, which finance clean water infrastructure improvement projects. In the last year alone, the number of applications for local clean water projects increased 29%, from 42 applications in 2006 to 54 applications in 2007. It is estimated that the current need for these projects in the State amounts to \$15 billion.

### ***Veterans' Affairs***

#### **Support Services for Returning Veterans**

The State of New Jersey is grateful to the veterans of Iraq and Afghanistan for serving with honor, decency, and resolve. They have earned our respect, admiration, and appreciation. Currently serving in Iraq and Afghanistan, there are 3,169 active duty soldiers, 862 federal reserve troops who had been on inactive status but were called up, and 898 New Jersey Army and Air National Guard, for a total of nearly 5,000. As of February 2007, we have lost 84 New Jerseyans in these conflicts. This initiative will provide \$1 million in grants through the Department of Military and Veterans' Affairs to provide support to returning veterans and their families. This support will be made available through grants. The funds will be used specifically to aid veterans returning from Iraq and Afghanistan and give them priority service, in order to assist their rehabilitation and help them to reintegrate back into the community.

**Post Traumatic Stress Disorder Treatment for Veterans**

Beyond celebrating their safe return, Governor Corzine recognizes the need for support programs that assist veterans in acclimating to civilian life with their families and loved ones. In response to current conflicts and the deployment of New Jersey members of the Armed Forces and National Guard, particularly in Afghanistan and Iraq, the number of counseling sessions for post traumatic stress disorder is projected to grow to 16,848 in fiscal 2008, an increase of 161% over the past three years. To ensure that our men and women in uniform receive the services they need, the Governor is committed to meeting the increased demands by providing an additional \$500,000 of funding in fiscal 2008, for a total of \$1.3 million.

**World War II Memorial**

To honor the State's veterans of World War II, who made the greatest sacrifice in our behalf, this Budget provides an additional \$1 million toward the construction of the World War II Memorial in Trenton. When combined with appropriations from prior years, this increase raises the State's total commitment to this project to \$3.6 million.

***Supporting New Jersey's Citizens***

The following proposals highlight some of the Governor's other initiatives, including help for hungry children and their parents.

**Fighting Hunger**

In one of the most affluent states in the nation, approximately 1.6 million New Jerseyans still go to bed hungry, including roughly 470,000 children. That is why, despite severe fiscal constraints, Governor Corzine found it unacceptable to leave these individuals behind in the Fiscal 2007 Budget. The Fiscal 2008 Budget will continue last year's commitment and invest an additional \$1 million in the Department of Agriculture's Food Distribution Program, which services the major Emergency Feeding Organizations (EFOs) and 660 food pantries, soup kitchens, and homeless shelters. This \$4 million will be used to purchase 6.3 million pounds of nutrient-dense food, with first priority given to food items grown and/or produced in New Jersey. (To the extent available, purchasing priorities are to buy

locally first, regionally second and nationally third.) The funding will enable the Department to expand the amount of food available for the 1.6 million New Jerseyans living below 185% of the federal poverty standard.

The Department of Agriculture purchased approximately 4.7 million pounds of food in fiscal 2007 with these funds. For the first time in several years, the purchases included turkeys for Thanksgiving and Christmas. The cost of those items had increased in recent years, which had prevented many of the EFOs from purchasing those commodities. We have a moral responsibility to support New Jersey's most vulnerable citizens. This investment continues last year's important strides toward alleviating hunger in the state.

**Improving Services for Hispanic Communities**

Furthering the progress of New Jersey's Hispanic community through cooperation and collaboration with community-based organizations is an integral part of the economic and social success of New Jersey. Recognizing that many Hispanic families and individuals face challenges and obstacles in attaining necessary services, the Governor is increasing the budget of the Center for Hispanic Policy Research and Development in the Department of Community Affairs by \$1 million in fiscal 2008. This increase will strengthen existing programs and provide funds for new programs administered by Hispanic community-based and nonprofit organizations whose primary focus is to address the economic, educational, and social needs of the Hispanic community in New Jersey.

**Arts and History**

In fiscal 2008, \$25.6 million is recommended for arts and history grants funded by dedicated revenues derived from the State hotel and motel occupancy fee (P.L. 2003, c. 114). This is an increase of \$2.3 million over fiscal 2007 funding of \$23.3 million. Included are the following:

- The Council on the Arts will receive \$21.0 million to support cultural projects, an increase of \$1.9 million.

## SUMMARIES OF APPROPRIATIONS

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- The New Jersey Historical Commission is recommended to receive \$3.8 million for the New Jersey Historical Commission's agency grants, an increase of \$346,000.
- The New Jersey Cultural Trust will receive \$720,000, which is the same level of funding as in fiscal 2007.

# Proposed FY08 Budget Management Efficiency and Savings Measures

## **OVERVIEW**

The Fiscal 2008 Budget reflects a major emphasis on making State government more efficient. This chapter reports on new efficiency efforts for fiscal 2008 and highlights savings from initiatives that began in previous fiscal years. These efforts are central to the Corzine Administration's efforts to help achieve structural balance in the budget through minimizing recurring spending needs.

### ***Office of the State Comptroller***

The newly created Office of the State Comptroller is a critical component of Governor Corzine's commitment to sound fiscal management and honest and efficient government in New Jersey. The creation of this new office is based on a simple, fundamental idea that already is applied across all sectors of our society and economy: People who work in an organization will perform more honestly and efficiently if they know their organization will be subjected to a regular audit by a professional, independent auditor. The State Comptroller will apply this basic idea to government at all levels in New Jersey and help control state and local spending and root out waste, fraud and abuse that fuel our property tax problem and also dissipate State resources.

The State Comptroller, who will be appointed by the Governor (with the advice and consent of the Senate) for a six-year term, will have broad authority to conduct financial audits and performance reviews of all State agencies, public institutions of higher education, independent State authorities, units of local government, and boards of education. Also, in order to prevent improper expenditures from occurring in the first place, the State Comptroller will have the authority to closely monitor large-scale procurements and to halt them in any case where procurement laws and rules are not being followed.

Fiscal 2008 will be the first year of existence for this new office. It has a recommended budget of \$9.0 million and a staff of 59. The Office of the State Comptroller will perform its functions in cooperation

with the Office of the Inspector General, the Departments of Law and Public Safety, Education, Treasury, Transportation, and Community Affairs (Division of Local Government Services), and the Office of the State Auditor.

### ***Hiring Freeze***

This Administration has enacted a stringent hiring freeze on State employment. This freeze, when combined with the reduction of almost 400 unclassified positions, has reduced the State's workforce to date by 1,300 employees, compared to the number at the beginning of the Corzine Administration. This reduction is net of growth in high priority areas, such as the Department of Children and Families (DCF), where the State has added approximately 400 employees. DCF will increase its staffing level by over 600 employees between now and the end of fiscal 2008, in order to meet staffing ratios that were negotiated as part of the settlement agreement with Children's Rights, Inc. At the same time, attrition will continue to reduce the workforce in other areas.

In fiscal 2007, the State saved \$64 million through attrition, management savings, and reductions in unclassified positions. This total is a permanent reduction to the State's salary base. For fiscal 2008, the Administration recommends the continuation of the hiring freeze and other management efficiencies, for a further reduction of at least \$25 million.

### ***Moratoria on State Agency Spending***

In fiscal 2007, the State implemented new restrictions to slow the pace of spending on information technology (IT) equipment and services, equipment, and office furniture. The following section details these moratoria. The chart below identifies categories of non-salary State spending that appear to be trending down. Specifically, the chart compares spending in the first seven months of fiscal 2007—from July 2006 to January 2007—with the corresponding time period one year earlier, in fiscal 2006. It shows a spending slowdown in the four

## SUMMARIES OF APPROPRIATIONS

identified categories of almost \$16 million in State funds alone. While not every dollar in spending reductions can be directly attributable to the moratoria, these trend lines reflect the Corzine Administration's approach to efficiency in State government operations.

Spending Category	Slowdown in State Spending from 1 <sup>st</sup> 7 Months of FY2007 (in millions)
IT Equipment	\$8.6
IT (Consultant Services)	\$1.0
Equipment (other than IT)	\$3.8
Office Furniture	\$2.2
<b>Total</b>	<b>\$15.6</b>

### Cost Efficiencies - IT Moratorium

Beginning with an Office of Management and Budget (OMB) directive in July 2006, the purchase of IT equipment was constrained during fiscal 2007. Subsequently, the IT moratorium established through Executive Order 42 in November 2006 expanded these restrictions to include IT services (e.g., consultants). Critical ongoing projects were exempted, including initiatives whose disruption would increase future costs or trigger a significant loss of investment, as well as emergency maintenance, repairs and supplies under \$2,500, and projects mandated by the federal government.

Nonetheless, IT expenditures from State funds declined by \$8.6 million in equipment and an additional \$1 million in consultant services, in the first seven months of fiscal 2007 as compared to the same period in the previous fiscal year. Spending from other non-State funds dropped by over \$16 million, with savings mostly attributable to fewer equipment orders. Though some of this reduction may be ascribed to the vagaries of equipment purchasing from year-to-year, overall the spending trend is clearly down.

### Spending Moratorium on Non-IT Equipment

In addition to the spending moratorium on information technology (IT) equipment, the Office of Management and Budget also heightened its scrutiny of other equipment purchases in fiscal 2007. Such

purchases include vehicles, telephones, fax machines, and photocopiers, as well as equipment for food preparation, laundry, and science and engineering. A comparison of the first seven months of fiscal 2006 and fiscal 2007 suggests a spending slowdown of \$3.8 million in State funds, a decrease of almost 11% in non-IT equipment spending, though some of this decline may be due to the influence of other factors, as well.

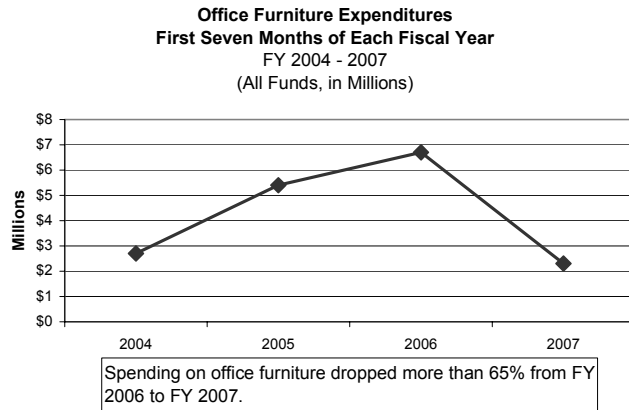
### Furniture Moratorium and Re-use

Office furniture also falls under the State's spending moratoria. In an on-going initiative, the Treasury Department's Division of Property Management and Construction (DPMC) consolidated the collection of used furniture from various State agencies, centralizing it in one location. DPMC redistributes this furniture to other State agencies, thus avoiding the cost of new purchases. This initiative has produced savings of \$2.2 million in State funds from July 2006 to January 2007, compared to the same time period in fiscal 2006, and savings of an additional \$2.2 million in non-State funds.

Prior to DPMC's initiative, used office furniture was haphazardly stored and inefficiently managed. These assets often occupied costly leased space or were discarded altogether. Through aggressive central management at its First Avenue warehouse in Trenton, DPMC has created a central catalog of used furniture that departments must consult before purchasing new items and made it possible to achieve warehouse lease efficiencies. DPMC also has arranged a new partnership with the Juvenile Justice Commission in which a team of nine juveniles restores damaged furniture to its original condition while earning a salary and gaining critical job training skills.

The success of this program goes beyond one year's savings, however. When judged over time, spending from all funds for office furniture was rising significantly in recent years, more than doubling from \$2.7 million in the first seven months of fiscal 2004 to \$6.7 million in the first seven months of fiscal 2006. This initiative has restricted furniture purchases to \$2.3 million for the first seven months of fiscal 2007.





### **Re-using Personal Computers**

Building on the success of the furniture initiative, DPMC recently expanded the program to include the recycling of surplus personal computers. In partnership with the Office of Information Technology, DPMC refurbishes used computers for approximately \$200 per unit. Doing so generates savings of roughly 80% compared to the average cost of buying a new computer, which is approximately \$1,000. All State departments seeking to order new computers now are referred first to DPMC, to see if their needs can be satisfied from this inventory of used computers. As a result of this partnership, orders for new computers by Executive agencies in fiscal 2007 are expected to drop by \$1.3 million.

### **Enhanced Debt Collection**

The Fiscal 2008 Budget includes several debt collection efficiencies that are projected to generate a total of \$47 million in new revenue. Several of the more prominent proposals are described below, each of which could be a significant source of delinquent or deficient tax revenue. In addition, each will require authorizing legislation:

#### **Sale of Business Assets and Liquor Licenses**

This proposal would amend the Uniform Procedure Law to authorize collection of all outstanding tax liabilities prior to the purchase of a business, and upon the annual renewal or purchase of a liquor license. Current law limits such collections solely to the amount owed in sales tax.

### **Business Assistance Grants - Tax Clearance**

A wide variety of State agencies (e.g., Labor, Board of Public Utilities), as well as independent authorities (e.g., Economic Development Authority) award grants and loans to businesses for various projects totaling an estimated \$1 billion per year. Unlike individual taxpayers who are subject to Treasury's existing Setoff of Individual Liability (SOIL) program, most businesses receiving State assistance are not presently checked for tax compliance. It is proposed that business applicants voluntarily agree to a tax clearance check as a standard grant or loan condition. The Division of Taxation would determine whether a tax debt exists, and the business would pay that amount before any grants could be issued. A three-year sample data match between one of the State's major business assistance programs and State debt collection records indicated a total of \$28 million in potentially outstanding taxes.

### **Bank Attachment – Expand to Jointly-Held Accounts**

In a law enacted in 2004, the Division of Taxation was authorized to request deposit information from banks when a tax judgment has been secured against a bank customer. In a limited effort over the past two years involving only three banks, Taxation successfully recovered \$6 million from individual bank accounts. This proposal would require disclosure of all bank account information for any accounts in which at least one account holder is a Taxation judgment debtor.

In addition, the Fiscal 2008 Budget recommends a new appropriation of \$276,000 to support eight additional Taxation field staff. These investigators would be used to expand the bank attachment program to up to 30 additional banking institutions.

### **Arbitrary Assessments**

It is proposed that a 10% cost-of-collection fee be imposed on arbitrary assessments, which result when a taxpayer fails to file or fails to register to conduct business. Current law authorizes such fees upon the filing of a formal judgment. Since 1996, when the fee was challenged as being limited to judgments only, the State has not collected this fee, and therefore has lost an estimated \$1 million per year in revenue. This

proposal would clarify that the fee could be levied before a judgment is issued, thus enabling Taxation to recover its costs for tracking down such debtors.

### **Lottery Winnings – Tax Clearance**

For individuals who win Lottery payouts of \$600 or more, the Division of Lottery will verify with the Division of Taxation that no tax debt is owed to the State. If debt is owed, it will be deducted from the winnings. This process would mirror Lottery's current process for checking on past-due child support and student loans and would require a statutory change to effectuate.

### **Personal Liability for Responsible Officers**

This proposal would impose personal liability on officers who serve as the State's fiduciary agent for the collection of certain State taxes and fees (e.g., 911 Emergency Response fee, Atlantic City Luxury Tax). This reform is particularly important to ensure compliance by small businesses.

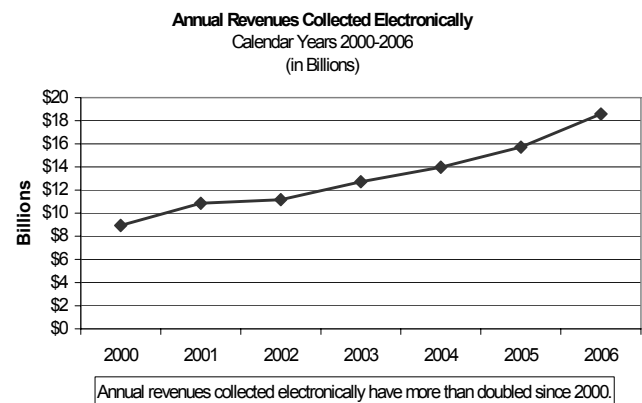
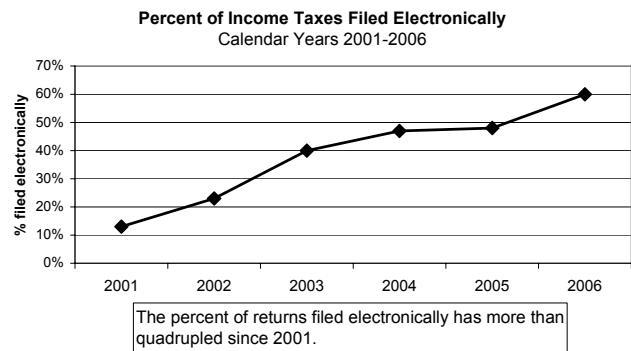
### **Electronic Filing**

The State's rapidly expanding electronic filing (i.e., e-filing) options have increased the number of e-filing transactions from 1.9 million in fiscal 2000 to 4.3 million in fiscal 2006. Today, nearly \$20 billion of revenue is processed electronically, compared to only \$9 billion six years ago. Programs that increase the speed and accuracy of transactions with the State for taxpayers and employers, while at the same time reducing expenditures for the State, are a "win-win" in government redesign.

The New Jersey Division of Revenue has expanded its electronic filing and processing to the point that paper transactions, which require more staff resources for data entry and manual tasks, have been reduced from 87% of all tax filings in 2001 to only 40% by 2006.

The electronic filing initiative has produced recurring annual savings for the Division. By the end of the current fiscal year, the Division of Revenue will have reduced its operating budget by \$3 million since fiscal 2005.

The State continues to expand its efforts in this area. In January 2008, in conjunction with the Department of Labor and Workforce Development, the Division will lower the threshold at which employers must use electronic filing for their quarterly wage reports from businesses with ten employees to those with five employees. In addition, e-filing is now available for a wide range of payment types, including individuals filing their income taxes and businesses filing sales and other corporate taxes.



### **Restructuring Information Technology**

In a report published in July 2006, Governor Corzine's Commission on Government Efficiency and Reform (GEAR) identified a critical need to overhaul and modernize the State's information technology (IT) systems, pointedly mentioning "...a lack of accountability, control, monitoring and oversight of State department and agency information technology projects." By reinforcing the role of the Office of Information Technology (OIT), the goal is

to bolster the State's IT infrastructure, create a comprehensive business plan for statewide IT services, coordinate planning across departments, and identify potential management efficiencies. Reforms implemented during fiscal 2007 have addressed, and, in several cases exceeded, GEAR's initial objectives.

As a first step, the Governor signed Executive Order 42 in November 2006, authorizing the following organizational changes:

## *IT Governing Board*

Established an IT Governing Board to determine strategic direction, standards, and funding priorities. The Board shall consist of 9 voting members including a chairperson appointed by the Governor, the State Treasurer, three Executive Branch commissioners, three public members, and the Chief Technology Officer described below.

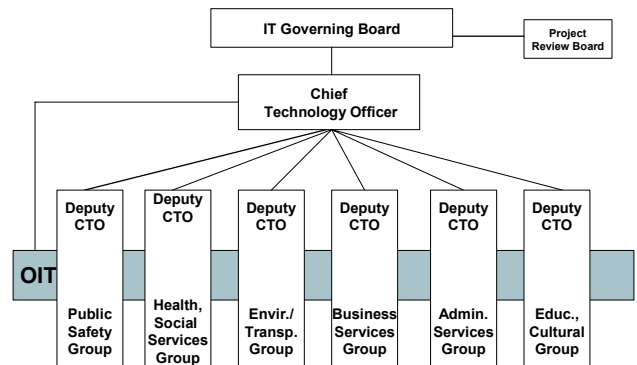
## *Chief Technology Officer (CTO) and Deputy CTOs*

Established the position of the Chief Technology Officer (CTO) and provided for the appointment of up to six Deputy Chief Technology Officers. Serving at the pleasure of the Governor, the CTO will coordinate information technology operations across the entire Executive Branch. The six deputy chief technology officers will be responsible for IT management, planning and budgeting in single areas of interest that span multiple agencies, namely:

- Public Safety
- Health and Social Services
- Education, Cultural, and Intellectual Services
- Environmental and Transportation Services
- Business and Community Services
- Administrative Services

The deputy CTOs, who will be primarily selected from existing staff, will provide the oversight necessary to coordinate similar IT services across departmental boundaries and serve at the pleasure of the CTO.

Statewide Information Technology Governance Model



## *Project Review Board*

Created a Project Review Board (PRB) to review and monitor large scale IT projects. In the past, control over such procurement was decentralized among the affected departments, yielding a costly patchwork of fragmented and isolated IT systems. The PRB, which will report to the new Governing Board, presently includes representatives from OIT, the Division of Purchase and Property and the Office of Management and Budget within the Department of Treasury. This collaboration will provide a fresh, objective view for the purpose of quality assurance and priority-setting.

The Board plans to review all of the State's major, long-term IT projects, which will collectively cost a projected \$500 million to develop, applying stringent management principles as a way of leveraging the State's investment. PRB reviews have already begun on Human Services' new child support (NJKids) and consolidated assistance (CASS) projects as well as the Motor Vehicle Commission's Motor Vehicle Automated Transaction System (MATRX).

## **Strategic Planning**

In fiscal 2007, OIT initiated a detailed strategic planning process that required agencies to project their IT service needs for both new systems and ongoing services for the next three years. This plan should drive each individual department's entire IT thrust, from the service level agreements that are struck with OIT to the equipment that is purchased.

This process will be fully integrated into the State's budget process during the fiscal 2009 cycle.

### **Elimination of OIT Revolving Fund**

Since its inception in 1984, OIT's operating budget has been funded through a revolving fund, with appropriations placed in the respective user departments that were billed for service. While the intent was to create a relationship between desired service levels and appropriations, that plan never fully materialized. Although the billing process approximated each department's service usage on various mainframes and servers, it was not equitable or completely accurate. Instead, related State appropriations were routinely swept into the revolving fund to offset OIT's fixed cost of service.

In fiscal 2008, the State-funded portion of the revolving fund has been eliminated and the supporting appropriations have been moved from the departments to OIT. OIT will continue to bill for services funded from non-state funds, which comprise about 60% of its operation. Besides eliminating an unproductive billing process, this initiative provides OIT with some degree of certainty and flexibility in operating the State's core IT infrastructure.

### **IT Maintenance Savings**

Annually, OIT spends approximately \$10 million to maintain the State's core distributed environment (i.e., non-mainframe assets). In fiscal 2008, OIT will seek to leverage such expenses across all agencies, realizing better vendor pricing through the existing State global maintenance contract. In addition, OIT will identify instances where it would be economical to eliminate costly "24/7" type coverage in favor of "per incident" coverage, particularly for modern equipment with a good track record for repairs. A savings of \$500,000 is anticipated.

### **Telephone Monitoring**

Late in fiscal 2007, OIT will implement a new, automated phone monitoring system that will eliminate the existing, manual-intensive process of issuing individualized, paper-based, toll statements each month to State employees for the purpose of tracking external phone calls. The new system will

improve productivity by enabling OIT to search for anomalies and suspicious patterns of usage from a central location. In addition, OIT will publish new guidelines establishing a monthly threshold below which reimbursement will not be sought, eliminating the unproductive pursuit of insignificant charges. This initiative will relinquish five OIT staff to analyze data, rather than merely assembling and sorting it, and effectively eliminate the printing of 30,000 paper bills each month. Savings of \$360,000 is projected from reduced printing costs alone.

### **Future Efforts**

OIT will also be focusing on several other key initiatives throughout fiscal 2008, including:

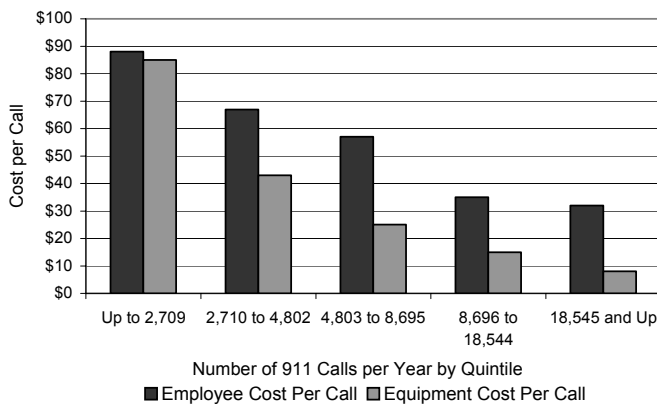
- **Data Sharing:** Establish a common, core set of data that can be shared across all levels of government, negotiating comprehensive data sharing agreements with local and county organizations.
- **Mobile Workforce:** Automate field operations by providing IT systems and infrastructure to support the direct delivery of agency services in the field, where appropriate.
- **Shared Infrastructure:** Redeploy and consolidate underused infrastructure and services to support agencies' growing demands.
- **Self Service:** Aggressively expand e-Government/e-Commerce to provide more residents and clients with quick, easy options for accessing government services.
- **Procurement:** Work with the Purchase Bureau to aggregate IT purchase requests and maximize the State's purchasing power. Early indications suggest a significant potential to reduce IT hardware costs with this approach, particularly if the effort includes local governments.

### ***Consolidation of 911 Call Centers***

In October 2006, the John J. Heldrich Center for Workforce Development, Rutgers University, completed a study commissioned by the Office of Management and Budget concerning the potential for consolidation of the State's local 911 system. The study confirmed that the existing system, which includes approximately 200 primary Public Service

Answering Points (PSAPs) and 100 secondary Public Service Dispatch Points (PSDPs) spread across a multitude of municipalities and counties, is significantly overbuilt. This finding was bolstered by a November 2006 report, issued by the Joint Legislative Committee on Government Consolidation and Shared Services, which recommended that the State's 911 Commission be given the specific authority to consolidate PSAPs on an as-needed basis.

**Local 911 Call Centers: Employee and Equipment Cost per Call Categorized by Annual Call Volume Per Center**



Costs per 911 call decrease significantly as call center volume increases.  
Source: Heldrich Center/PSAP Survey, Verizon, and OETS, 2005.

Within the existing system, New Jersey has a relatively high number of very small 911 call centers, with 36% of PSAPs receiving less than one call per hour. On the other hand, only 15% of the existing PSAPs handle nearly 80% of all 911 calls. The Heldrich Center report concluded that these larger PSAPs are more efficient by every known measure. Furthermore, because small 911 centers are easily overwhelmed in a crisis situation, consolidation offers an opportunity to save money *and* significantly bolster public safety by improving service.

The Fiscal 2008 Budget recommends action on two of the key recommendations of the Heldrich Center report, both of which support efforts toward future consolidation:

- To improve the collection of financial and performance information on PSAP and dispatch operations, 911 grants and state Aid to localities that are issued through the Department of Community Affairs' existing Municipal Homeland Security Assistance Aid program will be predicated on the

submission of budget, staffing, and call volume data to the State's Office of Emergency Telecommunications Services (OETS) during fiscal 2008.

- To target the issuance of State grants for 911 operations and equipment to the most efficient PSAPs, the Budget empowers OETS to set grant criteria. Effective with the fiscal 2008 grants, the 911 Commission recently adopted OETS' recommendation that requires all PSAPs to certify that they use a minimum of two call takers per shift in order to qualify for State assistance. This level of service, which is typical of larger 911 centers, will support future consolidation efforts and enhance public safety.

## Rent Consolidation

In fiscal 2007, the Department of the Treasury's Division of Property Management and Construction (DPMC) conducted audits of State-owned buildings in the Trenton area, as well as all leased facilities, to identify opportunities for reducing lease costs. Due to a reduction in workforce initiated by the Governor, DPMC and State departments collaborated to identify initiatives that would enable the State to either close leases or relinquish existing office space for staff associated with new or enhanced programs. As a result, nine leases will be eliminated from the Fiscal 2008 Budget, generating a reduction of \$1.8 million in rent expense. The audits also identified opportunities to consolidate into existing vacant space as a means of absorbing five new or enhanced programs, generating \$1.7 million in cost avoidance.

The Joint Space Utilization Committee is expanding this inquiry, requiring all agencies to justify their current allocations and project future requirements for office space. This information will be captured in the State's Land, Building, and Asset Management system (LBAM), and will be used for future space planning initiatives.

## Roofs – Central Account (Capital)

The Fiscal 2008 Budget recommends a total of \$7 million in capital funding for roofing projects that were previously deferred. In a break with past practice, these funds have been budgeted in a central (i.e., Interdepartmental) account so that projects may

be prioritized across departments. After first creating a statewide database of roof conditions, the Department of Treasury's Office of Management and Budget and its Division of Property Management and Construction will rank projects based on a set of specific criteria, including the importance of the facility, its age, and potential operating savings. By appropriating funds within a central account an added degree of flexibility and accountability will be provided, thus ensuring that the maximum number of projects can be funded at the lowest responsible cost.

### ***Automated Records Management Systems***

In an interagency effort involving the Department of Treasury's Office of Management and Budget (OMB), Division of Revenue (DOR) and Office of Information Technology (OIT), as well as the Department of State's Division of Archives and Records Management (DARM), strict procedures were established in July 2006 for the review and approval of new automated records management systems and services. The initiative, which applies to all Executive Branch departments, requires agencies to first consult the considerable expertise that exists in DOR, DARM, and OIT before supplementing or replacing paper-based records with new automated systems or services.

Up until now, individual departments would independently purchase new automated systems and services, including electronic imaging and related technologies, with quality varying significantly across agencies. There was little attempt to leverage these investments across other departments with similar needs under the new effort. As of fiscal 2007, agencies must submit proposals including a detailed conceptual design or requirements statement, along with a cost/benefit analysis. The joint review will establish whether departments can avoid unnecessary expenditures by taking advantage of unused capacity in the State's existing systems (e.g., DOR imaging), some of which fluctuates seasonally, and whether proposed new systems will be compatible with other affected departments.

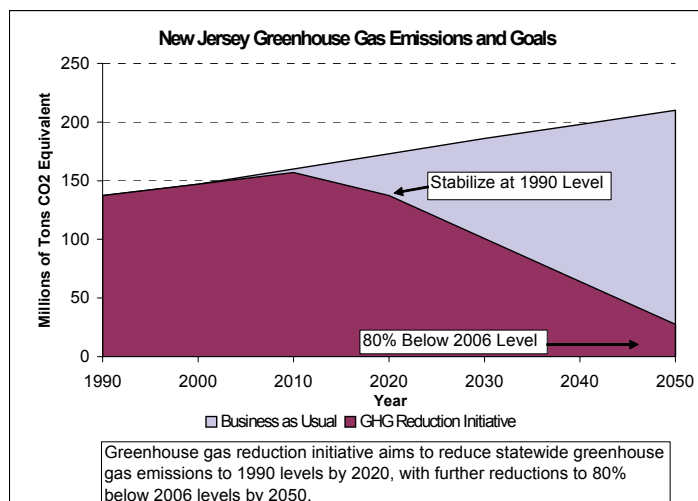
In sum, this initiative will help State government save money, streamline records management operations, and maximize the benefits of standardization and resource sharing across agency lines.

### ***Energy Savings and Efficiencies***

This Administration is committed to maintaining New Jersey's status as a leader in the effort to curb greenhouse gases. Moreover, with the actions it is taking to save energy at its own facilities, the State is striving to show how conserving energy helps the environment while generating savings for taxpayers. The following policy initiatives illustrate the steps the State is taking to save energy and combat global warming.

### **Reducing Greenhouse Gases**

On February 13, 2007, the Governor signed Executive Order 54, establishing a goal of reducing statewide greenhouse gas emissions to 1990 levels by 2020, with further reductions to 80% below 2006 levels by 2050. The Order mandates that the Department of Environmental Protection work with the Board of Public Utilities, the Department of Transportation, and the Department of Community Affairs, to evaluate methods to meet or exceed the 2020 target reductions and to develop a 1990 greenhouse gas emission inventory and a monitoring system to track progress. The Order also requires the Director of Energy Savings to develop targets and implement strategies to reduce energy use by State facilities and vehicle fleets.



**Lighting Reduction**

With the signing of Executive Order 11, Governor Corzine created the position of the Director of Energy Savings within the Department of Treasury. The Director is responsible for implementing a program to increase energy efficiency, reduce energy usage, and improve the procurement of energy for all State facilities. The Executive Order mandates the performance of energy audits at State buildings, the purchase of energy-efficient products, and the development of a plan for the use of renewable energy and advanced energy sources. Since the issuance, off-peak lighting restrictions have been implemented in State offices located in the city of Trenton, resulting in a reduction of more than 3.5 million kilowatt hours per year and generating fiscal 2008 savings of \$250,000 in the central fuel and utility account.

***Capital Investments – State Facilities***

To reduce energy use in State facilities, the Fiscal 2008 Budget authorizes \$10 million in critical capital investments from the Clean Energy Fund, a dedicated program administered by the Board of Public Utilities that supports energy efficiency investments by businesses, residents and governmental entities. The projects chosen for the \$10 million, all of which were approved by the Commission on Capital Budgeting and Planning, were drawn from a larger list of nearly \$90 million in energy-saving needs identified by various departments during the Fiscal 2008 Budget process. The facilities affected include institutions that house sensitive clients as well as major office buildings, all of which are in dire need of new energy-efficient support systems. Major projects include:

- Heating, Ventilating, and Air Conditioning (HVAC) at various Human Services institutions (\$6 million);
- Automated energy control (i.e., pneumatic) systems in State office buildings (\$2.8 million);
- Boiler at Agriculture's Beneficial Insect Laboratory (\$275,000);
- Energy efficiency study, State-owned facilities (\$200,000)

To achieve maximum energy efficiency, these investments will be subject to the review of the Department of Treasury's Director of Energy Savings.

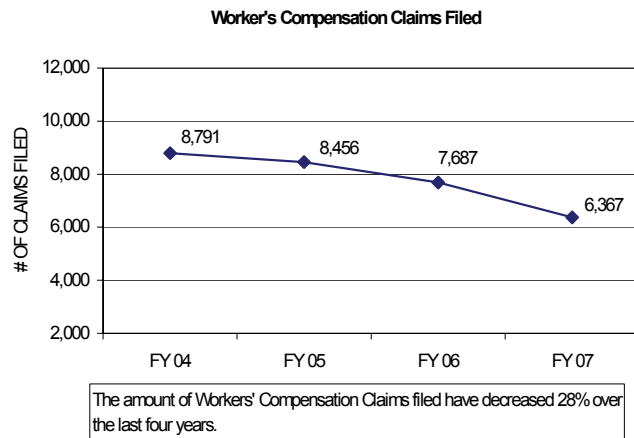
**Energy Monitoring**

This budget provides funding from the Petroleum Overcharge Reimbursement Fund to institute a centralized Energy Tracking System (ETS) to determine current levels of energy performance for State facilities and develop a cost-effective, targeted strategy for reducing consumption, cost, and related greenhouse gas emissions. In addition, by tracking ongoing energy performance, the ETS will increase accountability for all State agencies. The State spends well over \$100 million a year on energy and utility costs for its facilities and institutions. Thus, ETS will serve as the foundation for a sustainable energy management program that will save the State millions each year and be a major contributor to New Jersey's greenhouse gas reduction initiative. The Office of Energy Savings is preparing a Request for Proposal for such a system to be used statewide, with oversight by the Director of Energy Savings.

***Risk Management***

A consultant report commissioned by the Department of Treasury in 2005 suggested numerous management reforms for the State's Workers Compensation program that are gradually being implemented by the Bureau of Risk Management (BRM). One of the key suggestions was to expand BRM's investigative staff to increase the number of field investigations and improve the overall administration of claims. In response, the Bureau hired seven new investigators, an increase of 100% over BRM's existing investigatory staff. This enabled BRM to assign more reasonable caseloads consistent with industry standards. Due in part to that initiative, there was a noticeable decrease in the number of Workers Compensation claims reported for fiscal 2006 as compared to fiscal 2005. Specifically, 2006 claims fell 9% from the number of claims filed in fiscal 2005. This trend has continued into fiscal 2007 (see chart below). To sustain this progress, BRM will need to retain key investigative staff to provide a degree of continuity in this program.

## SUMMARIES OF APPROPRIATIONS



efficiencies totaling \$50 million. Savings will be realized across the various departments, each of which will be asked to identify efficiency gains through such means as: utilization of internal economies-of-scale; consolidation of functions; and improvements in operating methods.

Over the past few months, the BRM has partnered with other agencies to obtain accurate information regarding the true value of State-owned assets. As a result, several facilities were removed from BRM's property schedule, thus lowering the cost of related insurance premiums by \$150,000. In addition, the Bureau has established a "First Response" team of trained Treasury staff who can respond to notifications from State agencies regarding potential damage to state property. Since BRM is responsible for the handling of all claims or loss to state property, this early notification system mitigates losses and helps improve the accuracy of claims.

Pending legislation (S-45) would establish the Bureau of Risk Management as a discrete Treasury Division, reporting directly to the State Treasurer. If passed with the recommendations added by the Governor, this legislation will empower Risk Management to establish a Statewide Risk Management Committee, establish programs to protect agencies' physical assets, and implement safety programs. These reforms would help arrest claims growth, improve claims management, and substantially improve workplace safety, thus accomplishing the combined goal of reducing costs to the taxpayer while protecting the health and welfare of public workers, clients, and visitors.

### ***Statewide Management Efficiency Savings***

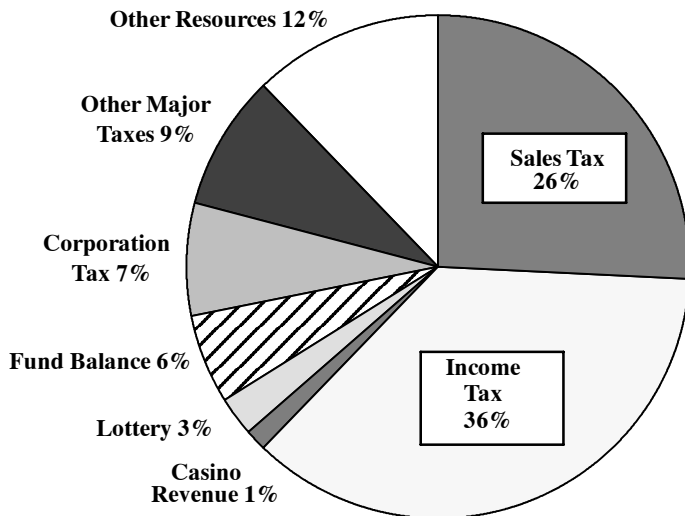
This Budget assumes \$25 million in savings from management efficiencies in fiscal 2008. This initiative is similar to that implemented in the Fiscal 2007 Budget, which recommended management



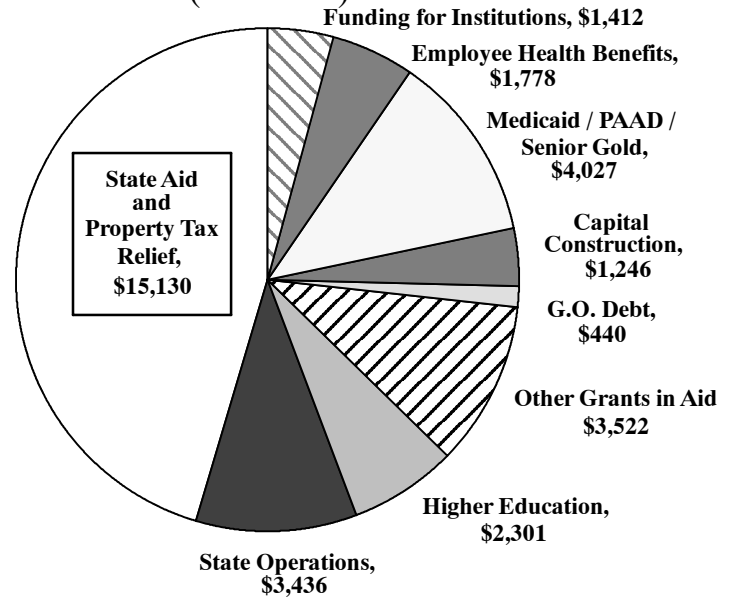
# SUMMARIES OF APPROPRIATIONS

## RESOURCES AND RECOMMENDATIONS FOR FISCAL YEAR 2008 ALL STATE FUNDS

### Resources



### Recommendations (in millions)



### RESOURCES (in thousands)

Income Tax .....	\$12,351,000
Sales Tax .....	8,778,000
Corporation and Bank Tax .....	2,342,000
Lottery Revenue .....	848,000
Casino Revenue .....	453,000

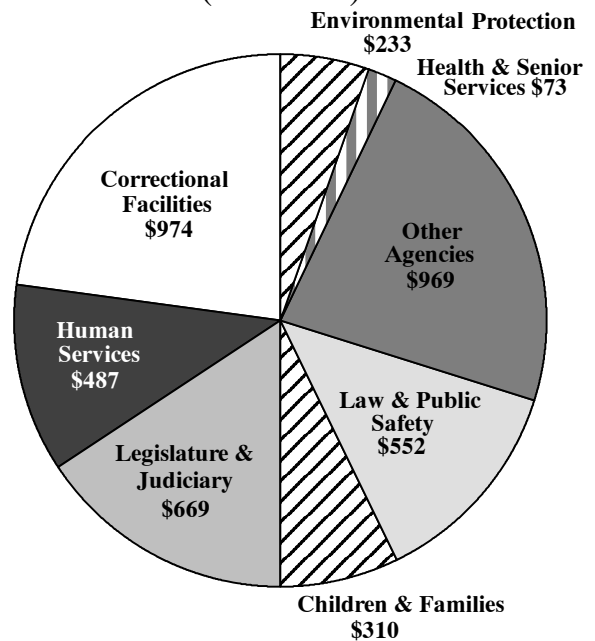
Other Major Taxes:	
Transfer Inheritance .....	602,000
Motor Fuels .....	580,000
Insurance Premium .....	503,000
Realty Transfer .....	380,000
Motor Vehicle Fees .....	278,000
Cigarette .....	252,000
Petroleum Products Gross Receipts .....	237,000
Alcoholic Beverage Excise .....	94,000
Tobacco Products Wholesale Sales .....	14,000
Public Utility Excise .....	11,000
Other Resources .....	4,229,000

**Subtotal Resources** ..... **31,952,000**

Estimated Fund Balance July 1, 2007:  
General Fund ..... 1,941,000

**TOTAL** ..... **\$33,893,000**

### STATE OPERATIONS (in millions)



## SUMMARIES OF APPROPRIATIONS

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### MAJOR INCREASES AND DECREASES

This table summarizes the major increases and decreases in the Fiscal 2008 Budget, and is organized by category. Categories of recommended appropriations are defined as follows:

**State Operations** consists of programs and services operated directly by the State government. The largest single component is for the salary and benefits of State employees. This portion of the Budget is subject to the spending limitations imposed by the Cap Law.

**Grants-in-Aid** appropriations are for programs and services provided to the public on behalf of the State by a third party provider, or grants made directly to individuals based on assorted program eligibility criteria. The Medicaid program, Tuition Aid Grant Program, Homestead Rebates, payments for State inmates housed in county jails, and funding for New Jersey Transit and State colleges and universities fall into this category.

**State Aid** consists of payments to or on behalf of counties, municipalities, and school districts to assist them in carrying out their local responsibilities. In addition to school aid, this category of expenditure includes the Consolidated Municipal Property Tax Relief Aid program, the Municipal Block Grant program and other forms of municipal aid. It also includes funding for county colleges, local public assistance and county psychiatric hospital costs.

**Debt Service** payments represent interest and principal on capital projects funded through the sale of general obligation bonds.

**Capital Construction** represents pay-as-you-go allocations for construction and other infrastructure items.

### MAJOR INCREASES AND DECREASES (\$ In Millions)

	<u>Increases</u>	<u>Decreases</u>	<u>Net Change</u>
<b>State Operations</b>			
Salary Increase - State Employees	\$ 169.495		
State Active and Retiree Employee Health Benefits	126.268		
Employer Taxes	38.777		
Pension - State Employees	24.068		
Child Welfare Reform	16.347		
Office of the State Comptroller	9.000		
Debt Service - Pension	6.229		
Replace Federal Funds - Human Services	6.203		
Greystone Facility Debt Service	4.514		
Statewide Education Assessment	4.500		
Education Staffing	3.865		
Enhanced Mental Health Hospital Staffing	3.498		
Ancora Renovations Debt Service	3.250		
State Library - New Jersey Knowledge Initiative	3.000		
Corporate Business Tax Dedication	2.226		
Property Assessment and Management System (PAMS)	1.900		
Mental Health Staffing for Community Programs	1.310		
Pharmaceutical Assistance to the Aged and Disabled (PAAD)	1.079		
Prison Inmate Re-entry Initiative	1.000		
Pharmaceutical Assistance to the Aged and Disabled (PAAD) Imaging Project	1.000		

# SUMMARIES OF APPROPRIATIONS

## MAJOR INCREASES AND DECREASES (\$ In Millions)

	<u>Increase</u>	<u>Decrease</u>	<u>Net Change</u>
Black Bear Management Program	0.850		
Garden State Network Increase for Leased Lines	0.744		
Developmental Disabilities Staffing for Community Programs	0.717		
Property Insurance Premiums	0.707		
State Museum Re-opening Costs	0.700		
Addiction Services Staffing	0.607		
Expand Challenge Youth Program	0.350		
Fuel/Utilities/Rent	0.329		
Medicare Part D Staffing	0.277		
Bank Attachment - Expanded Staff	0.276		
Heat Pumps for DEP Facility	0.250		
Council on Gender Parity	0.095		
Delaware River Basin Commission	0.036		
<b>Subtotal - State Operations Increases</b>	<u>\$ 433.467</u>		
Employee Benefit Negotiation Savings		\$ (37.763)	
Debt Service		(32.156)	
Management Efficiencies		(25.000)	
Passaic River Litigation		(12.000)	
Tort Claims		(11.000)	
Snow Removal - Winter Operations		(10.000)	
Division of Investments/Pension Fund		(8.687)	
Inspection of Health Care Facilities		(5.550)	
Automated Child Support Enforcement System (ACSES)		(5.156)	
Investments - Consultants for Diversification Initiative		(4.700)	
Taxation - Fees for Collection Services		(3.500)	
Geographic Information Systems		(2.500)	
Statewide 911 Emergency Telephone System Reduction		(2.500)	
OIT Efficiencies		(1.910)	
Literacy Program Administration		(0.950)	
Casualty Insurance Premiums		(0.929)	
Department of Corrections Efficiencies		(0.746)	
Victims of Crime Compensation Volunteer Board		(0.400)	
Energy Efficiency		(0.400)	
Time and Leave Reporting Migration Acceleration		(0.250)	
Smart Growth Enforcement		(0.250)	
Office of Administrative Law Efficiencies		(0.208)	
Department of Transportation Efficiencies		(0.192)	
Department of Environmental Protection Efficiencies		(0.137)	
Nursing Incentive Program		(0.086)	
Commission on Higher Education Efficiencies		(0.035)	
Other (Net)		<u>(8.169)</u>	
<b>Subtotal - State Operations Decreases</b>		<u>\$ (175.174)</u>	
<b>Net Change (State Operations)</b>			<u>\$ 258.293</u>

# SUMMARIES OF APPROPRIATIONS

## MAJOR INCREASES AND DECREASES (\$ In Millions)

	<u>Increase</u>	<u>Decrease</u>	<u>Net Change</u>
<b>Grants-In-Aid</b>			
Property Tax Credits/Rebates for Homeowners	\$ 1,068.712		
Medicaid/General Assistance Health Care	220.926		
Homestead Rebates for Tenants	125.000		
Senior Public Colleges and Universities - Increase Base Operating Support	41.415		
Child Welfare Reform	39.747		
TANF Work Activities and Case Management	28.089		
Senior/Disabled Citizens' Property Tax Freeze	26.500		
Community Provider COLA	25.282		
Family Development - Substance Abuse Treatment Services	19.442		
Correctional Programs	19.047		
Mental Health Community Programs	18.690		
Debt Service	17.160		
Pensions - Higher Education	16.437		
Tuition Aid Grants	15.992		
Cancer Research	14.750		
Senior Public Colleges and Universities - Portion of Salary Increase	11.047		
Preschool Expansion and Enhancement Grants	10.000		
Developmental Disabilities Community Programs	9.365		
Active and Retiree Employee Health Benefits - Higher Education	6.877		
NJSTARS I & II	5.789		
Stem Cell Research Grants	5.000		
Early Childhood Intervention	5.000		
Addressing Needs of the Autism Community	5.000		
Medicaid - Access to Health Care for Children	5.000		
JJC - Juvenile Detention Alternative Initiative (JDAI)	4.000		
Personal Assistance Service Program	3.500		
Cancer Institute of New Jersey	3.000		
Employer Taxes - Higher Education	2.466		
Arts/History Programs - 10% Increase	2.257		
Developmental Disabilities - ICF/MR Provider Tax Regulations Change	1.100		
Hunger Initiative/Food Assistance Program	1.000		
Support Services for Returning Veterans	1.000		
Center for Hispanic Policy, Research and Development	1.000		
Independent Colleges and Universities	0.954		
Post-Traumatic Stress Disorder	0.500		
Promoting Women's Health	0.500		
Addressing Violence Against Women	0.500		
Fort Monmouth Economic Revitalization Planning Authority	0.150		
<b>Subtotal - Grants-In-Aid Increases</b>	<u>\$ 1,782.194</u>		
Pharmaceutical Assistance to the Aged and Disabled (PAAD)		\$ (70.000)	
Jersey City Medical Center		(38.100)	
Hospital Assistance Grants		(35.200)	
Cancer Research		(32.000)	
Health Care Subsidy Fund		(23.500)	

# SUMMARIES OF APPROPRIATIONS

## MAJOR INCREASES AND DECREASES (\$ In Millions)

	<u>Increase</u>	<u>Decrease</u>	<u>Net Change</u>
Nursing Home/Medical Day Care Rates		(23.000)	
Reform Co-Payment for After School/Summer Child Care		(20.000)	
In-District Autism and Special Education Grants		(19.500)	
Medicaid Rx \$2 Co-Payment		(6.981)	
Cancer Institute of New Jersey, South Jersey - Debt Service		(6.900)	
Tuition Policy for Out-of-State Undergraduate Students		(5.071)	
Medical Day Care \$3 Co-Payment		(5.000)	
Trinitas Hospital - Debt Defeasance		(4.700)	
St. Mary Hospital, Hoboken		(4.000)	
Capital Improvements for Homeless Shelters		(4.000)	
Outstanding Scholars Recruitment Program		(3.261)	
Developmental Disabilities - Group Home Capital Improvements		(3.000)	
AIDS Drug Distribution Program		(3.000)	
Senior Gold		(2.500)	
Corporate Business Tax Dedication		(2.465)	
Capital Improvements for Child Advocacy Centers		(2.000)	
Addiction Services - Substance Abuse Treatment Capital		(2.000)	
Solaris Health System		(1.800)	
Newark Museum		(1.570)	
Capital Improvements for Women's Shelters		(1.500)	
Life Skills Academy		(1.500)	
Battleship New Jersey Museum		(1.500)	
Boys and Girls Clubs of New Jersey		(1.500)	
Lourdes Health System - Osborn Family Clinic		(1.500)	
Enroll Developmental Disability Clients in HMOs		(1.347)	
Literacy Grants		(1.275)	
Bloomfield College - Academic Center		(1.000)	
Palisades Medical Center		(1.000)	
Family Development - Breaking the Cycle		(1.000)	
Larc School Bellmawr		(1.000)	
Capital Improvements for Storing Food for Food Banks		(1.000)	
UMDNJ - NJ Cares Program		(0.800)	
Big Brothers/Big Sisters		(0.650)	
Ellis Island New Jersey Foundation		(0.600)	
Medicaid Co-Payment on Emergency Room Visits		(0.550)	
Wynona M. Lipman Child Advocacy Center		(0.511)	
Paterson Library		(0.500)	
Piscataway Community Center		(0.500)	
Community YMCA of Red Bank - ESL Program		(0.500)	
Cerebral Palsy of Middlesex County		(0.500)	
Capital Improvements for Rape Care Centers		(0.500)	
Rutgers Camden Performing Arts Center		(0.450)	
Coordinated Garden State Scholarship Programs		(0.427)	
Wood-Ridge Brownfields Projects		(0.350)	
Camden Optometric Eye Center		(0.350)	

# SUMMARIES OF APPROPRIATIONS

## MAJOR INCREASES AND DECREASES (\$ In Millions)

	<u>Increase</u>	<u>Decrease</u>	<u>Net Change</u>
St. Barnabas Neurological Center		(0.350)	
John S. Watson Institute for Public Policy		(0.314)	
United Way 2-1-1		(0.300)	
Asperger's Syndrome Pilot Program		(0.300)	
Commission on Higher Education - NJ Transfer		(0.297)	
Passaic County Domestic Violence Training Program		(0.250)	
West New York Senior Outreach Transportation Program		(0.250)	
Court Appointed Special Advocate Program		(0.200)	
Latino Institute		(0.200)	
Hemophilia Association of New Jersey		(0.200)	
Montclair Art Museum		(0.200)	
Area Health Education Centers		(0.160)	
Sewell Boys and Girls Club Renovation - Mantua Township		(0.150)	
UMDNJ Clinical Affiliation Contract		(0.150)	
Center for Great Expectations		(0.125)	
NJ Fire and EMS Crisis Intervention Services Telephone Hotline - UMDNJ		(0.095)	
Institute for Advanced Study, Park City Mathematics Institute		(0.080)	
Institute for Advanced Study, Discrete Mathematics and Computer Science Center		(0.080)	
Trenton Catholic Charities		(0.075)	
Lawrence Non-Profit Housing Inc.		(0.075)	
Belleville Township - Disabled American Veterans		(0.075)	
Lawrence Neighborhood Center - After School Program		(0.075)	
Mentor Power		(0.075)	
Passaic PRIDE Program		(0.050)	
United Jewish Appeal of River Edge - Capital Improvements		(0.050)	
Community Theater of Morristown		(0.050)	
NJIT CIM Technology Program		(0.050)	
Barnesboro Fire House (Mantua) - Roof Repair		(0.040)	
Voices for Patient Protection		(0.032)	
Other (Net)		<u>(10.386)</u>	
<b>Subtotal - Grants-In-Aid Decreases</b>		<b>\$ (356.592)</b>	
<b>Net Change (Grants-In-Aid)</b>			<b><u>\$ 1,425.602</u></b>
<b>State Aid</b>			
Education Formula/Supplemental Programs	\$ 216.844		
School Construction and Renovation Fund Debt Service	192.194		
Education Targeted At-Risk Aid	66.798		
Special Municipal Aid	37.300		
2008 Municipal Property Tax Assistance	32.600		
Post-Retirement Medical - Teachers' Pension and Annuity Fund	29.746		
Full-Day Kindergarten Supplemental Aid	26.182		
Local School Districts Teacher Social Security Payments	25.400		
Consolidation Fund	15.000		
County Psychiatric Hospitals	13.864		
Debt Service - Pensions-BOE	8.375		
County College Operating Support	7.631		

# SUMMARIES OF APPROPRIATIONS

## MAJOR INCREASES AND DECREASES (\$ In Millions)

	<u>Increase</u>	<u>Decrease</u>	<u>Net Change</u>
Charter School Aid	5.720		
General Assistance/Supplemental Security Income	4.197		
Abbott Preschool Expansion Aid	3.100		
Nonpublic School Aid	3.049		
Elderly and Handicapped Transportation Services	1.998		
Debt Service	0.964		
Local Employee Benefits	0.932		
County College Employee Benefits	0.925		
Other (Net)	<u>0.173</u>		
<b>Subtotal - State Aid Increases</b>	<b><u>\$ 692.992</u></b>		
Special Municipal Aid - One-Time		\$ (80.000)	
Newark Municipal Assistance		(24.000)	
Extraordinary Municipal Aid		(18.000)	
Regional Efficiency Aid Program (REAP)		(10.992)	
TANF Federal Block Grant Balances		(9.000)	
TANF Caseload Trend		(4.000)	
Trenton Municipal Assistance		(4.000)	
East Orange Municipal Assistance		(1.900)	
Irvington Municipal Assistance		(1.900)	
Teachers' Pension and Annuity Fund		(1.520)	
Ewing Municipal Assistance		(1.500)	
East Brunswick School District		(1.300)	
Edison School District		(1.300)	
Montclair Board of Education - Minority Student Achievement Network		(1.000)	
Gloucester City Municipal Assistance		(0.950)	
Orange Municipal Assistance		(0.950)	
Lawrence Township (Mercer) School District Extraordinary Aid		(0.675)	
Bloomfield Municipal Assistance		(0.665)	
Cherry Hill Township - Library Debt Service		(0.500)	
Mosquito Control Program		(0.300)	
West Deptford Township - Diesel-Fired Electric Generator		(0.200)	
South Plainfield School District		(0.195)	
Logan Township Sidewalk Improvements		(0.110)	
Paulsboro Borough - Property Acquisition and Demolition Costs		(0.050)	
Mercer Shared Services		<u>(0.015)</u>	
<b>Subtotal - State Aid Decreases</b>		<b><u>\$ (165.022)</u></b>	
<b>Net Change (State Aid)</b>			<b><u>\$ 527.970</u></b>
<b>Capital Construction</b>			
Capital Improvements for State Parks and Recreation Areas	\$ 10.059		
Energy Efficiency - Statewide Projects	10.000		
NJ Building Authority	6.536		
World War II Memorial	1.000		
Other (Net)	<u>11.075</u>		
<b>Subtotal - Capital Construction Increases</b>	<b><u>\$ 38.670</u></b>		

## SUMMARIES OF APPROPRIATIONS

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### MAJOR INCREASES AND DECREASES (\$ In Millions)

	<u>Increase</u>	<u>Decrease</u>	<u>Net Change</u>
Corporate Business Tax Dedication - Other		\$ (19.790)	
Statewide Automated Child Welfare Information System		(10.000)	
Capital Improvements for Sheltering Homeless Veterans		<u>(2.000)</u>	
<i>Subtotal - Capital Construction Decreases</i>		<u>\$ (31.790)</u>	
<i>Net Change (Capital Construction)</i>			<u>\$ 6.880</u>
<b>Debt Service</b>			
General Obligation Debt Service	<u>\$ 12.613</u>		
<i>Subtotal - Debt Service Increases</i>	<u>\$ 12.613</u>		
<i>Net Change (Debt Service)</i>			<u>\$ 12.613</u>
<b>GRAND TOTAL</b>	<b><u>\$2,959.936</u></b>	<b><u>(\$728.578)</u></b>	<b><u>\$2,231.358</u></b>



# SUMMARIES OF APPROPRIATIONS

**TABLE I**  
**SUMMARY OF FISCAL YEAR 2007-08 APPROPRIATION RECOMMENDATIONS**  
(thousands of dollars)

Table I shows the appropriations from all State sources by Fund. It highlights the percent change in appropriations between fiscal years.

	2007 Adjusted Approp.	2008 Recommended	----- Change -----	
			Dollar	Percent
<b>GENERAL FUND AND PROPERTY TAX RELIEF FUND</b>				
State Aid and Grants	22,599,541	24,524,301	1,924,760	% 8.5
State Operations				
Executive Branch	3,539,079	3,522,973	-16,106	-0.5
Legislature	75,080	74,638	-442	-0.6
Judiciary	597,398	594,398	-3,000	-0.5
Interdepartmental	2,049,648	2,362,227	312,579	15.3
<b>Total State Operations</b>	<b>6,261,205</b>	<b>6,554,236</b>	<b>293,031</b>	<b>% 4.7</b>
Capital Construction	1,238,779	1,245,659	6,880	0.6
Debt Service	427,785	440,398	12,613	2.9
<b>TOTAL GENERAL FUND AND PROPERTY TAX RELIEF FUND</b>	<b>30,527,310</b>	<b>32,764,594</b>	<b>2,237,284</b>	<b>% 7.3</b>
CASINO CONTROL FUND	74,039	74,039	---	---
CASINO REVENUE FUND	459,029	453,103	-5,926	-1.3
<b>GRAND TOTAL STATE APPROPRIATIONS</b>	<b>31,060,378</b>	<b>33,291,736</b>	<b>2,231,358</b>	<b>% 7.2</b>

**TABLE II**  
**SUMMARY OF FISCAL YEAR 2007-08 APPROPRIATION RECOMMENDATIONS**  
(thousands of dollars)

Table II shows comprehensive prior year financial data, current year appropriations, and budget year recommendations by fund and major spending category.

Year Ending June 30, 2006						Year Ending June 30, 2008		
Orig. & (S)Supple- mental	Reapp. & (R)Recpts.	Transfers & (E)Emer- gencies	Total Available	Expended		2007 Adjusted Approp.	Requested	Recom- mended
					<b>General Fund</b>			
5,933,843	589,086	40,664	6,563,593	6,099,019	Direct State Services	6,261,205	6,555,028	6,554,236
8,107,067	397,615	-39,559	8,465,123	8,189,816	Grants-in-Aid	8,941,505	9,267,166	9,120,081
1,595,005	46,101	1,915	1,643,021	1,538,495	State Aid	2,231,339	1,696,589	1,687,220
1,091,220	210,483	-1,355	1,300,348	1,102,132	Capital Construction	1,238,779	1,245,659	1,245,659
169,326	---	---	169,326	169,323	Debt Service	427,785	440,398	440,398
<b>16,896,461</b>	<b>1,243,285</b>	<b>1,665</b>	<b>18,141,411</b>	<b>17,098,785</b>	<b>Total General Fund</b>	<b>19,100,613</b>	<b>19,204,840</b>	<b>19,047,594</b>
<b>10,606,600</b>	<b>407,101</b>	<b>-47,411</b>	<b>10,966,290</b>	<b>10,934,203</b>	<b>Property Tax Relief Fund</b>	<b>11,426,697</b>	<b>13,717,000</b>	<b>13,717,000</b>
71,285	874	---	72,159	71,116	Casino Control Fund	74,039	74,039	74,039
511,311	165,650	---	676,961	669,159	Casino Revenue Fund	459,029	453,103	453,103
2,025	---	---	2,025	1,788	Gubernatorial Elections Fund	---	---	---
<b>28,087,682</b>	<b>1,816,910</b>	<b>-45,746</b>	<b>29,858,846</b>	<b>28,775,051</b>	<b>GRAND TOTAL STATE APPROPRIATIONS</b>	<b>31,060,378</b>	<b>33,448,982</b>	<b>33,291,736</b>

# SUMMARIES OF APPROPRIATIONS

**TABLE III**  
**SUMMARY OF APPROPRIATIONS BY ORGANIZATION**  
(thousands of dollars)

Year Ending June 30, 2006						Year Ending June 30, 2008		
Orig. & (S)Supple- mental	Reapp. & (R)Recpts.	Transfers & (E)Emer- gencies	Total Available	Expended		2007 Adjusted Approp.	Requested	Recom- mended
<u>DIRECT STATE SERVICES</u>								
Legislative Branch								
11,644	3,006	625	15,275	10,791	Senate	11,859	11,859	11,859
18,192	3,447	500	22,139	19,218	General Assembly	18,274	18,274	18,274
29,068	2,661	923	32,652	30,878	Legislative Support Services	29,714	29,272	29,272
15,269	7,223	---	22,492	14,400	Legislative Commission	15,233	15,233	15,233
74,173	16,337	2,048	92,558	75,287	Total Legislative Branch	75,080	74,638	74,638
Executive Branch								
4,972	1,299	210	6,481	4,860	Chief Executive	5,056	5,056	5,056
9,215	2,613	551	12,379	11,074	Department of Agriculture	9,088	9,238	9,238
67,037	5,815	756	73,608	65,605	Department of Banking and Insurance	70,311	70,311	70,311
182,509	75	8,494	191,078	190,875	Department of Children and Families	293,103	309,450	309,450
36,008	40,429	-7,224	69,213	56,926	Department of Community Affairs	38,773	38,678	38,678
909,913	1,502	25,863	937,278	929,625	Department of Corrections	963,938	974,226	974,226
60,694	9,414	13,620	83,728	75,524	Department of Education	69,518	76,733	76,733
221,540	40,111	9,105	270,756	254,163	Department of Environmental Protection	243,643	233,056	233,056
63,676	13,981	19,822	97,479	95,341	Department of Health and Senior Services	76,587	73,116	73,116
62,805	13,938	19,691	96,434	94,324	(From General Fund)	75,716	72,245	72,245
871	43	131	1,045	1,017	(From Casino Revenue Fund)	871	871	871
571,697	18,045	53,437	643,179	532,721	Department of Human Services	478,095	487,175	487,175
60,696	41,001	732	102,429	97,273	Department of Labor and Workforce Development	63,169	63,264	63,264
566,510	196,800	15,643	778,953	656,407	Department of Law and Public Safety	567,658	551,496	551,496
523,819	196,738	15,643	736,200	613,969	(From General Fund)	522,967	506,805	506,805
42,599	62	---	42,661	42,346	(From Casino Control Fund)	44,599	44,599	44,599
92	---	---	92	92	(From Casino Revenue Fund)	92	92	92
85,851	4,369	2,275	92,495	89,468	Department of Military and Veterans' Affairs	89,016	88,906	88,906
24,540	6,852	483	31,875	28,730	Department of Personnel	22,687	22,437	22,437
16,004	2,222	-107	18,119	14,211	Department of the Public Advocate	19,202	19,202	19,202
26,505	1,122	1,646	29,273	27,757	Department of State	23,715	27,812	27,020
99,675	4,777	4,280	108,732	106,868	Department of Transportation	99,204	88,712	88,712
415,542	107,779	-17,796	505,525	470,870	Department of the Treasury	479,910	458,455	458,455
386,856	106,967	-17,796	476,027	442,100	(From General Fund)	450,470	429,015	429,015
28,686	812	---	29,498	28,770	(From Casino Control Fund)	29,440	29,440	29,440
1,428	---	4	1,432	1,425	Miscellaneous Commissions	1,408	1,444	1,444
3,424,012	498,206	131,794	4,054,012	3,709,723	Total Executive Branch	3,614,081	3,598,767	3,597,975
3,351,764	497,289	131,663	3,980,716	3,637,498	(From General Fund)	3,539,079	3,523,765	3,522,973
71,285	874	---	72,159	71,116	(From Casino Control Fund)	74,039	74,039	74,039
963	43	131	1,137	1,109	(From Casino Revenue Fund)	963	963	963

# SUMMARIES OF APPROPRIATIONS

**TABLE III**  
**SUMMARY OF APPROPRIATIONS BY ORGANIZATION**  
(thousands of dollars)

Year Ending June 30, 2006					Year Ending June 30, 2008			
Orig. & (S)Supple- mental	Reapp. & (R)Recpts.	Transfers & (E)Emer- gencies	Total Available	Expended		2007 Adjusted Approp.	Requested	Recom- mended
<b><u>DIRECT STATE SERVICES</u></b>								
<b>Interdepartmental Accounts</b>								
147,220	6,060	4,976	158,256	154,160	Property Rentals	163,490	167,431	167,431
101,333	16,217	-655	116,895	113,952	Insurance and Other Services	122,211	108,489	108,489
1,442,797	---	15,529	1,458,326	1,446,297	Employee Benefits	1,651,624	1,778,023	1,778,023
79,722	1,610	13,918	95,250	69,617	Other Interdepartmental Accounts	36,107	13,143	13,143
147,624	37,612	-128,789	56,447	8,337	Salary Increases and Other Benefits	10,300	223,145	223,145
35,184	1,574	655	37,413	37,264	Utilities and Other Services	65,916	71,996	71,996
<b>1,953,880</b>	<b>63,073</b>	<b>-94,366</b>	<b>1,922,587</b>	<b>1,829,627</b>	<b>Total Interdepartmental Accounts</b>	<b>2,049,648</b>	<b>2,362,227</b>	<b>2,362,227</b>
<b>Judicial Branch</b>								
554,026	12,387	1,319	567,732	556,607	The Judiciary	597,398	594,398	594,398
<b>554,026</b>	<b>12,387</b>	<b>1,319</b>	<b>567,732</b>	<b>556,607</b>	<b>Total Judicial Branch</b>	<b>597,398</b>	<b>594,398</b>	<b>594,398</b>
<b>6,006,091</b>	<b>590,003</b>	<b>40,795</b>	<b>6,636,889</b>	<b>6,171,244</b>	<b>Total Direct State Services</b>	<b>6,336,207</b>	<b>6,630,030</b>	<b>6,629,238</b>
5,933,843	589,086	40,664	6,563,593	6,099,019	(From General Fund)	6,261,205	6,555,028	6,554,236
71,285	874	---	72,159	71,116	(From Casino Control Fund)	74,039	74,039	74,039
963	43	131	1,137	1,109	(From Casino Revenue Fund)	963	963	963
<b><u>GRANTS-IN-AID</u></b>								
<b>Executive Branch</b>								
1,575	452	480	2,507	2,157	Department of Agriculture	5,025	4,875	4,875
541,692	159	24,673	566,524	565,978	Department of Children and Families	708,517	751,524	751,524
55,710	39,409	7,795	102,914	87,717	Department of Community Affairs	61,845	50,260	50,260
138,654	---	-271	138,383	132,899	Department of Corrections	133,151	150,698	150,698
18,129	---	-222	17,907	17,163	Department of Education	39,713	28,938	28,938
750	5,369	16,734	22,853	5,206	Department of Environmental Protection	27,165	24,700	24,700
1,592,488	181,940	-18,819	1,755,609	1,696,846	Department of Health and Senior Services	1,792,676	1,581,045	1,581,045
1,261,776	16,333	-18,688	1,259,421	1,208,340	(From General Fund)	1,484,824	1,281,117	1,281,117
330,712	165,607	-131	496,188	488,506	(From Casino Revenue Fund)	307,852	299,928	299,928
3,528,651	255,512	-29,316	3,754,847	3,676,405	Department of Human Services	3,733,581	3,983,504	3,983,504
3,385,807	255,512	-29,316	3,612,003	3,533,653	(From General Fund)	3,620,737	3,870,660	3,870,660
142,844	---	---	142,844	142,752	(From Casino Revenue Fund)	112,844	112,844	112,844
47,282	---	-3,000	44,282	44,252	Department of Labor and Workforce Development	56,973	71,579	71,579
44,842	---	-3,000	41,842	41,812	(From General Fund)	54,533	69,139	69,139
2,440	---	---	2,440	2,440	(From Casino Revenue Fund)	2,440	2,440	2,440
23,202	---	20	23,222	22,985	Department of Law and Public Safety	22,469	27,938	27,938
21,177	---	20	21,197	21,197	(From General Fund)	22,469	27,938	27,938
2,025	---	---	2,025	1,788	(From Gubernatorial Elections Fund)	---	---	---
1,544	15	---	1,559	1,450	Department of Military and Veterans' Affairs	1,544	3,044	3,044
1,251,942	14,664	37,163	1,303,769	1,270,304	Department of State	1,184,238	1,373,427	1,235,601
273,700	2,182	93	275,975	273,786	Department of Transportation	298,200	298,200	298,200
1,036,285	418,739	-21,104	1,433,920	1,407,856	Department of the Treasury	1,588,090	2,827,865	2,818,606
239,797	18,686	-21,104	237,379	213,522	(From General Fund)	404,302	423,865	414,606
796,488	400,053	---	1,196,541	1,194,334	(From Property Tax Relief Fund)	1,183,788	2,404,000	2,404,000
<b>8,511,604</b>	<b>918,441</b>	<b>14,226</b>	<b>9,444,271</b>	<b>9,205,004</b>	<b>Total Executive Branch</b>	<b>9,653,187</b>	<b>11,177,597</b>	<b>11,030,512</b>
7,237,095	352,781	14,357	7,604,233	7,375,184	(From General Fund)	8,046,263	8,358,385	8,211,300
796,488	400,053	---	1,196,541	1,194,334	(From Property Tax Relief Fund)	1,183,788	2,404,000	2,404,000
475,996	165,607	-131	641,472	633,698	(From Casino Revenue Fund)	423,136	415,212	415,212
2,025	---	---	2,025	1,788	(From Gubernatorial Elections Fund)	---	---	---

# SUMMARIES OF APPROPRIATIONS

**TABLE III**  
**SUMMARY OF APPROPRIATIONS BY ORGANIZATION**  
(thousands of dollars)

Year Ending June 30, 2006						Year Ending June 30, 2008		
Orig. & (S)Supple- mental	Reapp. & (R)Recpts.	Transfers & (E)Emer- gencies	Total Available	Expended		2007 Adjusted Approp.	Requested	Recom- mended
GRANTS-IN-AID								
Interdepartmental Accounts								
673,658	352	-2,600	671,410	668,121	Employee Benefits	758,504	749,905	749,905
54,925	44,482	-15,780	83,627	41,757	Other Interdepartmental Accounts	---	---	---
35,546	---	-35,546	---	---	Salary Increases and Other Benefits	---	11,047	11,047
105,843	---	10	105,853	104,754	Aid to Independent Authorities	136,738	147,829	147,829
869,972	44,834	-53,916	860,890	814,632	Total Interdepartmental Accounts	895,242	908,781	908,781
9,381,576	963,275	-39,690	10,305,161	10,019,636	Total Grants-in-Aid	10,548,429	12,086,378	11,939,293
8,107,067	397,615	-39,559	8,465,123	8,189,816	(From General Fund)	8,941,505	9,267,166	9,120,081
796,488	400,053	---	1,196,541	1,194,334	(From Property Tax Relief Fund)	1,183,788	2,404,000	2,404,000
475,996	165,607	-131	641,472	633,698	(From Casino Revenue Fund)	423,136	415,212	415,212
2,025	---	---	2,025	1,788	(From Gubernatorial Elections Fund)	---	---	---
STATE AID								
Executive Branch								
11,727	1,023	---	12,750	10,132	Department of Agriculture	11,727	11,727	11,727
1,034,515	3,923	-58,059	980,379	964,815	Department of Community Affairs	1,213,540	1,153,568	1,153,568
107,446	3,923	---	111,369	95,812	(From General Fund)	152,068	87,196	87,196
927,069	---	-58,059	869,010	869,003	(From Property Tax Relief Fund)	1,061,472	1,066,372	1,066,372
9,361,268	12,090	3,008	9,376,366	9,335,039	Department of Education	10,297,668	10,866,744	10,866,744
654,245	5,042	-7,640	651,647	624,590	(From General Fund)	1,283,865	795,907	795,907
8,707,023	7,048	10,648	8,724,719	8,710,449	(From Property Tax Relief Fund)	9,013,803	10,070,837	10,070,837
19,072	151	1,000	20,223	19,674	Department of Environmental Protection	20,716	20,416	20,416
10,072	151	1,000	11,223	11,013	(From General Fund)	11,216	10,916	10,916
9,000	---	---	9,000	8,661	(From Property Tax Relief Fund)	9,500	9,500	9,500
9,552	---	---	9,552	9,309	Department of Health and Senior Services	9,552	9,552	9,552
468,633	621	8,639	477,893	460,241	Department of Human Services	417,105	427,166	427,166
1,522	---	---	1,522	1,506	Department of Labor and Workforce Development	1,522	1,522	1,522
8,030	14,647	---	22,677	13,320	Department of Law and Public Safety	23,030	26,545	26,545
18,537	---	---	18,537	18,232	Department of State	18,520	19,520	18,520
34,352	---	---	34,352	34,352	Department of Transportation	34,930	36,928	36,928
34,352	---	---	34,352	34,352	(From Casino Revenue Fund)	34,930	36,928	36,928
472,261	20,694	-84	492,871	446,096	Department of the Treasury	460,868	472,829	464,460
305,241	20,694	-84	325,851	294,340	(From General Fund)	302,734	306,538	298,169
167,020	---	---	167,020	151,756	(From Property Tax Relief Fund)	158,134	166,291	166,291
11,439,469	53,149	-45,496	11,447,122	11,312,716	Total Executive Branch	12,509,178	13,046,517	13,037,148
1,595,005	46,101	1,915	1,643,021	1,538,495	(From General Fund)	2,231,339	1,696,589	1,687,220
9,810,112	7,048	-47,411	9,769,749	9,739,869	(From Property Tax Relief Fund)	10,242,909	11,313,000	11,313,000
34,352	---	---	34,352	34,352	(From Casino Revenue Fund)	34,930	36,928	36,928
11,439,469	53,149	-45,496	11,447,122	11,312,716	Total State Aid	12,509,178	13,046,517	13,037,148
1,595,005	46,101	1,915	1,643,021	1,538,495	(From General Fund)	2,231,339	1,696,589	1,687,220
9,810,112	7,048	-47,411	9,769,749	9,739,869	(From Property Tax Relief Fund)	10,242,909	11,313,000	11,313,000
34,352	---	---	34,352	34,352	(From Casino Revenue Fund)	34,930	36,928	36,928

# SUMMARIES OF APPROPRIATIONS

**TABLE III**  
**SUMMARY OF APPROPRIATIONS BY ORGANIZATION**  
(thousands of dollars)

Year Ending June 30, 2006					Year Ending June 30, 2008		
Orig. & (S)Supple- mental	Reapp. & (R)Recpts.	Transfers & (E)Emer- gencies	Total Available	Expended	2007 Adjusted Approp.	Requested	Recom- mended
<b><u>CAPITAL CONSTRUCTION</u></b>							
<b>Legislative Branch</b>							
---	289	---	289	---	Legislative Support Services	---	---
---	<b>289</b>	---	<b>289</b>	---	<b>Total Legislative Branch</b>	---	---
<b>Executive Branch</b>							
---	993	---	993	---	Department of Agriculture	250	250
3,500	4,582	---	8,082	5,276	Department of Children and Families	10,000	---
5,000	5,667	---	10,667	2,777	Department of Corrections	---	3,936
1,050	844	---	1,894	227	Department of Education	2,450	2,800
84,263	117,638	-23,854	178,047	77,463	Department of Environmental Protection	116,767	107,271
---	443	---	443	317	Department of Health and Senior Services	---	---
8,100	11,071	---	19,171	1,879	Department of Human Services	7,700	2,800
4,805	11,050	1,545	17,400	6,823	Department of Law and Public Safety	1,500	3,800
175	2,797	77	3,049	661	Department of Military and Veterans' Affairs	2,590	1,165
---	2	---	2	---	Department of Personnel	---	---
---	619	1,100	1,719	180	Department of State	---	---
805,000	---	---	805,000	805,000	Department of Transportation	895,000	895,000
---	7,276	3,058	10,334	507	Department of the Treasury	6,916	6,500
---	2	---	2	---	Miscellaneous Commissions	---	---
<b>911,893</b>	<b>162,984</b>	<b>-18,074</b>	<b>1,056,803</b>	<b>901,110</b>	<b>Total Executive Branch</b>	<b>1,042,923</b>	<b>1,023,522</b>
<b>Interdepartmental Accounts</b>							
179,327	47,210	16,719	243,256	201,022	Capital Projects - Statewide	195,856	222,137
<b>179,327</b>	<b>47,210</b>	<b>16,719</b>	<b>243,256</b>	<b>201,022</b>	<b>Total Interdepartmental Accounts</b>	<b>195,856</b>	<b>222,137</b>
<b>1,091,220</b>	<b>210,483</b>	<b>-1,355</b>	<b>1,300,348</b>	<b>1,102,132</b>	<b>Total Capital Construction</b>	<b>1,238,779</b>	<b>1,245,659</b>
<b><u>DEBT SERVICE</u></b>							
<b>Executive Branch</b>							
24,675	---	---	24,675	24,673	Department of Environmental Protection	64,664	56,790
144,651	---	---	144,651	144,650	Department of the Treasury	363,121	383,608
<b>169,326</b>	---	---	<b>169,326</b>	<b>169,323</b>	<b>Total Executive Branch</b>	<b>427,785</b>	<b>440,398</b>
<b>169,326</b>	---	---	<b>169,326</b>	<b>169,323</b>	<b>Total Debt Service</b>	<b>427,785</b>	<b>440,398</b>
<b>28,087,682</b>	<b>1,816,910</b>	<b>-45,746</b>	<b>29,858,846</b>	<b>28,775,051</b>	<b>GRAND TOTAL-</b>		
<b>16,896,461</b>	<b>1,243,285</b>	<b>1,665</b>	<b>18,141,411</b>	<b>17,098,785</b>	<b>STATE APPROPRIATIONS</b>	<b>31,060,378</b>	<b>33,448,982</b>
71,285	874	---	72,159	71,116	(From General Fund)	19,100,613	19,204,840
10,606,600	407,101	-47,411	10,966,290	10,934,203	(From Casino Control Fund)	74,039	74,039
511,311	165,650	---	676,961	669,159	(From Property Tax Relief Fund)	11,426,697	13,717,000
2,025	---	---	2,025	1,788	(From Casino Revenue Fund)	459,029	453,103
					(From Gubernatorial Elections Fund)	---	---

# SUMMARIES OF APPROPRIATIONS

**TABLE IV**  
**SUMMARY OF APPROPRIATIONS BY CATEGORY OR PURPOSE**  
(thousands of dollars)

	<b>2006 Expenditures</b>	<b>2007 Adjusted Appropriation</b>	<b>2008 Requested</b>	<b>2008 Recom- mended</b>
<b>General Fund--</b>				
Direct State Services--				
Personal Services .....	2,823,049	2,869,816	3,117,708	3,116,916
Materials and Supplies .....	226,352	239,330	244,724	244,724
Services Other Than Personal .....	494,295	453,081	453,265	453,265
Maintenance and Fixed Charges .....	243,147	262,791	254,004	254,004
Improvements and Equipment .....	47,211	35,143	35,371	35,371
Employee Pension and Health Benefits .....	1,446,297	1,651,624	1,778,023	1,778,023
Special Purpose .....	818,668	749,420	671,933	671,933
<i>Total Direct State Services</i> .....	<i>6,099,019</i>	<i>6,261,205</i>	<i>6,555,028</i>	<i>6,554,236</i>
<b>Grants-in-Aid--</b>				
Employee Benefits-Colleges and Universities .....	668,121	758,504	749,905	749,905
Rutgers, The State University .....	356,160	309,370	331,600	321,737
University of Medicine and Dentistry of New Jersey .....	247,081	220,731	258,131	231,160
New Jersey Institute of Technology .....	52,112	47,182	50,775	48,490
State Colleges and Universities .....	300,352	276,717	386,703	288,293
Other Higher Education Programs .....	65,263	99,158	104,897	104,571
Student Aid-Scholarships and Grants .....	266,565	290,870	308,963	308,963
Support of Independent Higher Education Institutions .....	25,959	21,878	30,902	21,672
Correctional Facilities .....	132,899	133,151	150,698	150,698
Support of the Arts .....	30,030	24,532	24,173	24,173
Transit Subsidy .....	273,700	298,200	298,200	298,200
Welfare Support Programs .....	273,232	258,454	270,707	270,707
Medicaid .....	3,259,714	3,359,452	3,554,847	3,554,847
Pharmaceutical Assistance Programs .....	67,540	172,974	106,898	106,898
Children and Families .....	565,978	708,517	751,524	751,524
Services for the Developmentally Disabled .....	476,939	498,568	508,886	508,886
Mental Health Services .....	264,579	270,178	277,633	277,633
AIDS Programs .....	22,972	32,369	30,442	30,442
Other Health and Human Services Programs .....	377,032	501,566	390,364	390,364
Economic Development .....	138,694	322,504	338,395	338,395
Other Grants-In-Aid .....	324,894	336,630	342,523	342,523
<i>Total Grants-in-Aid</i> .....	<i>8,189,816</i>	<i>8,941,505</i>	<i>9,267,166</i>	<i>9,120,081</i>
<b>State Aid--</b>				
Aid to County Colleges .....	179,008	175,993	186,918	178,549
Educational .....	624,591	1,283,865	795,907	795,907
Cash Assistance and County Welfare Administration .....	323,917	293,930	285,127	285,127
Health and Senior Services and Human Services .....	145,633	132,727	151,591	151,591
Aid to Counties and Municipalities .....	235,716	298,379	227,386	226,386
Other State Aid .....	29,630	46,445	49,660	49,660
<i>Total State Aid</i> .....	<i>1,538,495</i>	<i>2,231,339</i>	<i>1,696,589</i>	<i>1,687,220</i>

# SUMMARIES OF APPROPRIATIONS

**TABLE IV**  
**SUMMARY OF APPROPRIATIONS BY CATEGORY OR PURPOSE**  
(thousands of dollars)

	<b>2006 Expenditures</b>	<b>2007 Adjusted Appropriation</b>	<b>2008 Requested</b>	<b>2008 Recom- mended</b>
<b>Capital Construction--</b>				
Transportation Trust Fund .....	805,000	895,000	895,000	895,000
Educational .....	227	2,450	2,800	2,800
Institutional .....	4,656	7,700	6,736	6,736
Constitutionally Dedicated Projects .....	174,431	200,212	199,481	199,481
All Other .....	117,818	133,417	141,642	141,642
<i>Total Capital Construction .....</i>	<i>1,102,132</i>	<i>1,238,779</i>	<i>1,245,659</i>	<i>1,245,659</i>
<b>Debt Service--</b>				
Principal .....	13,670	254,246	267,075	267,075
Interest .....	155,653	173,539	173,323	173,323
<i>Total Debt Service .....</i>	<i>169,323</i>	<i>427,785</i>	<i>440,398</i>	<i>440,398</i>
<i>Total General Fund .....</i>	<i>17,098,785</i>	<i>19,100,613</i>	<i>19,204,840</i>	<i>19,047,594</i>
<b>Property Tax Relief Fund--</b>				
Aid to County Colleges .....	25,439	27,500	33,464	33,464
Educational .....	8,710,449	9,013,803	10,070,837	10,070,837
Direct Property Tax Relief .....	1,293,315	1,282,888	2,503,100	2,503,100
Aid to Municipalities .....	905,000	1,102,506	1,109,599	1,109,599
<i>Total Property Tax Relief Fund .....</i>	<i>10,934,203</i>	<i>11,426,697</i>	<i>13,717,000</i>	<i>13,717,000</i>
<b>Casino Control Fund--</b>				
Enforcement .....	42,346	44,599	44,599	44,599
Administration .....	28,770	29,440	29,440	29,440
<i>Total Casino Control Fund .....</i>	<i>71,116</i>	<i>74,039</i>	<i>74,039</i>	<i>74,039</i>
<b>Casino Revenue Fund--</b>				
Medicaid .....	139,581	110,686	109,186	109,186
Pharmaceutical Assistance Programs .....	443,757	262,017	255,593	255,593
Programs for Senior Citizens and the Disabled .....	85,821	86,326	88,324	88,324
<i>Total Casino Revenue Fund .....</i>	<i>669,159</i>	<i>459,029</i>	<i>453,103</i>	<i>453,103</i>
<b>Gubernatorial Elections Fund--</b>				
Public Financing of Gubernatorial General Election .....	1,788	---	---	---
<i>Total Gubernatorial Elections Fund .....</i>	<i>1,788</i>	<i>---</i>	<i>---</i>	<i>---</i>
<b>GRAND TOTAL STATE APPROPRIATIONS .....</b>	<b>28,775,051</b>	<b>31,060,378</b>	<b>33,448,982</b>	<b>33,291,736</b>

# SUMMARIES OF APPROPRIATIONS

## DEDICATED FUNDS

### Summary of Appropriations by Department (thousands of dollars)

Orig. & (S)Supple- mental	Year Ending June 30, 2006					2007 Adjusted Approp.	Year Ending June 30, 2008	
	Reapp. & (R)Recpts.	Transfers & (E)Emer- gencies	Total Available	Expended			Requested	Recom- mended
PROPERTY TAX RELIEF FUND								
Grants-In-Aid								
Department of the Treasury								
796,488	400,053	---	1,196,541	1,194,334	Homestead Exemptions	1,183,788	2,404,000	2,404,000
796,488	400,053	---	1,196,541	1,194,334	Total Department of the Treasury	1,183,788	2,404,000	2,404,000
796,488	400,053	---	1,196,541	1,194,334	Total Grants-In-Aid - Property Tax Relief Fund	1,183,788	2,404,000	2,404,000
State Aid								
Department of Community Affairs								
927,069	---	-58,059	869,010	869,003	Local Government Services	1,061,472	1,066,372	1,066,372
927,069	---	-58,059	869,010	869,003	Total Department of Community Affairs	1,061,472	1,066,372	1,066,372
Department of Education								
5,669,554	7,048	46,779	5,723,381	5,716,734	General Formula Aid	5,443,623	5,973,838	5,973,838
80,529	---	4,501	85,030	85,016	Miscellaneous Grants-In-Aid	86,979	94,209	94,209
65,578	---	---	65,578	65,578	Bilingual Education	65,578	65,578	65,578
199,512	---	---	199,512	199,512	Programs for Disadvantaged Youths	199,512	266,310	266,310
896,420	---	---	896,420	896,420	Special Education	896,420	896,420	896,420
38,948	---	---	38,948	38,948	General Vocational Education	38,948	38,948	38,948
---	---	---	---	---	Office of School Choice	---	---	---
307,287	---	1,867	309,154	308,067	Pupil Transportation	313,047	313,047	313,047
20,454	---	---	20,454	20,454	Facilities Planning and School Building Aid	23	158,391	158,391
1,428,741	---	-42,499	1,386,242	1,379,720	Teachers' Pension and Annuity Assistance	1,969,673	2,264,096	2,264,096
8,707,023	7,048	10,648	8,724,719	8,710,449	Total Department of Education	9,013,803	10,070,837	10,070,837
Department of Environmental Protection								
9,000	---	---	9,000	8,661	Administration and Support Services	9,500	9,500	9,500
9,000	---	---	9,000	8,661	Total Department of Environmental Protection	9,500	9,500	9,500
Department of the Treasury								
109,000	---	---	109,000	98,981	Reimbursement of Senior/ Disabled Citizens' and Veterans' Tax Deductions	99,100	99,100	99,100
29,464	---	---	29,464	27,336	Consolidated Police and Firemen's Pension Fund	31,534	33,727	33,727
28,556	---	---	28,556	25,439	Aid to County Colleges	27,500	33,464	33,464
167,020	---	---	167,020	151,756	Total Department of the Treasury	158,134	166,291	166,291
9,810,112	7,048	-47,411	9,769,749	9,739,869	Total State Aid - Property Tax Relief Fund	10,242,909	11,313,000	11,313,000
10,606,600	407,101	-47,411	10,966,290	10,934,203	Total Property Tax Relief Fund	11,426,697	13,717,000	13,717,000



# SUMMARIES OF APPROPRIATIONS

## DEDICATED FUNDS

### Summary of Appropriations by Department (thousands of dollars)

Year Ending June 30, 2006						Year Ending June 30, 2008		
Orig. & (S)Supple- mental	Reapp. & (R)Recpts.	Transfers & (E)Emer- gencies	Total Available	Expended		2007 Adjusted Approp.	Requested	Recom- mended
CASINO CONTROL FUND								
Direct State Services								
42,599	62	---	42,661	42,346	Department of Law and Public Safety			
					Gaming Enforcement	44,599	44,599	44,599
42,599	62	---	42,661	42,346	Total Department of Law and Public Safety	44,599	44,599	44,599
28,686	812	---	29,498	28,770	Department of the Treasury			
					Administration of Casino Gambling	29,440	29,440	29,440
28,686	812	---	29,498	28,770	Total Department of the Treasury	29,440	29,440	29,440
71,285	874	---	72,159	71,116	Total Direct State Services - Casino Control Fund	74,039	74,039	74,039
71,285	874	---	72,159	71,116	Total Casino Control Fund	74,039	74,039	74,039
CASINO REVENUE FUND								
Direct State Services								
871	43	131	1,045	1,017	Department of Health and Senior Services			
					Programs for the Aged	871	871	871
871	43	131	1,045	1,017	Total Department of Health and Senior Services	871	871	871
92	---	---	92	92	Department of Law and Public Safety			
					Operation of State Professional Boards	92	92	92
92	---	---	92	92	Total Department of Law and Public Safety	92	92	92
963	43	131	1,137	1,109	Total Direct State Services - Casino Revenue Fund	963	963	963
Grants-In-Aid								
529	---	---	529	529	Department of Health and Senior Services			
					Family Health Services	529	529	529
30,531	---	---	30,531	29,467	Medical Services for the Aged	30,629	29,129	29,129
284,768	165,607	---	450,375	443,757	Pharmaceutical Assistance to the Aged and Disabled	262,017	255,593	255,593
14,884	---	-131	14,753	14,753	Programs for the Aged	14,677	14,677	14,677
330,712	165,607	-131	496,188	488,506	Total Department of Health and Senior Services	307,852	299,928	299,928
22,934	---	---	22,934	22,842	Department of Human Services			
					Purchased Residential Care	22,934	22,934	22,934
2,208	---	---	2,208	2,208	Social Supervision and Consultation	2,208	2,208	2,208
7,374	---	---	7,374	7,374	Adult Activities	7,374	7,374	7,374
110,328	---	---	110,328	110,328	Disability Services	80,328	80,328	80,328
142,844	---	---	142,844	142,752	Total Department of Human Services	112,844	112,844	112,844

# SUMMARIES OF APPROPRIATIONS

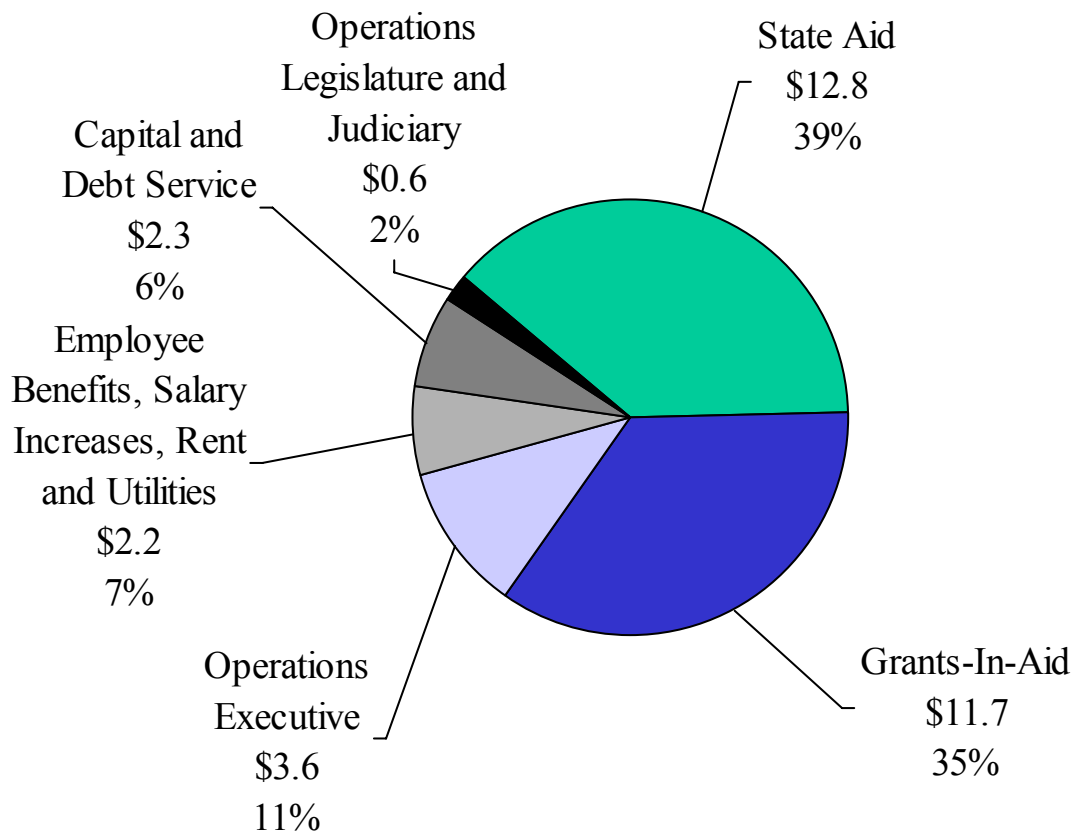
## DEDICATED FUNDS

### Summary of Appropriations by Department (thousands of dollars)

Year Ending June 30, 2006					Year Ending June 30, 2008			
Orig. & (S)Supple- mental	Reapp. & (R)Recpts.	Transfers & (E)Emer- gencies	Total Available	Expended		2007 Adjusted Approp.	Requested	Recom- mended
2,440	---	---	2,440	2,440	Department of Labor and Workforce Development			
					Vocational Rehabilitation Services	2,440	2,440	2,440
2,440	---	---	2,440	2,440	Total Department of Labor and Workforce Development	2,440	2,440	2,440
475,996	165,607	-131	641,472	633,698	Total Grants-In-Aid - Casino Revenue Fund	423,136	415,212	415,212
					State Aid			
34,352	---	---	34,352	34,352	Department of Transportation			
					Railroad and Bus Operations	34,930	36,928	36,928
34,352	---	---	34,352	34,352	Total Department of Transportation	34,930	36,928	36,928
34,352	---	---	34,352	34,352	Total State Aid - Casino Revenue Fund	34,930	36,928	36,928
511,311	165,650	---	676,961	669,159	Total Casino Revenue Fund	459,029	453,103	453,103
					GUBERNATORIAL ELECTIONS FUND			
					Grants-In-Aid			
2,025	---	---	2,025	1,788	Department of Law and Public Safety			
					Election Law Enforcement	---	---	---
2,025	---	---	2,025	1,788	Total Department of Law and Public Safety	---	---	---
2,025	---	---	2,025	1,788	Total Grants-In-Aid - Gubernatorial Elections Fund	---	---	---
2,025	---	---	2,025	1,788	Total Gubernatorial Elections Fund	---	---	---
11,191,221	573,625	-47,411	11,717,435	11,676,266	Total Appropriation	11,959,765	14,244,142	14,244,142

## *Where Does the Money Go – State Aid and Grants Represent 74% of Budget*

(In Billions)



### *74 cents of every dollar goes to Property Tax Relief and Grants in Aid*

**State Aid:** includes Education Aid programs, Municipal Aid, Property Tax Relief programs, General Assistance, and Aid to County Colleges.

**Grant-In-Aid:** includes Property Tax Relief programs, Medicaid, Pharmaceutical Assistance for the Aged and Disabled, Nursing Home and long-term care alternative programs, and support for Higher Education.

**Operations Executive:** includes funding for adult prisons and juvenile facilities, State Police and other Law Enforcement programs, Human Services institutions, Veterans Homes, and the new Children and Families and the Public Advocate Departments.

***FY 2007 Supplementals***

(In Millions)

Employee Benefits	\$ 60.0
Debt/Insurance/Other Central Costs/Torts	24.4
Nursing Homes	17.0
Children and Families	15.0
Jersey City Medical Center <sup>(1)</sup>	12.4
Early Childhood Intervention	12.0
UI/Noncontributory Insurance	11.4
Rent	11.0
Addiction Services	10.0
Snow Removal	10.0
DHS Child Support Systems	9.0
Fair and Clean Elections	7.7
Senior Tax Freeze	7.6
Asset Diversification	4.7
Abbott School Aid Appeals	3.8
Taxation Collection Services	3.5
Medicaid Office of Inspector General	3.0
Other Spending Issues	19.1

<b>Total Appropriation/Spending Issues</b>	<b>\$ 241.6</b>
--	-----------------

(1) Replaces unavailable federal funds

# *Property Tax Relief and Mandatory Growth Greater Than Overall Growth*

(In Millions)

Property Tax Relief	\$ 1,847.6
New Credit / Rebate Program	
Homeowners	1,068.7
Tenants	125.0
Existing Direct Relief Programs	
Senior and Disabled Property Tax Freeze	26.5
School Formula Aid	309.8
Other School Aid	23.4
Teacher Pension, Social Security and Post Retirement Medical	53.6
School Construction Debt Service	192.2
Municipal Aid (1)	20.0
County Colleges and Psychiatric Hospitals	28.4
Salary Increase State/Higher Education Employees	248.8
Medicaid/General Assistance Health Care	185.4
Child Welfare Reform	55.1
Employer Taxes (2)	43.7
Employees Pension (2)	39.6
Employees Active and Retirees Health Benefits (2)	28.9
TANF Work Activities and Case Management	28.1
Correctional Programs	27.8
General Obligation and Other Debt Service	20.6
Tuition Aid Grants and NJ STARS I+II	21.9
Replace Federal Revenue	19.0
Early Childhood Intervention	5.0
Statewide Education Assessment	4.5
Enhanced Mental Health Staffing	3.5
Transportation for the Elderly	2.0
	<u>\$ 2,581.5</u>

(1) one time \$80m for Special Municipal Aid netted out of base for FY07 - was FY06 cost

(2) State, Higher Education, County Colleges and Municipalities

## SUMMARIES OF APPROPRIATIONS

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### *Funding for Property Tax Relief*

(In Millions)

<u>Programs</u>	<u>FY2007 Adjusted Approp.</u>	<u>FY2008 Budget</u>	<u>\$ Change</u>
School Aid	\$ 10,297.7	\$ 10,876.8	\$ 579.1
Municipal Aid	1,917.5	1,937.5	20.0
Other Local Aid	811.6	830.9	19.3
Direct Taxpayer Relief	<u>1,714.9</u>	<u>2,959.1</u>	<u>1,244.2</u>
<b>Total Direct Aid</b>	<b><u>\$ 14,741.7</u></b>	<b><u>\$ 16,604.3</u></b>	<b><u>\$ 1,862.6</u></b>

# SUMMARIES OF APPROPRIATIONS

## Taxpayer Relief

(In Millions)

PROGRAM DESCRIPTION	FY2007		FY2008	Change	
	Adjusted Approp.		Budget	\$	%
<b>School Aid</b>					
Direct Aid	\$ 7,613.9	\$	7,942.7	\$ 328.8	4.3
School Building Aid	481.6		670.0	188.4	39.1
Teachers' Retirement Benefits & Social Security	2,202.2		2,264.1	61.9	2.8
<b>Subtotal School Aid</b>	<b>\$ 10,297.7</b>	<b>\$</b>	<b>10,876.8</b>	<b>\$ 579.1</b>	5.6
<b>Municipal Aid</b>					
Consolidated Municipal Property Tax Relief Aid (CMPTRA)	\$ 835.4	\$	835.4	-	-
* Energy Tax Receipts Property Tax Relief Aid	788.5		788.5	-	-
Special Municipal Aid	94.7		132.0	37.3	39.4
Legislative Initiative Municipal Block Grant Program	34.8		34.8	-	-
2008 Municipal Property Tax Assistance	-		32.6	32.6	-
Municipal Homeland Security Assistance	32.0		32.0	-	-
Extraordinary Aid	43.0		25.0	(18.0)	(41.9)
Consolidation Fund / SHARE	4.2		19.2	15.0	357.1
Trenton Capitol City Aid	16.5		16.5	-	-
Highlands Protection Fund Aid	12.0		12.0	-	-
Regional Efficiency Aid Program (REAP)	11.0		-	(11.0)	(100.0)
Open Space - Payments in Lieu of Taxes	9.5		9.5	-	-
Municipal Assistance - Legislative Earmarks	35.9		-	(35.9)	(100.0)
<b>Subtotal Municipal Aid</b>	<b>\$ 1,917.5</b>	<b>\$</b>	<b>1,937.5</b>	<b>\$ 20.0</b>	1.0
<b>Other Local Aid</b>					
County College Aid	\$ 217.5	\$	232.0	\$ 14.5	6.7
* Transportation Trust Fund - Local Project Aid	175.0		175.0	-	-
Aid to County Psychiatric Hospitals	108.2		122.0	13.9	12.8
Employee Benefits on behalf of Local Governments	93.3		94.3	0.9	1.0
* Urban Enterprise Zones - Sales Tax Dedication	90.0		85.0	(5.0)	(5.6)
County Solid Waste Debt	40.0		35.0	(5.0)	(12.5)
General Assistance Administration	26.0		26.0	-	-
Library Aid	18.5		18.5	-	-
DCA - Housing and Neighborhood Assistance	16.7		16.7	-	-
911 Enhancement	14.9		14.9	-	-
County Prosecutors	8.0		8.0	-	-
County Environmental Health Act	3.5		3.5	-	-
<b>Subtotal Other Local Aid</b>	<b>\$ 811.6</b>	<b>\$</b>	<b>830.9</b>	<b>\$ 19.3</b>	2.4
<b>Direct Taxpayer Relief</b>					
Homestead Property Tax Credits/Rebates for Homeowners	931.3		2,000.0	1,068.7	114.8
Homestead Rebates for Tenants	126.0		251.0	125.0	99.2
Senior/Disabled Citizens' Property Tax Freeze	126.5		153.0	26.5	20.9
Municipal Reimbursement--Veterans' Tax Deductions	76.4		76.4	-	-
Municipal Reimbursement--Senior/Disabled Citizens' Tax Deductions	22.7		22.7	-	-
* Property Tax Deduction Act	432.0		456.0	24.0	5.6
<b>Subtotal Direct Taxpayer Relief</b>	<b>\$ 1,714.9</b>	<b>\$</b>	<b>2,959.1</b>	<b>\$ 1,244.2</b>	72.6
<b>GRAND TOTAL - TAXPAYER RELIEF</b>	<b>\$ 14,741.7</b>	<b>\$</b>	<b>16,604.3</b>	<b>\$ 1,862.6</b>	12.6

\* Not part of State budget

## SUMMARIES OF APPROPRIATIONS

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### *Direct Property Tax Relief*

(In Millions)

	<b>FY2007 Adjusted Approp.</b>	<b>FY2008 Budget</b>	<b>\$ Change</b>
Homestead Property Tax Credits/Rebates for Homeowners	\$ 931.3	\$ 2,000.0	\$ 1,068.7
Homestead Rebates for Tenants	126.0	251.0	125.0
Senior/Disabled Citizens Property Tax Freeze	126.5	153.0	26.5
Property Tax Deduction Act	432.0	456.0	24.0
Municipal Reimbursement - Veterans' Tax Deductions	76.4	76.4	-
Municipal Reimbursement - Senior/Disabled Citizens' Tax Deductions	22.7	22.7	-
<b>Total Direct Property Tax Relief</b>	<b>\$ 1,714.9</b>	<b>\$ 2,959.1</b>	<b>\$ 1,244.2</b>



*School Aid*

(In Millions)

	<b>FY2007 Adjusted Approp.</b>	<b>FY2008 Budget</b>	<b>\$ Change</b>
Formula/Supplemental Programs	\$ 7,132.9	\$ 7,349.8	\$ 216.9
Abbott Preschool Expansion	243.2	246.3	3.1
Nonpublic School Aid	101.6	104.7	3.1
Targeted At-Risk Aid	-	66.8	66.8
Full-Day Kindergarten Supplemental Aid	-	26.2	26.2
Preschool Expansion and Enhancement Grants	-	10.0	10.0
Other Aid	136.2	138.9	2.7
<b>Total Direct School Aid</b>	<b>\$ 7,613.9</b>	<b>\$ 7,942.7</b>	<b>\$ 328.8</b>
Teachers' Pension and Annuity Fund	\$ 693.9	\$ 692.3	\$ (1.6)
Post Retirement Medical	721.4	751.1	29.7
Debt Service on Pension Obligation Bonds	95.1	103.5	8.4
Teachers' Social Security	691.8	717.2	25.4
<b>Total Direct State Payments for Education</b>	<b>\$ 2,202.2</b>	<b>\$ 2,264.1</b>	<b>\$ 61.9</b>
School Construction and Renovation Fund	\$ 364.8	\$ 557.0	\$ 192.2
Debt Service Aid	116.8	113.0	(3.8)
<b>Total School Building Aid</b>	<b>\$ 481.6</b>	<b>\$ 670.0</b>	<b>\$ 188.4</b>
<b>Total School Aid</b>	<b>\$ 10,297.7</b>	<b>\$ 10,876.8</b>	<b>\$ 579.1</b>

# SUMMARIES OF APPROPRIATIONS

**STATE AID FOR LOCAL SCHOOL DISTRICTS  
CONSOLIDATED SUMMARY  
GENERAL FUND AND PROPERTY TAX RELIEF FUND  
(In Thousands)**

---Recommended Fiscal Year 2008---

	Expended Fiscal 2006	Adjusted Appropriation Fiscal 2007	Requested Fiscal 2008	General Fund	Property Tax Relief Fund	Total
<b>Formula Aid Programs:</b>						
Core Curriculum Standards Aid	\$ 3,079,572	\$ 3,080,318	\$ 3,080,318	\$ 117,746	\$ 2,962,572	\$ 3,080,318
Supplemental Core Curriculum Standards Aid	251,768	251,768	251,768	-	251,768	251,768
Early Childhood Aid	330,630	330,630	330,630	-	330,630	330,630
Instructional Supplement	15,621	15,621	15,621	-	15,621	15,621
Demonstrably Effective Program Aid	199,512	199,512	199,512	-	199,512	199,512
Stabilization Aid	111,626	111,626	111,626	-	111,626	111,626
Stabilization Aid 2	2,491	2,491	2,491	-	2,491	2,491
Stabilization Aid 3	11,402	11,402	11,402	-	11,402	11,402
Additional Supplemental Stabilization Aid:						
Large Efficient Districts	5,250	5,250	5,250	-	5,250	5,250
High Senior Citizen Concentrations	1,231	1,231	1,231	-	1,231	1,231
Regionalization Incentive Aid	18,295	18,295	18,295	-	18,295	18,295
Categorical Aids:						
Adult Education Grants	28,721	28,721	28,721	-	28,721	28,721
Bilingual Education	65,578	65,578	65,578	-	65,578	65,578
Special Education	896,420	896,420	896,420	-	896,420	896,420
County Vocational Education	38,948	38,948	38,948	-	38,948	38,948
Pupil Transportation Aid	308,064	312,947	312,947	-	312,947	312,947
School Choice	10,209	8,306	8,306	-	8,306	8,306
Abbott-Bordered District Aid	19,691	21,903	21,903	-	21,903	21,903
Aid for Enrollment Adjustments	16,456	16,456	16,456	-	16,456	16,456
Consolidated Aid	130,127	129,684	129,684	-	129,684	129,684
Above Average Enrollment Growth	12,098	17,575	17,575	-	17,575	17,575
Additional Formula Aid	90,000	86,772	179,378	-	179,378	179,378
Targeted At-Risk Aid	-	-	66,798	-	66,798	66,798
Full-Day Kindergarten Supplemental Aid	-	-	26,182	-	26,182	26,182
<b>Less:</b>						
Stabilization Aid Growth Limitation	(73,576)	(73,576)	(73,576)	-	(73,576)	(73,576)
Growth Savings - Payment Change	(37,616)	(8,450)	(8,450)	-	(8,450)	(8,450)
<b>Subtotal, Net T&amp;E Budget</b>	<b>\$ 5,532,518</b>	<b>\$ 5,569,428</b>	<b>\$ 5,755,014</b>	<b>\$ 117,746</b>	<b>\$ 5,637,268</b>	<b>\$ 5,755,014</b>
School Construction and Renovation Fund	233,821	364,846	557,040	511,646	45,394	557,040
Debt Service Aid	119,809	116,826	112,997	-	112,997	112,997
<b>Subtotal, School Building Aid</b>	<b>\$ 353,630</b>	<b>\$ 481,672</b>	<b>\$ 670,037</b>	<b>\$ 511,646</b>	<b>\$ 158,391</b>	<b>\$ 670,037</b>
<b>TOTAL FORMULA AID</b>	<b>\$ 5,886,148</b>	<b>\$ 6,051,100</b>	<b>\$ 6,425,051</b>	<b>\$ 629,392</b>	<b>\$ 5,795,659</b>	<b>\$ 6,425,051</b>

# SUMMARIES OF APPROPRIATIONS

## STATE AID FOR LOCAL SCHOOL DISTRICTS CONSOLIDATED SUMMARY GENERAL FUND AND PROPERTY TAX RELIEF FUND (In Thousands)

---Recommended Fiscal Year 2008---

	Expended Fiscal 2006	Adjusted Appropriation Fiscal 2007	Requested Fiscal 2008	General Fund	Property Tax Relief Fund	Total
<b>Other Aid to Education:</b>						
Nonpublic School Aid	\$ 110,951	\$ 101,615	\$ 104,664	\$ 104,664	\$ -	\$ 104,664
Education Opportunity Aid	1,522,831	1,555,056	1,679,294	-	1,679,294	1,679,294
Abbott Preschool Expansion Aid	203,940	243,200	246,300	-	246,300	246,300
Early Launch to Learning Initiative	2,187	3,000	3,000	-	3,000	3,000
High Expectations for Learning Proficiency	14,901	16,900	16,900	-	16,900	16,900
Payment for Children with Unknown District of Residence	28,700	30,200	31,710	-	31,710	31,710
Extraordinary Special Education Costs Aid	52,000	52,000	52,000	52,000	-	52,000
General Vocational Aid	4,854	4,860	4,860	4,860	-	4,860
Additional School Building Aid (Debt Service)	775	23	-	-	-	-
Educational Information & Resource Center	450	450	450	450	-	450
Charter School Aid	12,638	15,058	17,943	-	17,943	17,943
Charter Schools - Council on Local Mandates Decision Offset Aid	7,821	10,500	13,335	-	13,335	13,335
Character Education	4,736	-	-	-	-	-
Teacher Quality Mentoring	2,499	2,500	2,500	-	2,500	2,500
Other Aid	12,947	9,111	4,641	4,541	100	4,641
<b>Subtotal, Other Aid to Education</b>	<b>\$1,982,230</b>	<b>\$2,044,473</b>	<b>\$2,177,597</b>	<b>\$166,515</b>	<b>\$2,011,082</b>	<b>\$2,177,597</b>
<b>Subtotal, Department of Education</b>	<b>\$7,868,378</b>	<b>\$8,095,573</b>	<b>\$8,602,648</b>	<b>\$795,907</b>	<b>\$7,806,741</b>	<b>\$8,602,648</b>
<b>Direct State Payments for Education:</b>						
Teachers' Pension and Annuity Fund	68,115	661,383	661,383	-	661,383	661,383
Teachers' Pension and Annuity Fund - Post Retirement Medical	545,309	616,540	642,445	-	642,445	642,445
Teachers' Pension and Annuity Fund - Non-Contributory	26,401	32,471	30,952	-	30,952	30,952
Debt Service on Pension Obligation Bonds	86,940	95,097	103,472	-	103,472	103,472
Post Retirement Medical Other Than TPAF	89,358	104,854	108,694	-	108,694	108,694
Teachers' Social Security Assistance	650,538	691,750	717,150	-	717,150	717,150
<b>Subtotal, Direct State Payments for Education</b>	<b>\$1,466,661</b>	<b>\$2,202,095</b>	<b>\$2,264,096</b>	<b>\$ -</b>	<b>\$2,264,096</b>	<b>\$2,264,096</b>
<b>TOTAL</b>	<b>\$9,335,039</b>	<b>\$10,297,668</b>	<b>\$10,866,744</b>	<b>\$795,907</b>	<b>\$10,070,837</b>	<b>\$10,866,744</b>

## SUMMARIES OF APPROPRIATIONS

### *Municipal Aid* (In Millions)

	<b>FY2007 Adjusted Approp.</b>	<b>FY2008 Budget</b>	<b>\$ Change</b>
Consolidated Municipal Property Tax Relief Aid (CMPTRA)	\$ 835.4	\$ 835.4	\$ -
Energy Tax Receipts Property Tax Relief Aid	788.5	788.5	-
Special Municipal Aid	94.7	132.0	37.3
Legislative Initiative Municipal Block Grant Program	34.8	34.8	-
2008 Municipal Property Tax Assistance	-	32.6	32.6
Municipal Homeland Security Assistance	32.0	32.0	-
Extraordinary Aid	43.0	25.0	(18.0)
Consolidation Fund / SHARE	4.2	19.2	15.0
Trenton Capitol City Aid	16.5	16.5	-
Highlands Protection Fund Aid	12.0	12.0	-
Regional Efficiency Aid Program (REAP)	11.0	-	(11.0)
Open Space - Payment In Lieu of Taxes (PILOT)	9.5	9.5	-
Municipal Assistance - Legislative Earmarks	35.9	-	(35.9)
<b>Total Direct Municipal Aid</b>	<b>\$ 1,917.5</b>	<b>\$ 1,937.5</b>	<b>\$ 20.0</b>

***Higher Education***

(In Millions)

	<b>FY2007 Adjusted Approp.</b>	<b>FY2008 Budget</b>	<b>Change \$</b>	<b>%</b>
<b>Colleges and Universities</b>				
Senior Public Colleges and Universities	\$ 1,468.5	\$ 1,490.8	\$ 22.3	1.5
County Colleges	217.5	232.0	14.5	6.7
Independent Colleges and Universities	19.5	20.4	0.9	4.4
<b>Student Financial Assistance</b>	<b>250.2</b>	<b>268.3</b>	<b>18.1</b>	<b>7.2</b>
<b>Educational Opportunity Fund</b>	<b>40.6</b>	<b>40.6</b>	<b>-</b>	<b>-</b>
<b>Facility and Capital Improvement Programs</b>	<b>98.5</b>	<b>93.4</b>	<b>(5.1)</b>	<b>(5.2)</b>
<b>Other Programs</b>	<b>18.3</b>	<b>16.9</b>	<b>(1.4)</b>	<b>(7.6)</b>
<b>Total Higher Education</b>	<b>\$ 2,113.1</b>	<b>\$ 2,162.4</b>	<b>\$ 49.3</b>	<b>2.3</b>

# SUMMARIES OF APPROPRIATIONS

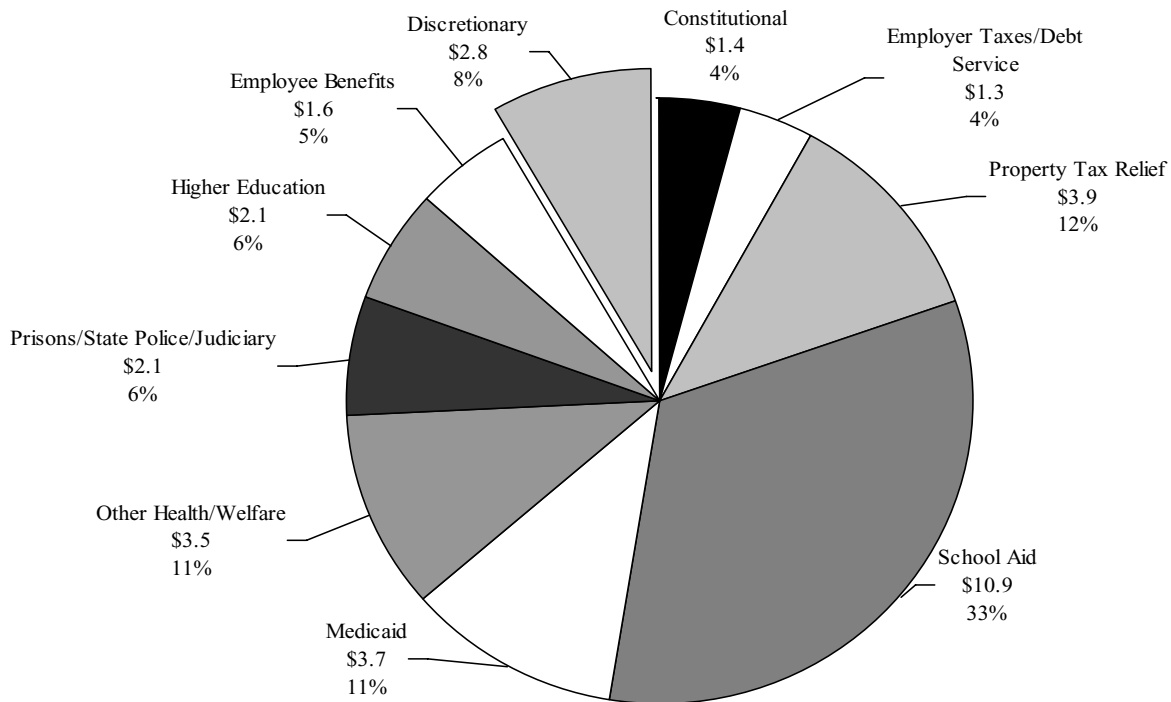
## *Higher Education*

(In Millions)

	<b>FY2007 Adjusted Approp.</b>	<b>FY2008 Budget</b>	<b>\$ Change</b>
<b>Senior Public Institutions</b>			
Rutgers University	\$ 309.4	\$ 321.7	\$ 12.3
UMDNJ	220.7	231.2	10.5
NJIT	47.2	48.5	1.3
Thomas Edison State College	6.2	5.9	(0.3)
Rowan University	36.5	38.2	1.7
New Jersey City University	31.0	32.5	1.5
Kean University	39.6	41.2	1.6
William Paterson University	39.0	40.9	1.9
Montclair State University	46.1	48.0	1.9
College of New Jersey	35.0	36.6	1.6
Ramapo College of New Jersey	19.6	20.2	0.6
Richard Stockton College of New Jersey	23.7	24.8	1.1
<b>Subtotal Senior Publics Direct Aid</b>	<b>\$ 854.0</b>	<b>\$ 889.7</b>	<b>\$ 35.7</b>
Senior Publics Salary Funding	-	11.0	11.0
Senior Publics Net Fringe Benefits	614.5	590.1	(24.4)
<b>Total Senior Publics</b>	<b>\$ 1,468.5</b>	<b>\$ 1,490.8</b>	<b>\$ 22.3</b>
<b>County Colleges</b>			
Operating Support	155.8	163.4	7.6
Fringe Benefits	34.2	35.1	0.9
Chapter 12 Debt Service	27.5	33.5	6.0
<b>Total County Colleges</b>	<b>217.5</b>	<b>232.0</b>	<b>14.5</b>
<b>Total Independent Colleges and Universities</b>	<b>19.5</b>	<b>20.4</b>	<b>0.9</b>
<b>Student Financial Assistance</b>			
Tuition Aid Grants (TAG)	214.7	230.2	15.5
Part-time TAG for County Colleges	4.9	5.5	0.6
NJSTARS I & II	8.0	13.8	5.8
EOF Grants and Scholarships	40.6	40.6	-
Loan Forgiveness for Mental Health Workers	3.5	3.5	-
Other Student Aid Programs	19.0	15.2	(3.8)
<b>Total Student Financial Assistance</b>	<b>\$ 290.8</b>	<b>\$ 308.9</b>	<b>\$ 18.1</b>
<b>Other Programs</b>			
Capital Grants and Facilities Support	98.5	93.4	(5.1)
New Jersey Stem Cell Research Institute	5.5	5.5	-
All Other Programs	12.8	11.4	(1.4)
<b>Total Other Programs</b>	<b>\$ 116.8</b>	<b>\$ 110.3</b>	<b>\$ (6.5)</b>
<b>Grand Total Higher Education</b>	<b>\$ 2,113.1</b>	<b>\$ 2,162.4</b>	<b>\$ 49.3</b>

# *Fiscal Year 2008*

(In Billions)



Total Spending \$33.3 Billion

# SUMMARIES OF APPROPRIATIONS

## *Total Direct State Services By Department*

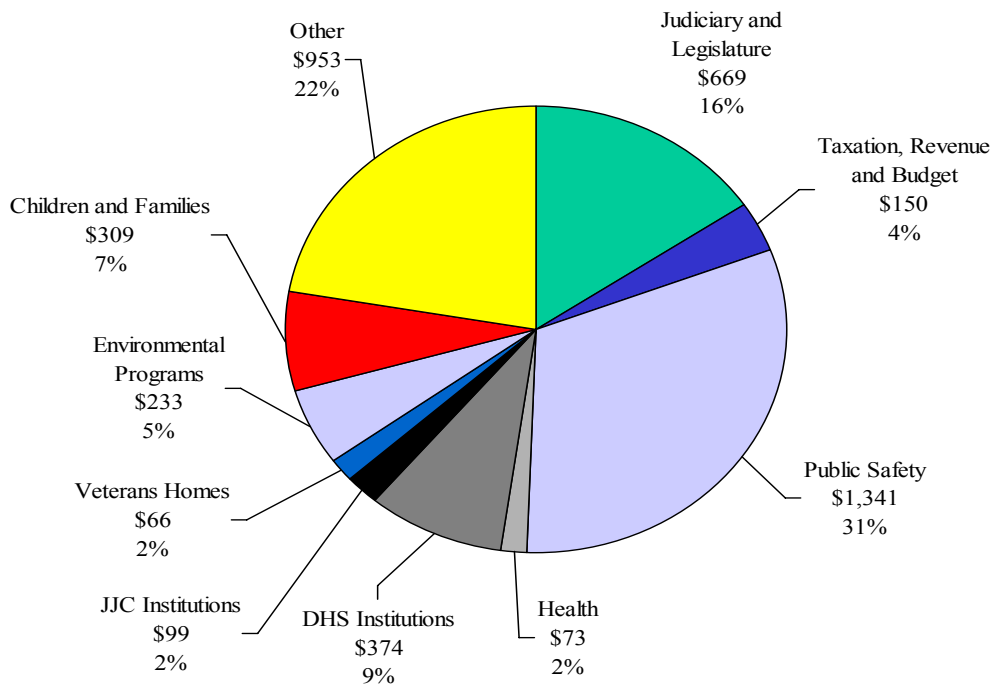
(In Thousands)

	FY2007 Appropriation	FY2007 Adjusted Appropriation	FY2008 Recommendation	Change	
				\$	%
<b>Chief Executive</b>	\$ 4,924	\$ 5,056	\$ 5,056	\$ -	-
<b>Agriculture</b>	8,994	9,088	9,238	150	1.7%
<b>Banking and Insurance</b>	68,944	70,311	70,311	-	-
<b>Community Affairs</b>	36,914	38,773	38,678	(95)	-0.2%
<b>Corrections</b>	942,404	963,938	974,226	10,288	1.1%
<b>Education</b>	57,542	69,518	76,733	7,215	10.4%
<b>Environmental Protection</b>	238,217	243,643	233,056	(10,587)	-4.3%
<b>Health &amp; Senior Services</b>	79,177	76,587	73,116	(3,471)	-4.5%
<b>Human Services-Other</b>	37,841	46,986	44,919	(2,067)	-4.4%
Central Office	30,696	17,115	26,036	8,921	52.1%
Developmental Disabilities	95,188	107,470	108,901	1,431	1.3%
Medical Assistance	25,641	25,229	24,249	(980)	-3.9%
Mental Health	264,015	281,295	283,070	1,775	0.6%
<b>Labor</b>	61,849	63,169	63,264	95	0.2%
<b>Law &amp; Public Safety</b>	146,894	149,066	145,376	(3,690)	-2.5%
State Police	306,524	300,478	291,593	(8,885)	-3.0%
Division of Law	17,052	17,010	16,010	(1,000)	-5.9%
Juvenile Justice Commission	98,507	101,104	98,517	(2,587)	-2.6%
<b>Military &amp; Veterans' Affairs</b>	86,411	89,016	88,906	(110)	-0.1%
<b>Personnel</b>	23,990	22,687	22,437	(250)	-1.1%
<b>Public Advocate</b>	19,420	19,202	19,202	-	-
<b>State</b>	13,213	13,447	13,752	305	2.3%
Public Broadcasting	5,604	5,759	5,759	-	-
State Library	4,570	4,509	7,509	3,000	66.5%
<b>Transportation</b>	86,448	99,204	88,712	(10,492)	-10.6%
<b>Treasury</b>	408,776	479,910	458,455	(21,455)	-4.5%
<b>Miscellaneous Commissions</b>	1,407	1,408	1,444	36	2.6%
<b>Total Executive Branch</b>	<b>\$ 3,171,162</b>	<b>\$ 3,320,978</b>	<b>\$ 3,288,525</b>	<b>\$ (32,453)</b>	<b>-1.0%</b>
<b>Legislature</b>	\$ 73,451	\$ 75,080	\$ 74,638	\$ (442)	-0.6%
<b>Judiciary</b>	567,750	597,398	594,398	(3,000)	-0.5%
<b>Subtotal Operations-Base</b>	<b>\$ 3,812,363</b>	<b>\$ 3,993,456</b>	<b>\$ 3,957,561</b>	<b>\$ (35,895)</b>	<b>-0.9%</b>
<b>Children and Families</b>	\$ 272,646	\$ 293,103	\$ 309,450	\$ 16,347	5.6%
<b>Total Operating Departments</b>	<b>\$ 4,085,009</b>	<b>\$ 4,286,559</b>	<b>\$ 4,267,011</b>	<b>\$ (19,548)</b>	<b>-0.5%</b>
<b>Interdepartmental</b>					
Other	\$ 70,642	\$ 46,407	\$ 23,443	\$ (22,964)	-49.5%
Pension, Health Benefits & PRM	1,240,387	1,306,687	1,391,877	85,190	6.5%
Employer Taxes	340,337	344,937	386,146	41,209	11.9%
Insurance, Utilities, and Other	325,617	351,617	347,916	(3,701)	-1.1%
Salary Program	107,860	-	212,845	212,845	-
<b>Subtotal Interdepartmental</b>	<b>\$ 2,084,843</b>	<b>\$ 2,049,648</b>	<b>\$ 2,362,227</b>	<b>\$ 312,579</b>	<b>15.3%</b>
<b>Total</b>	<b>\$ 6,169,852</b>	<b>\$ 6,336,207</b>	<b>\$ 6,629,238</b>	<b>\$ 293,031</b>	<b>4.6%</b>



# Operations Budgets

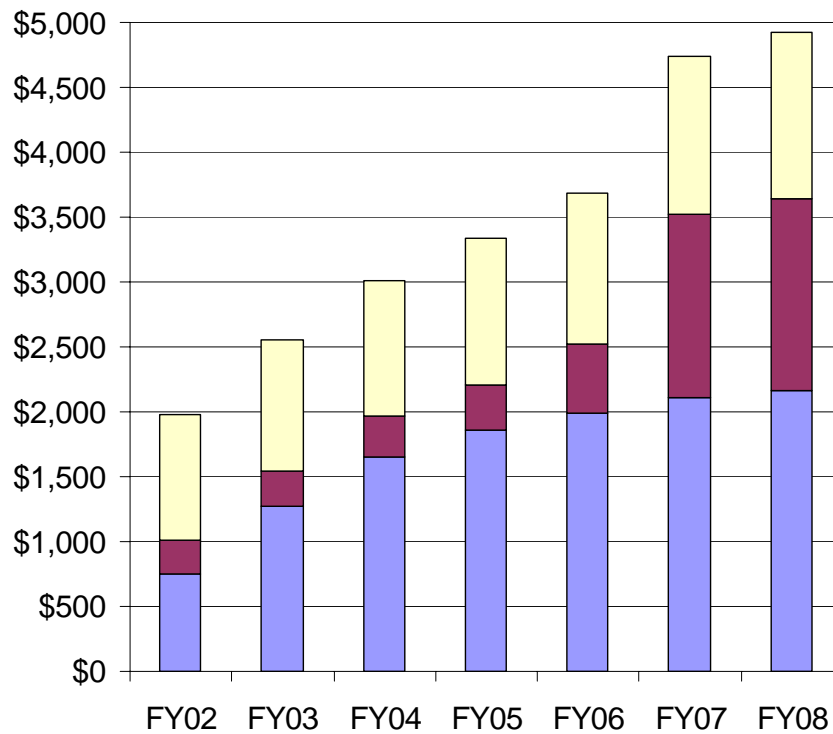
(In Millions)



Total Operating Budget is \$4.3 billion

## *Employee Benefit Costs*

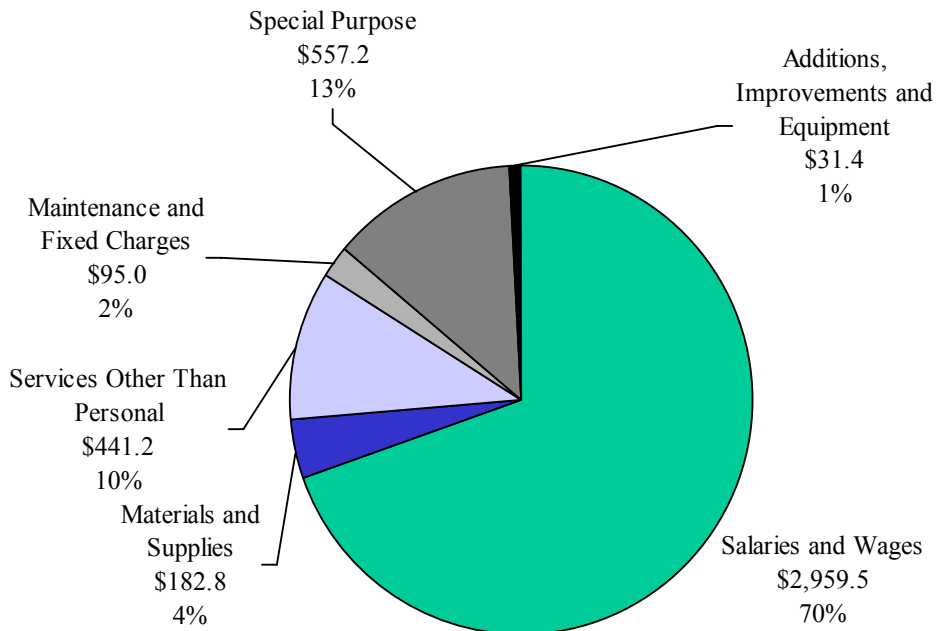
(In Millions)



■ Health Benefits/PRM ■ Pensions/Debt Service ■ Employer Taxes

## *Operating Split between Salaries and Other Costs*

(In Millions)



Total Operating Budget is \$4.3 billion

## SUMMARIES OF APPROPRIATIONS

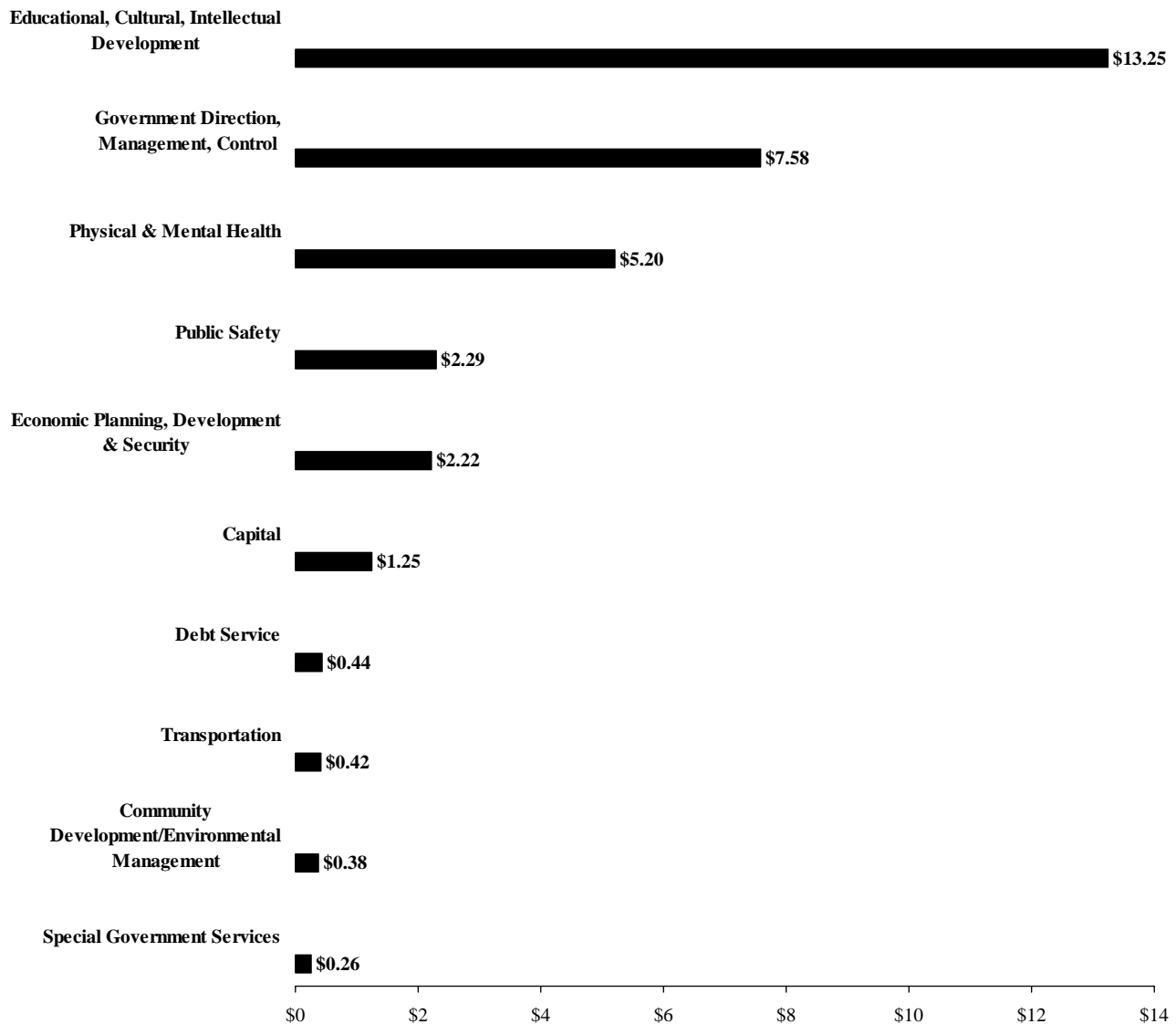
### *Projected Shortfall Continues Into FY 2009*

(In Millions)

	<u>FY2008</u>	<u>FY2009</u>	<u>-----DIFF-----</u>	
			<u>\$</u>	<u>%</u>
OPENING FUND BALANCE				
Sales Tax Dedication	\$ 668	\$ -	\$ (668)	-
Other	1,273	601	\$ (672)	-52.79%
REVENUES				
Income	12,351	13,500	1,149	9.3%
Sales	8,778	9,000	222	2.5%
Corporate	2,342	2,200	(142)	-6.1%
Other	8,094	8,200	106	1.3%
FY 2008 Revenue Solutions	387	-	(387)	-
Total	<u>\$ 31,952</u>	<u>\$ 32,900</u>	<u>\$ 948</u>	<u>3.0%</u>
RECOMMENDATIONS/PROJECTIONS	\$ 33,292	\$ 35,404	\$ 2,112	6.3%
Employee Benefits (other than pensions)		\$445		
Pensions 60%		340		
Aid to Education		330		
Medicaid		320		
One-Time Balances		300		
Salary Increases		160		
Homestead Credits/Rebates		120		
Debt Service		57		
Annualized Community Programs		40		
FUND BALANCE				
Sales Tax Dedication	-	-		
Other	\$ 601	\$ (1,903)		
Required Ending		\$ 601		
Fund Balance with Required Ending		<u>\$ (2,504)</u>		

# Fiscal 2008

## Summary of Recommendations by Statewide Program (In Billions)





## **Summaries of Revenues, Expenditures and Fund Balances**

This section provides an overview of the major revenue assumptions incorporated in the Governor's Budget recommendations. The tables included in this section highlight the State's major revenue sources, such as the income tax, sales tax, corporate tax, etc. and provide projections for the upcoming fiscal year.

# NOTES

## SUMMARIES OF REVENUES, EXPENDITURES AND FUND BALANCES

The basis of budgeting in New Jersey is in accordance with generally accepted accounting principles (GAAP) as it applies to fund financial statements prescribed by the Governmental Accounting Standards Board (GASB) with certain exceptions. GAAP is the same basis utilized in the preparation of the fund financial statements section of the State's audited Comprehensive Annual Financial Report. In accordance with this basis, revenues are estimated and recognized when they can be accrued; that is, when they become both measurable and available to finance expenditures of the fiscal period.

Appropriations are recommended at a level sufficient to recognize all accrued expenditures applicable to the fiscal period. Goods and services delivered during a fiscal period are accrued as expenditures if not actually paid for by year end. Note that the use of the term "expended" to report the most recent actual year activity in this budget is not in strict accordance with GAAP, in that this amount includes encumbrances which under GAAP are reservations of fund balance. In addition, under GAAP certain grants and other financial assistance programs are required to be recorded as revenues and expenditures but are not part of the budget. The schedules and exhibits contained in this section provide both summary and detailed financial information for all funds maintained by the State. Individual funds are grouped into one of the following categories--General State Funds, Special Revenue, Capital Projects, Proprietary, and Private Purpose Trust Funds.

**GENERAL STATE FUNDS** include the General Fund, Property Tax Relief Fund, Casino Revenue Fund, Casino Control Fund, and Gubernatorial Elections Fund.

**The General Fund** is the fund into which all State revenues, not otherwise restricted by statute, are deposited and from which appropriations are made. The largest part of the total financial operations of the State is accounted for in the General Fund. Revenues received from most taxes, federal revenues, and certain miscellaneous revenue items are recorded in the General Fund.

**The Property Tax Relief Fund** accounts for revenues from the New Jersey Gross Income Tax. Revenues realized from the Gross Income Tax are dedicated by the State Constitution. All receipts from taxes levied on personal income of individuals, estates, and trusts must be appropriated exclusively for the purpose of reducing or offsetting property taxes. In addition to the Gross Income Tax, one-half cent of the one cent increase in the sales tax effective July 15, 2006 was dedicated to property tax relief and is part of this fund. This dedication was approved by the voters in a referendum question which appeared on the ballot in November 2006. Annual appropriations are made from the fund, pursuant to formulae established by the Legislature, to individuals, counties, municipalities, and school districts.

**The Casino Revenue Fund** accounts for the taxes imposed on the casinos and other related activities. Appropriations from this fund must be used for reductions in property taxes, utility charges and other specified expenses of eligible senior and disabled citizens.

**The Casino Control Fund** accounts for fees from the issuance and annual renewal of casino licenses, work permit fees, and other license fees. Appropriations are made to fund the operations of the Casino Control Commission and the Division of Gaming Enforcement.

**The Gubernatorial Elections Fund** is used to account for receipts from the one dollar designations on New Jersey Gross Income Tax returns. When indicated by the taxpayer, one dollar of the tax is reserved from gross income tax revenues (Property Tax Relief Fund) and credited to the Gubernatorial Elections Fund. These funds are available for appropriations pursuant to the New Jersey Campaign Contributions and Expenditures Reporting Act, as amended.

**SPECIAL REVENUE FUNDS** account for resources legally restricted to expenditure for specified current operating purposes. (While the Property Tax Relief, Casino Revenue, Casino Control, and Gubernatorial Elections Funds actually fall into this category, they are included under General State Funds as they make up an integral portion of the State's Annual Budget).

**CAPITAL PROJECTS FUNDS** account for financial resources used for the acquisition or construction of major capital facilities for State use.

**PROPRIETARY FUNDS** are used to report any activity for which a fee is charged to external users for goods and services. Activities are required to be reported as proprietary funds if laws or regulations require that the activity's cost of providing services be recovered with fees and charges.

**PRIVATE PURPOSE TRUST FUNDS** account for all trust fund arrangements for which principal and income benefit individuals, private organizations, or other governments.

The schedule on the following page displays the information for the State's fiscal years ending June 30.



# REVENUES & EXPENDITURES

## COMBINED SUMMARY-ALL FUNDS REVENUES, EXPENDITURES AND FUND BALANCES (thousands of dollars)

	----- Fiscal Years Ending June 30 -----		
	2006 Actual	2007 Estimated	2008 Estimated
Beginning Balances July 1			
General State Funds	\$ 2,392,820	\$ 3,065,823	\$ 3,228,402
Special Revenue, Capital Projects, Proprietary, and Private Purpose Trust Funds	4,893,419	5,341,730	5,246,753
<b>Total Beginning Balances</b>	<b>7,286,239</b>	<b>8,407,553</b>	<b>8,475,155</b>
Revenues			
General State Funds	42,505,186	45,134,331	46,486,505
Special Revenue, Capital Projects, Proprietary, and Private Purpose Trust Funds	6,526,987	6,958,803	7,047,442
Total	49,032,173	52,093,134	53,533,947
Less: Interfund Transfers	(1,942,250)	(1,988,657)	(2,113,471)
Net Revenues	54,376,162	58,512,030	59,895,631
Other Adjustments			
General State Funds	62,476	400,121	---
Special Revenue, Capital Projects, Proprietary, and Private Purpose Trust Funds	---	59,460	41,200
<b>Total Other Adjustments</b>	<b>62,476</b>	<b>459,581</b>	<b>41,200</b>
Net Available	54,438,638	58,971,611	59,936,831
Expenditures			
General State Funds	41,894,659	45,371,873	47,826,162
Special Revenue, Capital Projects, Proprietary, and Private Purpose Trust Funds	5,002,194	5,319,870	5,567,228
Total	46,896,853	50,691,743	53,393,390
Less: Interfund Transfers	(865,768)	(195,287)	(294,864)
Net Expenditures	46,031,085	50,496,456	53,098,526
Ending Balances June 30			
General State Funds	3,065,823	3,228,402	1,888,745
Special Revenue, Capital Projects, Proprietary, and Private Purpose Trust Funds	5,341,730	5,246,753	4,949,560
<b>Total Ending Balances</b>	<b>\$ 8,407,553</b>	<b>\$ 8,475,155</b>	<b>\$ 6,838,305</b>

# REVENUES & EXPENDITURES

## SUMMARY ESTIMATED REVENUES, EXPENDITURES AND FUND BALANCES (thousands of dollars)

	----- Fiscal Year Ending June 30 -----	
	2007	2008
	Estimated	Estimated
Beginning Balances July 1		
Undesignated Fund Balances		
General Fund	\$ 1,216,710	\$ 782,559
Surplus Revenue Fund	559,798	489,798
Property Tax Relief Fund	2,613	668,000
Gubernatorial Elections Fund	---	700
Casino Control Fund	(1,645)	---
Casino Revenue Fund	1,002	---
<b>Total Undesignated Fund Balances</b>	<b>1,778,478</b>	<b>1,941,057</b>
State Revenues		
General Fund	18,823,425	19,073,237
Property Tax Relief Fund	11,465,000	12,351,000
Gubernatorial Elections Fund	700	700
Casino Control Fund	75,684	74,039
Casino Revenue Fund	458,027	453,103
<b>Total State Revenues</b>	<b>30,822,836</b>	<b>31,952,079</b>
Other Adjustments		
General Fund		
Balances lapsed	311,757	---
From/(To) Property Tax Relief Fund	129,280	---
From/(To) Property Tax Relief Fund - Dedication	(668,000)	(698,000)
From/(To) Surplus Revenue Fund	70,000	---
Property Tax Relief Fund		
From/(To) General Fund	(129,280)	---
From/(To) General Fund-Dedication	668,000	698,000
Balances lapsed	88,364	---
Surplus Revenue Fund		
From/(To) General Fund	(70,000)	---
<b>Total Other Adjustments</b>	<b>400,121</b>	<b>---</b>
<b>Total Available</b>	<b>33,001,435</b>	<b>33,893,136</b>
Appropriations		
General Fund	19,100,613	19,047,594
Property Tax Relief Fund	11,426,697	13,717,000
Gubernatorial Elections Fund	---	---
Casino Control Fund	74,039	74,039
Casino Revenue Fund	459,029	453,103
<b>Total Appropriations</b>	<b>31,060,378</b>	<b>33,291,736</b>
Ending Balances June 30		
Undesignated Fund Balances		
General Fund	782,559	110,202
Surplus Revenue Fund	489,798	489,798
Property Tax Relief Fund	668,000	---
Gubernatorial Elections Fund	700	1,400
Casino Control Fund	---	---
Casino Revenue Fund	---	---
<b>Total Undesignated Fund Balances</b>	<b>1,941,057</b>	<b>601,400</b>

## REVENUE FORECASTS & PROPOSED REVENUE ENHANCEMENTS

### Fiscal 2008 Revenue Projections

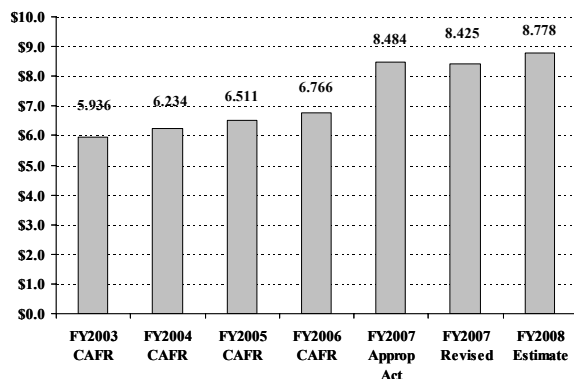
Total revenues for fiscal 2008 are expected to be \$32.0 billion, \$1.1 billion above the revised fiscal 2007 anticipated levels, and include revenue solutions of \$387 million, none of which involve new or increased taxes. Base revenues are expected to grow moderately in fiscal 2008. Most economic indicators for the nation and New Jersey are projected to be softer in 2007 than they were in 2006, but show some improvement in 2008.

### Sales Tax

The forecast of \$8.8 billion in Sales Tax revenue for fiscal 2008 is an increase of \$353 million over the revised fiscal 2007 level. This forecast takes into account the fiscal 2007 changes in the Sales Tax, by annualizing the changes resulting from the new tax base and tax rate. The basic underlying growth of 2.8% reflects anticipated slower growth in wages and business investment in calendar years 2007 and 2008.

### SALES TAX

(In Billions)



FY2007 had a change in tax policy.  
 - increase in sales tax rate from 6% to 7%  
 - broadened sales tax base

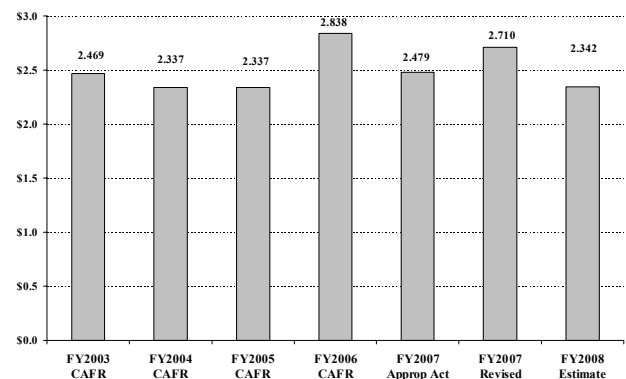
Sales tax excludes the tax on energy  
 CAFR – Comprehensive Annual Financial Report

### Corporation Business Tax

The fiscal 2008 Corporation Business Tax (CBT) revenue forecast of \$2.3 billion represents a decrease of \$368 million (13.6%), compared with the revised fiscal 2007 level. This net downward revision is the result of losses due to: the expiration of the Alternative Minimum Assessment or AMA (-\$160 million); fully phasing-in full net operating loss (NOL) deductibility (-\$80 million); and the elimination of the 0.67% tax rate on S-corporations (-\$35 million). It also assumes slower growth in payments for calendar year 2007 associated with the anticipated slowdown in corporate pre-tax profit growth, from over 19% in 2006 to under 4% in 2007.

### CORPORATION BUSINESS TAX

(In Billions)



Corporation business tax excludes the tax on energy  
 CAFR – Comprehensive Annual Financial Report

### Gross Income Tax

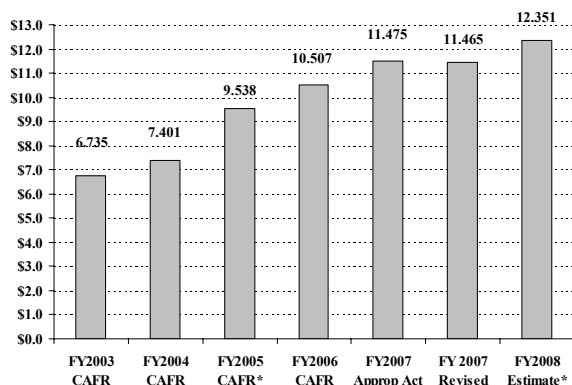
The fiscal 2008 forecast of \$12.4 billion is an increase of \$886 million over the revised fiscal 2007 level. This forecast encompasses a \$64 million decline, to take into account the proposed expansion of the New

Jersey Earned Income Tax Credit (EITC). The basic underlying growth rate of 8.3% over the revised fiscal 2007 level reflects the continuation of current income growth trends. New Jersey Total Income, which is the tax base, increased 9.2% in 2004 and 6.6% in 2005. The tax base is projected to grow by 7.3% in 2006 and 5.3% in 2007, reflecting the outlook for personal income anticipated by a number of independent economic forecasting services. Households reporting over \$100,000 in total income account for almost 85% of the income tax revenue. Growth in income for these households is expected to increase 11.3% in calendar 2006 and between 8% and 9% in 2007 and 2008. This is well below the 14.6% rate experienced in the 1994-96 period, when economic conditions were similar.

The current EITC in New Jersey, equal to 20% of the federal Earned Income Tax Credit, is available only to taxpayers who have an eligible dependent and who earn no more than \$20,000 in New Jersey Gross Income. The expanded EITC would be available to all taxpayers who are eligible for the federal credit.

## GROSS INCOME TAX

(In Billions)



\*These revenues include changes in tax policy.  
FY 2005 – Tax rate increase on incomes of \$500,000 or greater  
FY 2008 – EITC Expansion (\$64 million)

CAFR – Comprehensive Annual Financial Report

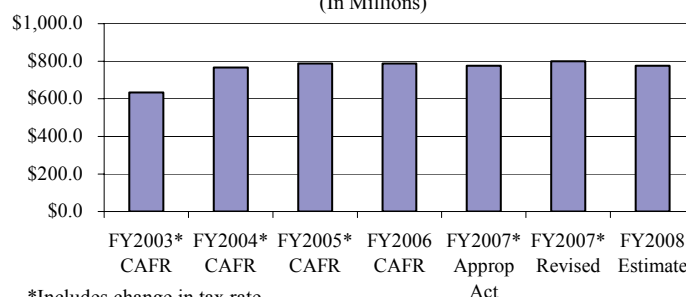
## Cigarette Tax

For fiscal 2008 the gross cigarette tax collections are estimated to be \$776 million. This estimate assumes

a 3% decline in consumption from the revised fiscal 2007 estimate for gross collections. From the fiscal 2008 gross collections, \$370 million is dedicated to the Health Care Subsidy Fund to assist hospitals with charity care and other uncompensated care disproportionate share payments, for subsidies for the New Jersey Kid Care program, and for other hospital financial assistance. Also \$154 million has been pledged to bondholders with the issuance of the Cigarette Tax Revenue Bonds, Series 2004. The remaining funds of \$252 million are available to support the General Fund.

## CIGARETTE TAX GROSS COLLECTIONS

(In Millions)



\*Includes change in tax rate.

CAFR - Comprehensive Annual Financial Report

## Revenue Initiatives

### Tobacco Settlement Financing Corporation Debt Restructuring (Tobacco Settlement Fund, \$108.6 million)

In August 2002, New Jersey sold its right to receive amounts payable to the State under the Master Settlement Agreement (MSA) to the Tobacco Settlement Financing Corporation (TSFC). In return, the TSFC pledged 50% of the Tobacco Settlement Revenues (TSRs), in order to secure the Series 2002 bonds that it issued. In 2003, the TSFC pledged the other 50% of the TSRs to secure the Series 2003 bonds. In January 2007, these bonds were refunded, and the TSFC issued Series 2007-1 refunding bonds totaling \$3.6 billion in exchange for the previous two issues. The Series 2007-1 bonds pledged 76.3% of the revenue received under the MSA for payment of the bonds. The non-pledged portion of the revenue received under the MSA amounts to 23.7% of the TSRs, and will be paid to the State on an annual basis. The amount of revenues not pledged to bond holders and reclaimed as a revenue of the State in fiscal 2008 is estimated to be \$108.6 million.

### ***Non-Pledged Dedicated Cigarette Tax Revenue (\$85.1 million)***

The NJ Economic Development Authority (NJEDA) is a state entity that operates under the NJEDA Act, P.L. 1974, c. 80. The EDA Act was supplemented by the Cigarette Tax Securitization Act of 2004, Chapter 68. In October 2004, the Authority issued \$1.5 billion of Cigarette Tax Revenue Bonds, Series 2004. Beginning July 1, 2006, the State began depositing into the “Dedicated Cigarette Tax Revenue Fund” an amount equal to \$0.0325 of the tax per cigarette, about 25% of the total cigarette tax collected. Of this amount, about 78.6 % is pledged to secure the bonds. The remaining 21.4% of the dedicated tax has not been pledged and is available in the Dedicated Cigarette Tax Revenue Fund. The amount of non-pledged revenue available for fiscal 2008 is estimated at \$85.1 million.

### **State Disability Benefits Fund (\$75 million)**

The Fiscal 2008 Budget proposes a \$75 million diversion from the State Disability Benefits Fund. The fund’s fiscal 2007 ending balance is projected to be a healthy \$221 million and would have grown to an estimated \$285 million in fiscal 2008, the highest fund balance since fiscal 1996. Annual revenues are projected to outpace expenditures by approximately \$64 million. Following the proposed \$75 million diversion, the fund is projected to have an ending balance of \$210 million. This initiative will not impact the fund’s ability to meet its obligations.

(For information regarding Enhanced Debt Collection, please see Chapter 3.)

# REVENUES & EXPENDITURES

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## STATEMENT OF ESTIMATED REVENUES AND EXPENDITURES

A description of the major categories of anticipated revenue sources within the five funds and a description of the principal taxes are discussed in the following.

### GENERAL FUND

#### Major Taxes

The Major Taxes category is composed of thirteen taxes or fees which are levied within the State. The majority of the revenue is generated from the sale and use of goods and services; general business taxes, which are received from various corporations; motor vehicle fees; and other excise taxes. A description of principal sources, all raising more than \$200 million, follows:

The Sales and Use Tax Act imposes a tax on receipts from retail sale, rental or use of tangible personal property; retail sale of producing, fabricating, processing, installing, maintaining, repairing, storing and servicing tangible personal property; certain advertising services; sales of restaurant meals; rental of hotel and motel rooms; telecommunications; alcohol; cigarettes; non-prescription drugs; soaps and detergents; disposable paper products; and certain admission charges. Sales of food, clothing, and personal and business services not specifically enumerated in the law are exempt. A tax rate increase of 1% from 6% to 7% was effective beginning July 15, 2006. In addition to the tax rate increase, there was an expansion of the sales tax base effective October 1, 2006.

The Corporation Business Tax imposes a franchise tax for the privilege of having or exercising a corporate charter or doing business, employing or owning capital or property, or maintaining an office in New Jersey. The corporate tax or alternative minimum assessment is applicable to every corporation not expressly exempted. There is a 4.0% surcharge on all corporations for privilege periods ending on or after July 1, 2006 but before July 1, 2009.

The Motor Fuels Tax applies to sales of gasoline, diesel fuel, or liquified petroleum gas and compressed natural gas used in motor vehicles on public highways. The tax is \$.105 per gallon for gasoline and \$.135 per gallon for diesel fuel, and half the gasoline rate for other gases.

The Cigarette Tax is imposed at a rate per cigarette. The tax is collected primarily from licensed distributors who receive the cigarettes directly from out-of-state manufacturers.

The Insurance Premium Tax applies to premiums collected on insurance risks by every insurance company transacting business in New Jersey. The tax base is gross contract premiums less specified deductions.

The Transfer Inheritance Tax applies to the transfer of personal property and New Jersey real property in estates. The tax rates depend on the amount received and the relationship between the decedent and the beneficiary. No tax is imposed on immediate family or spouses.

The Motor Vehicle Fees include automobile and truck registrations, drivers' licenses, and miscellaneous fees collected by the Motor Vehicle Commission.

The Petroleum Products Gross Receipts Tax is imposed on all companies engaged in the refining/distribution of petroleum products in the State. It only applies to the first sale (not exports) of petroleum products in the State.

The Realty Transfer Fee is imposed upon the recording of deeds evidencing transfers of title to real property in the State of New Jersey and is calculated based on the amount of consideration paid.

#### Miscellaneous Taxes, Licenses, and Other Departmental Fees

This category includes revenues received by the various State agencies. Typical items include license and inspection fees, recreation and boating fees, institutional and patient fees, investment earnings, and other similar items.

#### Interfund Transfers

The Interfund Transfer category includes monies which were received into various capital projects, special revenue, proprietary, and private purpose trust funds because of legal or statutory requirements, and then subsequently transferred into the General Fund as anticipated revenue for expenditure purposes. Included in these types of revenue are the monies received by the State Lottery and interest earned on investment of bond funds.

### PROPERTY TAX RELIEF FUND

The Gross Income Tax is a graduated tax levied on gross income earned or received by New Jersey resident and non-resident individuals, estates and trusts. All monies in the fund must be appropriated exclusively for reducing or offsetting property taxes. In addition to the Gross Income Tax, one-half cent of the one cent increase in the sales tax effective July 15, 2006 was dedicated to property tax relief and is a part of this fund.

### GUBERNATORIAL ELECTIONS FUND

A taxpayer can voluntarily indicate that \$1 of income tax can be set aside into this special fund. Such monies are used to finance a portion of the expenses of gubernatorial primary and general elections.

### CASINO REVENUE FUND

An 8 percent tax on the gross revenue of all casinos is deposited into the Casino Revenue Fund. In addition, there are five other taxes/fees imposed as follows: Casino Net Income Tax (expired July 1, 2006), Casino Complimentary Tax, Casino Room Fee, Progressive Slot Tax, and Casino Parking Tax. All monies in this fund must be used for reduction in property taxes, and utility and rental charges of eligible disabled and senior citizens.

### CASINO CONTROL FUND

License fees for the issuance of annual renewal of casino licenses, slot machines, non-refundable deposits for each application for a license, and fees for the issuance of various work permits are deposited into the Casino Control Fund. Such revenues are used to support the operation of the Casino Control Commission and the Division of Gaming Enforcement.

# REVENUES & EXPENDITURES

## SCHEDULE 1 STATE REVENUES (thousands of dollars)

	-----Fiscal Year Ending June 30-----		
	2006 Actual	2007 Estimated	2008 Estimated
<b>Major Taxes:</b>			
Sales .....	6,853,418	8,767,531	9,188,178
Corporation Business .....	3,007,852	2,798,200	2,433,700
Transfer Inheritance .....	610,848	602,000	602,000
Motor Fuels .....	550,909	566,000	580,000
Insurance Premium .....	512,044	488,000	503,000
Realty Transfer .....	459,743	396,000	380,000
Motor Vehicle Fees .....	284,084	295,244	278,444
Cigarette .....	632,599	228,058	252,039
Petroleum Products Gross Receipts .....	224,843	231,000	237,000
Corporation Banks and Financial Institutions .....	153,840	100,000	100,000
Alcoholic Beverage Excise .....	90,965	92,000	94,000
Tobacco Products Wholesale Sales .....	13,840	14,000	14,000
Public Utility Excise (Reform) .....	10,931	10,931	10,931
<i>Total Major Taxes</i> .....	<u>13,405,916</u>	<u>14,588,964</u>	<u>14,673,292</u>
<b>Miscellaneous Taxes, Fees, and Revenues:</b>			
Executive Branch--			
Department of Agriculture:			
Animal Disease Control .....	197	---	---
Environmental Services .....	338	---	---
Fertilizer Inspection Fees .....	535	366	366
Milk Control Licenses and Fees .....	722	---	---
Miscellaneous Revenue .....	537	362	362
	<u>2,329</u>	<u>728</u>	<u>728</u>
Department of Banking and Insurance:			
Actuarial Services .....	126	55	55
Bank Assessments .....	2,974	9,093	9,200
Banking - Examination Fees .....	2,182	---	---
Banking - Licenses and Other Fees .....	12,002	3,347	3,400
FAIR Act Administration .....	20,985	16,500	16,500
Fraud Fines .....	1,579	2,000	2,000
Insurance - Examination Billings .....	2,494	2,400	2,500
Insurance - Special Purpose Assessment .....	13,787	15,000	15,000
Insurance Fraud Prevention .....	30,578	32,000	32,000
Insurance Licenses and Other Fees .....	15,193	30,226	25,480
Public Adjusters Licenses .....	36	---	---
Real Estate Commission .....	7,333	10,000	6,500
	<u>109,269</u>	<u>120,621</u>	<u>112,635</u>
Department of Children and Families:			
Child Care Licensing/Adoption Law .....	338	350	350
Marriage License Fees .....	1,178	1,309	1,309
	<u>1,516</u>	<u>1,659</u>	<u>1,659</u>
Department of Community Affairs:			
Affordable Housing and Neighborhood Preservation - Fair Housing .....	20,003	20,465	20,765
Boarding Home Fees .....	662	---	---
Construction Fees .....	22,508	14,675	14,675
Divorce Filing Fees .....	1,435	1,400	1,400
Fire Safety .....	25,582	15,722	15,722
Housing Inspection Fees .....	11,151	8,558	8,558
Miscellaneous Revenue .....	77	---	---
NJ Meadowlands Commission .....	28,700	---	---
Planned Real Estate Development Fees .....	3,392	828	828
Truth In Renting .....	194	---	---
	<u>113,704</u>	<u>61,648</u>	<u>61,948</u>

# REVENUES & EXPENDITURES

## SCHEDULE 1 STATE REVENUES (thousands of dollars)

	-----Fiscal Year Ending June 30-----		
	2006 Actual	2007 Estimated	2008 Estimated
Department of Corrections:			
Miscellaneous Revenue .....	41	---	---
Department of Education:			
Audit Recoveries .....	512	450	425
Audit of Enrollments .....	1,156	198	23
Local School District Loan Recoveries - NJEDA .....	8,369	8,264	8,155
Nonpublic Schools Handicapped and Auxiliary Recoveries .....	12,457	2,000	2,000
Nonpublic Schools Textbook Recoveries .....	1,267	1,200	1,200
School Construction Inspection Fees .....	3,295	1,292	1,100
State Board of Examiners .....	6,106	5,000	5,000
	33,162	18,404	17,903
Department of Environmental Protection:			
Air Pollution Fees - Minor Sources .....	2,368	10,000	10,000
Air Pollution Fees - Title V Operating Permits .....	13,433	13,100	13,100
Air Pollution Fines .....	3,948	3,250	2,800
Clean Water Enforcement Act .....	2,050	1,500	1,510
Coastal Area Facility Review Act .....	2,131	3,330	3,330
Endangered Species Tax Checkoff .....	195	175	158
Environmental Infrastructure Financing Program Administrative Fee .....	5,000	5,000	5,000
Excess Diversion .....	240	218	251
Freshwater Wetlands Fees .....	3,580	5,310	5,310
Freshwater Wetlands Fines .....	270	500	200
Hazardous Discharge Site Cleanup .....	5,732	---	---
Hazardous Waste Fees .....	2,456	2,760	4,211
Hazardous Waste Fines .....	951	737	700
Highlands Permitting .....	663	660	670
Hunters' and Anglers' Licenses .....	11,523	11,000	11,000
Industrial Site Recovery Act .....	645	700	980
Laboratory Certification Fees .....	756	900	2,400
Laboratory Certification Fines .....	12	40	80
Lake Restoration Fund .....	177	---	---
Marina Rentals .....	1,339	885	885
Marine Lands - Preparation and Filing Fees .....	2,267	130	140
Medical Waste .....	4,206	4,150	4,400
Miscellaneous Revenue .....	22	---	---
New Jersey Pollutant Discharge Elimination System/Stormwater Permits .....	19,009	16,700	16,700
New Jersey Spill Compensation Fund .....	6,930	---	---
Parks Management Fees and Permits .....	5,532	4,300	4,300
Parks Management Fines .....	168	165	165
Pesticide Control Fees .....	4,374	4,200	4,200
Pesticide Control Fines .....	169	50	50
Radiation Protection Fees .....	3,710	4,728	3,898
Radiation Protection Fines .....	104	88	88
Radon Testers Certification .....	253	263	280
Shellfish and Marine Fisheries .....	9	9	9
Solid Waste - Utility Regulation Assessments .....	4,546	3,100	3,100
Solid Waste Fines .....	1,049	600	650
Solid Waste Management Fees .....	8,905	9,776	7,482
Solid and Hazardous Waste Disclosure .....	237	---	---
Spring Meadow Golf Course .....	300	300	300
Stream Encroachment .....	3,368	3,710	3,710
Toxic Catastrophe Prevention Fees .....	1,397	1,400	1,500
Toxic Catastrophe Prevention Fines .....	158	45	48
Treatment Works Approval .....	2,351	1,957	1,957
Underground Storage Tanks Fees .....	992	1,000	1,200
Water Allocation .....	5,658	2,050	2,050
Water Supply Fund .....	381	---	---
Water Supply Management Regulations .....	1,713	1,300	1,300
Water/Wastewater Operators Licenses .....	210	215	215
Waterfront Development Fees .....	2,383	3,510	3,510
Waterfront Development Fines .....	17	10	10



# REVENUES & EXPENDITURES

## SCHEDULE 1 STATE REVENUES (thousands of dollars)

	-----Fiscal Year Ending June 30-----		
	2006	2007	2008
	Actual	Estimated	Estimated
Well Permits/Well Drillers/Pump Installers Licenses .....	1,015	1,350	1,100
Wetlands .....	3	100	44
Worker Community Right to Know - Fees .....	71	---	---
Worker Community Right to Know - Fines .....	17	48	48
	<u>138,993</u>	<u>125,319</u>	<u>125,039</u>
Department of Health and Senior Services:			
Admission Charge Hospital Assessment .....	6,000	6,000	6,000
Clinical Laboratory .....	642	---	---
Consumer Health Penalties .....	6,084	---	---
HMO Covered Lives .....	1,812	1,800	1,800
Health Care Reform .....	1,200	1,200	1,200
Licenses, Fines, Permits, Penalties and Fees .....	6,591	790	790
Miscellaneous Revenue .....	784	400	400
Pharmaceutical Assistance to the Aged - Recoveries .....	6,100	---	---
	<u>29,213</u>	<u>10,190</u>	<u>10,190</u>
Department of Human Services:			
Commission for the Blind - Miscellaneous .....	752	---	---
Early Periodic Screening, Diagnosis and Treatment .....	1,807	1,800	1,800
Family Care II .....	329	---	---
General Assistance Prescription Drug Rebates .....	13,402	---	---
Interim Assistance .....	488	---	---
Medicaid Uncompensated Care - Acute .....	280,367	140,525	250,000
Medicaid Uncompensated Care - Mental Health .....	34,457	38,689	36,160
Medicaid Uncompensated Care - Psychiatric .....	184,458	189,674	178,685
Medical Assistance - Recoveries .....	967	---	---
Medical Assistance-Federal Match on PAAD/Medicaid Dual Eligibles .....	4,076	---	---
Miscellaneous Revenue .....	5,039	1,500	1,500
Patients' and Residents' Cost Recovery - Developmental Disability .....	15,928	16,642	16,642
Patients' and Residents' Cost Recovery - Psychiatric Hospitals .....	69,350	69,179	63,016
Payments for Medical Assistance Recipients - Prescription Drugs .....	195,014	---	---
Purchased Institutional Care .....	2,116	---	---
School Based Medicaid .....	22,186	---	6,013
	<u>830,736</u>	<u>458,009</u>	<u>553,816</u>
Department of Labor and Workforce Development:			
Miscellaneous Revenue .....	137	155	155
Special Compensation Fund .....	1,930	1,739	1,739
State Disability Benefits Fund .....	6,882	---	---
Urban Enterprise Zone Administration Cost .....	30	---	---
Workers' Compensation Assessment .....	20,320	12,639	12,639
Workforce Development .....	11,885	---	---
Workplace Standards - Licenses, Permits and Fines .....	10,630	4,720	4,720
	<u>51,814</u>	<u>19,253</u>	<u>19,253</u>
Department of Law and Public Safety:			
Beverage Licenses .....	8,652	3,960	3,960
Charities Registration Section .....	1,797	695	695
Consumer Affairs .....	6,774	---	---
Controlled Dangerous Substances .....	874	100	100
Criminal Disposition .....	460	---	---
EDA School Construction Recoveries .....	995	499	499
Forfeiture Funds .....	---	250	250
General Client Services .....	38,338	---	---
Legal Services .....	24,973	---	---
Legalized Games of Chance Control .....	1,339	1,200	1,200
Miscellaneous Revenue .....	564	---	---
New Jersey Cemetery Board .....	203	96	111
New Jersey Emergency Medical Service Helicopter Response Program .....	---	21,000	---
Pleasure Boat Licenses .....	2,455	3,000	3,000
Private Employment Agencies .....	834	258	258
Retired Officer Handgun Permit .....	235	---	---

# REVENUES & EXPENDITURES

## SCHEDULE 1 STATE REVENUES (thousands of dollars)

	-----Fiscal Year Ending June 30-----		
	2006	2007	2008
	Actual	Estimated	Estimated
Safe and Secure Receipts .....	221	---	---
Securities Enforcement .....	51,492	8,994	8,994
State Board of Architects .....	972	420	450
State Board of Audiology and Speech-Language Pathology Advisory .....	479	18	270
State Board of Certified Public Accountants .....	2,581	42	42
State Board of Chiropractors .....	1,160	90	545
State Board of Cosmetology and Hairstyling .....	2,003	2,700	970
State Board of Court Reporting .....	444	9	122
State Board of Dentistry .....	4,438	210	1,650
State Board of Electrical Contractors .....	1,904	300	120
State Board of Marriage Counselor Examiners .....	300	420	93
State Board of Master Plumbers .....	140	540	45
State Board of Medical Examiners .....	5,576	6,600	2,710
State Board of Mortuary Science .....	562	210	225
State Board of Nursing .....	10,301	2,400	6,450
State Board of Occupational Therapists and Assistants .....	433	16	24
State Board of Ophthalmic Dispensers and Ophthalmic Technicians .....	700	12	242
State Board of Optometrists .....	120	270	18
State Board of Orthotics and Prosthetics .....	6	25	5
State Board of Pharmacy .....	1,357	1,260	450
State Board of Physical Therapy .....	1,197	30	301
State Board of Polysomnography .....	---	---	50
State Board of Professional Engineers and Land Surveyors .....	1,840	300	960
State Board of Professional Planners .....	428	12	215
State Board of Psychological Examiners .....	147	480	60
State Board of Public Movers and Warehousemen .....	268	---	---
State Board of Real Estate Appraisers .....	1,319	51	410
State Board of Respiratory Care .....	558	10	301
State Board of Social Workers .....	308	200	120
State Board of Veterinary Medical Examiners .....	177	270	42
State Police - Fingerprint Fees .....	13,669	3,694	3,694
State Police - Nuclear Facilities Security Detail .....	---	1,600	1,600
State Police - Other Licenses .....	302	227	227
State Police - Private Detective Licenses .....	493	220	220
State Police Recruit Training .....	36	---	---
Victim and Witness Advocacy Fund .....	1,264	---	---
Violent Crime Compensation .....	8,512	3,930	3,930
Weights and Measures - General .....	4,607	2,612	2,612
	<u>208,807</u>	<u>69,230</u>	<u>48,240</u>
Department of Military and Veterans' Affairs:			
Miscellaneous Revenue .....	2,315	---	---
Nuclear Facilities Security Detail .....	---	2,930	2,930
Soldiers' Homes .....	32,110	35,526	37,370
	<u>34,425</u>	<u>38,456</u>	<u>40,300</u>
Department of Personnel:			
Examination Fees .....	2,240	---	---
Human Resource Development Institute .....	3,176	---	---
	<u>5,416</u>	<u>---</u>	<u>---</u>
Department of the Public Advocate:			
Licenses, Fines, Permits, Penalties and Fees .....	3	---	---
Office of Dispute Settlement Mediation .....	105	158	158
Rate Counsel .....	6,388	7,296	7,296
	<u>6,496</u>	<u>7,454</u>	<u>7,454</u>
Department of State:			
Autism Medical Research .....	4,541	---	---
Governor's Teaching Scholars Program Loan Repayment .....	51	91	91
Miscellaneous Revenue .....	53	120	25
	<u>4,645</u>	<u>211</u>	<u>116</u>

# REVENUES & EXPENDITURES

## SCHEDULE 1 STATE REVENUES (thousands of dollars)

	-----Fiscal Year Ending June 30-----		
	2006	2007	2008
	Actual	Estimated	Estimated
Department of Transportation:			
Air Safety Fund .....	1,377	965	965
Applications and Highway Permits .....	2,700	1,300	1,300
Auto Body Repair Shop Licensing .....	50	536	50
Autonomous Transportation Authorities .....	2,291	52,000	24,500
Drunk Driving Fines .....	338	350	350
Good Driver .....	80,959	77,450	71,950
Graduated Driver's License .....	1,364	1,390	1,390
Heavy Duty Diesel Fines .....	530	500	500
Interest on Purchase of Right of Way .....	17	5	5
Logo Sign Program Fees .....	420	300	300
Miscellaneous Revenue .....	52	---	---
Motor Vehicle Database-Automated Access .....	48,732	47,500	47,500
Motor Vehicle Fees .....	113	---	---
Motor Vehicle Inspection Fund .....	80,347	78,900	77,200
Outdoor Advertising .....	9,363	5,947	8,512
Parking Offenses .....	468	450	450
Placarded Railcar .....	131	---	---
Rental Receipts - Tenant Relocation Program .....	410	---	---
Salvage Title Program .....	1,108	1,100	1,100
Special Plate Fees .....	850	1,000	1,000
Uninsured Motorists Program .....	5,810	5,700	5,700
	<u>237,430</u>	<u>275,393</u>	<u>242,772</u>
Department of the Treasury:			
Assessment on Real Property Greater Than \$1 Million .....	86,316	150,000	157,000
Assessments - Cable TV .....	4,443	4,564	4,564
Assessments - Public Utility .....	30,679	30,327	30,327
Casino Fines .....	562	---	---
Coin Operated Telephones .....	3,984	3,800	3,900
Commercial Recording - Expedited .....	3,001	2,853	2,853
Commissions (Notary) .....	1,879	1,800	1,900
Communication Fee - Lottery .....	71	---	---
Cost Assessment .....	4,747	---	---
Domestic Security .....	---	41,000	36,000
Dormitory Safety Trust Fund - Debt Service Recovery .....	---	5,708	5,698
Enhanced Debt Collection .....	---	---	47,000
Equipment Leasing Fund - Debt Service Recovery .....	5,103	4,625	3,480
Escrow Interest - Construction Accounts .....	82	122	124
Fur Clothing Tax .....	---	5,000	5,000
General Revenue - Fees (Commercial Recording and UCC) .....	47,226	49,300	49,300
Higher Education Capital Improvement Fund - Debt Service Recovery .....	---	15,382	15,388
Hotel/Motel Occupancy Tax .....	78,949	79,000	79,000
Investment Earnings .....	90,778	23,000	---
MVC Securitization .....	125	---	---
Miscellaneous Revenue .....	2,912	2,200	2,200
NJ Economic Development Authority .....	2,001	---	---
NJ Public Records Preservation .....	43,496	59,900	37,100
Non-Pledged Dedicated Cigarette Tax .....	---	---	43,220
Nuclear Emergency Response Assessment .....	5,233	5,363	4,266
Public Defender Client Receipts .....	4,616	4,900	4,900
Public Utility - Customer Specific Tax .....	372	---	---
Public Utility Fines .....	1,328	1,200	1,200
Public Utility Gross Receipts and Franchise Taxes (Water/Sewer) .....	82,202	82,200	82,200
Railroad Tax - Class II .....	3,479	3,800	3,800
Railroad Tax - Franchise .....	1,258	1,000	1,000
Sale of Real Property .....	1,807	---	---
State Disability Benefits Fund .....	51	---	---
State Lottery Fund .....	6,600	---	---
Stormwater Management-Combined Sewer Overflow .....	890	---	---
Surplus Property .....	1,803	1,800	1,500
Tax Audit Services - Uncollected Revenue Recovery .....	290	---	---
Tax Referral Cost Recovery Fee .....	5,996	3,400	5,000
Telephone Assessment .....	123,788	124,000	124,000
Tire Clean-Up Surcharge .....	9,970	10,000	10,000
Transitional Energy Facilities Assessment .....	253,975	221,660	234,221
	<u>910,012</u>	<u>937,904</u>	<u>996,141</u>

# REVENUES & EXPENDITURES

## SCHEDULE 1 STATE REVENUES (thousands of dollars)

	-----Fiscal Year Ending June 30-----		
	2006 Actual	2007 Estimated	2008 Estimated
Other Sources:			
Miscellaneous Revenue .....	865	500	500
Interdepartmental Accounts:			
Administration and Investment of Pension and Health Benefit Funds - Recoveries .....	50,639	25,129	5,185
Employee Maintenance Deductions .....	300	300	300
Fringe Benefit Recoveries from Colleges and Universities .....	141,950	144,000	159,777
Fringe Benefit Recoveries from Federal and Other Funds .....	214,598	237,000	261,616
Fringe Benefit Recoveries from School Districts .....	38,997	50,900	54,600
Indirect Cost Recoveries - DEP Other Funds .....	9,675	11,307	10,323
MTF Revenue Fund .....	87,434	41,500	52,500
Miscellaneous Revenue .....	1	---	---
Rent of State Building Space .....	1,975	1,900	1,900
Social Security Recoveries from Federal and Other Funds .....	59,297	61,610	62,596
Standard Offer Payments - Utilities .....	1,200	---	---
	606,066	573,646	608,797
Judicial Branch--			
The Judiciary:			
Civil Arbitration Program .....	2,717	---	---
Court Fees .....	62,309	64,160	64,160
Miscellaneous Revenue .....	458	---	---
	65,484	64,160	64,160
<i>Total Miscellaneous Taxes, Fees, and Revenues .....</i>	<i>3,390,423</i>	<i>2,782,785</i>	<i>2,911,651</i>
Interfund Transfers:			
Beaches and Harbor Fund .....	23	98	70
Clean Energy Fund .....	---	---	10,000
Correctional Facilities Construction Fund .....	25	20	14
Correctional Facilities Construction Fund of 1987 .....	52	39	26
Cultural Centers and Historic Preservation Fund .....	80	55	100
Developmental Disabilities Waiting List Reduction Fund .....	847	589	106
Dredging and Containment Facility Fund .....	348	375	375
Emergency Flood Control Fund .....	15	15	15
Energy Conservation Fund .....	12	15	15
Enterprise Zone Assistance Fund .....	10,160	13,220	14,567
Fund for the Support of Free Public Schools .....	4,099	5,750	6,050
Garden State Farmland Preservation Trust Fund .....	1,669	1,764	1,764
Garden State Green Acres Preservation Trust Fund .....	4,783	5,007	5,007
Garden State Historic Preservation Trust Fund .....	497	616	616
Hazardous Discharge Fund .....	8	10	10
Hazardous Discharge Site Cleanup Fund .....	16,592	14,115	15,196
Housing Assistance Fund .....	220	287	276
Human Services Facilities Construction Fund .....	3	---	---
Jobs, Education and Competitiveness Fund .....	258	252	43
Jobs, Science and Technology Fund .....	1	---	---
Judiciary Bail Fund .....	1,319	1,612	1,612
Judiciary Child Support and Paternity Fund .....	882	547	547
Judiciary Probation Fund .....	406	469	469
Judiciary Special Civil Fund .....	104	158	158
Judiciary Superior Court Miscellaneous Fund .....	231	199	199
Legal Services Fund .....	10,077	10,410	10,410
Mortgage Assistance Fund .....	747	828	752
Motor Vehicle Security Responsibility Fund .....	10	3	3
NJ Bridge Rehab. and Improvement and R.R. Right-of-Way Preservation Fund .....	263	324	308
Natural Resources Fund .....	142	135	78
New Home Warranty Security Fund .....	20,000	---	---
New Jersey Green Acres Fund - 1983 .....	839	850	850
New Jersey Spill Compensation Fund .....	15,022	15,274	15,232
New Jersey Workforce Development Partnership Fund .....	13,457	17,426	17,426
Pollution Prevention Fund .....	1,570	1,497	1,497
Public Purpose Buildings Construction Fund .....	7	8	8
Public Purpose and Community Based Facilities Construction Fund .....	180	196	107

# REVENUES & EXPENDITURES

## SCHEDULE 1 STATE REVENUES (thousands of dollars)

	-----Fiscal Year Ending June 30-----		
	2006	2007	2008
	Actual	Estimated	Estimated
Safe Drinking Water Fund .....	1,646	2,333	2,333
Sanitary Landfill Facility Contingency Fund .....	---	5,000	---
School Fund Investment Account .....	3,521	3,809	3,809
Shore Protection Fund .....	423	598	495
Solid Waste Service Tax Fund .....	9	9	9
State Disability Benefit Fund .....	20,769	78,581	103,581
State Land Acquisition and Development Fund .....	2	10	30
State Lottery Fund .....	866,982	812,700	848,000
State Lottery Fund - Administration .....	---	21,818	21,818
State Recreation and Conservation Land Acquisition and Development Fund .....	29	15	10
State of New Jersey Cash Management Fund .....	2,539	2,540	2,540
Statewide Transportation and Local Bridge Fund .....	1,517	1,000	500
Supplemental Workforce Fund for Basic Skills .....	1,299	2,000	2,000
Tobacco Settlement Fund .....	12,482	14,746	108,619
Transportation Rehabilitation and Improvement Fund .....	10	---	---
Unclaimed Personal Property Trust Fund .....	289,075	311,342	183,600
Unclaimed Utility Deposits Trust Fund .....	191	248	280
Unemployment Compensation Auxiliary Fund .....	17,579	22,297	26,297
Universal Services Fund .....	72,468	72,570	72,570
Wage and Hour Trust Fund .....	92	75	75
Water Conservation Fund .....	38	32	32
Water Supply Fund .....	3,728	4,126	4,126
Worker and Community Right to Know Fund .....	3,184	3,664	3,664
<i>Total Interfund Transfers .....</i>	<i>1,402,531</i>	<i>1,451,676</i>	<i>1,488,294</i>
<b><i>Total State Revenues General Fund .....</i></b>	<b><i>18,198,870</i></b>	<b><i>18,823,425</i></b>	<b><i>19,073,237</i></b>
<b>PROPERTY TAX RELIEF FUND</b>			
Gross Income Tax .....	10,506,565	11,465,000	12,351,000
<b>CASINO CONTROL FUND</b>			
Investment Earnings .....	400	350	350
License Fees .....	67,650	75,334	73,689
<i>Total Casino Control Fund .....</i>	<i>68,050</i>	<i>75,684</i>	<i>74,039</i>
<b>CASINO REVENUE FUND</b>			
Casino Simulcasting Fund .....	675	550	550
Gross Revenue Tax .....	413,340	417,274	421,120
Investment Earnings .....	1,397	2,250	2,250
Other Casino Taxes and Fees .....	86,885	37,953	29,183
PAAD Recoveries .....	165,607	---	---
<i>Total Casino Revenue Fund .....</i>	<i>667,904</i>	<i>458,027</i>	<i>453,103</i>
<b>GUBERNATORIAL ELECTIONS FUND</b>			
Taxpayers' Designations .....	501	700	700
<b><i>TOTAL STATE REVENUES .....</i></b>	<b><i>29,441,890</i></b>	<b><i>30,822,836</i></b>	<b><i>31,952,079</i></b>

# REVENUES & EXPENDITURES

## SCHEDULE 2 OTHER REVENUES (thousands of dollars)

-----Fiscal Year Ending June 30-----

2006                      2007                      2008  
Actual                      Estimated                      Estimated

### Dedicated:

Executive Branch--

Chief Executive:

State Authority Review and Oversight .....	1,302	1,100	900
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### Department of Agriculture:

American Veterinary Medical Foundation .....	---	---	20
Animal Disease Control .....	---	153	80
Commodity Distribution .....	1,649	1,501	1,501
Dairy Fee Administration .....	2	---	100
Development Potential Transfer Bank Administration .....	---	200	200
Environmental Services .....	---	250	250
Farmland Preservation Administrative Costs .....	700	415	---
Food Distribution Assessment .....	27	15	15
Fruit and Vegetable Grading Service .....	395	162	162
Future Farmers of America - Student Loans from Department of Education .....	68	75	75
Garden State Preservation Trust .....	---	125	670
Horse Breeding and Development Fund .....	343	380	320
Marketing and Development Services .....	---	724	724
Nursery Inspection Program .....	---	289	235
Organic Certification .....	74	75	75
Plant Pest and Disease Control .....	---	23	15
Poultry Service .....	879	810	610
Sire Stakes .....	4,792	5,000	4,500
Standardbred Breeder Awards .....	211	240	240
Stormwater Discharge Administration .....	3	---	174
Wine Promotion Program .....	116	90	90
Miscellaneous .....	284	237	212
	<u>9,543</u>	<u>10,764</u>	<u>10,268</u>

### Department of Banking and Insurance:

Individual Health Care Program Assessments .....	3,936	---	---
Public Adjusters Licensing .....	---	52	52
Small Employer Health Benefits .....	371	380	380
Supervision and Examination of Financial Institutions .....	---	400	400
Miscellaneous .....	91	64	64
	<u>4,398</u>	<u>896</u>	<u>896</u>

### Department of Children and Families:

Administration and Support Services .....	33,107	24,573	52,495
Adopt U.S. Kids .....	43	---	---
Child Protective and Permanency Services .....	---	1,797	1,852
Criminal History Record Checks .....	285	120	120
Domestic Violence Victims Fund .....	622	---	---
Legally Responsible Relatives - Probation Supplement .....	2,962	2,054	2,054
Old Age Survivors Insurance .....	1,492	1,492	1,492
	<u>38,511</u>	<u>30,036</u>	<u>58,013</u>

### Department of Community Affairs:

Boarding Home Regulation and Assistance .....	---	775	775
Comfort Partners Program .....	1,241	2,482	4,700
Fire Certification Program .....	12	325	324
Grants to Displaced Homemaker Centers .....	730	688	688
Historic Preservation License .....	21	25	25
Housing Code Enforcement .....	---	4,719	3,604
Housing Opportunities for Persons with AIDS .....	1,494	1,318	1,318
Housing Services .....	89,427	75,000	75,000
Lead Hazard Control Assistance Fund .....	459	708	891
Neighborhood Revitalization Tax Credit .....	250	250	250
New Home Warranty Program .....	4,523	4,816	4,816
New Jersey Meadowlands Commission - Operations .....	---	110	110
New Jersey Meadowlands Tax Sharing Stabilization Fund .....	---	190	---
Paterson Housing Opportunities for Persons with AIDS Program .....	483	600	1,003
Prevention of Homelessness .....	311	293	243
Section 8 Housing Voucher Portability .....	50	1,600	1,600
Subcontract with the City of Camden - Section 8 .....	383	637	637
Truth in Renting .....	---	150	150

# REVENUES & EXPENDITURES

## SCHEDULE 2 OTHER REVENUES (thousands of dollars)

	-----Fiscal Year Ending June 30-----		
	2006 Actual	2007 Estimated	2008 Estimated
Uniform Construction Code .....	---	10,442	9,019
Uniform Fire Code .....	---	10,485	10,153
Universal Services Fund .....	1,024	3,000	3,000
Miscellaneous .....	1,374	1,161	1,179
	<u>101,782</u>	<u>119,774</u>	<u>119,485</u>
Department of Corrections:			
Administration and Support Services .....	24,398	23,497	23,904
Nicholson Foundation Grant - Reentry and Access to Programs .....	---	71	179
Nicholson Foundation Reentry Grant .....	37	150	150
Workplace Literacy - Learning Lab Program .....	211	---	---
Miscellaneous .....	1,617	---	---
	<u>26,263</u>	<u>23,718</u>	<u>24,233</u>
Department of Education:			
Compliance and Auditing .....	425	385	610
Early Childhood Compliance Audits .....	---	307	---
Katzenbach One on One Aides .....	---	625	750
Katzenbach PLUS Program .....	636	1,061	1,028
Katzenbach Partnership Programs .....	---	220	272
Katzenbach Summer Program .....	---	176	176
Marie H. Katzenbach School for the Deaf - Tuition from Local Boards .....	8,864	8,610	9,844
Professional Development and Licensure .....	---	864	1,000
Rental of Vacant Building Space .....	462	430	440
State Action for Education Leadership Project .....	200	100	---
Miscellaneous .....	124	41	41
	<u>10,711</u>	<u>12,819</u>	<u>14,161</u>
Department of Environmental Protection:			
Administrative Costs - Natural Resources Damages .....	1,608	936	1,305
Administrative Costs Water Supply Bond Act of 1981 - Management .....	---	94	31
Administrative Costs Water Supply Bond Act of 1981 - Planning and Standards .....	---	17	25
Administrative Costs Water Supply Bond Act of 1981 - Watershed and Aquifer .....	---	104	32
Aeroflex Foundation - Kittatinny Valley State Park .....	55	25	---
Air Pollution Control .....	---	1,400	2,500
Air Pollution Fines .....	---	1,500	---
B.L. England Environmental Project Donation .....	---	1,500	---
Battleship New Jersey Memorial Fund .....	153	153	153
Battleship New Jersey Tax Check-Off .....	61	60	60
Drinking Water State Revolving Fund - Capacity Development .....	367	500	600
Drinking Water State Revolving Fund - Operator Certification .....	184	500	400
Drinking Water State Revolving Fund - Program Administration .....	823	800	800
Drinking Water State Revolving Fund - Small System Technical Assistance .....	604	700	600
Drinking Water State Revolving Fund - Source Water Program Administration .....	332	800	800
Endangered and Nongame Species Wildlife Fund .....	184	200	135
Environmental Infrastructure Trust Loan Fund .....	---	1,200	1,889
Environmental Inspection of Child Care Facilities .....	---	---	970
Exotic and Nongame Species Inspection Fund .....	151	132	145
Farley Marina Escrow .....	550	1,200	1,200
Forest Resource Management Special Revenue .....	232	250	250
Garden State Preservation Trust .....	---	364	468
HR-6 Flood Control .....	1,069	2,000	2,000
Hazardous Discharge Site Cleanup Fund - Responsible Party .....	---	9,852	10,552
Historic Preservation Fund .....	40	50	50
Land Use Regulation .....	---	1,676	2,248
Landscape Irrigation Contractor Certification .....	63	62	62
Liberty State Park - Central Parking .....	238	250	300
Liberty State Park License Plates .....	56	60	60
Low Emission Vehicle Program .....	118	125	125
Mammography Quality Standards Act .....	262	300	310
Marina Rentals .....	---	485	500
New Jersey Shade Tree and Community Forestry Program .....	159	160	160
New Jersey Waterfowl Stamp Act .....	313	100	100
Nuclear Emergency Response .....	---	---	1,069
Office of Dredging and Sediment Technology .....	---	251	228
Ohio Edison Settlement for Environmentally Beneficial Projects .....	670	---	---
Oil Spill Prevention .....	---	1,490	1,227

# REVENUES & EXPENDITURES

## SCHEDULE 2 OTHER REVENUES (thousands of dollars)

	-----Fiscal Year Ending June 30-----		
	2006	2007	2008
	Actual	Estimated	Estimated
Oyster Cultch Fund . . . . .	79	90	90
PSE&G Fossil LLC . . . . .	936	---	---
Palisades Interstate Park Commission (PIPC) - Court Fund Revenue . . . . .	---	1,190	802
Palisades Interstate Park Commission (PIPC) - Gas Station Revenue . . . . .	---	2,413	2,403
Palisades Interstate Park Commission (PIPC) - Operating Fund Revenue . . . . .	---	844	840
Parks Management Fees . . . . .	---	1,100	1,400
Parks Management Revolving Fund . . . . .	1,288	1,250	1,250
Pinelands Preservation . . . . .	120	67	65
Pollution Prevention . . . . .	---	289	607
Private Dredging Disposal . . . . .	187	200	200
Private Well Testing . . . . .	599	800	800
Remediation Management and Response . . . . .	---	6,854	6,593
Safe Drinking Water Fund . . . . .	---	---	489
Sedge Island . . . . .	31	20	25
Shellfish Enforcement . . . . .	176	129	120
Shellfish Management . . . . .	68	60	50
Shore Protection Fund Projects . . . . .	678	5,000	3,300
Shore Protection License Plates . . . . .	717	900	900
Skylands Manor . . . . .	245	240	250
Solid Waste Utility Regulation Excess Receipts . . . . .	---	1,300	1,300
Spring Meadow Golf Course . . . . .	955	960	960
State Public Water System Supervision Program . . . . .	769	1,100	1,250
State Revolving Fund - Administrative Costs . . . . .	2,119	1,431	1,432
Tidelands Peak Demands . . . . .	---	2,889	2,595
UMDNJ Radiation Preparedness . . . . .	70	70	60
Urban Forest Energy Efficiency Initiative . . . . .	1,544	4,000	4,000
Water Allocation . . . . .	---	2,747	2,747
Water Pollution Control . . . . .	---	1,560	1,450
Well Permits, Well Driller, Pump Installer Licenses . . . . .	---	---	1,300
Ocean/Wind Power Ecological Baseline Study . . . . .	---	---	2,000
Worker and Community Right to Know Act . . . . .	---	316	524
Miscellaneous . . . . .	638	461	435
	<u>19,511</u>	<u>67,576</u>	<u>71,591</u>
Department of Health and Senior Services:			
AIDS Drug Distribution Program Rebates . . . . .	32,294	23,500	25,000
Administrative Overhead - Non State Program . . . . .	1,230	1,300	1,400
Animal Population Control Program - License . . . . .	278	300	270
Blueprint for Health Aging in New Jersey . . . . .	---	14	---
Brain Injury Research Fund . . . . .	4,517	3,600	3,600
Certificate of Need Program . . . . .	1,309	537	537
Child Care / School Certification Program . . . . .	---	---	1,500
Clinical Laboratory Improvement Services . . . . .	313	350	350
Early Intervention Program (EIP) Copays . . . . .	---	3,100	6,000
Electronic Death Registration Support Fund . . . . .	619	600	600
Emergency Medical Services . . . . .	41	79	79
Emergency Medical Services for Children . . . . .	---	150	150
Emergency Medical Technician Training Fund . . . . .	114	1,800	1,800
Estrogen, Diet, Genetics, and Endometrial Cancer . . . . .	41	100	100
Evaluation of California Initiatives to Reduce Violence in Health Care Setting . . . . .	63	195	---
First Response Emergency Medical Technician Cardiac Training Program . . . . .	89	125	125
Health Care Cost Reduction Fund . . . . .	33,649	40,000	40,000
Health Care Planning . . . . .	8,127	7,000	7,200
Health Literacy/Cultural Competency Program . . . . .	21	---	---
Live Long Live Well . . . . .	19	150	150
New Jersey Emergency Medical Services Helicopter Response Program . . . . .	---	2,858	2,858
New Jersey Turnpike Authority / Garden State Parkway Food Inspections . . . . .	124	237	247
Newborn Screening, Follow-up, and Treatment . . . . .	3,363	3,306	3,306
Nursing Home Provider Assessment Fee . . . . .	135,203	135,374	136,000
Office of the Public Guardian . . . . .	821	800	825
Ovarian Cancer Study . . . . .	27	82	125
Paterson AIDS Drug Distribution Program . . . . .	65	---	---
Rabies Control Program . . . . .	487	475	475
Race and Risk Factors for Early / Aggressive Breast Cancer . . . . .	60	---	275
Statewide Expansion of HealthEASE . . . . .	---	60	---
Wholesale Drug Program . . . . .	---	---	300
Women, Infants, and Children (WIC) Rebates . . . . .	35,194	30,000	40,000



# REVENUES & EXPENDITURES

## SCHEDULE 2 OTHER REVENUES (thousands of dollars)

	-----Fiscal Year Ending June 30-----		
	2006 Actual	2007 Estimated	2008 Estimated
Worker and Community Right to Know .....	---	699	764
Miscellaneous .....	6,703	9,238	6,345
	<u>264,771</u>	<u>266,029</u>	<u>280,381</u>
Department of Human Services:			
Administration and Support Services .....	17,828	5,819	5,036
Alcohol Education Rehabilitation and Enforcement Fund .....	1,694	2,344	2,344
Alcohol Treatment Fund Program .....	7,500	7,500	7,500
Catastrophic Illness in Children Relief Fund .....	1,147	1,041	1,067
Catastrophic Illness in Children Trust Fund - Grants-In-Aid .....	6,503	---	---
Children's Trust Fund .....	--201	519	519
Client Copayments - Developmental Disabilities .....	40,969	38,630	38,630
Drug Enforcement Demand Reduction Fund .....	---	350	350
Licensing Fees .....	228	---	---
Management and Administrative Services .....	---	475	475
Mental Health Contract Fees .....	347	316	324
NJ KidCare .....	60,595	72,806	70,864
New Jersey Health Care Hospital Payments .....	595,962	545,961	545,961
New Jersey Health Initiative - Robert Wood Johnson .....	---	290	---
New Jersey Ramps Project .....	100	---	---
Olmstead Grant .....	20	---	---
Partnership for a Drug Free New Jersey .....	---	1,000	1,000
Personal Needs Allowance .....	---	600	---
Racing Commission Funds for Compulsive Gambling Treatment .....	200	200	200
SSA Reimbursement to Enhance Vocational Rehabilitation .....	157	300	300
Traumatic Brain Injury .....	3,848	---	---
Universal Services Fund .....	2,220	---	---
Work First New Jersey Support Services .....	10,000	20,000	20,000
Work First New Jersey Technology Investment - Child Support Incentives .....	7,484	12,502	12,502
Miscellaneous .....	114	85	---
	<u>756,715</u>	<u>710,738</u>	<u>707,072</u>
Department of Labor and Workforce Development:			
Division of Workers Compensation Uninsured Employers .....	2,161	2,270	2,384
Enforcement of Workplace Standards - Receipts .....	---	5,234	5,757
Health Care Tax Collection .....	5,243	---	---
Private Disability Insurance Plan .....	---	1,280	1,280
Public Works Contractor Registration .....	---	1,756	1,932
Reengineering Study - State Disability Insurance Plan .....	---	---	1,000
Reimbursement to Unemployment Insurance for Joint Tax Functions .....	---	4,700	4,900
Special Compensation Fund .....	135,441	140,530	145,530
State Disability Insurance Plan .....	---	4,150	4,100
State School Construction .....	1,383	---	---
Unemployment Insurance Program - Collection Activities .....	---	---	2,000
Urban Enterprise Zones - Employer Rebate Awards .....	111	---	---
Work First New Jersey Work Activities .....	---	25,500	25,500
Workers' Compensation .....	---	7,681	8,017
Workforce Development Partnership - Counselors .....	---	412	412
Workforce Development Partnership Program .....	---	1,742	1,742
Workforce Literacy and Basic Skills Program .....	---	276	276
Miscellaneous .....	28	---	---
	<u>144,367</u>	<u>195,531</u>	<u>204,830</u>
Department of Law and Public Safety:			
Anti-Drug Profiteering .....	3	---	---
Atlantic County Detention Center .....	1,890	2,210	2,210
Backstretch Benevolence .....	172	210	210
Body Armor Replacement Fund - Administrative Costs .....	75	75	75
Charity Racing Day for the Developmentally Disabled .....	77	60	60
Claims - Victims of Crime .....	---	4,600	4,600
Commercial Vehicle Enforcement Program .....	---	10,287	12,055
Commissions Award Program .....	2,121	2,500	2,500
Consumer Affairs .....	322	275	275
Consumer Affairs Charitable Registrations Program .....	---	1,019	1,019
Consumer Affairs Legalized Games of Chance .....	---	100	100
Consumer Affairs Weights and Measures Program .....	---	1,900	1,900
Controlled Dangerous Substance Registration Program .....	---	775	775

# REVENUES & EXPENDITURES

## SCHEDULE 2 OTHER REVENUES (thousands of dollars)

	-----Fiscal Year Ending June 30-----		
	2006 Actual	2007 Estimated	2008 Estimated
Criminal Disposition and Revenue Collection Fund . . . . .	---	460	460
Criminal Justice Cost Recovery . . . . .	---	162	162
Department of Transportation - State Police Construction Detail . . . . .	---	6,978	8,480
Division of Consumer Affairs - Appropriated Receipts . . . . .	---	7,649	7,649
Drunk Driving Enforcement Fund - MVC Reimbursement . . . . .	97	---	---
Election Law Enforcement . . . . .	7	130	130
FBI Mitochondrial DNA Testing . . . . .	772	861	861
Fines Account - Miscellaneous Settlements . . . . .	70	80	80
Forfeiture Program . . . . .	4,644	2,655	2,655
Gubernatorial Public Finance Program . . . . .	730	---	---
Insurance Fraud Operations . . . . .	27,904	29,771	29,771
Investigative Unit . . . . .	683	740	740
Juvenile Detention Alternatives - Annie E. Casey Foundation . . . . .	200	---	---
Law Enforcement Officers Training and Equipment Fund . . . . .	750	750	750
Lobbying Annual Fees . . . . .	---	351	351
Medical Examiner Services . . . . .	8,333	9,055	9,508
New Jersey Emergency Medical Service Helicopter Program . . . . .	---	5,691	5,691
New Jersey Expressway Authority . . . . .	5,709	7,411	7,685
New Jersey Parkway Authority . . . . .	26,891	30,825	33,350
New Jersey Turnpike Authority . . . . .	27,052	30,917	32,180
Noncriminal Records Checks . . . . .	---	14,101	9,967
Northeast Hazardous Waste Project-Resource Conservation and Recovery Act . . . . .	131	274	131
Office of Homeland Security and Preparedness . . . . .	---	7,200	7,200
Pari-Mutuel Racing in Accordance with N.J.S.A. 5:5-37 . . . . .	738	790	790
Pre-Race Blood Testing and Chemical Testing Program . . . . .	3,514	3,069	3,069
Private Employment Agencies . . . . .	---	520	520
Racing Officials . . . . .	1,380	1,128	1,128
Regulation of Alcoholic Beverages . . . . .	---	5,551	5,551
Regulation of Racing Activities . . . . .	3,088	2,225	2,225
Retired Officers Handgun Permits . . . . .	---	215	---
Safe and Secure Neighborhoods Program . . . . .	8,056	7,100	7,898
Securities Enforcement Fund . . . . .	---	4,006	4,006
Security Officer Registration Account . . . . .	---	107	105
Sexual Assault Nurse Examiner Program . . . . .	76	---	76
State Athletic Control . . . . .	654	500	500
State Facilities Education Act (SFEA) . . . . .	30,956	38,447	36,930
State Forensic Laboratory Fund Program . . . . .	1,069	800	1,000
State Police Central Lab Operations . . . . .	---	986	1,016
State Police DNA Laboratory Enhancement . . . . .	9,088	8,200	8,200
State Police Equine Lab Unit . . . . .	---	1,426	1,177
State Police Private Detective Receipts . . . . .	---	230	---
State Police Purchase and Maintenance of Law Enforcement Helicopters . . . . .	---	---	25,647
State Police Recruit Training . . . . .	---	77	8,585
State Veterinarians New Jersey Racing Commission . . . . .	686	763	763
Vehicle Rental Surcharge State Police Salaries . . . . .	---	13,855	11,155
Victim and Witness Advocacy Fund . . . . .	---	1,252	1,252
Miscellaneous . . . . .	2,986	2,400	2,400
	<u>170,924</u>	<u>273,719</u>	<u>307,573</u>
Department of Military and Veterans' Affairs:			
Burial Services . . . . .	---	500	490
Distance Learning Center . . . . .	14	15	15
New Jersey National Guard Support Services . . . . .	---	1,100	1,300
Transitional Housing . . . . .	---	550	590
World War II Memorial Dedications . . . . .	45	---	---
Miscellaneous . . . . .	64	25	25
	<u>123</u>	<u>2,190</u>	<u>2,420</u>
Department of Personnel:			
Human Resource Development Institute . . . . .	---	1,900	1,900
State and Local Government Operations . . . . .	---	1,300	1,300
	<u>---</u>	<u>3,200</u>	<u>3,200</u>

# REVENUES & EXPENDITURES

## SCHEDULE 2 OTHER REVENUES (thousands of dollars)

	-----Fiscal Year Ending June 30-----		
	2006 Actual	2007 Estimated	2008 Estimated
Department of the Public Advocate:			
New Home Owner's Warranty .....	226	251	251
Rate Counsel - Insurance .....	---	1,124	1,124
Residential Warranty Corporation .....	144	158	158
	<u>370</u>	<u>1,533</u>	<u>1,533</u>
Department of State:			
Americorps - Homeland Security Match .....	9	---	---
Extraordinary Programming .....	75	400	400
GEAR UP Algebra Institute .....	19	---	---
Governor's School Donations .....	1,430	---	---
Law Enforcement Officers Memorial Fund .....	156	325	325
Leasing of Space on NJN Transmitter Towers .....	987	1,050	1,100
NJBEST Administration and Scholarships .....	---	486	585
NJN - TV Food Network/Time Warner Capital Project .....	1,771	1,200	1,300
New Jersey College Loans to Assist State Students (NJCLASS) .....	6,100	5,162	5,616
New Jersey Workforce Development Coalition Initiative .....	648	621	870
New Jersey World Trade Center Scholarship Program .....	---	100	100
Office of Faith Based Initiatives - Substance Abuse and Mental Health Services .....	28	---	---
Office of Faith Based Initiatives Donations .....	48	---	---
Primary Care Physician/Dentist Loan Redemption Program .....	2,000	2,000	2,000
Public Broadcasting Services .....	8,154	7,999	8,337
Records Management .....	1,100	---	---
Rental of NJN Studio and Production Facilities .....	1,623	2,050	1,950
Sale or Rental of NJN Productions .....	122	100	100
Student Loan Expense Reimbursement Program for Obstetrician/Gynecologists .....	806	---	---
War Memorial .....	478	527	527
Miscellaneous .....	682	339	330
	<u>26,236</u>	<u>22,359</u>	<u>23,540</u>
Department of Transportation:			
Applications and Highway Permits .....	---	1,400	1,400
Commercial Vehicle Enforcement Program .....	12,085	---	---
Cost of "Cause" Plates .....	590	---	---
County and Other Shared Projects .....	24,184	---	---
Greenwood Lake Airport .....	33	---	---
Highway Safety Fund .....	2,129	---	---
In-Terminal School Bus Inspection Program .....	1,303	1,150	1,150
Logo Sign Program .....	---	120	120
Motor Vehicle Services .....	263,675	273,295	268,834
Motorbus Regulation .....	697	750	750
Motorcycle Safety Education Fund .....	456	538	383
NJ Board of Pilot Commissioners .....	637	590	590
NJ Medical Service Helicopter Response Act .....	8,822	---	---
National Motor Vehicle Title Information System .....	300	---	---
Office of Maritime Resources .....	2,401	2,500	2,500
Outdoor Advertising Program .....	---	830	830
Placarded Railcar Program .....	---	90	85
Rental Receipts, Tenant Relocation Program .....	---	400	400
Security Responsibility .....	14,044	14,040	14,321
	<u>331,356</u>	<u>295,703</u>	<u>291,363</u>
Department of the Treasury:			
Annual Licensing Fee - Office of Administrative Law Publications .....	620	633	633
Business Services Bureau .....	---	148	148
Capital City Redevelopment Corporation .....	83	200	200
Clean Energy Program .....	637	820	1,300
Division of Developmental Disabilities Community Placement and Services .....	46,354	45,000	45,000
Domestic Security .....	23,352	18,500	23,500
Drug Abuse Education Fund .....	696	600	600
Economic Recovery Fund .....	17,607	19,608	19,608
Energy Tax Receipts .....	788,492	788,492	788,492
Governor's Council on Alcoholism and Drug Abuse .....	16,126	15,300	15,300
Judicial Hearings Receipts .....	3,442	3,844	3,844
Management of DEP Properties .....	---	500	500
Management of State Investments .....	---	---	8,687
New Jersey Fair and Clean Elections Fund .....	76	---	---

# REVENUES & EXPENDITURES

## SCHEDULE 2 OTHER REVENUES (thousands of dollars)

	-----Fiscal Year Ending June 30-----		
	2006 Actual	2007 Estimated	2008 Estimated
New Jersey Public Records Preservation .....	22,127	1,000	25,700
Nextel Rebanding .....	366	---	---
Office of Management and Budget .....	26,387	9,042	9,042
Ombudsman .....	---	380	451
Other Capital Building Services .....	2,422	2,420	2,420
Other Distributed Taxes .....	4,090	3,363	3,363
PSEG/Exelon Merger .....	3,596	---	---
Pensions and Benefits .....	---	33,257	33,772
Prequalification Fees .....	---	125	125
Property Management and Construction - Property Management Services .....	318	320	320
Public Finance Activities .....	---	700	700
Real Property Leasing Out Program .....	---	380	380
Royalties - Office of Administrative Law Publications .....	178	270	270
Small Business Registration .....	---	450	450
State Pension System Audit .....	---	225	225
State Technology Advancement Collaborative .....	275	---	---
Taxation Compliance and Enforcement Activities .....	---	4,500	4,500
Third Party Subrogation - Property Damage .....	---	500	500
Unclaimed Property Trust Fund .....	6,492	6,920	6,920
Universal Service Fund Program Evaluation .....	198	---	---
Urban Enterprise Zone (UEZ) Authority Administrative Expenses .....	2,202	3,632	3,632
Vendor Surcharge Collection - Motor Vehicle Commission .....	12,000	12,000	12,000
Miscellaneous .....	146	339	339
	<u>978,282</u>	<u>973,468</u>	<u>1,012,921</u>
Interdepartmental Accounts--			
911 Memorial Donations .....	7,001	---	---
Petroleum Overcharge Reimbursement Fund .....	---	---	3,500
	<u>7,001</u>	<u>---</u>	<u>3,500</u>
Judicial Branch--			
The Judiciary:			
Automated Traffic System for Municipal Courts .....	25,887	21,000	23,000
Civil Courts .....	531	756	760
Comprehensive Enforcement Program .....	2,859	2,400	2,700
Court Adult Probation System .....	532	500	500
Court Technology Improvement Fund .....	12,433	12,700	12,300
Electronic Access To Court Records .....	2,042	408	1,000
Family Courts .....	422	400	400
Information Services .....	419	516	516
Special Civil Part Certified Mailers .....	2,350	1,450	2,000
Supreme Court .....	12,202	14,747	16,032
Miscellaneous .....	1,091	6	15
	<u>60,768</u>	<u>54,883</u>	<u>59,223</u>
<i>Total Dedicated</i> .....	<u>2,952,934</u>	<u>3,066,036</u>	<u>3,197,103</u>
<b>Federal:</b>			
Executive Branch--			
Department of Agriculture:			
Asian Longhorned Beetle Monitoring .....	3,200	3,000	3,000
Child Care .....	49,802	68,076	70,750
Child Nutrition - School Breakfast .....	35,663	46,200	48,000
Child Nutrition - School Lunch .....	151,058	174,300	180,000
Child Nutrition - Special Milk .....	1,005	1,600	1,800
Child Nutrition - Summer Programs .....	7,060	10,347	10,728
Child Nutrition Administration .....	2,787	4,100	4,340
Cooperative Gypsy Moth Suppression .....	371	750	750
Farm Risk Management Education Program .....	396	272	272
Farmland Preservation .....	7,769	9,429	4,525
Fish Inspection Service .....	104	125	125
Food Stamp - Temporary Emergency Food Assistance Program (TEFAP) .....	1,348	1,550	1,550

# REVENUES & EXPENDITURES

## SCHEDULE 2 OTHER REVENUES (thousands of dollars)

	-----Fiscal Year Ending June 30-----		
	2006 Actual	2007 Estimated	2008 Estimated
Indemnities - Avian Influenza .....	---	400	397
National Animal Identification Infrastructure .....	123	92	109
Team Nutrition Training .....	159	225	200
Various Federal Programs and Accruals .....	-13,199	1,802	1,308
	<u>247,646</u>	<u>322,268</u>	<u>327,854</u>
Department of Children and Families:			
Restricted Federal Grants .....	9,557	9,823	10,327
Social Services Block Grant .....	48,350	51,627	51,685
Title IV-B Child Welfare Services .....	5,949	5,500	5,500
Title IV-E Foster Care .....	91,746	127,680	99,223
Title XIX Child Residential .....	41,156	75,175	75,822
	<u>196,758</u>	<u>269,805</u>	<u>242,557</u>
Department of Community Affairs:			
Community Services Block Grant .....	16,280	17,023	17,023
Emergency Shelter Grants Program .....	870	1,520	1,570
Fair Housing Initiatives Grant .....	---	93	93
Lead-Based Paint Abatement in Low and Moderate Income Housing .....	343	3,000	3,000
Low Income Home Energy Assistance Program .....	---	78,324	78,324
Moderate Rehabilitation Housing Assistance .....	11,236	12,162	11,679
National Affordable Housing - HOME Investment Partnerships .....	12,447	7,890	7,611
National Fire Academy Training Program .....	---	28	28
Section 8 Housing Voucher Program .....	171,203	173,200	174,250
Shelter Plus Care Program .....	994	4,500	6,961
Small Cities Block Grant Program .....	8,710	8,360	8,360
Transitional Housing - Homeless .....	108	136	136
Weatherization Assistance Program .....	3,246	5,126	5,169
Various Federal Programs and Accruals .....	-8,976	---	---
	<u>216,461</u>	<u>311,362</u>	<u>314,204</u>
Department of Corrections:			
Body Alarms Justice Technology Grant .....	---	500	---
Crime Prevention Funding .....	---	300	---
Crime and Justice Research .....	---	219	---
DOE Grant-Life Skills for State and Local Prisoners .....	---	426	---
Gang Awareness and Prevention Program: Field Initiated Demo Program Grant .....	---	296	296
Justice and Mental Health Collaboration .....	---	50	50
National Institute of Justice Grant for Corrections Research-Escape Study .....	---	130	57
National Institute of Justice Grant for Corrections Research-Megan's Law Study .....	---	39	---
Prison Rape Elimination Grant .....	176	---	244
Prisoner Reentry Initiative Grant-Atlantic County .....	---	450	---
Prisoner Reentry Initiative Grant-Camden County .....	---	---	431
Prisoner Reentry Initiative Grant-Essex County .....	---	450	---
Project In-Side .....	512	1,284	1,310
Promoting Responsible Fatherhood .....	---	335	339
Serious and Violent Offender Reentry Initiative .....	732	---	---
State Criminal Alien Assistance Program .....	3,472	5,000	4,000
Weed and Seed Communities .....	---	175	---
Various Federal Programs and Accruals .....	336	110	110
	<u>5,228</u>	<u>9,764</u>	<u>6,837</u>
Department of Education:			
21st Century Schools .....	20,987	19,898	19,630
AIDS Prevention Education .....	237	247	248
Adult Basic Education - Administration/Discretionary .....	1	62	20
Bilingual and Compensatory Education - Homeless Children and Youth .....	1,364	1,290	1,290
Byrd Scholarship Program .....	1,147	1,200	1,200
Character Education Partnership .....	477	672	702
Drug-Free Schools and Communities - Administration .....	2,793	1,650	1,650
Drug-Free Schools and Communities - Discretionary .....	7,307	6,600	6,600
Enhancing Education Thru Technology .....	11,337	5,381	5,381
Even Start Family Literacy Grant - Discretionary .....	4,269	2,071	1,784
Hurricane Relief .....	374	---	---
Improving America's Schools Act - Consolidated Administration .....	5,048	4,600	4,600
Individuals with Disabilities Education Act Basic State Grant .....	331,596	333,161	347,784

# REVENUES & EXPENDITURES

## SCHEDULE 2 OTHER REVENUES (thousands of dollars)

	-----Fiscal Year Ending June 30-----		
	2006	2007	2008
	Actual	Estimated	Estimated
Individuals with Disabilities Education Act Preschool Grants .....	12,202	11,526	11,515
Language Acquisition State Grants .....	20,092	21,530	16,790
Mathematics and Science Partnerships Grants .....	2,585	3,013	3,013
Migrant Education - Administration/Discretionary .....	2,150	2,117	2,117
Public Charter Schools .....	3,546	6,010	4,256
Refugee Children School Impact Program .....	589	---	---
School Renovation Grants .....	74	---	---
State Assessments .....	8,304	10,001	9,982
State Data Grants .....	290	484	---
State Grants for Improving Teacher Quality .....	64,969	64,447	63,800
State Improvement Grant - Administration .....	1,269	1,273	---
Step Up - Teacher Recruitment .....	471	1,098	1,086
Title I - Comprehensive School Reform .....	6,039	---	---
Title I - Grants to Local Educational Agencies .....	261,837	263,753	263,753
Title I - Part D, Neglected and Delinquent .....	2,235	2,624	2,713
Title I - Reading First State Grant .....	18,957	17,866	17,866
Title V - Innovative Program Strategies .....	5,160	2,859	2,921
Vocational Education - Basic Grants - Administration .....	23,504	24,860	24,855
Vocational Education Technical Preparation .....	2,424	2,263	2,263
Various Federal Programs and Accruals .....	3,881	1,454	1,342
	<u>827,515</u>	<u>814,010</u>	<u>819,161</u>
Department of Environmental Protection:			
Air Pollution Maintenance Program .....	6,531	9,967	6,500
Artificial Reef Program - PSE&G/NJPDES Permit Fees .....	723	825	825
Asian Longhorned Beetle Project .....	128	2,300	2,300
Assessing New Jersey's Bays .....	7	100	100
Assistance to Firefighters - Wildfire and Arson Prevention .....	53	200	200
Atlantic Coastal Cooperative Program .....	31	200	250
Atlantic Coastal Fisheries .....	186	300	300
Avian Influenza .....	---	100	100
Beach Monitoring and Notification .....	315	300	300
Bio-Characterization of Commercial Fish .....	---	---	85
BioWatch Monitoring .....	15	500	750
Boat Access (Fish and Wildlife) .....	---	1,000	1,000
Brownfields .....	490	2,000	2,000
Chronic Wasting Disease .....	---	---	150
Clean Lakes Program .....	---	500	500
Clean Vessels .....	650	1,000	1,000
Coastal Estuarine Land Program .....	1,979	6,000	6,000
Coastal Zone Management Implementation .....	3,557	3,400	3,400
Community Assistance Program .....	200	200	235
Consolidated Forest Management .....	194	1,070	1,080
Construction Grants Program .....	---	44,035	40,000
Defensible Space .....	160	400	400
Endangered Species .....	60	75	75
Endangered and Nongame Species Program State Wildlife Grants .....	1,075	1,500	1,065
Firewise in the Pines .....	---	200	200
Fish and Wildlife Health .....	49	150	150
Forest Legacy .....	2,717	10,040	10,040
Forest Resource Management - Cooperative Forest Fire Control .....	395	1,725	1,700
Grassland Habitat Project .....	26	200	200
Gypsy Moth Suppression .....	---	100	150
Hazardous Waste - Resource Conservation Recovery Act .....	5,001	4,895	4,895
Historic Preservation Survey and Planning .....	685	950	950
Hunters' and Anglers' License Fund .....	3,507	5,925	6,475
Investigation and Management of Nongame Freshwater Fisheries Resources .....	28	150	150
Land and Water Conservation Fund .....	---	5,000	10,000
Lower Cohansey Watershed .....	---	1,000	1,000
Marine Fisheries Investigation and Management .....	737	1,150	1,365
Multimedia .....	632	750	750
NJ Field Office Bog Turtle Cooperative Agreement .....	---	50	50
NJ Landowner Incentive .....	378	1,880	1,180
National Coastal Wetlands Conservation .....	211	2,215	2,000
National Dam Safety Program (FEMA) .....	87	90	90
National Geologic Mapping Program .....	115	200	200
National Pollutant Discharge Elimination System Implementation Support Program .....	1,046	600	400

# REVENUES & EXPENDITURES

## SCHEDULE 2 OTHER REVENUES (thousands of dollars)

	-----Fiscal Year Ending June 30-----		
	2006 Actual	2007 Estimated	2008 Estimated
National Recreational Trails .....	413	1,500	1,700
Non-Point Source Implementation (319H) .....	5,127	4,000	4,000
Northern Bobwhite Evaluation in New Jersey .....	44	125	---
Offshore Beach Replenishment .....	72	150	150
Particulate Monitoring Grant .....	---	1,500	1,000
Pesticide Technology .....	630	670	550
Pinelands Grant - Acquisition .....	---	6,000	6,000
Preliminary Assessments/Site Inspections .....	1,124	1,500	1,500
Radon Program .....	480	500	500
Rare Wildlife Strategy Implementation .....	---	---	1,500
Regional Climate and Fire Damage Modeling - Pinelands .....	132	---	---
Regional Environmental Monitoring and Assessment Program Benthic Indicators .....	---	400	400
Safe Drinking Water Act .....	2,947	22,200	22,200
Shortnose Sturgeon Research .....	44	150	150
Southern Pine Beetle .....	15	100	100
State Recreational Trails .....	---	11,505	8,825
State Wetlands Conservation Plan .....	168	1,017	250
State Wildlife Grant Projects .....	---	1,500	1,000
State and EPA Data Management Grant .....	1,045	2,300	2,300
Superfund Grants .....	3,768	30,450	30,450
US Army Corps of Engineers Beachnesters .....	---	80	80
Underground Storage Tanks .....	1,525	2,055	2,055
Urban Community Air Toxics Program .....	69	700	700
Voluntary Cleanup Site Specific .....	191	---	---
Water Monitoring and Planning .....	1,874	547	500
Water Pollution Control Program .....	3,994	4,025	4,025
Wildland and Urban Interface II .....	---	100	100
Wildlife Education .....	36	285	---
Wildlife Habitat Incentives (WHIP) .....	25	---	150
Wildlife Management Area Planning .....	132	300	300
Various Federal Programs and Accruals .....	-10,918	1,465	770
	<u>44,905</u>	<u>208,366</u>	<u>201,815</u>
Department of Health and Senior Services:			
Abstinence Education - Family Health Services (FHS) .....	817	1,122	1,122
Aging and Disability Resource Center Grant .....	143	---	---
Asthma Surveillance and Coalition Building .....	421	457	457
Asthma and Hazardous Substances Applied Research .....	18	108	250
Bioterrorism Hospital Emergency Preparedness .....	20,300	13,600	13,600
Birth Defects Surveillance Program .....	109	250	268
Breastfeeding Peer Counseling .....	315	300	300
Childhood Lead Poisoning .....	1,131	1,422	1,400
Chronic Disease Prevention and Health Promotion - Family Health Services .....	258	1,011	750
Chronic Disease Prevention and Health Promotion Programs - Public Health .....	1,400	1,912	1,900
Clinical Laboratory Improvement Amendments Program .....	190	450	473
Comprehensive AIDS Resources Grant .....	52,710	55,000	55,000
Core Injury Prevention and Control Program .....	---	280	300
Demonstration Program to Conduct Health Assessments .....	542	600	627
Early Hearing Detection and Intervention (EHDI) Tracking, Research .....	123	334	334
Early Intervention for Infants and Toddlers with Disabilities (Part H) .....	13,208	13,000	13,000
Eliminating Disparities in Perinatal Health .....	348	500	500
Emergency Medical Services for Children (EMSC) Partnership Grants .....	25	115	115
Emergency Preparedness For Bioterrorism .....	26,922	31,000	28,690
Empowering Older People to Take More Control of Their Health .....	---	193	---
Enhanced HIV/AIDS Surveillance-Perinatal .....	---	223	156
Environmental Tools for Dementia Care .....	2	---	150
Exposure - Tremolite Asbestos - Vermiculite .....	114	115	115
Family Planning Program - Title X .....	3,047	4,200	4,200
Federal Lead Abatement Program .....	171	498	467
Food Inspection .....	428	440	432
Fundamental and Expanded Occupational Health .....	50	250	250
HIV/AIDS Events W/O Care in NJ .....	---	323	305
HIV/AIDS Prevention and Education Grant .....	13,482	17,999	18,000
HIV/AIDS Surveillance Grant .....	3,680	4,713	3,614
Housing Opportunities For Persons With AIDS .....	2,775	2,828	2,828
Housing Opportunities for Incarcerated Persons with AIDS .....	530	1,763	1,763
Immunization Project .....	6,258	19,727	7,703

# REVENUES & EXPENDITURES

## SCHEDULE 2 OTHER REVENUES (thousands of dollars)

	-----Fiscal Year Ending June 30-----		
	2006 Actual	2007 Estimated	2008 Estimated
Lead Training and Certification Enforcement Program .....	73	81	83
Maternal and Child Health (MCH) Early Childhood Comprehensive System .....	110	140	140
Maternal and Child Health Block Grant .....	16,466	13,000	13,000
Medicare/Medicaid Inspections of Nursing Facilities .....	8,327	16,660	16,472
Minority AIDS Demo .....	---	150	150
Morbidity and Mortality Review Program .....	146	150	150
Morbidity and Risk Behavior Surveillance .....	514	600	520
National Cancer Prevention and Control - Public Health .....	5,335	6,574	6,574
National Family Caregiver Program .....	4,823	5,200	5,200
New Jersey Ease for Caregivers - Building Support Systems .....	45	---	---
New Jersey's Reducing Health Disparities Initiative .....	---	160	160
Nurse Aide Certification Program .....	---	1,000	1,000
Nursing Facilities Transition Grant .....	168	600	600
Older Americans Act - Title III .....	29,119	34,480	34,500
Pediatric AIDS Health Care Demonstration Project .....	2,141	2,850	2,850
Pregnancy Risk Assessment Monitoring System .....	73	750	750
Preventative Health and Health Services Block Grant .....	3,657	3,998	4,014
Public Employees Occupational Safety and Health - State Plan .....	---	---	900
Rape Prevention and Education Program .....	142	1,234	1,234
Research on Ecology of Lyme Disease in US .....	286	325	325
Senior Farmers Market Nutrition Program .....	552	1,000	1,000
State Pharmacy Assistance Program Payments - Federally Funded Grant .....	10,591	3,747	---
Supplemental Food Program - Women, Infants, and Children (WIC) .....	90,587	100,000	120,000
Surveillance, Epidemiology and End Results (SEER) .....	665	1,201	1,200
Traumatic Brain Injury Surveillance .....	70	105	105
Tuberculosis Control Program .....	4,635	6,000	6,095
United States Department of Agriculture (USDA) Older Americans Act - Title III .....	3,423	3,900	3,900
Universal Newborn Hearing Screening .....	216	250	250
Venereal Disease Project .....	3,470	3,882	3,882
Vital Statistics Component .....	914	1,100	1,100
West Nile Virus - Laboratory .....	---	190	100
West Nile Virus - Public Health .....	921	2,060	2,135
Women, Infants, and Children (WIC) Farmer's Market Nutrition Program .....	1,141	2,369	2,600
Various Federal Programs and Accruals .....	1,344	5,937	6,178
	<u>339,471</u>	<u>394,426</u>	<u>396,236</u>
Department of Human Services:			
Access to Recovery .....	---	4,049	4,049
Block Grant Mental Health Services .....	17,633	12,013	12,005
Child Care Block Grant .....	104,615	119,281	115,220
Child Support Enforcement Program .....	135,966	168,597	176,799
Community Based Residential Program Grant .....	377	1,000	1,000
Crisis Counseling - Hurricane Katrina .....	33	---	---
Developmental Disabilities Council .....	1,477	1,598	1,601
Federal Independent Living .....	1,120	1,153	1,153
Food Stamp Program .....	88,817	102,836	104,066
Foster Grandparents Program .....	1,023	1,127	1,141
Low Income Energy Assistance Block Grant .....	98,009	---	---
Projects for Assistance in Transition from Homelessness (PATH) .....	1,925	1,922	1,926
Quality Assurance in Home and Community Services .....	37	---	---
Refugee Resettlement Program .....	2,968	5,872	5,622
State Data Infrastructure Project .....	49	---	---
Substance Abuse Block Grant .....	48,948	51,882	51,882
Temporary Assistance to Needy Families Block Grant .....	490,512	456,723	450,458
Title XIX Community Care Waiver .....	380,149	268,775	273,410
Title XIX ICF/MR .....	301,019	314,562	330,505
Title XIX Medical Assistance .....	3,489,526	3,720,108	3,683,336
Title XX Urban Empowerment Zone .....	760	---	---
Title XXI Children's Health Insurance Program .....	224,473	261,435	276,928
Vocational Rehabilitation Act, Section 120 .....	10,268	10,961	11,117
Various Federal Programs and Accruals .....	-129,535	7,393	7,517
	<u>5,270,169</u>	<u>5,511,287</u>	<u>5,509,735</u>
Department of Labor and Workforce Development:			
Adult and Continuing Education - Workforce Investment Act .....	16,107	18,162	21,061
Comprehensive Services for Independent Living .....	90	1,012	600
Current Employment Statistics .....	2,592	2,764	2,978



# REVENUES & EXPENDITURES

## SCHEDULE 2 OTHER REVENUES (thousands of dollars)

	-----Fiscal Year Ending June 30-----		
	2006	2007	2008
	Actual	Estimated	Estimated
Disability Determination Services .....	48,556	49,176	52,000
Disabled Veterans' Outreach Program .....	2,371	2,900	2,900
Employment Services .....	26,924	25,902	26,100
Employment Services - One-Stop Shopping .....	277	325	350
Employment Services Cost Reimbursable Grants - Migrant Housing .....	---	50	50
Employment Services Grants - Alien Labor Certification .....	102	2,403	2,403
Employment Services Reemployment Services .....	1,405	1,100	1,100
Federal Public Employees Occupational Safety and Health Act .....	2,178	1,942	2,100
Local Veterans' Employment Representatives .....	1,236	1,528	1,700
National Council on Aging - Senior Community Services Employment Project .....	2,490	3,014	3,020
Occupational Informational Coordinating Program .....	203	175	175
Occupational Safety Health Act - On-Site Consultation .....	1,644	2,103	2,200
Occupational Safety and Health Administration Data Collection Survey .....	---	74	74
Old Age and Survivor Insurance Disability Determination Services .....	8	1,000	1,000
One Stop Labor Market Information .....	1,113	940	1,068
Redesigned Occupational Safety and Health (ROSH) .....	253	233	269
Rehabilitation of Supplemental Security Income Beneficiaries .....	330	2,000	2,000
Supported Employment .....	804	975	975
Technical Assistance Training .....	58	1,700	1,700
Technology Related Assistance Project .....	270	350	400
Trade Adjustment Assistance Project .....	2,126	4,121	4,200
Unemployment Insurance .....	128,072	119,916	145,892
Vocational Rehabilitation Act of 1973 .....	41,755	46,556	47,943
Work Incentive - Project Access .....	104	700	---
Work Opportunity Tax Credit .....	767	750	750
Workforce Investment Act .....	85,803	80,154	72,643
Workforce Investment Act Title IIID Discretionary Funding .....	---	4,000	4,000
Various Federal Programs and Accruals .....	9,587	251	251
	<u>377,225</u>	<u>376,276</u>	<u>401,902</u>
Department of Law and Public Safety:			
Anti Trafficking Task Force .....	76	600	600
Anti-Gang Initiative .....	---	700	1,000
Buffer Zone Protection Program .....	54	1,512	1,512
Bulletproof Vest Partnership .....	67	850	850
Bureau of Justice State Police Communications Grant .....	3,170	---	---
Challenge Grant .....	348	---	---
Chemical Sector Buffer Zone Protection Program .....	---	5,508	5,508
Child Passenger Protection Education .....	163	75	50
Child Safety/Child Booster Seats .....	---	1,250	1,250
Citizen Corps Program .....	---	478	478
Combating Underage Drinking .....	548	360	360
Community Emergency Response Team Program .....	113	---	---
Community Oriented Policing Services (COPS) - In Schools .....	409	---	---
Convicted Offender In-House (DNA) .....	---	1,500	1,500
Crime Laboratory Improvement Program-National Institute of Justice .....	461	---	---
Criminal Justice Victims of Crime Act 9/11 Attack on America .....	3,466	---	---
Crisis Counseling Immediate Services Program .....	78	---	---
DNA Capacity Enhancement Program Formula Grant .....	496	---	500
Domestic Marijuana Eradication Suppression Program .....	89	89	89
Domestic Preparedness Equipment .....	29,577	---	---
Domestic Preparedness Training .....	12,428	---	---
Drunk Driver Prevention .....	---	2,500	2,500
Edward Byrne Memorial Grant .....	6,258	---	---
Emergency Management Performance Grant - Non Terrorism .....	1,175	4,500	4,500
Emergency Services .....	---	10	10
Enhanced Wireless Communications .....	---	---	125
Equal Employment Opportunity Commission .....	453	500	500
Fatality Analysis Reporting System (FARS) .....	34	---	---
Flood Disaster Relief .....	2,632	---	---
Flood Mitigation Assistance .....	43	946	946
Forensic Science Improvement Program .....	---	1,000	500
Grants To Encourage Arrest Policies and Enforcement of Protection Orders .....	113	---	---
Hazardous Materials Transportation .....	869	451	451
Help America Vote Act .....	---	2,210	---
High Intensity Drug Trafficking Area (HIDTA) .....	---	50	50
Highway Traffic Safety .....	3,644	6,500	7,000

# REVENUES & EXPENDITURES

## SCHEDULE 2 OTHER REVENUES (thousands of dollars)

	-----Fiscal Year Ending June 30-----		
	2006	2007	2008
	Actual	Estimated	Estimated
Homeland Security Grant Program .....	24,321	16,710	16,710
Incident Command .....	990	833	833
Innovative Seat Belt Use .....	707	250	100
Internet Crimes Against Children .....	176	500	500
Justice Assistance Grant (JAG) .....	8,350	10,500	8,500
Juvenile Accountability Incentive Block Grant (JAIBG) .....	2,329	1,200	1,200
Juvenile Justice Delinquency Prevention .....	3,330	2,336	2,338
Medicaid Fraud Unit .....	2,813	3,429	3,429
Metropolitan Medical Response System .....	---	465	465
Motorcycle Safety .....	---	250	250
National Criminal History Program - Office of the Attorney General .....	1,068	2,000	1,000
National Forensic Science Improvement Act .....	---	500	---
No Suspect Casework DNA Backlog Reduction Program .....	---	1,300	1,300
Northeast Hazardous Waste Project-Resource Conservation and Recovery Act .....	125	250	128
Occupant Protection Grant .....	1,179	1,500	1,500
Paul Coverdell National Forensic Science Improvement .....	104	---	---
Port Security Grant Program - Camden .....	---	2,500	2,500
Port Security Grant Program - New York/New Jersey .....	---	1,697	1,697
Port Security Grant Program - Paulsboro .....	---	2,500	2,500
Pre-Disaster Mitigation Grant (Competitive) .....	---	3,000	2,500
Pre-Disaster Mitigation Grant-FEMA .....	301	---	---
Prevent Operations of Motor Vehicles by Intoxicated Persons .....	2,808	500	100
Project Safe Neighborhoods .....	---	1,060	1,060
Racial Profiling Prevention .....	---	650	650
Radiological Dispersal Device Protective Measures Program .....	4,493	---	---
Recreational Boating Safety .....	752	2,700	2,700
Residential Treatment for Substance Abuse .....	930	1,600	1,000
Safety Belt Performance Grants .....	---	3,500	3,500
Safety Incentive Grants .....	674	750	300
State Traffic Safety Information System .....	---	1,500	1,500
Title V Funding .....	74	1,500	1,500
Truth In Sentencing Incentive Grant .....	2,466	---	---
Urban Area Security Initiative .....	22,807	34,330	34,330
Victim Assistance Grants .....	11,297	12,000	12,000
Victim Compensation Award .....	6,362	7,000	7,000
Victims of Crime Act Compensation for 9/11 Attack .....	911	---	---
Violence Against Women Act .....	4,570	4,000	4,000
Various Federal Programs and Accruals .....	14,068	100	100
	<u>184,769</u>	<u>154,499</u>	<u>147,469</u>
Department of Military and Veterans' Affairs:			
Administrative Services Activities .....	---	---	55
Antiterrorism Program Manager .....	---	---	220
Armory Renovations and Improvements .....	1,290	1,900	2,487
Army Facilities Service Contracts .....	889	1,600	2,500
Army National Guard Electronic Security System .....	---	---	300
Army National Guard Statewide Security Agreement .....	389	500	500
Army National Guard Sustainable Range Program .....	---	200	100
Army National Guard Transportation .....	---	125	2
Army Training and Technology Lab .....	508	500	800
Atlantic City Air Base - Service Contracts .....	1,316	2,200	2,888
Atlantic City Environmental .....	23	50	60
Atlantic City Operations and Maintenance .....	62	65	75
Atlantic City Sustainment, Restoration and Modernization .....	---	---	550
Brigadier General Doyle Memorial Cemetery Building Project .....	3,534	12,000	2,000
Combined Logistics Facility .....	---	22,200	---
Coyle Field Atlantic City .....	---	---	24
Design and Construction of the Vineland Memorial Veterans' Home .....	5,551	---	---
Dining Facility Operations .....	113	700	150
Facilities Support Contract .....	4,428	6,433	6,500
Federal Distance Learning Program .....	1	200	150
Fire Fighter/Crash Rescue Service Cooperative Funding Agreement .....	1,431	1,500	1,650
Hazardous Waste Environmental Protection Program .....	126	500	325
McGuire AFB Environmental .....	41	50	60
McGuire Air Force Base - Service Contracts .....	1,655	2,049	2,080
McGuire Operations and Maintenance .....	270	70	90
Medicare Part A Receipts for Resident Care and Operational Costs .....	4,191	5,417	5,767

# REVENUES & EXPENDITURES

## SCHEDULE 2 OTHER REVENUES (thousands of dollars)

	-----Fiscal Year Ending June 30-----		
	2006 Actual	2007 Estimated	2008 Estimated
National Guard Communications Agreement . . . . .	879	880	780
Natural and Cultural Resources Management . . . . .	---	---	5
New Jersey National Guard Challenge Youth Program . . . . .	2,477	2,000	2,217
New Jersey National Guard Counter Drug Program Interservice State-Federal . . . . .	---	12	---
Training and Equipment - Pool Sites . . . . .	72	250	450
Transitional Housing . . . . .	271	360	360
Veterans Haven Life Safety Code Rehabilitation - VA grant . . . . .	96	---	---
Veterans' Education Monitoring . . . . .	1,002	583	583
Warren Grove Sustainment Restoration and Modernization . . . . .	---	---	5
Warren Grove/Coyle Field . . . . .	27	80	40
Various Federal Programs and Accruals . . . . .	12	55	74
	<u>30,654</u>	<u>62,479</u>	<u>33,847</u>
Department of the Public Advocate:			
Guardianship Program . . . . .	---	223	223
Department of State:			
Americorps Grants . . . . .	3,831	5,102	5,045
Gaining Early Awareness and Readiness for Undergraduate Programs (GEAR UP) . . . . .	3,768	3,500	3,500
Leveraging Educational Assistance Partnership . . . . .	2,120	2,117	2,117
National Endowment for the Arts Partnership . . . . .	739	750	750
National Endowment for the Humanities Grant . . . . .	---	715	715
National Health Service Corps - Student Loan Repayment Program . . . . .	187	158	300
National Telecommunications Information Agency . . . . .	---	625	625
Student Loan Administrative Cost Deduction and Allowance . . . . .	15,968	23,175	25,123
Various Federal Programs and Accruals . . . . .	-921	---	---
	<u>25,692</u>	<u>36,142</u>	<u>38,175</u>
Department of Transportation:			
Airport Fund . . . . .	4,094	10,000	10,000
Commercial Drivers' License Program . . . . .	1,684	3,470	1,500
Commercial Vehicle Information Systems and Networks . . . . .	---	1,862	920
Highway Planning and Research . . . . .	17,223	17,300	17,300
Homeland Security . . . . .	1,145	16,000	16,000
Metropolitan Planning Funds . . . . .	14,584	12,039	12,039
Motor Carrier Safety Assistance Program . . . . .	1,414	11,215	12,840
NJ Transportation Planning Assistance . . . . .	---	3,800	3,800
National Boating Infrastructure Program . . . . .	1,513	---	---
New Jersey Maritime Program . . . . .	---	1,600	1,600
Odometer Fraud Grant . . . . .	---	---	30
Performance and Registration Information Systems Management . . . . .	---	---	550
Supportive Services Highway Construction Training Program . . . . .	---	500	500
	<u>41,657</u>	<u>77,786</u>	<u>77,079</u>
Department of the Treasury:			
Diamond Shamrock Oil Overcharge Settlement . . . . .	---	717	717
Division of Gas Expansion . . . . .	374	600	600
NJ Partnership for the National Map . . . . .	47	900	---
State Energy Conservation Program . . . . .	620	2,602	2,671
Various Federal Programs and Accruals . . . . .	670	700	200
	<u>1,711</u>	<u>5,519</u>	<u>4,188</u>
Judicial Branch--			
The Judiciary:			
Juvenile Drug Court Grant . . . . .	219	---	---
Various Federal Programs and Accruals . . . . .	686	835	1,535
	<u>905</u>	<u>835</u>	<u>1,535</u>
Total Federal . . . . .	<u>7,810,766</u>	<u>8,555,047</u>	<u>8,522,817</u>
Revolving:			
Legislative Branch--			
Legislature:			
Various Revolving Funds . . . . .	5	---	---

# REVENUES & EXPENDITURES

## SCHEDULE 2 OTHER REVENUES (thousands of dollars)

	-----Fiscal Year Ending June 30-----		
	2006 Actual	2007 Estimated	2008 Estimated
Executive Branch--			
Department of Community Affairs:			
Administration and Support Services .....	473	650	650
Housing Services .....	---	495	495
Liquid Petroleum Gas Education and Safety Board .....	194	315	394
Uniform Construction Code .....	10,839	9,690	9,690
Various Revolving Funds .....	74	---	---
	<u>11,580</u>	<u>11,150</u>	<u>11,229</u>
Department of Corrections:			
Culinary Arts Vocational Program .....	98	135	135
Farm Operations .....	10,636	10,700	10,950
Institutional Care and Treatment .....	561	499	500
State Use .....	19,198	20,500	20,700
	<u>30,493</u>	<u>31,834</u>	<u>32,285</u>
Department of Education:			
Administration and Support Services .....	2,858	3,858	2,246
General Education Development .....	377	350	350
Professional Development and Licensure .....	99	199	199
	<u>3,334</u>	<u>4,407</u>	<u>2,795</u>
Department of Environmental Protection:			
Administration and Support Services .....	85	130	100
Pesticide Control .....	291	290	290
Publicly-Funded Site Remediation .....	203	---	---
	<u>579</u>	<u>420</u>	<u>390</u>
Department of Health and Senior Services:			
Administration and Support Services .....	5,536	5,497	5,747
Laboratory Services .....	9,753	11,000	11,000
	<u>15,289</u>	<u>16,497</u>	<u>16,747</u>
Department of Human Services:			
Administration and Support Services .....	975	890	890
Income Maintenance Management .....	5,855	5,767	5,500
	<u>6,830</u>	<u>6,657</u>	<u>6,390</u>
Department of Labor and Workforce Development:			
Administration and Support Services .....	1,111	---	---
Planning and Analysis .....	37	---	---
	<u>1,148</u>	<u>---</u>	<u>---</u>
Department of Law and Public Safety:			
Criminal Justice .....	14	300	300
State Police Operations .....	7	553	---
	<u>21</u>	<u>853</u>	<u>300</u>
Department of State:			
Museum Services .....	482	---	---
Records Management .....	804	200	200
	<u>1,286</u>	<u>200</u>	<u>200</u>
Department of Transportation:			
Administration and Support Services .....	535	---	---
Department of the Treasury:			
Adjudication of Administrative Appeals .....	896	895	895
Automotive Services .....	25,094	25,957	25,957
Capitol Post Office .....	1,648	1,648	1,648
Escrow - Construction Management Services .....	970	---	---
Office of Information Technology .....	99,398	---	---
Printing Services .....	2,062	2,324	2,324
Property Management and Construction - Construction Management Services .....	3,190	4,425	4,425

# REVENUES & EXPENDITURES

## SCHEDULE 2 OTHER REVENUES (thousands of dollars)

	-----Fiscal Year Ending June 30-----		
	2006 Actual	2007 Estimated	2008 Estimated
Public Information Services .....	1,430	1,001	1,001
Purchasing and Inventory Management .....	49,555	48,264	50,920
	<u>184,243</u>	<u>84,514</u>	<u>87,170</u>
<i>Total Revolving</i> .....	<i>255,343</i>	<i>156,532</i>	<i>157,506</i>
<i>Total Other Revenues General Fund</i> .....	<i><u>11,019,043</u></i>	<i><u>11,777,615</u></i>	<i><u>11,877,426</u></i>
<b>SPECIAL TRANSPORTATION FUND</b>			
<b>General:</b>			
County and Other Shared Projects .....	3,355	---	---
Transportation Trust Fund - Local Highway Facilities .....	172,610	175,000	175,000
Transportation Trust Fund - Public Transportation Projects .....	609,242	675,000	675,000
Transportation Trust Fund - State Highway Projects .....	586,428	750,000	750,000
	<u>1,371,635</u>	<u>1,600,000</u>	<u>1,600,000</u>
<b>Federal:</b>			
Federal Highway Administration/Other .....	672,618	933,880	1,057,000
<i>Total Special Transportation Fund</i> .....	<i><u>2,044,253</u></i>	<i><u>2,533,880</u></i>	<i><u>2,657,000</u></i>
<i>TOTAL OTHER REVENUES</i> .....	<i><u>13,063,296</u></i>	<i><u>14,311,495</u></i>	<i><u>14,534,426</u></i>

# REVENUES & EXPENDITURES

## SCHEDULE 3 EXPENDITURES BUDGETED (thousands of dollars)

	-----Fiscal Year Ending June 30-----		
	2006 Actual	2007 Estimated	2008 Estimated
<b>GENERAL FUND</b>			
<b>Legislative Branch</b>			
Senate .....	10,791	11,859	11,859
General Assembly .....	19,218	18,274	18,274
Office of Legislative Services .....	30,878	29,714	29,272
Legislative Commissions .....	4,814	6,088	6,088
State Capitol Joint Management Commission .....	9,451	9,001	9,001
Clean Ocean and Shore Trust Committee .....	135	144	144
	<u>75,287</u>	<u>75,080</u>	<u>74,638</u>
<b>Executive Branch</b>			
Chief Executive .....	4,860	5,056	5,056
Department of Agriculture .....	23,363	25,840	26,090
Department of Banking and Insurance .....	65,605	70,311	70,311
Department of Children and Families .....	762,129	1,011,620	1,060,974
Department of Community Affairs .....	240,455	252,686	176,134
Department of Corrections .....	1,065,301	1,097,089	1,128,860
Department of Education .....	717,504	1,395,546	904,378
Department of Environmental Protection .....	372,518	463,455	432,733
Department of Health and Senior Services .....	1,312,290	1,570,092	1,362,914
Department of Human Services .....	4,528,494	4,523,637	4,787,801
Department of Labor and Workforce Development .....	140,591	119,224	133,925
Department of Law and Public Safety .....	655,309	569,966	565,088
Department of Military and Veterans' Affairs .....	91,579	93,150	93,115
Department of Personnel .....	28,730	22,687	22,437
Department of the Public Advocate .....	14,211	19,202	19,202
Department of State .....	1,316,473	1,226,473	1,281,141
Department of Transportation .....	1,185,654	1,292,404	1,281,912
Department of the Treasury .....	1,095,119	1,527,543	1,531,898
Miscellaneous Commissions .....	1,425	1,408	1,444
	<u>13,621,610</u>	<u>15,287,389</u>	<u>14,885,413</u>
<b>Interdepartmental Accounts</b>			
Interdepartmental Services .....	611,152	684,211	717,882
Employee Benefits .....	2,114,418	2,410,128	2,527,928
Other Interdepartmental Accounts .....	111,374	36,107	13,143
Salary Increases and Other Benefits .....	8,337	10,300	234,192
	<u>2,845,281</u>	<u>3,140,746</u>	<u>3,493,145</u>
<b>Judicial Branch</b>			
The Judiciary .....	556,607	597,398	594,398
	<u>556,607</u>	<u>597,398</u>	<u>594,398</u>
<b>Total General Fund .....</b>	<b><u>17,098,785</u></b>	<b><u>19,100,613</u></b>	<b><u>19,047,594</u></b>
<b>CASINO CONTROL FUND - DIRECT STATE SERVICES</b>			
Department of Law and Public Safety .....	42,346	44,599	44,599
Department of the Treasury .....	28,770	29,440	29,440
<b>Total Casino Control Fund - Direct State Services .....</b>	<b><u>71,116</u></b>	<b><u>74,039</u></b>	<b><u>74,039</u></b>

# REVENUES & EXPENDITURES

## SCHEDULE 3 EXPENDITURES BUDGETED (thousands of dollars)

	-----Fiscal Year Ending June 30-----		
	2006	2007	2008
	Actual	Estimated	Estimated
<b>CASINO REVENUE FUND</b>			
Department of Health and Senior Services .....	489,523	308,723	300,799
Department of Human Services .....	142,752	112,844	112,844
Department of Labor and Workforce Development .....	2,440	2,440	2,440
Department of Law and Public Safety .....	92	92	92
Department of Transportation .....	34,352	34,930	36,928
<i>Total Casino Revenue Fund .....</i>	<u>669,159</u>	<u>459,029</u>	<u>453,103</u>
<b>GUBERNATORIAL ELECTIONS FUND - GRANTS-IN-AID</b>			
Department of Law and Public Safety .....	<u>1,788</u>	<u>---</u>	<u>---</u>
<b>PROPERTY TAX RELIEF FUND</b>			
Department of Community Affairs .....	869,003	1,061,472	1,066,372
Department of Education .....	8,710,449	9,013,803	10,070,837
Department of Environmental Protection .....	8,661	9,500	9,500
Department of the Treasury .....	1,346,090	1,341,922	2,570,291
<i>Total Property Tax Relief Fund .....</i>	<u>10,934,203</u>	<u>11,426,697</u>	<u>13,717,000</u>
<b>GRAND TOTAL EXPENDITURES BUDGETED .....</b>	<u><b>28,775,051</b></u>	<u><b>31,060,378</b></u>	<u><b>33,291,736</b></u>

# REVENUES & EXPENDITURES

## SCHEDULE 4 EXPENDITURES NOT BUDGETED (thousands of dollars)

	-----Fiscal Year Ending June 30-----		
	2006 Actual	2007 Estimated	2008 Estimated
<b>GENERAL FUNDS</b>			
<b>Dedicated Funds</b>			
Chief Executive .....	940	1,100	900
Department of Agriculture .....	9,905	10,764	10,268
Department of Banking and Insurance .....	4,394	896	896
Department of Children and Families .....	31,230	30,036	58,013
Department of Community Affairs .....	149,558	119,774	119,485
Department of Corrections .....	24,497	23,718	24,233
Department of Education .....	22,906	12,819	14,161
Department of Environmental Protection .....	25,823	67,576	71,591
Department of Health and Senior Services .....	258,582	266,029	280,381
Department of Human Services .....	727,660	710,738	707,072
Department of Labor and Workforce Development .....	156,369	195,531	204,830
Department of Law and Public Safety .....	210,367	273,719	307,573
Department of Military and Veterans' Affairs .....	5	2,190	2,420
Department of Personnel .....	---	3,200	3,200
Department of the Public Advocate .....	354	1,533	1,533
Department of State .....	53,970	22,359	23,540
Department of Transportation .....	305,408	295,703	291,363
Department of the Treasury .....	902,355	973,468	1,012,921
Interdepartmental Accounts .....	---	---	3,500
The Judiciary .....	53,279	54,883	59,223
<i>Total Dedicated Funds</i> .....	<u>2,937,602</u>	<u>3,066,036</u>	<u>3,197,103</u>
<b>Federal Funds</b>			
Department of Agriculture .....	250,688	322,190	327,776
Department of Children and Families .....	330,625	393,534	376,910
Department of Community Affairs .....	328,990	314,834	317,645
Department of Corrections .....	7,657	12,023	9,197
Department of Education .....	809,955	808,360	813,516
Department of Environmental Protection .....	45,163	208,416	201,815
Department of Health and Senior Services .....	1,461,176	1,686,320	1,652,402
Department of Human Services .....	3,792,875	3,970,118	3,980,099
Department of Labor and Workforce Development .....	422,826	413,735	445,127
Department of Law and Public Safety .....	131,977	160,887	155,161
Department of Military and Veterans' Affairs .....	26,052	62,479	33,847
Department of Personnel .....	281	---	---
Department of the Public Advocate .....	800	1,150	1,150
Department of State .....	26,949	36,716	38,749
Department of Transportation .....	30,965	73,536	71,504
Department of the Treasury .....	3,533	6,747	5,416
Interdepartmental Accounts .....	52	---	---
The Judiciary .....	77,067	84,002	92,503
<i>Total Federal Funds</i> .....	<u>7,747,631</u>	<u>8,555,047</u>	<u>8,522,817</u>



# REVENUES & EXPENDITURES

## SCHEDULE 4 EXPENDITURES NOT BUDGETED (thousands of dollars)

	-----Fiscal Year Ending June 30-----		
	2006 Actual	2007 Estimated	2008 Estimated
<b>Revolving Funds</b>			
Legislature .....	4	---	---
Department of Community Affairs .....	18,599	11,150	11,229
Department of Corrections .....	33,407	31,834	32,285
Department of Education .....	4,536	4,407	2,795
Department of Environmental Protection .....	596	420	390
Department of Health and Senior Services .....	16,321	16,497	16,747
Department of Human Services .....	6,277	6,657	6,390
Department of Labor and Workforce Development .....	1,579	---	---
Department of Law and Public Safety .....	7	853	300
Department of State .....	738	200	200
Department of Transportation .....	514	---	---
Department of the Treasury .....	222,672	84,514	87,170
<i>Total Revolving Funds</i> .....	<u>305,250</u>	<u>156,532</u>	<u>157,506</u>
<i>Total Expenditures General Fund</i> .....	<u>10,990,483</u>	<u>11,777,615</u>	<u>11,877,426</u>
<b>SPECIAL TRANSPORTATION TRUST FUND</b>			
General .....	2,129,125	2,533,880	2,657,000
<i>GRAND TOTAL EXPENDITURES NOT BUDGETED</i> .....	<u>13,119,608</u>	<u>14,311,495</u>	<u>14,534,426</u>

# REVENUES & EXPENDITURES

## SUMMARY REVENUES, EXPENDITURES AND FUND BALANCES GENERAL STATE FUNDS (thousands of dollars)

	-----Fiscal Year Ending June 30-----		
	2006 Actual	2007 Estimated	2008 Estimated
<b>Beginning Balances July 1</b>			
<i>Undesignated Fund Balances</i>			
General Fund .....	461,701	1,216,710	782,559
Surplus Revenue Fund .....	288,654	559,798	489,798
Property Tax Relief Fund .....	27,875	2,613	668,000
Gubernatorial Elections Fund .....	--	--	700
Casino Control Fund .....	1,289	(1,645)	--
Casino Revenue Fund .....	--	1,002	--
<b>Total Undesignated Fund Balances .....</b>	<b>779,519</b>	<b>1,778,478</b>	<b>1,941,057</b>
<i>Designated Fund Balances</i>			
General Fund .....	1,205,284	1,278,956	1,278,956
Property Tax Relief Fund .....	407,101	7,489	7,489
Casino Control Fund .....	873	875	875
Casino Revenue Fund .....	43	25	25
Special Transportation Fund .....	--	--	--
<b>Total Designated Fund Balances .....</b>	<b>1,613,301</b>	<b>1,287,345</b>	<b>1,287,345</b>
<b>Total Beginning Balances .....</b>	<b>2,392,820</b>	<b>3,065,823</b>	<b>3,228,402</b>
<b>Revenues</b>			
<i>General Fund</i>			
State Revenues (Schedule I) .....	18,198,870	18,823,425	19,073,237
Other Revenues (Schedule II) .....	11,019,043	11,777,615	11,877,426
Property Tax Relief Fund (Schedule I) .....	10,506,565	11,465,000	12,351,000
Gubernatorial Elections Fund (Schedule I) .....	501	700	700
Casino Control Fund (Schedule I) .....	68,050	75,684	74,039
Casino Revenue Fund (Schedule I) .....	667,904	458,027	453,103
Special Transportation Fund (Schedule II) .....	2,044,253	2,533,880	2,657,000
<b>Total Revenues .....</b>	<b>42,505,186</b>	<b>45,134,331</b>	<b>46,486,505</b>
<b>Other Adjustments</b>			
<i>General Fund</i>			
Balances lapsed .....	--	311,757	--
From (To) Property Tax Relief Fund .....	--	129,280	--
From (To) Property Tax Relief Fund -Dedication .....	--	(668,000)	(698,000)
From (To) Gubernatorial Elections Fund .....	(1,264)	--	--
From (To) Surplus Revenue .....	(271,144)	70,000	--
Budget vs GAAP adjustment .....	(72,668)	--	--
Miscellaneous .....	45,112	--	--
<i>Property Tax Relief Fund</i>			
From (To) General Fund .....	--	(129,280)	--
From (To) Property Tax Relief Fund -Dedication .....	--	668,000	698,000
Balances lapsed .....	--	88,364	--
Budget vs GAAP adjustment .....	402,376	--	--
Miscellaneous .....	(399,612)	--	--
<i>Gubernatorial Elections Fund</i>			
From (To) General Fund .....	1,264	--	--
Budget vs GAAP adjustment .....	23	--	--
<i>Casino Control Fund</i>			
Budget vs GAAP adjustment .....	132	--	--
Miscellaneous .....	2	--	--
<i>Casino Revenue Fund</i>			
Budget vs GAAP adjustment .....	2,257	--	--
Miscellaneous .....	(18)	--	--
<i>Surplus Revenue Fund</i>			
From (To) General Fund .....	271,144	(70,000)	--
<i>Special Transportation Fund</i>			
Budget vs GAAP adjustment .....	84,872	--	--
<b>Total Other Adjustments .....</b>	<b>62,476</b>	<b>400,121</b>	<b>--</b>
<b>Total Available .....</b>	<b>44,960,482</b>	<b>48,600,275</b>	<b>49,714,907</b>

# REVENUES & EXPENDITURES

## SUMMARY REVENUES, EXPENDITURES AND FUND BALANCES GENERAL STATE FUNDS (thousands of dollars)

	-----Fiscal Year Ending June 30-----		
	2006 Actual	2007 Estimated	2008 Estimated
<b>Expenditures</b>			
<i>General Fund</i>			
Expenditures Budgeted (Schedule III) . . . . .	17,098,785	19,100,613	19,047,594
Expenditures Not Budgeted (Schedule IV) . . . . .	10,990,483	11,777,615	11,877,426
Property Tax Relief Fund (Schedule III) . . . . .	10,934,203	11,426,697	13,717,000
Gubernatorial Elections Fund (Schedule III) . . . . .	1,788	--	--
Casino Control Fund (Schedule III) . . . . .	71,116	74,039	74,039
Casino Revenue Fund (Schedule III) . . . . .	669,159	459,029	453,103
Special Transportation Fund (Schedule IV) . . . . .	2,129,125	2,533,880	2,657,000
<i>Total Expenditures</i> . . . . .	<u>41,894,659</u>	<u>45,371,873</u>	<u>47,826,162</u>
<b>Ending Balances June 30</b>			
<i>Undesignated Fund Balances</i>			
General Fund . . . . .	1,216,710	782,559	110,202
Surplus Revenue Fund . . . . .	559,798	489,798	489,798
Property Tax Relief Fund . . . . .	2,613	668,000	--
Gubernatorial Elections Fund . . . . .	--	700	1,400
Casino Control Fund . . . . .	(1,645)	--	--
Casino Revenue Fund . . . . .	1,002	--	--
<i>Total Undesignated Fund Balances</i> . . . . .	<u>1,778,478</u>	<u>1,941,057</u>	<u>601,400</u>
<i>Designated Fund Balances</i>			
General Fund . . . . .	1,278,956	1,278,956	1,278,956
Property Tax Relief Fund . . . . .	7,489	7,489	7,489
Casino Control Fund . . . . .	875	875	875
Casino Revenue Fund . . . . .	25	25	25
Special Transportation Fund . . . . .	--	--	--
<i>Total Designated Fund Balances</i> . . . . .	<u>1,287,345</u>	<u>1,287,345</u>	<u>1,287,345</u>
<i>Total Ending Balances</i> . . . . .	<u>3,065,823</u>	<u>3,228,402</u>	<u>1,888,745</u>

*The FY 2008 Budget*

(In Millions)

	<b>FY2007 Adjusted Approp.</b>	<b>FY2008 Budget</b>	<b>% Change</b>
<b>Opening Surplus</b>	<b>\$ 1,779</b>	<b>\$ 1,941</b>	<b>9.1</b>
Revenues			
Income			
Base	11,465	12,415	8.3
EITC Expansion		(64)	
Sales			
Base	8,425	8,778	4.2
Corporate			
Base	2,710	2,342	(13.6)
Other			
Base	8,223	8,094	(1.6)
Additions		387	
Total Revenues	\$ 30,823	\$ 31,952	3.7
Lapses	400		
<b>Total Resources</b>	<b>\$ 33,002</b>	<b>\$ 33,893</b>	<b>2.7</b>
Appropriations			
Original	\$ 30,819	\$ 33,292	8.0
Supplemental	242		
<b>Total Appropriations</b>	<b>\$ 31,061</b>	<b>\$ 33,292</b>	<b>7.2</b>
<b>Fund Balance</b>	<b>\$ 1,941</b>	<b>\$ 601</b>	

***FY 2007 Revenues***

(In Millions)

	<b>FY2007 Approp. Act Revenues</b>	<b>FY2007 Adjusted Revenues</b>	<b>Change</b>	
			<b>\$</b>	<b>%</b>
Income	\$ 11,475	\$ 11,465	\$ (10)	(0.1)
Sales	8,484	8,425	(59)	(0.7)
Corporate	2,479	2,710	231	9.3
Other*	<u>8,186</u>	<u>8,223</u>	<u>37</u>	0.5
<b>Total</b>	<b><u>\$ 30,624</u></b>	<b><u>\$ 30,823</u></b>	<b><u>\$ 199</u></b>	0.6

\* All Sales Tax and Corporation Business Tax on Energy are included in Other.

***FY 2008 Revenues***

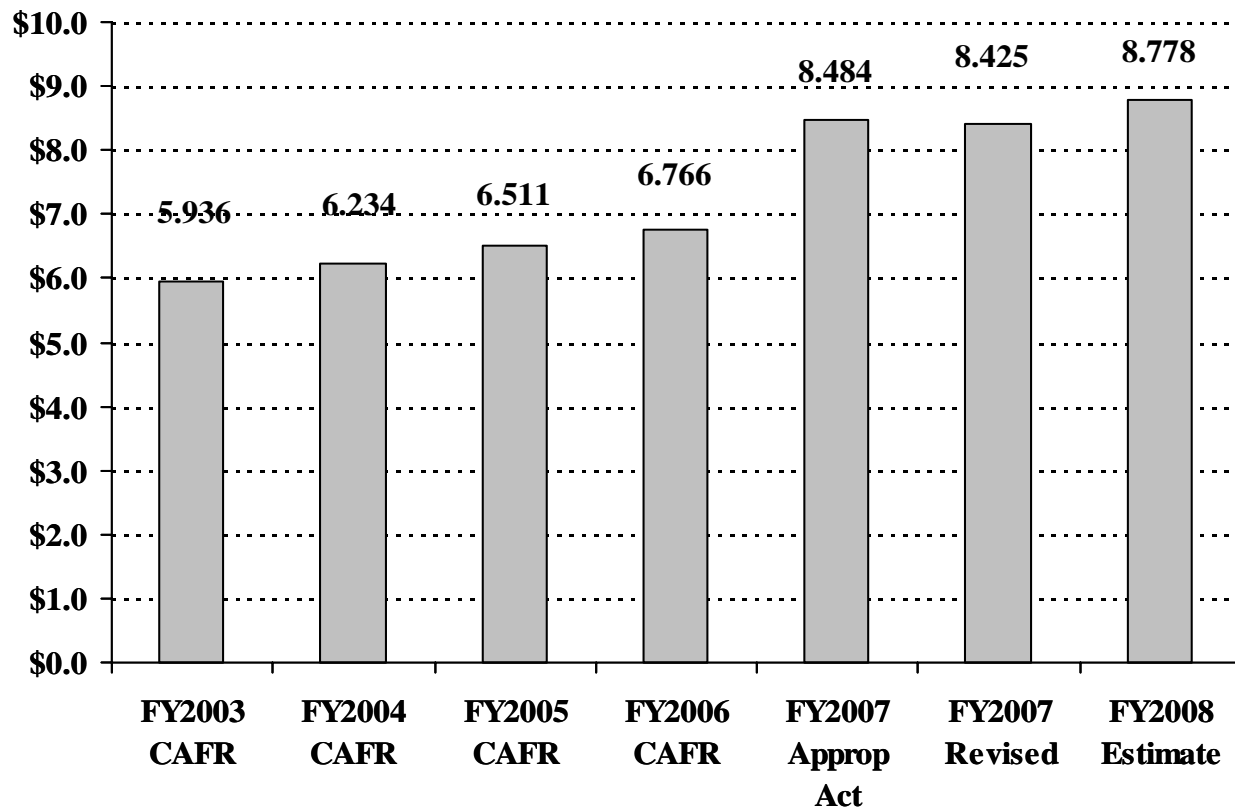
(In Millions)

	<b>FY2007 Adjusted Revenues</b>	<b>FY2008 Budget</b>	<b>Change</b>	
			<b>\$</b>	<b>%</b>
Income	\$ 11,465	\$ 12,351	\$ 886	7.7
Sales	8,425	8,778	353	4.2
Corporate	2,710	2,342	(368)	(13.6)
Other*	<u>8,223</u>	<u>8,481</u>	<u>258</u>	3.1
<b>Total</b>	<b><u>\$ 30,823</u></b>	<b><u>\$ 31,952</u></b>	<b><u>\$ 1,129</u></b>	<b>3.7</b>

\* All Sales Tax and Corporation Business Tax on Energy are included in Other.

## ***SALES TAX***

(In Billions)



FY2007 had a change in tax policy.

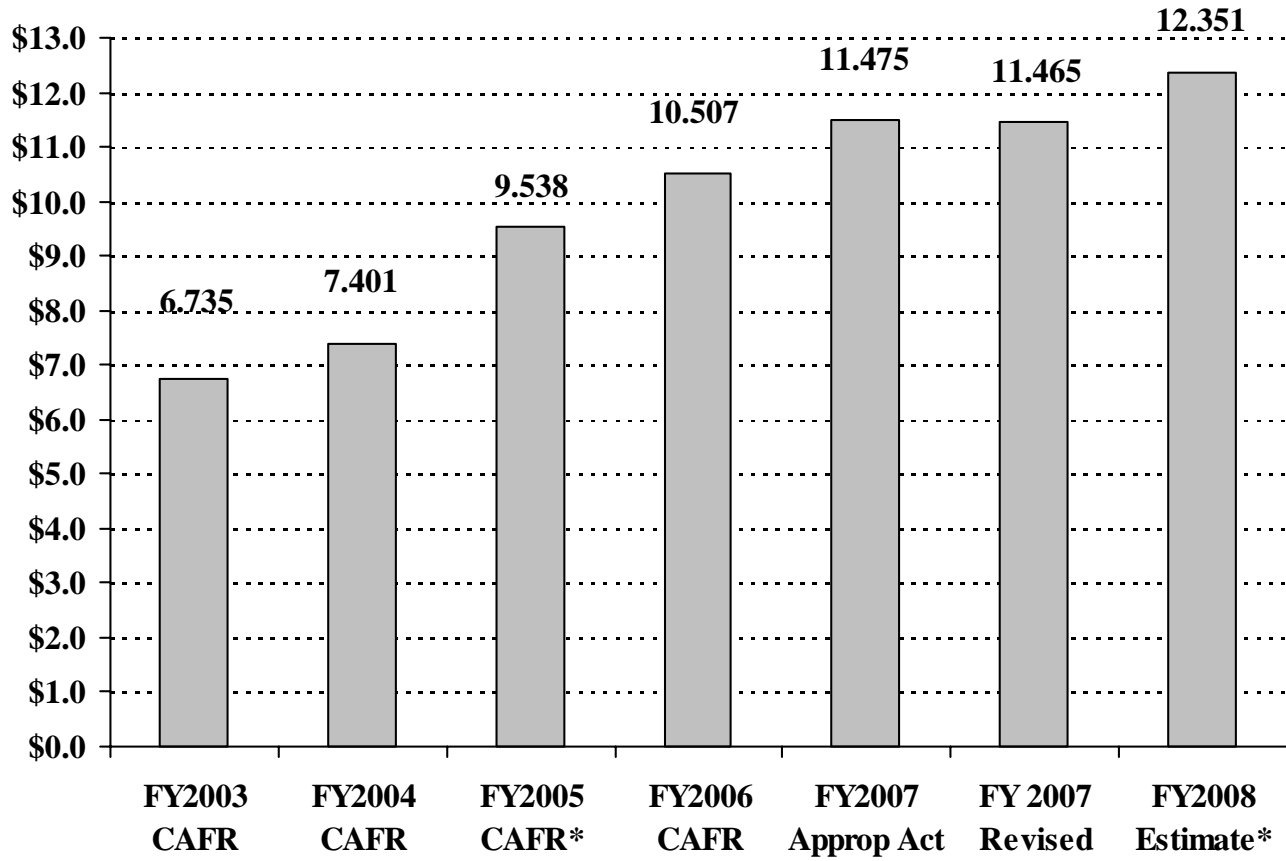
- increase in sales tax rate from 6% to 7%
- broadened sales tax base

Sales tax excludes the tax on energy

CAFR – Comprehensive Annual Financial Report

# GROSS INCOME TAX

(In Billions)



\*These revenues include changes in tax policy.

FY 2005 – Tax rate increase on incomes of \$500,000 or greater

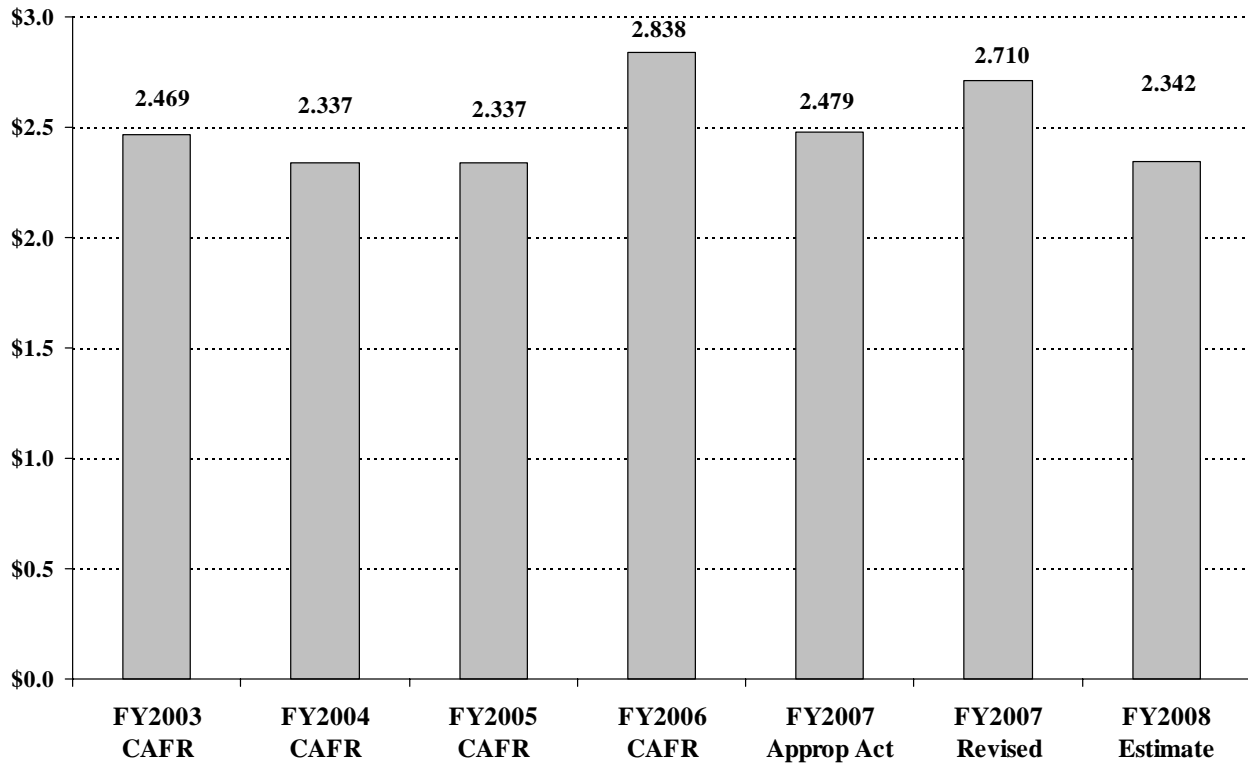
FY 2008 – EITC Expansion (\$64 million)

CAFR – Comprehensive Annual Financial Report



## ***CORPORATION BUSINESS TAX***

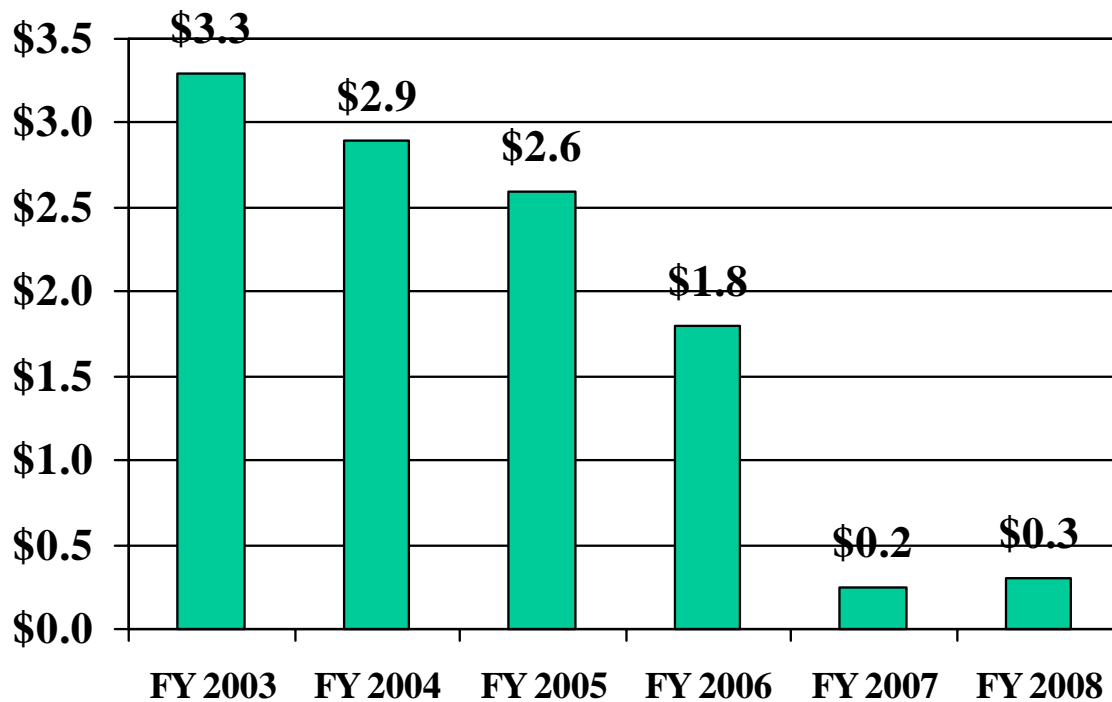
(In Billions)



Corporation business tax excludes the tax on energy  
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***Diversions from Dedicated Funds Down by  
More Than 80% Compared to the  
Average of Last 5 Years***

(In Billions)



Note: Excludes \$80 million of one-time revenues for capital improvement projects in FY07.

# REVENUES & EXPENDITURES

## *Diversions from Dedicated Funds Down by More Than 80%* *Compared to the Average of Last 5 Years* (In Millions)

	FY 2003	FY 2004	FY 2005	FY 2006	Gov Budget FY2007	Approp Act FY 2007	Gov Budget FY2008
Tobacco Securitization	\$ 1,557	\$ 1,612	\$ -	\$ -	\$ -	\$ -	\$ -
New Revenue Securitization	-	-	1,930	-	-	-	-
Unemployment Insurance Fund	325	325	100	350	-	-	-
Millionaire's Tax - Retroactive Impact	-	-	156	-	-	-	-
Federal Stimulus	106	433	-	-	-	-	-
PAAD Waiver	147	148	-	-	-	-	-
CBT Accelerated Payments	651	-	-	-	-	-	-
Car Registration Acceleration **	-	-	16	22	22	22	6
Unclaimed Property	100	-	-	-	-	-	-
State Disability Fund	-	30	110	-	50	50	75
Securities Enforcement Collections	-	10	2	-	-	-	-
Real Estate Guarantee	-	1	-	-	-	-	-
NJ Redevelopment Authority	-	9	-	-	-	-	-
Hotel Revenue State Share	-	25	-	-	-	-	-
Economic Development Authority	-	30	2	2	-	-	-
Toll Road Revenue TTF	22	22	-	-	-	-	-
Catastrophic Illness in Children Relief Fund	-	4	-	-	-	-	-
Drug Enforcement Demand Reduction	4	3	1	2	1	1	2
Educational Facilities Authority	-	-	2	-	-	-	-
Federal TANF Balances	70	86	18	-	-	-	-
VOI/TIS Federal Funds	12	13	-	-	-	-	-
Cash Management Fund	20	-	-	12	-	-	-
Free Public Schools	25	-	-	-	-	-	-
Meadowlands Commission	62	-	-	-	-	-	-
Sanitary Landfill Contingency	6	6	-	-	-	-	-
Second Injury Fund	20	-	-	5	-	-	-
Surplus Lines	43	-	-	-	-	-	-
UMDNJ Self Insurance Fund	77	-	-	-	-	-	-
UEZ Balances	37	-	-	-	50	-	-
Mutual Workers' Compensation Fund	-	-	5	-	-	-	-
Petroleum Surcharge Fund	-	-	-	5	-	-	-
PAAD / ADDP Rebate Receivable	-	-	-	56	-	-	-
PAAD Medicare D Administration	-	-	-	5	-	-	-
Bond Refinancing	-	-	-	150	-	-	-
Benefit Enhancement Fund / Pensions	-	126	265	385	-	-	-
Asset Sales	-	-	-	200	-	-	-
Human Services-Revenues	-	-	-	4	94	94	75
Tobacco Settlement Fund	-	-	-	10	-	13	-
New Home Warranty Security Fund	-	-	-	20	-	-	-
Phase-out of Casino Comps	-	-	-	43	-	-	-
Public Records Preservation Fund	-	-	-	5	-	-	-
G.O. / Bldg. Authority Refinance Savings	-	-	-	266	-	-	-
Health Benefits / Rx Fund Balance	-	-	-	60	60	-	-
Health Care Subsidy Fund	-	-	-	-	-	-	12
Market Transition Facility	-	-	-	-	-	-	11
Supplemental Workforce Fund	-	-	-	-	-	-	6
Cigarette Tax Revenue (Non-Pledged)****	-	-	-	-	-	-	43
Cigarette and MVC Revenues	-	-	-	243	-	-	-
Tobacco Settlement Debt Restructuring****	-	-	-	-	-	-	51
Workforce Development Fund***	-	-	-	-	-	20	20
<u>Fund Shifts (various)</u>	-	-	-	-	-	44	-
Total, Dedicated fund Diversions	\$ 3,284	\$ 2,883	\$ 2,607	\$ 1,845	\$ 277	\$ 244	\$ 301
General Fund Surplus *	15	-	463	44	223	794	672
<u>Deferred Sales Tax Revenue</u>	-	-	-	-	-	-	668
Grand Total	\$ 3,299	\$ 2,883	\$ 3,070	\$ 1,889	\$ 500	\$ 1,038	\$ 1,641

Comparing Approp Act to Approp Act

\* Excluding Property Tax Reserve Fund, FY2007 Approp Act

\*\* Impact from 4 year vehicle registration

\*\*\* Originally projected as a one-time revenue in FY2007, sustained in FY2008

\*\*\*\* A portion of this revenue is non-recurring and a similar amount does recur each year

## LEGISLATURE OVERVIEW

The Legislature is the State's highest lawmaking body. It is one of the three separate and independent branches of government that make up the checks and balances system created by the New Jersey Constitution, and is empowered to appropriate funds for the operation of State government. The 40 members of the Senate are elected for a term of four years. The 80 members of the Assembly are elected for a term of two years. The Office of Legislative Services, a nonpartisan agency that provides legislators with economic and budget analyses required for making legislative decisions, is also a part of the legislative branch. Legislative commissions assist in the legislative process by providing in-depth studies, holding public hearings, and making recommendations on select issues as they arise.

### Budget Highlights

The Fiscal 2008 recommendation for the Legislature is \$59.5 million. It provides \$11.9 million to the Senate and \$18.3 million to the Assembly. The recommendation also provides \$29.3 million to the Office of Legislative Services and \$15.2 million to the various legislative commissions.

The Fiscal 2008 Budget recommends line-item appropriations to seven legislative commissions:

The Intergovernmental Relations Commission provides funding which permits the State of New Jersey to participate as a member of national and regional organizations.

The Joint Committee on Public Schools provides an ongoing study of the system of free public schools--its financing, administration, and operations.

The Commission on Business Efficiency of the Public Schools studies and recommends improvements that will result in greater efficiency in the operation of public schools.

The State Commission of Investigation probes organized crime and improprieties in the conduct of public-funded programs. The Commission has repeatedly demonstrated its ability to uncover and document waste, fraud, and abuse at all levels of government via investigations that have recouped millions of dollars in tax revenues.

The objective of the Law Revision Commission is to simplify, clarify, and modernize New Jersey statutes. It conducts an ongoing review of the statutes in order to identify areas that require revision and considers suggestions and recommendations from the American Law Institute, the National Conference of Commissioners on Uniform State Laws, and other learned bodies and from judges, public officials, bar associations, members of the bar, and from the public generally. The Commission recommends the correction of inconsistent, obsolete and redundant statutes, and comprehensive modifications of select areas of the law.

The State Capitol Joint Management Commission ensures the artistic, historical, and architectural integrity of any restoration or preservation project at the State House, the State House Annex, and adjacent environs, and manages the Capitol Complex, including security and janitorial services.

The Clean Ocean and Shore Trust Committee studies strategies to enhance coastal tourism and preserve, protect, maintain, and restore the natural and scenic resources and the environmental integrity of the Hudson-Raritan estuary and the New York/New Jersey Bight area. The coasts of New York and New Jersey, along with a strong ocean current, create a triangular mini-sea wedge within the ocean, which is officially known as the New York/New Jersey Bight.

## LEGISLATURE

### SUMMARY OF APPROPRIATIONS BY FUND (thousands of dollars)

Year Ending June 30, 2006						Year Ending June 30, 2008		
Orig. & (S)Supple- mental	Reapp. & (R)Recpts.	Transfers & (E)Emer- gencies	Total Available	Expended		2007 Adjusted Approp.	Requested	Recom- mended
GENERAL FUND								
74,173	16,337	2,048	92,558	75,287	Direct State Services	75,080	74,638	74,638
---	289	---	289	---	Capital Construction	---	---	---
74,173	16,626	2,048	92,847	75,287	Total General Fund	75,080	74,638	74,638
74,173	16,626	2,048	92,847	75,287	Total Appropriation, Legislature	75,080	74,638	74,638

### SUMMARY OF APPROPRIATIONS BY PROGRAM (thousands of dollars)

Year Ending June 30, 2006						Year Ending June 30, 2008		
Orig. & (S)Supple- mental	Reapp. & (R)Recpts.	Transfers & (E)Emer- gencies	Total Available	Expended		2007 Adjusted Approp.	Requested	Recom- mended
DIRECT STATE SERVICES - GENERAL FUND								
Legislative Activities								
11,644	3,006	625	15,275	10,791	Senate	11,859	11,859	11,859
18,192	3,447	500	22,139	19,218	General Assembly	18,274	18,274	18,274
29,068	2,661	923	32,652	30,878	Legislative Support Services	29,714	29,272	29,272
58,904	9,114	2,048	70,066	60,887	Subtotal	59,847	59,405	59,405

# LEGISLATURE

Year Ending June 30, 2006					Year Ending June 30, 2008		
Orig. & (S)Supple- mental	Reapp. & (R)Recpts.	Transfers & (E)Emer- gencies	Total Available	Expended	2007 Adjusted Approp.	Requested	Recom- mended
15,269	7,223	---	22,492	14,400	<b>Legislative Commissions and Committees</b>		
					Legislative Commission	15,233	15,233
15,269	7,223	---	22,492	14,400	Subtotal	15,233	15,233
74,173	16,337	2,048	92,558	75,287	Total Direct State Services - General Fund	75,080	74,638
74,173	16,337	2,048	92,558	75,287	<b>TOTAL DIRECT STATE SERVICES</b>	75,080	74,638
<b>CAPITAL CONSTRUCTION</b>							
<b>Legislative Activities</b>							
---	289	---	289	---	Legislative Support Services	---	---
---	289	---	289	---	Subtotal	---	---
---	289	---	289	---	<b>TOTAL CAPITAL CONSTRUCTION</b>	---	---
74,173	16,626	2,048	92,847	75,287	Total Appropriation, Legislature	75,080	74,638

## 70. GOVERNMENT DIRECTION, MANAGEMENT, AND CONTROL

### 71. LEGISLATIVE ACTIVITIES

#### 0001. SENATE

Under the Constitution, as amended in 1966, certified by the Apportionment Commission and modified by the Supreme Court, the legislative power is vested in a Senate of 40 members and a General Assembly of 80 members with one Senator and two members of the General Assembly being elected from each of 40 legislative districts, apportioned according to population based on the latest decennial census. All members of the Senate were elected in November 2003 and members of the Assembly in November

2005. Senators are elected for a term of four years and members of the General Assembly for a term of two years.

The compensation of members of the Legislature is \$49,000 per year (C52:10A-1). The President of the Senate and the Speaker of the General Assembly, by virtue of their offices, receive an additional allowance equal to one-third of their compensation.

#### EVALUATION DATA

	Actual FY 2005	Actual FY 2006	Revised FY 2007	Budget Estimate FY 2008
<b>PERSONNEL DATA</b>				
<b>Position Data</b>				
Filled Positions by Funding Source				
State Supported .....	44	42	46	---
Total Positions .....	44	42	46	---
Filled Positions by Program Class				
Senate .....	44	42	46	---
Total Positions .....	44	42	46	---

#### Notes:

Actual payroll counts are reported for fiscal years 2005 and 2006 as of December and revised fiscal year 2007 as of January. Not included are the 40 Senators and part-time positions. The funded position count for fiscal year 2008 will be determined by the Legislature.

**APPROPRIATIONS DATA**  
(thousands of dollars)

Year Ending June 30, 2006					Year Ending June 30, 2008				
Orig. & (S)Supple- mental	Reapp. & (R)Recpts.	Transfers & (E)Emer- gencies	Total Available	Expended	Prog. Class.	2007 Adjusted Approp.	Requested	Recom- mended	
<b><u>DIRECT STATE SERVICES</u></b>									
<b>Distribution by Fund and Program</b>									
11,644	3,006	625	15,275	10,791	Senate	01	11,859	11,859	11,859
<u>11,644</u>	<u>3,006</u>	<u>625</u>	<u>15,275</u>	<u>10,791</u>	<b>Total Direct State Services</b>		<u>11,859</u> <sup>(a)</sup>	<u>11,859</u>	<u>11,859</u>
<b>Distribution by Fund and Object</b>									
Personal Services:									
---	---	---	---	1,930	Senators (40)		1,990	1,990	1,990
10,844	1,086	625	12,555	4,280	Salaries and Wages		4,749	4,749	4,749
---	---	---	---	4,462	Members' Staff Services		4,400	4,400	4,400
<u>10,844</u>	<u>1,086</u>	<u>625</u>	<u>12,555</u>	<u>10,672</u>	<b>Total Personal Services</b>		<u>11,139</u>	<u>11,139</u>	<u>11,139</u>
150	461	---	611	39	Materials and Supplies		135	135	135
540	825	---	1,365	67	Services Other Than Personal		486	486	486
80	546	---	626	3	Maintenance and Fixed Charges		72	72	72
<u>30</u>	<u>88</u>	<u>---</u>	<u>118</u>	<u>10</u>	Additions, Improvements and Equipment		<u>27</u>	<u>27</u>	<u>27</u>
<u>11,644</u>	<u>3,006</u>	<u>625</u>	<u>15,275</u>	<u>10,791</u>	<b>Grand Total State Appropriation</b>		<u>11,859</u>	<u>11,859</u>	<u>11,859</u>

**Notes -- Direct State Services - General Fund**

(a) The fiscal year 2007 appropriation has been adjusted for the allocation of salary program.

**Language Recommendations -- Direct State Services - General Fund**

The unexpended balance at the end of the preceding fiscal year in this account is appropriated.

**70. GOVERNMENT DIRECTION, MANAGEMENT, AND CONTROL****71. LEGISLATIVE ACTIVITIES****0002. GENERAL ASSEMBLY****EVALUATION DATA**

	Actual FY 2005	Actual FY 2006	Revised FY 2007	Budget Estimate FY 2008
<b>PERSONNEL DATA</b>				
<b>Position Data</b>				
Filled Positions by Funding Source				
State Supported .....	65	61	62	---
Total Positions .....	65	61	62	---
Filled Positions by Program Class				
General Assembly .....	65	61	62	---
Total Positions .....	65	61	62	---

**Notes:**

Actual payroll counts are reported for fiscal years 2005 and 2006 as of December and revised fiscal year 2007 as of January. Not included are the 80 State Assemblypersons and part-time positions. The funded position count for fiscal year 2008 will be determined by the Legislature.

**APPROPRIATIONS DATA**  
(thousands of dollars)

Year Ending June 30, 2006					Year Ending June 30, 2008				
Orig. & (S)Supple- mental	Reapp. & (R)Recpts.	Transfers & (E)Emer- gencies	Total Available	Expended	Prog. Class.	2007 Adjusted Approp.	Requested	Recom- mended	
<b><u>DIRECT STATE SERVICES</u></b>									
<b>Distribution by Fund and Program</b>									
18,192	3,447	500	22,139	19,218	General Assembly	02	18,274	18,274	18,274
<b><u>18,192</u></b>	<b><u>3,447</u></b>	<b><u>500</u></b>	<b><u>22,139</u></b>	<b><u>19,218</u></b>	<b><i>Total Direct State Services</i></b>		<b><u>18,274</u></b> <sup>(a)</sup>	<b><u>18,274</u></b>	<b><u>18,274</u></b>
<b>Distribution by Fund and Object</b>									
Personal Services:									
---	---	---	---	3,925	Assemblypersons (80)		3,937	3,937	3,937
17,327	1,160	500	18,987	5,611	Salaries and Wages		4,759	4,759	4,759
---	---	---	---	8,996	Members' Staff Services		8,800	8,800	8,800
<b><u>17,327</u></b>	<b><u>1,160</u></b>	<b><u>500</u></b>	<b><u>18,987</u></b>	<b><u>18,532</u></b>	<b><i>Total Personal Services</i></b>		<b><u>17,496</u></b>	<b><u>17,496</u></b>	<b><u>17,496</u></b>
120	151	---	271	122	Materials and Supplies		108	108	108
640	1,694	---	2,334	496	Services Other Than Personal		576	576	576
100	151	---	251	68	Maintenance and Fixed Charges		90	90	90
Special Purpose:									
---	100	---	100	---	Transition Expense	02	---	---	---
<b><u>5</u></b>	<b><u>191</u></b>	<b><u>---</u></b>	<b><u>196</u></b>	<b><u>---</u></b>	Additions, Improvements and Equipment		<b><u>4</u></b>	<b><u>4</u></b>	<b><u>4</u></b>
<b><u>18,192</u></b>	<b><u>3,447</u></b>	<b><u>500</u></b>	<b><u>22,139</u></b>	<b><u>19,218</u></b>	<b><i>Grand Total State Appropriation</i></b>		<b><u>18,274</u></b>	<b><u>18,274</u></b>	<b><u>18,274</u></b>

**Notes -- Direct State Services - General Fund**

(a) The fiscal year 2007 appropriation has been adjusted for the allocation of salary program.

**Language Recommendations -- Direct State Services - General Fund**

The unexpended balance at the end of the preceding fiscal year in this account is appropriated.

**70. GOVERNMENT DIRECTION, MANAGEMENT, AND CONTROL****71. LEGISLATIVE ACTIVITIES****0003. OFFICE OF LEGISLATIVE SERVICES**

The Office of Legislative Services was established under the provisions of the Legislative Services Law, P.L. 1979, c. 8 and amended by P.L. 1985, c. 162 (C52:11-54 et seq.), which merged the former Office of Fiscal Affairs and the Legislative Services Agency. The Office is under the Legislative Services Commission

and provides nonpartisan staff services for the Legislature through an Executive Director, an Administrative Unit and Divisions of Legal Services, State Auditing, Information and Research, and Budget and Finance.

**OBJECTIVES**

1. To provide legal, fiscal, research and information services to the members and officers of the Legislature and its committees and commissions.
2. To provide administrative services on behalf of the Legislature in the areas of purchasing, data processing, facilities, public educational programs and legislative district offices.
3. To provide continuous revision of the general and permanent statute law of the State; to prepare and submit to the Legislature for its action, legislative bills designed to revise such portions of the general and permanent statute law as in the judgment of the commission may be necessary to remedy defects therein, to accomplish improvement thereof and to maintain the same in revised, consolidated and simplified form under the general plan and classification of the Revised Statutes.
4. To study the methods, practices and procedures employed by the Legislature and make such recommendations for their

improvement and modernization as the commission shall deem desirable.

**PROGRAM CLASSIFICATIONS**

03. **Legislative Support Services.** This function encompasses the following: Office of the Executive Director, Office of the Legislative Counsel, Central Management Unit, Office of the State Auditor, Office of the Legislative Budget and Finance Officer, Data Management Unit and the Administrative Unit.  
Office of the Executive Director--Supervises and directs the office; conducts the district office leasing program and the related district office program for the Legislature.  
Office of the Legislative Counsel--Acts as counsel to the Legislature; furnishes the Legislature with legal opinions as to the subject matter and legal effect of statutes and statutory proposals and parliamentary law and legislative procedure; provides standards for the examination and editing of all proposed bills and resolutions for compliance with prescribed form; conducts a continuous examination of statutory law and court decisions for the purpose of preparing legislation to

correct defects and to revise and modernize the statutory law; assigns compilation numbers to newly enacted laws.

Central Management Unit--Provides staff for legislative standing reference committees and such other committees and commissions as directed; prepares informational memoranda and reports on legislative matters, drafts of bills, resolutions and bill amendments.

Office of Public Information--Operates a public information service; records proceedings of hearings; prepares and distributes various legislative documents.

Office of the State Auditor--Performs a comprehensive financial post-audit of the State and all of its agencies. The division examines and audits accounts, reports and statements and, in addition, makes independent verification of all assets and liabilities, revenues and expenditures, policies and programs. The division makes, or causes to be made, studies

and reports with respect to economy, internal management control and compliance with laws and regulations of the operation of State or State-supported agencies.

Office of the Legislative Budget and Finance Officer--Collects and assembles information with reference to the fiscal affairs of the State, examines all requests for appropriations and claims against the State; provides the Legislature with expenditure information and performance analyses of programs and transactions; examines and processes fiscal notes.

Data Management Unit--Supervises the operation, maintenance and security of the legislative computer system.

Administrative Unit--Handles personnel, budgeting, accounting, purchasing, space acquisition and assignment and other centralized services for the Office of Legislative Services as well as the administration of legislative printing.

# EVALUATION DATA

	Actual FY 2005	Actual FY 2006	Revised FY 2007	Budget Estimate FY 2008
<b>PERSONNEL DATA</b>				
<b>Position Data</b>				
Filled Positions by Funding Source				
State Supported .....	347	347	356	---
Total Positions .....	347	347	356	---
Filled Positions by Program Class				
Legislative Support Services .....	347	347	356	---
Total Positions .....	347	347	356	---

## Notes:

Actual payroll counts are reported for fiscal years 2005 and 2006 as of December and revised fiscal year 2007 as of January. The funded position count for fiscal year 2008 will be determined by the Legislature.

# APPROPRIATIONS DATA (thousands of dollars)

Year Ending June 30, 2006					Year Ending June 30, 2008			
Orig. & (S)Supple- mental	Reapp. & (R)Recpts.	Transfers & (E)Emer- gencies	Total Available	Expended	Prog. Class.	2007 Adjusted Approp.	Requested	Recom- mended
<b><u>DIRECT STATE SERVICES</u></b>								
<b>Distribution by Fund and Program</b>								
29,068	2,661	923	32,652	30,878	03	29,714	29,272	29,272
<b>29,068</b>	<b>2,661</b>	<b>923</b>	<b>32,652</b>	<b>30,878</b>		<b>29,714<sup>(a)</sup></b>	<b>29,272</b>	<b>29,272</b>
<b>Distribution by Fund and Object</b>								
Personal Services:								
20,261	23	2,594	22,878	22,794		22,015	22,015	22,015
<b>20,261</b>	<b>23</b>	<b>2,594</b>	<b>22,878</b>	<b>22,794</b>		<b>22,015</b>	<b>22,015</b>	<b>22,015</b>
1,065	657	-750	972	772		1,065	1,065	1,065
2,527	759	-771	2,515	1,634		2,527	2,527	2,527
3,681	254	-150	3,785	3,646		3,181	3,181	3,181
Special Purpose:								
30	---	---	30	30		30	30	30
29	---	---	29	29		29	29	29
657	796	---	1,453	1,192		---	---	---
---	17	---	17	---		---	---	---



# LEGISLATURE

Year Ending June 30, 2006					Year Ending June 30, 2008			
Orig. & (S)Supple- mental	Reapp. & (R)Recpts.	Transfers & (E)Emer- gencies	Total Available	Expended	Prog. Class.	2007 Adjusted Approp.	Requested	Recom- mended
<b><u>DIRECT STATE SERVICES</u></b>								
100	---	---	100	100				
69	---	---	69	69	03	100	100	100
649	155	---	804	612	03	69	69	69
						256		
						442 <sup>S</sup>	256	256
<b><u>CAPITAL CONSTRUCTION</u></b>								
<b>Distribution by Fund and Program</b>								
---	289	---	289	---	03	---	---	---
---	289	---	289	---		---	---	---
<b>Distribution by Fund and Object</b>								
<b>Office of Legislative Services</b>								
---	289	---	289	---				
					03	---	---	---
<b>29,068</b>	<b>2,950</b>	<b>923</b>	<b>32,941</b>	<b>30,878</b>		<b>29,714</b>	<b>29,272</b>	<b>29,272</b>

## Notes -- Direct State Services - General Fund

(a) The fiscal year 2007 appropriation has been adjusted for the allocation of salary program.

## Language Recommendations -- Direct State Services - General Fund

Such sums as may be required for the cost of information system audits performed by the State Auditor are funded from the departmental data processing accounts of the department in which the audits are performed.

Such sums as are required, as determined by the Technology Executive Group of the Legislative Information Systems Committee of the Legislative Services Commission, for the continuation and expansion of existing and emerging computer and information technologies for the Legislature including but not limited to interactive video conferencing, telecommunication capabilities, electronic copying and facsimile transmissions, training and such other technologies in order to sustain a coordinated and comprehensive legislative technology infrastructure that the Legislature deems necessary are appropriated. No amounts so determined shall be obligated, expended or otherwise made available without the written prior authorization of the Senate President and the Speaker of the General Assembly.

Such sums as are required for Master Lease payments, subject to the approval of the Director of the Division of Budget and Accounting and the Legislative Budget and Finance Officer, are appropriated.

Receipts derived from fees and charges for public access to legislative information systems and the unexpended balance at the end of the preceding fiscal year of such receipts are appropriated and shall be credited to a non-lapsing revolving fund established in and administered by the Office of Legislative Services for the purpose of continuing to modernize, maintain, and expand the dissemination and availability of legislative information.

The unexpended balance at the end of the preceding fiscal year in this account is appropriated.

## 70. GOVERNMENT DIRECTION, MANAGEMENT, AND CONTROL

### 77. LEGISLATIVE COMMISSIONS AND COMMITTEES

The functions of the Intergovernmental Relations Commission (C52:9B-1 et seq.) are to participate as a member of regional and national commissions; to confer with officials of other states and the federal government; to formulate proposals for cooperation between this State and other states and with the federal government and to maintain liaison with inter-governmental agencies.

The functions of the Joint Committee on Public Schools Commission (C52:9B-1 et seq.) are to participate as a member of regional and national commissions; to confer with officials of other states and the federal government; to formulate proposals for cooperation between this State and other states and with the federal

government and to maintain liaison with inter-governmental agencies.

The State Commission of Investigation (C52:9M-1) conducts investigations in connection with the effective enforcement of the laws of the State, with a particular focus on organized crime and racketeering, the conduct of public officers and public employees, and of officers and employees of public corporations and authorities. The Commission, in addition, performs investigations at the direction of the Legislature or the Governor and recommends legislative or regulatory changes.

The Commission on Business Efficiency in the Public Schools (P.L. 1979, c.69) was established to develop and implement a five-year plan to monitor the recommendations of the task force on business efficiency and to recommend to the Legislature such statutory changes as may become necessary to facilitate improvements in the business efficiency of the public schools.

The functions of the Apportionment Commission, pursuant to Article IV, Section III of the New Jersey State Constitution, are to establish Senate and Assembly districts and apportion the senators and members of the General Assembly among them within one month of receipt by the Governor of the official decennial census of the United States for New Jersey.

The New Jersey Law Revision Commission (created by P.L. 1985, c.498) was established to promote and encourage the clarification and simplification of the laws of New Jersey. The Commission continually examines general and permanent statutory law and related judicial decisions to identify defects and anachronisms.

The function of the New Jersey Redistricting Commission is to formulate Congressional districts in New Jersey for the election of members to the United States House of Representatives. The

districts remain unaltered through the next year ending in zero in which a federal census for New Jersey is taken, unless the districts are ruled invalid by New Jersey or United States courts.

The State Capitol Joint Management Commission was created by P.L. 1992, c.67 for the purpose of maintaining, monitoring, and preserving the architectural, historical, cultural and artistic integrity of any completed project whose purpose is to restore, preserve or improve the capitol complex. The complex consists of the State House, the State House Annex and the adjacent environs. The eight-member commission is equally balanced with four members from the executive branch of State government and four members from the legislative branch.

The Clean Ocean and Shore Trust Commission was created by P.L. 1993, c.57 for the purpose of creating an 18 member bi-state committee, to be known as the Clean Ocean and Shore Trust (COAST) Committee. The committee studies strategies to preserve, protect, maintain, and restore the natural and scenic resources and the environmental integrity of the Hudson--Raritan estuary and the New York--New Jersey Bight area and to enhance coastal tourism.

#### EVALUATION DATA

	Actual FY 2005	Actual FY 2006	Revised FY 2007	Budget Estimate FY 2008
<b>PERSONNEL DATA</b>				
<b>Position Data</b>				
Filled Positions by Funding Source				
State Supported .....	54	50	54	---
Total Positions .....	54	50	54	---
Filled Positions by Program Class				
Legislative Commission .....	54	50	54	---
Total Positions .....	54	50	54	---

#### Notes:

Actual payroll counts are reported for fiscal years 2005 and 2006 as of December and revised fiscal year 2007 as of January. The funded position count for fiscal year 2008 will be determined by the Legislature.

#### APPROPRIATIONS DATA (thousands of dollars)

Year Ending June 30, 2006					Year Ending June 30, 2008			
Orig. & (S)Supple- mental	Reapp. & (R)Recpts.	Transfers & (E)Emer- gencies	Total Available	Expended	2007 Prog. Class.	Adjusted Approp.	Requested	Recom- mended
<b><u>DIRECT STATE SERVICES</u></b>								
<b>Distribution by Fund and Organization</b>								
436	152	---	588	400	Intergovernmental Relations Commission	400	400	400
335	886	---	1,221	140	Joint Committee on Public Schools	335	335	335
4,922	2,508	---	7,430	3,876	State Commission of Investigation	4,922	4,922	4,922
110	28	---	138	100	Commission on Business Efficiency In the Public Schools	110	110	110
321	264	---	585	298	New Jersey Law Revision Commission	321	321	321
9,001	3,280	---	12,281	9,451	State Capitol Joint Management Commission	9,001	9,001	9,001
144	105	---	249	135	Clean Ocean and Shore Trust Committee	144	144	144

# LEGISLATURE

Year Ending June 30, 2006					Year Ending June 30, 2008			
Orig. & (S)Supple- mental	Reapp. & (R)Recpts.	Transfers & (E)Emer- gencies	Total Available	Expended	Prog. Class.	2007 Adjusted Approp.	Requested	Recom- mended
<b>DIRECT STATE SERVICES</b>								
<b>Distribution by Fund and Program</b>								
15,269	7,223	---	22,492	14,400	Legislative Commission	09 15,233	15,233	15,233
<u>15,269</u>	<u>7,223</u>	<u>---</u>	<u>22,492</u>	<u>14,400</u>	<b>Total Direct State Services</b>	<u>15,233</u>	<u>15,233</u>	<u>15,233</u>
<b>Distribution by Fund and Object</b>								
<b>Intergovernmental Relations Commission</b>								
36	138	---	174	---	Expenses of Commission	09 ---	---	---
155	4	---	159	155	The Council of State Governments	09 155	155	155
184	5	---	189	184	National Conference of State Legislatures	09 184	184	184
36	5	---	41	36	Eastern Trade Council - The Council of State Governments	09 36	36	36
25	---	---	25	25	Northeast States Association for Agriculture Stewardship-The Council of State Governments	09 25	25	25
<b>Joint Committee on Public Schools</b>								
335	886	---	1,221	140	Expenses of Commission	09 335	335	335
<b>State Commission of Investigation</b>								
4,922	2,508	---	7,430	3,876	Expenses of Commission	09 4,922	4,922	4,922
<b>Commission on Business Efficiency In the Public Schools</b>								
110	28	---	138	100	Expenses of Commission	09 110	110	110
<b>New Jersey Law Revision Commission</b>								
321	264	---	585	298	Expenses of Commission	09 321	321	321
<b>State Capitol Joint Management Commission</b>								
9,001	3,280	---	12,281	9,451	Expenses of Commission	09 9,001	9,001	9,001
<b>Clean Ocean and Shore Trust Committee</b>								
144	105	---	249	135	Expenses of Commission	09 144	144	144
<u>15,269</u>	<u>7,223</u>	<u>---</u>	<u>22,492</u>	<u>14,400</u>	<b>Grand Total State Appropriation</b>	<u>15,233</u>	<u>15,233</u>	<u>15,233</u>
<b>OTHER RELATED APPROPRIATIONS</b>								
<b>Federal Funds</b>								
---	---	2	2	---	Legislative Commission	09 ---	---	---
---	---	2	2	---	<b>Total Federal Funds</b>	<u>---</u>	<u>---</u>	<u>---</u>
<u>15,269</u>	<u>7,223</u>	<u>2</u>	<u>22,494</u>	<u>14,400</u>	<b>GRAND TOTAL ALL FUNDS</b>	<u>15,233</u>	<u>15,233</u>	<u>15,233</u>

## Language Recommendations -- Direct State Services - General Fund

The unexpended balances at the end of the preceding fiscal year in these accounts are appropriated.

Receipts from the rental of the Cafeteria and the Welcome Center and any other facility under the jurisdiction of the State Capitol Joint Management Commission are appropriated to defray custodial, security, maintenance and other related costs of these facilities.

CHIEF EXECUTIVE  
OVERVIEW

In the State of New Jersey, the Office of the Chief Executive, also referred to as the Governor's Office, includes the Governor along with staff who assist in the execution of the Governor's constitutional powers and duties.

The Governor is the State's chief executive officer. The Governor's Office assists in directing and coordinating the activities of the various State departments. These duties include the implementation of new laws and activities, as well as ongoing responsibilities

associated with existing laws and other essential aspects of governing. The Office is active in the review and formulation of proposals of law that are ultimately submitted to the State Legislature. Staff assist in the development of public policy affecting the citizens of the State, and in the implementation of the State's fiscal plan, once it is adopted.

The Fiscal 2008 Budget for the Office of the Chief Executive totals \$5.1 million, the same level as the fiscal 2007 adjusted appropriation.

CHIEF EXECUTIVE  
SUMMARY OF APPROPRIATIONS BY FUND  
(thousands of dollars)

Year Ending June 30, 2006					Year Ending June 30, 2008		
Orig. & (S)Supple- mental	Reapp. & (R)Recpts.	Transfers & (E)Emer- gencies	Total Available	Expended	2007 Adjusted Approp.	Requested	Recom- mended
4,972	1,299	210	6,481	4,860	<b>GENERAL FUND</b>		
					Direct State Services		
4,972	1,299	210	6,481	4,860	5,056	5,056	5,056
4,972	1,299	210	6,481	4,860	<b>5,056</b>	<b>5,056</b>	<b>5,056</b>
4,972	1,299	210	6,481	4,860	<b>Total Appropriation, Chief Executive</b>		
					5,056	5,056	5,056

SUMMARY OF APPROPRIATIONS BY PROGRAM  
(thousands of dollars)

Year Ending June 30, 2006					Year Ending June 30, 2008		
Orig. & (S)Supple- mental	Reapp. & (R)Recpts.	Transfers & (E)Emer- gencies	Total Available	Expended	2007 Adjusted Approp.	Requested	Recom- mended
<b>DIRECT STATE SERVICES - GENERAL FUND</b>							
<b>Management and Administration</b>							
4,972	1,299	210	6,481	4,860	Executive Management		
4,972	1,299	210	6,481	4,860	5,056	5,056	5,056
4,972	1,299	210	6,481	4,860	<b>5,056</b>	<b>5,056</b>	<b>5,056</b>
4,972	1,299	210	6,481	4,860	<b>Total Direct State Services - General Fund</b>		
4,972	1,299	210	6,481	4,860	5,056	5,056	5,056
4,972	1,299	210	6,481	4,860	<b>5,056</b>	<b>5,056</b>	<b>5,056</b>
4,972	1,299	210	6,481	4,860	<b>TOTAL DIRECT STATE SERVICES</b>		
4,972	1,299	210	6,481	4,860	5,056	5,056	5,056
4,972	1,299	210	6,481	4,860	<b>Total Appropriation, Chief Executive</b>		
					5,056	5,056	5,056

70. GOVERNMENT DIRECTION, MANAGEMENT, AND CONTROL  
76. MANAGEMENT AND ADMINISTRATION

OBJECTIVES

- To administer affairs of the State so that public needs are met and maximum benefit is effected from available public resources.
- To assure that the laws of the State are faithfully executed.
- To serve as Commander-In-Chief of all military and naval forces of the State.
- To make appointments and fill vacancies in accordance with legal requirements.
- To approve or disapprove legislation.
- To grant pardons and reprieves in all cases other than impeachment and treason.
- To supervise each department and agency of the State.
- To represent the State in relations with other governments and the public.

# CHIEF EXECUTIVE

## PROGRAM CLASSIFICATIONS

01. **Executive Management.** In accordance with provisions of the State Constitution, the Governor is elected by the legally qualified voters of this State and is the principal executive and administrative officer of the State. The Governor administers the affairs of the State so that public needs are met and maximum benefit is attained. The Governor appoints executive and judicial officers pursuant to law, supervises the

administration of the executive branch, presides at regularly scheduled cabinet meetings with department heads, executes the laws, serves as Commander-In-Chief of the military and naval forces of the State, grants pardons and reprieves, convenes the Legislature, communicates to the Legislature concerning the condition of the State and recommends measures, submits the annual State budget to the Legislature, and approves or vetoes legislation either conditionally or absolutely.

## EVALUATION DATA

	Actual FY 2005	Actual FY 2006	Revised FY 2007	Budget Estimate FY 2008
<b>PERSONNEL DATA</b>				
<b>Position Data</b>				
Filled Positions by Funding Source				
State Supported .....	110	93	92	92
Total Positions .....	110	93	92	92
Filled Positions by Program Class				
Executive Management .....	110	93	92	92
Total Positions .....	110	93	92	92

### Notes:

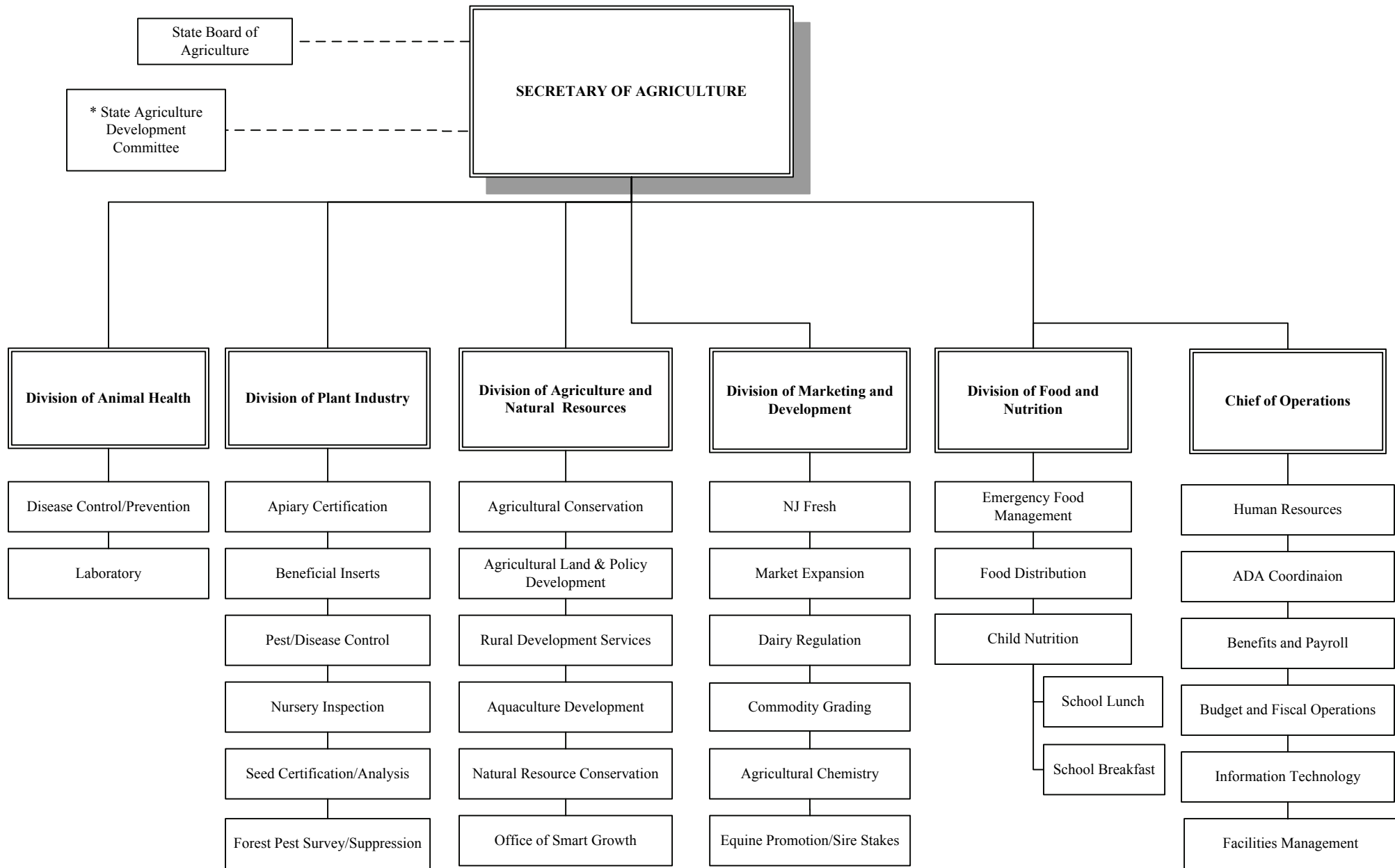
- (a) Actual payroll counts are reported for fiscal years 2005 and 2006 as of December and revised fiscal year 2007 as of January. The Budget Estimate for fiscal year 2008 reflects the number of positions funded.

## APPROPRIATIONS DATA (thousands of dollars)

Year Ending June 30, 2006					Year Ending June 30, 2008			
Orig. & (S)Supple- mental	Reapp. & (R)Recpts.	Transfers & (E)Emer- gencies	Total Available	Expended	Prog. Class.	2007 Adjusted Approp.	Requested	Recom- mended
<b><u>DIRECT STATE SERVICES</u></b>								
<b>Distribution by Fund and Organization</b>								
4,972	1,299	210	6,481	4,860		5,056	5,056	5,056
<b>Distribution by Fund and Program</b>								
4,972	1,299	210	6,481	4,860	01	5,056	5,056	5,056
<b>4,972</b>	<b>1,299</b>	<b>210</b>	<b>6,481</b>	<b>4,860</b>	<b>5,056</b> <sup>(a)</sup>		<b>5,056</b>	<b>5,056</b>
<b>Distribution by Fund and Object</b>								
Personal Services:								
4,044	941	-359	4,626	3,384		4,128	4,128	4,128
<b>4,044</b>	<b>941</b>	<b>-359</b>	<b>4,626</b>	<b>3,384</b>	<b>4,128</b>		<b>4,128</b>	<b>4,128</b>
<b>Chief Executive's Office</b>								
158	19	---	177	174	01	158	158	158
37	222	-12	247	---				
					01	37	37	37
108	1	6	115	112				
					01	108	108	108
42	4	6	52	48				
					01	42	42	42
10	1	---	11	6	01	10	10	10

The unexpended balance at the end of the preceding fiscal year in this account is appropriated.

# AGRICULTURE



**\* In but not of the Department of Agriculture**

## DEPARTMENT OF AGRICULTURE

### OVERVIEW

The mission of the Department of Agriculture is to promote and provide high-quality, nutritious, abundant, safe, and affordable food and other agricultural products; improve the economic viability of the agricultural industry; foster opportunities for farm profitability; preserve and protect agricultural and natural resources; and provide leadership and excellence in services to New Jersey agriculture and to the general public.

The Department's goals are to preserve farms; protect producers and consumers by ensuring safe, high-quality agricultural products and services; support and expand profitable, innovative agricultural and food industry development; protect and conserve natural and agricultural resources; provide access to fresh and nutritious foods for children, the needy, and other New Jersey citizens; promote agricultural education awareness and involvement; and guarantee the delivery of quality services.

#### **FY 2008 Budget Highlights**

The Fiscal 2008 Budget for the Department of Agriculture totals \$26.1 million, an increase of \$250,000 or 1.0% over the fiscal 2007 adjusted appropriation of \$25.8 million. This increase is attributable to a capital appropriation recommendation of \$250,000 for new chromatographic diagnostic equipment. In addition, an amount of \$150,000 has been shifted from the Conservation Assistance Program in Grants-in-Aid to Direct State Services. The fiscal 2007 \$1 million appropriation for the Governor's initiative for capital improvements for storing food at food banks was a one-time appropriation. Separately, the fiscal 2008 appropriation for the Hunger Initiative/Food Assistance Program was increased by \$1 million.

#### **Preservation and Conservation**

The Farmland Preservation Program reached a milestone with the preservation of 150,000 acres statewide in October 2006. The State Agricultural Development Committee, which is organizationally situated in but not of the Department, administers the Farmland Preservation Program. A total of 137 farms covering 8,883 acres were newly preserved in 2006 as of November 20, including 23 farms covering 1,623 acres in the Highlands and one 38-acre farm in the Pinelands. By November 20th, a grand total of 1,457 farms covering 150,559 acres had been preserved statewide, including 271 farms covering 24,839 acres in the Highlands and 58 farms covering 8,301 acres in the Pinelands.

The current Garden State Preservation Trust financing structure allows the State to minimize interest and debt service costs to taxpayers while maximizing the proceeds generated for this open space program. The Trust uses current interest and zero coupon bonds to expedite preservation of critical open space.

The Conservation Cost Share Program helps to improve the quality of New Jersey's waterways and groundwater by providing financial and technical assistance to farmers who implement conservation practices that control non-point source pollution. To maximize program assistance to farmers and provide increased environmental benefits to the State, this funding is combined with the Federal Environmental Quality Incentive Program. In fiscal 2008, the Conservation Cost Share Program's funding of \$540,000 will be provided through the Corporation Business Tax (CBT) dedication for Watershed Management, which funds similar non-point source pollution projects in the Department of Environmental Protection.

#### **Continuing Programs**

Funding of \$75,000 is provided in fiscal 2008 for Promotional Marketing Development matching grants to enable agricultural organizations to carve out their own Jersey Fresh niche, through such means as festivals and farm market promotional events.

The School Breakfast Program reimburses school districts that provide breakfast to students. The program will receive approximately \$3.9 million in State funds in fiscal 2008. The program is intended to augment an existing breakfast program by mandating participation by schools in which 20% or more of the students enrolled are eligible for a free or reduced price meal under the Federal School Lunch Program. The State Aid appropriations for the School Lunch Program will continue at \$7.4 million in fiscal 2008.

#### **State Agriculture Development Committee (SADC)**

The State Agriculture Development Committee (SADC) takes the lead in preserving New Jersey's farmland and promoting innovative approaches to maintaining the viability of agriculture. The SADC administers the Farmland Preservation Program, providing grants to counties, municipalities, and nonprofit groups to fund the purchase of development easements on farmland; directly purchasing farms and development easements from landowners; and offering grants to landowners in the program to fund up to 50% of the cost of soil and water conservation projects. It also administers the Right-to-Farm Program, oversees the Transfer of Development Rights Bank, and operates the Farm Link Program, which helps match farm owners with farmers seeking access to land and farming opportunities.

#### **Department Accomplishments**

The Department has increased surveillance to lower the incidence of Avian Influenza in live bird markets, following the detection of Low Pathogenic Avian Influenza (LPAI) in a live bird market in Camden County in May 2006. The Division of Animal Health implemented additional protective measures to prevent infected birds from entering the State. The Division and Department also have increased cooperative efforts with other State agencies, such as the Department of Health and Senior Services and the Office of Homeland Security and Preparedness, as well as private-sector partners such as the New Jersey Food Council to drill for the possible introduction of High Pathogenic strains that could harm the human population.

The Department effectively responded to the detection of the Asian longhorned beetle in Jersey City, Hudson County in 2002 and in the Middlesex/Union Counties in August 2004. A total of 461 infested and high-risk host trees were removed from the Jersey City quarantine zone, and no sign of the beetle has been detected since. More than 23,000 infested and high-risk host trees have been removed from the Middlesex/Union zone, with that tree removal work set to be complete (barring the discovery of any additional infested trees) by the end of December 2006 or early January 2007. The Department has worked with the New Jersey Department of Environmental Protection's Community Forestry Program and the U.S. Forest Service to garner funds to replant the trees that were removed. To date, more than 3,200 trees have been replaced across both quarantine zones.

The Department, which administers the Federal School Breakfast and Lunch Programs, developed a Model School Nutrition Policy to help school districts develop policies for replacing unhealthy foods with more nutritious options. In an effort to promote healthier eating habits and combat obesity and childhood diseases, the Department has worked with school districts statewide to ensure full implementation of the Model School Nutrition Policy by September 2007. The new nutritional standards, which cover a la carte lines, vending machines, school stores, and fundraisers held during school hours on school grounds, are rule amendments and new rules concerning the Child Nutrition Program, proposed in June 2005. School districts have until September 2007 to meet the nutrition standards, which are considered the most comprehensive in the nation, but were required to adopt their own district-wide nutrition policies by September 2006.



The Division of Food and Nutrition also increased the amount of food delivered to the state's more than 600 community feeding operations in 2006. An additional \$3 million was made available through the Governor's Fighting Hunger Initiative in fiscal 2007 and \$4 million has been recommended for fiscal 2008. The additional funds were to be spent through a local-first, regional-second, national-third purchasing hierarchy that sought to increase the amount of locally produced nutrient-dense foods used in community feeding programs. This purchasing approach helped to ensure that the money was spent to supply feeding operations benefiting New Jersey's agricultural and food-processing businesses first. In addition, the Governor's Fighting Hunger Initiative included a one-time appropriation of \$1 million in fiscal 2007 to help community feeding operators upgrade their facilities. This will enhance food storage and preparation capabilities.

In 2006, the Department established the Biofuels Action Group, a multi-agency working group to move biofuels projects proposed in

the State from the drawing board to construction. Biofuels- ethanol, biodiesel, and biogas- present an excellent opportunity to expand the production of renewable energies in New Jersey and provide our farmers with a chance to develop new markets for their agricultural products and byproducts. Current ethanol technology uses corn as a feedstock, but advances are being made in the use of other, more efficient "cellulosic" materials such as switchgrass. Biodiesel is made from soybean oil or used cooking grease. Biogas is derived from combining manure and other wastes in a "digester" to create methane gas. The Biofuels Action Group - including representation from the New Jersey Department of Agriculture (NJDA), Department of Environmental Protection (DEP), Board of Public Utilities (BPU), Economic Development Authority (EDA) and Rutgers - meets regularly to address issues such as siting of facilities, streamlining permitting requirements, and arranging financing, all with the goal of making New Jersey a leader in the production of renewable energies.

## DEPARTMENT OF AGRICULTURE SUMMARY OF APPROPRIATIONS BY FUND (thousands of dollars)

Year Ending June 30, 2006					Year Ending June 30, 2008		
Orig. & (S)Supple- mental	Reapp. & (R)Recpts.	Transfers & (E)Emer- gencies	Total Available	Expended	2007 Adjusted Approp.	Requested	Recom- mended
<b>GENERAL FUND</b>							
9,215	2,613	551	12,379	11,074	9,088	9,238	9,238
1,575	452	480	2,507	2,157	5,025	4,875	4,875
11,727	1,023	---	12,750	10,132	11,727	11,727	11,727
---	993	---	993	---	---	250	250
<b>22,517</b>	<b>5,081</b>	<b>1,031</b>	<b>28,629</b>	<b>23,363</b>	<b>25,840</b>	<b>26,090</b>	<b>26,090</b>
<b>22,517</b>	<b>5,081</b>	<b>1,031</b>	<b>28,629</b>	<b>23,363</b>	<b>25,840</b>	<b>26,090</b>	<b>26,090</b>
<i>Total Appropriation, Department of Agriculture</i>					<b>25,840</b>	<b>26,090</b>	<b>26,090</b>

## SUMMARY OF APPROPRIATIONS BY PROGRAM (thousands of dollars)

Year Ending June 30, 2006					Year Ending June 30, 2008		
Orig. & (S)Supple- mental	Reapp. & (R)Recpts.	Transfers & (E)Emer- gencies	Total Available	Expended	2007 Adjusted Approp.	Requested	Recom- mended
<b>DIRECT STATE SERVICES - GENERAL FUND</b>							
<b>Agricultural Resources, Planning, and Regulation</b>							
1,254	335	-34	1,555	1,255	1,348	1,348	1,348
2,124	789	-92	2,821	2,346	2,127	2,127	2,127
879	408	35	1,322	1,014	813	963	963
338	---	---	338	338	338	338	338
2,401	1,052	-249	3,204	3,032	2,260	2,260	2,260
1,740	---	---	1,740	1,740	1,740	1,740	1,740
479	29	891	1,399	1,349	462	462	462
<b>9,215</b>	<b>2,613</b>	<b>551</b>	<b>12,379</b>	<b>11,074</b>	<b>9,088</b>	<b>9,238</b>	<b>9,238</b>
<b>9,215</b>	<b>2,613</b>	<b>551</b>	<b>12,379</b>	<b>11,074</b>	<b>9,088</b>	<b>9,238</b>	<b>9,238</b>
<b>9,215</b>	<b>2,613</b>	<b>551</b>	<b>12,379</b>	<b>11,074</b>	<b>9,088</b>	<b>9,238</b>	<b>9,238</b>
<i>Subtotal</i>					<b>9,088</b>	<b>9,238</b>	<b>9,238</b>
<i>Total Direct State Services - General Fund</i>					<b>9,088</b>	<b>9,238</b>	<b>9,238</b>
<b>TOTAL DIRECT STATE SERVICES</b>					<b>9,088</b>	<b>9,238</b>	<b>9,238</b>

# AGRICULTURE

Year Ending June 30, 2006					Year Ending June 30, 2008			
Orig. & (S)Supple- mental	Reapp. & (R)Recpts.	Transfers & (E)Emer- gencies	Total Available	Expended		2007 Adjusted Approp.	Requested	Recom- mended
GRANTS-IN-AID - GENERAL FUND								
Agricultural Resources, Planning, and Regulation								
1,200	452	390	2,042	1,692	Agriculture and Natural Resources	950	800	800
---	---	---	---	---	Food and Nutrition Services	4,000	4,000	4,000
75	---	90	165	165	Marketing and Development Services	75	75	75
300	---	---	300	300	Farmland Preservation	---	---	---
1,575	452	480	2,507	2,157	Subtotal	5,025	4,875	4,875
1,575	452	480	2,507	2,157	Total Grants-In-Aid - General Fund	5,025	4,875	4,875
1,575	452	480	2,507	2,157	TOTAL GRANTS-IN-AID	5,025	4,875	4,875
STATE AID - GENERAL FUND								
Agricultural Resources, Planning, and Regulation								
11,677	1,023	---	12,700	10,082	Food and Nutrition Services	11,677	11,677	11,677
50	---	---	50	50	Farmland Preservation	50	50	50
11,727	1,023	---	12,750	10,132	Subtotal	11,727	11,727	11,727
11,727	1,023	---	12,750	10,132	Total State Aid - General Fund	11,727	11,727	11,727
11,727	1,023	---	12,750	10,132	TOTAL STATE AID	11,727	11,727	11,727
CAPITAL CONSTRUCTION								
Agricultural Resources, Planning, and Regulation								
---	2	---	2	---	Plant Pest and Disease Control	---	250	250
---	991	---	991	---	Agriculture and Natural Resources	---	---	---
---	993	---	993	---	Subtotal	---	250	250
---	993	---	993	---	TOTAL CAPITAL CONSTRUCTION	---	250	250
22,517	5,081	1,031	28,629	23,363	Total Appropriation, Department of Agriculture	25,840	26,090	26,090

## 40. COMMUNITY DEVELOPMENT AND ENVIRONMENTAL MANAGEMENT

### 49. AGRICULTURAL RESOURCES, PLANNING, AND REGULATION

#### OBJECTIVES

1. Permanently preserve and retain the maximum amount of New Jersey farmland in order to maintain a viable agriculture and food industry and to promote smart growth and a high quality of life for New Jersey citizens.
2. To encourage and support stewardship of agricultural open land and other natural resources in order to protect and enhance fertile soils, clean water, and productive and healthy animal and plant resources.
3. To administer fair and effective regulatory, inspection, grading, and other quality assurance programs for food, agricultural products, and agricultural inputs.
4. To foster agricultural economic growth, profitability, and a positive business climate through technical and financial assistance, market development, and effective product and industry promotion.
5. To implement food and nutrition assistance programs to maximize participation of eligible New Jersey citizens and strengthen agriculture's relationship with the food industry.
6. To ensure the sustainability of New Jersey's agricultural industry through agricultural education, youth development, training opportunities, and successful communication with the agricultural community, general public, and all levels of government.
7. To produce quality in all the Department does through a diverse, effectively managed, highly trained, and committed staff supported by efficient use of available technology and resources in a work environment that fosters excellence.

#### PROGRAM CLASSIFICATIONS

01. **Animal Disease Control.** Resident and imported animals are subject to Department programs of disease detection, control, and eradication. These include surveys, periodic inspections, regular and special field and laboratory examinations, quarantines, slaughter of certain animals, disinfection, and

related epidemiology. Programs and regulations are adjusted based on changes in the appearance and virulence of disease in and out of the State. The Division sets standards and issues licenses to livestock dealers, auctions, and biologic manufacturers and distributors in order to reduce the spread of infection. To prevent the introduction of exotic diseases not known to this country, it participates in the United States Department of Agriculture's (USDA) National Emergency Animal Disease Eradication Program. One phase involved is the licensing and supervision of the processing of food wastes fed to swine to prevent food borne disease. The Division takes the lead in working with the State's Domestic Security Taskforce in identifying potential terrorism threats related to the State's agricultural and agribusiness sectors.

In addition, the Division of Animal Health operates an animal health diagnostic laboratory to identify causes of disease.

02. **Plant Pest and Disease Control.** The food crop, forests, and other plant resources of the State are protected against injurious plant insects and diseases by programs of the Department. Surveys and investigations are conducted regularly to delineate and measure insect populations and disease problems. Major infestations are countered with carefully regulated chemical and/or biological control programs. Where beneficial insects or other parasites are known, the Department, through its beneficial insect rearing laboratory, mass produces and releases them into the agricultural or forest environment for pest control.

In cooperation with the USDA, the Department controls the movement of plant materials. All nurseries producing plant materials are inspected for pests and disease and must be free of both to qualify for certification.

Samples of agricultural and garden seed are randomly selected and tested for variety content, germination, and other labeled guarantees. Products which do not conform to label claims are removed from sale and violators are subject to penalty action and prosecution.

03. **Agriculture and Natural Resources.** This program is designed to maintain, conserve, and enhance New Jersey's rural and agricultural resources and to control erosion, sedimentation, and non-point sources of water pollution and storm water damage. The primary objective of this program is to improve agricultural productivity and New Jersey's agricultural business climate while maintaining environmental quality.

Soil and water resource management standards and regulations are promulgated and plans for soil erosion and sediment control are certified for land disturbance activities. Technical assistance is provided to landowners and public agencies through the State Soil Conservation Committee and local soil conservation districts. Cost sharing is provided to eligible farmland owners who install conservation systems.

The Division coordinates the implementation of the State's Aquaculture Development Act and coordinates the agricultural education and Future Farmers of America youth programs.

05. **Food and Nutrition Services.** This division, which consolidated the former Bureaus of Commodity Distribution and Child Nutrition Services, was created to more accurately reflect the mission of the organizational unit.

The Child Nutrition program consists of six components in public and non-public schools, residential and non-residential childcare institutions, day care centers, recreation centers, and other agencies that qualify for this aid. Program responsibilities include developing, disseminating, evaluating,

and approving all pertinent program documents required for participation; providing technical assistance in the areas of implementation, facilities improvement, and food service methods; on-site monitoring of programs for compliance with State and federal regulations; and providing financial assistance.

State and federal reimbursements are paid to school districts for part of the cost of school lunches and federal funds are paid to offset part of the cost of school breakfasts. In addition, non-school programs receive federal foods, especially for disadvantaged children.

The Commodity Distribution program requisitions, receives, handles, stores, and distributes federal surplus food made available by the United States Department of Agriculture to State, county and municipal institutions, schools, charitable and welfare organizations, and needy individuals. It also processes some of the federally-donated basic food commodities. Inspections are made in all organizations and institutions for compliance.

The Temporary Emergency Food Assistance Program (TEFAP) distributes federally-donated food commodities to needy citizens through a network of food centers, food banks, and food pantries.

06. **Marketing and Development Services.** This division, formerly the Division of Markets, was renamed to accurately reflect its intent. The program conducts advertising, market development, and promotional activities to create a positive image of New Jersey's agricultural products and to increase consumer awareness and sales.

This "Jersey Fresh" Program, aimed at domestic and foreign consumers, assists New Jersey farmers in expanding their market share. Individual product promotions are also conducted by eight agricultural commodity councils.

Programs for the promotion of the New Jersey horse industry are conducted with funds derived from a small percentage of the pari-mutuel handle at both the thoroughbred and standard bred racetracks. Growth of the horse breeding industry is encouraged through monies awarded in the form of stakes purses and breeders awards. The continued growth and expansion of the Horse Park of New Jersey is supported.

This program also contains the Agricultural Chemistry Program, which determines compliance with the stated contents of animal feeds, fertilizers, and liming materials offered for sale for farm and non-farm use. Random inspections and analyses of raw material commodities and animal feeds are conducted to determine the presence of natural and anthropogenic contaminants and adulterants.

Through on-site inspections at agribusiness plants, consumers are assured a supply of the highest quality fresh fruits and vegetables, fish, shell eggs, egg, and poultry products. Official inspection and grading services are provided to farmers, packers, processors, and wholesale and retail markets under formal agreements with the United States Departments of Agriculture and Commerce.

The Dairy program is responsible for fostering a stable and competitive dairy industry, including the regulation and enforcement of the production, processing, distribution, and sales of fluid dairy products. In addition, this program licenses dealers who purchase milk from New Jersey farmers or who sell fluid dairy products to other dealers and to retail outlets. In order to be licensed, the dealers must post a bond with the Secretary of Agriculture conditioned upon the payment of all amount due and owing to New Jersey farmers.

# AGRICULTURE

**08. Farmland Preservation.** The State Agriculture Development Committee (SADC) administers New Jersey's Farmland Preservation Program.

The Farmland Preservation Program compensates farm owners for their development rights if they deed restrict their farms against future development. The terms of these deed restrictions can be permanent or for as short a period as eight years. Future owners of permanently preserved farms must comply with all deed restrictions.

The SADC also coordinates a variety of programs with participating counties and farmland owners to protect important farmland in sufficient quantity and quality to foster long-term agricultural viability. It is also charged with specific right-to-farm responsibilities relating to agriculture.

**99. Administration and Support Services.** The State Board of Agriculture consists of eight farmers, elected at the annual Agricultural Convention. The Board is empowered to establish programs, regulations, and policies that it deems essential. The Secretary of Agriculture serves as Secretary to the Board and Chief Executive of the Department, and is a member of the Governor's Cabinet. The Secretary is responsible for implementing State laws, regulations, and policies established by the Board of Agriculture.

The Secretary's office provides overall planning, coordination, and priority guidance for Department programs, policy and plan development, general hearing services, agricultural information services, and executive and legislative liaison. Department-wide general administrative services are provided, including services related to personnel and employee relations, fiscal control, management systems, and other administrative functions.

## EVALUATION DATA

	Actual FY 2005	Actual FY 2006	Revised FY 2007	Budget Estimate FY 2008
<b>PROGRAM DATA</b>				
<b>Animal Disease and Plant Pest and Disease Control</b>				
Animal Disease Control:				
Regulatory licenses . . . . .	645	645	645	645
General, special, and other laboratory exams . . . . .	48,000	48,000	48,000	48,000
Plant Pest and Disease Control:				
Nurseries and dealers certified free of plant pests . . . . .	1,514	1,739	1,739	1,725
Nursery acreage certified free of plant pests . . . . .	17,261	18,877	20,000	20,000
Bee colonies found disease free . . . . .	99%	98%	97%	97%
Seed meeting truth in labeling requirements . . . . .	95%	95%	95%	95%
Pesticide not applied (lbs.) . . . . .	1,300,000	1,280,000	1,280,000	1,280,000
Forest and crop acreage stabilized biologically . . . . .	995,000	992,000	992,000	992,000
Forested acres protected from gypsy moth infestations . . . . .	---	656	40,000	50,000
Major exotic insect and plant disease field surveys . . . . .	9	9	9	9
<b>Agriculture and Natural Resources</b>				
Aquaculture production (lbs.) . . . . .	43,000,000	44,000,000	44,000,000	44,000,000
Soil and Water Conservation Programs:				
Land Protected from soil erosion and sedimentation (acres) . . . . .	36,371	28,647	34,000	34,000
Farmland subject to non-point source pollution control (acres) . . . . .	448,000	455,000	455,000	455,000
<b>Food and Nutrition Services</b>				
Temporary emergency food assistance delivered (lbs.) . . . . .	9,750,000	8,500,000	8,500,000	9,000,000
State Food Purchase Program (lbs.) . . . . .	---	---	4,700,000	6,300,000
School lunch delivered (lbs.) . . . . .	27,500,000	26,074,105	25,500,000	26,000,000
<b>Marketing and Development Services</b>				
Agricultural inputs satisfying label guarantees:				
Fertilizer . . . . .	89%	88%	88%	88%
Lime . . . . .	80%	70%	80%	90%
Feed . . . . .	95%	95%	95%	95%
Milk license financial disputes settled . . . . .	161	216	200	200
Producers licensed to pack Jersey Fresh logo . . . . .	287	265	300	300
Agricultural commodities inspected and graded (lbs.) . . . . .	843,957,517	793,552,887	800,000,000	800,000,000
Individual store outlets featuring NJ agricultural products . . . . .	3,300	3,500	3,500	3,500
Racing mares bred . . . . .	1,828	1,540	1,550	1,400
<b>Farmland Preservation</b>				
Cumulative acres permanently preserved . . . . .	137,947	147,925	162,000	176,000
Cumulative farms permanently preserved . . . . .	1,273	1,408	1,560	1,710
Eight year program -acres preserved . . . . .	26,136	24,366	24,000	23,500
County/Municipal financial participation . . . . .	\$39,065,180	\$36,846,606	\$38,000,000	\$39,000,000

	Actual FY 2005	Actual FY 2006	Revised FY 2007	Budget Estimate FY 2008
<b>PERSONNEL DATA</b>				
Affirmative Action Data				
Male Minority .....	19	19	19	19
Male Minority % .....	7.3	7.0	7.0	7.0
Female Minority .....	33	41	36	39
Female Minority % .....	12.7	15.0	14.0	14.0
Total Minority .....	52	60	55	58
Total Minority % .....	20.0	22.0	21.0	21.0

**Position Data**

Filled Positions by Funding Source

State Supported .....	130	132	115	123
Federal .....	54	61	65	74
All Other .....	71	77	79	82
Total Positions .....	255	270	259	279

Filled Positions by Program Class

Animal Disease Control .....	24	24	28	32
Plant Pest and Disease Control .....	40	44	39	45
Agriculture and Natural Resources .....	25	26	24	24
Food and Nutrition Services .....	20	58	56	65
Marketing and Development Services .....	94	62	59	61
Administration and Support Services .....	23	24	22	22
Farmland Preservation .....	29	32	31	30
Total Positions .....	255	270	259	279

**Notes:**

Actual payroll counts are reported for fiscal years 2005 and 2006 as of December and revised fiscal year 2007 as of January. The Budget Estimate for fiscal year 2008 reflects the number of positions funded. All Other includes positions supported by fees or other dedicated resources previously reported as State Supported.

**APPROPRIATIONS DATA**  
(thousands of dollars)

Year Ending June 30, 2006					Year Ending June 30, 2008			
Orig. & (S)Supple- mental	Reapp. & (R)Recpts.	Transfers & (E)Emer- gencies	Total Available	Expended	Prog. Class.	2007 Adjusted Approp.	Requested	Recom- mended
<b><u>DIRECT STATE SERVICES</u></b>								
<b>Distribution by Fund and Program</b>								
1,254	335	-34	1,555	1,255	01	1,348	1,348	1,348
2,124	789	-92	2,821	2,346	02	2,127	2,127	2,127
879	408	35	1,322	1,014	Agriculture and Natural Resources			
					03	813	963	963
338	---	---	338	338	05	338	338	338
2,401	1,052	-249	3,204	3,032	Marketing and Development Services			
					06	2,260	2,260	2,260
1,740	---	---	1,740	1,740	08	1,740	1,740	1,740
479	29	891	1,399	1,349	Administration and Support Services			
					99	462	462	462
<b>9,215</b>	<b>2,613</b>	<b>551</b>	<b>12,379</b>	<b>11,074</b>	<b>Total Direct State Services</b>			
						<b>9,088 (a)</b>	<b>9,238</b>	<b>9,238</b>
<b>Distribution by Fund and Object</b>								
<b>Personal Services:</b>								
5,324	72 959 R	581	6,936	6,890	Salaries and Wages			
						5,371	5,550	5,550
5,324	1,031	581	6,936	6,890	<b>Total Personal Services</b>			
						5,371	5,550	5,550
189	5	4	198	120	Materials and Supplies			
						167	138	138
296	10	224	530	512	Services Other Than Personal			
						159	159	159
195	6	-48	153	151	Maintenance and Fixed Charges			
						195	195	195

# AGRICULTURE

Year Ending June 30, 2006					Year Ending June 30, 2008				
Orig. & (S)Supple- mental	Reapp. & (R)Recpts.	Transfers & (E)Emer- gencies	Total Available	Expended	Prog. Class.	2007 Adjusted Approp.	Requested	Recom- mended	
<b><u>DIRECT STATE SERVICES</u></b>									
Special Purpose:									
---	135 198 <sup>R</sup>	-35	298	---	Animal Disease Control	01	---	---	---
---	20 175 <sup>R</sup>	-26	169	---	Plant Pest and Disease Control	02	---	---	---
200	---	---	200	200	Asian Longhorned Beetle Monitoring	02	200	200	200
---	72 110 <sup>R</sup>	---	182	54	Beneficial Insect Laboratory	02	---	---	---
---	70 338 <sup>R</sup>	---	408	100	Environmental Services	03	---	---	---
338	---	---	338	338	Temporary Emergency Food Assistance Program	05	338	338	338
826	160	---	986	816	Promotion/Market Development	06	826	826	826
---	169 <sup>R</sup>	-169	---	---	Marketing and Development Services	06	---	---	---
90	---	---	90	90	Agricultural Right-to-Farm Program	08	90	90	90
1,650	---	---	1,650	1,650	Open Space Administrative Costs	08	1,650	1,650	1,650
18	---	---	18	18	Expenses of State Board of Agriculture	99	18	18	18
28	---	---	28	28	Affirmative Action and Equal Employment Opportunity	99	28	28	28
61	114	20	195	107	Additions, Improvements and Equipment		46	46	46
<b><u>GRANTS-IN-AID</u></b>									
<b>Distribution by Fund and Program</b>									
1,200	452	390	2,042	1,692	Agriculture and Natural Resources	03	950	800	800
---	---	---	---	---	Food and Nutrition Services	05	4,000	4,000	4,000
75	---	90	165	165	Marketing and Development Services	06	75	75	75
300	---	---	300	300	Farmland Preservation	08	---	---	---
<b>1,575</b>	<b>452</b>	<b>480</b>	<b>2,507</b>	<b>2,157</b>	<b>Total Grants-in-Aid</b>		<b>5,025</b>	<b>4,875</b>	<b>4,875</b>
<b>Distribution by Fund and Object</b>									
Grants:									
1,200	105	---	1,305	1,061	Conservation Assistance Program	03	950	800	800
---	347	390	737	631	Conservation Cost Share Program	03	---	---	---
---	---	---	---	---	Hunger Initiative/Food Assistance Program	05	3,000	4,000	4,000
---	---	---	---	---	Capital Improvements for Storing Food for Food Banks	05	1,000	---	---
75	---	---	75	75	Promotion/Market Development	06	75	75	75
---	---	90	90	90	New Jersey Museum of Agriculture	06	---	---	---
300	---	---	300	300	Soil and Water Conservation Grants	08	---	---	---
<b><u>STATE AID</u></b>									
<b>Distribution by Fund and Program</b>									
11,677	1,023	---	12,700	10,082	Food and Nutrition Services	05	11,677	11,677	11,677
50	---	---	50	50	Farmland Preservation	08	50	50	50
<b>11,727</b>	<b>1,023</b>	<b>---</b>	<b>12,750</b>	<b>10,132</b>	<b>Total State Aid</b>		<b>11,727</b>	<b>11,727</b>	<b>11,727</b>

# AGRICULTURE

Year Ending June 30, 2006					Year Ending June 30, 2008				
Orig. & (S)Supple- mental	Reapp. & (R)Recpts.	Transfers & (E)Emer- gencies	Total Available	Expended	Prog. Class.	2007 Adjusted Approp.	Requested	Recom- mended	
<b>STATE AID</b>									
<b>Distribution by Fund and Object</b>									
State Aid:									
3,854	622	---	4,476	2,597	School Breakfast - State Aid Grants	05	3,854	3,854	3,854
439	---	---	439	414	Non-Public Nutrition Aid - State Aid Grants	05	439	439	439
7,384	401	---	7,785	7,071	School Lunch Aid - State Aid Grants	05	7,384	7,384	7,384
50	---	---	50	50	Payments in Lieu of Taxes	08	50	50	50
<b>CAPITAL CONSTRUCTION</b>									
<b>Distribution by Fund and Program</b>									
---	2	---	2	---	Plant Pest and Disease Control	02	---	250	250
---	991	---	991	---	Agriculture and Natural Resources	03	---	---	---
---	<b>993</b>	---	<b>993</b>	---	<b>Total Capital Construction</b>		---	<b>250</b>	<b>250</b>
<b>Distribution by Fund and Object</b>									
<b>Division of Plant Industry</b>									
---	---	---	---	---	Chromatographic Diagnostic Equipment	02	---	250	250
---	2	---	2	---	Renovations to Phillip Alampi Beneficial Insect Laboratory	02	---	---	---
<b>State Agriculture Development Commission</b>									
---	991	---	991	---	Direct Easement	03	---	---	---
<b>22,517</b>	<b>5,081</b>	<b>1,031</b>	<b>28,629</b>	<b>23,363</b>	<b>Grand Total State Appropriation</b>		<b>25,840</b>	<b>26,090</b>	<b>26,090</b>
<b>OTHER RELATED APPROPRIATIONS</b>									
<b>Federal Funds</b>									
718									
145 <sup>S</sup>	580	---	1,443	933	Animal Disease Control	01	789	780	780
1,473									
4,415 <sup>S</sup>	841	---	6,729	3,171	Plant Pest and Disease Control	02	4,656	4,235	4,235
397 <sup>S</sup>	46	---	443	273	Agriculture and Natural Resources	03	480	480	480
---	12	---	12	12	Dairy and Commodity Regulation	04	---	---	---
271,534									
172 <sup>S</sup>	2,120	---	273,826	241,582	Food and Nutrition Services	05	306,390	317,290	317,290
508	303	22	833	518	Marketing and Development Services	06	446	466	466
---	498	---	498	498	Commodity Distribution	07	---	---	---
12,301	2,951	---	15,252	3,632	Farmland Preservation	08	9,429	4,525	4,525
85 <sup>S</sup>	---	---	85	69	Administration and Support Services	99	---	---	---
<b>291,748</b>	<b>7,351</b>	<b>22</b>	<b>299,121</b>	<b>250,688</b>	<b>Total Federal Funds</b>		<b>322,190</b>	<b>327,776</b>	<b>327,776</b>
<b>All Other Funds</b>									
---	---	---	---	---	Animal Disease Control	01	153	100	100
---	2								
---	2 <sup>R</sup>	---	4	2	Plant Pest and Disease Control	02	372	305	305
---	66								
---	71 <sup>R</sup>	---	137	91	Agriculture and Natural Resources	03	325	499	499
---	1,282								
---	1,676 <sup>R</sup>	15	2,973	1,654	Food and Nutrition Services	05	1,516	1,516	1,516
---	2,873								
---	7,087 <sup>R</sup>	72	10,032	7,206	Marketing and Development Services	06	7,658	6,978	6,978

# AGRICULTURE

Year Ending June 30, 2006					Year Ending June 30, 2008			
Orig. & (S)Supple-mental	Reapp. & (R)Recpts.	Transfers & (E)Emer-gencies	Total Available	Expended	Prog. Class.	2007 Adjusted Approp.	Requested	Recom-mended
<b>OTHER RELATED APPROPRIATIONS</b>								
---	16	-15	1	---	Commodity Distribution	07	---	---
---	700 <sup>R</sup>	---	700	700	Farmland Preservation	08	740	870
---	15	278	293	252	Administration and Support Services	99	---	---
---	<u>13,790</u>	<u>350</u>	<u>14,140</u>	<u>9,905</u>	<b>Total All Other Funds</b>	<u>10,764</u>	<u>10,268</u>	<u>10,268</u>
<u>314,265</u>	<u>26,222</u>	<u>1,403</u>	<u>341,890</u>	<u>283,956</u>	<b>GRAND TOTAL ALL FUNDS</b>	<u>358,794</u>	<u>364,134</u>	<u>364,134</u>

## Notes -- Direct State Services - General Fund

- (a) The fiscal year 2007 appropriation has been adjusted for the allocation of the salary program and reallocation of administrative efficiencies, as well as the reallocation of State appropriations supporting information technology services to the Office of Information Technology within the Department of Treasury.

## Language Recommendations -- Direct State Services - General Fund

- Receipts from laboratory test fees are appropriated to support the Animal Health Laboratory program. The unexpended balance at the end of the preceding fiscal year in the Animal Health Laboratory receipt account is appropriated for the same purpose.
- Receipts from the seed laboratory testing and certification programs are appropriated for program costs. The unexpended balance at the end of the preceding fiscal year in the seed laboratory testing and certification receipt account is appropriated for the same purpose.
- Receipts from Nursery Inspection fees are appropriated for Nursery Inspection program costs. The unexpended balance at the end of the preceding fiscal year in the Nursery Inspection program is appropriated for the same purpose.
- Receipts from the sale or studies of beneficial insects are appropriated to support the Beneficial Insect Laboratory. The unexpended balance at the end of the preceding fiscal year in the Sale of Insects account is appropriated for the same purpose.
- Receipts from Stormwater Discharge Permit program fees are appropriated for program costs. The unexpended balance at the end of the preceding fiscal year in the Stormwater Discharge Permit Program account is appropriated for the same purpose.
- Receipts from dairy licenses and inspections are appropriated for program costs.
- Receipts in excess of the amount anticipated from feed, fertilizer, and liming material registrations and inspections are appropriated for program costs.
- Receipts from agriculture chemistry fees not to exceed \$75,000 shall be available to support the organic certification program.
- Receipts from organic program fees are appropriated for program costs.
- Receipts from inspection fees derived from fruit, vegetable, fish, red meat, and poultry inspections are appropriated for the cost of conducting fruit, vegetable, fish, and poultry inspections.
- An amount equal to receipts generated at the rate of \$.47 per gallon of wine, vermouth, and sparkling wine sold by plenary winery and farm winery licensees issued pursuant to R.S.33:1-10, and certified by the Director of the Division of Taxation, are appropriated to the Department of Agriculture from the alcoholic beverage excise tax for expenses of the Wine Promotion Program.
- Receipts derived from the distribution of commodities, sale of containers, and salvage of commodities, in accordance with applicable federal regulations, are appropriated for Commodity Distribution expenses.
- Notwithstanding the provisions of any law or regulation to the contrary, the amount hereinabove for the Open Space Administrative Costs account is transferred from the Garden State Farmland Preservation Trust Fund to the General Fund, together with an amount not to exceed \$670,000, and is appropriated to the Department of Agriculture for the State Agriculture Development Committee's administration of the Farmland Preservation program subject to the approval of the Director of the Division of Budget and Accounting.
- The unexpended balance at the end of the preceding fiscal year in the Promotion/Market Development Account is appropriated for the same purpose.
- Notwithstanding the provisions of any law or regulation to the contrary, an amount not to exceed \$200,000 shall be transferred from the appropriate funds established in the Open Space Preservation Bond Act of 1989, P.L.1989, c.183, to the State Transfer of Development Bank account and is appropriated to the State Agriculture Development Committee for Transfer of Development Rights administrative costs.
- Receipts derived from the surcharge on vehicle rentals pursuant to section 54 of P.L. 2002, c.34 (C.App.A:9-78), not to exceed \$278,000, are appropriated to support the Agro-Terrorism program within the Department of Agriculture.

## Language Recommendations -- Grants-In-Aid - General Fund

- The expenditure of funds for the Conservation Cost Share program shall be based upon an expenditure plan subject to the approval of the Director of the Division of Budget and Accounting.



Notwithstanding the provisions of any law or regulation to the contrary, \$540,000 shall be transferred from the Department of Environmental Protection's Water Resources Monitoring and Planning - Constitutional Dedication special purpose account to support the Conservation Cost Share program in the Department of Agriculture on or before September 1, 2007. Further additional sums may be transferred pursuant to a Memorandum of Understanding between the Department of Environmental Protection and the Department of Agriculture, from the Department of Environmental Protection's Water Resources Monitoring and Planning - Constitutional Dedication account to support non-point source pollution control programs in the Department of Agriculture, subject to the approval of the Director of the Division of Budget and Accounting. The unexpended balance of this program at the end of the preceding fiscal year is appropriated for the same purpose, subject to the approval of the Director of the Division of Budget and Accounting.

Of the amounts appropriated hereinabove for the Conservation Assistance Program, an amount not to exceed \$600,000 is allocated for the administrative expenses of the Conservation Assistance Program, subject to the approval of the Director of the Division of Budget and Accounting.

The unexpended balances at the end of the preceding fiscal year in the Conservation Assistance Program are appropriated for the same purpose.

Notwithstanding the provisions of any law or regulation to the contrary, \$250,000 shall be transferred from the Department of Environmental Protection's Water Resources Monitoring and Planning- Constitutional Dedication special purpose account and is appropriated for the Animal Waste Management portion of the Conservation Assistance Program in the Division of Agricultural and Natural Resources in the Department of Agriculture.

The unexpended balances at the end of the preceding fiscal year in the Capital Improvements for Storing Food for Food Banks Account are appropriated for the same purpose.

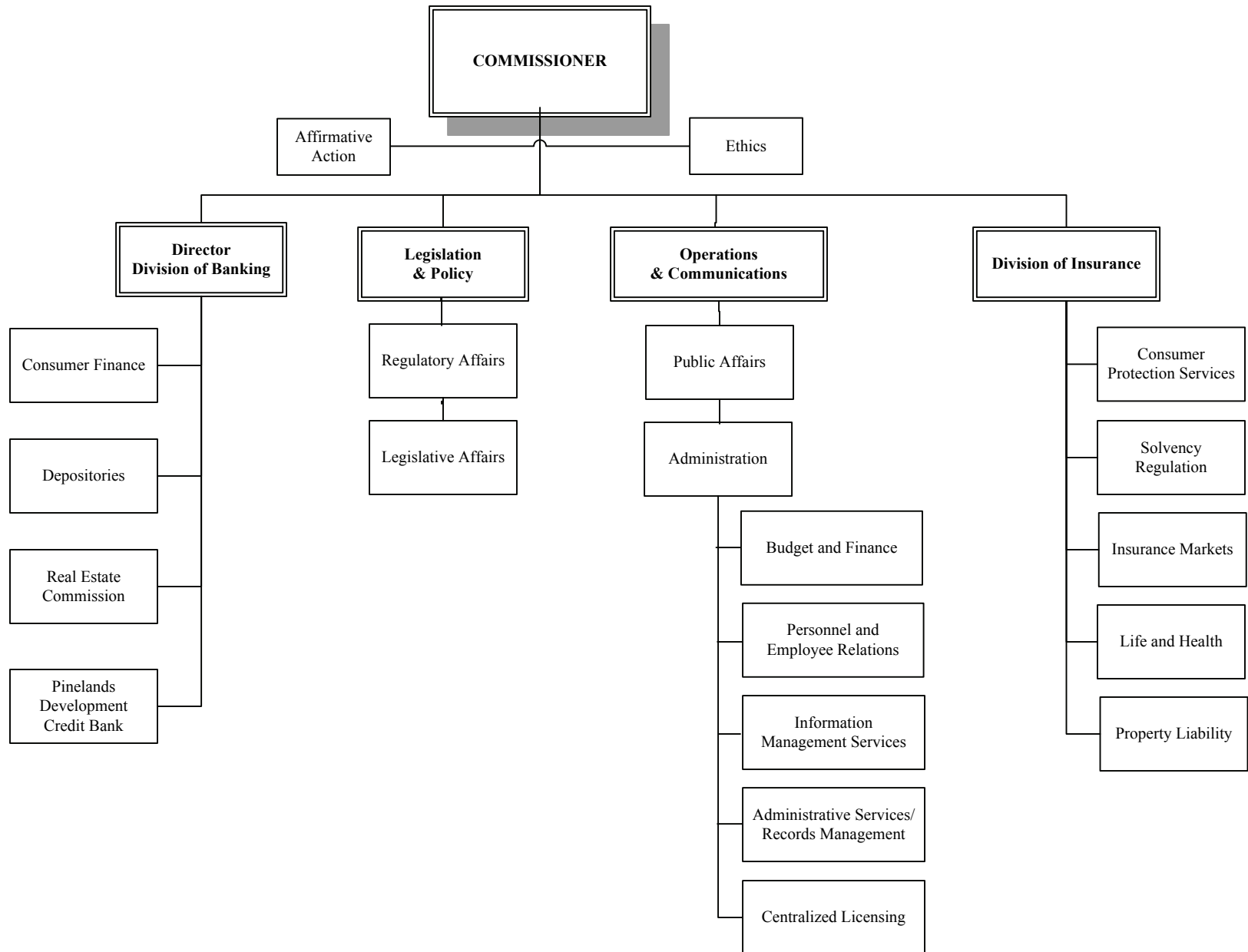
### **Language Recommendations -- State Aid - General Fund**

The unexpended balances at the end of the preceding fiscal year in the School Breakfast - State Aid Grants Account are appropriated for the same purpose.

Of the amount hereinabove appropriated for the Department of Agriculture, such sums as the Director of the Division of Budget and Accounting shall determine from the amount listed under School Nutrition in the Department of Agriculture schedule included in the Governor's Budget Message and Recommendations first shall be charged to the State Lottery Fund.

The unexpended balances at the end of the preceding fiscal year in the School Lunch and Non-Public Nutrition Aid - State Aid Grants Accounts are appropriated for the same purpose.

# BANKING AND INSURANCE



## DEPARTMENT OF BANKING AND INSURANCE

### OVERVIEW

The mission of the Department of Banking and Insurance is to regulate the banking, insurance, and real estate industries in a professional and timely manner that protects and educates consumers and promotes the growth, financial stability, and efficiency of those industries.

The Department's goals are to ensure the solvency of the financial institutions through regular financial examinations and analysis; to protect the public from unlawful or unfair practices by insurers, financial institutions, and real estate licensees by promptly investigating complaints filed by consumers and aggressively prosecuting violators; to issue licenses to qualified individuals and companies to provide banking, insurance, and real estate services to New Jersey citizens; to improve the efficient and effective review of insurance rates and forms; and to apply technology, where appropriate, to more effectively interact with the public and regulated industries.

#### **FY 2008 Budget Highlights**

The Fiscal 2008 Budget for the Department of Banking and Insurance totals \$70.3 million, the same level as the fiscal 2007 adjusted appropriation. In addition to its central mission of regulating the banking, insurance, and real estate industries, \$29.9 million of the Department's budget is used to fund the activities of the Office of the Insurance Fraud Prosecutor in the Department of Law and Public Safety.

#### **Consumer Protection**

The Enforcement Unit answers questions and investigates complaints about insurance issues from consumers and takes action against companies that have behaved improperly. In fiscal 2006, these units, along with the Office of Consumer Finance and Real Estate Commission, recovered more than \$14.8 million for consumers and collected more than \$3.7 million in fines. In the first six months of fiscal 2007, the Department recovered nearly \$5.4 million and collected fines of more than \$680,000.

#### **Department Accomplishments**

The continuing progress of the auto insurance reform initiative codified in P.L. 2003, c.89, resulted in the entrance of several companies into the New Jersey auto insurance marketplace and economy. Eight of the top ten national companies now write business in New Jersey. Since calendar year 2003, 75% of New Jersey drivers have received rate reductions and special dividends totaling to savings of more than three quarters of a billion dollars.

Fiscal 2007 saw the second year of payments from the Medical Malpractice Liability Insurance Subsidy, provided for in the "New Jersey Medical Care and Responsibility and Patients First Act" of 2004. The Department distributed over \$16 million to more than 1,200 eligible physicians in high-risk specialties and subspecialties to assist in payment of medical malpractice insurance premiums.

P.L. 2005, c.199 established assessment-based dedicated funding of the Division of Banking, beginning in fiscal 2007. The legislation not only provides a stable source of funding for the Division, but also will benefit the financial services industry by lowering costs for licensed lenders and eliminating fees that are now part of the assessment.

The Department collects five assessments from the industries it regulates, totaling approximately \$85 million. During fiscal 2007, the Department began to utilize lock box services at the Bank of America to receive and process the payments. In the first two assessments processed via this arrangement over 1,300 payments worth \$29.6 million dollars were processed through the bank. The payments were credited to the State's accounts the day they were received and relieved our staff of having to process the payments. When all five assessments are processed it is expected that about \$53 million will be processed by the bank and that Department staff will process 4,000 fewer checks.

The Division of Banking is implementing online annual report filing for 3,600 licensees. This system was implemented in early February, 2007 and the annual reports previously filed via paper copies will be filed online. The online reporting system will allow the Department to more effectively and efficiently analyze the data of licensees to ensure regulatory compliance. Since data will no longer need to be manually entered, staff will have significantly more time to analyze licensee data and proactively work with licensees to gain compliance. The data analysis will be an essential component of the risk-based scheduling of examinations for the Office of Consumer Finance in 2007. This risk-based scheduling is related directly to our core function of timely examinations of the entities we regulate. The Department plans to expand the online offerings to include renewal of licenses in May 2007 and initial licensing and payment in 2007.

Banking and Insurance uses the National Association of Insurance Commissioners licensing system to license various types of insurance producers. Using this system has allowed us to move from a paper based system to an online system for license renewals and initial license applications with online payment. Eighty five percent of the renewals processed in 2006 were processed online. Initial license applicants are also increasingly using the online system.

The Department has undertaken a project to identify common functions and to apply uniform processes with the goal of consolidating and streamlining consumer complaint functions. Historically, the Department has been organized into different operating units based on the industry being regulated. The Department has determined that efficiency and effectiveness could be greatly improved by combining those common functions into one central operations unit. Business processes and computer and telephone technology are being evaluated to determine how this integration will be implemented.

# BANKING AND INSURANCE

## DEPARTMENT OF BANKING AND INSURANCE

### SUMMARY OF APPROPRIATIONS BY FUND

(thousands of dollars)

Year Ending June 30, 2006					Year Ending June 30, 2008		
Orig. & (S)Supple- mental	Reapp. & (R)Recpts.	Transfers & (E)Emer- gencies	Total Available	Expended	2007 Adjusted Approp.	Requested	Recom- mended
<b>GENERAL FUND</b>							
67,037	5,815	756	73,608	65,605	Direct State Services	70,311	70,311
67,037	5,815	756	73,608	65,605	<i>Total General Fund</i>	70,311	70,311
67,037	5,815	756	73,608	65,605	<i>Total Appropriation, Department of Banking and Insurance</i>	70,311	70,311

### SUMMARY OF APPROPRIATIONS BY PROGRAM

(thousands of dollars)

Year Ending June 30, 2006					Year Ending June 30, 2008		
Orig. & (S)Supple- mental	Reapp. & (R)Recpts.	Transfers & (E)Emer- gencies	Total Available	Expended	2007 Adjusted Approp.	Requested	Recom- mended
<b>DIRECT STATE SERVICES - GENERAL FUND</b>							
<b>Economic Regulation</b>							
16,547	291	812	17,650	17,030	Consumer Protection Services and Solvency Regulation	20,088	20,088
6,035	55	-232	5,858	5,646	Actuarial Services	6,344	6,344
3,151	96	---	3,247	3,058	Regulation of the Real Estate Industry	3,025	3,025
1,923	36	20	1,979	1,939	Public Affairs, Legislative and Regulatory Services	2,039	2,039
31,976	55	---	32,031	29,895	Insurance Fraud Prevention	31,801	31,801
3,747	4,357	-862	7,242	3,237	Supervision and Examination of Financial Institutions	3,793	3,793
---	800	---	800	169	Pinelands Development Credit Bank	---	---
3,658	125	1,018	4,801	4,631	Administration and Support Services	3,221	3,221
67,037	5,815	756	73,608	65,605	<i>Subtotal</i>	70,311	70,311
67,037	5,815	756	73,608	65,605	<i>Total Direct State Services - General Fund</i>	70,311	70,311
67,037	5,815	756	73,608	65,605	<b>TOTAL DIRECT STATE SERVICES</b>	70,311	70,311
67,037	5,815	756	73,608	65,605	<i>Total Appropriation, Department of Banking and Insurance</i>	70,311	70,311

## 50. ECONOMIC PLANNING, DEVELOPMENT, AND SECURITY

### 52. ECONOMIC REGULATION

#### OBJECTIVES

- To ensure fair and equitable treatment of the public by financial institutions.
- To inform and educate the public concerning financial matters.
- To protect the public from financial loss resulting from the failure of financial and consumer credit institutions.
- To ensure that fair and equitable insurance markets exist to provide reliable insurance coverage.
- To improve the efficiency and responsiveness of the prior approval rate making process.
- To protect the public from unlawful or unfair practices by insurance or real estate agents, brokers, solicitors, and salespersons.
- To provide research and legislative support for new or revised legislation and regulations which will ensure equitable pricing and reasonable underwriting standards.
- To examine, monitor, and investigate the affairs of insurance companies, banks, and consumer finance companies authorized to do business in New Jersey.
- To aggressively combat insurance fraud through prevention, investigations, and prosecution.
- To oversee the provision of services by managed care organizations, develop analytical data on managed care

# BANKING AND INSURANCE

quality, and outcome measures for dissemination to the public, manage external appeals of managed care denials of care, and investigate consumer complaints.

## PROGRAM CLASSIFICATIONS

**01. Consumer Protection Services and Solvency Regulation.** Insurance companies, brokers, and agents are licensed to engage in the business of insurance in the State. Companies are examined periodically for solvency and compliance with statutes and regulations and market conduct with regard to treatment of consumers. In instances of serious financial problems or insolvency, domiciled firms may be placed under the Department's jurisdiction as the rehabilitator or liquidator. The Office of the Ombudsman investigates direct property-casualty claims settlements to determine the appropriate disposition of claims. As a result of complaints and investigations, the Department may fine licensees and suspend or revoke licenses.

Responsible for the chartering of commercial banks, savings banks, credit unions, and savings and loan associations which operate in New Jersey. Responsible for investigating complaints against these institutions and/or licensees. Responsible for the licensing of all consumer credit lenders and vendors of credit as well as mortgage bankers and brokers. Processes applications of licensees and financial institutions and performs the necessary statistical, economic, and demographic research to determine the merits of these applications. Responsible for review and development of regulations, which includes regulating managed care organizations, addressing consumer complaints, and assessing the performance of Health Maintenance Organizations.

**02. Actuarial Services.** Reviews insurance policies and other insurance forms relating to individual and group accident health, life, property and liability insurance; regulates compliance with the rating law for property and liability insurance; verifies and analyzes liability calculations of domestic life and health insurers; participates with the Department of Health and Senior Services in regulating the financial aspects of health care facilities; and determines reasonableness of benefits provided in relation to premium charged.

**03. Regulation of the Real Estate Industry.** Ensures that members of the industry comply with existing statutes and regulations; investigates and resolves complaints; conducts hearings involving violations and improper practices; registers and regulates out-of-state land sales arranged through New Jersey brokers; inspects brokers' offices; examines and licenses brokers and salespersons; and maintains a directory of licensees and publishes bulletins.

**04. Public Affairs, Legislative and Regulatory Services.** Promulgates regulations and monitors proposed legislation and

legal issues affecting the regulation of the banking, insurance, and real estate industries for the Department; publishes a quarterly newsletter and consumer booklets and provides consumer educational outreach programs; researches policy questions and investigates consumer issues.

**06. Insurance Fraud Prevention.** The Office of the Insurance Fraud Prosecutor thoroughly and aggressively investigates allegations of insurance fraud in order to fully develop the facts of each case and thus determine whether criminal prosecution, civil fraud enforcement, or administrative professional licensing enforcement are required. Activities of State and local law enforcement and regulatory agencies are coordinated to develop a statewide enforcement strategy addressing insurance fraud in its many forms. Information is collected and analyzed about persons and entities engaging in insurance fraud related conduct to assist the prosecution in criminal, civil, or administrative forums. Fines are assessed with restitution made to insurance carriers. Activities related to Fraud Prevention are handled as part of a company's market conduct exam, including audits of fraud prevention and detection plans. Collection of all civil penalties related to insurance fraud and training for industry groups and law enforcement groups are also handled by the Department.

**07. Supervision and Examination of Financial Institutions.** Responsible for the supervision and examination of State chartered commercial banks, savings banks, credit unions, and savings and loan associations, as well as consumer credit associations such as check cashers, check sellers, insurance premium finance companies, pawnbrokers, secondary mortgage loan companies, and foreign money remitters. Ensures compliance with the mortgage loan discrimination statute (C17:16F et seq.). Regulates, supervises, and examines mortgage bankers and brokers (C17:11B-1 et seq.). Determines financial and legal compliance with all applicable statutes and regulations and takes appropriate legal and regulatory action to ensure compliance with existing statutes and regulations. Responsible for the examination of bank holding companies (C17:9A-1 et seq.) and savings and loan holding companies (C17:12B-281 et seq.).

**08. Pinelands Development Credit Bank.** Empowered to purchase and sell Pinelands development credits in accordance with the Comprehensive Management Plan for the Pinelands, thus preserving the resources of this area and accommodating regional growth in an orderly fashion.

**99. Administration and Support Services.** Directs the activities of the Department and provides administrative and support services. The Office of the Commissioner provides legislative and policy guidance to programs within the Department and coordinates all regulatory and legislative initiatives with the Legislature, Executive Branch, and the financial community.

## EVALUATION DATA

### PROGRAM DATA

#### Consumer Protection Services and Solvency Regulation

##### Consumer Credit Associations - Banking

	Actual FY 2005	Actual FY 2006	Revised FY 2007	Budget Estimate FY 2008
Licenses issued .....	8,061	7,489	7,000	6,900
Associations subject to examination .....	2,172	2,168	2,200	2,200
Examinations conducted .....	336	409	415	415

# BANKING AND INSURANCE

	Actual FY 2005	Actual FY 2006	Revised FY 2007	Budget Estimate FY 2008
Consumer Complaints				
Received .....	2,450	2,564	2,700	2,750
Completed .....	2,215	1,846	2,500	2,550
Inquiries and Referrals .....	700	700	800	810
Insurance Licensing				
Licenses issued .....	38,014	38,453	40,000	42,000
Candidates examined .....	13,432	18,316	18,500	18,500
Phone inquiries handled .....	34,951	31,542	36,500	36,500
Number of Insurance Companies and Regulated Entities ....	1,830	2,024	2,050	2,050
Field financial exams .....	30	30	28	43
Office analysis of companies - exams .....	554	631	798	823
Insurance Consumer Assistance				
Complaints received .....	10,226	7,102	7,200	7,000
Complaints resolved .....	13,648	7,005	8,000	7,500
Inquiries handled .....	63,758	56,728	54,200	54,200
Market analysis of companies .....	102	189	200	225
Companies data audited .....	20	79	40	50
Funds recovered on behalf of complainants .....	\$5,143,363	\$8,507,891	\$6,000,000	\$6,000,000
<b>Actuarial Services</b>				
Property and Casualty				
Filings for unit .....	3,270	2,821	3,645	3,644
Surveys .....	598	598	600	600
Record requests .....	361	411	425	425
Complaints/inquiries .....	285	235	325	325
Life and Health				
Policy forms processed .....	23,258	13,222	14,000	14,000
Filings for unit .....	1,634	2,673	2,627	2,637
Inquiries to unit .....	17,596	16,200	14,200	14,200
Office of Managed Care				
Complaints/inquiries .....	1,808	2,580	4,150	4,150
Independent Utilization Review Organization .....	322	462	600	600
Eligible/forwarded requests .....	229	326	500	500
Ineligible/returned requests .....	93	136	150	150
<b>Regulation of the Real Estate Industry</b>				
Licensed brokers and salespersons .....	87,050	93,783	95,000	97,000
Candidates examined .....	20,500	24,652	25,200	25,500
Broker offices .....	675	713	825	815
Offices inspected .....	290	307	320	325
Complaints investigated .....	3,000	2,385	2,400	2,500
Licensed schools .....	131	158	180	200
Licensed instructors .....	247	273	295	315
<b>Public Affairs, Legislative and Regulatory Services</b>				
Office of Administrative Law submissions .....	124	102	124	125
Bulletins and orders issued .....	102	112	120	120
Written inquiries handled .....	588	601	590	600
Services of process handled .....	899	819	912	900
Newsletters and booklets published .....	70	36	70	70
<b>Insurance Fraud Prevention</b>				
Market conduct examinations .....	9	7	9	5
Civil fines imposed .....	\$4,873,550	\$9,770,257	\$4,000,000	\$4,000,000
Restitution of fraudulently obtained dollars .....	\$69,606	\$170,869	\$78,000	\$78,000
Type of cases investigated (%)				
Auto .....	66%	61%	72%	72%
Health .....	9%	15%	8%	8%
Workers' compensation .....	4%	4%	3%	3%
Homeowners .....	4%	3%	3%	3%
Commercial .....	3%	3%	2%	2%
All other .....	14%	14%	12%	12%
New matters received .....	7,266	5,992	7,700	7,700
Matters closed .....	5,082	4,262	5,700	5,700

# BANKING AND INSURANCE

	Actual FY 2005	Actual FY 2006	Revised FY 2007	Budget Estimate FY 2008
<b>Supervision and Examination of Financial Institutions</b>				
State Chartered Institutions				
Banks and Savings and Loans .....	94	93	99	99
Examinations conducted .....	39	42	39	39
Bank Holding Companies .....	11	14	13	13
Specialty examinations .....	31	44	48	51
<b>PERSONNEL DATA</b>				
Affirmative Action Data				
Male Minority .....	50	50	55	55
Male Minority % .....	10.1	9.9	11.1	11.1
Female Minority .....	99	105	110	110
Female Minority % .....	19.9	20.8	22.1	22.1
Total Minority .....	149	155	165	165
Total Minority % .....	30.0	30.7	33.2	33.2
<b>Position Data</b>				
Filled Positions by Funding Source				
State Supported .....	4	4	2	4
All Other .....	495	506	478	491
Total Positions .....	499	510	480	495
Filled Positions by Program Class				
Consumer Protection Services and Solvency Regulation ....	226	241	226	237
Actuarial Services .....	72	76	67	73
Regulation of the Real Estate Industry .....	45	46	44	44
Public Affairs, Legislative and Regulatory Services .....	28	28	30	29
Insurance Fraud Prevention .....	27	23	24	21
Supervision and Examination of Financial Institutions .....	39	36	35	39
Pinelands Development .....	4	3	1	4
Administration and Support Services .....	58	57	53	48
Total Positions .....	499	510	480	495

## Notes:

Actual payroll counts are reported for fiscal years 2005 and 2006 as of December and revised fiscal year 2007 as of January. The Budget Estimate for fiscal year 2008 reflects the number of positions funded. All Other includes positions supported by fees or other dedicated resources previously reported as State Supported.

## APPROPRIATIONS DATA (thousands of dollars)

Year Ending June 30, 2006					Year Ending June 30, 2008				
Orig. & (S)Supple- mental	Reapp. & (R)Recpts.	Transfers & (E)Emer- gencies	Total Available	Expended		2007 Prog. Class. Adjusted Approp.	Requested	Recom- mended	
<b><u>DIRECT STATE SERVICES</u></b>									
<b>Distribution by Fund and Program</b>									
16,547	291	812	17,650	17,030	Consumer Protection Services and Solvency Regulation	01	20,088	20,088	
6,035	55	-232	5,858	5,646	Actuarial Services	02	6,344	6,344	
3,151	96	---	3,247	3,058	Regulation of the Real Estate Industry	03	3,025	3,025	
1,923	36	20	1,979	1,939	Public Affairs, Legislative and Regulatory Services	04	2,039	2,039	
31,976	55	---	32,031	29,895	Insurance Fraud Prevention	06	31,801	31,801	
3,747	4,357	-862	7,242	3,237	Supervision and Examination of Financial Institutions	07	3,793	3,793	
---	800	---	800	169	Pinelands Development Credit Bank	08	---	---	
3,658	125	1,018	4,801	4,631	Administration and Support Services	99	3,221	3,221	
<b>67,037</b>	<b>5,815</b>	<b>756</b>	<b>73,608</b>	<b>65,605</b>	<b>Total Direct State Services</b>		<b>70,311 <sup>(a)</sup></b>	<b>70,311</b>	

# BANKING AND INSURANCE

Year Ending June 30, 2006					Year Ending June 30, 2007			
Orig. & (S)Supple- mental	Reapp. & (R)Recpts.	Transfers & (E)Emer- gencies	Total Available	Expended	Prog. Class.	2007 Adjusted Approp.	Requested	Recom- mended
DIRECT STATE SERVICES								
Distribution by Fund and Object								
Personal Services:								
29,866	---	1,420	31,286	31,192	Salaries and Wages	32,741	32,741	32,741
29,866	---	1,420	31,286	31,192	Total Personal Services	32,741	32,741	32,741
330	---	-6	324	245	Materials and Supplies	332	332	332
5,412	---	42	5,454	4,944	Services Other Than Personal	5,396	5,396	5,396
211	---	1	212	195	Maintenance and Fixed Charges	211	211	211
Special Purpose:								
---	210				Public Adjusters Licensing	01	---	---
---	36 R	---	246	---	Ombudsman Program	01	---	---
711	---	---	711	693	Rate Counsel- Insurance	01	1,124	1,124
---	---	---	---	---	Actuarial Services	02	600	600
600	---	-301	299	203	Insurance Fraud Prosecution Services	06	29,877	29,877
29,877	---	---	29,877	27,904	Supervision and Examination of Financial Institutions	07	---	---
---	400	-399	3,958	---	Pinelands Development Credit Bank	08	---	---
---	3,957 R	---	800	169	Affirmative Action and Equal Employment Opportunity	99	30	30
30	---	---	30	30	Additions, Improvements and Equipment	---	---	---
---	412	-1	411	30	Grand Total State Appropriation	70,311	70,311	70,311
67,037	5,815	756	73,608	65,605				
OTHER RELATED APPROPRIATIONS								
All Other Funds								
---	114	---	4,441	4,353	Consumer Protection Services and Solvency Regulation	01	445	445
---	4,327 R	---	279	41	Regulation of the Real Estate Industry	03	51	51
---	208	---	---	---	Supervision and Examination of Financial Institutions	07	400	400
---	71 R	---	---	---	Total All Other Funds	896	896	896
---	---	---	---	---	GRAND TOTAL ALL FUNDS	71,207	71,207	71,207
67,037	10,535	756	78,328	69,999				

## Notes -- Direct State Services - General Fund

(a) The fiscal year 2007 appropriation has been adjusted for the allocation of salary program.

(b) Appropriation of \$711,000 for the Ombudsman Program has been reallocated to the Consumer Protection Services and Solvency Regulation salary account.

## Language Recommendations -- Direct State Services - General Fund

Receipts derived from extraordinary financial condition examinations or actuarial certifications of loss reserves are appropriated for the conduct of such examinations or certifications, subject to the approval of the Director of the Division of Budget and Accounting.

The unexpended balance at the end of the preceding fiscal year in the Public Adjusters' Licensing account, together with receipts derived from the "Public Adjusters' Licensing Act," P.L. 1993, c.66 (C.17:22B-1 et seq.), are appropriated for the administration of the act, subject to the approval of the Director of the Division of Budget and Accounting.

Receipts from the investigation of out-of-State land sales are appropriated for the conduct of those investigations.

There are appropriated from the Real Estate Guaranty Fund such sums as may be necessary to pay claims.

There are appropriated from the assessments imposed by the New Jersey Individual Health Coverage Program Board, created pursuant to P.L. 1992, c.161 (C.17B:27A-2 et seq.), and by the New Jersey Small Employer Health Benefits Program Board, created pursuant to P.L. 1992, c.162 (C.17B:27A-17 et seq.), those sums as may be necessary to carry out the provisions of those acts, subject to the approval of the Director of the Division of Budget and Accounting.

Receipts in excess of anticipated revenues from examination and licensing fees, bank assessments, fines and penalties, and the unexpended balances at the end of the preceding fiscal year, not to exceed \$400,000, are appropriated to the Division of Banking, subject to the approval of the Director of the Division of Budget and Accounting.

Proceeds from the sale of credits by the Pineland Development Credit Bank pursuant to P.L. 1985, c.310 (C.13:18A-30 et. seq.) shall be appropriated to the Pineland Development Credit Bank for the same purpose.



## BANKING AND INSURANCE

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The unexpended balance at the end of the preceding fiscal year in the Pinelands Development Credit Bank account is appropriated for the same purpose.

In addition to the amounts appropriated hereinabove, such other sums as the Director of the Division of Budget and Accounting shall determine, are appropriated from the assessments of the insurance industry pursuant to P.L. 1995, c.156 (C.17:1C-19 et seq.) and from the assessments of the banking and consumer finance industries pursuant to P.L. 2005, c.199 (C.17:1C-33 et seq.) for the purpose of implementing the requirements of those statutes.

The amount hereinabove for the Division of Insurance accounts is payable from receipts received from the Special Purpose Assessment of insurance companies pursuant to section 2 of P.L. 1995, c.156 (C.17:1C-20). If the Special Purpose Assessment cap calculation is less than the amount herein appropriated for this purpose for the Division of Insurance, the appropriation shall be reduced to the level of funding supported by the Special Purpose Assessment cap calculation.

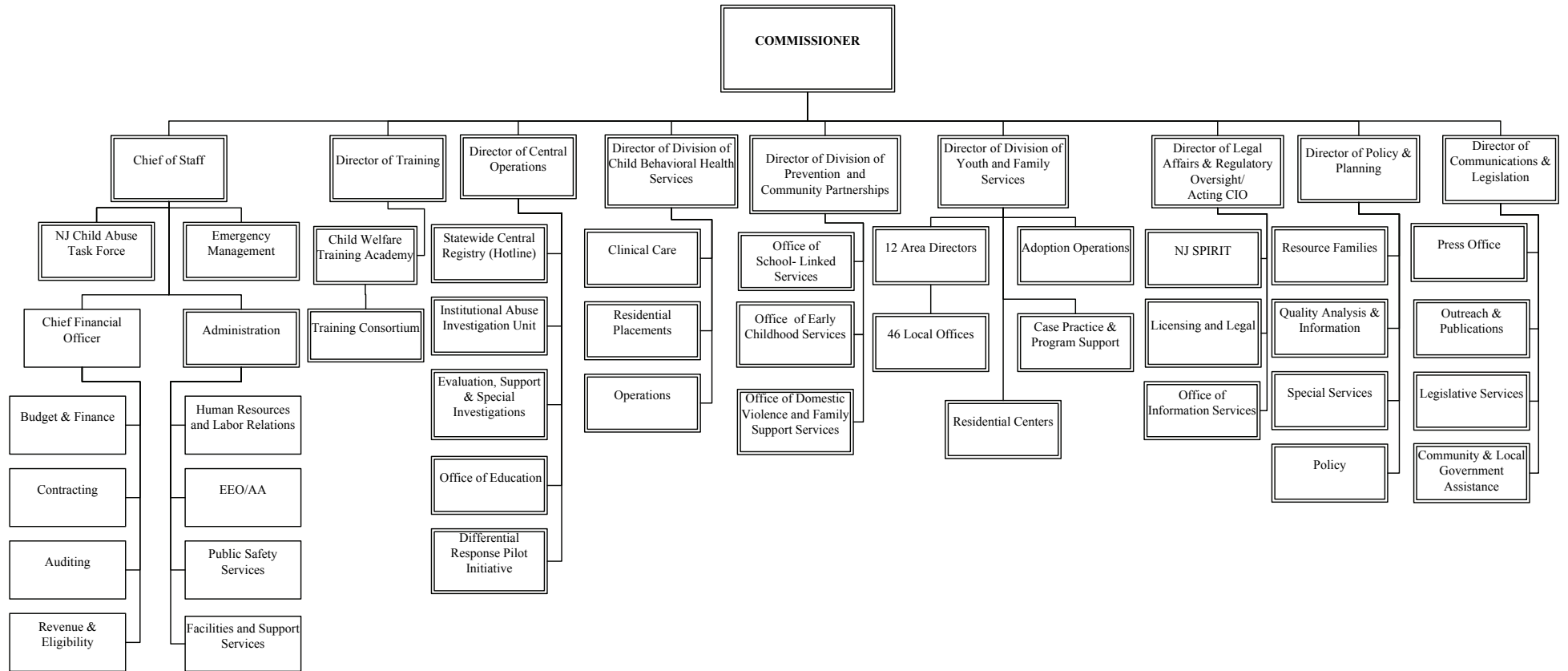
All monies deposited in the Division of Motor Vehicles Surcharge Fund are appropriated to the Market Transition Facility Revenue Fund in accordance with the provisions of P.L. 1994, c.57 (C.34:1B-21.1 et seq.).

The amount hereinabove appropriated for FAIR Act Administration shall be funded from the additional taxes on the taxable premiums of insurers for the payment of Department of Banking and Insurance administrative costs related to its statutory duties, pursuant to P.L. 1990, c.8 (C.17:33B-1 et al.).

There is appropriated such sums as are necessary to fund the administrative costs of the New Jersey Hospital Care Payment Commission pursuant to P.L. 2003, c.112, (C.17B:30-41 et seq.), subject to the approval of the Director of the Division of Budget and Accounting.

Notwithstanding the provisions of any law or regulation to the contrary, such sums as the Director of the Division of Budget and Accounting determines are necessary for the administrative costs associated with the "New Jersey Medical Care Access and Responsibility and Patients First Act," P.L. 2004, c.17 (C.2A:53A-37 et al.), are appropriated from the Medical Malpractice Liability Insurance Premium Assistance Fund. Such other sums as the Director of the Division of Budget and Accounting shall determine as necessary on behalf of State employees are appropriated to the Interdepartmental, Unemployment Insurance Liability account for deposit in the Medical Malpractice Liability Insurance Premium Assistance Fund. If annual receipts deposited in the Medical Malpractice Liability Insurance Premium Assistance Fund are higher or lower than the amounts projected for specific spending categories in the "New Jersey Medical Care Access and Responsibility and Patients First Act," the difference shall be pro-rated among those categories in the same proportion as established in section 27 of P.L. 2004, c.17 (C.17:30D-29).

# CHILDREN & FAMILY SERVICES



## DEPARTMENT OF CHILDREN AND FAMILIES

### OVERVIEW

#### Budget Highlights

The Fiscal 2008 Budget for the Department of Children and Families totals \$1.061 billion, an increase of \$49.4 million or 4.9% over the fiscal 2007 adjusted appropriation of \$1.012 billion. This increase includes investments in improving services for abused and neglected children and for families at risk; investments in child welfare staff to lower caseloads and improve training; investments in recruiting and training foster and adoptive families; investments in family support and child abuse prevention programs; and investments in therapeutic services for children with serious emotional disorders, including residential and community-based clinical care.

#### New Department Focused on Children and Families

Committed to turning around New Jersey's child welfare system with an aggressive and focused plan, Governor Corzine prioritized the creation of the State's first Cabinet agency devoted to serving and safeguarding the most vulnerable children and families in the State. In July 2006, Governor Corzine signed legislation, which received overwhelming support in the legislature, to establish the New Jersey Department of Children and Families (DCF). The Department is staffed by over 7,000 employees and provides services to more than 150,000 children every year. Within DCF, staff in the Division of Youth and Family Services' (DYFS) respond to more than 60,000 referrals annually, supervising at any given time approximately 54,000 children, including just over 11,000 children in out-of-home placement. The Department also includes the Division of Child Behavioral Health Services (DCBHS), which supports a statewide children's behavioral health system, including round-the-clock mobile response for families in crisis, care management for children with behavioral health needs and a broad continuum of residential services and in-home community supports for vulnerable children. Through the Division of Prevention and Community Partnerships (DPCP), the Department supports numerous programs focused on primary child abuse prevention for children from birth to three years old, scores of family support centers in schools and community-based organizations, and a growing home visitation program for at-risk families.

DCF has focused initially on achieving results in several fundamental, priority areas: (1) reducing child welfare caseloads; (2) improving our children's behavioral health system by expanding access to in-state treatment options; (3) growing relevant emergency, assessment and family support services; (4) recruiting and licensing foster and adoptive families; (5) improving permanency practice; and (6) enhancing training initiatives for child welfare workers and system partners throughout the State. DCF has used a data-driven approach to manage the reform process and incorporated the best thinking of New Jersey's child welfare stakeholders, child welfare workers and supervisors to identify and chart office-by-office and program-by-program the strengths and weaknesses in the State's child welfare work.

In 2006, Governor Corzine and DCF signed a modified settlement agreement in the federal lawsuit with plaintiffs' counsel, Children's Rights, Inc. The new settlement reflects DCF's plan to focus on tangible, prioritized actions (including caseload reductions, permanency reforms, workforce development and data-driven management) and holds the State accountable for improving outcomes for children and families, rather than simply compliance with a checklist of tasks.

#### Department Highlights

##### Investing in Child Welfare Staff to Lower Caseloads and Improve Outcomes

The surge in requests for abuse or neglect investigations and family service requests in Calendar Year 2006, and the drive to produce better outcomes for children and families, underline the need for continued investment in staff.

- DCF has committed to show steady improvement in lowering caseloads over the next 2.5 years.
- DCF committed that 42% of DYFS offices would have average intake caseloads of no more than 15 investigations overall and no more than 10 new investigation referrals per month.
- DCF improved staff retention and annual attrition among DYFS caseworkers, achieving an attrition rate under 12.9% for Calendar Year 2006, compared to 15.1% in Calendar Year 2005.

##### Rebuilding Specialized Adoption Practice

Children need permanency – and finding and maintaining an adoptive home is an excellent investment for children who cannot safely return to their families.

- DCF significantly exceeded its target and commitment to finalize 1,100 adoptions in Calendar Year 2006.

##### Preserving Family Connections

New Jersey has long been committed to the best practice of keeping children with extended family when their parents cannot safely care for them. In 2003, New Jersey passed pioneering legislation establishing subsidized kinship legal guardianship (KLG). KLG recognizes that the most appropriate, safe and permanent home for a child often lies within the child's same extended family.

- Since 2003, the number of children exiting to permanency through KLG increased more than 30% in each subsequent year.
- DCF projects over 3,000 children will be supported in KLG placements in fiscal year 2008 with subsidy costs of \$21.6 million.

##### Building Capacity in the Child Behavioral Health System

DCF continues to prioritize its resources to build additional capacity in New Jersey to serve children with behavioral and mental health challenges in the least restrictive setting possible.

- One of New Jersey's most successful initiatives is a round the-clock mobile response system operating statewide. This service can often remediate the crisis by conducting an assessment and initiating services in the home to prevent more expensive hospitalization and treatment.
- New Jersey has also made substantial investments in Family Support Organizations and in youth care management. DCF is also engaged in a comprehensive "right-sizing initiative" to identify the needs of this vulnerable population and continue to build a better continuum of services to meet that need.
- DCF is expanding in-state residential treatment services for children, including 60 additional specialty beds for children with severe emotional disorders.

##### Re-Engineering Child Abuse Prevention

DCF is committed to supporting a robust network of prevention services across the State to strengthen families and promote the well-being of children. Under the Differential Response pilot program, DCF will support county-based, coordinated systems of care for families experiencing problems that threaten their stability, before the onset of child abuse or neglect.

- DCF's Division of Prevention and Community Partnerships (DPCP) is focused on using its resources to support and expand the existing network of prevention services by offering grants and technical assistance through two primary portals: schools and community-based organizations.

# CHILDREN AND FAMILIES

• Key programs supported are evidence-based, home visitation models that provide early intervention and teach safety and parenting skills to expectant mothers, as well as school-based youth services and family support services.

## Supporting Improved Practice with Children and Families

DCF is dedicated to improving DYFS practice to produce better outcomes for children and families. This requires a substantial investment in training staff.

• In CY06, DCF embarked on a pre-service training program for new workers that now includes a mandatory module on abuse and neglect investigative training.

• All new staff are matched with special field training supervisors who coordinate the development of new staff with DCF's Child

Welfare Training Academy.

• DCF has also worked to re-establish ties to the higher education community in New Jersey with some promising first year results. Many staff are now enrolled in one of these programs: a new, intensive weekend Master of Social Work program at Rutgers University's School of Social Work designed especially for the State's full-time child welfare staff; a baccalaureate child welfare education program at the Richard Stockton College of New Jersey; or Montclair State University's model Child Advocacy Certification Program. Supporting caseworkers to expand their skills through higher education will surely benefit their work in serving New Jersey's children and families.

## DEPARTMENT OF CHILDREN AND FAMILIES

### SUMMARY OF APPROPRIATIONS BY FUND

(thousands of dollars)

Year Ending June 30, 2006					Year Ending June 30, 2008		
Orig. & (S)Supple- mental	Reapp. & (R)Recpts.	Transfers & (E)Emer- gencies	Total Available	Expended	2007 Adjusted Approp.	Requested	Recom- mended
<b>GENERAL FUND</b>							
182,509	75	8,494	191,078	190,875	293,103	309,450	309,450
541,692	159	24,673	566,524	565,978	708,517	751,524	751,524
3,500	4,582	---	8,082	5,276	10,000	---	---
<b>727,701</b>	<b>4,816</b>	<b>33,167</b>	<b>765,684</b>	<b>762,129</b>	<b>1,011,620</b>	<b>1,060,974</b>	<b>1,060,974</b>
<b>727,701</b>	<b>4,816</b>	<b>33,167</b>	<b>765,684</b>	<b>762,129</b>	<b>Total Appropriation, Department of Children and Families</b>	<b>1,011,620</b>	<b>1,060,974</b>

### SUMMARY OF APPROPRIATIONS BY PROGRAM

(thousands of dollars)

Year Ending June 30, 2006					Year Ending June 30, 2008		
Orig. & (S)Supple- mental	Reapp. & (R)Recpts.	Transfers & (E)Emer- gencies	Total Available	Expended	2007 Adjusted Approp.	Requested	Recom- mended
<b>DIRECT STATE SERVICES - GENERAL FUND</b>							
<b>Social Services Programs</b>							
118,000	---	13,936	131,936	131,936	212,659	222,659	222,659
---	---	---	---	---	2,119	2,119	2,119
1,839	---	---	1,839	1,637	767	767	767
8,152	75	-11	8,216	8,216	11,094	10,041	10,041
2,145	---	---	2,145	2,145	6,520	9,520	9,520
---	---	---	---	---	2,575	4,575	4,575
52,373	---	-5,431	46,942	46,941	57,369	59,769	59,769
<b>182,509</b>	<b>75</b>	<b>8,494</b>	<b>191,078</b>	<b>190,875</b>	<b>293,103</b>	<b>309,450</b>	<b>309,450</b>
<b>182,509</b>	<b>75</b>	<b>8,494</b>	<b>191,078</b>	<b>190,875</b>	<b>Total Direct State Services - General Fund</b>	<b>293,103</b>	<b>309,450</b>
<b>182,509</b>	<b>75</b>	<b>8,494</b>	<b>191,078</b>	<b>190,875</b>	<b>TOTAL DIRECT STATE SERVICES</b>	<b>293,103</b>	<b>309,450</b>

# CHILDREN AND FAMILIES

Year Ending June 30, 2006						Year Ending June 30, 2008		
Orig. & (S)Supple- mental	Reapp. & (R)Recpts.	Transfers & (E)Emer- gencies	Total Available	Expended		2007 Adjusted Approp.	Requested	Recom- mended
GRANTS-IN-AID - GENERAL FUND								
Social Services Programs								
297,431	159	13,721	311,311	310,979	Child Protective and Permanency Services	380,861	409,355	409,355
223,141	---	10,932	234,073	233,859	Child Behavioral Health Services	278,339	283,552	283,552
21,120	---	20	21,140	21,140	Prevention and Community Partnership Services	49,317	58,617	58,617
541,692	159	24,673	566,524	565,978	Subtotal	708,517	751,524	751,524
541,692	159	24,673	566,524	565,978	Total Grants-In-Aid - General Fund	708,517	751,524	751,524
541,692	159	24,673	566,524	565,978	TOTAL GRANTS-IN-AID	708,517	751,524	751,524
CAPITAL CONSTRUCTION								
Social Services Programs								
3,500	4,582	---	8,082	5,276	Administration and Support Services	10,000	---	---
3,500	4,582	---	8,082	5,276	Subtotal	10,000	---	---
3,500	4,582	---	8,082	5,276	TOTAL CAPITAL CONSTRUCTION	10,000	---	---
727,701	4,816	33,167	765,684	762,129	Total Appropriation, Department of Children and Families	1,011,620	1,060,974	1,060,974

## 50. ECONOMIC PLANNING, DEVELOPMENT, AND SECURITY

### 55. SOCIAL SERVICES PROGRAMS

#### OBJECTIVES

- To ensure the safety, permanency and well-being of children.
- To achieve safe, sustained and timely reunification among children and their families or achieve timely adoptions and kinship legal guardianship placements for children who cannot return home.
- To develop and implement a new case practice model to include, but not be limited to, assuring effective engagement of the family and its natural supports, quality assessment of family and child strengths and needs, and quality protective services screening and investigations and decision-making.
- To reduce investigators' caseloads to permit staff to conduct thorough and appropriate investigations and functional assessments.
- To grow the number of available resource homes for children, in order to provide a family-like setting to as many children in out-of-home placement as possible.
- To establish targets for the provision of medical and dental care to children in custody and to identify a statewide system of health care including a provision to develop a medical passport for children in out-of-home care.
- To achieve the benchmarks established for ensuring the children under the supervision of DYFS who are legally free for adoption are adopted.
- To serve children and youth with emotional and behavioral health care challenges and their families based on the needs of the child and family in a family-centered, community-based environment.
- To improve outcomes for vulnerable children and families by expanding critical mental health services, such as round-the-clock mobile response, case management and family support.
- To implement an accurate real time bed tracking system to manage the number of program beds available from the DCBHS and match those beds with children who need them.
- To implement an automated system for identifying youth in DCF custody who are being held in detention facilities post-disposition pending a placement and implement a process that ensures that these youth are placed within 30 days of judicial disposition.
- To create and implement a process to ensure that no child shall be sent to an out-of-state congregate care facility unless exceptional circumstances are met.
- To support the development of the State's child abuse prevention and early intervention systems into an integrated network of locally-based, family-centered, user-friendly and culturally competent services and supports.
- To improve outcomes for vulnerable children and families by expanding critical preventive services.
- To strengthen families through grant making and providing technical assistance to expert community agencies, making it possible for families to get the help they need within their own communities before a crisis occurs.
- To complete an organizational assessment of child abuse prevention assets and develop a plan to unify those assets within the organization.
- To operate DCF Regional School Campuses across New Jersey by providing individualized, comprehensive, special education and general education year-round programs to

students with a variety of disabilities, students at risk of school failure, students who have left school before earning a high school diploma, and students who are pregnant and parenting teenagers.

18. To administer the delivery of educational programs and services to eligible students in State operated and contracted facilities.
19. To provide educational funding and oversight to students determined by the Department of Education to be State Responsible.
20. To pursue a two-prong strategy, utilizing the Training Academy and a partnership with New Jersey's colleges and universities to deliver quality training to staff.

## PROGRAM CLASSIFICATIONS

01. **Child Protective and Permanency Services.** DYFS investigates allegations of abuse or neglect, responds to voluntary requests for family services, and provides services to children found to have been abused or neglected.

CY06 brought an historic surge in referrals from the child abuse and neglect hotline. As part of its overall child welfare reform, New Jersey continues to invest in the statewide child protection hotline that operates 24-hours a day, 7-days a week, taking calls from the public regarding children's safety. The hotline also receives calls expressing concern about the well-being of families, even where there is not a safety issue, as well as requests for social services for that family. More than 60,000 calls were referred to 44 local DYFS offices in calendar year 2006 for outreach to children and families.

The DYFS budget is divided into four main areas: family support services; permanency; placements; and staffing to address the extensive demands of the child protection process described above.

**Family Support Services:** Family support services include services provided to families and children in their own homes as well as to foster and adoptive families and children in out-of-home placement. Eighty percent of the children counted within the active DYFS caseload (approximately 54,000 children as of December 2006) are provided services in their homes. Those services are provided to the children individually, to parents, and to the family as a whole. Family support includes a wide variety of services designed to assist families in crisis and preserve and strengthen families and communities. Family support services are intended to reduce the need for more intensive services and promote independence and self-sufficiency. Activities include home-maker services, transportation assistance, psychological/therapeutic services, day treatment, companionship, legal and health related services.

**Permanency:** For children in out-of-home placement, DCF's goal is to achieve permanency for that child - a sustained, forever family who will love and nurture the child. The majority of children in New Jersey who enter foster care return home. But for those who do not, DCF must identify a new, forever family for that child. Supporting a child can be expensive and many of the families willing to assume responsibility have real financial challenges that present a barrier to their ability to adopt or assume guardianship of a child. New Jersey's adoption and Kinship Legal Guardianship subsidy programs represent best practice across the country and support families who step forward to provide one of the most important gifts a child can receive - a loving, permanent home. New Jersey has seen tremendous growth in this area, a

very positive development and one which DCF will continue to support vigorously.

**Placement:** Placement services are the umbrella term for the wide variety of out-of-home placements available to children in DYFS custody. (Note: this section of the budget does not include placements for DYFS children with behavioral health challenges who are served by the Division of Child Behavioral Health Services.) New Jersey has a strong commitment to family-based placements, both kin and non-kin placements. Research consistently demonstrates that family-based placements produce better outcomes for most children - and New Jersey's rate of family-based placement is ranked well nationally, at 85%. Family-based placements include resource family and treatment homes. The remaining 15% live in congregate care settings, such as group homes and residential placements. Many of the children living in these congregate care settings need special services for addiction, a developmental disability or a complex health challenge. A small number of older youth live in independent living settings. Children in crisis can also be placed in a temporary emergency placement while a more permanent home is identified.

**Staffing:** Adequate staffing plays a critical role in the ability of DYFS to provide quality investigatory and permanency services to children and families. A major element of the federal class action lawsuit filed against the New Jersey child welfare system addressed the need for lowered caseloads that comport with best practice. Governor Corzine and the Legislature have made substantial and important investments in caseworker staff and caseloads have been coming down, even in the face of a historic surge in referrals.

02. **Child Behavioral Health Services.** Most fundamental to DCBHS is its emphasis on the family or caregiver as playing a central role in the health and well-being of children. DCF involves families throughout the planning and treatment process in order to create a service system that values and promotes the advice and recommendations of the family, a system that is friendly to families and one which provides them the tools and support needed to create successful life experiences for their children. Among the system's virtues is its ability to enable families to access behavioral health care without having to surrender custody of their children and a very strong model of family engagement.

DCBHS contracts with community agencies in 15 areas across the State for Mobile Response and Stabilization Services to respond quickly when a child exhibits emotional or behavioral challenges that threaten to disrupt current living arrangements. Mobile Response provides face-to-face crisis response within one hour of notification with the goal of stabilizing behavior and avoiding family disruption or loss of placement. This system operates 24-hours a day, 7-days a week, and can offer up to eight weeks of stabilization services to children and caregivers. Over the last several years, case management services for youth with mental or behavioral health challenges have been provided in 15 areas throughout the State by either Care Management Organizations (CMOs), which have been contracted to provide a full range of treatment and support to children with the highest level of needs, or by Youth Case Management agencies (YCMs) which help children with less severe needs. The goal of both services is to keep children in their homes, their schools, and their communities by using locally available community services as much as possible. The fragmentation of services across these different entities has posed challenges for families and children alike, leading

# CHILDREN AND FAMILIES

DCF to undertake a competitive bid process this year to begin a phased-in unification of care management for youth.

Family Support Organizations (FSOs) are family-run, county-based organizations that provide direct family-to-family peer support, education, advocacy, and other services to family members of children with emotional and behavioral problems. FSOs provide support to children and families with problems. They are not case management agencies, but provide support and management information so families are better able to manage their children's care on their own.

03. **Prevention and Community Partnership Services.** DPCP services fall within four primary areas: early intervention and primary prevention, family support programs, school-based services for youth and families, and domestic violence services.

The key to overall child welfare is a robust commitment to strengthen families by supporting conditions that prevent abuse and neglect and allow children to flourish. DPCP funds primary and secondary child abuse prevention efforts across New Jersey in an effort to focus resources on meeting the unique needs of families before child maltreatment emerges as an issue. Key programs that DPCP will continue to support include home visitation services for new mothers, ensuring that at-risk families access the parenting and coping skills necessary for successful parenthood; family support initiatives such as community-based Family Support Centers and county-based Differential Response Systems, to enhance local social services for families in need; and school-linked services that allow students and families to receive social, health and wrap-around services on school campuses.

04. **Education Services.** DCF's Office of Education provides year-round educational programming for students who are DCF-involved or who have been referred by other government agencies as requiring intensive educational services and support that are not available through their local schools. Students include children at risk of school failure with severe physical or emotional disabilities, pregnant and

parenting teens, and youth who have been referred by the juvenile justice system.

05. **Child Welfare Training Academy Services and Operations.** The New Jersey Child Welfare Training Academy delivers pre-service training for new recruits, investigator training for intake staff, and supervisory training for new supervisors. The training developed by the Academy balances classroom training, practicum, and use of training units in the field. With the resources of the Training Academy focused on these three critical areas, DCF is pooling all of its existing training dollars in order to work with a consortium of New Jersey's colleges and universities to begin delivery of other critical training needs.

06. **Safety and Security Services.** The purpose of safety and security services is to provide funding for the reimbursement of costs associated with the utilization of the Department of Human Services (DHS) Police to provide escort and intervention services for department staff and clients. Utilization of DHS Police will alleviate the need to create a new police force in the Department of Children and Families.

99. **Administration and Support Services.** The purpose of administration and support services in each program classification is to direct and support the divisions and offices of the Department of Children and Families including the 12 Area Offices, the 46 DYFS local offices, the Child Welfare Training Academy, and the other operations and facilities administered by DYFS, the Office of Education, the Division of Child Behavioral Health Services, and Division of Prevention and Community Partnerships. Also included in this program is the administration of purchase of service contracts to ensure compliance with the Department of Children and Families' policies and requirements and to planning, controlling and evaluation of internal operations, human resources administration, technological support, facilities management and fiscal operations including assessments, continuous quality improvement, legal, legislative, communications, and licensing.

## EVALUATION DATA

PROGRAM DATA	Actual FY 2005	Actual FY 2006	Revised FY 2007	Budget Estimate FY 2008
<b>Education Services</b>				
Average enrollment (a) .....	1,356	1,568	1,568	1,579
<b>Child Protective and Permanency Services</b>				
Active Children Receiving DYFS Services (Unduplicated) ..	121,568	148,745	152,992	154,971
DYFS Family Support Services				
Emergency Services .....	\$2,042,000	\$2,296,000	\$2,492,000	\$2,632,000
Case Management Services .....	\$8,893,000	\$8,858,000	\$9,618,000	\$10,157,000
Assessment Services .....	\$39,848,000	\$40,925,000	\$44,453,000	\$46,936,000
Parent Services .....	\$21,276,000	\$24,373,000	\$26,480,000	\$27,961,000
Total Family Support Services Program Cost .....	\$72,059,000	\$76,452,000	\$83,043,000	\$87,686,000
Adoption Subsidies (b)				
Average daily population .....	8,829	9,780	10,355	11,507
Subsidy cost .....	\$67,650,000	\$73,461,000	\$80,265,000	\$90,460,000
Average annual cost per client .....	\$7,662	\$7,511	\$7,751	\$7,861
Foster Care				
Kinship Legal Guardianship (KLG) Placements (b)				
Average daily population .....	890	1,641	2,203	3,030
Total program cost .....	\$4,934,000	\$9,496,000	\$13,771,000	\$19,003,000
Average annual cost per client .....	\$5,544	\$5,787	\$6,251	\$6,272

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	Actual FY 2005	Actual FY 2006	Revised FY 2007	Budget Estimate FY 2008
Resource Family Placements (c)				
Average daily population .....	9,576	8,781	8,551	8,551
Total program cost .....	\$77,028,000	\$80,349,000	\$81,201,000	\$83,971,000
Average annual cost per client .....	\$8,044	\$9,150	\$9,496	\$9,820
Total Foster Care				
Average daily population .....	10,466	10,422	10,754	11,581
Total program cost .....	\$81,962,000	\$89,845,000	\$94,972,000	\$102,974,000
Average annual cost per client .....	\$7,831	\$8,621	\$8,831	\$8,892
DYFS Other Residential Placements				
Independent Living Placements				
Number of Children .....	131	139	139	141
Total program cost .....	\$5,506,000	\$5,855,000	\$5,950,000	\$6,063,000
Average annual cost per client .....	\$42,031	\$42,122	\$42,806	\$43,000
Emergency Placements				
Unduplicated Children Served .....	1,882	2,217	2,338	2,668
Total program cost .....	\$14,875,000	\$17,788,000	\$19,233,000	\$22,671,000
Average cost per unduplicated child .....	\$7,904	\$8,023	\$8,226	\$8,497
Total Other Residential Placements .....	\$20,381,000	\$23,643,000	\$25,183,000	\$28,734,000
Residential Placements (d)				
Average daily population .....	145	164	163	168
Total program cost .....	\$12,302,000	\$16,426,000	\$16,380,000	\$16,833,000
Average annual cost per client .....	\$84,841	\$100,159	\$100,491	\$100,196
Group Home Placements (e)				
Average daily population .....	186	128	121	121
Total program cost .....	\$11,496,000	\$11,154,000	\$10,792,000	\$10,792,000
Average annual cost per client .....	\$61,806	\$87,141	\$89,190	\$89,190
Treatment Home Placements (e)				
Average daily population .....	76	88	75	75
Total program cost .....	\$3,068,000	\$3,453,000	\$3,385,000	\$3,385,000
Average annual cost per client .....	\$40,368	\$39,239	\$45,133	\$45,133
Ewing Residential Center (f)				
Average population .....	28	24	31	35
Rated capacity .....	36	36	36	36
Total program cost .....	\$5,419,000	\$5,765,000	\$5,781,000	\$5,958,000
Average annual cost per client .....	\$193,536	\$240,208	\$186,484	\$170,229
Vineland Residential Center (f)				
Average population .....	36	33	36	39
Rated capacity .....	40	40	40	40
Total program cost .....	\$5,739,000	\$6,225,000	\$6,539,000	\$6,747,000
Average annual cost per client .....	\$159,417	\$188,636	\$181,639	\$173,000
Woodbridge Residential Center (f)				
Average population .....	29	26	28	29
Rated capacity .....	30	30	30	30
Total program cost .....	\$4,834,000	\$5,174,000	\$5,457,000	\$5,625,000
Average annual cost per client .....	\$166,690	\$199,000	\$194,893	\$193,966
<b>Child Behavioral Health Services</b>				
Mobile Response and Stabilization Services				
Total dispatches .....	---	---	8,544	8,582
Total program cost .....	---	\$10,819,623	\$12,577,000	\$12,643,000
Cost per dispatch .....	---	---	\$1,472	\$1,473
Community and Evidence-Based Services				
Outpatient Services				
Youth served .....	10,929	8,813	9,756	11,846
Total program cost .....	---	---	\$4,668,000	\$5,668,000
Cost per youth served .....	---	---	\$478	\$478
Partial Care/Partial Hospitalization				
Total youth served .....	3,177	2,604	2,604	3,055
Total program cost .....	---	---	\$5,772,000	\$6,772,000
Cost per youth served .....	---	---	\$2,217	\$2,217



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	Actual FY 2005	Actual FY 2006	Revised FY 2007	Budget Estimate FY 2008
Care Management Services				
Total youth served . . . . .	---	10,565	12,616	12,638
Total program cost . . . . .	---	\$45,692,662	\$60,666,000	\$60,889,000
Cost per youth served . . . . .	---	\$4,325	\$4,809	\$4,818
Behavioral Assistance and Intensive In-Home Community Services				
Total service hours . . . . .	200,982	531,439	567,596	567,596
Total program cost . . . . .	---	\$32,179,730	\$39,558,000	\$39,558,000
Cost per service hour . . . . .	---	\$61	\$70	\$70
Family Support Organizations				
Total hours peer support . . . . .	---	---	40,174	40,174
Total program cost . . . . .	---	\$6,288,607	\$7,203,000	\$7,203,000
Cost per hour of peer support . . . . .	---	---	\$179	\$179
Out-of-Home Treatment Services				
Total program cost . . . . .	\$171,424,000	\$224,209,819	\$263,912,000	\$263,912,000
<b>Prevention and Community Partnership Services</b>				
Early Childhood/Primary Prevention Services				
Home Visitation				
Number of sites . . . . .	---	---	12	16
Total program cost . . . . .	---	---	\$2,200,000	\$4,400,000
Cost per site . . . . .	---	---	\$183,333	\$275,000
Parent Education and Services				
Number of sites . . . . .	---	---	19	40
Total program cost . . . . .	---	---	\$723,000	\$1,823,000
Cost per site . . . . .	---	---	\$38,053	\$45,575
NJ Child Assault Prevention . . . . .	---	---	\$1,548,000	\$1,548,000
Children's Trust Fund				
Number of sites . . . . .	19	12	17	17
Total program cost . . . . .	\$579,611	\$563,230	\$986,587	\$986,587
Cost per site . . . . .	\$30,506	\$46,936	\$58,035	\$58,035
Family Support Services				
Family Support Centers . . . . .	19	16	16	21
Total program cost . . . . .	\$524,000	\$2,830,000	\$3,074,000	\$5,074,000
Cost per site . . . . .	\$27,579	\$176,875	\$192,125	\$241,619
School Based Youth Services - Family Support Centers . .	---	5	5	5
Total program cost . . . . .	---	\$1,370,000	\$1,370,000	\$1,370,000
Cost per site . . . . .	---	\$274,000	\$274,000	\$274,000
Differential Response				
Number of counties . . . . .	---	---	4	4
Total program cost . . . . .	---	---	\$2,800,000	\$6,800,000
School Linked Youth Services				
School-Based Youth Programs				
Number of sites . . . . .	15	19	90	90
Total program cost . . . . .	\$3,159,000	\$8,883,000	\$30,943,000	\$30,943,000
Cost per site . . . . .	\$210,600	\$467,526	\$343,811	\$343,811
Health Centers				
Number of sites . . . . .	---	5	11	11
Total program cost . . . . .	---	\$600,000	\$629,000	\$629,000
Cost per site . . . . .	---	\$120,000	\$57,182	\$57,182
Domestic Violence Prevention				
Number of PALs and Domestic Violence Shelters . . . . .	4	7	30	30
Total program cost . . . . .	\$3,150,000	\$3,225,000	\$14,408,000	\$14,408,000
Cost per site . . . . .	\$787,500	\$460,714	\$480,267	\$480,267

## PERSONNEL DATA

### Position Data

#### Filled positions by Funding Source

State Supported . . . . .	3,931	4,593	4,568	5,028
Federal . . . . .	722	865	1,463	1,604
All Other . . . . .	452	461	469	487
Total Positions . . . . .	5,105	5,919	6,500	7,119

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	Actual FY 2005	Actual FY 2006	Revised FY 2007	Budget Estimate FY 2008
Filled Positions by Program Class				
Education Services .....	516	543	544	535
Child Protective and Permanency Services .....	4,154	4,927	5,488	5,887
Prevention and Community Partnership Services .....	---	4	4	12
Training Academy Services and Operations .....	---	---	24	55
Child Behavioral Health Services .....	---	---	---	41
Administration and Support Services .....	435	445	440	589
Total Positions .....	5,105	5,919	6,500	7,119

## Notes:

Actual payroll counts are reported for fiscal years 2005 and 2006 as of December and revised fiscal year 2007 as of January and adjusted to reflect the prospective shift of State positions to federal positions. The Budget Estimate for fiscal year 2008 reflects the number of positions funded. As no new positions are requested for fiscal year 2008, the Department of Children and Families' Revised fiscal 2007 payroll counts will equal the Budget Estimate for fiscal 2008 by June 30, 2007.

Program expenditure data includes funds appropriated for cost of living adjustments and special purpose appropriations.

- (a) Includes State Facilities Education Act (SFEA) Residential, Regional, State Responsible, and District Placed students.
- (b) Adoption Subsidies and the Kinship Legal Guardianship Placements (KLG) are not open for case management services. Payments for KLG placements are charged to the Foster Care account. Expenditures reflect the portion of the board payments reimbursed by the Division of Family Development (DFD).
- (c) Includes regular Foster Care and Relative Care Placements, but excludes KLG placements that are reflected separately. Expenditures reflect the portion of the Relative Care board payments reimbursed by DFD.
- (d) Data reflects only Division of Youth and Family Services (DYFS) paid placements and not those served under the auspices of the Division of Child Behavioral Health Services (DCBHS). This category includes costs for Division of Developmental Disability (DDD) eligible, dually diagnosed children in DDD contracted residential treatment programs to be reimbursed by DYFS.
- (e) Data reflects only DYFS paid placements and not those served under the auspices of the DCBHS.
- (f) The three State-operated residential treatment centers are accredited by the Joint Commission on Health Care Organizations. Approximately half of the costs for these centers are reimbursed via the federal Title XIX program.

## APPROPRIATIONS DATA (thousands of dollars)

Year Ending June 30, 2006					Year Ending June 30, 2008				
Orig. & (S)Supple- mental	Reapp. & (R)Recpts.	Transfers & (E)Emer- gencies	Total Available	Expended	Prog. Class.	2007 Adjusted Approp.	Requested	Recom- mended	
<b><u>DIRECT STATE SERVICES</u></b>									
<b>Distribution by Fund and Program</b>									
300,658	6,404	17,276	324,338	294,366	Child Protective and Permanency Services	01	401,343	387,818	387,818
118,000	---	13,936	131,936	131,936	(From General Fund)		212,659	222,659	222,659
182,658	5,277	1,758	189,693	159,744	(From Federal Funds)		186,475	162,895	162,895
---	1,127	1,582	2,709	2,686	(From All Other Funds)		2,209	2,264	2,264
---	---	---	---	---	Child Behavioral Health Services	02	2,119	2,754	2,754
---	---	---	---	---	(From General Fund)		2,119	2,119	2,119
---	---	---	---	---	(From Federal Funds)		---	635	635
2,222	---	---	2,222	1,757	Prevention and Community Partnership Services	03	767	767	767
1,839	---	---	1,839	1,637	(From General Fund)		767	767	767
383	---	---	383	120	(From Federal Funds)		---	---	---
10,160	1,029	22,432	33,621	32,502	Education Services	04	37,783	37,394	37,394
8,152	75	-11	8,216	8,216	(From General Fund)		11,094	10,041	10,041
2,008	954	---	2,962	1,844	(From Federal Funds)		2,116	2,160	2,160
---	---	22,443	22,443	22,442	(From All Other Funds)		24,573	25,193	25,193
3,933	---	---	3,933	2,937	Child Welfare Training Academy Services and Operations	05	8,308	12,159	12,159
2,145	---	---	2,145	2,145	(From General Fund)		6,520	9,520	9,520
1,788	---	---	1,788	792	(From Federal Funds)		1,788	2,639	2,639
---	---	---	---	---	Safety and Security Services	06	2,575	4,575	4,575
82,953	263	-5,431	77,785	72,937	Administration and Support Services	99	78,260	79,174	79,174
52,373	---	-5,431	46,942	46,941	(From General Fund)		57,369	59,769	59,769

# CHILDREN AND FAMILIES

Year Ending June 30, 2006					Year Ending June 30, 2008			
Orig. & (S)Supple- mental	Reapp. & (R)Recpts.	Transfers & (E)Emer- gencies	Total Available	Expended	Prog. Class.	2007 Adjusted Approp.	Requested	Recom- mended
<b>DIRECT STATE SERVICES</b>								
30,580	255	---	30,835	25,996		20,891	19,405	19,405
---	8	---	8	---		---	---	---
<b>399,926</b>	<b>7,696</b>	<b>34,277</b>	<b>441,899</b>	<b>404,499</b>		<b>531,155 <sup>(a)</sup></b>	<b>524,641</b>	<b>524,641</b>
<b>Less:</b>								
(217,417)	(6,486)	(1,758)	(225,661)	(188,496)		(211,270)	(187,734)	(187,734)
---	(1,135)	(24,025)	(25,160)	(25,128)		(26,782)	(27,457)	(27,457)
<b>182,509</b>	<b>75</b>	<b>8,494</b>	<b>191,078</b>	<b>190,875</b>		<b>293,103</b>	<b>309,450</b>	<b>309,450</b>
<b>Distribution by Fund and Object</b>								
Personal Services:								
307,466	624 43 <sup>R</sup>	39,172	347,305	317,915	Salaries and Wages	422,621	413,884	413,884
307,466	667	39,172	347,305	317,915	Total Personal Services	422,621	413,884	413,884
3,703	1,292	-367	4,628	4,626	Materials and Supplies	5,460	5,309	5,309
28,484	903	261	29,648	28,270	Services Other Than Personal	27,252	29,590	29,590
21,015	873 285 <sup>R</sup>	-1,322	20,851	18,887	Maintenance and Fixed Charges	34,440	35,387	35,387
Special Purpose:								
4,189	---	1,582	5,771	4,189	Child Protective and Permanency Services	01 3,437	3,437	3,437
518	---	8	526	526	New Jersey Safe Haven Infant Protection Act	01 531	531	531
---	---	---	---	---	NJ Partnership for Public Child Welfare	05 1,000	4,000	4,000
---	---	---	---	---	Safety and Security Services	06 2,575	4,575	4,575
---	---	---	---	---	Information Technology	99 1,524	1,524	1,524
16,200	---	-7,700	8,500	6,688	Safety and Permanency in the Courts	99 7,188	7,188	7,188
18,351	3,676	2,643	24,670	23,398	Additions, Improvements and Equipment	25,127	19,216	19,216
<b>Less:</b>								
(217,417)	(6,486)	(1,758)	(225,661)	(188,496)	Federal Funds	(211,270)	(187,734)	(187,734)
---	(1,135)	(24,025)	(25,160)	(25,128)	All Other Funds	(26,782)	(27,457)	(27,457)
<b>GRANTS-IN-AID</b>								
<b>Distribution by Fund and Program</b>								
343,041	16,115	33,750	392,906	357,095	Child Protective and Permanency Services	01 422,025	456,280	456,280
297,431	159	13,721	311,311	310,979	(From General Fund)	380,861	409,355	409,355
45,610	8,256	20,029	73,895	40,014	(From Federal Funds)	37,910	43,671	43,671
---	7,700	---	7,700	6,102	(From All Other Funds)	3,254	3,254	3,254
330,107	---	10,932	341,039	326,238	Child Behavioral Health Services	02 412,902	418,404	418,404
223,141	---	10,932	234,073	233,859	(From General Fund)	278,339	283,552	283,552
106,966	---	---	106,966	92,379	(From Federal Funds)	134,563	134,852	134,852
21,120	---	8,789	29,909	29,909	Prevention and Community Partnership Services	03 57,820	67,120	67,120
21,120	---	20	21,140	21,140	(From General Fund)	49,317	58,617	58,617
---	---	8,769	8,769	8,769	(From Federal Funds)	8,503	8,503	8,503
---	---	---	---	---	Education Services	04 ---	27,302	27,302
---	---	---	---	---	(From All Other Funds)	---	27,302	27,302
1,288	278	---	1,566	967	Administration and Support Services	99 1,288	2,150	2,150
1,288	278	---	1,566	967	(From Federal Funds)	1,288	2,150	2,150
<b>695,556</b>	<b>16,393</b>	<b>53,471</b>	<b>765,420</b>	<b>714,209</b>	<b>Total Grants-in-Aid</b>	<b>894,035</b>	<b>971,256</b>	<b>971,256</b>

# CHILDREN AND FAMILIES

Year Ending June 30, 2006					Year Ending June 30, 2008			
Orig. & (S)Supple- mental	Reapp. & (R)Recpts.	Transfers & (E)Emer- gencies	Total Available	Expended	Prog. Class.	2007 Adjusted Approp.	Requested	Recom- mended
<b>GRANTS-IN-AID</b>								
<i>Less:</i>								
(153,864)	(8,534)	(28,798)	(191,196)	(142,129)	Federal Funds	(182,264)	(189,176)	(189,176)
---	(7,700)	---	(7,700)	(6,102)	All Other Funds	(3,254)	(30,556)	(30,556)
<b>541,692</b>	<b>159</b>	<b>24,673</b>	<b>566,524</b>	<b>565,978</b>	<b>Total State Appropriation</b>	<b>708,517</b>	<b>751,524</b>	<b>751,524</b>
<b>Distribution by Fund and Object</b>								
Grants:								
950	---	---	950	950	Rutgers MSW Program	01	950	950
---	---	---	---	---	Substance Abuse Services	01	15,000	15,000
---	---	---	---	---	Capital Improvements for Child Advocacy Centers	01	2,000	---
12,546	---	188	12,734	12,734	Group Homes	01	10,472	10,792
1,809	8	27	1,844	1,840	Treatment Homes	01	320 <sup>S</sup>	10,792
286	---	4	290	284	Public Awareness for Child Abuse Prevention Program	01	2,594	3,385
---	---	---	---	---	Community Provider Cost of Living Adjustment	01	791 <sup>S</sup>	3,385
24,102	---	-456	23,646	23,646	Independent Living and Shelter Care	01	22,958	28,734
11,867	1,688	194	15,711	15,515	Residential Placements	01	2,225 <sup>S</sup>	28,734
55,387	159	831	56,377	56,352	Family Support Services	01	13,690	16,833
11,672	---	175	11,847	11,847	Child Abuse Prevention	01	2,690 <sup>S</sup>	16,833
74,290	234	12,798	89,814	89,524	Foster Care (b)	01	69,305	75,721
69,189	547	956	70,692	70,657	Subsidized Adoption	01	1,773 <sup>S</sup>	75,721
200	---	---	200	200	Adolescent Pregnancy Prevention Initiative Program	01	11,965	11,965
677	---	10	687	687	Recruitment of Adoptive Parents	01	90,704	102,974
7,034	694	106	8,456	7,059	Domestic Violence Program (c)	01	4,268 <sup>S</sup>	102,974
8,049	622 <sup>R</sup>	121	8,170	8,160	Foster Care and Permanency Initiative	01	77,332	90,460
8,107	---	122	8,229	8,229	County Human Services Advisory Board-Formula Funding	01	2,933 <sup>S</sup>	90,460
1,537	---	23	1,560	1,560	New Jersey Homeless Youth Act	01	7,765	7,765
1,007	---	15	1,022	1,022	Wynona M. Lipman Child Advocacy Center, Essex County	01	1,576	1,576
40,085	---	---	---	---	Purchase of Social Services	01	1,032	521
4,300 <sup>S</sup>	1,166	18,636	64,187	37,705	Restricted Federal Grants	01	60,842	67,521
9,947	6,543	---	16,490	9,124	Care Management Organizations	02	9,663	9,348
40,631	---	467	41,098	36,849	Treatment Homes and Emergency Behavioral Health Services	02	42,649	42,872
219,292	---	8,418	227,710	223,610	Youth Case Managers	02	263,912	263,912
8,470	---	1,530	10,000	8,844	Family Support Organizations	02	18,017	18,017
8,732	---	-1,538	7,194	6,289	Mobile Response	02	7,203	7,203
11,406	---	135	11,541	10,819		02	12,577	12,643

# CHILDREN AND FAMILIES

Year Ending June 30, 2006					Year Ending June 30, 2008				
Orig. & (S)Supple- mental	Reapp. & (R)Recpts.	Transfers & (E)Emer- gencies	Total Available	Expended	Prog. Class.	2007 Adjusted Approp.	Requested	Recom- mended	
<b>GRANTS-IN-AID</b>									
33,284	---	1,631	34,915	32,179	Intensive In-Home Behavioral Assistance	02	39,588	39,588	39,588
8,292	---	289	8,581	7,648	Youth Incentive Program	02	8,490	8,490	8,490
---	---	---	---	---	Outpatient	02	4,668	5,668	5,668
---	---	---	---	---	Partial Care	02	5,772	6,772	6,772
---	---	---	---	---	Contracted Systems Administrator	02	10,026	10,026	10,026
---	---	---	---	---	Community Provider Cost of Living Adjustment	02	---	3,213	3,213
4,273	---	---	4,273	4,273	Area Prevention and Support Services	03	4,471	7,771	7,771
10,233	---	8,789	19,022	19,022	School Based Youth Program	03	32,942	32,942	32,942
6,489	---	---	6,489	6,489	Family Support Services (d)	03	5,874	11,874	11,874
---	---	---	---	---	Domestic Violence Prevention Services	03	14,408	14,408	14,408
125	---	---	125	125	Amanda Easel Project (e)	03	125	125	125
---	---	---	---	---	Educational Program Services	04	---	27,302	27,302
487	146	---	633	441	Children's Justice Act	99	487	483	483
---	---	---	---	---	Community Based Child Abuse Prevention	99	---	866	866
801	132	---	933	526	National Center for Child Abuse and Neglect	99	801	801	801
<b>Less:</b>									
(153,864)	(8,534)	(28,798)	(191,196)	(142,129)	Federal Funds		(182,264)	(189,176)	(189,176)
---	(7,700)	---	(7,700)	(6,102)	All Other Funds		(3,254)	(30,556)	(30,556)
<b>CAPITAL CONSTRUCTION</b>									
<b>Distribution by Fund and Program</b>									
3,500	4,582	---	8,082	5,276	Administration and Support Services	99	10,000	---	---
<u>3,500</u>	<u>4,582</u>	<u>---</u>	<u>8,082</u>	<u>5,276</u>	<b>Total Capital Construction</b>		<u>10,000</u>	<u>---</u>	<u>---</u>
<b>Distribution by Fund and Object</b>									
<u>3,500</u>	<u>4,582</u>	<u>---</u>	<u>8,082</u>	<u>5,276</u>	<b>Office of Children's Services</b>				
					State Automated Child Welfare Information System	99	10,000	---	---
<u>727,701</u>	<u>4,816</u>	<u>33,167</u>	<u>765,684</u>	<u>762,129</u>	<b>Grand Total State Appropriation</b>		<u>1,011,620</u>	<u>1,060,974</u>	<u>1,060,974</u>
<b>OTHER RELATED APPROPRIATIONS</b>									
<u>371,281</u>	<u>15,020</u>	<u>30,556</u>	<u>416,857</u>	<u>330,625</u>	<b>Total Federal Funds</b>		<u>393,534</u>	<u>376,910</u>	<u>376,910</u>
<u>---</u>	<u>8,835</u>	<u>24,025</u>	<u>32,860</u>	<u>31,230</u>	<b>Total All Other Funds</b>		<u>30,036</u>	<u>58,013</u>	<u>58,013</u>
<u>1,098,982</u>	<u>28,671</u>	<u>87,748</u>	<u>1,215,401</u>	<u>1,123,984</u>	<b>GRAND TOTAL ALL FUNDS</b>		<u>1,435,190</u>	<u>1,495,897</u>	<u>1,495,897</u>

## Notes -- Direct State Services - General Fund

(a) The fiscal year 2007 appropriation has been adjusted for the allocation of salary program.

## Notes -- Grants-In-Aid - General Fund

(b) In fiscal year 2007, funding of \$13,734,000 has been reallocated from the Division of Family Development in the Department of Human Services.

(c) Funding for the Domestic Violence Program is provided in the base appropriation for Domestic Violence Prevention Services in the Division of Prevention and Community Partnership Services.

(d) Funding for the Collaboratives account is provided in the base appropriation for Family Support Services.

(e) Funding for the Amanda Easel Project has been transferred from the Division of Youth and Family Services to the Division of Prevention and Community Partnership Services.

(f) Dedicated funding of \$27,302,000 is transferred from the Department of Education each year.

**Language Recommendations -- Capital Construction**

Notwithstanding the provisions of any law or regulation to the contrary, there is appropriated an amount not to exceed \$2,400,000 for the State Automated Child Welfare Information System, subject to the approval of the Director of the Division of Budget and Accounting. The Commissioner of the Department of Children and Families shall provide the Office of Management and Budget, the Office of Legislative Services, and the Commission on Capital Budgeting and Planning with two reports, due in September and March, containing the details of the status of project deliverables, release dates of each phase, details of any required change orders, and current cost estimates for the State Automated Child Welfare Information System.

**Language Recommendations -- Direct State Services - General Fund**

Of the amount hereinabove appropriated for Safety and Permanency in the Courts, an amount not to exceed \$6,688,000 shall be transferred to the Department of Law and Public Safety in accordance with the approved Child Welfare Reform Plan, subject to the approval of the Director of the Division of Budget and Accounting.

Of the amounts hereinabove appropriated for Safety and Permanency in the Courts, \$750,000 is appropriated to the Court Appointed Special Advocate Program.

**Language Recommendations -- Grants-In-Aid - General Fund**

The sums hereinabove appropriated for the Residential Placements, Group Homes, Treatment Homes, Other Residential Services, Foster Care, Subsidized Adoption, and Family Support Services accounts are available for the payment of obligations applicable to prior fiscal years.

Any change by the Department of Children and Families in the rates paid for the foster care and adoption subsidy programs shall first be approved by the Director of the Division of Budget and Accounting.

Of the amount hereinabove appropriated for Foster Care and Subsidized Adoption, the Division of Youth and Family Services may expend up to \$225,000 for recruitment of foster and adoptive families; provided, however, that a plan for recruitment and training first shall be approved by the Director of the Division of Budget and Accounting.

Receipts in the Marriage License Fee Fund in excess of the amount anticipated are appropriated.

Of the amount hereinabove appropriated for the Domestic Violence Prevention Services, \$1,309,000 is payable out of the Marriage License Fee Fund. If receipts to that fund are less than anticipated, the appropriation shall be reduced by the amount of the shortfall.

Funds recovered under P.L.1951, c.138 (C.30:4C-1 et seq.) during the current fiscal year are appropriated for resource families and other out-of-home placements.

Notwithstanding the provisions of any law or regulation to the contrary, the appropriation hereinabove in the Residential Placements account is subject to the following condition: amounts that become available as a result of the return of persons from in-State and out-of-State residential placements to community programs within the State may be transferred from the Residential Placements account to the appropriate Child Protective and Permanency Services account, subject to the approval of the Director of the Division of Budget and Accounting.

Receipts from counties for persons under the care and supervision of the Division of Youth and Family Services are appropriated for the purpose of providing State Aid to the counties, subject to the approval of the Director of the Division of Budget and Accounting.

Of the amount hereinabove appropriated for the Purchase of Social Services account, \$1,000,000 is appropriated for the programs administered under the "New Jersey Homeless Youth Act," P.L.1999, c.224 (C.9:12A-2 et seq.), and the Division of Youth and Family Services shall prioritize the expenditure of this allocation to address transitional living services in the division's region that is experiencing the most severe over-capacity.

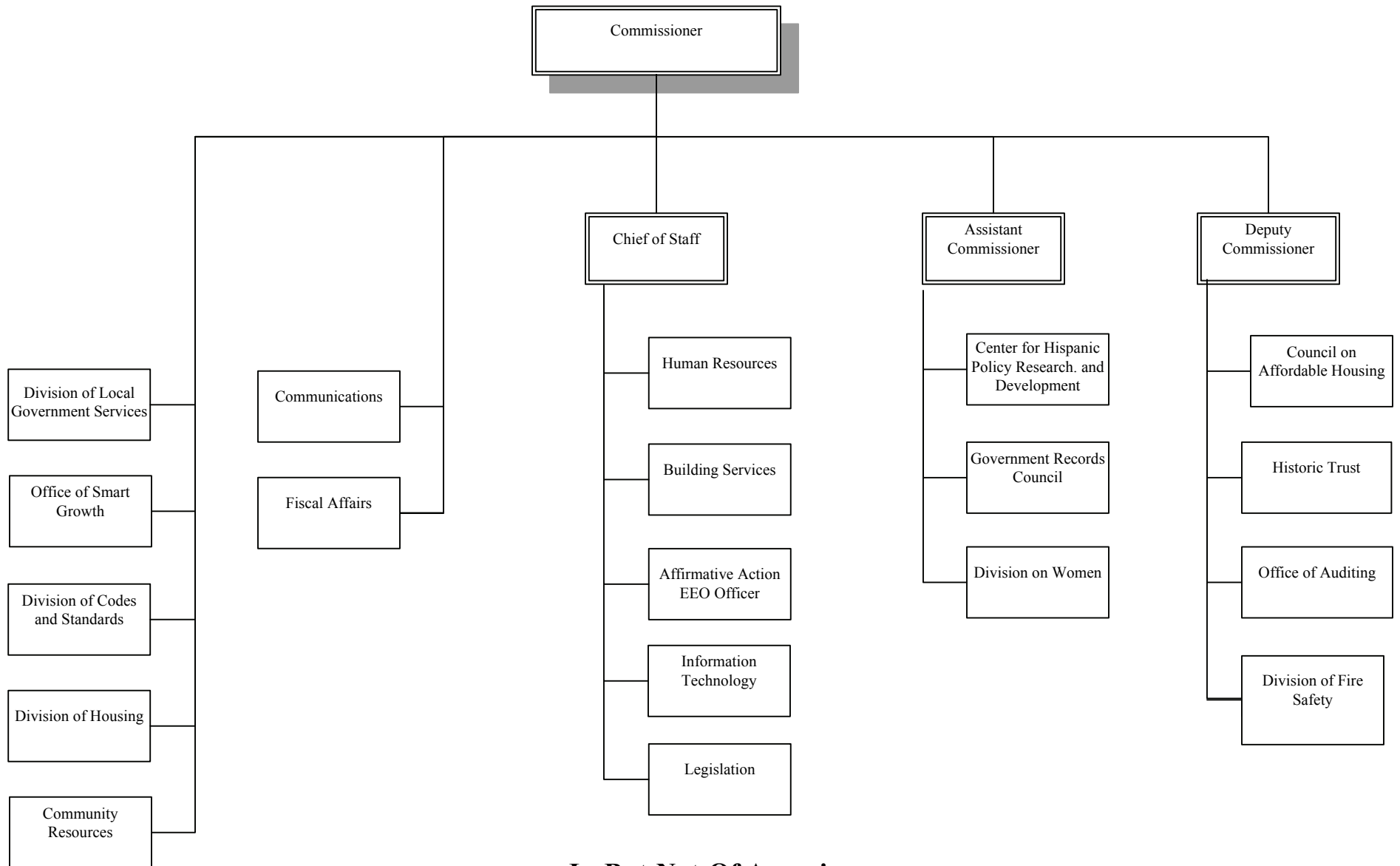
Notwithstanding the provisions of any law or regulation to the contrary, no funds hereinabove appropriated for Treatment Homes and Emergency Behavioral Health Services, Youth Case Managers, Care Management Organizations, Youth Incentive Program, and Mobile Response shall be expended for any individual served by the Division of Child Behavioral Health Services, with the exception of court-ordered placements or to ensure services necessary to prevent risk of harm to the individual or others, unless that individual makes a full and complete application for Medicaid and/or NJ FamilyCare. Individuals receiving services from appropriations covered by the exceptions above shall apply for Medicaid and/or NJ FamilyCare in a timely manner, as shall be defined by the Commissioner of Children and Families, after receiving services.

Of the amounts appropriated for the School Based Youth Program, there shall be available \$400,000 for the After School Reading Initiative, \$200,000 for the After School Start-Up Fund, \$400,000 for School Health Clinics, and \$530,000 for Positive Youth Development.

The unexpended balances at the end of the preceding fiscal year in the Capital Improvements for Child Advocacy Centers account are appropriated, subject to the approval of the Director of the Division of Budget and Accounting.

To ensure the proper reallocation of funds in connection with the creation of the new Department of Children and Families, of the amounts hereinabove appropriated, the Department of Children and Families may transfer appropriations to the Department of Human Services, subject to the approval of the Director of the Division of Budget and Accounting.

# COMMUNITY AFFAIRS



## In-But-Not-Of Agencies

New Jersey  
Meadowlands  
Commission

New Jersey  
Redevelopment  
Authority

New Jersey Home  
Mortgage Finance  
Agency

## DEPARTMENT OF COMMUNITY AFFAIRS

### OVERVIEW

The Department of Community Affairs (DCA) has many responsibilities, but one common mission – to invest in the people, places and progress of New Jersey. Through its various divisions and agencies, DCA provides a variety of services and programs to improve the quality of life in New Jersey. The Department works to support local governments; protect the environment; provide housing; advocate for women, Latinos, individuals with special needs and other minorities; and keep New Jersey's hardworking families safe. Organizationally, DCA also includes the following in-but-not-of agencies that receive funding through the State Budget: the Council on Affordable Housing, the New Jersey Historic Trust, the Government Records Council, and the State Planning Commission.

#### Budget Highlights

The Fiscal 2008 Budget for the Department of Community Affairs totals \$1.243 billion, a decrease of \$71.7 million or 5.5% under the fiscal 2007 adjusted appropriation of \$1.314 billion. This reduction is primarily taken in municipal grants and aid, one-time capital improvements, and one-time legislative grants.

#### Municipal Aid

The Fiscal 2008 Budget provides nearly \$2 billion in municipal aid to New Jersey's 566 municipalities, \$1.1 billion of which is budgeted in the Department of Community Affairs. Newly created is the 2008 Municipal Property Tax Assistance program at \$32.6 million. This funding represents a 2% growth of formula-based municipal aid, which will be allocated proportionately to all municipalities. The Consolidation Fund, newly funded at \$15 million in fiscal 2008, will augment the existing Sharing Available Resources Efficiently (SHARE) program funding of \$4.2 million to encourage consolidation and shared services. The appropriation for the Special Municipal Aid program in fiscal 2008 is \$132 million, representing 39% growth over the previous year's funding.

In fiscal 2008, \$835.4 million is recommended for Consolidated Municipal Property Tax Relief Aid (CMPTRA). The fiscal 2008 CMPTRA appropriation continues at the fiscal 2007 level, but a portion of the appropriation will be diverted to provide for mandatory increases in municipal aid from the Energy Tax Receipts Property Tax Relief Fund, appropriated at \$788.5 million. Combined, these two programs provide over \$1.6 billion, reflecting the State's continuing commitment to provide municipal governments with a stable base of revenue to address their needs for local public services.

Other municipal aid programs such as the Legislative Initiative Municipal Block Grant program, the Municipal Homeland Security Assistance Aid program, the Trenton Capital City Aid program, and the County Prosecutor's Funding Initiative Pilot program, continue to be funded at the fiscal 2007 level. These programs total over \$91.3 million.

This Budget also recommends reducing the Extraordinary Aid program by \$18 million, to \$25 million. The elimination of one-time legislative grants of \$35.9 million and funding for the Regional Efficiency Aid Program (REAP), \$11 million, is also recommended in fiscal 2008.

#### New Jersey's Hispanic Community

Recognizing that many Hispanic families and individuals face challenges and obstacles in attaining necessary services, Governor Corzine is increasing the budget of the Center for Hispanic Policy, Research and Development (CHPRD) by \$1 million or 33%. This increase will support new programs administered by Hispanic community-based and nonprofit organizations whose primary focus is to address the economic, educational, and social needs of the Hispanic community in New Jersey.

#### Department Accomplishments

DCA administered more than \$1 billion dollars in municipal aid in each of the last two years, and provided continuing education, technical assistance, and ethics and OPRA training to municipal officials, chief financial officers, and municipal clerks.

DCA is dedicated to helping local governments improve the quality of life in every one of the state's 566 municipalities. Recognizing the need to develop greater efficiencies throughout local government, DCA's SHARE Program encourages government interlocal cooperation and service sharing. The program offers grants to local units to help them study, develop, and implement new shared or regional service programs. It also offers counties and certain non-profit agencies grants to foster and establish countywide or regional shared services efforts.

SHARE has awarded more than \$4.2 million in 86 grants over the last two years. In fiscal 2007, the program was expanded to provide increased support to local governments – including municipalities, counties, fire districts, school districts, and nonprofits that act as regional coordinators – for the study or implementation of shared and regional services between local entities.

New grant application and funding policies have been instituted to make SHARE Grants more useful to local units. Applications can be submitted at any time. The program's goal is to provide a preliminary funding response within 10 days of receiving a complete application, so that municipalities and local units can plan for and move forward on shared service opportunities in a timely manner.

Realizing that local units can face challenges in setting aside the required matching funds for SHARE grants, the required match for feasibility studies has been reduced to 10% and the local match requirement has been eliminated entirely for implementation grants. We have also doubled – to \$200,000 – the maximum grant amount available to help implement new shared service programs.

DCA's recently introduced COUNT program is aimed specifically at county governments, encouraging them to use their central positions to coordinate shared services arrangements among local entities. Counties can receive \$100,000 per year for up to three years to establish ongoing county shared services offices. Atlantic, Camden, Cape May, Monmouth, Somerset, and Union Counties have received grants totaling \$1.16 million, and DCA is continuing to work with other counties to encourage their participation in the COUNT initiative. These grants underwrite county efforts to identify and facilitate new shared service opportunities. The Department anticipates increased use of SHARE for both feasibility studies and implementation of new programs as a result of pending legislation on shared services.

DCA is in the process of adopting the 2006 International Codes to align the State's Uniform Construction Code with the latest national model codes for building construction. The adoption includes the 2006 International Energy Conservation Code, which will bring the energy conservation requirements of the Uniform Construction Code up to the level of the latest national model energy conservation code.

Additionally, DCA is seeking legislative authority to go above and beyond the requirements of the national model code for energy conservation, provided the specific energy conservation measure(s) can increase efficiency or ultimately reduce costs. And, DCA is modifying the rehabilitation subcode to establish minimum energy efficiency guidelines for all replacement windows and to require the installation of insulation when a wall is opened as part of a rehab project.

The Division of Fire Safety was recently designated as a permanent member of the Domestic Security Preparedness Task Force, expanding its role in the State's homeland security and preparedness



initiatives. By order of the Governor, the Division of Fire Safety now has dual reporting responsibilities to the Department of Community Affairs and the Office of Homeland Security and Preparedness. These two initiatives echo a new phase of the division's evolution in the State's commitment to enhance its support for the fire service and the safety and security of New Jersey's citizens.

Governor Corzine established a landmark housing goal for the State to produce and preserve 100,000 units of affordable housing over the next 10 years. The plan will create housing for all New Jerseyans, especially those with moderate, low, and very low incomes, senior citizens and residents with special needs. DCA and its affiliate, the Housing and Mortgage Finance Agency (HMFA), are committed to reaching this goal by working with private, for-profit, nonprofit, and local government partners. We are dedicated to providing New Jersey residents with a choice of housing that is affordable, well-maintained, and located in communities that are attractive, safe, economically diverse, and easily accessible to employment, transportation, and services.

The housing initiatives and programs already offered by DCA and our affiliates are designed to complement each other to generate housing solutions and opportunities that provide affordable housing to everyone who needs it now and in the future. The Department is committed to implementing new initiatives and has taken steps to revamp existing programs as necessary to be more efficient in providing affordable housing across the state. We are well on our way to achieving the Governor's goal of 100,000 units in 10 years. In 2006, DCA and HMFA together produced and preserved over 7,000 units, totaling more than \$755 million in investments.

New funding in 2007 for the State Rental Assistance Program (SRAP) allows DCA to provide significantly more rental vouchers to low- and moderate-income individuals and families throughout New Jersey. By the end of calendar 2007, the program is expected to reach 4,000 households a year.

In 2006, DCA's Division of Housing developed the Municipal Land Acquisition (MLA) program to help municipalities acquire land for the production of affordable housing. DCA also made significant changes to the Balanced Housing Program rules to increase the amount of funding for affordable housing projects. By the end of fiscal 2007, the program is expected to produce 938 units and will expend \$59 million.

DCA, in conjunction with the HMFA, has enhanced the Home Express program to provide additional funding to developers of affordable housing. Home Express offers financing to developers of affordable rental housing in New Jersey under a streamlined application review process. Funded with DCA Balanced Housing funding, the program lets developers apply for the needed subsidies at the same time that they apply for federal low income housing tax credits and HMFA financing. Since the program's inception in 2004, Home Express has helped create more than 3,800 affordable units with a total investment of nearly \$105 million. In fiscal 2007, the program has committed more than \$13 million in funding to build affordable housing across the state.

HMFA and DCA also introduced the CHOICE Program (Choices in Homeownership Created for Everyone), which provides funding, in part through DCA Balanced Housing funds, to help builders produce mixed-income development and create more homeownership opportunities for New Jersey families. CHOICE offers construction financing, gap subsidies, and no-downpayment, below-market mortgages for new and rehabilitated low, moderate, emerging-market, and deed-restricted middle-income homeownership units. It is anticipated that 250 subsidized units will be approved during 2007.

DCA is dedicated to eliminating lead poisoning in New Jersey by 2010. In 2006, the Lead Hazard Control Assistance Program completed a comprehensive education and outreach program. The

program received over 100 applications, and has processed loans and relocation benefits totaling over \$3 million. We anticipate that loans and relocation benefits will reach over \$6 million in 2007.

Governor Corzine designated DCA as the sole administrator of the \$68 million federal low-income home energy assistance program (LIHEAP), which provides financial assistance to low-income households to offset the high cost of winter heating bills. As part of a comprehensive approach to providing energy assistance to New Jersey's at-risk population, DCA will also administer the Universal Services Fund for the New Jersey Board of Public Utilities. In 2006, the Universal Services Fund provided low-income families with an estimated \$130 million in utility bill credits.

The Council on Affordable Housing (COAH) governs municipal affordable housing obligations pursuant to the Fair Housing Act. COAH's third round substantive and procedural rules establish municipal affordable housing obligations for the 1999 to 2014 period using a "growth share" approach. COAH has received over 245 municipal plans and petitions for substantive certification and is anticipating an additional 50 municipal petitions over the coming year.

The Office of Smart Growth (OSG) is currently engaged in three major initiatives: Cross-Acceptance, the 2007 State Development & Redevelopment Plan, and Plan Endorsement. The Cross-Acceptance process entails negotiations with every county, State agencies, and selected municipalities as part of the State's statutory requirement to incorporate local and county planning visions into the 2007 State Development and Redevelopment Plan. Plan Endorsement is then used as an implementation tool for coordinating local planning with the State Plan. The Office's Smart Future Planning Grants help municipalities implement planning initiatives that further the goals and policies of the State Development and Redevelopment Plan. Since 2006, the Office has awarded almost \$3 million to 85 grantees and continues to be involved in more than 200 smart growth initiatives, representing more than \$6 million in investments across the state.

The New Jersey Historic Trust (NJHT) provides support and protection for New Jersey's historic resources. Funding assistance is limited to units of local and county government or qualified nonprofit organizations. Technical assistance and easement advice is available to public and private owners of historic resources. The 2006 Garden State Preservation Trust Fund round, conducted by the New Jersey Historic Trust, attracted 148 grant applications totaling \$35.8 million in requests for historic preservation projects. The Historic Trust has \$10.5 million available in funding to be awarded by the Trust Board in March 2007.

DCA responds to the needs of New Jersey's 566 communities and provides the vital programs, services, and training necessary to improve the lives of residents, including women and minorities. The Office on Women's Research and Policy, Support, Employment and Training reviews federal and state legislation of concern to women, and provides background information and issues briefing papers. Programs include fifteen Displaced Homemakers Programs, three Urban Women's Centers, and three Hispanic Women's Centers. In 2006, these programs collectively provided services to 3,500 women and over 10,000 hours of workshops/training, and helped 756 women secure employment.

The Office on the Prevention of Violence Against Women (OPVAW) provides legislative analysis, public education, policy, and program development on issues of violence against women. OPVAW supports grant programs related to violence against women such as the State's Rape Care Program, Women's Shelter Grants, the Statewide Domestic Violence Hotline, Women's Referral Central, Prevention of Violence Against Women Grants, and Police Domestic Violence Training Grants.

# COMMUNITY AFFAIRS

In fiscal 2007, DCA's Division on Women instituted the Deployed Military Spouses Program, which provides assistance to spouses of deployed military personnel through direct financial assistance payments and referrals to existing program services. DCA granted \$100,000 to the Burlington County Displaced Homemaker Center, which provided financial assistance to 64 individuals.

The New Jersey Women's Microbusiness Credit Program awarded \$302,871 in funding to four community-based organizations in order to establish a micro-lending program for New Jersey women entrepreneurs. The program offers small loans to individual entrepreneurs with well-developed, realistic business plans to help them start their own small businesses.

## DEPARTMENT OF COMMUNITY AFFAIRS

### SUMMARY OF APPROPRIATIONS BY FUND

(thousands of dollars)

Year Ending June 30, 2006						Year Ending June 30, 2008		
Orig. & (S)Supple- mental	Reapp. & (R)Recpts.	Transfers & (E)Emer- gencies	Total Available	Expended		2007 Adjusted Approp.	Requested	Recom- mended
GENERAL FUND								
36,008	40,429	-7,224	69,213	56,926	Direct State Services	38,773	38,678	38,678
55,710	39,409	7,795	102,914	87,717	Grants-In-Aid	61,845	50,260	50,260
107,446	3,923	---	111,369	95,812	State Aid	152,068	87,196	87,196
199,164	83,761	571	283,496	240,455	Total General Fund	252,686	176,134	176,134
PROPERTY TAX RELIEF FUND								
927,069	---	-58,059	869,010	869,003	State Aid	1,061,472	1,066,372	1,066,372
927,069	---	-58,059	869,010	869,003	Total Property Tax Relief Fund	1,061,472	1,066,372	1,066,372
1,126,233	83,761	-57,488	1,152,506	1,109,458	Total Appropriation, Department of Community Affairs	1,314,158	1,242,506	1,242,506

### SUMMARY OF APPROPRIATIONS BY PROGRAM

(thousands of dollars)

Year Ending June 30, 2006					Year Ending June 30, 2008			
Orig. & (S)Supple- mental	Reapp. & (R)Recpts.	Transfers & (E)Emer- gencies	Total Available	Expended		2007 Adjusted Approp.	Requested	Recom- mended
DIRECT STATE SERVICES - GENERAL FUND								
Community Development Management								
5,817	5,072	-44	10,845	8,810	Housing Code Enforcement	6,529	6,529	6,529
4,586	848	1	5,435	5,051	Housing Services	5,019	5,019	5,019
6,969	18,469	---	25,438	19,817	Uniform Construction Code	8,752	8,752	8,752
---	661	400	1,061	1,061	Boarding Home Regulation and Assistance	---	---	---
280	194	---	474	473	Codes and Standards	324	324	324
6,177	15,108	-7,660	13,625	9,778	Uniform Fire Code	6,275	6,275	6,275
23,829	40,352	-7,303	56,878	44,990	Subtotal	26,899	26,899	26,899
Economic Planning and Development								
2,932	---	-118	2,814	2,456	Office of Smart Growth	2,478	2,478	2,478
2,932	---	-118	2,814	2,456	Subtotal	2,478	2,478	2,478
Social Services Programs								
505	---	67	572	572	Community Resources	500	500	500
1,171	---	-199	972	970	Women's Programs	1,180	1,180	1,180
1,676	---	-132	1,544	1,542	Subtotal	1,680	1,680	1,680
State Subsidies and Financial Aid								
4,472	77	-610	3,939	3,909	Local Government Services	4,009	3,914	3,914
4,472	77	-610	3,939	3,909	Subtotal	4,009	3,914	3,914

# COMMUNITY AFFAIRS

Year Ending June 30, 2006						Year Ending June 30, 2008		
Orig. & (S)Supple- mental	Reapp. & (R)Recpts.	Transfers & (E)Emer- gencies	Total Available	Expended		2007 Adjusted Approp.	Requested	Recom- mended
3,099	---	939	4,038	4,029	<b>Management and Administration</b>			
					Administration and Support Services	3,707	3,707	3,707
3,099	---	939	4,038	4,029	<i>Subtotal</i>	3,707	3,707	3,707
36,008	40,429	- 7,224	69,213	56,926	<i>Total Direct State Services - General Fund</i>	38,773	38,678	38,678
36,008	40,429	- 7,224	69,213	56,926	<b>TOTAL DIRECT STATE SERVICES</b>	38,773	38,678	38,678
					<b>GRANTS-IN-AID - GENERAL FUND</b>			
					<b>Community Development Management</b>			
919	157	44	1,120	1,120	Housing Code Enforcement	919	919	919
21,660	6,044	91	27,795	16,821	Housing Services	28,160	24,160	24,160
9,571	591	7,660	17,822	16,712	Uniform Fire Code	8,666	8,571	8,571
---	28,700	---	28,700	28,700	New Jersey Meadowlands Commission	---	---	---
32,150	35,492	7,795	75,437	63,353	<i>Subtotal</i>	37,745	33,650	33,650
					<b>Economic Planning and Development</b>			
2,295	---	---	2,295	2,295	Office of Smart Growth	2,295	2,295	2,295
2,295	---	---	2,295	2,295	<i>Subtotal</i>	2,295	2,295	2,295
					<b>Social Services Programs</b>			
18,150	---	---	18,150	18,149	Community Resources	16,690	11,200	11,200
3,115	750	---	3,865	3,840	Women's Programs	5,115	3,115	3,115
21,265	750	---	22,015	21,989	<i>Subtotal</i>	21,805	14,315	14,315
					<b>State Subsidies and Financial Aid</b>			
---	3,167	---	3,167	80	Local Government Services	---	---	---
---	3,167	---	3,167	80	<i>Subtotal</i>	---	---	---
55,710	39,409	7,795	102,914	87,717	<i>Total Grants-In-Aid - General Fund</i>	61,845	50,260	50,260
55,710	39,409	7,795	102,914	87,717	<b>TOTAL GRANTS-IN-AID</b>	61,845	50,260	50,260
					<b>STATE AID - GENERAL FUND</b>			
					<b>Community Development Management</b>			
16,925	---	---	16,925	16,906	Housing Services	16,925	16,925	16,925
16,925	---	---	16,925	16,906	<i>Subtotal</i>	16,925	16,925	16,925
					<b>State Subsidies and Financial Aid</b>			
90,521	3,923	---	94,444	78,906	Local Government Services	135,143	70,271	70,271
90,521	3,923	---	94,444	78,906	<i>Subtotal</i>	135,143	70,271	70,271
107,446	3,923	---	111,369	95,812	<i>Total State Aid - General Fund</i>	152,068	87,196	87,196

# COMMUNITY AFFAIRS

Year Ending June 30, 2006						Year Ending June 30, 2008		
Orig. & (S)Supple- mental	Reapp. & (R)Recpts.	Transfers & (E)Emer- gencies	Total Available	Expended		2007 Adjusted Approp.	Requested	Recom- mended
STATE AID - PROPERTY TAX RELIEF FUND								
State Subsidies and Financial Aid								
927,069	---	-58,059	869,010	869,003	Local Government Services	1,061,472	1,066,372	1,066,372
927,069	---	-58,059	869,010	869,003	Subtotal	1,061,472	1,066,372	1,066,372
927,069	---	-58,059	869,010	869,003	Total State Aid - Property Tax Relief Fund	1,061,472	1,066,372	1,066,372
1,034,515	3,923	-58,059	980,379	964,815	TOTAL STATE AID	1,213,540	1,153,568	1,153,568
1,126,233	83,761	-57,488	1,152,506	1,109,458	Total Appropriation, Department of Community Affairs	1,314,158	1,242,506	1,242,506

## 40. COMMUNITY DEVELOPMENT AND ENVIRONMENTAL MANAGEMENT

### 41. COMMUNITY DEVELOPMENT MANAGEMENT

#### OBJECTIVES

1. To continue neighborhood preservation and balanced housing activities throughout the state by providing grants and technical assistance to municipalities for the establishment of neighborhood rehabilitation programs, the development of revitalization strategies, planning and sustainable development concepts, and construction of low- and moderate-income housing.
2. To provide for the protection of the health, safety, welfare, and rights of the residents of the state's rooming and boarding homes.
3. To preserve the existing multi-family housing stock in the state and protect the health and safety of the occupants.
4. To protect the public safety by ensuring that all buildings constructed in New Jersey meet required uniform construction standards.
5. To ensure that all the areas of the state are protected by a uniform, minimum fire safety code and that uniform and thorough fire safety inspections protect the public and firefighters in buildings which pose a serious life safety hazard. To serve as the lead State fire service agency.
6. To protect purchasers of units in condominiums, cooperatives, retirement communities, and other planned real estate developments by regulating such developments and requiring full and fair disclosure in their disposition; protect the residents of continuing care retirement communities from a provider becoming insolvent or unable to provide responsible care.
7. To provide rental assistance payments to low-income families and rehabilitation of existing housing units, with a special emphasis on services to the mentally and physically challenged.
8. To maximize the effectiveness of existing landlord/tenant laws and regulations through programs of information, education, training, outreach and enforcement; perform functions mandated by the Truth in Renting Act and tenants' rights legislation.
9. To continue providing to the residents of the state the opportunity to acquire low- and moderate-income housing through the efforts of the Council on Affordable Housing.

10. Address the needs of the homeless through prevention measures and by providing adequate shelter through rehabilitation and expansion of existing shelters.
11. Within the Meadowlands District, to continue to acquire open space for permanent preservation, enhance environmentally sensitive wetland areas, develop active and passive recreational opportunities, redevelop brownfields properties, and enhance wildlife habitats.
12. To prevent injuries to persons and damage to property from liquefied petroleum gases, and to prevent injuries and fatalities to the public on carnival amusement rides and ski lifts.

#### PROGRAM CLASSIFICATIONS

01. **Housing Code Enforcement.** Inspects, registers, and issues appropriate certificates of registration and occupancy for hotels, motels, and multiple dwellings; encourages participation in the cooperative housing inspection program; and maintains a statewide inventory of hotels and multiple dwellings.
02. **Housing Services.** Provides services in such areas as the Neighborhood Preservation program (P.L. 1975, c.248 and c.249), the Balanced Housing program (Fair Housing Act of 1985, C.52:27D-10), the regulation of limited dividend and non-profit housing agencies (C.55:16-1 et seq.), assistance to established housing authorities (C.55:14A-1) and redevelopment agencies (C.40:55C-1), and administers a federal and State sponsored housing assistance program, and the HOME Investment Partnerships program. The Prevention of Homelessness program assists the homeless by providing emergency accommodations, rental assistance, and interest rate subsidies to low- and moderate-income families for affordable housing. The Shelter Assistance program provides assistance for construction of emergency shelters and services for the homeless.
06. **Uniform Construction Code.** Ensures that all buildings are constructed to meet uniform standards; ensures the competence of local construction code officials through a licensing program and verifies that all pre-manufactured buildings shipped into the state conform to the code (C.55:13A-1, C.52:27B-119); administers the New Home Warranty program (C.46:3B-1 et seq.); and enforces the

Planned Real Estate Full Disclosure Act (C.45:22A-1). Inspects ski lifts, liquefied petroleum gas facilities, and carnival/amusement rides in the interest of public safety.

12. **Boarding Home Regulation and Assistance.** Provides for the health, safety, and welfare of all those who reside in rooming and boarding houses in the state; promotes the growth and continued improvement of boarding homes; and ensures that all State agencies work in unison for the protection and care of the residents of rooming houses, boarding houses, and residential health care facilities.
13. **Codes and Standards.** Provides for the management of the Division of Codes and Standards, which includes Housing Code Enforcement, Uniform Construction Code, and Boarding Home Regulation and Assistance.
18. **Uniform Fire Code.** Provides for public education programs to inform the general public on fire prevention, provides loans to emergency service agencies, and provides training programs for local firefighters, fire officers, and fire code enforcement personnel under the Uniform Fire Safety Act (C.52:27D-192 et seq. and C.52:27D-25a et seq.).

Administers a statewide fire incident reporting program, administers local fire code enforcement and monitoring, conducts inspections in approximately 100 municipalities as well as all State-owned and leased property, and regulates and certifies the fire protection equipment industry. Provides domestic security guidance to local fire departments, administers the States' Fire Coordinator System and responds to all emergency incidents requiring mutual aid. Investigates serious firefighter injuries or fatalities and, in coordination with the NJ State Police Arson/Bomb Unit, seeks to determine the cause of suspicious fires. Supports the New Jersey Fire Safety Commission and its six advisory councils, and serves as the chair of the Governor's Fire Service and Safety Task Force.

20. **New Jersey Meadowlands Commission.** Empowered with regional planning and zoning authority to ensure the environmental protection and enhancement of the Meadowlands District (C.13:17-1 et seq.). Its mandates are to protect the delicate balance of nature, provide for orderly development, and provide facilities for the disposal of solid waste.

#### EVALUATION DATA

	Actual FY 2005	Actual FY 2006	Revised FY 2007	Budget Estimate FY 2008
<b>PROGRAM DATA</b>				
<b>Housing Code Enforcement</b>				
Buildings registered .....	82,929	84,905	84,905	84,905
Dwelling units registered .....	927,320	938,251	938,251	938,251
Dwelling units requiring inspection .....	193,723	198,848	187,815	164,843
Dwelling units inspected .....	195,524	161,172	206,653	183,681
Percentage of dwelling units inspected .....	101%	81%	110%	111%
Cost per unit inspected, State .....	\$35.67	\$30.87	\$30.56	\$34.50
Cost per unit inspected, local .....	\$27.18	\$89.17	\$35.98	\$37.23
Penalties issued .....	10,542	9,231	9,231	9,231
<b>Housing Services</b>				
Neighborhood Preservation				
Neighborhood improvement projects .....	40	37	37	37
Housing units produced .....	2,200	2,400	3,200	3,600
Technical assistance to non-profit housing developers ....	40	45	65	70
Homelessness Prevention				
Households assisted .....	2,300	1,081	2,300	2,300
Shelter beds funded .....	150	150	210	220
Relocation Assistance				
Families receiving State relocation funds .....	43	---	60	60
Relocation assistance programs approved .....	60	21	30	30
Complaints resolved .....	5	9	20	20
<b>Uniform Construction Code</b>				
Permits issued .....	4,943	5,345	5,346	5,346
Inspections .....	36,025	43,741	43,740	43,740
Officials licensed .....	4,813	4,748	4,750	4,750
Plans reviewed .....	2,338	1,963	2,002	2,061
State Building Unit				
Annual permits .....	50	50	50	50
Construction permits issued .....	706	749	764	786
Certificates of occupancy and approvals issued .....	337	1,576	573	590
Continuing education and training programs offered .....	332	317	320	320
Elevator Safety Unit				
Devices registered .....	29,438	30,421	30,421	30,421
State-administered municipalities .....	437	441	441	441
Liquefied petroleum gas inspections .....	1,656	1,921	1,920	1,920
Amusement ride inspections .....	5,802	5,943	5,950	5,950
Ski lift inspections .....	197	210	210	210

# COMMUNITY AFFAIRS

	Actual FY 2005	Actual FY 2006	Revised FY 2007	Budget Estimate FY 2008
<b>Boarding Home Regulation and Assistance</b>				
Evaluations .....	1,658	1,427	1,430	1,430
Reevaluations .....	1,574	1,135	1,135	1,135
Closings-imminent hazard .....	10	4	5	5
Permanent licenses .....	1,291	1,339	1,340	1,340
Penalties issued .....	435	393	395	395
Complaints filed .....	197	351	350	350
<b>Uniform Fire Code</b>				
Life hazards registered .....	65,815	66,085	66,500	66,500
State inspections or reinspections performed .....	13,675	14,205	14,700	14,700
Fire officials and inspectors certified .....	4,070	4,038	4,198	4,004
State owned and maintained buildings inspected or reinspected .....	4,926	5,700	5,700	5,700
National fire incident reporting - participating organizations .	479	636	700	700
Local enforcement monitoring .....	76	80	110	110

## PERSONNEL DATA

### Position Data

#### Filled Positions by Funding Source

State Supported .....	28	27	27	29
Federal .....	211	222	226	226
All Other .....	638	658	679	679
Total Positions .....	877	907	932	934

#### Filled Positions by Program Class

Housing Code Enforcement .....	138	139	142	142
Housing Services .....	289	289	304	304
Uniform Construction Code .....	326	353	353	353
Boarding Home Regulation and Assistance .....	20	22	21	23
Codes and Standards .....	8	9	10	10
Uniform Fire Code .....	96	95	102	102
Total Positions .....	877	907	932	934

### Notes:

Actual payroll counts are reported for fiscal years 2005 and 2006 as of December and revised fiscal year 2007 as of January. The Budget Estimate for fiscal year 2008 reflects the number of positions funded. All Other includes positions supported by fees or other dedicated resources previously reported as State Supported.

## APPROPRIATIONS DATA (thousands of dollars)

Year Ending June 30, 2006					Year Ending June 30, 2008				
Orig. & (S)Supple- mental	Reapp. & (R)Recpts.	Transfers & (E)Emer- gencies	Total Available	Expended		Prog. Class.	2007 Adjusted Approp.	Requested	Recom- mended
DIRECT STATE SERVICES									
Distribution by Fund and Program									
5,817	5,072	-44	10,845	8,810	Housing Code Enforcement	01	6,529	6,529	6,529
4,586	848	1	5,435	5,051	Housing Services	02	5,019	5,019	5,019
6,969	18,469	---	25,438	19,817	Uniform Construction Code	06	8,752	8,752	8,752
---	661	400	1,061	1,061	Boarding Home Regulation and Assistance	12	---	---	---
280	194	---	474	473	Codes and Standards	13	324	324	324
6,177	15,108	-7,660	13,625	9,778	Uniform Fire Code	18	6,275	6,275	6,275
23,829	40,352	-7,303	56,878	44,990	Total Direct State Services		26,899 (a)	26,899	26,899
Distribution by Fund and Object									
Personal Services:									
17,454	11,667 26,856 R	-9,855	46,122	31,109	Salaries and Wages		20,175	20,329	20,329
---	---	---	---	5,035	Employee Benefits		---	---	---
17,454	38,523	-9,855	46,122	36,144	Total Personal Services		20,175	20,329	20,329



# COMMUNITY AFFAIRS

Year Ending June 30, 2006					Year Ending June 30, 2008				
Orig. & (S)Supple- mental	Reapp. & (R)Recpts.	Transfers & (E)Emer- gencies	Total Available	Expended		2007 Adjusted Approp.	Requested	Recom- mended	
					Prog. Class.				
					STATE AID				
					Distribution by Fund and Program				
16,925	---	---	16,925	16,906	Housing Services	02	16,925	16,925	16,925
16,925	---	---	16,925	16,906	Total State Aid		16,925	16,925	16,925
					Distribution by Fund and Object				
					State Aid:				
250	---	---	250	231	Relocation Assistance	02	250	250	250
2,750	---	---	2,750	2,750	Neighborhood Preservation (P.L. 1975, c.248 and c.249)	02	2,750	2,750	2,750
13,925	---	---	13,925	13,925	Neighborhood Preservation- Fair Housing (P.L. 1985, c.222)	02	13,925	13,925	13,925
72,904	75,844	492	149,240	125,249	Grand Total State Appropriation		81,569	77,474	77,474
OTHER RELATED APPROPRIATIONS									
Federal Funds									
216,062									
136 S	5,823	1	222,022	197,944	Housing Services	02	213,552	216,351	216,351
---	15	---	15	15	Uniform Construction Code	06	31	---	---
65	22	---	87	22	Uniform Fire Code	18	28	28	28
216,263	5,860	1	222,124	197,981	Total Federal Funds		213,611	216,379	216,379
All Other Funds									
---	---	---	---	---	Housing Code Enforcement	01	4,719	3,604	3,604
---	115,030								
---	92,376 R	109	207,515	139,896	Housing Services	02	79,698	80,051	80,051
---	4,524 R	---	4,524	4,524	Uniform Construction Code	06	15,258	13,835	13,835
---	---	---	---	---	Boarding Home Regulation and Assistance	12	775	775	775
---	---	---	---	---	Codes and Standards	13	150	150	150
---	6								
---	18 R	---	24	13	Uniform Fire Code	18	10,810	10,477	10,477
---	---	---	---	---	New Jersey Meadowlands Commission	20	300	110	110
---	211,954	109	212,063	144,433	Total All Other Funds		111,710	109,002	109,002
289,167	293,658	602	583,427	467,663	GRAND TOTAL ALL FUNDS		406,890	402,855	402,855

## Notes -- Direct State Services - General Fund

(a) The fiscal year 2007 appropriation has been adjusted for the allocation of salary program, which includes \$2,423,000 in appropriated receipts, and for the transfer of funds to the Interdepartmental Salary and Other Benefits Account.

## Language Recommendations -- Direct State Services - General Fund

The amount hereinabove appropriated for the Housing Code Enforcement program classification is payable out of the fees and penalties derived from bureau activities. If the receipts are less than anticipated, the appropriation shall be reduced proportionately.

The unexpended balance at the end of the preceding fiscal year in the Housing Code Enforcement program classification, together with any receipts in excess of the amount anticipated, is appropriated, subject to the approval of the Director of the Division of Budget and Accounting.

The unexpended balance at the end of the preceding fiscal year, in the several Uniform Construction Code program classification fee accounts, together with any receipts in excess of the amounts anticipated, is appropriated for expenses of code enforcement activities, subject to the approval of the Director of the Division of Budget and Accounting.

The unexpended balance at the end of the preceding fiscal year in the Planned Real Estate Development Full Disclosure Act fees account, together with any receipts in excess of the amount anticipated, is appropriated, subject to the approval of the Director of the Division of Budget and Accounting.

The amounts received by the Uniform Construction Code Revolving Fund attributable to that portion of the surcharge fee in excess of \$0.0006, and to surcharges on other construction, shall be dedicated to the general support of the Uniform Construction Code Program and, notwithstanding the provisions of section 2 of P.L. 1979, c.121 (C.52:27D-124.1), shall be available for training and non-training purposes, except that the amounts attributable to \$0.00075 per cubic foot of new construction and \$0.39 per \$1,000 of other construction shall be dedicated to the Smart Future Planning Grant-in-Aid program. Notwithstanding the provision of law to the contrary, unexpended balances at the end of the preceding fiscal year in the Uniform Construction Code Revolving Fund are appropriated.



Such sums as may be required for the registration of builders and reviewing and paying claims under the "New Home Warranty and Builders' Registration Act," P.L. 1977, c.467 (C.46:3B-1 et seq.), are appropriated from the New Home Warranty Security Fund in accordance with section 7 of P.L. 1977, c.467 (C.46:3B-7), subject to the approval of the Director of the Division of Budget and Accounting.

The unexpended balance at the end of the preceding fiscal year in the Uniform Fire Code program classification, together with any receipts in excess of the amount anticipated, is appropriated, subject to the approval of the Director of the Division of Budget and Accounting.

The amounts hereinabove appropriated for the Uniform Fire Code program classification are payable out of the fees and penalties derived from code enforcement activities. If these receipts are less than anticipated, the appropriations shall be reduced proportionately.

Notwithstanding the provisions of any law or regulation to the contrary, receipts derived from fees associated with the Fire Protection Contractor's Certification program pursuant to P.L. 2001, c.289 (C.52:27D-25n et seq.), are appropriated to the Department of Community Affairs Division of Fire Safety, necessary to operate the program subject to the approval of the Director of the Division of Budget and Accounting.

The amount appropriated hereinabove for the Council on Affordable Housing and Neighborhood Preservation-Fair Housing accounts shall be payable from the receipts of the portion of the realty transfer tax directed to be credited to the Neighborhood Preservation Nonlapsing Revolving Fund pursuant to section 4 of P.L. 1968, c.49 (C.46:15-8) and from the receipts of the portion of the realty transfer tax directed to be credited to the Neighborhood Preservation Nonlapsing Revolving Fund pursuant to section 4 of P.L. 1975, c.176 (C.46:15-10.1). Any receipts in excess of the amount anticipated, and any unexpended balance at the end of the preceding fiscal year are appropriated, subject to the approval of the Director of the Division of Budget and Accounting.

Pursuant to section 15 of P.L. 1983, c.530 (C.55:14K-15), the Commissioner of the Department of Community Affairs shall determine, at least annually, the eligibility of each boarding house resident for rental assistance payments; and notwithstanding the provisions of P.L. 1983, c.530 (C.55:14K-1 et seq.) to the contrary, moneys held in the Boarding House Rental Assistance Fund that were originally appropriated from the General Fund may be used by the Commissioner for the purpose of providing life safety improvement loans, and any moneys held in the Boarding House Rental Assistance Fund may be used for the purpose of providing rental assistance for repayment of such loans. Notwithstanding any provision of P.L. 1983, c.530 (C.55:14K-1 et seq.), the Commissioner shall have authority to disburse funds from the Boarding House Rental Assistance Fund established pursuant to section 14 of P.L. 1983, c.530 (C.55:14K-14) for the purpose of repaying, through rental assistance or otherwise, loans made to the boarding house owners for the purpose of rehabilitating boarding houses.

Any receipts from the sale of truth in renting statements, including fees, fines, and penalties, are appropriated.

There is appropriated from the Petroleum Overcharge Reimbursement Fund the sum of \$300,000 for the expenses of the Green Homes Office in the Division of Housing, subject to the approval of the Director of the Division of Budget and Accounting.

Any receipts from the Boarding Home Regulation and Assistance program, including fees, fines, and penalties, are appropriated.

There is appropriated from the Urban and Rural Centers Unsafe Demolition Revolving Loan Fund established under P.L.1997, c.125, the sum of \$2,500,000, to be used for building demolition and disposal projects in the municipality of Newark.

#### **Language Recommendations -- Grants-In-Aid - General Fund**

The amount hereinabove appropriated for the Housing Code Enforcement program classification is payable out of the fees and penalties derived from bureau activities. If these receipts are less than anticipated, the appropriation shall be reduced proportionately.

The unexpended balance at the end of the preceding fiscal year, in the Housing Code Enforcement program classification, together with any receipts in excess of the amount anticipated, is appropriated, subject to the approval of the Director of the Division of Budget and Accounting.

The amount hereinabove appropriated for the Uniform Fire Code program classification is payable out of the fees and penalties derived from inspection and enforcement activities. If these receipts are less than anticipated, the appropriation shall be reduced proportionately.

The unexpended balance at the end of the preceding fiscal year in the Uniform Fire Code program classification together with any receipts in excess of the amount anticipated is appropriated, subject to the approval of the Director of the Division of Budget and Accounting.

In addition to the amount appropriated hereinabove for the State Rental Assistance Program (SRAP), an amount not less than \$20,000,000 is allocated from the Neighborhood Preservation Nonlapsing Revolving Fund to SRAP for the purposes of subsections a. and c. of section 1 of P.L. 2004, c.140 (C.52:27D-287.1).

The unexpended balance at the end of the preceding fiscal year in the State Rental Assistance Program account is appropriated.

The amount hereinabove appropriated for Shelter Assistance is payable from the receipts of the portion of the realty transfer tax directed to be credited to the Neighborhood Preservation Nonlapsing Revolving Fund pursuant to section 4 of P.L. 1968, c.49 (C.46:15-8) and from the receipts of the portion of the realty transfer tax directed to be credited to the Neighborhood Preservation Nonlapsing Revolving Fund pursuant to section 4 of P.L. 1975, c.176 (C.46:15-10.1). If the receipts are less than anticipated, the appropriation shall be reduced proportionately.

The unexpended balance at the end of the preceding fiscal year in the Shelter Assistance account is appropriated.

Upon determination by the Commissioner that all eligible shelter assistance projects have received funding from the amount appropriated for Shelter Assistance from receipts of the portions of the realty transfer tax dedicated to the Neighborhood Preservation Nonlapsing Revolving Fund, any available balance in the Shelter Assistance account may be transferred to the Neighborhood Preservation-Fair Housing account, subject to the approval of the Director of the Division of Budget and Accounting.

There is appropriated to the Revolving Housing Development and Demonstration Grant Fund an amount not to exceed 50% of the penalties derived from bureau activities in the Housing Code Enforcement program classification, subject to the approval of the Director of the Division of Budget and Accounting.

## COMMUNITY AFFAIRS

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Receipts from repayment of loans from the Downtown Business Improvement Loan Fund, together with the unexpended balance at the end of the preceding fiscal year of such loan fund and any interest thereon, are appropriated for the purposes of P.L. 1998, c.115 (C.40:56-71.1 et seq.).

Notwithstanding the provisions of section 35 of P.L. 1975, c.326 (C.13:17-10.1), sections 10 and 11 of P.L. 1981, c.306 (C.13:1E-109 and C.13:1E-110), section 8 of P.L. 1985, c.368 (C.13:1E-176), or any rules and regulations adopted pursuant thereto, or any order issued by the Board of Public Utilities to the contrary, an amount equal to \$110,000 shall be withdrawn from the escrow accounts by the New Jersey Meadowlands Commission and paid to the State Treasurer for deposit in the General Fund and the amount so deposited shall be appropriated to the New Jersey Meadowlands Commission to cover operational costs of the Hackensack Meadowlands Municipal Committee.

Notwithstanding the provisions of any law or regulation to the contrary, Revolving Housing Development and Demonstration Grant funds are appropriated to support loans and grants to non-profit entities for the purpose of economic development and historic preservation.

Notwithstanding the provisions of any law or regulation to the contrary, an amount equal to 5% of the Homelessness Prevention Program grants-in-aid appropriation shall be available for program administrative expenses, subject to the approval of the Director of the Division of Budget and Accounting.

The unexpended balance at the end of the preceding fiscal year in the Capital Improvements for Homeless Shelters account is appropriated, subject to the approval of the Director of the Division of Budget and Accounting.

### **Language Recommendations -- State Aid - General Fund**

In addition to the sum hereinabove for Relocation Assistance, such amounts as may be required to fund relocation costs of boarding home residents are appropriated from the Boarding Home Rental Assistance Fund.

Of the sum hereinabove appropriated for Neighborhood Preservation-Fair Housing, a sum not to exceed \$300,000 may be used for matching on a 50/50 basis for the administrative costs of the Federal Small Cities Block Grant.

Any receipts in excess of the amount anticipated in the Neighborhood Preservation-Fair Housing account are appropriated.

The amount hereinabove appropriated for Neighborhood Preservation-Fair Housing is payable from the receipts of the portion of the realty transfer tax directed to be credited to the Neighborhood Preservation Nonlapsing Revolving Fund pursuant to section 4 of P.L. 1968, c.49 (C.46:15-8), and from the receipts of the portion of the realty transfer tax directed to be credited to the Neighborhood Preservation Nonlapsing Revolving Fund pursuant to section 4 of P.L. 1975, c.176 (C.46:15-10.1). If the receipts are less than anticipated, the appropriation shall be reduced proportionately.

Notwithstanding the provisions of any law or regulation to the contrary, of the amount hereinabove appropriated for Neighborhood Preservation-Fair Housing, an amount not to exceed \$5,500,000 may be used to provide technical assistance grants to non-profit housing organizations and authorities for creating and supporting affordable housing and community development opportunities.

The unexpended balance at the end of the preceding fiscal year in the Neighborhood Preservation-Fair Housing account is appropriated.

Notwithstanding the provisions of any law or regulation to the contrary, funds appropriated for Neighborhood Preservation-Fair Housing may be provided directly to the housing project being assisted; provided however, that any such project have the support by resolution of the governing body of the municipality in which it is located.

Notwithstanding the provisions of any law or regulation to the contrary, funds appropriated for Neighborhood Preservation - Fair Housing may be used in any municipality.

## **50. ECONOMIC PLANNING, DEVELOPMENT, AND SECURITY**

### **51. ECONOMIC PLANNING AND DEVELOPMENT**

#### **OBJECTIVES**

1. The Office of Smart Growth is charged with implementing the New Jersey State Development and Redevelopment Plan, providing expertise and staff to carry out the objectives of the Governor's Smart Growth Policy Council and the State Planning Commission.

#### **PROGRAM CLASSIFICATIONS**

49. **Office of Smart Growth.** This office incorporates the Office of State Planning, and provides support to the State Planning Commission and the Governor's Smart Growth Policy Council. The office administers smart future planning grants, available to counties and municipalities to promote redevelopment, economic activities, and preservation that are consistent with smart growth principles. The office facilitates

the implementation of the State Plan and smart growth projects. It ensures agency cooperation on plans, policies, and projects that serve smart growth principles. The office carries out the statutory functions of the State Planning Commission, coordinates with State agencies, provides technical planning assistance, works with communities to implement the State Plan through cross-acceptance and plan endorsement, and supports outreach programs such as the Brownfields Redevelopment Task Force and urban redevelopment initiatives.

The New Jersey Historic Trust and associated administrative costs are affiliated with the Department of Community Affairs. The Historic Trust, through the Garden State Historic Preservation Trust Fund, awards and administers grants for historic preservation planning and capital projects.

EVALUATION DATA

	Actual FY 2005	Actual FY 2006	Revised FY 2007	Budget Estimate FY 2008
<b>PROGRAM DATA</b>				
<b>Office of Smart Growth</b>				
Smart Future Planning Grants Awarded .....	40	72	40	40
Endorsed County and Municipal Plans (Including Center Designations) .....	7	5	10	17
Historic Trust Grants .....	85	40	60	40
<b>PERSONNEL DATA</b>				
<b>Position Data</b>				
<b>Filled Positions by Funding Source</b>				
State Supported .....	24	26	21	29
All Other .....	7	6	6	6
Total Positions .....	31	32	27	35
<b>Filled Positions by Program Class</b>				
Office of Smart Growth .....	31	32	27	35
Total Positions .....	31	32	27	35

**Notes:**

Actual payroll counts are reported for fiscal years 2005 and 2006 as of December and revised fiscal year 2007 as of January. The Budget Estimate for fiscal year 2008 reflects the number of positions funded. All Other includes positions supported by dedicated resources previously reported as State Supported.

APPROPRIATIONS DATA  
(thousands of dollars)

Year Ending June 30, 2006					Year Ending June 30, 2008				
Orig. & (S)Supple- mental	Reapp. & (R)Recpts.	Transfers & (E)Emer- gencies	Total Available	Expended	Prog. Class.	2007 Adjusted Approp.	Requested	Recom- mended	
<b><u>DIRECT STATE SERVICES</u></b>									
<b>Distribution by Fund and Program</b>									
2,932	---	-118	2,814	2,456	Office of Smart Growth	49	2,478	2,478	2,478
<b>2,932</b>	<b>---</b>	<b>-118</b>	<b>2,814</b>	<b>2,456</b>	<b>Total Direct State Services</b>		<b>2,478</b> (a)	<b>2,478</b>	<b>2,478</b>
<b>Distribution by Fund and Object</b>									
Personal Services:									
1,601	---	-42	1,559	1,559	Salaries and Wages		1,589	1,596	1,596
<b>1,601</b>	<b>---</b>	<b>-42</b>	<b>1,559</b>	<b>1,559</b>	<b>Total Personal Services</b>		<b>1,589</b>	<b>1,596</b>	<b>1,596</b>
55	---	-26	29	29	Materials and Supplies		51	51	51
245	---	-55	190	190	Services Other Than Personal		229	222	222
6	---	5	11	11	Maintenance and Fixed Charges		6	6	6
Special Purpose:									
25	---	---	25	25	Governor's Smart Growth Policy Council	49	25	25	25
137 <sup>S</sup>	---	---	137	79	Smart Growth Ombudsman	49	---	---	---
285 <sup>S</sup>	---	---	285	79	Brownfields Redevelopment Task Force	49	---	---	---
578	---	---	578	484	Historic Trust/Open Space Administrative Costs	49	578	578	578
<b><u>GRANTS-IN-AID</u></b>									
<b>Distribution by Fund and Program</b>									
2,295	---	---	2,295	2,295	Office of Smart Growth	49	2,295	2,295	2,295
<b>2,295</b>	<b>---</b>	<b>---</b>	<b>2,295</b>	<b>2,295</b>	<b>Total Grants-in-Aid</b>		<b>2,295</b>	<b>2,295</b>	<b>2,295</b>
<b>Distribution by Fund and Object</b>									
Grants:									
<b>2,295</b>	<b>---</b>	<b>---</b>	<b>2,295</b>	<b>2,295</b>	Smart Future Planning Grants	49	<b>2,295</b>	<b>2,295</b>	<b>2,295</b>
<b>5,227</b>	<b>---</b>	<b>-118</b>	<b>5,109</b>	<b>4,751</b>	<b>Grand Total State Appropriation</b>		<b>4,773</b>	<b>4,773</b>	<b>4,773</b>

# COMMUNITY AFFAIRS

Year Ending June 30, 2006					Year Ending June 30, 2008			
Orig. & (S)Supple- mental	Reapp. & (R)Recpts.	Transfers & (E)Emer- gencies	Total Available	Expended	Prog. Class.	2007 Adjusted Approp.	Requested	Recom- mended
<b>OTHER RELATED APPROPRIATIONS</b>								
<b>Federal Funds</b>								
---	72	119	191	162	49	---	---	---
---	72	119	191	162		---	---	---
<b>All Other Funds</b>								
---	120 21 <sup>R</sup>	12	153	---	49	25	25	25
---	141	12	153	---		25	25	25
5,227	213	13	5,453	4,913		4,798	4,798	4,798

## Notes -- Direct State Services - General Fund

- (a) The fiscal year 2007 appropriation has been reduced to reflect the transfer of funds to the Interdepartmental Salary and Other Benefits Account.

## Language Recommendations -- Direct State Services - General Fund

The Office of Smart Growth is authorized to collect reasonable fees for the distribution of its publications, and receipts derived from such fees are appropriated for the Office of Smart Growth.

The amount hereinabove for the Historic Trust/Open Space Administrative Costs program is appropriated for all administrative costs and expenses pursuant to the "New Jersey Cultural Trust Act," P.L. 2000, c.76 (C.52:16A-72 et seq.); the "Garden State Preservation Trust Act," P.L. 1999, c.152 (C.13:8C-1 et seq.); the "Historic Preservation Revolving Loan Fund," P.L. 1991, c.41 (C.13:1B-15.115a et seq.); the "Green Acres, Clean Water, Farmland and Historic Preservation Bond Act of 1992," P.L. 1992, c.88; and the "Green Acres, Farmland and Historic Preservation, and Blue Acres Bond Act of 1995," P.L. 1995, c.204, subject to the approval of the Director of the Division of Budget and Accounting.

Notwithstanding the provisions of any law or regulation to the contrary, an amount not to exceed \$578,000 shall be transferred from the Garden State Historic Preservation Trust Fund to the General Fund and is appropriated to the Department of Community Affairs for Historic Trust/Open Space Administrative Costs.

## 50. ECONOMIC PLANNING, DEVELOPMENT, AND SECURITY 55. SOCIAL SERVICES PROGRAMS

### OBJECTIVES

- To continue to address the needs of New Jersey's disadvantaged low- and moderate-income population through community-based organizations and agencies of local government.
- To serve as the central permanent agency for the coordination of programs and services for the women of New Jersey and as a planning agency for the development of policy and new programs and services with the underlying theme of ensuring rights and opportunities for all of New Jersey's women.
- To empower the Hispanic community in New Jersey through the process of inclusion in policy development and direct social services.
- To increase energy conservation and reduce the utility costs of low-income households through the weatherization of single and multi-family dwellings and through direct energy assistance payments.
- To assess and respond to the recreation needs of New Jersey's mentally and physically challenged citizens through events such as the Special Olympics and the Tournament of Champions.
- To promote representation of the interests and needs of the State's low- and moderate-income people in state policy deliberations on issues of relevance to them.
- To mitigate lead related paint hazards in housing by providing grants and loans to help fund interim controls, lead rehabilitation and abatement; to increase public awareness of

such dangers; to provide training in lead-safe maintenance, rehabilitation, and identification of lead-based paint hazards; to increase awareness of the different types of indoor environmental hazards; and to identify housing that has been classified as lead safe.

### PROGRAM CLASSIFICATIONS

- Community Resources.** Provides assistance to nonprofit groups, local governments, and other local organizations in improving the quality of life for the state's low-income population. In addition to serving as the New Jersey Office of Economic Opportunity (C.52:27D-7), supports programs for disadvantaged groups, community action agencies, community development, community recreation (especially for the disabled), the Hispanic community, weatherization and lead-based paint hazard control.

The Center for Hispanic Policy, Research and Development (CHPRD) ensures the empowerment of the Latino/Hispanic community of the state through the provision of grants to Hispanic community-based organizations for innovative programs and initiatives; technical assistance and referral services aimed at empowering Hispanic community-based organizations; creating training/employment opportunities for Hispanic college interns (a source of potential leadership); conducting and supporting research on Hispanics in New Jersey; developing public/private partnerships that would enrich CHPRD programs and initiatives and provide additional resources; and recognizing the contributions of the Latino community in New Jersey.

The Special Olympics program, supported through volunteers, consists of four statewide sports training and athletic competition programs: the Association of Blind Athletes, NJ Tournament of Champions, Special Olympics NJ, and Wheelchair Sports Council of New Jersey. It provides training for 25,000 children and adult athletes with physical, intellectual, and learning disabilities and to those who are blind and/or visually impaired.

The State Office of Recreation (created by P.L. 1950, c.338) promotes and encourages the development and expansion of recreational facilities, sites, programs, and opportunities for all citizens including the developmentally and physically challenged. This office has made possible the creation of 82 recreation programs serving 5,200 persons with disabilities across the state, and it has provided training and technical assistance to more than 1,000 individuals with disabilities each year.

The Low Income Home Energy Assistance Program (LIHEAP) is a federally funded program that provides subsidies to help low-income families and individuals pay for home heating costs or heating bills associated with rent. In addition to the heating assistance benefit, households may also be eligible for emergency energy assistance and

medically necessary cooling assistance. To be eligible for LIHEAP benefits, the applicant household must be responsible for home heating costs, either directly or included in the rent, and must meet income eligibility requirements.

15. **Women's Programs.** The Division on Women (C.52:27D-43.9) serves as the central permanent agency for the coordination of programs and services for the women of New Jersey and as a planning agency for the development of policy and new programs and services. Executive Order No. 61 (1992) established the Office on the Prevention of Violence Against Women within the Division and rules adopted through N.J.A.C.5:2-1.1(f)2 established by the office on Women's Policy and Research, Support, Employment, and Training. The Division administers grant programs for displaced homemakers, urban women, Hispanic women, sexual assault programs, information hotlines, and women's shelters, and carries out multiple activities to expand rights and opportunities for all of New Jersey's women. The Division on Women has a successful outreach program to statewide women's organizations through the distribution of information concerning issues and programs that are pertinent to women, community-based organizations, and the general public.

#### EVALUATION DATA

	Actual FY 2005	Actual FY 2006	Revised FY 2007	Budget Estimate FY 2008
<b>PROGRAM DATA</b>				
<b>Community Resources</b>				
Hispanic population served .....	300,000	305,000	305,000	305,000
Community action agencies .....	27	27	27	26
Persons served by community action agencies .....	317,581	327,109	336,922	336,922
Recreation programs for individuals with disabilities .....	82	82	82	66
Units weatherized .....	2,757	2,757	2,835	2,835
<b>Home Energy Assistance</b>				
Number of cases .....	154,645	167,521	168,000	165,000
Number of persons .....	372,696	385,298	386,000	375,000
Total assistance expenditures .....	\$68,387,000	\$77,346,000	\$75,986,000	\$75,986,000
Average assistance payments:				
Per case .....	\$442	\$462	\$452	\$461
Per person .....	\$183	\$201	\$197	\$203
<b>Women's Programs</b>				
Clients served by Women's Referral Central Hot Line .....	7,683	7,600	7,600	7,600
Displaced homemakers served by funded programs .....	2,474	2,503	2,500	2,550
Number of rape victims served .....	8,581	8,525	8,550	8,550
Number of prevention and education programs for rape victims .....	2,000	2,693	2,000	2,000
Urban women served by grant programs .....	442	365	400	450
Hispanic women served by grant programs .....	615	609	625	600
Clients served by Women's Domestic Violence Hotline .....	4,248	4,460	4,500	4,500

#### PERSONNEL DATA

##### Position Data

##### Filled Positions by Funding Source

State Supported .....	21	19	18	22
Federal (a) .....	40	44	45	45
All Other .....	---	9	10	10
Total Positions .....	61	72	73	77

# COMMUNITY AFFAIRS

	Actual FY 2005	Actual FY 2006	Revised FY 2007	Budget Estimate FY 2008
Filled Positions by Program Class				
Community Resources (a) .....	45	59	61	61
Women's Programs .....	16	13	12	16
Total Positions .....	61	72	73	77

## Notes:

Actual payroll counts are reported for fiscal years 2005 and 2006 as of December and revised fiscal year 2007 as of January.  
The Budget Estimate for fiscal year 2008 reflects the number of positions funded.

(a) Position data reflects the transfer of the Low Income Home Energy Assistance Program from the Department of Human Services to the Department of Community Affairs.

## APPROPRIATIONS DATA (thousands of dollars)

Year Ending June 30, 2006					Year Ending June 30, 2008			
Orig. & (S)Supple- mental	Reapp. & (R)Recpts.	Transfers & (E)Emer- gencies	Total Available	Expended	Prog. Class.	2007 Adjusted Approp.	Requested	Recom- mended
<b><u>DIRECT STATE SERVICES</u></b>								
<b>Distribution by Fund and Program</b>								
505	---	67	572	572	05	500	500	500
1,171	---	-199	972	970	15	1,180	1,180	1,180
<b>1,676</b>	<b>---</b>	<b>-132</b>	<b>1,544</b>	<b>1,542</b>		<b>1,680 (a)</b>	<b>1,680</b>	<b>1,680</b>
<b>Distribution by Fund and Object</b>								
Personal Services:								
859	---	-95	764	764		866	872	872
859	---	-95	764	764		866	872	872
62	---	-31	31	31		62	62	62
174	---	20	194	194		172	166	166
6	---	---	6	6		5	5	5
Special Purpose:								
75	---	---	75	75	05	75	75	75
93	---	---	93	92	15	93	93	93
7	---	---	7	6	15	7	7	7
400	---	-26	374	374	15	400	400	400
<b><u>GRANTS-IN-AID</u></b>								
<b>Distribution by Fund and Program</b>								
18,150	---	---	18,150	18,149	05	16,690	11,200	11,200
3,115	750	---	3,865	3,840	15	5,115	3,115	3,115
<b>21,265</b>	<b>750</b>	<b>---</b>	<b>22,015</b>	<b>21,989</b>		<b>21,805</b>	<b>14,315</b>	<b>14,315</b>
<b>Distribution by Fund and Object</b>								
Grants:								
---	---	---	---	---	05	500	---	---
---	---	---	---	---	05	200	---	---
---	---	---	---	---	05	40	---	---
---	---	---	---	---	05	150	---	---
---	---	---	---	---	05	50	---	---
750	---	---	750	750	05	650	---	---
3,000	---	---	3,000	2,999	05	3,000	4,000	4,000

# COMMUNITY AFFAIRS

Year Ending June 30, 2006					Year Ending June 30, 2008				
Orig. & (S)Supple- mental	Reapp. & (R)Recpts.	Transfers & (E)Emer- gencies	Total Available	Expended		2007 Prog. Class. Adjusted Approp.	Requested	Recom- mended	
<b>GRANTS-IN-AID</b>									
650	---	---	650	650	Recreation for the Handicapped	05	650	650	650
1,000	---	---	1,000	1,000	Larc School - Bellmawr	05	1,000	---	---
450	---	---	450	450	Special Olympics	05	450	450	450
1,500	---	---	1,500	1,500	Boys and Girls Clubs of New Jersey	05	1,500	---	---
300	---	---	300	300	Alcyon Lake Dredging	05	---	---	---
---	---	---	---	---	Community YMCA of Red Bank - ESL Program	05	500	---	---
---	---	---	---	---	Belleville Township - Disabled American Veterans	05	75	---	---
---	---	---	---	---	Wood-Ridge Brownfields Projects	05	350	---	---
---	---	---	---	---	Center for Great Expectations	05	125	---	---
---	---	---	---	---	Trenton Catholic Charities	05	75	---	---
---	---	---	---	---	Lawrence Non-Profit Housing Inc.	05	75	---	---
---	---	---	---	---	Lawrence Neighborhood Center - After School Program	05	75	---	---
---	---	---	---	---	Mentor Power	05	75	---	---
---	---	---	---	---	Passaic PRIDE Program	05	50	---	---
---	---	---	---	---	Passaic County Domestic Violence Training Program	05	250	---	---
---	---	---	---	---	West New York Senior Outreach Transportation Program	05	250	---	---
---	---	---	---	---	Paterson Library	05	500	---	---
500	---	---	500	500	Grant to ASPIRA	05	100	100	100
10,000	---	---	10,000	10,000	Lead Hazard Control Assistance Fund	05	6,000	6,000	6,000
500	---	---	500	500	Grants to Hispanic Women's Resource Centers	15	500	500	500
25	---	---	25	25	Women's Referral Central	15	25	25	25
1,000	---	---	1,000	1,000	Rape Prevention	15	1,000	1,000	1,000
315	---	---	315	315	Job Training Center for Urban Women Act	15	315	315	315
25	---	---	25	---	Grants to Women's Shelters	15	25	25	25
1,250	---	---	1,250	1,250	Grants to Displaced Homemaker Centers	15	1,250	1,250	1,250
---	---	---	---	---	Capital Improvements for Rape Care Centers	15	500	---	---
---	---	---	---	---	Capital Improvements for Women's Shelters	15	1,500	---	---
---	750	---	750	750	Women's Micro-Business Pilot Program	15	---	---	---
<b>22,941</b>	<b>750</b>	<b>-132</b>	<b>23,559</b>	<b>23,531</b>	<b>Grand Total State Appropriation</b>		<b>23,485</b>	<b>15,995</b>	<b>15,995</b>
<b>OTHER RELATED APPROPRIATIONS</b>									
<b>Federal Funds</b>									
106,312					Community Resources	05	99,779	99,822	99,822
25,251 <sup>S</sup>	33,446	260	165,269	129,539	Women's Programs	15	1,444	1,444	1,444
1,447	89	---	1,536	1,308	<b>Total Federal Funds</b>		<b>101,223</b>	<b>101,266</b>	<b>101,266</b>
<b>133,010</b>	<b>33,535</b>	<b>260</b>	<b>166,805</b>	<b>130,847</b>	<b>All Other Funds</b>				
---	94				Community Resources	05	6,190	8,591	8,591
---	2,838 <sup>R</sup>	1	2,933	2,766	Women's Programs	15	688	688	688
---	135	---	857	658	<b>Total All Other Funds</b>		<b>6,878</b>	<b>9,279</b>	<b>9,279</b>
---	722 <sup>R</sup>	---	3,790	3,424	<b>GRAND TOTAL ALL FUNDS</b>		<b>131,586</b>	<b>126,540</b>	<b>126,540</b>
<b>155,951</b>	<b>38,074</b>	<b>129</b>	<b>194,154</b>	<b>157,802</b>					

# COMMUNITY AFFAIRS

## Notes -- Direct State Services - General Fund

- (a) The fiscal year 2007 appropriation has been reduced to reflect the transfer of funds to the Interdepartmental Salary and Other Benefits Account.

## Language Recommendations -- Direct State Services - General Fund

Notwithstanding the provisions of any law or regulation to the contrary, receipts derived from the increases in divorce filing fees enacted in the amendment to N.J.S.22A:2-12 by section 41 of P.L. 2003, c.117, are appropriated for transfer to the General Fund as general State revenue, subject to the approval of the Director of the Division of Budget and Accounting.

There is appropriated from the Petroleum Overcharge Reimbursement Fund such amount as may be required to provide the State 25% cost share for the Low-Income Weatherization Assistance Program, subject to the approval of the Director of the Division of Budget and Accounting.

## Language Recommendations -- Grants-In-Aid - General Fund

Notwithstanding the provisions of P.L. 2003, c.311 (C.52:27D-437.1 et seq.), or any law or regulation to the contrary, the amount hereinabove appropriated for the Lead Hazard Control Assistance Fund is payable from receipts of the portion of the sales tax directed to be credited to the Lead Hazard Control Assistance Fund pursuant to section 11 of P.L. 2003, c.311 (C.52:27D-437.11), and there is further appropriated from such receipts an amount not to exceed \$8,000,000, subject to the approval of the Director of the Division of Budget and Accounting.

Notwithstanding the provisions of section 4 of the "Lead Hazard Control Assistance Act," P.L. 2003, c.311 (C.52:27D-437.4), such sums as are necessary are appropriated from the Lead Hazard Control Assistance Fund for administrative costs, subject to the approval of the Director of the Division of Budget and Accounting.

The unexpended balance at the end of the preceding fiscal year in the Capital Improvements for Rape Care Centers account is appropriated, subject to the approval of the Director of the Division of Budget and Accounting.

The unexpended balance at the end of the preceding fiscal year in the Capital Improvements for Women's Shelters account is appropriated, subject to the approval of the Director of the Division of Budget and Accounting.

## 70. GOVERNMENT DIRECTION, MANAGEMENT, AND CONTROL

### 75. STATE SUBSIDIES AND FINANCIAL AID

#### OBJECTIVES

1. To maintain the fiscal integrity of local government units, and provide intense financial, professional, and technical assistance in strengthening their fiscal, managerial, and functional systems.
2. To provide a central staff agency to serve as a clearinghouse and information and referral service on general municipal law, local government problems and matters of concern to local officials.

#### PROGRAM CLASSIFICATIONS

04. **Local Government Services.** Provides assistance to local governments and authorities in developing and strengthening managerial, planning, and financial competence; administers statutory and regulatory programs overseeing local govern-

ment financial activities and ethics programs; conducts research and generates reports on local fiscal and operational activities; administers State aid providing property tax relief to municipalities; assists fiscally distressed municipalities with financial and management support; assists local governments and schools with procurement law assistance; distributes and maintains financial disclosure statements of local government officials; administers and supports State programs encouraging shared services and improved operational efficiency of government activities; coordinates the GovConnect program and promotes e-government; administers certification and continuing education programs for local officials; oversees local government deferred compensation programs and length of service award programs to volunteer fire and rescue organizations; and assists the public in resolving problems with their local governments.

#### EVALUATION DATA

		Actual FY 2005	Actual FY 2006	Revised FY 2007	Budget Estimate FY 2008
<b>PROGRAM DATA</b>					
<b>Local Government Services</b>					
Managerial Competence					
Local Public Contracts Law - assistance requests processed . . . . .					
		2,460	4,352	4,400	4,450
Deferred compensation plans approved . . . . .					
		22	27	25	25
Cooperative purchasing plans approved . . . . .					
		30	20	16	17
Municipalities receiving self insurance assistance . . . . .					
		48	45	45	45
Municipalities approved to enroll in joint insurance pools .					
		15	17	20	20
Applications for professional certification exams (a) . . . . .					
		413	395	400	400
Professional certifications issued (a) . . . . .					
		173	144	200	200
Length Of Service Award Program - plans approved . . . . .					
		23	26	25	25
Qualified purchasing agents certificates issued . . . . .					
		66	53	50	50
Continuing education programs approved . . . . .					
		781	786	900	900



# COMMUNITY AFFAIRS

	Actual FY 2005	Actual FY 2006	Revised FY 2007	Budget Estimate FY 2008
Research and Technical Assistance				
Budget amendments reviewed .....	3,500	3,600	3,700	3,700
Legislative proposals reviewed .....	400	200	200	200
Single audit reviews conducted .....	60	60	60	60
Joint insurance pools supervised .....	41	42	42	42
Number of officials enrolled in GovConnect .....	4,025	4,550	4,850	4,850
Number of GovConnect postings .....	450	500	550	550
State Aid Administration				
Municipalities applying for extraordinary aid .....	179	159	160	165
Municipalities receiving extraordinary aid .....	139	130	135	80
REDI/SHARE applicants (b) .....	221	95	500	475
REDI/SHARE approved applicants (b) .....	177	86	460	425
Municipalities receiving REAP grants .....	14	14	14	- - -
Authority Regulation				
Authority budgets approved .....	555	560	565	565
Authority project financing proposals reviewed .....	190	211	215	215
Authorities assisted .....	490	500	500	500
Registered municipal accountants and certified public accountants assisted .....	325	325	325	325
Local Government Ethics Law				
Complaints filed against local officials .....	25	32	35	35
Local codes of ethics reviewed .....	3	2	3	3
Requests for advisory opinions .....	23	23	25	25

## PERSONNEL DATA

### Position Data

#### Filled Positions by Funding Source

State Supported .....	46	47	47	53
Total Positions .....	46	47	47	53

#### Filled Positions by Program Class

Local Government Services .....	46	47	47	53
Total Positions .....	46	47	47	53

### Notes:

Actual payroll counts are reported for fiscal years 2005 and 2006 as of December and revised fiscal year 2007 as of January.  
The Budget Estimate for fiscal year 2008 reflects the number of positions funded.

- (a) Applications for exams and issuance of professional certifications include Municipal Clerk, Municipal Finance Officer, Tax Collector, and Public Works Manager titles.  
(b) During fiscal 2006, the Regional Efficiency Development Incentive Program was revamped into the Sharing Available Resources Efficiently Program, resulting in fewer applications and approvals.

## APPROPRIATIONS DATA (thousands of dollars)

Year Ending June 30, 2006					Year Ending June 30, 2008			
Orig. & (S)Supple- mental	Reapp. & (R)Recpts.	Transfers & (E)Emer- gencies	Total Available	Expended	Prog. Class.	2007 Adjusted Approp.	Requested	Recom- mended
<b>DIRECT STATE SERVICES</b>								
<b>Distribution by Fund and Program</b>								
4,472	77	-610	3,939	3,909	04	4,009	3,914	3,914
<b>4,472</b>	<b>77</b>	<b>-610</b>	<b>3,939</b>	<b>3,909</b>	<b>Total Direct State Services</b>		<b>4,009<sup>(a)</sup></b>	<b>3,914</b>
<b>Distribution by Fund and Object</b>								
Personal Services:								
---	---	---	---	---				
3,676	77 R	-503	3,250	3,249		84	84	84
						2,963	3,224	3,224
3,676	77	-503	3,250	3,249	<b>Total Personal Services</b>		<b>3,308</b>	<b>3,308</b>
50	---	-26	24	24	Materials and Supplies		40	40
320	---	-25	295	287	Services Other Than Personal		193	193

# COMMUNITY AFFAIRS

Year Ending June 30, 2006					Year Ending June 30, 2008			
Orig. & (S)Supple- mental	Reapp. & (R)Recpts.	Transfers & (E)Emer- gencies	Total Available	Expended	Prog. Class.	2007 Adjusted Approp.	Requested	Recom- mended
<b><u>DIRECT STATE SERVICES</u></b>								
18	---	14	32	32		58	35	35
Maintenance and Fixed Charges								
Special Purpose:								
408	---	-70	338	317				
Municipal Rehabilitation/ Recovery Act					04	338	338	338
---	---	---	---	---				
Local Unit Alignment, Reorganization, and Consolidation Commission (b)					04	95 <sup>S</sup>	---	---
<b><u>GRANTS-IN-AID</u></b>								
<b>Distribution by Fund and Program</b>								
---	3,167	---	3,167	80				
Local Government Services					04	---	---	---
---	<b>3,167</b>	---	<b>3,167</b>	<b>80</b>		<b>---</b>	<b>---</b>	<b>---</b>
<b>Total Grants-in-Aid</b>						<b>---</b>	<b>---</b>	<b>---</b>
<b>Distribution by Fund and Object</b>								
Grants:								
---	3,167	---	3,167	80				
Local Library Grants					04	---	---	---
<b><u>STATE AID</u></b>								
<b>Distribution by Fund and Program</b>								
1,017,590	3,923	-58,059	963,454	947,909				
Local Government Services					04	1,196,615	1,136,643	1,136,643
90,521	3,923	---	94,444	78,906		135,143	70,271	70,271
(From General Fund)								
927,069	---	-58,059	869,010	869,003				
(From Property Tax Relief Fund)						1,061,472	1,066,372	1,066,372
<b>1,017,590</b>	<b>3,923</b>	<b>-58,059</b>	<b>963,454</b>	<b>947,909</b>		<b>1,196,615</b>	<b>1,136,643</b>	<b>1,136,643</b>
90,521	3,923	---	94,444	78,906		135,143	70,271	70,271
927,069	---	-58,059	869,010	869,003		1,061,472	1,066,372	1,066,372
<b>Total State Aid</b>						<b>1,196,615</b>	<b>1,136,643</b>	<b>1,136,643</b>
(From General Fund)								
(From Property Tax Relief Fund)								
<b>Distribution by Fund and Object</b>								
State Aid:								
---	---	---	---	---				
Consolidation Fund (PTRF)					04	---	15,000	15,000
43,000	---	---	43,000	43,000				
Extraordinary Aid (C.52:27D-118.35)					04	43,000	25,000	25,000
835,447	---	-58,059	777,388	777,388				
Consolidated Municipal Property Tax Relief Aid (PTRF)					04	835,447	835,447	835,447
821	---	---	821	809				
County Prosecutors Salary Increase (P.L. 1996, c.99)					04	821	821	821
8,000	---	---	8,000	---				
County Prosecutor Funding Initiative Pilot Program					04	8,000	8,000	8,000
32,000	---	---	32,000	31,685				
Municipal Homeland Security Assistance Aid					04	32,000	32,000	32,000
34,825	---	---	34,825	34,825				
Legislative Initiative Municipal Block Grant Program (PTRF)					04	34,825	34,825	34,825
250	---	---	250	250				
Domestic Violence Training Cost Reimbursement - Local Law Enforcement Agencies					04	250	250	250
---	---	---	---	---				
Trenton Municipal Assistance					04	4,000	---	---
---	---	---	---	---				
Newark Municipal Assistance					04	24,000	---	---
---	---	---	---	---				
Ewing Municipal Assistance					04	1,500	---	---
---	---	---	---	---				
Irvington Municipal Assistance					04	1,900	---	---
---	---	---	---	---				
East Orange Municipal Assistance					04	1,900	---	---
---	---	---	---	---				
Orange Municipal Assistance					04	950	---	---
---	---	---	---	---				
Gloucester City Municipal Assistance					04	950	---	---
---	---	---	---	---				
Bloomfield Municipal Assistance					04	665	---	---
---	---	---	---	---				
Mercer Shared Services					04	15	---	---

# COMMUNITY AFFAIRS

Year Ending June 30, 2006					Year Ending June 30, 2008				
Orig. & (S)Supple-mental	Reapp. & (R)Recpts.	Transfers & (E)Emer-gencies	Total Available	Expended	Prog. Class.	2007 Adjusted Approp.	Requested	Recom-mended	
<b>STATE AID</b>									
16,500	---	---	16,500	16,500	Trenton Capital City Aid (PTRF)	04	16,500	16,500	16,500
---	---	---	---	---	Sharing Available Resources Efficiently Program	04	4,200	4,200	4,200
4,200	3,923	---	8,123	912	Regional Efficiency Development Incentive Grant Program	04	---	---	---
---	---	---	---	---	Regional Efficiency Aid Program	04	10,992	---	---
10,992	---	---	10,992	10,985	Regional Efficiency Aid Program (PTRF)	04	---	---	---
29,305	---	---	29,305	29,305	Special Municipal Aid Act (PTRF)	04	94,700	132,000	132,000
2,000	---	---	2,000	2,000	West New York Parking Authority	04	---	---	---
250	---	---	250	250	Lambertville Municipal Assistance	04	---	---	---
---	---	---	---	---	Supplemental Special Municipal Aid (PTRF)	04	80,000	---	---
---	---	---	---	---	2008 Municipal Property Tax Assistance (PTRF)	04	---	32,600	32,600
<u>1,022,062</u>	<u>7,167</u>	<u>-58,669</u>	<u>970,560</u>	<u>951,898</u>	<b>Grand Total State Appropriation</b>		<u>1,200,624</u>	<u>1,140,557</u>	<u>1,140,557</u>

## Notes -- Direct State Services - General Fund

- (a) The fiscal year 2007 appropriation has been reduced to reflect the transfer of funds to the Interdepartmental Salary and Other Benefits Account, as well as the reallocation of State appropriations supporting information technology services to the Office of Information Technology within the Department of Treasury.
- (b) The supplemental appropriation for the Local Unit Alignment, Reorganization, and Consolidation Commission is reflected in the Department of Community Affairs consistent with the Commission's establishment in the Department.
- (c) The fiscal year 2007 appropriation for the Regional Efficiency Development Incentive Grant Program is reflected in the Sharing Available Resources Efficiently Program line.

## Language Recommendations -- Direct State Services - General Fund

Receipts from the Division of Local Government Services are appropriated, subject to the approval of the Director of the Division of Budget and Accounting.

## Language Recommendations -- State Aid - General Fund

The amount hereinabove appropriated for Extraordinary Aid shall be charged first to receipts of the supplemental fee established pursuant to section 2 of P.L. 2003, c.113 (C.46:15-7.1), credited to the Extraordinary Aid account. Notwithstanding the provisions of any law or regulation to the contrary, the amount appropriated for municipal aid from receipts deposited in the Extraordinary Aid account shall not exceed the amount appropriated hereinabove.

Notwithstanding the provisions of any law or regulation to the contrary, the amount hereinabove appropriated for Extraordinary Aid shall be distributed subject to the determination of the Director of the Division of Local Government Services.

In addition to the amount hereinabove for the County Prosecutors Salary Increase, there is appropriated an amount not to exceed \$40,000, subject to the approval of the Director of the Division of Budget and Accounting.

The amount appropriated hereinabove for the County Prosecutor Funding Initiative Pilot Program shall be distributed as follows: Camden County, \$1,790,000; Essex County, \$3,622,000; Hudson County, \$1,605,000; and Mercer County, \$983,000.

The amount hereinabove appropriated for the Municipal Homeland Security Assistance Aid program shall be distributed in accordance with an aid formula, based in part on population, to be determined by the Department of Community Affairs. The distribution of such aid is conditioned upon the submission of information by the municipality on the existing budget, staffing, equipment, and operating performance of the municipality's 911 call centers, public safety dispatch and radio communications systems, and services to the Office of Emergency Telecommunications Services within the Department of Treasury, the specific requirements of which will be defined by the Office of Emergency Telecommunications Services.

Loan repayments received in the Regional Efficiency Development Incentive Grant Program (Sharing Available Resources Efficiently Program) account, established pursuant to P.L. 2003, c.122, are appropriated, subject to the approval of the Director of the Division of Budget and Accounting.

The unexpended balance at the end of the preceding fiscal year in the Regional Efficiency Development Incentive Grant Program (Sharing Available Resources Efficiently Program) account is appropriated, subject to the approval of the Director of the Division of Budget and Accounting.

Notwithstanding the provisions of any law or regulation to the contrary, municipal appropriations for "Reserve for Tax Appeals" may be made in exception to spending limitations pursuant to section 3 of P.L. 1976, c.68 (C.40A:4-45.3).

## COMMUNITY AFFAIRS

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Notwithstanding the provisions of any law or regulation to the contrary, any qualified municipality as defined in section 1 of P.L. 1978, c.14 (C.52:27D-178) for the previous fiscal year shall continue to be a qualified municipality thereunder during the current fiscal year.

### **Language Recommendations -- State Aid - Property Tax Relief Fund**

The amount hereinabove appropriated for Consolidated Municipal Property Tax Relief Aid shall be distributed on the following schedule: on or before August 1, 45% of the total amount due; September 1, 30% of the total amount due; October 1, 15% of the total amount due; November 1, 5% of the total amount due; and December 1, 5% of the total amount due.

Notwithstanding the provisions of any law or regulation to the contrary, from the amount received from the appropriation to the Consolidated Municipal Property Tax Relief Aid program, each municipality shall be required to distribute to each fire district within its boundaries the amount received by the fire district from the Supplementary Aid for Fire Services program pursuant to the provisions of the fiscal year 1995 annual appropriations act, P.L. 1994, c.67.

Notwithstanding the provisions of any law or regulation to the contrary, the amount hereinabove appropriated for Consolidated Municipal Property Tax Relief Aid shall be distributed in the same amounts, and to the same municipalities which received funding pursuant to the previous fiscal year's annual appropriations act, provided further, however, that from the amount hereinabove appropriated there is transferred to the Energy Tax Receipts Property Tax Relief Fund account such sums as were determined for fiscal year 2003, fiscal year 2006, fiscal year 2007, and fiscal year 2008 pursuant to subsection e. of section 2 of P.L. 1997, c.167 (C.52:27D-439) as amended by P.L. 1999, c.168, and except that the amount received by the city of Newark shall be further reduced by an amount certified by the Division of Taxation and appropriated to the Division of Taxation for any aspect of the revaluation of real property in Newark, subject to the approval of the Director of the Division of Budget and Accounting. The Director of the Division of Local Government Services shall further take such actions as may be necessary to ensure that the Consolidated Municipal Property Tax Relief Aid appropriated to offset losses from business personal property tax that would have otherwise been used for the support of public schools will be used to reduce the school property tax levy for those affected school districts with the remaining State Aid used as municipal property tax relief. The chief financial officer of the municipality shall pay to the school districts such amounts as may be due by December 31, 2007.

The amount appropriated hereinabove for the Legislative Initiative Municipal Block Grant Program (PTRF) shall be distributed to the same municipalities and in the same proportions as the distributions received therefrom during the previous fiscal year.

Of the amount hereinabove appropriated for the Special Municipal Aid Act program, there is transferred to the Energy Tax Receipts Property Tax Relief Fund an amount not to exceed \$6,985,000, subject to the approval of the Director of the Division of Budget and Accounting.

Municipalities that received Municipal Revitalization Program aid in fiscal year 1995 pursuant to the provisions of P.L. 1994, c.67 shall continue to be subject to the provisions of the "Special Municipal Aid Act," P.L. 1987, c.75 (C.52:27D-118.24 et seq.), and the Director of the Division of Local Government Services may withhold aid payments or portions thereof from any municipality that fails to comply with those provisions, until such time as the director determines the municipality to be in compliance.

Notwithstanding the provisions of P.L. 2002, c.43 as amended (C.52:27BBB-1 et seq.) to the contrary, any municipality receiving State Aid provided through the "Special Municipal Aid Act," P.L. 1987, c.75 (C.52:27D-118.24 et seq.) appropriation shall be subject to the provisions of the Special Municipal Aid Act and subject to entering into an agreement with the Department of Community Affairs to provide, among other things, for financial oversight.

The amount hereinabove appropriated for the 2008 Municipal Property Tax Assistance Aid program shall be allocated to the same recipients and in the same proportion as the distribution of base formula municipal aid provided through the Consolidated Municipal Property Tax Assistance Aid program and the Energy Tax Receipts Property Tax Relief Fund program, as determined by the Director of the Division of Local Government Services, subject to the approval of the Director of the Division of Budget and Accounting.

Notwithstanding the provisions of the "Local Budget Law," N.J.S.40A:4-1 et seq., to the contrary, in administering the appropriation hereinabove for the Special Municipal Aid program, the Director of the Division of Local Government Services may require any municipality which is determined to be experiencing fiscal distress pursuant to the provisions of the "Special Municipal Aid Act," P.L. 1987, c.75 (C.52:27D-118.24 et seq.), to anticipate and include in its annual budget any additional item or amount of revenue as the director deems to be appropriate and fiscally prudent.

Notwithstanding the provisions of any law or regulation to the contrary, whenever funds appropriated as state aid and payable to any municipality, which municipality requests and receives the approval of the Local Finance Board, such funds may be pledged as a guarantee for payment of principal and interest on any bond anticipation notes issued pursuant to section 11 of P.L. 2003, c.15 (C.40A:2-8.1) and any tax anticipation notes issued pursuant to N.J.S.40A:4-64 by such municipality. Such funds, if so pledged, shall be made available by the State Treasurer upon receipt of a written notification by the Director of the Division of Local Government Services that the municipality does not have sufficient funds available for prompt payment of principal and interest on such notes, and shall be paid by the State Treasurer directly to the holders of such notes at such time and in such amounts as specified by the director, notwithstanding that payment of such funds does not coincide with any date for payment otherwise fixed by law.

The State Treasurer, in consultation with the Commissioner of the Department of Community Affairs, is empowered to direct the Director of the Division of Budget and Accounting to transfer appropriations from any State department to any other State department as may be necessary to provide a loan for a term not to exceed 30 days to a municipality faced with a fiscal crisis, including but not limited to a potential default on tax anticipation notes. Extension of the term of the loan shall be conditioned on the municipality being an "eligible municipality" pursuant to P.L. 1987, c.75 (C.52:27D-118.24 et seq.).

70. GOVERNMENT DIRECTION, MANAGEMENT, AND CONTROL  
76. MANAGEMENT AND ADMINISTRATION

OBJECTIVES

1. To maximize efficiency in all departmental operating programs and to improve budgeting and accounting, personnel, grant policy and procedures, operational analysis, office automation, data processing, public information, and both the State and federal legislative review subsystems.
2. To enhance the delivery of services to local governments and constituent groups by evaluating the impact of changing federal and State aid systems and by initiating and advocating priority legislation and other actions in their best interest.
3. To maintain an effective affirmative action policy.
4. To continue to undertake needed special research studies for the Governor, the Commissioner, the Legislature, and local governments.
5. To adjudicate complaints filed by the public with the Government Records Council concerning access to govern-

ment records, issue advisory opinions on public records issues, and prepare guidelines for records custodians.

PROGRAM CLASSIFICATIONS

99. **Administration and Support Services.** Provides, through the office of the Commissioner, executive, and management leadership for the Department and provides staff services for grant coordination and management, fiscal control, data processing, personnel, public information, management services, legislative review, and intergovernmental relations. In addition, the Department (C.52:27D-1 et seq.) provides assistance in improving the management, financial, and planning capability of New Jersey's 566 municipalities and 21 counties. The Government Records Council provides, through its members and staff, technical and educational assistance and guidance to the public and government records custodians concerning the Open Public Records Act.

EVALUATION DATA

	Actual FY 2005	Actual FY 2006	Revised FY 2007	Budget Estimate FY 2008
<b>PROGRAM DATA</b>				
Government Records Council				
Formal Complaints Received .....	266	258	260	270
Public Inquiries Received .....	1,035	1,092	1,200	1,200
<b>PERSONNEL DATA</b>				
Affirmative Action Data				
Male Minority .....	90	91	97	103
Male Minority % .....	8.0	7.9	8.4	8.0
Female Minority .....	265	276	279	292
Female Minority % .....	23.5	23.9	24.1	22.6
Total Minority .....	355	367	376	395
Total Minority % .....	31.5	31.8	32.4	30.6
<b>Position Data</b>				
Filled Positions by Funding Source				
State Supported .....	53	53	51	59
All Other .....	22	24	21	21
Total Positions .....	75	77	72	80
Filled Positions by Program Class				
Administration and Support Services .....	75	77	72	80
Total Positions .....	75	77	72	80

Notes:

Actual payroll counts are reported for fiscal years 2005 and 2006 as of December and revised fiscal year 2007 as of January.  
The Budget Estimate for fiscal year 2008 reflects the number of positions funded.

APPROPRIATIONS DATA  
(thousands of dollars)

Year Ending June 30, 2006					Year Ending June 30, 2008			
Orig. & (S)Supple- mental	Reapp. & (R)Recpts.	Transfers & (E)Emer- gencies	Total Available	Expended	Prog. Class.	2007 Adjusted Approp.	Requested	Recom- mended
<b>DIRECT STATE SERVICES</b>								
<b>Distribution by Fund and Program</b>								
3,099	---	939	4,038	4,029	Administration and Support Services	99 3,707	3,707	3,707
<b>3,099</b>	<b>---</b>	<b>939</b>	<b>4,038</b>	<b>4,029</b>	<b>Total Direct State Services</b>	<b>3,707<sup>(a)</sup></b>	<b>3,707</b>	<b>3,707</b>

# COMMUNITY AFFAIRS

Year Ending June 30, 2006					Year Ending June 30, 2008			
Orig. & (S)Supple- mental	Reapp. & (R)Recpts.	Transfers & (E)Emer- gencies	Total Available	Expended	Prog. Class.	2007 Adjusted Approp.	Requested	Recom- mended
<b>DIRECT STATE SERVICES</b>								
<b>Distribution by Fund and Object</b>								
1,951	---	1,052	3,003	3,003	Personal Services:			
						2,587	2,754	2,754
					Salaries and Wages			
<u>1,951</u>	<u>---</u>	<u>1,052</u>	<u>3,003</u>	<u>3,003</u>	<i>Total Personal Services</i>			
10	---	26	36	35		8	8	8
281	---	-62	219	214		260	93	93
26	---	-22	4	4		21	21	21
					Special Purpose:			
771	---	-55	716	713	99	771	771	771
60	---	---	60	60				
					Affirmative Action and Equal Employment Opportunity			
					99	60	60	60
<u>3,099</u>	<u>---</u>	<u>939</u>	<u>4,038</u>	<u>4,029</u>	<i>Grand Total State Appropriation</i>			
						3,707	3,707	3,707
<b>OTHER RELATED APPROPRIATIONS</b>								
<b>All Other Funds</b>								
	666				Administration and Support			
---	1,274 R	465	2,405	1,701				
					Services			
					99	1,161	1,179	1,179
<u>---</u>	<u>1,940</u>	<u>465</u>	<u>2,405</u>	<u>1,701</u>	<i>Total All Other Funds</i>			
						1,161	1,179	1,179
<u>3,099</u>	<u>1,940</u>	<u>1,404</u>	<u>6,443</u>	<u>5,730</u>	<i>GRAND TOTAL ALL FUNDS</i>			
						4,868	4,886	4,886

## Notes -- Direct State Services - General Fund

- (a) The fiscal year 2007 appropriation has been reduced to reflect the transfer of funds to the Interdepartmental Salary and Other Benefits Account, as well as the reallocation of State appropriations supporting information technology services to the Office of Information Technology within the Department of Treasury.

## Language Recommendations -- Direct State Services - General Fund

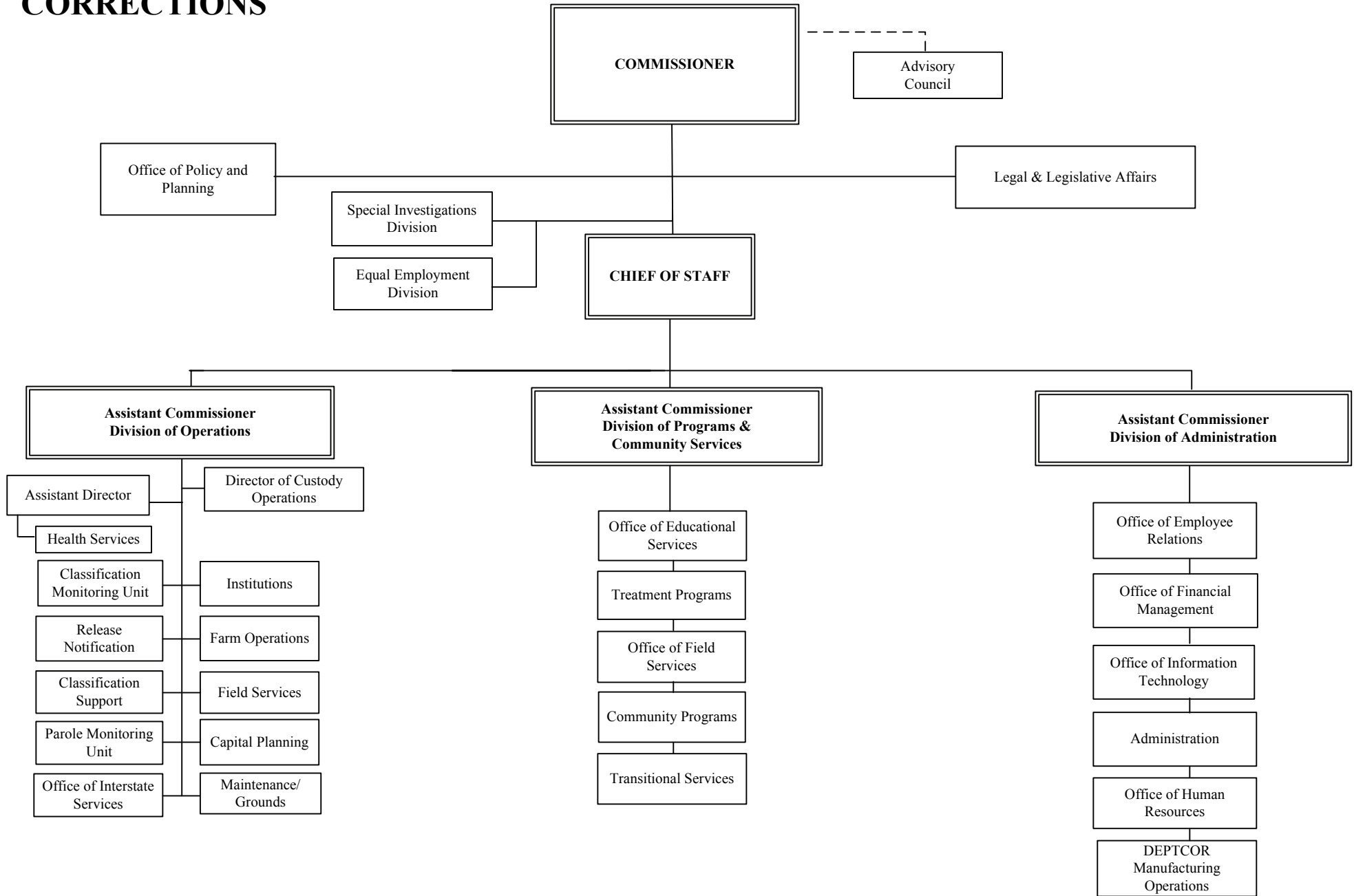
Notwithstanding the provisions of any law or regulation to the contrary, from the amount appropriated hereinabove for the Government Records Council, the Council shall expend such amount as is necessary to employ staff legal counsel other than counsel provided by the Office of the Attorney General.

## DEPARTMENT OF COMMUNITY AFFAIRS

All moneys comprising repayment of loans or advances from the Mortgage Assistance Fund established under the "New Jersey Mortgage Assistance Bond Act of 1976," P.L. 1976, c.94, received during the current fiscal year are appropriated in accordance with the purposes set forth in section 5 of that act.

Notwithstanding the provisions of any law or regulation to the contrary, deposits of any funds into the Revolving Housing Development and Demonstration Grant Fund are subject to prior approval of the Director of the Division of Budget and Accounting.

# CORRECTIONS



## DEPARTMENT OF CORRECTIONS OVERVIEW

The mission of the New Jersey Department of Corrections is to ensure that all persons committed to the State's correctional institutions are confined with the level of custody necessary to protect the public, and that they are provided with the care, discipline, training, and treatment needed to prepare them for reintegration into the community.

The Department's goals and objectives are to: enhance safety within institutions and protect the community; control costs, and improve productivity and operational efficiency; expand treatment and rehabilitation services; increase community programs and reintegration services; and improve academic and educational programs.

The Department will accomplish these goals and objectives by: promoting staff development; maximizing the use of technology to improve service delivery in the most cost effective manner; evaluating and measuring program effectiveness; and enhancing departmental emergency response capabilities.

### Budget Highlights

The Fiscal 2008 Budget for the Department of Corrections (including State Parole Board) totals \$1.129 billion, an increase of \$31.8 million, or 2.9%, above the fiscal 2007 adjusted appropriation of \$1.097 billion.

### Prisons

The Division of Operations is responsible for 14 major institutions—12 men's correctional facilities, one women's correctional institution, and the central reception/intake unit. Collectively, county jails, community treatment programs and the state correctional facilities, which are diverse and unique in their operations, house approximately 27,000 inmates in minimum, medium, and maximum security levels. The maximum security New Jersey State Prison contains the State's Capital Sentence Unit. The Adult Diagnostic and Treatment Center operates a rehabilitative program for habitual sex offenders. Northern State Prison contains the Security Threat Group Management Unit, which houses gang members considered a threat to the safety of the institutions and individuals. The Edna Mahan Correctional Facility, New Jersey's only correctional institution for women, houses inmates at all security levels.

In fiscal 2008, \$894.8 million is recommended for State prison facilities and system-wide program support. This amount represents a net increase of \$10.6 million from the fiscal 2007 adjusted appropriation. Components of the change are increases of \$11.3 million to fund certain ongoing operating costs and a reduction of \$746,000 in operating efficiencies.

The Fiscal 2008 Budget recommendation for Central Planning, Direction and General Support is recommended at \$17.6 million. This represents a net decrease of \$275,000 over the fiscal 2007 adjusted appropriation of \$17.9 million.

Funding of \$52.8 million is recommended for the purchase of services for approximately 2,119 inmates incarcerated in county penal facilities. This represents a net increase of \$19.1 million from the fiscal 2007 adjusted appropriation. This increase is due to increased costs associated with housing prisoners in county jails.

Capital funding of \$6 million has been recommended to supplement \$8 million appropriated in fiscal 2007 for the replacement of the high temperature hot water (HTHW) piping system at the South Woods State Prison. This project is in final design and should be released for construction bids in April 2007. In addition, the Capital Planning Commission recommended \$3.9 million for Fire Safety Code Compliance projects.

### Programs and Community Services

The Division of Programs and Community Services offers an array of institutional and community-based programs for offenders, including community labor assistance, academic and vocational educational programs, recreational programs, library (lending and law) services, and substance abuse treatment. The Division also contracts with private and non-profit providers throughout the State to provide community-based residential treatment programs for offenders under community supervision. The Fiscal 2008 Budget recommendation for the Division of Programs and Community Services is \$61.5 million, assisting an average daily population of 2,629 offenders.

### Office of Transitional Services

In an effort to combat the problem of recidivism, the New Jersey Department of Corrections created the Office of Transitional Services. This office is responsible for the coordination of the delivery of institutional and community programs and social services that reduce the risk of recidivism and increase the likelihood of successful reentry. All institutional social services have been centralized under the Office of Transitional Services, which has also begun to develop partnerships with federal, state, and local agencies for creating linkages to existing resources that provide the support necessary to reduce the cycle of incarceration.

### Transitional Services Initiatives

The New Jersey Department of Corrections, Office of Transitional Services developed and implemented a Memorandum of Understanding between the New Jersey Department of Corrections and the Social Security Administration that allows for the processing, storage and delivery of duplicate Social Security Number cards to offenders upon their release from custody. This will facilitate reentry for newly released offenders through easier access to employment and other benefits.

In addition, the Office authored a Memorandum of Agreement between the DOC, Social Security Administration and the New Jersey State Parole Board to provide financial assistance to qualified offenders who are returning to the community and to ensure that Title XIX (Medicaid) eligibility is established as quickly as possible for those eligible. It is anticipated that this agreement will be implemented in the first quarter of 2007.

The Office of Transitional Services is now offering the Cage Your Rage anger management program to the offender population at thirteen correctional facilities. This approach is endorsed by the American Corrections Association as a best practice program and designed to help offenders recognize their angry feelings, learn their cause, and deal with them in a responsible way. The Office has also developed curriculum for a new program entitled Successful Transition and Reentry Series (S.T.A.R.S) program. S.T.A.R.S. is a 12-week release preparatory program designed to address each major reentry barrier faced by the returning offender to be delivered system wide. The recommended funding for this new initiative is \$1 million.

### Federal Grant Awards

The department has been awarded a two-year grant of \$900,000 from the U.S. Department of Justice, Bureau of Justice Assistance for the Prisoner Reentry Initiative (PRI). The PRI targets non-violent offenders returning to Atlantic and Essex Counties, and is designed to reduce recidivism through the increased use of transitional planning, the provision of pre-release assessments and services, and the provision of post release services by community providers. The PRI is a joint initiative between the department, Career Opportunity Development, Inc., and Goodwill Industries of Greater New York and New Jersey.



The department has also been awarded a one-year grant of \$150,000 from the Nicholson Foundation funding two social services staff to assist offenders returning to Essex County in the application process for social security and veterans benefit applications prior to their release from custody.

The Office of Transitional Services secured grant funding to develop and print the Camden County Smart Book. The Smart Book is a resource guide for offenders returning to Camden County upon their release from custody.

The Department of Corrections has been notified that its grant proposal has been selected for award by the U.S. Department of Health and Human Services, Administration for Children and Families under the highly competitive Promoting Responsible Fatherhood Grant program. This annual federal award of \$334,366 is renewable for four additional years.

#### State Parole Board

The State Parole Board's mission is to promote the effective and efficient assessment of inmates prior to parole and the efficient supervision of parolees after they have attained parole status. During fiscal 2002, the Division of Parole Supervision within the Department of Corrections was transferred to the State Parole Board to promote the effective and efficient assessment of inmates prior to parole and supervision of parolees. The Division of Parole is responsible for monitoring parolee compliance with special release conditions imposed by the State Parole Board and the collection of fines, penalties, and restitution payments owed by parolees.

The Fiscal 2008 Budget for the State Parole Board has no increase over fiscal 2007 and remains at \$98.1 million.

In fiscal 2008, funding for alternative programs supports the Electronic Monitoring/Home Confinement Program (\$5.3 million), and the Supervision, Surveillance and Gang Suppression Program (formerly Intensive Supervision and Surveillance-ISSP) (\$2.3 million). The Mutual Agreement Program or MAP provides inpatient and outpatient substance abuse treatment to parolees in need of these services. The budget recommendation for MAP remains at \$3.1 million for fiscal 2008.

The Re-Entry Substance Abuse Program (RESAP), a residential treatment program provides specialized residential substance abuse treatment services for offenders who are eligible to re-enter the community on parole but have a chronic substance abuse history. The Re-Entry Substance Abuse Program has a fiscal 2008 recommended budget of \$4 million.

The Halfway Back Program was initiated in fiscal 2002 to reduce recidivism. It is designed for technical parole violators as an alternative to returning these violators to prison. This program

provides a highly supervised resident environment with services concentrated in the areas of the offenders' highest needs such as addictive or chemical dependencies and life skills development. In fiscal 2007 the State Parole Board expanded the Halfway Back Program by 50 beds through a \$1 million Governor's Priority increase. This funding is continued in fiscal 2008 with a recommendation for the Halfway Back Program of \$17.3 million.

The Day Reporting Centers provide services in the areas of the offenders' highest needs in a supervised, non-residential environment. The services include anger and aggression management, job readiness skills, academic assistance and life skills development. The fiscal 2008 funding recommendation for the Day Reporting Program is \$11.9 million.

In fiscal 2005 the State Parole Board established the Sex Offender Management Unit. The staff in this unit is specifically trained to address the unique challenges faced in managing sexual offenders and sexually violent predator caseloads within the Community Supervision for Life program. The fiscal 2008 recommended appropriation of \$6.6 million, an increase of \$989,000, reflects reallocations from other programs.

The GPS Monitoring of Sex Offenders was initiated in fiscal 2006. Originally funded as a two year pilot program, the Satellite-based Monitoring of Sex Offenders Program received full funding in fiscal 2007. For fiscal 2008 funding is recommended at \$2.4 million.

#### Department Accomplishments

##### Education

In accordance with federal and state requirements, the department provides mandatory educational services in all of the department's facilities housing inmates under the age of 21 who have been identified as being in need of special education intervention in addition to other formal educational instruction provided on a voluntary basis for the adult inmate population. In fiscal 2006, 109 high school diplomas were awarded to the school age population, and 978 GED tests were administered to both school age and adult students, with 660 passing, or a 67% passage rate.

##### Supervisor Training

Over the past year, the Correctional Staff Training Academy has instituted a Supervisory Training Program for new and upcoming supervisors, having taken a proactive approach by training Sergeants who in the near future will be promoted to the rank of Lieutenant, in a three day supervisory training program concentrating on leadership skills and upper management level tasks. In addition, a similar program is offered to our officers who will soon be promoted to the rank of Sergeant, an intensive five day training focusing on leadership styles, conflict resolutions, and the critical shift that they may encounter as new supervisors.

### DEPARTMENT OF CORRECTIONS SUMMARY OF APPROPRIATIONS BY FUND (thousands of dollars)

Year Ending June 30, 2006					Year Ending June 30, 2008		
Orig. & (S)Supple- mental	Reapp. & (R)Recpts.	Transfers & (E)Emer- gencies	Total Available	Expended	2007 Adjusted Approp.	Requested	Recom- mended
<b>GENERAL FUND</b>							
909,913	1,502	25,863	937,278	929,625	963,938	974,226	974,226
138,654	---	-271	138,383	132,899	133,151	150,698	150,698
5,000	5,667	---	10,667	2,777	---	3,936	3,936
<b>1,053,567</b>	<b>7,169</b>	<b>25,592</b>	<b>1,086,328</b>	<b>1,065,301</b>	<b>1,097,089</b>	<b>1,128,860</b>	<b>1,128,860</b>
<b>1,053,567</b>	<b>7,169</b>	<b>25,592</b>	<b>1,086,328</b>	<b>1,065,301</b>	<b>1,097,089</b>	<b>1,128,860</b>	<b>1,128,860</b>
<b>Total Appropriation, Department of Corrections</b>					<b>1,097,089</b>	<b>1,128,860</b>	<b>1,128,860</b>

# CORRECTIONS

## SUMMARY OF APPROPRIATIONS BY PROGRAM (thousands of dollars)

Year Ending June 30, 2006					Year Ending June 30, 2008			
Orig. & (S)Supple- mental	Reapp. & (R)Recpts.	Transfers & (E)Emer- gencies	Total Available	Expended	2007 Adjusted Approp.	Requested	Recom- mended	
<b>DIRECT STATE SERVICES - GENERAL FUND</b>								
<b>Detention and Rehabilitation</b>								
471,219	60	21,228	492,507	491,527	Institutional Control and Supervision	516,514	516,669	516,669
219,100	5	-7,525	211,580	211,524	Institutional Care and Treatment	248,553	257,707	257,707
60,324	1,356	-1,002	60,678	59,892	Institutional Program Support	34,363	35,617	35,617
83,711	77	6,041	89,829	87,827	Administration and Support Services	84,804	84,804	84,804
<b>834,354</b>	<b>1,498</b>	<b>18,742</b>	<b>854,594</b>	<b>850,770</b>	<b>Subtotal</b>	<b>884,234</b>	<b>894,797</b>	<b>894,797</b>
<b>Parole</b>								
46,405	4	403	46,812	43,174	Parole	44,858	44,569	44,569
12,267	---	686	12,953	12,848	State Parole Board	13,430	13,442	13,442
3,630	---	39	3,669	3,583	Administration and Support Services	3,527	3,804	3,804
<b>62,302</b>	<b>4</b>	<b>1,128</b>	<b>63,434</b>	<b>59,605</b>	<b>Subtotal</b>	<b>61,815</b>	<b>61,815</b>	<b>61,815</b>
<b>Central Planning, Direction and Management</b>								
13,257	---	5,993	19,250	19,250	Administration and Support Services	17,889	17,614	17,614
<b>13,257</b>	<b>---</b>	<b>5,993</b>	<b>19,250</b>	<b>19,250</b>	<b>Subtotal</b>	<b>17,889</b>	<b>17,614</b>	<b>17,614</b>
<b>909,913</b>	<b>1,502</b>	<b>25,863</b>	<b>937,278</b>	<b>929,625</b>	<b>Total Direct State Services - General Fund</b>	<b>963,938</b>	<b>974,226</b>	<b>974,226</b>
<b>909,913</b>	<b>1,502</b>	<b>25,863</b>	<b>937,278</b>	<b>929,625</b>	<b>TOTAL DIRECT STATE SERVICES</b>	<b>963,938</b>	<b>974,226</b>	<b>974,226</b>
<b>GRANTS-IN-AID - GENERAL FUND</b>								
<b>Detention and Rehabilitation</b>								
103,105	---	---	103,105	101,696	Institutional Program Support	96,873	114,420	114,420
<b>103,105</b>	<b>---</b>	<b>---</b>	<b>103,105</b>	<b>101,696</b>	<b>Subtotal</b>	<b>96,873</b>	<b>114,420</b>	<b>114,420</b>
<b>Parole</b>								
35,549	---	-271	35,278	31,203	Parole	36,278	36,278	36,278
<b>35,549</b>	<b>---</b>	<b>-271</b>	<b>35,278</b>	<b>31,203</b>	<b>Subtotal</b>	<b>36,278</b>	<b>36,278</b>	<b>36,278</b>
<b>138,654</b>	<b>---</b>	<b>-271</b>	<b>138,383</b>	<b>132,899</b>	<b>Total Grants-In-Aid - General Fund</b>	<b>133,151</b>	<b>150,698</b>	<b>150,698</b>
<b>138,654</b>	<b>---</b>	<b>-271</b>	<b>138,383</b>	<b>132,899</b>	<b>TOTAL GRANTS-IN-AID</b>	<b>133,151</b>	<b>150,698</b>	<b>150,698</b>
<b>CAPITAL CONSTRUCTION</b>								
<b>Detention and Rehabilitation</b>								
---	537	-49	488	325	Administration and Support Services	---	---	---
<b>---</b>	<b>537</b>	<b>-49</b>	<b>488</b>	<b>325</b>	<b>Subtotal</b>	<b>---</b>	<b>---</b>	<b>---</b>

Year Ending June 30, 2006					Year Ending June 30, 2008		
Orig. & (S)Supple- mental	Reapp. & (R)Recpts.	Transfers & (E)Emer- gencies	Total Available	Expended	2007 Adjusted Approp.	Requested	Recom- mended
5,000	5,130	49	10,179	2,452	<b>Central Planning, Direction and Management</b>		
					Administration and Support Services		
					---	3,936	3,936
5,000	5,130	49	10,179	2,452	<i>Subtotal</i>		
					---	3,936	3,936
5,000	5,667	---	10,667	2,777	<b>TOTAL CAPITAL CONSTRUCTION</b>		
					---	3,936	3,936
1,053,567	7,169	25,592	1,086,328	1,065,301	<b>Total Appropriation, Department of Corrections</b>		
					1,097,089	1,128,860	1,128,860

## 10. PUBLIC SAFETY AND CRIMINAL JUSTICE

### 16. DETENTION AND REHABILITATION

#### OBJECTIVES

1. To receive, diagnose and classify offenders legally committed to the prisons, correctional institutions and the Adult Diagnostic and Treatment Center, with emphasis on satisfying the individual rehabilitation program needs of the offender.
2. To effect a reorientation of attitudes and habits, upgrade educational attainment and develop work skills through vocational programs which will assist offenders to conform to acceptable community living standards upon release from institutions.
3. To develop and enhance public interest and encourage community participation in the correctional process.

#### PROGRAM CLASSIFICATIONS

07. **Institutional Control and Supervision.** Designed to provide the level of control necessary to protect the inmate and the community from harm by providing custodial control and supervision in all institutional areas and during inmate transportation outside of the institution.
08. **Institutional Care and Treatment.** Includes the activities of housekeeping, safety and medical care which provide a safe, sanitary and healthful environment for inmates and employees; and food service, which meets the nutritional needs of inmates and staff. Provides suitable and adequate clothing to inmates to meet their needs during the period of incarceration. Provides medical, dental, surgical and nursing services to maintain and promote the physical health of inmates.

Includes the treatment and classification services designed to assist the offender with emotional and/or maturational problems; makes program assignments, reassignments, and release decisions for inmates and maintains accurate, up-to-date cumulative records of relevant information concerning all inmates from admission to final discharge from parole. A recreation program is provided to enhance inmate social development and promote the constructive use of leisure time. Professional staff activities in the disciplines of psychology, psychiatry and social work provide guidance counseling and other diagnostics and treatments designed to enable offenders to adopt norms of acceptable behavior, improve their adaptive behavior and increase their positive interaction with the staff, other offenders and the community upon release. Institutional work is available in State Use shops and in the operation of farming, laundry, bakery, maintenance, and food service programs. In addition, furlough and work release programs are provided for the transition to normal family and employment situations.

Provides basic, secondary and college education, library activities, high school equivalency, and vocational training. State and federal funds support this program.

99. **Administration and Support Services.** Coordinates the fiscal, physical and personnel resources of the institution.

Comprises the planning, management and operation of the physical assets of the institution including utilities, buildings and structures, grounds and equipment of all kinds. Activities include operation, maintenance, repair, rehabilitation, improvement, custodial and housekeeping services.

#### INSTITUTIONAL DESCRIPTIONS

##### New Jersey State Prison

The maximum security prison, located in Trenton, provides programs for adult male offenders. Educational opportunities are comprehensive, covering adult basic education through college and include a five cluster vocational education program. An Administrative and Management Services Unit inside the prison is available for housing and programming designed to treat the more severe behavioral problems which occur in the prison system.

##### Vroom Central Reception and Assignment Facility

The Central Reception & Assignment Facility serves as a central processing unit for all adult males sentenced to the New Jersey Department of Corrections. It is responsible for objectively

classifying all State inmates, and providing all intake examinations/evaluations, including medical, dental, educational, psychological, etc.

The Jones Farm Minimum Security Unit is a satellite unit. It serves as a work camp for inmates serving non-violent short term sentences. The facility supports the Reception and Assignment Facility in the delivery of food services, building and grounds, maintenance/repairs and other activities as needed.

##### East Jersey State Prison

This prison provides maximum, medium, and minimum security programs for male adult offenders. Work opportunities are provided by three State Use Industries shops (furniture, clothing and metal) within the prison for the production of materials and

products to be used by various State agencies and local governments. Food service, grounds maintenance, institutional maintenance, and farm services are provided by inmates at the North Jersey Developmental Center, Totowa. A functional vocational technical training program offers courses in auto body, mechanics, welding, building trades, painting and decorating, masonry, and horticulture.

### **South Woods State Prison**

This facility, located in Bridgeton, Cumberland County, houses male offenders in a safe and secure environment providing custody, care, and rehabilitative services. Its bed space design capacity totals 3,188, consisting of three 960 bed medium security general housing units, a 44 bed long term care facility, and a 264 bed minimum security unit. The first 960 bed unit became operational in fiscal 1997, and the second in October 1997. The remaining beds opened in the spring of 1998.

Work opportunities are provided by five State Use Industries shops: clothing, shoe manufacturing, sign manufacturing, printing, and the consolidated food warehouse.

### **Bayside State Prison**

This combined minimum-medium security prison located at Leesburg in Cumberland County provides programs for male adult offenders at the medium security prison and the minimum security unit. In addition, an inmate detail is housed at, and provides services for the Ancora Psychiatric Hospital.

Work opportunities are provided in farm operations for minimum security inmates. The auto license tag and clothing industries offer training for medium security inmates. The Regional Bakery, which has an inmate training program, provides services to institutions throughout the State. The dairy provides services to institutions in southern New Jersey.

The education program covers adult basic education and a vocational education program offering a total of ten subjects. Modular units on institution grounds provide for additional inmate housing.

### **Southern State Correctional Facility**

Southern State Correctional Facility, which opened in July 1983, is located at Delmont in Cumberland County adjacent to Bayside State Prison. This institution is a medium security facility constructed of modular buildings with a razor ribboned double fence acting as the secured perimeter. A 352 bed minimum-security permanent unit opened on the grounds of the facility in fiscal 2004.

Work opportunities are provided by two State Use Industries shops: concrete products and wood products.

### **Mid-State Correctional Facility**

Mid-State Correctional Facility is a male medium security institution located on 13 acres of Federal Government property on Ft. Dix, in Burlington County. The facility was formerly a military Pre-Trial Detention Center. In 1982, the Department of Corrections entered into a very stringent leasing agreement with the Federal Government requiring unique operating procedures. In August 2004 the property was deeded to the Department of Corrections.

### **Riverfront State Prison**

Riverfront State Prison is a medium security institution located in the City of Camden on a 12.5 acre site adjacent to the Delaware River. The population consists of adult male offenders who are incarcerated for a variety of offenses adjudicated by the courts of New Jersey.

### **Edna Mahan Correctional Facility for Women**

This institution, located at Clinton in Hunterdon County, provides custody and treatment programs for female offenders 16 years of age and older. The academic program offers educational opportunities from basic education through high school equivalency. College courses are also available. A vocational education program offers courses in quantity food service, beauty culture, upholstery training, clerical skills, horticulture, life skills, nurses aides, and electronic assembly programs. The State Use sewing industry provides work experience and training.

Psychiatric, psychological, and social work services are available on an individual and group basis. A drug and alcohol treatment unit is operational. Inmates who have a history of alcohol abuse are provided with individual and group counseling. Medical services are affiliated with surrounding community medical facilities.

Food service is provided for the neighboring Hunterdon Developmental Center and the Mountainview Youth Correctional Facility.

### **Northern State Prison**

This medium security institution, designed for male adult offenders and located on 42 acres of property in Essex County, opened in fiscal 1987. Programs provide work release, furloughs, and community service activities for inmates classified in minimum security status. Vocational training courses are offered in printing, carpentry, and electrical repairs. Located within the main structure, a State Use shop for the production of clothing items also provides training and work opportunities.

### **Adult Diagnostic and Treatment Center, Avenel**

This center provides custody and inpatient treatment services for adult male sex offenders who come under the purview of the Sex Offender Act (NJS 2A:164 and 2C:47); it also provides outpatient services, comprised of diagnostic assessments for the courts, State Parole Board, and other State and local agencies; moreover, aftercare therapy is afforded to sex offender parolees. Also, a county-based treatment program is offered for offenders housed in county jails awaiting admission. Work opportunities are provided by a State Use Industries computer assisted design (CAD) / textile shop. In fiscal 2000, the Kearny Unit was converted to the first temporary facility for housing the civilly committed. In fiscal 2001, Rahway Camp was converted to be a second temporary facility for the same purpose. Both facilities are administered by the Adult Diagnostic & Treatment Center.

### **Garden State Youth Correctional Facility**

The facility, located at Yardville in Burlington County, is part of the State's youth correctional institution complex. It consists of eight housing units (RS 30:4-146). The Prison Reception Unit previously located at Garden State, was transferred to the Central Reception & Assignment effective July 1, 1997.

A number of programs, such as academic education, vocational training, and the supportive education team program are offered. Work opportunities are provided by a State Use Industries shop which manufactures brushes, brooms, and mops. In addition, two therapeutic community programs have been established.

### **Albert C. Wagner Youth Correctional Facility**

The Youth Correctional Facility (RS 30:4-146), located at Bordentown in Burlington County, provides programs for male offenders. A limited number of prison complex inmates are also housed here. This medium security institution emphasizes vocational, academic, and social education along with group and individual psychotherapy, substance abuse treatment, social casework, and psychiatric treatment. Work opportunities are provided by two State Use Industries shops, metal and clothing.

**Mountainview Youth Correctional Facility**

This medium security, cottage-type institution, located at Annandale in Hunterdon County, provides programs for males with

both indeterminate and State prison sentences who have a minimal history of previously commitment to correctional institutions. Work opportunities include a farming operation and two State Use Industries shops, furniture and mattress.

**EVALUATION DATA**

	<b>Actual FY 2005</b>	<b>Actual FY 2006</b>	<b>Revised FY 2007</b>	<b>Budget Estimate FY 2008</b>
<b>New Jersey State Prison</b>				
<b>PROGRAM DATA</b>				
<b>Education Program</b>				
Participants				
Adult Basic Education .....	399	397	398	398
General Educational Development .....	50	45	48	48
Vocational Education .....	18	13	15	16
<b>OPERATING DATA</b>				
Design Capacity .....	1,811	1,819	1,819	1,819
Average daily population .....	1,931	1,833	1,898	1,898
Annual Per Capita .....	\$37,643	\$41,897	\$45,067	\$45,644
Daily Per Capita .....	\$103.13	\$114.79	\$123.47	\$124.71
<b>Vroom Central Reception and Assignment Facility</b>				
<b>PROGRAM DATA</b>				
<b>Education Program</b>				
Participants				
Adult Basic Education .....	110	110	110	110
General Educational Development .....	45	49	49	49
Vocational Education .....	39	39	40	40
<b>OPERATING DATA</b>				
Design Capacity .....	691	691	691	691
Average daily population .....	1,056	1,054	1,123	1,123
Annual Per Capita .....	\$36,418	\$37,144	\$37,102	\$37,508
Daily Per Capita .....	\$99.77	\$101.76	\$101.65	\$102.48
<b>East Jersey State Prison</b>				
<b>PROGRAM DATA</b>				
<b>Education Program</b>				
Participants				
Adult Basic Education .....	405	437	438	438
General Educational Development .....	134	135	137	137
Vocational Education .....	131	121	125	125
<b>OPERATING DATA</b>				
Design Capacity .....	1,735	1,551	1,551	1,551
Average daily population .....	1,928	1,935	1,922	1,922
Main institution .....	1,313	1,383	1,383	1,383
Satellite units .....	255	116	103	103
Administrative Segregation .....	360	436	436	436
Annual Per Capita .....	\$34,113	\$34,998	\$36,413	\$36,768
Daily Per Capita .....	\$93.46	\$95.86	\$99.76	\$100.46
<b>South Woods State Prison</b>				
<b>PROGRAM DATA</b>				
<b>Education Program</b>				
Participants				
Adult Basic Education .....	674	675	675	675
General Educational Development .....	323	315	316	316
Vocational Education .....	1,097	1,094	1,095	1,095

# CORRECTIONS

	Actual FY 2005	Actual FY 2006	Revised FY 2007	Budget Estimate FY 2008
<b>OPERATING DATA</b>				
Design Capacity .....	3,188	3,188	3,188	3,188
Average daily population .....	3,378	3,373	3,331	3,331
Annual Per Capita .....	\$28,123	\$30,536	\$33,052	\$33,522
Daily Per Capita .....	\$77.05	\$83.66	\$90.55	\$91.59
<b>Bayside State Prison</b>				
<b>PROGRAM DATA</b>				
<b>Education Program</b>				
Participants				
Adult Basic Education .....	219	241	243	243
General Educational Development .....	211	198	199	199
Vocational Education .....	287	303	305	305
<b>OPERATING DATA</b>				
Design capacity .....	1,347	1,347	1,347	1,347
Average daily population .....	2,249	2,258	2,340	2,340
Main institution .....	1,066	1,008	1,066	1,066
Modular units .....	275	297	274	274
Satellite units .....	908	953	1,000	1,000
Annual Per Capita .....	\$26,255	\$27,200	\$27,790	\$28,070
Daily Per Capita .....	\$71.93	\$74.52	\$76.14	\$76.69
<b>Southern State Correctional Facility</b>				
<b>PROGRAM DATA</b>				
<b>Education Program</b>				
Participants				
Adult Basic Education .....	382	375	378	378
General Educational Development .....	148	153	154	154
Vocational Education .....	300	309	312	312
<b>OPERATING DATA</b>				
Design Capacity .....	1,352	1,352	1,352	1,352
Average daily population .....	1,940	2,054	2,028	2,028
Annual Per Capita .....	\$28,626	\$28,698	\$30,119	\$30,407
Daily Per Capita .....	\$78.43	\$78.62	\$82.52	\$83.08
<b>Mid-State Correctional Facility</b>				
<b>PROGRAM DATA</b>				
<b>Education Program</b>				
Participants				
Adult Basic Education .....	176	178	180	180
General Educational Development .....	73	95	97	97
Vocational Education .....	43	45	47	47
<b>OPERATING DATA</b>				
Design Capacity .....	604	604	604	604
Average daily population .....	640	639	643	643
Annual Per Capita .....	\$34,269	\$35,111	\$37,678	\$38,017
Daily Per Capita .....	\$93.89	\$96.19	\$103.23	\$103.87
<b>Riverfront State Prison</b>				
<b>PROGRAM DATA</b>				
<b>Education Program</b>				
Participants				
Adult Basic Education .....	298	288	290	290
General Educational Development .....	31	44	46	46
Vocational Education .....	472	475	476	476

# CORRECTIONS

	Actual FY 2005	Actual FY 2006	Revised FY 2007	Budget Estimate FY 2008
<b>OPERATING DATA</b>				
Design Capacity .....	631	631	631	631
Average daily population .....	1,018	1,017	1,009	1,009
Annual Per Capita .....	\$35,148	\$36,124	\$38,887	\$39,340
Daily Per Capita .....	\$96.30	\$98.97	\$106.54	\$107.49
<b>Edna Mahan Correctional Facility for Women</b>				
<b>PROGRAM DATA</b>				
<b>Education Program</b>				
Participants				
Adult Basic Education .....	518	516	517	517
General Educational Development .....	57	55	56	56
Vocational Education .....	545	542	543	543
<b>OPERATING DATA</b>				
Design Capacity .....	694	648	648	648
Average daily population .....	1,114	1,091	1,101	1,101
Annual Per Capita .....	\$33,637	\$38,088	\$41,372	\$42,045
Daily Per Capita .....	\$92.16	\$104.35	\$113.35	\$114.88
<b>Northern State Prison</b>				
<b>PROGRAM DATA</b>				
<b>Education Program</b>				
Participants				
Adult Basic Education .....	233	223	225	225
General Educational Development .....	123	113	115	115
Vocational Education .....	111	105	107	107
<b>OPERATING DATA</b>				
Design Capacity .....	1,530	1,530	1,530	1,530
Average daily population .....	2,651	2,645	2,615	2,615
Annual Per Capita .....	\$28,244	\$29,433	\$32,942	\$33,422
Daily Per Capita .....	\$77.38	\$80.64	\$90.25	\$91.32
<b>Adult Diagnostic and Treatment Center, Avenel</b>				
<b>PROGRAM DATA</b>				
<b>Education Program</b>				
Participants				
Adult Basic Education .....	165	169	169	169
General Educational Development .....	74	70	72	72
Vocational Education .....	226	238	240	240
<b>OPERATING DATA</b>				
Design Capacity .....	512	512	512	512
Average daily population .....	679	687	684	684
Main institution .....	679	687	684	684
Annual Per Capita .....	\$41,988	\$41,137	\$46,642	\$47,446
Daily Per Capita .....	\$115.04	\$112.70	\$127.79	\$129.63
Residents--Civilly Committed Sexual Offender Facility ....	155	155	158	158
Residents--Civilly Committed Sexual Offender Facility - Annex .....	159	184	197	236
<b>Garden State Youth Correctional Facility</b>				
<b>PROGRAM DATA</b>				
<b>Education Program</b>				
Participants				
Adult Basic Education .....	1,570	1,879	1,882	1,882
General Educational Development .....	86	142	145	145
Vocational Education .....	1,634	1,898	1,898	1,898

# CORRECTIONS

	Actual FY 2005	Actual FY 2006	Revised FY 2007	Budget Estimate FY 2008
<b>OPERATING DATA</b>				
Design Capacity .....	1,168	1,168	1,168	1,168
Average daily population .....	1,733	1,819	1,818	1,818
Annual Per Capita .....	\$24,650	\$24,208	\$26,789	\$26,921
Daily Per Capita .....	\$67.53	\$66.32	\$73.40	\$73.55
<b>Albert C. Wagner Youth Correctional Facility</b>				
<b>PROGRAM DATA</b>				
<b>Education Program</b>				
Participants				
Adult Basic Education .....	809	798	798	798
General Educational Development .....	216	201	205	205
Vocational Education .....	322	330	332	332
<b>OPERATING DATA</b>				
Design Capacity .....	1,080	1,032	1,032	1,032
Average daily population .....	1,350	1,336	1,381	1,381
Main institution .....	875	817	875	875
Close-custody unit .....	235	225	235	235
Modular units .....	133	164	141	141
Satellite Units .....	107	130	130	130
Annual Per Capita .....	\$34,395	\$36,480	\$37,104	\$37,406
Daily Per Capita .....	\$94.23	\$99.94	\$101.66	\$102.20
<b>Mountainview Youth Correctional Facility</b>				
<b>PROGRAM DATA</b>				
<b>Education Program</b>				
Participants				
Adult Basic Education .....	1,005	995	998	998
General Educational Development .....	269	262	265	265
Vocational Education .....	688	687	688	688
<b>OPERATING DATA</b>				
Design Capacity .....	803	803	755	755
Average daily population .....	1,265	1,267	1,265	1,265
Main institution .....	1,157	1,157	1,157	1,157
Satellite Units .....	108	110	108	108
Annual Per Capita .....	\$30,255	\$31,478	\$32,875	\$33,094
Daily Per Capita .....	\$82.89	\$86.24	\$90.07	\$90.42
<b>Institutional Total</b>				
<b>PROGRAM DATA</b>				
<b>Education Program</b>				
Participants				
Adult Basic Education .....	6,963	7,281	7,301	7,301
General Educational Development .....	1,840	1,877	1,904	1,904
Vocational Education .....	5,913	6,199	6,223	6,224
<b>OPERATING DATA</b>				
Design Capacity .....	17,146	16,876	16,828	16,828
Average daily population .....	22,932	23,008	23,158	23,158
Main institution .....	20,551	20,577	20,731	20,731
Modular units .....	408	461	415	415
Close-custody unit .....	235	225	235	235
Administrative Segregation .....	360	436	436	436
Satellite Units .....	1,378	1,309	1,341	1,341
Ratio: Population/positions .....	2.8/1	2.8/1	2.8/1	2.8/1
Residents--Civilly Committed Sexual Offender Facility ....	155	155	158	158
Residents--Civilly Committed Sexual Offender Facility - Annex .....	159	184	197	236



# CORRECTIONS

	Actual FY 2005	Actual FY 2006	Revised FY 2007	Budget Estimate FY 2008
<b>PERSONNEL DATA</b>				
<b>Position Data</b>				
Filled Positions by Funding Source				
State Supported .....	8,135	8,186	8,236	8,140
Federal .....	24	21	22	22
All Other .....	140	134	126	140
Total Positions .....	8,299	8,341	8,384	8,302
Filled Positions by Program Class				
Institutional Control and Supervision .....	6,672	6,705	6,807	6,597
Institutional Care and Treatment .....	988	1,039	1,014	1,052
Administration and Support Services .....	639	597	563	653
Total Positions .....	8,299	8,341	8,384	8,302

**Notes:**

Actual payroll counts are reported for fiscal years 2005 and 2006 as of December and revised fiscal year 2007 as of January. The Budget Estimate for fiscal year 2008 reflects the number of positions funded. Position Ratios and per capita costs do not include the Civilly Committed Sexual Offender Facility and the Civilly Committed Sexual Offender Facility-Annex.

In accordance with county assistance contracts with the Department of Corrections, the rate of per diem reimbursement to the counties attributable to the housing of state inmates shall be based on the average cost of operating the New Jersey, East Jersey, and Bayside State Prisons, using fiscal 2006 actual daily per capita data of \$74.52 for Bayside State Prison, \$95.86 for East Jersey State Prison, and \$114.79 for New Jersey State Prison.

## APPROPRIATIONS DATA (thousands of dollars)

Year Ending June 30, 2006					Year Ending June 30, 2008			
Orig. & (S)Supple- mental	Reapp. & (R)Recpts.	Transfers & (E)Emer- gencies	Total Available	Expended	Prog. Class.	2007 Adjusted Approp.	Requested	Recom- mended
<b><u>DIRECT STATE SERVICES</u></b>								
<b>Distribution by Fund and Program</b>								
450,695	60	17,291	468,046	467,066	Institutional Control and Supervision	07 492,188	492,343	492,343
219,100	5	-7,525	211,580	211,524	Institutional Care and Treatment	08 248,553	257,707	257,707
83,711	77	6,041	89,829	87,827	Administration and Support Services	99 84,804	84,804	84,804
<b>753,506</b>	<b>142</b>	<b>15,807</b>	<b>769,455</b>	<b>766,417</b>	<b>Total Direct State Services (a)</b>	<b>825,545 (b)</b>	<b>834,854</b>	<b>834,854</b>
<b>Distribution by Fund and Object</b>								
Personal Services:								
499,531	8	16,773	516,312	514,128	Salaries and Wages	547,137	547,137	547,137
---	---	---	---	2,004	Food In Lieu of Cash	2,045	2,045	2,045
<b>499,531</b>	<b>8</b>	<b>16,773</b>	<b>516,312</b>	<b>516,132</b>	<b>Total Personal Services</b>	<b>549,182</b>	<b>549,182</b>	<b>549,182</b>
77,183	23	8,710	85,916	85,866	Materials and Supplies	75,226	75,226	75,226
135,013	5	-10,179	124,839	124,833	Services Other Than Personal	157,238	166,690	166,690
12,697	---	993	13,690	13,687	Maintenance and Fixed Charges	12,286	12,286	12,286
Special Purpose:								
3,416	---	46	3,462	3,462	Stabilization and Reintegration Unit at Albert C. Wagner	07 3,745	3,762	3,762
757	---	---	757	756	Gang Management Unit	07 813	839	839
8,338	---	---	8,338	8,330	Civilly Committed Sexual Offender Program	07 8,914	8,985	8,985
12,985	---	-600	12,385	11,596	Civilly Committed Sexual Offender Facility - Annex	07 14,647	14,688	14,688
82	---	---	82	82	State Match - Byrne Grant Therapeutic Community Program	08 82	---	---
268	---	---	268	268	State Match - Residential Substance Abuse Treatment Grant	08 268	26	26
33	---	---	33	32	State Match - Social Services Block Grant	08 33	33	33

# CORRECTIONS

Year Ending June 30, 2006					Year Ending June 30, 2008			
Orig. & (S)Supple- mental	Reapp. & (R)Recpts.	Transfers & (E)Emer- gencies	Total Available	Expended	Prog. Class.	2007 Adjusted Approp.	Requested	Recom- mended
<b><u>DIRECT STATE SERVICES</u></b>								
---	---	32	32	32				
---	---	13	13	13				
3,203	106	19	3,328	1,328				
<b><u>CAPITAL CONSTRUCTION</u></b>								
<b>Distribution by Fund and Program</b>								
---	537	-49	488	325				
---	537	-49	488	325				
<b>Distribution by Fund and Object</b>								
<b>East Jersey State Prison</b>								
---	16	-16	---	---				
---	2	---	2	---				
<b>Bayside State Prison</b>								
---	434	---	434	310				
<b>Riverfront State Prison</b>								
---	30	-30	---	---				
---	1	-1	---	---				
---	2	-2	---	---				
<b>Albert C. Wagner Youth Correctional Facility</b>								
---	52	---	52	15				
753,506	679	15,758	769,943	766,742				
<b>Grand Total State Appropriation</b>								
<b>OTHER RELATED APPROPRIATIONS</b>								
<b>Federal Funds</b>								
1,881	485	24	2,390	1,825				
1,881	485	24	2,390	1,825				
<b>All Other Funds</b>								
---	1,375							
---	131 R	9,069	10,575	8,516				
---	1,684							
---	15,289 R	-757	16,216	14,954				
---	18,479	8,312	26,791	23,470				
755,387	19,643	24,094	799,124	792,037				
<b>GRAND TOTAL ALL FUNDS</b>								

## Notes -- Direct State Services - General Fund

- Funding for Additional Mental Health Treatment Services from System-Wide Program Support is moved to the base appropriations of the appropriate institutions beginning fiscal year 2007.
- The fiscal year 2007 appropriation has been reduced to reflect the transfer of funds to the Interdepartmental Salary and Other Benefits Account, as well as the reallocation of State appropriations supporting information technology services to the Office of Information Technology within the Department of Treasury.

## Language Recommendations -- Direct State Services - General Fund

In order to permit flexibility and ensure the appropriate levels of services to the civilly committed, appropriated amounts may be transferred between the Civilly Committed Sexual Offender Facility and the Civilly Committed Sexual Offender Facility - Annex accounts, subject to the approval of the Director of the Division of Budget and Accounting.

The unexpended balance at the end of the preceding fiscal year in the Civilly Committed Sexual Offender Facility and the Civilly Committed Sexual Offender Facility - Annex accounts are appropriated for the same purpose, subject to the approval of the Director of the Division of Budget and Accounting.

Receipts derived from the Upholstery Program at the Albert C. Wagner Youth Correctional Facility, and any unexpended balance at the end of the preceding fiscal year are appropriated for the operation of the program with surplus funds being credited to the institution's Inmate Welfare Fund, subject to the approval of the Director of the Division of Budget and Accounting.

**10. PUBLIC SAFETY AND CRIMINAL JUSTICE**  
**16. DETENTION AND REHABILITATION**  
**7025. SYSTEM-WIDE PROGRAM SUPPORT**

**OBJECTIVES**

1. To provide for the cost of maintaining State sentenced offenders housed in county correctional facilities and private halfway houses under contract to the Department.
2. To conduct a central training and staff development program to provide training to staff of all Departmental operating units.
3. To plan, direct, and coordinate the Department's automated information processing activities.
4. To upgrade and maintain the quality of medical and dental care provided to the inmate population of State correctional institutions.
5. To provide for a coordinated approach to the institutional personnel and payroll function.

**PROGRAM CLASSIFICATIONS**

07. **Institutional Control and Supervision.** Designed to provide the level of control necessary to protect the inmate and the community from harm by providing custodial control and supervision in all institutional areas and during inmate transportation outside of the institution.
13. **Institutional Program Support.** Includes those activities which support institutional programs and programs directly administered by the Commissioner and staff. Programs include the purchase of services for State inmates housed in county facilities, private contracted residential facilities, inmate medical support programs, training and staff development, integrated information systems planning, and the provision of hospital services and medical transportation of inmates.

**EVALUATION DATA**

	<b>Actual FY 2005</b>	<b>Actual FY 2006</b>	<b>Revised FY 2007</b>	<b>Budget Estimate FY 2008</b>
<b>OPERATING DATA</b>				
<b>Institutional Control and Supervision</b>				
Average Number of State Inmates in County Penal Facilities .	1,545	1,885	1,798	2,119
County Assistance and County Contract . . . . .	2,762	1,562	1,562	1,562
Funded Community Bed Spaces . . . . .	2,629	2,629	2,629	2,629

**PERSONNEL DATA****Position Data****Filled Positions by Funding Source**

State Supported . . . . .	685	756	603	635
Federal . . . . .	12	12	9	15
All Other . . . . .	27	22	21	29
Total Positions . . . . .	724	790	633	679

**Filled Positions by Program Class**

Institutional Control and Supervision . . . . .	357	452	314	301
Institutional Program Support . . . . .	367	338	319	378
Total Positions . . . . .	724	790	633	679

**Notes:**

Actual payroll counts are reported for fiscal years 2005 and 2006 as of December and revised fiscal year 2007 as of January.

The Budget Estimate for fiscal year 2008 reflects the number of positions funded.

Payroll counts for fiscal year 2005 include 72 Correction Officer Trainees and for fiscal year 2006 include 143 Correctional Officer Trainees.

**APPROPRIATIONS DATA**  
(thousands of dollars)

<b>Year Ending June 30, 2006</b>					<b>Year Ending June 30, 2008</b>			
<b>Orig. &amp; (S)Supple- mental</b>	<b>Reapp. &amp; (R)Recpts.</b>	<b>Transfers &amp; (E)Emer- gencies</b>	<b>Total Available</b>	<b>Expended</b>	<b>Prog. Class.</b>	<b>2007 Adjusted Approp.</b>	<b>Requested</b>	<b>Recom- mended</b>
<b>DIRECT STATE SERVICES</b>								
<b>Distribution by Fund and Program</b>								
20,524	---	3,937	24,461	24,461	Institutional Control and Supervision	07 24,326	24,326	24,326
60,324	1,356	-1,002	60,678	59,892	Institutional Program Support	13 34,363	35,617	35,617
<b>80,848</b>	<b>1,356</b>	<b>2,935</b>	<b>85,139</b>	<b>84,353</b>	<b>Total Direct State Services</b>	<b>58,689 <sup>(a)</sup></b>	<b>59,943</b>	<b>59,943</b>

# CORRECTIONS

Year Ending June 30, 2006					Year Ending June 30, 2008			
Orig. & (S)Supple- mental	Reapp. & (R)Recpts.	Transfers & (E)Emer- gencies	Total Available	Expended	Prog. Class.	2007 Adjusted Approp.	Requested	Recom- mended
<b><u>DIRECT STATE SERVICES</u></b>								
<b>Distribution by Fund and Object</b>								
Personal Services:								
33,841	---	3,607	37,448	37,448		39,443	39,390	39,390
Salaries and Wages								
<u>33,841</u>	<u>---</u>	<u>3,607</u>	<u>37,448</u>	<u>37,448</u>		<u>39,443</u>	<u>39,390</u>	<u>39,390</u>
1,344	---	17	1,361	1,162		1,145	1,145	1,145
7,810	44	-785	7,069	7,041		7,728	8,149	8,149
9	---	---	9	9		---	---	---
Maintenance and Fixed Charges								
Special Purpose:								
8,076	925	296	9,297	8,741	13	7,779	7,779	7,779
49	---	9	58	57				
Integrated Information Systems								
27	---	---	27	27	13	49	---	---
State Match - Gang Prevention and Awareness Program								
44	---	-44	---	---	13	27	---	---
State Match - Discharge Planning Unit								
200	---	---	200	200	13	44	---	---
State Match - Drug Interdiction Unit								
1,590	---	---	1,590	1,589	13	200	200	200
---	---	---	---	---				
1,141	---	---	1,141	1,141	13	---	---	---
537	---	---	537	537	13	1,120	1,126	1,126
300	---	---	300	300	13	537	537	537
25,638	---	-100	25,538	25,538	13	300	300	300
DOC/DOT Work Details								
242	387	-65	564	563	13	---	---	---
Video Teleconferencing								
Additional Mental Health Treatment Services (b)								
Additions, Improvements and Equipment								
<b><u>GRANTS-IN-AID</u></b>								
<b>Distribution by Fund and Program</b>								
103,105	---	---	103,105	101,696	13	96,873	114,420	114,420
<u>103,105</u>	<u>---</u>	<u>---</u>	<u>103,105</u>	<u>101,696</u>		<u>96,873</u>	<u>114,420</u>	<u>114,420</u>
<b>Distribution by Fund and Object</b>								
Grants:								
18,010	---	1,042	41,052	40,575				
22,000 <sup>S</sup>	---	---	---	---				
100	---	-42	58	58	13	33,778	52,845	52,845
Purchase of Service for Inmates Incarcerated In County Penal Facilities								
61,495	---	-1,000	60,495	59,563	13	100	80	80
Purchase of Service for Inmates Incarcerated In Out-Of-State Facilities								
1,500	---	---	1,500	1,500	13	61,495	61,495	61,495
<u>183,953</u>	<u>1,356</u>	<u>2,935</u>	<u>188,244</u>	<u>186,049</u>	13	<u>1,500</u>	<u>---</u>	<u>---</u>
Life Skills Academy								
<b>Grand Total State Appropriation</b>								
						<u>155,562</u>	<u>174,363</u>	<u>174,363</u>
<b>OTHER RELATED APPROPRIATIONS</b>								
<b>Federal Funds</b>								
7,004								
22 <sup>S</sup>	872	1,031	8,929	5,141	13	9,310	6,777	6,777
<u>7,026</u>	<u>872</u>	<u>1,031</u>	<u>8,929</u>	<u>5,141</u>		<u>9,310</u>	<u>6,777</u>	<u>6,777</u>
<b>Total Federal Funds</b>								
<b>All Other Funds</b>								
---	1,987	5	3,755	283	13	150	150	150
---	<u>1,763<sup>R</sup></u>	<u>5</u>	<u>3,755</u>	<u>283</u>		<u>150</u>	<u>150</u>	<u>150</u>
<u>190,979</u>	<u>5,978</u>	<u>3,971</u>	<u>200,928</u>	<u>191,473</u>		<u>165,022</u>	<u>181,290</u>	<u>181,290</u>
<b>Grand Total All Funds</b>								

**Notes -- Direct State Services - General Fund**

- (a) The fiscal year 2007 appropriation has been reduced to reflect the transfer of funds to the Interdepartmental Salary and Other Benefits Account, as well as the reallocation of State appropriations supporting information technology services to the Office of Information Technology within the Department of Treasury.
- (b) Funding for Additional Mental Health Treatment Services is provided in the base appropriations of the appropriate institutions beginning fiscal year 2007.

**Language Recommendations -- Direct State Services - General Fund**

The unexpended balance at the end of the preceding fiscal year in the Integrated Information Systems account is appropriated to provide funding for the cost of upgrading the Department of Corrections' Correctional Management Information System, subject to the approval of the Director of the Division of Budget and Accounting, the expenditures of which shall directly improve the department's ability to collect fines, restitutions, penalties, surcharges or other debts owed by inmates.

Of the sums appropriated hereinabove for Video Teleconferencing, an amount shall be transferred to the Judiciary and the Office of the Public Defender for telephone line charges, subject to the approval of the Director of the Division of Budget and Accounting.

**Language Recommendations -- Grants-In-Aid - General Fund**

A portion of the total amount appropriated in the Purchase of Service for Inmates Incarcerated in County Penal Facilities account is available for operational costs of additional State facilities for inmate housing, which become ready for occupancy and other programs which reduce the number of State inmates in county facilities, subject to the approval of the Director of the Division of Budget and Accounting.

The unexpended balance at the end of the preceding fiscal year in the Purchase of Service for Inmates Incarcerated in County Penal Facilities account is appropriated for the same purpose.

Any change by the Department of Corrections in the per diem rates paid for Inmates Incarcerated in County Penal Facilities and for Community Services shall first be approved by the Director of the Division of Budget and Accounting.

The unexpended balance at the end of the preceding fiscal year in the Purchase of Community Services account is appropriated for the same purpose, subject to the approval of the Director of the Division of Budget and Accounting.

**10. PUBLIC SAFETY AND CRIMINAL JUSTICE****17. PAROLE****OBJECTIVES**

1. To carry out, in the community, programs of conditional release from custody, i.e. furlough, work/study release, which assist institutionalized offenders in reintegrating into the community and prevent their further involvement in the formal institutionalized correctional process.
2. To provide supervision of parolees by making available the necessary assistance, guidance and controls required for community living.
3. To provide residential/community service and treatment programs for reintegrating institutionalized offenders into the community.
4. To determine when adult and juvenile inmates of State and county correctional facilities are eligible for parole release and to conduct parole hearings to grant parole to those eligible where it appears consistent with the safety of the community and the successful reintegration of the individual therein.
5. To provide at least an annual review for all young adult cases and a quarterly review of all juvenile cases.
6. To provide a legal due process hearing when parole revocation or parole rescission is considered.
7. To consider parole discharges and the imposition of parole conditions.
8. To issue parole warrants, subpoenas, and certificates of good conduct when necessary.
9. To process executive clemency petitions for the Governor.
10. To receive and evaluate the input of victims of crimes and provide pre-parole information to prosecutors.
11. To promulgate rules and regulations governing the parole system.

**PROGRAM CLASSIFICATIONS**

03. **Parole.** This program provides supervision, investigates parole plans, work/study release, and furlough sites for all adult parolees from State and county institutions and those entering New Jersey from other states. It manages several unique community programs designed to support the re-entry and effective supervision of parolees and promotes pro-social behavior for those re-entering our communities. Executive clemency and extradition investigations are performed for the Executive Office. Through its various field offices, fines, penalties, and restitution are collected for deposit in the General Treasury. Treatment is obtained and the progress of parolees and offenders is monitored through the general and specialized caseload officers.
05. **State Parole Board.** The Parole Board establishes parole eligibility for young adult State inmates and monitors parole eligibility for adult inmates of State and county facilities; monitors cases, conducts parole hearings, approves community parole plans for the parolee, receives and evaluates the input of victims of crime, complies with court ordered procedures for parole revocation or parole rescission, approves discharge from parole earlier than maximum sentences, processes executive clemency petitions; and provides pre-parole information to prosecutors. The Board exercises a quasi-judicial decision making function to determine when and under what conditions inmates are released on parole. In addition, the Board hears parole revocation cases to consider alleged parole violations.
99. **Administration and Support Services.** The Chairman and supporting staff are responsible for conducting all Agency programs by developing and maintaining an efficient administration of programs, operations and services by identifying, defining and delegating authority where appropriate; by interpreting and enforcing statutes and administrative

# CORRECTIONS

regulations of the Agency and the Departments of Personnel and Treasury; by seeking and providing opportunities for interested agencies, individuals and groups to receive information so as to enhance public interest, awareness and

participation in the parole process and by increasing efficiency and effectiveness by providing leadership and overall supervision of parole and community programs.

## EVALUATION DATA

	Actual FY 2005	Actual FY 2006	Revised FY 2007	Budget Estimate FY 2008
<b>PROGRAM DATA</b>				
<b>Parole</b>				
Parolees under supervision (beginning of year) (a) . . . . .	13,297	14,009	14,320	14,665
Added to Supervision . . . . .	10,780	11,171	11,445	11,400
Removed from Supervision . . . . .	10,410	10,860	11,100	11,100
<b>Level of Parole Supervision</b>				
General Supervision . . . . .	9,541	8,280	8,280	8,500
Special Caseload Data . . . . .	5,259	6,044	6,377	6,152
Electronic Monitoring . . . . .	395	470	400	400
Supervision, Surveillance and Gang Suppression (b) . . . . .	893	517	450	450
Parolee Drug Treatment (c) . . . . .	525	419	525	---
Sex Offender Management Unit (d) . . . . .	2,273	2,957	3,200	3,500
Re-Entry Substance Abuse Program (RESAP) . . . . .	72	152	152	152
Day Reporting . . . . .	395	732	700	700
Halfway Back Program . . . . .	706	713	700	700
Satellite Based Monitoring of Sex Offenders (e) . . . . .	---	84	250	250
<b>State Parole Board</b>				
Hearings . . . . .	44,338	45,733	46,000	46,000
State . . . . .	29,007	29,292	29,500	29,500
Counties . . . . .	6,800	7,429	7,500	7,500
Juvenile . . . . .	3,872	3,838	3,900	3,900
Parole revocations considered . . . . .	4,659	5,174	5,100	5,100
<b>Reviews:</b>				
Appeals . . . . .	1,648	1,875	1,800	1,800
Community Program Placements (f) . . . . .	3,564	3,468	3,500	3,500
Victim Input Registration . . . . .	1,100	1,122	1,100	1,100
Special Investigations . . . . .	250	177	250	250
<b>PERSONNEL DATA</b>				
<b>Affirmative Action Data</b>				
Male Minority . . . . .	85	96	100	100
Male Minority % . . . . .	12.0	13.4	13.8	13.9
Female Minority . . . . .	155	169	172	172
Female Minority % . . . . .	21.8	23.5	23.8	23.9
Total Minority . . . . .	240	265	272	272
Total Minority % . . . . .	33.8	36.9	37.6	37.7
<b>Position Data</b>				
<b>Filled Positions by Funding Source</b>				
State Supported . . . . .	711	718	723	721
Total Positions . . . . .	711	718	723	721
<b>Filled Positions by Program Class</b>				
Parole . . . . .	497	493	506	487
State Parole Board . . . . .	171	171	166	178
Administration and Support Services . . . . .	43	54	51	56
Total Positions . . . . .	711	718	723	721

### Notes:

Actual payroll counts are reported for fiscal years 2005 and 2006 as of December and revised fiscal year 2007 as of January. The Budget Estimate for fiscal year 2008 reflects the number of positions funded.

(a) Caseload counts have been revised to correct discrepancies in historical data beginning in fiscal year 2006.

(b) Beginning in fiscal year 2006, caseloads in the Supervision, Surveillance and Gang Suppression Program will be reduced and resources reallocated to Community Programs and the Sex Offender Management Unit. This program has been renamed from Intensive Supervision and Surveillance (ISSP).

(c) Beginning in fiscal 2008, Parolee Drug Treatment is funded within base appropriation.

(d) Category was previously titled Community Supervision for Life.

(e) New program initiated in fiscal 2006.

(f) This category which previously only included MAP referrals, now also includes placements to Halfway Back, RESAP and other community release programs.

**APPROPRIATIONS DATA**  
(thousands of dollars)

Year Ending June 30, 2006					Year Ending June 30, 2008				
Orig. & (S)Supplemental	Reapp. & (R)Recpts.	Transfers & (E)Emergencies	Total Available	Expended	Prog. Class.	2007 Adjusted Approp.	Requested	Recommended	
<b><u>DIRECT STATE SERVICES</u></b>									
<b>Distribution by Fund and Program</b>									
46,405	4	403	46,812	43,174	Parole (a)	03	44,858	44,569	44,569
12,267	---	686	12,953	12,848	State Parole Board	05	13,430	13,442	13,442
3,630	---	39	3,669	3,583	Administration and Support Services	99	3,527	3,804	3,804
<b>62,302</b>	<b>4</b>	<b>1,128</b>	<b>63,434</b>	<b>59,605</b>	<b>Total Direct State Services</b>		<b>61,815 (b)</b>	<b>61,815</b>	<b>61,815</b>
<b>Distribution by Fund and Object</b>									
<b>Personal Services:</b>									
37,386	---	1,531	38,917	38,906	Salaries and Wages		37,694	40,224	40,224
<b>37,386</b>	---	<b>1,531</b>	<b>38,917</b>	<b>38,906</b>	<b>Total Personal Services</b>		<b>37,694</b>	<b>40,224</b>	<b>40,224</b>
962	---	-62	900	848	Materials and Supplies		962	1,070	1,070
2,740	---	-233	2,507	2,366	Services Other Than Personal		2,458	2,151	2,151
1,110	---	-26	1,084	953	Maintenance and Fixed Charges		1,094	1,140	1,140
<b>Special Purpose:</b>									
120	---	---	120	119	Payments to Inmates				
					Discharged From Facilities	03	120	182	182
5,777	---	158	5,935	5,458	Parolee Electronic Monitoring Program	03	5,861	5,321	5,321
3,356	---	-830	2,526	2,516	Supervision, Surveillance and Gang Suppression Program (c)	03	2,192	2,269	2,269
2,305	---	-43	2,262	2,000	Parolee Drug Treatment	03	2,345	---	---
437	---	---	437	437	Mutual Agreement Program (MAP)	03	437	437	437
4,842	---	960	5,802	4,945	Sex Offender Management Unit	03	5,624	6,613	6,613
239	---	---	239	239	Ballistic Vest Replacement Initiative	03	---	---	---
3,000 S	---	-524	2,476	615	Satellite-based Monitoring of Sex Offenders Pilot Program	03	3,000	2,372	2,372
28	4	197	229	203	Additions, Improvements and Equipment		28	36	36
<b><u>GRANTS-IN-AID</u></b>									
<b>Distribution by Fund and Program</b>									
35,549	---	-271	35,278	31,203	Parole	03	36,278	36,278	36,278
<b>35,549</b>	---	<b>-271</b>	<b>35,278</b>	<b>31,203</b>	<b>Total Grants-in-Aid</b>		<b>36,278</b>	<b>36,278</b>	<b>36,278</b>
<b>Distribution by Fund and Object</b>									
<b>Grants:</b>									
3,997	---	---	3,997	3,116	Re-Entry Substance Abuse Program	03	3,997	3,997	3,997
2,690	---	---	2,690	2,690	Mutual Agreement Program (MAP)	03	2,690	2,690	2,690
12,173	---	-271	11,902	9,359	Day Reporting Program	03	11,902	11,902	11,902
400	---	---	400	400	Re-Entry Case Management Services	03	400	400	400
16,289	---	---	16,289	15,638	Halfway Back Program	03	17,289	17,289	17,289
<b>97,851</b>	<b>4</b>	<b>857</b>	<b>98,712</b>	<b>90,808</b>	<b>Grand Total State Appropriation</b>		<b>98,093</b>	<b>98,093</b>	<b>98,093</b>

# CORRECTIONS

Year Ending June 30, 2006					Year Ending June 30, 2008			
Orig. & (S)Supple- mental	Reapp. & (R)Recpts.	Transfers & (E)Emer- gencies	Total Available	Expended	Prog. Class.	2007 Adjusted Approp.	Requested	Recom- mended
<b>OTHER RELATED APPROPRIATIONS</b>								
<b>Federal Funds</b>								
2,100	281	28	2,409	281	03	454	60	60
<u>2,100</u>	<u>281</u>	<u>28</u>	<u>2,409</u>	<u>281</u>		<u>454</u>	<u>60</u>	<u>60</u>
<b>All Other Funds</b>								
---	---	---	---	---	99	71	179	179
---	---	---	---	---		<u>71</u>	<u>179</u>	<u>179</u>
<u>99,951</u>	<u>285</u>	<u>885</u>	<u>101,121</u>	<u>91,089</u>		<u>98,618</u>	<u>98,332</u>	<u>98,332</u>

## Notes -- Direct State Services - General Fund

- Beginning in fiscal year 2008, funding for Parolee Drug Treatment is provided in the base appropriation.
- The fiscal year 2007 appropriation has been reduced to reflect the transfer of funds to the Interdepartmental Salary and Other Benefits Account, as well as the reallocation of State appropriations supporting information technology services to the Office of Information Technology within the Department of Treasury.
- The Intensive Supervision/Surveillance Program has been renamed to the Supervision, Surveillance and Gang Suppression Program.

## Language Recommendations -- Direct State Services - General Fund

From the appropriations hereinabove, the Executive Director shall make payment to the Interstate Commission for Adult Offender Supervision in the amount required for the New Jersey state assessment in the current fiscal year.

## Language Recommendations -- Grants-In-Aid - General Fund

Any change by the Division of Parole in the per diem rates affecting Special Caseload accounts shall first be approved by the Director of the Division of Budget and Accounting.

Notwithstanding the provisions of any law or regulation to the contrary, the New Jersey State Parole Board is authorized to expend the amounts appropriated for Re-Entry Substance Abuse Program, Halfway Back Program, Mutual Agreement Program and Day Reporting Program to provide services to ex-offenders who are age 18 or older and under juvenile or adult parole supervision, subject to the approval of the Director of the Division of Budget and Accounting.

The amounts appropriated hereinabove for Re-Entry Case Management Services shall be expended consistent with the recommendations in the final report of the Governor's Task Force on Mental Health.

## 10. PUBLIC SAFETY AND CRIMINAL JUSTICE

### 19. CENTRAL PLANNING, DIRECTION AND MANAGEMENT

#### OBJECTIVES

- To identify, define, and delegate authority and responsibility for the effective operation of State correctional institutions, residential centers, and staff bureaus.
- To coordinate fiscal operations throughout the Department and to provide administrative data and analysis for planning and budgeting.
- To account for the efficient and effective operation of the Department's operational components.
- To provide the support services necessary to improve and modify the methods and techniques used in the State's correctional operations in intervening in the lives of offenders.
- To coordinate the disparate Statewide operations so that a wide range of resources is made available to offenders with a minimum of duplication.
- To provide inspection and consultation services for maintaining proper and adequate standards in correctional facilities at the county and local government level.

#### PROGRAM CLASSIFICATIONS

- Administration and Support Services.** The Commissioner and the supporting staff are responsible for conducting all Department programs by developing and maintaining an efficient administration of programs, operations and services by identifying, defining and delegating authority where appropriate; by interpreting and enforcing statutes and administrative regulations of the Department of Personnel and the Department; by seeking and providing opportunities for interested agencies, individuals and groups to receive information so as to enhance public interest, awareness and participation in the correctional process and by increasing efficiency and effectiveness by providing leadership and overall supervision of institutional services, parole and community programs.

Comprises the planning, management and operation of physical assets including utilities, buildings and structures, grounds and equipment of all kinds. Activities include operation, maintenance, repair, rehabilitation, and improvement and custodial and housekeeping services.



## EVALUATION DATA

	Actual FY 2005	Actual FY 2006	Revised FY 2007	Budget Estimate FY 2008
<b>PERSONNEL DATA</b>				
Affirmative Action Data				
Male Minority .....	2,679	2,703	2,691	2,691
Male Minority % .....	28.3	27.9	27.8	27.8
Female Minority .....	1,334	1,395	1,365	1,365
Female Minority % .....	14.1	14.4	14.1	14.1
Total Minority .....	4,013	4,098	4,056	4,056
Total Minority % .....	42.4	42.3	41.9	41.9
<b>Position Data</b>				
Filled Positions by Funding Source				
State Supported .....	204	198	181	185
All Other .....	13	8	5	8
Total Positions .....	217	206	186	193
Filled Positions by Program Class				
Administration and Support Services .....	217	206	186	193
Total Positions .....	217	206	186	193

**Notes:**

Actual payroll counts are reported for fiscal years 2005 and 2006 as of December and revised fiscal year 2007 as of January.  
The Budget Estimate for fiscal year 2008 reflects the number of positions funded.

**APPROPRIATIONS DATA**  
 (thousands of dollars)

Year Ending June 30, 2006					Year Ending June 30, 2008				
Orig. & (S)Supple- mental	Reapp. & (R)Recpts.	Transfers & (E)Emer- gencies	Total Available	Expended	Prog. Class.	2007 Adjusted Approp.	Requested	Recom- mended	
<b><u>DIRECT STATE SERVICES</u></b>									
<b>Distribution by Fund and Program</b>									
13,257	---	5,993	19,250	19,250	Administration and Support Services	99	17,889	17,614	17,614
<b>13,257</b>	<b>---</b>	<b>5,993</b>	<b>19,250</b>	<b>19,250</b>	<b>Total Direct State Services</b>		<b>17,889</b> (a)	<b>17,614</b>	<b>17,614</b>
<b>Distribution by Fund and Object</b>									
Personal Services:									
9,105	---	4,937	14,042	14,042	Salaries and Wages		14,836	14,511	14,511
9,105	---	4,937	14,042	14,042	Total Personal Services		14,836	14,511	14,511
628	---	277	905	905	Materials and Supplies		623	623	623
2,091	---	421	2,512	2,512	Services Other Than Personal		997	997	997
701	---	358	1,059	1,059	Maintenance and Fixed Charges		701	701	701
Special Purpose:									
---	---	---	---	---	DOC State Match Account - Central Office	99	---	50	50
655	---	---	655	655	Affirmative Action and Equal Employment Opportunity	99	655	655	655
77	---	---	77	77	Additions, Improvements and Equipment		77	77	77
<b><u>CAPITAL CONSTRUCTION</u></b>									
<b>Distribution by Fund and Program</b>									
5,000	5,130	49	10,179	2,452	Administration and Support Services	99	---	3,936	3,936
<b>5,000</b>	<b>5,130</b>	<b>49</b>	<b>10,179</b>	<b>2,452</b>	<b>Total Capital Construction</b>		<b>---</b>	<b>3,936</b>	<b>3,936</b>
<b>Distribution by Fund and Object</b>									
<b>Division of Management and General Support</b>									
---	1	-1	---	---	Deferred Maintenance-Vari- ous Institutions	99	---	---	---

# CORRECTIONS

Year Ending June 30, 2006					Year Ending June 30, 2008			
Orig. & (S)Supple-mental	Reapp. & (R)Recpts.	Transfers & (E)Emer-gencies	Total Available	Expended	Prog. Class.	2007 Adjusted Approp.	Requested	Recom-mended
<b>CAPITAL CONSTRUCTION</b>								
---	324	-75	249	1				
1,000	---	---	1,000	99	Additional Bed Spaces-Vari-ous Institutions	99	---	---
---	1,016	-125	891	7	Locking System Upgrade	99	---	---
---	1,494	-128	1,366	1,260	Perimeter Security Enhance-ments, Various Facilities	99	---	---
---	1,297	413	1,710	909	Fire Safety Code Compliance	99	---	---
---	63	---	63	2	Critical Repairs	99	3,936	3,936
---	2	---	2	---	Roof Replacements/Repairs	99	---	---
---	36	-35	1	---	Repairs and Renovations, Various Institutions	99	---	---
---	380	---	380	159	Sewage Separators & System Upgrades	99	---	---
---	5	---	5	5	Replace Facility Systems Computer	99	---	---
---	512	---	512	---	Network Infrastructure	99	---	---
---	---	---	---	---	Security Improvements	99	---	---
4,000	---	---	4,000	10	Replace Modular Units	99	---	---
18,257	5,130	6,042	29,429	21,702	Grand Total State Appropriation	17,889	21,550	21,550
<b>OTHER RELATED APPROPRIATIONS</b>								
<b>Federal Funds</b>								
180	236	48	464	410	Administration and Support Services	99	428	382
180	236	48	464	410	Total Federal Funds	428	382	382
<b>All Other Funds</b>								
---	822	---	---	---	Administration and Support Services	99	569	392
---	8,999 <sup>R</sup>	-8,276	1,545	744	Total All Other Funds	569	392	392
---	9,821	-8,276	1,545	744	GRAND TOTAL ALL FUNDS	18,886	22,324	22,324
18,437	15,187	-2,186	31,438	22,856				

## Notes -- Direct State Services - General Fund

- (a) The fiscal year 2007 appropriation has been reduced to reflect the transfer of funds to the Interdepartmental Salary and Other Benefits Account, as well as the reallocation of State appropriations supporting information technology services to the Office of Information Technology within the Department of Treasury.

## Language Recommendations -- Direct State Services - General Fund

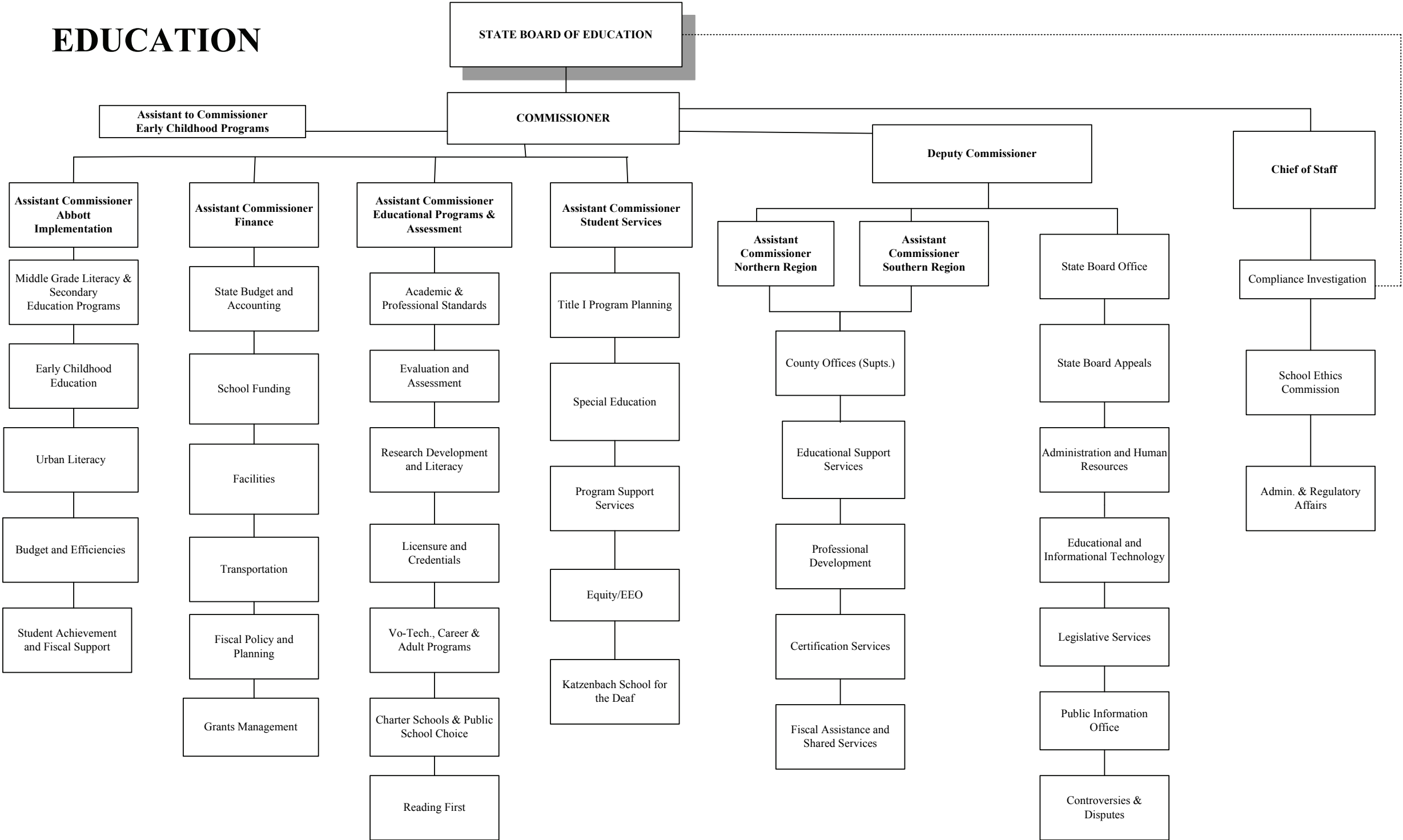
Receipts derived from the Culinary Arts Vocational Program, and any unexpended balance at the end of the preceding fiscal year, are appropriated for the operation of the program, subject to the approval of the Director of the Division of Budget and Accounting.

## Language Recommendations -- Direct State Services - General Fund

The unexpended balance at the end of the preceding fiscal year of funds held for the benefit of inmates in the several institutions, and such funds as may be received, are appropriated for the use of such inmates.

Payments received by the State from employers of prisoners on their behalf, as part of any work release program, are appropriated for the purposes provided under P.L. 1969, c. 22 (C.30:4-91.4 et seq.).

# EDUCATION



## DEPARTMENT OF EDUCATION

### OVERVIEW

The New Jersey Department of Education provides leadership to prepare all students for their role as citizens and for career opportunities in the 21st century information-based, highly technological world. There are four major areas of focus that guide the Department's policies, plans, and initiatives. They are achievement, standards and assessments, innovation, and accountability.

Our focus on early literacy has already paid dividends in preparing children to read by the end of third grade. Statewide performance in 2006 at grades 3 and 4 remains high, with modest gains, compared to previous years; more importantly, the gap between "Abbott" districts and non-Abbott districts continues to shrink; and grade 4 results show that the performance of limited English proficient (LEP) students and those with disabilities continue to improve, again closing critical performance gaps.

Without losing ground with the progress under the early literacy initiatives, we must carry the momentum through middle school and high school grades. The Alliance for Excellent Education maintains that only 30 percent of U.S. high school students are proficient readers. Adolescent literacy reform requires significant changes in schools at all levels to reverse the trend toward illiteracy. With a grant from the National Governor's Association, the Department's Adolescent Literacy Policy and Planning Committee is currently developing a research-based blueprint that includes a comprehensive instructional model and intensive training program to improve literacy instruction and outcomes for middle school students. This design was initially piloted two years ago. This year, it was expanded to include eight districts and proposals call for an expansion to include 18 districts in the upcoming year. This pilot includes intensive professional development, coupled with on-site support, to ensure research elements are integrated into actual classroom practice. Based on the results of this expanded pilot, the State will be positioned to take the model to scale, thereby positively impacting middle grades practices across the state.

In addition to our work on middle school instruction, the Department has begun work on redesigning our high schools in conjunction with Achieve, the American Diploma Project Network, and the National Governor's Association. All of this work is intended to help every child complete high school with the requisite skills for success. To accomplish this goal, the Department will deploy its resources strategically and devote its efforts to raising student achievement and overcoming achievement gaps by developing new tools to assist classroom teachers to focus instruction and classroom assessment on critical skills and concepts.

#### Budget Highlights

The Fiscal 2008 Budget for the Department of Education totals \$10.975 billion, an increase of \$565.9 million or 5.4% over the fiscal 2007 adjusted appropriation of \$10.409 billion.

#### School Aid

School aid for fiscal 2008 is recommended at \$10.877 billion, an increase of \$579.1 million from fiscal 2007. This figure includes \$7.943 billion in direct aid awards to school districts. Included in the total aid is \$2.264 billion in payments on behalf of local school districts for teachers' retirement benefits, debt service on pension bonds, and the employer's share of social security payments for teachers. This represents an increase of \$61.9 million over the fiscal 2007 adjusted appropriation. Also included is \$670 million for school building aid programs, which will service debt on new and existing bond issues, as well as provide aid for qualifying local debt issued for school construction.

For the first time in many years, all districts, Abbott, non-Abbott, and nonpublic, will be eligible for increases in aid. The Budget includes

\$1.679 billion for Education Opportunity Aid, an increase of \$124.2 million, which will ensure that parity is provided for every Abbott district and for additional documented needs based on the Department's review of the 2007-2008 Abbott budget submissions. Non-Abbott districts will receive a minimum 3% increase in formula aid. Additional funding is targeted to districts with the highest needs in three new programs, with a focus on the benefits of early childhood programs. Nonpublic school funding will also grow by 3%, an increase of \$3 million.

Non-Abbott school districts with high concentrations of poverty will receive Targeted At-Risk Aid, a new \$66.8 million program, for expansion and enhancement of preschool, full-day kindergarten, and literacy programs. Another new category of aid, Full-Day Kindergarten Supplemental Aid, will provide \$26.2 million in additional resources to non-Abbott districts currently offering full-day kindergarten programs. Preschool Expansion and Enhancement Grants, which are budgeted at \$10 million, will be used to improve the quality of non-Abbott preschool programs, bringing them closer to Abbott program standards.

#### Continuing Programs

The Budget continues to support the Marie H. Katzenbach School for the Deaf, providing \$3.3 million in fiscal 2008.

An appropriation of \$3 million for the Liberty Science Center will continue to provide science education services for students in the Abbott districts in fiscal 2008, remaining flat from fiscal 2007.

The Budget provides \$3.5 million for literacy assistance to schools, children, and communities. These efforts will help achieve the goal that every student will be able to read and perform basic mathematical functions at or above grade level by the third grade.

The Fiscal 2008 Budget reflects a commitment to after school programs by providing \$15 million in funding for the New Jersey After 3 program.

The Fiscal 2007 Budget included \$19.5 million in grants for autism and special education programs. Continued funding for these grants does not appear in the Fiscal 2008 Budget, as these are multi-year programs with a grant period beginning in fiscal 2007.

#### Department Accomplishments

As the Department of Education concentrates on providing leadership to prepare all students for their role as citizens and for career opportunities of the 21st century, our work will be organized around the four main themes of achievement, standards and assessments, innovation, and accountability.

#### Achievement

In taking action to overcome achievement gaps, the Department will examine issues that involve teachers and administrators. We will help districts attract high-quality personnel and fill positions in areas of shortage. The Department will expand its work with the higher education community to improve teacher and administrator preparation and assist districts in providing ongoing professional development opportunities that result in highly effective teachers, not just highly qualified ones. As part of the State's No Child Left Behind (NCLB) Highly Qualified Teacher Plan, the Department is working with school districts to ensure that all teachers are highly qualified and that teachers are being distributed equitably so that we are not short-changing students in any school. To that end, the Department has created an internal Teacher Quality Council that collaborates to address critical issues such as shortages of special education, math, or science teachers.

Furthermore, through the federal Teacher Quality Enhancement Recruitment grant, the Department is working with The College of New Jersey to assist urban schools in attracting and retaining teachers. Grant activities include a summer Urban Academy that

exposes high school students to urban teaching careers and technical assistance to urban schools to improve recruiting efforts through new web sites and materials. The Department has also developed a Mentoring Toolkit that provides resources for a quality induction program that supports novice teachers. Local districts must complete a mentoring plan aligned to the Professional Standards for Teachers that includes the mentor selection process, program logistics, and evaluation. The Budget recommends \$188,000 for grants to help teachers seeking National Board of Professional Teaching Standards certification. A fiscal 2008 appropriation of \$2.5 million is also recommended to support the Teacher Mentoring program.

### Standards and Assessments

After a complete revision of the academic standards in 2004, the expectation is that school districts have created and aligned curricula to ensure that the nine areas of the State's standards are being implemented. Upgrading curriculum is essential if we expect teachers to focus on the knowledge and skills that prepare students for success. Once the curriculum is aligned solidly with the Core Curriculum Content Standards, the next step is to provide intensive professional development to make sure that every teacher in every building knows and understands the standards and is armed with research-based strategies for teaching those concepts.

The Department has initiated a new effort called the Standards Clarification Project, which will focus on improving classroom instruction and assessment of the New Jersey Core Curriculum Content Standards (NJCCCS). The project focuses on ways to improve "transfer" of knowledge and skills across content areas and on ways that reinforce prior knowledge and improve understanding. The project includes a series of statewide professional development opportunities for teachers and school administrators in late 2007. In addition, new web-based materials based on this design will be made available to schools. Department content specialists have created a number of resources to assist schools and teachers in aligning existing curricula to the standards including horizontal scope and sequence charts and new sample learning activities to supplement the existing frameworks. NJPEP includes a wide array of resources to support instruction and assessment including e-courses in reading, math, and teaching English language learners.

The federal Math-Science Partnership (MSP) grant provides funding to three institutions of higher education to train middle level teachers in the content and pedagogy of science, math, and technology. The MSP provides teachers with sustained professional development, college courses, and in-class coaching to improve their capacity to address the NJCCCS in math and science. In 2007, we plan to expand to six colleges and allow teachers of grades 3-8 to participate.

Currently, the Department is reviewing the existing science standards to develop materials to support a new end-of-course exam in biology, which will become operational in May 2008. The Department participates in a state collaborative to develop an Algebra II end-of-course exam, which will also be piloted in 2008.

As we continue to strengthen our standards, we must also focus on higher-level skills in math and science as specified in Governor Corzine's economic growth initiative.

The Fiscal 2008 Budget recommends an appropriation of \$20.7 million for the Statewide Assessment Program, an increase of \$4.5 million over fiscal 2007. One of our most fundamental goals is to ensure that New Jersey students are prepared for the challenges that await them after high school in a highly competitive, 21st century global economy. That goal requires that our statewide assessment system provide timely, meaningful information about student achievement that can inform classroom instruction and curriculum design at almost every grade level. Toward this end, the Department's Assessment Advisory Committee has sponsored a complete redesign of the grade 3-8 assessment system that will

culminate in the award of a long term contract with a testing vendor this spring. It is particularly important that our high school assessment system foster an articulation between high school and post-secondary education and the workplace, so as to link educational disciplines more directly with college level course content and career options. For this reason, our high school assessment program will move increasingly toward end-of-course assessments, particularly in science and mathematics. End-of-course assessments will provide both greater articulation between secondary and postsecondary education as well as greater accountability within high schools, since the assessments will measure student mastery of specific course content. This transition to end-of-course assessments will begin with a fully operational biology assessment in spring 2008 and a pilot Algebra II assessment that same year.

### Innovation

Our school initiatives are intended to lead us to a more rigorous system of P-16 education, and we must infuse innovation all the way along the continuum from preschool to college. The Department is working on an agenda to redesign high schools so that every child is prepared for a highly competitive global economy. High school must become more flexible, supportive, and effective in helping low-performing students and expand the range of high-quality programs offered. Colleges and businesses both complain that students are not prepared well for either. We must change that outcome, but not with lower standards. Expectations of higher education and business have now converged, and it is incumbent upon us to make sure our graduates have the skills they need to be successful whether they enter college or begin a career immediately after high school.

Currently, our state efforts for redesigning the high school are led by the High School Redesign Steering Committee. We have included representatives from all of our professional education organizations as well as from higher education and the business community. Our goals include raising high school graduation requirements by adding specific course content aligned to the demands of colleges and employers and redesigning our assessment system to implement end-of-course assessments in busy content areas. This initiative is coordinated with ongoing high school reform work in Abbott districts and in career and technical education programs. Attention to these initiatives will also address the increased expectations for a better prepared workforce included in Governor Corzine's Economic Growth Plan for New Jersey.

### Accountability

In fiscal 2008, the Department will implement the NJ Quality Single Accountability Continuum (NJQSAC), which will provide a thorough process to monitor all New Jersey districts. This monitoring and accountability process covers every aspect of district performance including governance, operations, fiscal management, personnel, and program and instruction. In districts that show the need for improvement, the Department will offer technical assistance either directly from the Department or through the use of highly skilled professionals. The goal is to work on improvement collaboratively rather than rely on a system of compliance that has not worked well in the past.

We will also administer the School District Fiscal Accountability Act of 2006 wherever warranted.

For educational accountability, the Department is also completing its work on NJSMART, a student-level database that will include a unique identification number for every student in the state by the spring of 2007. In order to measure student progress more effectively and improve classroom instruction, we must have individual student-level data. Districts need this information to raise student achievement and the Department will use it to make data-driven decisions. As the student-level system becomes operational

# EDUCATION

beginning in fiscal 2008, we will create a model for calculating student progress on an individual level to determine Adequate Yearly Progress under NCLB, tracking the individual progress of students. Finally, the Department continues its work with local districts on measures that will heighten awareness of actions that can be taken and programs that can be implemented to help prevent some of the

disturbing incidents we have seen recently in schools throughout the country. Whether we are fighting gang influence, drug distribution, or possible violence in the school buildings, we must find ways to increase collaboration among local districts, law enforcement agencies, municipalities and other partners. The Department will continue to develop ways to assist districts in the area of school safety.

## DEPARTMENT OF EDUCATION SUMMARY OF APPROPRIATIONS BY FUND (thousands of dollars)

Year Ending June 30, 2006						Year Ending June 30, 2008		
Orig. & (S)Supple- mental	Reapp. & (R)Recpts.	Transfers & (E)Emer- gencies	Total Available	Expended		2007 Adjusted Approp.	Requested	Recom- mended
GENERAL FUND								
60,694	9,414	13,620	83,728	75,524	Direct State Services	69,518	76,733	76,733
18,129	---	-222	17,907	17,163	Grants-In-Aid	39,713	28,938	28,938
654,245	5,042	-7,640	651,647	624,590	State Aid	1,283,865	795,907	795,907
1,050	844	---	1,894	227	Capital Construction	2,450	2,800	2,800
734,118	15,300	5,758	755,176	717,504	Total General Fund	1,395,546	904,378	904,378
PROPERTY TAX RELIEF FUND								
8,707,023	7,048	10,648	8,724,719	8,710,449	State Aid	9,013,803	10,070,837	10,070,837
8,707,023	7,048	10,648	8,724,719	8,710,449	Total Property Tax Relief Fund	9,013,803	10,070,837	10,070,837
9,441,141	22,348	16,406	9,479,895	9,427,953	Total Appropriation, Department of Education	10,409,349	10,975,215	10,975,215

## SUMMARY OF APPROPRIATIONS BY PROGRAM (thousands of dollars)

Year Ending June 30, 2006						Year Ending June 30, 2008		
Orig. & (S)Supple- mental	Reapp. & (R)Recpts.	Transfers & (E)Emer- gencies	Total Available	Expended		2007 Adjusted Approp.	Requested	Recom- mended
DIRECT STATE SERVICES - GENERAL FUND								
Direct Educational Services and Assistance								
218	---	-28	190	185	Bilingual Education	238	238	238
53	---	3	56	56	Special Education	59	59	59
271	---	-25	246	241	Subtotal	297	297	297
Operation and Support of Educational Institutions								
2,899	23	179	3,101	3,098	Marie H. Katzenbach School for the Deaf	3,245	3,245	3,245
2,899	23	179	3,101	3,098	Subtotal	3,245	3,245	3,245
Supplemental Education and Training Programs								
250	---	-5	245	244	General Vocational Education	345	345	345
250	---	-5	245	244	Subtotal	345	345	345
Educational Support Services								
27,472	4,500	-1,677	30,295	23,408	Educational Programs and Assessment	24,454	28,004	28,004
627	---	17	644	644	Grants Management	690	690	690
2,714	1,427	---	4,141	3,783	Professional Development and Licensure	2,966	2,966	2,966
4,294	1	1,658	5,953	5,920	Service to Local Districts	3,307	6,397	6,397
---	---	---	---	---	Office of School Choice	---	---	---
123	---	2,488	2,611	2,611	Early Childhood Education	2,479	2,706	2,706
425	---	-88	337	337	Pupil Transportation	472	472	472
---	---	10,846	10,846	10,846	Abbott Implementation	10,910	11,120	11,120

# EDUCATION

Year Ending June 30, 2006					Year Ending June 30, 2008		
Orig. & (S)Supple- mental	Reapp. & (R)Recpts.	Transfers & (E)Emer- gencies	Total Available	Expended	2007 Adjusted Approp.	Requested	Recom- mended
3,246	1,304	-525	4,025	3,652	Facilities Planning and School Building		
					Aid	2,720	2,720
1,348	---	-58	1,290	1,249	Student Services	1,398	1,398
40,249	7,232	12,661	60,142	52,450	Subtotal	49,396	56,473
					Education Administration and Management		
3,239	1	212	3,452	3,401	School Finance	3,773	3,773
2,193	3	262	2,458	2,454	Compliance and Auditing	2,236	2,036
11,593	2,155	336	14,084	13,636	Administration and Support Services	10,226	10,564
17,025	2,159	810	19,994	19,491	Subtotal	16,235	16,373
60,694	9,414	13,620	83,728	75,524	Total Direct State Services - General Fund	69,518	76,733
60,694	9,414	13,620	83,728	75,524	TOTAL DIRECT STATE SERVICES	69,518	76,733
					GRANTS-IN-AID - GENERAL FUND		
					Direct Educational Services and Assistance		
---	---	---	---	---	Miscellaneous Grants-In-Aid	---	10,000
---	---	---	---	---	Special Education	19,500	---
---	---	---	---	---	Subtotal	19,500	10,000
					Educational Support Services		
10,629	---	-222	10,407	9,663	Educational Programs and Assessment	5,213	3,938
7,500	---	---	7,500	7,500	Student Services	15,000	15,000
18,129	---	-222	17,907	17,163	Subtotal	20,213	18,938
18,129	---	-222	17,907	17,163	Total Grants-In-Aid - General Fund	39,713	28,938
18,129	---	-222	17,907	17,163	TOTAL GRANTS-IN-AID	39,713	28,938
					STATE AID - GENERAL FUND		
					Direct Educational Services and Assistance		
22,499	650	-98	23,051	22,400	General Formula Aid	401,835	117,746
108,075	3,247	---	111,322	110,951	Nonpublic School Aid	101,615	104,664
13,641	---	100	13,741	13,493	Miscellaneous Grants-In-Aid	9,461	4,991
---	---	---	---	---	Adult and Continuing Education	---	---
52,000	---	---	52,000	52,000	Special Education	52,000	52,000
196,215	3,897	2	200,114	198,844	Subtotal	564,911	279,401
					Supplemental Education and Training Programs		
4,860	---	---	4,860	4,854	General Vocational Education	4,860	4,860
4,860	---	---	4,860	4,854	Subtotal	4,860	4,860

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Year Ending June 30, 2006					Year Ending June 30, 2008		
Orig. & (S)Supple- mental	Reapp. & (R)Recpts.	Transfers & (E)Emer- gencies	Total Available	Expended	2007 Adjusted Approp.	Requested	Recom- mended
359,269	1,145	-1,775	358,639	333,951	<b>Educational Support Services</b>		
					Facilities Planning and School Building Aid	481,672	511,646
93,901	---	-5,867	88,034	86,941	Teachers' Pension and Annuity Assistance	232,422	---
453,170	1,145	-7,642	446,673	420,892	<i>Subtotal</i>	714,094	511,646
654,245	5,042	-7,640	651,647	624,590	<i>Total State Aid - General Fund</i>	1,283,865	795,907
					<b>STATE AID - PROPERTY TAX RELIEF FUND</b>		
					<b>Direct Educational Services and Assistance</b>		
5,669,554	7,048	46,779	5,723,381	5,716,734	General Formula Aid	5,443,623	5,973,838
80,529	---	4,501	85,030	85,016	Miscellaneous Grants-In-Aid	86,979	94,209
65,578	---	---	65,578	65,578	Bilingual Education	65,578	65,578
199,512	---	---	199,512	199,512	Programs for Disadvantaged Youths	199,512	266,310
896,420	---	---	896,420	896,420	Special Education	896,420	896,420
6,911,593	7,048	51,280	6,969,921	6,963,260	<i>Subtotal</i>	6,692,112	7,296,355
					<b>Supplemental Education and Training Programs</b>		
38,948	---	---	38,948	38,948	General Vocational Education	38,948	38,948
38,948	---	---	38,948	38,948	<i>Subtotal</i>	38,948	38,948
					<b>Educational Support Services</b>		
307,287	---	1,867	309,154	308,067	Pupil Transportation	313,047	313,047
20,454	---	---	20,454	20,454	Facilities Planning and School Building Aid	23	158,391
1,428,741	---	-42,499	1,386,242	1,379,720	Teachers' Pension and Annuity Assistance	1,969,673	2,264,096
1,756,482	---	-40,632	1,715,850	1,708,241	<i>Subtotal</i>	2,282,743	2,735,534
8,707,023	7,048	10,648	8,724,719	8,710,449	<i>Total State Aid - Property Tax Relief Fund</i>	9,013,803	10,070,837
9,361,268	12,090	3,008	9,376,366	9,335,039	<i>TOTAL STATE AID</i>	10,297,668	10,866,744
					<b>CAPITAL CONSTRUCTION</b>		
					<b>Operation and Support of Educational Institutions</b>		
---	575	---	575	34	Marie H. Katzenbach School for the Deaf	1,950	2,400
---	575	---	575	34	<i>Subtotal</i>	1,950	2,400
					<b>Education Administration and Management</b>		
1,050	269	---	1,319	193	Administration and Support Services	500	400
1,050	269	---	1,319	193	<i>Subtotal</i>	500	400
1,050	844	---	1,894	227	<i>TOTAL CAPITAL CONSTRUCTION</i>	2,450	2,800
9,441,141	22,348	16,406	9,479,895	9,427,953	<i>Total Appropriation, Department of Education</i>	10,409,349	10,975,215



### 30. EDUCATIONAL, CULTURAL, AND INTELLECTUAL DEVELOPMENT

#### 31. DIRECT EDUCATIONAL SERVICES AND ASSISTANCE

##### OBJECTIVES

1. To provide financial assistance to all public local education agencies to ensure their capacity to deliver the programs and services necessary to bring their students to achievement of the Core Curriculum Content Standards.
2. To provide financial assistance for the education of children attending nonpublic schools.
3. To promote local programs to improve the English and citizenship skills of foreign born adults.
4. To provide technical assistance to local school districts in the preparation, adoption, and implementation of school desegregation plans and affirmative action plans; to monitor departmental and school district compliance with federal and State law and establish policy regarding school desegregation, affirmative action, and equality of opportunity for minorities and women.
5. To aid, administer, evaluate, and monitor educational programs for children and adults with educational disabilities, including those served by State and federal projects.
6. To aid, develop, manage, and evaluate federal and State educational programs for children and adults of limited English speaking proficiency; to assist in implementing mandated statewide testing programs for the limited English speaking population.
7. To administer and monitor the funding of federal and State programs for students at risk of educational failure, including remedial programs for youth and adults; to assure suitable educational programs to residents of State institutions.

##### PROGRAM CLASSIFICATIONS

Since fiscal 2003, the school aid calculations described below as modified by the fiscal 2002 Appropriations Act have been used to establish a minimum level of funding that would be provided to a school district and have been modified to provide increases in some categories as outlined in the provisions of the annual Appropriations Act.

01. **General Formula Aid.** The Comprehensive Educational Improvement and Financing Act of 1996 established the basis for the aid that ensures the provision of the regular education portion of a thorough and efficient (T&E) education. The Act specifies the amount of money per pupil - the T&E amount - appropriate for delivering the Core Curriculum Content Standards under certain delivery and efficiency assumptions. In recognition of legitimate local differences in cost, a flexible amount of 5% is added to and subtracted from the T&E amount to determine the T&E range, or range of spending on regular education that will be supported by the State. The T&E amount represents the cost of educating a student in the elementary school (grades 1-5). The cost of educating a kindergarten pupil is 50% of the T&E amount, as the delivery and efficiency assumptions include a half-day kindergarten program. The cost for a middle school student (grades 6-8) is 4% higher, and for a high school student (grades 9-12), 11% higher.

A district's T&E budget for regular education of its resident pupils is determined by inflating its prior year per-pupil net T&E budget by the consumer price index, provided that the increase in the consumer price index is not less than 2.5%, multiplying that amount by the district's weighted enrollment, and then subtracting out categorical aid for the budget year. If

the result falls outside the T&E range, the T&E budget is then the top or bottom of the range, as appropriate. For the 31 poor urban districts known as Abbott districts, the T&E budget is the top of the T&E range, notwithstanding prior year spending.

a. **Core Curriculum Standards Aid - Aid** is provided to a district whose T&E budget exceeds the local fair share tax effort. The measure of fiscal capacity is determined by applying statewide multipliers to the value of property and personal income in the district, adjusting the result by the position of the district's T&E budget within the T&E range. The local fair share represents the local resources a district would have to appropriate in order to spend at the level of its T&E budget. A district may spend above its T&E budget level under a variety of circumstances, but its Core Curriculum Standards Aid would not increase. A district may appropriate less than its fair share without its Core Curriculum Standards Aid being reduced. However, all districts are required to appropriate a minimum local share. The determination of this required local share varies by type of district.

b. **Supplemental Core Curriculum Standards Aid - A** first component of Supplemental Core Curriculum Standards Aid is provided to a district with a high concentration of low-income pupils and an excessive burden on its property tax base, and is intended to offset a portion of the required local share. An Abbott district or district that falls within the Department of Education's District Factor Group A designation receives additional Supplemental Core Curriculum Standards Aid in the amount required to offset any tax increase that would be required to meet its required local share after consideration of other regular education aids. A second component of Supplemental Core Curriculum Standards Aid is provided to districts with high T&E tax rates after considering the first component of Supplemental Core Curriculum Standards Aid.

c. **Stabilization Aid and Supplemental Stabilization Aid -** Stabilization provisions in the Act moderate the effects of the abrupt changes in the entitlements from the prebudget year to the budget year. A district whose entitlement growth exceeds the stabilization growth limit of the greater of 10% or the district's projected rate of growth in resident enrollment over the prebudget year, experiences an aid reduction to reach the limit; this reduction is reflected in its aid allocations. A district that experiences a loss in selected aids from the prebudget year receives stabilization aid to offset the amount of the loss. Supplemental stabilization aid is also provided to large efficient districts and to districts in communities with high concentrations of senior citizens.

d. **Early Childhood Aid - Aid** is provided to districts with a 20% or greater concentration of students from low income families, with a larger amount provided to districts with a 40% or greater concentration of low income pupils, for the purpose of providing preschool, full-day kindergarten, and other early childhood programs and services.

e. **Consolidated Aid - Represents** the consolidation and redistribution of distance learning network aid, adult high school/post graduate aid, and academic achievement rewards, which along with additional supplemental funds are provided to districts on a per-pupil basis.

02. **Nonpublic School Aid.** Various types of assistance are available to Boards of Education in public school districts in New Jersey to reimburse such districts for expenses they are

required to incur on behalf of students who are enrolled in grades K-12 in a nonpublic school, within the district, which complies with compulsory school attendance requirements and with the requirements of Title VI of the Civil Rights Act of 1964. The following aid programs are included:

a. **Nonpublic Textbook Aid** - Supports the purchase and lending of textbooks upon individual request (N.J.S.A. 18A:58-37.1 et seq.). State aid is paid in an amount equal to the state average budgeted textbook expense per public school pupil for the prebudget year, for all nonpublic students enrolled in grades K-12 of a nonpublic school on the last school day prior to October 16 of the prebudget year.

b. **Nonpublic Auxiliary Services Aid** - Aid for compensatory education, English as a second language, and home instruction (N.J.S.A. 18A:46A-1 et seq.) is provided upon consent of the parent or guardian. State aid is paid for providing services to nonpublic pupils equivalent to the services provided to pupils enrolled in the public schools.

c. **Nonpublic Handicapped Aid** - Provides identification, examination, classification, supplemental, and speech correction services (N.J.S.A. 18A:46-19.1 et seq.) for each student who is enrolled full-time. State aid is paid to each school district in an amount sufficient to provide examination, classification, supplemental, and speech correction services to nonpublic pupils.

d. **Nonpublic Auxiliary/Handicapped Transportation Aid** - Provides for transporting nonpublic pupils to public schools or neutral sites, for auxiliary/handicapped services that cannot be provided constitutionally in sectarian schools.

e. **Nonpublic Nursing Services Aid** - Provides funds for Boards of Education to provide basic nursing services for nonpublic school pupils who are enrolled full-time in nonpublic schools within the school district (N.J.S.A. 18A:40-23).

f. **Nonpublic Technology Initiative** - Provides funds for Boards of Education to provide technology to nonpublic school students. The goal of the nonpublic technology initiative program is to provide nonpublic school pupils with computers, educational software, distance learning equipment, and other technologies that can improve their education by meeting their specific educational needs and to give nonpublic school teachers the skills, resources, and incentives to use educational technologies effectively to improve teaching and learning in the classroom.

**03. Miscellaneous Grants-in-Aid.** The following programs are included:

a. **Emergency Fund** - Allows the Commissioner, with the approval of the State Board of Education, to distribute funds to meet unforeseen conditions in any school district (N.J.S.A. 18A:58-11).

b. **Charter School Aid** - Provides direct State aid to charter schools for first year charter school students who attended nonpublic schools prior to enrolling in the charter school; makes up the difference in the "per pupil amount" up to the State's T&E amount, if the district's per pupil program budget amount is less than the T&E amount for charter schools located in Abbott districts; and for technology improvements.

c. **Charter School Aid-Council on Local Mandates** - Provides direct State aid to charter schools to make up the difference in the "per pupil amount" up to the district's "program budget" amount, if capped by maximum T&E amount.

d. **Payments for Institutionalized Children-Unknown District of Residence** - Provides for the payment of State aid for educational services to students in grades K-12 who are homeless or a resident in an institution of the Department of Corrections, the Department of Human Services or Juvenile Justice Commission, and for whom a local school district of residence has not been identified.

e. **Distance Learning Network Aid** - Provided to all districts on a per-pupil basis for the purchase of computers, software and supplies, equipment, wiring, access fees, professional development, staffing, maintenance, and other uses that may be necessary for the establishment of effective distance learning networks.

f. **Adult, Post Graduate, and Postsecondary Vocational Aid** - State aid is distributed for pupils enrolled in approved adult high schools, post graduate programs, and approved full-time postsecondary programs of county vocational schools.

g. **Rewards and Recognition** - This program was established by the Comprehensive Educational Improvement and Financing Act of 1996 to provide grants to districts with schools demonstrating high levels of achievement or significant gains in achievement on statewide tests.

h. **Evening School for the Foreign Born** - Provides financial assistance to school districts for classes in English and in citizenship, with the State matching local funds to a maximum of \$5,000 per school district in any one year (N.J.S.A. 18A:49-1 et seq.).

**05. Bilingual Education.** Categorical aid is provided to local districts for the additional costs of educating students of limited English proficiency. The division also provides technical assistance and program support (N.J.S.A. 18A:35-15). Funding is provided to school districts that meet the following criteria: (1) having greater than 20 students of limited English proficiency in any one language classification who are enrolled in approved bilingual programs; (2) having fewer than 20 students of limited English proficiency who are enrolled in approved English as a Second Language programs; or (3) operating other programs approved by the State Board of Education.

The Bureau of Bilingual Education administers, monitors, and evaluates State and federal grant programs related to the education of limited English proficient students and develops administrative code to implement laws related to the provision of programs and services. The Bureau provides and/or coordinates professional development and technical assistance activities for school district professionals and assists in the implementation of mandated statewide testing programs as they relate to the limited English speaking population.

**06. Programs for Disadvantaged Youths.** Federal and State funds are provided to school districts to address the needs of educationally disadvantaged pupils who are vulnerable to school failure as a consequence of community conditions of poverty. The Comprehensive Educational Improvement and Financing Act of 1996 established specific State aid programs for this purpose. Demonstrably Effective Program Aid (DEPA) is provided to schools with a 20% or greater concentration of students from low income families, with a larger amount provided to schools with a 40% or greater concentration of low income students. DEPA is provided to districts to fund a constellation of instruction, governance, health, and social services programs in qualified schools. Schools in the Abbott districts are also permitted to expend these funds for implementation of whole school reform. Aid is provided on a per-enrolled pupil basis in the qualifying school. Instructional Supplement aid is provided to districts

with a concentration of low income pupils equal to or greater than 5% but less than 20% on a per-low-income pupil basis, for the purpose of providing supplemental services.

07. **Special Education.** The Comprehensive Educational Improvement and Financing Act of 1996 established a four-tier system for funding the additional costs incurred by districts in providing individualized educational programs to students with disabilities in public and private school settings and to non-classified pupils in certain State facilities. Pupils are aided in their district of residence. Pupils classified solely for speech-language services are considered in the T&E amount and aided through general formula aid and thus do not generate special education aid. Tier I aid is paid for students receiving related services such as, but not limited to, occupational therapy, physical therapy, speech, and counseling. A classified pupil may generate aid for up to four services covered by Tier I aid, and classified pupils generating aid under other tiers are eligible for Tier I aid as well. Tier II pupils are pupils resident in the district not receiving Tier IV intensive services meeting the criteria for specific learning

disability, traumatic brain injury or cognitive impairment, mild and preschool disabled and all classified pupils receiving services pursuant to Chapter 46 of Title 18A in shared time county vocational programs in a county vocational school that does not have a full child study team. Tier III pupils are pupils resident in the district not receiving Tier IV intensive services meeting the criteria for cognitive impairment-moderate, orthopedically impaired, auditorily impaired, communication impaired, emotionally disturbed, multiply disabled, other health impaired, and visually impaired. Tier IV pupils are pupils resident in the district meeting the classification definitions for autistic and cognitive impairment-severe and other pupils who receive one or more of the following nine services that must be specified in the pupil's individualized education program: Individual Instruction, Pupil:Teacher-Aide Ratio of 3:1 or Less, High Level Assistive Technology, Extended School Year, Intensive Related Services, Interpreter Services, Personal Aide, Residential Placement for Educational Purposes and Individual Nursing Services.

# EVALUATION DATA

	Actual FY 2005	Actual FY 2006	Revised FY 2007	Budget Estimate FY 2008
<b>PROGRAM DATA</b>				
<b>General Formula Aid</b>				
Resident Enrollment .....	1,446,815	1,448,232	1,440,767	1,440,450
Support Per Pupil (Per State Expenditure/Appropriation and District Budgets) .....	\$14,159	\$14,917	\$16,057	\$16,794
Local .....	\$7,597	\$7,967	\$8,429	\$8,768
State .....	\$6,032	\$6,375	\$7,061	\$7,456
Federal .....	\$530	\$575	\$567	\$570
Percent Support Per Pupil				
Local .....	53.7%	53.4%	52.5%	52.2%
State .....	42.6%	42.7%	44.0%	44.4%
Federal .....	3.7%	3.9%	3.5%	3.4%
Enrollment as of October 15 (Pre-Budget Year)				
All Districts, Total .....	1,441,748	1,446,815	1,448,232	1,440,767
Kindergarten/Preschool .....	137,722	138,331	140,531	139,162
Elementary School (Grades 1-5) .....	466,528	461,671	458,842	456,717
Middle School (Grades 6-8) .....	278,105	276,422	272,255	268,260
High School (Grades 9-12) .....	326,032	333,547	338,223	338,842
Evening School, Post Graduate .....	13,366	12,182	10,908	8,973
Special Education .....	195,020	198,805	201,260	202,467
County Vocational .....	21,234	22,316	22,883	23,218
Students in State Facilities .....	3,741	3,541	3,330	3,128
<b>Nonpublic School Aid</b>				
Textbook Aid - Pupils Enrolled .....	190,970	184,164	180,008	180,100
Auxiliary Services Aid - Students Served .....	37,298	42,166	36,849	36,807
Handicapped Aid - Students Served .....	32,618	39,937	35,683	35,175
Nursing Services Aid - Pupils Enrolled .....	191,761	185,851	181,486	181,500
<b>Bilingual Education</b>				
Limited English Speaking Students Served .....	58,365	55,394	54,043	53,668
<b>Programs for Disadvantaged Youths</b>				
Federal Title I				
Migrant Children Served .....	3,488	3,488	4,234	4,234
Disadvantaged Children Served .....	300,000	300,000	300,000	300,000
Students Eligible for Free Lunch/Free Milk				
All Districts .....	276,951	285,445	287,400	290,761
Abbott Districts .....	164,970	168,258	161,853	165,280

# EDUCATION

	Actual FY 2005	Actual FY 2006	Revised FY 2007	Budget Estimate FY 2008
<b>Special Education</b>				
Enrollments				
Local Districts .....	188,217	192,140	194,741	196,068
Regional Day Schools .....	1,051	1,038	960	941
County Vocational Special Education .....	5,752	5,627	5,559	5,458

## PERSONNEL DATA

### Position Data

#### Filled Positions by Funding Source

State Supported .....	4	5	3	4
Federal .....	104	115	108	134
Total Positions .....	108	120	111	138

#### Filled Positions by Program Class

Bilingual Education .....	4	5	6	7
Programs for Disadvantaged Youths .....	7	14	17	19
Special Education .....	97	101	88	112
Total Positions .....	108	120	111	138

### Notes:

Actual payroll counts are reported for fiscal years 2005 and 2006 as of December and revised fiscal year 2007 as of January.  
The Budget Estimate for fiscal year 2008 reflects the number of positions funded.

## APPROPRIATIONS DATA (thousands of dollars)

Year Ending June 30, 2006					Year Ending June 30, 2008			
Orig. & (S)Supple- mental	Reapp. & (R)Repts.	Transfers & (E)Emer- gencies	Total Available	Expended	Prog. Class.	2007 Adjusted Approp.	Requested	Recom- mended
<b><u>DIRECT STATE SERVICES</u></b>								
<b>Distribution by Fund and Program</b>								
218	---	-28	190	185	Bilingual Education	05	238	238
53	---	3	56	56	Special Education	07	59	59
<b>271</b>	<b>---</b>	<b>-25</b>	<b>246</b>	<b>241</b>	<b>Total Direct State Services</b>		<b>297<sup>(a)</sup></b>	<b>297</b>
<b>Distribution by Fund and Object</b>								
Personal Services:								
212	---	11	223	223	Salaries and Wages		238	238
<b>212</b>	<b>---</b>	<b>11</b>	<b>223</b>	<b>223</b>	<b>Total Personal Services</b>		<b>238</b>	<b>238</b>
21	---	-19	2	2	Materials and Supplies		21	21
37	---	-17	20	16	Services Other Than Personal		37	37
1	---	---	1	---	Maintenance and Fixed Charges		1	1
<b><u>GRANTS-IN-AID</u></b>								
<b>Distribution by Fund and Program</b>								
---	---	---	---	---	Miscellaneous Grants-In-Aid	03	---	10,000
---	---	---	---	---	Special Education	07	19,500	---
<b>---</b>	<b>---</b>	<b>---</b>	<b>---</b>	<b>---</b>	<b>Total Grants-in-Aid</b>		<b>19,500</b>	<b>10,000</b>
<b>Distribution by Fund and Object</b>								
Grants:								
---	---	---	---	---	Preschool Expansion and Enhancement Grants	03	---	10,000
---	---	---	---	---	Autism In-District Program Grants <sup>(b)</sup>	07	15,000	---
---	---	---	---	---	Special Education In-District Grants <sup>(b)</sup>	07	4,500	---

# EDUCATION

Year Ending June 30, 2006					Year Ending June 30, 2008				
Orig. & (S)Supple- mental	Reapp. & (R)Recpts.	Transfers & (E)Emer- gencies	Total Available	Expended		Prog. Class.	2007 Adjusted Approp.	Requested	Recom- mended
STATE AID									
Distribution by Fund and Program									
5,768,079	7,698	81,847	5,857,624	5,850,326	General Formula Aid	01	5,927,484	6,173,610	6,173,610
22,499	650	-98	23,051	22,400	(From General Fund)		401,835	117,746	117,746
5,745,580	7,048	81,945	5,834,573	5,827,926	(From Property Tax Relief Fund)		5,525,649	6,055,864	6,055,864
108,075	3,247	---	111,322	110,951	Nonpublic School Aid	02	101,615	104,664	104,664
94,170	---	4,601	98,771	98,509	Miscellaneous Grants-In-Aid	03	96,440	99,200	99,200
13,641	---	100	13,741	13,493	(From General Fund)		9,461	4,991	4,991
80,529	---	4,501	85,030	85,016	(From Property Tax Relief Fund)		86,979	94,209	94,209
65,578	---	---	65,578	65,578	Bilingual Education	05	65,578	65,578	65,578
65,578	---	---	65,578	65,578	(From Property Tax Relief Fund)		65,578	65,578	65,578
199,512	---	---	199,512	199,512	Programs for Disadvantaged Youths	06	199,512	266,310	266,310
199,512	---	---	199,512	199,512	(From Property Tax Relief Fund)		199,512	266,310	266,310
948,420	---	---	948,420	948,420	Special Education	07	948,420	948,420	948,420
52,000	---	---	52,000	52,000	(From General Fund)		52,000	52,000	52,000
896,420	---	---	896,420	896,420	(From Property Tax Relief Fund)		896,420	896,420	896,420
7,183,834	10,945	86,448	7,281,227	7,273,296	Total State Aid		7,339,049	7,657,782	7,657,782
196,215	3,897	2	200,114	198,844	(From General Fund)		564,911	279,401	279,401
6,987,619	7,048	86,446	7,081,113	7,074,452	(From Property Tax Relief Fund)		6,774,138	7,378,381	7,378,381
Less:									
(73,576)	---	---	(73,576)	(73,576)	Stabilization Growth Limitation		(73,576)	(73,576)	(73,576)
(2,450)	---	(35,166)	(37,616)	(37,616)	Growth Savings - Payment Changes		(8,450)	(8,450)	(8,450)
(76,026)	---	(35,166)	(111,192)	(111,192)	Total Income Deductions		(82,026)	(82,026)	(82,026)
7,107,808	10,945	51,282	7,170,035	7,162,104	Total State Appropriation		7,257,023	7,575,756	7,575,756
Distribution by Fund and Object									
State Aid:									
---	650	---	650	---	State Aid Supplemental Funding	01	---	---	---
7,499	---	---	7,499	7,499	Core Curriculum Standards Aid	01	384,935	117,746	117,746
3,072,819	---	-641	3,072,178	3,072,073	Core Curriculum Standards Aid (PTRF)	01	2,695,383	2,962,572	2,962,572
251,768	---	---	251,768	251,768	Supplemental Core Curriculum Standards Aid (PTRF)	01	251,768	251,768	251,768
90,000	---	---	90,000	90,000	Additional Formula Aid (PTRF)	01	86,772	179,378	179,378
15,000	---	-98	14,902	14,901	High Expectations for Learning Proficiency	01	16,900	---	---
---	---	---	---	---	High Expectations for Learning Proficiency (PTRF)	01	---	16,900	16,900
330,630	---	---	330,630	330,630	Early Childhood Aid (PTRF)	01	330,630	330,630	330,630
15,621	---	---	15,621	15,621	Instructional Supplement (PTRF)	01	15,621	15,621	15,621
111,626	---	---	111,626	111,626	Stabilization Aid (PTRF)	01	111,626	111,626	111,626
5,250	---	---	5,250	5,250	Large Efficient District Aid (PTRF)	01	5,250	5,250	5,250
1,231	---	---	1,231	1,231	Aid for Districts with High Senior Citizen Populations (PTRF)	01	1,231	1,231	1,231
2,491	---	---	2,491	2,491	Stabilization Aid 2 (PTRF)	01	2,491	2,491	2,491
11,402	---	---	11,402	11,402	Stabilization Aid 3 (PTRF)	01	11,402	11,402	11,402

# EDUCATION

Year Ending June 30, 2006					Year Ending June 30, 2008				
Orig. & (S)Supple- mental	Reapp. & (R)Recpts.	Transfers & (E)Emer- gencies	Total Available	Expended		Prog. Class.	2007 Adjusted Approp.	Requested	Recom- mended
<b>STATE AID</b>									
18,295	---	---	18,295	18,295	Regionalization Incentive Aid (PTRF)	01	18,295	18,295	18,295
130,127	---	---	130,127	130,127	Consolidated Aid (PTRF)	01	129,684	129,684	129,684
1,449,495	7,048	72,308	1,528,851	1,522,831	Education Opportunity Aid (PTRF)	01	1,551,209 <sup>(c)</sup> 3,847 <sup>S</sup>	1,679,294	1,679,294
192,400	---	11,540	203,940	203,940	Abbott Preschool Expansion Aid (PTRF)	01	243,200	246,300	246,300
4,000	---	-1,291	2,709	2,187	Early Launch to Learning Initiative (PTRF)	01	3,000	3,000	3,000
20,000	---	-309	19,691	19,691	Abbott-Bordered District Aid (PTRF)	01	21,903	21,903	21,903
---	---	---	---	---	Full-Day Kindergarten Supplemental Aid (PTRF)	01	---	26,182	26,182
9,969	---	240	10,209	10,209	School Choice (PTRF)	01	8,306	8,306	8,306
16,456	---	---	16,456	16,456	Aid for Enrollment Adjust- ments (PTRF)	01	16,456	16,456	16,456
12,000	---	98	12,098	12,098	Above Average Enrollment Growth (PTRF)	01	17,575	17,575	17,575
12,271	---	-715	11,556	11,556	Nonpublic Textbook Aid	02	10,279	10,066	10,066
29,322	---	4,338	33,660	33,660	Nonpublic Handicapped Aid	02	30,900	30,768	30,768
34,224	---	---	---	---	Nonpublic Auxiliary Services Aid	02	34,498	37,429	37,429
5,326 <sup>S</sup>	247	-2,377	37,420	37,049	Nonpublic Auxiliary/Handi- capped Transportation Aid	02	4,694	4,944	4,944
4,396	---	47	4,443	4,443	Nonpublic Nursing Services Aid	02	13,800	14,013	14,013
14,636	---	-836	13,800	13,800	Nonpublic Technology Initiative	02	7,444	7,444	7,444
7,900	---	-457	7,443	7,443	Nonpublic Capital Projects Aid	02	---	---	---
---	3,000	---	3,000	3,000	Emergency Fund	03	200	200	200
200	---	---	200	---	Evening School for the Foreign Born	03	211	211	211
211	---	---	211	187	Charter School Aid (PTRF)	03	15,058	17,943	17,943
11,758	---	880	12,638	12,638	Charter Schools - Council on Local Mandates (PTRF)	03	10,500	13,335	13,335
8,300	---	-479	7,821	7,821	Educational Information and Resource Center	03	450	450	450
450	---	---	450	450	Bridge Loan Interest and Approved Borrowing Cost	03	50	50	50
50	---	---	50	27	Payments for Institutionalized Children - Unknown District of Residence (PTRF)	03	30,200	31,710	31,710
24,500	---	4,200	28,700	28,700	Community Relations Committee of the United Jewish Federation of Metrowest	03	30	30	30
30	---	---	30	30	Lawrence Township (Mercer) School District Extraordinary Aid	03	675	---	---
750	---	---	750	750	School District Of Trenton - Security	03	---	---	---
1,500	---	---	1,500	1,500	Character Education	03	---	---	---
---	---	100	100	99	Character Education (PTRF)	03	---	---	---
4,750	---	-100	4,650	4,637	Teacher Quality Mentor- ing (PTRF)	03	2,500	2,500	2,500
2,500	---	---	2,500	2,499	Adult and Postsecondary Education Grants (PTRF)	03	28,721	28,721	28,721
28,721	---	---	28,721	28,721	Montclair Board of Education - Desegregation Aid	03	---	---	---
500	---	---	500	500					

# EDUCATION

Year Ending June 30, 2006					Year Ending June 30, 2008				
Orig. & (S)Supple- mental	Reapp. & (R)Recpts.	Transfers & (E)Emer- gencies	Total Available	Expended		2007 Prog. Class.    Adjusted Approp.	Requested	Recom- mended	
STATE AID									
1,000	---	---	1,000	1,000	Montclair Board of Education - Minority Student Achievement Network	03    1,000	---	---	
4,000	---	---	4,000	4,000	Englewood Implementation Aid	03    4,000	4,000	4,000	
1,000	---	---	1,000	1,000	Edison School District	03    1,300	---	---	
750	---	---	750	750	Wallington School District	03    ---	---	---	
2,200	---	---	2,200	2,200	Ewing School District	03    ---	---	---	
1,000	---	---	1,000	1,000	Collingswood School District	03    ---	---	---	
---	---	---	---	---	East Brunswick School District	03    1,300	---	---	
---	---	---	---	---	South Plainfield School District	03    195	---	---	
---	---	---	---	---	NJSIAA Steriod Testing	03    50	50	50	
65,578	---	---	65,578	65,578	Bilingual Education Aid (PTRF)	05    65,578	65,578	65,578	
199,512	---	---	199,512	199,512	Demonstrably Effective Program Aid (PTRF)	06    199,512	199,512	199,512	
---	---	---	---	---	Targeted At-Risk Aid (PTRF)	06    ---	66,798	66,798	
896,420	---	---	896,420	896,420	Special Education Aid (PTRF)	07    896,420	896,420	896,420	
52,000	---	---	52,000	52,000	Extraordinary Special Education Costs Aid	07    52,000	52,000	52,000	
Less:									
(76,026)	---	(35,166)	(111,192)	(111,192)	Income Deductions	(82,026)	(82,026)	(82,026)	
7,108,079	10,945	51,257	7,170,281	7,162,345	Grand Total State Appropriation	7,276,820	7,586,053	7,586,053	
OTHER RELATED APPROPRIATIONS									
Federal Funds									
19,879									
308 S	3,148	---	23,335	22,437	Bilingual Education	05    21,530	16,790	16,790	
301,584	11,118	-97	312,605	286,557	Programs for Disadvantaged Youths	06    287,097	286,810	286,810	
344,807	38,601	-180	383,228	344,479	Special Education	07    343,370	356,650	356,650	
666,578	52,867	-277	719,168	653,473	Total Federal Funds	651,997	660,250	660,250	
All Other Funds									
---	---	10,000	10,000	10,000	Miscellaneous Grants-In-Aid	03    ---	---	---	
---	---	10,000	10,000	10,000	Total All Other Funds	---	---	---	
7,774,657	63,812	60,980	7,899,449	7,825,818	GRAND TOTAL ALL FUNDS	7,928,817	8,246,303	8,246,303	

## Notes -- Direct State Services - General Fund

(a) The fiscal year 2007 appropriation has been adjusted for the allocation of salary program.

## Notes -- Grants-In-Aid - General Fund

(b) Fiscal 2008 expenditures will be supported by the fiscal 2007 appropriation.

## Notes -- State Aid - Property Tax Relief Fund

(c) The fiscal year 2007 appropriation has been adjusted to reflect the transfer of funds from Education Opportunity Aid to Direct State Services authorized by language in the fiscal 2007 Appropriations Act.

## Language Recommendations -- Grants-In-Aid - General Fund

Of the amount appropriated hereinabove for Preschool Expansion and Enhancement Grants, such sums as are necessary for the purpose of paying the cost of an independent needs assessment of existing "non-Abbott" preschool programs shall be transferred to the Office of Early Childhood Education in Direct State Services, subject to the approval of the Director of the Division of Budget and Accounting.

## Language Recommendations -- State Aid - General Fund

Receipts from nonpublic schools handicapped and auxiliary recoveries are appropriated for the payment of additional aid in accordance with section 17 of P.L.1977, c.192 (C.18A:46A-14) and section 14 of P.L.1977, c.193 (C.18A:46-19.8).

Notwithstanding the provisions of section 14 of P.L.1977, c.193 (C.18A:46-19.8) for the purpose of computing Nonpublic Handicapped Aid for pupils requiring the following services, the per pupil amounts for the 2007-2008 school year shall be: \$1,326.17 for an initial evaluation or reevaluation for examination and classification; \$380.00 for an annual review for examination and classification; \$930.00 for speech correction; and \$826.00 for supplementary instruction services, provided however, that the commissioner may adjust the per pupil amounts based upon the nonpublic pupil population and the need for services.

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Notwithstanding the provisions of section 9 of P.L.1977, c.192 (C.18A:46A-9), the per pupil amount for compensatory education for the 2007-2008 school year for the purposes of computing Nonpublic Auxiliary Services Aid shall equal \$908.80, provided however, that the commissioner may adjust the per pupil amounts based upon the nonpublic pupil population and the need for services.

Notwithstanding the provisions of section 9 of P.L.1991, c.226 (C.18A:40-31), the amount appropriated hereinabove for Nonpublic Nursing Services Aid shall be made available to local school districts based upon the number of pupils enrolled in each nonpublic school on the last day prior to October 16, 2006 and the rate per pupil shall be \$77.20.

Nonpublic Technology Initiative aid shall be paid to school districts and allocated for nonpublic school pupils at the rate of \$40 per pupil in a manner that is consistent with the provisions of the federal and State constitutions.

Such sums received in the "School District Deficit Relief Account," established pursuant to P.L.2006, c.15 (C.18A:7A-54 et seq.), including loan repayments, are appropriated, subject to the approval of the Director of the Division of Budget and Accounting.

The amount hereinabove appropriated for Extraordinary Special Education Costs Aid shall be charged first to receipts of the supplemental fee established pursuant to section 2 of P.L.2003, c.113 (C.46:15-7.1) credited to the Extraordinary Aid Account. Notwithstanding the provisions of that law to the contrary, the amount appropriated for Extraordinary Special Education Costs Aid from receipts deposited in the Extraordinary Aid account shall not exceed the amount appropriated hereinabove.

### **Language Recommendations -- State Aid - Property Tax Relief Fund**

Notwithstanding the provisions of any law or regulation to the contrary, the amount hereinabove appropriated for Additional Formula Aid shall be distributed to school districts that are not recipients of Education Opportunity Aid. An eligible district's allocation shall be the sum of the amount allocated in 2006-2007 school year and an amount that equals 3% of the total State aid amount payable for the 2006-2007 school year for the following aid categories: Core Curriculum Standards Aid, Supplemental Core Curriculum Standards Aid, Early Childhood Program Aid, Instructional Supplement Aid, Demonstrably Effective Program Aid, Stabilization Aid, Stabilization Aid 2, Stabilization Aid 3, Large Efficient District Aid, Aid for Districts with High Senior Citizens Populations, Regionalization Incentive Aid, Adult and Post-Secondary Education Grants, Bilingual Education Aid, Special Education Aid, County Vocational Program Aid, Transportation Aid, School Choice, Aid for Enrollment Adjustments, Consolidated Aid, and Above Average Enrollment Growth.

The Commissioner of Education shall not authorize the disbursement of funds to any "Abbott district" until the commissioner is satisfied that all educational expenditures in the district will be spent effectively and efficiently in order to enable those students to achieve the core curriculum content standards. The commissioner shall be authorized to take any affirmative action as is necessary to ensure the effective and efficient expenditure of funds for the implementation of all of the Abbott v. Burke programs, reforms and remedies. In addition, in fulfilling this responsibility, the Commissioner shall promulgate regulations to govern the receipt and expenditure of State aid by the Abbott districts and the programs, positions and services supported thereby. Notwithstanding the provisions of P.L.1968, c.410 (C.52:14B-1 et seq.) to the contrary, any such regulations adopted by the commissioner shall be deemed adopted immediately upon filing with the Office of Administrative Law, except that any such regulations related to the submission of district budgets shall be adopted in accordance with the "Administrative Procedure Act," P.L.1968, c.410 (C.52:14B-1 et seq.), and such regulations shall remain in effect for a minimum of two years, as provided in the May 9, 2006 order in Abbott v. Burke. In order to expeditiously fulfill the responsibilities of the commissioner under Abbott v. Burke, determinations by the commissioner hereunder shall be considered to be final agency action and appeal of that action shall be directly to the Appellate Division of the Superior Court.

The amount appropriated hereinabove for Education Opportunity Aid shall provide resources to equalize spending between "I" and "J" districts and "Abbott districts," and provide aid to fund additional needs of "Abbott districts." Notwithstanding the provisions of any law or regulation to the contrary, Education Opportunity Aid shall be provided to each "Abbott district" whose per pupil regular education expenditure for 2007-2008 under P.L.1996, c.138 is below the estimated per pupil average regular education expenditure of districts in district factor groups "I" and "J" for 2007-2008. The minimum amount of aid shall be determined as follows: funds shall be allocated in the amount of the difference between each "Abbott district's" per pupil regular education expenditure for 2007-2008 and the actual per pupil average regular education expenditure of districts in district factor groups "I" and "J" for 2006-2007 indexed by the actual percentage increase in the per pupil average regular education expenditure of districts in district factor groups "I" and "J" for 2006-2007 over the per pupil average regular education expenditure of districts in district factor groups "I" and "J" for 2005-2006. In calculating the per pupil regular education expenditure of each "Abbott district" for 2007-2008, regular education expenditure shall equal the sum of the general fund tax levy for 2006-2007, Core Curriculum Standards Aid, Supplemental Core Curriculum Standards Aid and all forms of stabilization aid pursuant to section 10 of P.L.1996, c.138 (C.18A:7F-10); enrollments shall initially be those resident enrollments for preschool through grade 12 contained on the Application for State School Aid for 2007-2008 indexed by the district's enrollment growth rate used to determine the estimated enrollments of October 2007; enrollments shall be calculated at their full-time equivalent and reduced by preschool and one half of full-day kindergarten enrollments. State aid shall be adjusted upon receipt of resident enrollment for the "Abbott districts" as of October 15, 2007 as reflected on the Application for State School Aid for 2008-2009. In calculating the actual per pupil regular education expenditure of each "Abbott district" for 2007-2008, regular education expenditure shall equal the sum of the actual general fund tax levy for 2007-2008, Core Curriculum Standards Aid, Supplemental Core Curriculum Standards Aid and all forms of stabilization aid pursuant to section 10 of P.L.1996, c.138 (C.18A:7F-10). State aid shall also be adjusted based on the actual per pupil average regular education expenditure of districts in district factor groups "I" and "J" for 2007-2008. In calculating the actual per pupil average regular education expenditure of districts in district factor groups "I" and "J" for 2007-2008, regular education expenditure shall equal the sum of the general fund tax levy for 2007-2008, Core Curriculum Standards Aid, Supplemental Core Curriculum Standards Aid and all forms of stabilization aid pursuant to section 10 of P.L.1996, c.138 (C.18A:7F-10); enrollments shall be the resident enrollment for preschool through grade 12 as of October 15, 2007 as reflected on the Application for State School Aid for 2008-2009; enrollments shall be calculated at their full-time equivalent and reduced by preschool and one half of full-day kindergarten enrollments in districts receiving Early Childhood Program Aid.



Of the amount hereinabove appropriated for Education Opportunity Aid, each “Abbott district’s” initial allocation shall be the greater of the amount calculated in accordance with the provisions hereinabove for equalized spending or the district’s final adjusted 2006–2007 Education Opportunity Aid, including any supplemental award. The district’s Education Opportunity Aid allocation shall be reduced by an amount equal to any general fund tax levy increase required by the commissioner. After calculating the “Abbott district’s” actual regular education expenditure, State aid shall be reduced by the difference between the required general fund tax levy increase and the total general fund tax levy increase from 2006–2007 to 2007–2008.

The amount hereinabove appropriated for Education Opportunity Aid shall also be used to ensure that every “Abbott district” is at parity and for any additional aid amount awarded by the commissioner as part of the Department’s budget review process. Any “Abbott district” that fails to submit any required documentation or fails to submit its annual audit by November 15, 2007 may have its State aid withheld upon the commissioner’s request to the Director of the Division of Budget and Accounting. The additional award may be adjusted by a reallocation of the district’s undesignated fund balance in excess of two percent based on the annual audit filed pursuant to N.J.S.18A:23-1.

Notwithstanding the provisions of any law or regulation to the contrary, as a condition of receiving Education Opportunity Aid, an “Abbott district” shall examine all available group options for every insurance policy held by the district, including any self-insurance plan administered by the New Jersey School Boards Association Insurance Group on behalf of districts, and shall participate in the most cost effective plans. As a further condition, all “Abbott districts” shall take steps to maximize the district’s participation in the federal Universal Service Program (E-rate) and the ACT telecommunications program offered through the New Jersey Association of School Business Administrators, shall participate in the ACES energy program offered through the New Jersey School Boards Association unless a district can demonstrate that it receives the goods or services at a cost less than or equal to the cost achieved by participants, and shall take appropriate steps to maximize the district’s participation in the Special Education Medicaid Initiative (SEMI) program, with maximum participation defined by the Commissioner of Education and shall refinance all outstanding debt for which a three percent net present value savings threshold is achievable. An “Abbott district” that fails to meet any of these requirements may have payment of Education Opportunity Aid withheld until such time as these requirements are met. The commissioner is authorized to establish any additional condition on the disbursement of Education Opportunity Aid that the commissioner deems appropriate to ensure effective and efficient spending in the “Abbott districts.”

Notwithstanding the provisions of any law or regulation to the contrary, as a condition of receiving Education Opportunity Aid, an “Abbott district” shall raise a general fund tax levy which shall be no less than the sum of the general fund tax levy raised in 2006–2007 and the increase in the levy from 2006–2007 to 2007–2008 that may be required by the commissioner. The required levy increase shall be such that an “Abbott district’s” total equalized tax rate shall not be below 120 percent of the State average total equalized tax rate unless such increase would result in an increase in the average household’s tax liability of more than \$125 when using the 2006 tax data as published by the Department of Community Affairs. The required increase would be further limited by the cap on district tax levy increases pursuant to P.L.2007, c. , now pending before the Legislature as Assembly Bill, No.1.

Notwithstanding the provisions of any law or regulation to the contrary, the allocation of the amount hereinabove appropriated for Education Opportunity Aid to an “Abbott district” shall be reduced by the amount of proceeds received by the district from the sale of district surplus property, which shall be appropriated by the district for regular education operations. Surplus property means that property which is not being replaced by other property under a grant agreement with the New Jersey Schools Construction Corporation.

The amount appropriated hereinabove as Abbott Preschool Expansion Aid is for the purpose of funding the increase in the approved budgeted costs from 2001–2002 to 2007–2008 for the projected expansion of preschool programs in “Abbott districts” with “Abbott” status in 2001–2002. For any district receiving “Abbott” status after 2001–2002, the increase in approved budgeted costs for the purpose of funding will be based on the year “Abbott” status was obtained. Payments of Abbott Preschool Expansion Aid shall be based on documented expansion of the preschool program. Upon the Commissioner of Education’s request, “Abbott districts” will be required to provide such supporting documentation as deemed necessary to verify that the actual expansion in the preschool program has occurred in the 2007–2008 fiscal year. Such documentation may include expenditure, enrollment, and attendance data that may be subject to an audit. Appropriate adjustments to a district’s Abbott Preschool Expansion Aid amount may be made by the commissioner based on actual need.

From the amount appropriated hereinabove for the Early Launch to Learning Initiative, an amount not to exceed \$325,000 shall be transferred to the Office of Early Childhood Education in Direct State Services for the support of two staff persons and related operational costs to administer the program, subject to the approval of the Director of the Division of Budget and Accounting.

Notwithstanding the provisions of any law or regulation to the contrary, amounts appropriated hereinabove for Charter School aid shall be used to distribute aid to any charter school which operates a full-day kindergarten program and which is located in an “Abbott district” in accordance with the formula contained in section 1 of P.L.1999, c.385, except that “KPP” which is defined therein as the amount paid by the district to the charter school for each kindergarten pupil pursuant to section 12 of P.L.1995, c.426 (C.18A:36A-12), shall be the sum of the amount paid by the district and the State to the charter school for each kindergarten pupil; when a charter school is located in an “Abbott district,” to distribute an amount equal to the difference between the per pupil T&E amount for a given grade level and the program budget of an “Abbott district” when that “Abbott district’s” program budget is below the T&E amount; to distribute \$40 for each student enrolled in the charter school; and to distribute aid to charter schools pursuant to the provisions of subsection d. of section 12 of P.L.1995, c.426 (C.18A:36A-12).

The amount hereinabove appropriated for Full-Day Kindergarten Supplemental Aid shall be distributed to school districts with October 2006 resident enrollments that include full-day kindergarten students. Eligible district allocations shall be calculated by applying the ratio of the district’s Core Curriculum Standards Aid calculated pursuant to section 15 of P.L.1996, c.138 (C.18A:7F-15) for fiscal 2002 and the district’s T&E budget calculated pursuant to subsection d. of section 13 of P.L.1996, c.138 (C.18A:7F-13) for fiscal 2002 to the product of the district’s October 2006 resident full-day kindergarten enrollment and the amount calculated for PW for fiscal 2002 in accordance with subsection a. of section 13 of P.L.1996, c.138 (C.18A:7F-13). For the purposes of this provision, the

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October 2006 resident enrollment figures refer to the actual resident enrollments as reported to the Department on the Application for State School Aid.

The amount hereinabove appropriated for Targeted At-Risk Aid shall be distributed to districts with concentrations of low-income pupils greater than or equal to 15% as of October 2006 based on data reported to the Department on the October 2006 Application for State School Aid (ASSA). A district with a concentration rate equal to or greater than 15% but less than 20% will receive an allocation equal to \$250 per low-income pupil. A district with a concentration rate equal to or greater than 20% will receive an allocation equal to \$500 per low-income pupil. A recipient district shall be required to obtain the approval of the Department of Education for the planned uses of targeted at-risk funds. To facilitate monitoring of the uses of the funds, districts shall be required to maintain separate program and service accounts in the special revenue section of the district budgets and financial records in accordance with GAAP and specifications prescribed by the Commissioner of Education. If a district successfully demonstrates to the Department that it is already providing high-quality programs to address the needs of low-income students, Targeted At-Risk Aid may be transferred from the special revenue section of the district budget to the general revenue section. For the purposes of this section, a low-income pupil is defined as a pupil included in the calculation of modified district enrollment and reported as low-income free or low-income reduced in the ASSA and low-income concentration rate is defined as the percentage of the low-income pupils to the modified district enrollment as defined in section 3 of P.L.1996, c.138 (C.18A:7F-3).

Notwithstanding the provisions of section 12 of P.L.1995, c.426 (C.18A:36A-12), or any law or regulation to the contrary, the State shall pay on behalf of a resident district an amount not to exceed the difference between the district's 2007-2008 total actual charter school payment and the estimated appropriations used in completing the school district's 2006-2007 budget as stated in the 2006-2007 Potential Charter School Aid notification letter based on actual documented needs.

Notwithstanding the provisions of section 3 of P.L.1971, c.271 (C.18A:46-31), a portion of the district tuition amounts payable to a county special services school district operating an extended school year program may be transferred to the county special services school district prior to the first of September in the event the board shall file a written request with the Commissioner of Education stating the needs for the funds. The commissioner shall review the board's request and determine whether to grant the request after an assessment of whether the district needs to spend the funds prior to September and after considering the availability of district surplus. The commissioner shall transfer the payment for the portion of the tuition payable for which need has been demonstrated.

## 30. EDUCATIONAL, CULTURAL, AND INTELLECTUAL DEVELOPMENT

### 32. OPERATION AND SUPPORT OF EDUCATIONAL INSTITUTIONS

#### OBJECTIVES

1. To provide preschool, elementary, middle, and comprehensive high school programs for deaf and multiply disabled students whose primary disability is deafness.
2. To provide regional facilities for the education of disabled students.
3. To implement the Katzenbach Center on Deafness to provide services to deaf and hard of hearing persons of all ages in order to enhance their quality of life and to assist them in maximizing their potential.

#### PROGRAM CLASSIFICATIONS

12. **Marie H. Katzenbach School for the Deaf.** The Marie H. Katzenbach School for the Deaf provides educational and vocational services to deaf and multiply disabled deaf children from birth through twelfth grade. Residential services will be provided to nearly 46 percent of the school's 213 students on a five-day-a-week basis. Special programs to broaden the population served by the school include preschool age deaf, adult deaf, emotionally disturbed and deaf-blind students. The

school's operating costs are supported by State appropriation and tuition.

Regional Schools for the Handicapped are authorized by the State Facilities for the Handicapped Bond Fund (Chapter 149, Laws of 1973). Funds were used for the construction of eleven regional schools to provide educational services to children with severe disabilities. The first schools opened in the fall of 1981, and by September 1984 all eleven schools were serving children. All of the schools are managed by local school districts, under contract, and are funded entirely by receipts from the sending school districts.

13. **Positive Learning Understanding Support Program.** The PLUS program, established in 1994, will continue with a projected enrollment of 11 students. Nine residential pupils will participate for ten months. The PLUS program responds to the needs of deaf and hard-of-hearing students with behavioral difficulties. This program provides educational services that address the social, cultural, behavioral, and psychological needs of students in elementary through high school who also have emotional disturbances. Tuition paid by the districts that send these children to the Katzenbach School will fully support the costs of the program.

#### EVALUATION DATA

PROGRAM DATA	Actual FY 2005	Actual FY 2006	Revised FY 2007	Budget Estimate FY 2008
<b>Marie H. Katzenbach School for the Deaf</b>				
Annual Enrollment .....	208	215	214	213
Day Pupils .....	122	128	117	113
Extended Day Pupils .....	-	-	3	3
Residential Pupils .....	86	87	94	97
Gross Annual Cost Per Student .....	\$61,779	\$60,191	\$62,178	\$69,141



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Year Ending June 30, 2006					Year Ending June 30, 2008				
Orig. & (S)Supple- mental	Reapp. & (R)Recpts.	Transfers & (E)Emer- gencies	Total Available	Expended	Prog. Class.	2007 Adjusted Approp.	Requested	Recom- mended	
<u>DIRECT STATE SERVICES</u>									
Special Purpose:									
40	---	---	40	40	Transportation Expenses for Students	12	40	40	
131	23 29 <sup>R</sup>	---	183	179	Additions, Improvements and Equipment		155	175	
<i>Less:</i>									
---	(10,463)	(143)	(10,606)	(10,559)	All Other Funds		(11,122)	(12,510)	
<u>CAPITAL CONSTRUCTION</u>									
Distribution by Fund and Program									
---	575	---	575	34	Marie H. Katzenbach School for the Deaf	12	1,950	2,400	
---	575	---	575	34	Total Capital Construction		1,950	2,400	
Distribution by Fund and Object									
Marie H. Katzenbach School for the Deaf									
---	168	---	168	---	Fire Protection	12	1,950	2,400	
---	121	---	121	3	Bathroom Renovations	12	---	---	
---	82	---	82	11	Small Capital Projects				
---		---			Contingency	12	---	---	
---	5	---	5	---	Upgrade Campus Lighting	12	---	---	
---	66	---	66	---	Replace Vocational High School Air Conditioning Units	12	---	---	
---	106	---	106	---	Boiler System Upgrades	12	---	---	
---	27	---	27	20	Lower School Air Conditioning Project	12	---	---	
2,899	598	179	3,676	3,132	Grand Total State Appropriation		5,195	5,645	
OTHER RELATED APPROPRIATIONS									
---	10,463	143	10,606	10,559	Total All Other Funds		11,122	12,510	
Federal Funds									
826	173	-58	941	646	Marie H. Katzenbach School for the Deaf	12	732	846	
826	173	-58	941	646	Total Federal Funds		732	846	
3,725	11,234	264	15,223	14,337	GRAND TOTAL ALL FUNDS		17,049	19,001	

## Notes -- Direct State Services - General Fund

- (a) The fiscal year 2007 appropriation has been adjusted for the reallocation of State appropriations supporting information technology services to the Office of Information Technology within the Department of Treasury.

## Language Recommendations -- Direct State Services - General Fund

Notwithstanding the provisions of N.J.S.18A:61-1 and N.J.S.18A:46-13, or any law or regulation to the contrary, in addition to the amount appropriated hereinabove to the Marie H. Katzenbach School for the Deaf for the 2007-2008 academic year, payments from local boards of education to the school at an annual rate and payment schedule adopted by the Commissioner of Education and the Director of the Division of Budget and Accounting are appropriated.

Any income from the rental of vacant space at the Marie H. Katzenbach School for the Deaf is appropriated for the operation and maintenance cost of the facility and for capital costs at the school, subject to the approval of the Director of the Division of Budget and Accounting.

The unexpended balance at the end of the preceding fiscal year, in the receipt account of the Marie H. Katzenbach School for the Deaf is appropriated for expenses of operating the school.

The unexpended balance at the end of the preceding fiscal year, in the receipt account of the Positive Learning Understanding Support (PLUS) program is appropriated for the expenses of operating the Marie H. Katzenbach School for the Deaf.

## Language Recommendations -- Capital Construction

Notwithstanding the provisions of any law or regulation to the contrary, accumulated and current year interest earnings in the State Facilities for the Handicapped Fund established pursuant to section 12 of P.L. 1973, c.149 are appropriated for capital improvements and maintenance of facilities for the eleven regional day schools throughout the State and the Marie H. Katzenbach School for the Deaf as authorized in the State Facilities for the Handicapped Bond Act, P.L. 1973, c.149, subject to the approval of the Director of the Division of Budget and Accounting.

**30. EDUCATIONAL, CULTURAL, AND INTELLECTUAL DEVELOPMENT**  
**33. SUPPLEMENTAL EDUCATION AND TRAINING PROGRAMS**

**OBJECTIVES**

1. To provide quality educational programs that further develop the academic, vocational, and technical skills of vocational-technical education students through high standards.
2. To provide quality programs to New Jersey students to assist them in clarifying career goals, exploring career possibilities, experiencing career applications of academic knowledge and skills, developing employability skills, and obtaining other skills necessary to function in a technological society.
3. To facilitate the planning, implementation, and expansion of transition programs, activities or services for vocational-technical students to support linkages between secondary and postsecondary vocational, technical, and career programs, including two-year and four-year collegiate programs.
4. To provide students strong experience in and understanding of all aspects of an industry, including the academic, technical, and technological requirements for career development and lifelong learning.
5. To provide professional development and technical assistance to vocational and technical educators.

**PROGRAM CLASSIFICATIONS**

20. **General Vocational Education.** To assist the State in attaining the objectives stated above in assuring a well-trained quality workforce, the federal government provides funds to conduct State occupational program administrative activities. To be eligible for these funds under the Carl D. Perkins Vocational and Technical Education Act, the State must match this federal grant award on a dollar for dollar basis (P.L. 105-332).

In order for the State to qualify to receive federal grant money under the Perkins Act, New Jersey is required to provide a maintenance of effort equal to, or greater than, the amount of effort in the prior fiscal year. Failure to provide such maintenance of effort disqualifies a state from receipt of Perkins money.

These combined funds allow the State to maintain, in cooperation with business, industry and labor, quality vocational education programs, by providing consultation, technical assistance, and regulatory services to public and private educational agencies.

The Department also develops new and innovative vocational, technical, and career education programs; provides in-service training for vocational teachers; conducts program evaluations; develops occupational competencies; provides administrative services for the Office of Vocational-Technical Career and Innovative Programs; maintains liaison with agencies and personnel on the local, State, and federal levels; and develops the annual revisions of the State Plan for Vocational Education. These activities maximize educational opportunities and minimize costly duplication of effort.

General vocational education is paid (N.J.S.A. 18A:58-34 et seq.) to local school districts according to the following criteria: (a) the State may grant up to 100% of approved expenditures for new and innovative projects, and (b) expenditures for the improvement of vocational programs conducted under Public Law 101-392, subject to federal mandates requiring that special populations be given full opportunity to participate in vocational programs.

County Vocational Program Aid--Categorical aid is paid to county vocational school districts on a per pupil basis for all pupils enrolled in the district.

**EVALUATION DATA**

	<b>Actual FY 2005</b>	<b>Actual FY 2006</b>	<b>Revised FY 2007</b>	<b>Budget Estimate FY 2008</b>
<b>PROGRAM DATA</b>				
<b>General Vocational Education</b>				
Secondary Vocational Education				
Annual Enrollments . . . . .	106,298	110,770	117,400	123,378
Annual Graduates or Completions . . . . .	29,359	34,345	33,305	35,470
Annual Grade 11-12 Occupational Program Enrollments . . . . .	55,106	57,896	59,708	62,151
<b>PERSONNEL DATA</b>				
<b>Position Data</b>				
Filled Positions by Funding Source				
State Supported . . . . .	4	5	6	6
Federal . . . . .	25	25	20	21
All Other . . . . .	1	---	---	---
Total Positions . . . . .	30	30	26	27
Filled Positions by Program Class				
General Vocational Education . . . . .	30	30	26	27
Total Positions . . . . .	30	30	26	27

**Notes:**

Actual payroll counts are reported for fiscal years 2005 and 2006 as of December and revised fiscal year 2007 as of January. The Budget Estimate for fiscal year 2008 reflects the number of positions funded.

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## APPROPRIATIONS DATA (thousands of dollars)

Year Ending June 30, 2006					Year Ending June 30, 2008				
Orig. & (S)Supple- mental	Reapp. & (R)Recpts.	Transfers & (E)Emer- gencies	Total Available	Expended	Prog. Class.	2007 Adjusted Approp.	Requested	Recom- mended	
DIRECT STATE SERVICES									
Distribution by Fund and Program									
250	---	-5	245	244	General Vocational Education	20	345	345	345
250	---	-5	245	244	Total Direct State Services		345 (a)	345	345
Distribution by Fund and Object									
Personal Services:									
199	---	29	228	228	Salaries and Wages		294	294	294
199	---	29	228	228	Total Personal Services		294	294	294
26	---	-25	1	---	Materials and Supplies		26	26	26
25	---	-9	16	16	Services Other Than Personal		25	25	25
STATE AID									
Distribution by Fund and Program									
43,808	---	---	43,808	43,802	General Vocational Education	20	43,808	43,808	43,808
4,860	---	---	4,860	4,854	(From General Fund)		4,860	4,860	4,860
38,948	---	---	38,948	38,948	(From Property Tax Relief Fund)		38,948	38,948	38,948
43,808	---	---	43,808	43,802	Total State Aid		43,808	43,808	43,808
4,860	---	---	4,860	4,854	(From General Fund)		4,860	4,860	4,860
38,948	---	---	38,948	38,948	(From Property Tax Relief Fund)		38,948	38,948	38,948
Distribution by Fund and Object									
State Aid:									
4,860	---	---	4,860	4,854	Vocational Education	20	4,860	4,860	4,860
38,948	---	---	38,948	38,948	County Vocational Program Aid (PTRF)	20	38,948	38,948	38,948
44,058	---	-5	44,053	44,046	Grand Total State Appropriation		44,153	44,153	44,153
OTHER RELATED APPROPRIATIONS									
Federal Funds									
26,620	3,616	122	30,358	25,957	General Vocational Education	20	26,650	26,645	26,645
26,620	3,616	122	30,358	25,957	Total Federal Funds		26,650	26,645	26,645
All Other Funds									
---	158	---	158	---	General Vocational Education	20	---	---	---
---	158	---	158	---	Total All Other Funds		---	---	---
70,678	3,774	117	74,569	70,003	GRAND TOTAL ALL FUNDS		70,803	70,798	70,798

### Notes -- Direct State Services - General Fund

(a) The fiscal year 2007 appropriation has been adjusted for the allocation of salary program.

## 30. EDUCATIONAL, CULTURAL, AND INTELLECTUAL DEVELOPMENT 34. EDUCATIONAL SUPPORT SERVICES

### OBJECTIVES

1. To ensure that all schools and districts meet State standards for a thorough and efficient system of education, pursuant to the Comprehensive Educational Improvement and Financing Act of 1996 and other laws and regulations.
2. To provide curriculum leadership for local school districts in various instructional areas.
3. To establish curriculum frameworks, which can guide the districts' instructional decisions for schools and teachers in

designing programs to meet the content standards in all subject areas.

4. To create comprehensive assessments that will measure students' progress toward achieving the new content standards.
5. To design and implement mandated professional development for teachers and school leaders to enable them to accomplish new educational initiatives in schools and districts throughout the State.

6. To approve college teacher training programs based on professional standards and issue educational certificates upon verification of eligibility.
7. To provide oversight and guide implementation of the Charter School Program Act of 1995.
8. To ensure that young children are ready to learn the Core Curriculum Content Standards in all districts receiving Early Childhood Program Aid, including districts that have contracted services from Department of Human Services-licensed child care providers.
9. To successfully implement the equal educational opportunity mandates of the New Jersey Supreme Court in *Abbott v. Burke*.
10. To provide technical and financial assistance for transportation of public and nonpublic students at minimum expense to the State and local school districts.
11. To ensure provision of suitable educational facilities in local school districts through inspections and financial assistance.
12. To assist the schools in understanding the comprehensive and challenging K-12 curriculum content areas and communicate the depth and scope of the standards and frameworks.
13. To maximize resources to support the Department's mission and priorities; to assure accountability for use of the Department's grant resources.
14. To provide program resources, technical assistance, and demonstration projects supporting school efforts to reduce student violence and disruption, so that school environments are safe, disciplined, and conducive to learning.

#### PROGRAM CLASSIFICATIONS

30. **Educational Programs and Assessment.** Coordinates standards-based reform initiatives to improve teaching and learning; identifies and promotes research-based programs to assist school improvement and other innovation efforts, including early literacy initiatives and gifted and talented programs; coordinates with the higher education community to ensure that there are sufficient numbers of highly qualified teachers; and oversees the statewide assessment program.

To ensure that New Jersey's students are prepared for lives as productive citizens, Core Curriculum Content Standards (CCCS) have been adopted in mathematics, language arts literacy (reading, writing, listening, viewing, and speaking), science, the arts, social studies, world languages, gifted education, comprehensive health/physical education, technological literacy, and career education and consumer, family and life skills. Supporting the CCCS, curriculum frameworks have been developed to help teachers help their students to master the knowledge and skills identified in the standards. Professional development requirements are in place for teachers and administrators. To maintain currency in their fields, all teachers are required to complete 100 hours of State-approved continuing education every five years effective September 2000. A similar professional development requirement for school leaders was implemented in 2004. Additional professional development initiatives include the National Board for Professional Teaching Standards subsidy program and the State Action for Education Leadership Project (SAELP).

Research-based programmatic initiatives include the Governor's Literacy Initiative and the federal Reading First program, both geared at ensuring that all children read at or above grade level by the end of the third grade. The Charter

School Program Act of 1995 allows for the creation of new types of public schools to provide parents and students with a variety of educational options. Charter schools are designed to stimulate reform in the traditional public school system and serve as one of the State's strategies to bring about significant improvements in student achievement. The Inter-district Public School Choice Program provides options for parents and students in participating districts.

To ensure that New Jersey has sufficient numbers of highly qualified teachers, several strategies are employed, including partnerships with college and university placement offices and a public relations campaign promoting careers in education. The division is working collaboratively with key higher education administrators and faculty to ensure the success of this program. The teacher quality preparation initiatives unit provides services to the higher education community in areas such as, but not limited to, review of teacher education programs, accreditation, and the teacher quality initiative.

The statewide assessment program includes testing in language arts literacy and mathematics in grades 3 through 8 and at the high school level. Science assessments are in place for grades 4, 8, and the high school level. The Alternate Proficiency Assessment is administered to students with severe cognitive disabilities. All assessments are based on the Core Curriculum Content Standards in the academic areas being assessed. For individuals aged 16 or older who are no longer enrolled in school, the General Education Development (GED) assessment process provides an opportunity to earn a New Jersey high school diploma.

31. **Grants Management.** Establishes and maintains systems to acquire, manage, and distribute approximately \$742 million in State and federal grant funds to school districts, colleges, community-based organizations, and other eligible grant recipient agencies in a manner that supports initiatives that enhance the educational experience of children and adult learners and that promote statewide educational excellence. The grant management systems ensure efficiency, accountability, and integrity in the management of the Department's subgrant funds. The Office of Grants Management provides assistance to program units in the development of requests for proposals, guidelines, and applications. Specifically, this office coordinates application receipt, evaluation/review, and notifications; award management, contract modification, and carryover approvals; and audit controls including central file maintenance and public records. The Office of Strategic Initiative and Accountability facilitates the Department's efforts to identify and obtain new resources, to coordinate or consolidate existing resources to support educational priorities, and to resolve appeals related to the grants management process.
32. **Professional Development and Licensure.** Assures that educational personnel meet minimum professional qualifications (N.J.S.A. 18A:6-38 et seq.) by setting standards for approval of teacher education programs; providing professional assistance to establish, evaluate and approve college programs, which lead to licensure; providing technical assistance to county and district offices; coordinating the employment and training of professional educators; determining licensure eligibility for in-state and out-of-state applicants; issuing professional certificates and evaluating existing certificates. The Office of Licensure and Credentials, which also administers the State Board of Examiners, is supported by a fee structure.

33. **Service to Local Districts.** Consists of the following regulatory functions: the tasks of educational planning and evaluation/accreditation (required by N.J.S.A. 18A:7A-1 et seq.); accelerated intervention of Level II districts, including an external team review, report, and approval of corrective action plans and quarterly progress reports; review and approval of school district budgets for all districts receiving early childhood and demonstrably effective program aid, audits and spending growth limitation increases; supervision of school and special elections; review and approval of private schools for the disabled; and oversight of transportation, teacher certification, and reporting procedures. These functions are performed by the Department's county and regional offices, which also maintain liaison between the local school districts and the Department.
35. **Early Childhood Education.** Responsible for the oversight of early childhood education statewide, including the development, administration and implementation of early childhood education and coordination with other K-12 initiatives. The Office of Early Childhood Education coordinates policy, program development, and evaluation for early childhood education in accordance with State mandates. The Office has developed Abbott Preschool Program Implementation Guidelines that provide instructions for districts on developing their program plans to assure accountability and implementation of early childhood programs. The Office provides technical support and oversight to school districts; reviews literature; collaborates with other State departments and State and national experts on early childhood education; organizes and facilitates the delivery of professional development; and develops evaluation data to track the progress and implementation of early childhood education programs.
36. **Pupil Transportation.** Monitors, analyzes, and evaluates local districts' transportation systems and records in order to increase the safety, cost-effectiveness, and accountability of transportation operations. Develops safety education programs and provides technical assistance to local boards of education to promote safety and to efficiently administer transportation services. The Department trains county and local district personnel to administer transportation services according to statute and code. Transportation Aid is provided to local school districts for students who are required to be transported according to N.J.S.A. 18A:39-1 et seq. and N.J.S.A. 18A:46-23 as amended, based on the efficient costs of transporting pupils. The efficient costs are based on per-pupil allocations for pupils with and without special transportation requirements and adjusted for the average distance pupils reside from school and an incentive factor.
37. **Abbott Implementation.** Focuses on high quality early childhood education for 3 and 4 year-olds that will ensure that every child will be reading at or above grade level by the end of third grade; literacy instruction and a literacy-rich curriculum in the primary grades; small classes; the development of research-based educational programs designed to close the achievement gap between urban and suburban students; continuous school improvement through the use of a data-driven accountability system; standards-driven school improvement to ensure that every student is provided the opportunity to achieve the Core Curriculum Content Standards; professional development focused on improving classroom instruction; collaboration with all stakeholders, including the Education Law Center, district and school staff, parents, and representatives from higher education, professional organizations and the community at large; school-based decision-making relying on fruitful collaboration and cooperation with the district's central office; and fiscal accountability to improve efficiency and effectiveness of Abbott spending.
38. **Facilities Planning and School Building Aid.** Approves architectural review, master plans, and site acquisitions; evaluates facilities for educational adequacy, health and safety; and periodically surveys public school buildings. Reviews and approves long-range facilities plans, as well as applications for school facilities projects. Project review includes the determination of consistency with the district's long-range plan and compliance with facilities efficiency standards and area allowances per FTE student derived from those standards. Based on that review, the preliminary eligible costs for State financing are calculated. School Building Aid provides State support for debt service on projects approved prior to the enactment of the Educational Facilities Construction and Financing Act of 2000 (EFCFA). The School Construction and Renovation Fund provides for State debt service for school construction projects approved under the provisions of EFCFA. School Construction Debt Service Aid provides aid for local debt for EFCFA projects.
39. **Teachers' Pension and Annuity Assistance.** The State provides the employer's share to the Teachers' Pension and Annuity Fund (N.J.S.A. 18A:66-33) in amounts actuarially determined by using experience of the preceding year as certified to the Governor by the Fund's Board of Trustees. All public school teachers are required to contribute to the Fund, except for optional participation of certain persons based on age, veteran's status, or teacher status prior to specified dates. Janitorial employees of local boards of education also are covered.
40. **Student Services.** Provides statewide leadership to assist school districts in promoting positive student development and behavior. Specifically, the Department develops and implements policy and programs in the following areas: violence prevention, substance abuse prevention and education, student conduct, school safety and security, comprehensive health education, school health services, HIV/AIDS education, family life education, bilingual education, character education, social emotional learning, equal education opportunities, adult literacy, and basic skills. Holocaust and Genocide Education was mandated by the State Legislature in 1994. The New Jersey Commission on Holocaust Education has as its central mission the study, development, recommendation, and dissemination of curricular materials to local school districts on a wide range of genocides, with the goal of eradicating ethnic and racial intolerance and fostering tolerance for cultural diversity. The Commission coordinates activities to assist districts in implementing the mandate, including the dissemination of instructional materials, the provision of staff training, and the establishment of Holocaust Education demonstration sites.



EVALUATION DATA

	Actual FY 2005	Actual FY 2006	Revised FY 2007	Budget Estimate FY 2008
<b>PROGRAM DATA</b>				
<b>Educational Programs and Assessment</b>				
High School Proficiency Assessment – Mathematics				
Students Ranked Proficient . . . . .	28.4%	26.6%	29.0%	29.0%
Students Ranked Advanced Proficient . . . . .	47.1%	49.3%	49.0%	49.0%
Students Ranked Partially Proficient . . . . .	24.5%	24.1%	22.0%	22.0%
High School Proficiency Assessment – Language Arts Literacy				
Students Ranked Proficient . . . . .	16.8%	21.9%	17.0%	17.0%
Students Ranked Advanced Proficient . . . . .	63.6%	61.6%	64.0%	64.0%
Students Ranked Partially Proficient . . . . .	19.6%	16.5%	19.0%	19.0%
High School Equivalency				
Adults Enrolled . . . . .	15,800	15,500	17,500	18,500
Adults Earning State Diplomas . . . . .	9,500	9,200	10,800	11,400
Charter Schools Licensed . . . . .	50	51	54	59
<b>Grants Management</b>				
Discretionary Contracts Awarded Annually . . . . .	337	324	324	324
Entitlement Contracts Awarded Annually . . . . .	4,849	5,589	5,205	5,205
<b>Professional Development And Licensure</b>				
Annual Evaluations (Non-Issuance)(a) . . . . .	2,419	1,104	---	---
Certificates Awarded Annually(b) . . . . .	17,500	17,500	27,000	30,000
Academic Credentials Issued Annually . . . . .	450	500	500	500
County Substitute Certificate Applications Received Annually . . . . .	23,000	25,000	25,000	25,000
Certificates of Eligibility Issued Annually . . . . .	15,600	17,590	18,000	18,250
Training Contracts Approved Annually . . . . .	6,846	7,000	7,000	8,256
Annual Induction Evaluations . . . . .	20,538	21,000	21,000	24,750
<b>Service to Local Districts</b>				
Needs Identified				
Districts Monitored Annually . . . . .	150	148	100	100
School Level Objectives Approved Annually . . . . .	4,500	4,500	4,500	4,500
Level II and Level III Monitors of School Districts Annually . . . . .	9	9	9	9
Assistance Rendered				
Districts Certified Annually . . . . .	70	69	60	60
Districts Conditionally Certified for One Year Annually . .	80	80	40	40
District Objectives Achieved Annually . . . . .	4,300	4,300	4,300	4,300
<b>PERSONNEL DATA</b>				
<b>Position Data</b>				
Filled Positions by Funding Source				
State Supported . . . . .	287	266	233	266
Federal . . . . .	55	47	44	52
All Other . . . . .	30	35	45	48
Total Positions . . . . .	372	348	322	366
Filled Positions by Program Class				
Educational Programs and Assessment . . . . .	107	93	73	89
Grants Management . . . . .	31	30	30	28
Professional Development and Licensure . . . . .	30	36	46	50
Service to Local Districts . . . . .	67	61	51	63
Early Childhood Education . . . . .	16	16	15	20
Pupil Transportation . . . . .	6	5	5	6
Abbott Implementation . . . . .	68	65	61	66
Facilities Planning and School Building Aid . . . . .	28	29	28	30
Student Services . . . . .	19	13	13	14
Total Positions . . . . .	372	348	322	366

# EDUCATION

## Notes:

Actual payroll counts are reported for fiscal years 2005 and 2006 as of December and revised fiscal year 2007 as of January. The Budget Estimate for fiscal year 2008 reflects the number of positions funded. All Other includes positions supported by fees.

(a) Annual Evaluations were suspended in fiscal year 2006 and discontinued in fiscal year 2007.

(b) The Certificates Awarded Annually amount increased based on an updated data collection system implemented in fiscal year 2007.

## APPROPRIATIONS DATA (thousands of dollars)

Year Ending June 30, 2006					Year Ending June 30, 2008			
Orig. & (S)Supple- mental	Reapp. & (R)Recpts.	Transfers & (E)Emer- gencies	Total Available	Expended	Prog. Class.	2007 Adjusted Approp.	Requested	Recom- mended
<b><u>DIRECT STATE SERVICES</u></b>								
<b>Distribution by Fund and Program</b>								
27,472	4,500	-1,677	30,295	23,408	Educational Programs and Assessment	30	24,454	28,004
627	---	17	644	644	Grants Management	31	690	690
2,714	1,427	---	4,141	3,783	Professional Development and Licensure	32	2,966	2,966
4,294	1	1,658	5,953	5,920	Service to Local Districts	33	3,307	6,397
123	---	2,488	2,611	2,611	Early Childhood Education	35	2,479	2,706
425	---	-88	337	337	Pupil Transportation	36	472	472
---	---	10,846	10,846	10,846	Abbott Implementation	37	10,910	11,120
3,246	1,304	-525	4,025	3,652	Facilities Planning and School Building Aid	38	2,720	2,720
1,348	---	-58	1,290	1,249	Student Services	40	1,398	1,398
<b>40,249</b>	<b>7,232</b>	<b>12,661</b>	<b>60,142</b>	<b>52,450</b>	<b>Total Direct State Services</b>		<b>49,396 <sup>(a)</sup></b>	<b>56,473</b>
<b>Distribution by Fund and Object</b>								
Personal Services:								
13,406	462 1,449 <sup>R</sup>	1,322	16,639	14,901	Salaries and Wages		12,609	15,699
---	---	---	---	1,373	Employee Benefits		---	---
<b>13,406</b>	<b>1,911</b>	<b>1,322</b>	<b>16,639</b>	<b>16,274</b>	<b>Total Personal Services</b>		<b>12,609</b>	<b>15,699</b>
425	81	-194	312	225	Materials and Supplies		425	425
1,351	715	-361	1,705	1,368	Services Other Than Personal		981	981
52	2	-2	52	42	Maintenance and Fixed Charges		52	52
Special Purpose:								
16,225	4,500	-49	20,676	16,076	Statewide Assessment Program	30	16,225	20,725
135	---	---	135	118	Professional Development - Recruitment	30	135	135
152	---	---	152	131	Continuing Education	30	152	152
6,650	---	-1,350	5,300	3,509	Governor's Literacy Initiative	30	3,709	2,759
1,474	---	-27	1,447	1,028	General Education Development	30	1,474	1,474
---	---	2,432	2,432	2,432	Early Childhood Education	35	2,345 <sup>(b)</sup>	2,572
---	---	10,846	10,846	10,846	Abbott Implementation	37	10,910 <sup>(b)</sup>	11,120
244	---	---	244	236	New Jersey Commission on Holocaust Education	40	244	244
135	---	9	144	135	Commission on Italian American Heritage Cultural and Educational Programs	40	135	135
---	23	35	58	30	Additions, Improvements and Equipment		---	---
<b><u>GRANTS-IN-AID</u></b>								
<b>Distribution by Fund and Program</b>								
10,629	---	-222	10,407	9,663	Educational Programs and Assessment	30	5,213	3,938
7,500	---	---	7,500	7,500	Student Services	40	15,000	15,000
<b>18,129</b>	<b>---</b>	<b>-222</b>	<b>17,907</b>	<b>17,163</b>	<b>Total Grants-in-Aid</b>		<b>20,213</b>	<b>18,938</b>

# EDUCATION

Year Ending June 30, 2006					Year Ending June 30, 2008			
Orig. & (S)Supple- mental	Reapp. & (R)Recpts.	Transfers & (E)Emer- gencies	Total Available	Expended	Prog. Class.	2007 Adjusted Approp.	Requested	Recom- mended
<b>GRANTS-IN-AID</b>								
<b>Distribution by Fund and Object</b>								
Grants:								
1,929	---	---	1,929	1,929	Governor's School	30	---	---
6,100	---	---	6,100	6,100	Liberty Science Center - Educational Services	30	3,000	3,000
750	---	-222	528	495	Governor's Literacy Initiative	30	2,025	750
350	---	---	350	24	Teacher Preparation	30	188	188
1,500	---	---	1,500	1,115	Social Promotion Initiative	30	---	---
7,500	---	---	7,500	7,500	New Jersey After 3	40	15,000	15,000
<b>STATE AID</b>								
<b>Distribution by Fund and Program</b>								
307,287	---	1,867	309,154	308,067	Pupil Transportation	36	313,047	313,047
307,287	---	1,867	309,154	308,067	(From Property Tax Relief Fund)		313,047	313,047
379,723	1,145	-1,775	379,093	354,405	Facilities Planning and School Building Aid	38	481,695	670,037
359,269	1,145	-1,775	358,639	333,951	(From General Fund)		481,672	511,646
20,454	---	---	20,454	20,454	(From Property Tax Relief Fund)		23	158,391
1,522,642	---	-48,366	1,474,276	1,466,661	Teachers' Pension and Annuity Assistance	39	2,202,095	2,264,096
93,901	---	-5,867	88,034	86,941	(From General Fund)		232,422	---
1,428,741	---	-42,499	1,386,242	1,379,720	(From Property Tax Relief Fund)		1,969,673	2,264,096
<b>2,209,652</b>	<b>1,145</b>	<b>-48,274</b>	<b>2,162,523</b>	<b>2,129,133</b>	<b>Total State Aid</b>		<b>2,996,837</b>	<b>3,247,180</b>
453,170	1,145	-7,642	446,673	420,892	(From General Fund)		714,094	511,646
1,756,482	---	-40,632	1,715,850	1,708,241	(From Property Tax Relief Fund)		2,282,743	2,735,534
<b>Distribution by Fund and Object</b>								
State Aid:								
307,187	---	1,867	309,054	308,064	Transportation Aid (PTRF)	36	312,947	312,947
100	---	---	100	3	School Bus Crossing Arms (PTRF)	36	100	100
775	---	---	775	775	School Building Aid Debt Service (PTRF)	38	23	---
100,000	---	130	100,130	100,130	School Building Aid	38	116,826	---
19,679	---	---	19,679	19,679	School Building Aid (PTRF)	38	---	112,997
31,742	---	---	31,742	31,737	School Construction Debt Service Aid (c)	38	33,394	---
---	---	---	---	---	School Construction Debt Service Aid (PTRF)	38	---	45,394
227,527	1,145	-1,905	226,767	202,084	School Construction & Renovation Fund (c)	38	331,452	511,646
589,118	---	-42,499	546,619	545,309	Teachers' Pension and Annuity Fund - Post Retirement Medical (PTRF)	39	616,540	642,445
68,727	---	-612	68,115	68,115	Teachers' Pension and Annuity Fund (PTRF)	39	661,383	661,383
655,750	---	---	655,750	650,538	Social Security Tax (PTRF)	39	691,750	717,150
---	---	---	---	---	Teachers' Pension and Annuity Fund - Non-contributory Insurance (d)	39	32,471	---
25,789	---	612	26,401	26,401	Teachers' Pension and Annuity Fund - Non-contributory Insurance (PTRF)	39	---	30,952
1	---	---	1	1	Minimum Pension for Pre-1955 Retirees	39	1	---
6,960	---	-5,867	1,093	---	Post Retirement Medical Other Than TPAF	39	104,853	---

# EDUCATION

Year Ending June 30, 2006					Year Ending June 30, 2008			
Orig. & (S)Supple- mental	Reapp. & (R)Recpts.	Transfers & (E)Emer- gencies	Total Available	Expended	Prog. Class.	2007 Adjusted Approp.	Requested	Recom- mended
					<b>STATE AID</b>			
89,357	---	---	89,357	89,357	Post Retirement Medical Other Than TPAF (PTRF)	39	---	108,694
86,940	---	---	86,940	86,940	Debt Service on Pension Obligation Bonds	39	95,097	---
---	---	---	---	---	Debt Service on Pension Obligation Bonds (PTRF)	39	---	103,472
<b>2,268,030</b>	<b>8,377</b>	<b>-35,835</b>	<b>2,240,572</b>	<b>2,198,746</b>	<b>Grand Total State Appropriation</b>		<b>3,066,446</b>	<b>3,322,591</b>
<b>OTHER RELATED APPROPRIATIONS</b>								
<b>Federal Funds</b>								
94,444					Educational Programs and Assessment	30	89,313	86,772
999 <sup>S</sup>	11,835	---	107,278	89,816				86,772
2,458					Grants Management	31	---	---
1,133 <sup>S</sup>	40	---	3,631	250				---
100 <sup>S</sup>	100	---	200	123	Professional Development and Licensure	32	100	156
30,911					Student Services	40	29,576	28,855
502 <sup>S</sup>	9,103	-10	40,506	23,432			28,855	28,855
<b>130,547</b>	<b>21,078</b>	<b>-10</b>	<b>151,615</b>	<b>113,621</b>	<b>Total Federal Funds</b>		<b>118,989</b>	<b>115,783</b>
<b>All Other Funds</b>								
---	2,710				Educational Programs and Assessment	30	101	1
---	213 <sup>R</sup>	---	2,923	720				1
---	3,220	-1,500	1,720	559	Professional Development and Licensure	32	864	1,000
---	86				Student Services (e)	40	40	40
---	102 <sup>R</sup>	500	688	611			40	40
---	<b>6,331</b>	<b>-1,000</b>	<b>5,331</b>	<b>1,890</b>	<b>Total All Other Funds</b>		<b>1,005</b>	<b>1,041</b>
<b>2,398,577</b>	<b>35,786</b>	<b>-36,845</b>	<b>2,397,518</b>	<b>2,314,257</b>	<b>GRAND TOTAL ALL FUNDS</b>		<b>3,186,440</b>	<b>3,439,415</b>

## Notes -- Direct State Services - General Fund

- The fiscal year 2007 appropriation has been adjusted for the allocation of salary program, which includes \$136,000 in appropriated receipts, and for the transfer of funds to the Interdepartmental Salary and Other Benefits Account.
- The fiscal year 2007 appropriation has been adjusted to reflect the transfer of funds from Education Opportunity Aid to Direct State Services authorized by language in the fiscal 2007 Appropriations Act.

## Notes -- State Aid - General Fund

- The fiscal year 2006 data has been adjusted to separately report School Construction Debt Service Aid.
- The fiscal year 2006 data has been adjusted to report the non-contributory insurance component.

## Notes -- All Other Funds

- In addition to the resources reflected in All Other Funds above, funding will be transferred from the Department of Treasury to support operations and services related to the Project DARE (Drug Abuse Resistance Education) in fiscal 2008. The recent history of such receipts is reflected in the Department of Education's budget.

## Language Recommendations -- Direct State Services - General Fund

From the amount appropriated hereinabove for the Governor's Literacy Initiative, the sum of \$900,000 may be transferred to the Commission for the Blind and Visually Impaired for increased Braille lessons for blind children, subject to the approval of the Director of the Division of Budget and Accounting.

From the amount hereinabove appropriated for the Governor's Literacy Initiative, there is appropriated, \$300,000 for a grant for the Learning Through Listening program at the New Jersey Unit of the Recording for the Blind and Dyslexic.

Receipts from the State Board of Examiners' fees in excess of those anticipated and the unexpended program balances at the end of the preceding fiscal year, are appropriated for the operation of the Professional Development and Licensure programs.

## Language Recommendations -- Grants-In-Aid - General Fund

The amount hereinabove appropriated for the Liberty Science Center--Educational Services shall be used to provide educational services to students in the "Abbott districts" in the science education component of the core curriculum content standards as established by law.

The amount hereinabove appropriated for the Governor's Literacy Program shall be used to provide grants to districts to improve instruction in language arts literacy and mathematics. In awarding such grants, the Commissioner of Education shall use criteria including the School Improvement Status based upon the federal No Child Left Behind Act and student performance on the New Jersey Assessment of Skills and Knowledge.

The sums provided hereinabove for New Jersey After 3 shall be conditioned upon the State Treasurer and the grant recipient entering into a grant agreement; shall be available for grants and reasonable administrative costs of New Jersey After 3, Inc.; and shall be available for funding programs, activities, functions and facilities consistent with recommendations and proposals of the New Jersey After 3 Advisory Committee.

**Language Recommendations -- State Aid - General Fund**

Of the amount hereinabove appropriated for the School Construction and Renovation Fund, an amount equal to the total earnings of investments of the School Fund shall first be charged to such fund.

In addition to the sum hereinabove appropriated for the School Construction and Renovation Fund account to make payments under the contracts authorized pursuant to section 18 of P.L. 2000, c.72 (C.18A:7G-18), there are hereby appropriated such other sums as the Director of the Division of Budget and Accounting shall determine are required to pay all amounts due from the State pursuant to such contracts.

The unexpended balance at the end of the preceding fiscal year in the School Construction and Renovation Fund account is appropriated for the same purpose.

**Language Recommendations -- State Aid - Property Tax Relief Fund**

Notwithstanding the provisions of section 1 of P.L.1997, c.53 (C.18A:39-11.1) districts shall not be reimbursed for administrative fees paid to Cooperative Transportation Service Agencies.

For any school district receiving amounts from the amount appropriated hereinabove for Pupil Transportation, and notwithstanding the provisions of N.J.S.18A:39-1 to the contrary, if the school district is located in a county of the third class or a county of the second class with a population of less than 235,000, according to the 1990 federal decennial census, transportation shall be provided to school pupils residing in this school district in going to and from any remote school other than a public school, not operated for profit in whole or in part, located within the State not more than 30 miles from the residence of the pupil.

Notwithstanding the provisions of section 2 of P.L.1996, c.96 (C.39:3B-1.2) and section 3 of P.L.1996, c.96 (C.39:3B-1.3), or any law or regulation to the contrary, the amount appropriated hereinabove for School Bus Crossing Arms shall be provided to the owners of newly manufactured vehicles equipped with a crossing control arm upon submission to the Department of Education of a complete application for reimbursement within one year of the vehicle purchase date.

Notwithstanding the provisions of section 2 of P.L.1981,c.57 (C.18A:39-1a), or any law or regulation to the contrary, the additional costs of providing transportation shall be provided from the amount hereinabove appropriated for Transportation Aid, except that the maximum amount of nonpublic school transportation costs per pupil provided for in N.J.A.18A:39-1 shall equal \$826.

Of the amount appropriated hereinabove for School Building Aid, the calculation of each eligible district's allocation shall include the amount based on school bond and lease purchase agreement payments for interest and principal payable during the 2007-2008 school year pursuant to section 10 of P.L.2000, c.72 (C.18A:7G-10) and the adjustments required based on the difference between the amounts calculated using actual 2005-2006 principal and interest amounts and the amounts allocated and paid in 2005-2006.

Notwithstanding the provisions of section 9 of P.L.2000, c.72 (C.18A:7G-9), for the purpose of calculating a district's State debt service aid, "DAP x 1.15" shall not be less than 40 percent. Notwithstanding the provisions of section 10 of P.L.2000, c.72 (C.18A:7G-10), for the purposes of calculating aid, CCSAID will be equal to the district's Core Curriculum Standards Aid calculated pursuant to section 15 of P.L.1996, c.138 (C.18A:7F-15) for fiscal 2002 and TEBUD shall be equal to the district's T&E budget calculated pursuant to subsection d. of section 13 of P.L.1996, c.138 (C.18A:7F-13) for fiscal 2002.

Such additional sums as may be required for Teachers' Pension and Annuity Fund - Post Retirement Medical are appropriated, as the Director of the Division of Budget and Accounting shall determine.

In addition to the amounts hereinabove for Social Security Tax, there are appropriated such sums as are required for payment of Social Security Tax on behalf of members of the Teachers' Pension and Annuity Fund.

Such additional sums as may be required for the Teachers' Pension and Annuity Fund - Non-contributory Insurance and Post Retirement Medical Other Than TPAF are appropriated, as the Director of the Division of Budget and Accounting shall determine.

**30. EDUCATIONAL, CULTURAL, AND INTELLECTUAL DEVELOPMENT**

**35. EDUCATION ADMINISTRATION AND MANAGEMENT**

**OBJECTIVES**

1. To plan, execute, monitor, and evaluate the management of the administrative, programmatic, and fiscal affairs of the Department consistent with State Board rules and State and federal regulations.
2. To provide assistance to local school districts in the administration of their financial and accounting procedures.
3. To maintain the Department's budgetary, human resource, and support services.
4. To compute and distribute State aid, to provide payment of federal aid, and to advise districts on borrowing funds.
5. To provide local school district personnel with assistance in their budgeting, accounting, fiscal, and recordkeeping

activities; to collect, edit, review, and compile statistical information for the Commissioner's Annual Report.

6. To provide Department level executive and management leadership in implementing laws affecting the educational system of the State.
7. To support the State Board of Education in its function of establishing goals and policies, as well as resolving conflicts in the educational system.
8. To improve fiscal and management practices of local school districts and the Department.

**PROGRAM CLASSIFICATIONS**

42. **School Finance.** Responsible for the calculation and distribution of Education State Aid in accordance with the applicable statutes; provides leadership in the development of

# EDUCATION

uniform school district accounting and administrative practices; provides support for research and consulting services for start-up requirements needed for reorganization under N.J.S.A. 18A:7A-1 et seq., including an analysis of school business practices, dissemination of modern budgeting materials, and further design of reporting requirements.

43. **Compliance and Auditing.** Provides the auditing capability to examine how money is used in local school districts; monitors Department fiscal activities and investigates complaints of irregularities or improprieties in the Department, school districts, and other entities receiving educational funding. Performs background checks of applicants for positions with local school districts.

99. **Administration and Support Services.** Provides Department-wide direction, management, and general administrative support services. The State Board of Education (N.J.S.A. 18A:4-3 et seq.) consists of 13 members appointed by the Governor with the consent of the Senate. The Board sets policy for the Department as well as local school districts and hears appeals from the Commissioner's decisions on controversies and disputes. The Commissioner of Education is appointed by the Governor to serve as the official agent of the State Board of Education and chief executive and administrative officer of the Department (N.J.S.A. 18A:4-22 and N.J.S.A. 18A:4-35) and is responsible for assisting the

Board, implementing the Board's policy and laws affecting education, and deciding controversies and disputes presented to the Department. The School Ethics Commission (N.J.S.A. 18A:12-21 et seq.) is responsible for collecting, retaining, and reviewing financial and personal/relative disclosure statements from all local school board members and administrators as set forth by the School Ethics Act, and rendering decisions on alleged violations of that Act. In addition, numerous citizens' councils are formally established to provide advice to the Department in specific areas of responsibility.

Support services include oversight of information and educational technology and infrastructure for statewide connectivity so that all students will have access to resources needed to achieve the Core Curriculum Content Standards, budgeting, accounting, purchasing, personnel and payroll as well as administrative services such as printing, mail, and facilities. The Department has developed a student data handbook; a statewide student information data warehouse is underway to assist educators and federal reporting requirements. Executive services include providing support to the State Board of Education and the School Ethics Commission, assisting the Commissioner in developing policy positions on legislative initiatives, and providing accountability information to the public. Federal funds include the consolidated administration of federal programs under the No Child Left Behind Act and educational technology grants to schools.

## EVALUATION DATA

	Actual FY 2005	Actual FY 2006	Revised FY 2007	Budget Estimate FY 2008
<b>PROGRAM DATA</b>				
<b>Compliance and Auditing</b>				
Annual Compliance and Fiscal Reviews of School Districts . . .	4	4	4	4
Annual Audits of Applications for State School Aid . . . . .	40	41	50	50
Annual Monitoring of Private Schools for the Disabled . . . . .	18	27	28	28
Annual Audits of Title I Funds . . . . .	30	35	23	30
Annual Grant Audits . . . . .	26	26	26	26
<b>PERSONNEL DATA</b>				
<b>Affirmative Action Data</b>				
Male Minority . . . . .	70	66	70	70
Male Minority % . . . . .	7.4	6.9	7.4	7.4
Female Minority . . . . .	195	192	195	195
Female Minority % . . . . .	20.7	20.2	20.7	20.7
Total Minority . . . . .	265	258	265	265
Total Minority % . . . . .	28.1	27.1	28.1	28.1
<b>Position Data</b>				
<b>Filled Positions by Funding Source</b>				
State Supported . . . . .	169	174	167	186
Federal . . . . .	39	43	36	45
All Other . . . . .	28	29	28	12
Total Positions . . . . .	236	246	231	243
<b>Filled Positions by Program Class</b>				
School Finance . . . . .	41	40	39	42
Compliance and Auditing . . . . .	23	22	21	23
Administration and Support Services . . . . .	172	184	171	178
Total Positions . . . . .	236	246	231	243

### Notes:

Actual payroll counts are reported for fiscal years 2005 and 2006 as of December and revised fiscal year 2007 as of January. The Budget Estimate for fiscal year 2008 reflects the number of positions funded.

**APPROPRIATIONS DATA**  
(thousands of dollars)

Year Ending June 30, 2006					Year Ending June 30, 2008			
Orig. & (S)Supple- mental	Reapp. & (R)Recpts.	Transfers & (E)Emer- gencies	Total Available	Expended	Prog. Class.	2007 Adjusted Approp.	Requested	Recom- mended
<b><u>DIRECT STATE SERVICES</u></b>								
<b>Distribution by Fund and Program</b>								
3,239	1	212	3,452	3,401	School Finance	42	3,773	3,773
2,193	3	262	2,458	2,454	Compliance and Auditing	43	2,236	2,036
11,593	2,155	336	14,084	13,636	Administration and Support Services	99	10,226	10,564
<u>17,025</u>	<u>2,159</u>	<u>810</u>	<u>19,994</u>	<u>19,491</u>	<b>Total Direct State Services</b>		<u>16,235 <sup>(a)</sup></u>	<u>16,373</u>
<b>Distribution by Fund and Object</b>								
Personal Services:								
13,369	---	182	13,551	13,551	Salaries and Wages		13,754	13,892
<u>13,369</u>	<u>---</u>	<u>182</u>	<u>13,551</u>	<u>13,551</u>	<b>Total Personal Services</b>		<u>13,754</u>	<u>13,892</u>
300	---	-105	195	154	Materials and Supplies		301	301
1,101	---	57	1,158	1,134	Services Other Than Personal		884	884
67	---	-20	47	37	Maintenance and Fixed Charges		67	67
Special Purpose:								
---	---	227	227	227	Early Childhood Enrollment Audits	42	178 <sup>(b)</sup>	178
570 <sup>S</sup>	3	---	573	573	Internal Auditing	43	600	600
---	---	390	390	390	Early Childhood Compliance Audits	43	298 <sup>(b)</sup>	298
50	---	85	135	132	State Board of Education Expenses	99	85	85
1,500	2,153	-46	3,607	3,209	Student Registration and Record System	99	---	---
68	---	---	68	68	Affirmative Action and Equal Employment Opportunity Program	99	68	68
---	3	40	43	16	Additions, Improvements and Equipment		---	---
<b><u>CAPITAL CONSTRUCTION</u></b>								
<b>Distribution by Fund and Program</b>								
1,050	269	---	1,319	193	Administration and Support Services	99	500	400
<u>1,050</u>	<u>269</u>	<u>---</u>	<u>1,319</u>	<u>193</u>	<b>Total Capital Construction</b>		<u>500</u>	<u>400</u>
<b>Distribution by Fund and Object</b>								
Division of Administration								
---	81	---	81	3	Roof Replacement and HVAC Repairs, Regional Day Schools	99	---	---
450	---	---	450	159	Health and Life Safety Projects	99	---	---
600	188	---	788	31	Fire Sprinkler Systems, Various Regional Day Schools	99	500	400
<u>18,075</u>	<u>2,428</u>	<u>810</u>	<u>21,313</u>	<u>19,684</u>	<b>Grand Total State Appropriation</b>		<u>16,735</u>	<u>16,773</u>
<b>OTHER RELATED APPROPRIATIONS</b>								
<b>Federal Funds</b>								
14,873	3,001	---	17,874	16,258	Administration and Support Services	99	9,992	9,992
<u>14,873</u>	<u>3,001</u>	<u>---</u>	<u>17,874</u>	<u>16,258</u>	<b>Total Federal Funds</b>		<u>9,992</u>	<u>9,992</u>
<b>All Other Funds</b>								
---	<sup>32</sup> 425 <sup>R</sup>	---	457	457	Compliance and Auditing	43	692	610
---	<u>457</u>	<u>---</u>	<u>457</u>	<u>457</u>	<b>Total All Other Funds</b>		<u>692</u>	<u>610</u>
<u>32,948</u>	<u>5,886</u>	<u>810</u>	<u>39,644</u>	<u>36,399</u>	<b>GRAND TOTAL ALL FUNDS</b>		<u>27,419</u>	<u>27,375</u>

# EDUCATION

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## **Notes -- Direct State Services - General Fund**

- (a) The fiscal year 2007 appropriation has been adjusted for the allocation of salary program as well as the reallocation of State appropriations supporting information technology services to the Office of Information Technology within the Department of Treasury.
- (b) The fiscal year 2007 appropriation has been adjusted to reflect the transfer of funds from Education Opportunity Aid to Direct State Services authorized by language in the fiscal 2007 Appropriations Act.

## **Language Recommendations -- Direct State Services - General Fund**

Receipts derived from fees for school district personnel background checks and unexpended balances at the end of the preceding fiscal year of such receipts are appropriated for the cost of operation.

The unexpended balance at the end of the preceding fiscal year in the Student Registration and Record System account are appropriated for the same purpose.

Costs attributable to EdSmart and EasyIEP shall be paid from revenue received from the Special Education Medicaid Initiative (SEMI) and the Medicaid Administrative Claiming (MAC) programs and are appropriated for these purposes to the Student Registration and Record System account upon recommendation from the Commissioner of the Department of Education, subject to the approval of the Director of the Division of Budget and Accounting.

In the event that revenues received from the Special Education Medicaid Initiative (SEMI) and the Medicaid Administrative Claiming (MAC) programs are insufficient to satisfy costs attributable to EdSmart and EasyIEP, there are appropriated to the Student Registration and Record System account such sums as may be required as the Director of the Division of Budget and Accounting shall determine.

## **DEPARTMENT OF EDUCATION**

## **Language Recommendations -- Direct State Services - General Fund**

Of the amount appropriated hereinabove from the General Fund for the Department of Education, or otherwise available from federal sources, there are appropriated funds to establish a School Security Planning and Assurance Unit within the Department of Education, staffed to plan, coordinate, and conduct an on-going comprehensive security assessment and vulnerability reduction program for school sites Statewide, in collaboration with schools and law enforcement, subject to the approval of the Director of the Division of Budget and Accounting.

Such additional sums as may be necessary are appropriated for implementation of the recommendations of the reorganization study performed in accordance with P.L.2007, JR-3, subject to the approval of the Director of the Division of Budget and Accounting.

Additional sums as may be necessary for the Department of Education for additional oversight costs as required by pending legislation for financial oversight of schools or school funding reform are appropriated, subject to the approval of the Director of the Division of Budget and Accounting.

## **Language Recommendations -- Direct State Services - General Fund**

## **Language Recommendations -- Grants-In-Aid - General Fund**

## **Language Recommendations -- State Aid - General Fund**

Of the amount hereinabove appropriated for the Department of Education, such sums as the Director of the Division of Budget and Accounting shall determine from the schedule included in the Governor's Budget Message and Recommendations first shall be charged to the State Lottery Fund.

Notwithstanding the provisions of any law or regulation to the contrary, monies directed to be paid to the Department of Education as a result of settlement of litigation by the Board of Public Utilities or to be paid to the Department of Education in connection with a stipulation of settlement in a merger approved by the Board of Public Utilities are appropriated for the purposes specified in the settlement agreement or stipulation, subject to the approval of the Director of the Division of Budget and Accounting.

## **Language Recommendations -- State Aid - General Fund**

The unexpended balances at the end of the preceding fiscal year in the State Aid accounts, not to exceed \$650,000, are appropriated to the State Aid Supplemental Funding account.

## **Language Recommendations -- State Aid - General Fund**

## **Language Recommendations -- State Aid - Property Tax Relief Fund**

In the event that sufficient funds are not appropriated to fully fund any State Aid item, the Commissioner of Education shall apportion such appropriation among the districts in proportion to the State Aid each district would have been apportioned had the full amount of State Aid been appropriated.

Notwithstanding the provisions of any law or regulation to the contrary, should appropriations in the Property Tax Relief Fund exceed available revenues, the Director of the Division of Budget and Accounting is authorized to transfer General Fund revenues into the Property Tax Relief Fund, providing unrestricted balances are available from the General Fund, as determined by the Director of the Division of Budget and Accounting.



Notwithstanding the provisions of any law or regulation to the contrary, each district shall receive no less of a total State aid amount payable for the 2007–2008 school year than the sum of the district’s total State aid amount payable for the 2006–2007 school year for the following aid categories: Core Curriculum Standards Aid, Supplemental Core Curriculum Standards Aid, Early Childhood Program Aid, Instructional Supplement Aid, Demonstrably Effective Program Aid, Stabilization Aid, Stabilization Aid 2, Stabilization Aid 3, Large Efficient District Aid, Aid for Districts with High Senior Citizen Populations, Regionalization Incentive Aid, Adult and Postsecondary Education Grants, Bilingual Education Aid, Special Education Aid, County Vocational Program Aid, Transportation Aid, High Expectations for Learning Proficiency, Consolidated Aid, School Choice, Abbott-Bordered District Aid, Above Average Enrollment Growth, and Aid for Enrollment Adjustments, taking into consideration the June 2007 payment made in July 2007.

The Director of the Division of Budget and Accounting may transfer from one State Aid appropriations account for the Department of Education in the General Fund to another appropriations account in the same department in the Property Tax Relief Fund such funds as are necessary to effect the intent of the provisions of the appropriations act governing the allocation of State Aid to local school districts and to effect the intent of legislation enacted subsequent to the enactment of the appropriations act, provided that sufficient funds are available in the appropriations for that department.

Notwithstanding the provisions of section 8 of P.L.1996, c.138 (C.18A:7F-8), five percent of the total payments to local districts for Education Opportunity Aid, Core Curriculum Standards Aid, Supplemental Core Curriculum Standards Aid, Special Education, Transportation, Early Childhood programs, Demonstrably Effective programs, Instructional Supplement, Bilingual, County Vocational Educational program, other aid pursuant to P.L.1996, c.138, School Choice, Consolidated Aid, Abbott-Bordered District Aid and Additional Formula Aid, as provided by the Department of Education to the local school districts for the 2007–2008 school year in the 2007–08 General Fund and Special Revenue Fund State Aid Payments Schedule, shall be paid on the 8th and 22nd of each month from September through June, with the last school aid payment being subject to the approval of the State Treasurer.

From the amounts hereinabove, such sums as are required to satisfy delayed June 2007 school aid payments are appropriated and the State Treasurer is hereby authorized to make such payment in July 2007.

Notwithstanding the provisions of any law or regulation to the contrary, any school district receiving a final judgment or order against the State to assume the fiscal responsibility for the residential placement of a special education student shall have the amount of the judgment or order deducted from the State aid to be allocated to that district.

Notwithstanding the provisions of any law or regulation to the contrary, the Commissioner of Education may reduce the total State Aid amount payable for the 2007–2008 school year for a district in which an independent audit of the 2006–2007 school year conducted pursuant to N.J.S.18A:23-1 identifies any deviation from the Uniform Minimum Chart of Accounts after the recalculation of the district’s actual “Total Administrative Costs” pursuant to N.J.A.C.6:23A-2.4.

Notwithstanding the provisions of any law or regulation to the contrary, the Commissioner of Education may reduce State aid payments to any district by any amounts found to be in violation of restrictions placed on travel expenditures in accordance with regulations adopted by the commissioner.

Notwithstanding the provisions of any law or regulation to the contrary, the Commissioner of Education may withhold State aid payments to a school district that has not submitted in final form the data elements requested for inclusion in a Statewide data warehouse within 60 days of the department’s initial request or its request for additional information, whichever is later.

In the event sufficient balances are not available in the “School District Deficit Relief Account” for amounts recommended by the Commissioner of Education to the State Treasurer for advance State Aid payments in accordance with section 5 of P.L.2006, c.15 (C.18A:7A-58 et seq.), the Director of the Division of Budget and Accounting is authorized to transfer such sums as required from available balances in State Aid accounts.

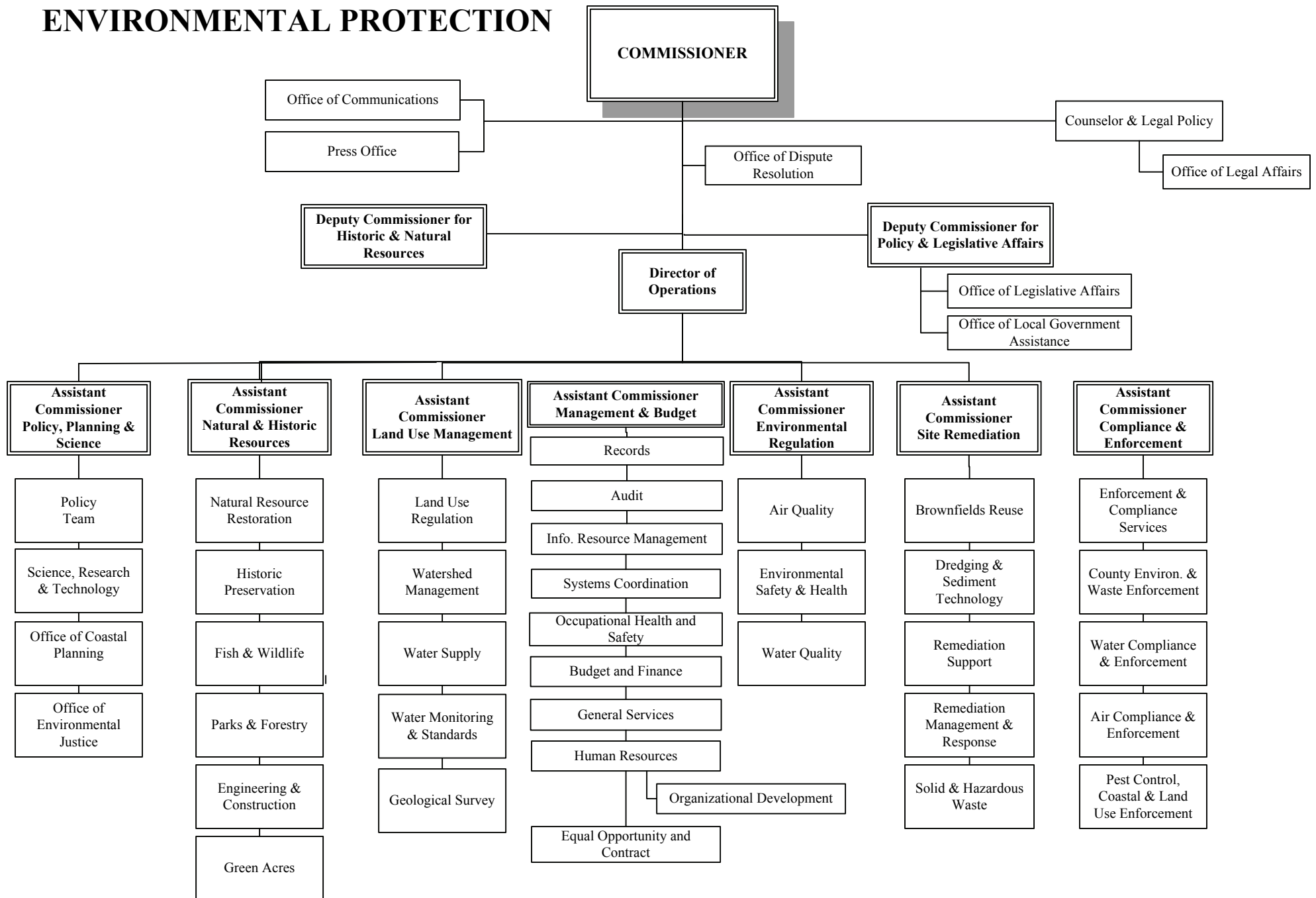
Notwithstanding the provisions of any law or regulation to the contrary, the amount of Department of Education State aid appropriations made available to the Department of Human Services, the Department of Children and Families, the Department of Corrections or the Juvenile Justice Commission pursuant to “The State Facilities Education Act of 1979,” P.L.1979, c.207 (C.18A:7B-1 et al.), to defray the costs of educating eligible children in approved facilities under contract with the applicable Department shall not exceed the actual costs of the education of those children in such facilities.

Notwithstanding the provisions of any law or regulation to the contrary, Special Education Aid for pupils classified as severe cognitive impairment shall be paid directly to the resident school district; provided however, that for pupils under contract for service in a regional day school operated by or under contract with the Department of Human Services or the Department of Children and Families, tuition shall be withheld and paid to the Department of Human Services.

#### **Language Recommendations -- State Aid - Property Tax Relief Fund**

The Director of the Division of Budget and Accounting may transfer from one appropriations account for the Department of Education in the Property Tax Relief Fund to another account in the same department and fund such funds as are necessary to effect the intent of the provisions of the appropriations act governing the allocation of State Aid to local school districts, provided that sufficient funds are available in the appropriations for that department.

# ENVIRONMENTAL PROTECTION



## In-But-Not-Of Agencies



## DEPARTMENT OF ENVIRONMENTAL PROTECTION

### OVERVIEW

The mission of the Department of Environmental Protection (DEP) is to protect and improve New Jersey's air, land, water, and natural resources; to ensure public health; to promote sustainable economic growth; and to preserve and enhance the quality of life for all New Jersey citizens and for future generations.

The Department strives toward its mission by: employing a decision-making process that is open, comprehensive, timely, predictable, and efficient; developing standards to protect human health, the environment, and natural resources; protecting public trust through sound management and restoration of natural resources and by ensuring public access to safe local parks, the waterfront, protected open space, and historic and natural resources; enhancing environmental awareness and private stewardship through education, communication and incentives; ensuring the environment and natural resources of all communities receive equal protection and benefits under the Department's regulations and programs; protecting biodiversity and the water supply through land acquisition, enforcement and conservation; promoting sustainable living, including conservation of water, conservation of energy, use of environmentally friendly building materials, promotion of renewable energy, and reduction of waste through recycling and reuse programs; and fostering a work environment that attracts and retains a dedicated, diverse, and talented work force.

The DEP is organizationally divided into six environmental areas: Natural Resource Management, Science and Technical Programs, Land Use, Site Remediation and Waste Management, Environmental Regulation, and Compliance and Enforcement. The Management and Administration program provides department-wide administrative support to the programs. The Department of Environmental Protection also includes several in-but-not-of agencies that receive State appropriations: the Palisades Interstate Park Commission, the Highlands Water Protection and Planning Council, and the Pinelands Commission.

### Budget Highlights

The Fiscal 2008 Budget for the Department of Environmental Protection, excluding Debt Service, totals \$385.4 million, a decrease of \$22.9 million or 5.6% from the fiscal 2007 adjusted appropriation of \$408.3 million. This reduction is primarily attributable to the elimination of one-time funding for Passaic River Cleanup Litigation (\$12 million) and one-time resources to support capital improvements in the State parks (\$9 million). In fiscal 2008, capital funding for State parks and other recreational land development will be provided through the recently adopted reallocation of the Corporation Business Tax (CBT) constitutional dedication.

### Corporation Business Tax Dedication

A constitutional dedication of 4% of CBT revenues has supported critical DEP programs for the past 11 years. In fiscal 2008, this important funding source will provide \$19.1 million in new funding for State parks, forests, wildlife management areas, and historic sites to address deferred capital and maintenance needs. In addition, the CBT dedication will continue to provide level funding for ongoing initiatives. The appropriation for the Diesel Risk Reduction program will amount to \$21.6 million in fiscal 2008, bringing total State appropriations for diesel emissions to over \$59 million since the program was initiated in fiscal 2006. The \$2.7 million appropriation for the Watershed Restoration Projects program will enable DEP to address the sedimentation and pollution of impaired ponds and streams including Greenwood Lake, Lake Carasajlo, Rockaway River, Cooper River, and the Sandlers Woods portion of Newton Creek.

### Wildlife Management

A total of \$850,000 in new funding will be provided for non-lethal black bear management. These funds will be used to conduct research, public education, outreach, and black bear control. Human safety concerns are a critical aspect of black bear management. The state's growing black bear population has adapted to living in close proximity to people, taking advantage of human-derived food sources. Through public education, people can learn how to modify their behavior and take the precautions necessary to avoid conflicts with bears.

### Ocean/Wind Power Ecological Baseline Study

The Fiscal 2008 Budget provides a total of \$4.5 million in dedicated funding, which includes \$2 million from the Clean Energy Fund, to support an Ocean/Wind Power Ecological Baseline Study. In April 2006, the Blue Ribbon Panel on Development of Wind Turbine Facilities in Coastal Waters recommended baseline studies of New Jersey's coastal waters to develop spatial and temporal information regarding ocean uses and living natural resources. The scope of work includes the collection of field data over an 18-month period on the distribution, abundance and migratory patterns of avian, marine mammal, marine turtle, and other species in a study area extending approximately 15 miles offshore and 1,000 square miles in size. The results of this study will help to inform the decision to place up to 80 wind turbines, which will provide a new source of clean energy for the state.

### Department Accomplishments

New Jersey's coastline is a national treasure that residents and visitors flock to every year. With the densest population in the country and a growing tourism industry, it has become increasingly important to provide public access to our shoreline. In an effort to protect and expand public access, on November 6, 2006, the DEP published a rule proposal to strengthen the Department's existing public access requirements. DEP's proposal sets forth specific public access requirements for Shore Protection Program and Green Acres funding. In addition, a new special area rule was proposed to protect tidal waterways and their shores and ensure public access to these lands. DEP's proposed rule changes enforce the Public Trust Doctrine, which states that public rights to tidal waterways and their shores are held by the state in trust for the benefit of all, allowing the public to fully enjoy these lands and waters for a variety of uses, including bathing, swimming, sunbathing, and walking along the tidal waterway and its shore. As an accompaniment to the rule proposal, DEP also released an interactive coastal access web page that provides a map of public access points, including information on facilities and fees for all of New Jersey's Atlantic Ocean beach access sites.

The protection of the Highlands Region and its valuable water supplies continues to be a top priority at DEP. DEP has worked closely with the Highlands Council staff since their first meeting in December 2004. The draft Regional Master Plan, which was released in 2006, is designed to protect vital resources in the Highlands Region, and is the product of extensive work by the Council and DEP staff. DEP provided a multitude of data and documents and technical expertise to assist the Council in the development of the Regional Master Plan. DEP identified a team of planners, scientists and regulators, with a broad spectrum of expertise, to work with the Council. This team provided technical and policy guidance to the Council based on issue-specific expertise and years of experience in the field. DEP's various programs created new and unique data sets for use in creating the plan, and re-prioritized ongoing projects, studies and data development to inform the plan. During the last several months of plan development, DEP assigned staff directly to the Council to assist with final preparation and production.

New Jersey's parks, historic sites, and wildlife areas help to improve our quality of life and provide economic benefits, such as improved property values and jobs. The popularity of these sites continues to grow, but the ability to maintain them has not. In an effort to support these areas, DEP worked with the Legislature to craft a constitutional amendment that would re-dedicate a portion of the Corporation Business Tax revenue to improve these important sites. The proposed constitutional amendment passed unanimously in both houses and was presented to the voters for approval on the November ballot. Working with a broad-based coalition of organizations and individuals, DEP launched an aggressive educational outreach campaign to inform the public about the ballot question. Thanks to public support, the ballot question was passed and New Jersey will now have a stable source of funding to make desperately needed improvements and provide essential maintenance to historic sites, parks, and wildlife areas.

Over the past few years New Jersey has been subject to incidents of extreme flooding. In response, the New Jersey Flood Mitigation Task Force was established to recommend measures to reduce future impacts of flooding in New Jersey communities. As a member of this task force, DEP helped craft recommendations to mitigate future effects of flooding. Upon release of the task force report, the DEP proposed a comprehensive overhaul of the rules implementing the Flood Hazard Area Control Act. The new rules will clarify and reorganize New Jersey's regulations to limit new development in flood plains. The proposed flood rules will also require larger buffers, require that floor elevations and roadway surfaces be set one foot above the state's flood elevation in flood hazard areas and simplify mapping requirements for communities. Under the proposed rules the process for permitting environmentally responsible stream cleanings and the relocation and reconstruction of damaged buildings will also be streamlined. These rules are designed to minimize flood

damage and protect the lives of residents in communities that are chronically subjected to flooding.

As DEP works to implement protections for New Jersey's environment, it is also working to become a more efficient department. DEP is implementing tools to better assess and process permit applications. DEP has cross-referenced its data and data management systems to comprehensively screen and score projects so that glaring inconsistencies with environmental rules and laws are immediately apparent and can be communicated to applicants. These tools allow DEP to more rapidly identify the projects that are good for the State and can be made even better through incentives that encourage the use of green technology, water conservation, green roofs, solar power, and native landscaping. The Department is continuously taking advantage of evolving web technology to improve existing tools and is rolling out a number of web-based initiatives to promote efficiency, transparency and support economic growth, while providing the environmental protection the public expects from the Department. DEP has recently created a new field-activity blotter, which provides the public with a listing of all DEP's Compliance & Enforcement inspections conducted during the past 14 days. The public can also search specific facilities online and find a summary of the pollution and emissions discharges released at the site. In this past year, DEP enhanced its electronic permitting capabilities to allow applicants to process permit applications electronically. Permit status reports are also available online. Applicants can check on any permit applications submitted and receive up-to-the-minute status on applications, including the staff contact for applications. DEP also developed an electronic reporting system that will be used by laboratories, water systems, regulated and volunteer monitors to submit analysis and monitoring data to DEP over the web.

## DEPARTMENT OF ENVIRONMENTAL PROTECTION

### SUMMARY OF APPROPRIATIONS BY FUND

(thousands of dollars)

Year Ending June 30, 2006						Year Ending June 30, 2008		
Orig. & (S)Supple- mental	Reapp. & (R)Recpts.	Transfers & (E)Emer- gencies	Total Available	Expended		2007 Adjusted Approp.	Requested	Recom- mended
GENERAL FUND								
221,540	40,111	9,105	270,756	254,163	Direct State Services	243,643	233,056	233,056
750	5,369	16,734	22,853	5,206	Grants-In-Aid	27,165	24,700	24,700
10,072	151	1,000	11,223	11,013	State Aid	11,216	10,916	10,916
84,263	117,638	-23,854	178,047	77,463	Capital Construction	116,767	107,271	107,271
24,675	---	---	24,675	24,673	Debt Service	64,664	56,790	56,790
341,300	163,269	2,985	507,554	372,518	Total General Fund	463,455	432,733	432,733
PROPERTY TAX RELIEF FUND								
9,000	---	---	9,000	8,661	State Aid	9,500	9,500	9,500
9,000	---	---	9,000	8,661	Total Property Tax Relief Fund	9,500	9,500	9,500
350,300	163,269	2,985	516,554	381,179	Total Appropriation, Department of Environmental Protection	472,955	442,233	442,233

# ENVIRONMENTAL PROTECTION

## SUMMARY OF APPROPRIATIONS BY PROGRAM (thousands of dollars)

Year Ending June 30, 2006					Year Ending June 30, 2008			
Orig. & (S)Supple- mental	Reapp. & (R)Recpts.	Transfers & (E)Emer- gencies	Total Available	Expended	2007 Adjusted Approp.	Requested	Recom- mended	
<b>DIRECT STATE SERVICES - GENERAL FUND</b>								
<b>Natural Resource Management</b>								
6,921	---	652	7,573	7,573	Forest Resource Management	7,304	7,304	7,304
37,822	2,402	244	40,468	38,895	Parks Management	39,074	39,084	39,084
16,983	1,298	-219	18,062	15,847	Hunters' and Anglers' License Fund	15,373	15,080	15,080
1,416	---	365	1,781	1,781	Shellfish and Marine Fisheries Management	1,499	1,885	1,885
696	54	-4	746	503	Wildlife Management	661	1,390	1,390
1,597	47	3,043	4,687	4,685	Natural Resources Engineering	1,704	1,318	1,318
2,414	---	192	2,606	2,604	Palisades Interstate Park Commission	2,528	2,528	2,528
<b>67,849</b>	<b>3,801</b>	<b>4,273</b>	<b>75,923</b>	<b>71,888</b>	<b>Subtotal</b>	<b>68,143</b>	<b>68,589</b>	<b>68,589</b>
<b>Science and Technical Programs</b>								
7,769	3,992	-1,256	10,505	9,649	Water Supply	8,215	8,157	8,157
---	---	---	---	---	Smart Growth Permitting	---	---	---
---	---	250	250	250	Water Monitoring and Standards	---	---	---
12,924	3,636	-652	15,908	15,769	Land Use Regulation	13,558	13,061	13,061
3,097	---	-90	3,007	2,947	Science, Research and Technology	3,228	3,073	3,073
---	---	168	168	168	New Jersey Geological Survey	---	---	---
12,363	2,716	-1,540	13,539	13,365	Environmental Management - CBT Dedication	16,338	16,359	16,359
---	32	483	515	483	Watershed Management	---	---	---
<b>36,153</b>	<b>10,376</b>	<b>-2,637</b>	<b>43,892</b>	<b>42,631</b>	<b>Subtotal</b>	<b>41,339</b>	<b>40,650</b>	<b>40,650</b>
<b>Site Remediation and Waste Management</b>								
---	---	---	---	---	Publicly-Funded Site Remediation	---	---	---
8,064	2,631	-183	10,512	8,770	Solid and Hazardous Waste Management	6,785	6,042	6,042
30,489	12,458	-532	42,415	41,454	Remediation Management and Response	41,619	29,552	29,552
6,680	5,262	500	12,442	8,830	Environmental Management - CBT Dedication	7,715	9,920	9,920
<b>45,233</b>	<b>20,351</b>	<b>-215</b>	<b>65,369</b>	<b>59,054</b>	<b>Subtotal</b>	<b>56,119</b>	<b>45,514</b>	<b>45,514</b>
<b>Environmental Regulation</b>								
7,934	490	-94	8,330	7,665	Radiation Protection	8,267	7,066	7,066
17,230	1,106	-92	18,244	17,930	Air Pollution Control	17,172	17,327	17,327
7,974	2,435	-108	10,301	8,927	Water Pollution Control	8,370	8,282	8,282
3,082	2	-35	3,049	3,049	Public Wastewater Facilities	3,176	3,176	3,176
---	---	575	575	243	Environmental Management - CBT Dedication	---	---	---
<b>36,220</b>	<b>4,033</b>	<b>246</b>	<b>40,499</b>	<b>37,814</b>	<b>Subtotal</b>	<b>36,985</b>	<b>35,851</b>	<b>35,851</b>
<b>Environmental Planning and Administration</b>								
2,275	8	55	2,338	2,335	Regulatory and Governmental Affairs	2,121	2,005	2,005
14,100	57	4,913	19,070	19,009	Administration and Support Services	18,100	18,887	18,887
<b>16,375</b>	<b>65</b>	<b>4,968</b>	<b>21,408</b>	<b>21,344</b>	<b>Subtotal</b>	<b>20,221</b>	<b>20,892</b>	<b>20,892</b>

# ENVIRONMENTAL PROTECTION

Year Ending June 30, 2006					Year Ending June 30, 2008		
Orig. & (S)Supple- mental	Reapp. & (R)Recpts.	Transfers & (E)Emer- gencies	Total Available	Expended	2007 Adjusted Approp.	Requested	Recom- mended
<b>Compliance and Enforcement</b>							
5,514	1	57	5,572	4,776	Air Pollution Control	4,586	4,586
2,357	1	26	2,384	2,383	Pesticide Control	2,468	2,468
5,824	1	336	6,161	6,160	Water Pollution Control	6,161	6,161
1,972	609	-135	2,446	2,436	Land Use Regulation	1,998	1,998
4,043	---	186	4,229	4,229	Solid and Hazardous Waste Management	5,623	6,347
---	873	2,000	2,873	1,448	Environmental Management - CBT Dedication	---	---
<i>19,710</i>	<i>1,485</i>	<i>2,470</i>	<i>23,665</i>	<i>21,432</i>	<i>Subtotal</i>	<i>20,836</i>	<i>21,560</i>
<i>221,540</i>	<i>40,111</i>	<i>9,105</i>	<i>270,756</i>	<i>254,163</i>	<i>Total Direct State Services - General Fund</i>	<i>243,643</i>	<i>233,056</i>
<i>221,540</i>	<i>40,111</i>	<i>9,105</i>	<i>270,756</i>	<i>254,163</i>	<i>TOTAL DIRECT STATE SERVICES</i>	<i>243,643</i>	<i>233,056</i>
<b>GRANTS-IN-AID - GENERAL FUND</b>							
<b>Natural Resource Management</b>							
250	---	---	250	180	Parks Management	---	---
---	420	---	420	---	Natural Resources Engineering	---	---
<i>250</i>	<i>420</i>	<i>---</i>	<i>670</i>	<i>180</i>	<i>Subtotal</i>	<i>---</i>	<i>---</i>
<b>Science and Technical Programs</b>							
500	---	---	500	500	Water Monitoring and Standards	400	400
---	4,949	1,000	5,949	4,526	Environmental Management - CBT Dedication	5,000	2,700
<i>500</i>	<i>4,949</i>	<i>1,000</i>	<i>6,449</i>	<i>5,026</i>	<i>Subtotal</i>	<i>5,400</i>	<i>3,100</i>
<b>Environmental Regulation</b>							
---	---	15,734	15,734	---	Environmental Management - CBT Dedication	21,765	21,600
---	---	15,734	15,734	---	<i>Subtotal</i>	<i>21,765</i>	<i>21,600</i>
<i>750</i>	<i>5,369</i>	<i>16,734</i>	<i>22,853</i>	<i>5,206</i>	<i>Total Grants-In-Aid - General Fund</i>	<i>27,165</i>	<i>24,700</i>
<i>750</i>	<i>5,369</i>	<i>16,734</i>	<i>22,853</i>	<i>5,206</i>	<i>TOTAL GRANTS-IN-AID</i>	<i>27,165</i>	<i>24,700</i>
<b>STATE AID - GENERAL FUND</b>							
<b>Environmental Planning and Administration</b>							
6,619	151	1,000	7,770	7,562	Administration and Support Services	7,763	7,463
<i>6,619</i>	<i>151</i>	<i>1,000</i>	<i>7,770</i>	<i>7,562</i>	<i>Subtotal</i>	<i>7,763</i>	<i>7,463</i>
<b>Compliance and Enforcement</b>							
3,453	---	---	3,453	3,451	Water Pollution Control	3,453	3,453
<i>3,453</i>	<i>---</i>	<i>---</i>	<i>3,453</i>	<i>3,451</i>	<i>Subtotal</i>	<i>3,453</i>	<i>3,453</i>
<i>10,072</i>	<i>151</i>	<i>1,000</i>	<i>11,223</i>	<i>11,013</i>	<i>Total State Aid - General Fund</i>	<i>11,216</i>	<i>10,916</i>

# ENVIRONMENTAL PROTECTION

Year Ending June 30, 2006					Year Ending June 30, 2008			
Orig. & (S)Supple- mental	Reapp. & (R)Recpts.	Transfers & (E)Emer- gencies	Total Available	Expended	2007 Adjusted Approp.	Requested	Recom- mended	
<b>STATE AID - PROPERTY TAX RELIEF FUND</b>								
<b>Environmental Planning and Administration</b>								
9,000	---	---	9,000	8,661	Administration and Support Services	9,500	9,500	9,500
9,000	---	---	9,000	8,661	<i>Subtotal</i>	9,500	9,500	9,500
9,000	---	---	9,000	8,661	<i>Total State Aid - Property Tax Relief Fund</i>	9,500	9,500	9,500
19,072	151	1,000	20,223	19,674	<b>TOTAL STATE AID</b>	20,716	20,416	20,416
<b>CAPITAL CONSTRUCTION</b>								
<b>Natural Resource Management</b>								
---	3,176	---	3,176	1,772	Parks Management	9,000	---	---
---	72	---	72	12	Hunters' and Anglers' License Fund	---	---	---
---	2	---	2	1	Shellfish and Marine Fisheries Management	---	---	---
---	79	---	79	15	Wildlife Management	---	---	---
29,106	30,600	-3,143	56,563	28,618	Natural Resources Engineering	30,555	30,790	30,790
---	558	435	993	639	Palisades Interstate Park Commission	---	---	---
---	---	---	---	---	Environmental Management - CBT Dedication	---	19,059	19,059
29,106	34,487	-2,708	60,885	31,057	<i>Subtotal</i>	39,555	49,849	49,849
<b>Site Remediation and Waste Management</b>								
---	---	---	---	---	Publicly-Funded Site Remediation	---	---	---
55,157	83,151	-21,146	117,162	46,406	Environmental Management - CBT Dedication	77,212	57,422	57,422
55,157	83,151	-21,146	117,162	46,406	<i>Subtotal</i>	77,212	57,422	57,422
<b>Environmental Planning and Administration</b>								
---	---	---	---	---	Administration and Support Services	---	---	---
---	---	---	---	---	<i>Subtotal</i>	---	---	---
84,263	117,638	-23,854	178,047	77,463	<b>TOTAL CAPITAL CONSTRUCTION</b>	116,767	107,271	107,271
<b>DEBT SERVICE</b>								
<b>Environmental Planning and Administration</b>								
24,675	---	---	24,675	24,673	Administration and Support Services	64,664	56,790	56,790
24,675	---	---	24,675	24,673	<i>Subtotal</i>	64,664	56,790	56,790
24,675	---	---	24,675	24,673	<b>TOTAL DEBT SERVICE</b>	64,664	56,790	56,790
350,300	163,269	2,985	516,554	381,179	<i>Total Appropriation, Department of Environmental Protection</i>	472,955	442,233	442,233

## 40. COMMUNITY DEVELOPMENT AND ENVIRONMENTAL MANAGEMENT

### 42. NATURAL RESOURCE MANAGEMENT

#### OBJECTIVES

- To provide recreational, historic, natural and interpretive facilities.
- To develop recreational lands and facilities, located in balance with population distribution.
- To regulate the recreational use of public lands and minimize natural resource damage.
- To provide safe marina facilities, navigational aids, and other services to the boating public.
- To provide the financial assistance and engineering technology that minimizes potential loss of life and property damage due to flooding.
- To manage and protect the State's forest resources. To minimize forest damage from wildfire, insects and disease,

and to enhance the public's understanding of sustainable forest resource management.

7. To manage fish and wildlife resources of the state for long-term biological, economic, and recreational viability.
8. To provide for the development of shore protection facilities and improvements, and to minimize personal and property damage resulting from tidal waters of the state.
9. To preserve open space and support development of parks.
10. To provide technical assistance and implement statutory provisions that prevent, minimize or mitigate damage to historic resources.
11. To provide a system of highways, parkway roads, and bridges for the Palisades Interstate Park to facilitate travel through and within the park and ensure safe and efficient movement of traffic.

## PROGRAM CLASSIFICATIONS

11. **Forest Resource Management.** The State Forestry Service manages and protects the rural and urban forest resources of New Jersey. The Forest Fire Service is mandated to prevent, manage, and suppress wildfire that threatens 3.1 million acres of State and private forest and wildlands of New Jersey. The Forest Service promotes forestry by providing both State and federal programs in urban and community forestry; forest product conservation and recycling; private non-industrial forest lands management; forest insect and disease control; forest conservation and education; reforestation and tree improvement; and State lands management.
12. **Parks Management.** Operates, maintains, and provides stewardship for 42 State parks, five marinas, 57 historic sites and districts, and other recreational, natural, and interpretive facilities in a clean, safe and non-discriminatory manner; staffs facilities with maintenance, administrative, ranger and seasonal personnel to provide assistance, information, education, and interpretive and protective services to the public; manages properties to ensure the preservation of natural and historic resources while maintaining high quality recreational opportunities; plans for the development and improvement of new facilities and reviews and approves all new construction; provides literature regarding recreational facilities, natural area and historic preservation. Operates and maintains State marinas in a clean, safe and non-discriminatory manner for all boat owners and visitors. Safe moorings are provided for boaters during heavy storms.
13. **Hunters' and Anglers' License Fund.** Manages the wildlife resources of the State through programs of research, regulation, habitat development, land acquisition, law enforcement, and public education. Trout and other species of fish, pheasants, and quail are reared at State hatcheries and game farms and released throughout the State; public lands are acquired and maintained for use as wildlife management areas. Regulations regarding hunting and fishing seasons are developed; and licenses, stamps, and permits are sold to

provide a source of revenue to manage the State's wildlife resources.

14. **Shellfish and Marine Fisheries Management.** Manages the marine shellfish and finfish resources of the State through research, monitoring, habitat protection, licensing, and regulatory programs. Clam and oyster grounds are leased to commercial shellfishermen for aquaculture activities. Programs (relay and depuration) also provide for the safe utilization of shellfish from marginally polluted areas. Marine fisheries programs support the effective management of the numerous migratory species on a coastwide basis. An artificial reef program constructs fisheries habitat in ocean areas to enhance productivity, thus providing additional fishing and diving opportunities.
20. **Wildlife Management.** Conducts wildlife research to protect and manage the State's non-game, endangered and problem species. Additional responsibilities include permit review for wildlife possession, bird banding, scientific collection, and public information.
21. **Natural Resources Engineering.** (Office of Engineering and Construction). Provides financial and technical assistance to local governments for the construction of groins, jetties, bulkheads, sea walls, and beach replenishment under the shore protection program. Performs dam safety inspections and dam construction and reconstruction permit reviews. Manages the dam loan program to achieve compliance with safe dam regulations. Provides financial and technical assistance to local governments for flood control projects, including flood walls, levees, and property buy-outs. Operates and maintains the bayshore floodgate. Dredges and marks 200 miles of navigation channels in the State's tidal inland waterways and large State-controlled lakes for boating safety.
24. **Palisades Interstate Park Commission.** Operates and maintains existing parks and historic sites in a clean, safe, and non-discriminatory manner for all visitors; plans for the improvement and development of new facilities; maintains highways, bridges, landscaped areas, signs, and traffic lines to ensure the safety of the motoring public. Enforces traffic laws on the Palisades Parkway and all other roads within the Commission's boundaries; polices Commission lands to ensure that park facilities are utilized in accordance with laws, statutes, and Commission regulations; maintains a police court with the powers and jurisdiction of a municipal court with respect to crimes, disorderly conduct, and violations of the motor vehicle and traffic or other laws of the State or of any of the rules and regulations of the Commission.
29. **Environmental Management - CBT Dedication.** Since 1996, 4% of the revenue annually derived from the tax imposed by the Corporation Business Tax Act (P.L.1945, c.162) has been dedicated to the Department. Beginning in 2007, the dedication is expanded to provide funding for the development and conservation of recreational lands.

## EVALUATION DATA

PROGRAM DATA	Actual FY 2005	Actual FY 2006	Revised FY 2007	Budget Estimate FY 2008
<b>Forest Resource Management</b>				
Fires (annual) .....	1,087	2,367	1,800	1,800
Acres lost (annual) .....	1,170	2,716	10,500	8,500
Acres of prescribed burning .....	9,500	17,270	20,000	20,000



# ENVIRONMENTAL PROTECTION

	Actual FY 2005	Actual FY 2006	Revised FY 2007	Budget Estimate FY 2008
<b>Parks Management</b>				
State parks and forests				
Total visitors .....	17,321,000	16,975,700	16,600,000	17,300,000
Total revenue (millions) .....	\$6.5	\$6.9	\$6.7	\$7.0
Historic sites				
Visitors .....	760,000	760,000	725,000	730,000
Revenue .....	44,000	34,000	35,000	37,000
Green Acres/ Open Space Preservation				
Acres preserved since inception of GSPT (a) .....	118,470	137,740	164,979	185,572
Annual acres preserved .....	19,271	27,239	20,593	20,593
State funding (millions) .....	\$51.0	\$108.3	\$80.0	\$80.0
County/ Municipal funding (millions) .....	\$44.9	\$59.4	\$80.0	\$80.0
County/ Municipal dedicated tax revenue (millions) .....	\$273.7	\$301.4	\$301.4	\$301.4
Non-profits funding (millions) .....	\$11.0	\$12.0	\$12.0	\$12.0
<b>Hunters' and Anglers' License Fund</b>				
Trout propagated and distributed .....	770,000	770,000	770,000	750,000
Pheasants reared at game farms .....	59,000	60,000	57,000	55,000
Other fish propagated and distributed .....	1,700,000	2,000,000	2,000,000	1,500,000

## PERSONNEL DATA

### Position Data

#### Filled Positions by Funding Source

State Supported .....	727	714	671	709
Federal .....	4	6	6	5
All Other .....	283	274	256	272
Total Positions .....	1,014	994	933	986

#### Filled Positions by Program

Forest Resource Management .....	111	117	111	120
Parks Management .....	576	552	526	543
Hunters' and Anglers' License Fund .....	200	192	175	186
Shellfish and Marine Fisheries Management .....	45	43	38	42
Wildlife Management .....	15	16	16	22
Natural Resources Engineering .....	67	74	67	73
Total Positions .....	1,014	994	933	986

### Notes:

Actual payroll counts are reported for fiscal years 2005 and 2006 as of December, and revised fiscal year 2007 as of January.

The Budget Estimate for fiscal year 2008 reflects the number of positions funded. All Other includes positions supported by fees or other dedicated resources previously reported as State Supported.

(a) Garden State Preservation Trust (GSPT)

## APPROPRIATIONS DATA (thousands of dollars)

Year Ending June 30, 2006					Year Ending June 30, 2008			
Orig. & (S)Supple- mental	Reapp. & (R)Recpts.	Transfers & (E)Emer- gencies	Total Available	Expended	Prog. Class.	2007 Adjusted Approp.	Requested	Recom- mended
<b>DIRECT STATE SERVICES</b>								
<b>Distribution by Fund and Program</b>								
6,921	---	652	7,573	7,573	11	7,304	7,304	7,304
37,822	2,402	244	40,468	38,895	12	39,074	39,084	39,084
16,983	1,298	-219	18,062	15,847	13	15,373	15,080	15,080
1,416	---	365	1,781	1,781	14	1,499	1,885	1,885
696	54	-4	746	503	20	661	1,390	1,390
1,597	47	3,043	4,687	4,685	21	1,704	1,318	1,318
2,414	---	192	2,606	2,604	24	2,528	2,528	2,528
<b>67,849</b>	<b>3,801</b>	<b>4,273</b>	<b>75,923</b>	<b>71,888</b>	<b>Total Direct State Services</b>		<b>68,143<sup>(a)</sup></b>	<b>68,589</b>
								<b>68,589</b>

# ENVIRONMENTAL PROTECTION

Year Ending June 30, 2006					Year Ending June 30, 2008				
Orig. & (S)Supple- mental	Reapp. & (R)Recpts.	Transfers & (E)Emer- gencies	Total Available	Expended	Prog. Class.	2007 Adjusted Approp.	Requested	Recom- mended	
<b><u>DIRECT STATE SERVICES</u></b>									
<b>Distribution by Fund and Object</b>									
Personal Services:									
47,557 283 <sup>S</sup>	1,226	4,436	53,502	48,262		46,381 283 <sup>S</sup>	45,740	45,740	
---	---	---	---	3,036		3,285	3,199	3,199	
47,840	1,226	4,436	53,502	51,298		49,949	48,939	48,939	
5,556	16	-435	5,137	5,137		4,200	4,782	4,782	
2,260	55	449	2,764	2,764		2,186	2,192	2,192	
3,556	1	-559	2,998	2,996		3,254	3,433	3,433	
Special Purpose:									
1,759	---	83	1,842	1,841	11	1,759	1,759	1,759	
---	711	---	---	---		---	---	---	
4,683	1,684 <sup>R</sup>	-828	1,567	---	12	---	---	---	
---	---	---	4,683	4,674		4,683	4,683	4,683	
11	---	-1	10	10	12	11	11	11	
114	---	35	149	149	12	79	79	79	
3	---	-3	---	---	12	3	3	3	
79	---	---	79	78		79	---	---	
382 <sup>S</sup>	---	---	382	382	20	382	382	382	
235	54	-4	285	43	20	200	158	158	
---	---	---	---	---	20	---	850	850	
---	---	353	353	352	21	---	---	---	
1,319	---	-30	1,289	1,287	21	1,318	1,318	1,318	
52	54	777	883	877		40	---	---	
<b><u>GRANTS-IN-AID</u></b>									
<b>Distribution by Fund and Program</b>									
250	---	---	250	180	12	---	---	---	
---	420	---	420	---	21	---	---	---	
250	420	---	670	180		---	---	---	
<b>Distribution by Fund and Object</b>									
Grants:									
250	---	---	250	180	12	---	---	---	
---	166	---	166	---	21	---	---	---	
---	232	---	232	---	21	---	---	---	
---	22 <sup>R</sup>	---	22	---	21	---	---	---	
<b><u>CAPITAL CONSTRUCTION</u></b>									
<b>Distribution by Fund and Program</b>									
---	3,176	---	3,176	1,772	12	9,000	---	---	
---	72	---	72	12	13	---	---	---	
---	2	---	2	1	14	---	---	---	
---	79	---	79	15	20	---	---	---	
29,106	30,600	-3,143	56,563	28,618	21	30,555	30,790	30,790	
---	558	435	993	639	24	---	---	---	
---	---	---	---	---	29	---	19,059	19,059	

# ENVIRONMENTAL PROTECTION

Year Ending June 30, 2006					Year Ending June 30, 2008			
Orig. & (S)Supple- mental	Reapp. & (R)Recpts.	Transfers & (E)Emer- gencies	Total Available	Expended	Prog. Class.	2007 Adjusted Approp.	Requested	Recom- mended
<b>CAPITAL CONSTRUCTION</b>								
29,106	34,487	-2,708	60,885	31,057	Total Capital Construction	39,555	49,849	49,849
<b>Distribution by Fund and Object</b>								
<b>Bureau of Parks</b>								
---	575	---	575	509	Parks Improvements	12	---	---
---	507	---	507	416	Historic Preservation/Renovation - Buildings, Structures and Monuments	12	---	---
---	---	---	---	---	Capital Improvements for State Parks, Forests, Historic Sites, Wildlife Areas	12	9,000	---
---	56	---	56	47	Sanitary Facilities	12	---	---
---	41	---	41	31	Major Maintenance and Improvement Program	12	---	---
---	9	---	9	---	Picnic Area Rehabilitation - Various State Parks & Forests	12	---	---
---	3	---	3	3	Barnegat Lighthouse Exterior Coating	12	---	---
---	35	---	35	---	Delaware River Recreational Path, Frenchtown to Milford	12	---	---
---	27	---	27	---	Shore Stabilization - Cape May Point	12	---	---
---	43	---	43	---	Belleplain State Park - Water Supply Improvement	12	---	---
---	170	---	170	---	ADA Development - Statewide	12	---	---
---	866	---	866	335	Buildings - Rehabilitation and Renovation	12	---	---
---	7	---	7	4	Site Areas/Facilities - Development, Rehabilitation and Repair	12	---	---
---	24	---	24	---	Administrative/Maintenance Facilities-Renovation, Rehabilitation & Maintenance	12	---	---
---	7	---	7	---	Asbestos Removal	12	---	---
---	41	---	41	17	Overnight Facilities - Development, Rehabilitation, Improvement and Repair	12	---	---
---	3	---	3	3	Recreational Areas - Development, Rehabilitation, Improvement and Repair	12	---	---
---	2	---	2	---	Demolition of Unused Structures	12	---	---
---	123	---	123	18	Dam Repairs and Inspections	12	---	---
---	128	---	128	49	Health, Safety and Environmental Compliance	12	---	---
---	7	---	7	5	Road, Bridge and Parking Area Repairs	12	---	---
---	341	---	341	300	Open Space - Local Match	12	---	---
---	59	---	59	26	Liberty State Park	12	---	---
---	71	---	71	5	Liberty State Park, Boring and Testing	12	---	---
---	3	---	3	3	Underground Storage Tanks	12	---	---
---	28	---	28	1	Liberty State Park, Caven Point Pier Renovations	12	---	---
---	---	---	---	---	Recreational Land Development and Conservation- Constitutional Dedication	29	---	19,059
<b>Palisades Interstate Park Commission</b>								
---	98	435	533	294	Bridge and Pedestrian Overpass Repairs	24	---	---
---	460	---	460	345	Shore Protection Structures Repairs	24	---	---

# ENVIRONMENTAL PROTECTION

Year Ending June 30, 2006					Year Ending June 30, 2008				
Orig. & (S)Supple- mental	Reapp. & (R)Recpts.	Transfers & (E)Emer- gencies	Total Available	Expended	Prog. Class.	2007 Adjusted Approp.	Requested	Recom- mended	
<b>CAPITAL CONSTRUCTION</b>									
<b>Division of Fish and Wildlife</b>									
---	20	---	20	---					
					Dam Repair, Maintenance and Renovation	13	---	---	---
---	1	---	1	---	Pequest Road Repair	13	---	---	---
---	7	---	7	7	Law Enforcement Radio System	13	---	---	---
---	7	---	7	---	Dioxin Disposal - Freshwater Fisheries Lab	13	---	---	---
---	13	---	13	5	Pequest Hatchery Water Treatment	13	---	---	---
---	24	---	24	---	Roof Replacement - Fish Hatchery	13	---	---	---
---	3	---	3	1	Wildlife Management Roof Replacement	20	---	---	---
---	56	---	56	12	Storage Buildings - Wildlife Management - Regional	20	---	---	---
---	20	---	20	2	Demolition of Unused Structures	20	---	---	---
<b>Shellfish and Marine Fisheries Management</b>									
---	2	---	2	1	Marine Fisheries Field Office Improvements	14	---	---	---
<b>Natural Resources Engineering</b>									
25,000	27,448	-2,707	49,741	26,970	Shore Protection Fund Projects	21	25,000	25,000	25,000
4,106	2,094	-436	5,764	1,414	HR-6 Flood Control	21	5,555	5,790	5,790
---	1,058	---	1,058	234	Dam Repairs	21	---	---	---
<b>97,205</b>	<b>38,708</b>	<b>1,565</b>	<b>137,478</b>	<b>103,125</b>	<b>Grand Total State Appropriation</b>		<b>107,698</b>	<b>118,438</b>	<b>118,438</b>
<b>OTHER RELATED APPROPRIATIONS</b>									
<b>Federal Funds</b>									
6,555	1,885	---	8,440	1,926	Forest Resource Management	11	6,465	6,530	6,530
38,827									
299 <sup>S</sup>	4,444	6	43,576	5,381	Parks Management	12	35,352	37,540	37,540
12,305					Hunters' and Anglers' License Fund	13	12,815	12,055	12,055
704 <sup>S</sup>	1,157	5	14,171	4,694					
3,505	66	---	3,571	1,565	Shellfish and Marine Fisheries Management	14	3,505	3,855	3,855
1,630									
20 <sup>S</sup>	47	---	1,697	850	Wildlife Management	20	1,630	2,695	2,695
390	292	---	682	327	Natural Resources Engineering	21	390	425	425
<b>64,235</b>	<b>7,891</b>	<b>11</b>	<b>72,137</b>	<b>14,743</b>	<b>Total Federal Funds</b>		<b>60,157</b>	<b>63,100</b>	<b>63,100</b>
<b>All Other Funds</b>									
---	2,415								
---	1,935 <sup>R</sup>	41	4,391	594	Forest Resource Management	11	4,415	4,410	4,410
---	3,893								
---	3,774 <sup>R</sup>	53	7,720	4,632	Parks Management	12	6,289	6,743	6,743
---	4,005				Hunters' and Anglers' License Fund	13	221	203	203
---	451 <sup>R</sup>	124	4,580	582					
---	1,053				Shellfish and Marine Fisheries Management	14	275	271	271
---	359 <sup>R</sup>	171	1,583	445					
---	112				Wildlife Management	20	409	357	357
---	425 <sup>R</sup>	---	537	434					
---	2,636				Natural Resources Engineering	21	7,200	5,500	5,500
---	1,934 <sup>R</sup>	---	4,570	39	Palisades Interstate Park Commission	24	4,447	4,045	4,045
---	2,595								
---	5,167 <sup>R</sup>	---	7,762	5,754	<b>Total All Other Funds</b>		<b>23,256</b>	<b>21,529</b>	<b>21,529</b>
<b>161,440</b>	<b>77,353</b>	<b>1,965</b>	<b>240,758</b>	<b>130,348</b>	<b>GRAND TOTAL ALL FUNDS</b>		<b>191,111</b>	<b>203,067</b>	<b>203,067</b>

## Notes -- Direct State Services - General Fund

- (a) The fiscal year 2007 appropriation has been adjusted for the allocation of salary program, which includes \$468,000 in appropriated receipts, and for the fiscal year 2007 base budget reduction in the department, as well as the reallocation of State appropriations supporting information technology services to the Office of Information Technology within the Department of Treasury.

# ENVIRONMENTAL PROTECTION

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## Language Recommendations -- Direct State Services - General Fund

In addition to the amount hereinabove appropriated for Forest Resource Management, an amount not to exceed \$500,000 shall be made available from the Water Resources Monitoring and Planning-Constitutional Dedication special purpose account, to support nonpoint source pollution and watershed management programs in the Bureau of Forestry.

Notwithstanding the provisions of any law or regulation to the contrary, the amount hereinabove for the Green Acres/Open Space Administration account is transferred from the Garden State Preservation Trust to the General Fund, together with an amount not to exceed \$468,000, and is appropriated to the Department of Environmental Protection for Green Acres/Open Space Administration, subject to the approval of the Director of the Division of Budget and Accounting.

Receipts in excess of the amount anticipated from fees and permit receipts from the use of State park and marina facilities, and the unexpended balance at the end of the preceding fiscal year of such receipts, are appropriated for Parks Management, subject to the approval of the Director of the Division of Budget and Accounting.

Receipts from police court, stands, concessions and self-sustaining activities operated or supervised by the Palisades Interstate Park Commission, and the unexpended balance at the end of the preceding fiscal year of such receipts, are appropriated.

Of the amount hereinabove for the Hunters' and Anglers' License Fund, the first \$11,000,000 is payable out of that fund and any amount remaining therein and the unexpended balance at the end of the preceding fiscal year of the receipts in the Hunters' and Anglers' License Fund, together with any receipts in excess of the amount anticipated, are appropriated. If receipts to that fund are less than anticipated, the appropriation from the fund shall be reduced proportionately.

Pursuant to section 2 of P.L.1993, c.303 (C.23:3-1f), there are appropriated such sums as may be necessary to offset revenue losses associated with the issuance of free waterfowl stamps and hunting and fishing licenses to active members of the New Jersey State National Guard and disabled veterans. The amount to be appropriated shall be certified by the Division of Fish and Wildlife and is subject to the approval of the Director of the Division of Budget and Accounting.

The amount hereinabove for the Endangered Species Tax Check-Off Donations account is payable out of receipts, and the unexpended balances in the Endangered Species Tax Check-Off Donations account at the end of the preceding fiscal year, together with receipts in excess of the amount anticipated, are appropriated. If receipts are less than anticipated, the appropriation shall be reduced proportionately.

An amount not to exceed \$3,166,000 is allocated from the capital construction appropriation for Shore Protection Fund Projects for costs attributable to planning, operation, and administration of the shore protection program, subject to the approval of the Director of the Division of Budget and Accounting.

An amount not to exceed \$518,000 is allocated from the capital construction appropriation for HR-6 Flood Control for costs attributable to the operation and administration of the State Flood Control Program, subject to the approval of the Director of the Division of Budget and Accounting.

An amount not to exceed \$440,000 is allocated from the capital construction appropriation for Shore Protection Fund Projects for the operation and maintenance of the Bayshore Flood Control facility.

An amount not to exceed \$68,000 is allocated from the 2003 Dam, Lake, Stream and Flood Control Project Fund-Flood Control account in accordance with the "Dam, Lake, Stream, Flood Control, Water Resources, and Wastewater Treatment Project Bond Act of 2003," P.L. 2003, c.162, for costs attributable to flood control, subject to the approval of the Director of the Division of Budget and Accounting.

An amount not to exceed \$255,000 is allocated from the 2003 Dam, Lake, and Stream Project Revolving Loan Fund-Dam Safety account in accordance with the "Dam, Lake, Stream, Flood Control, Water Resources, and Wastewater Treatment Project Bond Act of 2003," P.L. 2003, c.162, for costs attributable to dam safety, subject to the approval of the Director of the Division of Budget and Accounting.

Of the amount hereinabove appropriated for the Recreational Land Development and Conservation - Constitutional Dedication account an amount not to exceed five percent of the appropriation shall be allocated for costs associated with the administration of the program pursuant to the amendments effective December 7, 2006 to Article VIII, Section II, paragraph 6 of the State Constitution.

## Language Recommendations -- Grants-In-Aid - General Fund

Loan repayments received from dam rehabilitation projects pursuant to P.L.1999, c.347, are appropriated, subject to the approval of the Director of the Division of Budget and Accounting.

## Language Recommendations -- Capital Construction

Notwithstanding the provisions of P.L.1954, c.48 (C.52:34-6 et seq.), of the amounts appropriated for improvements in State parks, the Department of Environmental Protection may enter into a contract with the Waterloo Foundation for the Arts for improvements to existing State-owned structures or for the construction of new facilities at Waterloo Village.

The amount hereinabove appropriated for Shore Protection Fund Projects is payable from the receipts of the portion of the realty transfer tax directed to be credited to the Shore Protection Fund pursuant to section 1 of P.L.1992, c.148 (C.13:19-16.1).

An amount not to exceed \$500,000 is allocated from the capital construction appropriation for Shore Protection Fund Projects for repairs to the Bayshore Flood Control facility.

The amounts hereinabove appropriated for Recreational Land Development and Conservation - Constitutional Dedication shall be provided from revenue received from the Corporation Business Tax, pursuant to the "Corporation Business Tax Act (1945)," P.L. 1945, c.162 (C. 54:10A-1 et seq.), as dedicated by Article VIII, Section II, paragraph 6 of the State Constitution.

## 40. COMMUNITY DEVELOPMENT AND ENVIRONMENTAL MANAGEMENT

### 43. SCIENCE AND TECHNICAL PROGRAMS

#### OBJECTIVES

1. To assure a safe and dependable supply of water.
2. To undertake technical activities, applied scientific research, policy analysis, and technology evaluation associated with human and ecological exposure to toxic substances, as well as other critical environmental issues identified by DEP. To serve as DEP's primary unit for environmental assessment, risk analysis, and evaluation of innovative technologies and cutting-edge environmental management strategies. These activities are designed to meet the Department's information and problem-solving needs, and to identify current scientific needs which warrant the Department's attention, as well as to proactively identify scientific issues and environmental problems before they become crises.
3. To map, research, and interpret scientific information on the state's geology and groundwater resources. This information supports the Department's and other government agencies' regulatory and planning activities and provides the business community and the public with the geologic and hydrologic information needed to address environmental concerns and make economic decisions.
4. To develop and coordinate implementation of watershed management programs, ground water protection programs, and water supply management, development, conservation and protection plans.
5. To develop and coordinate the implementation of the Coastal Zone Management and the National Estuary programs, including the Delaware, NY/NJ Harbor and Barnegat Bay Estuaries.
6. To develop and coordinate water quality management planning functions, including water quality standards, wastewater management, point and nonpoint source pollution control, and the restoration of aquatic habitats.

#### PROGRAM CLASSIFICATIONS

05. **Water Supply.** Administers the New Jersey Private Well Testing Act and the federal and State Safe Drinking Water programs, the Well Permit program, and the Water Allocation program to ensure a safe and reliable water supply. Also administers the Drought Management Program. As part of the Safe Drinking Water program, administers the Drinking Water State Revolving Fund (DWSRF) which includes a financing program for water supply projects, along with set asides for capacity development, training for licensed operators, and source water assessment and delineation activities.
07. **Water Monitoring and Standards.** Conducts ambient monitoring of freshwater (i.e., rivers and streams, lake and ground water) and marine surface water quality on a statewide basis, as well as biological monitoring and targeted assessments in support of Total Maximum Daily Load (TMDL) and New Jersey Pollutant Discharge Elimination System (NJPDES) permit issuance. Develops New Jersey's Integrated Water Quality Monitoring and Assessment Report, including the Integrated Waterbodies List. Develops surface water and ground water standards. Coordinates the development and integration of biological criteria into State water quality standards. Manages the Lakes Grant Assistance program. Classifies shellfish growing area waters for shellfish harvesting, and conducts bacteriological and chemical analysis of shellfish for public health protection. Develops,

operates, and maintains water quality database systems for both government and public data dissemination.

15. **Land Use Regulation.** Protects and manages the State's land and water resources through the implementation of the Coastal Area Facility Review Act (CAFRA), the Waterfront Development Law, the Coastal Wetlands Act of 1970, the Flood Hazard Area Control Act, the Freshwater Wetlands Protection Act, the Highlands Water Protection and Planning Act, and the federal consistency provisions of the federal Coastal Zone Management Act. In addition to the resource protection mandates of these statutes, these programs protect lives and property from storm and flood damages.
18. **Science, Research and Technology.** Provides a fundamental scientific foundation for a wide range of departmental policies, actions, and standard setting activities. Develops scientific information and innovative management strategies by performing environmental assessments and risk analyses, scientific investigations and technical assessments of toxic and carcinogenic contaminants, human health and ecological risk assessments, water quality assessments, applied research and technical evaluations, comprehensive review and assessment of the current state of scientific knowledge on specific issues, scientific connections for dealing with cross-media contaminants, new economically-based environmental management approaches, innovative technologies for remediation of hazardous waste sites, and effective risk communication techniques. Identifies emerging environmental strategies and issues and develops them for departmental implementation. Provides technical expertise toward the development of human health criteria for toxic contaminant standards in potable water, ground water, surface water, and soil. Fosters the growth and acceptance of innovative environmental and energy technology products and services in New Jersey by implementing the New Jersey Energy and Environmental Technology and Reciprocity Cooperation initiative. Serves as DEP's lead program for the implementation of the Regional Greenhouse Gas Initiative. Acts as the primary liaison with New Jersey Board of Public Utilities (BPU) regarding environmental implications of BPU's renewable energy and energy conservation programs in fulfillment of DEP's role as environmental consultant to the BPU, as established in the Electric Discount and Energy Competition Act. Provides expertise to DEP in areas of environmental economics and sustainability.
22. **New Jersey Geological Survey.** Maps the geology and topography of the state, assesses offshore mineral resources and dredging, maintains a cooperative water monitoring program with the United States Geological Service (USGS) and reviews plans for underground storage of gas, oil, and chemical disposal wells. The program also evaluates the supply potential and water quality of the state's aquifers, maintains a statewide geohydrologic database, maps aquifer recharge and wellhead protection areas, investigates groundwater pollution problems, and supports other State and municipal programs through geophysical studies, groundwater investigations, and the use of Geographic Information Systems (GIS) technology.
29. **Environmental Management - CBT Dedication.** Since 1996, 4% of the revenue annually derived from the tax imposed by the Corporation Business Tax Act (P.L.1945, c.162) has been dedicated to the Department. A portion of this dedication has been used for the following purposes:

# ENVIRONMENTAL PROTECTION

watershed-based water resource planning and management, financing the cost of water quality point and nonpoint source pollution monitoring, nonpoint source pollution prevention projects, TMDL development and implementation, as well as lake restoration and grants. Conducts planning on watershed management, water quality, water supply, coastal zone management, nonpoint source control, stormwater management and other planning requirements associated with the federal Clean Water Act and New Jersey Water Quality Planning Act. Also administers the National Estuary Program and federal Section 604(b) water quality management planning and Section 319(h) nonpoint source grant programs.

80. **Drinking Water State Revolving Fund.** Set asides provided

by the Drinking Water State Revolving Fund, including program administration, small system technical assistance, capacity development, operator certification, and source water protection activities. See related program classification 05 for further details.

90. **Watershed Management.** Conducts planning on watershed management, water quality, water supply, coastal zone management, stormwater management and planning requirements associated with the federal Clean Water Act. Conducts environmental impact statement reviews, acts as liaison with the State Planning Commission, and implements the State Development and Redevelopment Plan within the Department.

## EVALUATION DATA

	Actual FY 2005	Actual FY 2006	Revised FY 2007	Budget Estimate FY 2008
<b>PROGRAM DATA</b>				
<b>Water Monitoring and Standards</b>				
Ambient Marine Water:				
Water Samples Analyzed . . . . .	18,000	17,500	17,000	16,500
Shellfish bed acres open . . . . .	78%	78%	78%	78%
Shellfish bed acres seasonal . . . . .	4%	4%	4%	4%
Shellfish bed acres condemned . . . . .	10%	11%	11%	11%
Shellfish bed acres specially restricted . . . . .	8%	8%	8%	8%
<b>Land Use Regulation</b>				
Tidelands:				
Tidelands appraisals . . . . .	230	325	325	325
Tidelands inspections (inquiries-search) . . . . .	300	350	360	360
<b>PERSONNEL DATA</b>				
<b>Position Data</b>				
Filled Positions by Funding Source				
State Supported . . . . .	365	374	358	381
Federal . . . . .	57	53	48	40
All Other . . . . .	136	135	131	132
Total Positions . . . . .	558	562	537	553
Filled Positions by Program				
Water Supply . . . . .	163	157	150	159
Water Monitoring and Standards . . . . .	46	47	48	48
Land Use Regulation . . . . .	176	194	189	196
Science, Research and Technology . . . . .	34	33	33	30
New Jersey Geological Survey . . . . .	22	22	19	21
Environmental Management - CBT Dedication . . . . .	69	65	65	65
Drinking Water State Revolving Fund . . . . .	12	9	6	6
Watershed Management . . . . .	36	35	27	28
Total Positions . . . . .	558	562	537	553

### Notes:

Actual payroll counts are reported for fiscal years 2005 and 2006 as of December and revised fiscal year 2007 as of January. The Budget Estimate for fiscal year 2008 reflects the number of positions funded. All Other includes positions supported by fees or other dedicated resources previously reported as State Supported.

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## APPROPRIATIONS DATA (thousands of dollars)

Year Ending June 30, 2006					Year Ending June 30, 2008			
Orig. & (S)Supple- mental	Reapp. & (R)Recpts.	Transfers & (E)Emer- gencies	Total Available	Expended	Prog. Class.	2007 Adjusted Approp.	Requested	Recom- mended
<b><u>DIRECT STATE SERVICES</u></b>								
<b>Distribution by Fund and Program</b>								
7,769	3,992	-1,256	10,505	9,649	Water Supply	05	8,215	8,157
---	---	250	250	250	Water Monitoring and Standards	07	---	---
12,924	3,636	-652	15,908	15,769	Land Use Regulation	15	13,558	13,061
3,097	---	-90	3,007	2,947	Science, Research and Technology	18	3,228	3,073
---	---	168	168	168	New Jersey Geological Survey	22	---	---
12,363	2,716	-1,540	13,539	13,365	Environmental Management - CBT Dedication	29	16,338	16,359
---	32	483	515	483	Watershed Management	90	---	---
<b>36,153</b>	<b>10,376</b>	<b>-2,637</b>	<b>43,892</b>	<b>42,631</b>	<b>Total Direct State Services</b>		<b>41,339 <sup>(a)</sup></b>	<b>40,650</b>
<b>Distribution by Fund and Object</b>								
Personal Services:								
8,245					Salaries and Wages			
750 <sup>S</sup>	3,609 <sup>R</sup>	-138	12,466	12,325		10,200	9,634	9,634
8,995	3,609	-138	12,466	12,325	Total Personal Services	10,200	9,634	9,634
47	---	25	72	72	Materials and Supplies	30	68	68
1,410	2,070	789	4,269	4,241	Services Other Than Personal	2,200	2,126	2,126
627	---	-478	149	148	Maintenance and Fixed Charges	132	82	82
Special Purpose:								
1,348	330 <sup>R</sup>	-25	1,653	1,653	Administrative Costs Water Supply Bond Act of 1981 - Management	05	2,165	2,165
1,512	51 <sup>R</sup>	-25	1,538	1,536	Administrative Costs Water Supply Bond Act of 1981 - Watershed and Aquifer	05	1,649	1,649
1,005	---	-17	988	864	Administrative Costs Water Supply Bond Act of 1981 - Planning and Standards	05	312	312
43	---	-43	---	---	Water/Wastewater Operators Licenses	05	43	43
58	---	---	58	58	Office of the Rivermaster	05	58	---
2,339	---	-51	2,288	1,609	Safe Drinking Water Fund	05	2,333	2,333
12	---	-8	4	3	Tidelands Resource Council	15	12	12
2,676	1,541 <sup>R</sup>	-60	4,157	4,156	Tidelands Peak Demands	15	2,849	2,849
632	---	-67	565	564	Office of Permit Information and Assistance	15	580	580
2,166	1	-657	1,510	1,510	Highlands Permitting	15	2,188	2,188
604	---	-451	153	152	Environmental Indicators and Monitoring <sup>(b)</sup>	18	---	---
250	---	---	250	220	Hazardous Waste Research	18	250	250
12,363	2,716	-1,540	13,539	13,365	Water Resources Monitoring and Planning - Constitutional Dedication	29	16,338	16,359
---	32	---	32	---	Water Resources Monitoring and Planning	90	---	---
66	26	109	201	155	Additions, Improvements and Equipment		---	---
<b><u>GRANTS-IN-AID</u></b>								
<b>Distribution by Fund and Program</b>								
500	---	---	500	500	Water Monitoring and Standards	07	400	400
---	4,949	1,000	5,949	4,526	Environmental Management - CBT Dedication	29	5,000	2,700
<b>500</b>	<b>4,949</b>	<b>1,000</b>	<b>6,449</b>	<b>5,026</b>	<b>Total Grants-in-Aid</b>		<b>5,400</b>	<b>3,100</b>



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Year Ending June 30, 2006					Year Ending June 30, 2008				
Orig. & (S)Supple- mental	Reapp. & (R)Recpts.	Transfers & (E)Emer- gencies	Total Available	Expended		2007 Adjusted Approp.	Requested	Recom- mended	
GRANTS-IN-AID									
Distribution by Fund and Object									
Grants:									
500	---	---	500	500	Lake Hopatcong Commission	07	400	400	400
---	4,949	1,000	5,949	4,526	Stormwater Management				
					Grants	29	---	---	---
---	---	---	---	---	Watershed Restoration Projects	29	5,000	2,700	2,700
36,653	15,325	-1,637	50,341	47,657	Grand Total State Appropriation		46,739	43,750	43,750
OTHER RELATED APPROPRIATIONS									
Federal Funds									
22,200	222	---	22,422	2,221	Water Supply (c)	05	22,200	22,200	22,200
4,750					Water Monitoring and				
242 S	84	---	5,076	2,804	Standards	07	5,250	4,750	4,750
9,372	3,667	---	13,039	4,837	Land Use Regulation	15	10,575	10,050	10,050
1,880					Science, Research and				
40 S	15	---	1,935	320	Technology	18	1,495	1,490	1,490
350	11	---	361	108	New Jersey Geological Survey	22	350	370	370
6,488	343	337	7,168	4,697	Watershed Management	90	6,387	6,075	6,075
45,322	4,342	337	50,001	14,987	Total Federal Funds		46,257	44,935	44,935
All Other Funds									
---	415				Water Supply	05	3,824	5,486	5,486
	675 R	-1	1,089	539	Water Monitoring and				
---	56				Standards	07	---	---	---
	33 R	---	89	30					
---	1,182				Land Use Regulation	15	3,645	4,184	4,184
	31 R	---	1,213	---	Science, Research and				
---	409				Technology	18	---	2,000	2,000
	956 R	---	1,365	387	Drinking Water State				
---	234				Revolving Fund	80	4,400	4,450	4,450
---	3,079 R	---	3,313	3,143	Watershed Management	90	---	---	---
---	286	---	286	184	Total All Other Funds		11,869	16,120	16,120
---	7,356	-1	7,355	4,283	GRAND TOTAL ALL FUNDS		104,865	104,805	104,805
81,975	27,023	-1,301	107,697	66,927					

## Notes -- Direct State Services - General Fund

- The fiscal year 2007 appropriation has been adjusted for the allocation of salary program, which includes \$363,000 in appropriated receipts, and for the fiscal year 2007 base budget reduction in the department.
- Funding for the Environmental Indicators and Monitoring program is provided in the base appropriation for the Science, Research and Technology program classification beginning in fiscal year 2007.
- Water supply project expenditures for the Drinking Water State Revolving Fund are reflected off budget.

## Language Recommendations -- Direct State Services - General Fund

The amounts hereinabove appropriated for the Administrative Costs Water Supply Bond Act of 1981 - Water Supply Management, Watershed and Aquifer, and Planning and Standards accounts are appropriated from the "Water Supply Bond Act of 1981," P.L.1981, c.261, together with an amount not to exceed \$88,000, for costs attributable to administration of water supply programs, subject to the approval of the Director of the Division of Budget and Accounting.

The amount hereinabove appropriated for the Safe Drinking Water Fund account is appropriated from receipts received pursuant to the "Safe Drinking Water Act," P.L.1977, c.224 (C.58:12A-1 et seq.), together with an amount not to exceed \$1,289,000, for administration of the Safe Drinking Water program and the Private Well Testing program, subject to the approval of the Director of the Division of Budget and Accounting. If receipts are less than anticipated, the appropriation shall be reduced proportionately.

The amount hereinabove for the Hazardous Waste Research account is appropriated from interest earned by the New Jersey Spill Compensation Fund for research on the prevention and the effects of discharge of hazardous substances on the environment and organisms, on methods of pollution prevention and recycling of hazardous substances, and on the development of improved cleanup, removal and disposal operations, subject to the approval of the Director of the Division of Budget and Accounting.

The amount hereinabove appropriated for the Environmental Management - CBT Dedication program classification shall be provided from revenue received from the Corporation Business Tax, pursuant to the "Corporation Business Tax Act (1945)," P.L.1945, c.162 (C.54:10A-1 et seq.), as dedicated by Article VIII, Section II, paragraph 6 of the State Constitution. The unexpended balance at the end of the preceding fiscal year in the Water Resources Monitoring and Planning-Constitutional Dedication special purpose account is appropriated to be used in a manner consistent with the requirements of the constitutional dedication.

Notwithstanding the provisions of any law or regulation to the contrary, funds appropriated in the Water Resources Monitoring and Planning- Constitutional Dedication special purpose account shall be made available to support nonpoint source pollution and watershed management programs, consistent with the constitutional dedication, within the Department of Environmental Protection in the amounts of \$1,536,000 for Water Monitoring and Standards, \$1,392,000 for New Jersey Geological Survey, \$157,000 for Watershed Management, \$500,000 for Forestry Management, and \$790,000 transferred to the Department of Agriculture to support the Conservation Cost Share program, at a level of \$540,000, and the Conservation Assistance Program, at a level of \$250,000, on or before September 1, 2007.

Notwithstanding the provisions of the "Spill Compensation and Control Act," P.L.1976, c.141 (C.58:10-23.11 et seq.) and the "Safe Drinking Water Act," P.L.1977, c.224 (C.58:12A-1 et seq.), the Commissioner of the Department of Environmental Protection may utilize from the funds appropriated from those sources hereinabove such sums as the Commissioner may determine as necessary to broaden the department's research efforts to address emerging environmental issues.

In addition to the federal funds amount hereinabove for the Water Supply program classification, such additional sums that may be received from the federal government for the Drinking Water State Revolving Fund program are appropriated.

Receipts in excess of those anticipated for Water Allocation Fees, and the unexpended balance at the end of the preceding fiscal year of such receipts, are appropriated to the Department of Environmental Protection to offset the costs of the Water Supply program, subject to the approval of the Director of the Division of Budget and Accounting.

Receipts in excess of the individual amounts anticipated for Coastal Area Facility Review Act, Freshwater Wetlands, Stream Encroachment, Waterfront Development, and Wetlands fees, and the unexpended balance at the end of the preceding year of such receipts, are appropriated for administrative costs associated with Land Use Regulation, subject to the approval of the Director of the Division of Budget and Accounting.

The unexpended balance at the end of the preceding fiscal year, of the amounts appropriated pursuant to P.L.2004, c.71 from the Water Supply Fund established in Section 14 of the "Water Supply Bond Act of 1981," P.L.1981, c.261, is appropriated to the Department of Environmental Protection to be used for water supply demonstration projects consistent with the "Water Supply Bond Act of 1981," P.L.1981, c.261, subject to the approval of the Director of the Division of Budget and Accounting.

Receipts in excess of the amounts anticipated for Well Permits/Well Drillers/Pump Installers Licenses, and the unexpended balances at the end of the preceding year of such receipts, are appropriated to the Department of Environmental Protection for the Water Supply Program and for the Private Well Testing Program, subject to the approval of the Director of the Division of Budget and Accounting.

Notwithstanding the provisions of any law or regulation to the contrary, in addition to the amounts appropriated hereinabove, there is appropriated to the Department of Environmental Protection from the Clean Energy Fund the amount of \$2,000,000 for an Ocean/Wind Power Ecological Baseline Study.

#### **Language Recommendations -- Grants-In-Aid - General Fund**

The unexpended balance at the end of the preceding fiscal year in the Stormwater Management Grants account is appropriated.

Of the amounts appropriated for the Stormwater Management Grants program, such sums as are necessary or required may be transferred to the Water Resources Monitoring and Planning - Constitutional Dedication special purpose account, subject to the approval of the Director of the Division of Budget and Accounting.

The amount hereinabove appropriated for Watershed Restoration Projects shall be provided from revenue received from the Corporation Business Tax, pursuant to the "Corporation Business Tax Act (1945)," P.L.1945, c.162 (C.54:10A-1 et seq.), as dedicated by Article VIII, Section II, paragraph 6 of the State Constitution.

The unexpended balance at the end of the preceding fiscal year in the Watershed Restoration Projects account is appropriated.

## **40. COMMUNITY DEVELOPMENT AND ENVIRONMENTAL MANAGEMENT**

### **44. SITE REMEDIATION AND WASTE MANAGEMENT**

#### **OBJECTIVES**

1. To remediate sites contaminated by hazardous substances and pollutants to protect human health and the environment, and to restore contaminated areas of the state for beneficial use.
2. To identify the universe of potential remediation sites, including currently known and suspected discharge sites, regulated underground storage tank sites, industrial establishments as defined by Industrial Site Recovery Act (ISRA), non-operating landfills, and Resource Conservation and Recovery Act (RCRA) facilities, and rank such sites for cleanup and closure in accordance with applicable regulations.
3. To rank sites, in order of their imminent risk to human health and the environment, and in those cases when the responsible party is either unknown or unable to perform the cleanup, utilize public funds to remediate the worst sites first.
4. To coordinate responses and take immediate action when major discharges of hazardous substances and pollutants endanger human health and the environment, especially water supplies.
5. To respond to emergency discharges of hazardous substances and pollutants throughout the state and enable the public to report environmental emergencies to the Department's communication center via toll-free access.
6. To maximize the use of private-party funds and require responsible parties to either conduct remedial work with Department oversight or to pay the Department for performing remedial work using public funds.
7. To develop and implement clear, consistent, and predictable regulations on site remediation for use by the regulated community and the Department, and ensure that technically, geologically, and scientifically justified cleanup objectives are met.

# ENVIRONMENTAL PROTECTION

8. To implement a statewide solid waste planning process that emphasizes source reduction, recycling, and market development activities. To conduct comprehensive reviews of permit applications for solid waste, hazardous waste, recycling and composting facilities, and landfill closures.
9. To compensate persons affected by hazardous substance discharges through the Spill Compensation Fund environmental claims program, the Sanitary Landfill Contingency Fund claims program, and loans and grants, administered in conjunction with the Economic Development Authority, from the Hazardous Discharge Site Remediation Fund and Underground Storage Tank Fund.

## PROGRAM CLASSIFICATIONS

19. **Publicly-Funded Site Remediation.** Conducts a program to remediate sites contaminated by hazardous substances where a responsible party cannot be identified or is unable or unwilling to voluntarily participate. These activities are supported by federal (Superfund) funds.
23. **Solid and Hazardous Waste Management.** Provides leadership, planning, education, and financial and technical assistance to the state's citizens and businesses to help them manage their waste responsibly. Regulates the generation, storage, collection, transportation, processing, treatment, and disposal of solid and hazardous wastes. Regulations and standards are implemented and monitored through on-site construction inspections, design reviews, data collection, and permit issuance. Administers the federal Resource Conservation and Recovery Act of 1976 (RCRA). Develops and implements programs to attain statewide recycling goals and to reduce the quantities of waste generated. Monitors the solid waste collection industry to promote effective competition and to prohibit anti-competitive practices. Regulates and oversees mergers, acquisitions, and long-term financing arrangements of the solid waste utility industry.

The Office of Dredging and Sediment Technology is responsible for evaluating and permitting all coastal dredging projects and is committed to the beneficial reuse of dredged material.

27. **Remediation Management and Response.** Conducts a statewide program to oversee the remediation of sites by private parties under the State's voluntary cleanup program and risk-based cleanup program and to remediate those sites for which a responsible party cannot be identified or is either unable or unwilling to voluntarily participate. Provides oversight to ensure that appropriate standards and technical requirements are met. The State Spill Compensation and Control Act, ISRA, Underground Storage of Hazardous Substances Act, and the Water Pollution Control Act authorize the Department to oversee these projects. Provides management assistance and coordination of remedial activities at National Priority List Hazardous Site-Cleanups where the projects are led by the federal Environmental Protection Agency, Department of Defense, or Department of Energy. The program also reviews preliminary assessment and site investigation reports to determine the approval of child care licenses and conducts periodic inspections of child care facilities in the State.
29. **Environmental Management - CBT Dedication.** Since 1996, 4% of the revenue annually derived from the tax imposed by the Corporation Business Tax Act (P.L.1945, c.162) has been dedicated to the Department. A portion of this dedication has been used to provide loans or grants to upgrade, replace or close underground storage tanks, including the costs of remediation, and to finance the cost of remediating hazardous substance discharges. Beginning in fiscal 2005, the dedication was expanded to include the provision of loans and grants for site remediation redevelopment of brownfields, pursuant to a November 2003 amendment to the State Constitution.

## EVALUATION DATA

	Actual FY 2005	Actual FY 2006	Revised FY 2007	Budget Estimate FY 2008
<b>PROGRAM DATA</b>				
<b>Solid and Hazardous Waste Management</b>				
Annual tonnage of solid waste:				
Generated statewide .....	19,300,000	20,700,000	21,000,000	21,200,000
Generated per capita (lbs./person/day) .....	12.60	13.10	13.30	13.40
Recycled statewide .....	10,300,000	10,500,000	10,700,000	10,800,000
Recycled per capita (lbs./person/day) .....	6.71	6.80	6.90	7.00
Reduction in solid waste stream due to recycling .....	53.5%	50.9%	50.9%	50.9%
Annual tonnage of hazardous waste generated statewide ....	161,000	75,127	110,152	92,640
Disposed .....	107,000	50,834	75,985	63,410
Incinerated .....	54,000	24,293	34,167	29,230
<b>Remediation Management and Response</b>				
Responsible Party Remediation:				
ISRA negative declarations .....	368	314	300	300
ISRA remedial action workplan approvals .....	6	---	10	10
ISRA remediations monitored .....	1,402	1,550	1,500	1,500
ISRA remediations completed .....	368	314	300	300
Voluntary cleanup - remediations monitored .....	5,583	5,737	4,000	4,000
Voluntary cleanup - remediations completed .....	3,018	3,692	3,000	3,000
Remedial Response:				
Remedial action workplan approvals .....	75	72	70	65
<b>Remediation Support:</b>				
Emergency responses total deployments .....	1,058	1,259	1,300	1,350
Child Care Facilities Inspected .....	---	---	1,440	1,700



# ENVIRONMENTAL PROTECTION

Year Ending June 30, 2006					Year Ending June 30, 2008			
Orig. & (S)Supple- mental	Reapp. & (R)Recpts.	Transfers & (E)Emer- gencies	Total Available	Expended	Prog. Class.	2007 Adjusted Approp.	Requested	Recom- mended
<b>DIRECT STATE SERVICES</b>								
---	---	500	500	31				
475	250	5	730	354	29	---	---	---
						---	120	120
<b>CAPITAL CONSTRUCTION</b>								
<b>Distribution by Fund and Program</b>								
55,157	83,151	-21,146	117,162	46,406	29	77,212	57,422	57,422
<u>55,157</u>	<u>83,151</u>	<u>-21,146</u>	<u>117,162</u>	<u>46,406</u>		<u>77,212</u>	<u>57,422</u>	<u>57,422</u>
<b>Distribution by Fund and Object</b>								
<b>Site Remediation</b>								
30,431	82,211	-6,309	106,333	37,240	29	34,535	25,657	25,657
12,363	---	-10,500	1,863	1,863	29	17,071	---	---
<u>12,363</u>	<u>940</u>	<u>-4,337</u>	<u>8,966</u>	<u>7,303</u>	29	<u>25,606</u>	<u>31,765</u>	<u>31,765</u>
<u>100,390</u>	<u>103,502</u>	<u>-21,361</u>	<u>182,531</u>	<u>105,460</u>		<u>133,331</u>	<u>102,936</u>	<u>102,936</u>
<b>OTHER RELATED APPROPRIATIONS</b>								
<b>Federal Funds</b>								
30,450	-1,294	---	29,156	---	19	30,450	30,450	30,450
2,395	1	---	2,396	1,643	23	2,395	2,395	2,395
7,185					27	5,555	5,555	5,555
<u>3,377<sup>S</sup></u>	<u>3,803</u>	<u>-119</u>	<u>14,246</u>	<u>3,576</u>		<u>38,400</u>	<u>38,400</u>	<u>38,400</u>
<u>43,407</u>	<u>2,510</u>	<u>-119</u>	<u>45,798</u>	<u>5,219</u>				
<b>All Other Funds</b>								
---	40	---	40	25	19	---	---	---
---	9	---	9	---	23	1,551	1,528	1,528
---	1,608 <sup>R</sup>	---	1,608	1,608	27	17,642	19,420	19,420
<u>---</u>	<u>1,657</u>	<u>---</u>	<u>1,657</u>	<u>1,633</u>		<u>19,193</u>	<u>20,948</u>	<u>20,948</u>
<u>143,797</u>	<u>107,669</u>	<u>-21,480</u>	<u>229,986</u>	<u>112,312</u>		<u>190,924</u>	<u>162,284</u>	<u>162,284</u>

## Notes -- Direct State Services - General Fund

- Fiscal year 2008 appropriation data reflects a transfer of non-salary operating funds to Statewide Program 47, Solid and Hazardous Waste Management.
- The fiscal year 2007 appropriation has been adjusted for the allocation of salary program, which includes \$20,000 in appropriated receipts, and for the fiscal year 2007 base budget reduction in the department.
- Fiscal year 2008 appropriation data reflects changes pursuant to the amendments effective December 7, 2006 to Article VIII, Section II, paragraph 6 of the State Constitution.

## Language Recommendations -- Direct State Services - General Fund

The amount hereinabove for the Office of Dredging and Sediment Technology is appropriated from the 1996 Dredging and Containment Facility Fund, created pursuant to section 18 of P.L.1996, c.70, the "Port of New Jersey Revitalization, Dredging, Environmental Cleanup, Lake Restoration, and Delaware Bay Area Economic Bond Act of 1996," together with an amount not to exceed \$228,000 for the administration of the Dredging and Sediment Technology program, subject to the approval of the Director of the Division of Budget and Accounting.

There are appropriated from the Sanitary Landfill Facility Contingency Fund such sums as may be required to carry out the provisions of the "Sanitary Landfill Facility Closure and Contingency Fund Act," P.L.1981, c.306 (C.13:1E-100 et seq.).

In addition to site specific charges, the amounts hereinabove for the Remediation Management and Response program classification, excluding the Hazardous Discharge Site Cleanup Fund - Responsible Party and the Underground Storage Tanks accounts, are appropriated from the New Jersey Spill Compensation Fund, in accordance with the provisions of P.L.1976, c.141 (C.58:10-23.11 et seq.), together with an amount not to exceed \$6,593,000 for administrative costs associated with the cleanup of hazardous waste sites, subject to the approval of the Director of the Division of Budget and Accounting.

The amount hereinabove for the Hazardous Discharge Site Cleanup Fund - Responsible Party account is appropriated from responsible party cost recoveries deposited in the Hazardous Discharge Site Cleanup Fund, together with an amount not to exceed \$10,552,000 for administrative costs associated with the cleanup of hazardous waste sites, subject to the approval of the Director of the Division of Budget and Accounting.

In addition to the federal funds amount for the Publicly-Funded Site Remediation program classification and the Remediation Management and Response program classification, such additional sums that may be received from the federal government for the Superfund Grants program are hereby appropriated.

The amount hereinabove appropriated for the Environmental Management - CBT Dedication program classification shall be provided from revenue received from the Corporation Business Tax, pursuant to the "Corporation Business Tax Act (1945)," P.L.1945, c.162 (C.54:10A-1 et seq.), as dedicated by Article VIII, Section II, paragraph 6 of the State Constitution. The unexpended balance at the end of the preceding fiscal year in the Cleanup Projects Administrative Costs - Constitutional Dedication account is appropriated, subject to the approval of the Director of the Division of Budget and Accounting.

Receipts in excess of the amount anticipated from Solid Waste Utility Regulation, and the unexpended balance at the end of the preceding fiscal year of such receipts, are appropriated to the Solid and Hazardous Waste Management program classification for costs incurred to oversee the State's recycling efforts and other solid waste program activities.

There is appropriated from the Clean Communities Program Fund such sums as may be available to meet the following requirements: 1) 25% of the estimated annual balance up to \$4,000,000, as determined by the Director of the Division of Budget and Accounting, to the State Recycling Fund established pursuant to section 5 of P.L.1981, c.278 (C.13:1E-96); 2) \$300,000 of the estimated annual balance to the Department of Environmental Protection for an organization under contract with the Department which meets the requirements pursuant to subsection d. of section 6 of P.L. 2002, c.128 (C.13:1E-218); and 3) the balance, as determined by the Director of the Division of Budget and Accounting, of the Clean Communities Program Fund established pursuant to section 5 of P.L. 2002, c.128 (C.13:1E-217) for the purposes set forth in subsections a., b., c., and d. of that section.

Receipts derived from the sale of salvaged materials are appropriated to offset costs incurred in the cleanup and removal of hazardous substances.

Receipts deposited to the Resource Recovery Investment Tax Fund and the Solid Waste Services Tax Fund are appropriated.

There are appropriated from the New Jersey Spill Compensation Fund such sums as may be required for cleanup operations, adjusters and paying approved claims for damages in accordance with the provisions of P.L.1976, c.141 (C.58:10-23.11 et seq.), subject to the approval of the Director of the Division of Budget and Accounting.

Notwithstanding the provisions of P.L. 1954, c.48 (C.52:34-6 et seq.), monies appropriated to the Department of Environmental Protection from the Clean Communities Fund shall be provided by the Department to the Clean Communities Council pursuant to a contract between the Department and the Clean Communities Council to implement the requirements of the Clean Communities Program pursuant to subsection d of section 6 of P.L. 2002, c.128 (C.13:1E-218).

There is hereby appropriated from the Petroleum Underground Storage Tank Remediation, Upgrade, and Closure Fund an amount not to exceed \$1,000,000 for costs associated with the Department's administration of the loan and grant program for the upgrade, replacement or closure of underground storage tanks that store or were used to store hazardous substances pursuant to the amendments effective December 8, 2005 to Article VIII, Section II, paragraph 6 of the State Constitution. The unexpended balance at the end of the preceding fiscal year in the Private Underground Tank Administrative Costs - Constitutional Dedication account is appropriated, subject to the approval of the Director of the Division of Budget and Accounting.

The unexpended balance at the end of the preceding fiscal year in the Passaic River Cleanup Litigation account is appropriated, subject to the approval of the Director of the Division of Budget and Accounting.

There is appropriated to the Department of Environmental Protection from those facilities submitting environmental assessments required for licensing pursuant to N.J.S.A. 9:3A-7(f) and 30:5B-5 such sums as may be collected to offset the Department's cost related to the environmental inspection of day care facilities.

### Language Recommendations -- Capital Construction

The amounts hereinabove appropriated for Hazardous Substance Discharge Remediation - Constitutional Dedication and Hazardous Substance Discharge Remediation Loans and Grants - Constitutional Dedication shall be provided from revenue received from the Corporation Business Tax, pursuant to the "Corporation Business Tax Act (1945)," P.L. 1945, c.162 (C.54:10A-1 et seq.), as dedicated by Article VIII, Section II, paragraph 6 of the State Constitution.

Of the amount hereinabove appropriated for Hazardous Substance Discharge Remediation - Constitutional Dedication, such sums as necessary, as determined by the Director of the Division of Budget and Accounting, shall be made available for site remediation costs associated with State-owned properties and State-owned underground storage tanks.

All natural resource damages recovered by the State shall be deposited in the Hazardous Discharge Site Cleanup Fund established pursuant to section 1 of P.L.1985, c.247 (C.58:10-23.34), and are appropriated for the direct and indirect costs of restoration, associated consulting and legal services, and grants to local governments and nonprofit organizations to further implement restoration activities of the Office of Natural Resource Restoration.

# ENVIRONMENTAL PROTECTION

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Funds made available for the remediation of the discharges of hazardous substances pursuant to the amendments effective December 4, 2003, to Article VIII, Section II, paragraph 6 of the State Constitution and appropriated hereinabove, shall be allocated to the Economic Development Authority's Hazardous Discharge Site Remediation Fund and the Department of Treasury's Brownfield Site Reimbursement Fund, subject to the approval of the Director of the Division of Budget and Accounting.

## 40. COMMUNITY DEVELOPMENT AND ENVIRONMENTAL MANAGEMENT 45. ENVIRONMENTAL REGULATION

### OBJECTIVES

1. To monitor and report on the biological, chemical and physical quality of surface waters, ground waters and sediments in the state so as to evaluate the effectiveness of existing regulatory programs in protecting and improving New Jersey's water quality. To monitor New Jersey Pollutant Discharge Elimination System (NJPDES) permit compliance.
2. To carry out the purposes and requirements of enabling legislation and regulations.
3. To conduct reviews of permit applications and to promote meaningful public input.
4. To assist permittees in complying with applicable permit requirements and inform them of compliance issues.
5. To improve the efficiency of the permit review process while maintaining or improving protection of the environment, to eliminate procedures and requirements that do not lead to greater environmental protection, and to consolidate the reviews of multiple permits for individual facilities or projects.
6. To improve and protect water quality with available Environmental Infrastructure Financing Program funds.
7. To establish and maintain policies and procedures for the generation, compilation, review and use of data of documented quality, as required by the United States Environmental Protection Agency (USEPA).
8. To certify the analytical capabilities of laboratories performing analyses in response to the State's environmental programs.
9. To provide a comprehensive program to prevent releases of petroleum products and hazardous substances by providing information regarding these releases in the community and the workplace.

### PROGRAM CLASSIFICATIONS

01. **Radiation Protection.** Licenses, registers and inspects owners of machine sources, naturally occurring or accelerator-produced radioactive materials, and non-ionizing sources of radiation. Inspects mammography facilities under contract with the Food and Drug Administration. Licenses x-ray technologists, nuclear medicine technologists, and radon testers and mitigators. Determines exposure pathways and environmental or health impact of sources of radiation and provides direction on remediation. Provides emergency planning and response and monitoring around nuclear power plant sites. Tracks shipments of large quantities of radioactive materials through New Jersey. Establishes and maintains policies and procedures for the generation, compilation, review and the use of data of documented quality, as required by the USEPA. Reviews data submitted to the Department to verify its quality and determine its usability. Certifies the analytical capabilities of laboratories performing analyses in response to the State's environmental programs.
02. **Air Pollution Control.** Protects and enhances the air environment. Provides overall air quality management to

attain the health based ambient air quality standards and visibility goals. Coordinates air quality planning to ensure compliance with State and federal requirements. Conducts ambient air monitoring, emission inventory development, and air pollution control rule development. Participates in the air pollution control aspects of the motor vehicle inspection and maintenance programs. Reviews construction plans for new and modified stationary sources of potential air pollution and issues permits for construction and operation; validates tax exemption claims for air pollution control equipment; oversees the conduct of periodic stack tests to determine air contaminant emission rates; oversees continuous emission monitoring of stacks; reviews and conducts air quality modeling studies of major new sources of air contamination; reviews and restricts the health risk of toxic air contaminant emissions from stationary sources; and reviews and issues facility-wide operating permits for major existing sources of air pollution. Provides program coordination in compliance with State and federal mandates to attain air quality standards. Conducts air monitoring, planning and analysis, as well as motor vehicle pollution control projects and the development of regulations.

**Release Prevention.** Implements and ensures compliance with New Jersey's Community Right To Know and Superfund Amendments and Reauthorization Act (SARA) Title III programs which gather information on the use, storage and release of toxic chemicals in the state and make information available to the public. Monitors compliance with the Toxic Catastrophe Prevention Act to identify companies which handle extraordinarily hazardous substances and ensure that procedures are in place to prevent devastating accidental chemical releases. The Discharge Prevention Containment and Countermeasures (Oil Spill Prevention) program reduces the possibility of hazardous spills through plan submittals and compliance/investigative procedures. The Pollution Prevention program analyzes pollution prevention plans submitted by operators of priority industrial facilities. These plans document how operators plan to reduce the release of hazardous substances into the environment.

08. **Water Pollution Control.** Administers the NJPDES program to protect New Jersey's surface and ground water by assuring proper treatment and disposal of wastewater (and its residuals) and stormwater from various types of facilities and activities, including the generation, monitoring, and beneficial management of sludge and sludge derived products. To accomplish this, the program issues permits which impose requirements to limit and/or prevent the discharge of pollutants into waters of the state. The regulated facilities vary widely in size from small uses such as campgrounds, schools, and shopping centers to larger industrial and municipal wastewater discharges. Implements Treatment Works Approval program to regulate the construction of wastewater collection, conveyance, and treatment facilities.
09. **Public Wastewater Facilities.** Administers the New Jersey Environmental Infrastructure Financing program along with the New Jersey Environmental Infrastructure Trust, an

independent State financing authority. The program provides loans to local government units for the construction of environmental infrastructure facilities through the Clean Water State Revolving Fund, with funds made available under the federal Clean Water Act and various State bond acts. The projects eligible for financial assistance include water and wastewater treatment plant upgrades or improvements, facilities for the beneficial reuse and treatment of sewage sludge, collection and conveyance facilities, on-site system rehabilitation, infiltration/inflow correction, combined sewer overflow and interconnection/cross-connection abatement, and nonpoint source projects (such as land acquisition, brownfield remediation, well sealing, and landfills).

16. **Water Monitoring and Planning.** Federal funds for regulating the discharge of contaminants/toxics from wastewater treatment facilities and the management of

residuals, the management of sludge, and the issuance of stormwater permits.

29. **Environmental Management - CBT Dedication.** Since 1996, 4% of the revenue annually derived from the tax imposed by the Corporation Business Tax Act (P.L.1945, c.162) has been dedicated to the Department. Beginning in 2006, the dedication was expanded to provide grants for the costs of air pollution control equipment to reduce particulate matter emissions from diesel-powered engines and to provide funds for other measures to reduce human exposure to emissions.
70. **Clean Waters.** Administrative costs provided by the Clean Water State Revolving Fund, which provides loans to local government units for the construction of environmental infrastructure treatment facilities. See related program classification 09 for further details.

## EVALUATION DATA

	Actual FY 2005	Actual FY 2006	Revised FY 2007	Budget Estimate FY 2008
<b>PROGRAM DATA</b>				
<b>Radiation Protection</b>				
X-ray machines inspected .....	8,818	6,822	5,350	7,000
X-ray machine violations (% of inspected) .....	26%	25%	25%	25%
Homes tested for radon .....	70,180	57,671	58,000	59,000
Homes mitigated for radon .....	3,402	3,277	3,350	3,400
Lung cancers avoided .....	140	140	140	140
<b>Release Prevention</b>				
Toxic Catastrophe Prevention				
Inspections .....	240	148	365	365
Accident investigations .....	2	2	2	2
Right To Know				
Information requests .....	2,913	3,003	3,000	3,000
Audits for facilities .....	799	1,012	1,000	1,000
Administrative Orders (a) .....	---	---	300	300
<b>Public Wastewater Facilities</b>				
Capitalized Funding Provided for Municipal				
Infrastructure Improvement Projects (in millions) .....	\$284.9	\$481.5	\$440.7	\$400.0
Municipal Infrastructure Improvement Projects Funded .....	58	47	56	50
<b>PERSONNEL DATA</b>				
<b>Position Data</b>				
Filled Positions by Funding Source				
State Supported .....	439	447	430	440
All Other .....	111	116	106	112
Total Positions .....	550	563	536	552
Filled Positions by Program				
Radiation Protection .....	92	91	85	89
Air Pollution Control .....	176	179	166	167
Release Prevention .....	65	68	60	64
Water Pollution Control .....	142	145	140	140
Public Wastewater Facilities .....	52	54	55	56
Environmental Management - CBT Dedication .....	---	---	8	11
Clean Waters .....	23	26	22	25
Total Positions .....	550	563	536	552

### Notes:

Actual payroll counts are reported for fiscal years 2005 and 2006 as of December and revised fiscal year 2007 as of January. The Budget Estimate for fiscal year 2008 reflects the number of positions funded. All Other includes positions supported by fees or other dedicated resources previously reported as State Supported.

(a) No data available prior to fiscal 2007.



# ENVIRONMENTAL PROTECTION

## APPROPRIATIONS DATA (thousands of dollars)

Year Ending June 30, 2006					Year Ending June 30, 2008				
Orig. & (S)Supple- mental	Reapp. & (R)Recpts.	Transfers & (E)Emer- gencies	Total Available	Expended		Prog. Class.	2007 Adjusted Approp.	Requested	Recom- mended
<b><u>DIRECT STATE SERVICES</u></b>									
<b>Distribution by Fund and Program</b>									
7,934	490	-94	8,330	7,665	Radiation Protection	01	8,267	7,066	7,066
17,230	1,106	-92	18,244	17,930	Air Pollution Control	02	17,172	17,327	17,327
7,974	2,435	-108	10,301	8,927	Water Pollution Control	08	8,370	8,282	8,282
3,082	2	-35	3,049	3,049	Public Wastewater Facilities	09	3,176	3,176	3,176
---	---	575	575	243	Environmental Management - CBT Dedication	29	---	---	---
<b>36,220</b>	<b>4,033</b>	<b>246</b>	<b>40,499</b>	<b>37,814</b>	<b>Total Direct State Services</b>		<b>36,985 <sup>(a)</sup></b>	<b>35,851</b>	<b>35,851</b>
<b><u>Distribution by Fund and Object</u></b>									
Personal Services:									
20,530	2,760 <sup>R</sup>	-276	23,014	21,646	Salaries and Wages		20,094	20,041	20,041
<b>20,530</b>	<b>2,760</b>	<b>-276</b>	<b>23,014</b>	<b>21,646</b>	<b>Total Personal Services</b>		<b>20,094</b>	<b>20,041</b>	<b>20,041</b>
218	---	-34	184	184	Materials and Supplies		301	255	255
3,344	---	618	3,962	3,961	Services Other Than Personal		4,416	4,908	4,908
250	---	-32	218	218	Maintenance and Fixed Charges		529	203	203
Special Purpose:									
2,283					Nuclear Emergency Response	01	2,410		
1,094 <sup>S</sup>	487	-35	3,829	3,179			1,201 <sup>S</sup>	2,410	2,410
1,641	---	13	1,654	1,653	Quality Assurance - Lab Certification Programs	01	1,743	1,743	1,743
1,803	---	-28	1,775	1,555	Pollution Prevention	02	1,497	1,497	1,497
1,128	---	-390	738	737	Toxic Catastrophe Prevention	02	1,171	1,173	1,173
1,087	71 <sup>R</sup>	-16	1,142	1,140	Worker and Community Right to Know Act	02	1,057	1,057	1,057
2,607	455 <sup>R</sup>	-40	3,022	3,022	Oil Spill Prevention	02	2,566	2,564	2,564
---	---	575	575	243	Diesel Risk Mitigation Fund Administrative Costs - Constitutional Dedication	29	---	---	---
235	260	-109	386	276	Additions, Improvements and Equipment		---	---	---
<b><u>GRANTS-IN-AID</u></b>									
<b>Distribution by Fund and Program</b>									
---	---	15,734	15,734	---	Environmental Management - CBT Dedication	29	21,765	21,600	21,600
<b>---</b>	<b>---</b>	<b>15,734</b>	<b>15,734</b>	<b>---</b>	<b>Total Grants-in-Aid</b>		<b>21,765</b>	<b>21,600</b>	<b>21,600</b>
<b>Distribution by Fund and Object</b>									
Grants:									
---	---	15,734	15,734	---	Diesel Risk Mitigation Fund - Constitutional Dedication	29	21,765	21,600	21,600
<b>36,220</b>	<b>4,033</b>	<b>15,980</b>	<b>56,233</b>	<b>37,814</b>	<b>Grand Total State Appropriation</b>		<b>58,750</b>	<b>57,451</b>	<b>57,451</b>
<b>OTHER RELATED APPROPRIATIONS</b>									
<b>Federal Funds</b>									
500	-1	---	499	306	Radiation Protection	01	500	500	500
4,915					Air Pollution Control	02	10,165	6,448	6,448
20 <sup>S</sup>	612	95	5,642	3,891	Public Wastewater Facilities <sup>(b)</sup>	09	44,035	40,000	40,000
57,600	---	---	57,600	---	Water Monitoring and Planning	16	710	510	510
710					<b>Total Federal Funds</b>		<b>55,410</b>	<b>47,458</b>	<b>47,458</b>
9 <sup>S</sup>	5	---	724	449					
<b>63,754</b>	<b>616</b>	<b>95</b>	<b>64,465</b>	<b>4,646</b>					

# ENVIRONMENTAL PROTECTION

Year Ending June 30, 2006					Year Ending June 30, 2008				
Orig. & (S)Supple- mental	Reapp. & (R)Recpts.	Transfers & (E)Emer- gencies	Total Available	Expended	Prog. Class.	2007 Adjusted Approp.	Requested	Recom- mended	
<b>OTHER RELATED APPROPRIATIONS</b>									
<b>All Other Funds</b>									
---	185 381 R	---	566	392	Radiation Protection	01	460	1,523	1,523
---	266 118 R	150	534	369	Air Pollution Control	02	3,620	4,983	4,983
---	2 R	---	2	---	Water Pollution Control	08	1,560	1,450	1,450
---	7	---	7	2	Public Wastewater Facilities	09	1,200	1,889	1,889
---	41 2,119 R	---	2,160	2,160	Clean Waters	70	1,431	1,432	1,432
---	<u>3,119</u>	<u>150</u>	<u>3,269</u>	<u>2,923</u>	<b>Total All Other Funds</b>		<u>8,271</u>	<u>11,277</u>	<u>11,277</u>
<b>99,974</b>	<b>7,768</b>	<b>16,225</b>	<b>123,967</b>	<b>45,383</b>	<b>GRAND TOTAL ALL FUNDS</b>		<b>122,431</b>	<b>116,186</b>	<b>116,186</b>

## Notes -- Direct State Services - General Fund

- (a) The fiscal year 2007 appropriation has been adjusted for the allocation of salary program, which includes \$155,000 in appropriated receipts, and for the fiscal year 2007 base budget reduction in the department.
- (b) Program expenditures for the Clean Water State Revolving Fund are reflected off budget in the Wastewater Treatment Fund.

## Language Recommendations -- Direct State Services - General Fund

The amount hereinabove for the Nuclear Emergency Response account is payable from receipts received pursuant to the assessments of electrical utility companies under P.L.1981, c.302 (C.26:2D-37 et seq.), and the unexpended balances at the end of the preceding fiscal year in the Nuclear Emergency Response account, together with receipts in excess of the amount anticipated, not to exceed \$1,069,000, are appropriated, subject to the approval of the Director of the Division of Budget and Accounting.

There is appropriated from the Commercial Vehicle Enforcement Fund, established pursuant to section 17 of P.L.1995, c.157 (C.39:8-75), such sums as may be necessary to fund the costs of the regulation of the Diesel Exhaust Emissions program, subject to the approval of the Director of the Division of Budget and Accounting.

The amount hereinabove for the Pollution Prevention account is appropriated from receipts received pursuant to the "Pollution Prevention Act," P.L.1991, c.235 (C.13:1D-35 et seq.), together with an amount not to exceed \$607,000, for administration of the Pollution Prevention program, subject to the approval of the Director of the Division of Budget and Accounting. If receipts are less than anticipated, the appropriation shall be reduced proportionately.

Notwithstanding the provisions of the "Worker and Community Right to Know Act," P.L.1983, c.315 (C.34:5A-1 et seq.), the amount hereinabove for the Worker and Community Right to Know Act account is payable out of the Worker and Community Right to Know Fund, and the receipts in excess of the amount anticipated, not to exceed \$524,000, are appropriated. If receipts to that fund are less than anticipated, the appropriation shall be reduced proportionately.

The amount hereinabove for the Oil Spill Prevention account is payable out of the New Jersey Spill Compensation Fund, and the receipts in excess of those anticipated, not to exceed \$1,227,000, from the New Jersey Spill Compensation Fund for the Oil Spill Prevention program are appropriated, in accordance with the provisions of P.L.1990, c.76 (C.58:10-23.11f2 et seq.), P.L.1990, c.78 (C.58:10-23.11d1 et seq.), and P.L.1990, c.80 (C.58:10-23.11f1), subject to the approval of the Director of the Division of Budget and Accounting.

Receipts in excess of the amount anticipated from fees and permit receipts from the Title V Operating Permits, and the unexpended balance at the end of the preceding fiscal year of such receipts, are appropriated, subject to the approval of the Director of the Division of Budget and Accounting.

Any funds received by the New Jersey Environmental Infrastructure Trust from any State agency to offset the Trust's annual operating expenses are appropriated.

In addition to the federal funds amount for the Public Wastewater Facilities program classification, such additional sums that may be received from the federal government for the Clean Water State Revolving Fund program are appropriated.

Receipts in excess of those anticipated from Air Permitting Minor Source Fees are appropriated to the Department of Environmental Protection for expansion of the Air Pollution Control program, of which \$1,000,000 shall be made available for County Environmental Health Act agencies to inspect non-major source facilities, subject to the approval of the Director of the Division of Budget and Accounting.

Notwithstanding the provision of subsection b. of section 1 of P.L. 2005, c.202 (C58:11B-10.2) or any law or regulation to the contrary, in addition to the amount anticipated to the General Fund from the Environmental Infrastructure Financing Program Administrative Fee, there is appropriated \$1,889,000 to the Department of Environmental Protection for associated administrative and operating expenses, subject to the approval of the Director of the Division of Budget and Accounting.

Of the amount hereinabove for the Diesel Risk Mitigation Fund - Constitutional Dedication, an amount not to exceed \$1,150,000 shall be appropriated for costs associated with the administration of the program pursuant to the amendments effective December 8, 2005, to Article VIII, Section II, paragraph 6 of the State Constitution. The unexpended balance at the end of the preceding fiscal year in the Diesel Risk Mitigation Fund Administrative Costs - Constitutional Dedication account is appropriated, subject to the approval of the Director of the Division of Budget and Accounting.

# ENVIRONMENTAL PROTECTION

## Language Recommendations -- Grants-In-Aid - General Fund

The amount hereinabove appropriated for the Diesel Risk Mitigation Fund - Constitutional Dedication shall be provided from revenue received from the Corporation Business Tax, pursuant to the "Corporation Business Tax Act (1945)," P.L. 1945, c.162 (C.54:10A-1 et seq.), as dedicated by Article VIII, Section II, paragraph 6 of the State Constitution. The unexpended balance at the end of the preceding fiscal year in the Diesel Risk Mitigation Fund - Constitutional Dedication account is appropriated, subject to the approval of the Director of the Division of Budget and Accounting.

## 40. COMMUNITY DEVELOPMENT AND ENVIRONMENTAL MANAGEMENT

### 46. ENVIRONMENTAL PLANNING AND ADMINISTRATION

#### OBJECTIVES

1. To develop administrative policy, evaluate performance, and coordinate program activities.
2. To support activities related to departmental planning, auditing, and legislative services.
3. To support a communication program which imparts the Department's mission to the public and to encourage public participation in decision-making.
4. To support the Department and its objectives in terms of the control of personnel, financial resources, general services, information systems, and equipment.

#### PROGRAM CLASSIFICATIONS

26. **Regulatory and Governmental Affairs.** Coordinates the proposal and adoption of environmental rules and regulations. Serves as central point of contact regarding State and federal

legislation. Develops and executes public information, environmental education, and communications strategies for the Department's programs. Serves as liaison to the Legislature as well as county and municipal governmental officials.

99. **Administration and Support Services.** Sets policies and develops short and long range plans and strategies; coordinates with governmental agencies; and provides legislative review and legal analysis. Provides general support services including personnel, payroll, purchasing, data processing, printing, information technology, e-government applications, training and organizational development, program evaluation, and property control. Also provides financial management, including budget and accounting services, as well as fiscal control and financial monitoring of all General Fund monies, federal funds, bond funds, and tax accounts.

#### EVALUATION DATA

	Actual FY 2005	Actual FY 2006	Revised FY 2007	Budget Estimate FY 2008
<b>PROGRAM DATA</b>				
<b>Administration and Support Services</b>				
Male Minority .....	226	250	260	268
Male Minority % .....	6.8	7.3	7.5	7.8
Female Minority .....	279	299	308	310
Female Minority % .....	8.4	8.6	8.9	9.0
Total Minority .....	505	549	568	578
Total Minority % .....	15.2	15.9	16.4	16.8
<b>PERSONNEL DATA</b>				
<b>Position Data</b>				
<b>Filled Positions by Funding Source</b>				
State Supported .....	311	335	321	336
All Other .....	6	5	5	5
Total Positions .....	317	340	326	341
<b>Filled Positions by Program</b>				
Regulatory and Governmental Affairs .....	40	37	31	34
Administration and Support Services .....	277	303	295	307
Total Positions .....	317	340	326	341

#### Notes:

Actual payroll counts are reported for fiscal years 2005 and 2006 as of December, and revised fiscal year 2007 as of January. The Budget Estimate for fiscal year 2008 reflects the number of positions funded.

# ENVIRONMENTAL PROTECTION

## APPROPRIATIONS DATA (thousands of dollars)

Year Ending June 30, 2006					Year Ending June 30, 2008				
Orig. & (S)Supple- mental	Reapp. & (R)Recpts.	Transfers & (E)Emer- gencies	Total Available	Expended	Prog. Class.	2007 Adjusted Approp.	Requested	Recom- mended	
DIRECT STATE SERVICES									
Distribution by Fund and Program									
2,275	8	55	2,338	2,335	Regulatory and Governmental Affairs	26	2,121	2,005	
14,100	57	4,913	19,070	19,009	Administration and Support Services	99	18,100	18,887	
16,375	65	4,968	21,408	21,344	Total Direct State Services		20,221 (a)	20,892	
Distribution by Fund and Object									
Personal Services:									
13,367	---	5,077	18,444	18,444	Salaries and Wages		17,468	17,973	
13,367	---	5,077	18,444	18,444	Total Personal Services		17,468	17,973	
100	---	-6	94	94	Materials and Supplies		116	96	
1,003	---	70	1,073	1,073	Services Other Than Personal		880	1,055	
255	---	-80	175	175	Maintenance and Fixed Charges		159	170	
Special Purpose:									
1,500	---	---	1,500	1,500	New Jersey Environmental Management System	99	1,500	1,500	
98	---	-98	---	---	Affirmative Action and Equal Employment Opportunity	99	98	98	
52	65	5	122	58	Additions, Improvements and Equipment		---	---	
STATE AID									
Distribution by Fund and Program									
15,619	151	1,000	16,770	16,223	Administration and Support Services	99	17,263	16,963	
6,619	151	1,000	7,770	7,562	(From General Fund)		7,763	7,463	
9,000	---	---	9,000	8,661	(From Property Tax Relief Fund)		9,500	9,500	
15,619	151	1,000	16,770	16,223	Total State Aid		17,263	16,963	
6,619	151	1,000	7,770	7,562	(From General Fund)		7,763	7,463	
9,000	---	---	9,000	8,661	(From Property Tax Relief Fund)		9,500	9,500	
Distribution by Fund and Object									
State Aid:									
1,515	151	---	1,666	1,547	Mosquito Control, Research, Administration and Operations	99	1,515	1,215	
9,000	---	---	9,000	8,661	Payment In Lieu of Taxes (PTRF)	99	9,500	9,500	
2,000	---	1,000	3,000	2,911	Administration and Operations of the Highlands Council	99	3,000	3,000	
3,104	---	---	3,104	3,104	Administration, Planning and Development Activities of the Pinelands Commission	99	3,248	3,248	
31,994	216	5,968	38,178	37,567	Grand Total State Appropriation		37,484	37,855	
OTHER RELATED APPROPRIATIONS									
24,675	---	---	24,675	24,673	Total Debt Service		64,664	56,790	
Federal Funds									
150	---	---	150	---	Regulatory and Governmental Affairs	26	150	150	
2,500	---	---	---	---	Administration and Support Services	99	2,400	2,300	
312 S	561	---	3,373	1,218	Total Federal Funds		2,550	2,450	
2,962	561	---	3,523	1,218					

# ENVIRONMENTAL PROTECTION

Year Ending June 30, 2006					Year Ending June 30, 2008			
Orig. & (S)Supple- mental	Reapp. & (R)Recpts.	Transfers & (E)Emer- gencies	Total Available	Expended	Prog. Class.	2007 Adjusted Approp.	Requested	Recom- mended
<b>OTHER RELATED APPROPRIATIONS</b>								
<b>All Other Funds</b>								
---	85	---	85	9	Regulatory and Governmental Affairs	26	---	---
---	2,596	---	---	---	Administration and Support Services	99	---	---
---	214 <sup>R</sup>	1,621	4,431	3,507		158	149	149
---	2,895	1,621	4,516	3,516	<b>Total All Other Funds</b>	158	149	149
59,631	3,672	7,589	70,892	66,974	<b>GRAND TOTAL ALL FUNDS</b>	104,856	97,244	97,244

## Notes -- Direct State Services - General Fund

- (a) The fiscal year 2007 appropriation has been adjusted for the allocation of salary program and for the fiscal year 2007 base budget reduction in the department, as well as the reallocation of State appropriations supporting information technology services to the Office of Information Technology within the Department of Treasury.

## Language Recommendations -- State Aid - General Fund

Receipts derived from permit fees issued by the Pinelands Commission on behalf of the Department of Environmental Protection, pursuant to a memorandum of agreement between the Pinelands Commission and the Department of Environmental Protection, are hereby appropriated to the Pinelands Commission.

The unexpended balance at the end of the preceding fiscal year in the Mosquito Control, Research, Administration and Operations account is appropriated, subject to the approval of the Director of the Division of Budget and Accounting.

## Language Recommendations -- State Aid - Property Tax Relief Fund

If the amount appropriated herein for Payment in Lieu of Taxes is insufficient to compensate municipalities for land owned by the State for conservation and recreation purposes, as determined according to the formula for payments in lieu of taxes in the "Garden State Preservation Trust Act" P.L.1999, c.152 (C.13:8C-1 et seq.) such additional sums as are necessary are appropriated, subject to the approval of the Director of the Division of Budget and Accounting.

Notwithstanding the provisions of subsection d. of section 29 of P.L.1999, c.152 (C.13:8C-29) or subsection d. of section 30 of P.L.1999, c.152 (C.13:8C-30), or any law or regulation to the contrary, all payments to municipalities in lieu of taxes for lands acquired by the State for recreation and conservation purposes shall be retained by the municipality and not apportioned in the same manner as the general tax rate of the municipality.

## 40. COMMUNITY DEVELOPMENT AND ENVIRONMENTAL MANAGEMENT

### 47. COMPLIANCE AND ENFORCEMENT

#### OBJECTIVES

1. To protect public health and improve the environment by ensuring compliance with the State's rules and regulations concerning coastal and land use, air pollution, water resources, solid and hazardous waste, and pesticides.
2. To assure consistency in enforcement policies, protocols, and actions taken by the Department.
3. To provide compliance assistance to all businesses, with a special emphasis on small businesses and local governments.
4. To augment the Department's enforcement, inspection, and monitoring activities under the County Environmental Health Act by strengthening agreements with local health agencies to enforce environmental regulations.
5. To improve the quality of the state's beaches through cooperation with the Departments of Correction and Health and the Army Corps of Engineers in programs which reduce floatable debris and monitor ocean water quality.
6. To inspect, monitor, and report on the quality of surface and groundwater discharges in the state.
7. To protect the public and the environment from any hazards resulting from the production, use, sale, storage, or other activities related to pesticides.

8. To perform regular comprehensive underground storage tank inspections in order to protect ground water resources from gasoline and other contamination by reducing the number of leaking tanks.

#### PROGRAM CLASSIFICATIONS

02. **Air Pollution Control.** Conducts investigations to determine compliance with the Air Pollution Control Act at regulated facilities. Issues enforcement documents and tracks, records and reports on associated administrative activities to ensure compliance. Develops enforcement cases, processes violations, assesses penalties, and negotiates compliance schedules for these programs.
04. **Pesticide Control.** Regulates the manufacture, distribution, storage, sale, possession, and use of pesticides. Conducts complaint investigations and routine inspections. Compliance assistance and pollution prevention activities are performed through training and outreach. Promotes reducing the use of pesticides through practical pest control techniques known as "Integrated Pest Management" (IPM). Enforces requirements for IPM in public, private, and charter schools in New Jersey. Enforces farm worker pesticide safety requirements at agricultural establishments. All pesticide products sold in the state are registered with this program. Pesticide applicators and dealers are certified and licensed, and permits are issued

for mosquito/fly control and aquatic pesticide use. Monitoring and evaluation of pesticide hazards and laboratory analysis of pesticide samples are also conducted.

- 08. Water Pollution Control.** Responsible for providing compliance assistance, conducting monitoring, and investigations, and issuing enforcement actions in support of the water programs. A particular focus is placed on inspections of wastewater dischargers and community drinking water supply facilities; prevention and correction of non-compliance conditions through a multifaceted compliance assistance program including outreach, education, and a Discharge Monitoring Report guidance manual; issuance of administrative and judicial enforcement actions for chronic or significant violations; and investigation of complaints relating to water resources. Monitors compliance with all permits issued under the New Jersey Pollutant Discharge Elimination System (NJPDDES) for surface water, ground water and indirect discharges to Publicly-Owned Treatment Works. Formal enforcement actions are also issued for violations in the Water Allocation Program and against State certified laboratories which fail to comply with the laboratory certification program requirements.
- 15. Land Use Regulation.** Conducts investigations and site inspections required for compliance with State regulations and permits issued pursuant to the Highlands Water Protection and Planning Act, Freshwater Wetlands Protection Act, the Flood Hazard Area Control Act, the Coastal Area Facility Review

Act, the Wetlands Act of 1970, the Dam Safety Act, and the Waterfront Development and Riparian Lands statutes. Responding to reports of alleged violations of the above statutes, the program advises individuals how to achieve and/or maintain compliance.

- 23. Solid and Hazardous Waste Management.** Manages and conducts compliance and enforcement activities to ensure that hazardous waste and used oil are collected, stored, transported, recycled, and disposed of in an environmentally acceptable manner. Assures compliance with federal Resource Conservation and Recovery Act (RCRA) regulations. Activities include such compliance assistance functions as environmental audits, grace periods, and supplemental environmental projects as well as conventional inspections and investigations, and when necessary, formal enforcement actions.
- 29. Environmental Management - CBT Dedication.** Since 1996, 4% of the revenue annually derived from the tax imposed by the Corporation Business Tax Act (P.L.1945, c.162) has been dedicated to the Department. A portion of this dedication has been used to provide loans or grants to upgrade, replace or close underground storage tanks, including the costs of remediation, and to finance the cost of remediating hazardous substance discharges. Beginning in fiscal 2004, the dedication is expanded to include the implementation of the Underground Storage Tank (UST) Inspection Program.

## EVALUATION DATA

	Actual FY 2005	Actual FY 2006	Revised FY 2007	Budget Estimate FY 2008
<b>PROGRAM DATA</b>				
<b>Air Pollution Control</b>				
Investigations and inspections .....	6,679	5,009	6,275	6,200
<b>Pesticide Control</b>				
Investigations and inspections .....	683	722	650	650
Pesticide products regulated .....	12,133	12,337	12,100	12,100
Pesticide licenses and permits .....	17,407	17,078	17,000	17,000
<b>Water Pollution Control</b>				
Inspections .....	4,507	5,280	5,000	5,000
Clean Shores:				
Miles of beaches cleaned .....	122	138	135	135
Tons of debris removed .....	2,245	2,702	2,550	2,600
<b>Land Use Regulation</b>				
Investigations and inspections .....	2,084	2,300	2,000	2,000
<b>Solid and Hazardous Waste Management</b>				
Hazardous waste annual inspections .....	2,631	2,311	2,750	2,750
<b>PERSONNEL DATA</b>				
<b>Position Data</b>				
Filled Positions by Funding Source				
State Supported .....	294	297	319	323
Federal .....	14	14	20	19
All Other .....	23	22	22	23
Total Positions .....	331	333	361	365

# ENVIRONMENTAL PROTECTION

	Actual FY 2005	Actual FY 2006	Revised FY 2007	Budget Estimate FY 2008
Filled Positions by Program				
Air Pollution Control .....	77	77	73	76
Pesticide Control .....	39	39	37	37
Water Pollution Control .....	105	99	99	97
Land Use Regulation .....	34	33	32	33
Solid and Hazardous Waste Management .....	74	75	104	102
Environmental Management - CBT Dedication .....	2	10	16	20
Total Positions .....	331	333	361	365

## Notes:

Actual payroll counts are reported for fiscal years 2005 and 2006 as of December and revised fiscal year 2007 as of January. The Budget Estimate for fiscal year 2008 reflects the number of positions funded. All Other includes positions supported by fees or other dedicated resources previously reported as State Supported.

## APPROPRIATIONS DATA (thousands of dollars)

Year Ending June 30, 2006					Year Ending June 30, 2008			
Orig. & (S)Supple- mental	Reapp. & (R)Recpts.	Transfers & (E)Emer- gencies	Total Available	Expended	Prog. Class.	2007 Adjusted Approp.	Requested	Recom- mended
<b>DIRECT STATE SERVICES</b>								
<b>Distribution by Fund and Program</b>								
5,514	1	57	5,572	4,776	Air Pollution Control	02	4,586	4,586
2,357	1	26	2,384	2,383	Pesticide Control	04	2,468	2,468
5,824	1	336	6,161	6,160	Water Pollution Control	08	6,161	6,161
1,972	609	-135	2,446	2,436	Land Use Regulation	15	1,998	1,998
4,043	---	186	4,229	4,229	Solid and Hazardous Waste Management <sup>(a)</sup>	23	5,623	6,347
---	873	2,000	2,873	1,448	Environmental Management - CBT Dedication	29	---	---
<b>19,710</b>	<b>1,485</b>	<b>2,470</b>	<b>23,665</b>	<b>21,432</b>	<b>Total Direct State Services</b>		<b>20,836 <sup>(b)</sup></b>	<b>21,560</b>
<b>Distribution by Fund and Object</b>								
15,724	---	534	16,258	16,258	Personal Services:			
					Salaries and Wages		17,598	17,184
<b>15,724</b>	<b>---</b>	<b>534</b>	<b>16,258</b>	<b>16,258</b>	<b>Total Personal Services</b>		<b>17,598</b>	<b>17,184</b>
131	---	-45	86	86	Materials and Supplies		149	182
1,417	---	-60	2,432	1,636	Services Other Than Personal		1,627	2,722
1,075 <sup>S</sup>	---	120	527	527	Maintenance and Fixed Charges		502	512
407	---				Special Purpose:			
856	609 <sup>R</sup>	-18	1,447	1,445	Tidelands Peak Demands	15	960	960
---	873	2,000	2,873	1,448	Underground Storage Tank Inspection Program - Constitutional Dedication	29	---	---
100	3	-61	42	32	Additions, Improvements and Equipment		---	---
<b>STATE AID</b>								
<b>Distribution by Fund and Program</b>								
3,453	---	---	3,453	3,451	Water Pollution Control	08	3,453	3,453
<b>3,453</b>	<b>---</b>	<b>---</b>	<b>3,453</b>	<b>3,451</b>	<b>Total State Aid</b>		<b>3,453</b>	<b>3,453</b>
<b>Distribution by Fund and Object</b>								
<b>3,453</b>	<b>---</b>	<b>---</b>	<b>3,453</b>	<b>3,451</b>	State Aid:			
					County Environmental Health Act	08	<b>3,453</b>	<b>3,453</b>
<b>23,163</b>	<b>1,485</b>	<b>2,470</b>	<b>27,118</b>	<b>24,883</b>	<b>Grand Total State Appropriation</b>		<b>24,289</b>	<b>25,013</b>

# ENVIRONMENTAL PROTECTION

Year Ending June 30, 2006					Year Ending June 30, 2008				
Orig. & (S)Supple- mental	Reapp. & (R)Recpts.	Transfers & (E)Emer- gencies	Total Available	Expended	Prog. Class.	2007 Adjusted Approp.	Requested	Recom- mended	
<b>OTHER RELATED APPROPRIATIONS</b>									
<b>Federal Funds</b>									
1,802	99	-95	1,806	1,487	Air Pollution Control	02	1,802	1,802	1,802
740	10	---	750	449	Pesticide Control	04	740	570	570
1,000	66	---	1,066	67	Water Pollution Control	08	---	---	---
600	508	---	1,108	813	Land Use Regulation	15	600	600	600
<u>1,886</u>	<u>---</u>	<u>---</u>	<u>1,886</u>	<u>1,534</u>	Solid and Hazardous Waste Management	23	<u>2,500</u>	<u>2,500</u>	<u>2,500</u>
<b>6,028</b>	<b>683</b>	<b>-95</b>	<b>6,616</b>	<b>4,350</b>	<b>Total Federal Funds</b>		<b>5,642</b>	<b>5,472</b>	<b>5,472</b>
<b>All Other Funds</b>									
---	15 670 R	---	685	215	Air Pollution Control	02	3,000	---	---
---	8 R	---	8	8	Pesticide Control	04	---	---	---
---	2,255 739 R	-171	2,823	765	Water Pollution Control	08	900	900	900
---	---	---	---	---	Land Use Regulation	15	929	668	668
<u>---</u>	<u>3,687</u>	<u>-171</u>	<u>3,516</u>	<u>988</u>	<b>Total All Other Funds</b>		<b>4,829</b>	<b>1,568</b>	<b>1,568</b>
<b>29,191</b>	<b>5,855</b>	<b>2,204</b>	<b>37,250</b>	<b>30,221</b>	<b>GRAND TOTAL ALL FUNDS</b>		<b>34,760</b>	<b>32,053</b>	<b>32,053</b>

## Notes -- Direct State Services - General Fund

- (a) Fiscal year 2008 appropriation data reflects a transfer of non-salary operating funds from Statewide Program 44, Solid and Hazardous Waste Management.
- (b) The fiscal year 2007 appropriation has been adjusted for the allocation of salary program, which includes \$79,000 in appropriated receipts, and for the fiscal year 2007 base budget reduction in the department.

## Language Recommendations -- Direct State Services - General Fund

Receipts deposited into the Coastal Protection Trust Fund pursuant to P.L.1993, c.168 (C.39:3-27.47 et seq.) are appropriated in an amount not to exceed \$600,000 for the cleanup or maintenance of beaches or shores, an amount not to exceed \$200,000 for the cost of providing monitoring, surveillance and enforcement activities for the Cooperative Coastal Monitoring Program, an amount not to exceed \$50,000 for the implementation of the "New Jersey Adopt a Beach Act," P.L.1992, c.213 (C.13:19-22 et seq.), and an amount not to exceed \$150,000 for a program of grants for the operation of a sewage pump-out boat and the construction of sewage pump-out devices for marine sanitation devices and portable toilet emptying receptacles at public and private marinas and boatyards in furtherance of the provisions of P.L.1988, c.117 (C.58:10A-56 et seq.). Receipts deposited to the Coastal Protection Trust Fund in excess of \$1,000,000 are appropriated to finance emergency shore protection projects and the cleanup of discharges into the ocean.

## DEPARTMENT OF ENVIRONMENTAL PROTECTION

The amounts hereinabove for the Tidelands Peak Demands account are appropriated from receipts derived from the sales, grants, leases, licensing, and rentals of State riparian lands, together with an amount not to exceed \$2,595,000, subject to the approval of the Director of the Division of Budget and Accounting. If receipts are less than anticipated, the appropriation shall be reduced proportionately.

Notwithstanding the provisions of any law or regulation to the contrary, with regard to the fee-related appropriations provided hereinabove, the Commissioner of the Department of Environmental Protection shall obtain concurrence from the Director of the Division of Budget and Accounting before altering fee schedules or any other revenue-generating mechanism under the Department's purview.

Notwithstanding the provisions of the "Environmental Fee Fund Accountability Act of 1991," P.L.1991, c.426 (C.52:27B-20.1 et seq.) and P.L.1991, c.427 (C.13:1D-9.1 et seq.), all revenues from fees and fines collected by the Department of Environmental Protection, unless otherwise dedicated herein, shall be deposited into the State General Fund without regard to their specific dedication.

Notwithstanding the provisions of any law or regulation to the contrary, of the Federal Fund amounts appropriated for the programs included in the Performance Partnership Grant Agreement with the United States Environmental Protection Agency, the Department of Environmental Protection is authorized to reallocate the appropriations, in accordance with the Grant Agreement and subject to the approval of the Director of the Division of Budget and Accounting.

Notwithstanding the provisions of P.L.1954, c.48 (C.52:34-6 et seq.) or any law or regulation to the contrary, of the amounts appropriated for site remediation, the Department of Environmental Protection may enter into a contract with the United States Environmental Protection Agency (EPA) to provide the State's statutory matching share for EPA-led Superfund remedial actions pursuant to the State Superfund Contract.

Receipts in excess of the amount anticipated for Air Pollution, Clean Water Enforcement, Land Use, Solid Waste, and Hazardous Waste fines are appropriated for the expansion of compliance, enforcement and permitting efforts in the Department, subject to the approval of the Director of the Division of Budget and Accounting.



## ENVIRONMENTAL PROTECTION

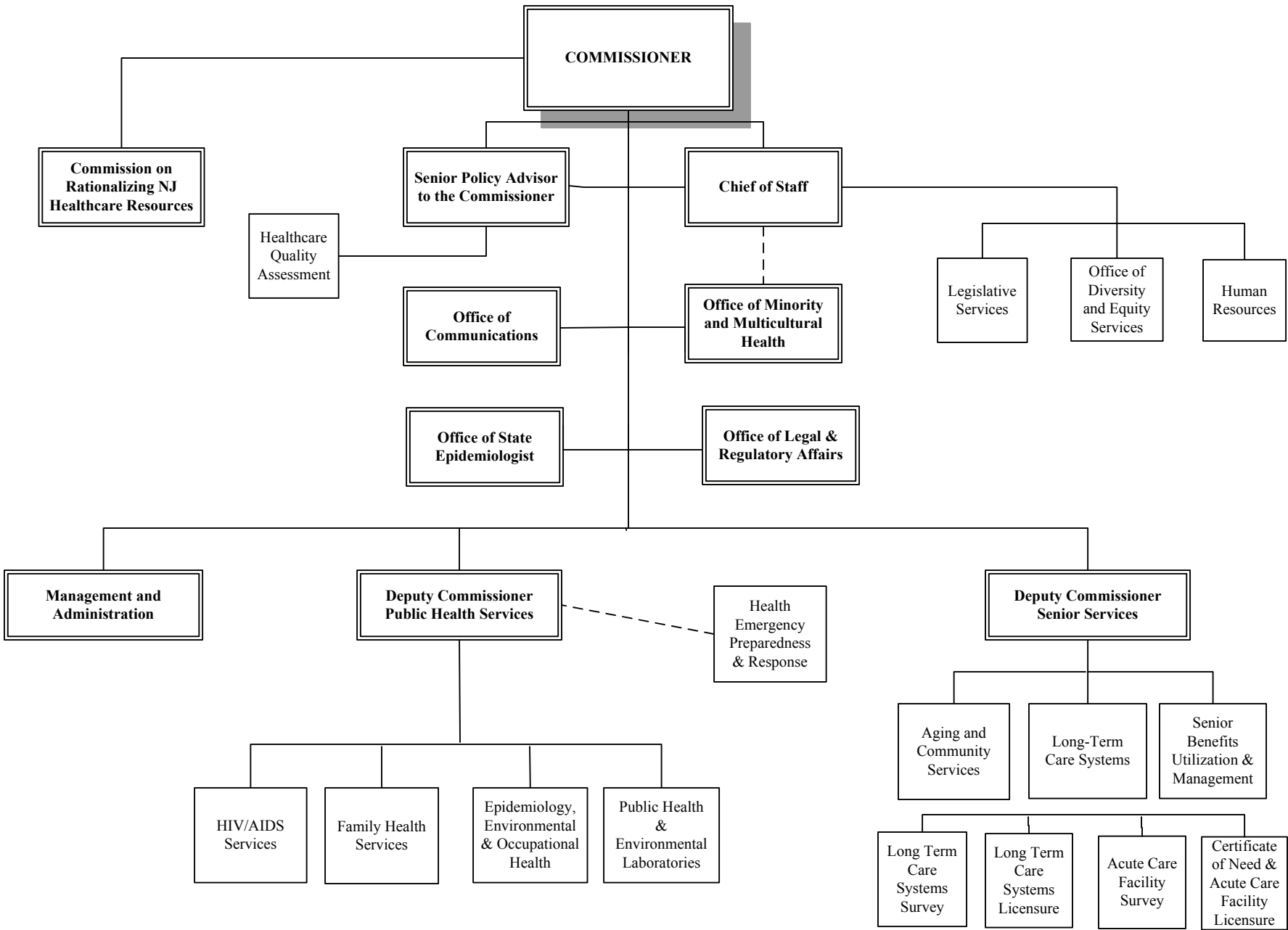
---

Receipts in excess of those anticipated from New Jersey Pollutant Discharge Elimination System/Stormwater Permits, and the unexpended balance at the end of the preceding fiscal year of such receipts, are appropriated to the Department of Environmental Protection to offset the costs of the Water Pollution Control Program, subject to the approval of the Director of the Division of Budget and Accounting.

Notwithstanding the provisions of P.L. 1954, c.48 (C.52:34-6 et seq.) or any law or regulation to the contrary, of the amounts appropriated for water resource evaluation studies and monitoring, the Department of Environmental Protection may enter into contracts with the United States Geological Survey to provide the State's match to joint funding agreements for water resource evaluation studies and monitoring analyses.

Of the amount hereinabove appropriated for the Hazardous Substance Discharge Remediation Loans and Grants-Constitutional Dedication account, an amount not to exceed \$2,000,000 shall be allocated for costs associated with the State Underground Storage Tank Inspection Program, pursuant to the amendments effective December 4, 2003, to Article VIII, Section II, paragraph 6 of the State Constitution. The unexpended balance at the end of the preceding fiscal year in the Underground Storage Tank Inspection Program account is appropriated, subject to the approval of the Director of the Division of Budget and Accounting.

# HEALTH AND SENIOR SERVICES



# HEALTH AND SENIOR SERVICES

## DEPARTMENT OF HEALTH AND SENIOR SERVICES

### OVERVIEW

The mission of the Department of Health and Senior Services (DHSS) is to foster accessible health and senior services of the highest quality for all people in New Jersey to ensure optimal health, dignity, and independence. The Department's initiatives prevent disease, promote and protect the well-being at all life stages, and encourage informed choices that enrich the quality of life for individuals and communities. This mission is accomplished through leadership, collaborative partnerships, accountability, advocacy, especially for those with the greatest need, and a strong commitment to informing and serving the diverse health needs of New Jersey citizens.

The Department's objectives are to:

Prepare New Jersey to rapidly detect, identify, and respond to health-related aspects of biological, chemical, radiological, nuclear, explosive, and incendiary acts of terrorism, as well as natural disasters and disease outbreaks.

Eliminate disparities in health care access, treatment, and clinical outcomes between racial, ethnic, and socioeconomic populations, in part through cultural competency, education, and partnering with minority-oriented health organizations.

Implement scientific, evidence-based primary and secondary prevention programs designed to decrease mortality rates of health conditions such as heart disease, cancer, and stroke, and promote longer and healthier lives.

Strengthen New Jersey's public health infrastructure by adopting and implementing best practice standards, creating a comprehensive communications system that links health care providers and institutions statewide, forming a coordinated disease surveillance and response network, and providing comprehensive public health and environmental laboratory testing services.

Provide high quality services that promote independence, dignity, and choice for older adults in New Jersey.

Optimize access to the highest quality health care for the people of New Jersey.

### Budget Highlights

The Fiscal 2008 Budget for the Department of Health and Senior Services totals \$1.664 billion, a decrease of \$215 million or 11.4% under the fiscal 2007 adjusted appropriation of \$1.879 billion.

### Health Services

The Fiscal 2008 Budget continues funding for expansion of the Family Planning Services program, adding \$500,000 to the \$2 million commitment made in fiscal 2007. A priority of the Governor, this increase is recommended to meet the rising cost of health care and to promote women's health. Funding will allow the Family Planning Services program to support additional patients, expand hours of operation, and reduce waiting periods for patients scheduling appointments for clinic services.

To address the expanding needs of the developmentally disabled under three years of age, the Fiscal 2008 Budget includes a \$97 million recommended appropriation for the Early Childhood Intervention (ECI) program. This level of funding represents an increase of 24% over the Fiscal 2007 Appropriations Act and is needed to fund continuing services for children in the ECI program.

The Fiscal 2008 Budget reflects a continued commitment to eradicating cancer by providing \$45 million for cancer research, prevention, and treatment.

The Fiscal 2008 Budget recommends \$40 million for Federally Qualified Health Centers (FQHC). This appropriation will increase the existing FQHCs ability to receive uninsured patients and to develop new access points throughout the state in areas designated as

Medically Underserved Areas by the U.S. Department of Health and Human Services/Health Resources and Services Administration. The \$5 million grant-in-aid appropriation is continued in fiscal 2008 and is earmarked to expand capacity of existing Centers for Primary Health by increasing staff, hours or site locations.

Supported by both State and federal funding, a total of 5 new health center sites opened during 2006 in Cape May Court House, Glassboro, Newton, Keansburg, and Phillipsburg. There are now over 75 licensed sites throughout the state. Further growth in site and service capacity is expected to continue during the coming year as more new sites are currently in the development stage. The number of uninsured primary care visits to FQHCs during fiscal 2007 is expected to surpass 322,000.

Recognizing the fiscal constraints faced by the State, the Fiscal 2008 Budget eliminates or reduces funding for one time costs or legislative increases in the amount of \$137 million.

### Senior Services

The Fiscal 2008 Budget continues funding for the Department's major programs. Funding is provided to continue the Pharmaceutical Assistance to the Aged and Disabled (PAAD) program, which provides needed pharmaceutical services to seniors and disabled clients with incomes below \$22,572 if single and \$27,676 if married. The current \$5 co-payment for each prescription has not been increased. The Budget also includes funding for the Senior Gold Program that provides pharmaceutical services to aged and disabled clients with incomes below \$32,572 if single and \$37,676 if married. Senior Gold clients pay a \$15 co-payment and 50% of the remaining cost of the drug, which is the same as the current policy.

Under the federal government's recently enacted Medicare Modernization Act of 2003, the PAAD program will continue to provide a seamless transition for current recipients who will be enrolling into Medicare so that no one will experience a loss of benefits. Approximately 177,000 PAAD and Senior Gold beneficiaries are enrolled into a Medicare Part D plan that best met their needs based on their prescription drug utilization. While enrollment in Medicare Part D is not mandatory for Senior Gold, more than 60% of beneficiaries in this program have voluntarily enrolled. This enrollment effort has resulted in savings for the State beyond those originally anticipated. Accordingly, the PAAD and Senior Gold budgets will be reduced by approximately \$73 million in fiscal 2008. The State will continue to cover drugs not covered by Medicare Part D.

To ensure that senior citizens are given the discretion to decide which long-term care setting is best for them, the Independence, Dignity, and Choice in Long-Term Care Act was passed in June 2006. This law continues to redirect long-term care away from an over-reliance on institutional care toward more home and community-based options. In fiscal 2008, the Global Budget recommendation continues at \$15 million to carry out this initiative. Currently, there is a pilot program in two counties. Assuming the pilot program proves to be successful, beginning on March 1, 2008, global budgeting will be carried out statewide within the existing level of funding.

The Fiscal 2008 Budget includes changes in Medicaid nursing home reimbursement as well as nursing home alternatives. To offset the growth in Nursing Homes and Medical Day Care, it is recommended that the annual inflation adjustment provided to Nursing Homes and Medical Day Care providers be reduced by 50%, which will result in a State savings of \$13 million. Moreover, since the occupancy rate in nursing homes is declining, reimbursement for bedhold while a patient is hospitalized is no longer necessary. Because there are vacant beds at most nursing homes, holding a bed without reimbursement while a patient is hospitalized should not impose a

financial burden. This will save the State \$10 million in fiscal 2008. Finally, the implementation of a \$3 co-payment in Medical Day Care will offset costs by \$5 million. All of these initiatives help offset fiscal 2008 entitlement growth in nursing homes and alternative programs.

### **Health Planning and Evaluation**

The Fiscal 2008 Budget continues funding for Charity Care payments to hospitals through the Health Care Subsidy Fund. Total recommended fiscal 2008 Charity Care funding will remain at the fiscal 2007 level of \$583.4 million.

The majority of Charity Care will be funded from a diversion from Cigarette Tax revenues. The remaining amount of Charity Care will be funded from the HMO Annual Assessment, federal matching funds, the Ambulatory Facility Assessment, the Cosmetic Surgery Assessment, and a diversion from the Medical Malpractice Liability Insurance Premium Assistance Fund.

The \$92.5 million General Fund appropriation into the Health Care Subsidy Fund will be used to fund Hospital Relief Subsidy Fund payments and the Department of Health and Senior Services' State share of the FamilyCare health insurance program.

Recognizing the fiscal constraints faced by the State, the Fiscal 2008 Budget eliminates the appropriation for Hospital Assistance Grants.

### **Department Accomplishments**

#### *Patient Safety*

The Patient Safety Act emphasizes the importance of making changes in the underlying systems for delivering safer health care. It is designed to create an atmosphere that promotes a culture of safety and self-disclosure rather than a culture of blame. The Department has been working actively with hospitals to report preventable adverse events over the past year and to perform an analysis of what is wrong with the system. In September 2006, the department released to the public the first annual report on New Jersey patient safety data and the regulations were published in January 2007 in the New Jersey Register. The Department continues to promote a culture focused on enhancing safety to ensure quality health care in hospitals and health care facilities.

#### *Reforming Long-Term Care for Older Adults and Persons with Disabilities*

New Jersey's efforts to reform its long-term care system were advanced when Governor Corzine signed the Independence, Dignity and Choice in Long-Term Care Act into law, giving older adults and persons with disabilities more control over their care and the ability to receive more support for community living. The Act redirects public funding to be moved from the budget for nursing homes to home and community-based services in order to provide more options for older adults. New Jersey's current efforts to reform its long-term care system have been recognized nationally by the federal government: New Jersey was the only state to receive three federal grants effective October 1, 2006 to support its long-term care transformation.

#### *Pharmaceutical Assistance to the Aged and Disabled & Medicare Part D*

Effective January 1, 2006, the federal government began offering prescription coverage through the Medicare Part D plan. The PAAD program helped beneficiaries choose a Medicare Part D plan that would best fit their prescription needs, and then facilitated their enrollment into the plan. As a result of a seamless transition, all PAAD beneficiaries with Medicare coverage in the PAAD program have been enrolled in a Medicare Part D plan or have retiree employer-sponsored prescription coverage. PAAD beneficiaries now use both their Medicare Part D coverage and their PAAD coverage and continue to pay no more than \$5 per prescription.

#### *Health Command Center*

The Department of Health and Senior Services has completed construction of its Health Command Center (HCC). Located in the Health and Agriculture Building, the HCC will support the State's emergency management system as the focus for public health and health care response to emergencies regardless of the cause.

#### *Office of Minority and Multicultural Health*

As part of its core mission to address health disparities, the Department has made progress in establishing a health disparities initiative which focuses on several health indicators and establishes goals for reducing and ultimately eliminating health disparities in New Jersey. The Department soon will release the health disparities plan which will guide the Department in strengthening and replicating best practices in addressing health disparities initiatives across the Department. The Health Disparities Work Group under the leadership of the Office of Minority and Multicultural Health serves as the steering committee for the development and implementation of the New Jersey Department of Health and Senior Services Plan to Eliminate Health Disparities. The intent of the Plan is to improve measurable outcomes in minority communities in various medical areas including: hospitalization for asthma attacks; decreased incidence of infant mortality/SIDS through awareness and education; increased numbers of minorities getting screened for various cancers; increased awareness of diabetes and identification of diabetics in minority communities; as well as several other goals to improve the health of minorities in specific medical areas. The Plan strengthens the Department's infrastructure to address health disparities including increasing access to language services.

#### *Maintaining Standards and Access to Quality Care*

In order to ensure that New Jersey residents have access to high quality care, the Department's Division of Health Facilities and Evaluation conducted 150 acute care and primary care facility inspections and over 370 nursing home inspections. In addition, over 1,000 specific complaints were investigated at both acute and long-term care facilities.

#### *Pandemic Influenza Preparedness Plan*

The original Department of Health & Senior Services Influenza Pandemic Plan was released in September 2002, following an extensive collaborative process. Version 4 is currently underway, incorporating components of the US Department of Health & Human Services (HHS) 2004 "State and Local Health Departments Guidance," as well as relevant aspects of the New Jersey Emergency Health Powers Act, which became law in September 2005 (P.L. 2005, c.222). The goal is to align the Plan with the most current HHS "Public Health Guidance for State and Local Partners" and to produce a realistic, operational plan for the Department. To accomplish this, a large Pandemic Influenza Work Group has been convened which consists of over 100 individuals. Less than one-third are DHSS employees. The vast majority represent approximately 50 primarily private sector professional organizations and associations. In addition, DHSS is leading the effort to create a Statewide Influenza Pandemic Plan with the Office of Homeland Security and Preparedness. Due to the dynamic nature of development and implementation of this plan, as well as technological advances in many aspects of public health surveillance and health care service delivery, the Plan remains in draft form, and should be considered an ongoing program.

#### *Expansion of Centers for Primary Health Care (CPHCs)*

To address the health care needs of the over 1.3 million New Jerseyans without health insurance coverage, funding has been provided to expand the number of CPHCs, and to continue reimbursement to established CPHCs for delivery of uncompensated care (including medical and dental care) to uninsured and underinsured residents. The purpose of this expansion is to provide access to affordable, quality primary health care in community health

## HEALTH AND SENIOR SERVICES

settings, reducing the need for use of emergency departments as the safety net for primary care services. In 2006, \$5 million was provided to four CPHCs to increase access to primary health care services. These four agencies opened nine new access points in previously underserved areas of the state. Now there are over 75 CPHC sites serving 19 of the state's 21 counties. Efforts are continuing in 2007, with \$5 million being awarded to CPHCs to increase capacity to provide primary care medical or dental services. Funds are being used to add medical/dental providers, renovate facilities, purchase medical/dental equipment and improve patient management and flow through more extensive use of technology.

### *Expansion of the New Jersey Chronic Care Collaborative*

The New Jersey Asthma Collaborative was launched in September, 2005 and serves to address asthma disparities by effective prevention, identification, and management of the disease and to enable effective system change in health care delivery. This ongoing initiative is designed to: (1) generate and document improved health outcomes for underserved populations within the state; (2) transform clinical practice through the proven effective, evidence-based models of care; (3) develop infrastructure, expertise, and multi-disciplinary leadership within the state and within each organization to improve health status; and (4) build strategic partnerships nationally, throughout the state, and within the communities. Currently, sixteen Centers for Primary Health Care completed the learning phase and have moved into the sustain-and-spread improvement model of chronic care management to reduce the prevalence rates, to improve quality of life, and reduce hospitalization and mortality related to asthma. Based on the success of the New Jersey Asthma Collaborative, DHSS plans to implement the Diabetes Health Disparities Collaborative by the close of fiscal 2007. This collaborative will improve the delivery of health care services to persons living with diabetes by increasing access to primary and preventive health care. Training of health center personnel in the Diabetes Collaborative chronic care model will commence in the first quarter of 2007 and last approximately one

year. Implementation of the patient registry and chronic care model in health centers will be operational by January 2008.

### *Association of State and Territorial Health Offices Vision Award - Rapid HIV Testing*

This is a national award that recognizes innovative approaches to public health, and New Jersey was recognized as a model state for HIV testing. A major issue confronting publicly funded HIV counseling and testing in New Jersey is that 35% of persons tested using a traditional (non-rapid) test do not return to receive their results. In 2002, the year prior to rapid testing, those not receiving results include 381 of 1,327 (29%) of persons testing positive. These patients did not know that they were positive, were not referred for treatment, were not referred for prevention or social services, and posed a continuing risk for HIV transmission. Rapid HIV testing is one of four FDA-approved tests that are currently available in the United States. It is a major advancement in diagnostic technology for HIV disease, with the ability to provide negative (non-reactive) results and preliminary positive (reactive) results within 10 to 20 minutes, rather than days. Rapid HIV testing was implemented at publicly funded counseling and testing sites to improve the proportion of high-risk persons testing for HIV and receiving their test result. This testing is currently available at 164 publicly funded sites in New Jersey. As of November 2006, 21 emergency departments in 12 counties were funded and licensed by DHSS to offer and perform voluntary rapid HIV testing. More than 10,447 (98%) of the clients tested in the emergency departments received results. The percentage of clients tested in the emergency departments, both positive and overall, who get their results is substantially higher than the percentage of clients who get their results through conventional testing. In addition, the proportion of persons testing positive in emergency departments is higher than that for other rapid HIV counseling and testing sites. Thus, rapid testing in emergency departments furthers the Department's goals for increasing the percentage of persons tested for HIV at publicly funded sites who receive their test results.

## DEPARTMENT OF HEALTH AND SENIOR SERVICES

### SUMMARY OF APPROPRIATIONS BY FUND

(thousands of dollars)

Year Ending June 30, 2006					Year Ending June 30, 2008		
Orig. & (S)Supple- mental	Reapp. & (R)Recpts.	Transfers & (E)Emer- gencies	Total Available	Expended	2007 Adjusted Approp.	Requested	Recom- mended
<b>GENERAL FUND</b>							
62,805	13,938	19,691	96,434	94,324	75,716	72,245	72,245
1,261,776	16,333	-18,688	1,259,421	1,208,340	1,484,824	1,281,117	1,281,117
9,552	---	---	9,552	9,309	9,552	9,552	9,552
---	443	---	443	317	---	---	---
<b>1,334,133</b>	<b>30,714</b>	<b>1,003</b>	<b>1,365,850</b>	<b>1,312,290</b>	<b>1,570,092</b>	<b>1,362,914</b>	<b>1,362,914</b>
<b>CASINO REVENUE FUND</b>							
871	43	131	1,045	1,017	871	871	871
330,712	165,607	-131	496,188	488,506	307,852	299,928	299,928
<b>331,583</b>	<b>165,650</b>	<b>---</b>	<b>497,233</b>	<b>489,523</b>	<b>308,723</b>	<b>300,799</b>	<b>300,799</b>
<b>1,665,716</b>	<b>196,364</b>	<b>1,003</b>	<b>1,863,083</b>	<b>1,801,813</b>	<b>1,878,815</b>	<b>1,663,713</b>	<b>1,663,713</b>
<b>Total Appropriation, Department of Health and Senior Services</b>							

# HEALTH AND SENIOR SERVICES

## SUMMARY OF APPROPRIATIONS BY PROGRAM (thousands of dollars)

Year Ending June 30, 2006					Year Ending June 30, 2008			
Orig. & (S)Supple- mental	Reapp. & (R)Recpts.	Transfers & (E)Emer- gencies	Total Available	Expended		2007 Adjusted Approp.	Requested	Recom- mended
DIRECT STATE SERVICES - GENERAL FUND								
Health Services								
1,627	1,856	-878	2,605	2,594	Vital Statistics	1,678	1,678	1,678
2,079	---	2,404	4,483	4,423	Family Health Services	2,278	2,178	2,178
30,395	1,881	1,706	33,982	33,208	Public Health Protection Services	30,784	30,784	30,784
7,697	642	838	9,177	9,166	Laboratory Services	8,048	8,048	8,048
1,890	6	2,298	4,194	4,181	AIDS Services	1,991	1,991	1,991
43,688	4,385	6,368	54,441	53,572	Subtotal	44,779	44,679	44,679
Health Planning and Evaluation								
3,749	2,413	-547	5,615	4,812	Long Term Care Systems	4,854	5,762	5,762
1,125	5,939	-271	6,793	6,738	Health Care Systems Analysis	8,132	2,682	2,682
4,874	8,352	-818	12,408	11,550	Subtotal	12,986	8,444	8,444
Health Administration								
2,513	8	7,255	9,776	9,731	Administration and Support Services	3,498	3,498	3,498
2,513	8	7,255	9,776	9,731	Subtotal	3,498	3,498	3,498
Senior Services								
5,793	5	3,608	9,406	9,172	Medical Services for the Aged	6,192	5,097	5,097
4,699	1,188	3,082	8,969	8,873	Pharmaceutical Assistance to the Aged and Disabled	6,949	9,215	9,215
---	---	---	---	---	Lifeline	---	---	---
462	---	196	658	650	Programs for the Aged	462	462	462
---	---	---	---	---	Office of the Ombudsman	---	---	---
776	---	---	776	776	Office of the Public Guardian	850	850	850
11,730	1,193	6,886	19,809	19,471	Subtotal	14,453	15,624	15,624
62,805	13,938	19,691	96,434	94,324	Total Direct State Services - General Fund	75,716	72,245	72,245
DIRECT STATE SERVICES - CASINO REVENUE FUND								
Senior Services								
871	43	131	1,045	1,017	Programs for the Aged	871	871	871
871	43	131	1,045	1,017	Subtotal	871	871	871
871	43	131	1,045	1,017	Total Direct State Services - Casino Revenue Fund	871	871	871
63,676	13,981	19,822	97,479	95,341	TOTAL DIRECT STATE SERVICES	76,587	73,116	73,116
GRANTS-IN-AID - GENERAL FUND								
Health Services								
121,464	3,622	209	125,295	114,549	Family Health Services	130,340	136,447	136,447
67,926	1,321	-218	69,029	68,912	Public Health Protection Services	128,094	56,856	56,856
33,894	---	-2,218	31,676	22,528	AIDS Services	31,898	29,971	29,971
223,284	4,943	-2,227	226,000	205,989	Subtotal	290,332	223,274	223,274

# HEALTH AND SENIOR SERVICES

Year Ending June 30, 2006						Year Ending June 30, 2008		
Orig. & (S)Supple- mental	Reapp. & (R)Recpts.	Transfers & (E)Emer- gencies	Total Available	Expended		2007 Adjusted Approp.	Requested	Recom- mended
					Health Planning and Evaluation			
110,425	---	4,000	114,425	114,425	Health Care Systems Analysis	159,612	92,462	92,462
110,425	---	4,000	114,425	114,425	Subtotal	159,612	92,462	92,462
					Senior Services			
789,168	5,286	13,985	808,439	806,408	Medical Services for the Aged	847,968	844,168	844,168
124,725	6,100	-34,250	96,575	67,540	Pharmaceutical Assistance to the Aged and Disabled	172,974	106,898	106,898
14,174	4	-196	13,982	13,978	Programs for the Aged	13,938	14,315	14,315
928,067	11,390	-20,461	918,996	887,926	Subtotal	1,034,880	965,381	965,381
1,261,776	16,333	-18,688	1,259,421	1,208,340	Total Grants-In-Aid - General Fund	1,484,824	1,281,117	1,281,117
					GRANTS-IN-AID - CASINO REVENUE FUND			
					Health Services			
529	---	---	529	529	Family Health Services	529	529	529
529	---	---	529	529	Subtotal	529	529	529
					Senior Services			
30,531	---	---	30,531	29,467	Medical Services for the Aged	30,629	29,129	29,129
284,768	165,607	---	450,375	443,757	Pharmaceutical Assistance to the Aged and Disabled	262,017	255,593	255,593
14,884	---	-131	14,753	14,753	Programs for the Aged	14,677	14,677	14,677
330,183	165,607	-131	495,659	487,977	Subtotal	307,323	299,399	299,399
330,712	165,607	-131	496,188	488,506	Total Grants-In-Aid - Casino Revenue Fund	307,852	299,928	299,928
1,592,488	181,940	-18,819	1,755,609	1,696,846	TOTAL GRANTS-IN-AID	1,792,676	1,581,045	1,581,045
					STATE AID - GENERAL FUND			
					Health Services			
2,400	---	---	2,400	2,158	Public Health Protection Services	2,400	2,400	2,400
2,400	---	---	2,400	2,158	Subtotal	2,400	2,400	2,400
					Senior Services			
7,152	---	---	7,152	7,151	Programs for the Aged	7,152	7,152	7,152
7,152	---	---	7,152	7,151	Subtotal	7,152	7,152	7,152
9,552	---	---	9,552	9,309	Total State Aid - General Fund	9,552	9,552	9,552
9,552	---	---	9,552	9,309	TOTAL STATE AID	9,552	9,552	9,552

# HEALTH AND SENIOR SERVICES

Year Ending June 30, 2006						Year Ending June 30, 2008		
Orig. & (S)Supple- mental	Reapp. & (R)Recpts.	Transfers & (E)Emer- gencies	Total Available	Expended		2007 Adjusted Approp.	Requested	Recom- mended
					CAPITAL CONSTRUCTION			
					Health Services			
---	443	---	443	317	Laboratory Services	---	---	---
---	443	---	443	317	Subtotal	---	---	---
---	443	---	443	317	TOTAL CAPITAL CONSTRUCTION	---	---	---
1,665,716	196,364	1,003	1,863,083	1,801,813	Total Appropriation, Department of Health and Senior Services	1,878,815	1,663,713	1,663,713

## 20. PHYSICAL AND MENTAL HEALTH

### 21. HEALTH SERVICES

#### OBJECTIVES

1. To provide a system for the registration of births, deaths, marriages, and other vital statistics and to furnish certified copies as requested.
2. To reduce infant mortality and improve the health of mothers and children; to provide medical and dental services to special high risk populations; to provide access to quality medical and developmental intervention services for handicapped children; to provide and promote family planning services; and to identify, treat and minimize the exposure of children at high risk of lead poisoning.
3. To promote and improve local health department practice and performance through regulation, licensing, technical assistance, education, and health service grants.
4. To promote and improve local health delivery services, particularly for low-income and minority families, and assist local health agencies in meeting recognized minimum standards of performance.
5. To assure the wholesomeness and safety of foods and cosmetics; to prevent food-related illnesses and the misbranding, adulteration and illicit tampering of foods and cosmetics; to prevent the spread of animal diseases to man, especially rabies; to enhance the Department's capabilities to protect the citizenry from environmental hazards; to assure the health and safety of youth attending camps and the safety of those persons swimming in recreational waters; to assure a high level of sanitation in health care facilities and various State operated institutions; and to administer animal population control programs.
6. To detect, prevent, control, and treat chronic diseases with emphasis on assistance for persons with low or limited socioeconomic status.
7. To reduce the incidence and spread of tuberculosis.
8. To detect, prevent and control occupationally-related diseases, fatal injuries and hazards in high-risk public and private workplaces.
9. To reduce abuse of and dependence on tobacco.
10. To provide a comprehensive range of timely and accurate public health, environmental and chemical laboratory analytical and diagnostic services to State and federal agencies, physicians, clinics, hospitals, local health departments, and other health care interests in the identification and

control of disease and environmental threats and biological and biochemical terrorism preparedness.

11. To improve the quality of performance in New Jersey's clinical laboratories in the specialties of microbiology, blood banking, chemistry, hematology, serology, and immunohe-matology and to serve as a reference resource for all laboratories, clinical and analytical, in New Jersey.
12. To reduce the spread of AIDS and HIV infection by providing an integrated continuum of AIDS health and social support services to promote cost-effective treatment, and to expand prevention and education efforts.
13. To reduce death and disability by improving response to medical emergencies, by assuring the availability of trained personnel for emergency medical services.
14. To ensure the timely identification and treatment of infants with biochemical or metabolic disorders, hearing impairments and/or birth defects.

#### PROGRAM CLASSIFICATIONS

01. **Vital Statistics.** Collects and records data such as births, deaths and marriages from the 566 local registrars; approves appointment of, instructs and supervises local registrars of vital statistics; receives and processes vital records, searches and makes certified copies of these records (R.S. 26:8-23 et seq.); and processes legal changes of name, adoptions and corrections to vital records.
02. **Family Health Services.** Provides funding of specialized medical and rehabilitative services for handicapped children (R.S. 9:13-1 et seq.); provides and promotes family planning and genetic services (R.S. 26:5B), maternal and child health care (C.26:1A-37E) including supplemental nutrition services, prenatal care, child health supervision, and screening of newborns for metabolic causes of mental retardation and deafness; administers poison control activities, e.g., childhood lead poisoning (C.24:14A-1 et seq.); provides prenatal services for children; coordinates programs on fetal alcohol syndrome and child abuse; provides financial assistance to persons with hemophilia (C.26:2-87 et seq.); provides financial assistance to persons with chronic renal disease (C.26:2-87 et seq.) and general assistance to persons with other chronic diseases (C.26:1A-92 et seq.); provides assistance to local health departments for the provision of primary and preventive health services; and develops community based chronic disease detection programs and supports the special health needs of the geriatric population.



## HEALTH AND SENIOR SERVICES

03. **Public Health Protection Services.** Initiates programs to reduce incidence of sexually transmitted diseases (R.S. 26:4-27 et seq.); controls tuberculosis (R.S. 26:4-1 et seq.); monitors and initiates programs to reduce the incidence of other communicable diseases such as hepatitis, measles, polio, pertussis, and diphtheria; and maintains a cancer registry which provides epidemiologic intelligence regarding cancer associated risk factors for control and prevention activities. Assists in training of emergency medical personnel and coordinating emergency medical services, including aeromedical response. Assures quality of food and milk, drugs, and general sanitation (C.26:1A-7); distributes vaccine for the prevention of rabies; and assures the appropriate utilization of funds from dog license fees (\$1.00 per dog) to support activities. Performs health investigations in private and public workplaces to evaluate occupational exposures; conducts medical screenings for individuals exposed to chemicals; implements the worker provisions of the Worker and Community Right to Know Act and the health provisions of the Public Employees Occupational Safety and Health Act; collects occupational illness and exposure data; conducts environmental monitoring, health assessments, health screening and epidemiologic investigations of community exposure to toxic substances, and implements the State asbestos policy; and provides assistance to local health departments for the provision of primary and preventive health services. Directs the State's Comprehensive Tobacco Control Program to

provide client counseling and treatment services.

08. **Laboratory Services.** Performs comprehensive analytical and diagnostic laboratory services through five primary service categories on a 24 hour-7 day a week basis, which includes: Bacteriology (e.g., tuberculosis, dairy products, sexually transmitted diseases, gastrointestinal illnesses, drinking water, and ocean pollution); Virology (e.g., AIDS, influenza, Rubella, and rabies); Serology (e.g., Lyme, Legionella, and syphilis); Inborn Errors of Metabolism (e.g., sickle cell, hypothyroidism, PKU, and Galactosemia), and Environmental and Chemical (e.g., blood lead, asbestos, drugs, water, food, and other environmental and chemical contaminants). Clinical Laboratory Services performs tests and monitors the quality of laboratory testing performed in independent, hospital and public health laboratories in the state; inspects, proficiency tests and licenses all such laboratories (C.45:9-42.26 et seq.); improves techniques of laboratory personnel by conducting workshops and seminars as necessary; and certifies clinical laboratories for Medicare participation.

12. **AIDS Services.** Promotes the health of the people of New Jersey by reducing the spread of AIDS by establishing and maintaining a comprehensive system of HIV/AIDS-related prevention, surveillance, counseling and testing, and health and supportive services.

### EVALUATION DATA

	Actual FY 2005	Actual FY 2006	Revised FY 2007	Budget Estimate FY 2008
<b>PROGRAM DATA</b>				
<b>Vital Statistics</b>				
Searches .....	148,478	154,621	165,000	175,000
Certified copies issued .....	114,214	118,939	120,000	130,000
<b>Family Health Services</b>				
Agencies receiving health services grants .....	434	462	485	500
<b>Handicapped Children</b>				
Physically disabled children receiving services .....	42,000	42,500	43,000	43,000
Children newly registered with Special Child Health Services .....	7,756	8,423	8,700	8,700
<b>Maternal and Child Health</b>				
Infant mortality rate/1,000 live births .....	5.7	5.7	5.7	5.7
Infant born to mothers with no prenatal care/1,000 live births (a) .....	11.0	11.0	11.0	11.0
Newborns screened for metabolic and genetic disorders ...	110,473	110,851	118,000	118,000
Number of infants to be followed .....	5,945	6,400	7,200	7,200
Number of infants in early intervention .....	16,475	17,403	19,650	20,700
HealthStart (prenatal) .....	36,500	35,439	33,500	31,000
Women assessed for alcohol use/abuse during pregnancy .	34,000	28,546	32,000	35,000
Women, Infants and Children (WIC) receiving services ...	265,944	269,548	275,000	280,000
<b>Family Planning</b>				
Women in reproductive years applying for and receiving services .....	124,133	126,827	129,000	131,000
<b>Poison Control</b>				
Children screened for lead poisoning .....	200,000	222,000	240,000	240,000
Number of lead poisoned children identified .....	5,200	5,200	5,200	5,200
<b>Adult Health</b>				
Adults served with Cystic Fibrosis .....	100	99	105	105
<b>Health Promotion</b>				
Persons screened and educated for breast and cervical cancer .....	21,363	22,449	20,000	20,000
Number of renal patients served .....	1,276	1,371	1,350	1,350

# HEALTH AND SENIOR SERVICES

	Actual FY 2005	Actual FY 2006	Revised FY 2007	Budget Estimate FY 2008
<b>Public Health Protection Services</b>				
Cancer and Epidemiological Services				
Number of new cancer cases reported .....	125,033	118,228	125,000	125,000
Number of cumulative cancer reports in master file .....	1,868,366	1,986,594	2,112,000	2,237,000
Tuberculosis Control				
TB cases on register as of June 30 .....	512	511	478	478
Visits to chest clinics .....	67,230	65,362	64,000	64,000
Percent of TB patients completing chemotherapy .....	88.1%	81.8%	87.0%	85.0%
Emergency Medical Services				
Mobile intensive care paramedics certified/recertified ....	790	790	884	900
Emergency Medical Technicians certified/recertified .....	8,000	8,000	7,700	7,800
Helicopter response missions .....	2,500	2,500	2,500	2,500
Mobile intensive care unit's patient charts audited .....	1,000	1,000	1,000	1,000
Ambulance/invalid services licensed .....	350	350	374	400
Ambulance/invalid vehicles licensed .....	2,500	2,500	2,884	3,000
EMT training agencies certified .....	64	64	67	70
Sexually Transmitted Diseases (STD)				
Percent of STD clinic patients receiving education about HIV infection .....	75%	75%	75%	75%
Reported cases of early syphilis .....	468	406	475	500
Syphilis cases (early and late) brought to treatment by Department of Health .....	780	741	800	825
Reported cases of gonorrhea .....	6,095	5,398	5,200	5,100
Gonorrhea cases brought to treatment by Department of Health .....	1,946	1,728	1,700	1,650
Visits to STD clinics .....	17,962	17,535	18,000	18,200
Patients receiving diagnostic services .....	10,326	10,093	10,500	10,700
Consumer Health				
Pet spay/neuter surgeries performed .....	5,346	5,300	6,000	6,000
Registration of dogs (rabies control) .....	466,941	486,706	465,000	465,000
Environmental and sanitary inspections and investigations conducted .....	6,500	6,500	6,000	6,000
Number of food, drug and cosmetic embargoes, destructions and recalls .....	25	35	40	40
Other Communicable Disease Control				
Number of disease cases reported .....	9,903	9,600	10,000	10,000
Number of investigations of outbreaks .....	110	150	150	150
Levels of protection for children entering school against:				
Rubella .....	98%	98%	99%	99%
Measles .....	98%	98%	99%	99%
Mumps .....	98%	98%	99%	99%
Polio .....	98%	98%	99%	99%
Diphtheria .....	98%	98%	99%	99%
Infectious disease consultations .....	27,600	30,000	33,000	33,000
Non-outbreak investigations .....	280	300	300	300
Lyme disease hotline calls .....	1,600	1,600	1,600	1,600
Public Employees Occupational Safety and Health				
Complaint inspections conducted .....	531	484	510	510
Telephone consultations .....	1,225	877	875	875
Educational seminars presented .....	193	144	145	145
Right to Know				
Fact sheets written or revised .....	144	85	120	200
Public and private workplaces inspected .....	1,144	423	400	400
Telephone consultations .....	3,540	3,500	3,500	3,500
Occupational Health Surveillance				
Exposure and illness reports received .....	20,000	20,000	20,000	20,000
Educational materials mailed to public .....	4,000	4,000	4,000	4,000
In-depth industrial hygiene evaluations .....	50	50	50	50
Follow-up industrial hygiene evaluations .....	5	5	5	5
Work-related chronic disease and epidemiology studies ..	5	5	5	5
Worker interviews and mailings .....	600	600	600	600

# HEALTH AND SENIOR SERVICES

	Actual FY 2005	Actual FY 2006	Revised FY 2007	Budget Estimate FY 2008
<b>Environmental Health Services</b>				
Certification of private training agencies .....	35	35	35	35
Audits of asbestos and lead training agencies .....	100	100	100	100
Quality assurance inspections in schools .....	125	125	125	125
Major community health field study ongoing .....	12	12	12	12
Telephone consultations .....	4,300	4,500	4,500	4,500
Responses to acute environmental emergencies .....	15	25	20	20
Consultations provided to other agencies and to the public	20	30	35	35
Local health consultations, evaluations, and				
training services .....	9,978	10,983	11,034	11,047
<b>Laboratory Services</b>				
<b>Bacteriology</b>				
Specimens analyzed .....	148,654	151,544	140,000	142,000
<b>Inborn Errors of Metabolism</b>				
Specimens performed .....	123,810	125,791	147,000	149,000
<b>Chemistry</b>				
Asbestos samples examined .....	38	---	---	---
Occupational health samples examined .....	---	5	5	5
Sewage, stream & trade waste samples examined .....	3,369	4,636	4,500	4,500
Narcotic samples examined .....	187,804	146,539	154,000	162,000
Potable water samples examined .....	2,607	3,559	3,000	3,000
Food and milk samples examined .....	5,982	6,064	6,070	6,100
Blood lead samples examined .....	7,091	6,394	6,500	6,500
<b>Clinical Laboratory Services</b>				
Clinical laboratories licensed .....	1,675	1,700	1,700	1,700
Proficiency test samples (percent acceptable) .....	95%	95%	95%	95%
Proficiency test samples reviewed .....	56,908	57,401	57,500	57,500
Blood banks inspected .....	58	75	90	93
Clinical laboratory inspections .....	389	400	440	440
Blood banks licensed .....	240	258	270	280
<b>Serology</b>				
Routine screen tests for syphilis .....	29,436	26,613	30,000	30,000
<b>Virology</b>				
Specimens analyzed .....	67,946	102,613	75,000	75,000
<b>AIDS Services</b>				
Number of clients tested and counseled .....	68,700	74,277	76,505	78,800
Contact tracing of individuals .....	400	329	400	400
Hotline network calls .....	11,909	10,109	6,000	6,000
Living AIDS clients .....	17,623	18,047	18,552	19,057
HIV positive clients .....	15,690	16,063	16,527	16,991
Clients receiving early intervention services .....	9,000	8,500	8,500	8,500
Individuals reached/HIV training .....	1,820	1,000	1,000	1,000
AIDS Drug Distribution Program clients served .....	6,899	6,872	7,113	7,361
<b>PERSONNEL DATA</b>				
<b>Position Data</b>				
<b>Filled Positions by Funding Source</b>				
State Supported .....	357	358	326	337
Federal .....	573	570	551	597
All Other .....	94	104	106	105
Total Positions .....	1,024	1,032	983	1,039
<b>Filled Positions by Program Class</b>				
Vital Statistics .....	56	58	53	57
Family Health Services .....	205	206	200	210
Public Health Protection Services .....	478	492	468	502
Laboratory Services .....	138	134	135	130
AIDS Services .....	147	142	127	140
Total Positions .....	1,024	1,032	983	1,039

## Notes:

Actual payroll counts are reported for fiscal years 2005 and 2006 as of December and revised fiscal year 2007 as of January. The Budget Estimate for fiscal year 2008 reflects the number of positions funded. All Other includes positions supported by fees or other dedicated resources previously reported as State Supported.

# HEALTH AND SENIOR SERVICES

(a) Rates for fiscal years 2005 and 2006 have been restated based on 1,000 live births to conform to fiscal year 2007 and 2008 presentation.

## APPROPRIATIONS DATA (thousands of dollars)

Year Ending June 30, 2006					Year Ending June 30, 2008			
Orig. & (S)Supple- mental	Reapp. & (R)Recpts.	Transfers & (E)Emer- gencies	Total Available	Expended	Prog. Class.	2007 Adjusted Approp.	Requested	Recom- mended
<b>DIRECT STATE SERVICES</b>								
<b>Distribution by Fund and Program</b>								
1,627	1,856	-878	2,605	2,594	Vital Statistics	01	1,678	1,678
2,079	---	2,404	4,483	4,423	Family Health Services	02	2,278	2,178
30,395	1,881	1,706	33,982	33,208	Public Health Protection Services	03	30,784	30,784
7,697	642	838	9,177	9,166	Laboratory Services	08	8,048	8,048
1,890	6	2,298	4,194	4,181	AIDS Services	12	1,991	1,991
<b>43,688</b>	<b>4,385</b>	<b>6,368</b>	<b>54,441</b>	<b>53,572</b>	<b>Total Direct State Services</b>		<b>44,779<sup>(a)</sup></b>	<b>44,679</b>
<b>Distribution by Fund and Object</b>								
<b>Personal Services:</b>								
15,172	3,456 <sup>R</sup>	475	19,103	19,093	Salaries and Wages		16,035	16,035
<b>15,172</b>	<b>3,456</b>	<b>475</b>	<b>19,103</b>	<b>19,093</b>	<b>Total Personal Services</b>		<b>16,035</b>	<b>16,035</b>
2,229	---	70	2,299	2,261	Materials and Supplies		2,229	2,229
964	6	4,972	5,942	5,923	Services Other Than Personal		937	937
153	---	1,100	1,253	1,253	Maintenance and Fixed Charges		153	153
<b>Special Purpose:</b>								
---	---	---	---	---	Family Health Services	02	100	---
87	---	---	87	81	WIC Farmers Market Program	02	87	87
90	---	---	90	70	Breast Cancer Public Awareness Campaign	02	90	90
300	---	---	300	300	Identification System for Children's Health and Disabilities	02	300	300
500	---	---	500	499	Public Awareness Campaign for Black Infant Mortality	02	500	500
---	---	175	175	163	Cancer Screening - Early Detection and Education Program	02	---	---
1,450	---	---	1,450	1,439	New Jersey Domestic Security Preparedness	03	1,450	1,450
4,000	---	---	4,000	3,973	Medical Emergency Disaster Preparedness for Bioterrorism	03	4,000	4,000
400	---	---	400	400	Cancer Registry	03	400	400
500	---	-15	485	482	Cancer Investigation and Education	03	500	500
---	---	218	218	218	Implementation of Comprehensive Cancer Control Program	03	---	---
50	---	---	50	50	Emergency Medical Services for Children	03	50	50
7,000	---	---	7,000	6,999	School Based Programs and Youth Anti-Smoking	03	7,000	7,000
4,000	---	---	4,000	3,999	Anti-Smoking Programs	03	4,000	4,000
1,000	156	15	1,171	710	New Jersey State Commission on Cancer Research	03	1,000	1,000
720	125	---	845	702	Medical Waste Management Program	03	720	720
300	---	---	300	300	Animal Welfare	03	300	300
2,133	---	---	2,133	2,017	Worker and Community Right to Know	03	2,288	2,288
200	---	---	200	200	New Jersey Coalition to Promote Cancer Prevention, Early Detection & Treatment	03	200	200
---	642 <sup>R</sup>	-642	---	---	Laboratory Services	08	---	---

# HEALTH AND SENIOR SERVICES

Year Ending June 30, 2006					Year Ending June 30, 2008				
Orig. & (S)Supple- mental	Reapp. & (R)Recpts.	Transfers & (E)Emer- gencies	Total Available	Expended		2007 Adjusted Approp.	Requested	Recom- mended	
DIRECT STATE SERVICES									
1,800	---	---	1,800	1,800	New Jersey Domestic Security Preparedness	08	1,800	1,800	1,800
640	---	---	640	640	West Nile Virus - Laboratory	08	640	640	640
GRANTS-IN-AID									
Distribution by Fund and Program									
121,993	3,622	209	125,824	115,078	Family Health Services	02	130,869	136,976	136,976
121,464	3,622	209	125,295	114,549	(From General Fund)		130,340	136,447	136,447
529	---	---	529	529	(From Casino Revenue Fund)		529	529	529
67,926	1,321	-218	69,029	68,912	Public Health Protection Services	03	128,094	56,856	56,856
33,894	---	-2,218	31,676	22,528	AIDS Services	12	31,898	29,971	29,971
223,813	4,943	-2,227	226,529	206,518	Total Grants-in-Aid		290,861	223,803	223,803
223,284	4,943	-2,227	226,000	205,989	(From General Fund)		290,332	223,274	223,274
529	---	---	529	529	(From Casino Revenue Fund)		529	529	529
Distribution by Fund and Object									
Special Purpose:									
---	---	---	---	---	Tamiflu Prescription Medicine	03	12,000	12,000	12,000
4,767	---	---	4,767	4,753	Family Planning Services	02	7,009	7,509	7,509
1,305	---	---	1,305	1,305	Hemophilia Services	02	1,171	1,171	1,171
2,252	---	---	2,252	2,234	Special Health Services for Handicapped Children	02	2,366	2,366	2,366
459	---	---	459	459	Chronic Renal Disease Services	02	483	483	483
339	---	---	339	339	Pharmaceutical Services for Adults With Cystic Fibrosis	02	357	357	357
31	---	---	31	31	Birth Defects Registry	02	33	33	33
529	---	---	529	529	Statewide Birth Defects Registry (CRF)	02	529	529	529
2,095	---	-95	2,000	2,000	Community Provider Cost of Living Adjustment, Family Health Services	02	---(b)	2,617	2,617
5,448	---	-47	5,401	5,401	Maternal and Child Health Services	02	5,747	5,747	5,747
---	---	---	---	---	Area Health Education Centers	02	160	---	---
1,000	---	---	1,000	990	Lead Testing Kits for Expectant Mothers	02	---	---	---
883	---	---	883	875	Lead Poisoning Program	02	927	927	927
525	---	---	525	525	Poison Control Center	02	551	551	551
59,965	---	11,776	71,741	71,741	Early Childhood Intervention Program	02	80,009	97,009	97,009
651	---	---	651	651	Cleft Palate Programs	02	12,000 S	685	685
1,250	609	---	1,859	1,859	Tourette Syndrome Association of New Jersey	02	685	685	685
5,400	---	-175	5,225	5,215	Cancer Screening - Early Detection and Education Program	02	1,250	1,250	1,250
197	---	---	197	197	SIDS Assistance Act	02	5,672	5,672	5,672
297	---	---	297	297	Services to Victims of Huntington's Disease	02	207	207	207
250	---	---	250	250	St. Barnabas Medical Center	02	313	313	313
---	---	---	---	---	Osborn Family Health Center - Our Lady of Lourdes Medical Center	02	---	---	---
3,000	3,000	---	6,000	5,811	Stroke Centers	02	1,500	---	---
2,500	---	-2,500	---	---	Postpartum Education Campaign	02	---	---	---
2,000	---	---	2,000	1,334	Postpartum Screening	02	2,500	2,500	2,500
300	---	---	300	300	Camden Optometric Eye Center	02	2,000	2,000	2,000
						02	350	---	---

# HEALTH AND SENIOR SERVICES

Year Ending June 30, 2006					Year Ending June 30, 2008				
Orig. & (S)Supple- mental	Reapp. & (R)Recpts.	Transfers & (E)Emer- gencies	Total Available	Expended		2007 Adjusted Approp.	Requested	Recom- mended	
GRANTS-IN-AID									
50	---	---	50	50	New Jersey Council on Physical Fitness and Sports	02	50	50	50
26,000	---	-8,750	17,250	7,932	Federally Qualified Health Centers - Services to Family Care Clients (c)	02	5,000	5,000	5,000
500	---	---	500	---	Early Intervention for Infants and Toddlers with Disabilities (Part H)	02	---	---	---
---	13	---	13	---	Pediatric Asthma Reduction Effort (PARE), Passaic	02	---	---	---
1,536	---	---	1,536	1,536	Tuberculosis Services	03	1,630	1,630	1,630
1,500	---	-218	1,282	1,282	Implementation of Comprehen- sive Cancer Control Program	03	1,500	1,500	1,500
4,000	---	---	4,000	4,000	Trinitas Hospital	03	4,700	---	---
85	---	---	85	---	Community Provider Cost of Living Adjustment, Public Health Protection	03	---(d)	94	94
---	---	---	---	---	Jersey City Medical Center	03	25,700 12,400 S	---	---
---	---	---	---	---	St. Mary Hospital, Hoboken	03	4,000	---	---
---	---	---	---	---	Solaris Health System	03	1,800	---	---
830	---	---	830	830	Immunization Services	03	880	880	880
---	---	---	---	---	Hemophilia Association of New Jersey	03	200	---	---
---	---	---	---	---	St. Barnabas Neurological Center	03	350	---	---
---	---	---	---	---	Voices for Patient Protection	03	32	---	---
444	---	---	444	444	AIDS Communicable Disease Control	03	471	471	471
---	1,321	---	1,321	1,289	Coriell Institute for Medical Research-NJ Cord Blood Resource Center	03	---	---	---
---	---	---	---	---	Palisades Medical Center	03	1,000	---	---
22,250	---	---	22,250	22,250	Cancer Institute of New Jersey	03	22,250	25,250	25,250
---	---	---	---	---	Cancer Institute of New Jersey, South Jersey Program - Debt Service	03	6,900	---	---
37,000	---	---	37,000	37,000	Cancer Research	03	32,000	14,750	14,750
281	---	---	281	281	Worker and Community Right to Know	03	281	281	281
498	---	---	498	400	Community Provider Cost of Living Adjustment, AIDS Services	12	---(e)	1,073	1,073
18,696	---	-2,197	16,499	16,449	AIDS Grants	12	18,698	18,698	18,698
5,700	---	-21	5,679	5,679	Rapid AIDS Testing	12	4,200	4,200	4,200
9,000	---	---	9,000	---	AIDS Drug Distribution Program	12	9,000	6,000	6,000
STATE AID									
Distribution by Fund and Program									
2,400	---	---	2,400	2,158	Public Health Protection Services	03	2,400	2,400	2,400
2,400	---	---	2,400	2,158	Total State Aid		2,400	2,400	2,400
Distribution by Fund and Object									
State Aid:									
2,400	---	---	2,400	2,158	Public Health Priority Funding	03	2,400	2,400	2,400

# HEALTH AND SENIOR SERVICES

Year Ending June 30, 2006					Year Ending June 30, 2008			
Orig. & (S)Supple- mental	Reapp. & (R)Recpts.	Transfers & (E)Emer- gencies	Total Available	Expended	Prog. Class.	2007 Adjusted Approp.	Requested	Recom- mended
<b>CAPITAL CONSTRUCTION</b>								
<b>Distribution by Fund and Program</b>								
---	443	---	443	317	Laboratory Services	08	---	---
---	<b>443</b>	---	<b>443</b>	<b>317</b>	<b>Total Capital Construction</b>		---	---
<b>Distribution by Fund and Object</b>								
<b>Division of Public Health and Environmental Laboratories</b>								
---	165	---	165	138	Improvements to Laboratories and Installed Equipment	08	---	---
---	266	---	266	179	Laboratory Equipment	08	---	---
---	2	---	2	---	Warehouse Equipment	08	---	---
---	10	---	10	---	Clinical Laboratory Services - Automation	08	---	---
<b>269,901</b>	<b>9,771</b>	<b>4,141</b>	<b>283,813</b>	<b>262,565</b>	<b>Grand Total State Appropriation</b>		<b>338,040</b>	<b>270,882</b>
<b>OTHER RELATED APPROPRIATIONS</b>								
<b>Federal Funds</b>								
850	360	---	1,210	411	Vital Statistics	01	1,100	1,100
161,038								
6,590 S	22,732	9,409	199,769	146,962	Family Health Services	02	170,302	191,555
71,198								
302 S	10,346	1,669	83,515	58,121	Public Health Protection Services	03	68,472	69,757
4,773								
85 S	1,710	25	6,593	4,012	Laboratory Services	08	5,394	3,649
74,863								
423 S	7,421	---	82,707	63,802	AIDS Services	12	80,758	79,495
<b>320,122</b>	<b>42,569</b>	<b>11,103</b>	<b>373,794</b>	<b>273,308</b>	<b>Total Federal Funds</b>		<b>326,026</b>	<b>345,556</b>
<b>All Other Funds</b>								
---	111	---	730	215	Vital Statistics	01	600	600
---	619 R	---						
---	8,407							
---	71,488 R	2,042	81,937	71,029	Family Health Services	02	43,606	56,506
---	6,902							
---	3,886 R	8,858	19,646	10,869	Public Health Protection Services (f)	03	9,615	11,696
---	15							
---	313 R	---	328	86	Laboratory Services	08	350	350
---	2,619							
---	34,670 R	---	37,289	23,784	AIDS Services	12	26,506	25,000
<b>---</b>	<b>129,030</b>	<b>10,900</b>	<b>139,930</b>	<b>105,983</b>	<b>Total All Other Funds</b>		<b>80,677</b>	<b>94,152</b>
<b>590,023</b>	<b>181,370</b>	<b>26,144</b>	<b>797,537</b>	<b>641,856</b>	<b>GRAND TOTAL ALL FUNDS</b>		<b>744,743</b>	<b>710,590</b>

## Notes -- Direct State Services - General Fund

- (a) The fiscal year 2007 appropriation has been adjusted for the allocation of salary program, which includes \$102,000 in appropriated receipts, as well as the reallocation of State appropriations supporting information technology services to the Office of Information Technology within the Department of Treasury.

## Notes -- Grants-In-Aid - General Fund

- (b) Adjusted Appropriation for Community Provider of Cost of Living Adjustment, Family Health Services has been allocated to other accounts.
- (c) In addition to the amount recommended in fiscal year 2008, \$40 million is funded from the Health Care Subsidy Fund.
- (d) Adjusted Appropriation for Community Provider of Cost of Living Adjustment, Public Health Protection has been allocated to other accounts.
- (e) Adjusted Appropriation for Community Provider of Cost of Living Adjustment, AIDS Services has been allocated to other accounts.

## Notes -- All Other

- (f) In addition to the resources reflected in All Other Funds above, a total of \$4.722 million will be transferred from the Department of Treasury to support operations and services related to the Medical Emergency Disaster Preparedness for Bioterrorism program in fiscal 2008. The recent history of such receipts is reflected in the Department of Treasury's budget.

**Language Recommendations -- Direct State Services - General Fund**

- The unexpended balance at the end of the preceding fiscal year in the New Jersey Emergency Medical Service Helicopter Response Program account is appropriated.
- Notwithstanding the provisions of any law or regulation to the contrary, there is appropriated \$150,000 from the "Emergency Medical Technician Training Fund" to fund the Emergency Medical Services for Children Program.
- Notwithstanding the provisions of any law or regulation to the contrary, there is appropriated from the "Emergency Medical Technician Training Fund" \$79,000 for Emergency Medical Services and \$125,000 for the First Response EMT Cardiac Training Program.
- The amount hereinabove appropriated for the New Jersey State Commission on Cancer Research is charged to the Cancer Research Fund pursuant to section 5 of P.L.1982, c.40 (C.54:40A-37.1).
- The unexpended balance at the end of the preceding fiscal year in the New Jersey State Commission on Cancer Research account is appropriated.
- Amounts deposited in the "New Jersey Breast Cancer Research Fund" from the gross income tax check-offs pursuant to the provisions of P.L.1995, c.26 (C.54A:9-25.7 et al.) are appropriated to the New Jersey State Commission on Cancer Research for breast cancer research projects, subject to the approval of the Director of the Division of Budget and Accounting.
- The unexpended balance at the end of the preceding fiscal year in the Medical Waste Management Program account, together with any receipts received by the Department of Health and Senior Services pursuant to the provisions of the "Comprehensive Regulated Medical Waste Management Act," P.L.1989, c.34 (C.13:1E-48.1 et al.), is appropriated.
- Notwithstanding the provisions of the "Worker and Community Right to Know Act," P.L.1983, c.315 (C.34:5A-1 et seq.), the amount hereinabove appropriated for the Worker and Community Right to Know account is payable out of the "Worker and Community Right to Know Fund," and the receipts in excess of the amount anticipated, not to exceed \$764,000, are appropriated. If receipts to that fund are less than anticipated, the appropriation shall be reduced proportionately.
- Receipts derived from the agency surcharge on vehicle rentals pursuant to section 54 of P.L. 2002, c.34 (C.App.A:9-78), not to exceed \$4,722,000, are appropriated for the Medical Emergency Disaster Preparedness for Bioterrorism program and shall be deposited into a dedicated account, the expenditure of which shall be subject to the approval of the Director of the Division of Budget and Accounting.
- Notwithstanding the provisions of any law or regulation to the contrary, the amounts hereinabove appropriated for the two anti-smoking programs (School Based Programs and Youth Anti-Smoking, and Anti-Smoking Programs) shall be charged to the proceeds of the increase in the cigarette tax, established pursuant to P.L. 2002, c.33.
- Notwithstanding the provisions of section 4 of P.L. 1997, c.264 (C.26:2H-18.58g), \$11,000,000 is appropriated for anti-smoking programs (School Based Programs and Youth Anti-Smoking, and Anti-Smoking Programs).
- In order to permit flexibility in the handling of the various appropriations for anti-tobacco initiative accounts hereinabove, funds may be transferred to and from the following items of appropriations: School Based Programs and Youth Anti-Smoking, and Anti-Smoking Programs. Such transfers are subject to the approval of the Director of the Division of Budget and Accounting. Notice thereof shall be provided to the Legislative Budget and Finance Officer on the effective date of the approved transfer.
- The Director of the Division of Budget and Accounting is empowered to transfer or credit appropriations to the Department of Health and Senior Services for diagnostic laboratory services provided to any other agency or department; provided further, however, that funds have been appropriated or allocated to such agency or department for the purpose of purchasing these services.
- Receipts from fees established by the Commissioner of Health and Senior Services for licensing of clinical laboratories, pursuant to P.L.1975, c.166 (C.45:9-42.26 et seq.), and blood banks, pursuant to P.L.1963, c.33 (C.26:2A-2 et seq.), are appropriated.
- Receipts from licenses, permits, fines, penalties, and fees collected by the Department of Health and Senior Services in Health Services, in excess of those anticipated, are appropriated, subject to the approval of the Director of the Division of Budget and Accounting.

**Language Recommendations -- Grants-In-Aid - General Fund**

- Of the amounts hereinabove appropriated for Family Planning Services, \$2,500,000 shall be appropriated to the Office of Maternal and Child Health in the Department of Health and Senior Services for family planning.
- In addition to the amount hereinabove, receipts from the federal Medicaid (Title XIX) program for handicapped infants are appropriated, subject to the approval of the Director of the Division of Budget and Accounting.
- Of the amount hereinabove appropriated for Cancer Screening - Early Detection and Education Program, an amount may be transferred to Direct State Services in the Department of Health and Senior Services to cover administrative costs of the program, subject to the approval of the Director of the Division of Budget and Accounting.
- There is appropriated \$570,000 from the Alcohol Education, Rehabilitation and Enforcement Fund to fund the Fetal Alcohol Syndrome Program.
- Of the amount hereinabove appropriated for the Implementation of Comprehensive Cancer Control Program, an amount may be transferred to Direct State Services in the Department of Health and Senior Services to cover administrative costs of the program and to the corresponding program in Family Health Services in the Department of Health and Senior Services for the same purpose, subject to the approval of the Director of the Division of Budget and Accounting.
- From the amount hereinabove appropriated for the Cancer Institute of New Jersey, \$250,000 is appropriated to the Ovarian Cancer Research Fund.
- There are appropriated from the New Jersey Emergency Medical Service Helicopter Response Program Fund, established pursuant to section 2 of P.L.1992, c.87 (C.26:2K-36.1), such sums as are necessary to pay the reasonable and necessary expenses of the operation of the New Jersey Emergency Medical Service Helicopter Response Program, established pursuant to P.L.1986, c.106 (C.26:2K-35 et seq.), subject to the approval of the Director of the Division of Budget and Accounting.



## HEALTH AND SENIOR SERVICES

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Notwithstanding the provisions of any law or regulation to the contrary, in order to maximize prescription drug coverage under the Medicare Part D program established pursuant to the federal "Medicare Prescription Drug, Improvement, and Modernization Act of 2003," the AIDS Drug Distribution Program (ADDP) shall be designated the authorized representative for the purposes of coordinating benefits with the Medicare Part D program, including enrollment and appeals of coverage determinations. ADDP is authorized to represent program beneficiaries in the pursuit of such coverage. ADDP representation shall not result in any additional financial liability on behalf of such program beneficiaries and shall include, but need not be limited to, the following actions: application for the premium and cost-sharing subsidies on behalf of eligible program beneficiaries; pursuit of appeals, grievances, or coverage determinations; and facilitated enrollment in a prescription drug plan or MA-PD plan. If the beneficiary declines enrollment in any Medicare Part D plan, the beneficiary shall be barred from all benefits of the ADDP Program.

Notwithstanding the provisions of any law or regulation to the contrary, the appropriation hereinabove to the AIDS Drug Distribution Program (ADDP) is conditioned upon the Department of Health and Senior Services coordinating the benefits of ADDP with the prescription drug benefits of the Medicare Part D program established pursuant to the federal "Medicare Prescription Drug, Improvement, and Modernization Act of 2003" as the primary payer. The ADDP benefit and reimbursement shall only be available to cover the beneficiary cost share to in-network pharmacies and for deductible and coverage gap costs, as determined by the Commissioner of Health and Senior Services, associated with enrollment in Medicare Part D for ADDP beneficiaries, and for Medicare Part D premium costs for ADDP beneficiaries.

Notwithstanding the provisions of any law or regulation to the contrary, effective January 1, 2006, no funds appropriated in the AIDS Drug Distribution Program (ADDP) account, shall be available as payment as an ADDP benefit to any pharmacy that is not enrolled as a participating pharmacy in a pharmacy network under the Medicare Part D program established pursuant to the federal "Medicare Prescription Drug, Improvement, and Modernization Act of 2003."

Commencing with the start of the fiscal year, and consistent with the requirements of the federal "Medicare Prescription Drug, Improvement, and Modernization Act of 2003" (MMA), no funds hereinabove appropriated from the AIDS Drug Distribution Program (ADDP) account shall be expended for any individual enrolled in the ADDP program unless the individual provides all data that may be necessary to enroll the individual in the Medicare Part D program established pursuant to the MMA, including data required for the subsidy assistance, as outlined by the Centers for Medicare and Medicaid Services.

In order to permit flexibility in the handling of appropriations, amounts may be transferred to and from the various items of appropriation within the AIDS Services program classification in the Department of Health and Senior Services, subject to the approval of the Director of the Division of Budget and Accounting. Notice thereof shall be provided to the Legislative Budget and Finance Officer on the effective date of the approved transfer.

Notwithstanding the provisions of any law or regulation to the contrary, the amount hereinabove appropriated for the Early Childhood Intervention Program shall be used by the Department of Health and Senior Services to establish a progressive fee for each hour of direct services provided to the child and/or the child's family in accordance with the child's Individualized Family Service Plan, based upon household size and gross income as determined by the Early Childhood Intervention Program, as compared to the federal poverty guidelines. The family cost participation shall not be considered an administrative rule or rule within the meaning of the "Administrative Practice Act."

There are hereby appropriated such sums as are required to pay all amounts due from the State pursuant to any contract entered into between the State Treasurer and the New Jersey Health Care Facilities Financing Authority pursuant to N.J.S.A. 26:21-7.1 in connection with the hospital asset transformation program.

### Language Recommendations -- State Aid - General Fund

The capitation for Public Health Priority Funding is set not to exceed \$.40 for the fiscal year ending June 30, 2008 for the purposes prescribed in P.L.1966, c.36 (C.26:2F-1 et seq.).

Notwithstanding the provisions of any law or regulation to the contrary, the amount hereinabove appropriated for the Public Health Priority Funding shall not be allocated to county health departments.

## 20. PHYSICAL AND MENTAL HEALTH 22. HEALTH PLANNING AND EVALUATION

### OBJECTIVES

1. To ensure high quality health care accessible to all New Jerseyans, in a safe environment, utilizing the appropriate level of health care facilities, at reasonable costs; to enhance the Department's response to consumer complaints and to conduct on-site visits at all health care facilities against which a complaint has been filed; to ensure that all new applications for licensure are capable of providing high quality care to the ill, the aging, and the vulnerable elderly and young; to continue development and implementation of improved licensure regulations for health care delivery; to monitor the quality of health care personnel training programs and to ensure an adequate number of certified personnel capable of providing quality care; and to increase consumer and professional awareness of the quality of care at New Jersey's licensed health care facilities.
2. To coordinate the development of public health and regulatory databases and the publication of health services research.
3. To administer a Certificate of Need program for certain types of health care facilities/services in order to assure access to needed health care services that are of high quality, and to administer a comprehensive licensure and inspection program to assure quality of services in licensed health care facilities.
4. Allocate health care subsidy funds for hospitals and other health care initiatives; review and analyze issues related to health care financing.
5. To develop Medicaid reimbursement policies and procedures to refine the system in response to changes in the health care environment.
6. To develop analytical data on key hospital quality and outcome measures for dissemination to the public.

## PROGRAM CLASSIFICATIONS

**06. Long Term Care Systems.** Conducts on-site inspections and licenses nursing homes, residential health care facilities, assisted living residences, comprehensive personal care homes, alternate family care and medical day care; maintains a survey and certification program for nursing homes; investigates complaints received from consumers and other State and federal agencies; develops new and revises existing licensing standards; licenses nursing home administrators, certifies nurse aides in long term care facilities, including criminal background checks and training programs; and provides consumers and professionals with information. The mission is to ensure that New Jersey citizens receive quality health care at appropriate levels of care in the regulated

facilities under the Division's purview. Emphasis is placed on senior services. Contributes to the development of the State Health Plan; administers the Certificate of Need program; evaluates and controls capital expenditures for health facilities; establishes and maintains uniform health facility reporting systems; and establishes a subsidized health benefits program for workers and the temporarily unemployed.

**07. Health Care Systems Analysis.** Administers the allocation of health care subsidy funds for hospitals and other health care initiatives; reviews and analyzes other issues related to health care financing; relates to other agencies in the State and federal government that are affected by the planning and reimbursement system; and administers and develops analytical data, which includes data on all vital health events to determine the health status of New Jerseyans.

## EVALUATION DATA

	Actual FY 2005	Actual FY 2006	Revised FY 2007	Budget Estimate FY 2008
<b>PROGRAM DATA</b>				
<b>Long Term Care Systems</b>				
Licensed health care facilities .....	873	766	800	840
Licensed nursing home administrators .....	1,100	925	1,000	1,050
Total licenses issued .....	986	936	1,000	1,080
Number of beds licensed .....	84,819	82,186	84,000	86,000
Total inspections .....	3,800	3,000	3,400	3,400
Total federally certified licensed facilities .....	9	9	9	9
Total federally certified licensed beds .....	3,627	3,665	3,500	3,500
Administrative actions/penalties .....	105	125	130	135
Federal Enforcement Actions .....	1,500	1,500	1,250	1,500
Nurse Aide applications processed .....	22,800	23,200	24,000	24,500
Inspections of Acute Care facilities .....	728	576	576	576
Complaints investigations .....	1,028	2,087	1,180	1,180
Acute Health Care facilities licensed .....	1,000	1,000	1,060	1,060
Acute Health Care facilities license applications processed ..	1,350	1,400	1,300	1,300
Acute Health Care facilities enforcement actions/penalties ...	40	40	40	40
Certificate of Need applications processed .....	60	60	60	70
<b>Health Care Systems Analysis</b>				
Hospital charity care audits .....	328	328	324	324
Collection and analysis of hospital cost, financial, and utilization data				
By patient .....	4,100,000	4,100,000	4,200,000	4,200,000
By hospital .....	83	83	81	81
Hospital Performance Report - Distribution .....	24,000	20,000	15,000	15,000
Cardiac Surgery Report - Consumer .....	500	500	400	400
<b>PERSONNEL DATA</b>				
<b>Position Data</b>				
<b>Filled Positions by Funding Source</b>				
State Supported .....	82	87	125	131
Federal .....	97	100	99	100
All Other .....	120	101	45	47
Total Positions .....	299	288	269	278
<b>Filled Positions by Program Class (a)</b>				
Long Term Care Systems .....	143	148	209	211
Health Care Systems Analysis .....	156	140	60	67
Total Positions (b) .....	299	288	269	278

### Notes:

Actual payroll counts are reported for fiscal years 2005 and 2006 as of December and revised fiscal year 2007 as of January. The Budget Estimate for fiscal year 2008 reflects the number of positions funded.

(a) Fiscal years 2007 and 2008 reflect (1) a transfer of positions and funding sources per P.L. 2005, c. 237 and (2) a Department of Health and Senior Services reorganization between Long Term Care Systems (Program Class 06) and Health Care Systems Analysis (Program Class 07).

(b) Per Executive Reorganization Plan No. 005-2005, the total positions listed for fiscal year 2007 reflect the transfer of 21 Managed Care positions to the Department of Banking and Insurance.

# HEALTH AND SENIOR SERVICES

## APPROPRIATIONS DATA (thousands of dollars)

Year Ending June 30, 2006					Year Ending June 30, 2008				
Orig. & (S)Supple- mental	Reapp. & (R)Recpts.	Transfers & (E)Emer- gencies	Total Available	Expended	Prog. Class.	2007 Adjusted Approp.	Requested	Recom- mended	
DIRECT STATE SERVICES									
Distribution by Fund and Program									
3,749	2,413	-547	5,615	4,812	06	4,854	5,762	5,762	
1,125	5,939	-271	6,793	6,738	07	8,132	2,682	2,682	
4,874	8,352	-818	12,408	11,550	Total Direct State Services		12,986 (a)	8,444	
Distribution by Fund and Object									
Personal Services:									
2,787	5,939 R	1,595	10,321	10,265		5,118	6,026	6,026	
2,787	5,939	1,595	10,321	10,265	Total Personal Services		5,118	6,026	
60	---	---	60	15		96	96	96	
179	---	---	179	176		506	506	506	
69	---	---	69	69		200	200	200	
Special Purpose:									
---	2,413 R	-2,413	---	---	06	---	---	---	
1,179	---	---	1,179	1,025					
600	---	---	600	---	06	979	979	979	
---	---	---	---	---	06	600	600	600	
---	---	---	---	---					
---	---	---	---	---	07	5,450	---	---	
---	---	---	---	---					
						37	37	37	
GRANTS-IN-AID									
Distribution by Fund and Program									
110,425	---	4,000	114,425	114,425	07	159,612	92,462	92,462	
110,425	---	4,000	114,425	114,425	Total Grants-in-Aid		159,612	92,462	
Distribution by Fund and Object									
Grants:									
44,725	---	4,000	48,725	48,725					
65,200	---	---	65,200	65,200	07	115,962	92,462	92,462	
					07	35,200	---	---	
						8,450 S			
500	---	---	500	500					
115,299	8,352	3,182	126,833	125,975	07	---	---	---	
						172,598	100,906	100,906	
OTHER RELATED APPROPRIATIONS									
Federal Funds									
16,826	5,705	---	22,531	7,639	06	16,872	18,702	18,702	
70,577	1,398	3,173	75,148	72,759	07	122,712	69,250	69,250	
87,403	7,103	3,173	97,679	80,398	Total Federal Funds		139,584	87,952	
All Other Funds									
---	387	---	672	---	06	117	654	654	
	285 R								
	7,355								
---	12,186 R	-4,030	15,511	8,845	07	47,537	47,200	47,200	
---	20,213	-4,030	16,183	8,845	Total All Other Funds		47,654	47,854	
202,702	35,668	2,325	240,695	215,218	GRAND TOTAL ALL FUNDS		359,836	236,712	

### Notes -- Direct State Services - General Fund

(a) The fiscal year 2007 appropriation has been reduced to reflect the transfer of funds to the Interdepartmental Salary and Other Benefits Account.

## Language Recommendations -- Direct State Services - General Fund

Receipts from licenses, permits, fines, penalties and fees collected by the Department of Health and Senior Services in Health Planning and Evaluation, in excess of those anticipated, are appropriated subject to a plan approved by the Director of the Division of Budget and Accounting.

Available funds are appropriated to the "Health Care Facilities Improvement Fund" to provide available resources in an emergency situation at a health care facility, as defined by the Commissioner of Health and Senior Services, or for closure of a health care facility, subject to the approval of the Director of the Division of Budget and Accounting.

Receipts derived from fees charged for processing Certificate of Need applications and the unexpended balances at the end of the preceding fiscal year of such receipts are appropriated for the cost of this program, subject to the approval of the Director of the Division of Budget and Accounting.

The unexpended balance at the end of the preceding fiscal year in the Implement Patient Safety Act account is appropriated.

## Language Recommendations -- Grants-In-Aid - General Fund

There are appropriated such sums as are necessary to pay prior-year obligations of programs within the Health Care Subsidy Fund, subject to the approval of the Director of the Division of Budget and Accounting.

Notwithstanding the provisions of any law or regulation to the contrary, \$6,000,000 of the amount hereinabove for the Health Care Subsidy Fund Payments account is appropriated from the Admission Charge Hospital Assessment revenue item.

Notwithstanding the provisions of any law or regulation to the contrary, the amounts hereinabove appropriated for the Health Care Subsidy Fund Payments account shall be charged to the revenues derived from the \$0.35 increase in the cigarette tax rate imposed pursuant to P.L.2004, c.67.

In addition to the amounts hereinabove appropriated, \$1,000,000 is appropriated to the Health Care Subsidy Fund Payments account from the hospital and other health care initiatives account, established pursuant to section 12 of P.L.1992, c.160 (C.26:2H-18.62).

Of the amounts hereinabove appropriated for Health Care Subsidy Fund Payments, \$5,000,000 shall be appropriated to the NJ FamilyCare program in the Department of Human Services to provide health care for uninsured children.

Notwithstanding the provisions of any law or regulation to the contrary, Charity Care payments shall not exceed \$583,400,000.

Notwithstanding the provisions of any law or regulation to the contrary, all revenues collected from the tax on cosmetic medical procedures pursuant to P.L.2004, c.53 (C.54:32E-1) shall be deposited in the Health Care Subsidy Fund established pursuant to section 8 of P.L.1992, c.160 (C.26:2H-18.58).

An amount not to exceed \$2,000,000 is appropriated to the Department of Health and Senior Services from the Health Care Subsidy Fund Payments account to fund the Infant Mortality Reduction Program and an amount not to exceed \$2,000,000 is appropriated to the Department of Health and Senior Services from the Health Care Subsidy Fund Payments account to fund the Primary Care Physician and Dentist Loan Redemption Program.

## 20. PHYSICAL AND MENTAL HEALTH

### 25. HEALTH ADMINISTRATION

#### OBJECTIVES

1. To execute legislative mandates and to assure the health and well-being of the citizens in New Jersey through the development of responsive public health policy and the provision of appropriate public health programs.
2. To plan, develop, and maintain financial, human resource, information processing, and managerial support services which will ensure the delivery of effective and efficient public health programs.

#### PROGRAM CLASSIFICATIONS

99. **Administration and Support Services.** The Commissioner and staff (C.26:1A-13 et seq.) provide Department-wide support in policy and planning development, legal services, legislative services, public information, and program evaluation; the Office of Minority Health; and a full range of centralized support services to the operating divisions including:

Financial and General Services, which prepares Department budgets; ensures the meeting of financial requirements for all federal, State and private grants; maintains Department financial records in accordance with legal requirements and generally accepted accounting principles; supervises Department auditing, procurement and grant processes and provides technical financial guidance to the Department and its grantees. Warehousing, printing, facilities, and mail handling are also provided.

Management and Information Services, which develops and maintains electronic data processing services for the Department; ensures the collection, storage and retrieval of data in a uniform, centralized system; provides systems analysis, design and implementation.

Human Resource Services, which provides personnel management and development, labor relations and affirmative action services for the Department.

# HEALTH AND SENIOR SERVICES

## EVALUATION DATA

	Actual FY 2005	Actual FY 2006	Revised FY 2007	Budget Estimate FY 2008
<b>PERSONNEL DATA</b>				
Affirmative Action Data				
Male Minority .....	178	181	163	170
Male Minority % .....	8.1	8.1	7.8	7.9
Female Minority .....	597	608	571	595
Female Minority % .....	27.0	27.2	27.4	27.6
Total Minority .....	775	789	734	765
Total Minority % .....	35.1	35.2	35.2	35.4
<b>Position Data</b>				
Filled Positions by Funding Source				
State Supported .....	99	90	87	84
Federal .....	17	15	14	15
All Other .....	128	129	120	104
Total Positions .....	244	234	221	203
Filled Positions by Program Class				
Administration and Support Services .....	244	234	221	203
Total Positions .....	244	234	221	203

### Notes:

Actual payroll counts are reported for fiscal years 2005 and 2006 as of December and revised fiscal year 2007 as of January.  
The Budget Estimate for fiscal year 2008 reflects the number of positions funded.

## APPROPRIATIONS DATA (thousands of dollars)

Year Ending June 30, 2006					Year Ending June 30, 2008				
Orig. & (S)Supple- mental	Reapp. & (R)Recpts.	Transfers & (E)Emer- gencies	Total Available	Expended	Prog. Class.	2007 Adjusted Approp.	Requested	Recom- mended	
<b><u>DIRECT STATE SERVICES</u></b>									
<b>Distribution by Fund and Program</b>									
2,513	8	7,255	9,776	9,731	Administration and Support Services	99	3,498	3,498	3,498
<u>2,513</u>	<u>8</u>	<u>7,255</u>	<u>9,776</u>	<u>9,731</u>	<i>Total Direct State Services</i>		<u>3,498</u> (a)	<u>3,498</u>	<u>3,498</u>
<b>Distribution by Fund and Object</b>									
Personal Services:									
293	8 <sup>R</sup>	7,255	7,556	7,552	Salaries and Wages		1,377	1,377	1,377
<u>293</u>	<u>8</u>	<u>7,255</u>	<u>7,556</u>	<u>7,552</u>	<i>Total Personal Services</i>		<u>1,377</u>	<u>1,377</u>	<u>1,377</u>
49	---	---	49	48	Materials and Supplies		49	49	49
587	---	---	587	587	Services Other Than Personal		488	488	488
Special Purpose:									
1,500	---	---	1,500	1,460	Office of Minority and Multicultural Health	99	1,500	1,500	1,500
<u>84</u>	<u>---</u>	<u>---</u>	<u>84</u>	<u>84</u>	Affirmative Action and Equal Employment Opportunity	99	<u>84</u>	<u>84</u>	<u>84</u>
<u>2,513</u>	<u>8</u>	<u>7,255</u>	<u>9,776</u>	<u>9,731</u>	<i>Grand Total State Appropriation</i>		<u>3,498</u>	<u>3,498</u>	<u>3,498</u>
<b>OTHER RELATED APPROPRIATIONS</b>									
<b>Federal Funds</b>									
4,717					Administration and Support Services	99	4,208	3,186	3,186
<u>149</u> <sup>S</sup>	<u>1,073</u>	<u>-1,018</u>	<u>4,921</u>	<u>2,356</u>	<i>Total Federal Funds</i>		<u>4,208</u>	<u>3,186</u>	<u>3,186</u>
<u>4,866</u>	<u>1,073</u>	<u>-1,018</u>	<u>4,921</u>	<u>2,356</u>	<b>All Other Funds</b>				
Administration and Support Services									
---	4,352 1,235 <sup>R</sup>	5,132	10,719	7,078		99	1,300	1,400	1,400
<u>---</u>	<u>5,587</u>	<u>5,132</u>	<u>10,719</u>	<u>7,078</u>	<i>Total All Other Funds</i>		<u>1,300</u>	<u>1,400</u>	<u>1,400</u>
<u>7,379</u>	<u>6,668</u>	<u>11,369</u>	<u>25,416</u>	<u>19,165</u>	<i>GRAND TOTAL ALL FUNDS</i>		<u>9,006</u>	<u>8,084</u>	<u>8,084</u>

## Notes -- Direct State Services - General Fund

- (a) The fiscal year 2007 appropriation has been adjusted for the allocation of salary program as well as the reallocation of State appropriations supporting information technology services to the Office of Information Technology within the Department of Treasury.

## 20. PHYSICAL AND MENTAL HEALTH

### 26. SENIOR SERVICES

#### OBJECTIVES

1. To provide a variety of medical and health services to individuals in their own homes to avoid unnecessary institutional placement.
2. To provide prescription drugs, insulin, and insulin syringes for State residents qualifying for the Pharmaceutical Assistance to the Aged and Disabled (PAAD) and Senior Gold programs (C.30:4D-21 et seq.).
3. To promote and encourage advocacy for the aging population at the federal, State, county, and municipal levels in order to ensure that the elderly will not be deprived of their rights, privileges, entitlements, or benefits.
4. To promote, advocate, and insure, as a whole and in particular cases, the adequacy of the care received and the quality of life experienced by elderly patients, residents, and clients of institutional facilities within this State.
5. To assure through the County Offices on Aging that congregate and in-home nutrition services are provided on a daily basis to residents aged 60 years and older with emphasis on those in greatest need.
6. To continue to serve as an effective and visible advocate for the elderly through programs for the aging.
7. To provide assistance to elderly citizens who have been found by the court to need a guardian or conservator and to administer those services in order to provide a better quality of life for each individual represented.
8. To set nursing facility Medicaid reimbursement through the rate setting process.

#### PROGRAM CLASSIFICATIONS

22. **Medical Services for the Aged.** Supports medically related services to eligible elderly and disabled individuals including community-based services to clients who would normally be eligible for Medicaid coverage only in an institution. Rebates for hearing aids purchased are provided to persons eligible for

Pharmaceutical Assistance to the Aged and Disabled. Home care services are also provided to persons previously ineligible because of income limits.

24. **Pharmaceutical Assistance to the Aged and Disabled (PAAD).** The Pharmaceutical Assistance to the Aged (PAA) program provides prescription drug benefits to persons over 65 years of age with an income of up to \$9,000, if single, or \$12,000, if married. Eligible individuals above these income limits and the disabled are funded from the Casino Revenue Fund through the Pharmaceutical Assistance to the Aged and Disabled program, which provides prescription drug benefits to persons over 65 years of age, or disabled as defined by the Federal Social Security Act, with an income of up to \$22,572, if single, or \$27,676, if married. The Senior Gold program provides prescription drug benefits to everyone over 65 years of age or receiving Social Security Disability benefits, whose annual income is \$10,000 above the applicable PAAD income eligibility limits for single and married persons, which amount is to be determined on the same basis as income is determined for the purpose for eligibility for PAAD.

55. **Programs for the Aged.** The Division of Senior Affairs (C.52:27D-28.1) supports programs which improve the quality of life for New Jersey's older citizens through technical assistance and grants to local entities. Funded programs include congregate and home delivered meals, informational assistance, outreach, personal care, legal services, transportation, telephone reassurance, housekeeping and chore services, and case management. These programs are financed with both state and federal funds. The 21 County Offices on Aging are also supported with state aid.

57. **Office of the Public Guardian.** The Public Guardian (C.52:27G-20 et seq.) provides guardianship services for elderly adults who have been deemed by the courts to be in need of a guardian or conservator. Services include legal assistance, individualized social service plans, investigations into family/social history, and financial management, dependent on the client's personal needs.

#### EVALUATION DATA

	Actual FY 2005	Actual FY 2006	Revised FY 2007	Budget Estimate FY 2008
<b>PROGRAM DATA</b>				
<b>Medical Services for the Aged</b>				
Nursing Home Services:				
Per diem .....	\$155.06	\$161.25	\$163.97	\$161.58
Patient days .....	10,665,698	10,673,039	10,767,138	10,862,067
Gross annual cost (a) .....	\$1,653,825,228	\$1,721,070,613	\$1,765,469,202	\$1,755,100,000
Medical Day Care Services				
Per diem .....	\$78.60	\$83.43	\$83.26	\$85.62
Total days .....	1,681,341	1,959,578	2,040,504	2,122,124
Gross annual cost .....	\$132,146,633	\$163,496,809	\$169,900,000	\$181,702,000

# HEALTH AND SENIOR SERVICES

	Actual FY 2005	Actual FY 2006	Revised FY 2007	Budget Estimate FY 2008
Community Care Programs:				
Community Care Program for the Elderly and Disabled clients served .....	5,200	5,200	5,200	5,200
Community Care Program for the Elderly and Disabled amount expended <sup>(b)</sup> .....	\$ 57,780,159	\$ 58,505,986	\$ 57,666,434	\$ 57,716,000
Assisted Living/Alternative Family Care Clients served ..	3,200	3,575	3,575	3,975 <sup>(c)</sup>
<b>Pharmaceutical Assistance to the Aged and Disabled</b>				
Pharmaceutical Assistance to the Aged (PAA) Only:				
Average monthly eligibles .....	15,023	13,083	11,712	11,703
Average monthly prescriptions per eligible .....	2.60	2.48	2.35	2.36
Annual prescriptions .....	469,130	389,350	330,278	331,429
Cost per prescription (excludes co-payment) .....	\$48.18	\$60.50	\$90.33	\$90.02
Gross Cost PAA Program .....	\$22,604,189	\$23,556,032	\$29,835,000	\$29,835,000
Annual cost .....	\$22,604,189	\$23,556,032	\$29,835,000	\$29,835,000
Pharmaceutical Assistance to the Aged & Disabled (PAAD) Only:				
Aged				
Average monthly eligibles .....	148,280	146,142	134,259	134,272
Average monthly prescriptions per eligible .....	3.30	3.13	3.08	3.16
Annual prescriptions .....	5,838,243	5,489,094	4,962,213	5,091,594
Cost per prescription (excludes co-payment) .....	\$66.45	\$66.33	\$39.97	\$48.01
Gross cost PAAD program (Aged only) (d) .....	\$387,922,270	\$364,090,219	\$198,330,752	\$244,437,000
Recoveries (e) .....	(\$12,058,310)	(\$16,207,470)	(\$825,000)	(\$825,000)
PAAD manufacturers' rebates (e) .....	(\$107,673,783)	(\$124,167,787)	(\$11,175,000)	(\$11,175,000)
Net annual cost .....	\$268,190,176	\$223,714,962	\$186,330,752	\$232,437,000
Disabled				
Average monthly eligibles .....	28,274	29,492	29,332	29,458
Average monthly prescriptions per eligible .....	3.94	4.01	3.95	4.08
Annual prescriptions .....	1,396,133	1,419,155	1,390,337	1,442,264
Cost per prescription (excludes co-payment) .....	\$92.62	\$85.52	\$47.55	\$56.49
Gross cost PAAD program (Disabled only) (d) .....	\$129,307,423	\$121,363,406	\$66,110,251	\$81,479,000
Recoveries (e) .....	(\$4,019,437)	(\$5,402,490)	(\$275,000)	(\$275,000)
PAAD manufacturers' rebates (e) .....	(\$35,891,261)	(\$41,389,262)	(\$3,725,000)	(\$3,725,000)
Net annual cost .....	\$89,396,725	\$74,571,654	\$62,110,251	\$77,479,000
Total General Fund (f) .....	\$71,186,073	\$43,642,551	\$16,259,003	\$84,158,000
Total Casino Revenue Fund .....	\$309,005,018	\$278,200,097	\$262,017,000	\$255,593,000
Senior Gold Prescription Assistance Program				
Aged				
Average monthly eligibles .....	28,591	29,194	29,596	30,114
Average monthly prescriptions per eligible .....	2.09	2.14	2.01	2.06
Annual prescriptions .....	734,710	749,702	713,856	744,416
Cost per prescription (excludes cost sharing) .....	\$29.39	\$29.90	\$22.26	\$30.68
Gross cost Senior Gold program (Aged only) .....	\$21,596,430	\$22,416,404	\$15,887,938	\$22,838,600
Senior Gold manufacturers' rebates .....	(\$5,677,173)	(\$6,100,133)	(\$2,600,000)	(\$2,600,000)
Net annual cost .....	\$15,919,257	\$14,521,481	\$13,287,938	\$20,238,600
Disabled				
Average monthly eligibles .....	1,672	1,834	1,982	2,121
Average monthly prescriptions per eligible .....	2.30	2.31	2.12	2.17
Annual prescriptions .....	46,080	50,838	50,422	55,224
Cost per prescription (excludes cost sharing) .....	\$42.70	\$35.30	\$32.57	\$45.30
Gross cost Senior Gold program (Disabled only) .....	\$1,967,549	\$1,794,790	\$1,642,329	\$2,501,400
Net annual cost .....	\$1,967,549	\$1,794,790	\$1,642,329	\$2,501,400
Total General Fund (g) .....	\$17,886,805	\$16,316,270	\$14,930,267	\$22,740,000

# HEALTH AND SENIOR SERVICES

	Actual FY 2005	Actual FY 2006	Revised FY 2007	Budget Estimate FY 2008
<b>Programs for the Aged</b>				
Services and Service Units Provided:				
Congregate meals service .....	2,033,193	1,977,470	1,978,000	1,978,000
Home delivered meals service .....	3,721,850	3,922,393	2,923,000	2,923,000
Transportation service .....	890,825	937,695	938,000	938,000
Information and referral services .....	256,573	396,299	397,000	397,000
Telephone reassurance service .....	290,969	281,535	282,000	282,000
Outreach service .....	75,370	61,232	62,000	62,000
Personal care service .....	815,884	799,553	800,000	800,000
Legal service .....	23,114	26,852	27,000	27,000
Housekeeping and chore services .....	418,277	433,846	434,000	434,000
Education and training services .....	32,798	30,710	31,000	31,000
Case management service .....	192,030	224,654	225,000	225,000
Physical health services .....	89,103	73,572	74,000	74,000
Congregate Housing Services Program				
Persons served .....	2,747	2,793	3,200	3,400
Site locations .....	60	54	54	54
Adult Protective Services				
Persons served .....	4,787	4,770	4,800	4,800
Health Insurance Counseling				
Clients served .....	134,000	255,061	200,000	200,000
Security Housing and Transportation				
Clients served .....	6,527	6,817	6,600	6,900
Gerontology Services				
Geriatric patients served .....	3,514	3,465	3,500	3,500
Alzheimer's Day Care units provided .....	58,843	60,346	61,000	61,000
Persons trained in gerontology .....	4,803	4,171	4,800	4,800
Caregivers receiving Respite Care .....	2,500	2,400	2,300	2,300
<b>Office of the Public Guardian</b>				
Office of the Public Guardian				
Number of inquiries .....	609	625	625	650
Number of cases handled .....	2,022	2,273	2,533	2,813
Number of court-appointed cases .....	259	251	260	280
<b>PERSONNEL DATA</b>				
<b>Position Data</b>				
Filled Positions by Funding Source				
State Supported (h) .....	297	293	312	319
Federal (h) .....	121	166	116	126
All Other .....	28	29	26	27
Total Positions .....	446	488	454	472
Filled Positions by Program Class				
Medical Services for the Aged .....	194	200	182	193
Pharmaceutical Assistance to the Aged & Disabled .....	147	182	173	176
Lifeline .....	21	19	18	19
Programs for the Aged .....	49	49	46	49
Office of the Public Guardian .....	35	38	35	35
Total Positions .....	446	488	454	472

**Notes:**

Actual payroll counts are reported for fiscal years 2005 and 2006 as of December and revised fiscal year 2007 as of January. The Budget Estimate for fiscal year 2008 reflects the number of positions funded.

The appropriation and evaluation data for the Lifeline Credits and Tenants Assistance Rebates programs have been adjusted for all fiscal years to reflect the transfer of these programs to the Board of Public Utilities (BPU), in accordance with a memorandum.

- (a) Includes expenses for Medicaid High Occupancy, federal Peer Grouping, and SOBRA funded in the General Fund.
- (b) Includes resources from the Casino Revenue Fund, grants-in-aid, the Health Care Subsidy Fund, and matching federal funds.
- (c) The 400 additional slots in fiscal year 2008 will be paid out of the Global Budget Long-Term Care Initiative account.
- (d) Includes the premium costs for Medicare Part D.
- (e) Rebates and recoveries earned by all portions of the PAA/PAAD programs; rebates are applied to the PAAD program only.



# HEALTH AND SENIOR SERVICES

(f) The reduction in the PAAD budget reflects full implementation of Medicare Part D. Since Medicare Part D is the primary prescription drug coverage for PAAD beneficiaries, State expenditures have been substantially reduced without negatively impacting beneficiaries.

(g) Excludes \$3,850,000 appropriated for administration.

(h) Fiscal years 2007 and 2008 reflect an increase in State funded positions and a decrease in federally funded positions due, in part, to the loss of federal funding from the Medicare Transitional Grant.

## APPROPRIATIONS DATA (thousands of dollars)

Year Ending June 30, 2006					Year Ending June 30, 2008			
Orig. & (S)Supple- mental	Reapp. & (R)Recpts.	Transfers & (E)Emer- gencies	Total Available	Expended	Prog. Class.	2007 Adjusted Approp.	Requested	Recom- mended
<b>DIRECT STATE SERVICES</b>								
<b>Distribution by Fund and Program</b>								
5,793	5	3,608	9,406	9,172	22	6,192	5,097	5,097
4,699	1,188	3,082	8,969	8,873				
1,333	43	327	1,703	1,667	24	6,949	9,215	9,215
462	---	196	658	650	55	1,333	1,333	1,333
871	43	131	1,045	1,017		462	462	462
776	---	---	776	776		871	871	871
					57	850	850	850
<b>12,601</b>	<b>1,236</b>	<b>7,017</b>	<b>20,854</b>	<b>20,488</b>		<b>15,324</b>	<b>16,495</b>	<b>16,495</b>
11,730	1,193	6,886	19,809	19,471		14,453 <sup>(a)</sup>	15,624	15,624
871	43	131	1,045	1,017		871	871	871
<b>Distribution by Fund and Object</b>								
<b>Personal Services:</b>								
4,848								
95 <sup>S</sup>	---	36	4,979	4,970		8,082	9,676	9,676
796	---	---	796	796		658	658	658
---	---	---	---	---		138	138	138
<b>5,739</b>	<b>---</b>	<b>36</b>	<b>5,775</b>	<b>5,766</b>		<b>8,878</b>	<b>10,472</b>	<b>10,472</b>
4,943	---	36	4,979	4,970		8,082	9,676	9,676
796	---	---	796	796		796	796	796
163	---	-26	137	97		163	163	163
14	---	---	14	14		14	14	14
1,145	---	327	1,472	1,472		1,904	2,904	2,904
47	---	131	178	176				
437	---	-67	370	340		47	47	47
2	---	---	2	---		437	437	437
						2	2	2
<b>Special Purpose:</b>								
737	---	---	737	737				
---	---	50	50	41		737	550	550
---	---	3,700	3,700	3,498		---	---	---
4,134	1,188	-1,175	4,147	4,147		---	---	---
---	---	3,850	3,850	3,835		2,959	1,723	1,723
---	---	191	191	191		---	---	---
143	---	---	143	143		---	---	---
28	5	---	33	---		143	143	143
12	43	---	55	31		28	28	28
						12	12	12

# HEALTH AND SENIOR SERVICES

Year Ending June 30, 2006					Year Ending June 30, 2008				
Orig. & (S)Supple- mental	Reapp. & (R)Recpts.	Transfers & (E)Emer- gencies	Total Available	Expended		2007 Adjusted Approp.	Requested	Recom- mended	
GRANTS-IN-AID									
Distribution by Fund and Program									
819,699	5,286	13,985	838,970	835,875	Medical Services for the Aged	22	878,597	873,297	873,297
789,168	5,286	13,985	808,439	806,408	(From General Fund)		847,968	844,168	844,168
30,531	---	---	30,531	29,467	(From Casino Revenue Fund)		30,629	29,129	29,129
409,493	171,707	-34,250	546,950	511,297	Pharmaceutical Assistance to the				
					Aged and Disabled	24	434,991	362,491	362,491
124,725	6,100	-34,250	96,575	67,540	(From General Fund)		172,974	106,898	106,898
284,768	165,607	---	450,375	443,757	(From Casino Revenue Fund)		262,017	255,593	255,593
29,058	4	-327	28,735	28,731	Programs for the Aged	55	28,615	28,992	28,992
14,174	4	-196	13,982	13,978	(From General Fund)		13,938	14,315	14,315
14,884	---	-131	14,753	14,753	(From Casino Revenue Fund)		14,677	14,677	14,677
1,258,250	176,997	-20,592	1,414,655	1,375,903	Total Grants-in-Aid		1,342,203	1,264,780	1,264,780
928,067	11,390	-20,461	918,996	887,926	(From General Fund)		1,034,880	965,381	965,381
330,183	165,607	-131	495,659	487,977	(From Casino Revenue Fund)		307,323	299,399	299,399
Distribution by Fund and Object									
Grants:									
23,540	---	1,500	25,040	24,891	Assisted Living Program	22	23,540	27,540	27,540
30,141	---	---	30,141	29,253	Community Care				
					Alternatives (CRF)	22	30,358	28,858	28,858
15,000	---	-14,550	450	74	Global Budget Long Term Care				
					Initiative	22	15,000	15,000	15,000
648,000	5,286	22,735	676,021	675,556	Payments for Medical				
					Assistance Recipients -				
					Nursing Homes (b)	22	672,700		
							17,000 S	681,900	681,900
73,751	---	9,000	82,751	81,748	Medical Day Care Services	22	90,851	90,851	90,851
9,000	---	---	9,000	9,000	Medicaid High Occupancy -				
					Nursing Homes	22	9,000	9,000	9,000
19,877	---	-4,700	15,177	15,139	ElderCare Initiatives	22	19,877	19,877	19,877
190	---	---	190	102	Home Care Expansion (CRF)	22	71	71	71
200	---	---	200	112	Hearing Aid Assistance for the				
					Aged and Disabled (CRF)	22	200	200	200
29,835	---	---	29,835	23,556	Pharmaceutical Assistance to				
					the Aged - Claims	24	29,835	29,835	29,835
70,868	---	-27,400	43,468	21,568	Pharmaceutical Assistance to				
					the Aged and Disabled -				
					Claims (c)	24	117,899	54,323	54,323
284,768	165,607 R	---	450,375	443,757	Pharmaceutical Assistance to				
					the Aged and Disabled -				
					Claims (CRF)	24	262,017	255,593	255,593
24,022	6,100 R	-6,850	23,272	22,416	Senior Gold Prescription				
					Assistance Program	24	25,240	22,740	22,740
620	---	-5	615	615	Arthritis Quality of Life				
					Initiative Act	55	---	---	---
8,976	---	---	8,976	8,976	Purchase of Social Services	55	9,629	9,629	9,629
2,500	---	-191	2,309	2,309	ElderCare Advisory				
					Commission Initiatives	55	2,500	2,500	2,500
402	---	---	402	402	Community Provider Cost of				
					Living Adjustment	55	---	377	377
802	---	---	802	802	Alzheimer's Disease Program	55	867	867	867
2,724	---	-50	2,674	2,674	Demonstration Adult Day Care				
					Center Program-Alzheimer's				
					Disease (CRF)	55	2,724	2,724	2,724
874	---	---	874	874	Adult Protective Services	55	942	942	942
1,842	---	-81	1,761	1,761	Adult Protective				
					Services (CRF)	55	1,842	1,842	1,842
---	4	---	4	---	CONTACT Cape - Atlantic	55	---	---	---

# HEALTH AND SENIOR SERVICES

Year Ending June 30, 2006					Year Ending June 30, 2008			
Orig. & (S)Supple- mental	Reapp. & (R)Recpts.	Transfers & (E)Emer- gencies	Total Available	Expended	Prog. Class.	2007 Adjusted Approp.	Requested	Recom- mended
<b>GRANTS-IN-AID</b>								
1,726	---	---	1,726	1,726				
5,566	---	---	5,566	5,566	55	1,726	1,726	1,726
2,006	---	---	2,006	2,006	55	5,359	5,359	5,359
1,020	---	---	1,020	1,020	55	2,006	2,006	2,006
					55	1,020	1,020	1,020
<b>STATE AID</b>								
<b>Distribution by Fund and Program</b>								
7,152	---	---	7,152	7,151	55	7,152	7,152	7,152
<u>7,152</u>	<u>---</u>	<u>---</u>	<u>7,152</u>	<u>7,151</u>		<u>7,152</u>	<u>7,152</u>	<u>7,152</u>
<b>Distribution by Fund and Object</b>								
State Aid:								
2,498	---	---	2,498	2,498	55	2,498	2,498	2,498
<u>4,654</u>	<u>---</u>	<u>---</u>	<u>4,654</u>	<u>4,653</u>				
					55	<u>4,654</u>	<u>4,654</u>	<u>4,654</u>
<u>1,278,003</u>	<u>178,233</u>	<u>-13,575</u>	<u>1,442,661</u>	<u>1,403,542</u>		<u>1,364,679</u>	<u>1,288,427</u>	<u>1,288,427</u>
<b>OTHER RELATED APPROPRIATIONS</b>								
<b>Federal Funds</b>								
1,119,516	84	-12,725	1,106,875	1,050,356	22	1,147,803		
						17,000 <sup>S</sup>	1,167,639	1,167,639
102,360 <sup>S</sup>	3,706	---	106,067	12,207	24	3,747	---	---
45,432 <sup>S</sup>	2,919	458	48,989	41,789	55	47,001	47,069	47,069
180 <sup>S</sup>	-1	---	800	762	57	951	1,000	1,000
<u>801</u>	<u>-1</u>	<u>---</u>	<u>800</u>	<u>762</u>				
<u>1,268,290</u>	<u>6,708</u>	<u>-12,267</u>	<u>1,262,731</u>	<u>1,105,114</u>		<u>1,216,502</u>	<u>1,215,708</u>	<u>1,215,708</u>
<b>All Other Funds</b>								
---	135,203 <sup>R</sup>	---	135,711	135,711	22	135,374	136,000	136,000
---	179 <sup>R</sup>	---	233	142	55	224	150	150
---	2 <sup>R</sup>	---	823	823	57	800	825	825
<u>---</u>	<u>136,767</u>	<u>---</u>	<u>136,767</u>	<u>136,676</u>		<u>136,398</u>	<u>136,975</u>	<u>136,975</u>
<u>2,546,293</u>	<u>321,708</u>	<u>-25,842</u>	<u>2,842,159</u>	<u>2,645,332</u>		<u>2,717,579</u>	<u>2,641,110</u>	<u>2,641,110</u>

## Notes -- Direct State Services - General Fund

- (a) The fiscal year 2007 appropriation has been reduced to reflect the transfer of funds to the Interdepartmental Salary and Other Benefits Account as well as the reallocation of State appropriations supporting information technology services to the Office of Information Technology within the Department of Treasury.

## Notes -- Grants-In-Aid - General Fund

- (b) The fiscal year 2007 adjusted appropriation and the fiscal year 2008 recommended and requested amounts reflect a \$24,000,000 offset for the Enhanced Peer Grouping initiative.
- (c) Amounts represent partial costs of the Pharmaceutical Assistance to the Aged and Disabled program. The remainder is funded by the Casino Revenue Fund.

## Language Recommendations -- Direct State Services - General Fund

When any action by a county welfare agency, whether alone or in combination with the Division of Medical Assistance and Health Services in the Department of Human Services or the Department of Health and Senior Services, results in a recovery of improperly granted medical assistance, the Division of Medical Assistance and Health Services or the Department of Health and Senior Services may reimburse the county welfare agency in the amount of 25% of the gross recovery.

Notwithstanding the provisions of any law or regulation to the contrary, any third party, as defined in subsection m. of section 3 of P.L.1968, c.413 (C.30:4D-3), writing health, casualty, or malpractice insurance policies in the state or covering residents of this state, shall enter into an agreement with the Department of Health and Senior Services to permit and assist the matching of the Department of Health and Senior Services' program eligibility and/or adjudication claims files against that third party's eligibility and/or adjudicated claims files for the purpose of the coordination of benefits, utilizing, if necessary, social security numbers as common identifiers.

The unexpended balance at the end of the preceding fiscal year in the Payments to Fiscal Agent - PAA account are appropriated.

Such sums as may be necessary, not to exceed \$1,730,000, may be credited from the Energy Assistance program account in the Board of Public Utilities to the Lifeline program account and shall be applied in accordance with a Memorandum of Understanding between the President of the Board of Public Utilities and the Commissioner of Health and Senior Services, subject to the approval of the Director of the Division of Budget and Accounting.

Receipts from the Office of the Public Guardian for Elderly Adults are appropriated.

### **Language Recommendations -- Grants-In-Aid - General Fund**

The amounts hereinabove appropriated for Payments for Medical Assistance Recipients-Nursing Homes are available for the payment of obligations applicable to prior fiscal years.

In order to permit flexibility in the handling of appropriations and ensure the timely payment of claims to providers of medical services, amounts may be transferred to and from the various items of appropriation within the General Medical Services program classification in the Division of Medical Assistance and Health Services in the Department of Human Services and the Medical Services for the Aged program classification in the Department of Health and Senior Services, subject to the approval of the Director of the Division of Budget and Accounting. Notice thereof shall be provided to the Legislative Budget and Finance Officer on the effective date of the approved transfer.

All funds recovered pursuant to P.L.1968, c.413 (C.30:4D-1 et seq.) and P.L.1975, c.194 (C.30:4D-20 et seq.) during the fiscal year ending June 30, 2008 are appropriated for payments to providers in the same program class from which the recovery originated.

The Division of Medical Assistance and Health Services in the Department of Human Services and the Department of Health and Senior Services, subject to federal approval, shall implement policies that would limit the ability of persons who have the financial ability to provide for their own long-term care needs to manipulate current Medicaid rules to avoid payment for that care. The Division of Medical Assistance and Health Services and the Department of Health and Senior Services shall require, in the case of a married individual requiring long-term care services, that the portion of the couple's resources which are not protected for the needs of the community spouse be used solely for the purchase of long-term care services.

Notwithstanding the provisions of any law or regulation to the contrary, a sufficient portion of receipts generated or savings realized in the Medical Services for the Aged or Pharmaceutical Assistance to the Aged and Disabled grants-in-aid accounts from initiatives included in the current fiscal year appropriations act may be transferred to administration accounts to fund costs incurred in realizing these additional receipts or savings, subject to the approval of the Director of the Division of Budget and Accounting.

Such sums as may be necessary are appropriated from enhanced audit recoveries obtained by the Department of Health and Senior Services to fund the costs of enhanced audit recovery efforts of the department within the Medical Services for the Aged program classification, subject to the approval of the Director of the Division of Budget and Accounting.

Notwithstanding any law or regulation to the contrary, no payments from the Payments for Medical Assistance Recipients - Nursing Homes account shall be made for bedhold days; however, nursing homes shall hold a bed for a Medicaid beneficiary who is hospitalized for up to ten days.

The funds hereinabove appropriated for Payments for Medical Assistance Recipients-Medicaid High Occupancy-Nursing Homes shall be distributed for patient services among those nursing homes where the Medicaid patient day occupancy level is at or above 75%. Each such facility shall receive its distribution through a prospective per diem adjustment using actual days reported on the most recent cost report.

The amounts hereinabove appropriated for payments for the Pharmaceutical Assistance to the Aged and Disabled program, P.L.1975, c.194 (C.30:4D-20 et seq.), and the Senior Gold Prescription Discount Program, P.L.2001, c.96 (C.30:4D-43 et seq.), are available for the payment of obligations applicable to prior fiscal years.

Benefits provided under the Pharmaceutical Assistance to the Aged and Disabled (PAAD) program, P.L.1975, c.194 (C.30:4D-20 et seq.), and the Senior Gold Prescription Discount Program, P.L.2001, c.96 (C.30:4D-43 et seq.), shall be the last resource benefits, notwithstanding any provisions contained in contracts, wills, agreements, or other instruments. Any provision in a contract of insurance, will, trust agreement, or other instrument which reduces or excludes coverage or payment to an individual because of that individual's eligibility for, or receipt of, PAAD or Senior Gold Prescription Discount Program benefits shall be void, and no PAAD and Senior Gold Prescription Discount Program payments shall be made as a result of any such provision.

Of the amount hereinabove appropriated in the Pharmaceutical Assistance to the Aged and Disabled-Claims program, notwithstanding the provisions of section 3 of P.L.1975, c.194 (C.30:4D-22) to the contrary, the co-payment in the Pharmaceutical Assistance to the Aged and Disabled program shall be \$5.00.

Notwithstanding the provisions of any law or regulation to the contrary, effective July 1, 2003, no State funds are appropriated for a Drug Utilization Review Council in the Department of Health and Senior Services and therefore the functions of the Council shall cease.

Notwithstanding the provisions of any law or regulation to the contrary, no funds appropriated for the Pharmaceutical Assistance to the Aged and Disabled (PAAD) program, pursuant to P.L.1975, c.194 (C.30:4D-20 et seq.), and the Senior Gold Prescription Discount Program, pursuant to P.L.2001, c.96 (C.30:4D-43 et seq.), shall be expended, when PAAD or Senior Gold is the primary payer, unless participating pharmaceutical manufacturing companies execute contracts with the Department of Health and Senior Services, through the Department of Human Services, providing for the payment of rebates to the State. Furthermore, rebates from pharmaceutical

## HEALTH AND SENIOR SERVICES

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manufacturing companies for prescriptions purchased by the PAAD program and the Senior Gold Prescription Discount Program shall continue during the current fiscal year, provided that the manufacturer's rebates for the Senior Gold Prescription Discount Program shall apply only to the amount paid by the State under the Senior Gold Prescription Discount Program. All revenues from such rebates during the current fiscal year are appropriated for the PAAD program and the Senior Gold Prescription Discount Program.

Notwithstanding the provisions of any other law or regulation to the contrary, no funds appropriated in the Pharmaceutical Assistance to the Aged and Disabled program classification and the Senior Gold Prescription Discount Program account shall be expended for prescription claims with no Medicare Part D coverage except under the following conditions: (a) reimbursement for the cost of legend and non-legend drugs shall be in accordance with the federal Deficit Reduction Act of 2005; (b) the current prescription drug dispensing fee structure set as a variable rate of \$3.73 to \$4.07 shall remain in effect through the current fiscal year, including the current increments for patient consultation, impact allowances, and allowances for 24-hour emergency services; and (c) multisource generic and single source brand name drugs shall be dispensed without prior authorization but multisource brand name drugs shall require prior authorization issued by the Department of Health and Senior Services or its authorizing agent, however, a 10-day supply of the multisource brand name drug shall be dispensed pending receipt of prior authorization. Certain multisource brand name drugs with a narrow therapeutic index, other drugs recommended by the Drug Utilization Review Board, or brand name drugs with a lower cost per unit than the generic may be excluded from prior authorization by the Department of Health and Senior Services.

In addition to the amount hereinabove, there are appropriated from the General Fund and available federal matching funds such additional sums as may be required for the payment of claims, credits, and rebates, subject to the approval of the Director of the Division of Budget and Accounting.

Notwithstanding the provisions of any law or regulation to the contrary, no funds appropriated for the Pharmaceutical Assistance to the Aged and Disabled (PAAD) program and the Senior Gold Prescription Discount Program are available to pharmacies that have not submitted an application to enroll as an approved medical supplier in the Medicare program, unless they already are an approved Medicare medical supplier. Pharmacies shall not be required to bill Medicare directly for Medicare Part B drugs and supplies, but must agree to allow PAAD to bill Medicare on their behalf by completing and submitting an electronic data interchange (EDI) form to PAAD. Beneficiaries are responsible for the applicable PAAD or Senior Gold Prescription Discount Program co-payment.

Notwithstanding the provisions of any law or regulation to the contrary, no funds appropriated for the Pharmaceutical Assistance to the Aged and Disabled program and the Senior Gold Prescription Discount Program shall be used to pay for quantities of erectile dysfunction therapy medication in excess of four treatments per month. Moreover, payment will only be provided if the diagnosis of erectile dysfunction is written on the prescription form and the treatment is provided to males over the age of 18 years. Furthermore, no payments for erectile dysfunction therapy will be made on behalf of sex offenders.

Notwithstanding the provisions of any law or regulation to the contrary, the Pharmaceutical Assistance to the Aged and Disabled program in the Department of Health and Senior Services shall have the authority to coordinate benefits with any voluntary prescription drug mail-order program in a Medicare Part D plan provider network. The mail-order program may waive, discount, or rebate the beneficiary co-pay and mail-order pharmacy providers may dispense up to a 90-day supply on prescription refills with the voluntary participation of the beneficiary, subject to the approval of the Commissioner of Health and Senior Services and the Director of the Division of Budget and Accounting.

At any point during the year, and notwithstanding the provisions of any law or regulation to the contrary, subject to the approval of a plan by the Commissioner of Health and Senior Services, no funds appropriated for the Pharmaceutical Assistance to the Aged and Disabled (PAAD) program, pursuant to P.L. 1975, c.194 (C.30:4D-20 et seq.), or the Senior Gold Prescription Discount program, pursuant to P.L. 2001, c.96 (C.30:4D-43 et seq.), shall be expended, when PAAD or Senior Gold is the primary payer, unless participating pharmaceutical manufacturing companies execute contracts with the Department of Health and Senior Services, through the Department of Human Services, providing for the payment of rebates to the State on the same basis as provided for in section 1927 (a) through (c) of the federal Social Security Act, 42 U.S.C.s.1396r-8(a)-(c).

From the amount hereinabove appropriated for the Senior Gold Prescription Discount Program, an amount not to exceed \$3,850,000 may be transferred to various accounts as required, including direct state services accounts, subject to the approval of the Director of the Division of Budget and Accounting.

Notwithstanding the provisions of any law or regulation to the contrary, and subject to the notice provisions of 42 CFR 447.205, for rates implemented on or after July 1, 2000, target occupancy as determined pursuant to N.J.A.C.8:85-3.16 shall not apply to those facilities receiving enhanced rates of reimbursement pursuant to N.J.A.C.8:85-2.21. The per diem amounts for all other expenses of the enhanced rates shall be based upon reasonable base period costs divided by actual base period patient days, but no less than 85% of licensed bed days shall be used.

In order to permit flexibility in the handling of appropriations and ensure the timely payment of claims to providers of medical services, amounts may be transferred between the various items of appropriation within the Medical Services for the Aged and Programs for the Aged program classifications to ensure the continuity of long-term care support services for beneficiaries receiving services within the Medical Services for the Aged program classification in the Department of Health and Senior Services, subject to the approval of the Director of the Division of Budget and Accounting. Notice thereof shall be provided to the Legislative Budget and Finance Officer on the effective date of the approved transfer.

Notwithstanding the provisions of any law or regulation to the contrary, effective January 1, 2005, no payment for Medicaid Adult or Pediatric Medical Day Care services, as hereinabove appropriated in the Medical Day Care Services account, shall be provided unless the services are prior authorized by professional staff designated by the Department of Health and Senior Services.

From the amount hereinabove appropriated for Payments for Medical Assistance Recipients - Nursing Homes, the Commissioner of Health and Senior Services shall increase the reasonableness limit for total nursing care up to 120% of the median costs in the Medicaid nursing home rate-setting system during the current fiscal year.

Such sums as may be necessary, not to exceed \$70,840,000, for payments for the Lifeline Credit and Tenants' Lifeline Assistance programs, may be credited from the Energy Assistance program account in the Board of Public Utilities to the Lifeline program account and shall be applied in accordance with a Memorandum of Understanding between the President of the Board of Public Utilities and the Commissioner of Health and Senior Services, subject to the approval of the Director of the Division of Budgeting and Accounting.

Such sums as may be necessary are appropriated from the General Fund for the payment of increased nursing home rates to reflect the costs incurred due to the payment of a nursing home provider assessment, pursuant to the "Nursing Home Quality of Care Improvement Fund Act," P.L.2003, c.105 (C.26:2H-92 et seq.) and P.L.2004, c.41, subject to the approval of the Director of the Division of Budget and Accounting.

Notwithstanding the provisions of any law or regulation to the contrary, the appropriation hereinabove for Medical Day Care Services is conditioned upon rate increases for the nursing home provider assessment not being included in the calculation of the Adult/Pediatric Day Care payment rates.

Notwithstanding the provisions of any law or regulation to the contrary, the appropriations hereinabove to the Pharmaceutical Assistance to the Aged and Pharmaceutical Assistance to the Aged and Disabled (PAAD) programs is conditioned upon the Department of Health and Senior Services coordinating the benefits of the PAAD programs with the prescription drug benefits of the federal Medicare Prescription Drug, Improvement, and Modernization Act of 2003 as the primary payer due to the current federal prohibition against State automatic enrollment of PAAD recipients in the new federal program. The PAAD benefit and reimbursement shall only be available to cover the beneficiary cost share to in-network pharmacies and for deductible and coverage gap costs (as determined by the Commissioner of Health and Senior Services) associated with enrollment in Medicare Part D for beneficiaries of the PAAD and Senior Gold programs, and for Medicare Part D premium costs for PAAD beneficiaries.

Notwithstanding the provisions of any law or regulation to the contrary, effective January 1, 2006, no funds appropriated in the Pharmaceutical Assistance to the Aged or Pharmaceutical Assistance to the Aged and Disabled (PAAD) and Senior Gold program accounts shall be available as payment as a PAAD or Senior Gold benefit to any pharmacy that is not enrolled as a participating pharmacy in a pharmacy network under Medicare Part D.

Consistent with the requirements of the federal Medicare Prescription Drug, Improvement, and Modernization Act of 2003 and the current federal prohibition against State automatic enrollment of Pharmaceutical Assistance to the Aged and Pharmaceutical Assistance to the Aged and Disabled (PAAD) recipients, no funds hereinabove appropriated from the PAAD accounts shall be expended for any individual unless the individual enrolled in a PAAD program provides all data that may be necessary to enroll the individual in Medicare Part D, including data required for the subsidy assistance, as outlined by the Centers for Medicare and Medicaid Services.

Notwithstanding the provisions of any law or regulation to the contrary, the appropriations hereinabove for the Pharmaceutical Assistance to the Aged, Pharmaceutical Assistance to the Aged and Disabled, and Senior Gold programs shall be conditioned upon the following provision: no funds shall be appropriated for the refilling of a prescription drug until such time as the original prescription is 85% finished.

Notwithstanding the provisions of any law or regulation to the contrary, in order to maximize prescription drug coverage under Medicare Part D, the Pharmaceutical Assistance to the Aged and Disabled (PAAD) program shall be designated the authorized representative for the purposes of coordinating benefits with Medicare Part D, including enrollment and appeals of coverage determinations. PAAD is authorized to represent program beneficiaries in the pursuit of such coverage. PAAD representation shall not result in any additional financial liability on behalf of such program beneficiaries and shall include, but need not be limited to, the following actions: application for the premium and cost-sharing subsidies on behalf of eligible program beneficiaries; pursuit of appeals, grievances, or coverage determinations; facilitated enrollment in a prescription drug plan or MA-PD plan. If the beneficiary declines enrollment in any Medicare Part D plan, the beneficiary shall be barred from all benefits of the PAAD program.

Notwithstanding the provisions of any law or regulation to the contrary, the appropriation hereinabove for the ElderCare Initiatives program shall be conditioned upon the following provision: State funded home and community care (Jersey Assistance for Community Caregiving (JACC)) benefits paid incorrectly on behalf of JACC beneficiaries may be recovered from individuals found ineligible.

The monies hereinabove appropriated for "global budget" shall only be expended if federal approvals are received for such a program and only if federal Medicaid reimbursement or other federal matching funds are available to support the State appropriation.

Notwithstanding the provisions of any law or regulation to the contrary, as appropriated hereinabove in the Payments for Medical Assistance Recipients - Nursing Homes account, reimbursement shall be 50% of the amount such nursing homes would otherwise be entitled to pursuant to N.J.A.C. 8:85-3.19.

The amounts hereinabove appropriated for Nursing Home, Assisted Living, Community Care Alternatives, Medical Day Care Services, Global Budget Long-Term Care Initiative, and Medicaid High Occupancy are conditioned upon the Commissioner of Health and Senior Services making changes to such programs to make them consistent with the federal Deficit Reduction Act of 2005.

Notwithstanding the provisions of any law or regulation to the contrary, in order to maximize drug coverage under Medicare Part D, the appropriation for the Senior Gold Prescription Discount Program is conditioned on the Senior Gold Prescription Discount Program being designated the authorized representative for the purpose of coordinating benefits with the Medicare drug program, including appeals of coverage determinations. Senior Gold is authorized to represent program beneficiaries in the pursuit of such coverage. Senior Gold representation shall include, but not be limited to the following actions: pursuit of appeals, grievances, or coverage determinations.

Notwithstanding the provisions of any law or regulation to the contrary, all financial recoveries obtained through the efforts of any entity authorized to undertake the prevention and detection of Medicaid fraud, waste, and abuse, are appropriated to Medical Services for the Aged in the Department of Health and Senior Services.

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Notwithstanding any law or regulation to the contrary, resources in the Global Budget Long-Term Care Initiative account may be supplemented with transfers from the Medical Services for the Aged program accounts, subject to the approval of the Director of the Division of Budget and Accounting.

Notwithstanding the provisions of any other law or regulation to the contrary, effective state fiscal year 2008, the appropriation hereinabove for Medical Day Care Services shall be subject to the following condition: all Department of Health and Senior Services beneficiaries will be required to provide a \$3.00 copayment for each Medical Day Care services visit.

### **Language Recommendations -- Grants-In-Aid - Casino Revenue Fund**

In addition to the amount hereinabove, there are appropriated from the Casino Revenue Fund and available federal matching funds such additional sums as may be required for the payment of claims, credits, and rebates, subject to the approval of the Director of the Division of Budget and Accounting.

All funds recovered under P.L.1968, c.413 (C.30:4D-1 et seq.) and P.L.1975, c.194 (C.30:4D-20 et seq.), during the current fiscal year are appropriated for payments to providers in the same program class from which the recovery originated.

In order to permit flexibility in the handling of appropriations and ensure the timely payment of claims to providers of medical services, amounts may be transferred to and from the various items of appropriation within the Medical Services for the Aged program classification, subject to the approval of the Director of the Division of Budget and Accounting. Notice thereof shall be provided to the Legislative Budget and Finance Officer on the effective date of the approved transfer.

For the purposes of account balance maintenance, all object accounts in the Medical Services for the Aged program classification shall be considered as one object. This will allow timely payment of claims to providers of medical services, but ensure that no overspending will occur in the program classification.

Notwithstanding the provisions of P.L.1988, c.92 (C.30:4E-5 et seq.) to the contrary, funds appropriated for the Home Care Expansion Program (HCEP) shall be paid only for individuals enrolled in the program as of June 30, 1996 who are not eligible for the Community Care Program for the Elderly and Disabled or alternative programs, and only for so long as those individuals require services covered by the HCEP. Individuals enrolled in the HCEP as of June 30, 1996 and eligible for the Community Care Program for the Elderly and Disabled may apply to be enrolled in that program.

Notwithstanding the provisions of any law or regulation to the contrary, a sufficient portion of receipts generated or savings realized in the Medical Services for the Aged or Pharmaceutical Assistance to the Aged and Disabled grants-in-aid accounts from initiatives included in the current fiscal year's annual appropriations act may be transferred to administration accounts to fund costs incurred in realizing these additional receipts or savings, subject to the approval of the Director of the Division of Budget and Accounting.

The amounts hereinabove appropriated for payments for the Pharmaceutical Assistance to the Aged and Disabled program, P.L.1975, c.194 (C.30:4D-20 et seq.), are available for the payment of obligations applicable to prior fiscal years.

Benefits provided under the Pharmaceutical Assistance to the Aged and Disabled (PAAD) program, P.L.1975, c.194 (C.30:4D-20 et seq.), shall be the last resource benefits, notwithstanding any provision contained in contracts, wills, agreements, or other instruments. Any provision in a contract of insurance, will, trust agreement, or other instrument which reduces or excludes coverage or payment to an individual because of that individual's eligibility for or receipt of PAAD benefits shall be void, and no PAAD payments shall be made as a result of any such provision.

Of the amount hereinabove appropriated in the Pharmaceutical Assistance to the Aged and Disabled-Claims program, notwithstanding the provisions of section 3 of P.L.1975, c.194 (C.30:4D-22) to the contrary, the co-payment in the Pharmaceutical Assistance to the Aged and Disabled program shall be \$5.00.

Notwithstanding the provisions of any law or regulation to the contrary, effective July 1, 2003, no State funds are appropriated for a Drug Utilization Review Council in the Department of Health and Senior Services, and therefore, the functions of the Council shall cease.

Notwithstanding the provisions of any law or regulation to the contrary, no funds appropriated for the Pharmaceutical Assistance to the Aged and Disabled (PAAD) program, pursuant to P.L.1975, c.194 (C.30:4D-20 et seq.), shall be expended, when PAAD is the primary payer, unless participating pharmaceutical manufacturing companies execute contracts with the Department of Health and Senior Services, through the Department of Human Services, providing for the payment of rebates to the State. Furthermore, rebates from pharmaceutical manufacturing companies for prescriptions purchased by the PAAD program and the Senior Gold Prescription Discount Program shall continue during the current fiscal year, provided that the manufacturers' rebates for the Senior Gold Prescription Discount Program shall apply only to the amount paid by the State under the Senior Gold Prescription Discount Program. All revenues from such rebates during the current fiscal year are appropriated for the PAAD program and the Senior Gold Prescription Discount Program.

Notwithstanding the provisions of any law or regulation to the contrary, no funds appropriated for the Pharmaceutical Assistance to the Aged and Disabled (PAAD) program are available to pharmacies that have not submitted an application to enroll as an approved medical supplier in the Medicare program, unless they already are an approved Medicare medical supplier. Pharmacies shall not be required to bill Medicare directly for Medicare Part B drugs and supplies, but must agree to allow PAAD to bill Medicare on their behalf by completing and submitting an electronic data interchange (EDI) form to PAAD. Beneficiaries are responsible for the applicable PAAD co-payment.

Notwithstanding the provisions of any law or regulation to the contrary, no funds appropriated for the Pharmaceutical Assistance to the Aged and the Disabled program shall be used to pay for quantities of erectile dysfunction therapy medication in excess of four treatments per month. Moreover, payment shall only be provided if the diagnosis of erectile dysfunction is written on the prescription form and the treatment is provided to males over the age of 18 years. Furthermore, no payments for erectile dysfunction therapy will be made on behalf of sex offenders.

Notwithstanding the provisions of any other law or regulation to the contrary, no funds appropriated in the Pharmaceutical Assistance to the Aged and Disabled program classification and the Senior Gold Prescription Discount Program account shall be expended for prescription claims with no Medicare Part D coverage except under the following conditions: (a) reimbursement for the cost of legend and non-legend drugs shall be in accordance with the federal Deficit Reduction Act of 2005; (b) the current prescription drug dispensing fee structure set as a variable rate of \$3.73 to \$4.07 shall remain in effect through the current fiscal year, including the current increments for patient consultation, impact allowances, and allowances for 24-hour emergency services; and (c) multisource generic and single source brand name drugs shall be dispensed without prior authorization but multisource brand name drugs shall require prior authorization issued by the Department of Health and Senior Services or its authorizing agent, however, a 10-day supply of the multisource brand name drug shall be dispensed pending receipt of prior authorization. Certain multisource brand name drugs with a narrow therapeutic index, other drugs recommended by the Drug Utilization Review Board, or brand name drugs with a lower cost per unit than the generic may be excluded from prior authorization by the Department of Health and Senior Services.

Notwithstanding the provisions of any law or regulation to the contrary, the Pharmaceutical Assistance to the Aged and Disabled program in the Department of Health and Senior Services shall have the authority to coordinate benefits with any voluntary prescription drug mail-order program in the network of a Medicare Part D plan. The mail-order program may waive, discount, or rebate the beneficiary co-pay and mail-order pharmacy providers may dispense up to a 90-day supply on prescription refills with the voluntary participation of the beneficiary, subject to the approval of the Commissioner of Health and Senior Services and the Director of the Division of Budget and Accounting.

At any point during the year, and notwithstanding the provisions of any law or regulation to the contrary, subject to the approval of a plan by the Commissioner of Health and Senior Services, no funds appropriated for the Pharmaceutical Assistance to the Aged and Disabled (PAAD) program, pursuant to P.L.1975, c.194 (C.30:4D-20 et seq.), or the Senior Gold Prescription Discount Program, pursuant to P.L.2001, c.96 (C.30:4D-43 et seq.), shall be expended, when PAAD or Senior Gold is the primary payer, unless participating pharmaceutical manufacturing companies execute contracts with the Department of Health and Senior Services, through the Department of Human Services, providing for the payment of rebates to the State on the same basis as provided for in section 1927 (a) through (c) of the federal Social Security Act, 42 U.S.C. s.1396r-8(a)-(c).

Notwithstanding the provisions of section 2 of P.L.1988, c.114 (C.26:2M-10) to the contrary, private for-profit agencies shall be eligible grantees for funding from the Demonstration Adult Day Care Center Program-Alzheimer's Disease account.

Notwithstanding the provisions of any law or regulation to the contrary, of the amount hereinabove appropriated for the Respite Care for the Elderly (CRF) account, \$600,000 shall be charged to the Casino Simulcasting Fund.

Notwithstanding the provisions of any law or regulation to the contrary, the appropriations hereinabove to the Pharmaceutical Assistance to the Aged and Disabled (PAAD) program is conditioned upon the Department of Health and Senior Services coordinating the benefits of the PAAD program with the prescription drug benefits of the federal Medicare Prescription Drug, Improvement, and Modernization Act of 2003 as the primary payer due to the current federal prohibition against State automatic enrollment of PAAD recipients in the new federal program. The PAAD benefit and reimbursement shall only be available to cover the beneficiary cost share to in-network pharmacies and for deductible and coverage gap costs (as determined by the Commissioner of Health and Senior Services) associated with enrollment in Medicare Part D for beneficiaries of the PAAD and Senior Gold programs, and for Medicare Part D premium costs for PAAD beneficiaries.

Notwithstanding the provisions of any law or regulation to the contrary, effective January 1, 2006, no funds appropriated in the Pharmaceutical Assistance to the Aged and Disabled (PAAD) and Senior Gold program accounts, shall be available as payment as a PAAD or Senior Gold benefit to any pharmacy that is not enrolled as a participating pharmacy in a pharmacy network under Medicare Part D.

Consistent with the requirements of the federal Medicare Prescription Drug, Improvement, and Modernization Act of 2003 and the current federal prohibition against State automatic enrollment of Pharmaceutical Assistance to the Aged and Disabled (PAAD) recipients, no funds hereinabove appropriated from the PAAD account shall be expended for any individual enrolled in the PAAD program unless the individual provides all data that may be necessary to enroll the individual in Medicare Part D, including data required for the subsidy assistance, as outlined by the Centers for Medicare and Medicaid Services.

Notwithstanding the provisions of any law or regulation to the contrary, in order to maximize prescription drug coverage under Medicare Part D, the Pharmaceutical Assistance to the Aged and Disabled (PAAD) program shall be designated the authorized representative for the purposes of coordinating benefits with Medicare Part D, including enrollment and appeals of coverage determinations. PAAD is authorized to represent program beneficiaries in the pursuit of such coverage. PAAD representation shall not result in any additional financial liability on behalf of such program beneficiaries and shall include, but need not be limited to, the following actions: application for the premium and cost-sharing subsidies on behalf of eligible program beneficiaries; pursuit of appeals, grievances, or coverage determinations; facilitated enrollment in a prescription drug plan or MA-PD plan. If the beneficiary declines enrollment in any Medicare Part D plan, the beneficiary shall be barred from all benefits of the PAAD Program.

Notwithstanding the provisions of any law or regulation to the contrary, the appropriations hereinabove for the Pharmaceutical Assistance to the Aged and Disabled (PAAD) program and the Senior Gold Prescription Discount Program shall be conditioned upon the following provision: no funds shall be appropriated for the refilling of a prescription drug until such time as the original prescription is 85% finished.

The amounts hereinabove appropriated for the Community Care Alternatives program are conditioned upon the Commissioner of Health and Senior Services making changes to such program to make it consistent with the federal Deficit Reduction Act of 2005.



# HEALTH AND SENIOR SERVICES

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## DEPARTMENT OF HEALTH AND SENIOR SERVICES

### Language Recommendations -- Direct State Services - General Fund

Consistent with the provisions of P.L.2005, c.237, the \$40,000,000 from this surcharge is appropriated to fund federally qualified health centers. Any unexpended balance at the end of the preceding fiscal year in the Health Care Subsidy Fund received through the hospital and other health care initiatives account during fiscal year 2007 is appropriated.

Such sums as may be necessary are appropriated or transferred from existing appropriations within the Department of Health and Senior Services for the purpose of promoting awareness to increase participation in programs that are administered by the Department, subject to the approval of the Director of the Division of Budget and Accounting.

Receipts from licenses, permits, fines, penalties, and fees collected by the Department of Health and Senior Services, in excess of those anticipated, are appropriated, subject to the approval of the Director of the Division of Budget and Accounting.

Notwithstanding the provisions of section 7 of P.L.1992, c.160 (C.26:2H-18.57) or any law or regulation to the contrary, the first \$1,200,000 in per adjusted admission charge assessment revenues, attributable to \$10.00 per adjusted admission charge assessments made by the Department of Health and Senior Services, shall be anticipated as revenue in the General Fund available for health-related purposes. Furthermore, it is recommended that the remaining revenue attributable to this fee shall be available to carry out the provisions of section 7 of P.L. 1992, c.160 (C.26:2H-18.57), as determined by the Commissioner of Health and Senior Services, and subject to the approval of the Director of the Division of Budget and Accounting.

Notwithstanding the provisions of any law or regulation to the contrary, the State Treasurer shall transfer to the Health Care Subsidy Fund, established pursuant to section 8 of P.L. 1992, c.160 (C.26:2H-18.58), only those additional revenues generated from third party liability recoveries, excluding Medicaid, by the State arising from a review by the Director of the Division of Budget and Accounting of hospital payments reimbursed from the Health Care Subsidy Fund with service dates that are after the date of enactment of P.L.1996, c.29.

Notwithstanding the provisions of any law or regulation to the contrary, the Commissioner of Health and Senior Services shall devise, at the commissioner's discretion, rules or guidelines that allocate reductions in health service grants to the extent possible toward administration and not client services.

Any change in program eligibility criteria and increases in the types of services or rates paid for services to, or on behalf of, clients for all programs under the purview of the Department of Health and Senior Services, not mandated by federal law, shall first be approved by the Director of the Division of Budget and Accounting.

Notwithstanding the provisions of any law or regulation to the contrary, fees, fines, penalties, and assessments owed to the Department of Health and Senior Services shall be offset against payments due and owing from other appropriated funds.

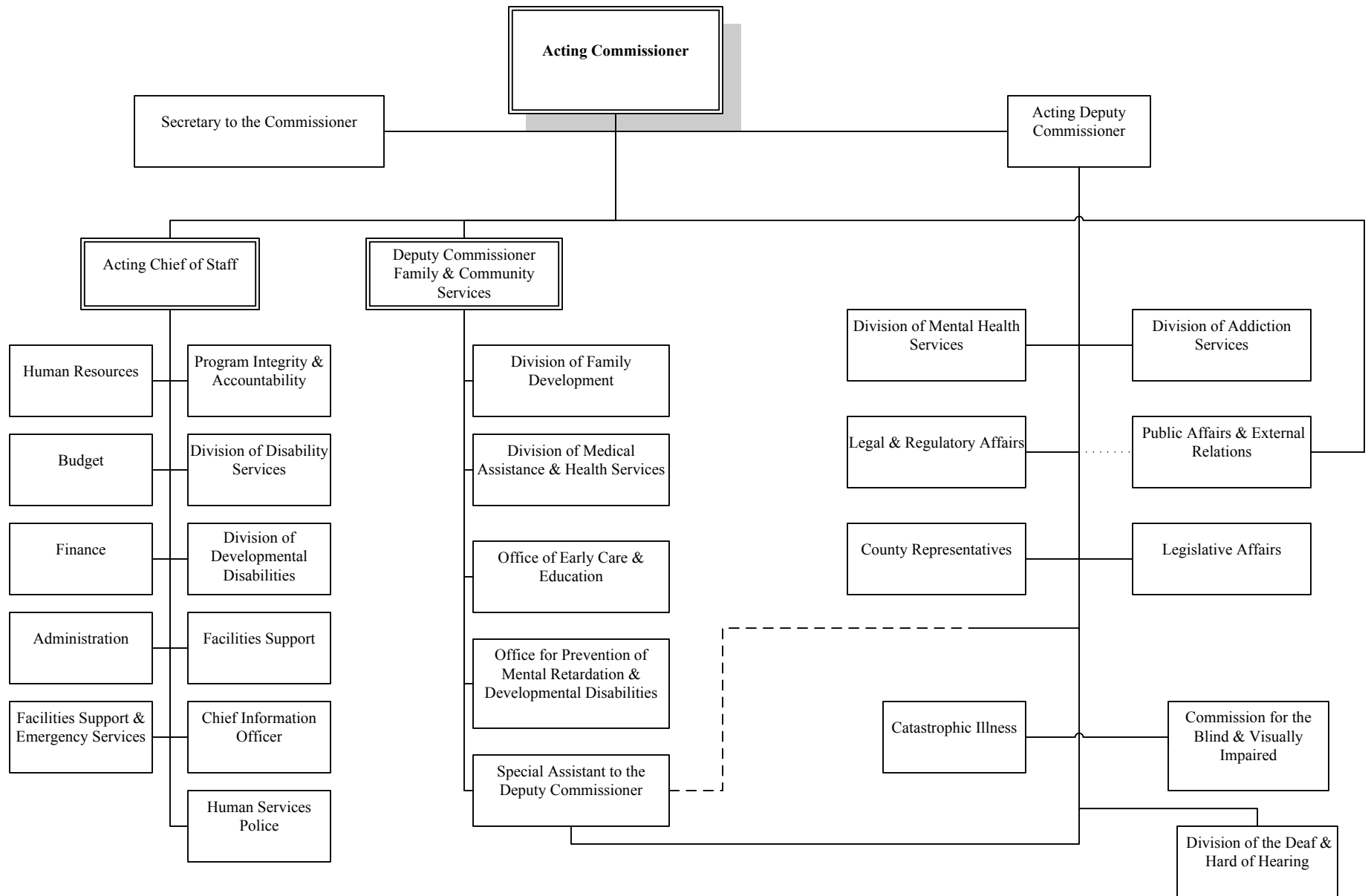
In addition to the amount hereinabove, receipts from the federal Medicaid (Title XIX) program for health services-related programs throughout the Department of Health and Senior Services are appropriated, subject to the approval of the Director of the Division of Budget and Accounting.

### Language Recommendations -- Grants-In-Aid - General Fund

In order to permit flexibility in implementing the ElderCare Initiatives within the Medical Services for the Aged program classification, amounts may be transferred between direct state services and grants-in-aid accounts, subject to the approval of the Director of the Division of Budget and Accounting. Notice thereof shall be provided to the Legislative Budget and Finance Officer on the effective date of the approved transfer.

In order to permit flexibility in implementing the ElderCare Advisory Commission Initiatives within the Programs for the Aged program classification, amounts may be transferred between direct state services and grants-in-aid accounts, subject to the approval of the Director of the Division of Budget and Accounting. Notice thereof shall be provided to the Legislative Budget and Finance Officer on the effective date of the approved transfer.

# HUMAN SERVICES



## DEPARTMENT OF HUMAN SERVICES

### OVERVIEW

The New Jersey Department of Human Services (DHS) is the State's health and social services agency that serves more than one million of New Jersey's most vulnerable citizens, or about one of every eight New Jersey residents. The Department assists economically disadvantaged individuals and families by providing cash assistance, food stamps, rental assistance, child care, child support, and health care services. The Department serves individuals with developmental disabilities and mental illness through home-based services, community programs, and twelve state institutions. The Department also serves individuals with issues related to substance abuse, the hearing and visually-impaired, and individuals with disabilities caused by illness or injury. DHS also operates the State's Medicaid infrastructure, serving programs throughout State government. Through the work of DHS, individuals and families in need are able to keep their lives on track, their families together, a roof over their heads, and their health protected. DHS works to maximize resources in order to provide an extensive array of services to New Jersey residents in their communities. DHS is the largest agency in state government, with approximately 16,000 employees or about one fifth of the State's total workforce.

### FY2007 Budget Highlights

The Fiscal 2008 Budget for the Department of Human Services totals \$4.901 billion, an increase of \$264.2 million or 5.7% over the fiscal 2007 adjusted appropriation of \$4.636 billion.

### Division of Medical Assistance and Health Services

Through the Medicaid, General Assistance, and NJ FamilyCare programs, the Division of Medical Assistance and Health Services (DMAHS) fulfills its commitment to provide health care to New Jersey's most vulnerable citizens. The total number of residents currently eligible for services within the DMAHS exceeds 1 million. Of all beneficiaries eligible for the Division's services, 788,000 people, or 74% of all Medicaid clients, receive health care coverage through five health maintenance organizations (HMOs).

The State cost of providing services through the Division's programs is projected to increase from \$2.5 billion in fiscal 2007 to \$2.7 billion in fiscal 2008. This increase of 8.6% is largely attributable to growth in the Managed Care and NJ FamilyCare programs. The Managed Care program, which seeks to provide quality access and care management to Medicaid clients, including NJ FamilyCare, is funded at approximately \$1 billion in State funds in the Fiscal 2008 Budget. Managed Care growth assumes a significant enrollment increase as part of Governor Corzine's initiative to provide health insurance to uninsured children. Compared to fiscal 2006, the Fiscal 2008 Budget increases coverage for this vulnerable population to an additional 68,000 children. Recommended funding assumes that the federal match rate of 65% on parents will decrease to 50% when the federal government reauthorizes the State Children's Health Insurance Program (SCHIP), costing the State an additional \$40 million. Also, beginning September 1, 2007, P.L. 2004, c. 156 expands health insurance benefits and opens enrollment in the program to eligible beneficiaries whose income does not exceed 133% of the federal poverty level (FPL).

Governor Corzine has recommended \$5 million in growth to provide better medical care for our most vulnerable children by increasing reimbursements to pediatric service providers. The fact that New Jersey has the lowest Medicaid reimbursement rates in the nation has created a barrier to accessing care. Increasing the funding for pediatric services as of January 1, 2008, will increase access to primary care services and result in fewer Medicaid resources being spent on expensive and less appropriate settings such as hospital

emergency rooms. In recommending these funds, the Governor has reaffirmed his position to provide quality medical coverage for this most vulnerable population.

In an effort to provide the highest possible level of benefits to the Medicaid population in this challenging fiscal year, the following assessments, operational efficiencies, and client cost-sharing measures saving \$10.3 million are recommended:

- Savings of \$7 million will be generated by charging a \$2 co-payment on each prescription drug with a maximum limit of \$10 per month on both fee-for-service and managed care beneficiaries.

- Savings of \$1.1 million will be generated by transitioning certain Managed Care beneficiaries from a fee-based health benefits plan to a capitation plan.

- Savings of \$1 million will be generated through an enhanced effort to prior authorize brand-name drugs in the General Assistance program.

- Savings of \$650,000 will be achieved by conducting audits to identify unnecessary spending.

- Savings of \$550,000 will be generated by charging a \$3 co-payment on hospital outpatient services for men and non-pregnant women aged 21 and over as well as a \$6 co-pay on unnecessary emergency room visits.

Medicaid plans to spend in excess of \$770 million in State and federal funds on fee-for-service and long term care prescription drugs in fiscal 2008. This does not include those drugs provided through a Medicaid managed care plan or the NJ FamilyCare program. Currently, 144,000 dual eligibles (beneficiaries eligible for both Medicare and Medicaid) are enrolled in Medicare Part D, which has had a positive affect on the State's budget. There has been a 57% reduction in prescription drug expenditures as a result of the new federal program; however, this savings is offset by the fact that the State is responsible for reimbursing the federal government for what it would have paid for dual-eligible prescriptions prior to the implementation of Medicare Part D. This is commonly referred to as the clawback.

### Community Services

The Division of Mental Health Services (DMHS) and the Division of Developmental Disabilities (DDD) both operate State institutions for adults in need of intensive and long-term care, and provide community-based services. This Budget intends to significantly advance efforts to expand community-based services in order to serve individuals in the least restrictive setting possible and to prevent institutionalization of individuals with mental illness and developmental disabilities.

DMHS plans, coordinates, and contracts with community provider agencies to ensure that a wide array of community-based mental health treatment options and program supports are available to consumers and their families, including emergency/screening services, outpatient counseling, partial and day treatment services, case management, Programs of Assertive Community Treatment (PACT), Projects for Assistance in Transition from Homelessness (PATH), residential and supported housing, jail diversion services, family support, self-help centers, and supported employment.

DDD provides essential services to New Jersey residents with developmental disabilities in order to meet each client's specific needs, serve families, and prevent institutionalization. The Fiscal 2008 Budget provides for professional treatment and services in the least restrictive environments possible and promotes the highest level of functioning for individuals with developmental disabilities.

This Budget proposes a \$20 million increase in DMHS, which will be dedicated to two main areas - continuing to implement the

recommendations of the Mental Health Task Force and building on last year's initiative to begin placing individuals ready to live in the community out of psychiatric hospitals, as well as providing housing and supports for the mentally ill who would otherwise be homeless or living in conditions without access to care.

In DDD, a \$10.1 million increase is dedicated towards consumers in the community, both in residential placements and in their own homes. This will help fund the Real Life Choices program, which enables individuals to continue living at home by self-directing services specific to their needs; new family support funding to expand respite care hours; the placement of individuals on the Community Services Waiting List who require immediate housing and support services; and continuation of day program services for individuals aging out of the educational system.

The Division of Disability Services provides information and assistance to people of all ages with disabilities, and their families, who are seeking help in locating community services and supports. The Division administers Medicaid personal care assistant services, providing daily living support to children and adults with functional limitations. The Division also oversees three Medicaid home and community-based waiver programs which enable people with disabilities to live in the community. In addition, the Division is the State's lead agency for brain injury services and administers the New Jersey Traumatic Brain Injury Fund. The Division publishes an annual Statewide Resource Directory for people with disabilities.

The Fiscal 2008 Budget provides an additional \$3.5 million to the Personal Assistance Services Program (PASP), which will allow the Department to enroll 150 beneficiaries who are currently on a waiting list. PASP makes it possible for adults with physical disabilities to engage in their communities by providing help with the activities of daily living.

### **Supporting Economically Disadvantaged Individuals and Families**

The Division of Family Development (DFD) provides resources and supportive assistance to economically disadvantaged residents of New Jersey. DFD is New Jersey's IV-A and IV-D agency and oversees the Work First New Jersey and Child Support Programs.

DFD continues to support the efforts of people who are transitioning from welfare to work or struggling economically by providing food stamps, child care subsidies, rental and emergency housing assistance, kinship services, and other support services.

In addition, DFD provides leadership as well as technical and financial support to public agencies responsible for administering programs for New Jersey's vulnerable citizens.

The Fiscal 2008 Budget includes \$19.4 million to provide substance abuse treatment services for all general assistance recipients in need of these services, including parents of children taken away by the child welfare system required to enter substance abuse treatment as a condition of reuniting with their families.

In fiscal 2008, \$20 million is expected to be saved by reforming co-payments for after school and summer child care throughout the state. Even after these savings, DFD's budget continues to provide more than \$350 million in combined State and federal funds to provide child care services for more than 75,000 economically disadvantaged children.

### **Institutional Care**

The Division of Mental Health Services (DMHS) operates five inpatient psychiatric facilities to serve persons with mental illness who have been screened and legally committed to a State facility for inpatient mental health treatment. These facilities include four adult

psychiatric hospitals – Greystone Park in Morris County, Trenton in Mercer County, Ancora in Camden County and Hagedorn in Hunterdon County, as well as the Ann Klein Forensic Center which provides forensic psychiatric services and is located in Mercer County, sharing the same grounds as the Trenton Psychiatric Hospital.

In addition to these State-operated psychiatric facilities, DMHS also provides State Aid funding to support indigent patients in six county-operated facilities in Bergen, Burlington, Camden, Essex, Hudson and Union counties. State Aid funding covers 90% of the maintenance costs for indigent "County" patients (those who have lived in the county for five years or more) and 100% of the maintenance costs for indigent "State" patients (those who have lived in the county for less than five years). The amount of State Aid provided to these facilities in fiscal 2008 will grow by \$13.9 million, to a total of \$122 million.

Significant progress continues on the construction of a new replacement psychiatric facility on the grounds of Greystone Park Psychiatric Hospital. All structural steelwork is completed, roofing is being installed, exterior masonry is being completed, and window installation has commenced. The new hospital is expected to be completed, and patients and staff are expected to move in during September 2007.

DHS also maintains seven developmental centers throughout the State, which provide residential, habilitation, and educational services for the developmentally disabled.

In fiscal 2008, \$86.4 million of State salary costs at the developmental centers are offset by one-time federal revenue available from the finalizing of prior year federal claiming rates (\$75 million) and a projected increase in ongoing federal revenue (\$11.4 million).

### **Addiction Services**

The Division of Addiction Services has the authority to plan, implement, evaluate, and regulate New Jersey substance abuse treatment and prevention efforts.

The mission of the Division of Addiction Services is to provide Statewide leadership for alcohol and other drug prevention and treatment services for New Jersey residents; to decrease misuse or abuse of alcohol and other drugs by supporting the development of a comprehensive, high quality network of prevention and treatment; and to recognize addiction as a treatable illness where people at risk for, or with, addiction problems are managed with dignity and respect in a safe environment that is recovery oriented and accountable to the public.

In fiscal 2008, \$607,000 is provided to the division to improve contract oversight and quality assurance functions throughout the State's substance abuse treatment system.

### **Department Accomplishments**

In fiscal 2007, demonstrating its commitment to the State's most vulnerable citizens, the Department is expanding services for people with disabilities and mental illness, maintaining medical services, increasing enrollment in FamilyCare, maintaining support for the economically disadvantaged, and increasing substance abuse treatment beds.

The Division of Medical Assistance and Health Services has seen a significant increase in the enrollment of children in the Medicaid and NJ FamilyCare programs as a result of the Governor's initiative to provide health insurance to uninsured children. By the end of fiscal 2008, the Division will have provided health insurance to an additional 68,000 children.

## HUMAN SERVICES

In continuing the Medicaid Fraud, Waste, and Abuse Initiative that began in fiscal 2007, ClaimCheck, a claims software product that will automatically audit and adjust professional billing errors to avoid overpayments, is scheduled to be implemented in May 2007. ClaimCheck is anticipated to save \$11 million in State funds during fiscal 2008.

The Division of Developmental Disabilities is addressing the certification and Olmstead issues through increased community residential placements and developmental center improvements, and expanding the Real Life Choices Program.

The Division of Developmental Disabilities received \$50 million over three years to address Olmstead-related residential and other support services and infrastructure for individuals transitioning from developmental centers to the community, from the community services waiting list, and for family support services. When combined with federal funding, the total available resources are \$75 million.

The Fiscal 2007 Budget also provided \$3 million for capital improvements to community residences for individuals with developmental disabilities. These funds will ensure that various community residential settings are accessible for individuals with ambulatory difficulties and provide infrastructure to better care for clients with behavioral challenges and/or special medical needs.

In fiscal 2007, DMHS will have implemented recommendations of the Governor's Mental Health Task Force for which additional funding has been received, including expansion of screening center capacity, expansion of self-help centers and services, increased outpatient psychiatric services, increased supportive housing services related to the new community residential placements supported by the Special Needs Housing Trust Fund, jail diversion services, establishment of the Governor's Council on Mental Health Stigma, permanent stable funding for the Office of Disaster Mental Health Services, expansion of bilingual and culturally competent services, expansion of short-term care facilities, expansion of the Community Mental Health Law Project, and development of

specialized case management for clients who are resistant to treatment.

DMHS has also begun implementation of the first phase of what is expected to be a multi-year plan, to develop additional permanent housing placements and related supportive housing and other necessary treatment supports which will enable the discharge of patients who are committed to State hospitals on a "Conditional Extension Pending Placement" (CEPP) basis, as well as preclude additional patients from attaining this status in the future.

As part of the DFD's strategy to increase Food Stamp utilization, the Division implemented an online Food Stamp application requiring an electronic signature. Since implementing the online process in September 2005, there have been over 32,700 applications electronically filed.

In an effort to address abuse, waste, and fraud issues, DFD re-established the Program Assessment and Integrity Unit (PAIU), which is responsible for monitoring and improving agency performance on all aspects of integrity control, including oversight of database systems used to verify eligibility, identification and correction of improper payments. PAIU has also streamlined and updated our TANF/Food Stamp Fraud Reporting System, which collects critical fraud information for federal reporting and statistical analysis. The Set-Off Individual Liability (SOIL) Program has been responsible for collecting millions of dollars since it was implemented in 1981.

Last year alone, DFD collected \$4.2 million that was refunded to the 21 counties for fraud and overpayments of Food Stamps, TANF & Medicaid. As of August 29, 2006, DFD has already collected \$3.1 million and anticipates collecting close to \$5 million by the end of calendar year 2006.

Finally, between June 2005 to June 2006, child support collections increased 4.5%, from \$751.2 million to \$784.8 million.

### Capital Recommendations

For a description of capital projects, see the Capital and Debt Service section of this chapter.

### DEPARTMENT OF HUMAN SERVICES SUMMARY OF APPROPRIATIONS BY FUND (thousands of dollars)

Year Ending June 30, 2006					Year Ending June 30, 2008		
Orig. & (S)Supple- mental	Reapp. & (R)Recpts.	Transfers & (E)Emer- gencies	Total Available	Expended	2007 Adjusted Approp.	Requested	Recom- mended
<b>GENERAL FUND</b>							
571,697	18,045	53,437	643,179	532,721	478,095	487,175	487,175
3,385,807	255,512	-29,316	3,612,003	3,533,653	3,620,737	3,870,660	3,870,660
468,633	621	8,639	477,893	460,241	417,105	427,166	427,166
8,100	11,071	---	19,171	1,879	7,700	2,800	2,800
<b>4,434,237</b>	<b>285,249</b>	<b>32,760</b>	<b>4,752,246</b>	<b>4,528,494</b>	<b>4,523,637</b>	<b>4,787,801</b>	<b>4,787,801</b>
<b>CASINO REVENUE FUND</b>							
142,844	---	---	142,844	142,752	112,844	112,844	112,844
<b>142,844</b>	<b>---</b>	<b>---</b>	<b>142,844</b>	<b>142,752</b>	<b>112,844</b>	<b>112,844</b>	<b>112,844</b>
<b>4,577,081</b>	<b>285,249</b>	<b>32,760</b>	<b>4,895,090</b>	<b>4,671,246</b>	<b>4,636,481</b>	<b>4,900,645</b>	<b>4,900,645</b>
<b>Total Appropriation, Department of Human Services</b>							

SUMMARY OF APPROPRIATIONS BY ORGANIZATION  
(thousands of dollars)

Year Ending June 30, 2006					Year Ending June 30, 2008			
Orig. & (S)Supple- mental	Reapp. & (R)Recpts.	Transfers & (E)Emer- gencies	Total Available	Expended		2007 Adjusted Approp.	Requested	Recom- mended
DIRECT STATE SERVICES - GENERAL FUND								
Mental Health Services								
9,825	---	-432	9,393	9,392	Division of Mental Health Services	4,477	13,479	13,479
62,620	215	11,707	74,542	74,376	Greystone Park Psychiatric Hospital	68,177	65,939	65,939
57,463	175	9,125	66,763	66,677	Trenton Psychiatric Hospital	65,645	63,491	63,491
20,401	1	-19	20,383	20,335	Ann Klein Forensic Center	23,075	22,305	22,305
70,543	620	9,487	80,650	80,552	Ancora Psychiatric Hospital	82,670	81,814	81,814
5,542	1	---	5,543	5,543	Arthur Brisbane Child Treatment Center	---	---	---
33,676	569	223	34,468	33,391	Senator Garrett W. Hagedorn Gero-Psychiatric Hospital	37,251	36,042	36,042
260,070	1,581	30,091	291,742	290,266	Subtotal	281,295	283,070	283,070
Special Health Services								
26,989	5,255	-251	31,993	26,647	Division of Medical Assistance and Health Services	25,229	24,249	24,249
26,989	5,255	-251	31,993	26,647	Subtotal	25,229	24,249	24,249
Disability Services								
1,071	---	4	1,075	1,075	Division of Disability Services	1,263	1,263	1,263
1,071	---	4	1,075	1,075	Subtotal	1,263	1,263	1,263
Operation and Support of Educational Institutions								
4,433	143	-1,274	3,302	3,302	Division of Developmental Disabilities	3,640	3,440	3,440
6,365	3,561	-1,687	8,239	7,773	Community Programs	4,069	4,786	4,786
1,447	---	---	1,447	1,440	Green Brook Regional Center	1,444	1,444	1,444
37,364	10	-663	36,711	18,669	Vineland Developmental Center	18,887	17,974	17,974
21,821	1	-4	21,818	21,818	North Jersey Developmental Center	11,497	10,497	10,497
33,559	5	-662	32,902	19,240	Woodbine Developmental Center	18,944	12,944	12,944
42,104	1	-1	42,104	19,227	New Lisbon Developmental Center	20,019	31,181	31,181
33,165	2	5,414	38,581	17,080	Woodbridge Developmental Center	17,196	16,196	16,196
30,587	4	-1	30,590	11,923	Hunterdon Developmental Center	15,414	13,879	13,879
210,845	3,727	1,122	215,694	120,472	Subtotal	111,110	112,341	112,341
Supplemental Education and Training Programs								
8,958	867	1,089	10,914	10,865	Commission for the Blind and Visually Impaired	9,857	9,767	9,767
8,958	867	1,089	10,914	10,865	Subtotal	9,857	9,767	9,767
Economic Assistance and Security								
27,162	5,917	-265	32,814	25,176	Division of Family Development	30,919	28,535	28,535
27,162	5,917	-265	32,814	25,176	Subtotal	30,919	28,535	28,535
Social Services Programs								
482	---	16,971	17,453	17,453	Division of Addiction Services	529	1,136	1,136
---	---	---	---	---	Office of Children's Services	---	---	---
---	---	---	---	---	Child Behavioral Health Services	---	---	---

# HUMAN SERVICES

Year Ending June 30, 2006					Year Ending June 30, 2008		
Orig. & (S)Supple- mental	Reapp. & (R)Recpts.	Transfers & (E)Emer- gencies	Total Available	Expended	2007 Adjusted Approp.	Requested	Recom- mended
---	---	---	---	---	---	---	---
---	---	---	---	---	---	---	---
740	---	143	883	669	778	778	778
1,222	---	17,114	18,336	18,122	1,307	1,914	1,914
35,380	698	4,533	40,611	40,098	17,115	26,036	26,036
35,380	698	4,533	40,611	40,098	17,115	26,036	26,036
571,697	18,045	53,437	643,179	532,721	478,095	487,175	487,175
571,697	18,045	53,437	643,179	532,721	478,095	487,175	487,175
<b>Management and Administration</b>							
Division of Management and Budget					17,115	26,036	26,036
<i>Subtotal</i>					17,115	26,036	26,036
<b>Total Direct State Services - General Fund</b>					<b>478,095</b>	<b>487,175</b>	<b>487,175</b>
<b>TOTAL DIRECT STATE SERVICES</b>					<b>478,095</b>	<b>487,175</b>	<b>487,175</b>
<b>GRANTS-IN-AID - GENERAL FUND</b>							
<b>Mental Health Services</b>							
Division of Mental Health Services					280,178	299,769	299,769
<i>Subtotal</i>					280,178	299,769	299,769
<b>Special Health Services</b>							
Division of Medical Assistance and Health Services					2,427,891	2,639,586	2,639,586
<i>Subtotal</i>					2,427,891	2,639,586	2,639,586
<b>Disability Services</b>							
Division of Disability Services					103,470	90,970	90,970
<i>Subtotal</i>					103,470	90,970	90,970
<b>Operation and Support of Educational Institutions</b>							
Community Programs					498,568	508,886	508,886
Green Brook Regional Center					---	---	---
Vineland Developmental Center					---	---	---
North Jersey Developmental Center					---	---	---
Woodbine Developmental Center					---	---	---
New Lisbon Developmental Center					---	---	---
Woodbridge Developmental Center					---	---	---
Hunterdon Developmental Center					---	---	---
<i>Subtotal</i>					498,568	508,886	508,886
<b>Supplemental Education and Training Programs</b>							
Commission for the Blind and Visually Impaired					4,256	4,256	4,256
<i>Subtotal</i>					4,256	4,256	4,256
<b>Economic Assistance and Security</b>							
Division of Family Development					258,454	270,707	270,707
<i>Subtotal</i>					258,454	270,707	270,707

# HUMAN SERVICES

Year Ending June 30, 2006					Year Ending June 30, 2008		
Orig. & (S)Supple- mental	Reapp. & (R)Recpts.	Transfers & (E)Emer- gencies	Total Available	Expended	2007 Adjusted Approp.	Requested	Recom- mended
<b>Social Services Programs</b>							
49,875	400	-2,713	47,562	45,137	45,339	40,239	40,239
---	---	---	---	---	---	---	---
---	---	---	---	---	---	---	---
---	---	---	---	---	---	---	---
<b>49,875</b>	<b>400</b>	<b>-2,713</b>	<b>47,562</b>	<b>45,137</b>	<b>45,339</b>	<b>40,239</b>	<b>40,239</b>
<b>Management and Administration</b>							
22,770	9,621	-31,308	1,083	1,075	2,581	16,247	16,247
<b>22,770</b>	<b>9,621</b>	<b>-31,308</b>	<b>1,083</b>	<b>1,075</b>	<b>2,581</b>	<b>16,247</b>	<b>16,247</b>
<b>3,385,807</b>	<b>255,512</b>	<b>-29,316</b>	<b>3,612,003</b>	<b>3,533,653</b>	<b>3,620,737</b>	<b>3,870,660</b>	<b>3,870,660</b>
<b>GRANTS-IN-AID - CASINO REVENUE FUND</b>							
<b>Disability Services</b>							
110,328	---	---	110,328	110,328	80,328	80,328	80,328
<b>110,328</b>	<b>---</b>	<b>---</b>	<b>110,328</b>	<b>110,328</b>	<b>80,328</b>	<b>80,328</b>	<b>80,328</b>
<b>Operation and Support of Educational Institutions</b>							
32,516	---	---	32,516	32,424	32,516	32,516	32,516
<b>32,516</b>	<b>---</b>	<b>---</b>	<b>32,516</b>	<b>32,424</b>	<b>32,516</b>	<b>32,516</b>	<b>32,516</b>
<b>142,844</b>	<b>---</b>	<b>---</b>	<b>142,844</b>	<b>142,752</b>	<b>112,844</b>	<b>112,844</b>	<b>112,844</b>
<b>3,528,651</b>	<b>255,512</b>	<b>-29,316</b>	<b>3,754,847</b>	<b>3,676,405</b>	<b>3,733,581</b>	<b>3,983,504</b>	<b>3,983,504</b>
<b>STATE AID - GENERAL FUND</b>							
<b>Mental Health Services</b>							
104,575	---	19,749	124,324	124,324	108,175	122,039	122,039
<b>104,575</b>	<b>---</b>	<b>19,749</b>	<b>124,324</b>	<b>124,324</b>	<b>108,175</b>	<b>122,039</b>	<b>122,039</b>
<b>Economic Assistance and Security</b>							
352,058	621	-11,110	341,569	323,917	293,930	285,127	285,127
<b>352,058</b>	<b>621</b>	<b>-11,110</b>	<b>341,569</b>	<b>323,917</b>	<b>293,930</b>	<b>285,127</b>	<b>285,127</b>
<b>Social Services Programs</b>							
12,000	---	---	12,000	12,000	15,000	20,000	20,000
<b>12,000</b>	<b>---</b>	<b>---</b>	<b>12,000</b>	<b>12,000</b>	<b>15,000</b>	<b>20,000</b>	<b>20,000</b>
<b>468,633</b>	<b>621</b>	<b>8,639</b>	<b>477,893</b>	<b>460,241</b>	<b>417,105</b>	<b>427,166</b>	<b>427,166</b>
<b>468,633</b>	<b>621</b>	<b>8,639</b>	<b>477,893</b>	<b>460,241</b>	<b>417,105</b>	<b>427,166</b>	<b>427,166</b>



# HUMAN SERVICES

Year Ending June 30, 2006					Year Ending June 30, 2008			
Orig. & (S)Supple- mental	Reapp. & (R)Recpts.	Transfers & (E)Emer- gencies	Total Available	Expended		2007 Adjusted Approp.	Requested	Recom- mended
CAPITAL CONSTRUCTION								
Mental Health Services								
---	2,406	---	2,406	732	Greystone Park Psychiatric Hospital	---	---	---
---	2,682	---	2,682	109	Trenton Psychiatric Hospital	---	---	---
---	364	---	364	---	Ann Klein Forensic Center	---	---	---
---	1,119	---	1,119	101	Ancora Psychiatric Hospital	---	---	---
---	28	---	28	---	Arthur Brisbane Child Treatment Center	---	---	---
---	116	---	116	---	Senator Garrett W. Hagedorn Gero-Psychiatric Hospital	---	---	---
---	6,715	---	6,715	942	Subtotal	---	---	---
Operation and Support of Educational Institutions								
---	6	---	6	---	Green Brook Regional Center	---	---	---
---	654	---	654	507	Vineland Developmental Center	---	---	---
---	78	---	78	---	North Jersey Developmental Center	---	---	---
---	1,058	---	1,058	---	Woodbine Developmental Center	---	---	---
---	35	---	35	---	New Lisbon Developmental Center	---	---	---
---	444	---	444	73	Woodbridge Developmental Center	---	---	---
---	65	---	65	---	Hunterdon Developmental Center	---	---	---
---	2,340	---	2,340	580	Subtotal	---	---	---
Supplemental Education and Training Programs								
---	554	---	554	9	Commission for the Blind and Visually Impaired	---	---	---
---	554	---	554	9	Subtotal	---	---	---
Management and Administration								
8,100	1,462	---	9,562	348	Division of Management and Budget	7,700	2,800	2,800
8,100	1,462	---	9,562	348	Subtotal	7,700	2,800	2,800
8,100	11,071	---	19,171	1,879	TOTAL CAPITAL CONSTRUCTION	7,700	2,800	2,800
4,577,081	285,249	32,760	4,895,090	4,671,246	Total Appropriation, Department of Human Services	4,636,481	4,900,645	4,900,645

## 20. PHYSICAL AND MENTAL HEALTH

### 23. MENTAL HEALTH SERVICES

#### OBJECTIVES

1. To provide prompt, effective care, treatment and rehabilitation of individuals suffering from mental illness.
2. To evaluate medical, psychological, social, educational, and related factors affecting the functioning of the individual and to determine and meet his/her need for specialized care, training, and treatment.
3. To resolve problems of mental illness within the community environment to the fullest extent possible.
4. To enable mentally ill persons to return to and remain in community living.
5. To educate and counsel families to understand and accept the problems of persons with mental illness.

#### PROGRAM CLASSIFICATIONS

10. **Patient Care and Health Services.** Treats patients with mental disorders through modern therapeutic programs and emphasizes return to outpatient community status; provides housing, food, clothing, supervision and services, within the framework of general psychiatry, geriatrics, occupational therapy, alcoholic, drug, and physical rehabilitation.
99. **Administration and Support Services.** Provides services required for effective operation of the institutions including general management, purchasing, accounting, budgeting, personnel, payroll and clerical services. Other services include operation and maintenance of buildings, grounds and equipment, including utilities, housekeeping and security services.

20. PHYSICAL AND MENTAL HEALTH

23. MENTAL HEALTH SERVICES

7700. DIVISION OF MENTAL HEALTH SERVICES

The Division of Mental Health Services (C.30:1-9) is charged with the coordination and management responsibilities for those separate facilities, institutions and services involved in the comprehensive program of mental health in the State. These functions are essential for efficiency, sound planning and for growth to meet present and future needs. Research and training assure the use of modern methods and the availability of staff with the necessary training and skills. Although these functions are integral parts of the various operational units, there is need for leadership and coordination.

OBJECTIVES

1. To develop a comprehensive range of accessible, coordinated mental health services for all citizens of the State, with emphasis on the development of local mental health programs.
2. To provide leadership and management for the State psychiatric hospitals.
3. To provide support services for the operational program units through which the mental health programs are carried out.

PROGRAM CLASSIFICATIONS

08. **Community Services.** Carries out the responsibility for the planning and support for the Statewide network of community mental health services throughout all 21 counties, including two community mental health centers associated with the University of Medicine and Dentistry of New Jersey. The Division contracts with community agencies to provide screening services and a wide array of mental health service

The Department of Human Services (C.30:4-177.19b as amended), contracts with the University of Medicine and Dentistry of New Jersey to operate Community Mental Health Centers in Piscataway and Newark. Federal funds are used also for the development and expansion of community mental health services. Pursuant to N.J.S.A. 30:4-78 as amended by P.L. 1990, c.73, effective January 1, 1991, the State pays 90% of the maintenance of county patients and 100% of the maintenance of State patients in county psychiatric hospitals. These county hospitals are similar to the State psychiatric hospitals.

programs designed to serve clients in a setting that is the least restrictive, appropriate to their clinical needs and closest to their homes; to return hospitalized patients to the community as soon as appropriate; and reduce inappropriate admissions to State and county psychiatric hospitals. The Division is also responsible for overseeing the State Aid program in support of patients in county psychiatric hospitals and reimbursing allowable costs incurred by the counties under that program.

99. **Administration and Support Services.** Provides management and general support services necessary for overall control and supervision of the mental health program including planning, development, evaluation, and control of mental health programming to assure compliance with statutory requirements; assures that operating programs meet public policies and professional treatment standards and are conducted in as effective a manner as possible; provides administration of State Aid for State and federally funded community mental health service programs.

EVALUATION DATA

	Actual FY 2005	Actual FY 2006	Revised FY 2007	Budget Estimate FY 2008
<b>OPERATING DATA</b>				
<b>Community Services</b>				
<b>Community Care Services</b>				
Provider Agencies .....	114	118	121	121
Contracts .....	205	191	160	160
Total Cost to State (a) .....	\$222,680,000	\$246,388,000	\$262,113,000	\$281,704,000
Total Clients Served .....	258,466	271,924	247,527	253,581
Service Programs:				
Emergency Services				
Clients Served .....	---	25,308	26,143	26,143
Contacts .....	---	66,441	70,349	70,349
Cost to State .....	---	\$5,524,000	\$5,058,000	\$5,058,000
Screening Services				
Clients Served .....	---	82,735	78,486	79,586
Contacts .....	---	312,301	271,213	275,014
Cost to State .....	---	\$36,227,000	\$39,320,000	\$42,488,000
Outpatient Services				
Clients Served .....	---	108,508	88,665	90,810
Contacts .....	---	818,029	812,267	831,918
Cost to State .....	---	\$42,373,000	\$44,909,000	\$46,227,000
Partial Care				
Clients Served .....	---	12,265	11,144	11,144
Contacts .....	---	2,877,952	3,078,578	3,078,578
Cost to State .....	---	\$23,090,000	\$16,575,000	\$16,595,000

# HUMAN SERVICES

	Actual FY 2005	Actual FY 2006	Revised FY 2007	Budget Estimate FY 2008
Residential				
Clients Served .....	---	3,003	3,005	3,311
Bed Days .....	---	681,896	744,510	836,903
Cost to State .....	---	\$46,216,000	\$54,385,000	\$60,453,000
Supported Housing				
Clients Served .....	---	2,136	2,448	2,886
Cost to State .....	---	\$21,347,000	\$32,071,000	\$38,139,000
Supported Employment				
Clients Served .....	---	1,708	1,515	1,690
Hours .....	---	67,480	87,835	97,981
Cost to State .....	---	\$3,086,000	\$2,941,000	\$3,730,000
Self-Help Centers				
Clients Served .....	---	11,175	9,640	10,340
Cost to State .....	---	\$5,200,000	\$5,251,000	\$5,251,000
Integrated Case Management				
Clients Served .....	---	10,529	10,244	11,074
Hours .....	---	351,547	384,745	415,512
Cost to State .....	---	\$20,807,000	\$20,640,000	\$21,702,000
Projects for Assistance in Transition from Homelessness (PATH)				
Clients Served .....	---	2,348	2,269	2,269
Contacts .....	---	41,745	47,511	47,511
Cost to State .....	---	\$2,123,000	\$2,041,000	\$2,448,000
Program for Assertive Community Treatment (PACT)				
Clients Served .....	---	2,111	1,967	1,967
Cost to State .....	---	\$14,032,000	\$13,378,000	\$13,378,000
Jail Diversion & Re-entry Services				
Clients Served .....	---	980	3,068	3,428
Contacts .....	---	11,996	24,166	27,002
Cost to State .....	---	\$2,674,000	\$2,996,000	\$3,725,000
Legal Services				
Clients Served .....	---	3,727	2,733	2,733
Cost to State .....	---	\$3,580,000	\$3,406,000	\$3,406,000
Intensive Family Support Services				
Clients Served .....	---	5,345	6,200	6,200
Contact Hours .....	---	71,581	66,877	66,877
Cost to State .....	---	\$4,160,000	\$3,962,000	\$3,962,000
Non-Client Specific Programs				
Cost to State .....	---	\$15,949,000	\$15,180,000	\$15,142,000
<b>Total, State billable average daily population, county   psychiatric hospitals .....</b>	<b>583</b>	<b>576</b>	<b>589</b>	<b>590</b>
Bergen .....	154	165	177	177
Burlington .....	27	27	27	27
Camden .....	145	147	147	147
Essex .....	149	135	133	133
Hudson .....	75	73	73	74
Union .....	33	29	32	32

## PERSONNEL DATA

### Position Data

#### Filled Positions by Funding Source

State Supported .....	140	146	145	163
Federal .....	4	2	2	2
Total Positions .....	144	148	147	165

#### Filled Positions by Program Class

Community Services .....	4	2	2	2
Administration and Support Services .....	140	146	145	163
Total Positions .....	144	148	147	165

**Notes:**

Actual payroll counts are reported for fiscal years 2005 and 2006 as of December and revised fiscal year 2007 as of January. The Budget Estimate for fiscal year 2008 reflects the number of positions funded.

(a) "Cost to State" refers only to the State portion of the costs in each program incurred by the Community Care and Olmstead Support Services account. Additional funds for these programs are available from other divisions and funding sources.

The Division of Mental Health Services has materially revised the "Operating Data" presentation above to provide greater detail and more meaningful data, however complete client and cost data is not available in this new format for fiscal 2005.

The evaluation data for "Community Care Services" has been adjusted for fiscal years 2006, 2007 and 2008, to reflect the transfer of several children's services programs to the Division of Child Behavioral Health Services within the Department of Children and Families, effective 1/1/06 and 7/1/06.

**APPROPRIATIONS DATA**  
(thousands of dollars)

Year Ending June 30, 2006					Year Ending June 30, 2008			
Orig. & (S)Supple- mental	Reapp. & (R)Recpts.	Transfers & (E)Emer- gencies	Total Available	Expended	Prog. Class.	2007 Adjusted Approp.	Requested	Recom- mended
<b><u>DIRECT STATE SERVICES</u></b>								
<b>Distribution by Fund and Program</b>								
9,825	---	-432	9,393	9,392	Administration and Support Services	99	4,477	13,479
<b>9,825</b>	<b>---</b>	<b>-432</b>	<b>9,393</b>	<b>9,392</b>	<b>Total Direct State Services</b>		<b>4,477<sup>(a)</sup></b>	<b>13,479</b>
<b>Distribution by Fund and Object</b>								
Personal Services:								
7,865	---	---	7,865	7,865	Salaries and Wages		2,587	11,789
<b>7,865</b>	<b>---</b>	<b>---</b>	<b>7,865</b>	<b>7,865</b>	<b>Total Personal Services</b>		<b>2,587</b>	<b>11,789</b>
21	---	58	79	79	Materials and Supplies		51	79
609	---	-65	544	543	Services Other Than Personal		457	429
155	---	---	155	155	Maintenance and Fixed Charges		155	155
Special Purpose:								
300	---	---	300	300	Fraud and Abuse Initiative	99	300	300
625	---	-425	200	200	Nursing Incentive Program	99	200	---
250	---	---	250	250	Governor's Council on Mental Health Stigma	99	350	350
---	---	---	---	---	Additions, Improvements and Equipment		377	377
<b><u>GRANTS-IN-AID</u></b>								
<b>Distribution by Fund and Program</b>								
286,894	---	-22,315	264,579	264,579	Community Services	08	280,178	299,769
<b>286,894</b>	<b>---</b>	<b>-22,315</b>	<b>264,579</b>	<b>264,579</b>	<b>Total Grants-in-Aid</b>		<b>280,178</b>	<b>299,769</b>
<b>Distribution by Fund and Object</b>								
Grants:								
32,725	---	---	32,725	32,725	Greystone Park Psychiatric Hospital Bridge Fund	08	---	---
7,980	---	-7,980	---	---	Arthur Brisbane Child Treatment Center Bridge Fund	08	---	---
---	---	---	---	---	Olmstead Support Services	08	10,000	22,136
228,124	---	-14,335	213,789	213,789	Community Care <sup>(b)(c)</sup>	08	252,113	259,568
6,205	---	---	6,205	6,205	Community Mental Health Center-University of Medicine and Dentistry-Newark	08	6,205	6,205
11,860	---	---	11,860	11,860	Community Mental Health Center-University of Medicine and Dentistry-Piscataway	08	11,860	11,860

# HUMAN SERVICES

Year Ending June 30, 2006					Year Ending June 30, 2008				
Orig. & (S)Supple- mental	Reapp. & (R)Recpts.	Transfers & (E)Emer- gencies	Total Available	Expended	Prog. Class.	2007 Adjusted Approp.	Requested	Recom- mended	
STATE AID									
Distribution by Fund and Program									
104,575	---	19,749	124,324	124,324	Community Services	08	108,175	122,039	122,039
104,575	---	19,749	124,324	124,324	Total State Aid		108,175	122,039	122,039
Distribution by Fund and Object									
State Aid:									
104,575	---	19,749	124,324	124,324	Support of Patients in County Psychiatric Hospitals	08	108,175	122,039	122,039
401,294	---	-2,998	398,296	398,295	Grand Total State Appropriation		392,830	435,287	435,287
OTHER RELATED APPROPRIATIONS									
Federal Funds									
14,114									
494 S	20,738	4,361	39,707	38,067	Community Services	08	14,077	14,073	14,073
2,444					Administration and Support Services	99	11,767	4,426	4,426
11,905 S	360	3,719	18,428	15,834	Total Federal Funds		25,844	18,499	18,499
28,957	21,098	8,080	58,135	53,901	All Other Funds				
	352								
---	297 R	---	649	303	Community Services	08	316	324	324
---	649	---	649	303	Total All Other Funds		316	324	324
430,251	21,747	5,082	457,080	452,499	GRAND TOTAL ALL FUNDS		418,990	454,110	454,110

## Notes -- Direct State Services - General Fund

- (a) The fiscal year 2007 appropriation has been adjusted for the allocation of salary program, as well as the reallocation of State appropriations supporting information technology services to the Office of Information Technology within the Department of Treasury.

## Notes -- Grants-In-Aid - General Fund

- (b) In fiscal 2007, \$15,256,000 is reallocated to the Office of Children's Services within the Department of Children and Families, and \$6,635,000 is reallocated to the Division of Medical Assistance and Health Services for mental health services provided through these divisions.
- (c) In fiscal 2008, \$407,000 has been reallocated from the Division of Family Development.

## Language Recommendations -- Direct State Services - General Fund

The amounts hereinabove appropriated for the Governor's Council on Mental Health Stigma shall be expended consistent with the recommendations in the final report of the Governor's Task Force on Mental Health.

Of the amounts hereinabove appropriated for Salaries and Wages, \$330,000 shall be expended consistent with the recommendations in the final report of the Governor's Task Force on Mental Health as follows: \$330,000 for the Office of Disaster Mental Health.

## Language Recommendations -- Grants-In-Aid - General Fund

The amount appropriated hereinabove for the Community Mental Health Centers and the amount appropriated to the University of Medicine and Dentistry of New Jersey are first charged to the federal disproportionate share hospital reimbursements anticipated as Medicaid uncompensated care.

With the exception of disproportionate share hospital revenues that may be received, federal and other funds received for the operation of community mental health centers at the New Jersey Medical School and the Robert Wood Johnson Medical School shall be available to the University of Medicine and Dentistry of New Jersey for the operation of the centers.

Revenues that may be received from fees derived from the licensing of all community mental health agencies as specified in N.J.A.C.10:37-10.1 et seq. are appropriated to the Division of Mental Health Services to offset the costs of performing the required reviews.

Of the amounts hereinabove appropriated for Community Care, \$37,459,000 shall be expended consistent with the recommendations in the final report of the Governor's Task Force on Mental Health as follows: \$14,106,000 for Mental Health Screening Centers; \$2,637,000 for Self-Help Centers; \$4,993,000 for psychiatric services; \$5,125,000 for support services for permanent supportive housing; \$789,000 for supported employment services; \$600,000 for jail diversion in Atlantic County; \$600,000 for jail diversion in Essex County; \$600,000 for jail diversion in Union County; \$729,000 for additional jail diversion programs; \$2,868,000 for bilingual and culturally competent services; \$1,062,000 for treatment of co-occurring disorders; \$1,000,000 for Short-Term Care Facilities; \$850,000 for Community Health Law Project; and \$1,500,000 for Special Case Management services.

**Language Recommendations -- State Aid - General Fund**

The appropriation for the Support of Patients in County Psychiatric Hospitals account is available to pay liabilities applicable to prior fiscal years, subject to the approval of the Director of the Division of Budget and Accounting.

The unexpended balance at the end of the preceding fiscal year in the Support of Patients in County Psychiatric Hospitals account is appropriated.

With the exception of all past, present, and future revenues representing federal financial participation received by the State from the United States that is based on payments to hospitals that serve a disproportionate share of low-income patients, which shall be retained by the State, the sharing of revenues received to defray the State Aid appropriation for the costs of maintaining patients in State and county psychiatric hospitals shall be based on the same percent as costs are shared between the State and counties.

The amount appropriated for State Aid reimbursement payments for maintenance of patients in county psychiatric facilities shall be limited to inpatient services only, except that such reimbursement shall be paid to a county for outpatient and partial hospitalization services as defined by the Department of Human Services, if outpatient and/or partial hospitalization services had been previously provided at the county psychiatric facility prior to January 1, 1998. These outpatient and partial hospitalization payments shall not exceed the amount of State Aid funds paid to reimburse outpatient and partial hospitalization services provided during calendar year 1997. In addition, any revision or expansion to the number of inpatient beds or inpatient services provided at such hospitals which will have a material impact on the amount of State Aid payments made for such services, must first be approved by the Department of Human Services before such change is implemented.

The amount appropriated for the Division of Mental Health Services for State facility operations and the amount appropriated as State Aid for the costs of county facility operations first are charged to the federal disproportionate share hospital reimbursements anticipated as Medicaid uncompensated care.

**20. PHYSICAL AND MENTAL HEALTH**

**23. MENTAL HEALTH SERVICES**

**7710. GREYSTONE PARK PSYCHIATRIC HOSPITAL**

Greystone Park Psychiatric Hospital (C.30:4-160) provides services for voluntarily and legally committed mentally ill persons from Bergen, Essex, Hudson, Morris, Passaic, and Sussex

Counties. It is approved by the Joint Commission on Accreditation of Hospitals.

**EVALUATION DATA**

	<b>Actual FY 2005</b>	<b>Actual FY 2006</b>	<b>Revised FY 2007</b>	<b>Budget Estimate FY 2008</b>
<b>OPERATING DATA</b>				
<b>Patient Care and Health Services</b>				
Average daily population .....	563	579	553 (a)	510 (a)
Total admissions .....	350	410	310	285
Readmissions .....	60	70	67	61
All other admissions, including transfers .....	290	340	243	224
Total terminations, including transfers .....	342	364	332	306
Ratio: Population/total positions .....	0.5 / 1	0.5 / 1	0.5 / 1	0.4 / 1
Annual per capita .....	\$ 121,719	\$ 128,815	\$ 123,637	\$ 134,145
Daily per capita .....	\$333.48	\$352.92	\$338.73	\$367.52
<b>PERSONNEL DATA</b>				
<b>Position Data</b>				
<b>Filled positions by Funding Source</b>				
State Supported .....	1,184	1,171	1,213	1,193
All Other .....	3	3	3	3
Total Positions .....	1,187	1,174	1,216	1,196
<b>Filled Positions by Program Class</b>				
Patient Care and Health Services .....	930	886	915	957
Administration and Support Services .....	257	288	301	239
Total Positions .....	1,187	1,174	1,216	1,196

**Notes:**

Actual payroll counts are reported for fiscal years 2005 and 2006 as of December and revised fiscal year 2007 as of January. The Budget Estimate for fiscal year 2008 reflects the number of positions funded.

(a) Census expected to decline in anticipation of a new, smaller Greystone Park Psychiatric Hospital opening in fiscal year 2008.

# HUMAN SERVICES

## APPROPRIATIONS DATA (thousands of dollars)

Year Ending June 30, 2006					Year Ending June 30, 2008				
Orig. & (S)Supple- mental	Reapp. & (R)Recpts.	Transfers & (E)Emer- gencies	Total Available	Expended	Prog. Class.	2007 Adjusted Approp.	Requested	Recom- mended	
<b><u>DIRECT STATE SERVICES</u></b>									
<b>Distribution by Fund and Program</b>									
49,708	213	7,497	57,418	57,252	Patient Care and Health Services	10	54,207	54,207	54,207
12,912	2	4,210	17,124	17,124	Administration and Support Services	99	13,970	11,732	11,732
<b>62,620</b>	<b>215</b>	<b>11,707</b>	<b>74,542</b>	<b>74,376</b>	<b>Total Direct State Services</b>		<b>68,177 (a)</b>	<b>65,939</b>	<b>65,939</b>
<b>Distribution by Fund and Object</b>									
Personal Services:									
56,488	---	11,620	68,108	68,108	Salaries and Wages		61,625	59,387	59,387
<b>56,488</b>	<b>---</b>	<b>11,620</b>	<b>68,108</b>	<b>68,108</b>	<b>Total Personal Services</b>		<b>61,625</b>	<b>59,387</b>	<b>59,387</b>
3,306	2	-2	3,306	3,306	Materials and Supplies		3,306	3,306	3,306
1,346	---	---	1,346	1,346	Services Other Than Personal		1,766	1,766	1,766
898	---	---	898	898	Maintenance and Fixed Charges		898	898	898
Special Purpose:									
50	106 <sup>7</sup> <sub>R</sub>	---	163	44	Interim Assistance	10	50	50	50
---	---	89	89	89	Administration and Support Services	99	---	---	---
532	100	---	632	585	Additions, Improvements and Equipment		532	532	532
<b><u>CAPITAL CONSTRUCTION</u></b>									
<b>Distribution by Fund and Program</b>									
---	2,406	---	2,406	732	Administration and Support Services	99	---	---	---
<b>---</b>	<b>2,406</b>	<b>---</b>	<b>2,406</b>	<b>732</b>	<b>Total Capital Construction</b>		<b>---</b>	<b>---</b>	<b>---</b>
<b>Distribution by Fund and Object</b>									
<b>Greystone Park Psychiatric Hospital</b>									
---	2,157	---	2,157	732	Infrastructure Improvements, Institutions and Community Facilities	99	---	---	---
---	8	---	8	---	Bathroom Renovations	99	---	---	---
---	211	---	211	---	Upgrade Security Systems	99	---	---	---
---	30	---	30	---	Renovate Residential Cottages	99	---	---	---
<b>62,620</b>	<b>2,621</b>	<b>11,707</b>	<b>76,948</b>	<b>75,108</b>	<b>Grand Total State Appropriation</b>		<b>68,177</b>	<b>65,939</b>	<b>65,939</b>
<b>OTHER RELATED APPROPRIATIONS</b>									
<b>Federal Funds</b>									
---	---	---	---	---	Administration and Support Services	99	---	2,281	2,281
<b>---</b>	<b>---</b>	<b>---</b>	<b>---</b>	<b>---</b>	<b>Total Federal Funds</b>		<b>---</b>	<b>2,281</b>	<b>2,281</b>
<b>All Other Funds</b>									
---	---	208	208	208	Patient Care and Health Services	10	194	194	194
<b>---</b>	<b>---</b>	<b>208</b>	<b>208</b>	<b>208</b>	<b>Total All Other Funds</b>		<b>194</b>	<b>194</b>	<b>194</b>
<b>62,620</b>	<b>2,621</b>	<b>11,915</b>	<b>77,156</b>	<b>75,316</b>	<b>GRAND TOTAL ALL FUNDS</b>		<b>68,371</b>	<b>68,414</b>	<b>68,414</b>

### Notes -- Direct State Services - General Fund

- (a) The fiscal year 2007 appropriation has been adjusted for the allocation of salary program, as well as the reallocation of State appropriations supporting information technology services to the Office of Information Technology within the Department of Treasury.

20. PHYSICAL AND MENTAL HEALTH  
23. MENTAL HEALTH SERVICES  
7720. TRENTON PSYCHIATRIC HOSPITAL

Trenton Psychiatric Hospital (C.30:4-160) provides services for voluntarily and legally committed mentally ill persons from Mercer, Middlesex, Monmouth, and Union Counties. It is approved

by the Joint Commission on Accreditation of Hospitals. Its psychiatric residency training program is approved by the Council on Medical Education of the American Medical Association.

EVALUATION DATA

	Actual FY 2005	Actual FY 2006	Revised FY 2007	Budget Estimate FY 2008
<b>OPERATING DATA</b>				
<b>Patient Care and Health Services</b>				
Average daily population .....	510	505	501	490
Total admissions .....	997	843	941	920
Readmissions .....	346	259	341	333
All other admissions, including transfers .....	651	584	600	587
Total terminations, including transfers .....	967	837	847	828
Ratio: Population/total positions .....	0.5 / 1	0.5 / 1	0.5 / 1	0.5 / 1
Annual per capita .....	\$120,878	\$132,240	\$131,184	\$134,224
Daily per capita .....	\$331.17	\$362.30	\$359.41	\$367.74

PERSONNEL DATA

Position Data

Filled positions by Funding Source

State Supported .....	1,014	1,026	1,015	1,077
All Other .....	1	2	1	2
Total Positions .....	1,015	1,028	1,016	1,079

Filled Positions by Program Class

Patient Care and Health Services .....	839	835	834	899
Administration and Support Services .....	176	193	182	180
Total Positions .....	1,015	1,028	1,016	1,079

Notes:

Actual payroll counts are reported for fiscal years 2005 and 2006 as of December and revised fiscal year 2007 as of January.  
The Budget Estimate for fiscal year 2008 reflects the number of positions funded.

APPROPRIATIONS DATA  
(thousands of dollars)

Year Ending June 30, 2006					Year Ending June 30, 2008			
Orig. & (S)Supple- mental	Reapp. & (R)Recpts.	Transfers & (E)Emer- gencies	Total Available	Expended	Prog. Class.	2007 Adjusted Approp.	Requested	Recom- mended
<b>DIRECT STATE SERVICES</b>								
<b>Distribution by Fund and Program</b>								
46,374	174	9,200	55,748	55,663	Patient Care and Health Services	10	53,784	53,784
11,089	1	-75	11,015	11,014	Administration and Support Services	99	11,861	9,707
<b>57,463</b>	<b>175</b>	<b>9,125</b>	<b>66,763</b>	<b>66,677</b>	<b>Total Direct State Services</b>		<b>65,645<sup>(a)</sup></b>	<b>63,491</b>
<b>Distribution by Fund and Object</b>								
Personal Services:								
51,262	---	9,125	60,387	60,387	Salaries and Wages		59,271	57,117
51,262	---	9,125	60,387	60,387	Total Personal Services		59,271	57,117
2,954	1	---	2,955	2,954	Materials and Supplies		2,954	2,954
1,818	---	-4	1,814	1,814	Services Other Than Personal		1,991	1,991
799	---	4	803	803	Maintenance and Fixed Charges		799	799
Special Purpose:								
150	12 161 R	---	323	295	Interim Assistance	10	150	150
480	1	---	481	424	Additions, Improvements and Equipment		480	480



# HUMAN SERVICES

Year Ending June 30, 2006					Year Ending June 30, 2008			
Orig. & (S)Supple- mental	Reapp. & (R)Recpts.	Transfers & (E)Emer- gencies	Total Available	Expended	Prog. Class.	2007 Adjusted Approp.	Requested	Recom- mended
<b>CAPITAL CONSTRUCTION</b>								
<b>Distribution by Fund and Program</b>								
---	2,682	---	2,682	109	Administration and Support Services	99	---	---
---	2,682	---	2,682	109	<b>Total Capital Construction</b>		---	---
<b>Distribution by Fund and Object</b>								
<b>Trenton Psychiatric Hospital</b>								
---	2,173	---	2,173	---	Steam and Condensate Line Replacement	99	---	---
---	396	---	396	109	Fire Protection	99	---	---
---	113	---	113	---	Drake Building Ceiling	99	---	---
57,463	2,857	9,125	69,445	66,786	<b>Grand Total State Appropriation</b>		65,645	63,491
<b>OTHER RELATED APPROPRIATIONS</b>								
<b>Federal Funds</b>								
---	---	---	---	---	Administration and Support Services	99	---	---
---	---	---	---	---	<b>Total Federal Funds</b>		2,197	2,197
<b>All Other Funds</b>								
---	---	104	104	104	Patient Care and Health Services	10	78	82
---	---	104	104	104	<b>Total All Other Funds</b>		78	82
57,463	2,857	9,229	69,549	66,890	<b>GRAND TOTAL ALL FUNDS</b>		65,723	65,770

## Notes -- Direct State Services - General Fund

- (a) The fiscal year 2007 appropriation has been adjusted for the allocation of salary program, as well as the reallocation of State appropriations supporting information technology services to the Office of Information Technology within the Department of Treasury.

## 20. PHYSICAL AND MENTAL HEALTH

### 23. MENTAL HEALTH SERVICES

#### 7725. ANN KLEIN FORENSIC CENTER

The Ann Klein Forensic Center (C.30:4-160) serves the entire State in providing forensic psychiatric services for mentally ill

persons who are legally committed. It is approved by the Joint Commission on Accreditation of Hospitals.

## EVALUATION DATA

	Actual FY 2005	Actual FY 2006	Revised FY 2007	Budget Estimate FY 2008
<b>OPERATING DATA</b>				
<b>Patient Care and Health Services</b>				
Average daily population .....	196	197	198	200
Total admissions .....	579	502	462	467
Readmissions .....	117	95	86	87
All other admissions, including transfers .....	462	407	376	380
Total terminations, including transfers .....	580	503	456	461
Ratio: Population/total positions .....	0.4 / 1	0.4 / 1	0.4 / 1	0.4 / 1
Annual per capita .....	\$127,648	\$104,096	\$117,566	\$116,405
Daily per capita .....	\$349.72	\$285.19	\$322.10	\$318.92
<b>PERSONNEL DATA</b>				
<b>Position Data</b>				
<b>Filled positions by Funding Source</b>				
State Supported .....	523	508	479	515
All Other .....	3	3	3	2
Total Positions .....	526	511	482	517

# HUMAN SERVICES

	Actual FY 2005	Actual FY 2006	Revised FY 2007	Budget Estimate FY 2008
Filled Positions by Program Class				
Patient Care and Health Services .....	460	434	417	462
Administration and Support Services .....	66	77	65	55
Total Positions .....	526	511	482	517

## Notes:

Actual payroll counts are reported for fiscal years 2005 and 2006 as of December and revised fiscal year 2007 as of January.  
The Budget Estimate for fiscal year 2008 reflects the number of positions funded.

## APPROPRIATIONS DATA (thousands of dollars)

Year Ending June 30, 2006					Year Ending June 30, 2008			
Orig. & (S)Supple- mental	Reapp. & (R)Recpts.	Transfers & (E)Emer- gencies	Total Available	Expended	Prog. Class.	2007 Adjusted Approp.	Requested	Recom- mended
<b><u>DIRECT STATE SERVICES</u></b>								
<b>Distribution by Fund and Program</b>								
17,787	1	---	17,788	17,741	Patient Care and Health Services	10	20,210	20,210
2,614	---	-19	2,595	2,594	Administration and Support Services	99	2,865	2,095
<b>20,401</b>	<b>1</b>	<b>-19</b>	<b>20,383</b>	<b>20,335</b>	<b>Total Direct State Services</b>		<b>23,075 <sup>(a)</sup></b>	<b>22,305</b>
<b>Distribution by Fund and Object</b>								
<b>Personal Services:</b>								
18,469	---	---	18,469	18,469	Salaries and Wages		21,146	20,376
18,469	---	---	18,469	18,469	Total Personal Services		21,146	20,376
1,214	---	-64	1,150	1,149	Materials and Supplies		1,214	1,214
520	---	-19	501	501	Services Other Than Personal		517	517
98	---	64	162	161	Maintenance and Fixed Charges		98	98
100	1	---	101	55	Additions, Improvements and Equipment		100	100
<b><u>CAPITAL CONSTRUCTION</u></b>								
<b>Distribution by Fund and Program</b>								
---	364	---	364	---	Administration and Support Services	99	---	---
<b>---</b>	<b>364</b>	<b>---</b>	<b>364</b>	<b>---</b>	<b>Total Capital Construction</b>		<b>---</b>	<b>---</b>
<b>Distribution by Fund and Object</b>								
<b>Ann Klein Forensic Center</b>								
---	364	---	364	---	Construction of Residential Buildings	99	---	---
<b>20,401</b>	<b>365</b>	<b>-19</b>	<b>20,747</b>	<b>20,335</b>	<b>Grand Total State Appropriation</b>		<b>23,075</b>	<b>22,305</b>
<b><u>OTHER RELATED APPROPRIATIONS</u></b>								
<b>Federal Funds</b>								
---	---	---	---	---	Administration and Support Services	99	---	770
<b>---</b>	<b>---</b>	<b>---</b>	<b>---</b>	<b>---</b>	<b>Total Federal Funds</b>		<b>---</b>	<b>770</b>
<b>All Other Funds</b>								
---	---	173	173	172	Patient Care and Health Services	10	203	206
<b>---</b>	<b>---</b>	<b>173</b>	<b>173</b>	<b>172</b>	<b>Total All Other Funds</b>		<b>203</b>	<b>206</b>
<b>20,401</b>	<b>365</b>	<b>154</b>	<b>20,920</b>	<b>20,507</b>	<b>GRAND TOTAL ALL FUNDS</b>		<b>23,278</b>	<b>23,281</b>

## Notes -- Direct State Services - General Fund

- (a) The fiscal year 2007 appropriation has been adjusted for the allocation of salary program, as well as the reallocation of State appropriations supporting information technology services to the Office of Information Technology within the Department of Treasury.

# HUMAN SERVICES

## 20. PHYSICAL AND MENTAL HEALTH

### 23. MENTAL HEALTH SERVICES

#### 7740. ANCORA PSYCHIATRIC HOSPITAL

Ancora Psychiatric Hospital (C.30:4-160) provides services for voluntarily and legally committed mentally ill persons from Atlantic, Burlington, Camden, Cape May, Cumberland, Gloucester,

Ocean, and Salem Counties. It is approved by the Joint Commission on Accreditation of Hospitals.

#### EVALUATION DATA

	Actual FY 2005	Actual FY 2006	Revised FY 2007	Budget Estimate FY 2008
<b>OPERATING DATA</b>				
<b>Patient Care and Health Services</b>				
Average daily population .....	727	736	735	735
Total admissions .....	1,175	1,210	1,622	1,622
Readmissions .....	330	359	389	389
All other admissions, including transfers .....	845	851	1,233	1,233
Total terminations, including transfers .....	1,201	1,190	1,266	1,266
Ratio: Population/total positions .....	0.5 / 1	0.5 / 1	0.5 / 1	0.5 / 1
Annual per capita .....	\$106,155	\$109,716	\$112,796	\$115,358
Daily per capita .....	\$290.84	\$300.59	\$309.03	\$316.05

#### PERSONNEL DATA

##### Position Data

##### Filled positions by Funding Source

State Supported .....	1,315	1,343	1,352	1,451
All Other .....	8	8	8	7
Total Positions .....	1,323	1,351	1,360	1,458

##### Filled Positions by Program Class

Patient Care and Health Services .....	1,000	1,005	1,034	1,138
Administration and Support Services .....	323	346	326	320
Total Positions .....	1,323	1,351	1,360	1,458

#### Notes:

Actual payroll counts are reported for fiscal years 2005 and 2006 as of December and revised fiscal year 2007 as of January.  
The Budget Estimate for fiscal year 2008 reflects the number of positions funded.

#### APPROPRIATIONS DATA (thousands of dollars)

Year Ending June 30, 2006					Year Ending June 30, 2008			
Orig. & (S)Supple- mental	Reapp. & (R)Recpts.	Transfers & (E)Emer- gencies	Total Available	Expended	Prog. Class.	2007 Adjusted Approp.	Requested	Recom- mended
<b><u>DIRECT STATE SERVICES</u></b>								
<b>Distribution by Fund and Program</b>								
57,016	580	9,528	67,124	67,027	10	68,117	69,990	69,990
13,527	40	-41	13,526	13,525				
					99	14,553	11,824	11,824
<b>70,543</b>	<b>620</b>	<b>9,487</b>	<b>80,650</b>	<b>80,552</b>		<b>82,670 <sup>(a)</sup></b>	<b>81,814</b>	<b>81,814</b>
<b>Distribution by Fund and Object</b>								
<b>Personal Services:</b>								
63,306	---	9,487	72,793	72,793		74,651	73,795	73,795
63,306	---	9,487	72,793	72,793		74,651	73,795	73,795
3,610	5	---	3,615	3,615		3,610	3,610	3,610
1,974	---	-4	1,970	1,970		2,756	2,756	2,756
917	---	---	917	917		917	917	917

# HUMAN SERVICES

Year Ending June 30, 2006					Year Ending June 30, 2008			
Orig. & (S)Supple-mental	Reapp. & (R)Recpts.	Transfers & (E)Emer-gencies	Total Available	Expended	Prog. Class.	2007 Adjusted Approp.	Requested	Recom-mended
<b><u>DIRECT STATE SERVICES</u></b>								
Special Purpose:								
120	68 215 <sup>R</sup>	---	403	401	Interim Assistance	10	120	120
---	---	4	4	4	Administration and Support Services	99	---	---
616	332	---	948	852	Additions, Improvements and Equipment		616	616
<b><u>CAPITAL CONSTRUCTION</u></b>								
<b>Distribution by Fund and Program</b>								
---	1,119	---	1,119	101	Administration and Support Services	99	---	---
---	<b>1,119</b>	---	<b>1,119</b>	<b>101</b>	<b>Total Capital Construction</b>		---	---
<b>Distribution by Fund and Object</b>								
<b>Ancora Psychiatric Hospital</b>								
---	221	---	221	48	Correct Brick Veneer Problems	99	---	---
---	898	---	898	53	Sewage Treatment Plant	99	---	---
<b>70,543</b>	<b>1,739</b>	<b>9,487</b>	<b>81,769</b>	<b>80,653</b>	<b>Grand Total State Appropriation</b>		<b>82,670</b>	<b>81,814</b>
<b><u>OTHER RELATED APPROPRIATIONS</u></b>								
<b>Federal Funds</b>								
---	---	---	---	---	Administration and Support Services	99	---	2,772
---	---	---	---	---	<b>Total Federal Funds</b>		---	<b>2,772</b>
<b>All Other Funds</b>								
---	---	199	199	199	Patient Care and Health Services	10	235	202
---	---	<b>199</b>	<b>199</b>	<b>199</b>	<b>Total All Other Funds</b>		<b>235</b>	<b>202</b>
<b>70,543</b>	<b>1,739</b>	<b>9,686</b>	<b>81,968</b>	<b>80,852</b>	<b>GRAND TOTAL ALL FUNDS</b>		<b>82,905</b>	<b>84,788</b>

## Notes -- Direct State Services - General Fund

- (a) The fiscal year 2007 appropriation has been adjusted for the allocation of salary program, as well as the reallocation of State appropriations supporting information technology services to the Office of Information Technology within the Department of Treasury.

## 20. PHYSICAL AND MENTAL HEALTH

### 23. MENTAL HEALTH SERVICES

#### 7750. ARTHUR BRISBANE CHILD TREATMENT CENTER

The Arthur Brisbane Child Treatment Center (C.30:4-177.1 et. seq.) provided psychiatric inpatient treatment, education and rehabilitation for mentally ill pre-adolescent school age children and adolescents who were legally committed from the 21 counties.

The settlement with Childrens Rights, Inc. and the Child Welfare Reform Plan which is part of the settlement, required the Center to

close on December 31, 2005. Community programs have been developed to provide an appropriate level of care for the population groups who otherwise would have been treated at the Center.

The Center's grounds continue to be used by the Juvenile Justice Commission as a residential program, Fresh Start, which provides support for younger offenders that are developmentally delayed.

# HUMAN SERVICES

## EVALUATION DATA

	Actual FY 2005	Actual FY 2006	Revised FY 2007	Budget Estimate FY 2008
<b>OPERATING DATA</b>				
<b>Patient Care and Health Services</b>				
Average daily population .....	26	12 (a)	---	---
Total admissions .....	62	6 (a)	---	---
Readmissions .....	4	--- (a)	---	---
All other admissions, including transfers .....	58	6 (a)	---	---
Total terminations, including transfers .....	78	29 (a)	---	---
Ratio: Population/total positions .....	0.1 / 1	0.1 / 1 (a)	---	---
Annual per capita .....	\$443,846	\$984,167 (a)	---	---
Daily per capita .....	\$1,216.02	\$2,696.35 (a)	---	---

## PERSONNEL DATA

### Position Data

#### Filled positions by Funding Source

State Supported .....	186	134 (a)	---	---
All Other .....	17	8 (a)	---	---
Total Positions .....	203	142 (a)	---	---

#### Filled Positions by Program Class

Patient Care and Health Services .....	158	108 (a)	---	---
Administration and Support Services .....	45	34 (a)	---	---
Total Positions .....	203	142 (a)	---	---

### Notes:

Actual payroll counts are reported for fiscal years 2005 and 2006 as of December.

(a) The operating data reflects the period July - December, 2005 when the facility was ultimately closed. Annual and daily per capita figures and filled position data are an anomaly due to the transition of staff to other facilities.

## APPROPRIATIONS DATA (thousands of dollars)

Year Ending June 30, 2006					Year Ending June 30, 2008			
Orig. & (S)Supple- mental	Reapp. & (R)Recpts.	Transfers & (E)Emer- gencies	Total Available	Expended	Prog. Class.	2007 Adjusted Approp.	Requested	Recom- mended
<b><u>DIRECT STATE SERVICES</u></b>								
<b>Distribution by Fund and Program</b>								
4,374	---	---	4,374	4,374	Patient Care and Health Services	10	---	---
1,168	1	---	1,169	1,169	Administration and Support Services	99	---	---
<b>5,542</b>	<b>1</b>	<b>---</b>	<b>5,543</b>	<b>5,543</b>	<b>Total Direct State Services</b>		<b>---</b>	<b>---</b>
<b>Distribution by Fund and Object</b>								
<b>Personal Services:</b>								
5,015	---	---	5,015	5,015	Salaries and Wages		---	---
<b>5,015</b>	<b>---</b>	<b>---</b>	<b>5,015</b>	<b>5,015</b>	<b>Total Personal Services</b>		<b>---</b>	<b>---</b>
228	---	---	228	228	Materials and Supplies		---	---
163	---	---	163	163	Services Other Than Personal		---	---
66	---	---	66	66	Maintenance and Fixed Charges		---	---
70	1	---	71	71	Additions, Improvements and Equipment		---	---
<b><u>CAPITAL CONSTRUCTION</u></b>								
<b>Distribution by Fund and Program</b>								
---	28	---	28	---	Administration and Support Services	99	---	---
<b>---</b>	<b>28</b>	<b>---</b>	<b>28</b>	<b>---</b>	<b>Total Capital Construction</b>		<b>---</b>	<b>---</b>

# HUMAN SERVICES

Year Ending June 30, 2006					Year Ending June 30, 2008			
Orig. & (S)Supple-mental	Reapp. & (R)Recpts.	Transfers & (E)Emer-gencies	Total Available	Expended	Prog. Class.	2007 Adjusted Approp.	Requested	Recom-mended
<b>CAPITAL CONSTRUCTION</b>								
<b>Distribution by Fund and Object</b>								
<b>Arthur Brisbane Child Treatment Center</b>								
---	23	---	23	---	99	---	---	---
---	5	---	5	---	99	---	---	---
5,542	29	---	5,571	5,543		---	---	---
<b>Grand Total State Appropriation</b>								
<b>OTHER RELATED APPROPRIATIONS</b>								
<b>All Other Funds</b>								
---	---	362	362	362				
Patient Care and Health Services					10	---	---	---
---	---	362	362	362		---	---	---
5,542	29	362	5,933	5,905		---	---	---
<b>Grand Total All Funds</b>						---	---	---

## 20. PHYSICAL AND MENTAL HEALTH

### 23. MENTAL HEALTH SERVICES

#### 7760. SENATOR GARRETT W. HAGEDORN GERO-PSYCHIATRIC HOSPITAL

Senator Garrett W. Hagedorn Gero-Psychiatric Hospital provides long-term rehabilitative care for patients previously discharged from State psychiatric hospitals who may require psychiatric intervention, but whose major need is for skilled or intermediate

nursing and medical care. The hospital provides services for mentally ill persons from Hunterdon, Somerset, and Warren Counties.

### EVALUATION DATA

	Actual FY 2005	Actual FY 2006	Revised FY 2007	Budget Estimate FY 2008
<b>OPERATING DATA</b>				
<b>Patient Care and Health Services</b>				
Average daily population .....	289	285	282	280
Total admissions .....	507	475	600	597
Readmissions .....	90	99	120	119
All other admissions, including transfers .....	417	376	480	478
Total terminations, including transfers .....	510	487	490	487
Ratio: Population/total positions .....	0.5 / 1	0.5 / 1	0.5 / 1	0.5 / 1
Annual per capita .....	\$120,481	\$117,260	\$132,266	\$133,371
Daily per capita .....	\$330.08	\$321.26	\$362.37	\$365.40

### PERSONNEL DATA

#### Position Data

##### Filled positions by Funding Source

State Supported .....	528	545	515	550
All Other .....	---	1	1	1
Total Positions .....	528	546	516	551

##### Filled Positions by Program Class

Patient Care and Health Services .....	419	440	412	432
Administration and Support Services .....	109	106	104	119
Total Positions .....	528	546	516	551

#### Notes:

Actual payroll counts are reported for fiscal years 2005 and 2006 as of December and revised fiscal year 2007 as of January. The Budget Estimate for fiscal year 2008 reflects the number of positions funded.

# HUMAN SERVICES

## APPROPRIATIONS DATA (thousands of dollars)

Year Ending June 30, 2006					Year Ending June 30, 2008				
Orig. & (S)Supple- mental	Reapp. & (R)Recpts.	Transfers & (E)Emer- gencies	Total Available	Expended	Prog. Class.	2007 Adjusted Approp.	Requested	Recom- mended	
<b><u>DIRECT STATE SERVICES</u></b>									
<b>Distribution by Fund and Program</b>									
25,388	35	264	25,687	25,676	Patient Care and Health Services	10	28,767	28,767	28,767
8,288	534	-41	8,781	7,715	Administration and Support Services	99	8,484	7,275	7,275
<b>33,676</b>	<b>569</b>	<b>223</b>	<b>34,468</b>	<b>33,391</b>	<b>Total Direct State Services</b>		<b>37,251 <sup>(a)</sup></b>	<b>36,042</b>	<b>36,042</b>
<b>Distribution by Fund and Object</b>									
Personal Services:									
29,581	---	223	29,804	29,804	Salaries and Wages		33,386	32,177	32,177
<b>29,581</b>	<b>---</b>	<b>223</b>	<b>29,804</b>	<b>29,804</b>	<b>Total Personal Services</b>		<b>33,386</b>	<b>32,177</b>	<b>32,177</b>
1,941	5	-1	1,945	1,945	Materials and Supplies		1,941	1,941	1,941
1,052	---	---	1,052	1,052	Services Other Than Personal		1,199	1,199	1,199
426	---	---	426	426	Maintenance and Fixed Charges		426	426	426
Special Purpose:									
14	29 <sup>R</sup> 6	---	49	38	Interim Assistance	10	14	14	14
---	---	1	1	---	Administration and Support Services	99	---	---	---
662	529	---	1,191	126	Additions, Improvements and Equipment		285	285	285
<b><u>CAPITAL CONSTRUCTION</u></b>									
<b>Distribution by Fund and Program</b>									
---	116	---	116	---	Administration and Support Services	99	---	---	---
<b>---</b>	<b>116</b>	<b>---</b>	<b>116</b>	<b>---</b>	<b>Total Capital Construction</b>		<b>---</b>	<b>---</b>	<b>---</b>
<b>Distribution by Fund and Object</b>									
Senator Garrett W. Hagedorn Gero-Psychiatric Hospital									
---	116	---	116	---	Sewage Treatment Plant	99	---	---	---
<b>33,676</b>	<b>685</b>	<b>223</b>	<b>34,584</b>	<b>33,391</b>	<b>Grand Total State Appropriation</b>		<b>37,251</b>	<b>36,042</b>	<b>36,042</b>
<b>OTHER RELATED APPROPRIATIONS</b>									
<b>Federal Funds</b>									
---	---	---	---	---	Administration and Support Services	99	---	1,252	1,252
<b>---</b>	<b>---</b>	<b>---</b>	<b>---</b>	<b>---</b>	<b>Total Federal Funds</b>		<b>---</b>	<b>1,252</b>	<b>1,252</b>
<b>All Other Funds</b>									
---	---	28	28	28	Patient Care and Health Services	10	48	50	50
<b>---</b>	<b>---</b>	<b>28</b>	<b>28</b>	<b>28</b>	<b>Total All Other Funds</b>		<b>48</b>	<b>50</b>	<b>50</b>
<b>33,676</b>	<b>685</b>	<b>251</b>	<b>34,612</b>	<b>33,419</b>	<b>GRAND TOTAL ALL FUNDS</b>		<b>37,299</b>	<b>37,344</b>	<b>37,344</b>

### Notes -- Direct State Services - General Fund

- (a) The fiscal year 2007 appropriation has been adjusted for the allocation of salary program, as well as the reallocation of State appropriations supporting information technology services to the Office of Information Technology within the Department of Treasury.

### Language Recommendations -- Direct State Services - General Fund

Receipts recovered from advances made under the Interim Assistance program in the mental health institutions are appropriated for the same purpose.

The unexpended balances at the end of the preceding fiscal year in the Interim Assistance program accounts in the mental health institutions are appropriated for the same purpose.

The amount appropriated for the Division of Mental Health Services for State facility operations and the amount appropriated as State Aid for the costs of county facility operations first are charged to the federal disproportionate share hospital reimbursements anticipated as Medicaid uncompensated care.

**20. PHYSICAL AND MENTAL HEALTH**

**24. SPECIAL HEALTH SERVICES**

**7540. DIVISION OF MEDICAL ASSISTANCE AND HEALTH SERVICES**

**OBJECTIVES**

1. To provide immediate and quality diagnosis and treatment of acute illness or disability, as well as health maintenance services. Beneficiaries include New Jersey residents determined eligible for financial assistance, pregnant women and certain dependent children, low-income disabled or blind persons, Supplemental Security Income recipients, children in foster home programs, persons qualifying for the State's Medically Needy programs or Medical Assistance Only, and certain classes of refugees and immigrants.
2. To provide subsidized health care coverage for children with gross family incomes which do not exceed 350% of the Federal Poverty Level through the Medicaid Title XIX or the State Children's Health Insurance Program (SCHIP) Title XXI. To provide subsidized health care coverage for a parent or caretaker relative of a child with gross family income up to 200% of the poverty level who was covered prior to June 2002. New legislation under the Family Health Care Coverage Act opened health care coverage to a parent or caretaker relative with gross family incomes not to exceed 100% of the poverty level effective September 1, 2005 with further expansion not exceeding 115% of the poverty level effective September 1, 2006 and gross family income not exceeding 133% of the poverty level effective September 1, 2007. To provide health coverage for those single adults eligible for General Assistance with incomes not exceeding 23% of the poverty level while continuing the health care coverage of childless adults with incomes between 24% and 100% of the poverty level who were covered prior to September 2001.

**PROGRAM CLASSIFICATIONS**

21. **Health Services Administration and Management.** Evalu-

ates the medical needs of persons eligible for the Medicaid and Medically Needy, KidCare and FamilyCare, and General Assistance programs and assures that these needs are met through immediate and quality diagnosis, treatment, rehabilitation, and health maintenance. Provides payments to fiscal agent for claims processing and managed care capitation, and county welfare agencies for eligibility determination and to a health benefits coordinator vendor to assist with eligibility determination and client HMO selection. Administers the Division's network of fee-for-service providers as well as the HMOs contracted with the Division and provides overall program policy direction and management. Principal units are the director's office, fiscal services, administrative support services, including information systems, program integrity, medical care support services, Medicaid district offices, managed care oversight and quality assurance.

22. **General Medical Services.** Distributes payments to providers of medical care for services rendered on behalf of recipients covered by the various programs. These services include inpatient and outpatient general hospital, psychiatric hospital, dental, home health, clinical services, rehabilitation, X-ray, laboratory services, prosthetic devices, medical supplies, medical transportation, prescribed drugs, Medicare premiums, personal care services, certain other community-based services under federal waiver, and managed care. Subsidized health insurance coverage is also provided to certain non-Medicaid lower-income children up to 350% of the federal poverty level, parents up to 133% of the federal poverty level, and a limited number of childless adults meeting income eligibility requirements before July 1, 2003, as a result of authority and funding from P.L.1997, c.272 and P.L.1997, c.263, which established the NJ KidCare program pursuant to Title XXI of the federal Social Security Act and P.L.2000, c.71 which established the NJ FamilyCare program.

**EVALUATION DATA**

	Actual FY 2005	Actual FY 2006	Revised FY 2007	Budget Estimate FY 2008
<b>PROGRAM DATA</b>				
<b>Health Services Administration and Management</b>				
<b>General Medical Services:</b>				
Population Data				
Average monthly eligibles . . . . .	731,595	735,380	753,975	784,860
Adult Mental Health Residential Services (a) . . . . .				
Managed Care Initiative				
Gross annual capitation payments (b) . . . . .	\$1,089,546,995	\$1,204,579,460	\$1,379,158,614	\$1,492,558,000
Hospital Relief Offset Payments . . . . .	\$141,690,000	\$141,690,000	\$141,690,000	\$141,690,000
Hospital Health Care Subsidy Payments . . . . .	\$61,310,000	\$61,310,000	\$61,310,000	\$61,310,000
Hospital Inpatient Services				
Patient admissions . . . . .	66,335	65,987	66,523	67,282
Average cost per admission . . . . .	\$8,026	\$8,406	\$8,932	\$8,943
Gross annual cost (c) . . . . .	\$532,393,237	\$554,693,838	\$594,208,425	\$601,676,000



# HUMAN SERVICES

	Actual FY 2005	Actual FY 2006	Revised FY 2007	Budget Estimate FY 2008
Prescription Drugs (d)				
Prescriptions .....	15,325,337	16,352,981	16,921,760	17,497,100
Average cost per prescription .....	\$76.36	\$58.53	\$45.91	\$51.75
Gross annual cost .....	\$1,170,199,850	\$957,197,972	\$776,793,592	\$905,458,000
Less: Pharmaceutical manufacturer rebates .....	(\$294,420,439)	(\$195,014,417)	(\$111,250,860)	(\$134,400,000)
Total program cost .....	\$875,779,411	\$762,183,555	\$665,542,732	\$771,058,000
Hospital Outpatient Services				
Visits .....	2,021,211	2,032,669	2,072,831	2,107,564
Average cost per visit .....	\$156.72	\$165.67	\$159.67	\$174.93
Gross annual cost .....	\$316,758,375	\$336,754,841	\$330,961,497	\$368,678,000
Physician Services				
Visits .....	3,363,371	3,470,613	3,480,613	3,590,613
Average cost per visit .....	\$17.25	\$18.30	\$19.13	\$22.26
Gross annual cost .....	\$58,009,193	\$63,501,339	\$66,586,745	\$79,932,000
Home Health Care				
Visits .....	1,698,480	1,478,440	1,284,217	1,254,209
Average cost per visit .....	\$17.11	\$18.96	\$19.68	\$19.87
Gross annual cost .....	\$29,059,875	\$28,024,371	\$25,275,875	\$24,926,000
Medicare Premiums (e) .....	\$181,270,599	\$219,386,717	\$247,122,132	\$275,251,000
Dental Services .....	\$24,013,614	\$25,140,508	\$22,930,604	\$24,287,000
Clinic Services .....	\$130,482,184	\$139,921,933	\$149,259,202	\$142,174,000
Transportation Services (f) .....	\$73,372,944	\$81,641,742	\$86,412,275	\$93,389,000
All Other Services (Gross) (g) .....	\$171,285,948	\$194,900,177	\$211,357,193	\$215,336,000
Less: Recoveries and Adjustments .....	(\$54,290,001)	(\$59,815,666)	(\$59,300,000)	(\$60,000,000)
Unit Dose Contract Services .....	\$4,886,678	\$4,767,108	\$4,186,639	\$4,815,000
Consulting Pharmacy Services .....	\$3,419,760	\$3,654,405	\$3,768,854	\$4,130,000
<b>Grand Total</b> .....	<b>\$3,674,911,336</b>	<b>\$3,800,679,198</b>	<b>\$3,978,780,268</b>	<b>\$4,292,522,000</b>
State share (General Fund) .....	\$1,824,825,495	\$2,023,796,544	\$2,175,417,305	\$2,314,010,000
State share (Hospital Health Care Subsidy Fund) .....	\$30,655,000	\$30,655,000	\$30,655,000	\$30,655,000
State share (Hospital Health Care Subsidy Fund) (b) ...	\$22,294,648	---	---	---
Federal share .....	\$1,797,136,193	\$1,746,227,654	\$1,772,707,963	\$1,947,857,000
<b>NJ FamilyCare--Children's Health Insurance Program:</b>				
Enrollment (h) .....	291,832	307,206	352,744	375,058
Total costs .....	\$143,334,384	\$180,026,524	\$195,654,398	\$206,071,147
State share .....	\$48,588,731	\$60,601,225	\$64,199,291	\$67,413,816
Federal share .....	\$83,023,218	\$105,515,726	\$119,455,713	\$126,247,637
Individuals share .....	\$11,722,435	\$13,909,573	\$11,999,394	\$12,409,694
<b>NJ FamilyCare--Adult Health Coverage Benefits:</b>				
Enrollment .....	72,204	83,890	99,332	114,736
Total costs .....	\$229,443,762	\$223,452,908	\$268,966,866	\$321,612,439
State share .....	\$119,364,308	\$111,160,421	\$133,544,958	\$181,610,968
Federal share .....	\$108,525,805	\$111,828,284	\$134,491,341	\$139,071,489
Employers/Individuals share .....	\$1,553,649	\$464,203	\$930,567	\$929,982
<b>General Assistance Medical Services:</b>				
Enrollment .....	36,419	38,536	38,897	38,974
Total costs .....	\$129,134,839	\$118,918,989	\$129,317,629	\$143,965,000

## PERSONNEL DATA

### Position Data

Filled positions by Funding Source				
State Supported .....	185	192	172	128
Federal .....	377	380	357	413
Total Positions .....	562	572	529	541
Filled Positions by Program Class				
Health Services Administration and Management .....	562	572	529	541
Total Positions .....	562	572	529	541

**Notes:**

Actual payroll counts are reported for fiscal years 2005 and 2006 as of December and revised fiscal year 2007 as of January. The Budget Estimate for fiscal year 2008 reflects the number of positions funded.

- (a) Formerly referred to as Personal Care Services.
- (b) Includes payments for services to Pregnant Women and Infants between 133% and 185% of the federal poverty level, which are funded from the Health Care Subsidy Fund. Beginning in fiscal year 2006, payments on behalf of Medicaid recipients enrolled in Managed Care are no longer paid by the Health Care Subsidy Fund per P.L. 2005, c. 237.
- (c) Includes \$50 million in funding from the Health Care Subsidy Fund in fiscal years 2005 and 2006.
- (d) Payments for Medical Assistance Recipients - Prescription Drugs decreases in fiscal year 2006 due to the implementation of Medicare Part D, which began on January 1, 2006.
- (e) Includes enhanced federal funding for Specified Low-Income Medicare Beneficiary eligibility expansions and premium shifts, pursuant to the Federal Balanced Budget Act of 1997.
- (f) In fiscal year 2006, \$18.5 million was paid by the State out of the Payments to Medicaid Recipients - Transportation Services account to the county welfare agencies to administer transportation services. In fiscal years 2007 and 2008, \$20.6 million and \$22.1 million will be respectively paid to the county welfare agencies.
- (g) All Other Services includes all Grants-in-Aid programs not displayed as a separate line item above.
- (h) Enrollment includes children funded under Medicaid - Title XIX, who are also reflected in the Population Data. The enrollment figure for fiscal year 2006 is as of January, and the enrollment figures for fiscal years 2005, 2007 and 2008 are as of June for each respective year. Costs do not include children funded under Medicaid - Title XIX.

**APPROPRIATIONS DATA**  
(thousands of dollars)

Year Ending June 30, 2006					Year Ending June 30, 2008			
Orig. & (S)Supple- mental	Reapp. & (R)Recpts.	Transfers & (E)Emer- gencies	Total Available	Expended	Prog. Class.	2007 Adjusted Approp.	Requested	Recom- mended
<b><u>DIRECT STATE SERVICES</u></b>								
<b>Distribution by Fund and Program</b>								
26,989	4,410	594	31,993	26,647	Health Services Administration and Management	21	25,229	24,249
---	845	-845	---	---	General Medical Services	22	---	---
<b>26,989</b>	<b>5,255</b>	<b>-251</b>	<b>31,993</b>	<b>26,647</b>	<b>Total Direct State Services</b>		<b>25,229<sup>(a)</sup></b>	<b>24,249</b>
<b>Distribution by Fund and Object</b>								
Personal Services:								
14,709	---	-408	14,301	14,301	Salaries and Wages		14,829	13,919
<b>14,709</b>	<b>---</b>	<b>-408</b>	<b>14,301</b>	<b>14,301</b>	<b>Total Personal Services</b>		<b>14,829</b>	<b>13,919</b>
180	---	67	247	247	Materials and Supplies		180	180
3,480	---	-117	3,363	3,363	Services Other Than Personal		2,155	2,155
308	---	-212	96	95	Maintenance and Fixed Charges		308	308
Special Purpose:								
7,043	4,173	-455	10,761	5,929	Payments to Fiscal Agents	21	6,588	6,588
1,179	---	-196	983	727	Professional Standards Review Organization-Utilization Review	21	1,079	1,009
90	---	-59	31	13	Drug Utilization Review Board-Administrative Costs	21	90	90
---	---	1,833	1,833	1,832	NJ FamilyCare Affordable and Accessible Health Coverage -Administration	21	---	---
---	845 <sup>R</sup>	-845	---	---	General Medical Services	22	---	---
---	237	141	378	140	Additions, Improvements and Equipment		---	---
<b><u>GRANTS-IN-AID</u></b>								
<b>Distribution by Fund and Program</b>								
2,202,558	209,714	21,457	2,433,729	2,417,744	General Medical Services	22	2,427,891	2,639,586
<b>2,202,558</b>	<b>209,714</b>	<b>21,457</b>	<b>2,433,729</b>	<b>2,417,744</b>	<b>Total Grants-in-Aid</b>		<b>2,427,891</b>	<b>2,639,586</b>

# HUMAN SERVICES

Year Ending June 30, 2006					Year Ending June 30, 2008			
Orig. & (S)Supple- mental	Reapp. & (R)Recpts.	Transfers & (E)Emer- gencies	Total Available	Expended	Prog. Class.	2007 Adjusted Approp.	Requested	Recom- mended
<b>GRANTS-IN-AID</b>								
<b>Distribution by Fund and Object</b>								
Grants:								
15,949	---	106	16,055	16,055				
583,522	967 <sup>R</sup>	22,643	607,132	607,132	22	23,771	26,323	26,323
70,845	---	20,655	91,500	91,500	22	674,659	762,749	762,749
6,372	---	-786	5,586	5,586	22	70,845	70,845	70,845
231,990	2	-1,524	230,468	230,468	22	6,691	6,394	6,394
532,378	195,014 <sup>R</sup>	-17,331	710,061	710,062	22	282,376	308,660	308,660
172,681	---	1,172	173,853	173,853	22	554,494	540,176	540,176
36,244	---	-3,392	32,852	32,852	22	168,874	189,132	189,132
17,733	---	-3,694	14,039	14,038	22	33,000	41,005	41,005
93,964	---	23,155	117,119	117,118	22	10,639	12,787	12,787
13,483	---	-631	12,852	12,852	22	127,991	143,043	143,043
13,634	---	-3,415	10,219	10,219	22	14,159	12,459	12,459
21,236	---	580	21,816	21,816	22	11,054	9,740	9,740
57,294	---	6,440	63,734	63,734	22	20,489	25,633	25,633
45,397	---	4,957	50,354	50,354	22	74,152	60,497	60,497
6,786	---	-558	6,228	5,975	22	55,485	58,647	58,647
5,125	---	-358	4,767	4,767	22	20,868	16,925	16,925
3,704	---	-50	3,654	3,654	22	5,125	4,815	4,815
4,800	---	-681	4,119	4,119	22	3,704	4,130	4,130
4,420	---	2,936	7,356	7,356	22	5,136	4,729	4,729
145,790	13,402 <sup>R</sup>	-40,273	118,919	118,919	22	4,729	8,556	8,556
113,161	329 <sup>R</sup>	11,568	125,058	109,327	22	133,270	143,965	143,965
6,050	---	-62	5,988	5,988	22	120,469	181,611	181,611
2,229,547	214,969	21,206	2,465,722	2,444,391	22	5,911	6,765	6,765
<b>Grand Total State Appropriation</b>						<b>2,453,120</b>	<b>2,663,835</b>	<b>2,663,835</b>

# HUMAN SERVICES

Year Ending June 30, 2006							Year Ending June 30, 2008	
Orig. & (S)Supple- mental	Reapp. & (R)Recpts.	Transfers & (E)Emer- gencies	Total Available	Expended	Prog. Class.	2007 Adjusted Approp.	Requested	Recom- mended
<b>OTHER RELATED APPROPRIATIONS</b>								
<b>Federal Funds</b>								
66,739	2,449	1,740	70,928	61,483	Health Services Administration and Management	21	77,893	84,179
2,145,723					General Medical Services	22	2,189,835	2,212,804
19,702 <sup>S</sup>	-319	-2,079	2,163,027	2,041,225	<b>Total Federal Funds</b>		<b>2,267,728</b>	<b>2,296,983</b>
<u>2,232,164</u>	<u>2,130</u>	<u>-339</u>	<u>2,233,955</u>	<u>2,102,708</u>				
<b>All Other Funds</b>								
---	173	---	3,012	2,898	Health Services Administration and Management	21	6,857	6,896
---	2,839 <sup>R</sup>	---	633,062	633,062	General Medical Services	22	612,200	609,929
---	653,717 <sup>R</sup>	-20,655	636,074	635,960	<b>Total All Other Funds</b>		<b>619,057</b>	<b>616,825</b>
<u>4,461,711</u>	<u>873,828</u>	<u>212</u>	<u>5,335,751</u>	<u>5,183,059</u>	<b>GRAND TOTAL ALL FUNDS</b>		<b>5,339,905</b>	<b>5,577,643</b>

## Notes -- Direct State Services - General Fund

- (a) The fiscal year 2007 appropriation has been adjusted for the allocation of salary program, as well as the reallocation of State appropriations supporting information technology services to the Office of Information Technology within the Department of Treasury.

## Notes -- Grants-In-Aid - General Fund

- (b) In fiscal 2007, \$6,635,000 is reallocated from the Community Care line item in the Division of Mental Health Services. Prior to fiscal 2008, the program was known as Payments for Medical Assistance Recipients - Personal Care.
- (c) The Hospital Relief Offset Payments account includes appropriations from the Department of Health and Senior Services through the Health Care Subsidy Fund.
- (d) Prior to fiscal 2008, the program was known as Payments for Medical Assistance Recipients - Other Treatment Facilities.
- (e) In addition to the amounts expended for Payments for Medical Assistance Recipients-Inpatient Hospital, \$50 million in fiscal year 2006 from the Health Care Subsidy Fund.

## Language Recommendations -- Direct State Services - General Fund

The unexpended balances at the end of the preceding fiscal year, in the Payments to Fiscal Agent account are appropriated.

Sufficient funds from the Health Care Subsidy Fund are appropriated to the Division of Medical Assistance and Health Services for payment to disproportionate share hospitals for uncompensated care costs as defined in P.L.1991, c.187 (C.26:2H-18.24 et seq.), and for subsidized children's health insurance in the NJ FamilyCare program established in P.L.2005, c.156 (C.30:4J-8 et al.) to maximize federal Title XXI funding.

Additional federal Title XIX revenue generated from the claiming of uncompensated care payments made to disproportionate share hospitals shall be deposited in the General Fund as anticipated revenue.

Notwithstanding the provisions of any law or regulation to the contrary, any third party as defined in subsection m. of section 3 of P.L.1968, c.413 (C.30:4D-3), writing health, casualty, workers' compensation or malpractice insurance policies in the State or covering residents of this State, shall enter into an agreement with the Division of Medical Assistance and Health Services to permit and assist the matching no less frequently than on a monthly basis of the Medicaid, NJ FamilyCare, Charity Care, and Work First New Jersey General Assistance eligibility files and/or adjudicated claims files against that third party's eligibility file, including indication of coverage derived from the Medicare Prescription Drug, Improvement, and Modernization Act of 2003, and/or adjudicated claims file for the purpose of coordination of benefits, utilizing, if necessary, social security numbers as common identifiers.

Notwithstanding the provisions of any law or regulation to the contrary, all past, present and future revenues representing federal financial participation received by the State from the United States and that are based on payments made by the State to hospitals that serve a disproportionate share of low-income patients shall be deposited in the General Fund and may be expended only upon appropriation by law.

Notwithstanding the provisions of any law or regulation to the contrary, all revenues received from health maintenance organizations shall be deposited in the General Fund.

Additional federal Title XIX revenue generated from the claiming of medical service payments on behalf of individuals enrolled in the second year of Medicaid Extension is appropriated, subject to the approval of the Director of the Division of Budget and Accounting.

## Language Recommendations -- Grants-In-Aid - General Fund

The amounts hereinabove appropriated for Payments for Medical Assistance Recipients are available for the payment of obligations applicable to prior fiscal years.

## HUMAN SERVICES

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In order to permit flexibility in the handling of appropriations and ensure the timely payment of claims to providers of medical services, amounts may be transferred to and from Payments for Medical Assistance Recipients-Adult Mental Health Residential and Payments for Medical Assistance Recipients-Other Services accounts within the General Medical Services program classification in the Division of Medical Assistance and Health Services and the Payments for Medical Assistance Recipients-Personal Care and the Payments for Medical Assistance Recipients-Other Services accounts in the Division of Disability Services in the Department of Human Services. Amounts may also be transferred to and from various items of appropriations within the General Medical Services program classification of the Division of Medical Assistance and Health Services in the Department of Human Services and the Medical Services for the Aged program classification in the Division of Aging and Community Services in the Department of Health and Senior Services. All such transfers are subject to the approval of the Director of the Division of Budget and Accounting. Notice thereof shall be provided to the Legislative Budget and Finance Officer on the effective date of the approved transfer.

For the purposes of account balance maintenance, all object accounts appropriated in the General Medical Services program classification shall be considered as one object. This will allow timely payment of claims to providers of medical services but ensure that no overspending will occur in the program classification.

Notwithstanding the provisions of any law or regulation to the contrary, all object accounts appropriated in the General Medical Services program classification shall be conditioned upon the following provision: the Commissioner of Human Services shall have the authority to convert individuals enrolled in a State-funded program who are also eligible for a federally matchable program, to the federally matchable program without the need for regulations.

In addition to the amounts hereinabove appropriated for payments to providers on behalf of medical assistance recipients, such additional sums as may be required are appropriated from the General Fund to cover costs consequent to the establishment of presumptive eligibility for children and pregnant women in the Medicaid (Title XIX) program and the NJ FamilyCare program as defined in P.L.2005, c.156 (C.30:4J-8 et al.).

Notwithstanding the provisions of P.L.1962, c.222 (C.44:7-76 et seq.), the Medical Assistance for the Aged program is eliminated.

Notwithstanding the provisions of any law or regulation to the contrary, all object accounts appropriated in the General Medical Services program classification shall be conditioned upon the following provision: when any action by a county welfare agency, whether alone or in combination with the Division of Medical Assistance and Health Services, results in a recovery of improperly granted medical assistance, the Division of Medical Assistance and Health Services may reimburse the county welfare agency in the amount of 25% of the gross recovery.

All funds recovered pursuant to P.L.1968, c.413 (C.30:4D-1 et seq.) and P.L.1975, c.194 (C.30:4D-20 et seq.) during the current fiscal year are appropriated for payments to providers in the same program class from which the recovery originated.

The amount appropriated hereinabove for the Division of Medical Assistance and Health Services first is to be charged to the federal disproportionate share hospital reimbursements anticipated as Medicaid uncompensated care.

Notwithstanding the provisions of any law or regulation to the contrary, a sufficient portion of receipts generated or savings realized in Medical Assistance Grants-in-Aid accounts from initiatives may be transferred to the Health Services Administration and Management accounts to fund costs incurred in realizing these additional receipts or savings, subject to the approval of the Director of the Division of Budget and Accounting.

Notwithstanding the provisions of any law or regulation to the contrary, and subject to federal approval, the Commissioner of Human Services is authorized to develop and introduce Optional Service Plan Innovations to enhance client choice for users of Medicaid optional services, while containing expenditures.

Notwithstanding the provisions of any law or regulation to the contrary, and subject to the notice provisions of 42 CFR 447.205, of the amount hereinabove appropriated for Payments for Medical Assistance Recipients-Adult Mental Health Residential, personal care assistant services shall be limited to no more than 25 hours per week.

The Division of Medical Assistance and Health Services, subject to federal approval, shall implement policies that would limit the ability of persons who have the financial ability to provide for their own long-term care needs to manipulate current Medicaid rules to avoid payment for that care. The Division shall require, in the case of a married individual requiring long-term care services, that the portion of the couple's resources that is not protected for the needs of the community spouse be used solely for the purchase of long-term care services.

Such sums as may be necessary are appropriated from the General Fund for the payment of any provider assessments to Intermediate Care Facilities/Mental Retardation facilities, subject to the approval of the Director of the Division of Budget and Accounting of a plan as shall be submitted by the Commissioner of Human Services.

The Division of Medical Assistance and Health Services is empowered to competitively bid and contract for performance of federally mandated inpatient hospital utilization reviews, and the funds necessary for the contracted utilization review of these hospital services are made available from the Payments for Medical Assistance Recipients-Inpatient Hospital account, subject to the approval of the Director of the Division of Budget and Accounting.

Such sums as may be necessary are available from the Health Care Subsidy Fund to supplement Payments for Medical Assistance Recipients-Inpatient Hospital, subject to the approval of the Director of the Division of Budget and Accounting.

Notwithstanding the provisions of any law or regulation to the contrary, State funding for the New Jersey Health ACCESS program shall cease, and all enrollment shall be terminated as of July 1, 2001, or at such later date as shall be established by the Commissioner of Human Services.

Notwithstanding the provisions of any law or regulation to the contrary, the NJ FamilyCare program benefit service packages, premium contributions, copayment levels, enrollment levels, and any other program features or operations may be modified as the Commissioner of Human Services deems necessary based upon a plan approved by the Director of the Division of Budget and Accounting to ensure that monies expended for the NJ FamilyCare program do not exceed the amount appropriated hereunder.

Notwithstanding the provisions of the "Administrative Procedure Act," P.L.1968, c.410 (C. 52:14B-1 et seq.), to the contrary, the Commissioner of Human Services shall adopt immediately upon filing with the Office of Administrative Law such regulations as the Commissioner deems necessary to ensure that monies expended for the NJ FamilyCare program do not exceed the amount appropriated hereunder. Such regulation may change or adjust the financial and non-financial eligibility requirements for some or all of the applicants or beneficiaries in the program, the benefits provided, cost-sharing amounts, or may suspend in whole or in part the processing of applications for any or all categories of individuals covered by the program.

Notwithstanding the provisions of any law or regulation to the contrary, those hospitals that are eligible to receive a Hospital Relief Subsidy Fund (HRSF) payment as appropriated hereinabove in the Payments for Medical Assistance Recipients-Inpatient Hospital program shall receive enhanced payments from the Medicaid program for providing services to Medicaid and NJ FamilyCare beneficiaries. The total payments shall not exceed the amount appropriated and shall be allocated among hospitals proportionately based on the amount of HRSF payments (excluding any adjustments to the HRSF for other Medicaid payment increases). Interim payments shall be made from the Hospital Relief Offset Payment account, based on an estimate of the total enhanced amount payable to a qualifying hospital, and subject to cost settlement. The enhanced payment, determined at cost settlement, shall be an amount approved by the Director of the Division of Budget and Accounting per Medicaid patient day, adjusted by a volume variance factor (the ratio of expected Medicaid inpatient days to actual Medicaid inpatient days for the rate year) and an HRSF factor (the ratio of the hospital's HRSF payments to total HRSF payments) and subject to a pro rata adjustment so that the total enhanced per diem amounts are equivalent to the total State and federal funds appropriated not to exceed an amount to be approved by the Director of the Division of Budget and Accounting. The total of these payments shall be reduced by an amount equal to any increase in Medicaid and NJ FamilyCare fee-for-service payments to New Jersey hospitals enacted herein or subsequent to this legislation.

Notwithstanding the provisions of any law or regulation to the contrary, for those hospitals that qualify for a Hospital Relief Subsidy Fund payment the State Medicaid program shall reimburse those hospitals Graduate Medical Education outpatient payments up to the amount the hospital would have received under Medicare principles of reimbursement for Medicaid and NJ FamilyCare fee-for-service beneficiaries. Payments shall be made from and are appropriated hereinabove in the Hospital Relief Offset Payment account, and shall be based on the qualifying hospitals' first finalized 1996 cost reports. The amount that the qualifying hospital would otherwise be eligible to receive from the Hospital Relief Subsidy Fund shall be reduced by the amount of this Graduate Medical Education outpatient payment. The total amount of these payments shall not exceed an amount approved by the Director of the Division of Budget and Accounting in combined State and federal funds. In no case shall these payments and all other enhanced payments related to those services primarily used by Medicaid and NJ FamilyCare beneficiaries that the hospital receives exceed the amount the hospital would otherwise have been eligible to receive from the Hospital Relief Subsidy Fund in the State fiscal year.

Of the amounts appropriated in State and federal funds in the Hospital Relief Offset Payment accounts in the Department of Human Services, Division of Medical Assistance and Health Services, such sums as may be necessary shall be transferred to the Hospital Relief Subsidy Fund within the Health Care Subsidy Fund established pursuant to P.L.1992, c.160 (C.26:2H-18.51 et seq.) to maximize federal revenues related to these accounts and maintain an appropriate level of hospital payments, subject to the approval of the Director of the Division of Budget and Accounting.

Rebates from pharmaceutical manufacturing companies during the current fiscal year for prescription expenditures made to providers on behalf of Medicaid clients are appropriated for the Payments for Medical Assistance Recipients-Prescription Drugs account.

Notwithstanding the provisions of any law or regulation to the contrary, and subject to the notice provisions of 42 CFR 447.205 where applicable, no funds appropriated for prescription drugs in the Payments for Medical Assistance Recipients-Prescription Drugs or General Assistance Medical Services account shall be expended except under the following conditions: (a) reimbursement for the cost of legend and non-legend drugs shall be in accordance with the federal Deficit Reduction Act of 2005; (b) the current prescription drug dispensing fee structure set as a variable rate of \$3.73 to \$4.07 shall remain in effect through the current fiscal year, including the current increments for patient consultation, impact allowances, and allowances for 24-hour emergency services; and (c) multisource generic and single source brand name drugs shall be dispensed without prior authorization but multisource brand name drugs shall require prior authorization issued by the Division of Medical Assistance and Health Services or its authorizing agent; however, a 10-day supply of the multisource brand name drug shall be dispensed pending receipt of prior authorization. Certain multisource brand name drugs with a narrow therapeutic index, other drugs recommended by the Drug Utilization Board or brand name drugs with lower cost per unit than the generic, may be excluded from prior authorization by the Division of Medical Assistance and Health Services.

Notwithstanding the provisions of any law or regulation to the contrary, and subject to the notice provisions of 42 CFR 447.205, approved nutritional supplements which are funded hereinabove in the Payments for Medical Assistance Recipients-Prescription Drug program shall be reimbursed in accordance with a fee schedule set by the Director of the Division of Medical Assistance and Health Services.

No funding shall be provided from the General Assistance Medical Services or NJ FamilyCare programs for anti-retroviral drugs for the treatment of HIV/AIDS, as specified in the Department of Health and Senior Services' formulary for the AIDS Drugs Distribution Program (ADDP).

## HUMAN SERVICES

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Notwithstanding the provisions of any law or regulation to the contrary, the appropriation in the General Assistance Medical Services account hereinabove shall be conditioned upon the following provisions which shall apply to the dispensing of prescription drugs through that account: (a) all Maximum Allowable Cost (MAC) drugs dispensed shall state "Brand Medically Necessary" in the prescriber's own handwriting if the prescriber determines that it is necessary to override generic substitution of drugs; and (b) each prescription order shall follow the requirements of P.L.1977, c.240 (C.24:6E-1 et seq.). The list of drugs substituted shall conform to all requirements pertaining to drug substitution and federal upper limits for MAC drugs as administered by the State Medicaid Program.

Such sums as may be necessary are appropriated from enhanced audit recoveries obtained by the Division of Medical Assistance and Health Services to fund the costs of enhanced audit recovery efforts of the division within the General Medical Services program classification, subject to the approval of the Director of the Division of Budget and Accounting.

Notwithstanding the provisions of any law or regulation to the contrary, the appropriations in the Payments for Medical Assistance Recipients-Prescription Drugs, General Assistance Medical Services, and NJ FamilyCare accounts shall be conditioned upon the following provision: each prescription order for protein nutritional supplements and specialized infant formulas dispensed shall be filled with the generic equivalent unless the prescription order states "Brand Medically Necessary" in the prescriber's own handwriting.

Of the amount hereinabove appropriated for Payments for Medical Assistance Recipients-Outpatient Hospital, an amount not to exceed \$1,900,000 is allocated for limited prenatal medical care for New Jersey pregnant women who, except for financial requirements, are not eligible for any other State or federal health insurance program.

Of the revenues received as a result of sanctions to health maintenance organizations participating in Medicaid Managed Care, an amount not to exceed \$500,000 is appropriated to the NJ KidCare A - Administration account to improve access to medical services and quality care through such activities as outreach, education, and awareness, subject to the approval of the Director of the Division of Budget and Accounting.

Non-contracted hospitals providing emergency services to Medicaid or NJ FamilyCare members enrolled in the managed care program shall accept, as payment in full, the amounts that the non-contracted hospital would receive from Medicaid for the emergency services and/or any related hospitalization if the beneficiary were enrolled in Medicaid fee-for-service.

Notwithstanding the provisions of subsection (b) of N.J.A.C.10:60-5.3 and subsection (a) of N.J.A.C.10:60-5.4 to the contrary, a person receiving the maximum number of Early and Periodic Screening, Diagnosis and Treatment/Private Duty Nursing (EPSDT/PDN) services, that is, 16 hours in any 24-hour period, may be authorized to receive additional PDN hours if private health insurance is available to cover the cost of the additional hours and appropriate medical documentation is provided that indicates that additional PDN hours are required and that the primary caregiver is not qualified to provide the additional PDN hours.

Of the amount hereinabove appropriated for Payments for Medical Assistance Recipients-Clinic Services, an amount not to exceed \$1,900,000 is allocated for limited prenatal medical care provided by clinics, or in the case of radiology and clinical laboratory services ordered by a clinic, for New Jersey pregnant women who, except for financial requirements, are not eligible for any other State or federal health insurance program.

Additional federal Title XIX revenue generated from the claiming of family planning services payments on behalf of individuals enrolled in the Medicaid managed care program is appropriated, subject to the approval of the Director of the Division of Budget and Accounting.

The Division of Medical Assistance and Health Services (DMAHS), in coordination with the county welfare agencies, shall continue a program to outstation eligibility workers in disproportionate share hospitals and federally qualified health centers.

The amount appropriated hereinabove for Payments for Medical Assistance Recipients-Other Services, NJ FamilyCare, and NJ KidCare may be used to pay financial rewards to individuals or entities who report instances of health care-related fraud and/or abuse involving the programs administered by DMAHS (including, but not limited to, the New Jersey Medicaid and NJ FamilyCare programs), or the Pharmaceutical Assistance to the Aged and Disabled (PAAD) or Work First New Jersey General Public Assistance programs. Rewards may be paid only when the reports result in a recovery by DMAHS, and only if other conditions established by DMAHS are met, and shall be limited to 10% of the recovery or \$1,000, whichever is less. Notwithstanding the provisions of any law or regulation to the contrary, but subject to any necessary federal approval and/or change in federal law, receipt of such rewards shall not affect an applicant's individual financial eligibility for the programs administered by DMAHS, or for PAAD or Work First New Jersey General Public Assistance programs.

Of the amount hereinabove appropriated for Eligibility Determination, an amount not to exceed \$630,000 is allocated for increased eligibility determination costs related to immigrant services.

Premiums received from families enrolled in the NJ FamilyCare program established pursuant to P.L.2005, c.156 (C.30:4J-8 et al.) are appropriated for NJ FamilyCare payments.

Of the amount hereinabove appropriated for the NJ FamilyCare program, there shall be transferred to various accounts, including Direct State Services and State Aid accounts, such amounts, not to exceed \$6,000,000, as are necessary to pay for the administrative costs of the program, subject to the approval of the Director of the Division of Budget and Accounting.

The Commissioners of Human Services and Health and Senior Services shall establish a system to utilize unopened prescription drugs at nursing facilities issued to patients at such facilities and which have not exceeded their expiration date.

Notwithstanding the provisions of any law or regulation to the contrary, from the amount appropriated hereinabove for the Payments for Medical Assistance Recipients-Inpatient Hospital program, the Commissioner of Human Services shall establish a disease management program to improve the quality of care for beneficiaries of the Division of Medical Assistance and Health Services and reduce costs in the General Medical Services program.

Notwithstanding the provisions of any law or regulation to the contrary, no funds appropriated for the Medicaid program as hereinabove appropriated in the Payments for Medical Assistance Recipients-Prescription Drugs account are available to any pharmacy that does not agree to allow Medicaid to bill on its behalf any third party, as defined in subsection m. of section 3 of P.L. 1968, c.413 (C.30:4D-3), by participating in a billing agreement executed between the State and the pharmacy.

Notwithstanding the provisions of any law or regulation to the contrary, effective January 1, 2005, inpatient hospital reimbursements for Medical Assistance services for dually eligible individuals shall exclude Medicare Part A crossover payments according to a plan designed by the Commissioner of Human Services and approved by the Director of the Division of Budget and Accounting.

Notwithstanding the provisions of N.J.A.C.10:49-7.1 et seq. to the contrary, and subject to approval by the federal government, the Division of Medical Assistance and Health Services shall increase reimbursement for ambulance services, including BLS emergency and nonemergency ambulance services and specialty care transport services, provided to Medicaid recipients who are also Medicare eligible to the applicable Medicare rate.

Notwithstanding the provisions of any law or regulation to the contrary, and subject to the notice provisions of 42 CFR 447.205 where applicable, the appropriation in the Payments for Medical Assistance Recipients-Physician Services account shall be conditioned upon the following provisions: (a) reimbursement for the cost of physician-administered drugs shall be consistent with reimbursement for legend and non-legend drugs; and (b) reimbursement for selected high cost physician-administered drugs shall be limited to those drugs supplied by manufacturers who have entered into the federal Medicaid Drug Rebate Agreement and are subject to drug rebate rules and regulations consistent with this agreement. The Division of Medical Assistance and Health Services shall collect and submit utilization and coding information to the Secretary of the United States Department of Health and Human Services for all single source drugs administered by physicians.

Notwithstanding the provisions of any law or regulation to the contrary, the appropriation in the Payments for Medical Assistance Recipients-Clinic Services, Payments for Medical Assistance Recipients-Prescription Drugs, Payments for Medical Assistance Recipients-Physician Services, Payments for Medical Assistance Recipients-Medical Supplies and Payments for Medical Assistance Recipients-Other Services shall be conditioned upon the following provision: no funds shall be expended for partial care services, pharmaceutical services, chiropractic services, medical supplies, or podiatry services to any provider who was not a Medicaid/NJ FamilyCare approved provider of partial care services, pharmaceutical services, chiropractic services, medical supplies, or podiatry services, respectively, prior to July 1, 2006 with the exception of new providers whose services are deemed necessary to meet special needs by the Division of Medical Assistance and Health Services.

Notwithstanding the provisions of any law or regulation to the contrary, the appropriation hereinabove for Payments for Medical Assistance Recipients-Prescription Drugs shall be conditioned upon the following provision: no funds shall be appropriated for the refilling of a prescription drug until such time as the original prescription is 85% finished.

Notwithstanding the provisions of any law or regulation to the contrary, the appropriation hereinabove for Payments for Medical Assistance Recipients-Outpatient Hospital shall be conditioned upon the following provision: certifications shall not be granted for new or re-locating off-site hospital-based entities in accordance with N.J.A.C.10:52-1.3 with the exception of providers whose services are deemed necessary to meet special needs by the Division of Medical Assistance and Health Services.

Of the amount hereinabove appropriated for Payments for Medical Assistance Recipients-Prescription Drugs, such sums as are necessary are available for payment of Medicare Part D copayments and for certain pharmaceuticals not included in the Part D provider formularies for those individuals who are dually eligible for Medicaid and Medicare. These funds shall only be available to cover copayments and non-formulary drugs to pharmacies participating in the federal Medicare Part D program. Payments for pharmaceuticals not included in the Part D formularies may be subject to prior authorization. The Department of Human Services may require proof of appeal or may appeal the Medicare Part D formulary decision on behalf of a dual-eligible client.

Notwithstanding the provisions of any law or regulation to the contrary, no funds appropriated in the Payments for Medical Assistance Recipients-Prescription Drugs line item shall be expended for the payment of claims for pharmaceuticals not included in the Part D provider formularies of Medicare Part D eligibles unless participating pharmaceutical manufacturing companies execute contracts with the Department of Human Services providing for the payment of rebates to the State on the same basis as provided for in section 1927 (a) through (c) of the federal Social Security Act, 42 U.S.C. s.1396r-8(a) - (c). All rebates received are appropriated for the Medical Assistance Recipients-Prescription Drugs account.

Notwithstanding the provisions of any law or regulation to the contrary, commencing at the beginning of the current fiscal year, distribution of the Graduate Medical Education (GME) payment to eligible acute care teaching hospitals shall not be in excess of, or cause an individual hospital to exceed its federal disproportionate share hospital upper payment limits.

The amounts hereinabove appropriated for Adult Mental Health Residential, Managed Care, Hospital Relief Offset Payments, ICF/MR, Inpatient Hospital, Prescription Drugs, Outpatient Hospital, Physician Services, Home Health Care, Medicare Premiums, Dental Services, Psychiatric Hospital, Medical Supplies, Clinic Services, Transportation Services, Other Services, Eligibility Determination Services, and Health Benefit Coordination Services are conditioned upon the Commissioner of Human Services making changes to such programs to make them consistent with the federal Deficit Reduction Act of 2005.

The unexpended balance at the end of the preceding fiscal year in the NJ FamilyCare-Affordable and Accessible Health Coverage Benefits account is appropriated for the same purpose and may also be transferred to any appropriation in the General Medical Services program classification for payment for services to NJ FamilyCare clients. All such transfers are subject to the approval of the Director of the Division of Budget and Accounting. Notice thereof shall be provided to the Legislative Budget and Finance Officer on the effective date of the approved transfer.

Notwithstanding the provisions of any law or regulation to the contrary, all financial recoveries obtained through the efforts of any entity authorized to undertake the prevention and detection of Medicaid fraud, waste and abuse, are appropriated to General Medical Services in the Division of Medical Assistance and Health Services.



# HUMAN SERVICES

Notwithstanding the provisions of any other law or regulation to the contrary, and subject to the notice provisions of 42 CFR 447.205 where applicable, effective state fiscal 2008, the appropriation hereinabove for Payments to Medical Assistance Recipients - Outpatient Hospital shall be subject to the following condition: all qualifying beneficiaries, in accordance with 42 CFR 447.53, of the Division of Medical Assistance and Health Services will be responsible for a \$6 co-payment for each emergency room visit that is determined to be for a non-emergent visit. Qualifying beneficiaries will be charged a \$3 co-payment for outpatient hospital visit. Beneficiary cost-sharing responsibility for certain outpatient hospital services will not exceed \$12 per month.

Notwithstanding the provisions of any other law or regulation to the contrary, and subject to the notice provisions of 42 CFR 447.205 where applicable, effective state fiscal 2008, the appropriations hereinabove for Managed Care Initiative, Payments to Medical Assistance Recipients - Prescription Drugs, and General Assistance Medical Services shall be subject to the following condition: all qualifying beneficiaries, in accordance with 42 CFR 447.53, of the Division of Medical Assistance and Health Services will be responsible for a \$2 co-payment per prescription drug. The maximum amount a beneficiary will be charged each month is \$10.

Notwithstanding the provisions of any law or regulation to the contrary, the appropriation hereinabove for Payments to Medical Assistance Recipients - Outpatient Hospital shall be subject to the following condition: hospitals may provide continued services to eligible individuals age 22 or older in partial hospitalization programs in need of additional care beyond the 24 month limit may and shall be billed for these extended services at the community partial care rate of \$77 per day. Costs related to such services shall be excluded from outpatient hospital costs settlements.

## 20. PHYSICAL AND MENTAL HEALTH

### 27. DISABILITY SERVICES

#### 7545. DIVISION OF DISABILITY SERVICES

##### OBJECTIVES

1. To facilitate the maximum independence and participation of people with disabilities in community life through information and access to services and supports, as well as to foster coordination and cooperation among government agencies providing services to this population.
2. To function as a single point of entry for all seeking disability related information in New Jersey.
3. To administer an array of direct services and innovative programs to improve the quality of life for individuals with disabilities.

##### PROGRAM CLASSIFICATIONS

27. **Disability Services.** Responsible for the administration of several Medicaid Waiver Programs including: Traumatic Brain Injury (TBI) which provides full Medicaid benefits plus case management, structured day programs, personal care assistants, transportation, respite care and night supervision to TBI survivors between 18 and 64; AIDS Community Care Alternatives Program (ACCAP) which provides full Medicaid benefits plus case management, private-duty nursing, medical day care, personal care assistant services, certain narcotic and drug abuse treatments at home and hospice care to people of any age with AIDS and children up to age 13 who are HIV positive; Community Resources for People with Disabilities (formerly known as Model Waivers 1, 2 and 3) which provides specialized services in addition to full Medicaid benefits to people who otherwise would be unable to live in the community and would probably have to move into a nursing home or other institution for disabled fragile children under the care and supervision of the Division of Youth and Family Services (DYFS) in the Department of Children and

Families. Personal Care Assistance (PCA) services are an optional benefit offered to New Jersey Medicaid beneficiaries who are experiencing functional impairment. It provides assistance with aspects of daily living for people who have either a short-term or long-term disability. Personal Preference: New Jersey's Cash and Counseling Demonstration Project, a national research and demonstration project sponsored by the Robert Wood Johnson Foundation, studies the effects of allowing disabled Medicaid recipients who are eligible for PCA services to direct their own care. Through a monthly cash allowance, participants work with a consultant to develop a cash management plan by which they decide the services they need and the individuals and/or agencies they wish to hire to provide the identified services. The program requires greater consumer responsibility but offers participants greater control, flexibility and choice. NJ Workability offers people with disabilities who are working, and whose income would otherwise make them ineligible for Medicaid, the opportunity to pay a small premium and receive full NJ Medicaid coverage. People with disabilities, between the ages of 16 and 64, can qualify for the program with annual gross incomes as high as \$45,084. Personal Assistant Services Program (PASP) provides routine, non-medical assistance to people with disabilities who are employed, involved in community volunteer work or attending school. Personal assistants help with tasks such as light housekeeping, bathing, dressing, preparing meals, shopping, driving or using public transportation. The number of hours a person receives depends on individual need but can be as great as 40 hours per week. The Division provides comprehensive information and referral services and also publishes the New Jersey RESOURCES Directory, which lists state and national resources for people with disabilities.

##### EVALUATION DATA

	Actual FY 2005	Actual FY 2006	Revised FY 2007	Budget Estimate FY 2008
<b>OPERATING DATA</b>				
<b>Disability Services</b>				
Personal Care Services .....	\$276,227,000	\$266,281,529	\$259,237,992	\$270,610,000
Waiver Initiatives .....	\$39,030,000	\$34,653,468	\$44,339,214	\$42,872,000

# HUMAN SERVICES

	Actual FY 2005	Actual FY 2006	Revised FY 2007	Budget Estimate FY 2008
Personal Assistance Services Program				
Number of Clients .....	510	510	510	510
Total Program Cost .....	\$6,985,000	\$6,803,997	\$7,405,000	\$10,905,000

## PERSONNEL DATA

### Position Data

#### Filled Positions by Funding Source

State Supported .....	17	18	17	19
Federal .....	11	13	12	10
Total Positions .....	28	31	29	29

#### Filled Positions by Program Class

Disability Services .....	28	31	29	29
Total Positions .....	28	31	29	29

### Notes:

Actual payroll counts are reported for fiscal years 2005 and 2006 as of December and revised fiscal year 2007 as of January.  
The Budget Estimate for fiscal year 2008 reflects the number of positions funded.

## APPROPRIATIONS DATA (thousands of dollars)

Year Ending June 30, 2006					Year Ending June 30, 2008			
Orig. & (S)Supple- mental	Reapp. & (R)Recpts.	Transfers & (E)Emer- gencies	Total Available	Expended	Prog. Class.	2007 Adjusted Approp.	Requested	Recom- mended
<b><u>DIRECT STATE SERVICES</u></b>								
<b>Distribution by Fund and Program</b>								
1,071	---	4	1,075	1,075	27	1,263	1,263	1,263
<b>1,071</b>	<b>---</b>	<b>4</b>	<b>1,075</b>	<b>1,075</b>		<b>1,263 <sup>(a)</sup></b>	<b>1,263</b>	<b>1,263</b>
<b>Distribution by Fund and Object</b>								
Personal Services:								
1,029	---	11	1,040	1,040		1,090	1,090	1,090
<b>1,029</b>	<b>---</b>	<b>11</b>	<b>1,040</b>	<b>1,040</b>		<b>1,090</b>	<b>1,090</b>	<b>1,090</b>
4	---	---	4	4		4	4	4
29	---	-7	22	22		160	160	160
9	---	---	9	9		9	9	9
<b><u>GRANTS-IN-AID</u></b>								
<b>Distribution by Fund and Program</b>								
183,541	---	-21,796	161,745	161,029	27	183,798	171,298	171,298
73,213	---	-21,796	51,417	50,701		103,470	90,970	90,970
110,328	---	---	110,328	110,328		80,328	80,328	80,328
<b>183,541</b>	<b>---</b>	<b>-21,796</b>	<b>161,745</b>	<b>161,029</b>		<b>183,798</b>	<b>171,298</b>	<b>171,298</b>
73,213	---	-21,796	51,417	50,701		103,470	90,970	90,970
110,328	---	---	110,328	110,328		80,328	80,328	80,328
<b>Distribution by Fund and Object</b>								
Grants:								
3,496	---	105	3,601	3,070	27	3,671	7,171	7,171
3,734	---	---	3,734	3,734	27	3,734	3,734	3,734
2,000	---	---	2,000	2,000	27	2,000	2,000	2,000
89,837	---	-15,711	44,126	44,126	27	91,213	75,213	75,213
-30,000 <sup>S</sup>	---	-15,711	44,126	44,126				

# HUMAN SERVICES

Year Ending June 30, 2006					Year Ending June 30, 2008			
Orig. & (S)Supple-mental	Reapp. & (R)Recpts.	Transfers & (E)Emer-gencies	Total Available	Expended	Prog. Class.	2007 Adjusted Approp.	Requested	Recom-mended
<b>GRANTS-IN-AID</b>								
60,092	---	---	90,092	90,092	Payments for Medical Assistance Recipients - Personal Care (CRF)	27	60,092	60,092
30,000 <sup>S</sup>	---	---						60,092
5,818	---	-5,800	18	---	Payments for Medical Assistance Recipients - Waiver Initiatives	27	4,934	4,934
16,502	---	---	16,502	16,502	Payments for Medical Assistance Recipients - Waiver Initiatives (CRF)	27	16,502	16,502
2,062	---	-390	1,672	1,505	Payments for Medical Assistance Recipients - Other Services	27	1,652	1,652
184,612	---	-21,792	162,820	162,104	<b>Grand Total State Appropriation</b>		185,061	172,561
<b>OTHER RELATED APPROPRIATIONS</b>								
<b>Federal Funds</b>								
189,189	467	---	189,656	153,251	Disability Services	27	184,592	167,397
189,189	467	---	189,656	153,251	<b>Total Federal Funds</b>		184,592	167,397
<b>All Other Funds</b>								
---	9,147	375	13,470	2,457	Disability Services	27	---	---
---	3,948 <sup>R</sup>	375	13,470	2,457	<b>Total All Other Funds</b>		---	---
373,801	13,562	-21,417	365,946	317,812	<b>GRAND TOTAL ALL FUNDS</b>		369,653	339,958

## Notes -- Direct State Services - General Fund

(a) The fiscal year 2007 appropriation has been adjusted for the allocation of salary program.

## Notes -- Grants-In-Aid - General Fund

(b) The fiscal 2007 appropriation for Payments to Medical Assistance Recipients - Personal Care Salary Increase in the amount of \$4.7 million is continued in fiscal 2008 and included in Payments for Medical Assistance Recipients - Personal Care.

## Language Recommendations -- Grants-In-Aid - General Fund

In order to permit flexibility in the handling of appropriations and ensure the timely payment of claims to providers of medical services, amounts may be transferred to and from Payments for Medical Assistance Recipients-Adult Mental Health Residential and Payments for Medical Assistance Recipients-Other Services accounts within the General Medical Services program classification in the Division of Medical Assistance and Health Services and the Payments for Medical Assistance Recipients-Personal Care and the Payments for Medical Assistance Recipients-Other Services accounts in the Division of Disability Services in the Department of Human Services. Amounts may also be transferred to and from various item of appropriations within the General Medical Services program classification of the Division of Medical Assistance and Health Services in the Department of Human Services and the Medical Services for the Aged program classification in the Division of Aging and Community Services in the Department of Health and Senior Services. All such transfers are subject to the approval of the Director of the Division of Budget and Accounting. Notice thereof shall be provided to the Legislative Budget and Finance Officer on the effective date of the approved transfer.

Notwithstanding the provisions of any law or regulation to the contrary, and subject to the notice provisions of 42 CFR 447.205, of the amount appropriated hereinabove for Payments for Medical Assistance Recipients-Personal Care, personal care assistant services shall be authorized prior to the beginning of services by the Director of the Division of Disability Services. The hourly weekend rate shall not exceed \$16.00.

## 30. EDUCATIONAL, CULTURAL, AND INTELLECTUAL DEVELOPMENT

### 32. OPERATION AND SUPPORT OF EDUCATIONAL INSTITUTIONS

#### OBJECTIVES

1. To provide prompt and effective evaluation, care, treatment, training, and rehabilitation of individuals with developmental disabilities.
2. To ensure that such individuals are developed, educated, and trained to the maximum extent possible to function in the community or in an institutional environment.

#### PROGRAM CLASSIFICATIONS

05. **Residential Care and Habilitation Services.** Includes provision of housing; food and clothing; care and supervision; development of self-help skills and personal hygiene (e.g. feeding, personal toilet habits, dressing, bathing, and grooming) and social skills (e.g. following directions, getting along with others).

Habilitation Services comprises evaluation of individual needs and the development and implementation of programs leading to physical, emotional, and social development of the developmentally disabled individual, under the direct supervision of the professional staff of the institution. Specific services include psychological evaluation, recreation, and family contact. In addition, sound medical techniques under the direct supervision of the professional medical and

paramedical staff of the institution, as well as the physical, social, and vocational development is included.

99. **Administration and Support Services.** Provides services required for effective operation of the institutions including general management, purchasing, accounting, budgeting, personnel, payroll, and clerical services. Other services include operation and maintenance of buildings, grounds and equipment, including utilities, housekeeping, and security services.

## 30. EDUCATIONAL, CULTURAL, AND INTELLECTUAL DEVELOPMENT

### 32. OPERATION AND SUPPORT OF EDUCATIONAL INSTITUTIONS

#### 7600. DIVISION OF DEVELOPMENTAL DISABILITIES

#### OBJECTIVES

1. To provide executive management to the entire Developmental Disabilities program.
2. To provide support service for the operational program units through which programs for the developmentally disabled are carried out.

#### PROGRAM CLASSIFICATIONS

99. **Administration and Support Services.** Provides the leadership, administration, and general support services necessary for the overall control and supervision of the Developmental Disabilities program.

#### EVALUATION DATA

	Actual FY 2005	Actual FY 2006	Revised FY 2007	Budget Estimate FY 2008
<b>PERSONNEL DATA</b>				
<b>Position Data</b>				
Filled Positions by Funding Source				
State Supported .....	63	69	66	50
Federal .....	147	138	125	144
Total Positions .....	210	207	191	194
Filled Positions by Program Class				
Administration and Support Services .....	210	207	191	194
Total Positions .....	210	207	191	194

#### Notes:

Actual payroll counts are reported for fiscal years 2005 and 2006 as of December and revised fiscal year 2007 as of January. The Budget Estimate for fiscal year 2008 reflects the number of positions funded.

#### APPROPRIATIONS DATA (thousands of dollars)

Year Ending June 30, 2006					Year Ending June 30, 2008			
Orig. & (S)Supple- mental	Reapp. & (R)Recpts.	Transfers & (E)Emer- gencies	Total Available	Expended	2007 Prog. Adjusted Class. Approp.	Requested	Recom- mended	
<b><u>DIRECT STATE SERVICES</u></b>								
<b>Distribution by Fund and Program</b>								
11,307	208	-1,274	10,241	9,832	Administration and Support Services	99	11,076	11,092
4,433	143	-1,274	3,302	3,302	(From General Fund)		3,640	3,440
6,874	65	---	6,939	6,530	(From Federal Funds)		7,436	7,652
<b>11,307</b>	<b>208</b>	<b>-1,274</b>	<b>10,241</b>	<b>9,832</b>	<b>Total Direct State Services</b>		<b>11,076 (a)</b>	<b>11,092</b>
(6,874)	(65)	---	(6,939)	(6,530)	<b>Less:</b>			
					Federal Funds		(7,436)	(7,652)
<b>4,433</b>	<b>143</b>	<b>-1,274</b>	<b>3,302</b>	<b>3,302</b>	<b>Total State Appropriation</b>		<b>3,640</b>	<b>3,440</b>

# HUMAN SERVICES

Year Ending June 30, 2006					Year Ending June 30, 2008			
Orig. & (S)Supple- mental	Reapp. & (R)Recpts.	Transfers & (E)Emer- gencies	Total Available	Expended	Prog. Class.	2007 Adjusted Approp.	Requested	Recom- mended
<b>DIRECT STATE SERVICES</b>								
<b>Distribution by Fund and Object</b>								
Personal Services:								
9,267	---	-220	9,047	8,693		10,132	10,348	10,348
9,267	---	-220	9,047	8,693		10,132	10,348	10,348
64	65	15	144	94		64	64	64
252	---	85	337	334		250	250	250
99	---	-60	39	37		99	99	99
Special Purpose:								
669	143 R	-669	143	143	99	---	---	---
306	---	---	306	306				
625	---	-425	200	200	99	306	306	306
25	---	---	25	25	99	200	---	---
						25	25	25
Less:								
(6,874)	(65)	---	(6,939)	(6,530)		(7,436)	(7,652)	(7,652)
4,433	143	-1,274	3,302	3,302		3,640	3,440	3,440
<b>OTHER RELATED APPROPRIATIONS</b>								
6,874	65	---	6,939	6,530		7,436	7,652	7,652
11,307	208	-1,274	10,241	9,832		11,076	11,092	11,092

## Notes -- Direct State Services - General Fund

- (a) The fiscal year 2007 appropriation has been adjusted for the allocation of salary program, as well as the reallocation of State appropriations supporting information technology services to the Office of Information Technology within the Department of Treasury.

## Language Recommendations -- Direct State Services - General Fund

An amount not to exceed \$223,000 from receipts from individuals for whom the Division of Developmental Disabilities in the Department of Human Services is the representative payee is appropriated for participation in the Foster Grandparents and Senior Companions programs.

## 30. EDUCATIONAL, CULTURAL, AND INTELLECTUAL DEVELOPMENT 32. OPERATION AND SUPPORT OF EDUCATIONAL INSTITUTIONS 7601. COMMUNITY PROGRAMS

### OBJECTIVES

- To provide prompt and effective care, treatment, training, and habilitation of individuals with developmental disabilities.
- To ensure that such individuals are developed, educated, and trained to the maximum extent possible to function in the community or in an institutional environment.
- To enable persons with developmental disabilities to return to and/or remain in the community.
- To educate and counsel families to understand and accept the problems of their family member with developmental disabilities.
- To provide guardianship services to incapacitated adults for whom no legal guardian has been appointed.
- To evaluate medical, psychological, social, educational, and related factors affecting the functioning of the individual and to determine the need for specialized care, training, or treatment as a person with developmental disabilities.
- To ensure maximum utilization of private and public facilities for the eligible population with developmental disabilities, and to recommend and to secure alternate services for those awaiting residential functional services.
- To provide non-residential training programs designed to develop self-sufficiency and social competence in persons with developmental disabilities living in the community.

### PROGRAM CLASSIFICATIONS

- Purchased Residential Care.** Contracts with approved private institutions and group homes for residential functional services to clients with developmental disabilities declared eligible for and in need of residential placement for whom a current vacancy does not exist or for such clients who can better be served in non-public facilities. Services may be provided to eligible persons with developmental disabilities through placement in substitute family situations in cases where individuals must be separated from their natural families, but do not require services in a congregate facility. Such service is also known as Community Care Residences.

**02. Social Supervision and Consultation.** Provides services designed to assist persons with developmental disabilities to continue to live and function in their home communities or to return to communities after receiving residential functional service. It includes family support funding and contracts to provide services to individuals living with families or independently in the community. It also funds services to determine eligibility and to provide case management and guardianship services.

**03. Adult Activities.** Provides community-based day services to adults with developmental disabilities that will allow for experience, training, and opportunities in an adult atmosphere conducive to the development of the person's personal, social, and work skills. Provides the opportunity to achieve the greatest independence possible in employment and vocational areas.

## EVALUATION DATA

	Actual FY 2005	Actual FY 2006	Revised FY 2007	Budget Estimate FY 2008
<b>PROGRAM DATA</b>				
<b>Purchased Residential Care</b>				
<b>Private Institutional Care</b>				
Average daily population .....	639	651	688	688
Average cost/client/year .....	\$79,787	\$87,187	\$101,362	\$101,362
Total Program Cost .....	\$50,983,893	\$56,758,737	\$69,737,056	\$69,737,056
<b>Skill Development Homes</b>				
Average daily population .....	1,414	1,326	1,334	1,334
Average cost/client/year .....	\$16,210	\$16,276	\$19,052	\$19,052
Gross Cost, Placements .....	\$22,920,940	\$21,581,976	\$25,415,368	\$25,415,368
Other program costs .....	\$5,500,000	\$5,500,000	\$5,500,000	\$5,500,000
Total Program Cost .....	\$28,420,940	\$27,081,976	\$30,915,368	\$30,915,368
<b>Family Care Homes</b>				
Average daily population .....	47	39	32	32
Average cost/client/year .....	\$7,644	\$7,843	\$8,164	\$8,164
Total Program Cost .....	\$359,268	\$305,877	\$261,248	\$261,248
<b>Group Homes</b>				
<b>Group Homes</b>				
Average daily population .....	4,674	4,882	4,989	5,017
Average cost/client/year .....	\$68,259	\$67,476	\$75,029	\$75,458
Total Cost, Group Home Placements .....	\$319,042,566	\$329,417,832	\$374,319,681	\$378,572,786
<b>Supervised Apartments</b>				
Average daily population .....	1,147	1,225	1,223	1,223
Average cost/client/year .....	\$54,561	\$55,226	\$59,910	\$59,910
Total Cost, Supervised Apartment Placements .....	\$62,581,467	\$67,651,850	\$73,269,930	\$73,269,930
<b>Supported Living</b>				
Average daily population .....	989	1,178	1,161	1,161
Average cost/client/year .....	\$27,978	\$27,519	\$28,107	\$28,107
Total Cost, Supported Living Placements .....	\$27,670,242	\$32,417,382	\$32,632,227	\$32,632,227
Emergency Placement Costs .....	\$13,752,000	\$13,752,000	\$13,752,000	\$14,284,000
Other Program Costs .....	\$4,005,000	\$4,005,000	\$4,005,000	\$4,005,000
Total Cost, All Programs .....	\$427,051,275	\$447,244,064	\$497,978,838	\$502,763,943
<b>Social Supervision and Consultation</b>				
Average number in community supervision (a) .....	32,781	33,731	34,681	34,681
Average number in guardianship services (a) .....	3,418	3,309	3,162	3,162
Average number receiving home assistance (a) .....	9,408	11,734	14,060	14,060
<b>Real Life Choices</b>				
Individuals Served .....	152	289	600	750
Average cost of yearly plan .....	\$35,447	\$37,558	\$32,373	\$32,373
Total Program Cost .....	\$5,387,944	\$10,854,262	\$19,423,800	\$24,279,750

# HUMAN SERVICES

	Actual FY 2005	Actual FY 2006	Revised FY 2007	Budget Estimate FY 2008
<b>Adult Activities</b>				
Average daily population - private facilities .....	8,361	8,447	8,760	8,910
Average cost/client/year .....	\$16,674	\$15,687	\$16,498	\$16,498
Total Program Cost .....	\$139,411,314	\$132,508,089	\$144,522,480	\$146,997,180

## PERSONNEL DATA

### Position Data

#### Filled positions by Funding Source

State Supported .....	248	248	251	234
Federal .....	345	337	337	349
Total Positions .....	593	585	588	583

#### Filled Positions by Program Class

Purchased Residential Care .....	48	50	52	73
Social Supervision and Consultation .....	518	509	512	478
Adult Activities .....	27	26	24	32
Total Positions .....	593	585	588	583

### Notes:

Actual payroll counts are reported for fiscal years 2005 and 2006 as of December and fiscal year 2007 as of January. The Budget Estimate for fiscal year 2008 reflects the number of positions funded.

(a) Individuals may be in more than one category.

Funds are reallocated among the various programs in fiscal year 2007.

## APPROPRIATIONS DATA (thousands of dollars)

Year Ending June 30, 2006					Year Ending June 30, 2008				
Orig. & (S)Supple- mental	Reapp. & (R)Recpts.	Transfers & (E)Emer- gencies	Total Available	Expended	Prog. Class.	2007 Adjusted Approp.	Requested	Recom- mended	
<b>DIRECT STATE SERVICES</b>									
<b>Distribution by Fund and Program</b>									
7,717	4,375	-6,509	5,583	4,470	Purchased Residential Care	01	3,746	4,442	4,442
3,594	3,515	-5,414	1,695	1,256	(From General Fund)		1,245	1,485	1,485
4,123	42	-1,095	3,070	2,455	(From Federal Funds)		2,501	2,957	2,957
---	818	---	818	759	(From All Other Funds)		---	---	---
24,318	46	3,914	28,278	28,251	Social Supervision and Consultation	02	25,399	31,717	31,717
1,685	46	3,914	5,645	5,618	(From General Fund)		1,602	1,881	1,881
22,633	---	---	22,633	22,633	(From Federal Funds)		23,797	29,836	29,836
1,981	-159	-187	1,635	1,635	Adult Activities	03	2,160	2,511	2,511
1,086	---	-187	899	899	(From General Fund)		1,222	1,420	1,420
895	-159	---	736	736	(From Federal Funds)		938	1,091	1,091
<b>34,016</b>	<b>4,262</b>	<b>-2,782</b>	<b>35,496</b>	<b>34,356</b>	<b>Total Direct State Services</b>		<b>31,305</b> <sup>(a)</sup>	<b>38,670</b>	<b>38,670</b>
<b>Less:</b>									
(27,651)	117	1,095	(26,439)	(25,824)	Federal Funds		(27,236)	(33,884)	(33,884)
---	(818)	---	(818)	(759)	All Other Funds		---	---	---
<b>6,365</b>	<b>3,561</b>	<b>-1,687</b>	<b>8,239</b>	<b>7,773</b>	<b>Total State Appropriation</b>		<b>4,069</b>	<b>4,786</b>	<b>4,786</b>
<b>Distribution by Fund and Object</b>									
<b>Personal Services:</b>									
27,858	-159	4,509	32,208	32,208	Salaries and Wages <sup>(b)</sup>		30,187	37,440	37,440
27,858	-159	4,509	32,208	32,208	<b>Total Personal Services</b>		<b>30,187</b>	<b>37,440</b>	<b>37,440</b>
76	---	75	151	151	Materials and Supplies		76	76	76
434	43	119	596	596	Services Other Than Personal		319	408	408
491	---	-349	142	142	Maintenance and Fixed Charges		491	491	491

# HUMAN SERVICES

Year Ending June 30, 2006					Year Ending June 30, 2008			
Orig. & (S)Supple- mental	Reapp. & (R)Recpts.	Transfers & (E)Emer- gencies	Total Available	Expended	Prog. Class.	2007 Adjusted Approp.	Requested	Recom- mended
<b><u>DIRECT STATE SERVICES</u></b>								
Special Purpose:								
4,298	3,496	-6,509	1,285	145				
					Developmental Center Enhancement	01	---	---
285	---	-285	---	---	Guardianship Program	02	---	---
342	---	-342	---	---	Homemaker Services (State Share)	02	---	---
232	882	---	1,114	1,114	Additions, Improvements and Equipment		232	255
							255	255
<b>Less:</b>								
(27,651)	117	1,095	(26,439)	(25,824)	Federal Funds	(27,236)	(33,884)	(33,884)
---	(818)	---	(818)	(759)	All Other Funds	---	---	---
<b><u>GRANTS-IN-AID</u></b>								
<b>Distribution by Fund and Program</b>								
576,517	141,833	6,371	724,721	609,339	Purchased Residential Care	01	608,490	604,493
369,137	19,884	6,371	395,392	339,929	(From General Fund)		360,660	358,096
22,934	---	---	22,934	22,842	(From Casino Revenue Fund)		22,934	22,934
184,446	80,982	---	265,428	222,796	(From Federal Funds)		186,266	184,833
---	40,967	---	40,967	23,772	(From All Other Funds)		38,630	38,630
57,227	576	2,124	59,927	59,412	Social Supervision and Consultation	02	73,185	82,187
					(From General Fund)		48,282	55,767
45,645	---	2,124	47,769	47,769	(From Casino Revenue Fund)		2,208	2,208
2,208	---	---	2,208	2,208	(From Federal Funds)		22,695	24,212
9,374	576	---	9,950	9,435	Adult Activities	03	138,934	146,997
131,633	22	2,124	133,779	133,779	(From General Fund)		89,626	95,023
87,117	---	2,124	89,241	89,241	(From Casino Revenue Fund)		7,374	7,374
7,374	---	---	7,374	7,374	(From Federal Funds)		41,934	44,600
37,142	22	---	37,164	37,164				
<b>765,377</b>	<b>142,431</b>	<b>10,619</b>	<b>918,427</b>	<b>802,530</b>	<b>Total Grants-in-Aid</b>		<b>820,609</b>	<b>833,677</b>
<b>Less:</b>								
(230,962)	(81,580)	---	(312,542)	(269,395)	Federal Funds	(250,895)	(253,645)	(253,645)
---	(40,967)	---	(40,967)	(23,772)	All Other Funds	(38,630)	(38,630)	(38,630)
<b>534,415</b>	<b>19,884</b>	<b>10,619</b>	<b>564,918</b>	<b>509,363</b>	<b>Total State Appropriation</b>		<b>531,084</b>	<b>541,402</b>
<b><u>Distribution by Fund and Object</u></b>								
Grants:								
814	---	---	814	814	Dental Program for Non-Institutionalized Children	01	814	814
41,878	---	---	41,878	41,878	Private Institutional Care (c)(d)	01	43,428	68,426
1,311	---	---	1,311	1,311	Private Institutional Care (CRF)	01	1,311	1,311
15,146	9,567 <sup>R</sup>	---	24,713	20,732	Skill Development Homes (c)(d)	01	27,646	29,775
1,141	---	---	1,141	1,141	Skill Development Homes (CRF)	01	1,141	1,141
378,635	95,355				Group Homes (c)(e)	01	434,460	482,411
10,542 <sup>S</sup>	31,400 <sup>R</sup>	6,371	522,303	417,368	Group Homes (CRF)	01	20,354	20,354
20,354	---	---	20,354	20,354	Capital Improvements for Olmstead Group Homes	01	3,000	---
---	---	---	---	---	Family Care (d)	01	5,135	133
5,135	---	---	5,135	5,135	Family Care (CRF)	01	128	128
128	---	---	128	36	Community Nursing Care Initiative - FY2002 (c)	01	1,604	---
1,604	---	---	1,604	1,604	ICF/MR Provider Tax	01	---	---
37,724 <sup>S</sup>	---	---	37,724	37,000	Community Services Waiting List Reduction Initiative - FY2002 (c)	01	28,579	---
28,579	---	---	28,579	28,579	CSWL Initiative Development (c)	01	20,713	---
20,713	---	---	20,713	20,713				



# HUMAN SERVICES

Year Ending June 30, 2006					Year Ending June 30, 2008			
Orig. & (S)Supple- mental	Reapp. & (R)Recpts.	Transfers & (E)Emer- gencies	Total Available	Expended	Prog. Class.	2007 Adjusted Approp.	Requested	Recom- mended
<b>GRANTS-IN-AID</b>								
2,894	5,511	---	8,405	2,755	Developmental Center Enhancement (c)	01	10,258	---
9,919	---	---	9,919	9,919	Community Transition Initiative - FY2002 (c)	01	9,919	---
---	---	---	---	---	Addressing the Needs of the Autism Community	02	---	5,000
75	---	---	75	75	Essex ARC - Expanded Respite Care Services for Families with Autistic Children	02	75	75
1,000	---	---	1,000	1,000	Autism Respite Care	02	1,000	1,000
1,183	576	---	1,759	1,244	Developmental Disabilities Council	02	1,183	1,183
125	---	---	125	125	Bancroft School	02	---	---
---	---	---	---	---	Cerebral Palsy of Middlesex County	02	500	---
---	---	---	---	---	Asperger's Syndrome Pilot Program	02	300	---
37,268	---	2,124	39,392	39,392	Home Assistance	02	42,830	42,583
1,657	---	---	1,657	1,657	Home Assistance (CRF)	02	1,657	1,657
1,339	---	---	1,339	1,339	Purchase of After School and Camp Services	02	1,339	1,339
551	---	---	551	551	Purchase of After School and Camp Services (CRF)	02	551	551
9,510	---	---	9,510	9,510	Real Life Choices (c)	02	19,231	24,280
4,048	---	---	4,048	4,048	Social Services	02	4,048	4,048
471	---	---	471	471	Case Management	02	471	471
124,259	22	2,124	126,405	126,405	Purchase of Adult Activity Services (c)	03	131,560	139,623
7,374	---	---	7,374	7,374	Purchase of Adult Activity Services (CRF)	03	7,374	7,374
<b>Less:</b>								
(230,962)	(81,580)	---	(312,542)	(269,395)	Federal Funds	(250,895)	(253,645)	(253,645)
---	(40,967)	---	(40,967)	(23,772)	All Other Funds	(38,630)	(38,630)	(38,630)
<b>540,780</b>	<b>23,445</b>	<b>8,932</b>	<b>573,157</b>	<b>517,136</b>	<b>Grand Total State Appropriation</b>	<b>535,153</b>	<b>546,188</b>	<b>546,188</b>
<b>OTHER RELATED APPROPRIATIONS</b>								
<b>258,613</b>	<b>81,463</b>	<b>-1,095</b>	<b>338,981</b>	<b>295,219</b>	<b>Total Federal Funds</b>	<b>278,131</b>	<b>287,529</b>	<b>287,529</b>
<b>---</b>	<b>41,785</b>	<b>---</b>	<b>41,785</b>	<b>24,531</b>	<b>Total All Other Funds</b>	<b>38,630</b>	<b>38,630</b>	<b>38,630</b>
<b>799,393</b>	<b>146,693</b>	<b>7,837</b>	<b>953,923</b>	<b>836,886</b>	<b>GRAND TOTAL ALL FUNDS</b>	<b>851,914</b>	<b>872,347</b>	<b>872,347</b>

## Notes -- Direct State Services - General Fund

- (a) The fiscal year 2007 appropriation has been adjusted for the allocation of salary program.  
 (b) In fiscal 2008, \$5,341,000 is reallocated from the Division of Management and Budget.

## Notes -- Grants-In-Aid - General Fund

- (c) The Community Nursing Care - FY2002, Community Service Waiting List Reduction Initiative - FY2002, CSWL Initiative Development, Developmental Center Enhancement (GIA), and Community Transition Initiative - FY2002 lines have been distributed to various maintenance accounts.  
 (d) Funding has been reallocated within these lines to better reflect program capacity and expenditures.  
 (e) Additional funding is available for this program from prior year carryforward funds.

## Language Recommendations -- Grants-In-Aid - General Fund

The Division of Developmental Disabilities is authorized to transfer funds from the Dental Program for Non-Institutionalized Children account to the Division of Medical Assistance and Health Services, in proportion to the number of program participants who are Medicaid eligible.

Excess State funds realized by federal involvement through Medicaid in the Dental Program for Non-Institutionalized Children are committed for the program's support during the subsequent fiscal year, rather than for expansion.

Amounts required to return persons with mental retardation or developmental disabilities presently residing in out-of-State institutions to community residences within the State may be transferred from the Private Institutional Care account to the Group Homes account, subject to the approval of the Director of the Division of Budget and Accounting.

Amounts that become available as a result of the return of persons from private institutional care placements, including in-State and out-of-State placements, shall be available for transfer to community and community support programs, subject to the approval of the Director of the Division of Budget and Accounting.

Cost recoveries from skill development homes during the current fiscal year, not to exceed \$12,500,000, are appropriated for the continued operation of the Skill Development Homes program, subject to the approval of the Director of the Division of Budget and Accounting.

Notwithstanding the provisions of Title 30 of the Revised Statutes, or any law or regulation to the contrary, the Director of the Division of Developmental Disabilities is authorized to waive statutory, regulatory, or licensing requirements in the use of funds appropriated hereinabove for the operation of the Self Determination program including participants from the Community Services Waiting List Reduction Initiatives-FY 1997 through FY2002, subject to the approval of a plan by the Director of the Division of Developmental Disabilities, which allowed an individual to be removed from the waiting list. This waiver also applies to those persons identified as part of the Community Transition Initiative-FY2001 and FY2002, and the Community Nursing Care Initiative-FY2002, who chose self-determination.

Cost recoveries from developmentally disabled patients and residents collected during the current fiscal year, not to exceed \$26,130,000, are appropriated for the continued operation of the Group Homes program, subject to the approval of the Director of the Division of Budget and Accounting.

Such sums as may be necessary are appropriated from the General Fund for the payment of any provider assessments to State Intermediate Care Facilities/Mental Retardation facilities, subject to the approval of the Director of the Division of Budget and Accounting of a plan to be submitted by the Commissioner of Human Services. Notwithstanding the provisions of any law or regulation to the contrary, only the federal share of funds anticipated from these assessments shall be available to the Department of Human Services for the purposes set forth in P.L.1998, c.40 (C.30:6D-43 et seq.).

Notwithstanding the provisions of any law or regulation to the contrary, expenditures of federal Community Care Waiver funds received for community-based programs in the Division of Developmental Disabilities are limited to \$273,410,000. Federal funding received above this level must be approved by the Director of the Division of Budget and Accounting in accordance with a plan submitted by the Department of Human Services.

In order to permit flexibility in the handling of appropriations and assure timely payment of provider services, funds may be transferred within the Grants-in-Aid accounts within the Division of Developmental Disabilities, subject to the approval of the Director of the Division of Budget and Accounting.

The unexpended balance at the end of the preceding fiscal year in the Capital Improvements for Olmstead Group Homes account is appropriated.

The unexpended balance at the end of the preceding fiscal year in the Asperger's Syndrome Pilot Program account is appropriated.

#### **Language Recommendations -- Grants-In-Aid - Casino Revenue Fund**

Amounts required to return persons with mental retardation or developmental disabilities presently residing in out-of-State institutions to community residences within the State may be transferred from the Private Institutional Care account to the Group Homes account, subject to the approval of the Director of the Division of Budget and Accounting.

Cost recoveries from skill development homes during the current fiscal year, not to exceed \$12,500,000, are appropriated for the continued operation of the Skill Development Homes program, subject to the approval of the Director of the Division of Budget and Accounting.

Cost recoveries from developmentally disabled patients and residents, collected during the current fiscal year, not to exceed \$26,130,000, are appropriated for the continued operation of the Group Homes program, subject to the approval of the Director of the Division of Budget and Accounting.

### **30. EDUCATIONAL, CULTURAL, AND INTELLECTUAL DEVELOPMENT**

#### **32. OPERATION AND SUPPORT OF EDUCATIONAL INSTITUTIONS**

##### **7610. GREEN BROOK REGIONAL CENTER**

Green Brook Regional Center (C.30:4-165.1 et seq.), an Intermediate Care Facility (ICF) of the Division of Developmental Disabilities, provides habilitative and residential functional services for residents over age 55. Residents of the center range from moderately to profoundly developmentally disabled. Green

Brook is funded from a combination of State appropriations and federal receipts.

Program classifications are described at the beginning of this Statewide Program.

# HUMAN SERVICES

## EVALUATION DATA

	Actual FY 2005	Actual FY 2006	Revised FY 2007	Budget Estimate FY 2008
<b>OPERATING DATA</b>				
<b>Residential Care and Habilitation Services</b>				
Average daily population .....	97	99	104	104
Ratio: Population/total positions .....	0.4 / 1	0.4 / 1	0.4 / 1	0.4 / 1
Gross Per Capitas				
Annual .....	\$121,876	\$122,707	\$124,375	\$127,683
Daily .....	\$333.91	\$336.18	\$340.75	\$349.82

## PERSONNEL DATA

### Position Data

#### Filled positions by Funding Source

Federal .....	234	234	241	235
Total Positions .....	234	234	241	235

#### Filled Positions by Program Class

Residential Care and Habilitation .....	171	169	176	166
Administration and Support Services .....	63	65	65	69
Total Positions .....	234	234	241	235

### Notes:

Actual payroll counts are reported for fiscal years 2005 and 2006 as of December and revised fiscal year 2007 as of January.  
The Budget Estimate for fiscal year 2008 reflects the number of positions funded.

## APPROPRIATIONS DATA (thousands of dollars)

Year Ending June 30, 2006					Year Ending June 30, 2008			
Orig. & (S)Supple- mental	Reapp. & (R)Recpts.	Transfers & (E)Emer- gencies	Total Available	Expended	Prog. Class.	2007 Adjusted Approp.	Requested	Recom- mended
<b><u>DIRECT STATE SERVICES</u></b>								
<b>Distribution by Fund and Program</b>								
8,693	-4	---	8,689	8,681	Residential Care and Habilitation Services	05	9,284	9,551
549	---	---	549	542	(From General Fund)		549	549
8,144	-4	---	8,140	8,139	(From Federal Funds)		8,735	9,002
3,467	---	---	3,467	3,467	Administration and Support Services	99	3,651	3,728
898	---	---	898	898	(From General Fund)		895	895
2,569	---	---	2,569	2,569	(From Federal Funds)		2,756	2,833
<b>12,160</b>	<b>-4</b>	<b>---</b>	<b>12,156</b>	<b>12,148</b>	<b>Total Direct State Services</b>		<b>12,935 <sup>(a)</sup></b>	<b>13,279</b>
(10,713)	4	---	(10,709)	(10,708)	<b>Less:</b>			
					Federal Funds		(11,491)	(11,835)
<b>1,447</b>	<b>---</b>	<b>---</b>	<b>1,447</b>	<b>1,440</b>	<b>Total State Appropriation</b>		<b>1,444</b>	<b>1,444</b>
<b>Distribution by Fund and Object</b>								
9,687	-4	---	9,683	9,682	Personal Services:			
					Salaries and Wages		11,491	11,835
9,687	-4	---	9,683	9,682	Total Personal Services		11,491	11,835
1,356	---	---	1,356	1,356	Materials and Supplies		875	875
663	---	---	663	663	Services Other Than Personal		259	259
354	---	---	354	354	Maintenance and Fixed Charges		210	210
100	---	---	100	93	Additions, Improvements and Equipment		100	100
(10,713)	4	---	(10,709)	(10,708)	<b>Less:</b>			
					Federal Funds		(11,491)	(11,835)

# HUMAN SERVICES

Year Ending June 30, 2006					Year Ending June 30, 2008			
Orig. & (S)Supple- mental	Reapp. & (R)Recpts.	Transfers & (E)Emer- gencies	Total Available	Expended	Prog. Class.	2007 Adjusted Approp.	Requested	Recom- mended
<b>CAPITAL CONSTRUCTION</b>								
<b>Distribution by Fund and Program</b>								
---	6	---	6	---	Administration and Support Services	99	---	---
---	6	---	6	---	<b>Total Capital Construction</b>	---	---	---
<b>Distribution by Fund and Object</b>								
<b>Green Brook Regional Center</b>								
---	6	---	6	---	Air Handlers, Chiller and Burner Replacement	99	---	---
1,447	6	---	1,453	1,440	<b>Grand Total State Appropriation</b>	1,444	1,444	1,444
<b>OTHER RELATED APPROPRIATIONS</b>								
10,713	-4	---	10,709	10,708	<b>Total Federal Funds</b>	11,491	11,835	11,835
12,160	2	---	12,162	12,148	<b>GRAND TOTAL ALL FUNDS</b>	12,935	13,279	13,279

## Notes -- Direct State Services - General Fund

- (a) The fiscal year 2007 appropriation has been adjusted for the reallocation of State appropriations supporting information technology services to the Office of Information Technology within the Department of Treasury.

### 30. EDUCATIONAL, CULTURAL, AND INTELLECTUAL DEVELOPMENT

#### 32. OPERATION AND SUPPORT OF EDUCATIONAL INSTITUTIONS

##### 7620. VINELAND DEVELOPMENTAL CENTER

Vineland Developmental Center (C.30:4-165.1 et seq.), founded in 1888, provides services for all levels of developmentally disabled females. The institution has a unique feature in that 60% of the population is located at the East Campus at Main and Landis Avenues, Vineland, and the remaining 40% is located at the West Campus on Orchard Road, Vineland. Both facilities function under

a single administrative organization. Federal funds provide educational programs and adult contact for deprived children.

Program classifications are described at the beginning of this Statewide program.

#### EVALUATION DATA

	Actual FY 2005	Actual FY 2006	Revised FY 2007	Budget Estimate FY 2008
<b>OPERATING DATA</b>				
<b>Residential Care and Habilitation Services</b>				
Average daily population .....	482	478	472	472
Ratio: Population/total positions .....	0.3 / 1	0.3 / 1	0.3 / 1	0.3 / 1
Gross Per Capitas				
Annual .....	\$170,263	\$166,483	\$177,970 (a)	\$177,542 (a)
Daily .....	\$466.48	\$456.12	\$487.59 (a)	\$486.42 (a)
<b>PERSONNEL DATA</b>				
<b>Position Data</b>				
Filled positions by Funding Source				
State Supported .....	1,106	1,093	1,084	1,057
Federal .....	490	515	513	537
Total Positions .....	1,596	1,608	1,597	1,594
Filled Positions by Program Class				
Residential Care and Habilitation .....	1,327	1,342	1,329	1,326
Administration and Support Services .....	269	266	268	268
Total Positions .....	1,596	1,608	1,597	1,594

#### Notes:

Actual payroll counts are reported for fiscal years 2005 and 2006 as of December and revised fiscal year 2007 as of January.

The Budget Estimate for fiscal year 2008 reflects the number of positions funded.

- (a) Includes prior year carryforward funds.

# HUMAN SERVICES

## APPROPRIATIONS DATA (thousands of dollars)

Year Ending June 30, 2006					Year Ending June 30, 2008			
Orig. & (S)Supple- mental	Reapp. & (R)Recpts.	Transfers & (E)Emer- gencies	Total Available	Expended	Prog. Class.	2007 Adjusted Approp.	Requested	Recom- mended
<b><u>DIRECT STATE SERVICES</u></b>								
<b>Distribution by Fund and Program</b>								
65,928	18,043	-1,367	82,604	64,560	Residential Care and Habilitation Services	05	50,595	51,733
25,167	3	-1,367	23,803	5,763	(From General Fund)		5,791	6,286
40,761	18,040	---	58,801	58,797	(From Federal Funds)		44,804	45,447
14,310	7	704	15,021	15,019	Administration and Support Services	99	15,367	14,027
12,197	7	704	12,908	12,906	(From General Fund)		13,096	11,688
2,113	---	---	2,113	2,113	(From Federal Funds)		2,271	2,339
<b>80,238</b>	<b>18,050</b>	<b>-663</b>	<b>97,625</b>	<b>79,579</b>	<b>Total Direct State Services</b>		<b>65,962 <sup>(a)</sup></b>	<b>65,760</b>
(42,874)	(18,040)	---	(60,914)	(60,910)	<b>Less:</b> Federal Funds		(47,075)	(47,786)
<b>37,364</b>	<b>10</b>	<b>-663</b>	<b>36,711</b>	<b>18,669</b>	<b>Total State Appropriation</b>		<b>18,887</b>	<b>17,974</b>
<b>Distribution by Fund and Object</b>								
70,602	18,040	-661	87,981	69,938	Personal Services: Salaries and Wages		58,515	58,313
70,602	18,040	-661	87,981	69,938	Total Personal Services <sup>(b)</sup>		58,515	58,313
6,998	---	-654	6,344	6,343	Materials and Supplies		5,050	5,050
1,698	---	-52	1,646	1,645	Services Other Than Personal		1,462	1,462
677	---	704	1,381	1,381	Maintenance and Fixed Charges		673	673
6	---	---	6	6	Special Purpose: Family Care	05	6	6
257	10	---	267	266	Additions, Improvements and Equipment		256	256
(42,874)	(18,040)	---	(60,914)	(60,910)	<b>Less:</b> Federal Funds		(47,075)	(47,786)
<b><u>CAPITAL CONSTRUCTION</u></b>								
<b>Distribution by Fund and Program</b>								
---	654	---	654	507	Administration and Support Services	99	---	---
<b>---</b>	<b>654</b>	<b>---</b>	<b>654</b>	<b>507</b>	<b>Total Capital Construction</b>		<b>---</b>	<b>---</b>
<b>Distribution by Fund and Object</b>								
---	3	---	3	---	Vineland Developmental Center Renovations and Improvements	99	---	---
---	34	---	34	---	Fire Notification System	99	---	---
---	617	---	617	507	HVAC Improvements	99	---	---
<b>37,364</b>	<b>664</b>	<b>-663</b>	<b>37,365</b>	<b>19,176</b>	<b>Grand Total State Appropriation</b>		<b>18,887</b>	<b>17,974</b>
<b>OTHER RELATED APPROPRIATIONS</b>								
<b>42,874</b>	<b>18,040</b>	<b>---</b>	<b>60,914</b>	<b>60,910</b>	<b>Total Federal Funds</b>		<b>47,075</b>	<b>47,786</b>
<b>80,238</b>	<b>18,704</b>	<b>-663</b>	<b>98,279</b>	<b>80,086</b>	<b>GRAND TOTAL ALL FUNDS</b>		<b>65,962</b>	<b>65,760</b>

### Notes -- Direct State Services - General Fund

- (a) The fiscal year 2007 appropriation has been adjusted for the allocation of salary program, as well as the reallocation of State appropriations supporting information technology services to the Office of Information Technology within the Department of Treasury.
- (b) Additional amounts are available from prior year carryforward funds in fiscal years 2007 and 2008.

**30. EDUCATIONAL, CULTURAL, AND INTELLECTUAL DEVELOPMENT**  
**32. OPERATION AND SUPPORT OF EDUCATIONAL INSTITUTIONS**  
**7630. NORTH JERSEY DEVELOPMENTAL CENTER**

The North Jersey Developmental Center (C.30:4-165.1 et seq.) provides residential services for developmentally disabled men and women at all levels of capability on its main campus, as well as servicing the needs of multiply handicapped adolescents and young children in its nursery. Federal funds provide education and

training programs.

Program classifications are described at the beginning of this Statewide program.

**EVALUATION DATA**

	Actual FY 2005	Actual FY 2006	Revised FY 2007	Budget Estimate FY 2008
<b>OPERATING DATA</b>				
<b>Residential Care and Habilitation Services</b>				
Average daily population .....	388	398	394	394
Ratio: Population/total positions .....	0.4 / 1	0.4 / 1	0.4 / 1	0.4 / 1
Gross Per Capitas				
Annual .....	\$127,021	\$122,874	\$135,188 <sup>(a)</sup>	\$134,003
Daily .....	\$348.00	\$336.64	\$370.38 <sup>(a)</sup>	\$367.13

**PERSONNEL DATA**

**Position Data**

Filled positions by Funding Source

State Supported .....	592	588	594	612
Federal .....	376	382	369	389
Total Positions .....	968	970	963	1,001

Filled Positions by Program Class

Residential Care and Habilitation .....	803	859	858	890
Administration and Support Services .....	165	111	105	111
Total Positions .....	968	970	963	1,001

**Notes:**

Actual payroll counts are reported for fiscal years 2005 and 2006 as of December and revised fiscal year 2007 as of January.

The Budget Estimate for fiscal year 2008 reflects the number of positions funded.

(a) Additional funds are available from the Department of Human Services.

**APPROPRIATIONS DATA**  
(thousands of dollars)

Year Ending June 30, 2006					Year Ending June 30, 2008				
Orig. & (S)Supple- mental	Reapp. & (R)Recpts.	Transfers & (E)Emer- gencies	Total Available	Expended		2007 Adjusted Approp.	Requested	Recom- mended	
DIRECT STATE SERVICES									
Distribution by Fund and Program									
39,397	---	---	39,397	39,239	Residential Care and Habilitation Services	05	29,529	43,217	43,217
14,071	---	---	14,071	14,071	(From General Fund)		2,997	2,997	2,997
25,326	---	---	25,326	25,168	(From Federal Funds)		26,532	40,220	40,220
9,673	1	-4	9,670	9,665	Administration and Support Services	99	10,535	9,580	9,580
7,750	1	-4	7,747	7,747	(From General Fund)		8,500	7,500	7,500
1,923	---	---	1,923	1,918	(From Federal Funds)		2,035	2,080	2,080
49,070	1	-4	49,067	48,904	Total Direct State Services		40,064 (a)	52,797	52,797
(27,249)	---	---	(27,249)	(27,086)	Less: Federal Funds		(28,567)	(42,300)	(42,300)
21,821	1	-4	21,818	21,818	Total State Appropriation		11,497	10,497	10,497

# HUMAN SERVICES

Year Ending June 30, 2006					Year Ending June 30, 2008			
Orig. & (S)Supple- mental	Reapp. & (R)Recpts.	Transfers & (E)Emer- gencies	Total Available	Expended	Prog. Class.	2007 Adjusted Approp.	Requested	Recom- mended
<b>DIRECT STATE SERVICES</b>								
<b>Distribution by Fund and Object</b>								
38,290	---	---	38,290	38,127				
						34,099	46,832	46,832
38,290	---	---	38,290	38,127		34,099 (b)	46,832	46,832
5,726	1	---	5,727	5,727		3,069	3,069	3,069
3,237	---	-7	3,230	3,230		2,050	2,050	2,050
1,437	---	3	1,440	1,440		587	587	587
380	---	---	380	380		259	259	259
(27,249)	---	---	(27,249)	(27,086)		(28,567)	(42,300)	(42,300)
<b>CAPITAL CONSTRUCTION</b>								
<b>Distribution by Fund and Program</b>								
---	78	---	78	---	99	---	---	---
---	78	---	78	---		---	---	---
<b>Distribution by Fund and Object</b>								
---	3	---	3	---	99	---	---	---
---	75	---	75	---	99	---	---	---
21,821	79	-4	21,896	21,818		11,497	10,497	10,497
<b>OTHER RELATED APPROPRIATIONS</b>								
27,249	---	---	27,249	27,086		28,567	42,300	42,300
49,070	79	-4	49,145	48,904		40,064	52,797	52,797

## Notes -- Direct State Services - General Fund

- (a) The fiscal year 2007 appropriation has been adjusted for the allocation of salary program, as well as the reallocation of State appropriations supporting information technology services to the Office of Information Technology within the Department of Treasury.
- (b) Additional funds are available from other resources within the Department of Human Services.

## 30. EDUCATIONAL, CULTURAL, AND INTELLECTUAL DEVELOPMENT

### 32. OPERATION AND SUPPORT OF EDUCATIONAL INSTITUTIONS

#### 7640. WOODBINE DEVELOPMENTAL CENTER

Woodbine Developmental Center (C.30:4-165.1 et seq.) provides care and training for people with severe or profound developmental disabilities. The Center program is designed to encourage residents to become as self-sufficient as possible. Federal funds provide

training and education programs.

Program classifications are described at the beginning of this Statewide program.

## EVALUATION DATA

### OPERATING DATA

#### Residential Care and Habilitation Services

	Actual FY 2005	Actual FY 2006	Revised FY 2007	Budget Estimate FY 2008
Average daily population .....	508	506	508	508
Ratio: Population/total positions .....	0.4 / 1	0.4 / 1	0.4 / 1	0.4 / 1
Gross Per Capitas				
Annual .....	\$123,514	\$126,253	\$137,392 (a)	\$126,884 (a)
Daily .....	\$338.39	\$345.90	\$376.42 (a)	\$347.63 (a)

# HUMAN SERVICES

	Actual FY 2005	Actual FY 2006	Revised FY 2007	Budget Estimate FY 2008
<b>PERSONNEL DATA</b>				
<b>Position Data</b>				
Filled positions by Funding Source				
State Supported .....	762	773	767	776
Federal .....	470	482	482	470
Total Positions .....	1,232	1,255	1,249	1,246
Filled Positions by Program Class				
Residential Care and Habilitation Services .....	997	1,025	1,021	1,018
Administration and Support Services .....	235	230	228	228
Total Positions .....	1,232	1,255	1,249	1,246

## Notes:

Actual payroll counts are reported for fiscal years 2005 and 2006 as of December and revised fiscal year 2007 as of January.  
The Budget Estimate for fiscal year 2008 reflects the number of positions funded.

(a) Includes prior year carryforward funds.

## APPROPRIATIONS DATA (thousands of dollars)

Year Ending June 30, 2006					Year Ending June 30, 2008				
Orig. & (S)Supple- mental	Reapp. & (R)Recpts.	Transfers & (E)Emer- gencies	Total Available	Expended		2007 Adjusted Approp.	Requested	Recom- mended	
DIRECT STATE SERVICES									
Distribution by Fund and Program									
51,195	13,650	-662	64,183	50,520	Residential Care and Habilitation Services	05	42,027	37,574	37,574
24,010	1	-662	23,349	9,688	(From General Fund)		8,582	3,582	3,582
27,185	13,649	---	40,834	40,832	(From Federal Funds)		33,445	33,992	33,992
13,361	4	---	13,365	13,364	Administration and Support Services	99	14,463	13,578	13,578
9,549	4	---	9,553	9,552	(From General Fund)		10,362	9,362	9,362
3,812	---	---	3,812	3,812	(From Federal Funds)		4,101	4,216	4,216
64,556	13,654	-662	77,548	63,884	Total Direct State Services		56,490 <sup>(a)</sup>	51,152	51,152
(30,997)	(13,649)	---	(44,646)	(44,644)	Less: Federal Funds		(37,546)	(38,208)	(38,208)
33,559	5	-662	32,902	19,240	Total State Appropriation		18,944	12,944	12,944
Distribution by Fund and Object									
Personal Services:									
55,813	13,649	-659	68,803	55,141	Salaries and Wages		49,855	44,517	44,517
55,813	13,649	-659	68,803	55,141	Total Personal Services <sup>(b)</sup>		49,855	44,517	44,517
5,878	3	-250	5,631	5,630	Materials and Supplies		4,391	4,391	4,391
1,849	---	-53	1,796	1,796	Services Other Than Personal		1,411	1,411	1,411
637	---	300	937	937	Maintenance and Fixed Charges		576	576	576
379	2	---	381	380	Additions, Improvements and Equipment		257	257	257
(30,997)	(13,649)	---	(44,646)	(44,644)	Less: Federal Funds		(37,546)	(38,208)	(38,208)
CAPITAL CONSTRUCTION									
Distribution by Fund and Program									
---	1,058	---	1,058	---	Administration and Support Services	99	---	---	---
---	1,058	---	1,058	---	Total Capital Construction		---	---	---



# HUMAN SERVICES

Year Ending June 30, 2006					Year Ending June 30, 2008			
Orig. & (S)Supple- mental	Reapp. & (R)Recpts.	Transfers & (E)Emer- gencies	Total Available	Expended	Prog. Class.	2007 Adjusted Approp.	Requested	Recom- mended
<b>CAPITAL CONSTRUCTION</b>								
<b>Distribution by Fund and Object</b>								
<b>Woodbine Developmental Center</b>								
---	1	---	1	---	99	---	---	---
---	1,057	---	1,057	---				
33,559	1,063	-662	33,960	19,240	99	---	---	---
						18,944	12,944	12,944
<b>Grand Total State Appropriation</b>								
<b>OTHER RELATED APPROPRIATIONS</b>								
30,997	13,649	---	44,646	44,644	<b>Total Federal Funds</b>			
64,556	14,712	-662	78,606	63,884	<b>GRAND TOTAL ALL FUNDS</b>			
						37,546	38,208	38,208
						56,490	51,152	51,152

## Notes -- Direct State Services - General Fund

- (a) The fiscal year 2007 appropriation has been adjusted for the allocation of salary program, as well as the reallocation of State appropriations supporting information technology services to the Office of Information Technology within the Department of Treasury.
- (b) Additional amounts are available from prior year carryforward funds in fiscal years 2007 and 2008.

## 30. EDUCATIONAL, CULTURAL, AND INTELLECTUAL DEVELOPMENT

### 32. OPERATION AND SUPPORT OF EDUCATIONAL INSTITUTIONS

#### 7650. NEW LISBON DEVELOPMENTAL CENTER

New Lisbon Developmental Center (C.30:4-165.1 et seq.) provides resident care, training, education, and habilitation to developmentally disabled residents. A program providing for limited enrollment in community centers is administered. During Fiscal year 1983, New Lisbon began operating a long term care facility for 60 geriatric residents. This facility is located adjacent to

the school hospital. Federal funds provide education and habilitation of residents, community living and training programs.

Program classifications are described at the beginning of this Statewide program.

## EVALUATION DATA

	Actual FY 2005	Actual FY 2006	Revised FY 2007	Budget Estimate FY 2008
<b>OPERATING DATA</b>				
<b>Residential Care and Habilitation Services</b>				
Average daily population .....	526	513	506	506
Ratio: Population/total positions .....	0.4 / 1	0.3 / 1	0.3 / 1	0.3 / 1
Gross Per Capitas				
Annual .....	\$155,184	\$161,828	\$178,292 (a)	\$224,966 (a)
Daily .....	\$425.16	\$443.37	\$488.47 (a)	\$616.35 (a)

## PERSONNEL DATA

### Position Data

#### Filled positions by Funding Source

State Supported .....	680	678	681	664
Federal .....	772	758	786	767
Total Positions .....	1,452	1,436	1,467	1,431

#### Filled Positions by Program Class

Residential Care and Habilitation .....	1,272	1,256	1,276	1,249
Administration and Support Services .....	180	180	191	182
Total Positions .....	1,452	1,436	1,467	1,431

## Notes:

Actual payroll counts are reported for fiscal years 2005 and 2006 as of December and revised fiscal year 2007 as of January.

The Budget Estimate for fiscal year 2008 reflects the number of positions funded.

- (a) Includes prior year carryforward funds.

# HUMAN SERVICES

## APPROPRIATIONS DATA (thousands of dollars)

Year Ending June 30, 2006					Year Ending June 30, 2008				
Orig. & (S)Supple- mental	Reapp. & (R)Recpts.	Transfers & (E)Emer- gencies	Total Available	Expended		Prog. Class.	2007 Adjusted Approp.	Requested	Recom- mended
DIRECT STATE SERVICES									
Distribution by Fund and Program									
72,571	22,791	-6	95,356	72,610	Residential Care and Habilitation Services	05			
35,919	1	-6	35,914	13,037	(From General Fund)		13,111	24,273	24,273
36,652	22,790	---	59,442	59,573	(From Federal Funds)		40,833	53,148	53,148
10,403	---	5	10,408	10,408	Administration and Support Services	99			
6,185	---	5	6,190	6,190	(From General Fund)		13,397	13,537	13,537
4,218	---	---	4,218	4,218	(From Federal Funds)		6,908	6,908	6,908
							6,489	6,629	6,629
82,974	22,791	-1	105,764	83,018	Total Direct State Services		67,341 (a)	90,958	90,958
					Less:				
(40,870)	(22,790)	---	(63,660)	(63,791)	Federal Funds		(47,322)	(59,777)	(59,777)
42,104	1	-1	42,104	19,227	Total State Appropriation		20,019	31,181	31,181
Distribution by Fund and Object									
					Personal Services:				
68,054	22,736	5	90,795	68,104	Salaries and Wages		54,327	78,240	78,240
68,054	22,736	5	90,795	68,104	Total Personal Services (b)		54,327	78,240	78,240
5,226	---	---	5,226	5,226	Materials and Supplies		3,806	3,806	3,806
7,690	---	-1	7,689	7,689	Services Other Than Personal		7,443	7,147	7,147
1,053	54	-5	1,102	1,048	Maintenance and Fixed Charges		814	814	814
951	1	---	952	951	Additions, Improvements and Equipment		951	951	951
					Less:				
(40,870)	(22,790)	---	(63,660)	(63,791)	Federal Funds		(47,322)	(59,777)	(59,777)
CAPITAL CONSTRUCTION									
Distribution by Fund and Program									
---	35	---	35	---	Administration and Support Services	99			
							---	---	---
---	35	---	35	---	Total Capital Construction		---	---	---
Distribution by Fund and Object									
New Lisbon Developmental Center									
---	23	---	23	---	Replace Boiler & Condensate Recovery Tank	99			
							---	---	---
---	12	---	12	---	Food Service Building Renovations	99			
							---	---	---
42,104	36	-1	42,139	19,227	Grand Total State Appropriation		20,019	31,181	31,181
OTHER RELATED APPROPRIATIONS									
40,870	22,790	---	63,660	63,791	Total Federal Funds		47,322	59,777	59,777
82,974	22,826	-1	105,799	83,018	GRAND TOTAL ALL FUNDS		67,341	90,958	90,958

### Notes -- Direct State Services - General Fund

(a) The fiscal year 2007 appropriation has been adjusted for the allocation of salary program.

(b) Additional amounts are available from prior year carryforward funds in fiscal years 2007 and 2008.

# HUMAN SERVICES

## 30. EDUCATIONAL, CULTURAL, AND INTELLECTUAL DEVELOPMENT

### 32. OPERATION AND SUPPORT OF EDUCATIONAL INSTITUTIONS

#### 7660. WOODBRIDGE DEVELOPMENTAL CENTER

Woodbridge Developmental Center (C.30:4-165.1 et seq.) admits developmentally disabled individuals five years of age and over. Federal funds supplement ongoing training, rehabilitation, education, and health programs. In addition, the federal foster grandparents program provides socialization skills for develop-

mentally disabled persons through contact with senior citizens.

Program classifications are described at the beginning of this Statewide program.

#### EVALUATION DATA

	Actual FY 2005	Actual FY 2006	Revised FY 2007	Budget Estimate FY 2008
<b>OPERATING DATA</b>				
<b>Residential Care and Habilitation Services</b>				
Average daily population .....	485	477	467	467
Ratio: Population/total positions .....	0.4 / 1	0.4 / 1	0.3 / 1	0.3 / 1
Gross Per Capitas				
Annual .....	\$126,435	\$145,348	\$177,632 <sup>(a)</sup>	\$177,390 <sup>(a)</sup>
Daily .....	\$346.40	\$398.21	\$486.66 <sup>(a)</sup>	\$486.00 <sup>(a)</sup>

#### PERSONNEL DATA

##### Position Data

##### Filled positions by Funding Source

State Supported .....	748	771	738	819
Federal .....	502	548	613	648
All Other .....	1	1	---	1
Total Positions .....	1,251	1,320	1,351	1,468

##### Filled Positions by Program Class

Residential Care and Habilitation Services .....	1,138	1,187	1,223	1,335
Administration and Support Services .....	113	133	128	133
Total Positions .....	1,251	1,320	1,351	1,468

##### Notes:

Actual payroll counts are reported for fiscal years 2005 and 2006 as of December and revised fiscal year 2007 as of January.

The Budget Estimate for fiscal year 2008 reflects the number of positions funded.

(a) Includes prior year carryforward funds.

#### APPROPRIATIONS DATA (thousands of dollars)

Year Ending June 30, 2006					Year Ending June 30, 2008			
Orig. & (S)Supple- mental	Reapp. & (R)Recpts.	Transfers & (E)Emer- gencies	Total Available	Expended	Prog. Class.	2007 Adjusted Approp.	Requested	Recom- mended
<b><u>DIRECT STATE SERVICES</u></b>								
<b>Distribution by Fund and Program</b>								
57,266	21,116	6,392	84,774	60,683	Residential Care and Habilitation Services	05	51,438	52,278
26,191	2	5,260	31,453	9,953	(From General Fund)		8,850	8,850
31,075	21,114	1,095	53,284	50,693	(From Federal Funds)		42,532	43,369
---	---	37	37	37	(From All Other Funds)		56	59
8,495	---	154	8,649	8,648	Administration and Support Services	99	10,401	9,448
6,974	---	154	7,128	7,127	(From General Fund)		8,346	7,346
1,521	---	---	1,521	1,521	(From Federal Funds)		2,055	2,102
<b>65,761</b>	<b>21,116</b>	<b>6,546</b>	<b>93,423</b>	<b>69,331</b>	<b>Total Direct State Services</b>		<b>61,839 <sup>(a)</sup></b>	<b>61,726</b>
<b>Less:</b>								
(32,596)	(21,114)	(1,095)	(54,805)	(52,214)	Federal Funds		(44,587)	(45,471)
---	---	(37)	(37)	(37)	All Other Funds		(56)	(59)
<b>33,165</b>	<b>2</b>	<b>5,414</b>	<b>38,581</b>	<b>17,080</b>	<b>Total State Appropriation</b>		<b>17,196</b>	<b>16,196</b>

**otes -- Direct State Services - General Fund**

(a) The fiscal year 2007 appropriation has been adjusted for the allocation of salary program.

(b) Additional amounts are available from prior year carryforward funds in fiscal year 2007 and 2008.

underdon Developmental Center (C.30:4-165.1 et seq.) is located adjacent to the Edna Mahan Correctional Facility for Women. This center serves as a treatment and training facility for profoundly to mildly developmentally disabled residents. The physical plant consists of 18 cottages. Federal funds provide for educational programs. Additionally, the federal foster grandparents program provides socialization skills through contact with senior citizens.

Program classifications are described at the beginning of this Statewide program.

## OPERATING DATA

Average daily population . . . . .	586	608	591	591
Ratio: Population/total positions . . . . .	0.5 / 1	0.4 / 1	0.4 / 1	0.4 / 1
Gross Per Capitas				
Annual . . . . .	\$119,058	\$109,544	\$123,017 (a)	\$121,553 (a)
Daily . . . . .	\$326.19	\$300.12	\$337.03 (a)	\$333.02 (a)

# HUMAN SERVICES

	Actual FY 2005	Actual FY 2006	Revised FY 2007	Budget Estimate FY 2008
<b>PERSONNEL DATA</b>				
<b>Position Data</b>				
Filled positions by Funding Source				
State Supported .....	816	832	860	884
Federal .....	449	478	503	420
Total Positions .....	1,265	1,310	1,363	1,304
Filled Positions by Program Class				
Residential Care and Habilitation Services .....	1,078	1,116	1,166	1,121
Administration and Support Services .....	187	194	197	183
Total Positions .....	1,265	1,310	1,363	1,304

## Notes:

Actual payroll counts are reported for fiscal years 2005 and 2006 as of December and revised fiscal year 2007 as of January.  
The Budget Estimate for fiscal year 2008 reflects the number of positions funded.

(a) Includes prior year carryforward funds.

## APPROPRIATIONS DATA (thousands of dollars)

Year Ending June 30, 2006					Year Ending June 30, 2008				
Orig. & (S)Supple- mental	Reapp. & (R)Recpts.	Transfers & (E)Emer- gencies	Total Available	Expended		Prog. Class.	2007 Adjusted Approp.	Requested	Recom- mended
<b><u>DIRECT STATE SERVICES</u></b>									
<b>Distribution by Fund and Program</b>									
52,867	19,974	-1	72,840	54,298	Residential Care and Habilitation Services	05	40,233	40,229	40,229
21,667	1	-1	21,667	3,349	(From General Fund)		5,662	5,127	5,127
31,200	19,973	---	51,173	50,949	(From Federal Funds)		34,571	35,102	35,102
12,662	3	---	12,665	12,305	Administration and Support Services	99	13,805	12,944	12,944
8,920	3	---	8,923	8,574	(From General Fund)		9,752	8,752	8,752
3,742	---	---	3,742	3,731	(From Federal Funds)		4,053	4,192	4,192
65,529	19,977	-1	85,505	66,603	Total Direct State Services		54,038 <sup>(a)</sup>	53,173	53,173
<b>Less:</b>									
(34,942)	(19,973)	---	(54,915)	(54,680)	Federal Funds		(38,624)	(39,294)	(39,294)
30,587	4	-1	30,590	11,923	Total State Appropriation		15,414	13,879	13,879
<b>Distribution by Fund and Object</b>									
Personal Services:									
52,003	19,973	---	71,976	53,075	Salaries and Wages		46,492	45,627	45,627
52,003	19,973	---	71,976	53,075	Total Personal Services <sup>(b)</sup>		46,492	45,627	45,627
10,091	1	---	10,092	10,092	Materials and Supplies		5,618	5,618	5,618
1,089	---	-1	1,088	1,088	Services Other Than Personal		1,084	1,084	1,084
654	---	---	654	654	Maintenance and Fixed Charges		567	567	567
1,692	3	---	1,695	1,694	Additions, Improvements and Equipment		277	277	277
<b>Less:</b>									
(34,942)	(19,973)	---	(54,915)	(54,680)	Federal Funds		(38,624)	(39,294)	(39,294)
<b><u>CAPITAL CONSTRUCTION</u></b>									
<b>Distribution by Fund and Program</b>									
---	65	---	65	---	Administration and Support Services	99	---	---	---
---	65	---	65	---	Total Capital Construction		---	---	---

# HUMAN SERVICES

Year Ending June 30, 2006					Year Ending June 30, 2008			
Orig. & (S)Supple- mental	Reapp. & (R)Recpts.	Transfers & (E)Emer- gencies	Total Available	Expended	Prog. Class.	2007 Adjusted Approp.	Requested	Recom- mended
<b>CAPITAL CONSTRUCTION</b>								
<b>Distribution by Fund and Object</b>								
<b>Hunterdon Developmental Center</b>								
---	65	---	65	---	99	---	---	---
30,587	69	-1	30,655	11,923		15,414	13,879	13,879
<b>OTHER RELATED APPROPRIATIONS</b>								
34,942	19,973	---	54,915	54,680		38,624	39,294	39,294
65,529	20,042	-1	85,570	66,603		54,038	53,173	53,173
<b>GRAND TOTAL ALL FUNDS</b>								

## Notes -- Direct State Services - General Fund

- The fiscal year 2007 appropriation has been adjusted for the allocation of salary program.
- Additional amounts are available from prior year carryforward funds in fiscal years 2007 and 2008.

## Language Recommendations -- Direct State Services - General Fund

The State appropriation is based on ICF/MR revenues of \$330,505,000 provided that if the ICF/MR revenues exceed \$330,505,000 there will be placed in reserve a portion of the State appropriation equal to the excess amount of ICF/MR revenues, subject to the approval of the Director of the Division of Budget and Accounting.

In addition to the amount hereinabove appropriated for Operation and Support of Educational Institutions of the Division of Developmental Disabilities, such other sums provided in Interdepartmental accounts for Employee Benefits, as the Director of the Division of Budget and Accounting shall determine, are considered as appropriated on behalf of the Developmental Centers and are available for matching federal funds.

## 30. EDUCATIONAL, CULTURAL, AND INTELLECTUAL DEVELOPMENT

### 33. SUPPLEMENTAL EDUCATION AND TRAINING PROGRAMS

#### 7560. COMMISSION FOR THE BLIND AND VISUALLY IMPAIRED

#### OBJECTIVES

- To assist blind and severely visually impaired persons to adjust to their disability, to take advantage of individual skills and experiences, and to help achieve an appropriate vocational goal through provision of diagnostic, evaluative, restorative, counseling, training, and placement services.
- To provide special instruction and support services to blind and visually impaired children to maximize their ability to compete with their sighted peers in the least restrictive setting.
- To provide social services and referrals to help blind and visually impaired persons to access needed services, and to provide specific training services to assist persons to function in their usual environment.
- To supervise and carry out screening activities involving persons from groups identified as being vulnerable to eye problems, and to coordinate screenings carried out by other groups.
- To provide, or cause to be provided, appropriate medical treatment to prevent, reduce or retard loss of vision for individuals identified to the Commission as having a potential vision problem and to assist in securing appropriate vision aids.
- To disseminate to the public, especially high-risk persons and the health care community throughout New Jersey, information on (1) the causality and prevention of vision loss, emphasizing early detection, and (2) the wide array of services available to blind and visually impaired persons.

#### PROGRAM CLASSIFICATIONS

- Services for the Blind and Visually Impaired.** Habilitation and Rehabilitation provides or ensures access to services that

will enable individuals who are blind or visually impaired to obtain their fullest measure of adjustment, self-reliance, productivity and integration into their community. Vocational Rehabilitation Services assist in the development, acquisition, or updating of skills that will enable clients to secure and maintain employment. Those services include: evaluation, counseling, guidance, practical and psychological adjustment to vision loss, training, job placement, post-employment consultation, low and high technical aids and appliances and certain medical assistance. Services for eligible clients, including persons with severe multi-handicaps, are individualized to their vocational goals, including working in the labor force, operating their own business, supportive employment or rehabilitation, and managing their own home.

Educational services are available from birth through high school for eligible children and their families. These services are designed to assure that students who are blind or visually impaired may participate equally with other students in regular classroom activities or the appropriate, least-restrictive educational placement. Consultative services and interpretation of individual functional vision assessments are provided to local school personnel, with recommendations for placement, instructional materials and program modifications. Services also include institutional and day training center programs, services to deaf-blind children, counseling and training for families of infants and pre-school children, tutoring in special areas, instruction in independent travel and daily living skills, reader services, summer camp for children and teenagers, assistance with adaptive equipment, special books, materials and technical aids, and vision restoration and/or enhancement or the use of remaining vision. Community services provide social casework, rehabilitation

## HUMAN SERVICES

teaching, orientation and mobility instruction, in-home nursing services training and community outreach/education. Prevention includes eye health screening and follow-up services for several high-risk groups, including pre-schoolers, the elderly, minorities, diabetics, and institutionalized persons. Also included are medical treatment and low vision aids for persons without the means to pay.

99. **Administration and Support Services.** Determines policies and procedures, develops and maintains fiscal plans and records and provides statistical information and reports to the agency as well as to the State and federal government. Administers the service delivery systems of the Commission including program review and evaluation, program change, program implementation, and policy formation.

### EVALUATION DATA

	Actual FY 2005	Actual FY 2006	Revised FY 2007	Budget Estimate FY 2008
<b>PROGRAM DATA</b>				
<b>Services for the Blind and Visually Impaired</b>				
Vocational Rehabilitation				
Total clients served .....	2,568	2,512	2,700	2,700
Clients rehabilitated .....	271	277	290	290
Wage Earners .....	258	268	280	280
Homemakers .....	13	9	10	10
Average annual income after rehabilitation .....	\$21,700	\$22,600	\$23,000	\$23,000
Average cost per client served .....	\$5,790	\$6,700	\$6,800	\$6,800
Average cost per client rehabilitated .....	\$11,000	\$16,700	\$16,800	\$16,800
Rehabilitations per counselor .....	16	17	18	18
Community Service (State Habilitation)				
Total clients receiving independent living services .....	3,945	3,567	3,700	3,700
Clients receiving orientation and mobility instruction .....	1,583	1,320	1,400	1,400
Clients receiving basic life skills instruction .....	1,827	1,802	1,900	1,900
Social casework services .....	761	590	650	650
Clients over 65 (non-VR) .....	2,468	1,916	2,100	2,100
Prevention				
Total persons screened .....	49,753	45,862	48,000	48,000
Adult vision screenings .....	6,138	4,616	5,000	5,000
Pre-school vision screenings .....	28,440	25,539	26,000	26,000
Mobile screenings .....	13,664	14,190	15,000	15,000
Diabetic screenings .....	1,511	1,517	2,000	2,000
Referred for further evaluations .....	4,428	3,810	4,000	4,000
Referred to CBVI .....	1,453	870	1,000	1,000
Eye Health case services .....	2,429	2,249	2,400	2,400
Low vision services .....	2,164	2,224	2,300	2,300
Instruction				
Total clients receiving educational services .....	2,836	2,799	2,950	2,950
Pre-school children receiving itinerant services .....	350	375	375	375
Total number of school-aged children receiving itinerant services .....	2,486	2,424	2,575	2,575
Percent multi-handicapped .....	95	95	95	95
Average direct service caseload size .....	46	40	40	40
<b>PERSONNEL DATA</b>				
<b>Position Data</b>				
Filled positions by Funding Source				
State Supported .....	173	180	209	198
Federal .....	88	101	105	107
Total Positions .....	261	281	314	305
Filled Positions by Program Class				
Services for the Blind and Visually Impaired .....	213	229	256	268
Administration and Support Services .....	48	52	58	37
Total Positions .....	261	281	314	305

#### Notes:

Actual payroll counts are reported for fiscal years 2005 and 2006 as of December and revised fiscal year 2007 as of January. The Budget Estimate for fiscal year 2008 reflects the number of positions funded.

# HUMAN SERVICES

## APPROPRIATIONS DATA (thousands of dollars)

Year Ending June 30, 2006					Year Ending June 30, 2008			
Orig. & (S)Supple- mental	Reapp. & (R)Recpts.	Transfers & (E)Emer- gencies	Total Available	Expended	Prog. Class.	2007 Adjusted Approp.	Requested	Recom- mended
<b><u>DIRECT STATE SERVICES</u></b>								
<b>Distribution by Fund and Program</b>								
7,521	73	1,089	8,683	8,666				
					Services for the Blind and Visually Impaired	11	8,293	8,203
1,437	794	---	2,231	2,199	Administration and Support Services	99	1,564	1,564
<b>8,958</b>	<b>867</b>	<b>1,089</b>	<b>10,914</b>	<b>10,865</b>	<b>Total Direct State Services</b>		<b>9,857 <sup>(a)</sup></b>	<b>9,767</b>
<b>Distribution by Fund and Object</b>								
					Personal Services:			
7,411	---	1,216	8,627	8,627	Salaries and Wages		8,462	8,372
<b>7,411</b>	<b>---</b>	<b>1,216</b>	<b>8,627</b>	<b>8,627</b>	<b>Total Personal Services</b>		<b>8,462</b>	<b>8,372</b>
123	---	---	123	118	Materials and Supplies		123	123
476	---	-37	439	439	Services Other Than Personal		407	407
80	---	---	80	80	Maintenance and Fixed Charges		80	80
					Special Purpose:			
848	73	-90	831	829	Technology for the Visually Impaired	11	765	765
---	42	---	794	762	Management and Administrative Services	99	---	---
20	752 R	---	20	10	Additions, Improvements and Equipment		20	20
<b><u>GRANTS-IN-AID</u></b>								
<b>Distribution by Fund and Program</b>								
4,226	---	23	4,249	4,246	Services for the Blind and Visually Impaired	11	4,256	4,256
<b>4,226</b>	<b>---</b>	<b>23</b>	<b>4,249</b>	<b>4,246</b>	<b>Total Grants-in-Aid</b>		<b>4,256</b>	<b>4,256</b>
<b>Distribution by Fund and Object</b>								
					Grants:			
52	---	---	52	52	Camp Marcella	11	52	52
154	---	---	154	154	Psychological Counseling	11	156	156
52	---	---	52	52	Recording for the Blind, Inc.	11	53	53
2,167	---	---	2,167	2,166	Educational Services for Children	11	2,170	2,170
1,801	---	23	1,824	1,822	Services to Rehabilitation Clients	11	1,825	1,825
<b><u>CAPITAL CONSTRUCTION</u></b>								
<b>Distribution by Fund and Program</b>								
---	554	---	554	9	Services for the Blind and Visually Impaired	11	---	---
<b>---</b>	<b>554</b>	<b>---</b>	<b>554</b>	<b>9</b>	<b>Total Capital Construction</b>		<b>---</b>	<b>---</b>
<b>Distribution by Fund and Object</b>								
					Commission for the Blind and Visually Impaired			
---	554	---	554	9	Emergency Equipment Upgrades - J. Kohn Rehabilitation Center	11	---	---
<b>13,184</b>	<b>1,421</b>	<b>1,112</b>	<b>15,717</b>	<b>15,120</b>	<b>Grand Total State Appropriation</b>		<b>14,113</b>	<b>14,023</b>



# HUMAN SERVICES

Year Ending June 30, 2006							Year Ending June 30, 2008	
Orig. & (S)Supple- mental	Reapp. & (R)Recpts.	Transfers & (E)Emer- gencies	Total Available	Expended	Prog. Class.	2007 Adjusted Approp.	Requested	Recom- mended
<b>OTHER RELATED APPROPRIATIONS</b>								
<b>Federal Funds</b>								
9,875	1,782	---	11,657	9,570				
2,208	374	---	2,582	2,288				
<u>12,083</u>	<u>2,156</u>	<u>---</u>	<u>14,239</u>	<u>11,858</u>				
					<b>Total Federal Funds</b>			
						<u>12,117</u>	<u>12,282</u>	<u>12,282</u>
<b>All Other Funds</b>								
	349							
---	156 <sup>R</sup>	---	505	392				
---	---	---	---	---				
---	<u>505</u>	<u>---</u>	<u>505</u>	<u>392</u>		<u>775</u>	<u>775</u>	<u>775</u>
<u>25,267</u>	<u>4,082</u>	<u>1,112</u>	<u>30,461</u>	<u>27,370</u>		<u>27,005</u>	<u>27,080</u>	<u>27,080</u>
					<b>GRAND TOTAL ALL FUNDS</b>			

## Notes -- Direct State Services - General Fund

- (a) The fiscal year 2007 appropriation has been adjusted for the allocation of salary program, as well as the reallocation of State appropriations supporting information technology services to the Office of Information Technology within the Department of Treasury.

## Language Recommendations -- Direct State Services - General Fund

There is appropriated from funds recovered from audits or other collection activities, an amount sufficient to pay vendors' fees to compensate the recoveries and the administration of the State's vending machine program, subject to the approval of the Director of the Division of Budget and Accounting. Receipts in excess of \$130,000 are appropriated for the purpose of expanding vision screening services and other prevention services, subject to the approval of the Director of the Division of Budget and Accounting. The unexpended balance at the end of the preceding fiscal year of such receipts is appropriated.

Notwithstanding the provisions of N.J.S.18A:61-1 and N.J.S.18A:46-13, or any law or regulation to the contrary, local boards of education shall reimburse the Commission for the Blind and Visually Impaired for the documented costs of providing services to children who are classified as "educationally handicapped," provided however, each local board of education shall pay that portion of cost which the number of children classified "educationally handicapped" bears to the total number of such children served, provided further, however, that payments shall be made by each local board in accordance with a schedule adopted by the Commissioners of Education and Human Services, and further, the Director of the Division of Budget and Accounting is authorized to deduct such reimbursements from the State Aid payments to the local boards of education.

The unexpended balances at the end of the preceding fiscal year in the Technology for the Visually Impaired account are appropriated, subject to the approval of the Director of the Division of Budget and Accounting.

In addition to the amount hereinabove appropriated, the amount of \$900,000 is transferred from the Governor's Literacy Initiative to the Commission for the Blind and Visually Impaired for increased Braille lessons for blind children, subject to the approval of the Director of the Division of Budget and Accounting.

## 50. ECONOMIC PLANNING, DEVELOPMENT, AND SECURITY

### 53. ECONOMIC ASSISTANCE AND SECURITY

#### 7550. DIVISION OF FAMILY DEVELOPMENT

#### OBJECTIVES

- To establish, maintain and supervise an effective public assistance system, ensuring the uniform administration of income maintenance programs in compliance with federal and State statutes and regulations.
- To ensure that appropriate income maintenance payments are provided in an equitable, uniform and efficient manner to individuals who qualify for such assistance.
- To ensure that all eligible individuals receive health care coverage provided through the Division of Medical Assistance and Health Services.
- To assist eligible individuals and families in their efforts to gain financial self-sufficiency and decrease dependency on time-limited (60 months) welfare through meaningful employment and training programs.
- To establish, maintain and supervise the collection of child support through the location of absent parents, establishment of paternity for children born out-of-wedlock and the enforcement of such court orders.
- To establish, maintain, and supervise an effective child care system that provides child care services to families in Work First New Jersey program activities and subsidizes such services to other low income families.

#### PROGRAM CLASSIFICATIONS

- Income Maintenance Management.** Supervises the operations of local welfare agencies and evaluates their achievements in terms of current policy and procedure, and acts as liaison between the local agencies and the State Division of Family Development; exercises statutory responsibilities relative to the General Assistance Program. Supervises, through county or municipal welfare agencies, the

administration of the Temporary Assistance to Needy Families, the Food Stamp, Cuban Haitian Entrant, Refugee Resettlement and General Assistance programs.

Prepares all income maintenance policies and regulations as promulgated through manuals, program instructions and procedural bulletins. Studies, measures and maintains ongoing reviews in order to assess and test adherence to policies and procedures and identifies significant sources of agency errors and recommends remedial measures. Maintains the integrity of the assistance program by conducting various file matches which assist in reducing erroneous eligibility and payment errors to ensure that clients truly in need of assistance receive the maximum benefits permitted by law.

Determines and implements overall program policy, including the establishment and enforcement of standards, regulations, policies and fiscal and statistical activities for the public welfare programs administered by State, county, or municipal

agencies; promotes and facilitates the effective operation of all staff development and training programs in all governmental agencies engaged in public welfare; plans, implements, and monitors data processing programs; processes requests for fair hearings from applicants and recipients of public assistance. Develops and maintains fiscal and statistical programs.

Supervises and directs the activities for all agencies involved in the collection of child support and the provision of employment and training services to public assistance recipients.

Through the administration of contracts with local agencies, supervises and directs the provision of child care, as well as other related services, to eligible families and funds initiatives to enhance the child care providers' ability to provide such services.

## EVALUATION DATA

	Actual FY 2005	Actual FY 2006	Revised FY 2007	Budget Estimate FY 2008
<b>PROGRAM DATA</b>				
<b>Income Maintenance Management</b>				
General Assistance				
Employable				
Average monthly recipients .....	22,160	21,609	22,169	22,147
Average monthly cash assistance .....	\$147.13	\$145.31	\$143.43	\$143.10
Burials .....	\$258,632	\$274,147	\$293,705	\$267,188
State expenditures .....	\$39,383,442	\$37,954,803	\$38,450,101	\$38,298,016
Unemployable				
Average monthly recipients .....	15,297	15,535	16,241	16,619
Average monthly cash assistance .....	\$229.33	\$233.42	\$231.19	\$231.16
Burials .....	\$360,393	\$380,964	\$390,053	\$376,889
Total assistance expenditures .....	\$42,457,125	\$43,892,975	\$45,447,134	\$46,476,665
Refunds to assistance .....	(\$17,331,465)	(\$16,691,940)	(\$15,451,602)	(\$17,100,000)
State expenditures .....	\$25,125,660	\$27,201,035	\$29,995,532	\$29,376,665
Prescription drug & other medical assistance .....	\$7,421	---	---	---
Emergency Assistance Program				
Average monthly recipients .....	7,408	7,094	7,069	6,948
Average monthly grant .....	\$786.65	\$817.76	\$842.81	\$822.16
State expenditures .....	\$69,930,038	\$69,614,273	\$71,493,887	\$68,548,412
Work First New Jersey				
Average monthly recipients .....	116,188	112,192	104,450	98,512
Average monthly grant .....	\$130.43	\$130.78	\$132.03	\$131.17
Total assistance expenditures .....	\$181,852,810	\$176,086,129	\$165,486,402	\$155,064,193
Less: Credits .....	(\$4,076,516)	(\$4,100,459)	(\$3,995,505)	(\$4,250,000)
Less: Recoveries .....	(\$5,179,881)	(\$6,992,344)	(\$7,359,812)	(\$7,800,000)
Less: 50% Gross Child Support Collections .....	(\$28,716,938)	(\$27,389,003)	(\$26,936,984)	(\$27,750,000)
Add: Child Support Disregards .....	\$4,329,348	\$4,361,163	\$4,397,799	\$4,250,000
Add: Burials .....	\$418,882	\$355,489	\$390,000	\$340,000
Total Work First New Jersey Costs (a) .....	\$148,627,705	\$142,320,975	\$131,981,900	\$119,854,193
Less: Work First New Jersey County Expenditures ....	(\$5,630,733)	(\$7,116,049)	(\$5,252,192)	(\$4,845,868)
State Work First New Jersey Expenditures .....	\$142,996,972	\$135,204,926	\$126,729,708	\$115,008,325

# HUMAN SERVICES

	Actual FY 2005	Actual FY 2006	Revised FY 2007	Budget Estimate FY 2008
Emergency Assistance				
Average monthly recipients .....	17,757	16,980	15,837	14,958
Average monthly grant .....	\$375.09	\$396.48	\$399.06	\$400.88
Total assistance expenditures .....	\$79,925,678	\$80,786,765	\$75,838,959	\$71,956,356
Less: Credits .....	(\$587,975)	(\$552,503)	(\$485,472)	(\$550,000)
Net emergency assistance costs .....	\$79,337,703	\$80,234,262	\$75,353,487	\$71,406,356
Less: County Expenditures .....	(\$3,972,932)	(\$4,062,179)	(\$3,767,746)	(\$3,570,277)
State Work First New Jersey Expenditures .....	\$75,364,771	\$76,172,083	\$71,585,741	\$67,836,079
Supplemental Security Income (SSI)				
Average monthly recipients .....	148,516	146,863	148,750	152,111
Average monthly grant .....	\$29.53	\$29.50	\$30.20	\$30.19
Total assistance expenditures .....	\$52,628,130	\$51,989,502	\$53,907,000	\$55,103,122
Emergency Assistance Recipients .....	1,225	1,454	1,485	1,618
Emergency Assistance .....	\$12,334,398	\$15,047,276	\$16,069,284	\$17,570,456
Less: Recoveries .....	(\$212,739)	(\$183,299)	(\$243,824)	(\$243,824)
Burials .....	\$10,768,319	\$10,613,799	\$11,362,197	\$10,704,468
Net SSI expenditures .....	\$75,518,108	\$77,467,278	\$81,094,657	\$83,134,222
SSI Administrative Expenses .....	\$16,324,804	\$16,999,562	\$17,675,484	\$18,188,469
Food Stamp Program				
Average monthly households participating .....	187,196	199,050	211,655	206,557
Percent of total authorized households participating ....	100%	100%	100%	100%
Average monthly recipients participating .....	394,882	411,816	429,476	435,660
Total value of bonus coupons .....	\$432,593,835	\$461,664,535	\$492,688,813	\$550,071,679
Average monthly value of bonus coupons per person participating .....	\$91.29	\$93.42	\$95.60	\$105.22
Work First New Jersey Work Activities				
Average monthly recipients entering employment .....	896	937	958	958
Average monthly recipients in supported work .....	3,360	3,360	3,360	3,360
Average monthly recipients in on-the-job training .....	357	357	357	357
Average monthly recipients in alternative work experience (AWEP) .....	7,495	7,495	7,495	7,495
Average monthly recipients in community work experience (CWEP) .....	978	978	978	978
Average monthly recipients in vocational training/education for teen parents .....	3,885	3,885	3,885	3,885
Employment/Work Activity Initiatives .....	2,735	2,735	2,735	2,735
Average monthly recipients in other activities .....	1,544	1,544	1,544	1,544
Average monthly recipients receiving training related expenses .....	6,874	6,170	5,854	5,854
Child Care Payments for Eligible Families				
Low income families in contracted centers				
Average monthly children .....	10,900	10,196	9,815	9,539
Total expenditures .....	\$35,293,500	\$35,032,769	\$37,934,963	\$40,030,442
Low income families provided child care vouchers				
Average monthly children .....	17,690	15,817	16,681	17,996
Total expenditures .....	\$59,582,862	\$57,575,551	\$67,184,580	\$70,895,770
Children placed through protective services				
Average monthly children .....	2,825	2,270	2,231	2,221
Total expenditures .....	\$18,466,000	\$15,841,076	\$19,039,582	\$20,091,304
Active TANF recipients in work activity				
Average monthly children .....	8,600	6,995	9,547	9,360
Total expenditures .....	\$42,831,612	\$36,830,349	\$54,492,509	\$54,851,593
Transitional child care services				
Average monthly children .....	8,910	8,034	8,386	8,699
Total expenditures .....	\$42,494,793	\$38,830,882	\$46,851,690	\$49,439,717

# HUMAN SERVICES

	Actual FY 2005	Actual FY 2006	Revised FY 2007	Budget Estimate FY 2008
Abbott Child Care Services				
Average monthly children .....	27,162	31,515	29,254	20,892
Total expenditures .....	\$89,133,275	\$102,295,151	\$101,311,721	\$75,893,801
Post Transitional Child Care				
Average monthly children .....	850	572	1,214	1,267
Total expenditures .....	\$3,487,330	\$2,777,573	\$6,038,544	\$6,128,369
Total Child Care Payments for Eligible Families				
Average monthly children .....	76,937	75,399	77,128	69,974
Total expenditures .....	\$291,289,372	\$289,183,351	\$332,853,589	\$317,330,996

## PERSONNEL DATA

### Position Data

#### Filled positions by Funding Source

State Supported .....	221	223	211	223
Federal .....	197	209	209	250
Total Positions .....	418	432	420	473

#### Filled Positions by Program Class

Income Maintenance Management .....	418	432	420	473
Total Positions .....	418	432	420	473

### Notes:

Actual payroll counts are reported for fiscal years 2005 and 2006 as of December and revised fiscal year 2007 as of January.

The Budget Estimate for fiscal year 2008 reflects the number of positions funded.

(a) Includes funding to offset reduced CSP collections as a result of federal changes in distribution hierarchy.

## APPROPRIATIONS DATA (thousands of dollars)

Year Ending June 30, 2006					Year Ending June 30, 2008				
Orig. & (S)Supple- mental	Reapp. & (R)Recpts.	Transfers & (E)Emer- gencies	Total Available	Expended	Prog. Class.	2007 Adjusted Approp.	Requested	Recom- mended	
<b><u>DIRECT STATE SERVICES</u></b>									
<b>Distribution by Fund and Program</b>									
121,586	23,179	-1,865	142,900	89,907	Income Maintenance Management	15	131,900	129,917	129,917
27,162	5,917	-265	32,814	25,176	(From General Fund)		30,919	28,535	28,535
94,424	---	-1,600	92,824	54,141	(From Federal Funds)		88,479	88,880	88,880
---	17,262	---	17,262	10,590	(From All Other Funds)		12,502	12,502	12,502
121,586	23,179	-1,865	142,900	89,907	Total Direct State Services		131,900 (a)	129,917	129,917
<b>Less:</b>									
(94,424)	---	1,600	(92,824)	(54,141)	Federal Funds		(88,479)	(88,880)	(88,880)
---	(17,262)	---	(17,262)	(10,590)	All Other Funds		(12,502)	(12,502)	(12,502)
27,162	5,917	-265	32,814	25,176	Total State Appropriation		30,919	28,535	28,535
<b>Distribution by Fund and Object</b>									
<b>Personal Services:</b>									
28,914	---	29	28,943	26,062	Salaries and Wages		30,209	30,610	30,610
28,914	---	29	28,943	26,062	Total Personal Services		30,209	30,610	30,610
749	---	---	749	616	Materials and Supplies		749	749	749
33,821	2,220 R	1,120	37,453	30,111	Services Other Than Personal		30,922	30,694	30,694
1,490	---	-7	1,483	1,483	Maintenance and Fixed Charges		1,490	1,490	1,490
<b>Special Purpose:</b>									
4,092	---	117	4,209	2,905	Electronic Benefit Transfer/ Distribution System	15	2,933	2,933	2,933
49,676	5,868 7,484 R	-3,080	59,948	25,050	Work First New Jersey - Technology Investment	15	56,753 6,000 S	60,597	60,597
---	7,201	---	7,201	886	Food Stamp Enhanced Funding	15	---	---	---

# HUMAN SERVICES

Year Ending June 30, 2006					Year Ending June 30, 2008			
Orig. & (S)Supple- mental	Reapp. & (R)Recpts.	Transfers & (E)Emer- gencies	Total Available	Expended	Prog. Class.	2007 Adjusted Approp.	Requested	Recom- mended
<b><u>DIRECT STATE SERVICES</u></b>								
---	75 1 <sup>R</sup>	---	76	---	Tax Refund Seizure Program	15	---	---
2,600	---	-44	2,556	2,556	SSI Attorney Fees	15	2,600	2,600
244	38	---	282	238	Additions, Improvements and Equipment		244	244
<b>Less:</b>								
(94,424)	---	1,600	(92,824)	(54,141)	Federal Funds		(88,479)	(88,880)
---	(17,262)	---	(17,262)	(10,590)	All Other Funds		(12,502)	(12,502)
<b><u>GRANTS-IN-AID</u></b>								
<b>Distribution by Fund and Program</b>								
541,214	71,862	-17,470	595,606	514,426	Income Maintenance Management	15	550,756	550,797
244,372	15,893	16,717	276,982	273,232	(From General Fund)		258,454	270,707
296,842	45,969	-34,187	308,624	231,194	(From Federal Funds)		272,302	260,090
---	10,000	---	10,000	10,000	(From All Other Funds)		20,000	20,000
<b>541,214</b>	<b>71,862</b>	<b>-17,470</b>	<b>595,606</b>	<b>514,426</b>	<b>Total Grants-in-Aid</b>		<b>550,756</b>	<b>550,797</b>
<b>Less:</b>								
(296,842)	(45,969)	34,187	(308,624)	(231,194)	Federal Funds		(272,302)	(260,090)
---	(10,000)	---	(10,000)	(10,000)	All Other Funds		(20,000)	(20,000)
<b>244,372</b>	<b>15,893</b>	<b>16,717</b>	<b>276,982</b>	<b>273,232</b>	<b>Total State Appropriation</b>		<b>258,454</b>	<b>270,707</b>
<b>Distribution by Fund and Object</b>								
<b>Grants:</b>								
4,083	---	-138	3,945	3,371	DFD Homeless Prevention Initiative	15	2,965	2,965
5,431	---	---	---	---	---	---	---	---
50 <sup>S</sup>	1,236	-318	6,399	3,023	Restricted Grants	15	5,448	5,448
12,905	---	322	13,227	12,191	Work First New Jersey - Training Related Expenses	15	14,130	18,230
68,820	9,638 10,000 <sup>R</sup>	-5,032	83,426	68,145	Work First New Jersey Support Services	15	75,664	76,301
207	---	13	220	220	Work First New Jersey - Community Housing For Teens	15	212	212
8,597	---	-3,857	4,740	3,057	Work First New Jersey - Breaking the Cycle	15	7,167	1,055
352,109	49,912	5,884	407,905	364,793	Work First New Jersey - Child Care	15	397,072	379,453
6,469	---	-151	6,318	6,318	Kinship Care Initiatives	15	6,571	7,137
1,250	---	---	1,250	9	Housing Diversion/Subsidy Program	15	43	43
465	---	86	551	551	Domestic Violence Prevention Training and Assessment	15	471	471
1,530	---	-1,530	---	---	Pre-Early Childhood Education	15	1,873	1,873
3,312	---	-3,312	---	---	Mental Health Assessments	15	3,395	3,395
1,280	---	---	1,280	1,169	Wage Supplement Program	15	1,000	1,000
19,382	---	-12,578	6,804	3,116	Kinship Care Guardianship and Subsidy <sup>(b)</sup>	15	3,649	3,083
---	1,014	---	1,014	1,014	TANF Food Bank	15	---	---
12,532	---	-4,050	8,482	8,394	School Based Youth Services	15	---	---
200	---	-200	---	---	Minority Male Initiative	15	202	202
2,070	---	-7	2,063	2,063	Family Friendly Centers	15	---	---
3,000 <sup>S</sup>	---	---	3,000	---	New Jersey Low Income Energy Assistance Program - State Funds	15	---	---
---	62	---	62	---	Targeted Assistance Disability Grant	15	---	---

# HUMAN SERVICES

Year Ending June 30, 2006					Year Ending June 30, 2008			
Orig. & (S)Supple- mental	Reapp. & (R)Recpts.	Transfers & (E)Emer- gencies	Total Available	Expended	Prog. Class.	2007 Adjusted Approp.	Requested	Recom- mended
					<b>GRANTS-IN-AID</b>			
11,348								
1,000 <sup>S</sup>	---	630	12,978	12,977				
25,174	---	6,768	31,942	24,015				
(296,842)	(45,969)	34,187	(308,624)	(231,194)				
---	(10,000)	---	(10,000)	(10,000)				
					<b>Less:</b>			
					<b>STATE AID</b>			
					<b>Distribution by Fund and Program</b>			
783,418	63,098	-10,098	836,418	725,630				
352,058	621	-11,110	341,569	323,917				
431,360	62,477	1,012	494,849	401,713				
783,418	63,098	-10,098	836,418	725,630		734,640	725,981	725,981
(431,360)	(62,477)	(1,012)	(494,849)	(401,713)				
352,058	621	-11,110	341,569	323,917		734,640	725,981	725,981
					<b>Less:</b>			
					<b>Total State Aid</b>			
					<b>Less:</b>			
					<b>Total State Appropriation</b>			
					<b>Distribution by Fund and Object</b>			
					State Aid:			
249,577	7,219	1,704	258,500	226,442				
145,641	31,311	-4,766	172,186	139,029				
18,393	---	---	18,393	18,393				
79,508	---	3,500	83,008	69,008				
80,526	621	-10,509	70,638	67,020				
81,104	23,947	---	105,051	77,232				
76,933	---	-95	76,838	76,838				
17,006	---	68	17,074	17,040				
26,005	---	---	26,005	26,005				
8,600	---	---	8,600	8,600				
125	---	---	125	23				
(431,360)	(62,477)	(1,012)	(494,849)	(401,713)				
623,592	22,431	5,342	651,365	622,325				
					<b>OTHER RELATED APPROPRIATIONS</b>			
822,626	108,446	-34,775	896,297	687,048		801,491	789,824	789,824
---	27,262	---	27,262	20,590				
1,446,218	158,139	-29,433	1,574,924	1,329,963		32,502	32,502	32,502
					<b>GRAND TOTAL ALL FUNDS</b>			

## Notes -- Direct State Services - General Fund

(a) The fiscal year 2007 appropriation has been adjusted for the allocation of salary program.

## Notes -- Grants-In-Aid - General Fund

(b) In fiscal year 2007, \$13,734,000 is shifted to the Department of Children and Families.

# HUMAN SERVICES

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## Notes -- State Aid - General Fund

- (c) Additional funding to maintain benefit levels is available from Gross Income Tax revenues.
- (d) Additional funds are available for this program from other State resources within the Department of Human Services.
- (e) The Federal Energy Assistance Program line item has moved to the Department of Community Affairs.

## Language Recommendations -- Direct State Services - General Fund

Receipts derived from counties and local governments for data processing services and the unexpended balance at the end of the preceding fiscal year of such receipts are appropriated.

In order to permit flexibility, amounts may be transferred between various items of appropriation within the Income Maintenance Management program classification, subject to the approval of the Director of the Division of Budget and Accounting. Notice thereof shall be provided to the Legislative Budget and Finance Officer on the effective date of the approved transfer.

The unexpended balances at the end of the preceding fiscal year in accounts where expenditures are required to comply with Maintenance of Effort requirements as specified in the federal "Personal Responsibility and Work Opportunity Reconciliation Act of 1996," P.L.104-193, are appropriated, subject to the approval of the Director of the Division of Budget and Accounting.

## Language Recommendations -- Grants-In-Aid - General Fund

In order to permit flexibility, amounts may be transferred between various items of appropriation within the Income Maintenance Management program classification, subject to the approval of the Director of the Division of Budget and Accounting. Notice thereof shall be provided to the Legislative Budget and Finance Officer on the effective date of the approved transfer.

The unexpended balances at the end of the preceding fiscal year in accounts where expenditures are required to comply with Maintenance of Effort requirements as specified in the federal "Personal Responsibility and Work Opportunity Reconciliation Act of 1996," Pub.L. 104-193 are appropriated, subject to the approval of the Director of the Division of Budget and Accounting.

Of the amounts appropriated for Work First New Jersey, amounts may be transferred to the various departments in accordance with the Division of Family Development's agreements, subject to the approval of the Director of the Division of Budget and Accounting. Any unobligated balances remaining from funds transferred to the departments shall be transferred back to the Division of Family Development subject to the approval of the Director of the Division of Budget and Accounting.

The appropriation hereinabove for the Income Maintenance Management program classification is subject to the following condition: the Commissioner of Human Services shall provide the Director of the Division of Budget and Accounting, the Senate Budget and Appropriations Committee and the Assembly Appropriations Committee, or the successor committees thereto, with quarterly reports, due within 60 days after the end of each quarter, containing written statistical and financial information on the Work First New Jersey program and any subsequent welfare reform program the State may undertake.

Notwithstanding any law to the contrary, in addition to the amounts hereinabove for the Work First New Jersey Support Services, an amount not to exceed \$20,000,000 is appropriated from the Workforce Development Partnership Fund established pursuant to section 9 of P.L. 1992, c.43 (C.34:5D-9), subject to the approval of the Director of the Division of Budget and Accounting.

## Language Recommendations -- State Aid - General Fund

The net State share of reimbursements and the net balances remaining after full payment of sums due the federal government of all funds recovered under R.S.44:7-14, P.L.1959, c.86 (C.44:10-1 et seq.), P.L.1950, c.166 (C.30:4B-1 et seq.) and P.L.1971, c. 209 (C.44:13-1 et seq.), during the fiscal year ending June 30, 2008 are appropriated.

Receipts from State administered municipalities during the preceding fiscal year are appropriated.

The sum hereinabove appropriated is available for payment of obligations applicable to prior fiscal years.

Any change by the Department of Human Services in the standards upon which or from which grants of categorical public assistance are determined, first shall be approved by the Director of the Division of Budget and Accounting.

In order to permit flexibility and ensure the timely payment of benefits to welfare recipients, amounts may be transferred between the various items of appropriation within the Income Maintenance Management program classification, subject to the approval of the Director of the Division of Budget and Accounting. Notice thereof shall be provided to the Legislative Budget and Finance Officer on the effective date of the approved transfer.

Notwithstanding the provisions of any law or regulation to the contrary, the Director of the Division of Budget and Accounting is authorized to withhold State Aid payments to municipalities to satisfy any obligations due and owing from audits of that municipality's General Assistance program.

The unexpended balances at the end of the preceding fiscal year in accounts where expenditures are required to comply with Maintenance of Effort requirements as specified in the federal "Personal Responsibility and Work Opportunity Reconciliation Act of 1996," P.L.104-193, and in the Payments for Cost of General Assistance and General Assistance-Emergency Assistance Program accounts are appropriated, subject to the approval of the Director of the Division of Budget and Accounting.

Receipts from counties for persons receiving Old Age Assistance, Disability Assistance, and Assistance for the Blind under the Supplemental Security Income (SSI) program are appropriated for the purpose of providing State Aid to the counties, subject to the approval of the Director of the Division of Budget and Accounting.

In addition to the provisions of section 3 of P.L.1973, c.256 (C.44:7-87), the Department of Human Services shall assess welfare boards at the beginning of each fiscal year in the same proportion that the counties currently participate in the federal categorical assistance programs, in order to obtain the amount of each county's share of the supplementary payments for eligible persons in this State, based upon the number of eligible persons in the county. Welfare boards shall pay the amount assessed.

There is appropriated an amount equal to the difference between actual revenue loss reflected in the Earned Income Tax Credit program and the amount anticipated as the revenue loss from the Earned Income Tax Credit to meet federal Maintenance of Effort requirements to allow the Department of Human Services to comply with the Maintenance of Effort requirements as specified in the federal "Personal Responsibility and Work Opportunity Reconciliation Act of 1996," P.L.104-193, and as legislatively required by the Work First New Jersey program established pursuant to section 4 of P.L.1997, c.38 (C.44:10-58), subject to the approval of the Director of the Division of Budget and Accounting.

In addition to the amounts hereinabove appropriated, such additional sums as may be required are appropriated to maintain funding for county welfare agencies in administering their child support programs, subject to the approval of the Director of the Division of Budget and Accounting.

**50. ECONOMIC PLANNING, DEVELOPMENT, AND SECURITY**

**55. SOCIAL SERVICES PROGRAMS**

**7555. DIVISION OF ADDICTION SERVICES**

**OBJECTIVES**

1. To reduce the abuse of and dependence on narcotics, alcohol, tobacco and other drugs.
2. To reduce the incidence of compulsive gambling.

**PROGRAM CLASSIFICATIONS**

09. **Addiction Services.** Provides, by grants, support to

multi-modality drug clinics and treatment facilities which reduce drug abuse and treat and rehabilitate addicts (C.26:2G). Provides, by grants, counseling and detoxification services in clinics, institutions and schools; assists in development of employee assistance programs; coordinates with Mental Health Programs (C.26:2B-1); and provides counseling programs for compulsive gamblers.

**EVALUATION DATA**

	<b>Actual FY 2005</b>	<b>Actual FY 2006</b>	<b>Revised FY 2007</b>	<b>Budget Estimate FY 2008</b>
<b>PROGRAM DATA</b>				
<b>Addiction Services</b>				
Drug treatment admissions - primary alcohol .....	18,653	19,209	20,884	22,704
Drug treatment admissions - primary other drugs .....	44,523	45,009	48,655	52,596
Adult hospital detoxification admissions .....	10,000	9,575	9,557	9,540
Adult residential detoxification admissions .....	5,000	4,352	5,437	6,793
Adult residential admissions .....	9,307	8,671	8,867	9,067
Adult out-patient admissions .....	31,738	32,824	33,668	34,534
Juvenile treatment admissions .....	4,131	4,213	4,819	5,513
Juvenile hospital detoxification admissions .....	200	148	170	194
Juvenile residential detoxification admissions .....	100	71	107	160
Juvenile residential admissions .....	1,519	1,567	1,652	1,742
Juvenile out-patient admissions .....	2,611	2,619	3,579	4,891
Intoxicated driver cases processed .....	24,000	25,263	25,263	25,263
Individuals given information and referral .....	45,000	47,368	47,368	47,368

**PERSONNEL DATA**

**Position Data**

**Filled Positions by Funding Source**

State Supported .....	17	21	18	27
Federal .....	93	92	88	97
All Other .....	23	24	24	21
Total Positions .....	133	137	130	145

**Filled Positions by Program Class**

Addiction Services .....	133	137	130	145
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**Notes:**

Actual payroll counts are reported for fiscal years 2005 and 2006 as of December and revised fiscal year 2007 as of January.  
The Budget Estimate for fiscal year 2008 reflects the number of positions funded.



# HUMAN SERVICES

## APPROPRIATIONS DATA (thousands of dollars)

Year Ending June 30, 2006					Year Ending June 30, 2008				
Orig. & (S)Supple- mental	Reapp. & (R)Recpts.	Transfers & (E)Emer- gencies	Total Available	Expended	Prog. Class.	2007 Adjusted Approp.	Requested	Recom- mended	
<b><u>DIRECT STATE SERVICES</u></b>									
<b>Distribution by Fund and Program</b>									
482	---	16,971	17,453	17,453	Addiction Services	09	529	1,136	1,136
<b>482</b>	<b>---</b>	<b>16,971</b>	<b>17,453</b>	<b>17,453</b>	<b>Total Direct State Services</b>		<b>529 (a)</b>	<b>1,136</b>	<b>1,136</b>
<b>Distribution by Fund and Object</b>									
Personal Services:									
377	---	293	670	670	Salaries and Wages		442	1,049	1,049
377	---	293	670	670	Total Personal Services		442	1,049	1,049
24	---	-4	20	20	Materials and Supplies		20	20	20
65	---	-13	52	52	Services Other Than Personal		51	51	51
16	---	---	16	16	Maintenance and Fixed Charges		16	16	16
Special Purpose:									
---	---	290	290	290	Substance Abuse Services - Work First	09	---	---	---
---	---	16,405	16,405	16,405	Drug Court Substance Abuse Treatment Programs	09	---	---	---
<b><u>GRANTS-IN-AID</u></b>									
<b>Distribution by Fund and Program</b>									
49,875	400	-2,713	47,562	45,137	Addiction Services	09	45,339	40,239	40,239
<b>49,875</b>	<b>400</b>	<b>-2,713</b>	<b>47,562</b>	<b>45,137</b>	<b>Total Grants-in-Aid</b>		<b>45,339</b>	<b>40,239</b>	<b>40,239</b>
<b>Distribution by Fund and Object</b>									
Grants:									
20,971	---	-8,223	12,748	12,748	Substance Abuse Services - Child Welfare Reform (b)	09	---	---	---
400	---	---	400	400	Integrity, Inc.	09	---	---	---
200	---	---	200	200	Turning Point Alcohol and Drug Rehabilitation Program	09	---	---	---
---	---	---	---	---	Capital Improvements for Substance Abuse Treatment and Recovery Centers	09	2,000	---	---
1,450	---	---	1,450	1,450	Substance Abuse Treatment for DYFS/WorkFirst Mothers - Pilot Project	09	1,487	1,487	1,487
23,311	400	5,010	28,721	28,394	Community Based Substance Abuse Treatment and Prevention - State Share (c)	09	28,244 10,000 \$	37,273	37,273
---	---	500	500	500	Sub-Acute Residential Detox	09	---	---	---
725	---	---	725	725	Compulsive Gambling	09	742	742	742
720	---	---	720	720	Mutual Agreement Parolee Rehabilitation Project for Substance Abusers	09	737	737	737
2,098	---	---	2,098	---	In-State Juvenile Residential Treatment Services (d)	09	2,129	---	---
<b><u>STATE AID</u></b>									
<b>Distribution by Fund and Program</b>									
12,000	---	---	12,000	12,000	Addiction Services	09	15,000	20,000	20,000
<b>12,000</b>	<b>---</b>	<b>---</b>	<b>12,000</b>	<b>12,000</b>	<b>Total State Aid</b>		<b>15,000</b>	<b>20,000</b>	<b>20,000</b>
<b>Distribution by Fund and Object</b>									
State Aid:									
12,000	---	---	12,000	12,000	Essex County - County Jail Substance Abuse Programs	09	15,000	20,000	20,000

# HUMAN SERVICES

Year Ending June 30, 2006					Year Ending June 30, 2008			
Orig. & (S)Supple-mental	Reapp. & (R)Recpts.	Transfers & (E)Emer-gencies	Total Available	Expended	Prog. Class.	2007 Adjusted Approp.	Requested	Recom-mended
62,357	400	14,258	77,015	74,590	<b>STATE AID</b>			
					<i>Grand Total State Appropriation</i>			
						60,868	61,375	61,375
<b>OTHER RELATED APPROPRIATIONS</b>								
<b>Federal Funds</b>								
57,460	10,265	-235	67,490	49,469	Addiction Services	09 56,141	56,141	56,141
<u>57,460</u>	<u>10,265</u>	<u>-235</u>	<u>67,490</u>	<u>49,469</u>	<i>Total Federal Funds</i>	<u>56,141</u>	<u>56,141</u>	<u>56,141</u>
<b>All Other Funds</b>								
---	1,559 7,928 <sup>R</sup>	1,360	10,847	7,343	Addiction Services	09 11,394	11,394	11,394
<u>---</u>	<u>9,487</u>	<u>1,360</u>	<u>10,847</u>	<u>7,343</u>	<i>Total All Other Funds</i>	<u>11,394</u>	<u>11,394</u>	<u>11,394</u>
<u>119,817</u>	<u>20,152</u>	<u>15,383</u>	<u>155,352</u>	<u>131,402</u>	<i>GRAND TOTAL ALL FUNDS</i>	<u>128,403</u>	<u>128,910</u>	<u>128,910</u>

## Notes -- Direct State Services - General Fund

(a) The fiscal year 2007 appropriation has been adjusted for the allocation of salary program.

## Notes -- Grants-In-Aid - General Fund

(b) This appropriation was shifted to the Department of Children and Families in fiscal year 2007.

(c) This account provides the necessary State Maintenance of Effort requirement to match the federal Substance Abuse Block Grant.

(d) Merged with Community Based Substance Abuse Treatment and Prevention - State Share line item for fiscal year 2008.

## Language Recommendations -- Direct State Services - General Fund

The Division of Addiction Services is authorized to bill a patient, a patient's insurance carrier, a patient's estate, the person chargeable for a patient's support or the county of residence for institutional, residential and outpatient support of patients treated for alcoholism or drug abuse, or both. Receipts derived from billings or fees and unexpended balances at the end of the preceding fiscal year from these billings or fees, are appropriated to the Department of Human Services for the support of the alcohol and drug abuse programs, subject to the approval of the Director of the Division of Budget and Accounting.

There are appropriated from the Alcohol Education, Rehabilitation and Enforcement Fund such sums as may be necessary to carry out the provisions of P.L.1983, c.531 (C.26:2B-32 et al.).

There is transferred from the "Drug Enforcement and Demand Reduction Fund" \$350,000 to carry out the provisions of P.L.1995, c.318 (C.26:2B-36 et seq.) to establish an "Alcohol and Drug Abuse Program for the Deaf, Hard of Hearing and Disabled" in the Department of Human Services, subject to the approval of the Director of the Division of Budget and Accounting.

## Language Recommendations -- Grants-In-Aid - General Fund

The unexpended balance at the end of the preceding fiscal year of appropriations made to the Department of Human Services by section 20 of P.L.1989, c.51 for State-licensed or approved drug abuse prevention and treatment programs is appropriated for the same purpose, subject to the approval of the Director of the Division of Budget and Accounting.

Notwithstanding the provisions of any law or regulation to the contrary, there is transferred \$1,000,000 to the Department of Human Services from the "Drug Enforcement and Demand Reduction Fund" for drug abuse services.

In addition to the amount hereinabove for Community Based Substance Abuse Treatment and Prevention - State Share, there is appropriated \$1,500,000 from the "Drug Abuse Education Fund" for the same purpose.

In addition to the amount hereinabove for Community Based Substance Abuse Treatment and Prevention - State Share, there is appropriated \$1,600,000 from the "Drug Enforcement and Demand Reduction Fund" for the same purpose.

Notwithstanding the provisions of any law or regulation to the contrary, there is transferred \$500,000 to the Department of Human Services from the "Drug Enforcement and Demand Reduction Fund" for the Sub-Acute Residential Detoxification Program.

An amount, not to exceed \$600,000, collected by the Casino Control Commission is payable to the General Fund pursuant to section 145 of P.L.1977, c.110 (C.5:12-145).

In addition to the amount hereinabove appropriated for Compulsive Gambling, an amount not to exceed \$200,000 is appropriated from the annual assessment against permit holders to the Department of Human Services for prevention, education and treatment programs for compulsive gambling pursuant to the provisions of section 34 of P.L.2001, c.199 (C.5:5-159), subject to the approval of the Director of the Division of Budget and Accounting.

There is appropriated \$420,000 from the Alcohol Education, Rehabilitation and Enforcement Fund to fund the Local Alcoholism Authorities-Expansion account.

Notwithstanding the provisions of P.L.1983, c.531 (C.26:2B-32 et al.) or any law or regulation to the contrary, the unexpended balance at the end of the preceding fiscal year in the Alcohol Education, Rehabilitation and Enforcement Fund is appropriated and shall be distributed to counties for the treatment of alcohol and drug abusers and for education purposes.

There is appropriated \$1,000,000 from the "Drug Enforcement and Demand Reduction Fund" to the Department of Human Services for a grant to Partnership for a Drug-Free New Jersey.

# HUMAN SERVICES

The unexpended balances at the end of the preceding fiscal year in the Capital Improvements for Substance Abuse Treatment and Recovery Centers account are appropriated, subject to the approval of the Director of the Division of Budget and Accounting.

## 50. ECONOMIC PLANNING, DEVELOPMENT, AND SECURITY

### 55. SOCIAL SERVICES PROGRAMS

#### 7580. DIVISION OF THE DEAF AND HARD OF HEARING

##### OBJECTIVES

1. To act as an advocate for New Jersey's deaf and hearing-impaired population.
2. To promote increased accessibility to programs, services, and information routinely available to the State's general population by involvement in social, legal, medical,

educational, and recreational service areas.

##### PROGRAM CLASSIFICATIONS

23. **Services for the Deaf.** Advocates for the rights of deaf and hearing-impaired persons. Provides information and referral services, acts as the State's primary sign language interpreter referral agency, and publishes a monthly newsletter.

##### EVALUATION DATA

PROGRAM DATA	Actual FY 2005	Actual FY 2006	Revised FY 2007	Budget Estimate FY 2008
<b>Services for the Deaf</b>				
Total hearing impaired population .....	719,600	719,600	719,600	719,600
Deaf population .....	11,400	11,400	11,400	11,400
Persons served by Interpreter Referral Program .....	3,300	3,500	3,500	3,500
Interpreter requests .....	1,200	1,300	1,300	1,300
Newsletter subscribers .....	8,500	8,900	8,600	8,900
Telecommunication Devices Distributed .....	230	230	300	300

##### PERSONNEL DATA

###### Position Data

###### Filled positions by Funding Source

State Supported .....	9	8	8	9
Total Positions .....	9	8	8	9

###### Filled Positions by Program Class

Services for the Deaf .....	9	8	8	9
Total Positions .....	9	8	8	9

##### Notes:

Actual payroll counts are reported for fiscal years 2005 and 2006 as of December and revised fiscal year 2007 as of January.  
The Budget Estimate for fiscal year 2008 reflects the number of positions funded.

##### APPROPRIATIONS DATA (thousands of dollars)

Year Ending June 30, 2006					Year Ending June 30, 2008			
Orig. & (S)Supple- mental	Reapp. & (R)Recpts.	Transfers & (E)Emer- gencies	Total Available	Expended	2007 Prog. Class. Adjusted Approp.	Requested	Recom- mended	
<b>DIRECT STATE SERVICES</b>								
<b>Distribution by Fund and Program</b>								
740	---	143	883	669	23	778	778	778
<b>740</b>	<b>---</b>	<b>143</b>	<b>883</b>	<b>669</b>		<b>778 (a)</b>	<b>778</b>	<b>778</b>
<b>Distribution by Fund and Object</b>								
Personal Services:								
314	---	149	463	463		358	358	358
<b>314</b>	<b>---</b>	<b>149</b>	<b>463</b>	<b>463</b>		<b>358</b>	<b>358</b>	<b>358</b>
41	---	-6	35	---		35	35	35
39	---	---	39	35		39	39	39
1	---	---	1	---		1	1	1
Special Purpose:								
290	---	---	290	143	23	290	290	290
<b>55</b>	<b>---</b>	<b>---</b>	<b>55</b>	<b>28</b>		<b>55</b>	<b>55</b>	<b>55</b>
<b>740</b>	<b>---</b>	<b>143</b>	<b>883</b>	<b>669</b>	<b>23</b>	<b>778</b>	<b>778</b>	<b>778</b>
<b>Grand Total State Appropriation</b>						<b>778</b>	<b>778</b>	<b>778</b>

Notes -- Direct State Services - General Fund

(a) The fiscal year 2007 appropriation has been adjusted for the allocation of salary program.

70. GOVERNMENT DIRECTION, MANAGEMENT, AND CONTROL

76. MANAGEMENT AND ADMINISTRATION

7500. DIVISION OF MANAGEMENT AND BUDGET

OBJECTIVES

1. To develop and update annually an operating plan for the Department and to effect, implement and administer program allocation decisions which carry out this plan.
2. To supervise provision of security, dietary and household services of institutions and to centralize activities related to these services, whenever it is economically feasible, without a detrimental impact on program effectiveness.
3. To evaluate and determine priorities for the construction of new institutional facilities and the maintenance and improvement of existing facilities.
4. To supervise and audit expenditure and collection of funds.
5. To provide transportation, clerical and other general support services required.
6. To offer institutional residents academic, vocational, avocational and counseling programs, regardless of classification and tenure.

PROGRAM CLASSIFICATIONS

96. **Institutional Security Services.** Police officers are responsible for security operations throughout the Department.
99. **Administration and Support Services.** The Commissioner and Central Office staff manage and develop Department policies and priorities. Research, policy, and planning staff develop, plan, and demonstrate new initiatives as well as formulate new strategies and implement federal and State policies, acting as a liaison between the Department and special groups on State and federal policies. Personnel, capital and operations support, management information systems, budget and finance, curriculum consultants, contract administrators, and field auditors provide technical advice and assistance, financial management, statistical analysis, employee hiring, and systems development and maintenance.

EVALUATION DATA

	Actual FY 2005	Actual FY 2006	Revised FY 2007	Budget Estimate FY 2008
<b>PERSONNEL DATA (a)</b>				
Affirmative Action Data				
Male Minority .....	3,465	3,564	2,771	2,771
Male Minority % .....	15.9	15.9	16.7	16.7
Female Minority .....	9,126	9,408	6,939	6,939
Female Minority % .....	41.8	42.0	42.0	42.0
Total Minority .....	12,591	12,972	9,650	9,650
Total Minority % .....	57.7	58.0	58.3	58.3
<b>Position Data (a)</b>				
Filled positions by Funding Source				
State Supported .....	302	356	331	310
Federal .....	130	123	105	126
All Other .....	12	12	11	7
Total Positions .....	444	491	447	443
Filled Positions by Program Class				
Institutional Security Services .....	80	128	132	310
Administration and Support Services .....	364	363	315	133
Total Positions .....	444	491	447	443

Notes:

Actual payroll counts are reported for fiscal years 2005 and 2006 as of December and revised fiscal year 2007 as of January. The Budget Estimate for fiscal year 2008 reflects the number of positions funded.

(a) Beginning with fiscal year 2007, the data reflects positions shifted to the Department of Children and Families.

# HUMAN SERVICES

## APPROPRIATIONS DATA (thousands of dollars)

Year Ending June 30, 2006					Year Ending June 30, 2008				
Orig. & (S)Supple- mental	Reapp. & (R)Recpts.	Transfers & (E)Emer- gencies	Total Available	Expended	Prog. Class.	2007 Adjusted Approp.	Requested	Recom- mended	
<b><u>DIRECT STATE SERVICES</u></b>									
<b>Distribution by Fund and Program</b>									
9,647	---	---	9,647	9,647	Children's Services Support	94	---	---	---
8,797	---	---	8,797	8,797	Institutional Security Services	96	2,701	7,218	7,218
16,936	698	4,533	22,167	21,654	Administration and Support Services	99	14,414	18,818	18,818
<b>35,380</b>	<b>698</b>	<b>4,533</b>	<b>40,611</b>	<b>40,098</b>	<b>Total Direct State Services</b>		<b>17,115 <sup>(a)</sup></b>	<b>26,036</b>	<b>26,036</b>
<b><u>Distribution by Fund and Object</u></b>									
Personal Services:									
17,535	---	7,624	25,159	25,159	Salaries and Wages		5,478	15,715	15,715
<b>17,535</b>	---	<b>7,624</b>	<b>25,159</b>	<b>25,159</b>	<b>Total Personal Services</b>		<b>5,478</b>	<b>15,715</b>	<b>15,715</b>
238	---	---	238	237	Materials and Supplies		210	210	210
6,720	---	---	---	---	Services Other Than Personal		5,728	---	---
1,185 <sup>S</sup>	---	-3,091	4,814	4,801			1,185 <sup>S</sup>	5,597	5,597
1,247	---	---	1,247	1,247	Maintenance and Fixed Charges		872	872	872
Special Purpose:									
2,703	---	---	2,703	2,703	Information Technology - Child Welfare Reform <sup>(b)</sup>	94	---	---	---
150	---	---	150	150	Clinical Services Scholarships	99	150	150	150
480 <sup>S</sup>	---	---	480	---	Health Care Billing System	99	470	470	470
---	698 <sup>R</sup>	---	698	693	Personal Needs Allowance	99	---	---	---
255	---	---	255	255	Affirmative Action and Equal Employment Opportunity	99	255	255	255
2,360	---	---	2,360	2,360	Transfer to State Police for Fingerprinting/Background Checks of Job Applicants	99	2,360	2,360	2,360
407	---	---	407	407	Institutional Staff Background Checks	99	407	407	407
2,100	---	---	2,100	2,086	Additions, Improvements and Equipment		---	---	---
<b><u>GRANTS-IN-AID</u></b>									
<b>Distribution by Fund and Program</b>									
22,770	9,621	-31,308	1,083	1,075	Administration and Support Services	99	2,581	16,247	16,247
<b>22,770</b>	<b>9,621</b>	<b>-31,308</b>	<b>1,083</b>	<b>1,075</b>	<b>Total Grants-in-Aid</b>		<b>2,581</b>	<b>16,247</b>	<b>16,247</b>
<b>Distribution by Fund and Object</b>									
Grants:									
350	---	---	350	350	United Way 2-1-1 System	99	300	---	---
714	8	11	733	725	Office for Prevention of Mental Retardation and Developmental Disabilities	99	731	731	731
21,706	9,613	-31,319	---	---	Community Provider Cost of Living Adjustment	99	1,550 <sup>(c)</sup>	15,516	15,516
<b><u>CAPITAL CONSTRUCTION</u></b>									
<b>Distribution by Fund and Program</b>									
8,100	1,462	---	9,562	348	Administration and Support Services	99	7,700	2,800	2,800
<b>8,100</b>	<b>1,462</b>	<b>---</b>	<b>9,562</b>	<b>348</b>	<b>Total Capital Construction</b>		<b>7,700</b>	<b>2,800</b>	<b>2,800</b>

# HUMAN SERVICES

Year Ending June 30, 2006					Year Ending June 30, 2008				
Orig. & (S)Supple- mental	Reapp. & (R)Recpts.	Transfers & (E)Emer- gencies	Total Available	Expended	Prog. Class.	2007 Adjusted Approp.	Requested	Recom- mended	
CAPITAL CONSTRUCTION									
Distribution by Fund and Object									
Division of Management and Budget									
---	---	---	---	---	HVAC Improvements at DHS Institutions	99	4,500	---	---
---	---	---	---	---	Hunterdon Developmental Center - Replace Underground Water Lines	99	3,200	2,800	2,800
---	13	---	13	---	Toxic & Hazardous Substances, Various Institutions	99	---	---	---
---	42	---	42	---	Infrastructure Improvements, Institutions and Community Facilities	99	---	---	---
---	555	---	555	193	Life Safety Improvements, Various Institutions and Community Facilities	99	---	---	---
---	65	---	65	---	Fire Safety Code Compliance Projects	99	---	---	---
---	598	---	598	107	Preservation Improvements, Institutions and Community Facilities	99	---	---	---
---	48	---	48	---	Roof Repair/Replacements, Various Facilities	99	---	---	---
---	14	---	14	3	Construction of 100 Bed Facility at the Hagedorn Gero-Psychiatric Hospital	99	---	---	---
3,000	---	---	3,000	---	Vineland Developmental Center - HVAC	99	---	---	---
5,100	---	---	5,100	10	Sewer Connection - Camden County Municipal Utilities Authority	99	---	---	---
---	28	---	28	---	Facility Renovation, Juvenile Facility	99	---	---	---
---	8	---	8	---	Preservation and Infrastructure Projects, Regional Schools	99	---	---	---
---	43	---	43	30	Sale of Land and Buildings	99	---	---	---
---	48	---	48	5	Physical Plant and Support Services	99	---	---	---
66,250	11,781	-26,775	51,256	41,521	Grand Total State Appropriation		27,396	45,083	45,083
OTHER RELATED APPROPRIATIONS									
Federal Funds									
1,775	---	---	1,775	1,775	Children's Services Support	94	1,766	---	---
82,104					Administration and Support Services	99	79,660	52,465	52,465
22,127 <sup>S</sup>	28,396	-3,683	128,944	117,083	Total Federal Funds		81,426	52,465	52,465
106,006	28,396	-3,683	130,719	118,858	All Other Funds				
---	14,525				Administration and Support Services	99	7,250	5,829	5,829
---	50,835 <sup>R</sup>	-25,137	40,223	34,974	Total All Other Funds		7,250	5,829	5,829
---	65,360	-25,137	40,223	34,974	GRAND TOTAL ALL FUNDS		116,072	103,377	103,377
172,256	105,537	-55,595	222,198	195,353					

## Notes -- Direct State Services - General Fund

(a) The fiscal year 2007 appropriation has been adjusted for the allocation of salary program, as well as the reallocation of State appropriations supporting information technology services to the Office of Information Technology within the Department of Treasury. In fiscal year 2007, the Children's Services Support program classification moved to the Department of Children and Families.

(b) In fiscal year 2007, \$2,100,000 is reallocated to the Department of Children and Families.

## Notes -- Grants-In-Aid - General Fund

(c) \$22,033,000 distributed to applicable grant accounts throughout the Department of Human Services.

# HUMAN SERVICES

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## **Language Recommendations -- Direct State Services - General Fund**

Notwithstanding the provisions of any law or regulation to the contrary, the Department of Human Services is authorized to identify opportunities for increased recoveries to the General Fund and to the Department. Such funds collected are appropriated, subject to the approval of the Director of the Division of Budget and Accounting in accordance with a plan approved by the Director of the Division of Budget and Accounting.

Revenues representing receipts to the General Fund from charges to residents' trust accounts for maintenance costs are appropriated for use as personal needs allowances for patients/residents who have no other source of funds for these purposes; except that the total amount herein for these allowances shall not exceed \$1,375,000 and any increase in the maximum monthly allowance shall be approved by the Director of the Division of Budget and Accounting.

Upon promulgation of federal regulations modifying the Medicare inpatient hospital reimbursement system, there are appropriated such additional sums as are required to fund the purchase of a Health Care Billing System, subject to the approval of the Director of the Division of Budget and Accounting.

## **Language Recommendations -- Grants-In-Aid - General Fund**

Of the amounts appropriated hereinabove for Community Provider Cost of Living Adjustment, amounts may be transferred to other divisions within the Department of Human Services in order to provide a cost of living adjustment to community care providers contracting with the various divisions, subject to the approval of the Director of the Division of Budget and Accounting.

## **DEPARTMENT OF HUMAN SERVICES**

## **Language Recommendations -- Direct State Services - General Fund**

Of the amount hereinabove appropriated for the Department of Human Services, such sums as the Director of the Division of Budget and Accounting shall determine from the schedule included in the Governor's Budget Message and Recommendations first shall be charged to the State Lottery Fund.

Balances on hand at the end of the preceding fiscal year of funds held for the benefit of patients in the several institutions, and such funds as may be received, are appropriated for the use of the patients.

Funds received from the sale of articles made in occupational therapy departments of the several institutions are appropriated for the purchase of additional material and other expenses incidental to such sale or manufacture.

Any change in program eligibility criteria and increases in the types of services or rates paid for services to or on behalf of clients for all programs under the purview of the Department of Human Services, not mandated by federal law, shall first be approved by the Director of the Division of Budget and Accounting.

Notwithstanding the provisions of any law or regulation to the contrary, receipts from payments collected from clients receiving services from the Department of Human Services and collected from their chargeable relatives, are appropriated to offset administrative and contract expenses related to the charging, collecting, and accounting of payments from clients receiving services from the Department and from their chargeable relatives pursuant to R.S.30:1-12, subject to the approval of the Director of the Division of Budget and Accounting.

Payment to vendors for their efforts in maximizing federal revenues is appropriated and shall be paid from the federal revenues received, subject to the approval of the Director of the Division of Budget and Accounting. The unexpended balance at the end of the preceding fiscal year in this account is appropriated.

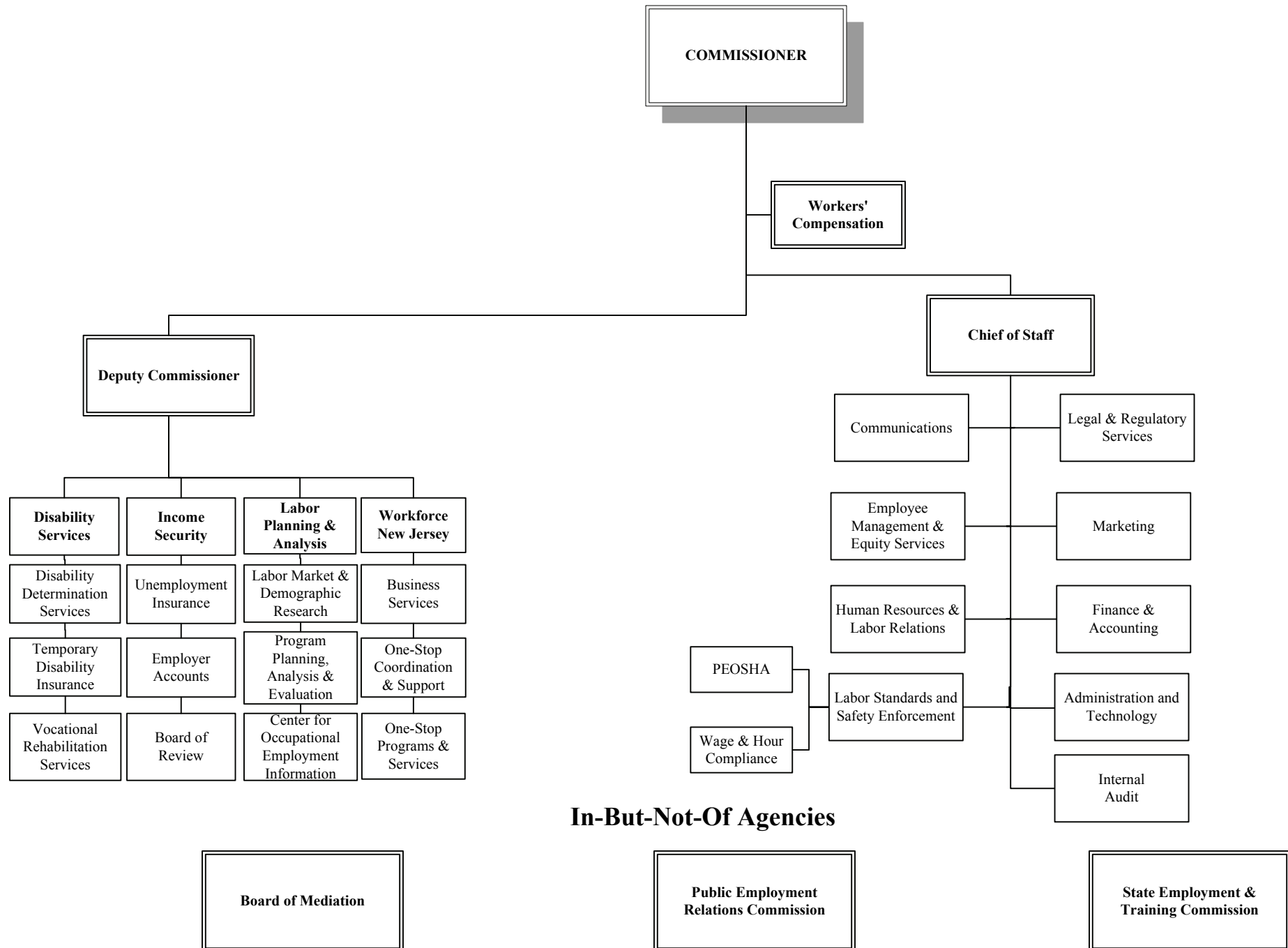
Unexpended State balances may be transferred among Department of Human Services' accounts in order to comply with the State Maintenance of Effort requirements as specified in the federal "Personal Responsibility and Work Opportunity Reconciliation Act of 1996," P.L.104-193, and as legislatively required by the Work First New Jersey program established pursuant to section 4 of P.L.1997, c.38 (C.44:10-58), subject to the approval of the Director of the Division of Budget and Accounting. Notice of such transfers that would result in appropriations or expenditures exceeding the State's Maintenance of Effort requirement obligation shall be subject to the approval of the Joint Budget Oversight Committee. In addition, unobligated balances remaining from funds allocated to the Department of Labor and Workforce Development for Work First New Jersey as of June 1 of each year are to be reverted to the Work First New Jersey-Client Benefits account in order to comply with the federal "Personal Responsibility and Work Opportunity Reconciliation Act of 1996" and as legislatively required by the Work First New Jersey program.

## **Language Recommendations -- Grants-In-Aid - General Fund**

To ensure the proper reallocation of funds in connection with the creation of the new Department of Children and Families, of the amounts hereinabove appropriated, the Department of Human Services may transfer appropriations to the Department of Children and Families, subject to the Director of the Division of Budget and Accounting.

The unexpended balances at the end of the preceding fiscal year due to opportunities for increased recoveries in the Department of Human Services are appropriated, subject to the approval of the Director of the Division of Budget and Accounting. These recoveries may be transferred to the Division of Developmental Disabilities as follows: \$39,532,000 for residential and other support services and infrastructure for individuals transitioning from the developmental centers to the community and from the community services waiting list, and for family support services in accordance with a plan approved by the Director of the Division of Budget and Accounting and an amount for operating costs in the developmental centers, subject to the approval of the Director of the Division of Budget and Accounting.

# LABOR AND WORKFORCE DEVELOPMENT





# LABOR AND WORKFORCE DEVELOPMENT

## DEPARTMENT OF LABOR AND WORKFORCE DEVELOPMENT

### OVERVIEW

The Department of Labor and Workforce Development works to further the development of the state's world-class workforce through the statewide One-Stop Career Center system; provides almost \$3 billion per year in vital income security to workers who are unemployed or unable to work due to illness, accident, or injury; equitably enforces New Jersey's labor laws and standards; analyzes the state's labor market and demographic information; helps disabled individuals succeed in the workplace; promotes labor management harmony and protects the health and safety of workers on the job. The Department also provides funding for job training to employed, unemployed, and underemployed workers, enabling them to align their skills with the needs of businesses. The Department also ensures safe and equitable working conditions and provides or oversees wage replacement benefits to workers idled due to layoff or disability.

The Public Employment Relations Commission (PERC), which is concerned with the scope of public sector negotiations, unfair practices, mediation, fact-finding, and arbitration, is organizationally in-but-not-of the Department. The Board of Mediation and the State Employment and Training Commission also retain in-but-not-of status in the Department of Labor and Workforce Development. The Board of Mediation monitors labor negotiations, resolves disputes by providing arbitrators, and conducts consent elections to determine matters of union representation in the private sector. The State Employment and Training Commission is an administrative body created to assist in the implementation of a coordinated State employment, training, and education policy.

### Budget Highlights

The Fiscal 2008 Budget for the Department of Labor and Workforce Development (NJLWD), including PERC, totals \$136.4 million, an increase of \$14.7 million or 12.1% over the fiscal 2007 adjusted appropriation of \$121.7 million. The Direct State Services recommendation totals \$63.3 million, an increase of \$0.1 million or 0.2%, from the fiscal 2007 adjusted appropriation of \$63.2 million. The Grants-In-Aid budget, including Casino Revenue funds, for fiscal 2008 is \$71.6 million, an increase of \$14.6 million or 25.6% over the fiscal 2007 adjusted appropriation of \$57 million. The additional funding primarily consists of a \$14.3 million increase needed to meet case management work activity requirements. The State Aid budget for fiscal 2008 of \$1.5 million remains unchanged from fiscal 2007.

### Supplemental Workforce Fund for Basic Skills (SWFBS)

The New Jersey Supplemental Workforce Fund for Basic Skills (SWFBS, via P.L. 2001, c. 152) is funded from a portion of employer and employee tax contributions to support a Basic Skills program. The primary goal of the Basic Skills program is to promote adult literacy in the workplace by providing basic skills training for unemployed and employed workers. The funds are to be used as follows: 24% for One-Stop Career Centers; 28% for Workforce Investment Boards; 38% for individual employers, employer organizations, labor organizations, community-based organizations, or educational institutions; and 10% to provide for administrative costs for the program.

Also funded out of the SWFBS, the Workforce Learning Link model uses interactive technology to quickly target individual areas in need of improvement and move customers into jobs or towards the fulfillment of other employment-directed goals such as vocational training or achievement of their General Education Development (GED). In fiscal 2008, this model will be expanded beyond the traditional One-Stop Career Center sites to community-based sites

such as libraries, adult high schools and faith-based centers. Customers with internet access will be able to work from home using state-of-the-art learning tools under the guidance of qualified counselors and instructors to improve basic skills needed to get a job, sit for the GED test, or enter post-secondary training. In fiscal 2007, \$12.6 million was made available to support more than fifty Workforce Learning Links to provide literacy services to approximately 6,500 residents of New Jersey. Projections in fiscal 2008 are that the Workforce Learning Links will receive a similar level of funding and expand services to meet the literacy needs of 7,000 participants.

In addition, \$20 million will be used in fiscal 2008 to offset the cost of basic skills education at New Jersey's county colleges. This amount is \$6 million higher than the amount provided in fiscal 2007.

### Workforce Development

In fiscal 2008, the Workforce Development Partnership Fund will continue to provide funding to strengthen job training efforts. The Workforce Development Partnership (WDP) program, funded through a dedicated assessment on workers and their employers, is a key component in the State's effort to train workers and job seekers, to satisfy the needs of employers, and to move people from welfare to work. The customized training aspect of the WDP program provides matching grants to employers to upgrade the skills of their workforce and is an important component of the State's economic development package. In fiscal 2006, \$19.5 million was provided in State funding to train 38,817 workers employed by 258 firms. These employers invested approximately \$25.8 million in matching dollars. Projections in fiscal 2007 are for \$27.5 million in State funding with \$34.4 million of employer matching dollars to provide training for 42,500 workers from 300 firms.

Of the State funds available in fiscal 2007, \$18 million has been set aside to fund High-Growth Workforce Investment Grants. These funds will be obligated using two "Notice of Grant Opportunity (NGO)" competitive grant application cycles during the fiscal year. Seven industry sectors: Pharmaceutical, Science, Information Technology, Energy, Finance, Logistics, and Hospitality are included in this competition. Forty-five applications for \$9.5 million in funding were received for the first cycle.

The fiscal 2008 projection provides \$27 million in customized training grants, \$18 million of which will be set aside for High Growth Industries.

### Labor Standards and Safety Enforcement

The Labor Standards and Safety Enforcement program is responsible, in part, for the Prevailing Wage Act, which addresses most publicly funded construction projects, including school construction. The Divisions of Wage and Hour Compliance, and Public Safety and Occupational Safety and Health are responsible for administering and enforcing a wide variety of labor laws. These programs provide employees with safe and equitable working conditions; protect our good faith employers from unfair competition by employers who willfully violate our labor laws; and protect the public from various hazardous business operations.

### Unemployment Insurance

The New Jersey Department of Labor and Workforce Development administers the federally funded Unemployment Insurance (UI) program, the primary function of which is to provide wage replacement benefits to workers who have become involuntarily unemployed. The program provides a safety net for New Jersey workers and their families during periods of economic downturn. New Jersey's unadjusted unemployment rate averaged 4.9% for

calendar year 2006. The seasonally adjusted unemployment rate ranged from a high of 5.3% in August 2006 to a low of 4.2% in December 2006. In the past, funds have been diverted from this program to offset costs in Medicaid and Health, specifically the Charity Care program. No diversion was made in 2007 nor is a diversion proposed in fiscal 2008.

### **Vocational Rehabilitation Services**

The Vocational Rehabilitation Services program, which enables individuals with disabilities to achieve employment outcomes consistent with their strengths, priorities, needs, abilities, and capabilities is recommended to receive \$37.4 million in State funds in fiscal 2008. A broad range of medical and training services are provided to assist individuals in preparing for and acquiring employment, including Sheltered Workshop Support, which offers adult training services for individuals who need help with basic vocational skills, and supported employment services that include on-site job coaches.

### **Disability Determination Services**

The Division of Disability Determination Services (DDS) adjudicates Social Security Disability claims filed by residents of New Jersey. The Division receives 100% of its funding from the Social Security Administration (SSA). During the federal fiscal year 2006, the Division received 63,702 claims. It is projected that 68,274 claims will be received during federal fiscal year 2007. The NJDDS budget increased by 1.3% to \$47.5 million during federal fiscal year 2006 to cover costs related to the implementation of an electronic disability folder process (eDib). At the present time, almost 97% of our initial and reconsideration claims are being processed electronically. Funding for the Division is projected to be reduced during federal fiscal year 2007, in spite of the projected increase of case receipts, due to anticipated reductions in the budget for the Social Security Administration.

### **Temporary Disability Insurance**

New Jersey is one of only five states (and Puerto Rico) to provide workers with compulsory temporary disability insurance coverage. This program was established in 1948 and the first benefit check was issued in January, 1949. The primary purpose of the Division of Temporary Disability Insurance is to provide protection against wage loss to persons who meet certain requirements when an accident or sickness occurs that is not work related. Workers who become disabled may be eligible for cash benefits under the State Plan or an approved Private Plan. A third program, Disability During Unemployment, is designed for those who become disabled during the period they are eligible for unemployment insurance benefits. Each program is independent and all are funded from dedicated taxes paid by employers and employees.

### **Workers' Compensation**

The Division of Workers' Compensation continues to fulfill the mandate of the Workers' Compensation Law (N.J.S.A. 34:15-1 et seq.) by providing services relating to the adjudication of benefits to the injured workers of New Jersey. Most importantly, the Division provides a forum in which a fair and impartial hearing can determine whether compensation is warranted. The Division's fiscal 2008 recommendation is \$12.6 million, which is comparable to the fiscal 2007 adjusted appropriation. The Division is supported by dedicated funding from surcharges paid by employers.

### **Labor Planning and Analysis**

The Office of Labor Planning and Analysis (LPA) is composed of three divisions: the Divisions of Labor Market and Demographic

Research (LMDR) and Program Planning, Analysis and Evaluation (PPAE), and the Center for Occupational Employment Information (COEI). LPA is the Department of Labor and Workforce Development's primary information gatherer, with a wide constituency both from internal and external customers. LPA is responsible for a broad range of activities that include: conducting statistical surveys, compiling management reports, providing projections of labor market information, monitoring and producing reports on employment and population trends, overseeing data pertaining to occupational supply and demand, evaluating training programs and vendors, and disseminating Census information. LPA's products/services are provided based on an annual budget of approximately \$11.2 million (88.3% federal funding, 2.4% state funding, and 9.3% state trust fund).

### **Board of Mediation Commission**

The Board of Mediation Commission is an independent agency within the Department that monitors labor negotiations, facilitates the resolution of disputes, and conducts consent elections involving matters of union representation. The Commission's Fiscal 2008 Budget of \$474,000 remains unchanged from its fiscal 2007 appropriation.

### **Department Accomplishments**

Unemployment Insurance (UI) benefits are the gateway to the One-Stop Career System for many dislocated workers. In 2004, the Department initiated a project to redesign all unemployment insurance business processes and technical systems. This federally funded project will improve the way claims are evaluated and benefits are paid, providing a positive first contact for workers claiming UI benefits and enhancing service to employers. New technology will replace the many antiquated and incompatible systems that currently support the UI program with a single, comprehensive UI benefits system, NJ SUCCESS (New Jersey State Unemployment Compensation Claimant and Employer Service System). The conceptual design phase of the initiative was completed in March 2006 and the vendor working on the project is now in the iterative design and development phase scheduled for completion in late 2007. Pilot implementation of NJ SUCCESS is targeted for 2008, to be followed by a one-year roll-out period.

The Department is responsible for ensuring that New Jersey's workers are properly classified as employees or independent contractors based on specific criteria found in the Unemployment Compensation Law. Misclassified workers suffer an economic disadvantage and are involuntarily disenfranchised from the benefits provided to individuals classified as employees, such as unemployment and disability insurance, Social Security wage credits, workers' compensation coverage, and any employee health and pension benefits offered by the employer to its workforce. Recognizing that there are increasing attempts to avoid taxes through the misclassification of workers as independent contractors, the Department has increased its enforcement efforts and exchanges audit information with the Division of Taxation (Treasury).

The Division of Temporary Disability Insurance has been very successful with an initiative to identify and recover overpaid benefits. The process identifies claimants who have not reported that they have recovered from a disability or returned to work, but have continued collecting temporary disability benefits beyond their recovery or return to work date. Letters are sent to employers/claimants to determine an end of disability date. If an overpayment exists, the claim is set up in refund. Manual processing of these refunds has recovered an average of \$800,000 annually during the last two years. This initiative has been so successful that the Division plans to automate the processing, which is expected to significantly increase the recovery amount.

## LABOR AND WORKFORCE DEVELOPMENT

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Full automation of New Jersey's Workers' Compensation Program continues with the completion of Phases I and II of the Case Organization Utilization Reporting Tracking System (COURTS). Phase I created the web-based application and Phase II provided for internet, read-only access by attorneys and insurance carriers representing injured workers and employers. Phase III, enables attorneys to electronically file legal pleadings through the internet. In April of 2006, the COURTS Electronic Filing project was completed.

Electronic filing has not only reduced the volume of data entry for Division staff but has also improved the quality of the data. Currently, the rate of electronic filing is over 40%. Since the program was launched, over 440 law firms and insurance carriers have signed on to participate in electronic filing and more than 74,000 legal pleadings have been electronically filed.

For attorneys and insurance carriers representing injured workers and employers, COURTS on-line and particularly the e-filing program have provided them with the ability to conduct real time business with the Division and with each other, resulting in visible improvements to case processing time.

As part of P.L. 2004, c. 39, which consolidated all workforce development services within the Department of Labor and Workforce Development, a new program was designed to enable welfare eligible individuals to pursue two- and four-year college degree programs. Funding for Smart STEPS is provided by the State's Workforce Development Partnership program, as opposed to the federal Temporary Assistance for Needy Families (TANF) program, thereby effectively stopping the clock on TANF's five-year limitation and eliminating the TANF requirement, which mandates individuals must work part-time while attending school. While participating in the program, welfare recipients can devote all of their time to pursuing their education, which will aid in their success. The program was initiated in March, 2005. To date, 496 participants have been enrolled. Slot levels were increased for fiscal 2007 and 2008 to allow additional participants to the program. This increase should prove valuable in increasing the TANF federal participation rate. The program provides an opportunity for low income residents to attain the higher education needed to obtain good paying jobs and self-sufficiency for their families.

The NJ State Parole Board (NJSPB) and NJLWD are working together to integrate NJSPB's employment efforts into the local One-Stop Career Center System, in order to ensure that employment and training services to adult and juvenile parolees and other ex-offenders under the supervision of the NJSPB are maximized. The MOU with the NJ State Parole Board (NJSPB) continues to be in effect, and LWD continues to provide services to parolees who are referred to the One-Stop Career Centers. In the fiscal year ending June 30, 2006, 3,116 individuals were served, of which 1,980 were referred to jobs.

New Jersey was the recipient of a federal grant for \$1.5 million from the United States Department of Labor for the Disability Program Navigator (DPN) initiative, a two year project to help people with disabilities to "navigate" through the challenges of seeking work. This partnership between Labor and the Social Security Administration is designed to encourage people who are currently receiving federal benefits for a qualifying disability to pursue job training and employment, and to remove whatever barriers exist in the workplace in order to provide universal access to services. The DPN initiative develops partnerships to achieve seamless, comprehensive and integrated access to services, creating systemic change and expanding the workforce development system's capacity to serve employers and customers with disabilities. A funded half-time position for DPN has been identified for each of the 18 Workforce Investment Board areas. Staff training for this initiative has begun, and with support from our Division of Vocational Rehabilitation Services partners, the DPN will continue to foster better relationships between employers, community-based agencies, and the One-Stop system for serving people with disabilities.

Overall, New Jersey's One-Stop Career System served approximately 270,000 residents in the past year. Individuals could receive the aforementioned literacy services, various forms of work readiness, and job search assistance or job training. Additionally, the One-Stop Career Centers have served the business community in their recruitment needs as well as other business-related services through the Business Resource Centers. The workforce development services that New Jersey provides using federal Workforce Investment Act funding are meeting or exceeding performance requirements established by the United States Department of Labor. These targets focus on job placement, retention, skills and wage gains. Our success in meeting or surpassing these targets is due in part to the partnerships that have been developed between State and local partners in the workforce system.

Partnership is a key component of another effort of the Department of Labor and Workforce Development. This past year the United States Department of Labor initiated a project termed WIRED (Workforce Innovation in Regional Economic Development). The project recognizes that Workforce Development is Economic Development. New Jersey is included in two of the 26 WIRED projects across the nation. In a partnership with Pennsylvania and Delaware, we are targeting growth and expansion possibilities in the southwestern part of the state. In northern New Jersey, eight workforce areas are involved in an effort that includes a number of crucial industry clusters including logistics, advanced manufacturing, and life sciences.

Both programs received \$100,000 grants from the federal government and include partnerships with educational, professional, and governmental organizations at the local and state levels. As these groups develop, their intent is to consider regional needs and develop grants and related services that speak to the larger economic needs of their respective areas and demand clusters.

# LABOR AND WORKFORCE DEVELOPMENT

## DEPARTMENT OF LABOR AND WORKFORCE DEVELOPMENT

### SUMMARY OF APPROPRIATIONS BY FUND

(thousands of dollars)

Year Ending June 30, 2006					Year Ending June 30, 2008		
Orig. & (S)Supple- mental	Reapp. & (R)Recpts.	Transfers & (E)Emer- gencies	Total Available	Expended	2007 Adjusted Approp.	Requested	Recom- mended
<b>GENERAL FUND</b>							
60,696	41,001	732	102,429	97,273	63,169	63,264	63,264
44,842	---	-3,000	41,842	41,812	54,533	69,139	69,139
1,522	---	---	1,522	1,506	1,522	1,522	1,522
<b>107,060</b>	<b>41,001</b>	<b>-2,268</b>	<b>145,793</b>	<b>140,591</b>	<b>119,224</b>	<b>133,925</b>	<b>133,925</b>
<b>CASINO REVENUE FUND</b>							
2,440	---	---	2,440	2,440	2,440	2,440	2,440
<b>2,440</b>	<b>---</b>	<b>---</b>	<b>2,440</b>	<b>2,440</b>	<b>2,440</b>	<b>2,440</b>	<b>2,440</b>
<b>109,500</b>	<b>41,001</b>	<b>-2,268</b>	<b>148,233</b>	<b>143,031</b>	<b>Total Appropriation, Department of Labor and Workforce Development</b>		
					<b>121,664</b>	<b>136,365</b>	<b>136,365</b>

### SUMMARY OF APPROPRIATIONS BY PROGRAM

(thousands of dollars)

Year Ending June 30, 2006					Year Ending June 30, 2008		
Orig. & (S)Supple- mental	Reapp. & (R)Recpts.	Transfers & (E)Emer- gencies	Total Available	Expended	2007 Adjusted Approp.	Requested	Recom- mended
<b>DIRECT STATE SERVICES - GENERAL FUND</b>							
<b>Economic Planning and Development</b>							
683	33	---	716	696	707	707	707
683	33	---	716	696	707	707	707
<b>Economic Assistance and Security</b>							
21,539	6,611	---	28,150	26,910	22,388	22,388	22,388
4,216	1,234	---	5,450	5,161	4,563	4,563	4,563
12,130	8,299	---	20,429	20,316	12,639	12,639	12,639
1,685	353	---	2,038	1,874	1,739	1,739	1,739
<b>39,570</b>	<b>16,497</b>	<b>---</b>	<b>56,067</b>	<b>54,261</b>	<b>41,329</b>	<b>41,329</b>	<b>41,329</b>
<b>Manpower and Employment Services</b>							
2,446	---	---	2,446	2,445	2,446	2,446	2,446
9,119	16,633	-14,568	11,184	8,789	9,386	9,386	9,386
83	---	14,568	14,651	14,643	---	95	95
5,096	7,829	583	13,508	12,632	5,540	5,540	5,540
3,225	9	149	3,383	3,366	3,287	3,287	3,287
474	---	---	474	441	474	474	474
<b>20,443</b>	<b>24,471</b>	<b>732</b>	<b>45,646</b>	<b>42,316</b>	<b>21,133</b>	<b>21,228</b>	<b>21,228</b>
<b>60,696</b>	<b>41,001</b>	<b>732</b>	<b>102,429</b>	<b>97,273</b>	<b>63,169</b>	<b>63,264</b>	<b>63,264</b>
<b>60,696</b>	<b>41,001</b>	<b>732</b>	<b>102,429</b>	<b>97,273</b>	<b>TOTAL DIRECT STATE SERVICES</b>		
					<b>63,169</b>	<b>63,264</b>	<b>63,264</b>

# LABOR AND WORKFORCE DEVELOPMENT

Year Ending June 30, 2006						Year Ending June 30, 2008		
Orig. & (S)Supple- mental	Reapp. & (R)Recpts.	Transfers & (E)Emer- gencies	Total Available	Expended		2007 Adjusted Approp.	Requested	Recom- mended
GRANTS-IN-AID - GENERAL FUND								
Manpower and Employment Services								
29,604	---	---	29,604	29,588	Vocational Rehabilitation Services	32,295	32,488	32,488
4,000	---	-3,000	1,000	986	Employment Services	---	---	---
11,238	---	---	11,238	11,238	Employment and Training Services	22,238	36,651	36,651
44,842	---	-3,000	41,842	41,812	Subtotal	54,533	69,139	69,139
44,842	---	-3,000	41,842	41,812	Total Grants-In-Aid - General Fund	54,533	69,139	69,139
GRANTS-IN-AID - CASINO REVENUE FUND								
Manpower and Employment Services								
2,440	---	---	2,440	2,440	Vocational Rehabilitation Services	2,440	2,440	2,440
2,440	---	---	2,440	2,440	Subtotal	2,440	2,440	2,440
2,440	---	---	2,440	2,440	Total Grants-In-Aid - Casino Revenue Fund	2,440	2,440	2,440
47,282	---	-3,000	44,282	44,252	TOTAL GRANTS-IN-AID	56,973	71,579	71,579
STATE AID - GENERAL FUND								
Manpower and Employment Services								
1,522	---	---	1,522	1,506	Employment and Training Services	1,522	1,522	1,522
1,522	---	---	1,522	1,506	Subtotal	1,522	1,522	1,522
1,522	---	---	1,522	1,506	Total State Aid - General Fund	1,522	1,522	1,522
1,522	---	---	1,522	1,506	TOTAL STATE AID	1,522	1,522	1,522
109,500	41,001	-2,268	148,233	143,031	Total Appropriation, Department of Labor and Workforce Development	121,664	136,365	136,365

## 50. ECONOMIC PLANNING, DEVELOPMENT, AND SECURITY

### 51. ECONOMIC PLANNING AND DEVELOPMENT

#### OBJECTIVES

1. To compile, analyze, and disseminate labor market and economic data for distribution; to facilitate decision-making in the private and public sectors; and to provide statistical services to aid departmental managers in planning, operating, and evaluating programs under their jurisdiction.
2. To provide centralized support services for the Department.
3. To develop policy, evaluate performance, and implement and coordinate programs of the Department.

#### PROGRAM CLASSIFICATIONS

18. **Planning and Analysis.** Charged with coordinating departmental planning, evaluating programs, assisting in the formulation of policy and compiling, analyzing and disseminating operational, labor market, and demographic data.

99. **Administration and Support Services.** The Office of the Commissioner formulates the policies and priorities of the Department, including strategic planning.

The Office of Internal Audit is charged with safeguarding assets, preventing and/or detecting fraud and abuse and assuring that the Department conforms to established laws, rules, regulations, and procedures.

The Division of Administrative Services provides the following services: personnel; affirmative action and equal employment opportunity; training; program analysis and development; and central support, such as word processing, printing, supplies and mail distribution, equipment and building management.

The Division of Accounting provides for all accounting, budgeting, and purchasing functions for the Department, including evaluation of operating programs from a financial management viewpoint.

# LABOR AND WORKFORCE DEVELOPMENT

## EVALUATION DATA

	Actual FY 2005	Actual FY 2006	Revised FY 2007	Budget Estimate FY 2008
<b>PERSONNEL DATA</b>				
Affirmative Action Data				
Male Minority .....	354	376	382	382
Male Minority % .....	9.4	10.0	10.0	10.0
Female Minority .....	1,152	1,259	1,275	1,275
Female Minority % .....	30.5	33.4	33.4	33.4
Total Minority .....	1,506	1,635	1,657	1,657
Total Minority % .....	39.9	43.4	43.4	43.4
<b>Position Data</b>				
Filled Positions by Funding Source				
State Supported .....	30	33	34	38
Federal .....	429	426	406	406
Total Positions .....	459	459	440	444
Filled Positions by Program Class				
Management and Administrative Services .....	459	459	440	444
Total Positions .....	459	459	440	444

**Notes:**

Actual payroll counts are reported for fiscal years 2005 and 2006 as of December and revised fiscal year 2007 as of January.  
The Budget Estimate for fiscal year 2008 reflects the number of positions funded.

## APPROPRIATIONS DATA (thousands of dollars)

Year Ending June 30, 2006					Year Ending June 30, 2008			
Orig. & (S)Supple- mental	Reapp. & (R)Recpts.	Transfers & (E)Emer- gencies	Total Available	Expended	Prog. Class.	2007 Adjusted Approp.	Requested	Recom- mended
<b><u>DIRECT STATE SERVICES</u></b>								
<b>Distribution by Fund and Program</b>								
683	33	---	716	696	Administration and Support Services	99	707	707
<b>683</b>	<b>33</b>	<b>---</b>	<b>716</b>	<b>696</b>	<b>Total Direct State Services</b>		<b>707<sup>(a)</sup></b>	<b>707</b>
<b>Distribution by Fund and Object</b>								
Personal Services:								
350	---	---	350	344	Salaries and Wages		417	417
350	---	---	350	344	Total Personal Services		417	417
11	---	-1	10	10	Materials and Supplies		11	11
232	---	20	252	239	Services Other Than Personal		192	192
25	---	-19	6	6	Maintenance and Fixed Charges		25	25
Special Purpose:								
---	30 <sup>R</sup>	---	30	30	Urban Enterprise Zone - Administrative Costs	99	---	---
62	---	---	62	62	Affirmative Action and Equal Employment Opportunity	99	62	62
3	3	---	6	5	Additions, Improvements and Equipment		---	---
<b>683</b>	<b>33</b>	<b>---</b>	<b>716</b>	<b>696</b>	<b>Grand Total State Appropriation</b>		<b>707</b>	<b>707</b>
<b>OTHER RELATED APPROPRIATIONS</b>								
<b>Federal Funds</b>								
9,813					Planning and Analysis	18	9,829	10,243
1 <sup>S</sup>	2,230	---	12,044	7,568	Administration and Support Services	99	---	---
---	14,229	---	14,229	9,767	Total Federal Funds		<b>9,829</b>	<b>10,243</b>
<b>9,814</b>	<b>16,459</b>	<b>---</b>	<b>26,273</b>	<b>17,335</b>				

# LABOR AND WORKFORCE DEVELOPMENT

Year Ending June 30, 2006					Year Ending June 30, 2008			
Orig. & (S)Supple- mental	Reapp. & (R)Recpts.	Transfers & (E)Emer- gencies	Total Available	Expended	Prog. Class.	2007 Adjusted Approp.	Requested	Recom- mended
OTHER RELATED APPROPRIATIONS								
All Other Funds								
Administration and Support Services								
---	1,131 5,354 <sup>R</sup>	---	6,485	5,237	99	---	---	---
---	6,485	---	6,485	5,237		---	---	---
10,497	22,977	---	33,474	23,268		10,536	10,950	10,950
GRAND TOTAL ALL FUNDS								

## Notes -- Direct State Services - General Fund

- (a) The fiscal year 2007 appropriation has been adjusted for the allocation of salary program, as well as the reallocation of State appropriations supporting information technology services to the Office of Information Technology within the Department of Treasury.

## Language Recommendations -- Direct State Services - General Fund

In addition to the amounts appropriated hereinabove for Administration and Support Services, there are appropriated from the New Jersey Redevelopment Investment Fund and the Economic Development Fund an amount of \$142,000 to provide for administrative costs incurred by the Department of Labor for activities related to the New Jersey Redevelopment Authority and the New Jersey Economic Development Authority programs, as determined by the Director of the Division of Budget and Accounting.

Of the amount hereinabove for the Administration and Support Services program classification, \$288,000 is appropriated from the Unemployment Compensation Auxiliary Fund.

In addition to the amount hereinabove for Administration and Support Services, an amount not to exceed \$550,000 is appropriated from the Unemployment Compensation Auxiliary Fund, subject to the approval of the Director of the Division of Budget and Accounting.

Of the amounts hereinabove for Administration and Support Services, \$31,000 are payable out of the State Disability Benefits Fund, and in addition to the amounts hereinabove there are appropriated out of the State Disability Benefits Fund such additional sums as may be required to administer Administration and Support Services, subject to the approval of the Director of the Division of Budget and Accounting.

The amount necessary to provide administrative costs incurred by the Department of Labor and Workforce Development to meet the statutory requirements of the "New Jersey Urban Enterprise Zones Act," P.L.1983, c.303 (C.52:27H-60 et seq.) is appropriated from the Enterprise Zone Assistance Fund, subject to the approval of the Director of the Division of Budget and Accounting.

The amount necessary to provide employer rebate awards as a result of the "New Jersey Urban Enterprise Zones Act," P.L.1983, c.303 (C.52:27H - 60 et seq.), is appropriated from the Enterprise Zone Assistance Fund, subject to the approval of the Director of the Division of Budget and Accounting.

Notwithstanding the provisions of the "New Jersey Urban Enterprise Zones Act," P.L. 1983, c.303 (C.52:27H - 60 et seq.), the Department of Labor and Workforce Development, based upon the authorization of the Chief Executive Officer and Secretary of the New Jersey Commerce, Economic Growth and Tourism Commission, shall make employer rebate awards.

## 50. ECONOMIC PLANNING, DEVELOPMENT, AND SECURITY

### 53. ECONOMIC ASSISTANCE AND SECURITY

#### OBJECTIVES

1. To accumulate adequate reserves for the payment of benefits to temporarily and involuntarily unemployed and disabled individuals.
2. To provide prompt, efficient payment of benefits to eligible individuals.
3. To ensure the integrity of trust funds by utilizing modern fraud control techniques in cooperation with other state and federal agencies.
4. To act as an agent for the federal government in payment of unemployment insurance to federal employees and recently discharged veterans.
5. To provide prompt and efficient economic assistance to workers disabled by non-occupational sickness or accident.
6. To assure prompt, equitable adjudication of claims by employees for job-related illnesses and injuries and to expedite the return of employees to useful employment.

7. To make prompt and efficient determinations of disability claims under Title II and Title XVI of the Social Security Act.

#### PROGRAM CLASSIFICATIONS

01. **Unemployment Insurance.** C.43:21 et seq. establishes the State-administered, federally-funded programs of unemployment insurance covering virtually all non-agricultural units employing one or more persons. Claims are filed, monetary and eligibility determinations made, and benefits paid through communication terminals in 35 offices located throughout the State.

All unemployment benefit claims are based upon wage information collected by the Department of Labor. In addition, automated cross matches are performed to identify fraudulent collection of unemployment and public assistance benefits.

02. **Disability Determination.** The federal government fully funds the Division of Disability Determinations from the Social Security Act for the purpose of adjudicating long term disability claims. Activities include medical, legal, and qualitative review of claims.

## LABOR AND WORKFORCE DEVELOPMENT

03. **State Disability Insurance Plan.** The State's Temporary Disability program was established in 1948, at a time when private insurance of this type was not widely available. It provides direct, temporary cash benefits to nearly all workers covered under the Unemployment Compensation Law to insure against loss of earnings due to non-occupational sickness or accident.

04. **Private Disability Insurance Plan.** Employers may, with the approval of the Director of Temporary Disability Insurance, select coverage under a private plan; otherwise coverage must be under the State Plan. Activities are comparable to those under the State Plan program, including oversight of the initiation and modification of plans. Benefit costs of this activity are charged to the State Disability Benefits Fund. Administrative costs are charged partly to the State Plan administrative fund and assessed proportionately against the private plans.

05. **Workers' Compensation.** Workers' Compensation benefits are provided through three procedures: voluntary direct

settlements, informal hearings, and formal hearings. Voluntary payments made by insurance carriers and self-insurers are reviewed as to adequacy of payments, and if deemed potentially inadequate, an informal hearing is scheduled. If an equitable settlement cannot be made at the informal hearing, a formal claim may be filed. Judges hear formal claims at 17 different statewide locations. As the result of legislation enacted during 1990, funding for the Workers' Compensation program is derived from the Second Injury Fund created by the Workers' Compensation Law (C.34:15-1 et seq.) through an assessment against carriers of workers' compensation insurance and self-insurers.

06. **Special Compensation.** This fund, paid for entirely by self-insurers and insurance companies, provides benefits to totally and permanently disabled workers with prior disabilities to encourage employment of individuals with disabilities. Special Compensation also determines special adjustment benefits payable to qualified persons under C.34:15-95.4. The purpose of this legislation is to increase benefits to pre-1980 victims of occupational injuries.

### EVALUATION DATA

	Actual FY 2005	Actual FY 2006	Revised FY 2007	Budget Estimate FY 2008
<b>PROGRAM DATA</b>				
<b>Unemployment Insurance</b>				
Covered workers .....	3,836,301	3,877,600	3,923,300	3,955,600
Net benefits paid (millions) .....	\$1,911	\$1,806	\$1,851	\$1,834
Average insured unemployed rate .....	3.10%	2.80%	2.80%	2.60%
Initial claims .....	546,216	526,425	526,000	494,500
Average weekly benefit payment .....	\$323	\$327	\$337	\$350
<b>Disability Determination</b>				
Total claims adjudicated .....	67,181	61,862	67,600	71,000
Social Security Disability payments (millions) .....	\$2,447	\$2,714	\$2,730	\$2,870
Average cost per case .....	\$721	\$774	\$780	\$790
<b>State Disability Insurance Plan</b>				
Covered workers .....	2,806,700	2,837,000	2,870,500	2,894,000
Claims received .....	172,919	168,188	168,500	168,500
Benefits paid (millions) .....	\$429	\$432	\$447	\$462
Cost per claim processed .....	\$104	\$106	\$107	\$107
Average weekly benefit payment .....	\$354	\$366	\$377	\$388
<b>Private Disability Insurance Plan</b>				
Covered workers .....	729,700	737,600	746,300	752,400
Plans in force .....	5,123	5,147	5,170	5,200
Claims received .....	11,315	10,617	11,000	11,300
Benefits paid (millions) .....	\$24	\$23	\$24	\$24
Cost per claim processed .....	\$196	\$217	\$219	\$219
<b>Workers' Compensation</b>				
First reports of accident received .....	192,140	191,946	200,000	200,000
Cases pending July 1 .....	100,751	100,251	97,676	96,676
Cases filed, reopened, reassigned .....	46,000	42,338	44,000	44,000
Cases closed .....	46,500	44,913	45,000	44,000
Cases pending June 30 .....	100,251	97,676	96,676	96,676
<b>Special Compensation</b>				
Balance July 1 .....	2,127	2,238	2,271	2,372
Verified petitions assigned .....	1,560	1,571	1,691	1,706
Advisory reports recovered .....	1,449	1,538	1,590	1,681
Balance June 30 .....	2,238	2,271	2,372	2,397
Beneficiaries .....	6,738	7,060	7,119	7,144



# LABOR AND WORKFORCE DEVELOPMENT

	Actual FY 2005	Actual FY 2006	Revised FY 2007	Budget Estimate FY 2008
<b>PERSONNEL DATA</b>				
<b>Position Data</b>				
Filled Positions by Funding Source				
State Supported .....	---	---	---	---
Federal .....	1,588	1,617	1,502	1,543
All Other .....	412	402	404	411
Total Positions .....	2,000	2,019	1,906	1,954
Filled Positions by Program Class				
Unemployment Insurance .....	1,290	1,290	1,188	1,245
Disability Determinations .....	298	327	314	298
State Disability Insurance Plan .....	174	166	171	167
Private Disability Insurance Plan .....	68	69	68	72
Workers' Compensation .....	150	148	144	152
Special Compensation Fund .....	20	19	21	20
Total Positions .....	2,000	2,019	1,906	1,954

## Notes:

Actual payroll counts are reported for fiscal years 2005 and 2006 as of December and revised fiscal year 2007 as of January. The Budget Estimate for fiscal year 2008 reflects the number of positions funded. All Other includes positions supported by fees or other dedicated resources previously reported as State Supported.

## APPROPRIATIONS DATA (thousands of dollars)

Year Ending June 30, 2006					Year Ending June 30, 2008			
Orig. & (S)Supple- mental	Reapp. & (R)Recpts.	Transfers & (E)Emer- gencies	Total Available	Expended	2007 Prog. Class. Adjusted Approp.	Requested	Recom- mended	
<b>DIRECT STATE SERVICES</b>								
<b>Distribution by Fund and Program</b>								
21,539	6,611	---	28,150	26,910	State Disability Insurance Plan 03	22,388	22,388	22,388
4,216	1,234	---	5,450	5,161	Private Disability Insurance Plan 04	4,563	4,563	4,563
12,130	8,299	---	20,429	20,316	Workers' Compensation 05	12,639	12,639	12,639
1,685	353	---	2,038	1,874	Special Compensation 06	1,739	1,739	1,739
<b>39,570</b>	<b>16,497</b>	<b>---</b>	<b>56,067</b>	<b>54,261</b>	<b>Total Direct State Services</b>	<b>41,329<sup>(a)</sup></b>	<b>41,329</b>	<b>41,329</b>
<b>Distribution by Fund and Object</b>								
<b>Personal Services:</b>								
24,713	15,318 <sup>R</sup>	-5,900	34,131	25,465	Salaries and Wages	26,472	26,472	26,472
---	---	---	---	8,666	Employee Benefits	---	---	---
<b>24,713</b>	<b>15,318</b>	<b>-5,900</b>	<b>34,131</b>	<b>34,131</b>	<b>Total Personal Services</b>	<b>26,472</b>	<b>26,472</b>	<b>26,472</b>
257	---	---	257	246	Materials and Supplies	257	257	257
5,290	---	1,075	6,365	6,244	Services Other Than Personal	5,340	5,340	5,340
3,007	---	1,135	4,142	4,110	Maintenance and Fixed Charges	3,007	3,007	3,007
<b>Special Purpose:</b>								
---	---	160	160	156	State Disability Insurance Plan 03	300	300	300
5,500	---	3,000	8,500	8,500	Reimbursement to Unemploy- ment Insurance for Joint Tax Functions	5,500	5,500	5,500
---	---	230	230	159	Private Disability Insurance Plan	50	50	50
---	---	300	300	300	Workers' Compensation 05	363	363	363
40	---	---	40	14	Special Compensation 06	40	40	40
<b>763</b>	<b>1,179</b>	<b>---</b>	<b>1,942</b>	<b>401</b>	<b>Additions, Improvements and Equipment</b>	<b>---</b>	<b>---</b>	<b>---</b>
<b>39,570</b>	<b>16,497</b>	<b>---</b>	<b>56,067</b>	<b>54,261</b>	<b>Grand Total State Appropriation</b>	<b>41,329</b>	<b>41,329</b>	<b>41,329</b>

## OTHER RELATED APPROPRIATIONS

<b>Federal Funds</b>								
133,100	72,369	---	205,469	164,244	Unemployment Insurance 01	117,516	143,492	143,492

# LABOR AND WORKFORCE DEVELOPMENT

Year Ending June 30, 2006							Year Ending June 30, 2008	
Orig. & (S)Supple- mental	Reapp. & (R)Recpts.	Transfers & (E)Emer- gencies	Total Available	Expended	Prog. Class.	2007 Adjusted Approp.	Requested	Recom- mended
<b>OTHER RELATED APPROPRIATIONS</b>								
49,000	13,516	---	62,516	48,648	Disability Determination	02	50,176	53,000
<u>182,100</u>	<u>85,885</u>	<u>---</u>	<u>267,985</u>	<u>212,892</u>	<b>Total Federal Funds</b>		<u>167,692</u>	<u>196,492</u>
<b>All Other Funds</b>								
---	---	---	---	---	Unemployment Insurance	01	---	2,000
---	---	---	---	---	State Disability Insurance Plan	03	8,850	10,000
---	---	---	---	---	Private Disability Insurance Plan	04	1,280	1,280
---	---	---	---	---	Workers' Compensation	05	7,681	8,017
---	74,979	---	---	---	Special Compensation	06	142,800	147,914
<u>---</u>	<u>137,601</u>	<u>1,705</u>	<u>214,285</u>	<u>149,749</u>	<b>Total All Other Funds</b>		<u>160,611</u>	<u>169,211</u>
<u>---</u>	<u>212,580</u>	<u>1,705</u>	<u>214,285</u>	<u>149,749</u>	<b>GRAND TOTAL ALL FUNDS</b>		<u>369,632</u>	<u>407,032</u>
<u>221,670</u>	<u>314,962</u>	<u>1,705</u>	<u>538,337</u>	<u>416,902</u>				

## Notes -- Direct State Services - General Fund

(a) The fiscal year 2007 appropriation has been adjusted for the allocation of salary program.

## Language Recommendations -- Direct State Services - General Fund

The amounts hereinabove for the State Disability Insurance Plan and Private Disability Insurance Plan are payable out of the State Disability Benefits Fund and, in addition to the amounts hereinabove, there are appropriated out of the State Disability Benefits Fund such additional sums as may be required to pay disability benefits, subject to the approval of the Director of the Division of Budget and Accounting.

In addition to the amount hereinabove appropriated for administrative costs associated with the State Disability Insurance Plan there is appropriated from the State Disability Benefits Fund an amount not to exceed \$10,000,000, such amount to include \$1,000,000 for a reengineering study of the business process, subject to the approval of the Director of the Division of Budget and Accounting.

In addition to the amounts appropriated hereinabove, there are appropriated out of the State Disability Benefits Fund such additional sums as may be required to administer the Private Disability Insurance Plan.

Receipts in excess of the amount anticipated for the Workers' Compensation program are appropriated, subject to the approval of the Director of the Division of Budget and Accounting.

Receipts in excess of the amount anticipated for the Second Injury Fund are appropriated, subject to the approval of the Director of the Division of Budget and Accounting.

The amount hereinabove for the Special Compensation Fund shall be payable out of the Special Compensation Fund and, notwithstanding the \$12,500 limitation set forth in R.S.34:15-95, in addition to the amounts hereinabove, there are appropriated out of the Special Compensation Fund such additional sums as may be required for costs of administration and beneficiary payments.

There is appropriated out of the balance in the Second Injury Fund an amount not to exceed \$1,000,000 to be deposited to the credit of the Uninsured Employers Fund for the payment of benefits as determined in accordance with section 11 of P.L. 1966, c.126 (C.34:15-120.2). Any amount so transferred shall be included in the next Uninsured Employers Fund surcharge imposed in accordance with section 10 of P.L. 1966, c.126 (C.34:15-120.1) and any amount so transferred shall be returned to the Second Injury Fund without interest and shall be included in net assets of the Second Injury Fund pursuant to paragraph (4) of subsection c. of R.S.34:15-94.

The funds appropriated for Second Injury Fund benefits are available for the payment of obligations applicable to prior fiscal years.

Amounts to administer the Uninsured Employers Fund are appropriated from the Uninsured Employers Fund, subject to the approval of the Director of the Division of Budget and Accounting.

An amount not to exceed \$150,000 for the cost of notifying unemployment compensation recipients of the availability of New Jersey Earned Income Tax Credit information, pursuant to P.L. 2005, c.210 (C.43:21-4.2), is appropriated from the Unemployment Compensation Auxiliary Fund, subject to the approval of the Director of the Division of Budget and Accounting.

From the funds made available to the State under section 903(d)(4) of the Social Security Act (42 U.S.C. s.1103 et seq.), as amended, the sum of \$35,000,000, or so much thereof as may be necessary, is appropriated for the improvement of services to unemployment insurance claimants through the improvement and modernization of the benefit payment system and other technology improvements and to employment service clients through the continued development and maintenance of one-stop offices throughout the State and other investments in technology, processes, and services that will enhance job opportunities for clients.

In addition to the amounts appropriated hereinabove, there is appropriated out of the Unemployment Compensation Auxiliary Fund, an amount not to exceed \$2,000,000 to support collection activities in the unemployment insurance program subject to the approval of the Director of the Division of Budget and Accounting.

# LABOR AND WORKFORCE DEVELOPMENT

## 50. ECONOMIC PLANNING, DEVELOPMENT, AND SECURITY

### 54. MANPOWER AND EMPLOYMENT SERVICES

#### OBJECTIVES

1. To develop and maintain employment opportunities.
2. To develop and revitalize manpower for employment opportunities.
3. To minimize public employer-employee disputes, to resolve such disputes when they arise and to enforce statutory rights of public employees.
4. To promote permanent harmony and stability in labor relations.
5. To prevent employment practices which are injurious to workers or which abrogate workers' rights and to assure equitable wages and working hours.
6. To prevent injuries to persons and damage to property from explosives, hazardous materials, and mining operations; and to prevent injuries and fatalities to the public from high voltage lines.
7. To prevent injuries and illnesses to public employees.
8. To provide on-site consultation service to employers on matters of safety and health of employees.

#### PROGRAM CLASSIFICATIONS

07. **Vocational Rehabilitation Services.** The Vocational Rehabilitation Program (P.L. 93-112 as amended; P.L. 97-35) provides services to individuals with disabilities who are unable to work. A broad range of medical and training services are provided to assist in preparing for and acquiring employment. Funding is provided primarily on an approximate 77%/23%, federal/state matching basis. The Sheltered Workshop Support program (P.L. 1971, c.272), through 100% State funds, is designed to provide long-term employment and rehabilitation services to severely disabled individuals who cannot be placed in open competitive employment.
09. **Employment Services.** Under the New Jersey Workforce Development Partnership Act, job training services are provided through training grants for displaced and disadvantaged individuals. In addition, customized training grants are awarded to employers to sustain employment in the State and to make the workforce more competitive.

Labor exchange services match unemployed workers with job openings. Placement is facilitated through interviewing, classification, and counseling.

Other federally-funded programs include Alien Labor Certification, Disabled Veterans Outreach Program, and the Trade Act Program. These programs are authorized by Wagner-Peyser as amended by the Jobs Training Partnership Act (P.L.97-300).
10. **Employment and Training Services.** Under the auspices of the federal Workforce Investment Act (WIA), and related federal and state legislation, contracts with federal, state and local governments and other institutions provide services to train the workforce which include: counseling, recruitment for Job Corps, intake and certification for WIA, job search assistance, referral and placement for General Assistance recipients, and job search to enhance economic development activities.

The State Employment and Training Commission is an administrative body created by P.L. 1989, c.293, to design and assist in the implementation of a State-based, locally-delivered employment, training, and education system. The Commission is responsible for the implementation and evaluation of an employment and training policy for the State.

12. **Workplace Standards.** Enforces statutes and rules by inspecting work premises and conditions. Covered are places of public employment (C.39: 6A-25 et seq.); certain provisions of the Worker and Community Right to Know Act (C.39: 5A-18 et seq.); boilers (including nuclear components), pressure vessels and refrigeration plants (C.34:7-14 et seq.); mines, pits, and quarries (C.34: 6-98.1 et seq.); explosives (C.21: 1A-128 et seq.); proximity to high voltage lines (C.34: 6-47.1 et seq.); fireworks (C.21: 2-1 et seq. and C.21: 3-1 et seq.); and service stations (C.34A-1 et seq.).

Develops and interprets rules, issues formal variances, and hears appeals. Issues licenses to long boom crane operators, power plant engineers, and boiler operators and issues approvals for operation of boilers, pressure vessels, and nuclear components.

Also covered are minimum wage and overtime (C.34: 11-56A et seq.); wage payment (C.34: 11-4.1 et seq.); child labor (C.34: 2-21.1 et seq.); industrial homework (C.34: 6-120 et seq.); lie detectors (C.2A: 170.90.1); wage collection (C.34: 11-57 et seq.); prevailing wage (C.34: 11-56.25 et seq.); crew leaders (C.34: 8A-7 et seq.); drinking water and toilet facilities (C.34: 9A-37 et seq.); and contract labor camps subject to the Wagner-Peyser Act.

Provides on-site occupational health and safety consultation services to employers by agreement with the federal Occupational Safety and Health Administration.

16. **Public Sector Labor Relations.** Provides services through the Public Employment Relations Commission (C.34:13A-1 et seq.), which establishes policy, rules, and regulations concerning employer-employee relations in the public sector, and resolves disputes involving unit determinations, representation, unfair practices and scope of negotiations, and upon request, provides mediators and fact-finders to assist in the resolution of collective negotiation disputes and designates arbitrators to resolve disputes over rights pursuant to collective bargaining agreements.

The Public Employment Relations Commission Appeal Board is an administrative body created by P.L. 1979, c.477, and is authorized to review and decide appeals filed by non-member employees as to the appropriateness of representation fees set by their majority representatives.

17. **Private Sector Labor Relations.** Provides services through the State Board of Mediation (C.34:13A-4 and C.34:1A-23), which monitors labor negotiations throughout the State and conducts separate and joint conferences with labor and management during negotiations of labor contracts; resolves disputes by providing arbitrators at the request of the parties; and conducts consent elections to determine matters of union representation.

# LABOR AND WORKFORCE DEVELOPMENT

## EVALUATION DATA

	Actual FY 2005	Actual FY 2006	Revised FY 2007	Budget Estimate FY 2008
<b>PROGRAM DATA</b>				
<b>Vocational Rehabilitation Services</b>				
Total persons served . . . . .	28,774	29,375	29,300	29,600
Total persons rehabilitated . . . . .	4,177	4,178	4,200	4,250
Total continuing to be served . . . . .	18,024	18,422	18,200	18,700
Average cost per rehabilitation . . . . .	\$14,000	\$14,200	\$14,400	\$14,500
Earnings (Weekly)				
Before rehabilitation . . . . .	\$79	\$84	\$89	\$94
After rehabilitation . . . . .	\$393	\$385	\$390	\$395
Sheltered Workshops				
Persons served . . . . .	2,721	2,699	2,699	2,699
Appropriation per client . . . . .	\$6,935	\$7,062	\$7,132	\$7,132
Independent Living Rehabilitation				
Persons served . . . . .	7,500	7,240	7,300	7,300
Cost per person . . . . .	\$125	\$150	\$150	\$150
<b>Employment Services</b>				
Job openings received . . . . .	112,257	176,410	177,000	177,000
Individuals placed (a) . . . . .	8,111	---	---	---
Individuals entered employment (a) . . . . .	---	132,297	149,000	153,000
Individuals counseled (b) . . . . .	41,108	---	---	---
Individuals career guidance (b) . . . . .	---	57,960	58,000	58,300
Disabled Veterans Outreach Program				
Veterans placed (a) . . . . .	1,025	---	---	---
Veterans entered employment (a) . . . . .	---	11,109	12,000	12,100
Veterans counseled (b) . . . . .	1,832	---	---	---
Veterans career guidance (b) . . . . .	---	4,074	4,100	4,150
<b>Employment and Training Services</b>				
Workforce Development Partnership Project				
Customized training grants . . . . .	\$22,500,000	\$19,506,729	\$27,500,000	\$27,000,000
Individuals trained . . . . .	38,146	38,817	42,500	47,000
Cost per individual . . . . .	\$590	\$502	\$645	\$490
Companies served . . . . .	404	258	300	400
Individual training grants-displaced workers . . . . .	\$12,700,000	\$14,000,000	\$14,650,000	\$15,000,000
Individuals trained . . . . .	4,233	4,375	3,662	3,750
Cost per individual . . . . .	\$3,000	\$3,200	\$4,000	\$4,000
Workforce Investment Act				
Total enrollments . . . . .	23,009	22,879	22,150	22,200
Total job placements . . . . .	6,636	6,600	6,000	6,150
<b>Workplace Standards</b>				
Mine, pit and quarry inspections . . . . .	1,910	2,000	2,000	2,000
Mechanical Inspection				
Boilers inspected by State . . . . .	9,639	9,319	9,600	10,000
Boilers inspected by insurance inspectors . . . . .	38,868	39,674	40,000	40,000
Asbestos Control and Licensing				
Employer licenses issued . . . . .	62	50	50	50
Employee permits issued . . . . .	2,050	3,264	3,264	3,264
Crane Operator Inspections . . . . .	829	982	1,032	1,032
OSHA On-site Consultant Services				
Consultations . . . . .	616	595	510	500
Hazards identified . . . . .	1,937	2,000	1,750	1,700
Mine Safety Training				
Persons trained . . . . .	1,430	2,000	2,000	2,000
Wage and Hour, Child Labor and Public Contracts				
Complaints received . . . . .	7,983	6,919	7,500	7,750
Formal complaints filed . . . . .	2,240	2,193	2,600	2,700
Employees receiving back wages . . . . .	6,916	10,562	8,000	8,000
Net back wages paid to employees . . . . .	\$6,047,583	\$8,170,281	\$8,000,000	\$8,000,000
Public Employees Safety				
Inspections . . . . .	723	1,000	960	800
Hazards identified . . . . .	4,139	5,000	6,720	5,600

# LABOR AND WORKFORCE DEVELOPMENT

	Actual FY 2005	Actual FY 2006	Revised FY 2007	Budget Estimate FY 2008
Apparel Registration				
Registrations issued .....	652	578	575	550
Firms with violations .....	122	96	75	75
Public Works Contractor Registration Act				
Registrations issued .....	4,734	7,723	8,500	8,500
<b>Public Sector Labor Relations</b>				
Dispute Disposition				
Balance July 1 .....	1,932	1,886	1,946	2,151
Filed .....	1,974	1,972	2,120	2,185
Disposed .....	2,020	1,912	1,915	1,960
Unfair practices and representation .....	611	584	570	590
Mediation, fact-finding and arbitration .....	1,132	1,097	1,105	1,125
Scope of negotiation and issue definition .....	93	96	90	90
Other formal decisions .....	184	135	150	155
Balance June 30 .....	1,886	1,946	2,151	2,376
Appeal Board				
Balance July 1 .....	69	78	1,199	107
Petitions filed .....	19	1,122 (c)	90	70
Petitions disposed .....	10	1	1,182	55
Balance June 30 .....	78	1,199	107	122

## PERSONNEL DATA

### Position Data

#### Filled Positions by Funding Source

State Supported .....	239	226	218	232
Federal .....	1,038	1,064	998	1,003
All Other .....	42	46	42	46
Total Positions .....	1,319	1,336	1,258	1,281

#### Filled Positions by Program Class

Vocational Rehabilitation Services .....	329	338	322	332
Workplace Standards .....	222	214	210	215
Employment Services .....	722	744	690	691
Public Sector Labor Relations .....	40	36	33	36
Private Sector Labor Relations .....	6	4	3	7
Total Positions .....	1,319	1,336	1,258	1,281

### Notes:

Actual payroll counts are reported for fiscal years 2005 and 2006 as of December and revised fiscal year 2007 as of January. The Budget Estimate for fiscal year 2008 reflects the number of positions funded. All Other includes positions supported by fees or other dedicated resources previously reported as State Supported.

- (a) In fiscal year 2006, Federal Employment Services program reporting replaced "individuals placed" statistics with "entered employment", the number of individuals employed in the quarter after program exit as determined by wage record matches and acceptable supplemental data.
- (b) In fiscal year 2006, Federal Employment Services program reporting replaced "counseling" statistics with a broader category defined as "career guidance".
- (c) In fiscal year 2006, 1,112 petitions were filed involving certain alleged violations in a representation fee dispute. The matter was resolved in fiscal 2007 and is included in "Petitions disposed".

## APPROPRIATIONS DATA (thousands of dollars)

Year Ending June 30, 2006					Year Ending June 30, 2008			
Orig. & (S)Supple- mental	Reapp. & (R)Recpts.	Transfers & (E)Emer- gencies	Total Available	Expended	Prog. Class.	2007 Adjusted Approp.	Requested	Recom- mended
<b>DIRECT STATE SERVICES</b>								
<b>Distribution by Fund and Program</b>								
2,446	---	---	2,446	2,445				
9,119	16,633	-14,568	11,184	8,789	07	2,446	2,446	2,446
83	---	14,568	14,651	14,643	09	9,386	9,386	9,386
					10	---	95	95
5,096	7,829	583	13,508	12,632	12	5,540	5,540	5,540

# LABOR AND WORKFORCE DEVELOPMENT

Year Ending June 30, 2006					Year Ending June 30, 2008			
Orig. & (S)Supple- mental	Reapp. & (R)Recpts.	Transfers & (E)Emer- gencies	Total Available	Expended	Prog. Class.	2007 Adjusted Approp.	Requested	Recom- mended
<b><u>DIRECT STATE SERVICES</u></b>								
3,225	9	149	3,383	3,366	16	3,287	3,287	3,287
474	---	---	474	441	17	474	474	474
<b>20,443</b>	<b>24,471</b>	<b>732</b>	<b>45,646</b>	<b>42,316</b>		<b>21,133 <sup>(a)</sup></b>	<b>21,228</b>	<b>21,228</b>
<b>Distribution by Fund and Object</b>								
Personal Services:								
14,826	22,178 <sup>R</sup>	-16,242	20,762	17,749		15,609	15,634	15,634
---	---	---	---	1,408		---	---	---
<b>14,826</b>	<b>22,178</b>	<b>-16,242</b>	<b>20,762</b>	<b>19,157</b>		<b>15,609</b>	<b>15,634</b>	<b>15,634</b>
59	---	113	172	170		60	60	60
352	---	2,140	2,492	2,342		327	304	304
82	---	57	139	138		94	92	92
Special Purpose:								
1,909	---	---	1,909	1,838				
81	---	---	81	1	09	1,909	1,909	1,909
2,000	---	---	2,000	1,302	09	81	81	81
83	---	---	83	83	09	2,000	2,000	2,000
---	---	---	---	---	10	---	95	95
---	---	14,568	14,568	14,560	10	---	---	---
38	---	---	38	9	12	38	38	38
378	---	---	378	378	12	378	378	378
450	42 2,223 <sup>R</sup>	---	2,715	2,032	12	450	450	450
144	---	---	144	144	12	144	144	144
3	---	---	3	3	12	3	3	3
38	28	96	162	159		40	40	40
<b><u>GRANTS-IN-AID</u></b>								
<b>Distribution by Fund and Program</b>								
32,044	---	---	32,044	32,028	07	34,735	34,928	34,928
29,604	---	---	29,604	29,588		32,295	32,488	32,488
2,440	---	---	2,440	2,440		2,440	2,440	2,440
4,000	---	-3,000	1,000	986	09	---	---	---
11,238	---	---	11,238	11,238	10	22,238	36,651	36,651
<b>47,282</b>	<b>---</b>	<b>-3,000</b>	<b>44,282</b>	<b>44,252</b>		<b>56,973</b>	<b>71,579</b>	<b>71,579</b>
<b>44,842</b>	<b>---</b>	<b>-3,000</b>	<b>41,842</b>	<b>41,812</b>		<b>54,533</b>	<b>69,139</b>	<b>69,139</b>
<b>2,440</b>	<b>---</b>	<b>---</b>	<b>2,440</b>	<b>2,440</b>		<b>2,440</b>	<b>2,440</b>	<b>2,440</b>
<b>Distribution by Fund and Object</b>								
Grants:								
4,286	---	---	4,286	4,286	07	4,286	4,286	4,286
1,460	---	---	1,460	1,444	07	1,960	1,960	1,960
2,440	---	---	2,440	2,440	07	2,440	2,440	2,440
3,550	---	---	3,550	3,550	07	5,550	5,550	5,550
18,871	---	497	19,368	19,368	07	19,250	19,250	19,250

# LABOR AND WORKFORCE DEVELOPMENT

Year Ending June 30, 2006					Year Ending June 30, 2008			
Orig. & (S)Supple- mental	Reapp. & (R)Recpts.	Transfers & (E)Emer- gencies	Total Available	Expended	Prog. Class.	2007 Adjusted Approp.	Requested	Recom- mended
<b>GRANTS-IN-AID</b>								
450	---	-309	141	141				
					Sheltered Workshop			
					Employment Placement			
					Incentive Program	07	450	450
188	---	-188	---	---	Community Provider Cost of			
					Living Adjustment-Sheltered			
					Workshops	07	---	(b) 193
170	---	---	170	170	Services for Deaf Individuals	07	170	170
625	---	---	625	625	Independent Living Centers	07	625	625
4	---	---	4	4	Training (State Share)	07	4	4
4,000	---	-3,000	1,000	986	Heldrich Center for Workforce			
					Development	09	---	---
3,048	---	---	3,048	3,048	New Jersey Youth Corps	10	3,048	3,048
8,190	---	---	8,190	8,190	Work First New Jersey Work			
					Activities	10	19,190	33,603
							33,603	33,603
<b>STATE AID</b>								
<b>Distribution by Fund and Program</b>								
1,522	---	---	1,522	1,506	Employment and Training			
					Services	10	1,522	1,522
<u>1,522</u>	<u>---</u>	<u>---</u>	<u>1,522</u>	<u>1,506</u>	<b>Total State Aid</b>		<u>1,522</u>	<u>1,522</u>
<b>Distribution by Fund and Object</b>								
State Aid:								
922	---	---	922	922	Adult Literacy	10	922	922
600	---	---	600	584	Vocational Education -			
					Apprenticeship	10	600	600
<u>69,247</u>	<u>24,471</u>	<u>-2,268</u>	<u>91,450</u>	<u>88,074</u>	<b>Grand Total State Appropriation</b>		<u>79,628</u>	<u>94,329</u>
							<u>94,329</u>	<u>94,329</u>
<b>OTHER RELATED APPROPRIATIONS</b>								
<b>Federal Funds</b>								
50,667	32,499	-1,581	81,585	45,336	Vocational Rehabilitation			
					Services	07	51,673	51,998
34,585								
14 <sup>S</sup>	7,037	---	41,636	29,737	Employment Services	09	37,988	38,442
130,422	570	-281	130,711	114,335	Employment and Training			
					Services	10	142,437	143,581
<u>3,967</u>	<u>1,169</u>	<u>-826</u>	<u>4,310</u>	<u>3,191</u>	Workplace Standards	12	4,116	4,371
<u>219,655</u>	<u>41,275</u>	<u>-2,688</u>	<u>258,242</u>	<u>192,599</u>	<b>Total Federal Funds</b>		<u>236,214</u>	<u>238,392</u>
<b>All Other Funds</b>								
---	72							
---	1,383 <sup>R</sup>	---	1,455	1,383	Employment Services	09	2,430	2,430
---	57	---	57	---	Employment and Training			
					Services	10	25,500	25,500
---	---	---	---	---	Workplace Standards	12	6,990	7,689
<u>---</u>	<u>20</u>	<u>---</u>	<u>---</u>	<u>---</u>				
<u>---</u>	<u>28<sup>R</sup></u>	<u>-5</u>	<u>43</u>	<u>---</u>	Public Sector Labor Relations	16	---	---
<u>---</u>	<u>1,560</u>	<u>-5</u>	<u>1,555</u>	<u>1,383</u>	<b>Total All Other Funds</b>		<u>34,920</u>	<u>35,619</u>
<u>288,902</u>	<u>67,306</u>	<u>-4,961</u>	<u>351,247</u>	<u>282,056</u>	<b>GRAND TOTAL ALL FUNDS</b>		<u>350,762</u>	<u>368,340</u>
							<u>368,340</u>	<u>368,340</u>

## Notes -- Direct State Services - General Fund

- (a) The fiscal year 2007 appropriation has been adjusted for the allocation of salary program, as well as the reallocation of State appropriations supporting information technology services to the Office of Information Technology within the Department of Treasury.
- (b) Appropriation of \$191,000 for cost-of-living allowance adjustments distributed to the applicable grant account.

## Language Recommendations -- Direct State Services - General Fund

Notwithstanding the provisions of the "New Jersey Employer-Employee Relations Act," P.L.1941, c.100 (C.34:13A-1 et seq.), the cost of fact-finding shall be borne equally by the public employer and the exclusive employee representative.

The amount hereinabove appropriated for the Vocational Rehabilitation Services program classification is available for the payment of obligations applicable to prior fiscal years.

## LABOR AND WORKFORCE DEVELOPMENT

- The amount hereinabove for the Vocational Rehabilitation Services program classification is appropriated from the Unemployment Compensation Auxiliary Fund.
- The amounts hereinabove for the Workforce Development Partnership Program and Workforce Development Partnership - Counselors shall be appropriated from receipts received pursuant to P.L.1992, c.44 (C.34:15D-12 et seq.), together with such additional sums as may be required to administer the Workforce Development Partnership Program, subject to the approval of the Director of the Division of Budget and Accounting.
- The amounts hereinabove for the Workforce Literacy and Basic Skills Program shall be appropriated from receipts received pursuant to P.L.2001, c.152 (C.34:15D-21 et seq.), together with such additional sums as may be required to administer the Workforce Literacy Program, subject to the approval of the Director of the Division of Budget and Accounting.
- Notwithstanding the provisions of the "Supplemental Workforce Fund for Basic Skills" P.L.2001, c.152 (C.34:15D-21 et seq.), or any law or regulation to the contrary, the unexpended balance at the end of the preceding fiscal year in the Supplemental Workforce Fund for Basic Skills is appropriated, subject to the approval of the Director of the Division of Budget and Accounting.
- Receipts in excess of the amount anticipated for the Workplace Standards Program are appropriated, subject to the approval of the Director of the Division of Budget and Accounting.
- Receipts in excess of the amount anticipated for the Public Works Contractor Registration Program and the unexpended balance at the end of the preceding fiscal year, are appropriated for the Public Works Contractor Registration Program, subject to the approval of the Director of the Division of Budget and Accounting.
- Notwithstanding the provisions of the "Worker and Community Right To Know Act," P.L.1983, c.315 (C.34:5A-1 et seq.), the amount hereinabove appropriated for the Worker and Community Right To Know Act account is payable out of the Worker and Community Right To Know Fund. If receipts to that fund are less than anticipated, the appropriation shall be reduced proportionately. In addition to the amounts hereinabove, there are appropriated out of the Worker and Community Right To Know Fund such additional sums, not to exceed \$8,400, to administer the Right To Know Program, subject to the approval of the Director of the Division of Budget and Accounting.
- There are appropriated out of the Wage and Hour Trust Fund and the Prevailing Wage Act Trust Fund such sums as may be necessary for payments.
- The amount hereinabove for the Private Sector Labor Relations program classification is appropriated from the Unemployment Compensation Auxiliary Fund.
- From the appropriation provided hereinabove in support of office leases, and notwithstanding the provisions of N.J.S.A.52:18A-191.1 et seq., the State Treasurer in consultation with the Commissioner of Labor and Workforce Development, is hereby authorized to enter into cost-sharing agreements with any authorized non-State partner that offers programs and activities supported primarily by federal funds from the United States Departments of Labor and Education in the State's one-stop centers for the purpose of co-locating such partner in an office with the Department of Labor and Workforce Development providing rent costs shall be equitably shared in accordance with a cost allocation plan approved by the Commissioner of Labor and Workforce Development.

### Language Recommendations -- Grants-In-Aid - General Fund

- The sum hereinabove for the Vocational Rehabilitation Services program classification is available for the payment of obligations applicable to prior fiscal years.
- Of the amount hereinabove for the Vocational Rehabilitation Services program classification, an amount not to exceed \$22,614,000 is appropriated from the Unemployment Compensation Auxiliary Fund.
- Of the amounts hereinabove appropriated for Supported Employment Services, \$1,000,000 shall be expended consistent with the recommendations in the final report of the Governor's Task Force on Mental Health.
- Amounts appropriated hereinabove for the Sheltered Workshop Employment Placement Incentive Program shall be available to support expenditures under the Sheltered Workshop Support Program and Supported Employment Program, subject to the approval of the Director of the Division of Budget and Accounting.
- Notwithstanding the provisions of any law or regulation to the contrary, in addition to the amounts hereinabove for the Work First New Jersey-Work Activities and Work First New Jersey-Training Related Expenses accounts, an amount not to exceed \$25,500,000 is appropriated from the New Jersey Workforce Development Partnership Fund, section 9 of P.L.1992, c.43 (C.34:15D-9), subject to the approval of the Director of the Division of Budget and Accounting.
- Notwithstanding the provisions of any law or regulation to the contrary, of the amounts hereinabove for Work First New Jersey-Work Activities and Work First New Jersey-Training Related Expenses, \$8,190,000 is appropriated from the New Jersey Workforce Development Partnership Fund, section 9 of P.L.1992, c.43 (C.34:15D-9), subject to the approval of the Director of the Division of Budget and Accounting.
- Of the amounts hereinabove appropriated for Work First New Jersey Work Activities, an amount not to exceed 3% shall be made available for administrative costs incurred by the Department of Labor and Workforce Development.
- Notwithstanding the provisions of any law or regulation to the contrary, of the amount hereinabove for New Jersey Youth Corps, \$1,850,000 is appropriated from the New Jersey Workforce Development Partnership Fund, section 9 of P.L.1992, c.43 (C.34:15D-9) and an amount not to exceed 10% from all funds available to the program shall be made available for administrative costs incurred by the Department of Labor and Workforce Development.
- Notwithstanding the provisions of any law or regulation to the contrary, in addition to the amounts hereinabove for Youth Corps, there is appropriated an amount not to exceed \$2,200,000 from the "Supplemental Workforce Fund for Basic Skills" P.L. 2001 c.152 (C.34:15D-21 et seq.) subject to the approval of the Director of the Division of Budget and Accounting.
- Of the amount hereinabove for the New Jersey Youth Corps program, \$475,000 is appropriated from the Unemployment Compensation Auxiliary Fund.



## **LABOR AND WORKFORCE DEVELOPMENT**

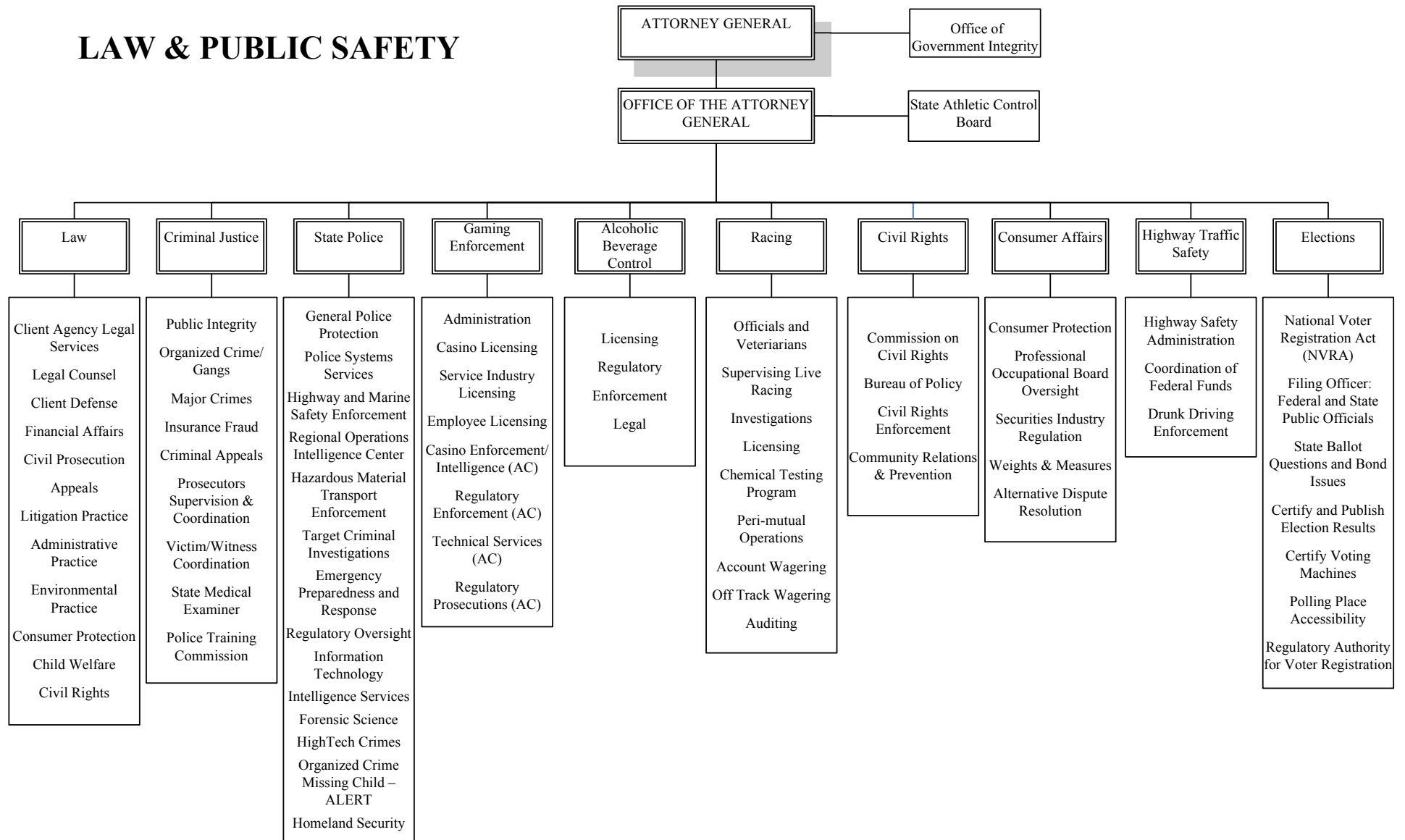
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Notwithstanding the provisions of any law or regulation to the contrary, up to 15% of the amount available from the Workforce Development Partnership Fund for the Supplemental Workforce Development Benefits Program shall be appropriated as necessary to fund additional administrative costs relating to the processing and payment of benefits, subject to the approval of the Director of the Division of Budget and Accounting.

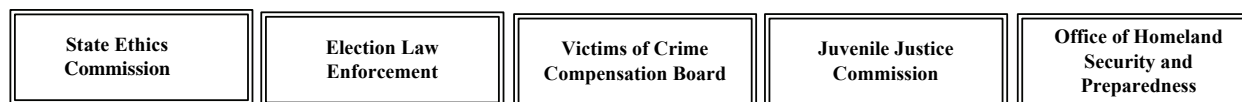
### **Language Recommendations -- State Aid - General Fund**

Of the amount hereinabove appropriated in the Adult Literacy account, such sums as are necessary may be transferred to the applicant State department.

# LAW & PUBLIC SAFETY



## In-But-Not-Of Agencies



## DEPARTMENT OF LAW AND PUBLIC SAFETY OVERVIEW

Under the direction of the Attorney General, the Department of Law and Public Safety handles very diverse and complex responsibilities, primarily focused on the safety and protection of the lives and property of New Jersey citizens. Statewide law enforcement and emergency response services have become a critical area of concern in light of the threat of terrorism. Other equally important functions of this Department are protecting civil rights, enforcing consumer protection laws, providing oversight of the alcoholic beverage, gaming, racing and boxing industries, and acting as the legal representative of State interests in all legal matters. The Department exercises oversight regarding numerous professions that are licensed through the Division of Consumer Affairs. Also, the Department encompasses “in-but-not-of” boards and agencies which receive funding through the State Budget including: Office of Homeland Security and Preparedness, Election Law Enforcement Commission, State Ethics Commission, Juvenile Justice Commission, Victims of Crime Compensation Board, Commission to Review Criminal Sentencing and the Criminal Disposition Commission.

The Department’s goals and objectives include providing and maintaining general statewide police, criminal investigations and prosecutions, intelligence, homeland security and emergency services; support and coordination of State and local law enforcement agencies; and maintaining and operating criminal records and identification systems. The Department also provides day and residential programs for juvenile offenders throughout the State, enhancing public safety by the commitment of juvenile offenders to juvenile secure care programs; planning, development, operation, and contracting of sanctions and services for juveniles charged as delinquent; preventing and eliminating practices of discrimination against persons because of race, creed, color, national origin, ancestry, sex, age, marital status, mental or physical handicap, nationality, or gender identity; protecting the rights of consumers and enforcing public protection laws and the Consumer Fraud Act, working towards the goals of preventing fraud, unfair dealings in advertising or sales techniques.

Other Department activities include the regulation of buying and selling of securities, fund raising organizations, employment agencies, bingo games and raffles, and uniform standards of weights and measures; issuing licenses to manufacturers, transporters, warehouses, and wholesalers of alcoholic beverages and supervising State and municipal retail liquor licensing to foster responsibility and moderation in the sale and consumption of alcoholic beverages; maintaining the integrity of gaming, horse racing, and boxing industries through regulations, investigations, and prosecutions; and developing innovative State and local programs to reduce and prevent injuries and fatalities through a statewide highway traffic safety program.

### **Budget Highlights**

The Fiscal 2008 Budget for the Department of Law and Public Safety totals \$609.8 million, a decrease of \$4.9 million or 0.8% under the fiscal 2007 adjusted appropriation of \$614.7 million.

### **Office of the Attorney General**

The fiscal 2008 recommendation for the Office of the Attorney General is \$18.4 million, an decrease of \$0.1 million from the fiscal 2007 adjusted appropriation of \$18.5 million. As head of the Department of Law and Public Safety, the Attorney General serves as the State’s chief law enforcement officer and legal advisor, and is responsible for the management and administration of the Department.

### **State Police**

The fiscal 2008 recommendation for the Division of State Police is \$291.9 million, a decrease of \$8.8 million from the fiscal 2007 adjusted appropriation of \$300.7 million. The State Police provide law enforcement services throughout the State and patrol all major State highways. Other functions include investigation of organized crime, racketeering, narcotics, white-collar crime, and the provision of statewide security services at nuclear power stations and other critical facilities.

In fiscal 2008, a total of 200 troopers will graduate from the training academy, which that will permit reassignment of more experienced troopers to other areas in the State Police. Due to normal/routine attrition, a net increase of approximately 100 troopers will occur in fiscal 2008 bringing the total number of State troopers to 3,067 by the end of the fiscal year. The Fiscal 2008 Budget includes dedicated funding to support new training classes.

### **Division of Law**

The fiscal 2008 recommendation for the Division of Law is \$16.0 million, a decrease of \$1.0 million from the fiscal 2007 adjusted appropriation of \$17.0 million. The Division of Law provides legal services to all offices, departments, and entities of State government, as well as county Boards of Election and Taxation. The Division will receive over \$59.1 million in reimbursements for legal services rendered from State agencies and third parties for a total budget of \$75.1 million. Additional funding will be provided from the Division of Youth and Family Services (DYFS) for staff and related operational costs associated with child welfare reform. The Division renders written legal opinions to governmental agencies, makes appearances at hearings, and represents the State in litigation and appeals in State and federal courts, and in administrative hearings and proceedings to protect the rights of children under the care of DYFS.

### **Department Accomplishments**

In 2006, the anti-gang and anti-gun violence initiative, Operation Ceasefire, expanded from the three original cities-Newark, Irvington, and Camden-to other urban centers including Asbury Park, Atlantic City, Elizabeth, Jersey City, Lakewood, New Brunswick, Paterson, Plainfield, Trenton, and Vineland. The Division of State Police, in cooperation with local and federal authorities, provided the largest single gang sweep operation in State law enforcement history. As a result, gang members and associates were charged with conspiracy, extortion, drug dealing, and weapons traffic.

The Attorney General’s Office pursued public corruption on a variety of fronts in 2006. A South Jersey mayor was indicted on charges of allegedly bribing a political opponent. The mayor was charged with official misconduct and two counts of second-degree bribery for allegedly offering jobs within the municipality to a political opponent in return for the opponent dropping his bid for election to the local governing body.

The Division of Criminal Justice successfully prosecuted a former official of the New Jersey Department of Community Affairs (DCA), for allegedly spearheading the theft of hundreds of thousands of dollars from the Union County Homelessness Prevention Program. As part of her plea agreement, she was required to pay \$830,901 in restitution to the Department of Community Affairs. Five other individuals and four private corporations also pleaded guilty to official misconduct charges in connection with the defrauding of the Homeless Prevention Program.

As the result of an investigation by New Jersey State Police and the Division of Criminal Justice into an illegal sports wagering network with alleged mob ties, a veteran State Trooper was forced to resign in 2006 and later pleaded guilty in State Superior Court to criminal charges, including conspiracy, and official misconduct. A former professional hockey player was also charged. Charges of money laundering, conspiracy and promoting gambling are still pending. In a related development, an alleged gambling network participant pleaded guilty in State Superior Court to charges of conspiracy and promoting gambling. Investigators found that, during one 40-day period alone, the sports betting operation processed 1,000 bets totaling about \$1.7 million in illegal wagering.

The new Regional Operations and Intelligence Center (ROIC) incorporates three different phases of law enforcement- intelligence, public safety, and private sector information. Managed by the New Jersey State Police, the ROIC features state-of-the-art information technology and will, when there is a natural disaster, an elevated homeland security threat level or other significant emergency, serve as New Jersey's official, statewide Emergency Operations Center. The ROIC is the state's emergency response hub for the future - a facility that can best inform decision-makers on the response to, and mitigation of, emergencies related to all hazards from natural disaster to terrorist attacks to health related pandemics.

In 2006, the Department of Law and Public Safety in partnership with the Department of Education, spearheaded the first Internet Safety Day to draw attention to the dangers of predators on the Internet. As part of the effort, representatives from Office of the Attorney General and State Police traveled the State speaking with hundreds of students, parents, and educators providing an actual "live" demonstration of the dangers lurking in Internet chat rooms and on Web sites such as MySpace.com.

Through its Division of Consumer Affairs, the Attorney General's Office settled fuel-pricing-related lawsuits brought by the State against several major gasoline companies. Motiva Shell agreed to pay the State \$371,000 and refrain in the future from certain fuel-pricing-related business practices. Sunoco Inc. reached a similar settlement with the State, agreeing to \$325,000, some of which will be used in future consumer protection initiatives, and to partially fund a program that helps low-income families with heating costs. BP Products North America, which was not sued by the State, agreed to pay \$315,000 as part of a similar agreement.

Through an on-going investigation by its Office of Insurance Fraud Prosecutor (OIFP), the Attorney General's Office obtained an indictment in 2006 charging a Pennsylvania man with multiple criminal counts related to the sale of stolen automobiles. Overall, the wide-ranging investigation uncovered a conspiracy to steal \$1 million or more through vehicle thefts and phony insurance company claims. The OIFP investigation is continuing.

As the result of a settlement that resolved allegations of potential conflict of interest, Wachovia Capital Markets paid the New Jersey Bureau of Securities, within the Division of Consumer Affairs, \$561,458 in civil penalties in 2006. The settlement resolved allegations by the State that certain practices at Wachovia involved potential conflict of interest between the company's research analysts and investment bankers. The Wachovia settlement was part of a multi-State investigation in which New Jersey played a lead role. Also involved in the investigation were State securities regulators from Nebraska, Virginia and North Carolina, as well as Alabama, Connecticut, Georgia, Maine and Utah.

Through its Division on Civil Rights, the Attorney General's Office attacked housing discrimination by landlords on Internet Web sites in 2006, and dispatched state-employed "testers" to follow-up when discriminatory advertisements were found. As a result, the Division

civily prosecuted two different landlords after they posted apartment rental ads on an Internet Web site specifying their intent to discriminate - in one case by rejecting applicants who intended to pay using federal rental assistance, in the other by refusing would-be tenants with children. In both cases, the landlords plainly re-stated their intent to discriminate when contacted directly by undercover testers assigned to follow up on their Internet ads. In December 2006, the Division filed four new complaints related to discriminatory housing ads on the Internet, including complaints against individual landlords in Paterson and Asbury Park who allegedly confirmed their discriminatory stances when contacted by State testers.

#### **Office of Homeland Security and Preparedness**

The fiscal 2008 recommendation for the Office of Homeland Security and Preparedness (OHSP) totals \$18.4 million. This Office coordinates homeland security related issues across all levels of government and the private sector. The Domestic Security Preparedness Task Force, as part of OHSP, ensures the development of a comprehensive, statewide emergency plan. The Office of Counter Terrorism transferred to the OHSP and continues to act as the liaison agency to federal law enforcement and other states on counter terrorism issues.

#### **Election Law Enforcement Commission**

The fiscal 2008 recommendation for the Election Law Enforcement Commission totals \$4.8 million, a decrease of \$0.9 million from the fiscal 2007 adjusted appropriation of \$5.7 million. The Commission assures the reporting of contributions received and expenditures made in furtherance of the nomination, election, or defeat of candidates for State, county, and local public office. Additionally, the Commission assures the quarterly reporting of financial activity of political committees and lobbyists, and provides partial public funding of gubernatorial elections.

#### **Juvenile Justice Commission**

The fiscal 2008 recommendation for the Juvenile Justice Commission totals \$127.4 million, an increase of \$4.6 million above the fiscal 2007 adjusted appropriation of \$122.8 million. Of the amount budgeted in fiscal 2008, \$3.8 million is dedicated to capital improvements for the Commission.

The New Jersey Juvenile Justice Commission is the single State agency mandated by legislation to lead and implement the reform of the juvenile justice system. The Commission promotes public safety and serves youth through a continuum of services, including prevention, intervention, incarceration, education, and aftercare. This is accomplished in collaboration with families, communities, and governmental agencies. The Commission affords opportunities for adjudicated youth to become independent, productive, and law-abiding citizens.

#### **State Ethics Commission**

The fiscal 2008 recommendation for the State Ethics Commission totals \$1.2 million, the same level of funding as the fiscal 2007 adjusted appropriation. The State Ethics Commission addresses and monitors compliance with the conflicts-of-interest law and code of ethics.

#### **Victims of Crime Compensation Board**

The fiscal 2008 recommendation for the Victims of Crime Compensation Board totals \$5.2 million, a decrease of \$0.4 million from the fiscal 2007 adjusted appropriation of \$5.6 million. The Victims of Crime Compensation Board compensates victims of violent crimes and the dependents of deceased victims for unreimbursed medical expenses, loss of earnings, and certain other expenses resulting from those crimes.

In fiscal 2007, the Board will approve an estimated \$16.0 million in compensation to approximately 2,700 claimants.

# LAW AND PUBLIC SAFETY

## DEPARTMENT OF LAW AND PUBLIC SAFETY

### SUMMARY OF APPROPRIATIONS BY FUND

(thousands of dollars)

Year Ending June 30, 2006						Year Ending June 30, 2008		
Orig. & (S)Supple- mental	Reapp. & (R)Recpts.	Transfers & (E)Emer- gencies	Total Available	Expended		2007 Adjusted Approp.	Requested	Recom- mended
GENERAL FUND								
523,819	196,738	15,643	736,200	613,969	Direct State Services	522,967	506,805	506,805
21,177	---	20	21,197	21,197	Grants-In-Aid	22,469	27,938	27,938
8,030	14,647	---	22,677	13,320	State Aid	23,030	26,545	26,545
4,805	11,050	1,545	17,400	6,823	Capital Construction	1,500	3,800	3,800
557,831	222,435	17,208	797,474	655,309	Total General Fund	569,966	565,088	565,088
CASINO CONTROL FUND								
42,599	62	---	42,661	42,346	Direct State Services	44,599	44,599	44,599
42,599	62	---	42,661	42,346	Total Casino Control Fund	44,599	44,599	44,599
CASINO REVENUE FUND								
92	---	---	92	92	Direct State Services	92	92	92
92	---	---	92	92	Total Casino Revenue Fund	92	92	92
GUBERNATORIAL ELECTIONS FUND								
2,025	---	---	2,025	1,788	Grants-In-Aid	---	---	---
2,025	---	---	2,025	1,788	Total Gubernatorial Elections Fund	---	---	---
602,547	222,497	17,208	842,252	699,535	Total Appropriation, Department of Law and Public Safety	614,657	609,779	609,779

### SUMMARY OF APPROPRIATIONS BY PROGRAM

(thousands of dollars)

Year Ending June 30, 2006						Year Ending June 30, 2008		
Orig. & (S)Supple- mental	Reapp. & (R)Recpts.	Transfers & (E)Emer- gencies	Total Available	Expended		2007 Adjusted Approp.	Requested	Recom- mended
DIRECT STATE SERVICES - GENERAL FUND								
Law Enforcement								
248,264	16,966	9,218	274,448	271,157	State Police Operations	248,869	247,048	247,048
29,421	2,584	1,830	33,835	31,583	Criminal Justice	31,044	29,895	29,895
600	---	---	600	600	State Medical Examiner	600	745	745
56,755	3,098	-4,002	55,851	50,874	Administration and Support Services	51,609	44,545	44,545
335,040	22,648	7,046	364,734	354,214	Subtotal	332,122	322,233	322,233
Special Law Enforcement Activities								
400	95	---	495	479	Office of Highway Traffic Safety	599	599	599
6,536	1,137	---	7,673	4,712	Election Law Enforcement	5,667	4,842	4,842
1,129	70	---	1,199	950	Review and Enforcement of Ethical Standards	1,246	1,246	1,246
1,241	4,703	-100	5,844	5,815	Regulation of Alcoholic Beverages	758	558	558
1,077	3,110	-60	4,127	1,717	Election Management and Coordination	966	966	966
10,383	9,115	-160	19,338	13,673	Subtotal	9,236	8,211	8,211
Juvenile Services								
23,380	5	618	24,003	24,000	Juvenile Community Programs	24,645	24,395	24,395
38,384	---	3,052	41,436	41,433	Institutional Control and Supervision	42,194	39,192	39,192
10,893	---	-1,460	9,433	9,431	Institutional Care and Treatment	10,545	11,210	11,210
6,741	22	-108	6,655	6,638	Juvenile Parole and Transitional Services	7,483	7,483	7,483

# LAW AND PUBLIC SAFETY

Year Ending June 30, 2006					Year Ending June 30, 2008			
Orig. & (S)Supple- mental	Reapp. & (R)Recpts.	Transfers & (E)Emer- gencies	Total Available	Expended		2007 Adjusted Approp.	Requested	Recom- mended
15,512	5	1,868	17,385	17,374	Administration and Support Services	16,237	16,237	16,237
94,910	32	3,970	98,912	98,876	<i>Subtotal</i>	<i>101,104</i>	<i>98,517</i>	<i>98,517</i>
					<b>Central Planning, Direction and Management</b>			
2,000	1,500	---	3,500	1,980	Homeland Security and Preparedness	3,250	3,250	3,250
603	---	50	653	653	Central Library Services	653	853	853
9,422	346	5,849	15,617	13,669	Administration and Support Services	17,800	17,504	17,504
12,025	1,846	5,899	19,770	16,302	<i>Subtotal</i>	<i>21,703</i>	<i>21,607</i>	<i>21,607</i>
					<b>General Government Services</b>			
28,983	---	-36	28,947	28,943	Legal Services	17,010	16,010	16,010
28,983	---	-36	28,947	28,943	<i>Subtotal</i>	<i>17,010</i>	<i>16,010</i>	<i>16,010</i>
					<b>Protection of Citizens' Rights</b>			
13,914	78,725	-2,371	90,268	41,468	Consumer Affairs	13,077	12,077	12,077
17,541	75,338	731	93,610	44,944	Operation of State Professional Boards	17,541	17,541	17,541
5,415	85	564	6,064	5,918	Protection of Civil Rights	5,589	5,424	5,424
5,608	8,949	---	14,557	9,631	Victims of Crime Compensation Board	5,585	5,185	5,185
42,478	163,097	-1,076	204,499	101,961	<i>Subtotal</i>	<i>41,792</i>	<i>40,227</i>	<i>40,227</i>
523,819	196,738	15,643	736,200	613,969	<i>Total Direct State Services - General Fund</i>	<i>522,967</i>	<i>506,805</i>	<i>506,805</i>
					<b>DIRECT STATE SERVICES - CASINO CONTROL FUND</b>			
					<b>Law Enforcement</b>			
42,599	62	---	42,661	42,346	Gaming Enforcement	44,599	44,599	44,599
42,599	62	---	42,661	42,346	<i>Subtotal</i>	<i>44,599</i>	<i>44,599</i>	<i>44,599</i>
42,599	62	---	42,661	42,346	<i>Total Direct State Services - Casino Control Fund</i>	<i>44,599</i>	<i>44,599</i>	<i>44,599</i>
					<b>DIRECT STATE SERVICES - CASINO REVENUE FUND</b>			
					<b>Protection of Citizens' Rights</b>			
92	---	---	92	92	Operation of State Professional Boards	92	92	92
92	---	---	92	92	<i>Subtotal</i>	<i>92</i>	<i>92</i>	<i>92</i>
92	---	---	92	92	<i>Total Direct State Services - Casino Revenue Fund</i>	<i>92</i>	<i>92</i>	<i>92</i>
566,510	196,800	15,643	778,953	656,407	<b>TOTAL DIRECT STATE SERVICES</b>	<b>567,658</b>	<b>551,496</b>	<b>551,496</b>
					<b>GRANTS-IN-AID - GENERAL FUND</b>			
					<b>Law Enforcement</b>			
265	---	---	265	265	State Police Operations	265	265	265
300	---	---	300	300	Criminal Justice	2,050	2,650	2,650
565	---	---	565	565	<i>Subtotal</i>	<i>2,315</i>	<i>2,915</i>	<i>2,915</i>
					<b>Juvenile Services</b>			
19,012	---	---	19,012	19,012	Juvenile Community Programs	18,854	23,723	23,723
1,600	---	---	1,600	1,600	Juvenile Parole and Transitional Services	1,300	1,300	1,300
20,612	---	---	20,612	20,612	<i>Subtotal</i>	<i>20,154</i>	<i>25,023</i>	<i>25,023</i>

# LAW AND PUBLIC SAFETY

Year Ending June 30, 2006						Year Ending June 30, 2008		
Orig. & (S)Supple- mental	Reapp. & (R)Recpts.	Transfers & (E)Emer- gencies	Total Available	Expended		2007 Adjusted Approp.	Requested	Recom- mended
Central Planning, Direction and Management								
---	---	20	20	20	Administration and Support Services	---	---	---
---	---	20	20	20	Subtotal	---	---	---
21,177	---	20	21,197	21,197	Total Grants-In-Aid - General Fund	22,469	27,938	27,938
GRANTS-IN-AID - GUBERNATORIAL ELECTIONS FUND								
Special Law Enforcement Activities								
2,025	---	---	2,025	1,788	Election Law Enforcement	---	---	---
2,025	---	---	2,025	1,788	Subtotal	---	---	---
2,025	---	---	2,025	1,788	Total Grants-In-Aid - Gubernatorial Elections Fund	---	---	---
23,202	---	20	23,222	22,985	TOTAL GRANTS-IN-AID	22,469	27,938	27,938
STATE AID - GENERAL FUND								
Law Enforcement								
1,000	14,647	---	15,647	6,290	Criminal Justice	1,000	1,000	1,000
1,000	14,647	---	15,647	6,290	Subtotal	1,000	1,000	1,000
Special Law Enforcement Activities								
7,030	---	---	7,030	7,030	Election Management and Coordination	7,030	10,545	10,545
7,030	---	---	7,030	7,030	Subtotal	7,030	10,545	10,545
Central Planning, Direction and Management								
---	---	---	---	---	Homeland Security and Preparedness	15,000	15,000	15,000
---	---	---	---	---	Subtotal	15,000	15,000	15,000
8,030	14,647	---	22,677	13,320	Total State Aid - General Fund	23,030	26,545	26,545
8,030	14,647	---	22,677	13,320	TOTAL STATE AID	23,030	26,545	26,545
CAPITAL CONSTRUCTION								
Law Enforcement								
4,055	3,878	---	7,933	3,229	State Police Operations	---	---	---
---	34	---	34	34	State Medical Examiner	---	---	---
---	595	---	595	116	Administration and Support Services	---	---	---
4,055	4,507	---	8,562	3,379	Subtotal	---	---	---
Juvenile Services								
750	6,543	1,545	8,838	3,444	Administration and Support Services	1,500	3,800	3,800
750	6,543	1,545	8,838	3,444	Subtotal	1,500	3,800	3,800
4,805	11,050	1,545	17,400	6,823	TOTAL CAPITAL CONSTRUCTION	1,500	3,800	3,800
602,547	222,497	17,208	842,252	699,535	Total Appropriation, Department of Law and Public Safety	614,657	609,779	609,779

**10. PUBLIC SAFETY AND CRIMINAL JUSTICE****12. LAW ENFORCEMENT****OBJECTIVES**

1. To provide statewide law enforcement services, including traffic control, by assisting other law enforcement agencies, and supplying total protection in areas without police departments.
2. To deter criminal activities that are interjurisdictional in scope.
3. To provide accurate statewide criminal information and efficient statewide law enforcement.
4. To provide an efficient statewide law enforcement communications system.
5. To develop and administer a coordinated statewide system for defense against potential natural and man made disasters.
6. To administer the criminal justice system and promote uniform enforcement of the criminal laws.
7. To maximize the criminal justice process by an efficient, expedient and economical use of resources for the detection, arrest, indictment and conviction of criminal offenders.

**OBJECTIVES**

To ensure public confidence in the gaming industry by investigating and evaluating all prospective licenses, providing audits of casino operations and prosecuting violators of the Casino Control Act.

**PROGRAM CLASSIFICATIONS**

06. **State Police Operations.** Patrols are conducted in rural, urban, and highway areas primarily as a deterrent to violations of criminal and traffic laws. Patrol personnel respond to complaints and requests for police services and conduct investigations. Assistance is provided to other law enforcement agencies in matters relating to protection of persons and property and maintenance of public order. Tactical patrol units are utilized in areas of high accident or criminal frequency. Support is given by the Aviation Bureau for aerial coverage of established patrol routes. Patrol teams enforce commercial vehicle self-inspection regulations and commercial weight laws. The patrol personnel serve as initial responders to terrorist and other catastrophic events.

The Homeland Security Branch provides a comprehensive statewide land, air, and sea capability for the detection of and response to possible terrorism events. Specialized entities focus on homeland security initiatives such as infrastructure security, the transportation of terrorists and terrorist materials, and the integrated response to terrorist or other emergency events within the state.

The Emergency Management Section develops and maintains action plans and the operational capability to coordinate statewide emergency response of personnel and resources for potential natural and man-made disasters. Coordination of the state's emergency response activities in compliance with the Federal Emergency Management Act is also a responsibility of the Division. The State's Emergency Operating Center is maintained in a position of readiness and works as a warning system in the event of an emergency.

Around the clock emergency ambulance service to trauma victims is provided by the Medical Evacuation-Air Ambulance/Helicopter Program.

8. To prosecute all criminal appeals emanating from the Division of Criminal Justice and all of the 21 counties.
9. To enforce the criminal and civil provisions of the New Jersey Antitrust Act, preserve the State's rights under the federal antitrust laws, and promote antitrust enforcement through liaison with other law enforcement agencies.
10. To professionalize the police in the State by maintaining high training standards, better educated police personnel and improved operational techniques.
11. To determine the cause and manner of all violent, suspicious and unusual deaths and those which constitute a threat to public health.
12. To provide complete security services in and around all buildings and grounds which are located within the State Capitol Complex.
13. To reduce the risk of death, injury and property damage on inland and coastal waters of the State; to enforce State marine laws and to promote boating safety.

Marine police operations provide for the enforcement of criminal, marine, port safety, and boating safety laws on coastal and certain inland waters of the state. Personnel and equipment are provided for quick response to marine accidents, crimes, and other emergencies. The Marine Services Bureau also promotes boating safety through public education.

The State Governmental Security Bureau is responsible for the security of all buildings and grounds which fall within the purview of the State Capitol Complex. The Bureau provides for the direction of traffic, investigation of crime, and patrolling of grounds within and adjacent to the Complex. Furthermore, the security of the Governor and his or her family is provided by the Bureau.

Investigations are conducted in areas of organized crime, gambling, narcotics, official corruption, racing integrity, arson/bomb, cargo theft/robbery, fugitives from justice, and auto theft. The Major Crime Unit assists all law enforcement agencies within the state with the investigation of homicides, kidnapping for ransom, and any incident resulting in the death of, or by, an enlisted member of the division. The Child Protection and Cyber-Crime Bureau investigates and provides expertise in the area of high technology computer crimes, child exploitation crimes, and missing persons and unidentified bodies, as well as offering violent criminal assessment services to all law enforcement agencies within the state.

Technical and scientific services are available in the field of chemical and physical analysis, photography, composite drawings, ballistics, latent fingerprints, and DNA analysis and database maintenance.

The Private Detective Unit conducts background character and complaint investigations of persons applying for or holding licenses. The Firearms Investigation Unit of the State Regulatory Investigation Bureau administers and enforces the New Jersey weapons and explosives laws. The Solid/Hazardous Waste Background Investigations Unit conducts investigations of corporations and individuals applying for licenses.



Intelligence is developed, collected, collated, and stored in the Statewide Intelligence Management System. Information is disseminated to law enforcement agencies concerning the involvement of organized criminal or possible terrorist activities, including street gang and counter-terrorism developments. The Electronic Surveillance Unit researches, develops, and implements court authorized surveillances and investigates all reported illegal wiretaps. The Casino Gaming Bureau and Casino Intelligence Unit investigate criminal activities in and around the Atlantic City casinos. Intelligence related to the gaming industry is maintained and shared with other law enforcement agencies.

The Division provides and maintains a statewide radio communications system for the use of 21 other state agencies and for the Division. Additionally, the Division is responsible for ensuring an efficient and expedient means of interstate and intrastate law enforcement communications, including instantaneous responses to inquiries concerning wanted persons and stolen cars or property. This information is provided on a 24-hour basis by the New Jersey Criminal Justice Information System and the National Crime Information Center.

Collection, classification, and analysis of data pertaining to criminal activity are accomplished through the use of several identification and reporting systems. The Identification and Information Technology Section ensures that the state's criminal justice system and other governmental agencies are furnished with statewide criminal history and statistical information. The State Bureau of Identification serves as the clearinghouse and repository for all fingerprints submitted by the State's law enforcement agencies and is responsible for the subsequent retrieval of criminal history data. The Criminal Justice Records Bureau maintains the Uniform Crime Reporting System, which collects and classifies statistical data on crime trends in order to identify specific problems and recommend possible solutions.

The Training Bureau provides training for state police recruits, and continuous in-service programs and seminars related to the police, traffic, criminal, and social sciences, homeland security, and leadership development. Many of the course offerings are fully accredited.

The Division maintains and repairs its own fleet of motor vehicles and provides this service to other State agencies.

09. **Criminal Justice.** Exercises functions pertaining to enforcement and prosecution of criminal activities in the State; responsible for the effective administration of criminal justice throughout the State; initiates investigations, actions or proceedings involving certain criminal or quasi-criminal matters; prepares cases for presentation before the State Grand

Jury and prosecutes cases resulting from indictments, handles civil antitrust proceedings and criminal and civil antitrust matters at the appellate level. Assistance is provided and general supervision maintained over the 21 county prosecutors and periodic evaluations and audits are conducted of each office. County prosecutors may be superseded in the prosecution of all or part of the criminal activities in a particular county by intervention in any investigation, criminal action or proceeding instituted in that county. Studies and surveys are conducted of law enforcement agencies within the State concerning their organization, procedures and methods.

The Police Training Commission is responsible for improving the value of the police officer's contribution to the community by supervising the administration of all basic police training programs and conducting management surveys of local police agencies.

11. **State Medical Examiner.** Oversees the investigation of all violent or suspicious deaths and those which constitute a threat to public health within the State. Investigations involve conducting postmortem examinations and providing forensic laboratory analyses of body fluids and organs. This Office also provides general supervision over county medical examiners, and by court order, may supersede the medical examiner of any county.
30. **Gaming Enforcement.** Prepares the investigative and evaluative data for the Casino Control Commission prior to the consideration of licensees, registrations and approvals. Performs audits and on-site compliance examinations of those who have been licensed and litigates all contested civil and criminal matters relating to the enforcement of the Casino Control Act, both before the Commission and in all courts. The subjects of jurisdiction include the entities applying for casino licenses and ancillary service licenses and employees of the casino and hotel. In order to meet these obligations and deliver the services required of this Division, a specialized, highly skilled and diversified staff is provided.
99. **Administration and Support Services.** Provides for State Police executive leadership and general management which includes staff inspections, internal investigations, the public information, Affirmative Action/Equal Employment Opportunity and the Professional Standards Unit.

The Administrative Section provides management support services which include operational research and planning; fiscal control, involving budget preparation and accounting services; personnel administration; building maintenance and capital improvement; printing; supplies and food services.

**EVALUATION DATA**

	<b>Actual FY 2005</b>	<b>Actual FY 2006</b>	<b>Revised FY 2007</b>	<b>Budget Estimate FY 2008</b>
<b>PROGRAM DATA</b>				
<b>State Police Operations</b>				
Investigations				
Criminal .....	16,287	17,460	17,585	17,695
Accident .....	45,001	43,858	44,225	44,650
General .....	802,280	805,131	805,525	805,515
Driving While Intoxicated Arrests .....	5,176	3,835	4,425	4,510
Aid To Motorists .....	206,099	208,377	209,650	210,000
Commercial Vehicles Inspected .....	29,928	28,354	31,425	32,368
Commercial vehicle inspection summonses .....	23,791	18,587	24,467	24,467
Commercial Vehicles Weighed .....	400,100	227,207 (a)	420,000	480,000
Commercial vehicle weight summonses .....	1,969	1,342 (a)	2,050	2,100
Commercial vehicles taken out of service .....	7,645	7,047 (a)	7,856	8,092
Criminal Enterprise and Racketeering Investigations .....	188	227	200	225
Number of arrests .....	422	250	300	310
Special Investigations .....	177	185	185	185
Racetrack Unit Investigations .....	53	50	50	50
Racetrack unit arrests .....	19	10	20	20
Polygraph Examinations .....	239	250	250	250
Arson Investigations .....	432	440	450	450
Arson arrests .....	63	70	75	75
Property damage (in millions) .....	\$24.00	\$26.00	\$28.00	\$28.00
Auto Unit Investigations (b) .....	250	145	122	122
Auto unit arrests .....	150	59	45	45
Recovered vehicles .....	120	59	45	45
Recovered property value (in millions) .....	\$2.10	\$1.00	\$1.00	\$1.00
Major Crime Investigations .....	48	70	70	70
Fugitive Investigations .....	256	299	350	370
Cleared by arrest .....	256	461	500	525
ABC Inspection/Investigations (c) .....	700	---	---	---
ABC arrests (c) .....	575	---	---	---
Missing Persons Complaints .....	580	603	600	600
Missing persons located .....	84	80	90	90
Child Exploitation Investigations .....	295	421	500	600
Unidentified Persons Investigations .....	225	267	275	280
Solid/Hazardous Waste Investigations .....	360	659	699	677
Approvals .....	110	92	117	117
Rejections .....	6	---	6	6
Firearms Applications Received .....	77,000	74,515	82,000	82,000
Laboratory Cases Received .....	36,357	35,219	38,904	40,000
Laboratory Cases Completed .....	37,964	35,236	39,000	40,000
Crime Scene Investigations .....	2,340	1,887	2,000	2,000
Laboratory Cases Received/DNA Analysis .....	1,897	2,290	3,316	3,500
Laboratory Cases Completed/DNA Analysis .....	1,700	2,221	3,400	3,500
Private Detective Licenses Issued .....	1,155	1,005	2,000	2,000
Private Detective Employee Registrations .....	28,951	31,050	50,000	50,000
Criminal History Records Information Unit				
Inquiries .....	5,106,058	4,120,425	5,000,000	5,000,000
Responses .....	2,863,825	2,827,170	3,000,000	3,000,000
Updates/modifications .....	4,852,455	4,081,978	4,000,000	4,000,000
Composite Drawing Cases .....	425	425	430	430
Marine Police Investigations (d)				
Criminal-Marine .....	265	167	170	170
Accident-Marine .....	277	111	115	115
General-Marine .....	9,456	2,055	2,100	2,100
Boardings .....	11,898	6,725	6,800	6,800
Assists .....	904	741	750	750
Pollution Investigations .....	161	40	40	40
D.W.I. Arrests .....	76	21	22	22

# LAW AND PUBLIC SAFETY

	Actual FY 2005	Actual FY 2006	Revised FY 2007	Budget Estimate FY 2008
Aviation Bureau (e)				
Inter-Hospital Flights .....	527	362	360	360
On-Scene Pick-ups .....	1,059	1,251	1,270	1,290
<b>Criminal Justice</b>				
Complaints, Inquiries, Other Matters (Opened) .....	11,663	10,980	13,000	11,000
Complaints, Inquiries, Other Matters (Closed) .....	9,804	11,146	11,000	12,000
Investigations Opened .....	1,972	1,983	1,900	1,900
Investigations Closed .....	1,669	2,149	1,900	1,900
Convictions (Plea and Trial) .....	672	695	680	680
Briefs Received .....	1,291	1,336	1,300	1,300
Briefs Filed .....	792	691	750	750
Forfeitures-State Share (in millions) .....	\$4.20	\$7.40	\$2.90	\$2.00
Amount of Penalties and Awards Levied (in millions) .....	\$7.96	\$2.50	\$5.00	\$5.00
State Grand Jury Indictments/Accusations .....	460	465	460	460
County Indictments/Accusations .....	225	257	240	240
Defendants Disposed .....	890	947	900	900
Fines Ordered (in millions) .....	\$1.49	\$1.97	\$1.73	\$1.73
Restitution Ordered (in millions) .....	\$44.87	\$126.59	\$50.00	\$50.00
Criminal Justice Training Programs .....	280	324	300	300
Number trained .....	16,141	13,825	14,500	14,500
Police Training Commission Training Programs .....	189	218	200	200
Number of trainees certified .....	3,606	4,300	4,000	4,000
<b>State Medical Examiner</b>				
Toxicological Cases Received .....	3,754	3,832	3,925	4,000
Statewide Autopsies Performed .....	4,100	4,173	4,300	4,300
Number of Deaths Investigated .....	6,500	6,623	6,800	6,800
Law Enforcement Drug Tests (f) .....	15,931	13,575	15,000	16,000
<b>Gaming Enforcement</b>				
New Applications to be Processed				
Individual applications (g) .....	4,050	5,178	4,680	4,985
Hotels/Casino .....	1	---	2	2
Casino service industries/vendors .....	3,283	3,213	3,291	3,348
Renewal Applications Processed				
Individual applications (h) .....	6,074	2,953	4,925	5,201
Hotels/Casino .....	2	3	3	2
Casino service industries .....	214	200	208	211
Arrest notifications .....	4,003	3,758	3,833	3,909
Casino licensing investigations .....	3,061	2,707	2,976	3,099
Casino enforcement investigations (i) .....	1,900	1,890	3,690	3,690
Casino enforcement arrests .....	1,600	1,842	2,030	2,030
Slot modifications/inspections .....	178,746	155,189	160,304	183,204
<b>Administration and Support Services</b>				
State Police Training Academy:				
State Police recruits enrolled .....	338	123	124	200
State Police recruits graduated .....	279	214	102	200
Special schools training .....	23,300	15,301	15,300	15,300
<b>PERSONNEL DATA</b>				
<b>Position Data</b>				
Filled Positions by Funding Source				
State Supported .....	3,965	4,000	3,867 (j)	3,955
Federal .....	129	168	161	157
All Other .....	1,549	1,631	1,569	1,618
Total Positions .....	5,643	5,799	5,597	5,730

# LAW AND PUBLIC SAFETY

	Actual FY 2005	Actual FY 2006	Revised FY 2007	Budget Estimate FY 2008
Filled Positions by Program Class				
State Police Operations .....	3,762	4,130	4,102	4,220
Criminal Justice .....	956	924	779 (j)	823
State Medical Examiner .....	77	85	81	84
Gaming Enforcement .....	286	286	265	266
Administration and Support Services .....	562	374	370	337
Total Positions .....	5,643	5,799	5,597	5,730

## Notes:

Actual payroll counts are reported for fiscal years 2005 and 2006 as of December and revised fiscal year 2007 as of January. The Budget Estimate for fiscal year 2008 reflect the number of positions funded. All Other includes positions supported by fees or other dedicated resources previously reported as State Supported.

- (a) In FY 2006, the Transportation Safety Bureau's Commercial Vehicle Weigh program did not reach projected totals due to extensive mechanical malfunctions at three different weigh stations.
- (b) The number of investigations, arrests, recovered vehicles, and recovered property value all decreased due to the disbanding of the Insurance Fraud Unit.
- (c) The Division of Alcoholic Beverage Control (ABC) has assumed the responsibilities for this function.
- (d) In FY 2005, the Division of State Police was reorganized and the Marine Services Bureau was moved from Field Operations to the Homeland Security Branch. The addition of homeland security responsibilities combined with a change in data collection methodology resulted in decreased activity levels.
- (e) The Division of State Police will begin reporting Aviation Bureau functions. This is a critical responsibility of the Division, which involves the MedEvac program.
- (f) The State Toxicology Laboratory has been designated the only legal agency allowed to perform Law Enforcement Drug testing for all applicants who apply for a position as a law enforcement officer and all officer trainees. This has and will continue to increase due to the Attorney General's Law Enforcement Drug Testing Policy, which allows for random drug testing of sworn law enforcement personnel.
- (g) New individual applications increased in FY 2006 partially due to key employee applications received as a result of Borgata's expansion of its casino floor. In FY 2007 and FY 2008, other casino expansions are expected, but the anticipated closing of the Sands will partially offset additional applications.
- (h) Four year renewal of casino employee licenses was approved in 1995, they peaked in FY 2000 and again in FY 2004, decreased in FY 2006, and are expected to increase in FY 2007 and FY 2008. Renewal rates are based on the Casino Control Commission's historical data.
- (i) The Casino Enforcement Bureau will begin a new reporting policy with Casino Security. The Bureau will now investigate all criminal activity on the casino floor before involving the Division of State Police.
- (j) State supported positions decreased by 85 due to the transfer of positions from the Division of Criminal Justice to the Office of Homeland Security and Preparedness.

## APPROPRIATIONS DATA (thousands of dollars)

Year Ending June 30, 2006					Year Ending June 30, 2008			
Orig. & (S)Supple- mental	Reapp. & (R)Recpts.	Transfers & (E)Emer- gencies	Total Available	Expended	Prog. Class.	2007 Adjusted Approp.	Requested	Recom- mended
<b><u>DIRECT STATE SERVICES</u></b>								
<b><u>Distribution by Fund and Program</u></b>								
248,264	16,966	9,218	274,448	271,157	06	248,869	247,048	247,048
29,421	2,584	1,830	33,835	31,583	09	31,044	29,895	29,895
600	---	---	600	600	11	600	745	745
42,599	62	---	42,661	42,346	30	44,599	44,599	44,599
42,599	62	---	42,661	42,346		44,599	44,599	44,599
56,755	3,098	-4,002	55,851	50,874				
					99	51,609	44,545	44,545
<b>377,639</b>	<b>22,710</b>	<b>7,046</b>	<b>407,395</b>	<b>396,560</b>	<b>Total Direct State Services</b>			
335,040	22,648	7,046	364,734	354,214		332,122 (a)	322,233	322,233
42,599	62	---	42,661	42,346		44,599	44,599	44,599

# LAW AND PUBLIC SAFETY

Year Ending June 30, 2006					Year Ending June 30, 2008			
Orig. & (S)Supple- mental	Reapp. & (R)Recpts.	Transfers & (E)Emer- gencies	Total Available	Expended	Prog. Class.	2007 Adjusted Approp.	Requested	Recom- mended
<b>DIRECT STATE SERVICES</b>								
<b>Distribution by Fund and Object</b>								
Personal Services:								
248,902	731 273 R	7,089	256,995	232,867	Salaries and Wages	236,486	237,906	237,906
34,290								
2,000 S	---	---	36,290	26,651	Salaries and Wages (CCF)	27,908	29,919	29,919
						2,000 S		
---	---	---	---	24,091	Cash In Lieu of Maintenance	24,439	27,185	27,185
---	---	---	---	856	Cash In Lieu of Maintenance (CCF)	888	877	877
---	---	---	---	8,611	Employee Benefits (CCF)	7,494	7,494	7,494
285,192	1,004	7,089	293,285	293,076	<i>Total Personal Services</i>	299,215	303,381	303,381
248,902	1,004	7,089	256,995	256,958	<i>(From General Fund)</i>	260,925	265,091	265,091
36,290	---	---	36,290	36,118	<i>(From Casino Control Fund)</i>	38,290	38,290	38,290
5,563	---	4,340	9,903	9,882	Materials and Supplies	5,613	5,713	5,713
389	---	98	487	474	Materials and Supplies (CCF)	389	389	389
11,713	---	4,178	15,891	15,807	Services Other Than Personal	3,207		
						20 S	2,067	2,067
1,864	---	-98	1,766	1,701	Services Other Than Personal (CCF)	1,864	1,864	1,864
4,430	---	862	5,292	5,158	Maintenance and Fixed Charges	4,425	4,925	4,925
2,440	---	---	2,440	2,424	Maintenance and Fixed Charges (CCF)	2,440	2,440	2,440
Special Purpose:								
---	146 235 R	---	381	220	Retired Officers Handgun Permits	06	---	---
2,271	---	---	2,271	2,271	Purchase and Maintenance of MedEvac and Law Enforcement Helicopters	06	3,768	---
1,591	776	---	2,367	1,804	Nuclear Emergency Response Program	06	1,591	1,591
962	8	---	970	970	Drunk Driver Fund Program	06	962	962
1,014	3,224 10,908 R	---	15,146	12,802	Noncriminal Records Checks	06	1,014	1,014
1,500	---	---	1,500	1,500	Camden Initiative	06	1,500	1,500
1,000	---	-29	971	971	Office of Emergency Management Service Enhancement	06	1,100	1,100
450	---	---	450	449	Enhanced DNA Testing	06	450	450
200	---	---	200	200	Megan's Law DNA Testing	06	200	200
1,800	---	---	1,800	1,799	State Police DNA Laboratory Enhancement	06	1,800	1,150
1,000	---	---	1,000	1,000	Urban Search and Rescue	06	1,000	1,000
1,600	---	---	1,600	1,600	Nuclear Facilities Security Detail	06	1,600	1,600
600	---	---	600	600	Computer Aided Dispatch Maintenance	06	600	600
4,375	---	-259	4,116	4,116	State Police Forensic and Communication Equipment/Hamilton Facilities	06	3,804	3,674
1,400	---	---	1,400	1,400	State Police Operation Dispatch Unit	06	1,400	1,400
500	---	---	500	430	State Police Federal Monitor	06	500	400
1,700	---	---	1,700	1,633	Criminal Justice - Corruption Prosecution Expansion	09	1,647	1,647
---	---	---	---	---	Project Phoenix	09	---	150
1,482	---	-473	1,009	1,009	Division of Criminal Justice-State Match	09	1,000	1,000
250	---	---	250	156	Human Relations Council	09	250	250

# LAW AND PUBLIC SAFETY

Year Ending June 30, 2006					Year Ending June 30, 2008				
Orig. & (S)Supple- mental	Reapp. & (R)Recpts.	Transfers & (E)Emer- gencies	Total Available	Expended	Prog. Class.	2007 Adjusted Approp.	Requested	Recom- mended	
<b><u>DIRECT STATE SERVICES</u></b>									
---	221 <sup>R</sup>	---	221	221	Criminal Justice Cost Recovery	09	---	---	---
356	---	---	356	244	Expenses of State Grand Jury	09	356	356	356
500	---	---	500	500	Medicaid Fraud Investigation- State Match	09	500	500	500
---	1,099	---	---	---	Victim and Witness Advocacy Fund	09	---	---	---
1,185	1,264 <sup>R</sup>	---	2,363	628	Gaming Enforcement (CCF)	30	1,185	1,185	1,185
---	2,729	---	---	---	State Police Recruit Training	99	---	---	---
10,300	36 <sup>R</sup>	---	2,765	37	Consent Decree Vehicles	99	8,216	5,200	5,200
1,950	---	-3,746	6,554	5,884	Telecommunications - 911 Call Takers	99	1,950	1,950	1,950
2,083	---	---	2,083	1,914	FY 05 State Police Recruit Training	99	---	---	---
3,278	---	---	3,278	3,278	Hamilton TechPlex Mainte- nance	99	3,278	3,278	3,278
417	---	---	417	---	FY 06 State Police Recruit Training	99	---	---	---
654	---	-343	311	311	Central Monitoring Station	99	654	654	654
2,500	---	-238	2,262	2,261	State Police Recruit Training Class	99	2,700	---	---
70 <sup>S</sup>	---	---	70	---	Uniform Crime Report Update	99	---	---	---
2,000	---	-448	1,552	1,552	State Police Radio Upgrade	99	2,000	1,552	1,552
---	148	---	148	148	State Police Supplemental Recruit Class	99	---	---	---
193	---	---	193	193	Affirmative Action and Equal Employment Opportunity	99	193	193	193
2,000	---	---	2,000	1,999	N.C.I.C. 2000 Project	99	2,000	2,000	2,000
174	---	---	174	8	State Police Cadet Pilot Program	99	---	---	---
4,000	---	---	4,000	3,850	State Police Information Technology Maintenance	99	4,000	4,000	4,000
600	---	-15	585	585	State Police Technology Enhancements	99	650	650	650
3,450	---	-900	2,550	2,049	State Police Enhanced Systems and Procedures	99	2,800	1,900	1,900
6,212	850	-2,972	4,090	3,867	Additions, Improvements and Equipment		4,449	2,516	2,516
431	62	---	493	444	Additions, Improvements and Equipment (CCF)		431	431	431
<b><u>GRANTS-IN-AID</u></b>									
<b>Distribution by Fund and Program</b>									
265	---	---	265	265	State Police Operations	06	265	265	265
265	---	---	265	265	(From General Fund)		265	265	265
300	---	---	300	300	Criminal Justice	09	2,050	2,650	2,650
<b>565</b>	<b>---</b>	<b>---</b>	<b>565</b>	<b>565</b>	<b>Total Grants-in-Aid</b>		<b>2,315</b>	<b>2,915</b>	<b>2,915</b>
<b>Distribution by Fund and Object</b>									
Grants:									
265	---	---	265	265	Nuclear Emergency Response Program	06	265	265	265
300	---	---	300	300	Sex Offender Internet Registry Grants	09	300	300	300
---	---	---	---	---	Operation CeaseFire	09	750	850	850
---	---	---	---	---	Addressing Violence Against Women	09	1,000	1,500	1,500

# LAW AND PUBLIC SAFETY

Year Ending June 30, 2006					Year Ending June 30, 2008				
Orig. & (S)Supple- mental	Reapp. & (R)Recpts.	Transfers & (E)Emer- gencies	Total Available	Expended	Prog. Class.	2007 Adjusted Approp.	Requested	Recom- mended	
<b>STATE AID</b>									
<b>Distribution by Fund and Program</b>									
1,000	14,647	---	15,647	6,290	Criminal Justice	09	1,000	1,000	1,000
<b>1,000</b>	<b>14,647</b>	<b>---</b>	<b>15,647</b>	<b>6,290</b>	<b>Total State Aid</b>		<b>1,000</b>	<b>1,000</b>	<b>1,000</b>
<b>Distribution by Fund and Object</b>									
State Aid:									
---	14,647	---	14,647	5,290	Statewide Local Domestic Preparedness Equipment Grant Program	09	---	---	---
1,000	---	---	1,000	1,000	Safe and Secure Neighborhoods Program	09	1,000	1,000	1,000
<b>CAPITAL CONSTRUCTION</b>									
<b>Distribution by Fund and Program</b>									
4,055	3,878	---	7,933	3,229	State Police Operations	06	---	---	---
---	34	---	34	34	State Medical Examiner	11	---	---	---
---	595	---	595	116	Administration and Support Services	99	---	---	---
<b>4,055</b>	<b>4,507</b>	<b>---</b>	<b>8,562</b>	<b>3,379</b>	<b>Total Capital Construction</b>		<b>---</b>	<b>---</b>	<b>---</b>
<b>Distribution by Fund and Object</b>									
<b>Office of State Medical Examiner</b>									
---	14	---	14	14	Critical Repairs and Instrumentation	11	---	---	---
---	20	---	20	20	HVAC Renovation	11	---	---	---
<b>Division of State Police</b>									
---	180	---	180	67	Critical Repairs/Rehabilitation, Divisionwide	06	---	---	---
---	25	---	25	---	ADA Development - Statewide	06	---	---	---
---	139	---	139	3	Hazardous Materials Removal and Fire Safety Projects	06	---	---	---
---	2,351	---	2,351	452	Computer Aided Dispatch and Records Management System	06	---	---	---
---	6	---	6	---	Forensic Laboratory Equipment	06	---	---	---
---	893	---	893	207	Hamilton Complex Troop "C" - Building Equipment and Furnishings	06	---	---	---
---	106	---	106	14	Roof Replacement, Various Facilities	06	---	---	---
3,555	---	---	3,555	2,395	State Police Emergency Operations Center	06	---	---	---
500	---	---	500	63	HVAC Systems Upgrade for Radio Tower Sites	06	---	---	---
---	178	---	178	28	Emergency Generator Replacements	06	---	---	---
---	320	---	320	85	State Police Technology Enhancements	99	---	---	---
---	260	---	260	20	Facility Renovations, Gender Accommodations	99	---	---	---
---	15	---	15	11	HVAC Replacements, Statewide	99	---	---	---
<b>383,259</b>	<b>41,864</b>	<b>7,046</b>	<b>432,169</b>	<b>406,794</b>	<b>Grand Total State Appropriation</b>		<b>380,036</b>	<b>370,747</b>	<b>370,747</b>

# LAW AND PUBLIC SAFETY

Year Ending June 30, 2006					Year Ending June 30, 2008				
Orig. & (S)Supple- mental	Reapp. & (R)Recpts.	Transfers & (E)Emer- gencies	Total Available	Expended	Prog. Class.	2007 Adjusted Approp.	Requested	Recom- mended	
<b>OTHER RELATED APPROPRIATIONS</b>									
<b>Federal Funds</b>									
82,096									
4,019 <sup>S</sup>	42,569	2,872	131,556	47,021	State Police Operations (b)	06	21,669	22,619	22,619
35,765									
394 <sup>S</sup>	21,344	-358	57,145	28,385	Criminal Justice	09	35,039	32,617	32,617
---	353	---	353	353	Administration and Support Services	99	---	---	---
<u>122,274</u>	<u>64,266</u>	<u>2,514</u>	<u>189,054</u>	<u>75,759</u>	<b>Total Federal Funds</b>		<u>56,708</u>	<u>55,236</u>	<u>55,236</u>
<b>All Other Funds</b>									
---	2,399								
---	69,512 <sup>R</sup>	36,268	108,179	104,496	State Police Operations (c) (d)	06	131,983	166,013	166,013
---	3,390								
---	37,342 <sup>R</sup>	1,411	42,143	38,918	Criminal Justice	09	39,784	40,515	40,515
---	1,076								
---	8,333 <sup>R</sup>	150	9,559	8,801	State Medical Examiner	11	9,055	9,508	9,508
---	1,657				Administration and Support Services	99	2,294	2,251	2,251
---	<u>2,642 <sup>R</sup></u>	<u>146</u>	<u>4,445</u>	<u>3,469</u>	<b>Total All Other Funds</b>		<u>183,116</u>	<u>218,287</u>	<u>218,287</u>
<u>505,533</u>	<u>232,481</u>	<u>47,535</u>	<u>785,549</u>	<u>638,237</u>	<b>GRAND TOTAL ALL FUNDS</b>		<u>619,860</u>	<u>644,270</u>	<u>644,270</u>

## Notes -- Direct State Services - General Fund

- (a) The fiscal year 2007 appropriation has been reduced to reflect the transfer of funds to the Interdepartmental Salary and Other Benefits Account as well as the reallocation of State appropriations supporting information technology services to the Office of Information Technology within the Department of Treasury.
- (b) In fiscal year 2007, federal funds related to homeland security were transferred to the Office of Homeland Security and Preparedness.
- (c) In addition to the resources reflected in All Other Funds above, a total of \$11.155 million will be transferred from the Department of Treasury to support operations and services related to State Police Operations in fiscal 2008. The recent history of such receipts is reflected in the Department of Treasury's budget.
- (d) In addition to the resources reflected in All Other Funds above, a total of \$31.338 million will be transferred from the Motor Vehicle Commission to support operations and services related to State Police Operations, the New Jersey Emergency Medical Service Helicopter Response Program, and State Police Recruit Training Classes in fiscal 2008. The recent history of such receipts is reflected in the Motor Vehicle Commission's budget.

## Language Recommendations -- Direct State Services - General Fund

Notwithstanding the provisions of any law or regulation to the contrary, receipts derived from the recovery of costs associated with the implementation of the "Criminal Justice Act of 1970," P.L. 1970, c. 74 (C.52:17B-97 et seq.), are appropriated for the purpose of offsetting the costs of the Division of Criminal Justice, subject to the approval of the Director of the Division of Budget and Accounting.

The unexpended balance at the end of the preceding fiscal year, in the Victim Witness Advocacy Fund account, together with receipts derived pursuant to section 2 of P.L. 1979, c. 396 (C.2C:43-3.1) is appropriated.

Notwithstanding the provisions of any law or regulation to the contrary, funds in excess of \$250,000 obtained through seizure, forfeiture, or abandonment pursuant to any federal or State statutory or common law and proceeds of the sale of any such confiscated property or goods, except for such funds as are dedicated pursuant to N.J.S.2C:64-6, are appropriated for law enforcement purposes designated by the Attorney General.

The unexpended balance at the end of the preceding fiscal year, in the revolving fund established under the "New Jersey Antitrust Act," P.L. 1970, c. 73 (C. 56:9-1 et seq.) is appropriated for the administration of the act and any expenditures therefrom shall be subject to the approval of the Director of the Division of Budget and Accounting.

Such additional amounts as may be required to carry out the provisions of the "New Jersey Antitrust Act" P.L. 1970, c.73 (C.56:9-1 et seq.) are appropriated from the General Fund; provided however, that any expenditures therefrom shall be subject to the approval of the Director of the Division of Budget and Accounting.

Receipts in excess of the amount anticipated from license fees and/or audits conducted to insure compliance with the "Private Detective Act of 1939," P.L. 1939, c. 369 (C. 45:19-8 et seq.), are appropriated to defray the cost of this activity.

In addition to the amount hereinabove for State Police Operations, such amounts as may be required for the purpose of offsetting costs of the provision of State Police services are appropriated from indirect cost recoveries received from the New Jersey Highway Authorities and other agencies, subject to the approval of the director of the Division of Budget and Accounting.

All fees and receipts collected, pursuant to paragraph (7) of subsection 1 of N.J.S.2C:39-6, "The Retired Officer Handgun Permit Program," and the unexpended balance at the end of the preceding fiscal year, are appropriated to offset the costs of administering the application process, subject to the approval of the Director of the Division of Budget and Accounting.



## LAW AND PUBLIC SAFETY

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- Receipts derived pursuant to the New Jersey Medical Service Helicopter Response Act under section 1a. of section 1 of P.L. 1992, c. 87 (C.39:3-8.2) are appropriated to the Division of State Police and the Department of Health and Senior Services to defray the operating costs of the program as authorized under P.L. 1986, c. 106 (C. 26:2K-35 et seq.). The unexpended balance at the end of the preceding fiscal year, is appropriated to the special capital maintenance reserve account for capital replacement and major maintenance of helicopter equipment and any expenditures therefrom shall be subject to the approval of the Director of the Division of Budget and Accounting. Receipts derived pursuant to the New Jersey Medical Service Helicopter Response Act under section 1c. of section 1 of P.L. 1992, c. 87 (C.39:3-8.2) are appropriated to the Division of State Police to fund the costs of new State Police recruit training classes. The unexpended balance at the end of the preceding fiscal year, is appropriated for this purpose subject to the approval of the Director of the Division of Budget and Accounting.
- The amount hereinabove appropriated for the Nuclear Emergency Response Program account is payable from receipts received pursuant to the assessment of electrical utility companies under P.L. 1981, c. 302 (C. 26:2D-37 et seq.). The unexpended balance at the end of the preceding fiscal year, in the Nuclear Emergency Response Program account is appropriated.
- The unexpended balance at the end of the preceding fiscal year, in the Drunk Driver Fund program account, together with any receipts in excess of the amount anticipated, is appropriated, subject to the approval of the Director of the Division of Budget and Accounting.
- The amount hereinabove for the Drunk Driver Fund program is payable out of the Drunk Driver Enforcement Fund established pursuant to section 1 of P.L. 1984, c. 4 (C. 39:4-50.8) designated for this purpose and any amount remaining therein. If receipts to the fund are less than anticipated, the appropriation shall be reduced proportionately.
- The amount hereinabove for the Noncriminal Record Checks is payable out of the dedicated fund designated for this purpose. If receipts to the fund are less than anticipated, the appropriation shall be reduced proportionately.
- Notwithstanding the provisions of section 3 of P.L. 1985, c. 69 (C.53:1-20.7), the unexpended balance at the end of the preceding fiscal year, in the Noncriminal Record Checks account, together with any receipts in excess of the amount anticipated are appropriated, subject to the approval of the Director of the Division of Budget and Accounting.
- Receipts in the "Commercial Vehicle Enforcement Fund" established pursuant to section 17 of P.L. 1995, c.157 (C.39:8-75) are appropriated to offset all reasonable and necessary expenses of the Division of State Police and Division of Motor Vehicles in the performance of commercial truck safety and emission inspections, subject to the approval of the Director of the Division of Budget and Accounting.
- All registration fees, tuition fees, training fees, and all other fees received for reimbursement for attendance at courses conducted by Division of State Police and Division of Criminal Justice personnel are appropriated, subject to the approval of the Director of the Division of Budget and Accounting.
- In addition to the amounts hereinabove to the Divisions of State Police and Criminal Justice and the Office of the State Medical Examiner, there are appropriated to the respective State departments and agencies such sums as may be received or receivable from any instrumentality, municipality, or public authority for direct and indirect costs of all services furnished thereto, except as to such costs for which funds have been included in appropriations otherwise made to the respective State departments and agencies as the Director of the Division of Budget and Accounting shall determine; provided however, that payments from such instrumentalities, municipalities, or authorities for employer contributions to the State Police and Public Employees' Retirement Systems shall not be appropriated and shall be paid into the General Fund.
- Notwithstanding the provisions of section 11 of P.L. 1993, c.220 (C.2C:43-3.2), an amount not to exceed \$1,100,000 is appropriated from the Safe Neighborhoods Services Fund to provide Criminal Justice Statewide Law Enforcement Federal grant match, subject to the approval of the Director of the Division of Budget and Accounting.
- In addition to the amounts hereinabove for the State Police-Enhanced DNA Testing account, there is appropriated an amount not to exceed \$450,000 to be offset by actual receipts pursuant to P.L. 2000, c. 118. Additional funding shall be based upon the review of monthly workload data, collection data, and spending plans, subject to the approval of the Director of the Division of Budget and Accounting.
- Receipts and available balances derived from the agency surcharge on vehicle rentals pursuant to section 54 of P.L. 2002, c.34 (C.App.A:9-78), not to exceed \$11,155,000 for State Police salaries related to Statewide security services, are appropriated for those purposes and shall be deposited into a dedicated account, the expenditure of which shall be subject to the approval of the Director of the Division of Budget and Accounting.
- Receipts and available balances derived from the surcharge on motor vehicle registrations pursuant to Section 1 of P.L. 1992, c.87 (C.39:3-8.2), not to exceed \$7,000,000 for State Police salaries, are appropriated for those purposes and shall be deposited into a dedicated account, the expenditure of which shall be subject to the approval of the Director of the Division of Budget and Accounting.
- There is appropriated, an amount up to \$25,000, from the General Fund, to pay for each award or each tip for information that prevents, frustrates, or favorably resolves acts of international or domestic terrorism against New Jersey persons or property, as well as tips related to the identification of illegal guns, drugs and gangs. Rewards may also be paid for information leading to the arrest or conviction of terrorists and/or gang members attempting, committing, conspiring to commit or aiding and abetting in the commission of such acts or to the identification or location of an individual who holds a key leadership position in a terrorist and/or gang organization, subject to the approval of the Attorney General and the Director of the Division of Budget and Accounting.
- Receipts derived pursuant to the requirements to act as Joint Negotiation Representatives under P.L. 2001, c. 371 (C.52:17B-196 et seq.) are appropriated to the Division of Criminal Justice to offset operating costs of the program, subject to the approval of the Director of the Division of Budget and Accounting.
- All fees and receipts collected, pursuant to the "Security Officers Registration Act of 2004," supplementing Title 45 of the Revised Statutes and amending P.L.1939, c.369 and P.L.1971, c.342 are appropriated to offset the costs of administering this process, subject to the approval of the Director of the Division of Budget and Accounting.

**Language Recommendations -- Direct State Services - Casino Control Fund**

In addition to the amount hereinabove for Gaming Enforcement, there are appropriated from the Casino Control Fund such additional sums as may be required for gaming enforcement, subject to the approval of the Director of the Division of Budget and Accounting.

**Language Recommendations -- Grants-In-Aid - General Fund**

The unexpended balances at the end of the preceding fiscal year in the Operation CeaseFire account are appropriated, subject to the approval of the Director of the Division of Budget and Accounting.

**10. PUBLIC SAFETY AND CRIMINAL JUSTICE  
13. SPECIAL LAW ENFORCEMENT ACTIVITIES****OBJECTIVES**

1. To develop programs which will reduce and prevent the incidence of traffic accidents and the resultant deaths, injuries, and property damage.
2. To assure proper reporting of election campaign contributions and expenditures; to assure proper quarterly reporting by continuing political committees; to provide partial public funding and to enforce expenditure and contribution limits for gubernatorial election campaigns; to assure proper annual reporting of lobbyists' financial activity; to assure proper reporting of personal financial disclosure information by gubernatorial and legislative candidates; and to promote public dissemination of information concerning financing of elections and financial activity of lobbyists.
3. To insure propriety and preserve public confidence in the Executive Branch.
4. To regulate and control the alcoholic beverage industry in order to foster moderation and responsibility in the use and consumption of alcoholic beverages, protect the citizens of the State by assuring lawful, proper and fair trade practices, and maintain the stability of the industry.
5. To supervise the conduct of thoroughbred and harness racing in New Jersey and to assure maximum revenue to the State.
6. To regulate and control boxing, extreme wrestling, and martial arts events in order to protect the safety and well-being of participants, and to ensure public confidence in the regulatory process and conduct of such events.
7. To provide for the effective provision of services and collections of information about the election process of the State.

**PROGRAM CLASSIFICATIONS**

03. **Office of Highway Traffic Safety.** The Office of Highway Traffic Safety, for which the Director is the Governor's representative, develops innovative State and local programs, in accordance with the planned objectives of the National Highway Safety Program, and channels the federal funds needed for their implementation.
17. **Election Law Enforcement.** Assures the reporting of contributions received and expenditures made in furtherance of the nomination, election, or defeat of candidates for State, county, and local public office or to aid or promote the passage or defeat of a public question in an election; assures the quarterly reporting of receipts and expenditures by continuing political committees; provides partial public funding of gubernatorial elections; assures annual reporting of lobbyists' financial activity; assures proper reporting of personal financial disclosure information by gubernatorial and legislative candidates; and promotes public dissemination of information concerning financing of elections. The Election

Law Enforcement Commission is an agency "in-but-not-of" the Department of Law and Public Safety.

20. **Review and Enforcement of Ethical Standards.** Initiates, receives and reviews complaints concerning the conflicts-of-interest law and code of ethics violations against any State officer or employee in the Executive Branch. Conducts investigations, subpoenas witnesses and documents, and after thorough deliberation, issues findings that have the force of law. Coordinates a network of departmental ethics liaison officers for review and education functions within the departments of the Executive Branch. Administers and reviews financial disclosure statements to be filed pursuant to Executive Order No. 10 and the Casino Control Act. The State Ethics Commission is an agency "in-but-not-of" the Department of Law and Public Safety.
21. **Regulation of Alcoholic Beverages.** Regulates and controls the manufacture, possession, storage, sale, transportation, use, and disposition of alcoholic beverages to prevent injury to the public and to deter conditions or activities which are violative of the public interest; issues licenses to manufacturers, transporters, warehousemen, and wholesalers of alcoholic beverages; issues various types of special permits and supervises State and municipal retail liquor licensing. Applicants, licensees, and permit holders are investigated to determine their fitness to obtain and hold a license or permit. Jurisdiction in disciplinary proceedings is vested concurrently in the Division and in the local issuing authority with respect to retail licensees and exclusively in the Division with respect to State licensees or permittees, and in forfeiture proceedings. The Division adjudicates all appeals from the actions of local issuing authorities in all alcoholic beverage control matters.
22. **Regulation of Racing Activities.** Collects pari-mutuel taxes for the State, supervises mutual operations at all the tracks, and grants permits for the conduct of running the thoroughbred and harness race meetings in the State where pari-mutuel wagering is allowed. The Commission allots annual race dates to existing permit holders. It licenses, fingerprints, photographs, and screens all personnel working for or connected with track operations, including management, horsemen, owners, and prospective stockholders, to insure that no one connected with racing has ever been convicted of a crime involving moral turpitude. It oversees the actual conduct of races, supervises the extraction of fluid and blood specimens from horses for chemical analysis, and conducts initial hearings on appeals resulting from disciplinary actions, that may lead to judicial proceedings at the appellate level.
25. **Election Management and Coordination.** Coordinates voter registration and elections and is responsible for the canvassing of votes cast for federal offices, constitutional amendments, and other public questions. The implementation of the National Voter Registration Act of 1993, P.L. 103-31, which broadened the State's Motor Voter law to allow for

## LAW AND PUBLIC SAFETY

registration when applying for unemployment or welfare benefits at State and federal offices, in addition to motor vehicle offices, has increased the number of registered voters in the State to 5 million.

27. **State Athletic Control.** Regulates all persons, practices, and associations related to the operation of boxing, extreme wrestling, and martial arts events. Licenses and regulates promoters, officials and participants in boxing and martial arts events, and supervises the conduct of these activities.

Regulates the physical and mental examination of all participants. Provides a "State Athletic Control Board Medical Advisory Council" to assist the Board in approving regulations, rules, and standards for the physical examination of participants and a "New Jersey Commission to Study Benefits to be provided to Professional Boxers." Reviews the professional boxing history of each participant. Evaluates qualifications and issues permits for all boxing and martial arts events. Assures the timely collection of fees and taxes.

### EVALUATION DATA

	Actual FY 2005	Actual FY 2006	Revised FY 2007	Budget Estimate FY 2008
<b>PROGRAM DATA</b>				
<b>Office of Highway Traffic Safety</b>				
Highway Safety Grants Received .....	700	580	730	730
Highway Safety Grants Funded .....	660	553	700	700
<b>Election Law Enforcement</b>				
Disclosure Reports Total .....	26,500	28,884	29,450	64,540
Campaign and quarterly .....	22,222	24,073	24,100	24,420
Lobbyists .....	4,047	4,794	5,000	5,100
Pay-to-Play .....	---	---	---	35,000 (a)
Personal finance .....	231	17	350	20
Investigations .....	50	42	45	50
Civil Prosecutions .....	67	87	100	110
Public Assistance Requests .....	10,162	12,117	12,534	13,000
Photocopies .....	24,563	29,831	29,000	28,000
<b>Review and Enforcement of Ethical Standards</b>				
Hearings .....	4	1	3	4
Investigations .....	1,300	1,400	1,500	1,600
Financial Disclosure Reports .....	2,100	2,200	2,400	2,400
<b>Regulation of Alcoholic Beverages</b>				
Alcoholic Beverage Control Items Processed .....	136,451	137,385	138,335	138,850
Licenses (State Issued Only) .....	756	766	775	800
Permits .....	61,227	61,292	61,400	61,425
Penalties .....	582	597	610	625
Fees .....	73,886	74,730	75,550	76,000
Total Inspections (b) .....	---	1,561	1,650	1,725
Total Civil Investigations (b) .....	---	222	250	300
Total Criminal Investigations (b) .....	---	903	925	1,000
Total Arrests (b) .....	---	274	300	325
<b>Regulation of Racing Activities</b>				
Racing Days Allotted .....	471	492	500	500
Licenses Issued .....	12,873	14,381	14,400	14,400
Fingerprints Taken .....	3,765	3,754	3,775	3,775
Samples Taken .....	31,797	32,829	33,000	33,000
Number of Tests Performed on Samples .....	775,641	800,815	800,850	800,850
Breathalyzer Tests .....	819	825	850	850
Simulcasting Programs Allotted .....	30,429	28,400	28,500	28,500
Rulings Issued .....	805	858	875	875
<b>Election Management and Coordination</b>				
Registered Voters .....	4,888,144 (c)	4,837,943	5,000,000	5,000,000
<b>State Athletic Control</b>				
Total Number of Professional Shows .....	30	30	30	30
Professional Boxing Shows .....	30	20	10	10
Professional Mixed Martial Arts Shows (d) .....	---	10	20	20
Total Number of Licenses .....	1,100	1,050	1,050	1,050
Professional Boxers Licensed .....	200	175	175	175
Licenses (Other) .....	900	875	875	875
USA Boxing Shows .....	40	40	40	40

# LAW AND PUBLIC SAFETY

	Actual FY 2005	Actual FY 2006	Revised FY 2007	Budget Estimate FY 2008
<b>PERSONNEL DATA</b>				
<b>Position Data</b>				
Filled Positions by Funding Source				
State Supported .....	129	154	146	156
Federal .....	27	36	30	36
All Other .....	89	92	87	88
Total Positions .....	245	282	263	280
Filled Positions by Program Class				
Office of Highway Traffic Safety .....	27	26	23	23
Election Law Enforcement .....	53	74	71	77
State Ethics Commission .....	9	13	14	17
Regulation of Alcoholic Beverages .....	58	58	52	51
Regulation of Racing Activities .....	83	86	81	81
Election Management and Coordination .....	10	19	16	24
State Athletic Control .....	5	6	6	7
Total Positions .....	245	282	263	280

**Notes:**

- Actual payroll counts are reported for fiscal years 2005 and 2006 as of December and revised fiscal year 2007 as of January. The Budget Estimate for fiscal year 2008 reflects the number of positions funded. All Other includes positions supported by fees or other dedicated resources previously reported as State Supported.
- (a) New category: P.L. 2005, c.271 requires businesses that receive more than \$50,000 through public contracts to file reports.
- (b) The Division of Alcoholic Beverage Control has assumed the responsibilities of these functions from the Division of State Police.
- (c) Represents actual data reported to federal government annually.
- (d) Newly regulated program in fiscal year 2006.

## APPROPRIATIONS DATA (thousands of dollars)

Year Ending June 30, 2006					Year Ending June 30, 2008			
Orig. & (S)Supple- mental	Reapp. & (R)Recpts.	Transfers & (E)Emer- gencies	Total Available	Expended	Prog. Class.	2007 Adjusted Approp.	Requested	Recom- mended
<b><u>DIRECT STATE SERVICES</u></b>								
<b>Distribution by Fund and Program</b>								
400	95	---	495	479	03	599	599	599
6,536	1,137	---	7,673	4,712	17	5,667	4,842	4,842
1,129	70	---	1,199	950				
1,241	4,703	-100	5,844	5,815	20	1,246	1,246	1,246
1,077	3,110	-60	4,127	1,717	21	758	558	558
					25	966	966	966
<b>10,383</b>	<b>9,115</b>	<b>-160</b>	<b>19,338</b>	<b>13,673</b>	<b>Total Direct State Services</b>			
						<b>9,236<sup>(a)</sup></b>	<b>8,211</b>	<b>8,211</b>
<b>Distribution by Fund and Object</b>								
Personal Services:								
7,066	5,169 <sup>R</sup>	-1,541	10,694	9,587		5,894	5,986	5,986
7,066	5,169	-1,541	10,694	9,587	<b>Total Personal Services</b>			
209	---	159	368	264		320	236	236
713	6	827	1,546	1,432		961	853	853
40	---	239	279	268		142	142	142
Special Purpose:								
400	95	---	495	479				
1,500	---	---	1,500	218	03	599	599	599
15	---	1	16	16	17	925 <sup>S</sup>	---	---
					17	15	15	15

# LAW AND PUBLIC SAFETY

Year Ending June 30, 2006					Year Ending June 30, 2008			
Orig. & (S)Supple- mental	Reapp. & (R)Recpts.	Transfers & (E)Emer- gencies	Total Available	Expended	Prog. Class.	2007 Adjusted Approp.	Requested	Recom- mended
<b><u>DIRECT STATE SERVICES</u></b>								
---	3,104	---	3,104	804	25	---	---	---
440	---	-60	380	379	25	380	380	380
---	741	215	956	226		---	---	---
<b><u>GRANTS-IN-AID</u></b>								
<b>Distribution by Fund and Program</b>								
2,025	---	---	2,025	1,788	17	---	---	---
2,025	---	---	2,025	1,788		---	---	---
<b>2,025</b>	<b>---</b>	<b>---</b>	<b>2,025</b>	<b>1,788</b>		<b>---</b>	<b>---</b>	<b>---</b>
2,025	---	---	2,025	1,788		---	---	---
<b>Distribution by Fund and Object</b>								
1,025								
1,000 <sup>S</sup>	---	---	2,025	1,788	17	---	---	---
<b><u>STATE AID</u></b>								
<b>Distribution by Fund and Program</b>								
7,030	---	---	7,030	7,030	25	7,030	10,545	10,545
<b>7,030</b>	<b>---</b>	<b>---</b>	<b>7,030</b>	<b>7,030</b>		<b>7,030</b>	<b>10,545</b>	<b>10,545</b>
<b>Distribution by Fund and Object</b>								
7,030	---	---	7,030	7,030	25	7,030	10,545	10,545
<b>19,438</b>	<b>9,115</b>	<b>-160</b>	<b>28,393</b>	<b>22,491</b>		<b>16,266</b>	<b>18,756</b>	<b>18,756</b>
<b><u>OTHER RELATED APPROPRIATIONS</u></b>								
<b>Federal Funds</b>								
20,940	1,222	-1,754	20,408	7,705	03	19,235	18,210	18,210
360	604	201	1,165	682	21	360	360	360
<b>2,210</b>	<b>31,639</b>	<b>2,436</b>	<b>36,285</b>	<b>31,640</b>	25	<b>2,210</b>	<b>---</b>	<b>---</b>
<b>23,510</b>	<b>33,465</b>	<b>883</b>	<b>57,858</b>	<b>40,027</b>		<b>21,805</b>	<b>18,570</b>	<b>18,570</b>
<b>All Other Funds</b>								
---	27 125 <sup>R</sup>	---	152	89	03	---	---	---
---	23 737 <sup>R</sup>	---	760	731	17	481	481	481
---	---	---	---	---	21	5,551	5,551	5,551
---	1,745 11,745 <sup>R</sup>	2	13,492	11,548	22	11,505	11,505	11,505
---	220 863 <sup>R</sup>	---	1,083	709	27	700	700	700
<b>---</b>	<b>15,485</b>	<b>2</b>	<b>15,487</b>	<b>13,077</b>		<b>18,237</b>	<b>18,237</b>	<b>18,237</b>
<b>42,948</b>	<b>58,065</b>	<b>725</b>	<b>101,738</b>	<b>75,595</b>		<b>56,308</b>	<b>55,563</b>	<b>55,563</b>

**Notes -- Direct State Services - General Fund**

- (a) The fiscal year 2007 appropriation has been reduced to reflect the transfer of funds to the Interdepartmental Salary and Other Benefits Account, as well as the reallocation of State appropriations supporting information technology services to the Office of Information Technology within the Department of Treasury.

**Language Recommendations -- Direct State Services - General Fund**

Notwithstanding the provisions of section 14 of P.L. 1992, c. 188 (C. 33:1-4.1), in addition to the amounts hereinabove, all fees and penalties collected by the Director of Alcoholic Beverage Control in excess of \$3,960,000 are appropriated for the purpose of offsetting additional operational costs of the Alcoholic Beverage Control Investigative Bureau and the Division of Alcoholic Beverage Control, subject to the approval of the Director of the Division of Budget and Accounting.

Registration fees, tuition fees, training fees, and other fees received for reimbursement for attendance at courses administered or conducted by the Division of Alcoholic Beverage Control are appropriated for program costs.

From the receipts derived from uncashed pari-mutuel winning tickets and the regulation, supervision, licensing, and enforcement of all New Jersey Racing Commission activities and functions, such sums as may be required are appropriated for the purpose of offsetting the costs of the administration and operation of the New Jersey Racing Commission, subject to the approval of the Director of the Division of Budget and Accounting.

Receipts derived from breakage monies and uncashed pari-mutuel winning tickets resulting from off-track and account wagering and any reimbursement assessment against permit holders or successors in interest to permit holders shall be distributed to the New Jersey Racing Commission in accordance with the provisions of the "Off Track and Account Wagering Act" P.L. 2001, c. 199 (C.5:5-127 et seq.), subject to the approval of the Director of the Division of Budget and Accounting.

All fees, fines, and penalties collected pursuant to P.L. 1973, c. 83 (C. 19:44A-1 et al.) and section 11 of P.L. 1991, c. 244 (C. 52:13C-23.1) are appropriated for the purpose of offsetting additional operational costs of the Election Law Enforcement Commission, subject to the approval of the Director of the Division of Budget and Accounting.

Notwithstanding the provisions of any law or regulation to the contrary, amounts received pursuant to P.L. 1971, c.183 (C. 52:13C-18 et seq.) are appropriated for the purpose of offsetting additional operational costs of the Election Law Enforcement Commission, subject to the approval of the Director of the Division of Budget and Accounting.

Of the receipts derived from the regulation, supervision, and licensing of all State Athletic Control Board activities and functions, an amount is appropriated for the purpose of offsetting the costs of the administration and operation of the State Athletic Control Board, subject to the approval of the Director of the Division of Budget and Accounting.

Receipts derived from the examination of voting machines by Election Management and Coordination and the unexpended balance at the end of the preceding fiscal year of those receipts are appropriated for the costs of making such examinations.

The unexpended balances at the end of the preceding fiscal year, in the Help America Vote Act - State Match account are appropriated subject to the approval of the Director of the Division of Budget and Accounting.

The unexpended balances at the end of the preceding fiscal year in the Fair and Clean Elections account are appropriated subject to the approval of the Director of the Division of Budget and Accounting.

**Language Recommendations -- State Aid - General Fund**

In addition to the amount hereinabove for Extended Polling Place Hours, there are appropriated from the General Fund such additional sums as may be required for county and municipal costs of the Presidential Primary, as certified by the Commissioner of Registration of each county, and certified by the Office of the Attorney General, subject to the approval of the Director of the Division of Budget and Accounting.

**10. PUBLIC SAFETY AND CRIMINAL JUSTICE  
18. JUVENILE SERVICES**

The Juvenile Justice Commission was created in the Department of Law and Public Safety pursuant to P.L.1995, c.284 to unify programs for juvenile offenders formerly in the Department of Corrections and the Department of Human Services. The Commission is mandated to provide custody, care and treatment to juvenile offenders under the age of 18 years in State institutions and community programs. The Commission is further authorized to coordinate and distribute State/Community Partnership funding established pursuant to P.L.1995, c. 283 as a result of the plans developed by the County Youth Services Commissions. The Commission fulfills its statutory obligations and mandates regarding juvenile offenders by protecting the public from juvenile criminal offenders; by developing a community network of services to reduce commitments to State institutions and programs; and by providing services which encourage rehabilitation and reintegration into the community. The Juvenile Justice Commission is an agency that is "in-but-not-of" the Department of Law and Public Safety.

**OBJECTIVES**

1. To provide the courts with a program alternative to institutionalization designed for the reorientation of the offenders' attitudes and styles of life in order that they may be either maintained safely within their community or returned to the community as responsible citizens.
2. To develop and conduct a program of rehabilitative services; to provide work and contacts with the family and the community; and to provide the residents with acceptable behaviors and attitudes for community living.
3. To receive, diagnose and classify offenders legally committed to juvenile institutions with emphasis on satisfying the individual rehabilitation program needs of the offender.
4. To effect a reorientation of attitudes and habits, upgrade educational attainment and develop work skills through vocational programs which will assist offenders to conform to acceptable community living standards upon release from institutions.

5. To develop and enhance public interest and encourage community participation in the correctional process.

### PROGRAM CLASSIFICATIONS

34. **Juvenile Community Programs.** Provides regional coordination and on-site supervision for all community based operations for juvenile offenders. A total of 30 community residential and day programs provide services for male and female juveniles between the ages of 13 and 18 who have been committed, are on probation, or who are at risk of incarceration throughout the State.
35. **Institutional Control and Supervision.** Designed to provide the level of control necessary to protect the juvenile offender and the community from harm by providing custodial control and supervision in all institutional areas and during offender transportation outside of the institution.
36. **Institutional Care and Treatment.** Includes the activities of housekeeping, safety and medical care which provide a safe, sanitary and healthful environment for offenders and employees; and food service, which meets the nutritional needs of offenders and staff. Provides suitable and adequate clothing to inmates to meet their needs during the period of incarceration. Provides medical, dental, surgical and nursing services to maintain and promote the physical health of offenders.

Treatment and classification services are designed to assist the offender with emotional and/or maturational problems; makes program assignments, reassignments, and release decisions for offenders and maintains accurate, up-to-date cumulative records of relevant information concerning all inmates from admission to final discharge from parole. Recreational programs are provided to enhance social development and

promote the constructive use of leisure time. Professional staff activities in the disciplines of psychology, psychiatry and social work provide guidance counseling and other diagnostics and treatments designed to enable offenders to adopt norms of acceptable behavior, improve their adaptive behavior and increase their positive interaction with the staff, other offenders and the community upon release.

Educational programs are also provided and include basic and secondary education, library activities, high school equivalency and vocational training. State aid and federal funds support this program.

40. **Juvenile Parole and Transitional Services.** Designed to ensure public safety through intensive community supervision. Provides effective transitional services in the community to juveniles who have completed their stays at residential programs, day programs, or State facilities with the objective of reducing recidivism.
99. **Administration and Support Services.** Provides administrative services required for the effective operation of the Commission and all of its activities including general management of the juvenile services facilities. The Director and staff are responsible for conducting all Commission programs in such a way as to enhance the efficiency and effectiveness of programming through the provision of leadership and overall supervision of the programs and operations of institutional services and community programs.

Support Services is comprised of the planning, management and operation of the physical assets of the institution including utilities, buildings and structures, grounds and equipment of all kinds. Activities include operation, maintenance, repair, rehabilitation and improvement and custodial and housekeeping services.

## 10. PUBLIC SAFETY AND CRIMINAL JUSTICE

### 18. JUVENILE SERVICES

#### 1500. DIVISION OF JUVENILE SERVICES

The Juvenile Community Programs, formerly the Division of Juvenile Services in the Department of Human Services, has been transferred to the Juvenile Justice Commission pursuant to P. L. 1995, c. 284.

Juvenile Community Programs provide both day and residential programs to over 550 juveniles throughout the State. It fulfills its statutory obligations and mandates regarding juvenile offenders by protecting the public from juvenile criminal offenders; by developing a community network of services to reduce commitments to State institutions and programs; and by providing services which encourage rehabilitation and reintegration into the community.

Local Programs and Services provide alternate programs by counties and/or municipalities for juveniles throughout the State. Delinquency prevention is intended to provide strategies and services to increase the likelihood that youth will remain free from initial involvement in the juvenile justice system. Diversionary programs offer alleged juvenile offenders an opportunity to avoid arrest and/or prosecution by providing alternatives to the juvenile justice process. Detention Alternative programs provide supervision and services to juveniles who would otherwise be placed in a secure facility while awaiting their adjudicatory hearing. Dispositional Options are options given to the court when an adjudicated delinquent is ordered to comply with a specific sanction as a consequence for their behavior. Community Re-Entry programs follow a juvenile's release from a secure

facility, residential program, or other structured dispositional placement. Client Specific funds are used for very limited goals of providing unavailable services that are necessary to allow a juvenile to be released from detention and assist in transitioning the juvenile back into the community. The State Incentive Program diverts juveniles from the secure facility and/or residential placements and places them within the community.

Juvenile Parole and Transitional Services are designed to ensure public safety through intensive community supervision. This program also provides effective transitional services in the community to juveniles who have completed their stays at residential programs, day programs, or State facilities with the objective of reducing recidivism.

Administration and Support Services is comprised of policy development and central support services formerly provided to juvenile facilities within the Departments of Corrections, Law and Public Safety and Human Services. It includes management of all Commission programs including the central support services, human resources for the two juvenile institutions and community programs, policy formulation, as well as grants management for the expanded grant programs. The Juvenile Monitoring Unit is housed within this program and has statewide monitoring and reporting responsibility for all State, county and local juvenile correctional facilities. In addition, the central data processing support and budget and fiscal administration is managed through this program for the entire Commission.

**EVALUATION DATA**

	<b>Actual FY 2005</b>	<b>Actual FY 2006</b>	<b>Revised FY 2007</b>	<b>Budget Estimate FY 2008</b>
<b>PROGRAM DATA</b>				
<b>Juvenile Community Programs</b>				
Design Capacity .....	562	568	568	618
Residential Centers .....	449	455	455	505 (a)
Day Programs .....	113	113	113	113
Average daily population .....	458	467	440	490
Residential Centers .....	372	399	361	411 (a)
Day Programs .....	86	68	79	79
Ratio: Population/positions .....	.8/1	.8/1	.8/1	.8/1
Annual per capita cost .....	\$82,024	\$84,415	\$90,255	\$80,535
Daily per capita cost .....	\$224.72	\$231.28	\$247.27	\$220.64
<b>Juvenile Parole and Transitional Services</b>				
Active Parole Caseload .....	724	635	638	638
Day Reporting Centers (DRC) Average Population .....	n/a	133	135	135
<b>Local Program and Services (b)</b>				
Total Programs .....	146	188	221	221
Delinquency Prevention Programs .....	28	36	32	32
Diversions Programs .....	18	29	28	28
Detention Alternative Programs .....	21	25	40	40
Dispositional Option Programs .....	58	73	101	101
Community Re-Entry Programs .....	13	13	15	15
Client Specific Fund Contracts .....	8	12	5	5
Total Slots .....	8,355	8,011	17,408 (c)	17,408
Delinquency Prevention Programs .....	3,245	2,624	4,243	4,243
Diversions Programs .....	2,164	2,167	3,456	3,456
Detention Alternative Programs .....	874	846	4,299	4,299
Dispositional Option Programs .....	1,614	1,881	3,428	3,428
Community Re-Entry Programs .....	378	394	926	926
Client Specific Fund Contracts .....	80	99	1,056	1,056
Average Slots Per Program .....	57	43	79	79
State Incentive Program (SIP) - Youth Diversion .....	105	105	107	107
<b>PERSONNEL DATA</b>				
<b>Position Data</b>				
<b>Filled Positions by Funding Source</b>				
State Supported .....	587	610	575	591
Federal .....	53	49	46	53
All Other .....	262	250	243	245
Total Positions .....	902	909	864	889
<b>Filled Positions by Program Class</b>				
Juvenile Community Programs .....	701	694	669	687
Juvenile Parole and Transitional Services .....	90	91	89	89
Administration and Support Services .....	111	124	106	113
Total Positions .....	902	909	864	889

**Notes:**

Actual payroll counts are reported for fiscal years 2005 and 2006 as of December and revised fiscal year 2007 as of January. The Budget Estimate for fiscal year 2008 reflect the number of positions funded. All Other includes positions supported by fees or other dedicated resources previously reported as State Supported.

(a) Capacity and population increased in fiscal year 2008 due to the conversion of the Life Skills and Leadership Academy to Project Use residential program.

(b) Starting in fiscal year 2005, the Juvenile Justice Commission will begin reporting new evaluation data.

(c) Slots increased due to private grant funding from the Annie E. Casey Foundation.



# LAW AND PUBLIC SAFETY

## APPROPRIATIONS DATA (thousands of dollars)

Year Ending June 30, 2006					Year Ending June 30, 2008				
Orig. & (S)Supple- mental	Reapp. & (R)Recpts.	Transfers & (E)Emer- gencies	Total Available	Expended	Prog. Class.	2007 Adjusted Approp.	Requested	Recom- mended	
<b><u>DIRECT STATE SERVICES</u></b>									
<b>Distribution by Fund and Program</b>									
23,380	5	618	24,003	24,000	Juvenile Community Programs	34	24,645	24,395	24,395
6,741	22	-108	6,655	6,638	Juvenile Parole and Transitional Services	40	7,483	7,483	7,483
7,019	1	1,764	8,784	8,784	Administration and Support Services	99	7,584	7,584	7,584
<b>37,140</b>	<b>28</b>	<b>2,274</b>	<b>39,442</b>	<b>39,422</b>	<b>Total Direct State Services</b>		<b>39,712 <sup>(a)</sup></b>	<b>39,462</b>	<b>39,462</b>
<b>Distribution by Fund and Object</b>									
Personal Services:									
30,181	---	2,639	32,820	32,820	Salaries and Wages		32,528	32,528	32,528
<b>30,181</b>	<b>---</b>	<b>2,639</b>	<b>32,820</b>	<b>32,820</b>	<b>Total Personal Services</b>		<b>32,528</b>	<b>32,528</b>	<b>32,528</b>
1,626	---	177	1,803	1,803	Materials and Supplies		1,626	1,626	1,626
2,571	---	-41	2,530	2,530	Services Other Than Personal		2,571	2,571	2,571
954	---	-495	459	458	Maintenance and Fixed Charges		954	954	954
Special Purpose:									
---	---	---	---	---	Project Phoenix <sup>(b)</sup>	34	250	---	---
770	---	-180	590	590	Juvenile Justice Initiatives	34	745	745	745
42	---	---	42	42	Social Services Block Grant - State Match	34	42	42	42
302	---	186	488	487	Female Substance Abuse Program	34	302	302	302
406	---	---	406	406	Juvenile Justice-State Matching Funds	99	406	406	406
185	---	-12	173	173	Custody and Civilian Staff Training	99	185	185	185
103	28	---	131	113	Additions, Improvements and Equipment		103	103	103
<b><u>GRANTS-IN-AID</u></b>									
<b>Distribution by Fund and Program</b>									
19,012	---	---	19,012	19,012	Juvenile Community Programs	34	18,854	23,723	23,723
1,600	---	---	1,600	1,600	Juvenile Parole and Transitional Services	40	1,300	1,300	1,300
<b>20,612</b>	<b>---</b>	<b>---</b>	<b>20,612</b>	<b>20,612</b>	<b>Total Grants-in-Aid</b>		<b>20,154</b>	<b>25,023</b>	<b>25,023</b>
<b>Distribution by Fund and Object</b>									
Grants:									
---	---	---	---	---	Juvenile Detention Alternative Initiative	34	---	4,000	4,000
2,609	---	---	2,609	2,609	Alternatives to Juvenile Incarceration Programs	34	2,670	3,348	3,348
4,166	---	---	4,166	4,166	Crisis Intervention Program	34	4,249	4,249	4,249
8,232	---	---	8,232	8,232	State/Community Partnership Grants	34	8,397	8,397	8,397
3,521	---	---	3,521	3,521	State Incentive Program	34	3,236	3,236	3,236
296	---	---	296	296	Purchase of Services for Juvenile Offenders	34	302	302	302
26	---	---	26	26	Community Provider Cost of Living Adjustment - Alternatives to Juvenile Incarceration Programs	34	---	26	26
124	---	---	124	124	Community Provider Cost of Living Adjustment-Crisis Intervention/State Community Partnership	34	---	126	126



# LAW AND PUBLIC SAFETY

Year Ending June 30, 2006					Year Ending June 30, 2008			
Orig. & (S)Supple-mental	Reapp. & (R)Recpts.	Transfers & (E)Emer-gencies	Total Available	Expended	Prog. Class.	2007 Adjusted Approp.	Requested	Recom-mended
<b>CAPITAL CONSTRUCTION</b>								
---	50	---	50	---	Security Enhancements, Various Facilities	99	---	---
---	340	---	340	200	Construct New Septic System at Green Residential Center	99	---	---
<b>58,502</b>	<b>6,571</b>	<b>3,819</b>	<b>68,892</b>	<b>63,478</b>	<b>Grand Total State Appropriation</b>	<b>61,366</b>	<b>68,285</b>	<b>68,285</b>
<b>OTHER RELATED APPROPRIATIONS</b>								
<b>Federal Funds</b>								
3,266	4,940	128	8,334	5,746	Juvenile Community Programs	34	3,338	3,317
4,276	3,364	9	7,649	3,364	Administration and Support Services	99	3,836	3,838
<b>7,542</b>	<b>8,304</b>	<b>137</b>	<b>15,983</b>	<b>9,110</b>	<b>Total Federal Funds</b>	<b>7,174</b>	<b>7,155</b>	<b>7,155</b>
<b>All Other Funds</b>								
---	501				Juvenile Community Programs	34	27,889	26,385
---	2,091 <sup>R</sup>	21,710	24,302	23,918	Administration and Support Services	99	---	---
---	30,956 <sup>R</sup>	-30,956	---	---	<b>Total All Other Funds</b>	<b>27,889</b>	<b>26,385</b>	<b>26,385</b>
<b>66,044</b>	<b>48,423</b>	<b>-5,290</b>	<b>109,177</b>	<b>96,506</b>	<b>GRAND TOTAL ALL FUNDS</b>	<b>96,429</b>	<b>101,825</b>	<b>101,825</b>

## Notes -- Direct State Services - General Fund

- (a) The fiscal year 2007 appropriation has been reduced to reflect the transfer of funds to the Interdepartmental Salary and Other Benefits Account, as well as the reallocation of State appropriations supporting information technology services to the Office of Information Technology within the Department of Treasury.
- (b) In fiscal year 2008, the Project Phoenix appropriation was transferred to the Division of Criminal Justice.

## Notes -- Grants-In-Aid - General Fund

- (c) Appropriation of \$190,000 has been distributed to applicable grant accounts.

## Language Recommendations -- Grants-In-Aid - General Fund

The amounts appropriated hereinabove for Re-Entry Case Management Services shall be expended consistent with the recommendations in the final report of the Governor's Task Force on Mental Health.

## 10. PUBLIC SAFETY AND CRIMINAL JUSTICE 18. JUVENILE SERVICES 1505. NEW JERSEY TRAINING SCHOOL FOR BOYS

The Training School, located at Jamesburg in Middlesex County, provides programs for youths, 19 years of age and under, committed by the juvenile courts stressing a decentralized approach to the treatment of the residents. Most of the youths are classified as emotionally disturbed and socially maladjusted thus

necessitating special education programs, group and individual treatment modalities and security. Group living, community work training, preliminary vocational training, individual and group counseling and formal schooling constitute the program core. Community and family liaison is promoted.

## EVALUATION DATA

PROGRAM DATA	Actual FY 2005	Actual FY 2006	Revised FY 2007	Budget Estimate FY 2008
<b>Education Programs</b>				
Participants				
Basic Education . . . . .	1,608	1,624	1,640	1,640
General Education Development . . . . .	36	37	37	37
Vocational Education . . . . .	471	475	475	475

# LAW AND PUBLIC SAFETY

	Actual FY 2005	Actual FY 2006	Revised FY 2007	Budget Estimate FY 2008
<b>OPERATING DATA</b>				
<b>Institutional Control and Supervision</b>				
Design Capacity .....	300	300	300	300
Average daily population .....	300	296	294	294
Ratio: Population/positions .....	.8/1	.8/1	.9/1	.8/1
Annual per capita cost .....	\$83,937	\$91,642	\$95,548	\$97,976
Daily per capita cost .....	\$229.96	\$251.07	\$261.77	\$268.43

## PERSONNEL DATA

### Position Data

#### Filled Positions by Funding Source

State Supported .....	311	318	325	330
Federal .....	---	---	---	---
All Other .....	77	76	89	89
Total Positions .....	388	394	414	419

#### Filled Positions by Program Class

Institutional Control and Supervision .....	224	219	221	231
Institutional Care and Treatment .....	109	122	142	135
Administration and Support Services .....	55	53	51	53
Total Positions .....	388	394	414	419

#### Notes:

Actual payroll counts are reported for fiscal years 2005 and 2006 as of December and revised fiscal year 2007 as of January. The Budget Estimate for fiscal year 2008 reflect the number of positions funded. All Other includes positions supported by fees or other dedicated resources previously reported as State Supported.

## APPROPRIATIONS DATA (thousands of dollars)

Year Ending June 30, 2006					Year Ending June 30, 2008				
Orig. & (S)Supple- mental	Reapp. & (R)Recpts.	Transfers & (E)Emer- gencies	Total Available	Expended		2007 Adjusted Approp.	Requested	Recom- mended	
DIRECT STATE SERVICES									
Distribution by Fund and Program									
15,450	---	1,815	17,265	17,265	Institutional Control and Supervision	35	17,596	17,953	17,953
5,704	---	-463	5,241	5,240	Institutional Care and Treatment	36	5,727	6,084	6,084
4,690	4	-62	4,632	4,621	Administration and Support Services	99	4,768	4,768	4,768
25,844	4	1,290	27,138	27,126	Total Direct State Services		28,091 <sup>(a)</sup>	28,805	28,805
Distribution by Fund and Object									
Personal Services:									
21,297	---	1,544	22,841	22,752	Salaries and Wages		23,457	23,877	23,877
---	---	---	---	89	Food In Lieu of Cash		89	89	89
21,297	---	1,544	22,841	22,841	Total Personal Services		23,546	23,966	23,966
1,885	---	126	2,011	2,011	Materials and Supplies		1,885	2,043	2,043
1,548	---	-270	1,278	1,277	Services Other Than Personal		1,546	1,664	1,664
591	---	-74	517	517	Maintenance and Fixed Charges		591	609	609
Special Purpose:									
503	---	-34	469	469	Secure Care Mental Health Program	36	503	503	503
2	---	-2	---	---	Administration and Support Services	99	2	2	2
18	4	---	22	11	Additions, Improvements and Equipment		18	18	18
25,844	4	1,290	27,138	27,126	Grand Total State Appropriation		28,091	28,805	28,805

# LAW AND PUBLIC SAFETY

Year Ending June 30, 2006					Year Ending June 30, 2008			
Orig. & (S)Supple- mental	Reapp. & (R)Recpts.	Transfers & (E)Emer- gencies	Total Available	Expended	Prog. Class.	2007 Adjusted Approp.	Requested	Recom- mended
OTHER RELATED APPROPRIATIONS								
All Other Funds								
---	40 92 R	4,500	4,632	4,597				
---	4	---	4	4				
---	136	4,500	4,636	4,601				
25,844	140	5,790	31,774	31,727				
					OTHER RELATED APPROPRIATIONS			
					All Other Funds			
					Institutional Care and Treatment			
					36	7,207	6,319	6,319
					Administration and Support Services			
					99	---	---	---
					Total All Other Funds			
					7,207			
					6,319			
					GRAND TOTAL ALL FUNDS			
					35,298			
					35,124			
					35,124			

## Notes -- Direct State Services - General Fund

(a) The fiscal year 2007 appropriation has been reduced to reflect the transfer of funds to the Interdepartmental Salary and Other Benefits Account, as well as the reallocation of State appropriations supporting information technology services to the Office of Information Technology within the Department of Treasury.

## Language Recommendations -- Direct State Services - General Fund

Receipts derived from the Eyeglass Program at the New Jersey Training School for Boys and any unexpended balance at the end of the preceding fiscal year are appropriated for the operation of the program.

## 10. PUBLIC SAFETY AND CRIMINAL JUSTICE

### 18. JUVENILE SERVICES

#### 1510. JUVENILE MEDIUM SECURITY CENTER

The Juvenile Medium Security Center, located at Bordentown in Burlington County, opened in October, 1983 at the Division of Developmental Disabilities' Yepsin Unit, and provides training, control and rehabilitation for those committed youths who are unable to participate in a less secure setting. These individuals possess serious emotional and behavioral disorders which can most effectively be dealt with in a structured and secure environment.

The Center provides the only secure setting for juvenile offenders who have failed to adjust and respond to various programs throughout Juvenile Services and must be received as disciplinary

transfers. Additionally, offenders are assigned for committed crimes such as homicide, atrocious assault and battery, sexual offenses and extensive escape histories. The focus of the Center is total remediation. Each juvenile receives daily academic and vocational training, health and physical education, structured activities, and either individual or group counseling. The Female Secure Care Program, the Hayes Unit, provides a secure setting for teenage girls committed to Juvenile Services. This program is located at the Johnstone facility.

## EVALUATION DATA

	Actual FY 2005	Actual FY 2006	Revised FY 2007	Budget Estimate FY 2008
<b>PROGRAM DATA</b>				
<b>Education Programs</b>				
Participants				
Basic Education . . . . .	1,284	1,310	1,336	1,336
General Education Development . . . . .	44	46	46	46
Vocational Education . . . . .	365	372	380	380
<b>OPERATING DATA</b>				
<b>Physical Plant and Support Services</b>				
Design Capacity . . . . .	410	410	370	320
Life Skills and Leadership Academy . . . . .	90	90	50	--- (a)
Juvenile Reception and Assessment Center (b) . . . . .	144	144	144	144
Johnstone Secure Facilities . . . . .	176	176	176	176
Ratio: Population/positions . . . . .	.8/1	.7/1	.6/1	.6/1
Annual per capita cost . . . . .	\$85,433	\$93,707	\$111,375	\$116,346
Daily per capita cost . . . . .	\$234.06	\$256.73	\$305.14	\$318.76
Average Daily Population . . . . .	365	345	299	260
Life Skills and Leadership Academy . . . . .	71	51	39	--- (a)
Juvenile Reception and Assessment Center (b) . . . . .	144	166	171	171
Johnstone Secure Facilities . . . . .	150	128	89 (c)	89 (c)

# LAW AND PUBLIC SAFETY

	Actual FY 2005	Actual FY 2006	Revised FY 2007	Budget Estimate FY 2008
<b>PERSONNEL DATA</b>				
<b>Position Data</b>				
Filled Positions by Funding Source				
State Supported .....	371	377	380	342
Federal .....	---	---	---	---
All Other .....	82	83	81	82
Total Positions .....	453	460	461	424
Filled Positions by Program Class				
Institutional Control and Supervision .....	283	269	276	236
Institutional Care and Treatment .....	122	140	133	136
Administration and Support Services .....	48	51	52	52
Total Positions .....	453	460	461	424

**Notes:**

Actual payroll counts are reported for fiscal years 2005 and 2006 as of December and revised fiscal year 2007 as of January. The Budget Estimate for fiscal year 2008 reflect the number of positions funded. All Other includes positions supported by fee or other dedicated resources previously reported as State Supported.

(a) Capacity and population decreased due to the conversion of the Life Skills and Leadership Academy to Project Use residential program.

(b) The 144 Bed Secure Facility has been renamed the Juvenile Reception and Assessment Center.

(c) In fiscal years 2007 and 2008, a wing at the Johnstone Secure Facility remains closed due to repairs and updates to the fire suppression system.

## APPROPRIATIONS DATA (thousands of dollars)

Year Ending June 30, 2006					Year Ending June 30, 2008			
Orig. & (S)Supple- mental	Reapp. & (R)Recpts.	Transfers & (E)Emer- gencies	Total Available	Expended	Prog. Class.	2007 Adjusted Approp.	Requested	Recom- mended
<b><u>DIRECT STATE SERVICES</u></b>								
<b>Distribution by Fund and Program</b>								
22,934	---	1,237	24,171	24,168	Institutional Control and Supervision	35 24,598	21,239	21,239
5,189	---	-997	4,192	4,191	Institutional Care and Treatment	36 4,818	5,126	5,126
3,803	---	166	3,969	3,969	Administration and Support Services	99 3,885	3,885	3,885
<b>31,926</b>	<b>---</b>	<b>406</b>	<b>32,332</b>	<b>32,328</b>	<b>Total Direct State Services</b>	<b>33,301 <sup>(a)</sup></b>	<b>30,250</b>	<b>30,250</b>
<b>Distribution by Fund and Object</b>								
18,437	---	373	18,810	18,739	Personal Services:			
---	---	---	---	71	Salaries and Wages	20,161	20,582	20,582
					Food In Lieu of Cash	59	59	59
<b>18,437</b>	<b>---</b>	<b>373</b>	<b>18,810</b>	<b>18,810</b>	<b>Total Personal Services</b>	<b>20,220</b>	<b>20,641</b>	<b>20,641</b>
782	---	84	866	866	Materials and Supplies	782	941	941
1,173	---	-234	939	939	Services Other Than Personal	1,139	1,207	1,207
199	---	---	199	199	Maintenance and Fixed Charges	199	217	217
4,046	---	---	4,046	4,046	Special Purpose:			
					Life Skills and Leadership Academy	35 3,717	---	---
6,513	---	223	6,736	6,736	Juvenile Reception and Assessment Center	35 6,468	6,468	6,468
66	---	---	66	66	Mental Health Unit-State Match	35 66	66	66
687	---	-40	647	646	Johnstone Facility Maintenance	99 687	687	687
<b>23</b>	<b>---</b>	<b>---</b>	<b>23</b>	<b>20</b>	<b>Additions, Improvements and Equipment</b>	<b>23</b>	<b>23</b>	<b>23</b>
<b>31,926</b>	<b>---</b>	<b>406</b>	<b>32,332</b>	<b>32,328</b>	<b>Grand Total State Appropriation</b>	<b>33,301</b>	<b>30,250</b>	<b>30,250</b>

# LAW AND PUBLIC SAFETY

Year Ending June 30, 2006					Year Ending June 30, 2008			
Orig. & (S)Supple- mental	Reapp. & (R)Recpts.	Transfers & (E)Emer- gencies	Total Available	Expended	Prog. Class.	2007 Adjusted Approp.	Requested	Recom- mended
OTHER RELATED APPROPRIATIONS								
All Other Funds								
---	61	4,746	4,807	4,757	Institutional Care and Treatment	36 5,631	6,506	6,506
---	61	4,746	4,807	4,757	Total All Other Funds	5,631	6,506	6,506
31,926	61	5,152	37,139	37,085	GRAND TOTAL ALL FUNDS	38,932	36,756	36,756

## Notes -- Direct State Services - General Fund

- (a) The fiscal year 2007 appropriation has been reduced to reflect the transfer of funds to the Interdepartmental Salary and Other Benefits Account, as well as the reallocation of State appropriations supporting information technology services to the Office of Information Technology within the Department of Treasury.

## 10. PUBLIC SAFETY AND CRIMINAL JUSTICE

### 19. CENTRAL PLANNING, DIRECTION AND MANAGEMENT

#### OBJECTIVES

- To coordinate all Homeland Security issues across all levels of government, law enforcement, emergency management and the private sector.
- To develop and maintain library resources and to provide information resource/retrieval services to selected agencies within the Department of Law and Public Safety.
- To maximize management and legal services necessary to marshal efficiently, effectively and economically State and federal resources.

Oversees and distributes state and federal funding for homeland security and preparedness.

88. **Central Library Services.** Provides for the purchase, preparation and organization of books, periodicals and other library materials into an integrated collection for selected agencies of the Department of Law and Public Safety. Provides reference, research and document retrieval services including on-line searches of commercial computerized data bases as well as organization and retrieval of in-house memoranda of law. Coordinates requests for research materials within the Department and coordinates the development of Department library collections and research services with those of the State Library and those maintained by other State agencies.

#### PROGRAM CLASSIFICATIONS

13. **Homeland Security and Preparedness.** Coordinates all homeland security issues statewide and acts as liaison to federal law enforcement and other states on counter-terrorism issues. Ensures development of a comprehensive, statewide emergency plan. Gathers and disseminates intelligence and counter-terrorism information for local, county, state and federal law enforcement, in coordination with the State Police.

99. **Administration and Support Services.** Formulates and implements Departmental policies; promulgates rules and regulations; directs the centralized financial, employee, special personnel, and other management services necessary to marshal State and federal resources in order to implement policies and maximize the delivery of services.

#### EVALUATION DATA

	Actual FY 2005	Actual FY 2006	Revised FY 2007	Budget Estimate FY 2008
<b>PERSONNEL DATA</b>				
Affirmative Action Data				
Male Minority .....	1,284	1,369	1,374	1,381
Male Minority % .....	13.4	14.0	14.0	14.0
Female Minority .....	1,272	1,338	1,343	1,350
Female Minority % .....	13.3	13.6	13.7	13.7
Total Minority .....	2,556	2,707	2,717	2,731
Total Minority % .....	26.7	27.6	27.7	27.7
<b>Position Data</b>				
Filled Positions by Funding Source				
State Supported .....	156	154	237 (a)	280
Federal .....	1	9	12	13
Total Positions .....	157	163	249	293

# LAW AND PUBLIC SAFETY

	Actual FY 2005	Actual FY 2006	Revised FY 2007	Budget Estimate FY 2008
Filled Positions by Program Class				
Homeland Security and Preparedness .....	---	---	90 (a)	132
Central Library Services .....	9	9	9	9
Administration and Support Services .....	148	154	150	152
Total Positions .....	157	163	249	293

**Notes:**

Actual payroll counts are reported for fiscal years 2005 and 2006 as of December and revised fiscal year 2007 as of January. The Budget Estimate for fiscal year 2008 reflect the number of positions funded. All Other includes positions supported by fees or other dedicated resources previously reported as State Supported.

(a) State supported positions increased due to the transfer of positions from the Division of Criminal Justice to the Office of the Attorney General related to the Office of Homeland Security and Preparedness.

## APPROPRIATIONS DATA (thousands of dollars)

Year Ending June 30, 2006					Year Ending June 30, 2008			
Orig. & (S)Supple- mental	Reapp. & (R)Recpts.	Transfers & (E)Emer- gencies	Total Available	Expended	2007 Prog. Class. Adjusted Approp.	Requested	Recom- mended	
<b><u>DIRECT STATE SERVICES</u></b>								
<b>Distribution by Fund and Program</b>								
2,000	1,500	---	3,500	1,980	Homeland Security and Preparedness	13	3,250	3,250
603	---	50	653	653	Central Library Services	88	653	853
9,422	346	5,849	15,617	13,669	Administration and Support Services	99	17,800	17,504
<b>12,025</b>	<b>1,846</b>	<b>5,899</b>	<b>19,770</b>	<b>16,302</b>	<b>Total Direct State Services</b>	<b>21,703 (a)</b>	<b>21,607</b>	<b>21,607</b>
<b>Distribution by Fund and Object</b>								
Personal Services:								
3,837	---	5,612	9,449	9,402	Salaries and Wages	9,717	10,244	10,244
<b>3,837</b>	<b>---</b>	<b>5,612</b>	<b>9,449</b>	<b>9,402</b>	<b>Total Personal Services</b>	<b>9,717</b>	<b>10,244</b>	<b>10,244</b>
162	---	106	363	270	Materials and Supplies	162	362	362
95 <sup>S</sup>	---	189	355	355	Services Other Than Personal	151	148	148
166	---	92	180	180	Maintenance and Fixed Charges	88	88	88
88	---				Special Purpose:			
2,000	1,500	---	3,500	1,980	Office of Homeland Security and Preparedness	13	2,650	2,650
---	---	---	---	---	Domestic Security Preparedness Task Force	13	600	600
---	---	---	---	---	Emergency Operations Center-Operating	99	3,466	3,466
4,100	---	-100	4,000	3,754	Fiscal Integrity Unit/Office of Government Integrity	99	4,000	3,430
250	---	---	250	32	Smart Growth Enforcement	99	250	---
198	---	---	198	197	Affirmative Action and Equal Employment Opportunity	99	198	198
300	---	---	300	---	Criminal Disposition Commission	99	300	300
100	345	---	445	111	Criminal Sentencing Commission	99	100	100
708	---	---	708	---	Cigarette Task Force	99	---	---
21	1	---	22	21	Additions, Improvements and Equipment	21	21	21



# LAW AND PUBLIC SAFETY

Year Ending June 30, 2006					Year Ending June 30, 2008			
Orig. & (S)Supple- mental	Reapp. & (R)Recpts.	Transfers & (E)Emer- gencies	Total Available	Expended	Prog. Class.	2007 Adjusted Approp.	Requested	Recom- mended
<b>GRANTS-IN-AID</b>								
<b>Distribution by Fund and Program</b>								
---	---	20	20	20	Administration and Support Services	99	---	---
---	---	20	20	20	<b>Total Grants-in-Aid</b>		---	---
<b>Distribution by Fund and Object</b>								
Grants:								
---	---	20	20	20	Ceasefire Gun Prevention Education and Advocacy	99	---	---
<b>STATE AID</b>								
<b>Distribution by Fund and Program</b>								
---	---	---	---	---	Homeland Security and Preparedness	13	15,000	15,000
---	---	---	---	---	<b>Total State Aid</b>		15,000	15,000
<b>Distribution by Fund and Object</b>								
State Aid:								
---	---	---	---	---	Capital for Homeland Security Critical Infrastructure	13	15,000	15,000
12,025	1,846	5,919	19,790	16,322	<b>Grand Total State Appropriation</b>	36,703	36,607	36,607
<b>OTHER RELATED APPROPRIATIONS</b>								
<b>Federal Funds</b>								
---	---	---	---	---	Homeland Security and Preparedness	13	65,700 (b)	65,700
7,000	6,416	-1,550	11,866	6,417	Administration and Support Services	99	2,000	1,000
7,000	6,416	-1,550	11,866	6,417	<b>Total Federal Funds</b>		67,700	66,700
<b>All Other Funds</b>								
---	2,105	7,408	9,513	6,524	Homeland Security and Preparedness	13	7,200 (c)	7,200
---	1,947				Administration and Support Services	99	3,055	3,255
---	5,366 <sup>R</sup>	-4,274	3,039	1,357	<b>Total All Other Funds</b>		10,255	10,455
19,025	17,680	7,503	44,208	30,620	<b>GRAND TOTAL ALL FUNDS</b>		114,658	113,762

## Notes -- Direct State Services - General Fund

- (a) The fiscal year 2007 appropriation has been reduced to reflect the reallocation of State appropriations supporting information technology services to the Office of Information Technology within the Department of Treasury.
- (b) In fiscal year 2007, federal funds related to homeland security were transferred from the Division of State Police to the Office of Homeland Security and Preparedness.
- (c) In addition the the resources reflected in All Other Funds above, a total of \$7.2 million will be transferred from the Department of Treasury to support operations and services related to the Office of Homeland Security and Preparedness in fiscal 2008. The recent history of such receipts is reflected in the Department of Treasury's budget.

## Language Recommendations -- Direct State Services - General Fund

Notwithstanding the provisions of any law or regulation to the contrary, funds obtained through seizure, forfeiture, or abandonment pursuant to any federal or State statutory or common law and the proceeds of the sale of any such confiscated property or goods, except for such funds as are dedicated pursuant to N.J.S.2C:64-6, are appropriated for law enforcement purposes designated by the Attorney General; provided, however, that receipts in excess of \$2,255,000 may only be used for non-recurring expenditures.

The Attorney General shall provide the Director of the Division of Budget and Accounting, the Senate Budget and Appropriations Committee and the Assembly Appropriations Committee, or the successor committees thereto, with written reports on August 1, 2007 and February 1, 2008, of the use and disposition by State law enforcement agencies, including the offices of the county prosecutors, of any interest in property or money seized, or proceeds resulting from seized or forfeited property, and any interest or income earned

thereon, arising from any State law enforcement agency involvement in a surveillance, investigation, arrest or prosecution involving offenses under N.J.S. 2C:35-1 et seq. and N.J.S. 2C:36-1 et seq. leading to such seizure or forfeiture. The reports shall specify for the preceding period of the fiscal year the type, approximate value, and disposition of the property seized and the amount of any proceeds received or expended, whether obtained directly or as contributive share, including but not limited to the use thereof for asset maintenance, forfeiture prosecution costs, costs of extinguishing any perfected security interest in seized property and the contributive share of property and proceeds of other participating local law enforcement agencies. The reports shall provide an itemized accounting of all proceeds expended and shall specify with particularity the nature and purpose of each such expenditure.

Penalties, fines, and other fees collected pursuant to N.J.S. 2C:35-20 and deposited in the State Forensic Laboratory Fund, together with the unexpended balance at the end of the preceding fiscal year, are appropriated to defray additional laboratory related administration and operational expenses of the "Comprehensive Drug Reform Act of 1987," P.L. 1987, c.106 (C.2C:35-1 et seq.), subject to the approval of the Director of the Division of Budget and Accounting.

Of the amounts hereinabove appropriated for the Unit of Fiscal Integrity in School Construction/Office of Government Integrity, there shall be credited against such amounts such monies as are received by the Unit of Fiscal Integrity/Office of Government Integrity pursuant to a Memorandum of Understanding between the Unit of Fiscal Integrity and the New Jersey Economic Development Authority for oversight services including employee benefit costs in connection with the school construction program.

Receipts derived from the agency surcharge on vehicle rentals pursuant to section 54 of P.L. 2002, c. 34 (C.App.A:9-78), not to exceed \$7,200,000, are appropriated for the Office of Homeland Security and Preparedness and shall be deposited into a dedicated account, the expenditure of which shall be subject to the approval of the Director of the Division of Budget and Accounting.

The unexpended balances at the end of the preceding fiscal year in the Office of Homeland Security and Preparedness are appropriated subject to the approval of the Director of the Division of Budget and Accounting.

#### **Language Recommendations -- State Aid - General Fund**

Of the amounts appropriated hereinabove for Capital for Homeland Security Critical Infrastructure, amounts may be transferred to other departments and State agencies for any State and local homeland security purpose, subject the approval of the Director of the Division of Budget and Accounting.

Notwithstanding the provisions of any law, regulation or Executive Order to the contrary, any purchase by the State or by a State agency or local government unit of equipment, goods or services related to homeland security and domestic preparedness, that is paid for or reimbursed by State funds appropriated in this fiscal year, to the Department of Law and Public Safety, for Homeland Security and Preparedness under program classification, may be made through the receipt of public bids or as an alternative to public bidding and subject to the provisions of this paragraph, through direct purchase without advertising for bids or rejecting bids already received but not awarded. Purchases made without public bidding shall be from vendors that shall either (1) be holders of a current State contract for the equipment, goods or services sought, or (2) be participating in a federal procurement program established by a federal department or agency, or (3) have been approved by the State Treasurer in consultation with the Director of the Office of Homeland Security and Preparedness. The equipment, goods or services purchased by a local government unit receiving such State funds by subgrant, shall be referred to in the grant agreement issued by the Office of Homeland Security and Preparedness and shall be authorized by resolution of the governing body of the local government unit entering into the grant agreement. Such resolution may, without subsequent action of the local governing body, simultaneously accept the grant from the State administrative agency, authorize the insertion of the revenue and offsetting appropriation in the budget of the local government unit, and authorize the contracting agent of the local government unit to procure the equipment, goods or services. A copy of such resolution shall be filed with the chief financial officer of the local government unit and the Division of Local Government Services in the Department of Community Affairs.

The unexpended balances at the end of the preceding fiscal year in the Capital for Homeland Security Critical Infrastructure account are appropriated subject to the approval of the Director of the Division of Budget and Accounting.

## **70. GOVERNMENT DIRECTION, MANAGEMENT, AND CONTROL**

### **74. GENERAL GOVERNMENT SERVICES**

#### **OBJECTIVES**

To provide legal services and counsel to all officers, departments, agencies and instrumentalities of State government, as well as County Boards of Election and Taxation.

#### **PROGRAM CLASSIFICATIONS**

12. **Legal Services.** Provides day-to-day counseling and advice, renders written legal opinions on questions concerning

constitutional and statutory authority and operations, makes appearances at State hearings, and represents the State in litigation and appeals in both State and Federal courts. Services include representing the State in all claims brought against the State and its employees for personal injury, property damage and contract claims, as well as prosecuting all claims for property damage on behalf of the State.

# LAW AND PUBLIC SAFETY

## EVALUATION DATA

	Actual FY 2005	Actual FY 2006	Revised FY 2007	Budget Estimate FY 2008
<b>PROGRAM DATA</b>				
<b>Legal Services</b>				
Appeals pending .....	1,635	1,600	1,680	1,764
Appeals disposed .....	1,955	1,951	1,900	1,900
Formal administrative agency advice pending .....	59	35	40	44
Administrative agency advice completed .....	121	115	115	121
Litigation pending .....	13,810	12,712	13,983	15,382
Litigation concluded .....	10,283	9,712	10,198	10,707
Other matters pending .....	5,975	5,417	5,959	6,555
Other matters concluded .....	3,492	4,738	4,975	5,472
Administrative hearings pending .....	4,475	4,240	4,367	4,804
Administrative hearings concluded .....	2,275	2,832	2,974	3,122
Workers Compensation pending .....	6,579	6,129	6,554	6,882
Workers Compensation completed .....	1,682	1,701	1,735	1,822
Second Injury pending .....	7,531	7,909	7,978	8,377
Second Injury completed .....	1,101	1,432	1,504	1,579

## PERSONNEL DATA

### Position Data

#### Filled Positions by Funding Source

State Supported .....	672	754	658	679
All Other .....	356	364	331	331
Total Positions .....	1,028	1,118	989	1,010

#### Filled Positions by Program Class

Legal Services .....	1,028	1,118	989	1,010 (a)
Total Positions .....	1,028	1,118	989	1,010

### Notes:

Actual payroll counts are reported for fiscal years 2005 and 2006 as of December and revised fiscal year 2007 as of January. The Budget Estimate for fiscal year 2008 reflect the number of positions funded. All Other includes positions supported by fees or other dedicated resources previously reported as State Supported.

(a) The funded position counts for fiscal year 2008 are based on estimated legal service reimbursements from client agencies. These counts are subject to negotiated client agency agreements and the actual funded position counts could change.

## APPROPRIATIONS DATA (thousands of dollars)

Year Ending June 30, 2006					Year Ending June 30, 2008				
Orig. & (S)Supple- mental	Reapp. & (R)Recpts.	Transfers & (E)Emer- gencies	Total Available	Expended	Prog. Class.	2007 Adjusted Approp.	Requested	Recom- mended	
DIRECT STATE SERVICES									
Distribution by Fund and Program									
28,983	63,156	-36	92,103	92,073	Legal Services	12	74,850	75,099	75,099
28,983	63,156	-36	92,103	92,073	Total Direct State Services		74,850 (a)	75,099	75,099
Less:									
---	(63,156)	---	(63,156)	(63,130)	Legal Services		(57,840)	(59,089)	(59,089)
---	(63,156)	---	(63,156)	(63,130)	Total Income Deductions		(57,840)	(59,089)	(59,089)
28,983	---	-36	28,947	28,943	Total State Appropriation		17,010	16,010	16,010
Distribution by Fund and Object									
Personal Services:									
18,339	---	-36	18,303	18,303	Salaries and Wages		14,658	13,658	13,658
18,339	---	-36	18,303	18,303	Total Personal Services		14,658	13,658	13,658
89	---	---	89	87	Materials and Supplies		89	89	89
601	---	---	601	601	Services Other Than Personal		559	559	559
262	---	---	262	260	Maintenance and Fixed Charges		262	262	262

# LAW AND PUBLIC SAFETY

Year Ending June 30, 2006					Year Ending June 30, 2008				
Orig. & (S)Supple- mental	Reapp. & (R)Recpts.	Transfers & (E)Emer- gencies	Total Available	Expended	Prog. Class.	2007 Adjusted Approp.	Requested	Recom- mended	
<u>DIRECT STATE SERVICES</u>									
Special Purpose:									
---	63,156 <sup>R</sup>	---	63,156	63,130	Legal Services	12	57,840	59,089	59,089
1,442	---	---	1,442	1,442	Child Welfare Unit	12	1,442	1,442	1,442
8,250	---	---	8,250	8,250	A-901 Fee Reimbursement	12	---	---	---
<i>Less:</i>									
---	(63,156) <sup>R</sup>	---	(63,156)	(63,130)	Income Deductions		(57,840)	(59,089)	(59,089)
<u>28,983</u>	<u>---</u>	<u>-36</u>	<u>28,947</u>	<u>28,943</u>	<i>Grand Total State Appropriation</i>		<u>17,010</u>	<u>16,010</u>	<u>16,010</u>

## Notes -- Direct State Services - General Fund

- (a) The fiscal year 2007 appropriation has been reduced to reflect the reallocation of State appropriations supporting information technology services to the Office of Information Technology within the Department of Treasury.

## Language Recommendations -- Direct State Services - General Fund

In addition to the \$59,088,708 attributable to Reimbursements from Other Sources and the corresponding additional amount associated with employee fringe benefit costs, there are appropriated such sums as may be received or receivable from any State agency, instrumentality or public authority for direct or indirect costs of legal services furnished thereto and attributable to a change in or the addition of a client agency agreement, subject to the approval of the Director of the Division of Budget and Accounting.

The Director of the Division of Budget and Accounting is empowered to credit or transfer to the General Fund from any other department, branch, or non-State fund source, out of funds appropriated thereto, such funds as may be required to cover the costs of legal services attributable to that other department, branch, or non-State fund source as the Director of the Division of Budget and Accounting shall determine. Receipts in any non-State fund are appropriated for the purpose of such transfer.

Notwithstanding the provisions of any law or regulation to the contrary, revenues derived from penalties, cost recoveries, restitution or other recoveries to the State are appropriated to offset unbudgeted, extraordinary costs of legal, investigative, administrative, expert witnesses and other services incurred by the Division of Law related to litigation and acting on behalf of the State and State agencies. Such sums shall first be charged to any revenues derived from recoveries collected by the State but may also be provided from the General Fund, subject to the approval of the Director of the Division of Budget and Accounting.

## 80. SPECIAL GOVERNMENT SERVICES 82. PROTECTION OF CITIZENS' RIGHTS

### OBJECTIVES

- To assure fair, equitable, and competent treatment of the consumer in practices relating to the acquisition of goods and services, and the use of professional and occupational services.
- To assure equal opportunity in employment, housing, public accommodations, and the extension of credit or making of loans.
- To compensate innocent victims of violent crimes.

### PROGRAM CLASSIFICATIONS

- 14. Consumer Affairs.** Protects the rights of the consumer and provides uniform enforcement of public protection laws. Provides executive leadership and centralized administrative and support services for all the bureaus, offices, commissions, sections and professional boards, and advisory committees. Directs efforts toward the prevention of fraud and unfair dealings in advertising and/or sales techniques; regulates the buying and selling of securities and analyzes corporate takeover proposals; establishes uniform standards and checks for compliance with those standards; regulates fund raising organizations; licenses and regulates employment agencies and counselors; regulates the conduct of bingo games and raffles; and performs field inspections and investigations for the professional and occupational boards. Institutes hearings to determine if violations have occurred and/or to assess penalties for violations of the public protection laws.

- 15. Operation of State Professional Boards.** Completely financed from receipts, the boards regulate the practices of the respective professions, occupations, and trades for the protection of the consumer; prescribe standards of conduct and performance; pass on qualifications of applicants for licensure by examination, evaluation of experience, and/or endorsement of credentials; certify the training programs of certain schools and agencies; and hear complaints on violations of statutory provisions and determine penalties for violators. The New Jersey Cemetery Board ensures that those companies certified in this State continue to comply with all applicable laws and regulations; and that all persons directly or indirectly associated with this industry are properly licensed; and investigates and resolves all written complaints in a timely manner.

- 16. Protection of Civil Rights.** Protects all persons in their civil rights; prevents and eliminates practices of discrimination against persons because of race, creed, color, national origin, ancestry, age, sex, marital status, mental or physical handicap, nationality or their liability for service in the armed forces of the United States; investigates complaints originated by individuals and initiates complaints of its own to eliminate discriminatory patterns and practices. Conciliation conferences and public hearings are used to remedy acts of discrimination. Enforces the Multiple Dwelling Reporting Rule and conducts "A95" civil rights reviews.

# LAW AND PUBLIC SAFETY

**19. Victims of Crime Compensation Board.** Conducts hearings on applications for compensation for personal injury or death resulting from violent crimes. Awards not to exceed \$25,000 are granted to the innocent victim, the dependents of the

deceased innocent victim, or to any person responsible for the maintenance of the innocent victim. The Victims of Crime Compensation Board is an agency "in-but-not-of" the Department of Law and Public Safety.

## EVALUATION DATA

	Actual FY 2005	Actual FY 2006	Revised FY 2007	Budget Estimate FY 2008
<b>PROGRAM DATA</b>				
<b>Consumer Affairs</b>				
Weights and Measures				
Licenses and permits issued	1,959	1,855	1,870	1,870
Devices tested	111,063	104,698	104,000	104,000
Penalties collected	\$2,784,133	\$2,260,585	\$1,900,000	\$1,900,000
Commodity checks	515,294	466,402	490,000	490,000
Securities Bureau				
Special investigations	32	55	50	50
Inquiries	24,467	21,066	25,000	25,000
Hearings and conferences	206	100	100	100
Applications	231,542	234,027	225,000	225,000
Administrative orders	63	93	75	75
Registrations	191,496	190,484	190,000	190,000
Consumer Protection Programs				
Mail received	114,707	128,822 (a)	130,000	130,000
Consumer complaints opened	9,049	9,874	10,000	10,000
Consumer complaints closed	2,689	3,217	3,500	3,500
Value of restitutions made	\$20,366,251 (b)	\$5,849,412	\$5,000,000	\$5,000,000
Penalties collected	\$3,403,337	\$4,528,555	\$4,500,000	\$4,500,000
Number of controlled dangerous substance manufacturers registered	40,023	41,333	41,500	41,500
Licenses issued - Public Movers and Warehouseman	370	373	375	375
<b>Operation of State Professional Boards</b>				
Licenses in Force (end of year)				
Certified Public Accountants	23,970	25,388	25,000	25,000
Architects	8,393	7,945	8,000	8,000
Dentists and Dental Hygienists	20,826	18,398	19,000	19,000
Mortuary Science	2,684	2,625	2,700	2,700
Professional Engineers and Land Surveyors	20,464	19,430	20,000	20,000
Medical Examiners	38,139	38,744	39,000	39,000
Nursing	171,317	177,461	178,000	178,000
Optometrists	1,933	2,920	3,000	3,000
Pharmacy	14,805	15,608	15,500	15,500
Veterinary Medical Examiners	2,157	2,189	3,000	3,000
Court Reporting	1,132	1,135	1,150	1,150
Ophthalmic Dispensers and Ophthalmic Technician	1,747	1,607	1,600	1,600
Cosmetology and Hairstyling	76,942	81,442	82,000	82,000
Professional Planners	3,105	3,143	3,150	3,150
Electrical Contractors	18,387	18,092	18,500	18,500
Psychological Examiners	2,900	2,918	2,925	2,925
Master Plumbers	6,356	6,214	6,250	6,250
Marriage Counselor Examiners	4,339	4,645	4,650	4,650
Chiropractic Examiners	3,488	3,317	3,400	3,400
Physical Therapists	8,879	8,754	8,775	8,775
Audiology and Speech Pathology	4,073	4,139	4,150	4,150
Real Estate Appraisal	2,791	2,864	2,875	2,875
Respiratory Care	3,253	3,164	3,200	3,200
Social Work Examiners	15,919	16,754	17,000	17,000
Orthotics and Prosthetics	221	234	250	250
Occupational Therapists	4,119	4,155	4,175	4,175
Cemetery Companies	399	399	399	399

# LAW AND PUBLIC SAFETY

	Actual FY 2005	Actual FY 2006	Revised FY 2007	Budget Estimate FY 2008
<b>Protection of Civil Rights</b>				
Caseload				
Cases received (docketed) .....	1,253	1,280	1,400	1,400
Cases closed (resolved) .....	1,291	1,286	1,550	1,690
Ending balance (cumulative) .....	1,322	1,316	1,166	876
Complaints received (not docketed) .....	9,233	11,440	12,500	12,500
Monetary awards .....	2,655,214	2,386,465	2,750,000	3,000,000
<b>Victims of Crime Compensation Board</b>				
Claims pending, July 1 .....	1,761	1,962	2,085	2,635
Cases re-opened .....	255	335	350	375
Claims received .....	3,707	4,194	4,500	4,800
Claims concluded .....	3,761	4,406	4,300	4,400
Approved for payment .....	2,357	2,495	2,700	2,800
Denied .....	1,404	1,911	1,600	1,600
Ending balance, June 30 .....	1,962	2,085	2,635	3,410
Average award .....	\$5,913	\$5,770	\$5,925	\$6,070

## PERSONNEL DATA

### Position Data

#### Filled Positions by Funding Source

State Supported .....	262	239	215	216
All Other .....	597	634	589	601
Total Positions .....	859	873	804	817

#### Filled Positions by Program Class

Consumer Affairs .....	493	479	432	441
Operation of State Professional Boards .....	227	259	241	253
Protection of Civil Rights .....	90	90	85	79
Victims of Crime Compensation Board .....	49	45	46	44
Total Positions .....	859	873	804	817

### Notes:

Actual payroll counts are reported for fiscal years 2005 and 2006 as of December and revised fiscal year 2007 as of January. The Budget Estimate for fiscal year 2008 reflects the number of positions funded. All Other includes positions supported by fees or other dedicated resources previously reported as State Supported.

(a) The fiscal year 2006 mail received volume increase is due to the receipt of new Home Improvement Contractor Registrations and the Do Not Call Legislation.

(b) The fiscal year 2005 value of restitutions includes \$15.3 million from several large lawsuits.

## APPROPRIATIONS DATA (thousands of dollars)

Year Ending June 30, 2006					Year Ending June 30, 2008			
Orig. & (S)Supple- mental	Reapp. & (R)Recpts.	Transfers & (E)Emer- gencies	Total Available	Expended	Prog. Class.	2007 Adjusted Approp.	Requested	Recom- mended
<b><u>DIRECT STATE SERVICES</u></b>								
<b>Distribution by Fund and Program</b>								
13,914	78,725	-2,371	90,268	41,468	14	13,077	12,077	12,077
17,633	75,338	731	93,702	45,036				
17,541	75,338	731	93,610	44,944	15	17,633	17,633	17,633
92	---	---	92	92		17,541	17,541	17,541
5,415	85	564	6,064	5,918		92	92	92
5,608	8,949	---	14,557	9,631	16	5,589	5,424	5,424
					19	5,585	5,185	5,185
42,570	163,097	-1,076	204,591	102,053		41,884	40,319	40,319
42,478	163,097	-1,076	204,499	101,961		41,792 <sup>(a)</sup>	40,227	40,227
92	---	---	92	92		92	92	92

# LAW AND PUBLIC SAFETY

Year Ending June 30, 2006					Year Ending June 30, 2008			
Orig. & (S)Supple- mental	Reapp. & (R)Recpts.	Transfers & (E)Emer- gencies	Total Available	Expended	Prog. Class.	2007 Adjusted Approp.	Requested	Recom- mended
<b>DIRECT STATE SERVICES</b>								
<b>Distribution by Fund and Object</b>								
Personal Services:								
10,886	48,765 31,023 R	-15,608	75,066	25,275	Salaries and Wages	11,031	8,738	8,738
86	---	---	86	64	Salaries and Wages (CRF)	66	66	66
---	---	---	---	4,836	Employee Benefits	---	---	---
---	---	---	---	22	Employee Benefits (CRF)	20	20	20
10,972	79,788	-15,608	75,152	30,197	<i>Total Personal Services</i>	11,117	8,824	8,824
10,886	79,788	-15,608	75,066	30,111	<i>(From General Fund)</i>	11,031	8,738	8,738
86	---	---	86	86	<i>(From Casino Revenue Fund)</i>	86	86	86
490	527	130	1,147	548	Materials and Supplies	465	312	312
13,028	2,828	17,461	33,317	30,312	Services Other Than Personal	14,046	14,877	14,877
6	---	---	6	6	Services Other Than Person al (CRF)	6	6	6
1,896	161	277	2,334	2,207	Maintenance and Fixed Charges	1,744	2,054	2,054
Special Purpose:								
1,390	3 136 R	---	1,529	1,524	Consumer Affairs Legalized Games of Chance	14	1,390	1,390
6,994	22,433 43,677 R	-2,232	70,872	23,774	Securities Enforcement Fund	14	5,493	5,493
2,612	43 1,995 R	---	4,650	4,285	Consumer Affairs Weights and Measures Program	14	2,612	2,612
695	627 1,102 R	-139	2,285	1,487	Consumer Affairs Charitable Registrations Program	14	556	556
---	135 82 R	---	217	174	Operation of State Professional Boards	15	---	---
500	16	---	516	445	Personal Care Attendants -- Background Checks	15	500	500
100	---	---	100	---	Civil Rights Case Tracking System	16	100	---
3,630	2,450 4,582 R	-1,067	9,595	6,392	Claims - Victims of Crime	19	3,630	3,570
---	1,455 460 R	-150	1,765	131	Criminal Disposition and Revenue Collection Fund	19	---	---
150	---	-35	115	41	Victims of Crime Outreach Program	19	150	122
107	597	287	991	530	Additions, Improvements and Equipment	75	3	3
<b>42,570</b>	<b>163,097</b>	<b>-1,076</b>	<b>204,591</b>	<b>102,053</b>	<b>Grand Total State Appropriation</b>	<b>41,884</b>	<b>40,319</b>	<b>40,319</b>
<b>OTHER RELATED APPROPRIATIONS</b>								
<b>Federal Funds</b>								
715	12	---	727	256	Protection of Civil Rights	16	500	500
7,000	409	---	7,409	408	Victims of Crime Compensa- tion Board	19	7,000	7,000
<b>7,715</b>	<b>421</b>	<b>---</b>	<b>8,136</b>	<b>664</b>	<b>Total Federal Funds</b>	<b>7,500</b>	<b>7,500</b>	<b>7,500</b>
<b>All Other Funds</b>								
---	70 275 R	---	345	333	Consumer Affairs	14	16,244	16,244
---	114 70 R	-3	181	116	Protection of Civil Rights	16	80	80
---	---	---	---	---	Victims of Crime Compensa- tion Board	19	5,060	5,060
<b>---</b>	<b>529</b>	<b>-3</b>	<b>526</b>	<b>449</b>	<b>Total All Other Funds</b>	<b>21,384</b>	<b>21,384</b>	<b>21,384</b>
<b>50,285</b>	<b>164,047</b>	<b>-1,079</b>	<b>213,253</b>	<b>103,166</b>	<b>GRAND TOTAL ALL FUNDS</b>	<b>70,768</b>	<b>69,203</b>	<b>69,203</b>

**Notes -- Direct State Services - General Fund**

- (a) The fiscal year 2007 appropriation has been reduced to reflect the transfer of funds to the Interdepartmental Salary and Other Benefits Account, as well as the reallocation of State appropriations supporting information technology services to the Office of Information Technology within the Department of Treasury.

**Language Recommendations -- Direct State Services - General Fund**

Receipts derived from the assessment and recovery of costs, fines, and penalties as well as other receipts received pursuant to the Consumer Fraud Act, P.L. 1960, c. 39 (C. 56:8-1 et seq.), are appropriated for additional operational costs of the Division of Consumer Affairs, subject to the approval of the Director of the Division of Budget and Accounting.

All fees, penalties, and costs collected pursuant to P.L. 1988, c. 123 (C. 56:12-29 et seq.) are appropriated for the purpose of offsetting costs associated with the handling and resolution of consumer automotive complaints.

In addition to the amount appropriated hereinabove for Consumer Affairs, receipts in excess of the amount anticipated, attributable to changes in fee structure or fee increases, are appropriated, subject to the approval of the Director of the Division of Budget and Accounting.

Fees and cost recoveries collected pursuant to P.L. 1989, c. 331 (C. 34:8-43 et al.) are appropriated in an amount not to exceed additional expenses associated with mandated duties, subject to the approval of the Director of the Division of Budget and Accounting.

Receipts derived from penalties and the unexpended balance at the end of the preceding fiscal year in the Consumer Fraud Education Fund program account pursuant to P.L. 1999, c.129 (C.56:8-14.2 et seq.) are appropriated for the purpose of offsetting the cost of operating the program, subject to the approval of the Director of the Division of Budget and Accounting.

Receipts in excess of the amount anticipated are appropriated to the Controlled Dangerous Substance Registration program for the purpose of offsetting the costs of the administration and operation of the program, subject to the approval of the Director of the Division of Budget and Accounting. If receipts are less than anticipated, the appropriation shall be reduced proportionately.

Receipts in excess of the amount anticipated derived pursuant to P.L. 1954, c. 7 (C.5:8-1 et seq.) from the operations of the Division of Consumer Affairs Legalized Games of Chance program and the unexpended balances at the end of the preceding fiscal year, are appropriated for the purpose of offsetting the operational costs of the program, subject to the approval of the Director of the Division of Budget and Accounting.

The amount hereinabove for the Securities Enforcement Fund account is payable from receipts from fees and penalties deposited in the Securities Enforcement Fund pursuant to section 15 of P.L. 1985, c. 405 (C. 49:3-66.1). If receipts are less than anticipated, the appropriation shall be reduced proportionately.

Notwithstanding the provisions of section 15 of P.L. 1985, c.405 (C.49:3-66.1) to the contrary, receipts in excess of the amount anticipated and the unexpended balances at the end of the preceding fiscal year, are appropriated to the Securities Enforcement Fund program account to offset the cost of operating this program and for use by the Department of Law and Public Safety, subject to the approval of the Director of the Division of Budget and Accounting.

Receipts in excess of the amount anticipated derived pursuant to R.S. 51:1-1 et seq. from the operations of the Division of Consumer Affairs Office of Weights and Measures program and the unexpended balances at the end of the preceding fiscal year, are appropriated for the purposes of offsetting the operational costs of the program, subject to the approval of the Director of the Division of Budget and Accounting.

Receipts in excess of the amount anticipated derived pursuant to P.L. 1994, c. 16 (C.45:17A-18 et seq.) from the operations of the Division of Consumer Affairs Charitable Registration and Investigation program and the unexpended balances at the end of the preceding fiscal year, are appropriated for the purpose of offsetting the operational costs of the program, subject to the approval of the Director of the Division of Budget and Accounting.

The amount hereinabove for each of the several State professional boards, advisory boards, and committees shall be provided from receipts of those entities, and any receipts in excess of the amounts specifically provided to each of the entities are appropriated. The unexpended balances at the end of the preceding fiscal year are appropriated subject to the approval of the Director of the Division of Budget and Accounting.

Receipts derived from the sale of films, pamphlets, and other educational materials developed or produced by the Division on Civil Rights are appropriated to defray production costs.

Receipts derived from the provision of copies of transcripts and other materials related to officially docketed cases are appropriated.

Notwithstanding the provisions of section 2 of P.L. 1983, c. 412 (C. 10:5-14.1a) any receipts derived from the assessment of fines, fees, and penalties pursuant to P.L. 1945, c. 169 (C. 10:5-1 et seq.) are appropriated to the Division on Civil Rights for additional operational costs, subject to the approval of the Director of the Division of Budget and Accounting.

The sum hereinabove for Claims - Victims of Crime is available for payment of awards applicable to claims filed in prior fiscal years.

Receipts derived from assessments pursuant to section 2 of P.L. 1979, c. 396 (C. 2C:43-3.1) and the unexpended balance at the end of the preceding fiscal year in the Criminal Disposition and Revenue Collection Fund program account, are appropriated for the purpose of offsetting the costs of the design, development, implementation and operation of the Criminal Disposition and Revenue Collection program, subject to the approval of the Director of the Division of Budget and Accounting.



## LAW AND PUBLIC SAFETY

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Receipts derived from assessments under section 2 of P.L. 1979, c. 396 (C. 2C:43-3.1) in excess of the amount anticipated and the unexpended balance at the end of the preceding fiscal year are appropriated for payment of claims of victims of crime pursuant to P.L. 1971, c. 317 (C. 52:4B-1 et seq.) and additional Victims of Crime Compensation Board operational costs up to \$1,175,000, and \$296,000 for the Boards Strategic IT Automation Initiative, subject to the approval of the Director of the Division of Budget and Accounting.

The unexpended balances at the end of the preceding fiscal year in the Office of Victim-Witness Assistance and in the Victim and Witness Advocacy Fund pursuant to section 2 of P.L. 1979, c. 396 (C. 2C: 43-3.1) are appropriated.

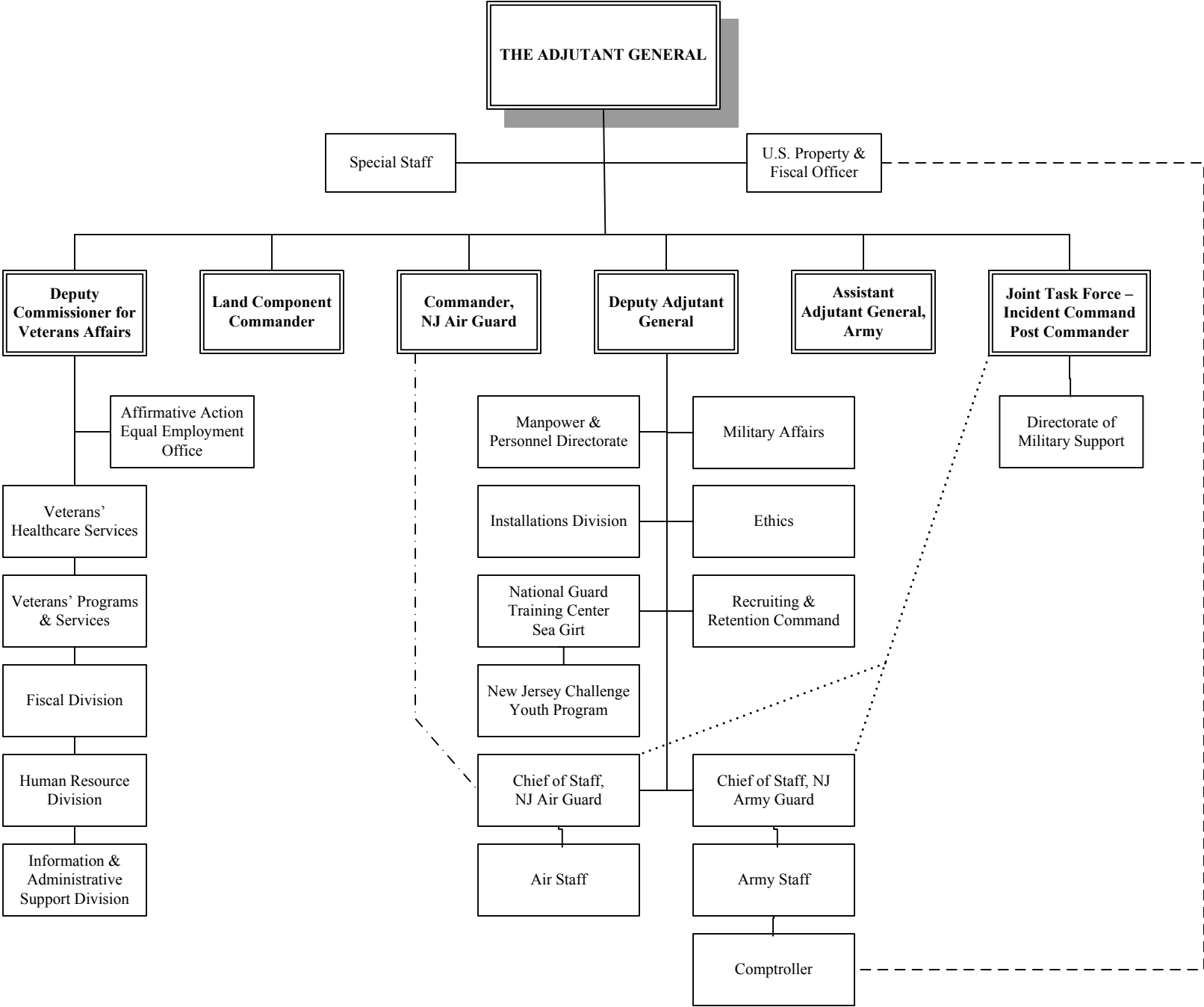
### **Language Recommendations -- Direct State Services - Casino Revenue Fund**

The amount hereinabove is appropriated from the Casino Revenue Fund.

### **Language Recommendations -- Direct State Services - General Fund**

Receipts derived from the provision of copies, the processing of credit cards and other materials related to compliance with section 6 of P.L. 2001, c.404. (C.47:1A-5), are appropriated for the purpose of offsetting costs related to the public access of government records.

# MILITARY AND VETERANS' AFFAIRS



# MILITARY AND VETERANS' AFFAIRS

## DEPARTMENT OF MILITARY AND VETERANS' AFFAIRS

### OVERVIEW

The Department of Military and Veterans' Affairs' (DMAVA) mission is to provide trained and ready forces prepared for rapid response to a wide range of civil and military operations while providing exemplary services to the citizens and veterans of New Jersey. Some of the Department's major responsibilities include: supporting New Jersey Homeland Security by providing specialized teams, providing assistance in securing and protecting critical New Jersey facilities and infrastructure; providing modernized combat-ready military units to mobilize and deploy in support of the state and national strategy; providing quality units that are properly organized, equipped, and trained to preserve peace, order and public safety in support of civil authorities and providing assistance to New Jersey's veterans, National Guard, and their families.

### FY 2008 Budget Highlights

The fiscal 2008 Budget for the Department of Military and Veterans' Affairs (DMAVA) totals \$93.1 million, a decrease of \$0.1 million or 0.1% over the fiscal 2007 adjusted appropriation of \$93.2 million. This decrease is the result of the additional cost of program expansions being offset by the elimination of one-time capital funding and ongoing savings from administrative efficiencies being implemented in fiscal 2008.

The fiscal 2008 Budget for DMAVA provides the resources to operate three veterans memorial homes, the Brigadier General Doyle Veterans Cemetery, the Veterans Haven Transitional Housing Program, the Korean and Vietnam War Memorials, and various other veterans entitlement and Grant-In-Aid programs, including tuition assistance, Post Traumatic Stress Disorder treatment and veterans' transportation.

Additionally, the Budget provides \$1 million in additional grants for support services that aid veterans returning from Iraq and Afghanistan in order to assist their transition from the battlefield back into the community. Another \$500,000 is provided to address a 161% increase in the demand for post traumatic stress disorder counseling over the past three years.

The Budget also includes \$1 million toward constructing the World War II Memorial in Trenton, bringing the State's total commitment to this project to \$3.6 million.

Finally, \$350,000 is provided to expand the Youth Challenge program, which assists at-risk youth in obtaining their Graduate Equivalent Degree and transition into higher education, employment, or national guard service.

### Support to Our Veterans

The BG William C. Doyle Veterans Memorial Cemetery continues as the nation's busiest state veterans' cemetery and the tenth busiest veteran cemetery of all types, state or federal. State appropriations of \$1.7 million for operations and \$462,000 for our Honor Guard, coupled with the US Department of Veterans Affairs Plot Interment allowance, provide the resources to maintain the cemetery grounds, keep pace with the 12-15 funerals held each day and provide off-site honors at two additional funerals, each day. By March 1, the Department will have taken possession of the newly constructed, federally funded, \$6.2 million administrative-maintenance complex at the Doyle Cemetery which will provide sufficient office space, maintenance bays, and storage buildings for the projected life of the cemetery. Concurrently, we will begin construction of the new, federally funded, \$3.7 million Section R crypt field, which will provide in excess of 5,000 new gravesites. Within a two year period, expanded operations at the Doyle Cemetery will bring in over \$11 million of federal dollars into New Jersey's economy.

Veterans Haven, the Department's transitional housing program for homeless veterans, is funded with a \$590,000 continuing annual state appropriation, with additional financial assistance provided by the US Department of Veterans Affairs and the US Department of Housing and Urban Development. The FY2007 Appropriations Act provided a \$2 million appropriation to expand this critical and successful program.

### Homeland Security

In accordance with the New Jersey Domestic Security Preparedness Act, DMAVA is responsible for training and equipping domestic emergency response teams in support of New Jersey's Homeland Security mission. These teams serve as first military responders for disaster recovery related to acts of terrorism, weapons of mass destruction incidents, and other public safety emergencies. In addition, funding of \$2.9 million is continued in fiscal 2008 to enhance the physical security of key power generating stations through the assignment of the New Jersey National Guard to supplement the existing security at each facility. This budget also includes \$371,000 to support operations of the Weapons of Mass Destruction (WMD) program. This program provides direct assistance to civil authorities and enables the Department to maintain a WMD response capability.

### Capital Recommendations

The Commission on Capital Budgeting and Planning has recommended approval to upgrade the fire alarm system for \$165,000 at the Paramus Veterans Memorial Home. This amount will generate a federal match of \$310,000 and allow DMAVA to ensure the safety of our residents.

### Department Accomplishments

Accomplishments include the deployment of over 6,000 New Jersey Army and Air National Guard members since September 11, 2001 for the Global War on Terror, for Operations Iraqi Freedom and Enduring Freedom in Afghanistan and the homeland security mission in New Jersey. All have served with honor and distinction. Many have been awarded medals including 115 Bronze Stars. Soldiers and airmen have completed 157,019 state active duty days and the Air National Guard has flown more than 20,000 hours and 4,700 sorties in support of Operations Noble Eagle, Iraqi Freedom and Enduring Freedom. Currently there are 350 soldiers and airmen still deployed.

New missions in the NJ Army National Guard include: military police, water purification, chemical response, and engineering.

New missions in the NJ Air National Guard include: a Contingency Response Group (capable of opening an airfield or airport in the wake of a military action or domestic catastrophic event), an Air Support Operations Squadron, conversion of both flying wings to more modern aircraft (F-16 Block 25 to Block 30 aircraft and KC-135E to KC-135R models).

The Department completed a solar energy project at the New Jersey National Guard Joint Training Center located at Fort Dix. Completion of this project will reduce department energy expenditures, create long-term cost savings and promote renewable energy sources that are environmentally friendly.

The Department's Division of Veterans Healthcare Services has updated New Jersey Administrative Code 5A:5. As a result, New Jersey veterans facilities are expanding services and bringing costs and allowable deductions in line with current fiscal practices and inflation. The Division of Veterans Healthcare Services has also implemented Medicare Part D for resident medications, providing a process for the State of New Jersey to receive reimbursement from

# MILITARY AND VETERANS' AFFAIRS

both the federal government and private medical plans (third party) for medications purchased by the State for our veteran residents.

The Department's Veteran Service Officers, manning 17 locations throughout the state and in Philadelphia, provide veterans with entitlement counseling and direct claims representation that will bring in excess of \$60 million into the State of New Jersey's economy this year.

The Youth Challenge Academy continues to excel exceeding their target graduation rate of 200 cadets annually. The average GED pass rate is 89% and the average placement after graduation is 85%. The Academy also received another National award for Academic Excellence.

## DEPARTMENT OF MILITARY AND VETERANS' AFFAIRS

### SUMMARY OF APPROPRIATIONS BY FUND

(thousands of dollars)

Year Ending June 30, 2006					Year Ending June 30, 2008		
Orig. & (S)Supple- mental	Reapp. & (R)Recpts.	Transfers & (E)Emer- gencies	Total Available	Expended	2007 Adjusted Approp.	Requested	Recom- mended
<b>GENERAL FUND</b>							
85,851	4,369	2,275	92,495	89,468	89,016	88,906	88,906
1,544	15	---	1,559	1,450	1,544	3,044	3,044
175	2,797	77	3,049	661	2,590	1,165	1,165
<b>87,570</b>	<b>7,181</b>	<b>2,352</b>	<b>97,103</b>	<b>91,579</b>	<b>93,150</b>	<b>93,115</b>	<b>93,115</b>
<b>87,570</b>	<b>7,181</b>	<b>2,352</b>	<b>97,103</b>	<b>91,579</b>	<b>Total Appropriation, Department of Military and Veterans' Affairs</b>		
					<b>93,150</b>	<b>93,115</b>	<b>93,115</b>

### SUMMARY OF APPROPRIATIONS BY ORGANIZATION

(thousands of dollars)

Year Ending June 30, 2006					Year Ending June 30, 2008		
Orig. & (S)Supple- mental	Reapp. & (R)Recpts.	Transfers & (E)Emer- gencies	Total Available	Expended	2007 Adjusted Approp.	Requested	Recom- mended
<b>DIRECT STATE SERVICES - GENERAL FUND</b>							
<b>Military Services</b>							
4,615	124	648	5,387	5,358	4,795	5,094	5,094
13,028	2,700	-118	15,610	12,995	11,336	11,091	11,091
<b>17,643</b>	<b>2,824</b>	<b>530</b>	<b>20,997</b>	<b>18,353</b>	<b>16,131</b>	<b>16,185</b>	<b>16,185</b>
<b>Services to Veterans</b>							
6,158	1,497	167	7,822	7,488	6,434	6,454	6,454
20,925	30	557	21,512	21,470	22,572	22,192	22,192
19,312	12	1,101	20,425	20,423	20,422	20,583	20,583
21,813	6	-80	21,739	21,734	23,457	23,492	23,492
<b>68,208</b>	<b>1,545</b>	<b>1,745</b>	<b>71,498</b>	<b>71,115</b>	<b>72,885</b>	<b>72,721</b>	<b>72,721</b>
<b>85,851</b>	<b>4,369</b>	<b>2,275</b>	<b>92,495</b>	<b>89,468</b>	<b>89,016</b>	<b>88,906</b>	<b>88,906</b>
<b>85,851</b>	<b>4,369</b>	<b>2,275</b>	<b>92,495</b>	<b>89,468</b>	<b>TOTAL DIRECT STATE SERVICES</b>		
					<b>89,016</b>	<b>88,906</b>	<b>88,906</b>
<b>GRANTS-IN-AID - GENERAL FUND</b>							
<b>Military Services</b>							
35	---	---	35	35	35	35	35
<b>35</b>	<b>---</b>	<b>---</b>	<b>35</b>	<b>35</b>	<b>35</b>	<b>35</b>	<b>35</b>

# MILITARY AND VETERANS' AFFAIRS

Year Ending June 30, 2006					Year Ending June 30, 2008		
Orig. & (S)Supple- mental	Reapp. & (R)Recpts.	Transfers & (E)Emer- gencies	Total Available	Expended	2007 Adjusted Approp.	Requested	Recom- mended
1,509	15	---	1,524	1,415	<b>Services to Veterans</b>		
				Veterans' Program Support	1,509	3,009	3,009
1,509	15	---	1,524	1,415	<i>Subtotal</i>		
					1,509	3,009	3,009
1,544	15	---	1,559	1,450	<b>Total Grants-In-Aid - General Fund</b>		
					1,544	3,044	3,044
1,544	15	---	1,559	1,450	<b>TOTAL GRANTS-IN-AID</b>		
					1,544	3,044	3,044
<b>CAPITAL CONSTRUCTION</b>							
<b>Military Services</b>							
175	2,683	77	2,935	564	Central Operations		
---	97	---	97	97	National Guard Programs Support		
					590	1,000	1,000
175	2,780	77	3,032	661	<i>Subtotal</i>		
					---	---	---
					590	1,000	1,000
<b>Services to Veterans</b>							
---	14	---	14	---	Veterans' Program Support		
---	---	---	---	---	Paramus Veterans' Memorial Home		
---	3	---	3	---	Vineland Veterans' Memorial Home		
					2,000	---	---
---	17	---	17	---	<i>Subtotal</i>		
					---	165	165
175	2,797	77	3,049	661	<b>TOTAL CAPITAL CONSTRUCTION</b>		
					---	---	---
					2,000	165	165
87,570	7,181	2,352	97,103	91,579	<b>TOTAL CAPITAL CONSTRUCTION</b>		
					2,590	1,165	1,165
<b>Total Appropriation,</b>							
<i>Department of Military and Veterans'</i>							
<i>Affairs</i>					93,150	93,115	93,115

## 10. PUBLIC SAFETY AND CRIMINAL JUSTICE

### 14. MILITARY SERVICES

#### OBJECTIVES

1. To provide command and operational control to all units of the New Jersey National Guard.
2. To plan for and establish the force structure required to accomplish both federal and State missions while supporting the future goals established by the Governor for the development of the State.
3. To recruit, train and support the personnel required by the force structure to be able to respond to calls to duty by federal and State authorities in the event of an emergency.
4. To operate, maintain, preserve and extend the useful life of all physical facilities in support of New Jersey National Guard and Veterans' programs.
5. To evaluate and determine priorities for the location and construction of new facilities and the expansion and improvement of existing facilities in order to support the force structure of the National Guard.
6. To operate and maintain a High Technology Training Center at Fort Dix, New Jersey in order to provide the enhanced state of the art individual and unit training required by the members of the New Jersey National Guard and other reserve and active component military personnel, in order to ensure their ability to survive on the modern battlefield.
7. To provide centralized and integrated managerial and support services to all departmental programs.

#### PROGRAM CLASSIFICATIONS

40. **New Jersey National Guard Support Services.** Provides operational command and control as well as support to the State National Guard, whose mission is to protect life and property, and preserve peace, order and public safety during times of emergency or disaster. In addition, provides for a trained and organized military force and individuals available at the call of the President in the event of a war or other national emergency to augment the active military forces. It also comprises the planning, management, and operation of the physical assets of the department and its subordinate activities, including three veterans' memorial homes, 38 armories (33 housing National Guard units), buildings, and equipment of all kinds, as well as alteration, expansion, construction, rehabilitation and improvement, and custodial services.
60. **Joint Training Center Management and Operations.** Provides accommodations, support and operations for the year round training of National Guard personnel at the Training Center in Sea Girt.
99. **Administration and Support Services.** Provides administrative services required for the effective operation of the department and all of its subordinate activities and operations including general management, management information systems, purchasing, accounting, budgeting, personnel, payroll, training and clerical services.

# MILITARY AND VETERANS' AFFAIRS

## EVALUATION DATA

	Actual FY 2005	Actual FY 2006	Revised FY 2007	Budget Estimate FY 2008
<b>PROGRAM DATA</b>				
<b>New Jersey National Guard Support Services</b>				
Armory use data (days) .....	26,049	24,609	24,600	25,100
Military .....	13,612	13,589	13,500	13,500
Other State agencies .....	1,934	1,835	1,900	1,900
Private/Public .....	10,503	9,185	9,200	9,700
Land management (acres) .....	11,369	11,354	11,576	11,576
Authorized strength of Army National Guard .....	7,679	8,660	6,021	6,953
Strength of Army National Guard, June 30 .....	77%	80%	100%	86%
Authorized strength of Air National Guard .....	2,384	2,367	2,367	2,367
Strength of Air National Guard, June 30 .....	96%	97%	100%	100%
<b>Joint Training Center Management and Operations</b>				
Individuals Trained (Person Days)				
New Jersey National Guard Troops .....	27,254	20,488	38,000	38,000
State Police officers in-service training .....	4,732	7,686	8,336	10,600
State Police recruit training .....	38,581	23,946	17,032	21,350
Criminal Justice .....	7,450	8,173	6,796	6,796
Juvenile Justice Commission .....	4,764	6,500	6,709	6,951
Department of Corrections .....	36,533	29,298	25,200	25,200
Division of Highway Safety .....	2,309	1,963	1,788	2,496
Challenge Youth Program .....	32,700	36,267	38,500	38,500
All others .....	43,000	122,000 (a)	125,000	128,000
<b>PERSONNEL DATA</b>				
Affirmative Action Data				
Male minority .....	191	191	226	218
Male minority % .....	13.2	12.7	15.2	13.4
Female minority .....	643	643	695	714
Female minority % .....	44.3	42.9	46.7	44.0
Total .....	834	834	921	932
Total % .....	57.5	55.6	61.9	57.4
<b>Position Data</b>				
Filled Positions by Funding Source				
State Supported .....	130	129	115	136
Federal .....	145	150	147	208
Total Positions .....	275	279	262	344
Filled Positions by Program Class				
New Jersey National Guard Support Services .....	210	215	199	273
Joint Training Center Management and Operations .....	8	7	8	13
Administration and Support Services .....	57	57	55	58
Total Positions .....	275	279	262	344

### Notes:

Actual payroll counts are reported for fiscal years 2005 and 2006 as of December, and revised fiscal year 2007 as of January.

The Budget Estimate for fiscal year 2008 reflects the number of positions funded.

(a) Changes of measurement to include all uses of the facility.

## APPROPRIATIONS DATA (thousands of dollars)

Year Ending June 30, 2006					Year Ending June 30, 2008			
Orig. & (S)Supple- mental	Reapp. & (R)Recpts.	Transfers & (E)Emer- gencies	Total Available	Expended	Prog. Class.	2007 Adjusted Approp.	Requested	Recom- mended
<b><u>DIRECT STATE SERVICES</u></b>								
<b>Distribution by Fund and Program</b>								
13,028	2,700	-118	15,610	12,995	New Jersey National Guard Support Services	40	11,336	11,091
494	19	17	530	503	Joint Training Center Management and Operations	60	512	438

# MILITARY AND VETERANS' AFFAIRS

Year Ending June 30, 2006					Year Ending June 30, 2008				
Orig. & (S)Supple- mental	Reapp. & (R)Recpts.	Transfers & (E)Emer- gencies	Total Available	Expended		Prog. Class.	2007 Adjusted Approp.	Requested	Recom- mended
					<u>DIRECT STATE SERVICES</u>				
4,121	105	631	4,857	4,855	Administration and Support Services	99	4,283	4,656	4,656
17,643	2,824	530	20,997	18,353	Total Direct State Services		16,131 (a)	16,185	16,185
					Distribution by Fund and Object				
					Personal Services:				
6,985	---	-233	6,752	6,752	Salaries and Wages		7,035	7,339	7,339
6,985	---	-233	6,752	6,752	Total Personal Services		7,035	7,339	7,339
1,257	---	20	1,277	1,277	Materials and Supplies		1,257	1,107	1,107
602	---	617	1,219	1,218	Services Other Than Personal		499	499	499
1,053	---	-329	724	724	Maintenance and Fixed Charges		1,053	1,053	1,053
					Special Purpose:				
---	66				New Jersey National Guard Support Services	40	---	---	---
3,180	---	-119	3,061	3,061	Nuclear Facilities Security Detail	40	2,930	2,930	2,930
380	---	-50	330	329	Weapons of Mass Destruction Program	40	371	371	371
1,200	---	---	1,200	118	Jersey City Armory	40	---	---	---
---	---	10	10	10	National Guard Museum	40	---	---	---
500	140	-131	509	51	National Guard-State Active Duty	40	500	200	200
920	---	---	920	920	New Jersey National Guard Challenge Youth Program	40	920	1,270	1,270
1,302	1,140	---	2,442	1,633	Joint Federal-State Operations and Maintenance Contracts (State Share)	40	1,302	1,152	1,152
5	---	---	5	4	Affirmative Action and Equal Employment Opportunity	99	5	5	5
250	---	---	250	250	Nursing Initiative	99	250	250	250
---	99	-90	9	8	Retention of U.S. Military Infrastructure in New Jersey	99	---	---	---
9	143	1,874	2,026	1,998	Additions, Improvements and Equipment		9	9	9
					<u>GRANTS-IN-AID</u>				
					Distribution by Fund and Program				
35	---	---	35	35	New Jersey National Guard Support Services	40	35	35	35
35	---	---	35	35	Total Grants-in-Aid		35	35	35
					Distribution by Fund and Object				
					Grants:				
35	---	---	35	35	Civil Air Patrol	40	35	35	35
					<u>CAPITAL CONSTRUCTION</u>				
					Distribution by Fund and Program				
---	97	---	97	97	New Jersey National Guard Support Services	40	---	---	---
175	2,683	77	2,935	564	Administration and Support Services	99	590	1,000	1,000
175	2,780	77	3,032	661	Total Capital Construction		590	1,000	1,000

# MILITARY AND VETERANS' AFFAIRS

Year Ending June 30, 2006					Year Ending June 30, 2008			
Orig. & (S)Supple- mental	Reapp. & (R)Recpts.	Transfers & (E)Emer- gencies	Total Available	Expended	Prog. Class.	2007 Adjusted Approp.	Requested	Recom- mended
<b>CAPITAL CONSTRUCTION</b>								
<b>Distribution by Fund and Object</b>								
<b>Central Operations</b>								
---	---	---	---	---	99	590	---	---
---	1,050	---	1,050	254	Renovations and Improvements, Statewide	99	---	---
175	---	---	175	---	Infrastructure Projects, Statewide	99	---	---
---	53	77	130	129	Environmental Projects, Statewide	99	---	---
---	1,580	---	1,580	181	World War II Memorial	99	---	---
---	---	---	---	---	1,000	---	1,000	1,000
<b>National Guard Programs Support</b>								
---	97	---	97	97	Mobilization and Training Equipment Site (MATES) - Lakehurst - Design Study	40	---	---
17,853	5,604	607	24,064	19,049	<b>Grand Total State Appropriation</b>	16,756	17,220	17,220
<b>OTHER RELATED APPROPRIATIONS</b>								
<b>Federal Funds</b>								
21,102	6,396	249	27,747	19,134	New Jersey National Guard Support Services	40	21,919	25,137
26,000	541	---	26,541	541	Administration and Support Services	99	22,200	---
47,102	6,937	249	54,288	19,675	<b>Total Federal Funds</b>	44,119	25,137	25,137
<b>All Other Funds</b>								
---	24	---	70	3	New Jersey National Guard Support Services	40	1,140	1,340
---	46 <sup>R</sup>	---	70	3	<b>Total All Other Funds</b>	1,140	1,340	1,340
64,955	12,611	856	78,422	38,727	<b>GRAND TOTAL ALL FUNDS</b>	62,015	43,697	43,697

## Notes -- Direct State Services - General Fund

- (a) The fiscal year 2007 appropriation has been adjusted for the allocation of salary program, as well as the reallocation of State appropriations supporting information technology services to the Office of Information Technology within the Department of Treasury.

## Language Recommendations -- Direct State Services - General Fund

The unexpended balance at the end of the preceding fiscal year, in the Retention of U.S. Military Infrastructure in New Jersey account is appropriated for the same purpose.

The unexpended balance at the end of the preceding fiscal year, in the National Guard-State Active Duty account is appropriated for the same purpose.

The unexpended balance at the end of the preceding fiscal year in the Joint Federal-State Operations and Maintenance Contracts (State Share) account is appropriated for the same purpose.

The unexpended balance at the end of the preceding fiscal year, in the Jersey City Armory account is appropriated for the same purpose.

Receipts derived from the rental and use of armories and the unexpended balance at the end of the preceding fiscal year in the receipt account are appropriated for the operation and maintenance thereof, subject to the approval of the Director of the Division of Budget and Accounting.

In addition to the amount hereinabove, funds received for Distance Learning Program usage are appropriated for the same purposes, subject to the approval of the Director of the Division of Budget and Accounting.



# MILITARY AND VETERANS' AFFAIRS

## 80. SPECIAL GOVERNMENT SERVICES

### 83. SERVICES TO VETERANS

#### 3610. VETERANS' PROGRAM SUPPORT

##### OBJECTIVES

1. To identify and provide the services necessary to meet the needs of the veteran population in New Jersey.
2. To provide outreach programs to advise the New Jersey veteran population of the total spectrum of services available to them.
3. To provide medical and nursing care consistent with the acceptable professional standards for residents as established by the United States Veterans Administration and the New Jersey Department of Health and Senior Services.
4. To administer grant payments to orphans of veterans (RS 38:20-1), blind veterans and certain disabled veterans (RS 38:18-2, RS 38:18A-2).

##### PROGRAM CLASSIFICATIONS

50. **Veterans' Outreach and Assistance.** Assists veterans and their dependents in securing State and federal benefits, including pensions, insurance, Civil Service veterans preference, tax exemptions and financial aid. Provides for the operation of 16 field offices as well as the identification and

operation of programs to meet the specialized needs of the State veteran population.

51. **Veterans Haven.** Provides temporary housing, counseling, and occupational training for homeless veterans to assist them in their transition back to society.
70. **Burial Services.** Provides for the burial of eligible New Jersey veterans, their spouses and dependents at the Brigadier General Doyle Memorial Cemetery. Also maintains the grounds of the Fairmont Veterans Cemetery in Newark, the Arlington Cemetery in Kearny, and the memorial cemetery on the grounds of the Vineland Veterans' Memorial Home.
99. **Administration and Support Services.** Provides administrative services required for effective operation of the State's veterans' memorial homes, including general management, purchasing, accounting, budgeting, personnel, payroll and clerical services. It also comprises the planning, management, and operation of the physical assets of the department and its subordinate activities including veterans' memorial homes, armories, buildings and equipment of all kinds as well as alteration, expansion, construction, rehabilitation and improvement, and custodial services.

##### EVALUATION DATA

	Actual FY 2005	Actual FY 2006	Revised FY 2007	Budget Estimate FY 2008
<b>PROGRAM DATA</b>				
<b>Veterans' Outreach and Assistance</b>				
Number of veterans served .....	37,000	83,191 <sup>(a)</sup>	85,000	85,000
Number of claims processed .....	4,000	7,966	8,000	8,000
VA special monetary benefits provided (in millions) .....	\$71	\$50	\$60	\$70
Veterans' Tuition Credit program participants .....	27	37	35	30
POW/MIA Tuition participants .....	2	---	1	2
Blind veterans receiving allowances .....	53	53	50	50
Paraplegic and hemiplegic veterans receiving allowances ..	282	267	270	300
Veterans' orphans receiving educational grants .....	2	1	1	1
Veterans transportation (trips) .....	23,310	25,439	30,000	30,000
Post traumatic stress disorder counseling sessions .....	6,446	9,591	12,912	16,848
Veterans Haven residents .....	54	54	54	55
State approving agency				
Approved program sites .....	785	785	801	801
Program approving actions .....	3,701	4,192	3,332	3,500
Approving agency visits to program sites .....	346	382	350	360
Other activities .....	153	183	172	180
<b>Burial Services</b>				
Brigadier General Doyle Memorial Cemetery				
Rated capacity .....	157,684	156,000	167,340 <sup>(b)</sup>	215,000 <sup>(b)</sup>
Number of new interments .....	2,436	2,674	2,700	2,720
Total interments .....	33,556	36,230	38,930	41,650

##### PERSONNEL DATA

###### Position Data

###### Filled Positions by Funding Source

State Supported .....	105	118	112	117
Federal .....	6	4	4	6
Total Positions .....	111	122	116	123

# MILITARY AND VETERANS' AFFAIRS

	Actual FY 2005	Actual FY 2006	Revised FY 2007	Budget Estimate FY 2008
Filled Positions by Program Class				
Veterans' Outreach and Assistance .....	59	61	59	62
Veterans Haven .....	16	18	17	19
Burial Services .....	36	43	40	42
Total Positions .....	111	122	116	123

**Notes:**

Actual payroll counts are reported for fiscal years 2005 and 2006 as of December and revised fiscal year 2007 as of January.  
The budget Estimate for fiscal year 2008 reflects the number of positions funded.

(a) Increase due to improvements in reporting.

(b) Assumes full federal funding of the expansion and improvements outlined in the Cemetery Master Plan.

## APPROPRIATIONS DATA (thousands of dollars)

Year Ending June 30, 2006					Year Ending June 30, 2008				
Orig. & (S)Supple- mental	Reapp. & (R)Recpts.	Transfers & (E)Emer- gencies	Total Available	Expended	Prog. Class.	2007 Adjusted Approp.	Requested	Recom- mended	
<b><u>DIRECT STATE SERVICES</u></b>									
<b>Distribution by Fund and Program</b>									
3,408	623	-400	3,631	3,608	Veterans' Outreach and Assistance	50	3,638	3,688	3,688
590	---	567	1,157	1,157	Veterans Haven	51	592	592	592
2,160	874	---	3,034	2,723	Burial Services	70	2,204	2,174	2,174
<b>6,158</b>	<b>1,497</b>	<b>167</b>	<b>7,822</b>	<b>7,488</b>	<b>Total Direct State Services</b>		<b>6,434</b> (a)	<b>6,454</b>	<b>6,454</b>
<b>Distribution by Fund and Object</b>									
Personal Services:									
4,299	202	130	4,631	4,438	Salaries and Wages		4,621	4,691	4,691
<b>4,299</b>	<b>202</b>	<b>130</b>	<b>4,631</b>	<b>4,438</b>	<b>Total Personal Services</b>		<b>4,621</b>	<b>4,691</b>	<b>4,691</b>
416	28 497 R	-177	764	762	Materials and Supplies		416	416	416
193	51	339	583	571	Services Other Than Personal		147	147	147
93	93	331	517	417	Maintenance and Fixed Charges		93	93	93
Special Purpose:									
---	2 580 R	-567	15	---	Veterans' Outreach and Assistance	50	---	---	---
350	---	---	350	350	Vietnam Memorial and Education Center	50	350	300	300
156	---	---	156	156	Veterans' State Benefits Bureau	50	156	156	156
90	---	---	90	90	Korean War Memorial Maintenance Program	50	90	90	90
5	---	---	5	5	Governor's Veterans' Services Council	50	5	5	5
94	---	---	94	94	Veterans Haven	51	94	94	94
462	---	---	462	462	Honor Guard Support Services	70	462	462	462
---	44	111	155	143	Additions, Improvements and Equipment		---	---	---
<b><u>GRANTS-IN-AID</u></b>									
<b>Distribution by Fund and Program</b>									
1,509	15	---	1,524	1,415	Veterans' Outreach and Assistance	50	1,509	3,009	3,009
<b>1,509</b>	<b>15</b>	<b>---</b>	<b>1,524</b>	<b>1,415</b>	<b>Total Grants-in-Aid</b>		<b>1,509</b>	<b>3,009</b>	<b>3,009</b>

# MILITARY AND VETERANS' AFFAIRS

Year Ending June 30, 2006					Year Ending June 30, 2008				
Orig. & (S)Supple- mental	Reapp. & (R)Recpts.	Transfers & (E)Emer- gencies	Total Available	Expended		2007 Adjusted Approp.	Requested	Recom- mended	
GRANTS-IN-AID									
Distribution by Fund and Object									
Grants:									
---	---	---	---	---	Support Services for Returning Veterans	50	---	1,000	1,000
38	2	---	40	6	Veterans' Tuition Credit Program	50	38	38	38
11	13	---	24	---	POW/MIA Tuition Assistance	50	11	11	11
7	---	4	11	---	Vietnam Veterans' Tuition Aid	50	7	7	7
35	---	-35	---	---	Veterans Homeless Shelter, Burlington County	50	35	35	35
300	---	50	350	349	Veterans' Transportation	50	300	300	300
5	---	-3	2	2	Veterans' Orphan Fund - Education Grants	50	5	5	5
46	---	-5	41	39	Blind Veterans' Allowances	50	46	46	46
267	---	-50	217	207	Paraplegic and Hemiplegic Veterans' Allowance	50	267	267	267
800	---	39	839	812	Post Traumatic Stress Disorder	50	800	1,300	1,300
CAPITAL CONSTRUCTION									
Distribution by Fund and Program									
---	---	---	---	---	Veterans' Outreach and Assistance	50	2,000	---	---
---	14	---	14	---	Burial Services	70	---	---	---
---	14	---	14	---	Total Capital Construction		2,000	---	---
Distribution by Fund and Object									
Veterans' Program Support									
---	---	---	---	---	Capital Improvements for Sheltering Homeless Veterans	50	2,000	---	---
---	14	---	14	---	General Doyle Veterans' Memorial Cemetery Improvements	70	---	---	---
7,667	1,526	167	9,360	8,903	Grand Total State Appropriation		9,943	9,463	9,463
OTHER RELATED APPROPRIATIONS									
Federal Funds									
925					Veterans' Outreach and Assistance	50	943	943	943
19 S	136	---	1,080	836					
8,500					Burial Services	70	12,000	2,000	2,000
99 S	499	---	9,098	597	Total Federal Funds		12,943	2,943	2,943
9,543	635	---	10,178	1,433	All Other Funds				
---	32				Veterans' Outreach and Assistance	50	550	590	590
---	77 R	2	111	2	Burial Services	70	500	490	490
---	---	---	---	---					
---	109	2	111	2	Total All Other Funds		1,050	1,080	1,080
17,210	2,270	169	19,649	10,338	GRAND TOTAL ALL FUNDS		23,936	13,486	13,486

## Notes -- Direct State Services - General Fund

- (a) The fiscal year 2007 appropriation has been adjusted for the allocation of salary program, as well as the reallocation of State appropriations supporting information technology services to the Office of Information Technology within the Department of Treasury.

## Language Recommendations -- Direct State Services - General Fund

Funds collected by and on behalf of the Korean Veterans Memorial Fund are hereby appropriated for the purposes of the fund.

Funds received for Veterans' Transitional Housing from the U.S. Department of Veterans Affairs and the individual residents, and the unexpended balance at the end of the preceding fiscal year, in the receipt account are appropriated for the same purpose.

# MILITARY AND VETERANS' AFFAIRS

Funds received for plot interment allowances from the U.S. Department of Veterans Affairs, burial fees collected, and the unexpended program balances at the end of the preceding fiscal year are appropriated for perpetual care and maintenance of burial plots and grounds at the Brigadier General William C. Doyle Veterans Memorial Cemetery in North Hanover Township, Burlington County, New Jersey.

Notwithstanding the provisions of any law or regulation to the contrary, no State funds are appropriated to the Department of Military and Veterans' Affairs for the purpose of reforestation or "in lieu of" payments under the P.L.1993, c.106 (C.13:1L-14.1 et seq.) in conjunction with the current or future operation, maintenance and construction of the Brigadier General William C. Doyle Veterans Memorial Cemetery in North Hanover Township, Burlington County, New Jersey.

## Language Recommendations -- Grants-In-Aid - General Fund

The sums provided hereinabove and the unexpended balances at the end of the preceding fiscal year in the Veterans' Tuition Credit Program, POW/MIA Tuition Assistance, and the Vietnam Veterans' Tuition Aid accounts are appropriated and available for payment of liabilities applicable to prior fiscal years.

### 80. SPECIAL GOVERNMENT SERVICES

#### 83. SERVICES TO VETERANS

#### 3630. MENLO PARK VETERANS' MEMORIAL HOME

This Home provides nursing home care for New Jersey veterans with chronic disabilities and for those for whom rehabilitation is prescribed in order to prepare them to return to the community (C30:6AA-1 et seq.). Eligibility requirements are honorable

discharge from last enlistment, and residence in the State for at least two years preceding date of application. There are 312 available hospital-infirmiry beds for nursing care patients, which includes 40 beds for the Old Glory Dementia/Alzheimer's wing.

### EVALUATION DATA

	Actual FY 2005	Actual FY 2006	Revised FY 2007	Budget Estimate FY 2008
<b>OPERATING DATA</b>				
<b>Domiciliary and Treatment Services</b>				
Rated capacity .....	312	312	312	312
Average daily population .....	291	290	304	304
Ratio: Daily population/Total positions .....	0.8 / 1	0.8 / 1	0.8 / 1	0.8 / 1
Annual per capita .....	\$73,924	\$79,710	\$80,500	\$79,250
Daily per capita .....	\$202.53	\$218.38	\$220.55	\$217.12

### PERSONNEL DATA

#### Position Data

##### Filled Positions by Funding Source

State Supported .....	371	378	365	405
Total Positions .....	371	378	365	405

##### Filled Positions by Program Class

Domiciliary and Treatment Services .....	299	303	294	327
Administration and Support Services .....	72	75	71	78
Total Positions .....	371	378	365	405

#### Notes:

Actual payroll counts are reported for fiscal years 2005 and 2006 as of December, and revised fiscal year 2007 as of January.

The Budget Estimate for fiscal year 2008 reflects the number of positions funded.

### APPROPRIATIONS DATA (thousands of dollars)

Year Ending June 30, 2006					Year Ending June 30, 2008			
Orig. & (S)Supple- mental	Reapp. & (R)Recpts.	Transfers & (E)Emer- gencies	Total Available	Expended	Prog. Class.	2007 Adjusted Approp.	Requested	Recom- mended
<b>DIRECT STATE SERVICES</b>								
<b>Distribution by Fund and Program</b>								
15,513	---	378	15,891	15,891	Domiciliary and Treatment Services	20	16,870	16,905
5,412	30	179	5,621	5,579	Administration and Support Services	99	5,702	5,287
<b>20,925</b>	<b>30</b>	<b>557</b>	<b>21,512</b>	<b>21,470</b>	<b>Total Direct State Services</b>		<b>22,572 <sup>(a)</sup></b>	<b>22,192</b>

# MILITARY AND VETERANS' AFFAIRS

Year Ending June 30, 2006					Year Ending June 30, 2008			
Orig. & (S)Supple- mental	Reapp. & (R)Recpts.	Transfers & (E)Emer- gencies	Total Available	Expended	Prog. Class.	2007 Adjusted Approp.	Requested	Recom- mended
<b>DIRECT STATE SERVICES</b>								
<b>Distribution by Fund and Object</b>								
16,564	---	562	17,126	17,126		17,945	17,980	17,980
16,564	---	562	17,126	17,126		17,945	17,980	17,980
2,253	---	-1	2,252	2,252		2,253	2,253	2,253
1,589	---	-4	1,585	1,585		1,580	1,580	1,580
265	---	---	265	265		265	265	265
114								
140 <sup>S</sup>	30	---	284	242		114		
						415 <sup>S</sup>	114	114
20,925	30	557	21,512	21,470		22,572	22,192	22,192
<b>OTHER RELATED APPROPRIATIONS</b>								
<b>Federal Funds</b>								
1,725	---	---	1,725	1,646				
1,725	---	---	1,725	1,646		1,900	1,900	1,900
22,650	30	557	23,237	23,116		1,900	1,900	1,900
						24,472	24,092	24,092

## Notes -- Direct State Services - General Fund

- (a) The fiscal year 2007 appropriation has been adjusted for the allocation of salary program, as well as the reallocation of State appropriations supporting information technology services to the Office of Information Technology within the Department of Treasury.

## Language Recommendations -- Direct State Services - General Fund

In addition to the amount hereinabove, such sums received from the U.S. Department of Veterans Affairs, New Jersey Department of Health and Senior Services, and New Jersey Assistance for Community Care Giving are appropriated for the Menlo Park Adult Day Care program, subject to the approval of the Director of the Division of Budget and Accounting.

## 80. SPECIAL GOVERNMENT SERVICES

### 83. SERVICES TO VETERANS

#### 3640. PARAMUS VETERANS' MEMORIAL HOME

This facility opened in 1986 and provides nursing care for New Jersey Veterans (C30:6AA-1 et seq.). There are 336 available hospital-infirmiry beds for nursing care patients. The institution cares for those with chronic disabilities and for those for whom

rehabilitation is prescribed in order to prepare them to return to the community. Eligibility requirements are honorable discharge from last enlistment and residence in the State for at least two years preceding date of application.

## EVALUATION DATA

	Actual FY 2005	Actual FY 2006	Revised FY 2007	Budget Estimate FY 2008
<b>OPERATING DATA</b>				
<b>Domiciliary and Treatment Services</b>				
Rated capacity	336	336	336	336
Average daily population	297	303	318	320
Ratio: Daily population/Total positions	0.9 / 1	0.9 / 1	0.9 / 1	0.9 / 1
Annual per capita	\$74,202	\$73,898	\$70,406	\$70,469
Daily per capita	\$203.29	\$202.46	\$192.89	\$193.07
<b>PERSONNEL DATA</b>				
<b>Position Data</b>				
<b>Filled Positions by Funding Source</b>				
State Supported	349	353	359	372
Total Positions	349	353	359	372

# MILITARY AND VETERANS' AFFAIRS

	Actual FY 2005	Actual FY 2006	Revised FY 2007	Budget Estimate FY 2008
Filled Positions by Program Class				
Domiciliary and Treatment Services .....	288	290	299	305
Administration and Support Services .....	61	63	60	67
Total Positions .....	349	353	359	372

**Notes:**

Actual payroll counts are reported for fiscal years 2005 and 2006 as of December, and revised fiscal year 2007 as of January.  
The Budget Estimate for fiscal year 2008 reflects the number of positions funded.

## APPROPRIATIONS DATA (thousands of dollars)

Year Ending June 30, 2006					Year Ending June 30, 2008				
Orig. & (S)Supple- mental	Reapp. & (R)Recpts.	Transfers & (E)Emer- gencies	Total Available	Expended		Prog. Class.	2007 Adjusted Approp.	Requested	Recom- mended
DIRECT STATE SERVICES									
Distribution by Fund and Program									
15,185	3	952	16,140	16,140	Domiciliary and Treatment Services	20	16,191	16,352	16,352
4,127	9	149	4,285	4,283	Administration and Support Services	99	4,231	4,231	4,231
19,312	12	1,101	20,425	20,423	Total Direct State Services		20,422 (a)	20,583	20,583
Distribution by Fund and Object									
Personal Services:									
16,087	---	526	16,613	16,613	Salaries and Wages		17,218	17,379	17,379
16,087	---	526	16,613	16,613	Total Personal Services		17,218	17,379	17,379
1,625	---	84	1,709	1,709	Materials and Supplies		1,625	1,625	1,625
1,375	---	416	1,791	1,790	Services Other Than Personal		1,354	1,354	1,354
184	---	---	184	184	Maintenance and Fixed Charges		184	184	184
41	12	75	128	127	Additions, Improvements and Equipment		41	41	41
CAPITAL CONSTRUCTION									
Distribution by Fund and Program									
---	---	---	---	---	Administration and Support Services	99	---	165	165
---	---	---	---	---	Total Capital Construction		---	165	165
Distribution by Fund and Object									
Paramus Veterans' Memorial Home									
---	---	---	---	---	Roof Replacements - Paramus Veterans Home	99	---	165	165
19,312	12	1,101	20,425	20,423	Grand Total State Appropriation		20,422	20,748	20,748
OTHER RELATED APPROPRIATIONS									
Federal Funds									
2,317	---	---	2,317	1,968	Domiciliary and Treatment Services	20	1,967	1,967	1,967
2,317	---	---	2,317	1,968	Total Federal Funds		1,967	1,967	1,967
All Other Funds									
---	90	---	90	---	Administration and Support Services	99	---	---	---
---	90	---	90	---	Total All Other Funds		---	---	---
21,629	102	1,101	22,832	22,391	GRAND TOTAL ALL FUNDS		22,389	22,715	22,715

# MILITARY AND VETERANS' AFFAIRS

## Notes -- Direct State Services - General Fund

- (a) The fiscal year 2007 appropriation has been adjusted for the allocation of salary program, as well as the reallocation of State appropriations supporting information technology services to the Office of Information Technology within the Department of Treasury.

## 80. SPECIAL GOVERNMENT SERVICES

### 83. SERVICES TO VETERANS

#### 3650. VINELAND VETERANS' MEMORIAL HOME

Since 1900, this institution has provided nursing and domiciliary care for New Jersey veterans of every war and armed conflict, including the War of 1812 (C30:6AA-1 et seq.). In fiscal 1982, all domiciliary care beds were converted to nursing care beds. The institution cares for those with chronic disabilities and for whom

rehabilitation is prescribed in order to prepare them to return to the community. Eligibility requirements are honorable discharge from last enlistment and residence in the State for at least two years preceding date of application. In fiscal 2006, the new 300 bed home was opened on the grounds of the previous facility.

## EVALUATION DATA

	Actual FY 2005	Actual FY 2006	Revised FY 2007	Budget Estimate FY 2008
<b>OPERATING DATA</b>				
<b>Domiciliary and Treatment Services</b>				
Rated capacity .....	232	300	300	300
Average daily population .....	222	225	270	290
Ratio: Daily population/Total positions .....	0.6 / 1	0.6 / 1	0.7 / 1	0.7 / 1
Annual per capita .....	\$99,635	\$102,507	\$92,619	\$87,559
Daily per capita .....	\$272.97	\$280.84	\$253.75	\$239.89

## PERSONNEL DATA

### Position Data

#### Filled Positions by Funding Source

State Supported .....	351	368	386	402
Total Positions .....	351	368	386	402

#### Filled Positions by Program Class

Domiciliary and Treatment Services .....	270	276	299	308
Administration and Support Services .....	81	92	87	94
Total Positions .....	351	368	386	402

## Notes:

Actual payroll counts are reported for fiscal years 2005 and 2006 as of December, and revised fiscal year 2007 as of January. The Budget Estimate for fiscal year 2008 reflects the number of positions funded.

## APPROPRIATIONS DATA (thousands of dollars)

Year Ending June 30, 2006					Year Ending June 30, 2008			
Orig. & (S)Supple- mental	Reapp. & (R)Recpts.	Transfers & (E)Emer- gencies	Total Available	Expended	Prog. Class.	2007 Adjusted Approp.	Requested	Recom- mended
<b><u>DIRECT STATE SERVICES</u></b>								
<b>Distribution by Fund and Program</b>								
16,496	1	-825	15,672	15,670	Domiciliary and Treatment Services	20	17,752	17,787
5,317	5	745	6,067	6,064	Administration and Support Services	99	5,705	5,705
<b>21,813</b>	<b>6</b>	<b>-80</b>	<b>21,739</b>	<b>21,734</b>	<b>Total Direct State Services</b>		<b>23,457<sup>(a)</sup></b>	<b>23,492</b>
<b>Distribution by Fund and Object</b>								
17,029	---	-533	16,496	16,496	Personal Services:			
					Salaries and Wages		18,677	18,712
<b>17,029</b>	<b>---</b>	<b>-533</b>	<b>16,496</b>	<b>16,496</b>	<b>Total Personal Services</b>		<b>18,677</b>	<b>18,712</b>
1,846	---	697	2,543	2,540	Materials and Supplies		1,846	1,846

# MILITARY AND VETERANS' AFFAIRS

Year Ending June 30, 2006					Year Ending June 30, 2008			
Orig. & (S)Supple- mental	Reapp. & (R)Recpts.	Transfers & (E)Emer- gencies	Total Available	Expended	Prog. Class.	2007 Adjusted Approp.	Requested	Recom- mended
<b>DIRECT STATE SERVICES</b>								
2,500	---	-818	1,682	1,682		2,496	2,496	2,496
314	---	-1	313	313		314	314	314
124	6	575	705	703		124	124	124
<b>CAPITAL CONSTRUCTION</b>								
<b>Distribution by Fund and Program</b>								
---	3	---	3	---	99	---	---	---
---	3	---	3	---		---	---	---
<b>Distribution by Fund and Object</b>								
<b>Vineland Veterans' Memorial Home</b>								
---	3	---	3	---	99	---	---	---
21,813	9	-80	21,742	21,734		23,457	23,492	23,492
<b>OTHER RELATED APPROPRIATIONS</b>								
<b>Federal Funds</b>								
1,000	---	---	1,000	110	20	1,550	1,900	1,900
---	1,220	---	1,220	1,220	99	---	---	---
1,000	1,220	---	2,220	1,330		1,550	1,900	1,900
22,813	1,229	-80	23,962	23,064		25,007	25,392	25,392

## Notes -- Direct State Services - General Fund

- (a) The fiscal year 2007 appropriation has been adjusted for the allocation of salary program, as well as the reallocation of State appropriations supporting information technology services to the Office of Information Technology within the Department of Treasury.

## Language Recommendations -- Direct State Services - General Fund

Balances on hand at the end of the preceding fiscal year for the benefit of residents in the several veterans' homes, and such funds as may be received, are appropriated for the use of such residents.

Revenues representing receipts to the General Fund from charges to residents' trust accounts for maintenance costs are appropriated for use as personal needs allowances for patients/residents who have no other source of funds for such purposes; provided however, that the allowance shall not exceed \$50 per month for any eligible resident of an institution and provided further, that the total amount herein for such allowances shall not exceed \$100,000, and that any increase in the maximum monthly allowance shall be approved by the Director of the Division of Budget and Accounting.

Funds received from the sale of articles made in occupational therapy departments of the several veterans' homes are appropriated for the purchase of additional material and other expenses incidental to such sale or manufacture.

Forty percent of the receipts in excess of the amount anticipated derived from resident contributions and federal reimbursements at the end of the preceding fiscal year are appropriated for veterans' program initiatives, subject to the approval of the Director of the Division of Budget and Accounting of an itemized plan for the expenditure of these amounts, as shall be submitted by the Adjutant General.

Fees charged to residents for personal laundry services provided by the veterans' homes are appropriated to supplement the operational and maintenance costs of these laundry services.

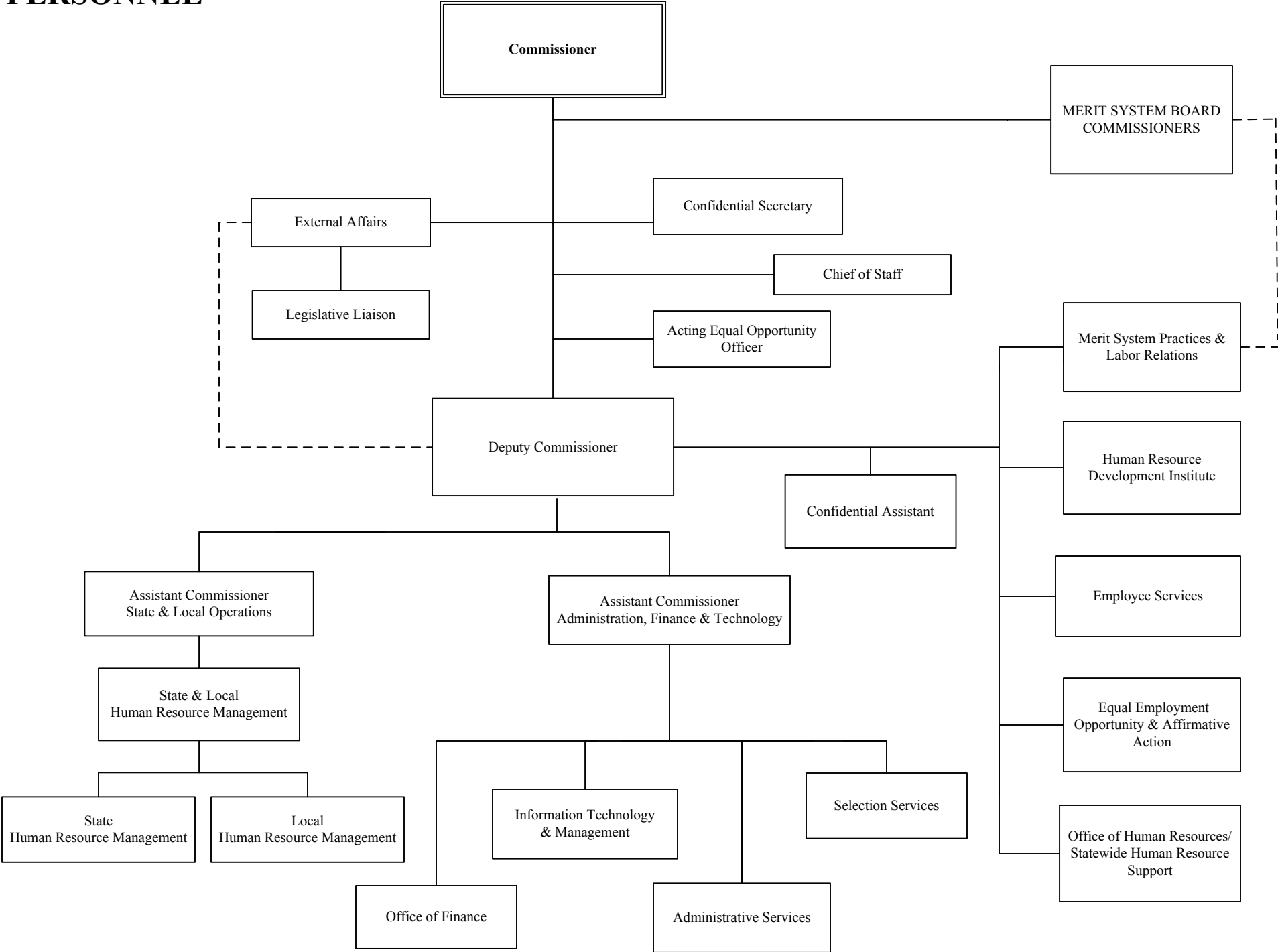
## DEPARTMENT OF MILITARY AND VETERANS' AFFAIRS

## Language Recommendations -- Direct State Services - General Fund

Of the amount hereinabove appropriated for the Department of Military and Veterans' Affairs, such sums as the Director of the Division of Budget and Accounting shall determine from the schedule included in the Governor's Budget Message and Recommendations first shall be charged to the State Lottery Fund.



PERSONNEL



## DEPARTMENT OF PERSONNEL

### OVERVIEW

The mission of the Department of Personnel is to attract, develop, and retain a high quality workforce for State, county and municipal governments. The Department has a constitutional role in the administration of a Merit System ensuring that "...appointments and promotions shall be made according to merit and fitness to be ascertained... by examination which...shall be competitive...."

The Department of Personnel also has a statutory role as the agency responsible for job classification, leave management, salary administration, and most workforce-related matters. In meeting this mandate, the Department centrally administers the Civil Service process.

#### **FY 2008 Budget Highlights**

The Fiscal 2008 Budget for the Department of Personnel totals \$22.4 million, a decrease of \$250,000 or 1.1% under the fiscal 2007 adjusted appropriation of \$22.7 million.

#### **Department Accomplishments**

In fiscal 2007, the Department of Personnel's primary efforts were geared toward streamlining operations and redeploying limited resources to more effectively fulfill its core functions.

From developing testing products and capabilities, to strengthening technology for State and municipal professionals across the State, to improving programs that focus on employee productivity and performance, the Department of Personnel has increased its value in fiscal 2007 to the various constituencies it serves. Departmental efforts in fiscal 2007 have focused on three primary areas: Streamlining; Local Issues; and State Issues.

**Streamlining:** One of the most significant undertakings of fiscal 2007 has been the internal restructuring of the Department. Recognizing that the needs of appointing authorities at the State and local levels are evolving along increasingly divergent paths, the Department reorganized the combined resources of its Divisions of Human Resource Management and Human Resource Information Services into two new and discrete entities: the Division of State Human Resource Management and the Division of Local Human Resource Management.

The new divisions will become operational in the third quarter of fiscal 2007, allowing for improved focus on customer needs - with a particular emphasis on assisting appointing authorities at the municipal and county levels in consolidation. The reorganization further enables the Department to maximize the effectiveness of very limited human and fiscal resources by streamlining the operations of front-line staff and fostering their professional development along more specialized lines.

The beginning of fiscal 2007 saw the launch of "CSS-Online," the Department's automated position classification review process. CSS-Online integrates position review, recording, and reporting (to OMB) elements, significantly reducing overall processing time from 10-14 days to 24 hours. Appointing authorities now have around-the-clock access to an internet-based questionnaire through which they submit position requests; the use of this new system also provides a more consistent, objective, and standardized review of information involved in determining position classifications. This new system has reduced turnaround time on classification requests from months to minutes.

Additionally, the Department's Office of Intergovernmental Services "which coordinates the transfer of employees between civil service jurisdictions across levels of government" was incorporated into the Division of Human Resource Management (and thereafter into the Division of State Human Resource Management). The program mitigates the impact of local government layoffs on employees and generates significant savings for receiving agencies (in terms of

recruiting and training costs). By realigning the Office within Human Resource Management (HRM), the Department achieved internal efficiencies, such as obviating the need for a senior-level director position while integrating staff functions. Overall, this change has significantly facilitated the outplacement and transfer process statewide.

Finally, staffing levels were reduced by a total of 26 FTE in fiscal 2007. It is noteworthy that these cuts- which amount to more than a 7% decrease in staff, were implemented with a moderate impact on basic service delivery. To maintain its core functions the Department drew resources away from functions such as long-term planning and the implementation of "best practices" initiatives.

**Local Issues:** One of the most important functions of the Department is its statutory and constitutional responsibility to administer a competitive testing process for State, municipal, and county jobs. In the first half of fiscal 2007, the department administered over 650 separate examinations to more than 13,000 test candidates. During this same period, over 2,400 State and local eligible lists were issued for open competitive and promotional announcements across many occupational categories in both State and local government.

With heightened focus on public safety and correction/custody functions in recent years, the Department has addressed an ever-growing law enforcement personnel population with increasingly complex job responsibilities. Despite budget limitations, the Department has been vigilant in ensuring a relevant, comprehensive, and secure selection process for these and many other critical positions.

Entry level testing of candidates for public safety positions in State and local government continues to be a major responsibility of the Division of Selection Services. In June, 2006, almost 25,000 candidates took the law enforcement entry level examination which resulted in an eligible pool of over 21,000 candidates. In the first half of fiscal 2007, testing will begin for over 13,500 municipal fire fighter candidates. This year's exam will include a written test along with a newly developed video-based test designed to assess situational judgment. Those who pass both parts will move on to take a physical performance test in the second half of fiscal 2007.

Testing of candidates for promotion into higher level public safety positions remains a significant task. During the first half of fiscal 2007, over 1,600 candidates across 138 jurisdictions were tested for promotion to the level of Police Sergeant, Lieutenant or Captain. By the conclusion of fiscal 2007, over 3,000 candidates will have taken promotional tests for positions as Corrections Sergeant, Lieutenant or Captain at the State and local levels, with an additional 500 candidates tested for promotional positions in the Sheriff's Officer series. Promotional fire testing represents the most time and labor intensive endeavor performed by the Division. In the first half of fiscal 2007 alone, the Division tested over 700 candidates across 55 jurisdictions for promotion to the levels of Fire Lieutenant, Captain, Battalion Fire Chief and Fire Chief. By soliciting and incorporating input from organized labor, stakeholder relations were improved in the process.

Additionally, fiscal 2007 marks the sixth year of the Department's oversight of the COP 2 COP Law Enforcement Crisis Intervention Hotline. The program has successfully prevented more than 60 suicides within the law enforcement community since its inception. After careful review of existing practices, the Department instituted significant new measures to bolster administrative oversight and fiscal accountability.

By the end of fiscal 2007, the Department will have successfully installed the County and Municipal Personnel System (CAMPS) in a total of over 300 county and municipal jurisdictions. CAMPS

provides county and municipal governments with an automated system to expeditiously process their personnel transactions. County and local governments can also use CAMPS as their primary human resource information system at no cost. In its second year, CAMPS has proven to be a powerful tool for organizing municipal personnel records, providing a reliable base of information that will be critical as jurisdictions explore potential venues for consolidation and the sharing of services. The training, installation, and follow-up process will continue in fiscal 2008.

Finally, as policy concerns increasingly arise surrounding issues of service consolidation, a special liaison was established within the Office of the Commissioner. This position exists to conduct outreach and assist municipalities; to monitor and evaluate pertinent legislative developments; to coordinate best practices, and to ensure that appointing authorities have an accessible venue for raising concerns and suggesting solutions.

State Issues: In fiscal 2007, the Department provided technical expertise and functional assistance to numerous entities across State government. In the current fiscal environment, the ongoing hiring and promotional freeze has proven to be a critical tool for reducing costs within the Executive Branch, and the Department has played a

central role in the management of that process, implementing the extension of nearly 11,000 different lists of eligible candidates.

A large part of the Department's resources supported the redeployment needs of the State Department of Human Services. Early in fiscal 2007, the Department of Personnel completed the successful transfer of over 200 staff that had been displaced due to the closure of Arthur Brisbane children's mental health facility. When the Department of Children and Families was created, Department of Personnel staff was instrumental in planning and implementing the necessary personnel actions -including the large-scale de-privatization of paralegals serving the Division of Youth and Family Services.

Finally, the State of New Jersey depends on its public workforce to be productive and healthy. In sustaining and expanding "Working Well New Jersey," the Department of Personnel helped build a foundation for awareness regarding the importance of wellness with respect to employee productivity and reducing the costs of absenteeism across State government. The Department's Commissioner initiated this program in partnership with the Department of Health and Senior Services, by utilizing internal resources and creating partnerships with all State agencies to provide information and opportunities for employees to improve their overall wellness, along with that of their families.

## DEPARTMENT OF PERSONNEL

### SUMMARY OF APPROPRIATIONS BY FUND

(thousands of dollars)

Year Ending June 30, 2006						Year Ending June 30, 2008		
Orig. & (S)Supple- mental	Reapp. & (R)Recpts.	Transfers & (E)Emer- gencies	Total Available	Expended		2007 Adjusted Approp.	Requested	Recom- mended
24,540	6,852	483	31,875	28,730	<b>GENERAL FUND</b>			
---	2	---	2	---	Direct State Services	22,687	22,437	22,437
					Capital Construction	---	---	---
<b>24,540</b>	<b>6,854</b>	<b>483</b>	<b>31,877</b>	<b>28,730</b>	<b>Total General Fund</b>	<b>22,687</b>	<b>22,437</b>	<b>22,437</b>
<b>24,540</b>	<b>6,854</b>	<b>483</b>	<b>31,877</b>	<b>28,730</b>	<b>Total Appropriation, Department of Personnel</b>	<b>22,687</b>	<b>22,437</b>	<b>22,437</b>

### SUMMARY OF APPROPRIATIONS BY PROGRAM

(thousands of dollars)

Year Ending June 30, 2006						Year Ending June 30, 2008		
Orig. & (S)Supple- mental	Reapp. & (R)Recpts.	Transfers & (E)Emer- gencies	Total Available	Expended		2007 Adjusted Approp.	Requested	Recom- mended
2,868	---	767	3,635	3,598	<b>DIRECT STATE SERVICES - GENERAL FUND</b>			
					<b>General Government Services</b>			
14,259	2,673	-13	16,919	15,470	Personnel Policy Development and General Administration	3,211	3,111	3,111
2,468	---	---	2,468	2,441	State and Local Government Operations	13,838	13,788	13,788
725	---	---	725	725	Merit Services	2,371	2,371	2,371
					Equal Employment Opportunity and Affirmative Action	528	528	528
4,220	4,179	-271	8,128	6,496	Human Resource Development Institute	2,739	2,639	2,639
<b>24,540</b>	<b>6,852</b>	<b>483</b>	<b>31,875</b>	<b>28,730</b>	<b>Subtotal</b>	<b>22,687</b>	<b>22,437</b>	<b>22,437</b>
<b>24,540</b>	<b>6,852</b>	<b>483</b>	<b>31,875</b>	<b>28,730</b>	<b>Total Direct State Services - General Fund</b>	<b>22,687</b>	<b>22,437</b>	<b>22,437</b>
<b>24,540</b>	<b>6,852</b>	<b>483</b>	<b>31,875</b>	<b>28,730</b>	<b>TOTAL DIRECT STATE SERVICES</b>	<b>22,687</b>	<b>22,437</b>	<b>22,437</b>

# PERSONNEL

Year Ending June 30, 2006					Year Ending June 30, 2008		
Orig. & (S)Supple- mental	Reapp. & (R)Recpts.	Transfers & (E)Emer- gencies	Total Available	Expended	2007 Adjusted Approp.	Requested	Recom- mended
---	2	---	2	---	<b>CAPITAL CONSTRUCTION</b>		
					<b>General Government Services</b>		
					Personnel Policy Development and General Administration		
---	2	---	2	---	---	---	---
---	2	---	2	---	<i>Subtotal</i>		
---	2	---	2	---	---	---	---
					<b>TOTAL CAPITAL CONSTRUCTION</b>		
24,540	6,854	483	31,877	28,730	<i>Total Appropriation, Department of Personnel</i>		
					22,687	22,437	22,437

## 70. GOVERNMENT DIRECTION, MANAGEMENT, AND CONTROL

### 74. GENERAL GOVERNMENT SERVICES

#### OBJECTIVES

1. To continue to support the Merit System and human resource needs of its primary stakeholders including the 190,000+ State and local Merit System employees, all State, county, and local employers in the Merit System and those NJ residents seeking public sector employment.
2. To administer a fair, equitable, and secure recruitment and selection process, providing qualified eligibles to address the staffing needs of State, county, and local employers.
3. To maintain and coordinate the Classification Plan (titles, job descriptions, job requirements, layoff rights, and related compensation factors) for approximately 190,000 State, county, and local employees.
4. To establish, interpret, and enforce workforce policies and provide technical assistance to agencies in their administration of these policies.
5. To administer multiple State employee compensation plans for approximately 80,000 career, senior executive, and unclassified employees.
6. To provide a fair and impartial administrative forum for appellate and dispute resolution activities.
7. To ensure that employee rights are protected during any workforce reduction affecting State or local jurisdictions while minimizing the impact of budget reductions by identifying potential alternate employment opportunities and providing outplacement counseling.
8. To ensure equal opportunity for all applicants or employees seeking employment or promotion by developing and monitoring statewide equal employment opportunity and affirmative action (EEO/AA) statutes and policies, providing training and technical assistance to promote and build a diverse and representative government workforce.
9. To provide workforce information systems to government jurisdictions, thereby improving their management of personnel operations through availability of quality workforce information and timely transactions.
10. To ensure the availability of quality, cost effective training, and development opportunities to meet current and emerging government business objectives and workplace changes.

#### PROGRAM CLASSIFICATIONS

01. **Personnel Policy Development and General Administration.** Exercises overall direction and control of the Department's operations; develops proposals for revised legislation governing the public career system; issues official rules and regulations which implement the Merit System statutes; develops, evaluates, and adjusts personnel programs; and provides general administrative support.
02. **State and Local Government Operations.** Provides government agencies with guidance and support in organizational design, classification of job titles, and equitable compensation of staff. Responsible for recruitment of applicants; the planning, scheduling, and conducting of examinations; and the preparation of lists of eligible candidates for State and local government positions. The program administers all reductions in force in State and local government as well as the Senior Executive Service and performance appraisal systems. Responsible for monitoring and processing all new hires and promotions to ensure compliance with Merit System rules. Develops and publishes job specifications for all classified titles in all levels of government while maintaining employment records and monitoring all personnel transactions to ensure compliance with Merit System law and Department rules. Provides information processing support to the Department and its appointing authorities.
04. **Merit Services.** Provides professional, technical, and clerical support services for the Merit System Board and the Commissioner of Personnel; investigates and responds to appeals; maintains agendas and schedules Board meetings; resolves disputes by providing alternate avenues of resolution; prepares and reviews Merit System rules for inclusion in the New Jersey Administrative Code; and ensures compliance with laws and rules governing appointments and determinations.
07. **Human Resource Development Institute.** Under the provisions of Executive Order No. 12, dated August 21, 1990, compiles information on the human resources development and training needs of State government and shares this information with key executives and planners; advises the Governor on human resources development and training plans, policies, and programs; works with State government agencies to prepare human resources development and training plans and programs; presents formal training courses in both common tasks and agency-specific subjects to

employees of State government agencies; determines the necessity for the use of training providers from outside State government, and obtains these services as required.

05. **Equal Employment Opportunity and Affirmative Action.** Monitors affirmative action programs in State agencies for compliance with Executive Order No. 61, P.L. 1981, c.124 (N.J.S.A. 11A:7), and the Americans with Disabilities Act

(ADA); develops and implements programs which ensure appropriate representation of protected classes at all levels of responsibility in State government; identifies barriers to equal employment opportunity in the existing structure of the Merit System, and proposes means of eliminating them; distributes information on equal employment opportunity and affirmative action programs.

EVALUATION DATA

	Actual FY 2005	Actual FY 2006	Revised FY 2007	Budget Estimate FY 2008
<b>PROGRAM DATA</b>				
<b>State and Local Government Operations</b>				
Open Competitive Examinations Announced .....	1,760	2,176	2,200	1,700
Applications received .....	55,700	76,653	40,000	60,000
Candidates scheduled .....	43,748	47,156	25,000	55,000
Eligibles produced .....	70,617	31,330	60,000	30,000
Appointments from Certifications				
State .....	7,273	6,194	6,000	6,000
Local .....	6,619	6,929	6,500	6,500
State Service Provisional Appointees Pending Open				
Competitive Examination .....	1,071	808	1,000	1,000
Promotional Examinations Announced .....	4,488	4,717	3,100	4,500
Applications received .....	25,520	26,316	18,000	25,000
Candidates scheduled .....	15,520	16,548	15,000	18,000
Eligibles produced .....	14,803	20,410	12,000	15,000
Promotions made (State) .....	5,210	4,613	4,500	4,500
Titles Abolished .....	37	31	100	100
Calendar Days from Request to Test Announcement				
Open competitive .....	15	21	21	21
Promotional .....	15	21	21	21
Calendar Days to Date of List Issuance - Public Safety				
Law enforcement open competitive .....	---	---	180	---
Law enforcement promotional .....	210	265	260	245
Fire service open competitive .....	---	---	300	---
Fire service promotional .....	300	360	380	350
Examinations Developed and Processed				
Assembled Open Competitive .....	196	223	250	200
Assembled Promotional .....	1,430	1,552	1,200	1,400
Unassembled Open Competitive .....	1,310	1,531	1,500	1,500
Unassembled Promotional .....	2,461	2,399	2,000	2,000
Lists Issued				
Open Competitive Examinations .....	1,669	1,836	1,800	1,800
Promotional Examinations .....	3,796	4,065	3,200	3,700
Announcements Processed Under Promotional				
Examination Waivers				
State Symbols .....	83	80	60	80
Local Symbols .....	87	45	85	80
Separate Test Dates .....	110	135	115	120
Applicants Administered Make-up Examinations .....	434	634	700	550
Applicants Administered Exam Review .....	1,101	1,057	1,100	1,100
<b>Merit Services</b>				
Written Record Appeals				
Total received .....	3,976	4,250	4,200	4,300
Total disposed .....	4,600	4,018	4,850	4,250
Pending .....	2,396	2,628	1,978	2,028
Hearings and Major Disciplinary Matters .....	1,275	1,144	1,096	1,125
EEO/AA Appeals				
On hand July 1 .....	49	58	67	62
Received .....	80	110	95	115
Processed .....	71	101	100	100
Backlog .....	58	67	62	77

# PERSONNEL

	Actual FY 2005	Actual FY 2006	Revised FY 2007	Budget Estimate FY 2008
<b>Human Resource Development Institute</b>				
Employee Advisory Service				
Number of clients .....	2,026	1,536	1,659	1,792
Number of counseling sessions .....	3,843	5,004	5,404	5,836
Training				
Trainees, Direct Delivery .....	19,703	15,615	15,000	16,000
Trainees, Alternative Technologies .....	281	332	100	200
Contact Hours, Direct Delivery .....	189,682	153,924	150,000	160,000
Contact Hours, Alternative Technologies .....	572	541	200	300

## PERSONNEL DATA

### Affirmative Action Data

Male Minority .....	36	39	42	40
Male Minority % .....	8.3	10.2	12.5	11.5
Female Minority .....	123	110	103	102
Female Minority % .....	28.3	28.9	30.7	29.4
Total Minority .....	159	149	145	142
Total Minority % .....	36.6	39.1	43.2	40.9

### Position Data

#### Filled Positions by Funding Source

State Supported .....	379	381	335	347
All Other .....	55	---	---	---
Total Positions .....	434	381	335	347

#### Filled Positions by Program Class

Personnel Policy Development and General				
Administration .....	50	45	40	41
State and Local Government Operations .....	278	234	205	216
Merit Services .....	37	36	32	34
Equal Employment Opportunity and Affirmative				
Action .....	6	5	4	3
Human Resource Development Institute .....	63	61	54	53
Total Positions .....	434	381	335	347

### Notes:

Actual payroll counts reported for fiscal years 2005 and 2006 as of December and revised fiscal year 2007 as of January. The Budget Estimate for fiscal year 2008 reflects the number of positions funded.

## APPROPRIATIONS DATA (thousands of dollars)

Year Ending June 30, 2006					Year Ending June 30, 2008			
Orig. & (S)Supple- mental	Reapp. & (R)Recpts.	Transfers & (E)Emer- gencies	Total Available	Expended	Prog. Class.	2007 Adjusted Approp.	Requested	Recom- mended
<b>DIRECT STATE SERVICES</b>								
<b>Distribution by Fund and Program</b>								
2,868	---	767	3,635	3,598	Personnel Policy Development and General Administration	01	3,211	3,111
14,259	2,673	-13	16,919	15,470	State and Local Government Operations	02	13,838	13,788
2,468	---	---	2,468	2,441	Merit Services	04	2,371	2,371
725	---	---	725	725	Equal Employment Opportunity and Affirmative Action	05	528	528
4,220	4,179	-271	8,128	6,496	Human Resource Development Institute	07	2,739	2,639
<b>24,540</b>	<b>6,852</b>	<b>483</b>	<b>31,875</b>	<b>28,730</b>	<b>Total Direct State Services</b>		<b>22,687<sup>(a)</sup></b>	<b>22,437</b>
<b>Distribution by Fund and Object</b>								
---	---	---	---	---	Personal Services:			
					Merit System Board		56	56
18,851	1,015 3,528 <sup>R</sup>	175	23,569	22,164	Salaries and Wages		18,415	18,415
<b>18,851</b>	<b>4,543</b>	<b>175</b>	<b>23,569</b>	<b>22,164</b>	<b>Total Personal Services</b>		<b>18,471</b>	<b>18,471</b>

# PERSONNEL

Year Ending June 30, 2006					Year Ending June 30, 2008			
Orig. & (S)Supple- mental	Reapp. & (R)Recpts.	Transfers & (E)Emer- gencies	Total Available	Expended	Prog. Class.	2007 Adjusted Approp.	Requested	Recom- mended
<b><u>DIRECT STATE SERVICES</u></b>								
523	---	-131	392	263		497	497	497
4,313	---	464	4,777	4,585		2,866	2,616	2,616
237	---	-50	187	110		237	237	237
Special Purpose:								
93	---	---	93	93				
					Affirmative Action and Equal Employment Opportunity	01	93	93
29	---	---	29	29				
					Microfilm Service Charges	02	29	29
	429				Firefighter Examination			
	1,185 <sup>R</sup>	---	1,614	413	Receipts	02	---	---
434	---	---	434	434	Test Validation/Police Testing	02	434	434
60	---	---	60	60	Americans with Disabilities Act	05	60	60
	4				HRDI Computer Training			
---	687 <sup>R</sup>	---	691	551	Services	07	---	---
---	4	25	29	28	Additions, Improvements and Equipment		---	---
<b><u>CAPITAL CONSTRUCTION</u></b>								
<b>Distribution by Fund and Program</b>								
---	2	---	2	---	Personnel Policy Development and General Administration	01	---	---
---	2	---	2	---	<b>Total Capital Construction</b>		---	---
<b>Distribution by Fund and Object</b>								
<b>Personnel Policy Development and General Administration</b>								
---	2	---	2	---	Network Infrastructure	01	---	---
24,540	6,854	483	31,877	28,730	<b>Grand Total State Appropriation</b>		22,687	22,437
<b>OTHER RELATED APPROPRIATIONS</b>								
<b>Federal Funds</b>								
---	---	281	281	281	Human Resource Development Institute	07	---	---
---	---	281	281	281	<b>Total Federal Funds</b>		---	---
<b>All Other Funds</b>								
---	---	---	---	---	State and Local Government Operations	02	1,300	1,300
---	---	---	---	---	Human Resource Development Institute	07	1,900	1,900
---	---	---	---	---	<b>Total All Other Funds</b>		3,200	3,200
24,540	6,854	764	32,158	29,011	<b>GRAND TOTAL ALL FUNDS</b>		25,887	25,637

## Notes -- Direct State Services - General Fund

- (a) The fiscal year 2007 appropriation has been reduced to reflect the transfer of funds to the Interdepartmental Salary and Other Benefits Account, as well as the reallocation of State appropriations supporting information technology services to the Office of Information Technology within the Department of Treasury.

## Language Recommendations -- Direct State Services - General Fund

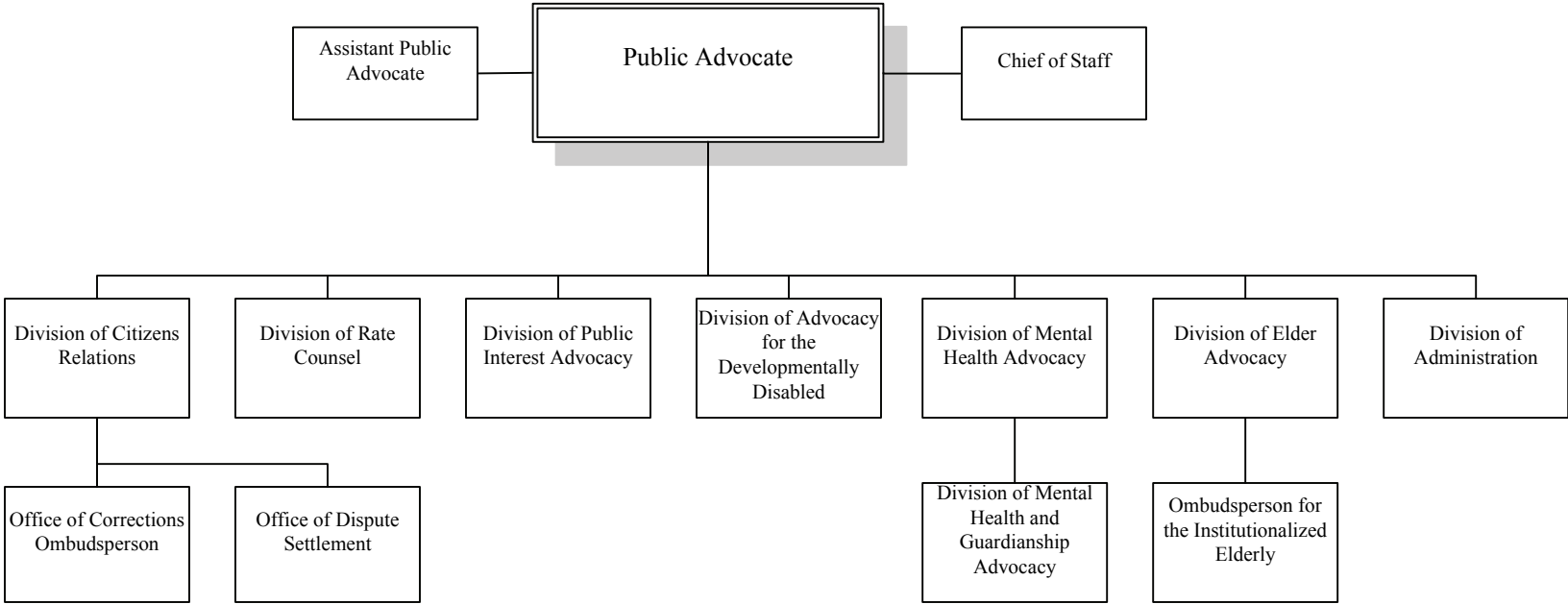
Receipts derived from fees charged to applicants for open competitive or promotional examinations, and the unexpended fee balance at the end of the preceding fiscal year, not to exceed \$1,200,000 collected from firefighter and law enforcement examination receipts, are appropriated, subject to the approval of the Director of the Division of Budget and Accounting.

Receipts derived from training services and any unexpended balance at the end of the preceding fiscal year are appropriated, subject to the approval of the Director of the Division of Budget and Accounting.

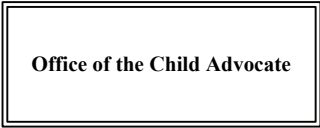
Receipts derived from Employee Advisory Services are appropriated, subject to the approval of the Director of the Division of Budget and Accounting.

Notwithstanding the provisions of N.J.S.A.11A:6-32, cash awards for suggestions shall be paid from the operating budget of the agency from savings generated by the suggestion, subject to the approval of the Director of the Division of Budget and Accounting.

# PUBLIC ADVOCATE



## In-But-Not-Of Agencies





## DEPARTMENT OF THE PUBLIC ADVOCATE OVERVIEW

The Department of the Public Advocate is a principal executive department dedicated to making government more accountable and more responsive to the needs of New Jersey residents with particular attention to the elderly, children, consumers, and individuals with disabilities and mental health illnesses. The Department was restored as a principal department pursuant to P.L. 2005, c. 155, in January 2006.

Since January 2006, the Department has worked to reestablish the divisions and functions that existed prior to the abolishment of the Department in 1994 and integrate new functions that did not exist in the old Department. This included reestablishing the Division of Citizen Relations, the Division of Public Interest Advocacy, the Division of Rate Counsel (from 1994 to 2006, the Ratepayer Advocate) and the Divisions of Mental Health and Developmental Disability Advocacy. New units that were transferred to the Department that were not part of the old Department include: the Office of Corrections Ombudsman, which responds to inmate issues at correctional facilities, and the Ombudsman for Institutionalized Elderly, which responds to over 5,000 complaints annually about inadequate care and services for the institutionalized elderly.

### FY 2008 Budget Highlights

The Fiscal 2008 Budget for the Department of Public Advocate totals \$19.2 million, the same level as the fiscal 2007 adjusted appropriation.

### Department Accomplishments

In its first year since being reestablished, the Department of the Public Advocate prioritized a wide range of issues that impact New Jersey citizens, including: reforming state laws governing the use of eminent domain for private redevelopment; educating the public and advocating on behalf of ratepayers in the proposed Exelon-PSEG merger negotiations; reducing children's exposure to lead; advocating on behalf of individuals with developmental disabilities, and educating the public on beach fees and access issues.

One of the Department's top priorities was reforming state laws governing the use of eminent domain for private redevelopment. In May, the Department released a comprehensive report on the issue, which detailed the statutory history of eminent domain laws and made specific recommendations for legislative reform to better protect the rights of tenants and property owners. Later in the year, the Department joined eminent domain challenges as amicus in municipalities of Lodi, Long Branch and Paulsboro.

On the proposed Exelon-PSEG merger, the Department held a press conference to raise concerns over the proposed deal and wrote a Citizen Guide that explained the consequences of the merger in plain terms. The Department, through the Division of Rate Counsel, advocated on behalf of ratepayers in merger negotiations, and in dozens of other utility cases, including a PSE&G rate case on which the Department's advocacy efforts helped save the average residential ratepayer \$70 annually. The Department also won additional protections for cable consumers to ensure that upcoming cable competition is fair to all New Jersey consumers.

The Department filed an amicus brief in a state Supreme Court case that supported the right of municipalities to sue paint manufacturers for the cost of removing lead tainted paint. The Department also advocated on behalf of individuals with disabilities by testifying in support of legislation that requires the Department of Human Services to develop a plan to ensure community-based living for individuals with disabilities in state-run institutions.

In addition, the Department issued a comprehensive Beach Guide, which chronicled fees, access points for people with disabilities, lifeguard availability, parking and restroom facilities.

### Office of the Child Advocate

The Office of the Child Advocate, in-but-not-of the Department of the Public Advocate, is the only independent State child protective services agency. The Office of the Child Advocate deliberatively intervenes, proactively and reactively, in systemic issues related to child safety and protection.

## DEPARTMENT OF THE PUBLIC ADVOCATE SUMMARY OF APPROPRIATIONS BY FUND (thousands of dollars)

Year Ending June 30, 2006						Year Ending June 30, 2008		
Orig. & ( <sup>S</sup> )Supple- mental	Reapp. & ( <sup>R</sup> )Recpts.	Transfers & ( <sup>E</sup> )Emer- gencies	Total Available	Expended		2007 Adjusted Approp.	Requested	Recom- mended
GENERAL FUND								
16,004	2,222	-107	18,119	14,211	Direct State Services	19,202	19,202	19,202
16,004	2,222	-107	18,119	14,211	Total General Fund	19,202	19,202	19,202
16,004	2,222	-107	18,119	14,211	Total Appropriation, Department of the Public Advocate	19,202	19,202	19,202

**SUMMARY OF APPROPRIATIONS BY PROGRAM**  
(thousands of dollars)

Year Ending June 30, 2006						Year Ending June 30, 2008		
Orig. & (S)Supple- mental	Reapp. & (R)Recpts.	Transfers & (E)Emer- gencies	Total Available	Expended		2007 Adjusted Approp.	Requested	Recom- mended
<b>DIRECT STATE SERVICES - GENERAL FUND</b>								
<b>Protection of Citizens' Rights</b>								
1,387	2	16	1,405	1,395	Citizen Relations	1,944	1,944	1,944
3,340	52	4	3,396	3,374	Mental Health Advocacy	3,698	3,698	3,698
826	3	---	829	829	Elder Advocacy	1,143	1,143	1,143
---	---	---	---	---	Public Interest Advocacy	1,446	1,446	1,446
---	---	---	---	---	Advocacy for the Developmentally Disabled	294	294	294
5,951	1,449	73	7,473	6,323	Rate Counsel	6,188	6,188	6,188
2,500	716	-200	3,016	1,798	Child Advocate	2,523	2,523	2,523
2,000	---	---	2,000	492	Management and Administrative Services	1,966	1,966	1,966
<b>16,004</b>	<b>2,222</b>	<b>-107</b>	<b>18,119</b>	<b>14,211</b>	<i>Subtotal</i>	<b>19,202</b>	<b>19,202</b>	<b>19,202</b>
<b>16,004</b>	<b>2,222</b>	<b>-107</b>	<b>18,119</b>	<b>14,211</b>	<i>Total Direct State Services - General Fund</i>	<b>19,202</b>	<b>19,202</b>	<b>19,202</b>
<b>16,004</b>	<b>2,222</b>	<b>-107</b>	<b>18,119</b>	<b>14,211</b>	<b>TOTAL DIRECT STATE SERVICES</b>	<b>19,202</b>	<b>19,202</b>	<b>19,202</b>
<b>16,004</b>	<b>2,222</b>	<b>-107</b>	<b>18,119</b>	<b>14,211</b>	<i>Total Appropriation, Department of the Public Advocate</i>	<b>19,202</b>	<b>19,202</b>	<b>19,202</b>

**80. SPECIAL GOVERNMENT SERVICES**  
**82. PROTECTION OF CITIZENS' RIGHTS**

**OBJECTIVES**

1. To provide clear policy guidance and execution for the programs of the Public Advocate.
2. To provide advocacy functions for the citizens of New Jersey in their dealings with departments and agencies of State government, other governmental agencies and regulated industries.
3. To promote, advocate and ensure the welfare of elderly citizens and to administer services in order to provide a better quality of life.
4. To promote, advocate and ensure the welfare of New Jersey children.
5. To continue to serve as an effective and visible advocate for institutionalized persons with mental illness.
6. To represent and ensure New Jersey ratepayers fair rate increases and services for regulated utilities, auto and health insurance.
7. To provide legal representation to protect the rights of any public group or interest.
8. To provide assistance and resolve complaints about correctional institutions from inmates and their families.

**PROGRAM CLASSIFICATIONS**

01. **Division of Citizen Relations.** The Division of Citizen Relations receives and forwards for investigation to appropriate agencies of the State and the Public Advocate, any complaints from any person or group relating to the administrative action or inaction of agencies. The division investigates citizen complaints to determine if any governmental activities are unreasonable, unfair, oppressive, potentially discriminatory or inefficient. The division also

maintains records indicating the final disposition of any complaint forwarded by the division to an agency.

The Division of Citizen Relations includes the Office of Dispute Settlement. This Office may provide, in the discretion of the Public Advocate, mediation and other third party neutral services in the resolution of disputes which involve the public interest. The Office may also assist public or private parties in resolving disputes. The Public Advocate may establish fees to be charged to public or private parties for educational, consultation, dispute resolution or other services, and may apply for federal, local, or private grants, bequests, gifts or contributions to aid in financing programs or activities of the office.

The Corrections Ombudsperson establishes and implements procedures for handling complaints from inmates, their families, other interested citizens, public officials, and government agencies concerning conditions in correctional facilities.

03. **Division of Mental Health Advocacy.** The Division of Mental Health Advocacy shall promote, advocate, and ensure the adequacy of the care received, and the quality of life experienced, by persons with mental illness, including patients, residents, and clients within the mental health facilities and programs operated, funded, or licensed by the State.

04. **Division of Elder Advocacy.** The primary purpose of the Division of Elder Advocacy is to protect the interests of the elderly. The Division accomplishes this goal by intervening in or instituting proceedings involving the interests of the elderly before any department, commission, agency, or board of the State leading to an administrative adjudication or administrative rule as defined in section 2 of P.L. 1968, c.410 (C.52:14B-2) and instituting litigation on behalf of the

# PUBLIC ADVOCATE

elderly. The division may commence negotiation, mediation, or alternative dispute resolution in the interest of the elderly. The Division of Elder Advocacy contributes to the shaping of policy regarding the welfare of New Jersey's elderly by reporting on recommendations to the Governor and the Legislature.

Also established in the Division of Elder Advocacy in the Department of the Public Advocate is the Ombudsperson for the Institutionalized Elderly. The Ombudsperson for the Institutionalized Elderly (c.52:27G-1 et seq.) receives, investigates and resolves complaints concerning health care facilities serving the elderly, and initiates actions to secure, preserve and promote the health, safety welfare and the civil and human rights of the institutionalized elderly.

05. **Division of Public Interest Advocacy.** The Division of Public Interest Advocacy reviews complaints forwarded to the Public Advocate and provides legal representation and other advocacy services when the Public Advocate deems it in the public interest to protect and advocate the rights of any group or interest. The Division can commence negotiation, mediation, or alternative dispute resolution prior to, or in lieu of, the initiation of any litigation.
07. **Division of Advocacy for the Developmentally Disabled.** The Division of Advocacy for the Developmentally Disabled will promote, advocate, and ensure the adequacy of the care received, and the quality of life experienced, by persons with developmental disabilities, including patients, residents, and clients with the developmental disabilities facilities and programs operated, funded, or licensed by the State. Procedures will be established to handle complaints from patients, their families other interested citizens, public officials, and government agencies concerning conditions in the State's developmental disabilities facilities.
08. **Division of Rate Counsel.** The Division of Rate Counsel is responsible for the representation of New Jersey ratepayers before regulatory and legal tribunals and decision making bodies, and to establish rates and State policies for the delivery of essential regulated services including natural gas, electric, telecommunications, water, wastewater and cable

television. The Division is also responsible for the oversight and accounting of revenues received as statutory assessments from regulated utilities and the oversight of its expenditures.

The Rate Counsel may also represent the public interest with regard to utilities in proceedings before and appeals from any State department, commission, authority, council, agency, or board charged with the regulation or control of any business, industry, or utility regarding a requirement that the business, industry, or utility provide a service or regarding the fixing of a rate, toll, fare, or charge for a product or service. The division may initiate any proceeding when it is determined that a discontinuance or change in a required service or a rate, toll, fare, or charge for a product or service is in the public interest.

The Rate Counsel may also represent the public interest in significant proceedings that pertain solely to prior approval rate increases greater than seven percent for personal lines property casualty coverage or Medicare supplemental coverages.

09. **Office of the Child Advocate.** The Office of the Child Advocate, allocated within the Department of the Public Advocate, is independent of any supervision or control by the department, its officers and divisions. The Office investigates, reviews, monitors or evaluates all State agencies and service providers, ensuring the safety of children, as well as responding to allegations of child abuse and neglect.
99. **Division of Administration.** The Division of Administration, which includes the Office of the Public Advocate provides the Public Advocate, the staff and resources needed to supervise and execute the mission of the Public Advocate and its component offices and Divisions in representation of the public interest on behalf of the indigent, the elderly, children and other persons unable to protect themselves as individuals or a class. The primary responsibilities of the Division of Administration are to prepare budgets, fulfill personnel requirements, provide public information concerning departmental activities, conduct necessary research as the Public Advocate determines to be relevant and necessary to the department's functions.

## EVALUATION DATA

### PROGRAM DATA

#### Division of Citizens Relations

##### Office of Dispute Settlement

Cases July 1 .....	89	89	132	132
Added .....	661	658	771	882
Closed .....	661	615	771	882
Cases June 30 .....	89	132	132	132
Dispositions per Representatives .....	132	103	129	147

##### Office of the Corrections Ombudsman

Cases Processed .....	15,173	11,401	11,000	15,000
Dispositions per Representatives .....	1,897	1,629	1,571	1,666
Number of Representatives .....	8	7	7	9
Telephone Contacts .....	12,707	8,262	8,000	12,000
Correspondence .....	1,107	2,547	2,500	2,000
Other .....	1,359	592	500	800

Actual  
FY 2005

Actual  
FY 2006

Revised  
FY 2007

Budget  
Estimate  
FY 2008

	Actual FY 2005	Actual FY 2006	Revised FY 2007	Budget Estimate FY 2008
<b>Division of Mental Health Advocacy</b>				
Mental Health Screening Services				
Regional Representation (Civil Commitment)				
Cases Added .....	16,098	16,191	16,191	16,000
Cases Closed .....	15,401	15,490	15,490	15,500
Dispositions per staff attorney .....	1,100	1,068	1,259	1,100
Sexual Offender Representation (Civil Commitment)				
Cases Added .....	349	351	360	360
Cases Closed .....	253	270	270	270
<b>Division of Elder Advocacy</b>				
Office of the Ombudsman				
Institutionalized elderly .....	125,000	125,000	125,000	125,000
On-site investigations:				
Involving patient funds .....	468	501	550	600
Involving care/abuse/neglect .....	6,598	5,818	6,000	6,000
Nursing homes visited .....	2,948	2,538	3,000	3,000
Boarding homes visited .....	446	430	500	500
Other facilities visited .....	49	47	50	50
Residential health care/psychiatric and development centers visits .....	50	47	100	100
Cases referred to enforcement agencies .....	539	514	550	550
<b>Rate Counsel</b>				
Utility Cases				
Electric .....	145	114	117	117
Gas .....	78	63	64	64
Telephone .....	495	567	568	568
Water/Sewer .....	120	93	98	98
Other Utility Matters				
Electric .....	2	1	3	3
Gas .....	---	6	8	8
Telephone .....	1	2	8	4
Water/Sewer .....	---	3	5	5
FERC .....	13	15	15	15
Generic .....	34	41	41	41
Cable Television				
Cable Television (w/Generic Cable) .....	223	136	136	136
<b>PERSONNEL DATA</b>				
<b>Position Data</b>				
Filled Positions by Funding Source				
State Supported .....	113	110	120	174
Federal .....	---	---	2	2
All Other .....	44	43	40	51
Total Positions .....	157	153	162	227
Filled Positions by Program Class				
Division of Citizen Relations .....	22	22	19	29
Division of Mental Health Advocacy .....	52	45	43	62
Division of Elder Advocacy .....	21	22	24	27
Division of Public Interest Advocacy .....	---	---	9	18
Division of Advocacy for the Developmentally Disabled .....	---	---	3	4
Division of Rate Counsel .....	42	41	42	49
Office of the Child Advocate .....	20	23	10	25
Division of Administration .....	---	---	12	13
Total Positions .....	157	153	162	227

**Notes:**

Actual payroll counts reported for fiscal years 2006 and 2007 as of December and revised fiscal year 2007 as of January. The Budget Estimate for fiscal year 2008 reflects the number of positions funded.

# PUBLIC ADVOCATE

## APPROPRIATIONS DATA (thousands of dollars)

Year Ending June 30, 2006					Year Ending June 30, 2008			
Orig. & (S)Supple- mental	Reapp. & (R)Recpts.	Transfers & (E)Emer- gencies	Total Available	Expended	Prog. Class.	2007 Adjusted Approp.	Requested	Recom- mended
<b>DIRECT STATE SERVICES</b>								
<b>Distribution by Fund and Program</b>								
1,387	2	16	1,405	1,395	Citizen Relations	01	1,944	1,944
3,340	52	4	3,396	3,374	Mental Health Advocacy	03	3,698	3,698
826	3	---	829	829	Elder Advocacy	04	1,143	1,143
---	---	---	---	---	Public Interest Advocacy	05	1,446	1,446
---	---	---	---	---	Advocacy for the Developmental-ly Disabled	07	294	294
5,951	1,449	73	7,473	6,323	Rate Counsel	08	6,188	6,188
2,500	716	-200	3,016	1,798	Child Advocate	09	2,523	2,523
2,000	---	---	2,000	492	Management and Administrative Services	99	1,966	1,966
<b>16,004</b>	<b>2,222</b>	<b>-107</b>	<b>18,119</b>	<b>14,211</b>	<b>Total Direct State Services</b>		<b>19,202</b> <sup>(a)</sup>	<b>19,202</b>
<b>Distribution by Fund and Object</b>								
<b>Personal Services:</b>								
9,463	232 94 <sup>R</sup>	-373	9,416	7,597	Salaries and Wages		11,178	11,178
9,463	326	-373	9,416	7,597	<b>Total Personal Services</b>		<b>11,178</b>	<b>11,178</b>
158	76	10	244	221	Materials and Supplies		219	219
2,502	1,067	233	3,802	2,988	Services Other Than Personal		3,771	3,771
538	24	-60	502	473	Maintenance and Fixed Charges		571	571
<b>Special Purpose:</b>								
626	4	149	779	779	Representation of Civilly Committed Sexual Offenders	03	697	697
---	---	49	49	49	Rate Counsel	08	---	---
2,500	716	-200	3,016	1,798	Child Advocate	09	2,523	2,523
217	9	85	311	306	Additions, Improvements and Equipment		243	243
<b>16,004</b>	<b>2,222</b>	<b>-107</b>	<b>18,119</b>	<b>14,211</b>	<b>Grand Total State Appropriation</b>		<b>19,202</b>	<b>19,202</b>
<b>OTHER RELATED APPROPRIATIONS</b>								
<b>Federal Funds</b>								
223	---	---	223	223	Mental Health Advocacy	03	223	223
800	546	---	1,346	577	Elder Advocacy	04	927	927
<b>1,023</b>	<b>546</b>	<b>---</b>	<b>1,569</b>	<b>800</b>	<b>Total Federal Funds</b>		<b>1,150</b>	<b>1,150</b>
<b>All Other Funds</b>								
---	10 370 <sup>R</sup>	---	380	354	Citizen Relations	01	409	409
---	---	---	---	---	Rate Counsel	08	1,124	1,124
---	380	---	380	354	<b>Total All Other Funds</b>		<b>1,533</b>	<b>1,533</b>
<b>17,027</b>	<b>3,148</b>	<b>-107</b>	<b>20,068</b>	<b>15,365</b>	<b>GRAND TOTAL ALL FUNDS</b>		<b>21,885</b>	<b>21,885</b>

### Notes -- Direct State Services - General Fund

(a) The fiscal year 2007 appropriation has been adjusted for the allocation of salary program.

### Language Recommendations -- Direct State Services - General Fund

The unexpended balances at the end of the preceding fiscal year in the Office of the Child Advocate accounts are appropriated subject to the approval of the Director of the Division of Budget and Accounting.

Sums provided for legal and investigative services are available for payment of obligations applicable to prior fiscal years.

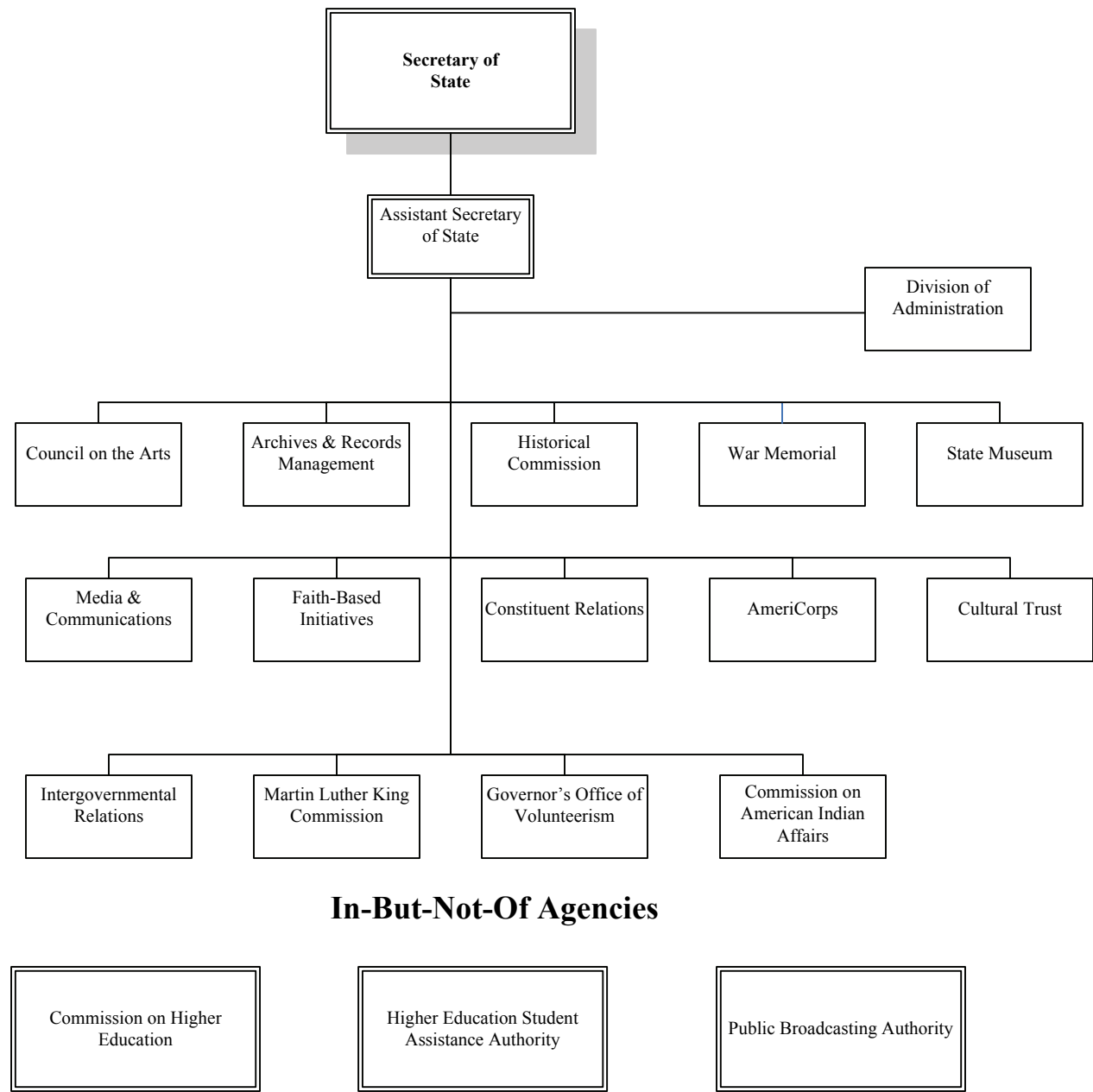
Receipts of the Division of Rate Counsel in excess of those anticipated are appropriated for the Division of Rate Counsel to defray the costs of this activity under sections 47 and 55 of P.L. 2005, c.155 (C.52:27EE-47 and 52:27EE-55).

The unexpended balances at the end of the preceding fiscal year in the Rate Counsel accounts are appropriated.

To permit flexibility in the handling of appropriations to effectuate the provisions of P.L. 2005, c. 155, the amounts hereinabove may be transferred to and from the various items of appropriation subject to the approval of the Director of the Division of Budget and Accounting.

The unexpended balances at the end of the preceding fiscal year are appropriated subject to the approval of the Director of the Division of Budget and Accounting.

STATE



## DEPARTMENT OF STATE

## OVERVIEW

The mission of the Department of State is to advance and support the arts, heritage and historic record of New Jersey through public participation in cultural programs, quality of life initiatives and community service activities. The Department is committed to educating and empowering the State's citizens in the areas of faith- and community-based service, history, the arts, and the collection of fine and decorative art objects, ethnological and archaeological material, and scientific specimens.

The Department also provides significant leadership and resources to New Jersey's State and local governments for building and improving the infrastructure of public records administration. The Public Broadcasting Authority, the Commission on Higher Education, and the Higher Education Student Assistance Authority are also housed within the Department. Additionally, the appropriations for the senior public institutions of higher education and the State Library, which are autonomous, are displayed in the Department of State.

**FY 2008 Budget Highlights**

The Fiscal 2008 Budget for the Department of State, excluding Higher Education, the State Library and New Jersey Network, totals \$42.6 million, a decrease of \$1.8 million or 4.0% under the fiscal 2007 adjusted appropriation of \$44.3 million. This Budget includes a \$2.3 million increase (10%) for Cultural Grants and Historical Grants.

**Culture and the Arts**

The mission of the New Jersey State Council on the Arts (NJSCA), which consists of 20 members, is to improve the quality of life of this state, its people, and communities by helping the arts to flourish. The NJSCA has established a competitive program for the granting of funds appropriated by State and federal governments to art organizations and artists in New Jersey. These programs enable thousands of arts events annually, including touring exhibitions, summer festivals, and artists-in-the-schools, all designed to involve more segments of New Jersey society directly with the arts. The Council monitors the operations of grantees and promotes performing and creative arts throughout New Jersey through important initiatives such as Discover Jersey Arts, the Council's ambitious promotional campaign that includes media promotions; a web site at [www.jerseyarts.com](http://www.jerseyarts.com); and a telephone hotline, 1-800-THE-ARTS. The total fiscal 2008 appropriation of \$24.0 million includes \$500,000 for Direct State Services and \$23.5 million in Grants-In-Aid. The Grants-In-Aid appropriation includes \$21.0 million for Cultural Projects, which is funded directly from revenue derived from the State hotel and motel occupancy fee, and a separate \$2.4 million grant to the Newark Museum which represents a decrease of \$1.6 million due to the elimination of one-time funding.

The goal of the New Jersey Cultural Trust is the establishment of a stable source of funding for the arts, history, and humanities by leveraging private contributions with State funding. The Trust was created to match private dollars to State dollars on a 1:1 basis. Since its establishment in fiscal 2000, the Cultural Trust has certified \$38.5 million in private donations to the endowments of various cultural organizations throughout the State. To date, the State has provided \$25.7 million to the Trust. The fiscal 2008 recommendation of \$720,000 in Grants-In-Aid funding is the same level of funding as in fiscal 2007. Funding for the Cultural Trust comes from revenue derived from the State hotel and motel occupancy fee.

**History**

The mission of the New Jersey Historical Commission is to enrich the lives of the public by preserving the historical records and advancing interest in, and awareness of, New Jersey's past. The Historical Commission, which consists of 17 members, supports research by

historical organizations, museums, libraries, and other similar organizations with collections or programming related to the history of New Jersey. The total fiscal 2008 appropriation of \$4.5 million includes \$510,000 for Direct State Services and \$4.0 million in Grants-In-Aid. Of the \$4.0 million in Grants-In-Aid, \$3.8 million will fund the New Jersey Historical Commission's agency grants with revenue derived from the State hotel and motel occupancy fee. The fiscal 2008 appropriation for the Grants in New Jersey History and Grants in Afro-American History programs is \$202,000. In addition to grants, the Commission fulfills its mission by presenting public programs, producing publications and media projects, and providing curriculum material for students and teachers.

**Museum Services**

The New Jersey State Museum serves the life-long educational needs of residents and visitors through its collections, exhibitions, programs, publications, and scholarship in science, history and the arts. Within a broad context, the Museum explores the natural and cultural diversity of New Jersey, past and present. The Museum serves school students, families, researchers and visitors. With its newly renovated facilities, the Museum is poised to provide all visitors with an enhanced opportunity to explore and learn about New Jersey. The fiscal 2008 Direct State Services appropriation for Museum Services totals \$3.1 million. A Grants-In-Aid appropriation of \$2.4 million in fiscal 2008 is composed of \$500,000 to maintain the War Memorial, as well as \$1.9 million to support the Battleship New Jersey Museum. As a presenting theater, the War Memorial will continue its efforts to increase revenues and attendance levels at this historic site.

**Office of the Secretary of State**

Of the \$6.4 million fiscal 2008 Direct State Services appropriation for the Office of the Secretary of State, \$2.7 million is recommended for the Division of Archives and Records Management. The remaining \$3.7 million includes several special purpose programs, such as the Personal Responsibility Program that promotes youth-centered activities (\$500,000) and the Amistad Commission that promotes the integration of African-American history into the curriculum in public schools throughout New Jersey (\$150,000).

The fiscal 2008 Grants-In-Aid appropriation for the Office of the Secretary of State is \$2.2 million, which includes \$720,000 for the Cultural Trust and \$1.5 million for the Office of Faith-Based Initiatives. The Faith-Based Initiatives funding is provided for grants that enable faith- and community-based organizations to undertake a variety of social service activities.

The federal AmeriCorps program was transferred from the Department of Education to the Department of State in fiscal 2004. AmeriCorps works to strengthen New Jersey communities and the civic character of New Jersey citizens through service. AmeriCorps is the National Service Program that provides Americans of all ages and backgrounds with an opportunity to earn education awards in exchange for community service. The AmeriCorps commitment is a one- or two-year obligation in which members help meet New Jersey's critical needs in areas of public safety, education, human needs, homeland security, and the environment. Currently more than 500 AmeriCorps members serve in New Jersey communities.

**Archives and Records Management**

The Fiscal 2008 Budget for the Division of Archives and Records Management (DARM) is recommended at \$2.7 million, a decrease of \$360,000 in one-time startup costs and reduced debt service from the fiscal 2007 adjusted appropriation of \$3.0 million. In addition, DARM will distribute Public Archives and Records Infrastructure Support (PARIS) grants from revenue derived from the New Jersey Public Records Preservation account, a dedicated source of funds established in the Department of the Treasury via P.L. 2003, c. 117.

## Department Accomplishments

The Department of State has made significant accomplishments, which contribute to the economy, improve New Jersey's schools, and revitalize cities, towns and neighborhoods.

The Department of State works to promote volunteerism in the following ways: More than 1.7 million New Jersey volunteers save the State an estimated \$4.0 billion each year, contributing 225 million hours of service, as they volunteer in schools, hospitals, nursing homes, food banks, soup kitchens, cleaning parks and in museums. Opportunities for all citizens to volunteer are easily accessible through the Governor's Office of Volunteerism's website.

The State has made a substantial investment in renovating one of its greatest assets, the State Museum, with a collection of over two million pieces. The renovations cannot be completed without private funds. The Department of State has undertaken a capital campaign, seeking private financial partnerships to match previously allocated public funds. The goal is to transform our Museum into an educational hub for citizens and tourists, and ensure its legacy for generations to come.

The Division of Archives and Records Management will facilitate systematic, enterprise-wide improvements in the State's infrastructure for electronic and traditional records management, policies and practices; increase the speed of State records retrieval for the public as required under P.L. 2001, c. 404, the "Open Public Records Act" (OPRA); and dramatically cut the State's costs for storing records through a partnership with the Department of the Treasury. The Division saved taxpayers \$1.5 million in records storage costs, by initiating a Storage Ways Assessment Team (SWAT) that authorized the destruction of thousands of records, emptying several state-leased warehouses.

## New Jersey Network

The Fiscal 2008 Budget recommendation for the Public Broadcasting Authority (New Jersey Network-NJN) is \$5.8 million, the same amount as the fiscal 2007 adjusted appropriation. The fiscal 2008 appropriation will allow the Authority to continue its operations and programming.

## Higher Education

The Department of State budget also contains appropriations supporting certain higher educational services, including the Commission on Higher Education, the Educational Opportunity Fund, the Higher Education Student Assistance Authority, and the senior public colleges and universities. Appropriations for other higher educational services are included in the Department of the Treasury budget.

The New Jersey system of higher education is committed to enabling all people to achieve their maximum potential, fostering democratic principles, improving the quality of life, and supporting the State's success in a global economy. By placing teaching and learning at the core of its mission, the higher education system in New Jersey prepares individuals for rewarding careers, fulfilling lives, and lifelong learning. Through research, colleges and universities enhance teaching and learning, increase knowledge, improve the human condition, and enhance the economy. Many institutions also provide community service, such as work with local schools and organizations, recreational and cultural events, and support and technical assistance for small businesses.

New Jersey's 31 public and 28 private institutions of higher education have clearly differentiated missions and offer diverse opportunities to meet the needs of students, the State, and society, including undergraduate, graduate, and professional degree programs; research; academic support; and noncredit offerings such as job training and continuing education.

The Higher Education Restructuring Act of 1994 established a tripartite governance structure consisting of college and university governing boards, the Commission on Higher Education, and the New Jersey Presidents' Council. The governing boards of the public higher education institutions are accountable to the public for the fulfillment of each institution's unique mission, furthering statewide goals, and the effective management of the institutions. The Commission on Higher Education has statewide responsibility for planning, policy development, advocacy, licensure, and the administration of several grant programs, including the Educational Opportunity Fund, which provides financial support and services to educationally and economically disadvantaged students. The New Jersey Presidents' Council advises the Commission in these areas and also reviews new academic programs and makes recommendations on regional alliances, the higher education budget, and student aid levels. The Commission and the Council were created to work together to coordinate higher education and advance State goals.

Beginning in fiscal 2006, the Commission on Higher Education assumed responsibility for administering the Governor's School Program, a summer residential program at six college campuses throughout the State, offering intensive experiences for artistically and academically talented high school students. The program is supported exclusively by individual, corporate and foundation gifts and grants. In summer 2006, it served 600 high achieving high school students.

In fiscal 2007, the Commission implemented Innovation Partnership Institutes to stimulate collaborations between the State's key business sectors and educational institutions to advance the Governor's Economic Growth Strategy. This program is run as a collaboration among the Department of Education, Department of Labor and Workforce Development, and the Commission on Higher Education.

The Commission also initiated a study of the transfer of credit across the county colleges and senior public colleges and universities to ensure consistency and fairness for all New Jersey students.

The Restructuring Act also established the Higher Education Student Assistance Authority (HESAA) as a separate entity to administer most of the State and federal student financial aid programs in New Jersey. Progress in meeting long-range plan goals in the area of State student financial aid has also been made, with steady increases in both Tuition Aid Grants and the Educational Opportunity Fund.

HESAA has taken numerous steps to create and maintain efficiencies in its procurement processes and operational practices. Under its authorizing statute, HESAA uses State term contracts whenever possible to realize cost savings by leveraging the purchasing power of the State. HESAA also uses the State blanket data processing hardware maintenance agreement. In cases where State term contracts do not meet HESAA's business needs, HESAA selects the supplier with the combination of the lowest possible cost and the best service through informal and formal competitive bidding processes. Examples of operational efficiencies that have been realized in the last several years include, but are not limited to, the following:

- Implementing a technology that converts reports produced on mainframe systems for student loans, loan guarantees, and grants & scholarships to PDF files; these files subsequently are e-mailed to special repositories on the e-mail server and to business partners such as higher education institutions. In addition to eliminating production of hundreds of thousands of pages of paper reports each year, this process saves the cost and time previously required to mail these reports to the schools or to file this material and subsequently ship it offsite;



- Establishing numerous web-based processes, including web-based loan applications, benefits students, parents and client institutions and saves additional paper, printing and mailing costs; and
- Using the capabilities of the Audits & Quality Assurance Unit and Grants and Scholarships Unit, performs reviews that identify and correct inefficiencies and non-compliant practices by institutions that use HESAA-based programs. These reviews have resulted in significant refunds of grant funds to the State's General Fund. In one recent case, HESAA's review resulted in a return of \$1.2 million in State grant funds that were disbursed improperly by an educational institution.

The following describes recommended changes to the higher education appropriation as well as continued funding for major programs.

The fiscal 2008 total recommended funding for the Commission on Higher Education is \$1.4 million, which is a decrease of \$35,000 under the fiscal 2007 funding level.

The State's 12 senior public colleges and universities operate autonomously to a large extent. Each institution has its own board of trustees to develop and carry out its mission. The total fiscal 2008 recommended direct operating aid for the 12 four-year public colleges and universities is \$889.7 million. This represents an increase of \$35.7 million over the fiscal 2007 level. This net growth consists of increases in base funding totaling \$41.5 million offset by institution-specific base adjustments of \$5.1 million, and the elimination of \$664,000 in one-time funding.

The Educational Opportunity Fund (EOF) is New Jersey's oldest and one of the nation's most comprehensive state-supported efforts to provide access to higher education for students who are economically and educationally disadvantaged. To ensure that those students most in need have an opportunity to attend college, the Fund provides supplemental financial aid to help cover college costs (e.g., books, fees, room and board) that are not covered by the Tuition Aid Grant program. The Fund also supports a wide array of campus-based outreach and support services at 28 of the public and 13 of the independent institutions to ensure viable opportunities for students to succeed and graduate. During fiscal 2007, nearly 19,000 educationally and economically disadvantaged students received EOF grant assistance. The State will continue the fiscal 2007 level of funding for EOF grants in fiscal 2008 with a recommendation of \$40.6 million.

The Higher Education Student Assistance Authority (HESAA) was established to be the primary source for financial aid information and services in the Garden State for students interested in pursuing their education beyond high school. Funding to HESAA of \$1.892 million is recommended for fiscal 2008.

New Jersey's Tuition Aid Grant (TAG) Program is one of the nation's largest financial aid programs, and New Jersey ranks among the top states in providing need-based aid. Depending on need, a TAG award can cover a significant portion of the tuition cost. Awards may be used at New Jersey postsecondary institutions, including community colleges, State colleges and universities, independent colleges and universities, and degree-granting proprietary institutions. Total recommended funding for the TAG program in fiscal 2008 is \$230.2 million, providing a projected 51,146 grants. This is a \$15.5 million increase over the fiscal 2007 level.

A pilot Part-Time TAG program for county college students was established in fiscal 2004 for eligible, qualified part-time students enrolled at county colleges. Funding for this initiative was increased

by \$500,000 in fiscal 2008 to \$5.5 million and will provide financial assistance to over 10,600 part-time students.

The Outstanding Scholars Recruitment Program provides State-matching funds to participating public and private institutions for campus-based scholarships based on a combination of class rank and SAT scores. The fiscal 2008 funding will continue to support those individuals already in the program.

State scholarship awards under the Coordinated Garden State Scholarship Initiative, which includes the Edward J. Bloustein Distinguished Scholars and Urban Scholars programs, provide \$1,000 renewable scholarships for 7,135 students for four years, including 2,136 students from the lowest socio-economic school districts.

The New Jersey Better Educational Savings Trust (NJBEST) program continues to offer an attractive option for parents to save for their children's college education. Changes to the IRS tax code permitted states to develop college savings programs in which earnings are tax-free if used for qualified higher education expenses. NJBEST also provides three other State-based incentives, including interest earnings free from New Jersey's Gross Income Tax, \$25,000 in savings excluded from consideration of eligibility for State need-based aid, and up to a \$1,500 scholarship to individuals who save through the program for at least four years and then enroll in a New Jersey college or university. As of November 30, 2006, the number of participants now exceeds 157,000, with over \$1.47 billion invested through this program.

The New Jersey Student Tuition Assistance Reward Scholarship (NJSTARS I), which was established in fiscal 2005, provides tuition and fees for two years for every New Jersey high school student who graduates in the top 20% of his or her high school class and attends a New Jersey community college. This ensures that New Jersey's most academically talented students are not denied the opportunity to attend college. Nearly 1,700 students received over \$4.0 million in NJSTARS I funds during fiscal 2006. Building on the success of NJSTARS I is the new fiscal 2007 initiative, NJSTARS II, which provides NJSTARS I students, who have earned an associate degree while maintaining at least a 3.0 grade point average, with a scholarship not to exceed \$4,000 annually; this scholarship may be applied to the cost of both tuition and fees at any four-year New Jersey public college or university. County college credits will be fully transferable toward a bachelor's degree, so students will enroll automatically as juniors. Total fiscal 2008 funding for both NJSTARS I and NJSTARS II is \$13.8 million for a projected total of almost 4,200 participants.

The Social Services Student Loan Redemption Program is funded at \$3.5 million. This program provides student loan forgiveness for eligible program participants who are hired as full-time direct care professionals at public or non-profit social service agencies. Redemption of loans under this program may not exceed \$5,000 annually (or \$20,000 in total), of the principal and interest of eligible student loans in return for satisfactory completion of a full year of approved employment.

### **The State Library of New Jersey**

The State Library, associated with Thomas A. Edison State College, collects and maintains library resources, providing information to State government and the general public. Additionally, the Library provides consulting and technical assistance to institutional, public, school, and special libraries. This Budget recommends Direct State Services funding of \$7.5 million, including a \$3 million increase to support the Library's Knowledge Initiative to provide statewide access to electronic research databases, and State Aid funding of \$18.5 million.

**DEPARTMENT OF STATE**  
**SUMMARY OF APPROPRIATIONS BY FUND**  
(thousands of dollars)

(thousands of dollars)						Year Ending June 30, 2008		
Year Ending June 30, 2006								
Orig. & (S)Supple- mental	Reapp. & (R)Recpts.	Transfers & (E)Emer- gencies	Total Available	Expended		2007 Adjusted Approp.	Requested	Recom- mended
GENERAL FUND								
26,505	1,122	1,646	29,273	27,757	Direct State Services	23,715	27,812	27,020
1,251,942	14,664	37,163	1,303,769	1,270,304	Grants-In-Aid	1,184,238	1,373,427	1,235,601
18,537	---	---	18,537	18,232	State Aid	18,520	19,520	18,520
---	619	1,100	1,719	180	Capital Construction	---	---	---
1,296,984	16,405	39,909	1,353,298	1,316,473	Total General Fund	1,226,473	1,420,759	1,281,141
1,296,984	16,405	39,909	1,353,298	1,316,473	Total Appropriation, Department of State	1,226,473	1,420,759	1,281,141

**SUMMARY OF APPROPRIATIONS BY PROGRAM**  
(thousands of dollars)

Year Ending June 30, 2006					Year Ending June 30, 2008			
Orig. & (S)Supple- mental	Reapp. & (R)Recpts.	Transfers & (E)Emer- gencies	Total Available	Expended		2007 Adjusted Approp.	Requested	Recom- mended
DIRECT STATE SERVICES - GENERAL FUND								
Higher Educational Services								
1,402	37	143	1,582	1,303	Commission on Higher Education	1,387	1,352	1,352
3,278	1	---	3,279	3,275	Higher Education Student Assistance Authority	1,892	1,892	1,892
4,680	38	143	4,861	4,578	Subtotal	3,279	3,244	3,244
Cultural and Intellectual Development Services								
500	---	-2	498	498	Support of the Arts	500	500	500
2,530	4	74	2,608	2,486	Museum Services	2,438	3,138	3,138
510	---	-16	494	494	Development of Historical Resources	510	510	510
6,446	---	281	6,727	6,727	Public Broadcasting Services	5,759	5,759	5,759
4,370	---	200	4,570	4,570	Library Services	4,509	8,301	7,509
14,356	4	537	14,897	14,775	Subtotal	13,716	18,208	17,416
General Government Services								
4,085	451	508	5,044	4,127	Office of the Secretary of State	3,691	3,691	3,691
3,384	629	458	4,471	4,277	Records Management	3,029	2,669	2,669
7,469	1,080	966	9,515	8,404	Subtotal	6,720	6,360	6,360
26,505	1,122	1,646	29,273	27,757	Total Direct State Services - General Fund	23,715	27,812	27,020
26,505	1,122	1,646	29,273	27,757	TOTAL DIRECT STATE SERVICES	23,715	27,812	27,020
GRANTS-IN-AID - GENERAL FUND								
Higher Educational Services								
46,777	40	-143	46,674	46,550	Commission on Higher Education	45,887	45,887	45,590
248,836	10,079	---	258,915	225,973	Higher Education Student Assistance Authority	250,171	268,264	268,264
317,699	---	12,786	330,485	330,485	Rutgers, The State University	283,695	304,585	294,804
24,952	---	723	25,675	25,675	Agricultural Experiment Station	25,675	27,015	26,933
233,276	4,541	9,663	247,480	247,081	University of Medicine and Dentistry of New Jersey	220,731	258,131	231,160
50,112	---	2,000	52,112	52,112	New Jersey Institute of Technology	47,182	50,775	48,490
6,427	---	224	6,651	6,651	Thomas A. Edison State College	6,209	6,759	5,869

# STATE

Year Ending June 30, 2006					Year Ending June 30, 2008		
Orig. & (S)Supple- mental	Reapp. & (R)Recpts.	Transfers & (E)Emer- gencies	Total Available	Expended	2007 Adjusted Approp.	Requested	Recom- mended
38,063	---	1,442	39,505	39,505	Rowan University	36,488	38,176
32,139	---	1,378	33,517	33,517	New Jersey City University	30,983	32,456
41,553	---	1,627	43,180	43,180	Kean University	39,643	41,234
40,748	---	1,337	42,085	42,085	William Paterson University of New Jersey	38,968	40,873
47,445	---	2,910	50,355	50,355	Montclair State University	46,128	48,045
36,807	---	1,170	37,977	37,977	The College of New Jersey	35,016	36,625
20,556	---	861	21,417	21,417	Ramapo College of New Jersey	19,579	20,230
24,480	---	1,185	25,665	25,665	The Richard Stockton College of New Jersey	23,703	24,785
<b>1,209,870</b>	<b>14,660</b>	<b>37,163</b>	<b>1,261,693</b>	<b>1,228,228</b>	<b>Subtotal</b>	<b>1,150,058</b>	<b>1,203,534</b>
					<b>Cultural and Intellectual Development Services</b>		
29,310	---	---	29,310	29,310	Support of the Arts	23,812	23,453
4,390	---	---	4,390	4,390	Museum Services	3,890	2,390
4,642	4	---	4,646	4,646	Development of Historical Resources	4,258	4,004
<b>38,342</b>	<b>4</b>	<b>---</b>	<b>38,346</b>	<b>38,346</b>	<b>Subtotal</b>	<b>31,960</b>	<b>29,847</b>
					<b>General Government Services</b>		
3,730	---	---	3,730	3,730	Office of the Secretary of State	2,220	2,220
<b>3,730</b>	<b>---</b>	<b>---</b>	<b>3,730</b>	<b>3,730</b>	<b>Subtotal</b>	<b>2,220</b>	<b>2,220</b>
<b>1,251,942</b>	<b>14,664</b>	<b>37,163</b>	<b>1,303,769</b>	<b>1,270,304</b>	<b>Total Grants-In-Aid - General Fund</b>	<b>1,184,238</b>	<b>1,235,601</b>
<b>1,251,942</b>	<b>14,664</b>	<b>37,163</b>	<b>1,303,769</b>	<b>1,270,304</b>	<b>TOTAL GRANTS-IN-AID</b>	<b>1,184,238</b>	<b>1,235,601</b>
					<b>STATE AID - GENERAL FUND</b>		
					<b>Cultural and Intellectual Development Services</b>		
18,537	---	---	18,537	18,232	Library Services	18,520	18,520
<b>18,537</b>	<b>---</b>	<b>---</b>	<b>18,537</b>	<b>18,232</b>	<b>Subtotal</b>	<b>18,520</b>	<b>18,520</b>
<b>18,537</b>	<b>---</b>	<b>---</b>	<b>18,537</b>	<b>18,232</b>	<b>Total State Aid - General Fund</b>	<b>18,520</b>	<b>18,520</b>
<b>18,537</b>	<b>---</b>	<b>---</b>	<b>18,537</b>	<b>18,232</b>	<b>TOTAL STATE AID</b>	<b>18,520</b>	<b>18,520</b>
					<b>CAPITAL CONSTRUCTION</b>		
					<b>Cultural and Intellectual Development Services</b>		
---	5	---	5	---	Support of the Arts	---	---
---	3	---	3	3	Museum Services	---	---
---	526	1,100	1,626	177	Public Broadcasting Services	---	---
---	27	---	27	---	Library Services	---	---
<b>---</b>	<b>561</b>	<b>1,100</b>	<b>1,661</b>	<b>180</b>	<b>Subtotal</b>	<b>---</b>	<b>---</b>
					<b>General Government Services</b>		
---	58	---	58	---	Records Management	---	---
<b>---</b>	<b>58</b>	<b>---</b>	<b>58</b>	<b>---</b>	<b>Subtotal</b>	<b>---</b>	<b>---</b>
<b>---</b>	<b>619</b>	<b>1,100</b>	<b>1,719</b>	<b>180</b>	<b>TOTAL CAPITAL CONSTRUCTION</b>	<b>---</b>	<b>---</b>
<b>1,296,984</b>	<b>16,405</b>	<b>39,909</b>	<b>1,353,298</b>	<b>1,316,473</b>	<b>Total Appropriation, Department of State</b>	<b>1,226,473</b>	<b>1,281,141</b>

## 30. EDUCATIONAL, CULTURAL, AND INTELLECTUAL DEVELOPMENT

## 36. HIGHER EDUCATIONAL SERVICES

## OBJECTIVES

1. To coordinate the implementation of New Jersey's long-range plan for higher education, A Blueprint for Excellence, which focuses on improving access and outcomes for students from preschool to graduate school, and on enhancing the economy through research and workforce development.
2. To serve as a catalyst for higher education discussions and policy development.
3. To build coalitions and promote collaboration to achieve state goals.
4. To raise the visibility of New Jersey higher education and its value to the State and its people.

## PROGRAM CLASSIFICATIONS

80. **Statewide Planning and Coordination for Higher Education.** The Higher Education Restructuring Act of 1994 established the New Jersey Commission on Higher Education to provide coordination, planning, policy development, and advocacy for the State's higher education system with advice from the New Jersey Presidents' Council. The Commission consists of six public members appointed by the Governor, one member appointed by the Governor upon recommendation of the Senate President, one member appointed by the Governor upon recommendation of the Speaker of the Assembly, two student members appointed by the Governor, one faculty member from an institution of higher education appointed by the Governor, the Chair of the Presidents' Council, the Chair of the Higher Education Student Assistance Authority, and its executive director (non-voting). It is established in, but not of, the Department of State and authorizes degree-granting institutions of higher education to operate in New Jersey. The Commission conducts research and coordinates statewide accountability efforts to provide data and information on higher education performance. It implements programs and initiatives to enhance the capacity and competitiveness of New Jersey institutions, increases access to higher education for historically underserved groups, fosters diversity among college and university faculty, and improves linkages between elementary, secondary, and higher education as well as among two-year and four-year colleges and universities.

Beginning in fiscal 2006, the Commission assumed responsibility for administering the Governor's School

Program, a summer residential program at college campuses throughout the state, offering intensive experiences for artistically and academically talented high school students.

The Commission also administers the federal GEAR UP (Gaining Early Awareness and Readiness for Undergraduate Programs) grant that augments the State's College Bound Program.

81. **New Jersey Educational Opportunity Fund.** Created by law in 1968 (N.J.S.A.18A:71-28 et seq.), the Educational Opportunity Fund (EOF) supports educationally and economically disadvantaged students for undergraduate, graduate, and professional study at public and independent institutions of higher education in New Jersey. The Fund is governed by a Board of Directors consisting of eight public members appointed by the Governor, the Chair of the Commission on Higher Education, the Chair of the Higher Education Student Assistance Authority, and its executive director (non-voting). "Opportunity Grants" are awarded to students during the academic year to assist students in meeting college expenses such as fees, books, room, board, and transportation that are not covered by the State's Tuition Aid Grant program. Summer program grants assist primarily incoming students who are making the transition to college. Through "Supplementary Education Program Grants," EOF enables colleges and universities to provide a wide array of campus outreach and support services beyond those customarily offered. These critical support services, which promote a smooth transition to college-level work and help ensure that students persist and complete their degrees, include tutoring, counseling, supplemental instruction, and leadership development. The Martin Luther King Physician/Dentist Scholarship Program (N.J.S.A.18A:72J-1 et seq.) provides grants up to the cost of tuition to New Jersey resident medical and dental students from disadvantaged or minority backgrounds. Grants are limited to students attending the University of Medicine and Dentistry of New Jersey. The C. Clyde Ferguson Law Scholarship Program (N.J.S.A.18A:71-40.1 et seq.) provides grants up to the cost of tuition to New Jersey resident law students from disadvantaged or minority backgrounds. Grants are limited to students attending Rutgers School of Law-Camden, Rutgers School of Law-Newark, and Seton Hall University School of Law.

## EVALUATION DATA

	Actual FY 2005	Actual FY 2006	Revised FY 2007	Budget Estimate FY 2008
<b>PROGRAM DATA</b>				
<b>Statewide Planning and Coordination for Higher Education</b>				
Rutgers, The State University				
Undergraduate enrollment (FTE) .....	31,339	31,215	31,215	31,215
Graduate enrollment (FTE) .....	8,245	8,596	8,596	8,596
Total enrollment (FTE) .....	39,584	39,811	39,811	39,811
New Jersey Institute of Technology				
Undergraduate enrollment (FTE) .....	4,181	4,145	4,167	4,214
Graduate enrollment (FTE) .....	1,551	1,418	1,456	1,582
Total enrollment (FTE) .....	5,732	5,563	5,623	5,796

# STATE

	Actual FY 2005	Actual FY 2006	Revised FY 2007	Budget Estimate FY 2008
State Colleges and Universities (a)				
Undergraduate enrollment (FTE) .....	51,761	52,205	52,293	52,584
Graduate enrollment (FTE) .....	6,626	6,489	6,281	6,316
Total enrollment (FTE) .....	58,387	58,694	58,574	58,900
Average Tuition and Fees (b) .....	\$7,630	\$8,349	\$9,059	---
Average Total Cost of Attendance (b) .....	\$18,801	\$20,061	\$21,719	---
Average Third-Semester Retention Rate (c) .....	83.4%	82.3%	---	---
Average Six-Year Graduation Rate (c) .....	57.4%	59.0%	---	---
Aid to County Colleges				
County colleges aided .....	19	19	19	19
Student enrollment (FTE) (d) .....	113,203	115,616	119,084	122,657
Average Tuition and Fees (b) .....	\$2,633	\$2,787	\$2,969	---
Average Total Cost of Attendance (b) .....	\$10,332	\$10,605	\$11,188	---
Average Third-Semester Retention Rate (c) .....	60.3%	60.7%	---	---
Average Three-Year Combined Graduation & Transfer Rates (c) .....	24.8%	26.1%	---	---
Support to Independent Institutions				
Independent colleges and universities aided .....	14	14	13	14
Student enrollment (FTE) (d) .....	24,124	24,246	24,847	26,243
<b>Educational Opportunity Fund Programs</b>				
Colleges and universities participating .....	41	42	42	42
Public .....	28	29	29	29
Private .....	13	13	13	13
Total opportunity grants .....	17,828	19,039	18,785	18,790
Academic year - undergraduate .....	12,215	13,789	13,600	13,600
Graduate program .....	186	201	185	190
Summer program .....	5,427	5,049	5,000	5,000
Martin Luther King Physician /Dentist Scholarship .....	44	47	48	45
C. Clyde Ferguson Law Scholarship .....	39	39	46	45
<b>PERSONNEL DATA</b>				
Affirmative Action Data				
Male Minority .....	3	2	1	1
Male Minority % .....	17%	12%	6%	5%
Female Minority .....	5	5	6	6
Female Minority % .....	28%	29%	33%	29%
Total Minority .....	8	7	7	7
Total Minority % .....	44%	41%	39%	33%
<b>Position Data</b>				
Filled Positions by Funding Source				
State Supported .....	16	15	15	17
Federal .....	2	2	3	4
Total Positions .....	18	17	18	21
Filled Positions by Program Class				
Statewide Planning and Coordination for Higher Education ..	14	13	14	17
Educational Opportunity Fund Programs .....	4	4	4	4
Total Positions .....	18	17	18	21

## Notes:

Actual payroll counts are reported for fiscal years 2005 and 2006 as of December and revised fiscal year 2007 as of January.  
The Budget Estimate for fiscal year 2008 reflects the number of positions funded.

(a) Excludes Thomas A. Edison State College and the University of Medicine and Dentistry of New Jersey, since data for these institutions are not calculated on the basis of comparable FTEs.

(b) As reported to the Higher Education Student Assistance Authority.

(c) As calculated by the Student Unit Record Enrollment (SURE) system.

(d) Fiscal year 2005 data revised to reflect audited enrollment totals.

**APPROPRIATIONS DATA**  
(thousands of dollars)

Year Ending June 30, 2006					Year Ending June 30, 2008				
Orig. & (S)Supple- mental	Reapp. & (R)Recpts.	Transfers & (E)Emer- gencies	Total Available	Expended		Prog. Class.	2007 Adjusted Approp.	Requested	Recom- mended
<b><u>DIRECT STATE SERVICES</u></b>									
<b>Distribution by Fund and Program</b>									
997	18	162	1,177	930	Statewide Planning and Coordination for Higher Education	80	982	965	965
405	19	-19	405	373	Educational Opportunity Fund Programs	81	405	387	387
<b>1,402</b>	<b>37</b>	<b>143</b>	<b>1,582</b>	<b>1,303</b>	<b>Total Direct State Services</b>		<b>1,387<sup>(a)</sup></b>	<b>1,352</b>	<b>1,352</b>
<b>Distribution by Fund and Object</b>									
Personal Services:									
1,248	---	---	1,248	1,107	Salaries and Wages		1,233	1,233	1,233
<b>1,248</b>	<b>---</b>	<b>---</b>	<b>1,248</b>	<b>1,107</b>	<b>Total Personal Services</b>		<b>1,233</b>	<b>1,233</b>	<b>1,233</b>
16	---	19	35	20	Materials and Supplies		16	11	11
118	---	155	273	166	Services Other Than Personal		118	96	96
20	---	---	20	8	Maintenance and Fixed Charges		20	12	12
---	37	-31	6	2	Additions, Improvements and Equipment		---	---	---
<b><u>GRANTS-IN-AID</u></b>									
<b>Distribution by Fund and Program</b>									
6,180	40	-143	6,077	5,953	Statewide Planning and Coordination for Higher Education	80	5,290	5,290	4,993
40,597	---	---	40,597	40,597	Educational Opportunity Fund Programs	81	40,597	40,597	40,597
<b>46,777</b>	<b>40</b>	<b>- 143</b>	<b>46,674</b>	<b>46,550</b>	<b>Total Grants-in-Aid</b>		<b>45,887</b>	<b>45,887</b>	<b>45,590</b>
<b>Distribution by Fund and Object</b>									
Grants:									
2,900	---	-60	2,840	2,840	College Bound	80	2,900	2,900	2,900
780	---	---	780	780	New Jersey Transfer Initiative	80	390	390	93
350	---	---	350	350	Support for Statewide Network	80	---	---	---
1,100	---	-53	1,047	1,038	Higher Education for Special Needs Students	80	1,100	1,100	1,100
600	---	-30	570	545	Program for the Education of Language Minority Students	80	450	450	450
450	40	---	490	400	Minority Faculty Advancement Program	80	450	450	450
26,910	---	---	26,910	26,910	Opportunity Program Grants	81	26,910	26,910	26,910
12,885	---	---	12,885	12,885	Supplementary Education Program Grants	81	12,885	12,885	12,885
602	---	---	602	602	Martin Luther King Physician-Dentist Scholarship Act of 1986	81	602	602	602
<b>200</b>	<b>---</b>	<b>---</b>	<b>200</b>	<b>200</b>	Ferguson Law Scholarships	81	<b>200</b>	<b>200</b>	<b>200</b>
<b>48,179</b>	<b>77</b>	<b>---</b>	<b>48,256</b>	<b>47,853</b>	<b>Grand Total State Appropriation</b>		<b>47,274</b>	<b>47,239</b>	<b>46,942</b>

Year Ending June 30, 2006					Year Ending June 30, 2008			
Orig. & (S)Supple- mental	Reapp. & (R)Recpts.	Transfers & (E)Emer- gencies	Total Available	Expended	Prog. Class.	2007 Adjusted Approp.	Requested	Recom- mended
<b>OTHER RELATED APPROPRIATIONS</b>								
<b>Federal Funds</b>								
3,500	134	---	3,634	3,478				
					Statewide Planning and Coordination for Higher Education	80	3,500	3,500
3,500	134	---	3,634	3,478	<b>Total Federal Funds</b>		3,500	3,500
<b>All Other Funds</b>								
---	1,449 R	---	1,449	609				
					Statewide Planning and Coordination for Higher Education	80	---	---
---	1,449	---	1,449	609	<b>Total All Other Funds</b>		---	---
51,679	1,660	---	53,339	51,940	<b>GRAND TOTAL ALL FUNDS</b>		50,774	50,442

**Notes -- Direct State Services - General Fund**

- (a) The fiscal 2007 appropriation has been reduced to reflect the transfer of funds to the Interdepartmental Salary and Other Benefits Account.

**Language Recommendations -- Grants-In-Aid - General Fund**

An amount not to exceed \$60,000 of the College Bound account is available for transfer to Direct State Services for the administrative expenses of this program, as determined by the Director of the Division of Budget and Accounting.

An amount not to exceed 5% of the total of Higher Education for Special Needs Students and the Program for the Education of Language Minority Students accounts is available for transfer to Direct State Services for the administrative expenses of these programs, as determined by the Director of the Division of Budget and Accounting.

The unexpended balances at the end of the preceding fiscal year for the Minority Faculty Advancement Program are appropriated.

Refunds from prior years to the Educational Opportunity Fund Programs accounts are appropriated to those accounts.

**30. EDUCATIONAL, CULTURAL, AND INTELLECTUAL DEVELOPMENT****36. HIGHER EDUCATIONAL SERVICES****2405. HIGHER EDUCATION STUDENT ASSISTANCE AUTHORITY****OBJECTIVES**

1. Assist in ensuring that access to an affordable college education is maintained for all eligible New Jersey students.
2. Provide efficient delivery of Tuition Aid Grants, scholarships and other student financial aid to qualifying New Jersey students.
3. Guarantee federal student loans for New Jersey students attending both in-state and out-of-state institutions as well as for non-resident students attending school in New Jersey.
4. Provide supplementary student loan assistance to New Jersey resident students and their families as well as to non-resident students attending New Jersey institutions through the New Jersey College Loans to Assist State Students (NJCLASS) program.
5. Provide policy leadership in the area of student financial aid.
6. Act as an information clearinghouse for state and federal program and regulatory issues.
7. Maintain federal and state program fiscal records.

**PROGRAM CLASSIFICATIONS**

45. **Student Assistance Programs.** The Higher Education Student Assistance Authority (HESAA) was created in, but not of, the Department of State by P.L. 1999, c.46, effective April 26, 1999. HESAA is charged with the development of student assistance policy as well as administering the delivery of the State's Tuition Aid Grants (TAG) and scholarship programs, the award and payment systems for the Educational

Opportunity Fund (EOF) academic year student grants (the largest component of the EOF program), issuance and servicing of New Jersey College Loans to Assist State Students (NJCLASS), administration of the State's college savings plan (NJBEST), and guaranteeing federal student loans under the Federal Family Education Loan Program (FFELP).

Student Assistance Programs include all student financial assistance programs for eligible residents of the State that are administered under the Executive Director, Higher Education Student Assistance Authority, and associated administrative costs. Administrative funds cover all program operations, including computing, printing, mailing, research, and personnel costs.

In fiscal 1998, New Jersey developed a college savings program, the New Jersey Better Educational Savings Trust (NJBEST), to help families finance the cost of higher education. Interest earned on NJBEST college savings is New Jersey and federally tax exempt. In addition, a student who saves the minimum required amounts through NJBEST and attends college in New Jersey is awarded up to a \$1,500 scholarship.

Tuition Aid Grants (TAG) are awarded under the New Jersey Higher Education Tuition Aid Act, N.J.S.18A:71-41 et seq., to all eligible New Jersey residents attending New Jersey postsecondary institutions, including community colleges, State colleges and universities, independent colleges and universities, and degree-granting proprietary institutions. Award amounts vary depending on the institution attended,

and award sizes decrease as a family's ability to pay increases. Ability to pay is determined by a national need analysis system adjusted to meet New Jersey needs, and is maintained and administered based on responses to the Free Application for Federal Student Aid (FAFSA). The TAG program is the broad-based State student assistance program, which coordinates with federal need-based student aid programs. As such, a TAG grant may be awarded in conjunction with a federal award, an EOF grant, and/or a State scholarship award.

Part-Time TAG awards are available to students with special needs through the Part-Time TAG for EOF Students program. In fiscal 1999, this program was expanded to include all county colleges that currently participate in the EOF program and one additional four-year institution.

A pilot Part-Time TAG program for County College students was established in fiscal 2004 for eligible, qualified part-time students enrolled at county colleges. Part-time grant awards are pro-rated against the full-time grant awards as follows: an eligible student enrolled with six to eight credits receives one-half of the value of a full-time award and an eligible student with nine to eleven credits receives three-quarters of a full-time award, subject to available appropriations.

The Leveraging Educational Assistance Partnership (LEAP) program (formerly the State Student Incentives Grants, or SSIG program) provides federal matching funds to supplement the Tuition Aid Grant program. This program is funded nationally at \$65.0 million in the fiscal 2007 federal appropriations statute, which should result in an allocation to New Jersey of \$2.117 million for State fiscal year 2008.

State scholarships are awarded under the Garden State Scholarship Act of 1977, N.J.S.18A:71-26.1 et seq., to academically meritorious students at participating New Jersey institutions of higher education. Awards under the Coordinated Garden State Scholarship Programs, which include the Edward J. Bloustein Distinguished Scholars and Urban Scholars programs, range up to \$1,000 per year. No awards are available for use outside of New Jersey. Awards are renewable annually up to four years based on continued good academic standing.

Initiated in fiscal 2005, the New Jersey Student Tuition Assistance Reward Scholarship (NJSTARS) I program ensures that New Jersey's most academically talented students are not denied the opportunity to attend college. NJSTARS I guarantees that every New Jersey high school student, who graduates in the top 20% of his or her high school class and wants to attend a New Jersey community college, will have tuition and fees covered for two years. Building on the success of the NJSTARS I program, NJSTARS II (P.L. 2005, c.359) was initiated during fiscal 2007 to provide NJSTARS I students, who have earned an associate degree while maintaining at least a 3.0 grade point average, with an annual scholarship that covers the cost of both tuition and fees at any four-year New Jersey public college or university. County college credits are fully transferable toward a bachelor's degree, so students automatically enroll as juniors.

The Outstanding Scholars Recruitment Program (OSRP) provides State matching funds to participating public and private institutions for campus-based scholarships to recruit high achieving New Jersey students. This merit-based award provides an annual scholarship between \$2,500 and \$7,500 based on a combination of class rank and SAT scores.

The Survivor Tuition Benefits Program, N.J.S.18A:71-77 et seq., pays college tuition for the surviving spouse or child of a

fire fighter, police officer, first aid rescue squad member, or other law enforcement, civil defense or disaster control worker killed in the line of duty. Benefits received under this program are equal to the cost of tuition at public institutions, or equal to the highest level of tuition charged at public institutions for recipients attending eligible independent institutions.

The Fallen Law Enforcement Officer Memorial Scholarship Program, which was signed into law on March 27, 2001, awards scholarships to the children of New Jersey law officers who were killed in the line of duty. These scholarships are for undergraduate study leading to a baccalaureate degree or associate degree at any public or private institution of higher education in New Jersey and supplement Survivor Tuition Benefits for funding awards up to the cost of education. Funding of the program is from the sale of special law enforcement officer memorial license plates for motor vehicles owned or leased in the State of New Jersey. The Division of Motor Vehicles is responsible for the sale of the license plates. HESAA is responsible for the administrative duties of the Program.

The New Jersey World Trade Center Scholarship Program was signed into law on January 11, 2002. Scholarships for the costs of undergraduate education may be awarded to dependent children or spouses of New Jersey residents who were killed or are presumed dead as a result of the September 11 terrorist attacks. Scholarship assistance is available for full-time study in degree-granting programs in or out of state. The Dana Christmas Scholarship for Heroism program awards up to 5 scholarships a year to New Jersey residents who have performed acts of heroism prior to age 22. Awardees must be nominated by a member of the public. Nominations are reviewed by a selection committee and forwarded to the HESAA Board each fall for approval.

Established in fiscal 2004, the Teaching Fellows Program provides direct loans to finance the undergraduate study of academically talented students who have leadership potential and who are interested in teaching in public schools in the State. The program also provides for the redemption of a portion of each eligible student's loan expenses for each year of full-time employment as a teacher in a subject area of critical need or in a high-needs district.

Established during fiscal 2006 with initial funding of \$3.5 million, the Social Services Student Loan Redemption Program is level funded for fiscal 2008. This program provides forgiveness of up to \$20,000 in student loans, over four years, to graduates who take qualifying jobs with New Jersey mental health agencies.

Under the Federal Family Education Loan Program, HESAA is also responsible for an array of loan-related services on behalf of the federal government, including providing public information regarding the loan programs, loan default prevention, primary insurance on student loan defaults for the lending community, location and pursuit of defaulters, and collection and remission of defaulted loan repayment amounts from borrowers to the federal government. HESAA administers State loan programs and federally regulated programs providing for the guarantee or insuring of loans made by banks, savings and loan associations, credit unions, or other qualified lenders to qualified persons to assist them in meeting the cost of postsecondary education. Loan amounts available for eligible students vary depending upon financial need, grade level, program length, and aggregate borrowing limits. Federal interest subsidies are available to certain eligible students. Parent borrowers with no adverse credit



history may borrow up to the cost of education minus aid, with no limit to the aggregate amount borrowed. In addition, HESAA also offers consolidated loans, which combine the outstanding loan payments from certain previously disbursed federal guaranteed loans. A legislatively-mandated reserve requirement, N.J.S.18A:72-17, necessitates that the reserve fund shall not be less than either the amount required to acquire defaulted loans during the current fiscal year or the encumbered reserves required on all outstanding loans that were approved prior to the effective date of the act, whichever is greater. Federal mandates also require that guarantee agencies maintain minimum reserve levels as part of the agency's guaranty agreement. Additionally, federal regulations restrict the use of any reserve funds to purposes directly associated with the administration of the federal student loan programs as defined within those regulations.

The New Jersey College Loans to Assist State Students (NJCLASS) loan program, N.J.S.18A:72-34 et seq., supplements aid available for New Jersey undergraduate and graduate students and out-of-state students attending a New Jersey institution. Under the NJCLASS loan program, HESAA makes student loans to eligible borrowers from the proceeds of tax-exempt bonds issued by HESAA. HESAA

reviews all applications to determine the applicants' ability to repay the loan and services loans after disbursement. The interest rate paid by borrowers is set with each bond issue in relation to bond market conditions. There is no restriction on family income. The amount borrowed may not exceed a student's estimated cost of attendance minus all other financial assistance received by the student for the academic period for which the loan is intended.

The National Health Primary Care Physician/Dentist Loan Redemption Program provides federal funding to match State funding for redemption of student loans of physicians and dentists providing supervised care in underserved areas of the State. It is anticipated that the State will continue to qualify for grant funding under this program and the federal award amount in fiscal 2007 will be \$154,138. Receipt of federal funding will also be contingent upon the continued availability of State matching funds.

The OB/GYN Loan Redemption Program is funded from a special revenue source within the Department of Health to redeem student loans of OB/GYN providers for medical service in medically underserved areas. This program is funded through a surcharge to all third party payers in the State.

#### EVALUATION DATA

	Actual FY 2005	Actual FY 2006	Revised FY 2007	Budget Estimate FY 2008
<b>PROGRAM DATA</b>				
<b>Student Assistance Programs</b>				
Veterinary Medical Education Program				
Veterinary Medical Education Program (Value) (a) . . . . .	\$1,399,266	\$1,442,886	\$700,105	\$687,000
Student enrollment . . . . .	95	96	92	97
Schools with contracts . . . . .	7	7	7	7
Teaching Fellows Program - Cumulative Loans in Redemption . . . . .	14	17	22	28
Teaching Fellows Program (Value) . . . . .	\$310,000	\$155,000	\$132,000	\$132,000
Coordinated Garden State Scholarship Programs (b) . . . . .	7,202	7,332	7,562	7,672
Coordinated Garden State Scholarship Programs (Value) . . . . .	\$7,200,874	\$7,329,055	\$7,562,000	\$7,135,000
Edward J. Bloustein Distinguished Scholars (b) . . . . .	5,090	5,236	5,426	5,536
Edward J. Bloustein Distinguished Scholars (Value) . . . . .	\$5,088,957	\$5,234,236	\$5,426,000	\$5,148,520
Urban Scholars (b) . . . . .	2,112	2,096	2,136	2,136
Urban Scholars (Value) . . . . .	\$2,111,917	\$2,094,819	\$2,136,000	\$1,986,480
World Trade Center Scholarship Program (a) (c) . . . . .	58	57	67	124
World Trade Center Scholarship Program (Value) . . . . .	\$305,871	\$303,279	\$435,500	\$250,000
Dana Christmas Scholarship for Heroism . . . . .	5	5	5	5
Dana Christmas Scholarship for Heroism (Value) . . . . .	\$50,000	\$50,000	\$50,000	\$50,000
Outstanding Scholars Recruitment Program . . . . .	5,197	5,408	3,906	2,650
Outstanding Scholars Recruitment Program (Value) . . . . .	\$13,177,908	\$13,958,862	\$9,650,000	\$6,389,000
Freshman Awards . . . . .	1,642	1,687	---	---
Renewal Awards . . . . .	3,555	3,721	3,906	2,650
Survivor Tuition Benefits (b) . . . . .	8	7	8	8
Survivor Tuition Benefits (Value) . . . . .	\$41,140	\$35,800	\$50,000	\$50,000
Part-Time Tuition Aid Grants for Educational Opportunity Fund Students (b) . . . . .	604	648	750	700

	Actual FY 2005	Actual FY 2006	Revised FY 2007	Budget Estimate FY 2008
Part-Time Tuition Aid Grants for Educational				
Opportunity Fund Students (Value) .....	\$410,853	\$500,081	\$620,000	\$558,000
Part-Time Tuition Aid Grants for County Colleges (b) .....	7,961	8,305	9,941	10,627
Part-Time Tuition Aid Grants for County Colleges (Value) ..	\$3,957,639	\$4,211,712	\$4,941,000	\$5,494,000
Tuition Aid Grants (b) (d) .....	51,700	49,400	49,771	51,131
Tuition Aid Grants (Value) .....	\$190,212,481	\$194,119,274	\$217,067,000	\$232,905,000
County Colleges .....	16,596	15,763	16,028	16,430
County Colleges (Value) .....	\$27,332,352	\$26,660,383	\$29,383,000	\$30,859,000
State Colleges .....	13,046	12,635	12,502	12,864
State Colleges (Value) .....	\$44,893,670	\$47,235,229	\$52,801,000	\$57,137,000
Rutgers/NJIT/UMDNJ .....	10,825	10,433	10,314	10,610
Rutgers/NJIT/UMDNJ (Value) .....	\$49,274,747	\$51,960,853	\$57,479,000	\$62,571,000
Independent colleges .....	11,233	10,569	10,927	11,227
Independent colleges (Value) .....	\$68,711,712	\$68,262,809	\$77,404,000	\$82,338,000
New Jersey Student Tuition Assistance Reward Scholarship (NJSTARS I & II) .....	789	1,683	3,000	4,195
New Jersey Student Tuition Assistance Reward Scholarship (NJSTARS I & II) (Value) .....	\$1,675,057	\$4,047,743	\$8,000,000	\$13,789,000
Social Services Student Loan Redemption Program .....	---	---	175	175
Social Services Student Loan Redemption Program (Value) ..	---	---	\$3,500,000	\$3,500,000
Total awards - All programs (e) .....	72,920	72,197	74,435	76,587
Total awards - All programs (Value) .....	\$216,620,970	\$224,055,725	\$251,255,500	\$269,562,000
Law Enforcement Officer Memorial Scholarship .....	5	8	8	8
Law Enforcement Officer Memorial Scholarship (Value) ....	\$40,294	\$122,250	\$130,000	\$130,000
NJBEST Program - Participants .....	111,181	146,787	175,958	205,474
NJBEST Program - Funds Invested as of June 30 .....	\$827,767,428	\$1,234,844,866	\$1,722,331,034	\$2,209,817,202
NJBEST Scholarships Awarded .....	39	65	240	400
NJBEST Scholarships Awarded (Value) .....	\$19,500	\$32,250	\$120,250	\$200,000
Guaranteed Student Loan Program				
Loans outstanding--June 30 .....	740,079	691,582	643,948	603,138
Loans outstanding--June 30 (Value) .....	\$2,206,854,646	\$2,082,869,762	\$1,958,794,448	\$1,853,002,415
Parent Loans for Undergraduate Students				
Loans Outstanding--June 30 .....	65,116	57,925	51,569	46,121
Loans Outstanding--June 30 (Value) .....	\$332,395,859	\$301,601,924	\$273,879,362	\$249,843,156
Consolidated Loans				
Loans Outstanding--June 30 .....	102,750	117,527	118,192	118,542
Loans Outstanding--June 30 (Value) .....	\$1,352,706,805	\$1,593,658,437	\$1,650,763,075	\$1,705,318,025
New Jersey College Loans to Assist State Students (NJCLASS)				
Loans Outstanding--June 30 .....	59,023	65,646	71,044	75,357
Loans Outstanding--June 30 (Value) .....	\$492,135,210	\$588,808,224	\$685,481,239	\$782,154,254
PERSONNEL DATA				
Affirmative Action Data				
Male Minority .....	21	19	17	22
Male Minority % .....	10.6	9.7	8.7	9.9
Female Minority .....	41	44	42	48
Female Minority % .....	20.7	22.3	21.4	21.6
Total Minority .....	62	63	59	70
Total Minority % .....	31.3	32.0	30.1	31.5
Position Data				
Filled Positions by Funding Source				
State Supported .....	27	25	24	24
Federal .....	160	164	159	180
All Other .....	11	12	13	18
Total Positions .....	198	201	196	222
Filled Positions by Program Class				
Student Assistance Programs .....	198	201	196	222
Total Positions .....	198	201	196	222

**Notes:**

Actual payroll counts are reported for fiscal years 2005 and 2006 as of December and Revised fiscal year 2007 as of January. The Budget Estimate for fiscal year 2008 reflects the number of positions funded.

- (a) Prior-period carryforward used to pay expenditures exceeding State appropriation during fiscal years 2005, 2006, and 2007.
- (b) Student Assistance Programs expenditure and award recipients data for fiscal years 2005 and 2006 represent actual counts as of September 2006. Further payments and adjustments are anticipated as institutional payments and reconciliation reports are received.
- (c) Private donations as well as State appropriations contribute to the scholarship fund.
- (d) Includes funds received under the Federal Leveraging Educational Assistance Partnership (LEAP) program, formerly known as State Student Incentives Grants (SSIG).
- (e) Totals include all programs, with the exception of Veterinary Medical Education Program, Teaching Fellows Program, Law Enforcement Officer Memorial Scholarship, NJBEST Program, Guaranteed Student Loan Program, Parent Loans for Undergraduate Students, Consolidated Loans, and New Jersey College Loans to Assist State Students (NJCLASS); students may be counted more than once if they are receiving aid from more than one program. Part-Time Tuition Aid Grants for Educational Opportunity Fund Students program data is included in Full-Time Tuition Aid Grants program data.

**APPROPRIATIONS DATA**  
(thousands of dollars)

Year Ending June 30, 2006					Year Ending June 30, 2008			
Orig. & (S)Supplemental	Reapp. & (R)Recpts.	Transfers & (E)Emergencies	Total Available	Expended	Prog. Class.	2007 Adjusted Approp.	Requested	Recommended
<b><u>DIRECT STATE SERVICES</u></b>								
<b>Distribution by Fund and Program</b>								
3,278	1	---	3,279	3,275	Student Assistance Programs	45	1,892	1,892
<b>3,278</b>	<b>1</b>	<b>---</b>	<b>3,279</b>	<b>3,275</b>	<b>Total Direct State Services</b>		<b>1,892 (a)</b>	<b>1,892</b>
<b>Distribution by Fund and Object</b>								
Personal Services:								
1,459	---	168	1,627	1,623	Salaries and Wages		1,323	1,383
<b>1,459</b>	<b>---</b>	<b>168</b>	<b>1,627</b>	<b>1,623</b>	<b>Total Personal Services</b>		<b>1,323</b>	<b>1,383</b>
43	---	3	46	46	Materials and Supplies		43	43
754	---	---	---	---	Services Other Than Personal		504	444
1,000 <sup>S</sup>	---	-565	1,189	1,189	Maintenance and Fixed Charges		22	22
22	---	-2	20	20	Additions, Improvements and Equipment		---	---
---	1	396	397	397				
<b><u>GRANTS-IN-AID</u></b>								
<b>Distribution by Fund and Program</b>								
248,836	10,079	---	258,915	225,973	Student Assistance Programs	45	250,171	268,264
<b>248,836</b>	<b>10,079</b>	<b>---</b>	<b>258,915</b>	<b>225,973</b>	<b>Total Grants-in-Aid</b>		<b>250,171</b>	<b>268,264</b>
<b>Distribution by Fund and Object</b>								
Grants:								
1,337	119	---	1,456	1,443	Veterinary Medicine Education Program	45	687	687
208,908	8,368	-250	217,026	193,589	Tuition Aid Grants	45	214,729	230,230
4,451	231	---	4,682	4,350	Part-Time Tuition Aid Grants for County Colleges	45	4,941	5,494
50	21	---	71	36	Survivor Tuition Benefits	45	50	50
7,562	247	---	7,809	7,351	Coordinated Garden State Scholarship Programs (b)	45	7,562	7,135
620	127	---	747	531	Part-Time Tuition Aid Grants -- EOF Students	45	620	558
155	310	---	465	314	Teaching Fellows Program	45	132	132
13,953	6	---	13,959	13,957	Outstanding Scholars Recruitment Program	45	9,650	6,389
250	324	250	824	307	New Jersey World Trade Center Scholarship Program	45	250	250
50	10	---	60	50	Dana Christmas Scholarship for Heroism	45	50	50

Year Ending June 30, 2006					Year Ending June 30, 2008			
Orig. & (S)Supple-mental	Reapp. & (R)Recpts.	Transfers & (E)Emer-gencies	Total Available	Expended	Prog. Class.	2007 Adjusted Approp.	Requested	Recom-mended
8,000	316	---	8,316	4,045				
					<b>GRANTS-IN-AID</b>			
					New Jersey Student Tuition Assistance Reward Scholarship (NJSTARS I & II)			
3,500	---	---	3,500	---	45	8,000	13,789	13,789
					Social Services Student Loan Redemption Program			
252,114	10,080	---	262,194	229,248	45	3,500	3,500	3,500
					<b>Grand Total State Appropriation</b>			
						252,063	270,156	270,156
<b>OTHER RELATED APPROPRIATIONS</b>								
<b>Federal Funds</b>								
24,444	-384	---	24,060	17,397	Student Assistance Programs			
24,444	-384	---	24,060	17,397	45	25,450	27,540	27,540
					<b>Total Federal Funds</b>			
						25,450	27,540	27,540
<b>All Other Funds</b>								
---	1,812	29	11,349	9,131	Student Assistance Programs			
---	9,508 <sup>R</sup>	29	11,349	9,131	45	8,073	8,626	8,626
---	11,320	29	11,349	9,131	<b>Total All Other Funds</b>			
276,558	21,016	29	297,603	255,776		285,586	306,322	306,322
					<b>GRAND TOTAL ALL FUNDS</b>			

**Notes -- Direct State Services - General Fund**

- (a) The fiscal year 2007 appropriation has been reduced to reflect the transfer of funds to the Interdepartmental Salary and Other Benefits Account.

**Notes -- Grants-In-Aid - General Fund**

- (b) Includes Garden State Scholarship, Edward J. Bloustein Distinguished Scholars, and Urban Scholars programs.

**Language Recommendations -- Direct State Services - General Fund**

At any time prior to the issuance and sale of bonds or other obligations by the Higher Education Student Assistance Authority, the State Treasurer is authorized to transfer from any available moneys in any fund of the Treasury of the State to the credit of any fund of the authority such sums as the State Treasurer deems necessary. Any sums so transferred shall be returned to the same fund of the Treasury of the State by the State Treasurer from the proceeds of the sale of the first issue of authority bonds or other authority obligations.

**Language Recommendations -- Grants-In-Aid - General Fund**

The sums provided hereinabove and the unexpended balances at the end of the preceding fiscal year in Student Assistance Programs shall be appropriated and available for payment of liabilities applicable to prior fiscal years.

Notwithstanding the provisions of N.J.S. 18A:71B-47-49, or any other law or regulation to the contrary, the amounts hereinabove appropriated to the Higher Education Student Assistance Authority are subject to the following condition: Commencing on or after July 1, 2007, any newly-admitted student attending a school of veterinary medicine in a reserved space for New Jersey residents through contractual agreements between the Higher Education Student Assistance Authority and participating out-of-state schools of veterinary medicine shall be required, through a contract with the Higher Education Student Assistance Authority, upon graduation to practice veterinary medicine in New Jersey for a period of one year for each year of contract funding provided on their behalf. Such service requirement must commence within one year of completion of the recipient's veterinary education, including American Veterinary Medical Association-approved internships or residencies. If such service requirement is not met, in part or in full, after documented best efforts to find a position, said recipient must refund to the Higher Education Student Assistance Authority that portion of the amounts expended for the recipient's contract seat that is not offset by practicing in New Jersey.

Amounts from the unexpended balance at the end of the preceding fiscal year, including refunds recognized after July 31, 2007, in the Tuition Aid Grants account are appropriated, subject to the approval of the Director of the Division of Budget and Accounting.

Notwithstanding the provisions of any law or regulation to the contrary, the Higher Education Student Assistance Authority shall provide to students enrolled in public institutions of higher education who are eligible for maximum awards under the Tuition Aid Grants program hereinabove appropriated an increase above the fiscal year 2007 award amount equal to the difference between the in-State undergraduate 2006-2007 tuition rate for the institution and the institution's in-State undergraduate 2005-2006 tuition rate with comparable increases provided to students eligible for maximum awards enrolled at independent institutions. All other award amounts provided under the Tuition Aid Grants program shall be based on in-State undergraduate tuitions in effect at institutions in academic year 2004-2005. Reappropriated balances in the Tuition Aid Grants account shall be held as a contingency for unanticipated increases in the number of applicants qualifying for full-time Tuition Aid Grants awards, to fund shifts in the distribution of awards that result in an increase in total program costs, or to offset any shortfalls in the federal Leveraging Educational Assistance Partnership (LEAP) program.

In addition to the amount hereinabove appropriated for Tuition Aid Grants, there are appropriated such sums as are required to cover the costs of increases in the number of applicants qualifying for full-time Tuition Aid Grants awards or fund shifts in the distribution of awards that result in an increase in total program costs, subject to the approval of the Director of the Division of Budget and Accounting.

The amount hereinabove appropriated for Part-Time Tuition Aid Grants for County Colleges shall be used to provide funds for a pilot program of tuition aid grants for eligible, qualified part-time students enrolled at the county colleges established pursuant to N.J.S.18A:64A-1 et seq. The tuition aid grants shall be used to pay the tuition at a county college established pursuant to N.J.S.18A:64A-1 et seq. Within the limits of available appropriations as determined by the Higher Education Student Assistance Authority, part-time grant awards shall be pro-rated against the full-time grant award for the applicable institutional sector established pursuant to N.J.S.18A:71B-21 as follows: an eligible student enrolled with six to eight credits shall receive one-half of the value of a full-time award and an eligible student enrolled with nine to eleven credits shall receive three-quarters of a full-time award. Students shall apply first for all other forms of federal student assistance grants and scholarships; student eligibility for the tuition aid grant awards program for part-time enrollment at a community college shall in other respects be determined by the authority in accordance with the criteria established pursuant to N.J.S.18A:71B-20, other than the criterion for full-time enrollment.

Amounts from the unexpended balance at the end of the preceding fiscal year, including refunds recognized after July 31, 2007, in the Part-Time Tuition Aid Grants for County Colleges account are appropriated, subject to the approval of the Director of the Division of Budget and Accounting. Reappropriated balances shall be held as a contingency for unanticipated increases in the number of applicants qualifying for Part-Time Tuition Aid Grants for County Colleges awards or to fund shifts in the distribution of awards that result in an increase in total program costs.

From the amount hereinabove appropriated for the Teaching Fellows Program the authority shall establish a Teaching Fellows Program that shall provide direct loans to finance the undergraduate study of academically talented students who have leadership potential and who are interested in teaching in a public school in the State. The program shall also provide for the redemption of a portion of each eligible student's loan expenses for each year of full-time employment as a teacher in a subject area of critical need or in a high-needs district.

Notwithstanding the provisions of any law or regulation to the contrary, any institution of higher education which participates in the Student Unit Record Enrollment data system may participate in the Outstanding Scholars Recruitment Program.

The amount hereinabove appropriated for the Dana Christmas Scholarship for Heroism shall be awarded in accordance with policies and procedures established by the Higher Education Student Assistance Authority. In general, recipients must have performed the act of heroism for which they are being recognized prior to reaching their twenty-second birthday, awards are for a one-time only scholarship of up to \$10,000, and awards must be used for educational expenses related to attendance at a post-secondary institution that participates in the federal student assistance programs authorized under Title IV of the "Higher Education Act of 1965," as amended (20 U.S.C. s.1070 et seq.).

Receipts derived from voluntary contributions by taxpayers on New Jersey State gross income tax returns for the New Jersey World Trade Center Scholarship Fund are appropriated for the purpose of providing scholarships for eligible dependent children and surviving spouses of New Jersey residents who were killed in the terrorist attacks against the United States on September 11, 2001, subject to the approval of the Director of the Division of Budget and Accounting.

In addition to the amount hereinabove appropriated for the Social Services Student Loan Redemption Program, there are appropriated such sums as are required to cover the costs of increases in the number of applicants qualifying for this program, subject to the approval of the Director of the Division of Budget and Accounting.

### **30. EDUCATIONAL, CULTURAL, AND INTELLECTUAL DEVELOPMENT**

#### **36. HIGHER EDUCATIONAL SERVICES**

##### **2409. STATE COLLEGES AND UNIVERSITIES**

The State provides higher education through 12 senior public institutions of higher education: three research universities; seven comprehensive colleges and universities; and two baccalaureate colleges. Each of these institutions maintains its own operational autonomy under a separate governing board, but under the statutory oversight and policy framework established by the State. The senior public institutions retain all tuition, fees, grants, and any other revenues earned by the institution.

The operational totals reflect the institutions' overall budgets, including auxiliary operations as well as tuition, fees, federal funds, and other revenues, while the Total Appropriation reflects the net State support provided to the institutions, excluding State-funded fringe benefits, auxiliary operations, and all revenues.

#### **OBJECTIVES**

1. To provide quality, affordable baccalaureate programs in the humanities, arts, sciences, and career fields to full-time and part-time undergraduates, enabling graduates to enter productive careers and advanced study in graduate and professional schools.
2. To provide quality post-baccalaureate education in the humanities, arts, sciences, and professions.
3. To stimulate the continuous development of knowledge in the humanities, arts, sciences, and professional fields by professional teacher-scholars as a complement to rigorous classroom inquiry by students and faculty.
4. To make available to the community the professional competence and expertise of faculty and students, and other

institutional resources such as concerts, performances, lectures, and facilities.

5. To meet the needs of faculty and students for current, accessible information.
6. To ensure the personal, social, and intellectual growth of each individual student.
7. To ensure that each campus and its facilities are safe, secure, and well-maintained.

#### **PROGRAM CLASSIFICATIONS**

82. **General Institutional Operations.** Encompasses all operations of the senior public colleges and universities, including instruction, research, extension and public service, auxiliary services, academic support, student services, institutional support, and operations and maintenance of physical plant.

Instruction includes all support for academic departments and the operation of related facilities, such as laboratories, so that knowledge can be developed and disseminated through independent research and classroom interaction.

Faculty and students engage in basic and applied research at the behest of various sponsors, including the federal, State, and local governments, foundations, corporations, and trade associations. Much of this research is aimed, directly or indirectly, at increasing the sponsor's effectiveness or stimulating economic growth.

Extension and public service includes not-for-credit programs offered both on- and off-campus for working professionals and non-matriculating students to develop, maintain, and improve professional competence in a wide variety of fields. Other outreach programs make the institutions' resources available to their communities, the region, and the State.

Students, faculty, and staff are provided with auxiliary services such as housing, dining facilities, book stores, and recreational centers for fees that are directly related to, although not necessarily equal to, the cost of the service. Any surplus revenues are held in reserve for major renovations and replacements, or to balance funds in an emergency.

Academic support provides the books, periodicals, documents, audio-visual materials, and other information that may be required by students and faculty in connection with their learning, teaching, and research. Staff provide bibliographic and other technical assistance to students and faculty to meet their needs in planning and developing academic programs and in carrying out independent research.

Student services include financial assistance, health services, placement, and counseling. This category also encompasses admissions, registration, and student records.

Institutional support comprises all administrative activities of the institution. Under the direction of an institution's governing board and president, executive leadership and management are provided to meet the institution's educational, research, public service, and administrative objectives. General support services include computer services, personnel management, and financial management for all educational, service, and administrative units within the institution.

Physical plant and support services staff are responsible for the overall security of the institution and for the planning, management, and operation of its physical assets, including utilities, buildings, grounds, and equipment.

General Services Income is derived from tuition and fees collected from both undergraduate and graduate students.

Auxiliary Funds Income is derived from fees charged for services such as housing, dining, and recreational facilities.

Special Funds Income is composed of ancillary activities of an institution. These may include, but are not limited to, continuing education, research grants, fellowships, and scholarships.

Employee Fringe Benefits are provided to the institutions by the State for all employees. The institutions are then responsible for reimbursing the State for those employees beyond the number of State-funded employees as shown in the Evaluation Data. The amount displayed in the Appropriations Data represents the total fringe benefits allocation for the institutions' State-funded employees.

### **30. EDUCATIONAL, CULTURAL, AND INTELLECTUAL DEVELOPMENT**

#### **36. HIGHER EDUCATIONAL SERVICES**

##### **2410. RUTGERS, THE STATE UNIVERSITY**

Founded in 1766 as one of the colonial colleges, Rutgers became The State University in 1956 (N.J.S. 18A:65-1 et seq. as amended) with a reorganized Board of Trustees and a newly created Board of Governors. The membership of the Board of Governors consists of the President of the Corporation, serving as an ex-officio non-voting member, and 11 voting members, six of whom are appointed by the Governor of the State with the advice and consent of the Senate and five of whom are appointed by the Board of Trustees from among its members. All voting members serve for terms of six years. The Board of Governors has general supervision over the University's operations. The Board of Trustees acts in an overall advisory capacity and controls certain properties, funds and trusts. The State is responsible for the establishment of general policy and for the coordination and general oversight of Rutgers as a part of the State's system of higher education.

The University provides instruction in over 100 major fields of study to approximately 110,000 full- and part-time students enrolled annually in instructional programs in its graduate and undergraduate colleges, schools, summer session, and continuing education programs, which offer courses on- and off-campus, short courses, conferences, and institutes dealing with a wide range of subjects.

Research, the second major area of University responsibility, has earned the support of commerce, industry, the State and federal governments, and philanthropic organizations, as well as financing from the University's funds.

Extension work, designed to take the University's teaching function directly to the people of the State, is the institution's third major responsibility. Such services range from the work of the county agricultural, home economics and 4-H Club agents to non-credit courses, including post-graduate work in technical and professional fields.

## EVALUATION DATA

	Actual FY 2005	Actual FY 2006	Revised FY 2007	Budget Estimate FY 2008
<b>PROGRAM DATA</b>				
<b>Institutional Support</b>				
Enrollment total (a) . . . . .	49,417	48,908	48,908	48,908
Enrollment total (Weighted) (b) . . . . .	39,584	39,811	39,811	39,811
Undergraduate total . . . . .	36,588	36,233	36,233	36,233
Undergraduate total (Weighted) (b) . . . . .	31,339	31,215	31,215	31,215
Full-time . . . . .	31,499	31,297	31,297	31,297
Full-time (Weighted) (b) . . . . .	29,419	29,341	29,341	29,341
Part-time . . . . .	5,089	4,936	4,936	4,936
Part-time (Weighted) (b) . . . . .	1,920	1,874	1,874	1,874
Graduate total . . . . .	12,829	12,675	12,675	12,675
Graduate total (Weighted) (b) . . . . .	8,245	8,596	8,596	8,596
Full-time . . . . .	5,936	5,898	5,898	5,898
Full-time (Weighted) (b) . . . . .	5,713	5,914	5,914	5,914
Part-time . . . . .	6,893	6,777	6,777	6,777
Part-time (Weighted) (b) . . . . .	2,532	2,682	2,682	2,682
Summer session total (c) . . . . .	21,832	20,309	20,065	20,500
Degree programs offered . . . . .	429	432	440	440
Courses offered . . . . .	6,900	6,993	6,878	6,878
Degrees Granted				
Bachelors . . . . .	7,951	7,931	7,950	7,950
Masters . . . . .	3,043	2,952	2,975	2,975
Doctors . . . . .	584	572	580	580
Ratio: Student/faculty (d) . . . . .	15.25/1	15.65/1	15.95/1	15.95/1
Full-Time, First-Time, Degree-Seeking Freshmen who are Regular Admission Students . . . . .	4,987	5,256	5,434	---
Average SAT Score - Math . . . . .	615	619	616	---
Average SAT Score - Verbal . . . . .	588	588	578	---
Average SAT Score - Total . . . . .	1203	1207	1194	---
<b>Outcomes Data (e)</b>				
Third-Semester Retention Rates . . . . .	87.5%	88.3%	---	---
Six-Year Graduation Rates . . . . .	68.1%	69.0%	---	---
<b>Student Tuition and Fees</b>				
Total Cost of Attendance (f) . . . . .	\$20,000	\$21,100	\$22,700	---
Full-Time Undergraduate Tuition - State Residents . . . . .	\$6,793	\$7,336	\$7,923	---
Full-Time Undergraduate Tuition - Non-State Residents . . . . .	\$13,828	\$14,934	\$16,428	---
Full-Time Undergraduate Fees . . . . .	\$1,684	\$1,885	\$2,035	---
<b>OPERATING DATA</b>				
<b>Institutional Support</b>				
<b>Institutional Expenditures</b>				
Instruction . . . . .	\$306,848,000	\$332,366,000	\$335,038,000	---
Separately Budgeted Research . . . . .	\$30,638,000	\$30,661,000	\$30,310,000	---
Extension and Public Service . . . . .	\$4,611,000	\$5,191,000	\$4,435,000	---
Academic Support . . . . .	\$29,067,000	\$29,711,000	\$29,294,000	---
Student Services . . . . .	\$93,187,000	\$97,409,000	\$102,876,000	---
Institutional Support . . . . .	\$147,765,000	\$149,397,000	\$149,151,000	---
Physical Plant and Support Services . . . . .	\$115,746,000	\$142,417,000	\$124,906,000	---

	Actual FY 2005	Actual FY 2006	Revised FY 2007	Budget Estimate FY 2008
Special Purpose Appropriations				
Tomato Technology Transfer Program .....	\$105,000	\$105,000	\$105,000	\$105,000
Haskin Shellfish Research Laboratory .....	\$95,000	\$95,000	\$95,000	\$95,000
Camden Law School Clinical Legal Programs for the Poor ..	\$200,000	\$200,000	\$200,000	\$200,000
Newark Law School Clinical Legal Programs for the Poor ...	\$200,000	\$200,000	\$200,000	\$200,000
In Lieu of Tax Payments to New Brunswick .....	\$700,000	\$700,000	\$700,000	\$700,000
Civic Square Project - Debt Service .....	\$740,000	\$740,000	\$740,000	\$740,000
Masters in Government Accounting .....	\$180,000	\$180,000	\$180,000	\$180,000
New Jersey EcoComplex .....	\$515,000	\$515,000	\$300,000	\$300,000
E3CO .....	\$135,000	\$135,000	\$135,000	\$135,000
Walter Rand Institute for Public Affairs .....	\$75,000	\$75,000	\$75,000	\$75,000
Teacher Preparation .....	\$174,000	\$174,000	\$174,000	\$174,000
Gubernatorial Papers Project .....	---	\$500,000	---	---
Rutgers-Newark School of Business .....	---	\$18,000,000	---	---
Athletic Facilities .....	\$500,000	\$500,000	\$500,000	\$500,000

## PERSONNEL DATA

## Position Data

State-funded Positions .....	6,678	6,678	6,678	6,678
------------------------------	-------	-------	-------	-------

## Notes:

- (a) Enrollments do not include Division of Continuing Education, Institute of Management and Labor Relations and Agriculture short courses.
- (b) Equated on the basis of 32 credit hours per undergraduate student and 24 credit hours per graduate student.
- (c) Summer session enrollments not included in total enrollments.
- (d) Calculated on the basis of authorized teaching positions (including adjunct faculty) and equated full-time (weighted) students.
- (e) As calculated by the Student Unit Record Enrollment (SURE) system.
- (f) As reported to the Higher Education Student Assistance Authority. Includes tuition, fees, room and board, transportation, and supplies.

APPROPRIATIONS DATA  
(thousands of dollars)

Year Ending June 30, 2006					2007		Year Ending June 30, 2008	
Orig. & (S)Supple- mental	Reapp. & (R)Recpts.	Transfers & (E)Emer- gencies	Total Available	Total Expended	Prog. Class.	Adjusted Approp.	Requested	Recom- mended
					<b>GRANTS-IN-AID</b>			
					<b>Distribution by Fund and Program</b>			
1,539,703	43,120	12,786	1,595,609	1,595,609	82	1,624,297	1,646,117	1,636,336
<b>1,539,703</b>	<b>43,120</b>	<b>12,786</b>	<b>1,595,609</b>	<b>1,595,609</b>		<b>1,624,297</b>	<b>1,646,117</b>	<b>1,636,336</b>
					<b>Less:</b>			
---	(28,457)	---	(28,457)	(28,457)		(32,298)	(1,009)	(1,009)
(434,397)	6,189	---	(428,208)	(428,208)		(460,020)	(492,318)	(492,318)
(194,030)	(10,171)	---	(204,201)	(204,201)		(214,170)	(222,046)	(222,046)
(442,527)	(10,681)	---	(453,208)	(453,208)		(456,648)	(458,364)	(458,364)
(151,050)	---	---	(151,050)	(151,050)		(177,466)	(167,795)	(167,795)
<b>(1,222,004)</b>	<b>(43,120)</b>	<b>---</b>	<b>(1,265,124)</b>	<b>(1,265,124)</b>		<b>(1,340,602)</b>	<b>(1,341,532)</b>	<b>(1,341,532)</b>
<b>317,699</b>	<b>---</b>	<b>12,786</b>	<b>330,485</b>	<b>330,485</b>		<b>283,695</b>	<b>304,585</b>	<b>294,804</b>
					<b>Distribution by Fund and Object</b>			
					Special Purpose:			
1,539,703	43,120 <sup>R</sup>	12,786	1,595,609	1,595,609				
---	---	---	---	---	82	1,624,297	1,625,227	1,636,336
---	---	---	---	---	82	---	3,000	---
---	---	---	---	---	82	---	7,000	---
---	---	---	---	---	82	---	5,000	---
---	---	---	---	---	82	---	5,890	---
					<b>Less:</b>			
<b>(1,222,004)</b>	<b>(43,120) <sup>R</sup></b>	<b>---</b>	<b>(1,265,124)</b>	<b>(1,265,124)</b>		<b>(1,340,602)</b>	<b>(1,341,532)</b>	<b>(1,341,532)</b>
<b>317,699</b>	<b>---</b>	<b>12,786</b>	<b>330,485</b>	<b>330,485</b>		<b>283,695</b>	<b>304,585</b>	<b>294,804</b>



**Notes -- Grants-In-Aid - General Fund**

- (a) The appropriation for General Institutional Operations has been adjusted to include Teacher Preparation and the High Enrollment Growth Adjustment.

**Language Recommendations -- Grants-In-Aid - General Fund**

Of the sums hereinabove appropriated for Rutgers, The State University, \$180,000 is appropriated for the Masters in Government Accounting Program, \$105,000 is appropriated for the Tomato Technology Transfer Program, \$95,000 is appropriated for the Haskin Shellfish Research Laboratory, \$200,000 is appropriated for the Camden Law School Clinical Legal Programs for the Poor, \$200,000 is appropriated for the Newark Law School Clinical Legal Programs for the Poor, \$740,000 is appropriated for the Civic Square Project-Debt Service, \$75,000 is appropriated for the Walter Rand Institute for Public Affairs, \$700,000 is appropriated for In Lieu of Taxes to New Brunswick, \$500,000 is appropriated for capital projects or maintenance for Division of Intercollegiate Athletic facilities at Rutgers, New Brunswick, \$135,000 for E3CO, Inc. and \$300,000 is appropriated for the New Jersey EcoComplex, Burlington County. These accounts shall be considered special purpose appropriations for accounting and reporting purposes.

Receipts in excess of the amount hereinabove for the Clinical Legal Programs for the Poor are appropriated for the same purpose, subject to the approval of the Director of the Division of Budget and Accounting.

For the purpose of implementing the appropriations act for the current fiscal year, the number of State-funded positions at Rutgers, The State University shall be 6,678.

From the amount appropriated hereinabove for Rutgers, The State University, \$90,000 is transferred to the Department of Agriculture for a grant to the New Jersey Museum of Agriculture.

**30. EDUCATIONAL, CULTURAL, AND INTELLECTUAL DEVELOPMENT****36. HIGHER EDUCATIONAL SERVICES****2415. AGRICULTURAL EXPERIMENT STATION**

The New Jersey State Agricultural Experiment Station (RS 4:16-1) located at Rutgers, The State University, is the research and extension arm of the State of New Jersey for the study of the food, agricultural, marine and environmental sciences and their application to the improvement of the human condition. The research mission is the discovery, application and dissemination of knowledge to promote the orderly development and management of human and natural resources. The mission of Rutgers Cooperative Extension is to plan, implement and evaluate learning experiences consistent with locally identified needs and within the expertise and goals of the organization, that will help individuals and families acquire the understanding, capabilities, attitudes and

skills for solving problems. The research program is supported by federal formula funds, by State appropriations, and by grants and gifts from private and public sponsors. Rutgers Cooperative Extension program support is derived from federal formula and grant funds, and State and county appropriations.

The Agricultural Experiment Station utilizes facilities at the New Brunswick campus, at outlying centers at Adelphia, Bivalve, Branchville, Bridgeton, Chatsworth, Cream Ridge, Florence Township, Pittstown, and Upper Deerfield, and at extension offices in all of New Jersey's counties.

**EVALUATION DATA**

	<b>Actual FY 2005</b>	<b>Actual FY 2006</b>	<b>Revised FY 2007</b>	<b>Budget Estimate FY 2008</b>
<b>OPERATING DATA</b>				
<b>Institutional Support</b>				
Institutional Expenditures				
Separately Budgeted Research .....	\$18,041,000	\$16,711,000	\$16,849,000	---
Extension and Public Service .....	\$8,711,000	\$8,964,000	\$8,826,000	---
Special Purpose Appropriations				
Strategic Initiatives .....	\$900,000	\$900,000	\$900,000	\$900,000
Snyder Farm Planning and Operation .....	\$691,000	\$691,000	\$691,000	\$691,000
Fruit Research and Extension .....	\$500,000	\$500,000	\$500,000	\$500,000
Blueberry and Cranberry Research .....	\$250,000	\$250,000	\$250,000	\$250,000
Food Innovation & Research & Extension Center .....	\$1,800,000	---	---	---
<b>PERSONNEL DATA</b>				
<b>Position Data</b>				
State-funded Positions .....	424	424	424	424

**APPROPRIATIONS DATA**  
(thousands of dollars)

Year Ending June 30, 2006					Year Ending June 30, 2008				
Orig. & (S)Supple- mental	Reapp. & (R)Recpts.	Transfers & (E)Emer- gencies	Total Available	Expended	Prog. Class.	2007 Adjusted Approp.	Requested	Recom- mended	
GRANTS-IN-AID									
Distribution by Fund and Program									
78,750	28	723	79,501	79,501	Institutional Support	82	81,668	82,467	82,385
78,750	28	723	79,501	79,501	Total Grants-in-Aid		81,668	82,467	82,385
Less:									
(38,824)	(612)	---	(39,436)	(39,436)	Special Funds Income		(39,335)	(39,335)	(39,335)
(6,520)	584	---	(5,936)	(5,936)	Federal Research and Extension Funds Income		(6,726)	(6,726)	(6,726)
(8,454)	---	---	(8,454)	(8,454)	Employee Fringe Benefits		(9,932)	(9,391)	(9,391)
(53,798)	(28)	---	(53,826)	(53,826)	Total Income Deductions		(55,993)	(55,452)	(55,452)
24,952	---	723	25,675	25,675	Total State Appropriation		25,675	27,015	26,933
Distribution by Fund and Object									
Special Purpose:									
78,750	28 R	723	79,501	79,501	General Institutional Operations	82	81,668	81,127	82,385
---	---	---	---	---	Food Innovation Research and Extension Center	82	---	500	---
---	---	---	---	---	New Jersey EcoComplex	82	---	500	---
---	---	---	---	---	Center for Vector Biology	82	---	300	---
---	---	---	---	---	Non-Personnel Inflation Increases	82	---	40	---
Less:									
(53,798)	(28) R	---	(53,826)	(53,826)	Income Deductions		(55,993)	(55,452)	(55,452)
24,952	---	723	25,675	25,675	Grand Total State Appropriation		25,675	27,015	26,933

**Language Recommendations -- Grants-In-Aid - General Fund**

Of the sums hereinabove appropriated for the New Jersey Agricultural Experiment Station, \$900,000 is appropriated for Strategic Initiatives Programs, \$250,000 is appropriated for Blueberry and Cranberry Research, \$691,000 is appropriated for the Snyder Farm Planning and Operation, and \$500,000 is appropriated for Fruit Research. These accounts shall be considered special purpose appropriations for accounting and reporting purposes.

For the purpose of implementing the appropriations act for the current fiscal year, the number of State-funded positions at the Agricultural Experiment Station shall be 424.

For the purpose of implementing the appropriations act for the current fiscal year, the fringe benefits for 126 positions, funded by the federal Hatch and Smith/Lever programs, are funded by the State.

**30. EDUCATIONAL, CULTURAL, AND INTELLECTUAL DEVELOPMENT**

**36. HIGHER EDUCATIONAL SERVICES**

**2420. UNIVERSITY OF MEDICINE AND DENTISTRY OF NEW JERSEY**

The University of Medicine and Dentistry of New Jersey (N.J.S. 18A:64C-1 et seq.) is governed by a Board of Trustees appointed by the Governor with Senate confirmation and administered by a President as Chief Executive Officer.

The University of Medicine and Dentistry of New Jersey is the State's university of the health sciences, with programs at five academic health center campuses and more than 200 educational and health care affiliates throughout the State. The University operates the State's three medical schools (two allopathic and one osteopathic), a dental school, and schools of biomedical sciences, health-related professions, nursing and public health. Its programs are centered in campuses in Camden, New Brunswick/Piscataway, Newark, Scotch Plains and Stratford, and in communities

throughout the State. The University also operates University Hospital in Newark and two community mental health (behavioral) health care centers in Newark and Piscataway, which serve as both health care and teaching facilities.

The University is dedicated to the pursuit of excellence in: the undergraduate, graduate, postgraduate and continuing education of health professionals and scientists; the conduct of biomedical, psychosocial, clinical and public health research; health promotion, disease prevention and the delivery of health care; and service to its communities and the entire State. Through its programs and affiliations, the University seeks to meet the needs of its diverse communities and improve the health and quality of life of the citizens of New Jersey and society at large.

## EVALUATION DATA

	Actual FY 2005	Actual FY 2006	Revised FY 2007	Budget Estimate FY 2008
<b>PROGRAM DATA</b>				
<b>Institutional Support</b>				
Student enrollment, Total (a) . . . . .	4,311	4,861	4,965	5,017
New Jersey Medical School . . . . .	675	700	700	704
Robert Wood Johnson Medical School, Camden . . . . .	92	103	103	103
Robert Wood Johnson Medical School, Piscataway . . . . .	500	506	510	520
School of Osteopathic Medicine . . . . .	358	382	397	411
Graduate School of Biomedical Science (a) . . . . .	522	597	659	659
New Jersey Dental School . . . . .	365	373	393	404
School of Health Related Professions (b) . . . . .	817	854	820	824
School of Public Health (c) . . . . .	363	370	367	362
School of Nursing . . . . .	619	976	1,016	1,030
Degree programs offered . . . . .	65	81	83	85
Courses offered . . . . .	2,325	2,380	2,390	2,404
Ratio: Student/Teaching Faculty . . . . .	1.89/1	1.96/1	1.96/1	1.96/1
Students graduated (a)				
Physicians . . . . .	389	397	397	397
Dentists . . . . .	74	80	80	80
Health-related students . . . . .	603	704	704	704
Other graduate degrees . . . . .	170	184	184	184
Full-Time Tuition - Medical and Dental Students (Resident) . . .	\$20,567	\$21,390	\$22,246	---
Full-Time Tuition - Medical and Dental Students (Non-resident) . . . . .	\$32,185	\$33,472	\$34,811	---
University Hospital				
Rated capacity (beds) . . . . .	488	479	481	481
Hospital admissions, total . . . . .	21,845	23,475	23,290	24,455
Hospital admissions, daily average . . . . .	60	64	64	67
Average daily population . . . . .	378	375	383	402
Patient days of service, total . . . . .	137,854	136,889	139,470	144,282
Percent of occupancy . . . . .	77.4%	78.0%	80.0%	85.0%
Average length of stay (days) . . . . .	6.3	6.1	6.0	5.9
Outpatient and emergency visits, total . . . . .	311,550	323,505	336,836	346,941
Outpatient and emergency visits, daily average . . . . .	854	886	923	951
University Behavioral HealthCare at Piscataway				
Bed capacity . . . . .	48	48	48	48
Hospital admissions, total . . . . .	1,382	1,366	1,163	1,355
Hospital admissions, daily average . . . . .	3.8	3.7	3.2	3.7
Average daily population . . . . .	37.2	38.6	40.8	39.4
Patient days of service, total . . . . .	13,584	14,079	14,892	14,363
Percent of occupancy . . . . .	78%	80%	85%	82%
Average length of stay (days) . . . . .	9.8	10.3	12.8	10.6
Outpatient and emergency visits, total . . . . .	179,791	152,035	127,900	108,715
Outpatient and emergency visits, daily average (d) . . . . .	692.0	585.0	492.0	418.0
University Behavioral HealthCare at Newark				
Outpatient and emergency visits, total . . . . .	80,301	74,288	67,260	57,171
Outpatient and emergency visits, daily average (d) . . . . .	309.0	286.0	259.0	220.0
<b>OPERATING DATA</b>				
<b>Institutional Support</b>				
Institutional Expenditures				
Instruction . . . . .	\$173,767,306	\$181,867,591	\$185,759,964	---
Extension and Public Service . . . . .	\$576,468,809	\$628,744,199	\$709,842,522	---
Academic Support . . . . .	\$8,447,489	\$9,061,925	\$8,375,606	---
Student Services . . . . .	\$13,790,148	\$14,748,303	\$11,372,848	---
Institutional Support . . . . .	\$125,555,391	\$134,536,918	\$123,220,755	---
Physical Plant and Support Services . . . . .	\$54,611,487	\$57,291,594	\$54,449,817	---
Special Purpose Appropriations				
Regional Health Education Center - Physical Plant . . . . .	\$975,000	\$975,000	\$975,000	\$975,000
Dental Residency Program . . . . .	\$750,000	\$750,000	\$750,000	\$750,000
Core Affiliate: Robert Wood Johnson Medical School, Piscataway . . . . .	\$3,681,000	\$3,681,000	\$3,681,000	\$3,681,000

	Actual FY 2005	Actual FY 2006	Revised FY 2007	Budget Estimate FY 2008
Core Affiliate: New Jersey School of Osteopathic				
Medicine .....	\$2,002,000	\$2,002,000	\$2,002,000	\$2,002,000
Area Health Education Center .....	\$290,000	\$290,000	\$290,000	\$290,000
Debt Service - High Technology Initiative .....	\$2,089,000	\$2,089,000	\$2,089,000	\$2,089,000
Emergency Medical Service - Camden .....	\$800,000	\$800,000	\$800,000	\$800,000
Inflammatory Bowel Disease Center .....	\$100,000	\$100,000	\$100,000	\$100,000
Sexual Abuse Diagnostic Center .....	\$300,000	\$300,000	\$300,000	\$300,000
Graduate Medical Education .....	\$126,000	\$126,000	\$126,000	\$126,000
Violence Institute of New Jersey at UMDNJ .....	\$750,000	\$750,000	\$750,000	\$750,000
The Autism Center of New Jersey Medical School .....	\$160,000	\$160,000	\$160,000	\$160,000
Debt Service - School of Osteopathic Medicine Academic Center, Stratford .....	\$2,700,000	\$2,700,000	\$2,700,000	\$2,700,000
Debt Service - Robert Wood Johnson Medical School, ..... Camden	\$4,000,000	\$4,000,000	\$7,800,000	\$7,800,000
Regional Health Education Center - Educational Units .....	\$525,000	\$525,000	\$525,000	\$525,000
University Hospital Debt Service - Equipment and Renovations .....	\$2,495,000	\$2,495,000	\$2,495,000	\$2,495,000
University Student Aid .....	\$4,919,000	\$4,919,000	\$4,919,000	\$4,919,000
Governor's Council for Medical Research and Treatment of Infantile Autism .....	\$500,000	\$500,000	\$500,000	\$500,000
Cancer Institute of New Jersey and Ancillary Facilities .....	\$5,000,000	\$5,000,000	\$5,000,000	\$5,000,000
Child Health Institute .....	\$1,700,000	\$1,700,000	\$1,700,000	\$1,700,000
Neuroscience Institute, Newark .....	---	\$5,000,000	\$5,000,000	\$5,000,000

**PERSONNEL DATA****Position Data**

State-funded Positions .....	5,545	5,545	5,545	5,545
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**Notes:**

- (a) Excludes graduate students of the Graduate School of Biomedical Sciences' joint program with Rutgers University.
- (b) School of Health Related Professions is based on FTE calculation and is net of joint programs.
- (c) School of Public Health does not include summer session.
- (d) University Behavioral HealthCare at Piscataway and Newark are open five days per week; therefore, daily average outpatient and emergency visits are based on 260 days per year.

**APPROPRIATIONS DATA**  
(thousands of dollars)

Year Ending June 30, 2006					Year Ending June 30, 2008			
Orig. & (S)Supple- mental	Reapp. & (R)Recpts.	Transfers & (E)Emer- gencies	Total Available	Expended	Prog. Class.	2007 Adjusted Approp.	Requested	Recom- mended
<b>GRANTS-IN-AID</b>								
<b>Distribution by Fund and Program</b>								
1,464,566	-94,890	9,663	1,379,339	1,378,940	82	1,441,603	1,485,799	1,458,828
<b>1,464,566</b>	<b>-94,890</b>	<b>9,663</b>	<b>1,379,339</b>	<b>1,378,940</b>		<b>1,441,603</b>	<b>1,485,799</b>	<b>1,458,828</b>
<b>Less:</b>								
---	(2,531)	---	(2,531)	(2,531)		(3,220)	---	---
(550,696)	111,835	---	(438,861)	(438,861)		(473,970)	(488,189)	(488,189)
(7,382)	(245)	---	(7,627)	(7,627)		(6,483)	(6,483)	(6,483)
(157,065)	(6,511)	---	(163,576)	(163,576)		(185,665)	(188,885)	(188,885)
(6,702)	(2,170)	---	(8,872)	(8,872)		(8,742)	(8,742)	(8,742)
(327,728)	(947)	---	(328,675)	(328,675)		(332,666)	(336,734)	(336,734)
(181,717)	---	---	(181,717)	(181,717)		(210,126)	(198,635)	(198,635)
<b>(1,231,290)</b>	<b>99,431</b>	<b>---</b>	<b>(1,131,859)</b>	<b>(1,131,859)</b>		<b>(1,220,872)</b>	<b>(1,227,668)</b>	<b>(1,227,668)</b>
<b>233,276</b>	<b>4,541</b>	<b>9,663</b>	<b>247,480</b>	<b>247,081</b>		<b>220,731</b>	<b>258,131</b>	<b>231,160</b>
<b>Total State Appropriation</b>						<b>220,731</b>	<b>258,131</b>	<b>231,160</b>

Year Ending June 30, 2006					Year Ending June 30, 2008			
Orig. & (S)Supple- mental	Reapp. & (R)Recpts.	Transfers & (E)Emer- gencies	Total Available	Expended	Prog. Class.	2007 Adjusted Approp.	Requested	Recom- mended
<b>GRANTS-IN-AID</b>								
<b>Distribution by Fund and Object</b>								
Special Purpose:								
1,457,366	-99,431 <sup>R</sup>	9,663	1,367,598	1,367,598	General Institutional Operations	82 1,434,403	1,441,199	1,451,628
500	407 4,134 <sup>R</sup>	---	5,041	4,642	Governor's Council for Medical Research and Treatment of Infantile Autism	82 500	500	500
5,000	---	---	5,000	5,000	Cancer Institute of New Jersey and Ancillary Facilities	82 5,000	5,000	5,000
1,700	---	---	1,700	1,700	Child Health Institute	82 1,700	1,700	1,700
---	---	---	---	---	Capital Renewal and Replacement	82 ---	15,192	---
---	---	---	---	---	Appropriation Funding Restoration	82 ---	22,208	---
<i>Less:</i>								
<u>(1,231,290)</u>	<u>99,431 <sup>R</sup></u>	<u>---</u>	<u>(1,131,859)</u>	<u>(1,131,859)</u>	Income Deductions	<u>(1,220,872)</u>	<u>(1,227,668)</u>	<u>(1,227,668)</u>
<u>233,276</u>	<u>4,541</u>	<u>9,663</u>	<u>247,480</u>	<u>247,081</u>	<b>Grand Total State Appropriation</b>	<u>220,731</u>	<u>258,131</u>	<u>231,160</u>

#### Language Recommendations -- Grants-In-Aid - General Fund

In addition to the sums hereinabove appropriated to the University of Medicine and Dentistry of New Jersey, all revenues from lease agreements between the university and contracted organizations are appropriated.

From the amount hereinabove appropriated for the University of Medicine and Dentistry of New Jersey, the Director of the Division of Budget and Accounting may transfer such amounts as deemed necessary to the Division of Medical Assistance and Health Services to maximize federal Medicaid funds.

The University of Medicine and Dentistry of New Jersey is authorized to operate its continuing medical-dental education program as a revolving fund and the revenue collected therefrom, and any unexpended balance therein, is retained for such fund.

Of the sums hereinabove appropriated for the University of Medicine and Dentistry of New Jersey, \$100,000 is appropriated for the Inflammatory Bowel Disease Center, \$800,000 is appropriated for Emergency Medical Service-Camden, \$975,000 is appropriated for the Regional Health Education Center-Physical Plant, \$750,000 is appropriated for the Violence Institute of NJ at UMDNJ, \$525,000 is appropriated for the Regional Health Education Center-Educational Units, \$160,000 is appropriated for The Autism Center of New Jersey Medical School, \$290,000 is appropriated for the New Jersey Area Health Education Program, \$7,800,000 is appropriated for Debt Service-Robert Wood Johnson Medical School, Camden, \$5,000,000 is appropriated for Debt Service-Neuroscience Institute, Newark, and \$2,700,000 is appropriated for Debt Service-School of Osteopathic Medicine Academic Center, Stratford. These accounts shall be considered special purpose appropriations for accounting and reporting purposes.

For the purpose of implementing the appropriations act for the current fiscal year, the number of State-funded positions at the University of Medicine and Dentistry of New Jersey shall be 5,545.

The unexpended balances at the end of the preceding fiscal year in the accounts hereinabove are appropriated for the purposes of the University of Medicine and Dentistry of New Jersey.

Receipts deposited in the Autism Medical Research and Treatment Fund are appropriated for the Governor's Council for Medical Research and Treatment of Infantile Autism, subject to the approval of the Director of the Division of Budget and Accounting.

### 30. EDUCATIONAL, CULTURAL, AND INTELLECTUAL DEVELOPMENT

#### 36. HIGHER EDUCATIONAL SERVICES

##### 2430. NEW JERSEY INSTITUTE OF TECHNOLOGY

Founded in 1881, New Jersey Institute of Technology (NJIT) has had a long history of offering professional education. Its engineering school was founded in 1919, and until 1975 the institution was known as the Newark College of Engineering. The "New Jersey Institute of Technology Act of 1995" (N.J.S.A. 18A:64E) provides the statutory basis for NJIT as a public research university deemed essential and necessary to the welfare of the State and people of New Jersey.

NJIT is the State's Science and Technology University as demonstrated by the breadth of its programs and degrees. Fields of specialization include engineering, engineering technology, the sciences, architecture, mathematics, policy studies, management, statistics, actuarial science, computer and information science, and

a number of programs in liberal arts. Bachelors, masters and doctoral degrees, continuing professional education, and a substantial research effort all relate to fields of critical importance to the State's economy. Programs are offered at the main campus in Newark, at other sites throughout the State, and through distance education. Several degrees are offered jointly with Rutgers University and/or the University of Medicine and Dentistry of New Jersey.

The main campus comprises 45 acres containing 29 buildings with some 2.7 million square feet. The campus includes classroom and laboratory buildings, a library, five residence halls, a gymnasium, a synthetic turf soccer field, specialized research facilities, a 1,700-space parking deck, and administrative buildings.

## EVALUATION DATA

	Actual FY 2005	Actual FY 2006	Revised FY 2007	Budget Estimate FY 2008
<b>PROGRAM DATA</b>				
<b>Institutional Support</b>				
Enrollment total .....	11,105	10,908	10,968	11,306
Enrollment total (Weighted) (a) .....	6,221	6,059	6,091	6,276
Undergraduate total .....	5,366	5,263	5,380	5,451
Undergraduate total (Weighted) (a) .....	4,181	4,145	4,167	4,214
Full-time .....	4,071	4,080	4,136	4,176
Full-time (Weighted) (a) .....	3,713	3,723	3,743	3,779
Part-time .....	1,295	1,183	1,244	1,275
Part-time (Weighted) (a) .....	468	422	424	435
Graduate total .....	2,883	2,795	2,829	3,025
Graduate total (Weighted) (a) .....	1,551	1,418	1,456	1,582
Full-time .....	1,145	1,431	1,569	1,750
Full-time (Weighted) (a) .....	894	966	1,053	1,174
Part-time .....	1,738	1,364	1,260	1,275
Part-time (Weighted) (a) .....	657	452	403	408
Extension and Public Service				
Enrollment .....	2,856	2,850	2,759	2,830
Enrollment (Weighted) (a) .....	489	496	468	480
Undergraduate .....	2,196	2,145	2,087	2,150
Undergraduate (Weighted) (a) .....	370	372	347	358
Graduate .....	660	705	672	680
Graduate (Weighted) (a) .....	119	124	121	122
Degree programs offered .....	102	93	93	94
Courses offered .....	3,235	3,315	3,312	3,325
Student credit hours produced .....	185,439	180,396	182,428	187,901
Degrees and Certificates Granted - Total .....	1,863	1,899	1,900	1,920
Ratio: Student/faculty (b) .....	13.0/1	12.7/1	13.0/1	13.0/1
Full-Time, First-Time, Degree-Seeking Freshmen who are				
Regular Admission Students .....	553	647	665	---
Average SAT Score - Math .....	620	603	600	---
Average SAT Score - Verbal .....	554	539	530	---
Average SAT Score - Total .....	1174	1142	1130	---
Outcomes Data (c)				
Third-Semester Retention Rates .....	81.1%	80.3%	---	---
Seven-Year Graduation Rates .....	55.2%	65.3%	---	---
Student Tuition and Fees				
Total Cost of Attendance (d) .....	\$21,280	\$22,622	\$24,788	---
Full-Time Undergraduate Tuition - State Residents .....	\$7,918	\$8,472	\$9,066	---
Full-Time Undergraduate Tuition - Non-State Residents ...	\$13,716	\$14,676	\$15,850	---
Full-Time Undergraduate Fees .....	\$1,262	\$1,350	\$1,440	---
<b>OPERATING DATA</b>				
<b>Institutional Support</b>				
Institutional Expenditures				
Instruction .....	\$51,962,000	\$53,918,000	\$54,871,000	---
Sponsored Programs and Research .....	\$3,507,000	\$3,639,000	\$3,703,000	---
Extension and Public Service .....	\$2,597,000	\$2,695,000	\$766,000	---
Academic Support .....	\$20,787,000	\$21,570,000	\$21,952,000	---
Student Services .....	\$13,895,000	\$14,418,000	\$14,673,000	---
Institutional Support .....	\$18,208,000	\$18,894,000	\$19,227,000	---
Physical Plant and Support Services .....	\$17,116,000	\$17,760,000	\$18,074,000	---
Special Purpose Appropriations				
Smart Shunt Technology .....	\$150,000	---	---	---
<b>PERSONNEL DATA</b>				
<b>Position Data</b>				
State-funded Positions .....	805	805	805	805

**Notes:**

- (a) Equated on the basis of 32 credit hours per undergraduate student and 24 credit hours per graduate student.
- (b) Calculated on the basis of authorized teaching positions (including adjunct faculty) and equated full-time (weighted) students.
- (c) As calculated by the Student Unit Record Enrollment (SURE) system.
- (d) As reported to the Higher Education Student Assistance Authority. Includes tuition, fees, room and board, transportation, and supplies.

**APPROPRIATIONS DATA**  
(thousands of dollars)

Year Ending June 30, 2006					Year Ending June 30, 2008				
Orig. & (S)Supple- mental	Reapp. & (R)Recpts.	Transfers & (E)Emer- gencies	Total Available	Expended	Prog. Class.	2007 Adjusted Approp.	Requested	Recom- mended	
GRANTS-IN-AID									
Distribution by Fund and Program									
215,623	21,276	2,000	238,899	238,899	Institutional Support	82	248,802	249,741	247,456
215,623	21,276	2,000	238,899	238,899	Total Grants-in-Aid		248,802	249,741	247,456
Less:									
---	(5,263)	---	(5,263)	(5,263)	Receipts from Tuition Increase		(4,430)	---	---
(77,225)	1,106	---	(76,119)	(76,119)	General Services Income		(81,654)	(86,084)	(86,084)
(10,575)	(576)	---	(11,151)	(11,151)	Auxiliary Funds Income		(11,529)	(11,529)	(11,529)
(55,000)	(16,543)	---	(71,543)	(71,543)	Special Funds Income		(75,100)	(75,100)	(75,100)
(22,711)	---	---	(22,711)	(22,711)	Employee Fringe Benefits		(28,907)	(26,253)	(26,253)
(165,511)	(21,276)	---	(186,787)	(186,787)	Total Income Deductions		(201,620)	(198,966)	(198,966)
50,112	---	2,000	52,112	52,112	Total State Appropriation		47,182	50,775	48,490
Distribution by Fund and Object									
Special Purpose:									
215,623	21,276 R	1,400	238,299	238,299	General Institutional Operations	82	248,802	246,148	247,456
---	---	---	---	---	Teacher Education	82	---	340	---
---	---	600	600	600	Homeland Security Technology Systems Center	82	---	1,000	---
---	---	---	---	---	Neighborhood Development	82	---	500	---
---	---	---	---	---	Critical Infrastructure	82	---	800	---
---	---	---	---	---	Non-Personnel Operating Expenses	82	---	953	---
Less:									
(165,511)	(21,276) R	---	(186,787)	(186,787)	Income Deductions		(201,620)	(198,966)	(198,966)
50,112	---	2,000	52,112	52,112	Grand Total State Appropriation		47,182	50,775	48,490

**Language Recommendations -- Grants-In-Aid - General Fund**

For the purpose of implementing the appropriations act for the current fiscal year, the number of State-funded positions at the New Jersey Institute of Technology shall be 805.

**30. EDUCATIONAL, CULTURAL, AND INTELLECTUAL DEVELOPMENT****36. HIGHER EDUCATIONAL SERVICES****2440. THOMAS A. EDISON STATE COLLEGE**

The College was founded on July 1, 1972 and was officially established as the ninth State College under the terms of the State College Law (N.J.S.A. 18A:62-1 et seq.) on May 18, 1973. The management of the College is vested in its Board of Trustees, appointed by the Governor, subject to the approval of the Senate.

The mission of Edison State College is to evaluate college-level learning, regardless of its source. To achieve this mission, the College has been authorized:

To award college credit through college proficiency examinations, the assessment of prior learning and/or the evaluation of transfer credits and special credentials, and to award associate, baccalaureate and masters degrees to individuals who have met the

degree requirements as established by the Academic Council of the College.

To develop and administer the Thomas A. Edison State College examination and Portfolio Assessment Programs as basic means through which Edison students may satisfy degree requirements.

To encourage the availability of college-level learning opportunities through cooperation with all types of institutions that are now providing, or have the potential to provide, college-level learning experiences outside the traditional modes of higher education. In developing these cooperative arrangements, Edison State College will not provide instruction directly but will award credit for such educational experiences either through the evaluation of

noncollegiate programs or the direct testing of student learning outcomes.

To develop linkages with or create educational delivery systems built around contemporary telecommunications technology which will provide the distant learner with (1) information and guidance on educational opportunities, (2) modes of support for independent study and assessment, and (3) access to media-based instruction and testing.

The College maintains four facilities in Trenton, which are open to all residents who wish information and advice concerning educational opportunities available to them within the State system of higher education.

An affiliation between the State Library and Thomas Edison State College was created by P.L. 2001, c.137, effective July 2, 2001. The New Jersey State Library has over 1.9 million holdings and the most extensive Jerseyana collection in the State. The State Library is charged by legislation with providing leadership and management of State and federal grants to over 300 public libraries throughout the State and ensures access to information for all residents of the State. The State Library has two sites: the main library next to the State House and the specially equipped Library for the Blind and Handicapped on Stuyvesant Avenue, which provides library services to over 15,000 visually or physically impaired citizens.

#### EVALUATION DATA

	Actual FY 2005	Actual FY 2006	Revised FY 2007	Budget Estimate FY 2008
<b>PROGRAM DATA</b>				
<b>Institutional Support</b>				
Degree students .....	11,224	13,173	13,305	13,438
Non-degree students .....	2,031	2,369	2,393	2,417
Degree Programs Offered .....	15	15	16	16
Associate degree specialization options .....	68	68	68	68
Baccalaureate degree specialization options .....	96	97	97	97
Masters degree specialization options .....	3	4	4	4
Degrees Granted .....	2,134	1,942	1,981	2,020
Associate .....	261	271	275	277
Baccalaureate .....	1,799	1,602	1,628	1,664
Masters .....	74	69	78	79
Examinations and assessments of experiential learning .....	5,166	4,911	4,813	4,717
Individuals receiving educational and career counseling (a) ....	69,732	73,430	74,164	74,906
<b>PERSONNEL DATA</b>				
<b>Position Data</b>				
State Supported .....	239	239	239	239

#### Notes:

- (a) Revised from "headcount" to "transactions" to provide a more accurate reflection of enrollment data commencing in fiscal 2004.

#### APPROPRIATIONS DATA (thousands of dollars)

Year Ending June 30, 2006					Year Ending June 30, 2008				
Orig. & (S)Supple- mental	Reapp. & (R)Recpts.	Transfers & (E)Emer- gencies	Total Available	Expended		Prog. Class.	2007 Adjusted Approp.	Requested	Recom- mended
GRANTS-IN-AID									
Distribution by Fund and Program									
33,094	60	224	33,378	33,378	Institutional Support	82	38,804	39,413	38,523
33,094	60	224	33,378	33,378	Total Grants-in-Aid		38,804	39,413	38,523
Less:									
(372)	---	---	(372)	(372)	Fee Increase		(283)	---	---
(9,048)	(1,406)	---	(10,454)	(10,454)	Self Sustaining Income		(14,049)	(14,049)	(14,049)
(12,412)	1,346	---	(11,066)	(11,066)	General Services Income		(12,598)	(12,881)	(12,881)
(4,835)	---	---	(4,835)	(4,835)	Employee Fringe Benefits		(5,665)	(5,724)	(5,724)
(26,667)	(60)	---	(26,727)	(26,727)	Total Income Deductions		(32,595)	(32,654)	(32,654)
6,427	---	224	6,651	6,651	Total State Appropriation		6,209	6,759	5,869



Year Ending June 30, 2006					Year Ending June 30, 2008				
Orig. & (S)Supple- mental	Reapp. & (R)Recpts.	Transfers & (E)Emer- gencies	Total Available	Expended	Prog. Class.	2007 Adjusted Approp.	Requested	Recom- mended	
GRANTS-IN-AID									
Distribution by Fund and Object									
Special Purpose:									
32,780	60 R	224	33,064	33,064	General Institutional Operations	82	38,490	38,549	38,523
---	---	---	---	---	Health Information Networks and Technology	82	---	250	---
---	---	---	---	---	Military/DoD Program Development	82	---	300	---
314	---	---	314	314	The John S. Watson Institute for Public Policy	82	314	314	---
Less:									
(26,667)	(60) R	---	(26,727)	(26,727)	Income Deductions	(32,595)	(32,654)	(32,654)	
6,427	---	224	6,651	6,651	Grand Total State Appropriation	6,209	6,759	5,869	

#### Language Recommendations -- Grants-In-Aid - General Fund

For the purpose of implementing the appropriations act for the current fiscal year, the number of State-funded positions at Thomas A. Edison State College shall be 239.

### 30. EDUCATIONAL, CULTURAL, AND INTELLECTUAL DEVELOPMENT

#### 36. HIGHER EDUCATIONAL SERVICES

##### 2445. ROWAN UNIVERSITY

Rowan University was founded in 1923, and on September 1, 1992, was renamed from Glassboro State College to Rowan College of New Jersey. The renaming was an expression of appreciation to Henry and Betty Rowan for an exceptional gift of \$100 million dollars. In 1997, the institution gained university status. The University offers 76 degree programs in six colleges: Business, Communication, Education, Engineering, Fine and Performing Arts, and Liberal Arts and Science. A doctoral program in Educational Leadership was approved in the spring of 1997 and admitted students later that year. The operation and management of the University is vested in the Board of Trustees (N.J.S. 18A:64-1 et seq.).

The University's main campus is located in Glassboro on 200 acres. A branch campus is located in Camden. In 2002, Rowan

University was selected by the State of New Jersey as the location of the South Jersey Technology Park; a facility for the Park is currently under construction. In 2001, the University embarked on a 10-year campus improvement and expansion plan that included the acquisition of more than 500 acres of land, the construction of new buildings for the sciences and education, and the renovation of many of the existing buildings.

The University's history includes the use of its then-president's home, Hollybush, as the site of the Johnson-Kosygin summit conference in 1967, an event that is often cited as essential to the easing of the tensions between the U.S. and the U.S.S.R. that had brought the two nuclear powers to the brink of war just a few years earlier.

#### EVALUATION DATA

	Actual FY 2005	Actual FY 2006	Revised FY 2007	Budget Estimate FY 2008
<b>PROGRAM DATA</b>				
<b>Institutional Support</b>				
Enrollment total	9,550	9,522	9,644	9,644
Enrollment total (Weighted) (a)	7,616	7,684	7,801	7,801
Undergraduate total	8,223	8,312	8,418	8,418
Undergraduate total (Weighted) (a)	6,994	7,111	7,227	7,227
Full-time	6,892	7,033	7,168	7,168
Full-time (Weighted) (a)	6,461	6,593	6,720	6,720
Part-time	1,331	1,279	1,250	1,250
Part-time (Weighted) (a)	533	518	507	507
Graduate Total	1,271	1,172	1,195	1,195
Graduate total (Weighted) (a)	577	535	543	543
Full-Time	217	187	185	185
Full-time (Weighted) (a)	217	187	185	185
Part-time	1,054	985	1,010	1,010
Part-time (Weighted) (a)	360	348	358	358
Doctoral Total	56	38	31	31
Doctoral (Weighted) (a)	45	38	31	31
Degree programs offered	67	76	76	76
Courses offered	1,513	1,600	1,600	1,600

	Actual FY 2005	Actual FY 2006	Revised FY 2007	Budget Estimate FY 2008
Degrees granted				
Bachelors .....	1,703	1,919	1,900	1,900
Masters .....	342	370	370	370
Doctoral .....	5	3	3	3
Ratio: Student/faculty (b) .....	15.9/1	15.3/1	15.3/1	15.3/1
Extension and Public Service				
Enrollment .....	3,479	3,474	3,471	3,471
Enrollment (Weighted) (a) .....	603	592	590	590
Summer undergraduate .....	2,239	2,223	2,220	2,220
Summer undergraduate (Weighted) (a) .....	375	366	364	364
Summer graduate .....	840	792	790	790
Summer graduate (Weighted) (a) .....	180	159	159	159
Summer doctoral .....	---	31	31	31
Summer doctoral (Weighted) .....	---	12	12	12
Part-time and extension (off-campus) .....	400	428	430	430
Part-time and extension (off-campus) (Weighted) (a) .....	48	55	55	55
Program Revenue .....	\$4,506,075	\$4,958,388	\$5,916,215	\$5,916,215
Full-Time, First-Time, Degree-Seeking Freshmen who are				
Regular Admission Students .....	1,119	979	1,066	---
Average SAT Score - Math .....	571	588	575	---
Average SAT Score - Verbal .....	556	570	543	---
Average SAT Score - Total .....	1127	1158	1118	---
Outcomes Data (c)				
Third-Semester Retention Rates .....	87.1%	85.1%	---	---
Six-Year Graduation Rates .....	62.2%	65.8%	---	---
Student Tuition and Fees				
Total Cost of Attendance (d) .....	\$18,220	\$19,449	\$20,972	---
Full-Time Undergraduate Tuition - State Residents .....	\$5,828	\$6,294	\$6,798	---
Full-Time Undergraduate Tuition - Non-State Residents .....	\$11,656	\$12,588	\$13,596	---
Full-Time Undergraduate Fees .....	\$2,142	\$2,313	\$2,532	---

**OPERATING DATA****Institutional Support****Institutional Expenditures**

Instruction .....	\$54,450,636	\$62,463,661	\$67,076,892	---
Sponsored Programs .....	\$418,462	\$2,086,789	\$2,960,000	---
Academic Support .....	\$14,916,633	\$14,980,599	\$14,050,752	---
Student Services .....	\$15,535,249	\$13,350,295	\$14,581,165	---
Institutional Support .....	\$21,959,002	\$24,465,564	\$26,037,506	---
Physical Plant and Support Services .....	\$14,224,029	\$18,523,125	\$20,107,508	---
Special Purpose Appropriations				
Camden Urban Center .....	\$215,000	\$215,000	\$215,000	\$215,000
Debt Service .....	\$9,524,246	\$13,908,000	\$14,065,000	\$14,065,000
School of Engineering .....	\$500,000	\$500,000	\$500,000	\$500,000

**PERSONNEL DATA****Position Data**

State-funded Positions .....	877	877	877	877
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**Notes:**

- (a) Equated on the basis of 32 credit hours per undergraduate student, 24 credit hours per graduate student, and 16 credit hours per doctoral student.
- (b) Calculated on the basis of budgeted teaching positions (including adjunct faculty) and equated full-time (weighted) students.
- (c) As calculated by the Student Unit Record Enrollment (SURE) system.
- (d) As reported to the Higher Education Student Assistance Authority. Includes tuition, fees, room and board, transportation, and supplies.

**APPROPRIATIONS DATA**  
(thousands of dollars)

Year Ending June 30, 2006					Year Ending June 30, 2008				
Orig. & (S)Supple- mental	Reapp. & (R)Recpts.	Transfers & (E)Emer- gencies	Total Available	Expended	Prog. Class.	2007 Adjusted Approp.	Requested	Recom- mended	
GRANTS-IN-AID									
Distribution by Fund and Program									
183,618	8,955	1,442	194,015	194,015	Institutional Support	82	202,077	213,980	204,868
183,618	8,955	1,442	194,015	194,015	Total Grants-in-Aid		202,077	213,980	204,868
Less:									
---	(4,521)	---	(4,521)	(4,521)	Receipts from Tuition Increase		(4,886)	---	---
(72,758)	(882)	---	(73,640)	(73,640)	General Services Income		(80,343)	(85,229)	(85,229)
(25,340)	(2,543)	---	(27,883)	(27,883)	Auxiliary Funds Income		(29,545)	(29,545)	(29,545)
(25,000)	(1,009)	---	(26,009)	(26,009)	Special Funds Income		(26,000)	(26,000)	(26,000)
(22,457)	---	---	(22,457)	(22,457)	Employee Fringe Benefits		(24,815)	(25,918)	(25,918)
(145,555)	(8,955)	---	(154,510)	(154,510)	Total Income Deductions		(165,589)	(166,692)	(166,692)
38,063	---	1,442	39,505	39,505	Total State Appropriation		36,488	47,288	38,176
Distribution by Fund and Object									
Special Purpose:									
183,618	8,955 R	1,442	194,015	194,015	General Institutional Operations (a)	82	202,077	203,180	204,868
---	---	---	---	---	Funding for Increased Utilities Costs	82	---	1,500	---
---	---	---	---	---	Restoration of Salary Program Funding	82	---	4,900	---
---	---	---	---	---	New Faculty	82	---	2,000	---
---	---	---	---	---	Operating Costs of the Library	82	---	1,250	---
---	---	---	---	---	Physical Plant Improvement	82	---	1,150	---
Less:									
(145,555)	(8,955) R	---	(154,510)	(154,510)	Income Deductions		(165,589)	(166,692)	(166,692)
38,063	---	1,442	39,505	39,505	Grand Total State Appropriation		36,488	47,288	38,176

**Notes -- Grants-In-Aid - General Fund**

(a) The appropriation for General Institutional Operations has been adjusted to include Teacher Preparation and the High Enrollment Growth Adjustment.

**Language Recommendations -- Grants-In-Aid - General Fund**

Of the sums hereinabove appropriated for Rowan University, \$500,000 is appropriated for the School of Engineering and \$215,000 is appropriated for the Camden Urban Center. These accounts shall be considered special purpose appropriations for accounting and reporting purposes.

For the purpose of implementing the appropriations act for the current fiscal year, the number of State-funded positions at Rowan University shall be 877.

**30. EDUCATIONAL, CULTURAL, AND INTELLECTUAL DEVELOPMENT**  
**36. HIGHER EDUCATIONAL SERVICES**  
**2450. NEW JERSEY CITY UNIVERSITY**

New Jersey City University, formerly Jersey City State College, is located in Hudson County and is dedicated to urban programs designed to meet the complex economic, social and educational problems of the urban metropolitan area. New Jersey City University's urban mission is unique among the State higher educational institutions. In order to strengthen this mission, the University has embarked on a ten-year plan designed to make it the premier urban university in the State. The University serves thousands of residents in the northeast corner of the State. Ten percent of the student population is composed of men and women from other areas of New Jersey, adjacent states and foreign countries.

Special features of the campus include the A. Harry Moore Laboratory School for Special Education, the Peter W. Rodino, Jr. Institute of Criminal Justice, the Center for the Advancement of

Teaching and Learning (CATALYST), the Center for Occupational Education, the Adult Education Center, the Media Arts Center, and the Margaret Williams Theater for the Performing Arts. In 1994, the University opened a new academic building as well as a new athletic, recreation, and fitness center. The University has 15 acres of athletic fields, three gymnasiums, a swimming pool, modern dance studios, and three auditoriums, in addition to its 116 classrooms and laboratories.

In 2003, the University opened a 59,085 square foot Visual Arts building designed to meet the growing needs of the Art Department's undergraduate and graduate programs. The University also purchased and renovated a 61,000 square foot two-story facility. This building includes the program requirements for the University Charter High School, plus the NJCU Black Box Theater and business incubator.

During the fall of 2006, the University opened a new 77,000 square foot Arts and Science Tower. In addition to housing the School of Arts and Science's ten academic departments and the Office of the Dean of Arts and Science, this new six-story facility features 14

general use classrooms, 10 computer labs, and undergraduate housing. In the spring of 2007, the University expects to complete the renovation of the Gilligan Student Union Building.

## EVALUATION DATA

	Actual FY 2005	Actual FY 2006	Revised FY 2007	Budget Estimate FY 2008
<b>PROGRAM DATA</b>				
<b>Institutional Support</b>				
Enrollment total .....	8,438	8,583	8,020	8,020
Enrollment total (Weighted) (a) .....	5,448	5,420	5,162	5,162
Undergraduate total .....	5,855	6,000	5,851	5,851
Undergraduate total (Weighted) (a) .....	4,325	4,300	4,207	4,207
Full-time .....	4,020	4,080	4,067	4,067
Full-time (Weighted) (a) .....	3,552	3,526	3,492	3,492
Part-time .....	1,835	1,920	1,784	1,784
Part-time (Weighted) (a) .....	773	774	715	715
Graduate Total .....	2,583	2,583	2,169	2,169
Graduate total (Weighted) (a) .....	1,123	1,120	955	955
Full-time .....	102	102	301	301
Full-time (Weighted) (a) .....	109	109	98	98
Part-time .....	2,481	2,481	1,868	1,868
Part-time (Weighted) (a) .....	1,014	1,011	857	857
Degree programs offered .....	50	55	60	60
Courses offered .....	1,620	1,620	1,620	1,620
Degrees granted				
Bachelors .....	879	879	922	922
Masters .....	636	636	636	636
Ratio: Student/faculty (b) .....	14/1	14/1	14/1	14/1
<b>A. Harry Moore Laboratory School</b>				
Students enrolled .....	196	190	190	190
Orthopedic (includes cerebral palsied) .....	2	2	2	2
Multiple Disabilities .....	138	135	135	135
Cognitive -- Moderate .....	20	23	23	23
Preschool Disabilities .....	36	30	30	30
<b>Extension and Public Service</b>				
Enrollment .....	6,385	5,448	5,110	5,110
Enrollment (Weighted) (a) .....	916	747	702	702
Summer undergraduate .....	3,843	3,750	3,589	3,589
Summer undergraduate (Weighted) (a) .....	508	501	462	462
Summer graduate .....	2,542	1,698	1,521	1,521
Summer graduate (Weighted) (a) .....	408	246	240	240
Program Revenue .....	\$6,488,177	\$5,929,252	\$5,929,252	\$5,929,252
Full-Time, First-Time, Degree-Seeking Freshmen who are Regular Admission Students .....	350	463	478	---
Average SAT Score - Math .....	479	473	456	---
Average SAT Score - Verbal .....	475	471	453	---
Average SAT Score - Total .....	954	944	909	---
<b>Outcomes Data (c)</b>				
Third-Semester Retention Rates .....	74.4%	79.2%	---	---
Six-Year Graduation Rates .....	38.6%	31.2%	---	---
<b>Student Tuition and Fees</b>				
Total Cost of Attendance (d) .....	\$18,578	\$20,426	\$21,674	---
Full-Time Undergraduate Tuition - State Residents .....	\$4,860	\$5,190	\$5,600	---
Full-Time Undergraduate Tuition - Non-State Residents ...	\$9,540	\$10,230	\$11,400	---
Full-Time Undergraduate Fees .....	\$1,690	\$1,856	\$1,937	---

	Actual FY 2005	Actual FY 2006	Revised FY 2007	Budget Estimate FY 2008
<b>OPERATING DATA</b>				
<b>Institutional Support</b>				
Institutional Expenditures				
Instruction .....	\$42,181,282	\$47,332,337	\$45,059,366	---
Academic Support .....	\$10,198,595	\$11,707,879	\$11,408,916	---
Student Services .....	\$11,989,874	\$12,053,730	\$11,223,076	---
Institutional Support .....	\$16,700,657	\$22,242,898	\$25,413,100	---
Public Service .....	\$72,069	---	---	---
Student Aid .....	\$14,815,437	\$14,242,857	\$15,168,660	---
Physical Plant and Support Services .....	\$11,514,170	\$12,475,934	\$12,474,932	---
Special Purpose Appropriations				
Separately Budgeted Research .....	\$77,500	\$85,000	\$85,000	\$85,000
College Work Study Program (State Share) .....	\$120,000	\$120,000	\$120,000	\$120,000
A. Harry Moore Laboratory School .....	\$1,078,000	\$1,078,000	\$1,078,000	\$1,078,000
Tidelands Athletic Fields .....	\$145,000	\$145,000	\$145,000	\$145,000
National Direct Student Loan (State Share) .....	\$20,000	\$20,000	\$20,000	\$20,000
Affirmative Action and Equal Employment Opportunity ....	\$110,000	\$110,000	\$110,000	\$110,000

**PERSONNEL DATA****Position Data**

State-funded Positions .....	784	784	784	784
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**Notes:**

- (a) Equated on the basis of 32 credit hours per undergraduate student and 24 credit hours per graduate student.  
 (b) Calculated on the basis of budgeted teaching positions (including adjunct faculty) and equated full-time (weighted) students.  
 (c) As calculated by the Student Unit Record Enrollment (SURE) system.  
 (d) As reported to the Higher Education Student Assistance Authority. Includes tuition, fees, room and board, transportation, and supplies.

**APPROPRIATIONS DATA**  
 (thousands of dollars)

Year Ending June 30, 2006					Year Ending June 30, 2008			
Orig. & (S)Supple- mental	Reapp. & (R)Recpts.	Transfers & (E)Emer- gencies	Total Available	Expended	Prog. Class.	2007 Adjusted Approp.	Requested	Recom- mended
<b>GRANTS-IN-AID</b>								
<b>Distribution by Fund and Program</b>								
129,495	-13,199	1,378	117,674	117,674	82	123,744	129,572	125,441
<b>129,495</b>	<b>-13,199</b>	<b>1,378</b>	<b>117,674</b>	<b>117,674</b>		<b>123,744</b>	<b>129,572</b>	<b>125,441</b>
<b>Less:</b>								
---	(2,448)	---	(2,448)	(2,448)		(3,583)	---	---
(47,001)	17,479	---	(29,522)	(29,522)		(33,501)	(37,084)	(37,084)
(4,792)	(790)	---	(5,582)	(5,582)		(5,371)	(5,371)	(5,371)
(5,217)	(139)	---	(5,356)	(5,356)		(6,369)	(6,369)	(6,369)
(21,571)	(903)	---	(22,474)	(22,474)		(22,380)	(22,380)	(22,380)
(18,775)	---	---	(18,775)	(18,775)		(21,557)	(21,781)	(21,781)
<b>(97,356)</b>	<b>13,199</b>	<b>---</b>	<b>(84,157)</b>	<b>(84,157)</b>		<b>(92,761)</b>	<b>(92,985)</b>	<b>(92,985)</b>
<b>32,139</b>	<b>---</b>	<b>1,378</b>	<b>33,517</b>	<b>33,517</b>		<b>30,983</b>	<b>36,587</b>	<b>32,456</b>
<b>Distribution by Fund and Object</b>								
Special Purpose:								
129,495	-13,199 R	1,378	117,674	117,674	82	123,744	123,968	125,441
---	---	---	---	---	82	---	1,920	---
---	---	---	---	---	82	---	845	---
---	---	---	---	---	82	---	190	---

Year Ending June 30, 2006					Year Ending June 30, 2008			
Orig. & (S)Supple- mental	Reapp. & (R)Recpts.	Transfers & (E)Emer- gencies	Total Available	Expended	Prog. Class.	2007 Adjusted Approp.	Requested	Recom- mended
---	---	---	---	---	<b>GRANTS-IN-AID</b>			
---	---	---	---	---	Economic and Cultural Development	82	---	115
---	---	---	---	---	Restoration of Base Funding	82	---	2,534
<i>Less:</i>								
(97,356)	13,199 <sup>R</sup>	---	(84,157)	(84,157)	Income Deductions	(92,761)	(92,985)	(92,985)
<u>32,139</u>	<u>---</u>	<u>1,378</u>	<u>33,517</u>	<u>33,517</u>	<b>Grand Total State Appropriation</b>	<u>30,983</u>	<u>36,587</u>	<u>32,456</u>

#### Notes -- Grants-In-Aid - General Fund

- (a) The appropriation for General Institutional Operations has been adjusted to include Teacher Preparation and the High Enrollment Growth Adjustment.

#### Language Recommendations -- Grants-In-Aid - General Fund

Of the sums hereinabove appropriated for New Jersey City University, \$1,078,000 is appropriated for the A. Harry Moore Laboratory School and \$145,000 is appropriated for Tidelands Athletic Fields. These accounts shall be considered special purpose appropriations for accounting and reporting purposes.

For the purpose of implementing the appropriations act for the current fiscal year, the number of State-funded positions at New Jersey City University shall be 784.

### 30. EDUCATIONAL, CULTURAL, AND INTELLECTUAL DEVELOPMENT

#### 36. HIGHER EDUCATIONAL SERVICES

##### 2455. KEAN UNIVERSITY

Kean University is a public, State-supported, four-year coeducational institution of higher education, located in Union Township, in the north central part of the State, minutes from the Garden State Parkway and close to public transportation. The University is situated on a 120-acre campus and includes a six-acre woodlands preserve. In 1855, the University was founded by and built in the city of Newark. For more than a century, its accomplishments and reputation were primarily associated with contributions made in the area of teacher education. In 1913, it became a State institution. In 1958, the institution relocated to property that was part of the Kean estate, its current location. In 1997, the institution gained

university status and changed its name from Kean College of New Jersey to Kean University.

The campus currently contains 36 structures, including modern classroom buildings, a science complex, a theater for the performing arts seating 1,000, a library, a child study institute, athletic and recreational facilities, student apartments, and a student center. The 28-acre east campus, which is a short distance from the main campus, includes athletic fields, recreation facilities, and certain student and academic support programs.

#### EVALUATION DATA

PROGRAM DATA	Actual FY 2005	Actual FY 2006	Revised FY 2007	Budget Estimate FY 2008
<b>Institutional Support</b>				
Enrollment total	12,632	12,679	11,536	11,536
Enrollment total (Weighted) (a)	8,917	9,122	8,300	8,300
Undergraduate total	9,714	9,727	8,850	8,850
Undergraduate total (Weighted) (a)	7,564	7,716	7,021	7,021
Full-time	7,076	7,305	6,647	6,647
Full-time (Weighted) (a)	6,520	6,749	6,141	6,141
Part-time	2,638	2,422	2,203	2,203
Part-time (Weighted) (a)	1,044	967	880	880
Graduate total	2,918	2,952	2,686	2,686
Graduate total (Weighted) (a)	1,353	1,406	1,279	1,279
Full-time	556	604	549	549
Full-time (Weighted) (a)	534	583	530	530
Part-time	2,362	2,348	2,137	2,137
Part-time (Weighted) (a)	819	823	749	749
Degree programs offered	81	81	81	81
Courses offered	2,746	2,673	2,673	2,673
<b>Degrees Granted</b>				
Bachelors	1,802	1,860	1,860	1,860
Masters	637	680	680	680
Ratio: Student/faculty (b)	15/1	15/1	15/1	15/1

	Actual FY 2005	Actual FY 2006	Revised FY 2007	Budget Estimate FY 2008
Extension and Public Service				
Enrollment .....	3,410	3,309	3,309	3,309
Enrollment (Weighted) (a) .....	1,008	990	990	990
Summer undergraduate .....	2,581	2,509	2,509	2,509
Summer undergraduate (Weighted) (a) .....	761	750	750	750
Summer graduate .....	829	800	800	800
Summer graduate (Weighted) (a) .....	247	240	240	240
Program Revenue .....	\$5,467,475	\$5,591,880	\$6,007,134	\$6,007,134
Full-Time, First-Time, Degree-Seeking Freshmen who are Regular Admission Students .....	791	882	897	---
Average SAT Score - Math .....	508	507	508	---
Average SAT Score - Verbal .....	491	493	482	---
Average SAT Score - Total .....	999	1000	990	---
Outcomes Data (c)				
Third-Semester Retention Rates .....	76.3%	74.8%	---	---
Six-Year Graduation Rates .....	43.8%	43.2%	---	---
Student Tuition and Fees				
Total Cost of Attendance (d) .....	\$18,419	\$19,163	\$20,458	---
Full-Time Undergraduate Tuition - State Residents .....	\$4,665	\$4,898	\$5,243	---
Full-Time Undergraduate Tuition - Non-State Residents ...	\$7,170	\$7,530	\$8,070	---
Full-Time Undergraduate Fees .....	\$2,486	\$2,609	\$2,793	---

**OPERATING DATA****Institutional Support****Institutional Expenditures**

Instruction .....	\$69,713,000	\$72,588,000	\$78,668,000	---
Sponsored Programs and Research .....	\$752,000	\$998,000	\$1,082,000	---
Extension and Public Service .....	\$2,116,000	\$2,450,000	\$2,655,000	---
Academic Support .....	\$4,622,000	\$4,087,000	\$4,430,000	---
Student Services .....	\$14,047,000	\$14,492,000	\$15,706,000	---
Institutional Support .....	\$26,781,000	\$32,469,000	\$35,188,000	---
Physical Plant and Support Services .....	\$19,397,000	\$21,546,000	\$23,351,000	---
Special Purpose Appropriations .....	\$3,032,000	\$3,131,000	\$3,393,000	---
Emerging Needs/Academic Initiatives .....	\$180,000	\$180,000	\$180,000	\$180,000

**PERSONNEL DATA****Position Data**

State Supported .....	888	888	888	888
-----------------------	-----	-----	-----	-----

**Notes:**

- (a) Equated on the basis of 32 credit hours per undergraduate student and 24 credit hours per graduate student.  
 (b) Calculated on the basis of budgeted teaching positions (including adjunct faculty) and equated full-time (weighted) students.  
 (c) As calculated by the Student Unit Record Enrollment (SURE) system.  
 (d) As reported to the Higher Education Student Assistance Authority. Includes tuition, fees, room and board, transportation, and supplies.

**APPROPRIATIONS DATA**  
 (thousands of dollars)

Year Ending June 30, 2006					Year Ending June 30, 2008				
Orig. & (S)Supple- mental	Reapp. & (R)Recpts.	Transfers & (E)Emer- gencies	Total Available	Expended	Prog. Class.	2007 Adjusted Approp.	Requested	Recom- mended	
GRANTS-IN-AID									
Distribution by Fund and Program									
157,538	12,613	1,627	171,778	171,778	Institutional Support	82	167,576	171,331	169,272
157,538	12,613	1,627	171,778	171,778	Total Grants-in-Aid		167,576	171,331	169,272
Less:									
---	(9,874)	---	(9,874)	(9,874)	Receipts from Tuition Increase		(6,165)	---	---
(57,022)	(1,739)	---	(58,761)	(58,761)	General Services Income		(56,850)	(63,015)	(63,015)
(11,944)	564	---	(11,380)	(11,380)	Auxiliary Funds Income		(11,343)	(11,343)	(11,343)

Year Ending June 30, 2006					Year Ending June 30, 2008			
Orig. & (S)Supple- mental	Reapp. & (R)Recpts.	Transfers & (E)Emer- gencies	Total Available	Expended	Prog. Class.	2007 Adjusted Approp.	Requested	Recom- mended
<b>GRANTS-IN-AID</b>								
(27,129)	(1,564)	---	(28,693)	(28,693)		(30,662)	(30,662)	(30,662)
(19,890)	---	---	(19,890)	(19,890)		(22,913)	(23,018)	(23,018)
<u>(115,985)</u>	<u>(12,613)</u>	<u>---</u>	<u>(128,598)</u>	<u>(128,598)</u>		<u>(127,933)</u>	<u>(128,038)</u>	<u>(128,038)</u>
<b>41,553</b>	<b>---</b>	<b>1,627</b>	<b>43,180</b>	<b>43,180</b>		<b>39,643</b>	<b>43,293</b>	<b>41,234</b>
<b>Distribution by Fund and Object</b>								
157,538	12,613 <sup>R</sup>	1,627	171,778	171,778				
---	---	---	---	---				
---	---	---	---	---				
---	---	---	---	---				
<u>(115,985)</u>	<u>(12,613)<sup>R</sup></u>	<u>---</u>	<u>(128,598)</u>	<u>(128,598)</u>		<u>(127,933)</u>	<u>(128,038)</u>	<u>(128,038)</u>
<b>41,553</b>	<b>---</b>	<b>1,627</b>	<b>43,180</b>	<b>43,180</b>		<b>39,643</b>	<b>43,293</b>	<b>41,234</b>

**Notes -- Grants-In-Aid - General Fund**

(a) The appropriation for General Institutional Operations has been adjusted to include Teacher Preparation and the High Enrollment Growth Adjustment.

**Language Recommendations -- Grants-In-Aid - General Fund**

Of the sums hereinabove appropriated for Kean University, \$180,000 is appropriated for Emerging Needs/Academic Initiatives. This account shall be considered a special purpose appropriation for accounting and reporting purposes.

For the purpose of implementing the appropriations act for the current fiscal year, the number of State-funded positions at Kean University shall be 888.

**30. EDUCATIONAL, CULTURAL, AND INTELLECTUAL DEVELOPMENT****36. HIGHER EDUCATIONAL SERVICES****2460. WILLIAM PATERSON UNIVERSITY OF NEW JERSEY**

The William Paterson University of New Jersey, founded in Paterson in 1855, was relocated in 1951 to the Boroughs of Wayne, Haledon, and North Haledon, Passaic County. The management of the University is vested in its Board of Trustees appointed by the Governor, subject to the approval of the Senate. The college offers 32 baccalaureate and 19 master's degree programs through five colleges: Arts and Communication, Christos M. Cotsakos College of Business, Education, Humanities and Social Sciences, and Science and Health.

Located on three sites totalling 370 acres, the University has 38

major buildings that house television studios; modern science facilities and laboratories; computer graphics laboratories and art galleries; fine arts studios; a 900-seat theater; classrooms; an academic/administrative computer center; a gymnasium and athletic fields; a competition-size swimming pool; a library; an alumni house; an electronic financial trading room for academic instruction; and the Russ Berrie Institute for Professional Sales. Other facilities include a student center, multipurpose recreation center, newly renovated athletic fields with artificial turf surfaces, and campus residences for approximately 2,663 students.



## EVALUATION DATA

	Actual FY 2005	Actual FY 2006	Revised FY 2007	Budget Estimate FY 2008
<b>PROGRAM DATA</b>				
<b>Institutional Support</b>				
Enrollment total .....	11,028	10,546	10,583	10,583
Enrollment total (Weighted) (a) .....	8,355	8,103	8,133	8,133
Undergraduate total .....	9,051	8,739	8,771	8,771
Undergraduate total (Weighted) (a) .....	7,520	7,352	7,377	7,377
Full-time .....	7,307	7,161	7,194	7,194
Full-time (Weighted) (a) .....	6,798	6,692	6,714	6,714
Part-time .....	1,744	1,578	1,577	1,577
Part-time (Weighted) (a) .....	722	660	663	663
Graduate total .....	1,977	1,807	1,812	1,812
Graduate total (Weighted) (a) .....	835	751	756	756
Full-time .....	436	362	363	363
Full-time (Weighted) (a) .....	335	281	283	283
Part-time .....	1,541	1,445	1,449	1,449
Part-time (Weighted) (a) .....	500	470	473	473
Degree programs offered .....	51	51	51	51
Courses offered .....	2,285	2,367	2,344	2,344
<b>Degrees Granted</b>				
Bachelors .....	1,609	1,662	1,662	1,662
Masters .....	329	275	275	275
Ratio: Student/faculty (b) .....	15.4/1	14.7/1	14.7/1	14.7/1
<b>Extension and Public Service</b>				
Enrollment .....	5,338	5,160	5,160	5,160
Enrollment (Weighted) (a) .....	729	708	729	729
Summer undergraduate .....	4,131	3,966	3,966	3,966
Summer undergraduate (Weighted) (a) .....	577	553	577	577
Summer graduate .....	1,207	1,194	1,194	1,194
Summer graduate (Weighted) (a) .....	152	155	152	152
Program Revenue .....	\$3,785,000	\$4,066,000	\$4,321,000	\$4,321,000
<b>Full-Time, First-Time, Degree-Seeking Freshmen who are</b>				
Regular Admission Students .....	1,074	944	846	---
Average SAT Score - Math .....	524	528	519	---
Average SAT Score - Verbal .....	516	520	505	---
Average SAT Score - Total .....	1040	1048	1024	---
<b>Outcomes Data (c)</b>				
Third-Semester Retention Rates .....	76.4%	76.5%	---	---
Six-Year Graduation Rates .....	48.1%	50.6%	---	---
<b>Student Tuition and Fees</b>				
Total Cost of Attendance (d) .....	\$19,552	\$19,519	\$22,289	---
Full-Time Undergraduate Tuition - State Residents .....	\$4,961	\$5,358	\$5,782	---
Full-Time Undergraduate Tuition - Non-State Residents ...	\$9,699	\$10,474	\$11,730	---
Full-Time Undergraduate Fees .....	\$2,991	\$3,382	\$3,740	---
<b>OPERATING DATA</b>				
<b>Institutional Support</b>				
<b>Institutional Expenditures</b>				
Instruction .....	\$ 41,206,000	\$ 44,270,000	\$ 43,799,000	---
Sponsored Programs and Research .....	\$620,000	\$539,000	\$ 533,000	---
Academic Support .....	\$8,416,000	\$9,466,000	\$ 9,365,000	---
Student Services .....	\$7,670,000	\$8,365,000	\$ 8,276,000	---
Institutional Support .....	\$22,452,000	\$22,020,000	\$ 21,786,000	---
Physical Plant and Support Services .....	\$11,952,000	\$12,229,000	\$ 12,099,000	---
<b>Special Purpose Appropriations</b>				
Separately Budgeted Research .....	\$150,000	\$120,000	\$150,000	\$150,000
College Work Study Program (State Share) .....	\$82,000	\$82,000	\$82,000	\$82,000
Affirmative Action and Equal Employment Opportunity ....	\$80,000	\$80,000	\$80,000	\$80,000
Academic Development .....	\$170,000	\$170,000	\$170,000	\$170,000
New Jersey Project .....	\$100,000	\$100,000	\$100,000	\$100,000
Outcomes Assessment .....	\$65,000	\$65,000	\$65,000	\$65,000
Teacher Preparation .....	\$147,000	\$147,000	\$147,000	\$147,000

	Actual FY 2005	Actual FY 2006	Revised FY 2007	Budget Estimate FY 2008
<b>PERSONNEL DATA</b>				
<b>Position Data</b>				
State-funded Positions .....	947	947	947	947

**Notes:**

- (a) Equated on the basis of 32 credit hours per undergraduate student and 24 credit hours per graduate student.  
 (b) Calculated on the basis of budgeted teaching positions (including adjunct faculty) and equated full-time (weighted) students.  
 (c) As calculated by the Student Unit Record Enrollment (SURE) system.  
 (d) As reported to the Higher Education Student Assistance Authority. Includes tuition, fees, room and board, transportation, and supplies.

**APPROPRIATIONS DATA**  
 (thousands of dollars)

Year Ending June 30, 2006					Year Ending June 30, 2008				
Orig. & (S)Supple- mental	Reapp. & (R)Recpts.	Transfers & (E)Emer- gencies	Total Available	Expended		Prog. Class.	2007 Adjusted Approp.	Requested	Recom- mended
GRANTS-IN-AID									
Distribution by Fund and Program									
152,665	9,297	1,337	163,299	163,299	Institutional Support	82	168,882	198,730	171,987
152,665	9,297	1,337	163,299	163,299	Total Grants-in-Aid		168,882	198,730	171,987
Less:									
---	(3,341)	---	(3,341)	(3,341)	Receipts from Tuition Increase		(3,424)	---	---
(49,302)	(2,161)	---	(51,463)	(51,463)	General Services Income		(53,466)	(56,890)	(56,890)
(24,563)	(2,212)	---	(26,775)	(26,775)	Auxiliary Funds Income		(29,778)	(30,500)	(30,500)
(15,737)	(1,583)	---	(17,320)	(17,320)	Special Funds Income		(17,500)	(17,700)	(17,700)
(22,315)	---	---	(22,315)	(22,315)	Employee Fringe Benefits		(25,746)	(26,024)	(26,024)
(111,917)	(9,297)	---	(121,214)	(121,214)	Total Income Deductions		(129,914)	(131,114)	(131,114)
40,748	---	1,337	42,085	42,085	Total State Appropriation		38,968	67,616	40,873
Distribution by Fund and Object									
Special Purpose:									
152,665	9,297 R	1,337	163,299	163,299	General Institutional Operations (a)	82	168,882	170,082	171,987
---	---	---	---	---	Restoration of Salary Program Funding	82	---	16,847	---
---	---	---	---	---	Increase Number of State Funded Positions	82	---	7,551	---
---	---	---	---	---	Recruitment in Teacher Education: New Jersey Teaching Scholars	82	---	500	---
---	---	---	---	---	William Paterson Professional Development Center	82	---	1,000	---
---	---	---	---	---	Enhancing Library Collections and Support	82	---	500	---
---	---	---	---	---	Teacher Quality and Capacity	82	---	750	---
---	---	---	---	---	Additional Support for High Enrollment Growth	82	---	1,500	---
Less:									
(111,917)	(9,297) R	---	(121,214)	(121,214)	Income Deductions		(129,914)	(131,114)	(131,114)
40,748	---	1,337	42,085	42,085	Grand Total State Appropriation		38,968	67,616	40,873

**Notes -- Grants-In-Aid - General Fund**

- (a) The appropriation for General Institutional Operations has been adjusted to include Teacher Preparation and the High Enrollment Growth Adjustment.

**Language Recommendations -- Grants-In-Aid - General Fund**

Of the sums hereinabove appropriated for William Paterson University of New Jersey, \$100,000 is appropriated for the New Jersey Project and \$65,000 is appropriated for Outcomes Assessment. These accounts shall be considered special purpose appropriations for accounting and reporting purposes.

For the purpose of implementing the appropriations act for the current fiscal year, the number of State-funded positions at William Paterson University of New Jersey shall be 947.

## 30. EDUCATIONAL, CULTURAL, AND INTELLECTUAL DEVELOPMENT

## 36. HIGHER EDUCATIONAL SERVICES

## 2465. MONTCLAIR STATE UNIVERSITY

Montclair State University began in 1908 as a two-year Normal School. The management of the University is vested in its nine-member Board of Trustees appointed by the Governor, subject to the approval of the Senate. The University offers a broad spectrum of general liberal arts education and professional studies for more than 16,000 students for both full-time and part-time undergraduate, graduate, and doctorate programs.

The main campus of Montclair State University has 246 acres divided between the town of Montclair in Essex County and the municipalities of Little Falls and Clifton in Passaic County. Presently over 60 buildings comprise the physical plant, including campus housing for more than 3,200 students, a student center, a new 500-seat theater for the performing arts, and a new Children's

Center that opened in the fall of 2005. The Children's Center, a 21,500 square foot facility, serves as a first-class site for the University's early childhood education program. A new academic facility, University Hall, opened in the spring of 2006. This 275,000 square foot academic building provides the latest multi-media classroom technologies in sixty fully mediated and interconnected meeting and learning spaces. Among these are six 100-seat and one 200-seat e-conference-capable amphitheater style lecture halls and a 500-seat conference center.

The University also operates a 30-acre nature preserve at Lake Valhalla (Morris County) and, as part of the University's School of Conservation, a 240-acre environmental education center in Stokes State Forest (Sussex County).

## EVALUATION DATA

	Actual FY 2005	Actual FY 2006	Revised FY 2007	Budget Estimate FY 2008
<b>PROGRAM DATA</b>				
<b>Institutional Support</b>				
Enrollment total .....	15,695	16,063	16,076	16,586
Enrollment total (Weighted) (a) .....	11,487	11,892	12,197	12,601
Undergraduate total .....	11,819	12,174	12,365	12,801
Undergraduate total (Weighted) (a) .....	9,640	10,043	10,426	10,795
Full-time .....	9,536	9,909	10,221	10,717
Full-time (Weighted) (a) .....	8,705	9,100	9,525	9,982
Part-time .....	2,283	2,265	2,144	2,084
Part-time (Weighted) (a) .....	935	943	901	813
Graduate total .....	3,876	3,889	3,711	3,785
Graduate total (Weighted) (a) .....	1,847	1,849	1,771	1,806
Full-time .....	826	828	814	864
Full-time (Weighted) (a) .....	729	721	713	741
Part-time .....	3,050	3,061	2,897	2,921
Part-time (Weighted) (a) .....	1,118	1,128	1,058	1,065
Degree programs offered .....	82	87	93	93
Courses offered .....	2,024	2,176	2,080	2,080
<b>Degrees Granted</b>				
Bachelors .....	2,206	2,492	2,500	2,500
Masters .....	711	721	730	730
Doctorate .....	2	8	10	10
Ratio: Student/faculty (b) .....	18/1	17/1	17/1	17/1
<b>Extension and Public Service</b>				
Enrollment .....	6,679	6,570	6,549	6,549
Enrollment (Weighted) (a) .....	2,318	2,287	2,267	2,267
Summer undergraduate .....	4,877	4,789	4,811	4,811
Summer undergraduate (Weighted) (a) .....	1,648	1,621	1,624	1,624
Summer graduate .....	1,802	1,781	1,738	1,738
Summer graduate (Weighted) (a) .....	670	666	643	643
Program revenue .....	\$6,996,161	\$7,943,435	\$8,529,438	\$8,529,438
<b>Full-Time, First-Time, Degree-Seeking Freshmen who are Regular Admission Students</b>				
Average SAT Score - Math .....	1,461	1,592	1,697	---
Average SAT Score - Math .....	537	548	530	---
Average SAT Score - Verbal .....	524	537	515	---
Average SAT Score - Total .....	1061	1085	1045	---
<b>Outcomes Data (c)</b>				
Third-Semester Retention Rates .....	82.2%	81.0%	---	---
Six-Year Graduation Rates .....	56.3%	58.8%	---	---

	Actual FY 2005	Actual FY 2006	Revised FY 2007	Budget Estimate FY 2008
Student Tuition and Fees				
Total Cost of Attendance (d) . . . . .	\$19,158	\$21,311	\$23,013	---
Full-Time Undergraduate Tuition - State Residents . . . . .	\$5,168	\$5,581	\$6,028	---
Full-Time Undergraduate Tuition - Non-State Residents . . . . .	\$8,836	\$10,029	\$11,382	---
Full-Time Undergraduate Fees . . . . .	\$1,979	\$2,268	\$2,531	---

**OPERATING DATA****Institutional Support****Institutional Expenditures**

Instruction . . . . .	\$67,256,420	\$74,669,101	\$80,508,672	---
Academic Support . . . . .	\$16,400,441	\$18,486,337	\$17,762,045	---
Student Services . . . . .	\$14,898,636	\$18,051,614	\$17,033,817	---
Institutional Support . . . . .	\$34,571,629	\$38,392,105	\$45,186,851	---
Physical Plant and Support Services . . . . .	\$21,290,090	\$25,885,800	\$26,163,780	---

**Special Purpose Appropriations**

Separately Budgeted Research . . . . .	\$120,265	\$130,330	\$124,948	\$131,195
College Work Study Program (State Share) . . . . .	\$233,617	\$111,215	\$100,000	\$105,000
Affirmative Action and Equal Employment Opportunity . . . . .	\$114,473	\$130,854	\$140,637	\$147,669
New Jersey State School of Conservation . . . . .	\$1,050,000	\$1,050,000	\$1,050,000	\$1,050,000

**PERSONNEL DATA****Position Data**

State-funded Positions . . . . .	1,102	1,102	1,102	1,102
----------------------------------	-------	-------	-------	-------

**Notes:**

- (a) Equated on the basis of 32 credit hours per undergraduate student and 24 credit hours per graduate student.  
 (b) Calculated on the basis of teaching positions ( including adjunct faculty ) and equated full-time ( weighted ) students.  
 (c) As calculated by the Student Unit Record Enrollment (SURE) system.  
 (d) As reported to the Higher Education Student Assistance Authority. Includes tuition, fees, room and board, transportation, and supplies.

**APPROPRIATIONS DATA**  
(thousands of dollars)

Year Ending June 30, 2006					Year Ending June 30, 2008				
Orig. & (S)Supple- mental	Reapp. & (R)Recpts.	Transfers & (E)Emer- gencies	Total Available	Expended		Prog. Class.	2007 Adjusted Approp.	Requested	Recom- mended
GRANTS-IN-AID									
Distribution by Fund and Program									
211,109	21,534	2,910	235,553	235,553	Institutional Support	82	251,788	281,704	260,044
211,109	21,534	2,910	235,553	235,553	Total Grants-in-Aid		251,788	281,704	260,044
Less:									
---	(8,383)	---	(8,383)	(8,383)	Receipts from Tuition Increase		(7,786)	---	---
(102,233)	(2,279)	---	(104,512)	(104,512)	General Services Income		(116,215)	(130,302)	(130,302)
(930)	(87)	---	(1,017)	(1,017)	Conservation School Receipts		(873)	(900)	(900)
(26,654)	(6,815)	---	(33,469)	(33,469)	Auxiliary Funds Income		(37,452)	(39,672)	(39,672)
(6,400)	(3,970)	---	(10,370)	(10,370)	Special Funds Income		(9,212)	(9,269)	(9,269)
(27,447)	---	---	(27,447)	(27,447)	Employee Fringe Benefits		(34,122)	(31,856)	(31,856)
(163,664)	(21,534)	---	(185,198)	(185,198)	Total Income Deductions		(205,660)	(211,999)	(211,999)
47,445	---	2,910	50,355	50,355	Total State Appropriation		46,128	69,705	48,045

Year Ending June 30, 2006					Year Ending June 30, 2008				
Orig. & (S)Supple- mental	Reapp. & (R)Recpts.	Transfers & (E)Emer- gencies	Total Available	Expended	Prog. Class.	2007 Adjusted Approp.	Requested	Recom- mended	
GRANTS-IN-AID									
Distribution by Fund and Object									
Special Purpose:									
211,109	21,534 <sup>R</sup>	2,910	235,553	235,553	General Institutional Operations <sup>(a)</sup>	82	251,788	258,127	260,044
---	---	---	---	---	Non-Personnel Inflation Increases	82	---	2,396	---
---	---	---	---	---	Maintenance and Renewal	82	---	6,005	---
---	---	---	---	---	Base Budget Increase for Enrollment Growth	82	---	15,176	---
Less:									
(163,664)	(21,534) <sup>R</sup>	---	(185,198)	(185,198)	Income Deductions	(205,660)	(211,999)	(211,999)	
47,445	---	2,910	50,355	50,355	Grand Total State Appropriation	46,128	69,705	48,045	

**Notes -- Grants-In-Aid - General Fund**

(a) The appropriation for General Institutional Operations has been adjusted to include Teacher Preparation and the High Enrollment Growth Adjustment.

**Language Recommendations -- Grants-In-Aid - General Fund**

In addition to the sums hereinabove appropriated for Montclair State University, all revenues from lease agreements between Montclair State University and corporations operating satellite relay stations are appropriated.

Of the sums hereinabove appropriated for Montclair State University, \$1,050,000 is appropriated for the New Jersey State School of Conservation. This account shall be considered a special purpose appropriation for accounting and reporting purposes.

For the purpose of implementing the appropriations act for the current fiscal year, the number of State-funded positions at Montclair State University shall be 1,102.

**30. EDUCATIONAL, CULTURAL, AND INTELLECTUAL DEVELOPMENT****36. HIGHER EDUCATIONAL SERVICES****2470. THE COLLEGE OF NEW JERSEY**

The College of New Jersey (TCNJ) is a highly selective institution that has earned national recognition for its commitment to excellence. Founded in 1855 as the New Jersey State Normal School, the College was the state's first, and the nation's ninth, teacher training school. During the 150 years since its inception, The College of New Jersey has become an exemplar of the best in public higher education and is consistently acknowledged as one of the top comprehensive colleges in the nation. TCNJ currently is ranked as one of the 75 "Most Competitive" schools in the nation by Barron's Profiles of American Colleges and is rated the No. 1 public institution in the northern region of the country by U.S. News & World Report.

A strong liberal arts core forms the foundation for a wealth of degree programs offered through TCNJ's seven schools - Art, Media and Music; Business; Culture and Society; Education; Engineering; Nursing, Health and Exercise Science; and Science. The College is enriched by an honors program and extensive opportunities to study abroad, and its award-winning First-Year

Experience and freshman orientation programs have helped make its retention and graduation rates among the highest in the country.

Known for its natural beauty, the College's campus is set on 289 tree-lined acres in suburban Ewing Township. The College has 39 major buildings, including a state-of-the-art library; 14 residence halls that accommodate 3,600 students; an award-winning student center; more than 20 academic computer laboratories; a full range of laboratories for nursing, microscopy, science, and technology; a music building with a 300-seat concert hall; and a collegiate recreation and athletic facilities complex.

The College of New Jersey encourages students to expand their talents and skills through more than 150 organizations that are open to students. These groups include performing ensembles, professional and honor societies, student publications, Greek organizations, intramural and club sports, as well as numerous leadership opportunities including Student Finance Board, Student Government Association, and Residence Hall Government.

## EVALUATION DATA

	Actual FY 2005	Actual FY 2006	Revised FY 2007	Budget Estimate FY 2008
<b>PROGRAM DATA</b>				
<b>Institutional Support</b>				
Enrollment total .....	6,757	6,667	6,812	6,812
Enrollment total (Weighted) (a) .....	6,080	6,044	6,232	6,232
Undergraduate total .....	5,849	5,795	5,972	5,972
Undergraduate total (Weighted) (a) .....	5,637	5,590	5,807	5,807
Full-time .....	5,616	5,603	5,761	5,761
Full-time (Weighted) (a) .....	5,550	5,514	5,724	5,724
Part-time .....	233	192	211	211
Part-time (Weighted) (a) .....	87	76	83	83
Graduate total .....	908	872	840	840
Graduate total (Weighted) (a) .....	443	454	425	425
Full-time .....	90	116	111	111
Full-time (Weighted) (a) .....	93	122	115	115
Part-time .....	818	756	729	729
Part-time (Weighted) (a) .....	350	332	310	310
Degree programs offered .....	60	61	61	61
Courses offered .....	2,049	2,049	2,048	2,048
<b>Degrees Granted</b>				
Bachelors .....	1,415	1,339	1,377	1,377
Masters .....	415	401	408	408
Ratio: Student/faculty (b) .....	13/1	12/1	13/1	13/1
<b>Extension and Public Service</b>				
Enrollment .....	3,374	3,556	3,428	3,428
Enrollment (Weighted) (a) .....	1,348	1,545	1,477	1,477
Summer undergraduate .....	1,024	974	999	999
Summer undergraduate (Weighted) (a) .....	301	348	330	330
Summer graduate .....	515	822	669	669
Summer graduate (Weighted) (a) .....	196	370	320	320
Part-time and extension (off-campus) .....	1,835	1,760	1,760	1,760
Part-time and extension (off-campus) (Weighted) (a) .....	851	827	827	827
Program revenue .....	\$4,727,154	\$4,970,000	\$5,068,000	\$5,068,000
<b>Full-Time, First-Time, Degree-Seeking Freshmen who are</b>				
Regular Admission Students .....	964	982	1,013	---
Average SAT Score - Math .....	663	668	662	---
Average SAT Score - Verbal .....	645	643	638	---
Average SAT Score - Total .....	1308	1311	1300	---
<b>Outcomes Data (c)</b>				
Third-Semester Retention Rates (d) .....	94.9%	95.3%	---	---
Six-Year Graduation Rates .....	81.6%	85.4%	---	---
<b>Student Tuition and Fees</b>				
Total Cost of Attendance (e) .....	\$19,815	\$20,889	\$22,595	---
Full-Time Undergraduate Tuition - State Residents .....	\$6,621	\$7,051	\$7,615	---
Full-Time Undergraduate Tuition - Non-State Residents .....	\$11,562	\$12,314	\$14,162	---
Full-Time Undergraduate Fees .....	\$2,367	\$2,656	\$2,938	---
<b>OPERATING DATA</b>				
<b>Institutional Support</b>				
<b>Institutional Expenditures (f)</b>				
Instruction .....	\$35,132,260	\$36,695,000	\$39,332,000	---
Academic Support .....	\$9,520,676	\$10,281,000	\$10,960,000	---
Student Services .....	\$9,939,957	\$10,491,000	\$10,280,000	---
Institutional Support .....	\$11,215,190	\$11,406,000	\$11,879,000	---
Physical Plant and Support Services .....	\$14,084,215	\$15,678,000	\$16,367,000	---
<b>Special Purpose Appropriations</b>				
Separately Budgeted Research .....	\$630,413	\$655,629	\$681,854	\$681,854
College Work Study Program (State Share) .....	\$52,103	\$51,679	\$65,000	\$65,000
Affirmative Action and Equal Employment Opportunity .....	\$129,773	\$130,216	\$81,086	\$81,086
Scholarships (Includes Minority) .....	\$8,051,383	\$9,480,000	\$10,090,000	\$10,090,000

	Actual FY 2005	Actual FY 2006	Revised FY 2007	Budget Estimate FY 2008
<b>PERSONNEL DATA</b>				
<b>Position Data</b>				
State-funded Positions . . . . .	823	823	823	823

**Notes:**

- (a) Equated on a basis of 32 credit hours per undergraduate student and 24 credit hours per graduate student.  
 (b) Calculated on the basis of budgeted teaching positions (including adjunct faculty) and equated full-time (weighted) students.  
 (c) As calculated by the Student Unit Record Enrollment ( SURE ) System.  
 (d) FY 2005 Third-Semester Retention Rate corrected.  
 (e) As reported to the Higher Education Student Assistance Authority. Includes tuition, fees, room and board, transportation, and supplies.  
 (f) FY 2005 Institutional Expenditures have been revised for consistency in presentation.

**APPROPRIATIONS DATA**  
 (thousands of dollars)

Year Ending June 30, 2006					Year Ending June 30, 2008			
Orig. & (S)Supple- mental	Reapp. & (R)Recpts.	Transfers & (E)Emer- gencies	Total Available	Expended	Prog. Class.	2007 Adjusted Approp.	Requested	Recom- mended
<b>GRANTS-IN-AID</b>								
<b>Distribution by Fund and Program</b>								
157,379	8,331	1,170	166,880	166,880	82	178,169	193,710	179,219
<b>157,379</b>	<b>8,331</b>	<b>1,170</b>	<b>166,880</b>	<b>166,880</b>		<b>178,169</b>	<b>193,710</b>	<b>179,219</b>
<b>Less:</b>								
---	(2,814)	---	(2,814)	(2,814)		(3,931)	---	---
(50,707)	(549)	---	(51,256)	(51,256)		(56,085)	(60,016)	(60,016)
(32,229)	(2,123)	---	(34,352)	(34,352)		(38,088)	(38,088)	(38,088)
(17,709)	(2,845)	---	(20,554)	(20,554)		(22,492)	(21,951)	(21,951)
(19,927)	---	---	(19,927)	(19,927)		(22,557)	(22,539)	(22,539)
<b>(120,572)</b>	<b>(8,331)</b>	<b>---</b>	<b>(128,903)</b>	<b>(128,903)</b>		<b>(143,153)</b>	<b>(142,594)</b>	<b>(142,594)</b>
<b>36,807</b>	<b>---</b>	<b>1,170</b>	<b>37,977</b>	<b>37,977</b>		<b>35,016</b>	<b>51,116</b>	<b>36,625</b>
<b>Distribution by Fund and Object</b>								
<b>Special Purpose:</b>								
157,379	8,331 <sup>R</sup>	1,170	166,880	166,880				
---	---	---	---	---	82	178,169	177,610	179,219
---	---	---	---	---	82	---	4,200	---
---	---	---	---	---	82	---	900	---
---	---	---	---	---	82	---	2,000	---
---	---	---	---	---	82	---	9,000	---
<b>Less:</b>								
<b>(120,572)</b>	<b>(8,331) <sup>R</sup></b>	<b>---</b>	<b>(128,903)</b>	<b>(128,903)</b>		<b>(143,153)</b>	<b>(142,594)</b>	<b>(142,594)</b>
<b>36,807</b>	<b>---</b>	<b>1,170</b>	<b>37,977</b>	<b>37,977</b>		<b>35,016</b>	<b>51,116</b>	<b>36,625</b>

**Notes -- Grants-In-Aid - General Fund**

- (a) The appropriation for General Institutional Operations has been adjusted to include Teacher Preparation and the High Enrollment Growth Adjustment.

**Language Recommendations -- Grants-In-Aid - General Fund**

For the purpose of implementing the appropriations act for the current fiscal year, the number of State-funded positions at The College of New Jersey shall be 823.

## 30. EDUCATIONAL, CULTURAL, AND INTELLECTUAL DEVELOPMENT

## 36. HIGHER EDUCATIONAL SERVICES

## 2475. RAMAPO COLLEGE OF NEW JERSEY

Ramapo College of New Jersey was chartered in 1969. Responsibility for the management of the College is vested in its nine-member Board of Trustees appointed by the Governor, subject to the approval of the New Jersey Senate.

Ramapo College is located in the foothills of the Ramapo Mountains in northwest Bergen County, close to the New York State border. The wooded, almost rural, setting is enhanced by the

award-winning, barrier-free modern buildings, residence halls and student apartments. Facilities include modern academic buildings, a library, a science building, a student center, the Bill Bradley Sports and Recreation Center, the Angelica and Russ Berrie Center for Performing and Visual Arts, outdoor tennis courts, and a variety of playing fields. In addition, construction has begun on a new academic facility to house the Anisfield School of Business, scheduled for completion in fall 2007.

## EVALUATION DATA

	Actual FY 2005	Actual FY 2006	Revised FY 2007	Budget Estimate FY 2008
<b>PROGRAM DATA</b>				
<b>Institutional Support</b>				
Enrollment total .....	5,541	5,433	5,543	5,543
Enrollment total (Weighted) (a) .....	4,617	4,636	4,707	4,707
Undergraduate total .....	5,182	5,131	5,217	5,217
Undergraduate total (Weighted) (a) .....	4,466	4,515	4,576	4,576
Full-time .....	4,021	4,129	4,048	4,048
Full-time (Weighted) (a) .....	3,953	4,129	4,118	4,118
Part-time .....	1,161	1,002	1,169	1,169
Part-time (Weighted) (a) .....	513	386	458	458
Graduate total .....	359	302	326	326
Graduate total (Weighted) (a) .....	151	121	131	131
Full-time .....	20	14	16	16
Full-time (Weighted) (a) .....	17	14	9	9
Part-time .....	339	288	310	310
Part-time (Weighted) (a) .....	134	107	122	122
Courses offered .....	2,081	1,743	1,750	1,750
<b>Degrees Granted</b>				
Bachelors .....	1,046	1,103	1,111	1,111
Masters .....	106	136	136	136
Ratio: Student/faculty (b) .....	17/1	17/1	17/1	17/1
<b>Extension and Public Service</b>				
Enrollment .....	1,923	1,699	1,314	1,314
Enrollment (Weighted) (a) .....	335	289	228	228
Summer undergraduate .....	1,537	1,427	1,042	1,042
Summer undergraduate (Weighted) (a) .....	242	224	164	164
Summer graduate .....	215	207	207	207
Summer graduate (Weighted) (a) .....	46	47	46	46
Part-time and extension (off-campus) .....	171	65	65	65
Part-time and extension (off-campus) (Weighted) (a) ....	47	18	18	18
Program revenue .....	\$1,827,413	\$1,813,941	\$1,934,262	\$1,934,262
<b>Full-Time, First-Time, Degree-Seeking Freshmen who are</b>				
Regular Admission Students .....	600	597	637	---
Average SAT Score - Math .....	585	597	595	---
Average SAT Score - Verbal .....	575	581	581	---
Average SAT Score - Total .....	1160	1178	1176	---
<b>Outcomes Data (c)</b>				
Third-Semester Retention Rates .....	89.1%	86.3%	---	---
Six-Year Graduation Rates .....	56.2%	65.6%	---	---
<b>Student Tuition and Fees</b>				
Total Cost of Attendance (d) .....	\$19,240	\$20,426	\$23,071	---
Full-Time Undergraduate Tuition - State Residents .....	\$5,640	\$6,091	\$6,580	---
Full-Time Undergraduate Tuition - Non-State Residents ...	\$10,192	\$11,008	\$11,890	---
Full-Time Undergraduate Fees .....	\$2,441	\$2,701	\$2,916	---



	Actual FY 2005	Actual FY 2006	Revised FY 2007	Budget Estimate FY 2008
<b>OPERATING DATA</b>				
<b>Institutional Support</b>				
Institutional Expenditures (e)				
Instruction .....	\$26,647,405	\$28,286,940	\$30,542,000	---
Academic Support .....	\$4,898,365	\$5,444,290	\$5,617,000	---
Student Services .....	\$8,967,757	\$9,255,562	\$9,825,000	---
Institutional Support .....	\$14,391,055	\$15,590,018	\$16,523,000	---
Physical Plant and Support Services .....	\$10,240,004	\$11,381,141	\$12,145,000	---
Special Purpose Appropriations				
Separately Budgeted Research .....	\$69,589	\$85,907	\$100,000	\$100,000
College Work Study Program (State Share) .....	\$34,796	\$44,401	\$70,000	\$70,000
Affirmative Action and Equal Employment Opportunity ....	\$126,000	\$218,970	\$310,000	\$310,000
Student Financial Assistance .....	\$726,351	\$902,312	\$816,000	\$816,000
William T. Cahill Recognition Programs .....	\$200,000	\$200,000	\$200,000	\$200,000
Equipment Leasing Fund - Debt Service .....	\$91,000	\$91,000	\$91,000	\$91,000

**PERSONNEL DATA****Position Data**

State-funded Positions .....	481	481	481	481
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**Notes:**

- (a) Equated on the basis of 32 credit hours per undergraduate student and 24 credit hours per graduate student.  
 (b) Calculated on the basis of budgeted teaching positions (including adjunct faculty) and equated full-time (weighted) students.  
 (c) As calculated by the Student Unit Record Enrollment (SURE) system.  
 (d) As reported to the Higher Education Student Assistance Authority. Includes tuition, fees, room and board, transportation, and supplies.  
 (e) FY 2005 Institutional Expenditures have been revised for consistency in presentation.

**APPROPRIATIONS DATA**  
 (thousands of dollars)

Year Ending June 30, 2006					Year Ending June 30, 2008				
Orig. & (S)Supple- mental	Reapp. & (R)Recpts.	Transfers & (E)Emer- gencies	Total Available	Expended	Prog. Class.	2007 Adjusted Approp.	Requested	Recom- mended	
<b>GRANTS-IN-AID</b>									
<b>Distribution by Fund and Program</b>									
100,847	4,630	861	106,338	106,338	82	114,020	124,698	115,567	
<b>100,847</b>	<b>4,630</b>	<b>861</b>	<b>106,338</b>	<b>106,338</b>		<b>114,020</b>	<b>124,698</b>	<b>115,567</b>	
<b>Less:</b>									
---	(2,300)	---	(2,300)	(2,300)		(2,559)	---	---	
(36,742)	---	---	(36,742)	(36,742)		(40,547)	(43,106)	(43,106)	
(23,528)	(1,330)	---	(24,858)	(24,858)		(27,615)	(28,897)	(28,897)	
(7,847)	(1,000)	---	(8,847)	(8,847)		(9,603)	(8,998)	(8,998)	
(12,174)	---	---	(12,174)	(12,174)		(14,117)	(14,336)	(14,336)	
<b>(80,291)</b>	<b>(4,630)</b>	<b>---</b>	<b>(84,921)</b>	<b>(84,921)</b>		<b>(94,441)</b>	<b>(95,337)</b>	<b>(95,337)</b>	
<b>20,556</b>	<b>---</b>	<b>861</b>	<b>21,417</b>	<b>21,417</b>		<b>19,579</b>	<b>29,361</b>	<b>20,230</b>	
<b>Distribution by Fund and Object</b>									
Special Purpose:									
100,847	4,630 <sup>R</sup>	861	106,338	106,338	82	114,020	115,503	115,567	
---	---	---	---	---	82	---	4,936	---	
---	---	---	---	---	82	---	4,259	---	
<b>(80,291)</b>	<b>(4,630)<sup>R</sup></b>	<b>---</b>	<b>(84,921)</b>	<b>(84,921)</b>		<b>(94,441)</b>	<b>(95,337)</b>	<b>(95,337)</b>	
<b>20,556</b>	<b>---</b>	<b>861</b>	<b>21,417</b>	<b>21,417</b>		<b>19,579</b>	<b>29,361</b>	<b>20,230</b>	

**Notes -- Grants-In-Aid - General Fund**

(a) The appropriation for General Institutional Operations has been adjusted to include the High Enrollment Growth Adjustment.

**Language Recommendations -- Grants-In-Aid - General Fund**

Of the sums hereinabove appropriated for Ramapo College of New Jersey, \$200,000 is appropriated for the Governor William T. Cahill Recognition Programs. This account shall be considered a special purpose appropriation for accounting and reporting purposes.

For the purpose of implementing the appropriations act for the current fiscal year, the number of State-funded positions at Ramapo College of New Jersey shall be 481.

**30. EDUCATIONAL, CULTURAL, AND INTELLECTUAL DEVELOPMENT****36. HIGHER EDUCATIONAL SERVICES****2480. THE RICHARD STOCKTON COLLEGE OF NEW JERSEY**

The Richard Stockton College of New Jersey is a nationally ranked public liberal arts and professional studies institution in the New Jersey system of higher education. It was established in 1969 and admitted its first students in September 1971. Currently, over 6,800 students are enrolled at the College, which provides distinctive traditional and alternative approaches to education.

The operation and management of the College is vested in a Board of Trustees whose members, except for two students elected by the student body and the College President who serves ex officio, are appointed by the Governor with the consent of the New Jersey Senate. The President of the College, appointed by the Board of Trustees as chief executive officer, is entrusted with providing academic, fiscal and administrative leadership for the College. The College's faculty includes nationally known scholars.

Stockton is located on a 1,600-acre campus in Galloway Township in the pine barrens of southern New Jersey, only 12 miles west of Atlantic City. The College's unique and award-winning academic complex comprises eighteen buildings or wings, including a multipurpose recreation center, an arts and sciences building and a

health sciences facility. The College is environmentally concerned and has installed America's largest closed-loop geothermal heating/cooling system as well as an advanced fuel cell energy system.

The Carnegie Library Center serves the needs of hospitality and tourism, provides access to undergraduate and graduate education, and provides professional development for area professionals. The Carnegie Center also hosts the Small Business Development Center for Atlantic, Cape May, and Cumberland counties. In addition to its educational mission, the Carnegie Center has become a cultural center and meeting place for non-profit agencies.

Two regional hospitals are located on the campus, and the College also operates a Marine Science Laboratory along Nacote Creek, Port Republic City. Modern campus housing is available to accommodate approximately 2,100 students in both apartment- and dormitory-style living arrangements.

The College is the only four-year academic institution in the rapidly developing region of southeastern New Jersey.

**EVALUATION DATA**

	<b>Actual FY 2005</b>	<b>Actual FY 2006</b>	<b>Revised FY 2007</b>	<b>Budget Estimate FY 2008</b>
<b>PROGRAM DATA</b>				
<b>Institutional Support</b>				
Enrollment total .....	6,846	6,846	6,861	6,861
Enrollment total (Weighted) (a) .....	5,802	5,803	5,815	5,815
Undergraduate total .....	6,426	6,426	6,416	6,416
Undergraduate total (Weighted) (a) .....	5,553	5,553	5,559	5,559
Full-time .....	5,392	5,392	5,460	5,460
Full-time (Weighted) (a) .....	5,134	5,134	5,167	5,167
Part-time .....	1,034	1,034	956	956
Part-time (Weighted) (a) .....	419	419	392	392
Graduate total .....	420	420	445	445
Graduate total (Weighted) (a) .....	249	250	256	256
Full-time .....	114	114	210	210
Full-time (Weighted) (a) .....	153	153	125	125
Part-time .....	306	306	235	235
Part-time (Weighted) (a) .....	96	97	131	131
Degree programs offered .....	34	35	38	38
Courses offered .....	2,425	2,449	2,449	2,449
Degrees Granted				
Bachelors .....	1,639	1,639	1,629	1,629
Masters .....	92	92	100	100
Ratio: Student/faculty (b) .....	19/1	18/1	18/1	18/1

	Actual FY 2005	Actual FY 2006	Revised FY 2007	Budget Estimate FY 2008
Extension and Public Service				
Enrollment .....	2,488	2,488	2,591	2,591
Enrollment (Weighted) (a) .....	2,147	2,147	2,210	2,210
Summer undergraduate .....	2,257	2,257	2,340	2,340
Summer undergraduate (Weighted) (a) .....	1,997	1,997	2,052	2,052
Summer graduate .....	231	231	251	251
Summer graduate (Weighted) (a) .....	150	150	158	158
Program revenue .....	\$3,208,227	\$3,062,448	\$3,165,470	\$3,165,470
Full-Time, First-Time, Degree-Seeking Freshmen who are Regular Admission Students .....	639	613	559	---
Average SAT Score - Math .....	572	568	568	---
Average SAT Score - Verbal .....	561	552	550	---
Average SAT Score - Total .....	1133	1120	1118	---
Outcomes Data (c)				
Third-Semester Retention Rates .....	83.7%	81.5%	---	---
Six-Year Graduation Rates .....	61.8%	63.2%	---	---
Student Tuition and Fees				
Total Cost of Attendance (d) .....	\$17,429	\$19,292	\$ 19,684	---
Full-Time Undergraduate Tuition - State Residents .....	\$5,091	\$5,498	\$ 5,938	---
Full-Time Undergraduate Tuition - Non-State Residents ...	\$8,256	\$8,896	\$ 10,230	---
Full-Time Undergraduate Fees .....	\$2,112	\$2,896	\$ 3,120	---
<b>OPERATING DATA</b>				
<b>Institutional Support</b>				
Institutional Expenditures				
Instruction .....	\$33,989,000	\$37,610,255	\$42,049,274	---
Sponsored Programs and Research .....	\$555,000	\$543,066	\$569,554	---
Extension and Public Service .....	\$1,954,000	\$2,767,063	\$3,001,751	---
Academic Support .....	\$5,671,000	\$6,301,372	\$6,815,315	---
Student Services .....	\$7,297,000	\$8,112,075	\$8,970,774	---
Institutional Support .....	\$15,070,000	\$15,281,127	\$18,023,620	---
Physical Plant and Support Services .....	\$9,459,000	\$10,002,439	\$11,757,192	---
Special Purpose Appropriations				
Faculty Development & Research .....	\$155,600	\$288,600	\$310,000	\$330,000
College Work Study Program (College Share) .....	\$83,812	\$86,098	\$102,000	\$112,000
Affirmative Action and Equal Employment Opportunity ....	\$51,310	\$237,745	\$261,974	\$280,000
Debt Service (College) .....	\$636,127	\$549,828	\$1,841,483	\$2,043,484
<b>PERSONNEL DATA</b>				
<b>Position Data</b>				
State-funded Positions .....	622	623	623	623

**Notes:**

- (a) Equated on the basis of 32 credit hours per undergraduate student and 24 credit hours per graduate student.
- (b) Calculated on the basis of authorized teaching positions (including adjunct faculty) and equated full-time (weighted) students.
- (c) As calculated by the Student Unit Record Enrollment (SURE) system.
- (d) As reported to the Higher Education Student Assistance Authority. Includes tuition, fees, room and board, transportation, and supplies.

**APPROPRIATIONS DATA**  
(thousands of dollars)

Year Ending June 30, 2006					Year Ending June 30, 2008				
Orig. & (S)Supple- mental	Reapp. & (R)Recpts.	Transfers & (E)Emer- gencies	Total Available	Expended	Prog. Class.	2007 Adjusted Approp.	Requested	Recom- mended	
<b>GRANTS-IN-AID</b>									
<b>Distribution by Fund and Program</b>									
118,507	5,512	1,185	125,204	125,204	Institutional Support	82	128,571	142,135	131,942
<u>118,507</u>	<u>5,512</u>	<u>1,185</u>	<u>125,204</u>	<u>125,204</u>	<b>Total Grants-in-Aid</b>		<b>128,571</b>	<b>142,135</b>	<b>131,942</b>
<b>Less:</b>									
---	(2,458)	---	(2,458)	(2,458)	Receipts from Tuition Increase		(2,751)	---	---
(38,116)	(3,631)	---	(41,747)	(41,747)	General Services Income		(43,972)	(46,773)	(46,773)
(21,924)	(3,445)	---	(25,369)	(25,369)	Auxiliary Funds Income		(25,707)	(27,351)	(27,351)
(19,568)	4,022	---	(15,546)	(15,546)	Special Funds Income		(15,857)	(16,175)	(16,175)
(14,419)	---	---	(14,419)	(14,419)	Employee Fringe Benefits		(16,581)	(16,858)	(16,858)
<u>(94,027)</u>	<u>(5,512)</u>	<u>---</u>	<u>(99,539)</u>	<u>(99,539)</u>	<b>Total Income Deductions</b>		<b>(104,868)</b>	<b>(107,157)</b>	<b>(107,157)</b>
<u>24,480</u>	<u>---</u>	<u>1,185</u>	<u>25,665</u>	<u>25,665</u>	<b>Total State Appropriation</b>		<b>23,703</b>	<b>34,978</b>	<b>24,785</b>
<b>Distribution by Fund and Object</b>									
<b>Special Purpose:</b>									
118,357	5,512 <sup>R</sup>	1,185	125,054	125,054	General Institutional Operations (a)	82	128,421	130,710	131,792
150	---	---	150	150	School of Tourism	82	150	300	150
---	---	---	---	---	Restoration of Base Funding	82	---	1,962	---
---	---	---	---	---	Library Development	82	---	1,281	---
---	---	---	---	---	New Faculty	82	---	147	---
---	---	---	---	---	Division of Business Studies	82	---	482	---
---	---	---	---	---	Academic Support	82	---	312	---
---	---	---	---	---	Student Affairs	82	---	414	---
---	---	---	---	---	Science Facilities and Equipment	82	---	3,933	---
---	---	---	---	---	Academic Technology and Equipment	82	---	2,354	---
---	---	---	---	---	Non-Salary Needs	82	---	213	---
---	---	---	---	---	Workforce Development Initiative	82	---	27	---
<b>Less:</b>									
<u>(94,027)</u>	<u>(5,512)<sup>R</sup></u>	<u>---</u>	<u>(99,539)</u>	<u>(99,539)</u>	<b>Income Deductions</b>		<b>(104,868)</b>	<b>(107,157)</b>	<b>(107,157)</b>
<u>24,480</u>	<u>---</u>	<u>1,185</u>	<u>25,665</u>	<u>25,665</u>	<b>Grand Total State Appropriation</b>		<b>23,703</b>	<b>34,978</b>	<b>24,785</b>

**Notes -- Grants-In-Aid - General Fund**

- (a) The appropriation for General Institutional Operations has been adjusted to include Teacher Preparation and the High Enrollment Growth Adjustment.

**Language Recommendations -- Grants-In-Aid - General Fund**

For the purpose of implementing the appropriations act for the current fiscal year, the number of State-funded positions at The Richard Stockton College of New Jersey shall be 623.

**HIGHER EDUCATIONAL SERVICES****Language Recommendations -- Grants-In-Aid - General Fund**

Notwithstanding the provisions of any law or regulation to the contrary, from the sums hereinabove appropriated for Higher Educational Services-Institutional Support in each of the senior public institutions of higher education, there are allocated such sums as are required to provide the reimbursement to cover tuition costs of the National Guard members pursuant to subsection b. of section 1 of P.L. 1999, c.46 (C.18A:62-24).

Public colleges and universities are authorized to provide a voluntary employee furlough program.

Notwithstanding the provisions of any law or regulation to the contrary, any funds appropriated as Grants-In-Aid and payable to any senior public college or university which requests approval from the Educational Facilities Authority and the Director of the Division of Budget and Accounting may be pledged as a guarantee for payment of principal and interest on any bonds issued by the Educational Facilities Authority or by the college or university. Such funds, if so pledged, shall be made available by the State Treasurer upon receipt of written notification by the Educational Facilities Authority or the Director of the Division of Budget and Accounting that the college or university does not have sufficient funds available for prompt payment of principal and interest on such bonds, and shall be paid by the State Treasurer directly to the holders of such bonds at such time and in such amounts as specified by the bond indenture, notwithstanding that payment of such funds does not coincide with any date for payment otherwise fixed by law.

Of the amount hereinabove appropriated for Higher Educational Services, such sums as the Director of the Division of Budget and Accounting shall determine from the schedule included in the Governor's Budget Message and Recommendations first shall be charged to the State Lottery Fund.

Notwithstanding the provisions of any law or regulation to the contrary, the amounts hereinabove appropriated for the senior public institutions of higher education shall be paid to each institution in twelve equal installments, on the last business day of each month, beginning in July 2007.

### 30. EDUCATIONAL, CULTURAL, AND INTELLECTUAL DEVELOPMENT

#### 37. CULTURAL AND INTELLECTUAL DEVELOPMENT SERVICES

##### OBJECTIVES

1. To increase public participation in the arts, develop audience education in the arts, increase total artistic resources, and increase the availability of professional training in the arts.
2. To collect fine art objects (paintings, sculptures, prints, drawings), decorative art objects (furniture, ceramics, metals, glass, etc.), ethnological and archaeological materials, scientific specimens with a New Jersey focus and specimens from other cultures and regions for comparative purposes.
3. To inspire public pride in New Jersey's rich historical heritage among citizens of all ages, occupations and social backgrounds.
4. To provide non-commercial educational television, radio services, and public broadcasting services to the State's citizens.
5. To coordinate and advise on matters pertaining to public broadcasting among State agencies.
6. To support heritage tourism and cultural programs through advertising and promotion of the State's historic and cultural sites.

##### PROGRAM CLASSIFICATIONS

05. **Support of the Arts.** The State Council on the Arts (N.J.S.A.52:16A-25) provides State and federal grants to art organizations and artists in New Jersey whose projects show professional merit and promise.

Through the services volunteered by the 17-member council appointed by the Governor and the employment of a professional arts manager to serve as Executive Director, the Council cultivates the arts by providing counseling to local artists and art organizations.

Such programs as touring exhibitions, summer festivals, and the artists-in-the-schools are designed to involve more segments of society directly in the arts. Programming also includes those efforts made by the council to research and implement better ways in which to involve the public in the arts in New Jersey.

06. **Museum Services.** Materials are collected, exhibited and interpreted (N.J.S.A.18A:73-1 et seq. and

N.J.S.A.18A:4-26). Collections are in the areas of fine and decorative arts, cultural history and science. Exhibitions are long-term (those with a permanent orientation, like the Planetarium, the Halls of Natural Science and Cultural History), and short-term (changing exhibits with a focus on fine and decorative arts). Through school and public programs and publications, interpretation of the museum environment is accomplished. The Department also supports services provided by the Newark Museum Association, as well as maintenance of the Old Barracks and the War Memorial Fund.

07. **Development of Historical Resources.** The Historical Commission implements programs to advance public knowledge of the history of New Jersey and the United States. The Commission (N.J.S.A.18A:73-21 et seq.) sponsors programs for the production of educational materials, and conducts conferences, lectures and seminars, including the New Jersey History Symposium, and public activities concerned with significant historical events. It also provides financial Grants-In-Aid programs for research in New Jersey history, local history projects, teaching projects and the Governor Alfred E. Driscoll Fellowship.

10. **Public Broadcasting Services.** The New Jersey Public Broadcasting Authority was created (N.J.S.A.48:23-1 et seq.) to establish and operate non-commercial educational television and radio broadcasting stations and to operate one or more public broadcasting telecommunications networks. The authority is empowered to apply for, receive and hold authorizations and licenses from the Federal Communications Commission. It also has the responsibility to provide advisory assistance to other State agencies and local and regional groups regarding public broadcasting networks and communications techniques, planning, budgeting, and related issues. Programs are produced at the Authority's Trenton and Newark studios and on location. Through membership affiliations, the Authority has access to programs from the Public Broadcasting International, the American Program Service, National Public Radio, and Public Radio Industry, as well as from various audio and video tape libraries. New Jersey Nightly News, a production of the New Jersey Public Broadcasting Authority, provides complete news coverage for the State of New Jersey.

## EVALUATION DATA

	Actual FY 2005	Actual FY 2006	Revised FY 2007	Budget Estimate FY 2008
<b>PROGRAM DATA</b>				
<b>Support of the Arts (a)</b>				
Grants awarded .....	864	851	848	848
Performances .....	32,413	33,000	28,000	28,000
Attendance .....	14,058,012	13,733,389	14,250,000	14,250,000
Artists benefiting .....	93,959	94,165	80,000	80,000
<b>Museum Services</b>				
Total Attendance (b) .....	25,703	22,813	25,703	30,000
School program attendance .....	9,426	9,426	9,426	11,723
Public planetarium attendance .....	4,000	1,110	4,000	6,000
Other public program attendance .....	12,277	12,277	12,277	12,277
<b>War Memorial</b>				
Total Events .....	473	545	625	700
Theatre performance events .....	61	75	95	110
Theatre rehearsal events .....	39	55	65	75
Theatre Attendance .....	85,000	100,000	120,000	135,000
Concerts on the Landing .....	9	10	10	16
School Matinees .....	20	25	25	35
School Matinee Attendance .....	24,000	30,000	30,000	50,000
Free Tours .....	27	30	30	35
Tour Attendance .....	900	1,000	1,000	1,225
Meetings/Conferences .....	317	350	400	450

## PERSONNEL DATA

## Position Data

## Filled Positions by Funding Source

State Supported .....	154	159	150	158
Federal .....	2	1	2	2
All Other .....	57	55	60	67
Total Positions .....	213	215	212	227

## Filled Positions by Program Class

Support of the Arts .....	17	17	21	21
Museum Services .....	32	34	33	40
Development of Historical Resources .....	6	6	5	8
Public Broadcasting Services .....	158	158	153	158
Total Positions .....	213	215	212	227

## Notes:

Actual payroll counts are reported for fiscal years 2005 and 2006 as of December and revised fiscal 2007 as of January. The Budget Estimate for fiscal 2008 reflects the number of positions funded.

(a) Actual fiscal 2005 revision due to Department of State's decision to track and report detailed data on Support of the Arts.

(b) The State Museum and Planetarium were closed for renovations during fiscal 2005. The attendance figures for fiscal years 2005 through 2008 are based on the gradual re-opening of parts of the Museum as renovations are completed.

APPROPRIATIONS DATA  
(thousands of dollars)

Year Ending June 30, 2006					Year Ending June 30, 2008			
Orig. & (S)Supple- mental	Reapp. & (R)Recpts.	Transfers & (E)Emer- gencies	Total Available	Expended	Prog. Class.	2007 Adjusted Approp.	Requested	Recom- mended
<b><u>DIRECT STATE SERVICES</u></b>								
<b>Distribution by Fund and Program</b>								
500	---	-2	498	498	Support of the Arts	05	500	500
2,530	4	74	2,608	2,486	Museum Services	06	2,438	3,138
510	---	-16	494	494	Development of Historical Resources	07	510	510
6,446	---	281	6,727	6,727	Public Broadcasting Services	10	5,759	5,759
<b>9,986</b>	<b>4</b>	<b>337</b>	<b>10,327</b>	<b>10,205</b>	<b>Total Direct State Services</b>		<b>9,207<sup>(a)</sup></b>	<b>9,907</b>

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Year Ending June 30, 2006					Year Ending June 30, 2008			
Orig. & (S)Supple- mental	Reapp. & (R)Recpts.	Transfers & (E)Emer- gencies	Total Available	Expended	Prog. Class.	2007 Adjusted Approp.	Requested	Recom- mended
<b>CAPITAL CONSTRUCTION</b>								
<b>Distribution by Fund and Program</b>								
---	5	---	5	---	Support of the Arts	05	---	---
---	3	---	3	3	Museum Services	06	---	---
---	526	1,100	1,626	177	Public Broadcasting Services	10	---	---
---	<b>534</b>	<b>1,100</b>	<b>1,634</b>	<b>180</b>	<b>Total Capital Construction</b>		<b>---</b>	<b>---</b>
<b>Distribution by Fund and Object</b>								
<b>Council on the Arts</b>								
---	5	---	5	---	Visual Arts Display Equipment	05	---	---
<b>Division of State Museum</b>								
---	3	---	3	3	Morven Renovations	06	---	---
<b>New Jersey Public Broadcasting Authority</b>								
---	5	1,100	1,105	---	Digital Transmission	10	---	---
---	133	---	133	133	Replace Emergency Standby Generators	10	---	---
---	44	---	44	44	Repair Access Road to Channel 52 Transmitter	10	---	---
---	44	---	44	---	New Jersey Network: Microwave Technology	10	---	---
---	300	---	300	---	Purchase and Replacement of Equipment	10	---	---
<b>48,328</b>	<b>542</b>	<b>1,437</b>	<b>50,307</b>	<b>48,731</b>	<b>Grand Total State Appropriation</b>		<b>41,167</b>	<b>39,754</b>
<b>OTHER RELATED APPROPRIATIONS</b>								
<b>Federal Funds</b>								
750	30	---	780	743	Support of the Arts	05	750	750
715	---	---	715	---	Museum Services	06	715	715
625	312	---	937	311	Public Broadcasting Services	10	625	625
<b>2,090</b>	<b>342</b>	<b>---</b>	<b>2,432</b>	<b>1,054</b>	<b>Total Federal Funds</b>		<b>2,090</b>	<b>2,090</b>
<b>All Other Funds</b>								
---	293	---	412	192	Support of the Arts	05	225	225
---	119 R	---						
---	255	---						
---	540 R	-4	791	531	Museum Services	06	606	606
---	36	---						
---	8 R	---	44	6	Development of Historical Resources	07	35	26
---	4,351	---						
---	12,906 R	---	17,257	14,458	Public Broadcasting Services	10	13,420	14,057
---	<b>18,508</b>	<b>-4</b>	<b>18,504</b>	<b>15,187</b>	<b>Total All Other Funds</b>		<b>14,286</b>	<b>14,914</b>
<b>50,418</b>	<b>19,392</b>	<b>1,433</b>	<b>71,243</b>	<b>64,972</b>	<b>GRAND TOTAL ALL FUNDS</b>		<b>57,543</b>	<b>56,758</b>

**Notes -- Direct State Services - General Fund**

- (a) The fiscal year 2007 appropriation has been adjusted for the allocation of salary program, as well as the reallocation of State appropriations supporting information technology services to the Office of Information Technology within the Department of Treasury.

**Notes -- Grants-In-Aid - General Fund**

- (b) The appropriation for Battleship New Jersey Utilities has been relocated to the Department of State from the Interdepartmental Accounts.

**Language Recommendations -- Direct State Services - General Fund**

A sum, not to exceed \$225,000, is appropriated from the "Cultural Centers and Historic Preservation Fund," established pursuant to section 20 of P.L. 1987, c. 265, for costs attributable to planning and administering grants for the development of cultural centers, subject to the approval of the Director of the Division of Budget and Accounting.

In addition to the amount hereinabove appropriated for the Division of State Museum, there are appropriated such sums as are required to cover additional costs related to re-opening the Museum, not to exceed \$1,275,000, subject to the approval of the Director of the Division of Budget and Accounting.



**Language Recommendations -- Grants-In-Aid - General Fund**

Of the amount appropriated for Cultural Projects, Grants-In-Aid, an amount not to exceed \$75,000 may be used for administrative purposes, and an amount not to exceed \$125,000 may be used for the assessment and oversight of cultural projects, including administrative costs attendant to this function, in compliance with all pertinent State and federal laws and regulations including the Single Audit Act, subject to the approval of the Director of the Division of Budget and Accounting.

Of the amount hereinabove appropriated for Cultural Projects, the value of project grants awarded within each county shall total not less than \$50,000.

Of the amount hereinabove appropriated for Cultural Projects, funds may be used for the purpose of matching federal grants.

Notwithstanding the provisions of any law or regulation to the contrary, of the amount appropriated for Cultural Projects, 25 percent shall be awarded to cultural groups or artists based in the eight southernmost counties (Cape May, Salem, Cumberland, Gloucester, Camden, Ocean, Atlantic, and Burlington). In the calculation of the allocation percentage, the first \$1,000,000 of any grants that may be awarded to the New Jersey Performing Arts Center or the Rutgers Camden Performing Arts Center shall be disregarded.

The amount hereinabove appropriated for the Battleship New Jersey Utilities shall be used for the utility expenses of the Battleship New Jersey as shall be substantiated by the Home Port Alliance in a submission to the Director of the Division of Budget and Accounting, and shall not be expended without the approval of the Director and the State Treasurer.

Notwithstanding the provisions of section 4 of P.L. 1999, c. 131 (C.18A:73-22.4), from the amount appropriated for New Jersey Historical Commission Research and Agency Grants, an amount not to exceed \$200,000 is appropriated for administrative costs, subject to the approval of the Director of the Division of Budget and Accounting.

**30. EDUCATIONAL, CULTURAL, AND INTELLECTUAL DEVELOPMENT****37. CULTURAL AND INTELLECTUAL DEVELOPMENT SERVICES****2541. DIVISION OF STATE LIBRARY****OBJECTIVES**

1. To collect and maintain library resources and to provide information and other library services to State government, employees and the general public; and through the statewide library network, to provide or locate needed supplementary information or materials not available to patrons at their local libraries.
2. To provide a broad program of public library services for residents of New Jersey who are print handicapped.
3. To develop and coordinate a statewide system of academic, institutional, public, school and special libraries; provide consulting and technical assistance to those libraries; administer State and federal programs for the improvement of library services; and promote and develop library services throughout the State.
4. To develop an infrastructure which provides for cost effective electronic transfer of information; create informational databases and ensure that all citizens have access to this information at home, school, place of business, and at their local library (public, school, academic, corporate); and train library staff in the use of these new information systems.

**PROGRAM CLASSIFICATIONS**

51. **Library Services.** The State Library provides for purchasing, preparing, housing and circulating books, periodicals and other library materials, and supplies information and

consultative services to the three branches of State government and to public, school, academic and special libraries (N.J.S.A. 18A:73-26 et seq.).

Technical and financial assistance is provided under several programs. State Library Aid (N.J.S.A. 18A:74-1 et seq.) is paid to public libraries on a per capita basis; emergency and incentive aid may also be provided to restore service lost because of emergencies and to encourage larger units of service. The New Jersey Library Network Law provides funding for statewide and regionally supplied cooperative library services to individual residents of New Jersey and academic, institutional, public, school and special libraries. Library Development Aid (P.L. 1985, c. 297) provides funding for increased access to audio visual services; development and improvement of library services to the institutionalized; assistance to municipal libraries to maintain branches, evaluate and develop public library collections; and to conserve and preserve collections of historical or special interest.

An affiliation between the State Library and Thomas Edison State College was created by P.L. 2001, c.137, effective July 2, 2001. The College assumed management and administrative oversight responsibility for the Library. The purpose of this affiliation was to provide the State Library and the library community with greater flexibility in managing the resources allocated for library services throughout the State.

**EVALUATION DATA**

	<b>Actual FY 2005</b>	<b>Actual FY 2006</b>	<b>Revised FY 2007</b>	<b>Budget Estimate FY 2008</b>
<b>PROGRAM DATA</b>				
<b>Library Services</b>				
Books and Documents Managed -- State Library .....	1,987,484	2,000,307	2,007,000	2,014,000
Materials Loaned to Individuals and Libraries .....	31,015	35,361	36,000	37,000

	Actual FY 2005	Actual FY 2006	Revised FY 2007	Budget Estimate FY 2008
Books and Documents Managed -- Library for the Blind & Handicapped (LBH) .....	76,402	76,109	79,000	81,000
Materials Loaned to Blind and Handicapped .....	460,373	463,411	477,313	491,633
Customers Served .....	14,781	13,537	12,433	12,806
LBH Volunteers .....	205	170	200	200
LBH Outreach Programs .....	357	471	350	350
Photocopies provided .....	138,322	144,509	145,000	145,000
Library Documents Distributed .....	15,565	15,850	15,000	15,000
Reference Questions Answered .....	21,630	19,971	20,000	20,000
Computer Searches Performed .....	155,257	913,920	920,000	925,000
Electronic Interlibrary Loans .....	231,891	285,701	300,000	300,000
CyberDesk / Internet Contacts .....	4,112,000	9,952,000	10,000,000	10,000,000

**PERSONNEL DATA****Position Data**

## Filled Positions by Funding Source

State Supported .....	75	75	74	74
Federal .....	37	37	37	37
Total Positions .....	112	112	111	111

## Filled Positions by Program Class

Library Services .....	112	112	111	111
------------------------	-----	-----	-----	-----

**APPROPRIATIONS DATA**  
(thousands of dollars)

Year Ending June 30, 2006					Year Ending June 30, 2008				
Orig. & (S)Supple- mental	Reapp. & (R)Recpts.	Transfers & (E)Emer- gencies	Total Available	Expended		Prog. Class.	2007 Adjusted Approp.	Requested	Recom- mended
<b><u>DIRECT STATE SERVICES</u></b>									
<b>Distribution by Fund and Program</b>									
4,370	---	200	4,570	4,570	Library Services	51	4,509	8,301	7,509
<b>4,370</b>	<b>---</b>	<b>200</b>	<b>4,570</b>	<b>4,570</b>	<b>Total Direct State Services</b>		<b>4,509</b> <sup>(a)</sup>	<b>8,301</b>	<b>7,509</b>
<b>Distribution by Fund and Object</b>									
Personal Services:									
3,232	---	200	3,432	3,432	Salaries and Wages		3,371	4,163	3,371
3,232	---	200	3,432	3,432	Total Personal Services		3,371	4,163	3,371
418	---	-36	382	382	Materials and Supplies		418	418	418
193	---	-1	192	192	Services Other Than Personal		193	193	193
27	---	32	59	59	Maintenance and Fixed Charges		27	27	27
Special Purpose:									
500	---	---	500	500	Supplies and Extended Services	51	500	500	500
---	---	---	---	---	Virtual Library (Knowledge Initiative)	51	---	3,000	3,000
---	---	5	5	5	Additions, Improvements and Equipment		---	---	---
<b><u>STATE AID</u></b>									
<b>Distribution by Fund and Program</b>									
18,537	---	---	18,537	18,232	Library Services	51	18,520	19,520	18,520
<b>18,537</b>	<b>---</b>	<b>---</b>	<b>18,537</b>	<b>18,232</b>	<b>Total State Aid</b>		<b>18,520</b>	<b>19,520</b>	<b>18,520</b>
<b>Distribution by Fund and Object</b>									
State Aid:									
8,665	---	---	8,665	8,665	Per Capita Library Aid	51	8,665	8,665	8,665
4,777	---	---	4,777	4,777	Library Network	51	4,777	5,777	4,777
1,300	---	---	1,300	1,300	Virtual Library Aid	51	1,300	1,300	1,300
3,795	---	---	3,795	3,490	Public Library Project Fund	51	3,778	3,778	3,778

Year Ending June 30, 2006					Year Ending June 30, 2008			
Orig. & (S)Supple-mental	Reapp. & (R)Recpts.	Transfers & (E)Emer-gencies	Total Available	Expended	Prog. Class.	2007 Adjusted Approp.	Requested	Recom-mended
<b>CAPITAL CONSTRUCTION</b>								
<b>Distribution by Fund and Program</b>								
---	27	---	27	---	Library Services	51	---	---
---	27	---	27	---	<b>Total Capital Construction</b>	---	---	---
<b>Distribution by Fund and Object</b>								
<b>Division of State Library</b>								
---	1	---	1	---	Remodel State Library	51	---	---
---	26	---	26	---	Install Fire Suppression System	51	---	---
<b>22,907</b>	<b>27</b>	<b>200</b>	<b>23,134</b>	<b>22,802</b>	<b>Grand Total State Appropriation</b>	<b>23,029</b>	<b>27,821</b>	<b>26,029</b>

**Notes -- Direct State Services - General Fund**

- (a) The fiscal year 2007 appropriation has been reduced to reflect the transfer of funds to the Interdepartmental Salary and Other Benefits Account.

**Language Recommendations -- Direct State Services - General Fund**

Notwithstanding the provisions of any law or regulation to the contrary, the amounts hereinabove appropriated for the New Jersey State Library shall be paid in twelve equal installments, on the last business day of each month, beginning in July 2007.

**70. GOVERNMENT DIRECTION, MANAGEMENT, AND CONTROL**

**74. GENERAL GOVERNMENT SERVICES**

**2505. OFFICE OF THE SECRETARY OF STATE**

**OBJECTIVES**

1. To formulate services and regulations for the effective operation of the Department of State.
2. To provide modern records administration and records management services, including microfilming, imaging and storage facilities, to State agencies.
3. To promote an interest in and an appreciation of New Jersey history; maintain its official archives and a records management service for State and local government; and to provide access to these and other historical materials.
4. To provide effective responses to public requests for information which have been filed in the Office of the Secretary of State.

**PROGRAM CLASSIFICATIONS**

01. **Office of the Secretary of State.** The Office of the Secretary of State (N.J.S.A.52:16-1 et seq.) develops and coordinates several programs having statewide community and business impact. The Martin Luther King, Jr. Commemorative Commission (N.J.S.A.52:9Z-1 et seq.) coordinates programs and events with community groups and organizations throughout the State for the purpose of educating the citizens of New Jersey about the slain civil rights leader and his message of diversity. The Office of Faith-Based Initiatives was transferred from the Department of Community Affairs to the Department of State in fiscal 2003. This program provides grants that enable faith-based organizations to undertake a

range of social service activities. The AmeriCorps program was transferred from the Department of Education to the Department of State in fiscal 2004. This federally supported program promotes volunteerism and community service efforts.

08. **Records Management.** The Division of Archives and Records Management holds in trust the public records of New Jersey - one of the oldest and most vital functions of government. The Division operates the State Archives (the state's largest repository and public research center for the study of New Jersey history and genealogy) and the State Records Storage Center. The State Archives operates New Jersey's research center for public records of enduring historical value, providing reference and consultative services to thousands of researchers, historians, and public record-keepers annually. The Records Storage Center is a secure, centralized, low-cost facility for storing up to 250,000 cubic feet of semi-current State agency records. Temperature- and humidity-controlled vaults are available to accommodate an agency's computer tapes, optical disks, and microfilm master negatives. The Division's Micrographics Bureau operates the State of New Jersey's centralized microfilm unit, producing source-document microfilm for State, county, and local government agencies on a charge-back basis. The bureau also advises agencies who wish to contract with outside microfilm vendors and monitors compliance with statewide microfilm standards for the public sector.

## EVALUATION DATA

	Actual FY 2005	Actual FY 2006	Revised FY 2007	Budget Estimate FY 2008
<b>PROGRAM DATA</b>				
<b>Office of the Secretary of State</b>				
Grant Applications Received-- Martin Luther King, Jr. Commemorative Commission .....	119	89	140	140
Grants Awarded-- Martin Luther King, Jr. Commemorative Commission .....	35	29	30	30
<b>Records Management</b>				
Micro-images produced .....	17,000,000	16,191,414	17,000,000	17,000,000
Records received (cubic storage feet) .....	20,000	24,657	40,000	40,000
Records disposed .....	20,000	23,512	25,000	25,000
Reference requests (storage) .....	26,000	20,496	25,000	25,000
Visitors to Archives .....	9,000	6,095	9,000	9,000
<b>PERSONNEL DATA</b>				
<b>Affirmative Action Data</b>				
Male Minority .....	23	23	19	19
Male Minority % .....	16.5	15.9	14.1	14.0
Female Minority .....	57	57	69	69
Female Minority % .....	41.0	39.3	51.1	50.7
Total Minority .....	80	80	88	88
Total Minority % .....	57.5	55.2	65.2	64.7
<b>Position Data</b>				
<b>Filled Positions by Funding Source</b>				
State Supported .....	86	94	82	83
Federal .....	7	7	9	9
All Other .....	46	44	44	44
Total Positions .....	139	145	135	136
<b>Filled Positions by Program Class</b>				
Office of the Secretary of State .....	58	56	48	47
Records Management .....	81	89	87	89
Total Positions .....	139	145	135	136

**Notes:**

Actual payroll counts are reported for fiscal years 2005 and 2006 as of December and revised fiscal year 2007 as of January.  
The Budget Estimate for fiscal year 2008 reflects the number of positions funded.

APPROPRIATIONS DATA  
(thousands of dollars)

Year Ending June 30, 2006					Year Ending June 30, 2008			
Orig. & (S)Supple- mental	Reapp. & (R)Recpts.	Transfers & (E)Emer- gencies	Total Available	Expended	Prog. Class.	2007 Adjusted Approp.	Requested	Recom- mended
<b><u>DIRECT STATE SERVICES</u></b>								
<b>Distribution by Fund and Program</b>								
4,085	451	508	5,044	4,127	Office of the Secretary of State	01	3,691	3,691
3,384	629	458	4,471	4,277	Records Management	08	3,029	2,669
<b>7,469</b>	<b>1,080</b>	<b>966</b>	<b>9,515</b>	<b>8,404</b>	<b>Total Direct State Services</b>		<b>6,720 <sup>(a)</sup></b>	<b>6,360</b>
<b>Distribution by Fund and Object</b>								
<b>Personal Services:</b>								
3,864	---	965	4,829	4,829	Salaries and Wages		4,606	4,606
<b>3,864</b>	<b>---</b>	<b>965</b>	<b>4,829</b>	<b>4,829</b>	<b>Total Personal Services</b>		<b>4,606</b>	<b>4,606</b>
138	---	-87	51	51	Materials and Supplies		138	138
317								
226 <sup>S</sup>	49	899	1,491	1,437	Services Other Than Personal		269	269
						95 <sup>S</sup>	269	269
56	---	-25	31	31	Maintenance and Fixed Charges		56	56

# STATE

Year Ending June 30, 2006					Year Ending June 30, 2008			
Orig. & (S)Supple- mental	Reapp. & (R)Recpts.	Transfers & (E)Emer- gencies	Total Available	Expended	Prog. Class.	2007 Adjusted Approp.	Requested	Recom- mended
<b><u>DIRECT STATE SERVICES</u></b>								
Special Purpose:								
34	---	---	34	34	Affirmative Action and Equal Employment Opportunity	01	34	34
50	---	---	50	50	9-11 Memorial Commission	01	50	50
500	---	---	500	500	Personal Responsibility Programs	01	500	500
887	451	---	1,338	421	Amistad Commission	01	150	150
259	---	-130	129	129	Office of Volunteerism	01	129	129
168	---	---	168	168	Martin Luther King, Jr. Commemorative Commission	01	168	168
250	---	---	250	250	Cultural Trust - Administration	01	---	---
525	---	---	---	---	Additions, Improvements and Equipment		525	260
195 <sup>S</sup>	580	-656	644	504			260	260
<b><u>GRANTS-IN-AID</u></b>								
Distribution by Fund and Program								
3,730	---	---	3,730	3,730	Office of the Secretary of State	01	2,220	2,220
<b>3,730</b>	<b>---</b>	<b>---</b>	<b>3,730</b>	<b>3,730</b>	<b>Total Grants-in-Aid</b>		<b>2,220</b>	<b>2,220</b>
Distribution by Fund and Object								
Grants:								
3,000	---	---	3,000	3,000	Office of Faith Based Initiatives	01	1,500	1,500
10 <sup>S</sup>	---	---	10	10	Asian American Study Foundation	01	---	---
720	---	---	720	720	Cultural Trust	01	720	720
<b><u>CAPITAL CONSTRUCTION</u></b>								
Distribution by Fund and Program								
---	58	---	58	---	Records Management	08	---	---
<b>---</b>	<b>58</b>	<b>---</b>	<b>58</b>	<b>---</b>	<b>Total Capital Construction</b>		<b>---</b>	<b>---</b>
Distribution by Fund and Object								
Office of the Secretary of State								
---	58	---	58	---	State Archives - Equipment	08	---	---
<b>11,199</b>	<b>1,138</b>	<b>966</b>	<b>13,303</b>	<b>12,134</b>	<b>Grand Total State Appropriation</b>		<b>8,940</b>	<b>8,580</b>
<b><u>OTHER RELATED APPROPRIATIONS</u></b>								
<b>Federal Funds</b>								
6,126	549	556	7,231	4,972	Office of the Secretary of State	01	5,676	5,619
---	48	---	48	48	Records Management	08	---	---
<b>6,126</b>	<b>597</b>	<b>556</b>	<b>7,279</b>	<b>5,020</b>	<b>Total Federal Funds</b>		<b>5,676</b>	<b>5,619</b>
<b>All Other Funds</b>								
---	487 <sup>R</sup>	16	606	153	Office of the Secretary of State	01	---	---
---	1,100 <sup>R</sup>	27,871	28,974	28,890	Records Management (b)	08	---	---
---	<b>1,693</b>	<b>27,887</b>	<b>29,580</b>	<b>29,043</b>	<b>Total All Other Funds</b>		<b>---</b>	<b>---</b>
<b>17,325</b>	<b>3,428</b>	<b>29,409</b>	<b>50,162</b>	<b>46,197</b>	<b>GRAND TOTAL ALL FUNDS</b>		<b>14,616</b>	<b>14,199</b>

## Notes -- Direct State Services - General Fund

- (a) The fiscal year 2007 appropriation has been adjusted for the allocation of salary program, as well as the reallocation of State appropriations supporting information technology services to the Office of Information Technology within the Department of Treasury.
- (b) In addition to the resources reflected in All Other Funds above, funding will be transferred from the Department of Treasury to support operations and services related to the Records Management program in fiscal 2008. The recent history of such receipts is reflected in the Department of Treasury's budget.

**Language Recommendations -- Direct State Services - General Fund**

The unexpended balance at the end of the preceding fiscal year of the Amistad Commission is appropriated for the same purpose.

The amount appropriated hereinabove for the Records Management program is payable from receipts deposited in the New Jersey Public Records Preservation account.

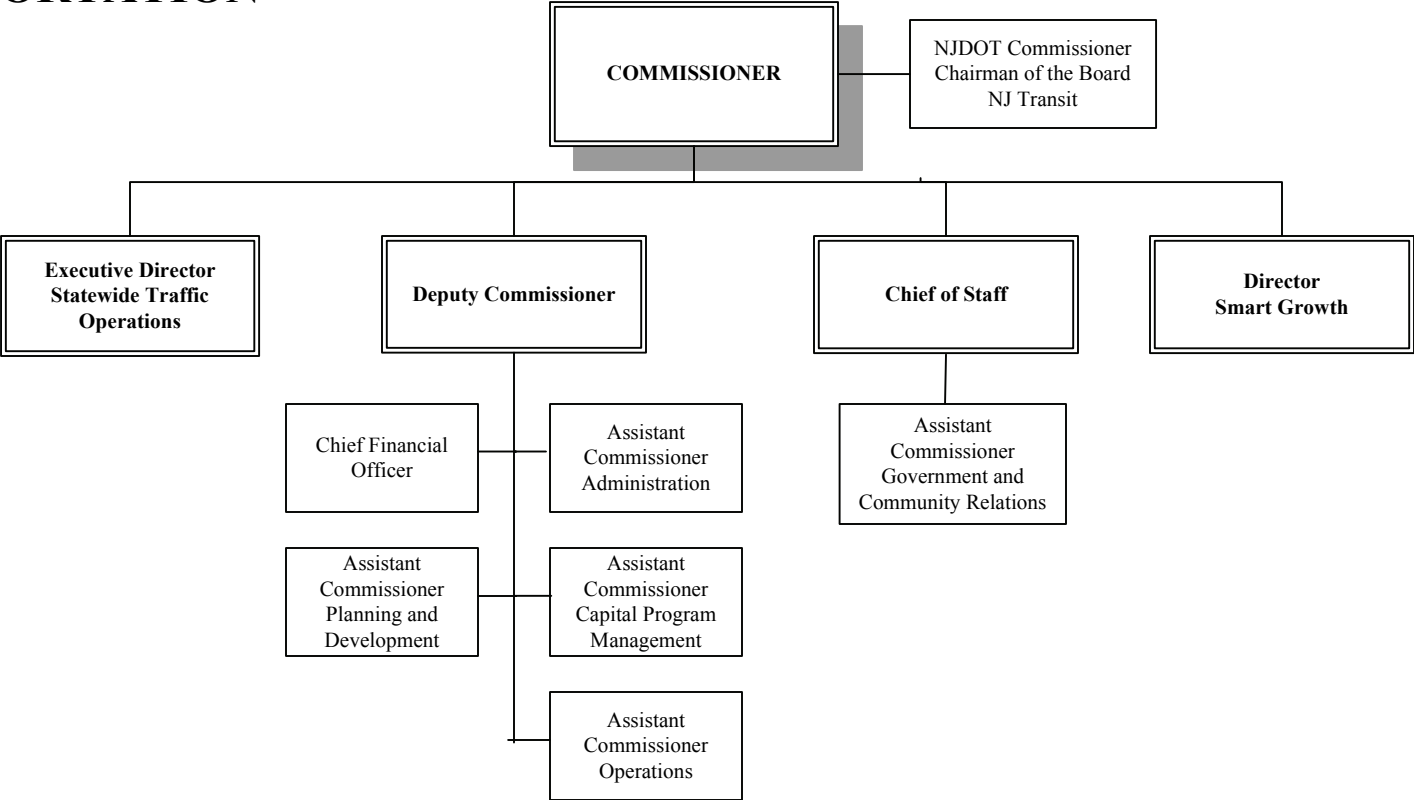
Notwithstanding the provisions of any law or regulation to the contrary, up to 40 percent of the receipts deposited in the New Jersey Public Records Preservation account in the Department of the Treasury are appropriated and allocated as grants to counties and municipalities for the management, storage, and preservation of public records based on guidelines promulgated by the Division of Archives and Records Management and approved by the State Treasurer.

Receipts received from New Jersey Public Records Preservation fees, not to exceed \$1,300,000, are appropriated for the operations of the microfilm unit in the Division of Archives and Records Management within the Department of State, subject to the approval of the Director of the Division of Budget and Accounting.

**Language Recommendations -- Direct State Services - General Fund****DEPARTMENT OF STATE**

Pursuant to the provisions of P.L. 2003, c. 114, the appropriations hereinabove for purposes of promoting cultural and tourism activities in this State are first charged to revenues derived from the hotel and motel occupancy fee.

# TRANSPORTATION



## In-But-Not-Of Agencies



## DEPARTMENT OF TRANSPORTATION

### OVERVIEW

The New Jersey Department of Transportation (NJDOT) builds, operates and maintains the State's transportation system. This system has the highest volume of roadway and bridge usage in the nation. Its size and scope make it one of the most complex, including 11,160 miles of lanes, 2,500 bridges, 3,000 traffic signals, and 35,000 highway light fixtures. At any given time, there are 150 construction contracts under way, valued at \$2.0 billion.

New Jersey is also home to nearly 500 public and private use aeronautical facilities, the nation's largest statewide public transit system, and a system of ports that handles over 100 million tons of shipping each year. As a corridor state with one of the world's busiest ports, the movement of goods is one of the most important economic engines for the State, region and nation.

Managing the complex transportation system in New Jersey requires a comprehensive strategy that combines sound capital investment with quality operational oversight. Balanced investments in roads, bridges, public transit, airports, and pedestrian facilities yield a significant stimulus to the State's economy. As an economic and transportation partner with New Jersey's communities and counties, NJDOT is responsible for administering State and federal grants and assistance that provide for improvements to the State's local transportation network and enhance the quality of life. Efficient and safe mobility for pedestrians, bicyclists, motorists, and goods are the primary goals of NJDOT and all of New Jersey's transportation agencies. Safety, congestion relief and customer service are of paramount importance in achieving these goals.

Toward that end, in March 2006, new legislation was signed to reform, replenish and grow the Transportation Trust Fund (TTF). This initiative creates a robust capital program of \$1.6 billion annually over five years that advances transportation projects and supports 100,000 jobs. Revenue sources for the program include the restructuring of approximately \$1.8 billion of the State's existing transportation bonds. In addition, 1.5 cents of the 10.5 cent motor fuel tax (\$78 million) was constitutionally dedicated to the fund by New Jersey voters in November 2006. Another \$12 million was realized by resuming dedication to the TTF of a portion of toll road revenue. Including federal dollars, NJDOT and NJ Transit had a combined \$3.2 billion program in fiscal 2007, the largest in New Jersey's history. The Department is committed to delivering this program in the best and most efficient way possible. "Smart Solutions" is a specific program that right-sizes projects to make the best use of capital resources. The Capital Program significantly increases investments in bridge and roadway preservation, promotes Smart Growth through investments targeted to relieve congestion, accelerates the project delivery process through Hyper-Build, and increases spending for projects and programs that promote and improve the safety of motorists and pedestrians.

As required by federal mandates, the NJDOT programs federal funds for transportation improvements through consultation with the State's three Metropolitan Planning Organizations, based on their regional planning recommendations.

The NJDOT's annual \$3.2 billion Capital Program supports the movement of over \$860 billion worth of goods and services, and directly supports over 100,000 jobs.

### Fiscal 2008 Budget Highlights

The Fiscal 2008 Budget for the Department of Transportation totals \$1.319 billion, a decrease of \$8.5 million or 0.6% under the fiscal 2007 adjusted appropriation of \$1.327 billion.

This net decrease includes several savings initiatives, the elimination of supplemental funding for snow removal activities, and growth in the Elderly and Handicapped Transportation Program funded from

the Casino Revenue Fund. More specifically, a total of almost \$10.5 million is cut from NJDOT's Direct State Services budget. The majority of this reduction is the removal of \$10 million in one-time supplemental funding for snow removal, which will not decrease snow removal operations in fiscal 2008. The remaining \$500,000 reduction will be realized through attrition and by reducing funding for master lease purchases that have been fully amortized.

The \$2.0 million increase in Casino Revenue Fund support for transportation services for the elderly and handicapped will not only allow additional residents to take advantage of this program, but also will provide participating counties with 85% of this increase to help defray the costs of their local programs.

The \$895 million recommendation to the Transportation Trust Fund will allow the Department to finance a total State-funded Capital Program of \$1.6 billion, the largest in the State's history. When combined with federal funds, the total Capital Program for fiscal 2008 is expected to be over \$3.2 billion, again the largest in the State's history.

### New Jersey Motor Vehicle Commission

It is the responsibility of the Motor Vehicle Commission (MVC), as the public face of State government, to deliver services that are customer-friendly, secure, and efficient. Since the issuance of the "Fix DMV Commission Final Report" in November 2002, and the subsequent enactment of the "Motor Vehicle Security and Customer Service Act" in January 2003, MVC remains committed to its mission of being the model of excellence in motor vehicle services.

MVC has made significant strides in upgrading its technology infrastructure and by implementing key programs such as the Digital Driver License (DDL) program. Other major MVC initiatives and projects, such as the re-write of the comprehensive computer system, will be a critical component of the organization's drive to fully modernize and economize. Constant enhancements to the MVC website have provided customers and business partners with a quick, convenient self-service option for getting MVC information and completing various transactions. With more than 10,000 unique visitors using the MVC website each month, the upgraded site is providing both services and education, including the Six Point Identification brochure. For MVC, web improvements mean lower costs, fewer visitors at agencies, and decreased call volume.

Safe, clean, and comfortable facilities are essential to the MVC reform efforts. MVC has developed a Six Year Capital Master Plan to utilize existing bond proceeds for facility construction and renovation. The plan will improve the workspace environment for MVC employees and the motoring public.

Easy, time-efficient transactions are our promise to the state's drivers. During the current year, MVC piloted a credit card payment program at our Toms River Agency with excellent customer response. The pilot program has now been expanded to several more agencies as well as the Eatontown Regional Service Center. Additional statewide rollout plans for credit card payment programs are in development.

The federal Motor Carrier Safety Improvement Act (MCSIA) established that as of October 2006, all school bus drivers must obtain a new school bus endorsement on their Commercial Driver's License (CDL). To do so, all New Jersey school bus drivers need to pass both a written test and a skills (road) test. If a driver has two years experience and a good record, the road test may be waived. After testing is complete, drivers visit an agency to receive a new CDL license with the "S" endorsement. Most of the State's 30,000 school bus drivers have completed testing, and many already have been issued the endorsement.



# TRANSPORTATION

In accordance with the Motor Vehicle Security and Customer Service Act, MVC released the Affordability and Fairness Task Force Report in February 2006. This report was required by statute to examine the impact of the current point system and non-driving related suspension of driving privileges.

For fiscal 2008, the MVC budget will continue to be 100% revenue

supported as provided by law. Although collections total more than \$1 billion annually, MVC is appropriated \$285 million for ongoing operations and to continue its reform efforts. Remaining revenues are appropriated to the General Fund or dedicated to various other State and non-state programs.

## DEPARTMENT OF TRANSPORTATION SUMMARY OF APPROPRIATIONS BY FUND (thousands of dollars)

Year Ending June 30, 2006						Year Ending June 30, 2008		
Orig. & (S)Supple- mental	Reapp. & (R)Recpts.	Transfers & (E)Emer- gencies	Total Available	Expended		2007 Adjusted Approp.	Requested	Recom- mended
<b>GENERAL FUND</b>								
99,675	4,777	4,280	108,732	106,868	Direct State Services	99,204	88,712	88,712
273,700	2,182	93	275,975	273,786	Grants-In-Aid	298,200	298,200	298,200
805,000	---	---	805,000	805,000	Capital Construction	895,000	895,000	895,000
<b>1,178,375</b>	<b>6,959</b>	<b>4,373</b>	<b>1,189,707</b>	<b>1,185,654</b>	<b>Total General Fund</b>	<b>1,292,404</b>	<b>1,281,912</b>	<b>1,281,912</b>
<b>CASINO REVENUE FUND</b>								
34,352	---	---	34,352	34,352	State Aid	34,930	36,928	36,928
<b>34,352</b>	<b>---</b>	<b>---</b>	<b>34,352</b>	<b>34,352</b>	<b>Total Casino Revenue Fund</b>	<b>34,930</b>	<b>36,928</b>	<b>36,928</b>
<b>1,212,727</b>	<b>6,959</b>	<b>4,373</b>	<b>1,224,059</b>	<b>1,220,006</b>	<b>Total Appropriation, Department of Transportation</b>	<b>1,327,334</b>	<b>1,318,840</b>	<b>1,318,840</b>

## SUMMARY OF APPROPRIATIONS BY PROGRAM (thousands of dollars)

Year Ending June 30, 2006						Year Ending June 30, 2008		
Orig. & (S)Supple- mental	Reapp. & (R)Recpts.	Transfers & (E)Emer- gencies	Total Available	Expended		2007 Adjusted Approp.	Requested	Recom- mended
<b>DIRECT STATE SERVICES - GENERAL FUND</b>								
<b>State and Local Highway Facilities</b>								
85,863	3,418	4,281	93,562	92,056	Maintenance and Operations	89,225	78,793	78,793
7,407	714	---	8,121	7,922	Physical Plant and Support Services	6,889	6,829	6,829
---	514	---	514	393	Transportation Systems Improvements	---	---	---
<b>93,270</b>	<b>4,646</b>	<b>4,281</b>	<b>102,197</b>	<b>100,371</b>	<b>Subtotal</b>	<b>96,114</b>	<b>85,622</b>	<b>85,622</b>
<b>Regulation and General Management</b>								
1,744	131	---	1,875	1,867	Intermodal Services	1,482	1,482	1,482
4,661	---	-1	4,660	4,630	Administration and Support Services	1,608	1,608	1,608
<b>6,405</b>	<b>131</b>	<b>-1</b>	<b>6,535</b>	<b>6,497</b>	<b>Subtotal</b>	<b>3,090</b>	<b>3,090</b>	<b>3,090</b>
<b>99,675</b>	<b>4,777</b>	<b>4,280</b>	<b>108,732</b>	<b>106,868</b>	<b>Total Direct State Services - General Fund</b>	<b>99,204</b>	<b>88,712</b>	<b>88,712</b>
<b>99,675</b>	<b>4,777</b>	<b>4,280</b>	<b>108,732</b>	<b>106,868</b>	<b>TOTAL DIRECT STATE SERVICES</b>	<b>99,204</b>	<b>88,712</b>	<b>88,712</b>
<b>GRANTS-IN-AID - GENERAL FUND</b>								
<b>Public Transportation</b>								
273,700	---	---	273,700	273,700	Railroad and Bus Operations	298,200	298,200	298,200
<b>273,700</b>	<b>---</b>	<b>---</b>	<b>273,700</b>	<b>273,700</b>	<b>Subtotal</b>	<b>298,200</b>	<b>298,200</b>	<b>298,200</b>

# TRANSPORTATION

Year Ending June 30, 2006					Year Ending June 30, 2008		
Orig. & (S)Supple- mental	Reapp. & (R)Recpts.	Transfers & (E)Emer- gencies	Total Available	Expended	2007 Adjusted Approp.	Requested	Recom- mended
---	2,182	93	2,275	86	<b>Regulation and General Management</b>		
					Intermodal Services		
---	2,182	93	2,275	86	<i>Subtotal</i>		
273,700	2,182	93	275,975	273,786	<b>Total Grants-In-Aid - General Fund</b>		
					298,200	298,200	298,200
273,700	2,182	93	275,975	273,786	<b>TOTAL GRANTS-IN-AID</b>		
					298,200	298,200	298,200
<b>STATE AID - CASINO REVENUE FUND</b>							
<b>Public Transportation</b>							
34,352	---	---	34,352	34,352	Railroad and Bus Operations		
					34,930	36,928	36,928
34,352	---	---	34,352	34,352	<i>Subtotal</i>		
					34,930	36,928	36,928
34,352	---	---	34,352	34,352	<b>Total State Aid - Casino Revenue Fund</b>		
					34,930	36,928	36,928
34,352	---	---	34,352	34,352	<b>TOTAL STATE AID</b>		
					34,930	36,928	36,928
<b>CAPITAL CONSTRUCTION</b>							
<b>State and Local Highway Facilities</b>							
805,000	---	---	805,000	805,000	Trust Fund Authority - Revenues and other funds available for new projects		
					895,000	895,000	895,000
805,000	---	---	805,000	805,000	<i>Subtotal</i>		
					895,000	895,000	895,000
805,000	---	---	805,000	805,000	<b>TOTAL CAPITAL CONSTRUCTION</b>		
					895,000	895,000	895,000
1,212,727	6,959	4,373	1,224,059	1,220,006	<b>Total Appropriation, Department of Transportation</b>		
					1,327,334	1,318,840	1,318,840

## 10. PUBLIC SAFETY AND CRIMINAL JUSTICE

### 11. VEHICULAR SAFETY

#### OBJECTIVES

- To promote motor vehicle safety for New Jersey citizens while delivering secure, effective, and professional motor vehicle services and to achieve public trust and confidence in the quality and integrity of those services.
- To identify and regulate drivers and motor vehicles in a manner that deters the commission of unlawful and unsafe acts; assures adequate service to the public; and, where provided by law and regulation, collects revenue for the State.
- To reduce the risk of death, injury, personal, and property loss by identifying remedial action required for unsafe, incompetent and unqualified drivers; by taking corrective or remedial action according to statutes, rules, regulations, and policies; by reviewing violation and accident data received from New Jersey jurisdictions and other states; and, by reviewing medical fitness data received from individuals, physicians, police departments, and the Motor Vehicle Commission (MVC) driver testing area.
- To increase safety in the use of motor vehicles by identifying and correcting vehicle defects and limiting the amount of vehicle-produced air pollution in accordance with State and federal regulations through MVC's Enhanced Inspection and Maintenance Program.
- To assure equitable and safe transportation practices by motor carriers and maximum revenue to the State.
- To reduce the risk of personal and property loss caused by irresponsible or uninsured drivers, vehicle theft, and fraud.
- To develop programs that will reduce and prevent the incidence of death, injury, and property damage resulting from traffic accidents.

#### PROGRAM CLASSIFICATIONS

- Motor Vehicle Services.** To address security deficiencies identified in the FIX DMV Report issued in 2003, MVC restructured the organization, creating a new position, the Director of Security, Investigations, and Internal Audit, as well as a separate unit to improve fraud detection and physical security through advanced technology, effective investigative processes, and internal controls.

The units under the Director include: a Security and Investigations Unit, an Internal Audit Unit, an Internal Monitoring Unit, a Document Fraud Unit, a Title Record Unit, and a Business License Investigations Unit. These units are interrelated, which promotes an adequate level of professional oversight in security matters throughout MVC.

Information Technology manages the operation and support functions of all information processing systems used in MVC's administration of statutorily mandated programs. MVC's Comprehensive Management Information System (the COMP system) is continuously updated and accessed by more than 300 business partners, 140 insurance companies, and law enforcement organizations. MVC, through the COMP system, issues digitized driver licenses and jury notices, and provides online services to the public.

Database Corrections conducts error analysis and processes all data base corrections to license, title, and registration records. This analysis and processing includes updates to MVC's COMP system. The Imaging Systems Center operates and maintains a computerized indexing system to store and retrieve essential information and documents stored on microfilm.

The Contact Center receives and responds by telephone to customer inquiries and problems, resolves issues or refers more complex matters when appropriate, as well as operating the telephone mail system.

The Enhanced Inspection and Maintenance Program, with 31 locations and 125 lanes, enforces vehicle inspection standards, regulates motor vehicles to reduce the risk of accidents caused by vehicular safety defects, and conducts emissions testing. These functions are performed at State-owned or leased inspection stations, or at State-regulated private inspection centers. All State registered vehicles are examined for compliance with established equipment standards after verification of valid licensing, registration, and compulsory insurance documentation. Program personnel perform on-the-road and in-terminal inspections of both New Jersey registered and out-of-state trucks, tractors and trailers; perform roadside inspection of passenger vehicles, conduct semi-annual safety and emissions inspections of all State-registered school buses; and, monitor the performance of private inspection centers.

Driver Testing establishes standards for driver licensing through knowledge, vision and behind-the-wheel testing. This area certifies commercial driving schools and their instructors, as well as driver education or classroom instruction.

New Jersey licenses, tests, and ensures fitness of motorists who operate commercial motor vehicles in accordance with federal standards established by the "Commercial Motor Vehicle Safety Act of 1986," P.L. 99-570 (49 U.S.C. 2710 et seq.).

Forty-five motor vehicle agencies serve motorists, process applications, collect fees and sales taxes, and issue documentation for titles, driver licenses and vehicle registrations at sites throughout the State. Agencies issue

license plates and handicap placards, process name and address changes, conduct eye examinations, boating-related transactions and more.

Driver Education and Improvement schedules and facilitates driver conferences for drivers with proposed suspensions resulting from persistent point system violations and other administrative suspension actions. Within this area, the Probationary Driver and Experienced Driver Programs conduct classes and determine remedial actions.

Driver Management and Regulatory Affairs tracks compliance with the statutory and regulatory responsibilities of the Business License Compliance and Motor Carriers programs. Additionally, this area provides investigative support to the law enforcement community and internal operational units, and processes requests for driver medical qualification, schedules license re-examinations, and updates records to reflect driver compliance.

Business License Compliance licenses private inspection centers, driving schools, driver instructors, auto body repair facilities, new and used auto dealers, vehicle leasing companies, salvage yards, third party testers of commercial driver licenses, and any other businesses over which MVC has statutory oversight.

The Surcharge Unit analyzes violation and suspension events to determine surcharge validity and to resolve certain driver disputes, and is the liaison between MVC and the private vendors and law firms that collect driver payments.

The Motor Carriers Unit administers: the International Registration Program (IRP), which registers interstate commercial vehicles; the International Fuel Tax Agreement (IFTA), which standardizes fuel tax reporting for interstate commercial vehicles; and the Overweight/Over Dimensional Permit Program, which provides permits, routes of travel, and insurance verification for vehicles transporting loads that exceed a given legal weight, length, height or width.

The Uninsured Motorist Program expedites insurance termination processing, which directly affects the enforcement of New Jersey's compulsory motor vehicle insurance law.

18. **Security Responsibility.** MVC oversees the administration of the Motor Vehicle Security Responsibility Law and aids in the administration of the New Jersey Compulsory Motor Vehicle Liability Insurance Law. These laws provide financial protection against motor vehicle accidents by requiring motorists to carry liability insurance, by facilitating compensation for injury or damage caused by uninsured or financially irresponsible motorists, and by removing irresponsible motorists from the road. The cost of administering the Security Responsibility Law is assessed against insurance companies writing automobile insurance in this state.

# TRANSPORTATION

## EVALUATION DATA

	Actual FY 2005	Actual FY 2006	Revised FY 2007	Budget Estimate FY 2008
<b>PROGRAM DATA</b>				
<b>Motor Vehicle Services</b>				
Registrations and Title Documents Issued . . . . .	10,202,096	9,774,684	9,550,430	9,329,580
Registration Documents Issued . . . . .	7,719,351	7,329,233	6,990,430	6,769,580
Certificates of Ownership Issued . . . . .	2,482,745	2,445,451	2,560,000	2,560,000
License Documents Issued (Non-Commercial) . . . . .	3,293,828	3,868,395	4,142,580	3,695,610
Driver Exam Permit Documents Issued (Non-Commercial) . .	327,976	337,428	350,000	350,000
Salvage Titles Issued . . . . .	32,315	28,925	28,925	67,255
Salvage Vehicle Inspections . . . . .	1,382	2,754	2,809	2,866
Vehicles with Reflectorized Plates . . . . .	94%	98%	99%	99%
Regional Service Centers (4) - Number of Customers . . . . .	1,478,648	1,457,520	1,479,875	1,504,116
Telephone Center - Inquiries Answered . . . . .	2,791,633	2,784,296	2,801,266	2,828,835
Mailings Processed . . . . .	14,302,976	15,833,607	16,500,000	15,000,000
Licensed Drivers . . . . .	5,668,712	5,629,451	5,629,451	5,629,451
Registered Vehicles . . . . .	6,781,736	6,537,486	6,540,000	6,540,000
Total NJ Inspections/Reinspections . . . . .	3,000,324	3,006,193	3,341,450	3,136,806
Centralized - Inspections/Reinspections . . . . .	2,254,842	2,289,601	2,496,107	2,396,000
Initial Inspections - Centralized . . . . .	1,777,695	1,804,356	2,001,359	1,900,000
Reinspections - Centralized . . . . .	477,147	485,245	452,013	410,530
Private Inspection Facility - Inspections/Reinspections . . .	645,736	619,762	754,668	646,506
Initial Inspections - Private Inspection Facilities . . . . .	457,144	442,983	534,543	442,983
Reinspections - Private Inspection Facilities . . . . .	188,592	176,779	220,125	203,523
Specialty Inspections . . . . .	9,979	9,595	9,625	9,625
School Bus - Inspections/Reinspections . . . . .	73,644	70,028	62,850	66,175
Initial Inspections - School Bus . . . . .	44,755	39,738	31,750	35,000
Reinspections - School Bus . . . . .	28,889	30,290	31,100	31,175
Specification Inspections . . . . .	2,214	1,559	2,200	2,000
Roadside Inspections . . . . .	13,909	15,648	16,000	16,500
Roadside Rejections . . . . .	6,751	10,107	10,200	10,500
Driver Testing:				
Vision Tests . . . . .	293,530	343,958	361,156	379,214
Written Tests . . . . .	416,522	464,310	482,882	502,197
Oral Tests . . . . .	9,315	11,821	12,412	13,032
Road Tests . . . . .	240,697	249,458	251,952	254,472
Commercial Driver License Program:				
License Documents Issued . . . . .	243,652	261,265	264,420	235,890
Permit Documents Issued . . . . .	58,581	53,369	41,000	41,000
Knowledge Tests . . . . .	128,833	131,261	132,573	133,899
Road Tests . . . . .	16,723	20,897	21,733	22,602
Court Suspensions . . . . .	303,611	317,449	319,500	320,500
Administrative Suspensions . . . . .	371,949	369,071	370,500	371,500
Point System Suspensions . . . . .	10,113	7,927	9,000	10,000
Surcharge Suspensions . . . . .	223,447	221,554	221,000	221,000
Total Restorations . . . . .	226,646	235,034	235,980	236,664
Businesses Licensed:				
Junkyards . . . . .	51	54	54	55
Dealers . . . . .	4,424	4,430	4,338	4,227
Commercial Driving Schools . . . . .	211	221	241	251
Commercial Driving Instructors . . . . .	1,175	1,204	1,205	1,255
Leasing Companies . . . . .	70	65	63	62
Auto Body Repair Facilities . . . . .	1,503	1,589	1,540	1,500
Private Inspection Centers . . . . .	1,165	1,013	980	970

## PERSONNEL DATA

### Position Data

#### Filled Positions by Funding Source

All Other . . . . .	2,481	2,707	2,610	2,749
Total Positions . . . . .	2,481	2,707	2,610	2,749

# TRANSPORTATION

	Actual FY 2005	Actual FY 2006	Revised FY 2007	Budget Estimate FY 2008
Filled Positions by Program Class				
Motor Vehicle Services .....	2,374	2,595	2,515	2,636
Security Responsibility .....	107	112	95	113
Total Positions .....	2,481	2,707	2,610	2,749

**Notes:**

Actual payroll counts are reported for fiscal years 2005 and 2006 as of December and revised fiscal year 2007 as of January.  
The Budget Estimate for fiscal year 2008 reflects the number of positions funded.

## APPROPRIATIONS DATA (thousands of dollars)

Year Ending June 30, 2006					Year Ending June 30, 2008				
Orig. & (S)Supple- mental	Reapp. & (R)Recpts.	Transfers & (E)Emer- gencies	Total Available	Expended		2007 Adjusted Approp.	Requested	Recom- mended	
OTHER RELATED APPROPRIATIONS									
440 <sup>S</sup>	852	352	1,644	1,384	Motor Vehicle Services	01	5,332	3,300	3,300
440	852	352	1,644	1,384	Total Federal Funds		5,332	3,300	3,300
All Other Funds									
---	91,854								
---	287,929 <sup>R</sup>	-21,251	358,532	276,113	Motor Vehicle Services	01	275,733	271,117	271,117
---	2,031								
---	14,044 <sup>R</sup>	---	16,075	14,043	Security Responsibility	18	14,040	14,321	14,321
---	395,858	-21,251	374,607	290,156	Total All Other Funds <sup>(a)</sup>		289,773	285,438	285,438
440	396,710	-20,899	376,251	291,540	GRAND TOTAL ALL FUNDS		295,105	288,738	288,738

**Notes -- Direct State Services - General Fund**

(a) Pursuant to the provisions of P.L. 2003, c.13 (C.39:2A-1 et seq.), the appropriation for the New Jersey Motor Vehicle Commission, which is in but not of the Department of Transportation, is authorized as dedicated revenue in lieu of State appropriations from the General Fund.

**Language Recommendations -- Direct State Services - General Fund**

Notwithstanding the provisions of the "Motor Vehicle Inspection Fund" established pursuant to subsection j. of R.S. 39:8-2, balances in the fund are available for Other-Clean Air purposes, subject to the approval of the Director of the Division of Budget and Accounting.

Notwithstanding the provisions of any law or regulation to the contrary, receipts in the "Commercial Vehicle Enforcement Fund" established pursuant to section 17 of P.L. 1995, c.157 (C.39:8-75), are appropriated to offset all reasonable and necessary expenses of the Division of State Police, the Motor Vehicle Commission, the Department of Transportation, and the Department of Environmental Protection in the performance of commercial truck safety and emission inspections and Other-Clean Air purposes, subject to the approval of the Director of the Division of Budget and Accounting.

Receipts derived pursuant to the "New Jersey Medical Service Helicopter Response Act" under subsection a of section 1 of P.L. 2005, c. 311 (C.39:3-8.2), are appropriated to the Division of State Police and the Department of Health and Senior Services to defray the operating costs of the program as authorized under P.L. 1986, c. 106 (C.26:2K-35 et seq.). The unexpended balance at the end of the preceding fiscal year is appropriated to the special capital maintenance reserve account for capital replacement and major maintenance of helicopter equipment and any expenditures therefrom shall be subject to the approval of the Director of the Division of Budget and Accounting.

Notwithstanding the provisions of section 105 of P.L.2003, c.13 (C.39:2A-36) or any law to the contrary, pursuant to P.L.2006, c.39, receipts that are derived from the surcharge on luxury and fuel-inefficient vehicles shall be deposited in the General Fund as State revenue.

The amount appropriated for fiscal 2008 to the New Jersey Motor Vehicle Commission is based on proportional revenue collections for that fiscal year pursuant to the statutes listed in subsection a. of section 105 of P.L.2003, c.13 (C.39:2A-36).

## 60. TRANSPORTATION PROGRAMS

### 61. STATE AND LOCAL HIGHWAY FACILITIES

#### OBJECTIVES

1. To maintain State roads, bridges and railroad properties, and to ensure safe and efficient movement of traffic.
2. To provide financial aid for local highway construction and maintenance.
3. To improve and upgrade local roads and streets.
4. To maintain and install all electrical devices required for traffic control, direction or illumination.
5. To maintain and operate the physical plant required to carry out departmental responsibilities and objectives.
6. To provide, maintain and improve the vehicular fleet of the Department.
7. To develop, revise and maintain a comprehensive master plan for transportation development.
8. To oversee the development, revision, and maintenance of urban transportation plans for the metropolitan areas of the state, consistent with federal requirements and directives.
9. To undertake corridor, area-wide, and site specific studies of traffic and transportation problems to define needs and conceptual solutions for subsequent engineering and environmental investigation.
10. To perform scientific research and evaluation pertaining, but not limited to: materials; multi-modal transportation structures and components; traffic safety; transport of people and commodities; systems and techniques pertaining to design, construction, maintenance and operation of multi-modal transportation networks; and the cultural and economic impact on the public of planning, acquiring and operating transport systems.
11. To connect the principal metropolitan areas, cities, industrial centers, and recreation areas with a major highway network.
12. To connect, at the state's borders, with routes of the interstate system and continue these roads through New Jersey.
13. To provide a system of rural and suburban highways that facilitate travel from farm to market, travel on rural mail routes, safe school bus routes, and travel from home to job for all citizens.
14. To do the above in a manner consistent with protecting the environment and minimizing residential and commercial relocation, while utilizing a high standard of design.

#### PROGRAM CLASSIFICATIONS

02. **Transportation Systems Improvements - Planning.** Develops department sponsored projects as well as joint ventures between State, local, federal and public agencies, NJ Transit and the private sector; provides funding for the state's three metropolitan planning regions.
06. **Maintenance and Operations.** Rehabilitates existing roads, bridges and appurtenances on the State highway system for greater safety and to decrease maintenance costs. Administers an efficient snow and ice control program for improved public safety and convenience in inclement weather. Protects the roadside through landscape maintenance, control of roadside advertising and junkyards, and control of access on State highway and public transportation properties. Maintains non-operating State-owned railroad properties to preserve capital investment and public safety. Constructs, maintains and operates traffic signals, highway lighting facilities, and miscellaneous electrical devices on the State highway system.

Maintains and operates movable bridges. Maintains the equipment fleet of the Department and other State agencies. Operates a statewide network of service facilities, including fuel dispensing for other agencies of the State. Fabricates specialized equipment as needed.

08. **Physical Plant and Support Services.** Maintains and repairs the Department's physical plant to preclude unnecessary deterioration. Provides the necessary office, garage and shop facilities, major maintenance facilities, salt and chemical storage facilities, equipment storage buildings, warehouses and laboratories. The program also controls and supervises the records, reproduction, relocation, and mail services of the department.
65. **Rail Freight Lines.** This program is designed to prevent the deterioration and abandonment of rail freight service essential to New Jersey's economy.
71. **Transportation Systems Improvements.** Includes Capital Program Management and Operations, External and Governmental Affairs, and Data Research and Legal Services.

Capital Program Management and Operations-- Designs construction projects, inspects construction in progress and administers the acquisition of right-of-way and relocation of occupants on the State, county and municipal road system. Initiates the project development process considering environmental factors, community development, economic and social activities, and the availability of funding. Administers bridge inspection programs, highway lighting facilities, sign illumination and electrical devices. Administers highway safety programs by analyzing accident and roadway inventory data.

External and Governmental Affairs-- Represents the DOT and NJ Transit on issues involving transportation authorities and the federal government. Coordinates the Department's public participation activities for all ongoing planning and development projects to ensure that public comments are integrated into the decision-making process. Develops new technologies to improve motor vehicle services, communications, transportation modes, and motor fuel efficiencies. Also is responsible for developing and implementing policies to meet the provisions of the federal Clean Air Act as it relates to motor vehicles.

#### **Transportation Trust Fund - Local Highway Funds.**

Provides funds from the New Jersey Transportation Trust Fund for transportation improvements on municipal and county roads.

**Transportation Trust Fund - Federal.** Funding provided by the federal government via categories outlined within the Transportation Equity Act for the 21st Century (TEA-21) for the following purposes:

Limited access highways connecting the nation's principal metropolitan areas and industrial centers, and to serve national defense; specific projects outlined within the Federal Transportation Act; to support projects which improve air quality and/or relieve congestion without adding new highway capacity; the interstate highway system and other key highway links; improvements on municipal or county roads which are included on a Federal Aid Route System; and the rehabilitation or replacement of bridges defined as structurally deficient and/or functionally obsolete on State or federally eligible municipal and county roads.

# TRANSPORTATION

**Transportation Trust Fund - State Highway Funds.**  
Provides funds from the New Jersey Transportation Trust

Fund for transportation improvements on the State highway system.

## EVALUATION DATA

	Actual FY 2005	Actual FY 2006	Revised FY 2007	Budget Estimate FY 2008
<b>PROGRAM DATA</b>				
<b>Maintenance and Operations</b>				
Maintenance Operations				
Lane Miles, State Highway System .....	13,454	13,469	13,485	13,501
Snow and Ice Control Costs (\$ Millions) .....	\$32.70	\$21.30	\$21.80	\$21.80
Force Account Acres Mowed .....	53,039	44,294	42,000	42,000
Litter Pick Up and Removal:				
Litter Pick Up Costs (\$ Millions) .....	\$3.13	\$3.87	\$4.10	\$4.20
Trash Removal by Contract (\$ Millions) .....	\$0.69	\$0.56	\$0.90	\$0.90
Total Resurfacing:				
Lane Miles Resurfaced by Contract Maintenance .....	323	270	300	400
Lane Miles Resurfaced by Contract Construction .....	4	81	30	35
Electrical Operations				
Traffic Signals Maintained .....	3,051	3,034	3,100	3,125
Traffic Signals Modernized by State Forces .....	116	178	180	175
Signals Relamped .....	21	89	500	500
Traffic Signal Inspections .....	12,303	10,757	11,052	11,052
Emergency Call Responses .....	4,925	6,106	6,100	5,800
After Hour Call Responses .....	2,652	2,720	3,000	2,800
Fleet Size				
Autos .....	291	236	236	236
Trucks .....	1,833	1,841	1,853	1,853
Road Equipment .....	6,119	5,998	6,011	6,011
<b>Transportation Systems Improvements</b>				
Design				
In-House Design Projects Completed .....	31	36	54	48
Railroad Grade Crossing Inspections .....	1,447	568	1,200	1,000
State Owned Bridge Safety Inspections In-House .....	435	439	435	435
State Owned Bridge Safety Inspections by Consultants .....	1,013	708	850	700
Administer County Bridge Safety Inspections .....	1,150	1,313	1,000	1,300
Right-of-Way				
Acquisition Cost (\$ Millions) .....	\$77	\$44	\$60	\$60
Construction				
Cost to Construct Projects (\$ Millions) .....	\$436	\$638	\$650	\$650
Construction Contracts Awarded .....	125	92	110	110
Roadway Projects Under Construction .....	150	186	150	150
Bridges Under Construction .....	122	94	115	115
Lane Miles Under Construction .....	680	698	700	700
Interstate .....	133	395	175	175
Primary .....	218	170	225	225
State .....	329	133	300	300
Additional Lane Miles Open To Public .....	15	16	16	20
Interstate .....	2	1	5	5
Primary .....	4	6	5	5
State .....	9	9	6	10
Planning				
Roadway Accident Analyses .....	271	150	175	200
<b>PERSONNEL DATA</b>				
<b>Position Data</b>				
Filled Positions by Funding Source				
State Supported .....	2,518	2,476	2,424	2,400
Federal .....	974	996	951	1,031
Total Positions .....	3,492	3,472	3,375	3,431

# TRANSPORTATION

	Actual FY 2005	Actual FY 2006	Revised FY 2007	Budget Estimate FY 2008
Filled Positions by Program Class				
Maintenance and Operations .....	1,801	1,758	1,757	1,773
Physical Plant and Support Services .....	97	100	88	84
Transportation Systems Improvements .....	1,594	1,614	1,530	1,574
Total Positions .....	3,492	3,472	3,375	3,431

## Notes:

Actual payroll counts are reported for fiscal years 2005 and 2006 as of December and revised fiscal year 2007 as of January.  
The Budget Estimate for fiscal year 2008 reflects the number of positions funded.

## APPROPRIATIONS DATA (thousands of dollars)

Year Ending June 30, 2006					Year Ending June 30, 2008				
Orig. & (S)Supple- mental	Reapp. & (R)Recpts.	Transfers & (E)Emer- gencies	Total Available	Expended		Prog. Class.	2007 Adjusted Approp.	Requested	Recom- mended
<b><u>DIRECT STATE SERVICES</u></b>									
<b>Distribution by Fund and Program</b>									
85,863	3,418	4,281	93,562	92,056	Maintenance and Operations	06	89,225	78,793	78,793
7,407	714	---	8,121	7,922	Physical Plant and Support Services	08	6,889	6,829	6,829
---	514	---	514	393	Transportation Systems Improvements	71	---	---	---
<b>93,270</b>	<b>4,646</b>	<b>4,281</b>	<b>102,197</b>	<b>100,371</b>	<b>Total Direct State Services</b>		<b>96,114 <sup>(a)</sup></b>	<b>85,622</b>	<b>85,622</b>
<b>Distribution by Fund and Object</b>									
Personal Services:									
51,550	42				Salaries and Wages		56,596	56,404	56,404
10,000 <sup>S</sup>	2,246 <sup>R</sup>	-4,925	58,913	58,758					
61,550	2,288	-4,925	58,913	58,758	Total Personal Services		56,596	56,404	56,404
12,414	754	679	13,847	13,724	Materials and Supplies		12,414	12,414	12,414
3,032	42	367	3,441	3,407	Services Other Than Personal		2,486	2,486	2,486
15,063	750	8,416	24,229	22,827	Maintenance and Fixed Charges		14,149		
							10,000 <sup>S</sup>	14,149	14,149
Special Purpose:									
---	120 <sup>R</sup>	-120	---	---	Logo Sign Program	06	---	---	---
---	---	---	---	---	Veteran's Memorial Highway Signage	06	3 <sup>S</sup>	---	---
---	208	---	208	208	Casualty Losses	06	---	---	---
---	74	---	484	393	Rental Receipts, Tenant Relocation Program	71	---	---	---
1,211	410 <sup>R</sup>	-136	1,075	1,054	Additions, Improvements and Equipment		466	169	169
<b><u>CAPITAL CONSTRUCTION</u></b>									
<b>Distribution by Fund and Program</b>									
805,000	---	---	805,000	805,000	Trust Fund Authority - Revenues and other funds available for new projects	60	895,000	895,000	895,000
<b>805,000</b>	<b>---</b>	<b>---</b>	<b>805,000</b>	<b>805,000</b>	<b>Total Capital Construction</b>		<b>895,000</b>	<b>895,000</b>	<b>895,000</b>
<b>Distribution by Fund and Object</b>									
<b>Transportation Systems Improvements</b>									
805,000	---	---	805,000	805,000	Transportation Trust Fund Account	60	895,000	895,000	895,000
<b>898,270</b>	<b>4,646</b>	<b>4,281</b>	<b>907,197</b>	<b>905,371</b>	<b>Grand Total State Appropriation</b>		<b>991,114</b>	<b>980,622</b>	<b>980,622</b>



# TRANSPORTATION

Year Ending June 30, 2006					Year Ending June 30, 2008			
Orig. & (S)Supple- mental	Reapp. & (R)Recpts.	Transfers & (E)Emer- gencies	Total Available	Expended	Prog. Class.	2007 Adjusted Approp.	Requested	Recom- mended
<b>OTHER RELATED APPROPRIATIONS</b>								
<b>Federal Funds</b>								
41,839	14,612	1	56,452	28,733				
					Transportation Systems Improvements-Planning	02	34,739	34,739
500	66	---	566	67	Transportation Systems Improvements	71	500	500
<u>42,339</u>	<u>14,678</u>	<u>1</u>	<u>57,018</u>	<u>28,800</u>	<b>Total Federal Funds</b>		<u>35,239</u>	<u>35,239</u>
<b>All Other Funds</b>								
---	2,271	---	4,400	1,253	Maintenance and Operations	06	2,350	2,350
	2,129 R							
---	2,010	---	8,679	6,154	Project Cost-Other Parties	61	---	---
	6,669 R				Transportation Systems Improvements	71	400	400
---	---	---	---	---	<b>Total All Other Funds</b>		<u>2,750</u>	<u>2,750</u>
<u>---</u>	<u>13,079</u>	<u>---</u>	<u>13,079</u>	<u>7,407</u>	<b>Special Transportation Trust Fund</b>			
145,000	4,208	---	149,208	144,988	Transportation Trust Fund - Local Highway Funds	63	175,000	175,000
888,593					Transportation Trust Fund - Federal/Other	69	933,880	1,057,000
140,965 S	333,793	1	1,363,352	939,284	Transportation Trust Fund - State Highway Funds	81	750,000	750,000
<u>526,000</u>	<u>31,588</u>	<u>-1</u>	<u>557,587</u>	<u>498,535</u>	<b>Total Special Transportation Trust Fund</b>		<u>1,858,880</u>	<u>1,982,000</u>
<u>1,700,558</u>	<u>369,589</u>	<u>---</u>	<u>2,070,147</u>	<u>1,582,807</u>	<b>GRAND TOTAL ALL FUNDS</b>		<u>2,887,983</u>	<u>3,000,611</u>
<u>2,641,167</u>	<u>401,992</u>	<u>4,282</u>	<u>3,047,441</u>	<u>2,524,385</u>				

## Notes -- Direct State Services - General Fund

(a) The fiscal year 2007 appropriation has been reduced to reflect the transfer of funds to the Interdepartmental Salary and Other Benefits Account as well as the reallocation of State appropriations supporting information technology services to the Office of Information Technology within the Department of Treasury.

The categorical funding distribution of State, Federal and All Other Funds included in the Transportation Trust Fund may be found in the Appendix of the budget.

The remainder of the department's capital program supported by the Transportation Trust Fund is reflected on the lines entitled "Trust Fund Authority" in the Public Transportation (62) statewide program.

## Language Recommendations -- Direct State Services - General Fund

The unexpended balances at the end of the preceding fiscal year in excess of \$1,000,000 in the accounts hereinabove are appropriated.

In addition to the amount appropriated hereinabove for Maintenance and Operations, such additional sums as may be required are appropriated for snow removal costs, not to exceed \$10,000,000, subject to the approval of the Director of the Division of Budget and Accounting.

Notwithstanding the provisions of any law or regulation to the contrary, of the amounts appropriated hereinabove for the Department of Transportation from the General Fund, \$12,500,000 thereof shall be paid from funds received or receivable from the various transportation-oriented authorities pursuant to contracts between the authorities and the State as are determined to be eligible for such funding pursuant to such contracts, as shall be determined by the Director of the Division of Budget and Accounting.

Receipts in excess of the amount anticipated from the Logo Sign program fees, which include the Trailblazer Sign Program, the Variable Message Advertising Program, the Excess Parcel Advertising Program, and the Land Service Road Advertising Program, are appropriated for the purpose of administering the program, subject to the approval of the Director of the Division of Budget and Accounting.

Receipts in excess of the amount anticipated derived from highway application and permit fees pursuant to subsection (h) of section 5 of P.L. 1966, c. 301(C.27:1A-5) are appropriated for the purpose of administering the Access Permit Review program, subject to the approval of the Director of the Division of Budget and Accounting.

The department is permitted to transfer an amount approved by the Director of the Division of Budget and Accounting from funds previously appropriated for State highway projects from the "Transportation Rehabilitation and Improvement Fund of 1979," established pursuant to section 15 of P.L. 1979, c. 165, for planning, engineering, design, right-of-way acquisition, or other costs related to the construction of projects financed from that fund.

Of the amount hereinabove for Maintenance and Operations \$10,000,000 for winter operations is payable from the receipts of the New Tire Surcharge pursuant to P.L. 2004, c.46.

# TRANSPORTATION

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## Language Recommendations -- Capital Construction

The sum provided hereinabove for the Transportation Trust Fund account shall first be provided from revenues received from motor fuel taxes, the petroleum products gross receipts tax, and the sales and use tax pursuant to Article VIII, Section II, paragraph 4 of the State Constitution, and from funds received or receivable from the various transportation-oriented authorities pursuant to contracts between the authorities and the State, together with such additional sums pursuant to P.L. 1984, c.73 (C.27:1B-1 et al.) and R.S.54:39-27 as amended, as may be necessary to satisfy all fiscal year 2008 debt service, bond reserve requirements, and other fiscal obligations of the New Jersey Transportation Trust Fund Authority.

Receipts representing the State share from the rental or lease of property, and the unexpended balances at the end of the preceding fiscal year of such receipts are appropriated for maintenance or improvement of transportation property, equipment and facilities.

Notwithstanding the provisions of any law or regulation to the contrary, the department may expend necessary sums for improvements to streets and roads providing access to State facilities within the capital city without local participation.

Notwithstanding the provisions of any law or regulation to the contrary, the Department of Transportation may transfer Transportation Trust Fund monies to federal projects contracted in federal fiscal years 2004, 2005, 2006, 2007 and 2008 until such time as federal funds become available for the projects. These transfers shall be subject to the approval of the Director of the Division of Budget and Accounting and the Legislative Budget and Finance Officer. Subject to the receipt of federal funds, the Transportation Trust Fund shall be reimbursed for all the monies that were transferred to advance federally funded projects.

Notwithstanding the provisions of P.L. 1984, c.73 (C.27:1B-1 et al.), there is appropriated the sum of \$1,600,000,000 from the revenues and other funds of the New Jersey Transportation Trust Fund Authority, for capital purposes as follows:

- Highway Design Projects
- Highway Construction Projects
- Highway Right-of-Way Acquisition Projects
- Project Development
- Highway Planning
- Local Aid Projects
- Public Transportation Projects

The unexpended balances at the end of the preceding fiscal year of appropriations from the New Jersey Transportation Trust Fund Authority are appropriated.

Notwithstanding the provisions of subsection d. of section 21 of P.L. 1984, c.73 (C.27:1B-21), approval by the Joint Budget Oversight Committee of transfers among appropriations by project shall not be required. Notice of a transfer approved by the Director of the Division of Budget and Accounting pursuant to that section shall be provided to the Legislative Budget and Finance Officer on the effective date of the approved transfer.

Notwithstanding the provisions of any law or regulation to the contrary, there is appropriated to the Department of Transportation an additional amount of \$175,000,000, subject to the approval of the Director of the Division of Budget and Accounting, for the Route 52 Causeway Replacement Contract A Construction Fund, from the Transportation Trust Fund Authority's Grant Anticipation Revenue Vehicles (GARVEE) bond proceeds.

Federal funds received in conjunction with the Route 52 Causeway Replacement Contract A Construction Fund are hereby appropriated to the Transportation Trust Fund Authority to pay debt service and other costs related to the Grant Anticipation Revenue Vehicles (GARVEE).

## 60. TRANSPORTATION PROGRAMS

### 62. PUBLIC TRANSPORTATION

#### OBJECTIVES

1. To assure the availability to the public of a viable public transportation system which serves the needs of commuters, the elderly, the handicapped, and the disadvantaged, and to provide alternatives to the continuing increase in automobile reliance.
2. To continue and improve essential public transportation services through capital improvements.

#### PROGRAM CLASSIFICATIONS

04. **Railroad and Bus Operations.** Maintains essential public transportation services in the state by contracting for services, marketing efforts to increase use of these services, and capital improvements, including the purchase and rehabilitation of equipment and facilities. Elderly and handicapped programs permit eligible citizens to utilize passenger services for reduced fares during off-peak hours and provide special equipment to non-profit organizations to assist those who cannot use scheduled services.

# TRANSPORTATION

## EVALUATION DATA

	Actual FY 2005	Actual FY 2006	Revised FY 2007	Budget Estimate FY 2008
<b>PROGRAM DATA</b>				
<b>Railroad and Bus Operations</b>				
Bus Operations (including subsidized carriers)				
Average Daily Ridership	259,475	265,175	271,900	276,300
Total Cost per Trip per rider	\$3.99	\$4.09	\$4.03	\$4.10
Total Revenue per Trip per rider	\$1.73	\$1.91	\$1.91	\$2.05
Total Cost per Mile	\$8.14	\$8.43	\$8.37	\$8.63
Total Revenue per Mile	\$3.52	\$3.93	\$3.97	\$4.31
Revenue/Cost Ratio	43.3%	46.7%	47.4%	50.0%
Equipment				
Buses Operated by NJ Transit	2,038	2,090	2,130	2,130
Buses Leased to Private Carriers	968	969	969	969
Rail Operations				
Average Daily Ridership	118,450	126,200	131,000	132,200
Total Cost per Trip per rider	\$9.51	\$9.14	\$9.23	\$9.68
Total Revenue per Trip per rider	\$5.34	\$6.00	\$6.02	\$6.50
Total Cost per Mile	\$10.77	\$10.66	\$10.93	\$11.54
Total Revenue per Mile	\$6.05	\$7.00	\$7.13	\$7.75
Revenue/Cost Ratio	56.2%	65.7%	65.2%	67.2%
Equipment				
Rail Passenger Cars	967	908	974	1,057
Locomotives	144	175	163	167
Light Rail Operations				
Average Daily Ridership	22,525	26,500	32,600	33,000
Total Cost per Trip per rider	\$4.19	\$4.82	\$4.42	\$4.54
Total Revenue per Trip per rider	\$0.98	\$1.06	\$1.06	\$1.14
Total Cost per Mile	\$20.50	\$21.82	\$19.67	\$20.47
Total Revenue per Mile	\$4.80	\$4.79	\$4.70	\$5.15
Revenue/Cost Ratio	23.4%	22.0%	23.9%	25.2%
NJ Transit System				
Average Daily Ridership	400,450	416,975	435,500	441,600
Total Cost per Trip per rider	\$5.64	\$5.67	\$5.62	\$5.81
Total Revenue per Trip per rider	\$2.69	\$3.02	\$3.01	\$3.23
Total Cost per Mile	\$9.07	\$9.25	\$9.29	\$9.64
Total Revenue per Mile	\$4.33	\$4.92	\$4.96	\$5.37
Revenue/Cost Ratio (includes Corporate overhead)	47.8%	53.2%	53.4%	55.6%
<b>PERSONNEL DATA</b>				
Affirmative Action Data				
Male Minority	4,615	4,688	N/A	N/A
Male Minority %	44	44	N/A	N/A
Female Minority	1,807	1,841	N/A	N/A
Female Minority %	17	17	N/A	N/A
Total Minority	6,422	6,529	N/A	N/A
Total Minority %	61	61	N/A	N/A
<b>Position Data</b>				
Operating Positions				
Bus Operations	4,894	4,924	5,014	5,047
Rail Operations	3,443	3,544	3,621	3,795
Corporate Operations	1,438	1,513	1,491	1,494
Capital Operations	745	760	771	771
Total Positions	10,520	10,741	10,897	11,107

Year Ending June 30, 2006					Year Ending June 30, 2008				
Orig. & (S)Supple- mental	Reapp. & (R)Recpts.	Transfers & (E)Emer- gencies	Total Available	Expended		2007 Adjusted Approp.	Requested	Recom- mended	
					Prog. Class.				
GRANTS-IN-AID									
Distribution by Fund and Program									
1,484,322	---	---	1,484,322	1,484,322	Railroad and Bus Operations	04	1,518,700	1,586,800	1,586,800
1,484,322	---	---	1,484,322	1,484,322	Total Grants-in-Aid		1,518,700	1,586,800	1,586,800
Less:									
(641,643)	---	---	(641,643)	(641,643)	Farebox Revenue		(666,000)	(746,000)	(746,000)
(568,979)	---	---	(568,979)	(568,979)	Other Resources		(554,500)	(542,600)	(542,600)
(1,210,622)	---	---	(1,210,622)	(1,210,622)	Total Income Deductions		(1,220,500)	(1,288,600)	(1,288,600)
273,700	---	---	273,700	273,700	Total State Appropriation		298,200	298,200	298,200
Distribution by Fund and Object									
Personal Services:									
874,072	---	---	874,072	874,072	Salaries and Wages		903,722	944,900	944,900
874,072	---	---	874,072	874,072	Total Personal Services		903,722 (a)	944,900	944,900
271,751	---	---	271,751	271,751	Materials and Supplies		271,377	277,300	277,300
91,270	---	---	91,270	91,270	Services Other Than Personal		86,473	93,900	93,900
Special Purpose:									
3,254	---	---	3,254	3,254	Leases and Rentals	04	2,354	2,400	2,400
145,870	---	---	145,870	145,870	Purchased Transportation	04	158,581	165,400	165,400
23,569	---	---	23,569	23,569	Insurance and Claims	04	24,973	27,200	27,200
74,536	---	---	74,536	74,536	Tolls, Taxes, and Other				
					Operating Expenses	04	71,220	75,700	75,700
Less:									
(1,210,622)	---	---	(1,210,622)	(1,210,622)	Income Deductions		(1,220,500)	(1,288,600)	(1,288,600)
STATE AID									
Distribution by Fund and Program									
34,352	---	---	34,352	34,352	Railroad and Bus Operations	04	34,930	36,928	36,928
34,352	---	---	34,352	34,352	(From Casino Revenue Fund)		34,930	36,928	36,928
34,352	---	---	34,352	34,352	Total State Aid		34,930	36,928	36,928
34,352	---	---	34,352	34,352	(From Casino Revenue Fund)		34,930	36,928	36,928
Distribution by Fund and Object									
State Aid:									
34,352	---	---	34,352	34,352	Transportation Assistance for Senior Citizens and Disabled Residents (CRF)	04	34,930	36,928	36,928
308,052	---	---	308,052	308,052	Grand Total State Appropriation		333,130	335,128	335,128
OTHER RELATED APPROPRIATIONS									
Special Transportation Trust Fund									
534,000	12,318	---	546,318	546,318	Trust Fund Authority - Revenues and other funds available for new projects	60	675,000	675,000	675,000
534,000	12,318	---	546,318	546,318	Total Special Transportation Trust Fund		675,000	675,000	675,000
842,052	12,318	---	854,370	854,370	GRAND TOTAL ALL FUNDS		1,008,130	1,010,128	1,010,128

**Notes -- Direct State Services - General Fund**

The remainder of the Department's capital program is reflected on the lines entitled "Trust Fund Authority" in the State and Local Highway Facilities (61) statewide program, as well as the "Total Capital Construction" line in State Highway Facilities (61).

(a) The fiscal year 2007 appropriation has been adjusted for the transfer of funds to the Interdepartmental Salary and Other Benefits Account.

**Language Recommendations -- State Aid - Casino Revenue Fund**

The unexpended balance at the end of the preceding fiscal year in this account is appropriated.

Counties which provide para-transit services for sheltered workshop clients may seek reimbursement for such services pursuant to P.L.1987, c.455 (C.34:16-51 et seq.).

**Language Recommendations -- Capital Construction**

Notwithstanding the provisions of any law or regulation to the contrary, the Commissioner of Transportation, upon approval of the Director of the Division of Budget and Accounting, may transfer funds made available from the New Jersey Transportation Trust Fund Authority for public transportation projects under the program headings "New Jersey Transit Corporation" to the line-item under that same program heading entitled "Federal Transit Administration Projects" for any federally funded public transportation project shown in this act or any previous appropriation acts until such time as federal funds become available for the projects. Subject to the receipt of federal funds, the Transportation Trust Fund shall be reimbursed for all the monies that were transferred to advance Federal Transit Administration projects. Any transfer of funds which returns funds from the line-item "Federal Transit Administration Projects" to the account of origin shall be deemed approved.

From the amounts appropriated from the revenues and other funds of the New Jersey Transportation Trust Fund Authority for fiscal year 2008 transportation capital program, the Commissioner of Transportation shall allocate \$4,000,000 of the amount listed for the Private Carrier Equipment Program to NJ Transit's Private Carrier Capital Improvement Program (PCCIP). The amount provided herein shall be allocated to the private motorbus carriers consistent with the formula used to administer the PCCIP and shall be restricted to those carriers that currently qualify for participation in the PCCIP. These funds may be used for the procurement of any goods or services currently approved under NJ Transit's PCCIP, as well as: facility improvements, vehicle procurement, and capital maintenance that comports with subsection r. of section 3 of P.L.1984, c.73 (C.27:1B-3). Such maintenance and equipment procurements shall apply to vehicles owned by the private motorbus carriers and used in public transportation service, as well as to NJ Transit owned vehicles. Private motorbus carriers receiving an allocation of such funds shall be required to submit to NJ Transit a full accounting for all expenditures, demonstrating that the funds were used to increase or maintain the current level of public transportation service provided by the carrier or to improve revenue vehicle maintenance. Under no circumstances shall these funds be used to provide compensation of any officer or owner of a private motorbus carrier.

**60. TRANSPORTATION PROGRAMS**

**64. REGULATION AND GENERAL MANAGEMENT**

**OBJECTIVES**

1. To assure the continuation of freight service on certain light density rail lines that serve business and industry.
2. To review access permits for the purpose of analyzing transportation impacts both locally and regionally.
3. To promote an orderly and progressive development of the airport system to meet growing air traffic needs; improve the quality of aeronautical facilities; promote flight safety; conduct noise abatement programs; and promote air transportation.

**PROGRAM CLASSIFICATIONS**

05. **Intermodal Services.** Responsible for coordinating with the various modal constituencies the non-highway, non-transit capital programs, and administering the Department's regulatory programs. Through the Division of Aeronautics and Freight Services, administers the airport development and aviation safety programs under the New Jersey Airport Safety Act of 1983; manages the Airport Safety and Zoning program under the Airport Safety and Zoning Act of 1983; licenses and inspects all aeronautical facilities in the state; conducts aviation education and safety awareness programs; and maintains regional liaison programs for municipalities, residents, and the aviation community. The Bureau of Ports, Terminals, and Freight Services administers the rail-freight capital assistance program and the rail systems plan; develops expertise in intermodal and marine transportation as they relate to ports and harbors; and maintains liaison with motor carrier and rail freight communities.
99. **Administration and Support Services.** Manages the activities of the Department; coordinates communication with other agencies, the public, various levels of government and their elected officials; provides leadership, controls operations and executes plans for the construction, rehabilitation and maintenance of the State's highways, roads and bridges; plans

for and authorizes safety grants to meet public aeronautical needs. The Office of the Inspector General investigates and analyses all departmental units to ensure compliance with all management controls including accounting, fiscal and administrative policies and procedures.

The Office of Appeals and Hearings conducts Department level grievance and disciplinary action and appeal hearings and ensures that employee health and safety rights are protected in accordance with existing legislation, rules and regulations. The Division of Civil Rights and Affirmative Action, which plans, directs, organizes and coordinates the civil rights effort as mandated by the Civil Rights Act of 1964, ensures that the employment practices of all contractors and sub-contractors of the NJDOT comply with federal and State equal employment opportunity laws and establishes affirmative action goals for the Department. The Office of Transportation Policy coordinates transportation policy across all modes and agencies.

The Assistant Commissioner for Finance and Administration administers the financial records and fiscal controls in accordance with Department, State and federal regulations and sound financial management principles and provides management with financial guidance and support services for the efficient operation of the Department. Fiscal management objectives are met through the more specific operating objectives of the Division of Budget and Management Support and the Division of Accounting and Auditing. The Bureau of Management Information Systems coordinates all management information systems. The Division of Human Resources ensures that all personnel services are properly rendered in accordance with Department needs, Civil Service rules and regulations and union agreements. The Division of Procurement controls, administers and supervises the purchase and procurement of all commodities, services and contracts required by the Department.

# TRANSPORTATION

## EVALUATION DATA

	Actual FY 2005	Actual FY 2006	Revised FY 2007	Budget Estimate FY 2008
<b>PROGRAM DATA</b>				
<b>Intermodal Services</b>				
Responses to aircraft incidents .....	53	68	66	68
Aviation facilities development projects .....	35	32	35	35
<b>Administration and Support Services</b>				
EEO & Affirmative Action investigations .....	80	44	60	55
<b>PERSONNEL DATA</b>				
<b>Affirmative Action Data</b>				
Male Minority .....	749	762	755	750
Male Minority % .....	19.1	19.6	20.1	19.8
Female Minority .....	225	226	230	233
Female Minority % .....	5.7	5.8	6.1	6.1
Total Minority .....	974	988	985	983
Total Minority % .....	24.8	25.4	26.2	25.9
<b>Position Data</b>				
<b>Filled Positions by Funding Source</b>				
State Supported .....	372	371	334	304
Federal .....	49	48	48	48
All Other .....	7	6	7	7
Total Positions .....	428	425	389	359
<b>Filled Positions by Program Class</b>				
Intermodal Services .....	50	58	55	56
Management and Administrative Services .....	378	367	334	303
Total Positions .....	428	425	389	359

### Notes:

Actual payroll counts are reported for fiscal years 2005 and 2006 as of December and revised fiscal year 2007 as of January.  
The Budget Estimates for fiscal year 2008 reflects the number of positions funded.

## APPROPRIATIONS DATA (thousands of dollars)

Year Ending June 30, 2006					Year Ending June 30, 2008				
Orig. & (S)Supple- mental	Reapp. & (R)Recpts.	Transfers & (E)Emer- gencies	Total Available	Expended		2007 Adjusted Approp.	Requested	Recom- mended	
<b><u>DIRECT STATE SERVICES</u></b>									
<b>Distribution by Fund and Program</b>									
1,744	131	---	1,875	1,867	Intermodal Services	05	1,482	1,482	
4,661	---	-1	4,660	4,630	Administration and Support Services	99	1,608	1,608	
<b>6,405</b>	<b>131</b>	<b>-1</b>	<b>6,535</b>	<b>6,497</b>	<b>Total Direct State Services</b>	<b>3,090</b> <sup>(a)</sup>	<b>3,090</b>	<b>3,090</b>	
<b>Distribution by Fund and Object</b>									
Personal Services:									
2,285	---	-120	2,165	2,159	Salaries and Wages	211	211	211	
2,285	---	-120	2,165	2,159	Total Personal Services	211	211	211	
288	---	-43	245	229	Materials and Supplies	288	288	288	
1,986	---	70	2,056	2,054	Services Other Than Personal	745	745	745	
70	---	-32	38	31	Maintenance and Fixed Charges	70	70	70	
Special Purpose:									
---	131 <sup>R</sup>	---	131	131	Placarded Rail Freight Car Fees	05	---	---	
350	---	120	470	467	Office of Maritime Resources	05	350	350	
965	---	---	965	965	Airport Safety Fund				
					Administration	05	965	965	
461	---	---	461	457	Affirmative Action and Equal Employment Opportunity	99	461	461	
---	---	4	4	4	Additions, Improvements and Equipment	---	---	---	

# TRANSPORTATION

Year Ending June 30, 2006					Year Ending June 30, 2008			
Orig. & (S)Supple-mental	Reapp. & (R)Recpts.	Transfers & (E)Emer-gencies	Total Available	Expended	Prog. Class.	2007 Adjusted Approp.	Requested	Recom-mended
<b>GRANTS-IN-AID</b>								
<b>Distribution by Fund and Program</b>								
---	2,182	93	2,275	86	Intermodal Services	05	---	---
---	2,182	93	2,275	86	<i>Total Grants-in-Aid</i>		---	---
<b>Distribution by Fund and Object</b>								
Grants:								
---	1,770 412 R	93	2,275	86	Airport Safety Fund	05	---	---
6,405	2,313	92	8,810	6,583	<i>Grand Total State Appropriation</i>		3,090	3,090
<b>OTHER RELATED APPROPRIATIONS</b>								
<b>Federal Funds</b>								
27,308	780	-923	27,165	781	Intermodal Services	05	32,965	32,965
27,308	780	-923	27,165	781	<i>Total Federal Funds</i>		32,965	32,965
<b>All Other Funds</b>								
---	623 3,012 R	3,669	7,304	7,299	Intermodal Services	05	3,180	3,175
---	3,725	-3,178	547	546	Administration and Support Services	99	---	---
---	7,360	491	7,851	7,845	<i>Total All Other Funds</i>		3,180	3,175
33,713	10,453	-340	43,826	15,209	<i>GRAND TOTAL ALL FUNDS</i>		39,235	39,230

## Notes -- Direct State Services - General Fund

- (a) The fiscal year 2007 appropriation has been adjusted for the allocation of salary program as well as the reallocation of State appropriations supporting information technology services to the Office of Information Technology within the Department of Treasury.

## Language Recommendations -- Direct State Services - General Fund

The unexpended balance at the end of the preceding fiscal year and the reimbursements in the department's Stock Purchase Revolving Fund for the purchase of materials and supplies required for the operation of the department are appropriated.

Receipts in excess of the amount anticipated derived from outdoor advertising application and permit fees are appropriated for the purpose of administering the Outdoor Advertising Permit and Regulation program, subject to the approval of the Director of the Division of Budget and Accounting.

The unexpended balance at the end of the preceding fiscal year in the Airport Safety Fund account together with any receipts in excess of the amount anticipated are appropriated.

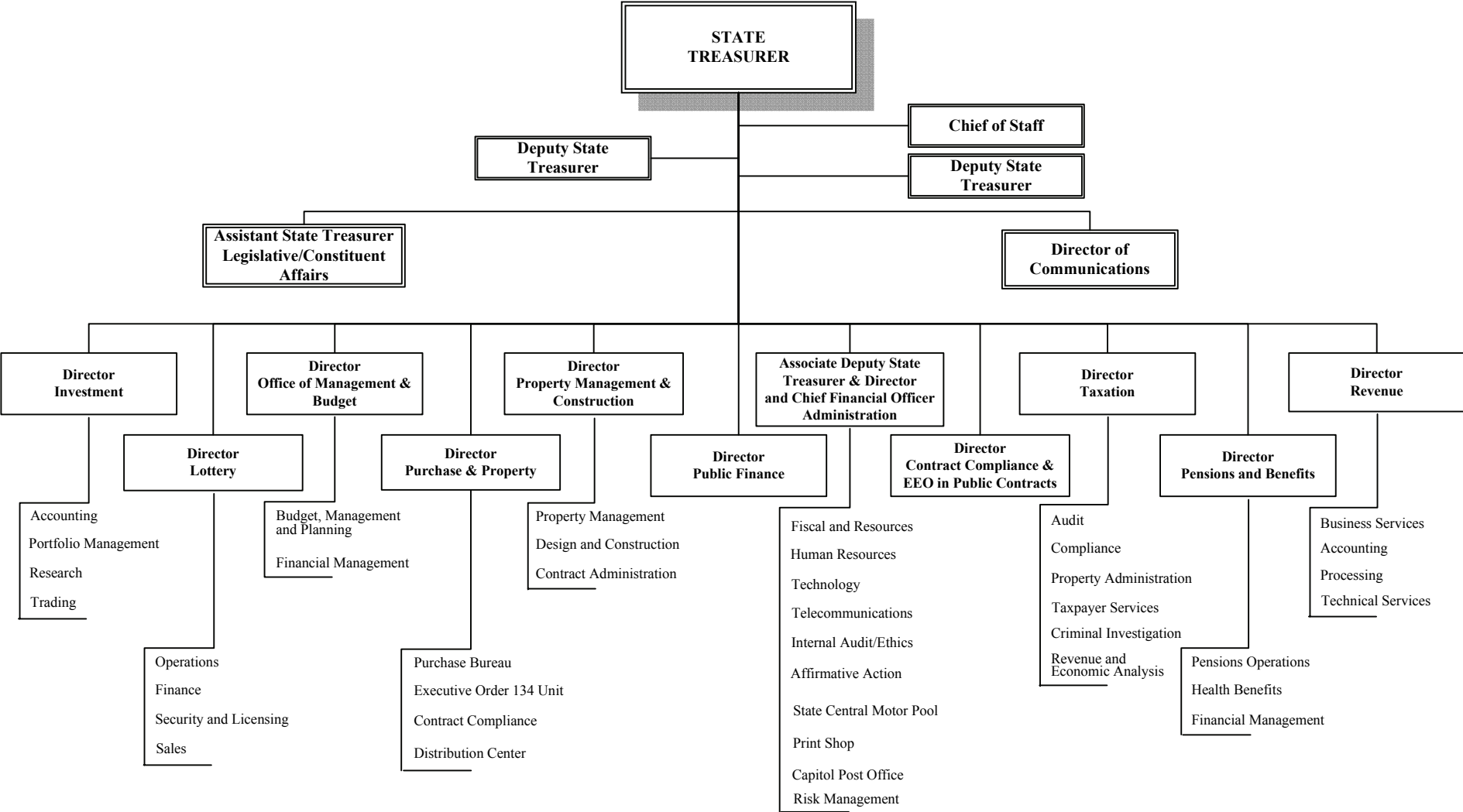
Notwithstanding the provisions of any law or regulation to the contrary, the amount hereinabove for the Airport Safety Fund is payable out of the "Airport Safety Fund" established pursuant to section 4 of P.L. 1983, c. 264 (C.6:1-92) and is available for salary and operational costs incurred by the Bureau of Aeronautics in the administration of loans or grants; the acquisition of airports lands or rights in lands; the operation or provision of any program or activity which promotes aviation safety, promotes aviation education, or provides for the promotion of aeronautics; and for those aviation purposes which the department is empowered to undertake pursuant to the "New Jersey Airport Safety Act of 1983," P.L.1983, c.264 (C.6:1-89 et seq.) or under Title 6 and Title 27 of the Revised Statutes. If receipts to that fund are less than anticipated, the appropriation shall be reduced proportionately.

Receipts derived from fees on placarded rail freight cars transporting hazardous materials in this State are appropriated to defray the expenses of the Placarded Rail Freight Car Transporting Hazardous Materials program, subject to the approval of the Director of the Division of Budget and Accounting.

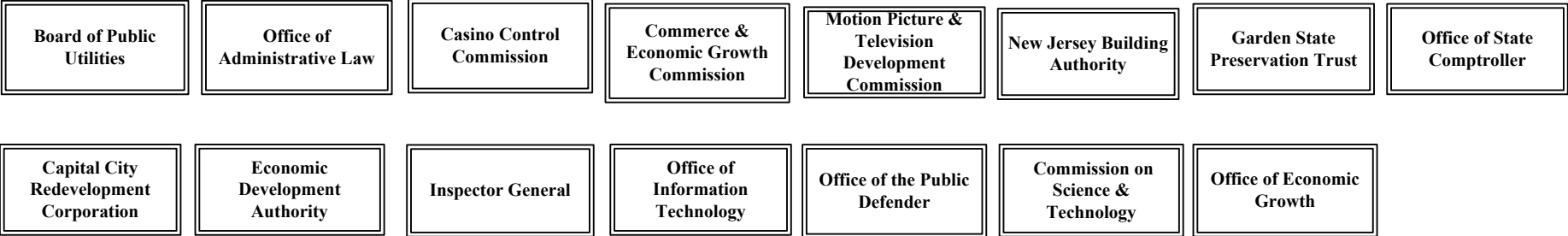
## Language Recommendations -- Grants-In-Aid - General Fund

The unexpended balance at the end of the preceding fiscal year in the Airport Safety Fund account together with any receipts in excess of the amount anticipated are appropriated.

# TREASURY



## In-But-Not-Of Agencies





## DEPARTMENT OF THE TREASURY OVERVIEW

The Department of Treasury includes not only the State's traditional financial oversight and purchasing functions, but also higher education services, information technology services, and a number of in-but-not-of boards and agencies that receive funding through the State Budget, including: the Economic Development Authority; the Motion Picture and Television Development Commission; the New Jersey Commerce, Economic Growth and Tourism Commission; the Commission on Science and Technology; the Board of Public Utilities; the Office of Administrative Law; the Casino Control Commission; the Office of the Public Defender; the State Legal Services Office; the Office of the Inspector General; the Office of Information Technology; and the Office of the State Comptroller. A complete description of the goals and objectives of these programs and agencies can be found on their respective budget pages.

The mission of the Department of Treasury itself is to formulate and manage the State's Budget, generate and collect revenues, disburse the appropriations used to operate New Jersey State government, manage the State's physical and financial assets, and provide statewide support services to State and local government agencies as well as the citizens of New Jersey.

The Department's overriding goal is to ensure the most beneficial use of fiscal resources and revenues to meet critical needs, all within a policy framework set by the Governor. Its objectives include providing current, relevant financial information for management and the public to consider; administering the tax laws of the State to maximize the collection of tax revenue; enhancing revenue collection through integrated processing of receipts and aggressive management of public accounts receivable; providing for a centralized purchasing system for goods and services; planning, programming, designing, and supervising the construction of buildings and facilities for the various State agencies; investing and reinvesting funds of the various State agencies and pension funds as effectively as possible; administering all employee benefit programs at minimum cost; providing risk management, loss prevention, and claims services and management of the fire and casualty insurance program to all State agencies; and operating a central motor pool fleet at the lowest possible cost and in the safest manner.

### Budget Highlights

The Fiscal 2008 Budget for the Department of Treasury totals \$4.132 billion, an increase of \$1.233 billion or 42.5% over the fiscal 2007 adjusted appropriation of \$2.899 billion.

The major component of this increase is \$1.194 billion for Homestead Property Tax Credits/Rebates. Other Fiscal 2008 Budget initiatives, such as the newly created Office of the State Comptroller, the restructuring of the Office of Information Technology, and aid to Higher Education programs are discussed below.

### Property Tax Relief

The Fiscal 2008 Budget increases essential property tax relief programs, providing a total of \$2.5 billion in rebates to New Jersey property taxpayers.

The Fiscal 2008 Budget allocates \$2.3 billion toward direct property tax relief for homeowners through the Homestead Property Tax Credits/Rebates for Homeowners program. This is the highest level of direct property tax relief ever appropriated in a single year. The program, which will provide significant tax relief for an estimated 1.9 million New Jersey taxpayers, will increase rebate amounts for 82% of homeowners (1.5 million). The remaining 18% of homeowners (340,000), whose current rebates are higher than the new fiscal 2008 rebate formula would provide, will continue to receive a level benefit.

Funding for Homestead Property Tax Rebates for Tenants is doubled to \$251 million in fiscal 2008 to provide a rebate to nearly 800,000

tenants. The maximum rebate amount for approximately 550,000 low-income, non-senior tenants has been increased to \$350. Tenants with income in excess of \$50,000 but less than \$100,000 will receive a maximum rebate of \$80, which includes a 3.9% cost-of-living-adjustment. Rebates for senior tenants will include a 3.9% cost-of-living-adjustment as well.

The State's low- and middle-income seniors will continue to see 100% of their property tax increases paid through the Senior and Disabled Citizens' Property Tax Reimbursement (Senior Tax Freeze) program. Funding for this program increases 21% (\$26.5 million) to \$153 million in fiscal 2008. This program is expected to provide rebates to approximately 164,000 seniors in fiscal 2008, with rebates averaging \$931.

### Department Accomplishments

Consistent with the Division of Taxation's effort to maximize collection of all taxes, Compliance Collections continue to represent the fourth largest single revenue source in the State Budget. Compliance Collections are defined as revenue resulting from the Division's compliance or enforcement action, program or intervention, or revenue otherwise not remitted voluntarily by a taxpayer.

The Division of Revenue continues to institute and expand programs that enhance the State's revenue accounting and collection process, especially using technology to improve and enhance service. For example, compared to fiscal 2000, when 600,000, or 15%, of individual tax returns were filed electronically, over two million, or 50%, were electronically filed in fiscal 2006.

The Division of Lottery experienced record Lottery sales in fiscal 2006 totaling \$2.4 billion. This resulted in a State contribution to education and State institutions of \$844 million, also a record high.

The Division of Property Management and Construction began implementation of a surplus furniture refurbishing and redistribution program which has resulted in a cost avoidance of over \$2 million.

The Division of Pensions and Benefits continues to use technology to expand client service offerings for both individual clients and employer clients in support of Treasury's paper free initiative.

The Division of Purchase and Property has introduced procurement process innovations, including an eCatalog system, strategic sourcing, and contract restructuring, to achieve lower costs and improve client service.

The Department continues to work with a number of State agencies to aggregate and bid electricity supply costs via the New Jersey Consolidated Energy Savings Program. This purchasing consortium has saved the State approximately \$7 million for each year of the current three-year contract.

The Department effectively managed a statewide recall program which has resulted in the recall of over 1,200 vehicles to date.

In-but-not-of agencies that have significant changes in the Fiscal 2008 Budget recommendation are described below:

### Office of Information Technology

In fiscal 2008, \$41.4 million in State funding for Office of Information Technology (OIT) services has been moved from departments directly to OIT to provide flexibility and funding certainty in operating the State's core information technology infrastructure. As such, OIT continues implementation of the recommendations provided by the Commission on Government Efficiency and Reform to overhaul and modernize the State's information technology systems, including the creation of a comprehensive business plan for statewide services, the coordination of planning across all departments, and the identification of potential management efficiencies.

**Office of the State Comptroller**

In fiscal 2008, funding of \$9 million is recommended for the Office of the State Comptroller. Created in fiscal 2007 to eliminate fiscal mismanagement, waste, and corruption, the Office provides enhanced financial oversight of State agencies, public institutions of higher education, independent State authorities, units of local government, and boards of education.

**Office of Administrative Law**

In fiscal 2008, a decrease of \$208,000 in Direct State Services funding is recommended for the Office of Administrative Law (OAL). This decrease of 5.3% will be offset by dedicated funding from third party users of OAL services, such as government-regulated industries and the federal government.

**Higher Education System**

The Department of Treasury budget also contains appropriations supporting certain higher educational services, including support to independent institutions, aid to county colleges, and miscellaneous higher education grant and capital programs.

There are 14 independent institutions in New Jersey that receive funding through the Independent College and University Assistance Act and participate in other State-funded programs, including facilities bond funds, programs for special student populations, and student grant, scholarship, and loan programs. The Fiscal 2008 Budget recommends funding to the independent colleges and universities in the amount of \$20.4 million for direct operating aid, an increase of \$1 million or 4.9% over fiscal 2007.

The county college system is composed of 19 institutions that provide access to higher education for a broad range of New Jersey residents, many of whom might otherwise be denied the benefit of a college education. Total services and recommended funding for the county colleges, including operating aid, fringe benefits, and debt service

funding, is \$232 million for fiscal 2008, an increase of \$14.5 million from fiscal 2007. Of this amount, \$20 million will be funded from the Department of Labor and Workforce Development's Supplemental Workforce Fund for Basic Skills. Direct aid to the county colleges of \$163.4 million is an increase of \$7.6 million, or 4.9% over the fiscal 2007 funding level.

County colleges are eligible to participate in the Chapter 12 bond program, a \$530 million self-renewing capital funding mechanism specifically for these institutions. Counties or eligible authorities issue bonds for new construction, acquisition, expansion, or capital renewal or replacement, and the State shares the debt service equally with the counties. In fiscal 2008, debt service payments by the State are anticipated to be \$33.5 million. This is an increase of \$6.0 million over the fiscal 2007 projected debt service.

In fiscal 2008, support is continued for debt service costs of a variety of valuable higher education capital programs, including the \$550 million Higher Education Capital Improvement Program; the \$100 million Equipment Leasing Fund; the \$55 million Higher Education Technology Infrastructure Bond Fund; the \$220 million Higher Education Facilities Trust Fund; and the \$90 million Dormitory Safety Trust Fund. Debt service for these programs in fiscal 2008 is recommended at \$92.2 million, an increase of \$5.7 million over fiscal 2007.

Support for the New Jersey Stem Cell Research Institute will be maintained in fiscal 2008 at \$5.5 million. The Stem Cell Research Institute will be jointly operated by the University of Medicine and Dentistry of New Jersey and Rutgers, The State University and will be based in a new facility to be built in New Brunswick. The Institute, one of the first of its kind in the country, will be the first to form a real partnership between research universities, a medical school, and private interests.

**DEPARTMENT OF THE TREASURY**  
**SUMMARY OF APPROPRIATIONS BY FUND**  
(thousands of dollars)

Year Ending June 30, 2006					Year Ending June 30, 2008		
Orig. & (S)Supple- mental	Reapp. & (R)Recpts.	Transfers & (E)Emer- gencies	Total Available	Expended	2007 Adjusted Approp.	Requested	Recom- mended
<b>GENERAL FUND</b>							
386,856	106,967	-17,796	476,027	442,100	450,470	429,015	429,015
239,797	18,686	-21,104	237,379	213,522	404,302	423,865	414,606
305,241	20,694	-84	325,851	294,340	302,734	306,538	298,169
---	7,276	3,058	10,334	507	6,916	6,500	6,500
144,651	---	---	144,651	144,650	363,121	383,608	383,608
<b>1,076,545</b>	<b>153,623</b>	<b>-35,926</b>	<b>1,194,242</b>	<b>1,095,119</b>	<b>1,527,543</b>	<b>1,549,526</b>	<b>1,531,898</b>
<b>PROPERTY TAX RELIEF FUND</b>							
796,488	400,053	---	1,196,541	1,194,334	1,183,788	2,404,000	2,404,000
167,020	---	---	167,020	151,756	158,134	166,291	166,291
<b>963,508</b>	<b>400,053</b>	<b>---</b>	<b>1,363,561</b>	<b>1,346,090</b>	<b>1,341,922</b>	<b>2,570,291</b>	<b>2,570,291</b>
<b>CASINO CONTROL FUND</b>							
28,686	812	---	29,498	28,770	29,440	29,440	29,440
<b>28,686</b>	<b>812</b>	<b>---</b>	<b>29,498</b>	<b>28,770</b>	<b>29,440</b>	<b>29,440</b>	<b>29,440</b>
<b>2,068,739</b>	<b>554,488</b>	<b>-35,926</b>	<b>2,587,301</b>	<b>2,469,979</b>	<b>2,898,905</b>	<b>4,149,257</b>	<b>4,131,629</b>
<b>Total Appropriation, Department of the Treasury</b>							

# TREASURY

## SUMMARY OF APPROPRIATIONS BY PROGRAM (thousands of dollars)

Year Ending June 30, 2006						Year Ending June 30, 2008		
Orig. & (S)Supple- mental	Reapp. & (R)Recpts.	Transfers & (E)Emer- gencies	Total Available	Expended		2007 Adjusted Approp.	Requested	Recom- mended
DIRECT STATE SERVICES - GENERAL FUND								
Economic Planning and Development								
502	---	14	516	513	Economic Development	515	515	515
568	30	100	698	594	New Jersey Commission on Science and Technology	549	549	549
1,070	30	114	1,214	1,107	Subtotal	1,064	1,064	1,064
Economic Regulation								
8,027	1,248	-300	8,975	7,281	Utility Regulation	8,287	8,287	8,287
2,024	174	44	2,242	1,943	Regulation of Cable Television	2,114	2,114	2,114
1,628	---	---	1,628	1,628	Energy Assistance Programs	1,730	1,730	1,730
3,724	84	326	4,134	3,935	Regulatory Support Services	3,595	3,595	3,595
10,920	1,353	442	12,715	11,674	Administration and Support Services	11,239	11,239	11,239
26,323	2,859	512	29,694	26,461	Subtotal	26,965	26,965	26,965
Governmental Review and Oversight								
605	---	248	853	839	Employee Relations and Collective Negotiations	669	669	669
19,528	70,228	-59,321	30,435	24,818	Office of Management and Budget	14,463	14,633	14,633
---	---	---	---	---	Office of the State Comptroller	---	9,000	9,000
2,500	28	---	2,528	1,400	Office of the Inspector General	5,293	2,293	2,293
22,633	70,256	-59,073	33,816	27,057	Subtotal	20,425	26,595	26,595
Financial Administration								
103,993	6,523	16,443	126,959	123,906	Taxation Services and Administration	112,735	111,411	111,411
22,400	6,823	-55	29,168	29,160	Administration of State Lottery	21,818	21,818	21,818
29,597	5,066	-181	34,482	28,080	Administration of State Revenues	30,773	24,023	24,023
8,545	11	3,629	12,185	12,137	Management of State Investments	13,387	---	---
4,703	148	---	4,851	4,798	Business Services Bureau	4,685	4,685	4,685
169,238	18,571	19,836	207,645	198,081	Subtotal	183,398	161,937	161,937
General Government Services								
468	---	---	468	238	Garden State Preservation Trust	476	476	476
9,518	51	1,252	10,821	10,432	Purchasing and Inventory Management	9,723	9,723	9,723
32,062	9,432	1,730	43,224	32,708	Pensions and Benefits	---	---	---
14,638	1,039	940	16,617	15,862	Property Management and Construction - Property Management Services	14,172	14,422	14,422
1,957	494	34	2,485	2,440	Risk Management	2,647	2,647	2,647
---	---	---	---	---	Office of Information Technology	49,397	48,441	48,441
4,855	---	---	4,855	4,855	Adjudication of Administrative Appeals	4,702	4,494	4,494
---	---	---	---	---	Emergency Telecommunication Services	19,067	13,817	13,817
63,498	11,016	3,956	78,470	66,535	Subtotal	100,184	94,020	94,020
Management and Administration								
1,763	1	-50	1,714	1,654	Contract Compliance and Equal Employment Opportunity in Public Contracts	1,695	1,695	1,695
6,825	1,081	6,732	14,638	14,014	Administration and Support Services	10,991	10,991	10,991
8,588	1,082	6,682	16,352	15,668	Subtotal	12,686	12,686	12,686

Year Ending June 30, 2006					Year Ending June 30, 2008		
Orig. & (S)Supple- mental	Reapp. & (R)Recpts.	Transfers & (E)Emer- gencies	Total Available	Expended	2007 Adjusted Approp.	Requested	Recom- mended
9,147	423	-215	9,355	9,341	<b>Protection of Citizens' Rights</b>		
84,994	2,720	9,299	97,013	95,405	Appellate Services to Indigents	10,053	10,053
					Trial Services to Indigents and Special		
					Programs	93,180	93,180
1,365	10	1,093	2,468	2,445	Administration and Support Services	2,515	2,515
95,506	3,153	10,177	108,836	107,191	<i>Subtotal</i>	105,748	105,748
386,856	106,967	-17,796	476,027	442,100	<i>Total Direct State Services - General Fund</i>	450,470	429,015
							429,015
					<b>DIRECT STATE SERVICES - CASINO CONTROL FUND</b>		
					<b>Financial Administration</b>		
28,686	812	---	29,498	28,770	Administration of Casino Gambling	29,440	29,440
28,686	812	---	29,498	28,770	<i>Subtotal</i>	29,440	29,440
28,686	812	---	29,498	28,770	<i>Total Direct State Services - Casino Control Fund</i>	29,440	29,440
415,542	107,779	-17,796	505,525	470,870	<i>TOTAL DIRECT STATE SERVICES</i>	479,910	458,455
							458,455
					<b>GRANTS-IN-AID - GENERAL FUND</b>		
					<b>Higher Educational Services</b>		
25,959	---	---	25,959	25,959	Support to Independent Institutions	21,878	21,672
83,379	9,500	-22,166	70,713	59,310	Miscellaneous Higher Education Programs	93,868	99,578
109,338	9,500	-22,166	96,672	85,269	<i>Subtotal</i>	115,746	121,250
					<b>Economic Planning and Development</b>		
19,569	1,044	2,337	22,950	22,681	Economic Development	169,441	169,241
14,650	4,774	900	20,324	14,321	New Jersey Commission on Science and Technology	16,950	21,950
34,219	5,818	3,237	43,274	37,002	<i>Subtotal</i>	186,391	191,191
					<b>Economic Regulation</b>		
79,840	---	---	79,840	74,651	Energy Assistance Programs	70,840	70,840
79,840	---	---	79,840	74,651	<i>Subtotal</i>	70,840	70,840
					<b>General Government Services</b>		
---	---	---	---	---	Emergency Telecommunication Services	14,925	14,925
---	---	---	---	---	<i>Subtotal</i>	14,925	14,925
					<b>Management and Administration</b>		
---	3,368	-2,175	1,193	200	Administration and Support Services	---	---
---	3,368	-2,175	1,193	200	<i>Subtotal</i>	---	---
					<b>Protection of Citizens' Rights</b>		
16,400	---	---	16,400	16,400	Trial Services to Indigents and Special Programs	16,400	16,400
16,400	---	---	16,400	16,400	<i>Subtotal</i>	16,400	16,400
239,797	18,686	-21,104	237,379	213,522	<i>Total Grants-In-Aid - General Fund</i>	404,302	423,865
							414,606

# TREASURY

Year Ending June 30, 2006						Year Ending June 30, 2008		
Orig. & (S)Supple- mental	Reapp. & (R)Recpts.	Transfers & (E)Emer- gencies	Total Available	Expended		2007 Adjusted Approp.	Requested	Recom- mended
GRANTS-IN-AID - PROPERTY TAX RELIEF FUND								
State Subsidies and Financial Aid								
796,488	400,053	---	1,196,541	1,194,334	Homestead Exemptions	1,183,788	2,404,000	2,404,000
796,488	400,053	---	1,196,541	1,194,334	Subtotal	1,183,788	2,404,000	2,404,000
796,488	400,053	---	1,196,541	1,194,334	Total Grants-In-Aid - Property Tax Relief Fund	1,183,788	2,404,000	2,404,000
1,036,285	418,739	-21,104	1,433,920	1,407,856	TOTAL GRANTS-IN-AID	1,588,090	2,827,865	2,818,606
STATE AID - GENERAL FUND								
Higher Educational Services								
181,023	---	-500	180,523	179,008	Aid to County Colleges	175,993	186,918	178,549
181,023	---	-500	180,523	179,008	Subtotal	175,993	186,918	178,549
State Subsidies and Financial Aid								
1,481	---	416	1,897	1,897	County Boards of Taxation	2,289	2,289	2,289
79,323	20,694	---	100,017	70,021	Locally Provided Assistance	62,656	56,796	56,796
43,414	---	---	43,414	43,414	Consolidated Police and Firemen's Pension Fund	61,796	60,535	60,535
124,218	20,694	416	145,328	115,332	Subtotal	126,741	119,620	119,620
305,241	20,694	-84	325,851	294,340	Total State Aid - General Fund	302,734	306,538	298,169
STATE AID - PROPERTY TAX RELIEF FUND								
Higher Educational Services								
28,556	---	---	28,556	25,439	Aid to County Colleges	27,500	33,464	33,464
28,556	---	---	28,556	25,439	Subtotal	27,500	33,464	33,464
State Subsidies and Financial Aid								
109,000	---	---	109,000	98,981	Reimbursement of Senior/ Disabled Citizens' and Veterans' Tax Deductions	99,100	99,100	99,100
29,464	---	---	29,464	27,336	Consolidated Police and Firemen's Pension Fund	31,534	33,727	33,727
138,464	---	---	138,464	126,317	Subtotal	130,634	132,827	132,827
167,020	---	---	167,020	151,756	Total State Aid - Property Tax Relief Fund	158,134	166,291	166,291
472,261	20,694	-84	492,871	446,096	TOTAL STATE AID	460,868	472,829	464,460
CAPITAL CONSTRUCTION								
Economic Regulation								
---	1	---	1	---	Administration and Support Services	---	---	---
---	1	---	1	---	Subtotal	---	---	---

Year Ending June 30, 2006					Year Ending June 30, 2008		
Orig. & (S)Supple- mental	Reapp. & (R)Recpts.	Transfers & (E)Emer- gencies	Total Available	Expended	2007 Adjusted Approp.	Requested	Recom- mended
---	3,578	-42	3,536	---	<b>General Government Services</b>		
					Property Management and Construction -		
					Property Management Services		
---	3,697	3,100	6,797	507	6,916	6,500	6,500
					Office of Information Technology		
---	7,275	3,058	10,333	507	6,916	6,500	6,500
					<i>Subtotal</i>		
---	7,276	3,058	10,334	507	6,916	6,500	6,500
					<b>TOTAL CAPITAL CONSTRUCTION</b>		
					<b>DEBT SERVICE</b>		
					<b>Management and Administration</b>		
144,651	---	---	144,651	144,650	363,121	383,608	383,608
					Administration and Support Services		
144,651	---	---	144,651	144,650	363,121	383,608	383,608
					<i>Subtotal</i>		
144,651	---	---	144,651	144,650	363,121	383,608	383,608
					<b>TOTAL DEBT SERVICE</b>		
2,068,739	554,488	-35,926	2,587,301	2,469,979	2,898,905	4,149,257	4,131,629
					<b>Total Appropriation, Department of the Treasury</b>		

### 30. EDUCATIONAL, CULTURAL, AND INTELLECTUAL DEVELOPMENT

#### 36. HIGHER EDUCATIONAL SERVICES

##### PROGRAM CLASSIFICATIONS

47. **Support to Independent Institutions.** The Independent College and University Assistance Act, N.J.S.A.18A:72B-15 et seq., provides for financial assistance to 14 eligible New Jersey independent colleges and universities. This assistance, which is based on the number of New Jersey students enrolled at these institutions, helps to ensure that this valuable sector of the State's system of higher education will continue to provide educational opportunities for New Jersey citizens. Direct aid also is provided in support of specific programs at selected independent institutions.

48. **Aid to County Colleges.** The New Jersey system of community colleges was established by statute in 1962 (N.J.S.A.18A:64A-1 et seq.). The first county colleges were opened four years later in Atlantic, Cumberland, Middlesex, and Ocean counties. Today there are 19 institutions: one community college in each of 17 counties, a bi-county college serving Somerset and Hunterdon counties, and a bi-county college serving Atlantic and Cape May counties. These institutions enroll more than 200,000 full-time and part-time credit students, 100,000 non-credit students, and 50,000 employees through customized training annually, and provide access to higher education for a broad range of New Jersey residents who would otherwise be denied the advantages associated with a college education.

State aid is appropriated for county college operational costs and is distributed among the institutions by the State in consultation with the Council of County Colleges. The distribution is based on a formula that includes foundation aid, enrollment funding, and access funding. Aid in amounts not to exceed one-half of project costs may also be provided for capital projects under P.L. 1971, Chapter 12. In addition, some fringe benefit costs of certain county college employees are paid by the State.

49. **Miscellaneous Higher Education Programs.** Includes four key programs that assist New Jersey's institutions of higher

education, both public and private, in keeping pace with technological changes and responding to industry and work force needs. The Higher Education Equipment Leasing Fund (ELF) Act (P.L. 1993, c.136) established a \$100 million fund to finance the purchase of scientific, engineering, technical, computer, communications, and instructional equipment. The original ELF bonds were retired in 2000, and issuance of a second \$100 million in bonds was authorized in 2001. The State pays three-quarters of the debt service on Equipment Leasing Fund bonds, and the colleges pay the remaining share. The Higher Education Facilities Trust Fund Act (P.L. 1993, c.375) established a \$220 million fund to finance the construction, renovation or improvement of instructional, laboratory, communication, and research facilities. The State pays the entire cost of debt service on Higher Education Facilities Trust Fund bonds.

The Higher Education Technology Infrastructure Fund Act (P.L. 1997, c.238) provided \$55 million in support for critical technology needs and complements the State's other facility and equipment bond funds. The State pays the entire cost of debt service on Higher Education Technology Infrastructure Fund bonds. The \$550 million Higher Education Capital Improvement Fund (P.L. 1999, c.217) is designed to address the issues of renewal, renovation, improvement, expansion, construction, and reconstruction of facilities and technology infrastructure. The State pays two-thirds of the debt service for public institutions and one-half of the debt service for independent institutions.

The Educational Facilities Authority (EFA) issues bonds to finance projects under these four programs, with the debt service supported by annual State appropriations.

The Dormitory Safety Trust Fund (P.L. 2000, c.56) provided loans to eligible public or private secondary schools, military schools or boarding schools, and public or private institutions of higher education to install automatic fire suppression systems. Funds for the trust were provided from the issuance of \$90 million in State bonds.

# TREASURY

## APPROPRIATIONS DATA (thousands of dollars)

Year Ending June 30, 2006					Year Ending June 30, 2008				
Orig. & (S)Supple- mental	Reapp. & (R)Recpts.	Transfers & (E)Emer- gencies	Total Available	Expended	Prog. Class.	2007 Adjusted Approp.	Requested	Recom- mended	
GRANTS-IN-AID									
Distribution by Fund and Program									
25,959	---	---	25,959	25,959	Support to Independent Institutions	47	21,878	30,902	21,672
83,379	9,500	-22,166	70,713	59,310	Miscellaneous Higher Education Programs	49	93,868	99,607	99,578
109,338	9,500	-22,166	96,672	85,269	Total Grants-in-Aid		115,746	130,509	121,250
Distribution by Fund and Object									
Grants:									
23,962	---	---	23,962	23,962	Aid to Independent Colleges and Universities	47	19,481	29,505	20,435
200	---	---	200	200	Clinical Legal Programs for the Poor--Seton Hall University (P.L. 1996, c.52)	47	200	200	200
130	---	---	130	130	Institute for Advanced Study -- Discrete Mathematics and Computer Science Center	47	80	80	---
130	---	---	130	130	Institute for Advanced Study -- Park City Mathematics Institute	47	80	80	---
500	---	---	500	500	Bloomfield College -- Science Laboratory	47	---	---	---
---	---	---	---	---	Bloomfield College - Academic Center	47	1,000	---	---
1,037	---	---	1,037	1,037	Research Under Contract with the Institute of Medical Research, Camden	47	1,037	1,037	1,037
3,000	---	---	3,000	3,000	Higher Education Incentive Endowment Fund	49	---	---	---
100	---	---	100	5	Garden State Savings Bonds Incentive	49	100	100	100
17,100	---	-15,515	1,585	1,584	Higher Education Capital Improvement Program -- Debt Service	49	32,146	42,695	42,695
18,599	---	-350	18,249	18,110	Equipment Leasing Fund -- Debt Service	49	18,503	13,922	13,922
21,033	---	-2,140	18,893	18,642	Higher Education Facilities Trust Fund -- Debt Service	49	20,911	20,972	20,972
6,475	---	---	6,475	6,460	Higher Education Technology Bond -- Debt Service	49	6,457	6,426	6,426
576	---	---	576	576	Marine Sciences Consortium	49	576	605	576
---	---	60	60	60	Richard Stockton College Fire Relief	49	---	---	---
8,796	---	-5,721	3,075	2,989	Dormitory Safety Trust Fund -- Debt Service	49	8,475	8,187	8,187
1,200	---	---	1,200	1,200	Statewide Systemic Initiative to Reform Mathematics and Science Education	49	1,200	1,200	1,200
5,500	9,500	1,500	16,500	5,684	New Jersey Stem Cell Research Institute	49	5,500	5,500	5,500
1,000	---	---	1,000	1,000	Stevens Institute of Technology - New Jersey Community College Strategic Partnership	49	---	---	---

# TREASURY

Year Ending June 30, 2006					Year Ending June 30, 2008				
Orig. & (S)Supple- mental	Reapp. & (R)Recpts.	Transfers & (E)Emer- gencies	Total Available	Expended		Prog. Class.	2007 Adjusted Approp.	Requested	Recom- mended
STATE AID									
Distribution by Fund and Program									
223,579	---	-500	223,079	218,447	Aid to County Colleges	48	217,493	240,382	232,013
195,023	---	-500	194,523	193,008	(From General Fund)		189,993	206,918	198,549
28,556	---	---	28,556	25,439	(From Property Tax Relief Fund)		27,500	33,464	33,464
223,579	---	-500	223,079	218,447	Total State Aid		217,493	240,382	232,013
195,023	---	-500	194,523	193,008	(From General Fund)		189,993	206,918	198,549
28,556	---	---	28,556	25,439	(From Property Tax Relief Fund)		27,500	33,464	33,464
Less:									
(14,000)	---	---	(14,000)	(14,000)	Supplemental Workforce Fund-Basic Skills		(14,000)	(20,000)	(20,000)
(14,000)	---	---	(14,000)	(14,000)	Total Income Deductions		(14,000)	(20,000)	(20,000)
209,579	---	-500	209,079	204,447	Total State Appropriation		203,493	220,382	212,013
Distribution by Fund and Object									
State Aid:									
162,562	---	---	162,562	162,562	Operational Costs	48	155,806	171,806	163,437
28,556	---	---	28,556	25,439	Debt Service for Chapter 12 P.L.1971, c.12 (C.18A:64A-22.1) (PTRF)	48	27,500	33,464	33,464
16,152	---	---	16,152	15,489	Alternate Benefit Program - Employer Contributions (a)	48	15,626	16,508	16,508
2,159	---	---	2,159	2,159	Alternate Benefit Program - Non-contributory Insurance (a)	48	3,086	2,572	2,572
11	---	---	11	11	Teachers' Pension and Annuity Fund - Non-contributory Insurance (a)	48	18	16	16
26	---	---	26	26	Employer Contributions -- Teachers' Pension and Annuity Fund (a)	48	343	343	343
1,117	---	---	1,117	1,034	Teachers' Pension and Annuity Fund -- Post Retirement Medical	48	1,155	1,144	1,144
12,461	---	-400	12,061	11,335	Post Retirement Medical Other Than TPAF	48	13,516	14,078	14,078
450	---	-100	350	307	Employer Contributions -- FICA for County College Members of Teachers' Pension and Annuity Fund	48	350	350	350
85	---	---	85	85	Debt Service on Pension Obligation Bonds P.L. 1997, c.114 (C.34:1B-7.50 et seq.)	48	93	101	101
Less:									
(14,000)	---	---	(14,000)	(14,000)	Income Deductions		(14,000)	(20,000)	(20,000)
318,917	9,500	-22,666	305,751	289,716	Grand Total State Appropriation		319,239	350,891	333,263

## Notes -- State Aid - General Fund

(a) The fiscal year 2006 data has been adjusted to report the non-contributory insurance component.

## Language Recommendations -- Grants-In-Aid - General Fund

For the purpose of implementing the "Independent College and University Assistance Act," P.L.1979, c.132 (C.18A:72B-15 et seq.), the number of full-time equivalent students (FTE) at the eight State Colleges is 58,425 for fiscal year 2007.

Receipts in excess of the amount hereinabove for Clinical Legal Programs for the Poor-Seton Hall University (P.L.1996, c.52) are appropriated for the same purpose, subject to the approval of the Director of the Division of Budget and Accounting.

The sums provided hereinabove for Research Under Contract with the Institute of Medical Research, Camden (Coriell Institute) shall be expended on support for research activities, and the Institute shall submit an annual audited financial statement to the Department of the Treasury which shall include a schedule showing the use of these funds.



# TREASURY

In addition to the amounts hereinabove appropriated for the Higher Education Capital Improvement Program-Debt Service account, the unexpended balances at the end of the preceding fiscal year are appropriated for the same purpose.

The amount hereinabove appropriated for the New Jersey Stem Cell Research Institute shall be expended subject to the approval of the State Treasurer in consultation with the New Jersey Commission on Science and Technology.

The unexpended balance at the end of the preceding fiscal year in the New Jersey Stem Cell Research Institute account is appropriated for the same purpose, subject to the approval of the Director of the Division of Budget and Accounting.

## Language Recommendations -- State Aid - General Fund

In addition to the amount hereinabove for operational costs, there is appropriated \$20,000,000 from the Supplemental Workforce Fund for Basic Skills for the same purpose.

Notwithstanding the provisions of any law or regulation to the contrary, from the sums hereinabove appropriated for county college Operational Costs, there are allocated such sums as are required to provide the reimbursement to cover tuition costs of the National Guard members pursuant to subsection b. of section 1 of P.L.2001, c.427 (C.18A:62-24).

Such additional sums as may be required for Alternate Benefit Program - Employer Contributions, Alternate Benefit Program - Non-contributory Insurance, Teachers' Pension and Annuity Fund - Non-contributory Insurance, Teachers' Pension and Annuity Fund - Post Retirement Medical, Post Retirement Medical Other Than TPAF, and Employer Contributions - FICA for County College Members of Teachers' Pension and Annuity Fund are appropriated, as the Director of the Division of Budget and Accounting shall determine.

In addition to the sum hereinabove appropriated for Debt Service on Pension Obligation Bonds P.L.1997, c.114 (C.34:1B-7.50 et seq.) to make payments under the State Treasurer's contracts authorized pursuant to section 6 of P.L.1997, c.114 (C.34:1B-7.50), there are appropriated such other sums as the Director of the Division of Budget and Accounting shall determine are required to pay all amounts due from the State pursuant to such contracts.

## Language Recommendations -- State Aid - Property Tax Relief Fund

Such sums as may be necessary for the payment of interest or principal or both, due from the issuance of any bonds authorized under the provisions of section 1 of P.L.1971, c.12 (C.18A:64A-22.1) are appropriated.

## HIGHER EDUCATIONAL SERVICES

Of the amount hereinabove appropriated for Higher Educational Services, such sums as the Director of the Division of Budget and Accounting shall determine from the schedule included in the Governor's Budget Message and Recommendations first shall be charged to the State Lottery Fund.

## 50. ECONOMIC PLANNING, DEVELOPMENT, AND SECURITY

### 51. ECONOMIC PLANNING AND DEVELOPMENT

#### OBJECTIVES

1. To promote the expansion and growth of commerce and industry in order to create employment and economic growth in New Jersey.
2. To collect, analyze, and disseminate economic data for the purpose of generating a coordinated projection of economic conditions for State government.
3. To promote sustainable economic growth and create quality jobs by retaining and expanding existing jobs and attracting new jobs to New Jersey.
4. To build a foundation of New Jersey's economic leadership in the 21st century.
5. To implement a market-driven economic development service delivery system, including the introduction of innovative programs and flexible services.
6. To highlight the importance of the tourism industry in New Jersey, improve qualitative and quantitative services to the industry and the public, improve efficiency, and meet the challenges of a competitive economy.

#### PROGRAM CLASSIFICATIONS

38. **Economic Development.** Executive Branch economic development entities that receive State appropriations include the New Jersey Commerce, Economic Growth and Tourism Commission, the Motion Picture and Television Development Commission, the Fort Monmouth Economic Revitalization

Planning Authority (FMERPA), and the Economic Development Authority (EDA).

The New Jersey Commerce, Economic Growth and Tourism Commission, which is in-but-not-of the Department of the Treasury, promotes business advocacy, international trade, economic development, sustainable businesses, travel and tourism, the Urban Enterprise Zone program, and the development of small, women and minority-owned businesses. The Commission also coordinates the State's economic development activities with the Office of Economic Growth, the Commission on Science and Technology, the Urban Enterprise Zone Authority, and the New Jersey Development Authority for Small Businesses, Minorities' and Women's Enterprises.

The Motion Picture and Television Development Commission facilitates the cooperation of all governmental agencies and private sector groups for applications, locations, production, and auxiliary facilities in the production of motion picture and television projects.

The FMERPA, established pursuant to P.L. 2006, c.16, is responsible for developing a revitalization plan for Fort Monmouth that will provide economic growth and prosperity to the central New Jersey region.

The EDA arranges long-term, low-interest financing for businesses, not-for-profit organizations, and government agencies for buildings, equipment, working capital, and other investments that could create and retain jobs in New Jersey.

## EVALUATION DATA

	Actual FY 2005	Actual FY 2006	Revised FY 2007	Budget Estimate FY 2008
<b>PROGRAM DATA (a)</b>				
<b>Economic Development</b>				
Motion Picture and Television Development				
Total film/television productions	903	944	970	995
Direct spending by companies (millions)	\$84.0	\$87.0	\$90.0	\$94.0
<b>Travel and Tourism</b>				
Revenue generated by tourism (billions)	\$32.4	\$36.3	\$36.3	\$36.3
Tax revenue generated by tourism (billions)	\$3.7	\$3.9	\$4.0	\$4.0
Overnight visitors (millions)	71.7	72.2	74.0	74.0
<b>International Trade</b>				
Total value of New Jersey exports (billions)	\$20.3	\$23.6	\$24.8	\$26.1
Jobs generated through exporting	243,600	283,716	298,146	313,774
<b>Development for Small Businesses and Women and Minority Businesses</b>				
Set-aside contracts awarded (millions)	\$400.0	\$200.0	\$220.0	\$250.0
Jobs created and retained	5,882	2,940	3,234	3,675
Tax revenue generated by Set-aside Program (millions)	\$22.8	\$14.0	\$15.4	\$17.5
<b>Economic Development</b>				
Urban Enterprise Zone Program				
Participating businesses	24,115	25,549	25,000	26,500
Total number of jobs created (annually)	16,422	20,512	17,000	15,000
Private investment generated (annual value in billions)	\$2.1	\$2.6	\$2.0	\$1.8
Zone Assistance Fund projects (annual value in millions)	\$50.0	\$69.3	\$50.0	\$45.0
Business Retention, Expansion and Attraction				
Number of new jobs in new businesses	6,890	2,948	6,000	7,000
Number of new jobs in existing businesses	6,746	4,862	6,000	7,000
Number of jobs retained	18,788	9,455	6,000	7,000
<b>OPERATING DATA</b>				
<b>Economic Development</b>				
Program Expenditures - Commerce Commission (thousands)				
Business Retention, Expansion and Attraction	\$1,547	\$2,387	\$2,853	\$2,503
Export Promotion	\$727	\$808	\$924	\$924
Travel and Tourism	\$13,696	\$13,784	\$11,828	\$11,828
Small Businesses and Women and Minority Businesses	\$897	\$1,475	\$1,408	\$1,408
Other Key Industries and Initiatives	\$532	\$990	\$428	\$428
Special Purpose Appropriations (thousands)				
Advertising and Promotion	\$12,242	\$12,079	\$10,260	\$10,260
Travel & Tourism Cooperative Marketing	\$1,769	\$1,850	\$1,850	\$1,850
NJ Israel Commission	\$121	\$130	\$130	\$130
<b>PERSONNEL DATA (a)</b>				
<b>Position Data</b>				
Filled Positions by Funding Source				
State Supported	112	109	100	105
All Other	17	17	15	23
Total Positions	129	126	115	128
Filled Positions by Program Class				
Economic Development	129	126	115	128
Total Positions	129	126	115	128

**Notes:**

Actual payroll counts are reported for fiscal years 2005 and 2006 as of December and revised fiscal year 2007 as of January. The Budget Estimate for fiscal year 2008 reflects the number of positions funded. Position data do not reflect employees of the EDA.

(a) Includes program evaluation and personnel data for the New Jersey Commerce, Economic Growth and Tourism Commission.

# TREASURY

## APPROPRIATIONS DATA (thousands of dollars)

Year Ending June 30, 2006					Year Ending June 30, 2008			
Orig. & (S)Supple- mental	Reapp. & (R)Recpts.	Transfers & (E)Emer- gencies	Total Available	Expended	Prog. Class.	2007 Adjusted Approp.	Requested	Recom- mended
<b><u>DIRECT STATE SERVICES</u></b>								
<b>Distribution by Fund and Program</b>								
502	---	14	516	513	Economic Development	38	515	515
<b>502</b>	<b>---</b>	<b>14</b>	<b>516</b>	<b>513</b>	<b>Total Direct State Services</b>		<b>515 (a)</b>	<b>515</b>
<b>Distribution by Fund and Object</b>								
Special Purpose:								
502	---	14	516	513	New Jersey Motion Picture and TV Development Commission	38	515	515
<b><u>GRANTS-IN-AID</u></b>								
<b>Distribution by Fund and Program</b>								
19,569	1,044	2,337	22,950	22,681	Economic Development	38	169,441	169,241
<b>19,569</b>	<b>1,044</b>	<b>2,337</b>	<b>22,950</b>	<b>22,681</b>	<b>Total Grants-in-Aid</b>		<b>169,441</b>	<b>169,241</b>
<b>Distribution by Fund and Object</b>								
Grants:								
---	900	---	900	900	Stem Cell Research Grant - Economic Development Authority (EDA)	38	---	---
---	---	---	---	---	Fort Monmouth Economic Revitalization Planning Authority	38	---	150
19,569	---	---	19,569	19,444	New Jersey Commerce, Economic Growth and Tourism Commission (b)	38	17,441	17,091
---	---	2,337	2,337	2,337	Brownfields Site Reimbursement Fund	38	---	---
---	144	---	144	---	Business Employment Incentive Program, EDA (c)	38	152,000	152,000
<b>20,071</b>	<b>1,044</b>	<b>2,351</b>	<b>23,466</b>	<b>23,194</b>	<b>Grand Total State Appropriation</b>		<b>169,956</b>	<b>169,756</b>
<b><u>OTHER RELATED APPROPRIATIONS</u></b>								
<b>All Other Funds</b>								
---	2,058 R	21	2,079	2,079	Economic Development	38	3,135	3,135
---	2,058	21	2,079	2,079	<b>Total All Other Funds</b>		<b>3,135</b>	<b>3,135</b>
<b>20,071</b>	<b>3,102</b>	<b>2,372</b>	<b>25,545</b>	<b>25,273</b>	<b>GRAND TOTAL ALL FUNDS</b>		<b>173,091</b>	<b>172,891</b>

### Notes -- Direct State Services - General Fund

(a) The fiscal year 2007 appropriation has been reduced to reflect the transfer of funds to the Interdepartmental Salary and Other Benefits Account.

### Notes -- Grants-In-Aid - General Fund

(b) The fiscal year 2007 appropriation has been adjusted for the allocation of salary program, as well as the reallocation of State appropriations supporting information technology services to the Office of Information Technology within the Department of Treasury.

(c) Funding is provided for direct Business Employment Incentive Program (BEIP) grant payments. Funding for debt service on BEIP bonds is included in the Aid to Independent Authorities program classification in the Interdepartmental budget.

### Language Recommendations -- Grants-In-Aid - General Fund

Of the sum hereinabove appropriated for the New Jersey Commerce, Economic Growth and Tourism Commission, \$10,260,000 shall be used for Advertising and Promotion; \$800,000 shall be used for New Jersey Small Business Development Centers; \$130,000 shall be used for the New Jersey Israel Commission; and \$1,850,000 shall be used for the Travel and Tourism Cooperative Marketing Program; except that any amount for the Cooperative Marketing Program is available for expenditure only to the extent that an amount equal to 25% of the State funds are expended from funds raised by the Commerce Commission, pursuant to subsection j. of section 9 of P.L. 1977, c.225 (C.34:1A-53), through contributions from private tourism industry concerns and non-State public entities as determined by the Director of the Division of Budget and Accounting. These accounts shall be considered special purpose

appropriations for accounting and reporting purposes. Of the amount hereinabove appropriated for the New Jersey Commerce, Economic Growth and Tourism Commission, such sums as are necessary shall be made available to the Office of Economic Growth, established pursuant to Executive Order #50 for its purposes, subject to the approval of the Director of the Division of Budget and Accounting and the Director of the Division of Budget and Accounting shall have the authority to create such new account as may be necessary to effectuate such transfer. In the event that any of the duties or responsibilities of the New Jersey Commerce, Economic Growth and Tourism Commission are transferred to any other State agencies, the Director of the Division of Budget and Accounting shall have the duty and is hereby empowered to transfer funds appropriated to the New Jersey Commerce, Economic Growth and Tourism Commission to such other agencies as shall be charged with the responsibility of administering the functions so transferred. The Director of the Division of Budget and Accounting shall have the authority to create such new accounts as may be necessary to effectuate such transfers. Information copies of such transfers shall be transmitted to the Legislative Budget and Finance Officer upon the effective date thereof.

Pursuant to the provisions of P.L. 2003, c.114 (C.54:32-1 et seq.) the appropriations hereinabove for purposes of promoting tourism activities in this state are first charged to revenues derived from the hotel and motel occupancy fee.

There is appropriated from the Enterprise Zone Assistance Fund such sums as are necessary for administrative services provided by the New Jersey Commerce, Economic Growth and Tourism Commission and the Office of Economic Growth in accordance with the provisions of section 11 of P.L.1993, c.367 (C.52:27H-65.1), subject to the approval of the Director of the Division of Budget and Accounting.

The Chief Executive Officer and Secretary of the Commission shall report semi-annually on the expenditure of State funds and private contributions during the preceding six months for the Advertising and Promotion Program and the Travel and Tourism, Advertising and Promotion - Cooperative Marketing Program. The first semi-annual report covering the first six months of fiscal year 2008 shall be completed not later than January 31, 2008, the second semi-annual report covering the second six months of fiscal year 2008 shall be completed not later than July 31, 2008, and both reports shall be submitted to the Treasurer, the Director of the Division of Budget and Accounting, and the Joint Budget Oversight Committee. In the event that the duties or responsibilities of the New Jersey Commerce, Economic Growth and Tourism Commission related to the Advertising and Promotion Program and the Travel and Tourism, Advertising and Promotion - Cooperative Marketing Program are transferred to any other State agencies, the reporting requirements outlined above shall become the responsibility of the commissioner of that department or agency.

Funds made available for the remediation of the discharges of hazardous substances pursuant to the amendments effective December 4, 2003, to Article VIII, Section II, paragraph 6 of the State Constitution, shall be appropriated to the Brownfields Site Reimbursement Fund, established pursuant to P.L.1997, c.278, in an amount to be determined by the Director of the Division of Taxation, and subject to the approval of the Director of the Division of Budget and Accounting. If such sums for the remediation of discharges of hazardous substances are insufficient, there are appropriated such sums as necessary to the Brownfields Site Reimbursement Fund, subject to the approval of the Director of the Division of Budget and Accounting. The unexpended balance at the end of the preceding fiscal year in the Brownfields Site Reimbursement Fund account is appropriated, subject to the approval of the Director of the Division of Budget and Accounting.

In addition to the amount appropriated hereinabove for the Business Employment Incentive Program, EDA, there is appropriated from the General Fund to the Department of the Treasury for transfer to the New Jersey Economic Development Authority such sums as may be necessary to fund the Business Employment Incentive Program, the amount of which, when combined with the amount appropriated hereinabove and with prior year disbursements, shall not exceed the total amount of revenues received as withholdings, as defined in section 2 of P.L.1996, c.26 (C.34:1B-125), during the prior calendar years from all businesses receiving grants pursuant to the "Business Employment Incentive Program Act," P.L.1996, c.26 (C.34:1B-124 et seq.), as certified by the Director of the Division of Taxation, subject to the approval of the Director of the Division of Budget and Accounting.

The unexpended balance at the end of the preceding fiscal year in the Business Employment Incentive Program, EDA, account is appropriated, subject to the approval of the Director of the Division of Budget and Accounting.

In addition to the amount hereinabove for the Fort Monmouth Economic Revitalization Planning Authority, there is appropriated such additional sums as are necessary to secure federal matching funds, subject to the approval of the Director of the Division of Budget and Accounting.

## **50. ECONOMIC PLANNING, DEVELOPMENT, AND SECURITY**

### **51. ECONOMIC PLANNING AND DEVELOPMENT**

#### **2042. NEW JERSEY COMMISSION ON SCIENCE AND TECHNOLOGY**

##### **OBJECTIVES**

1. To promote further development of New Jersey's academic research capabilities in priority fields, and to identify and evaluate new fields of opportunity.
2. To enhance the transfer of technology from the academic research environment to implementation in business settings.
3. To encourage business development through Commission programs designed to provide assistance for science- and technology-oriented businesses, and to facilitate the establishment of new enterprises in science and technology fields.
4. To support the preparation of a workforce which is technology-literate, consistent with the mandate of the Commission.

##### **PROGRAM CLASSIFICATIONS**

39. **The New Jersey Commission on Science and Technology.**  
Enacted under Public Law 1985, Chapter 102, the Commission was established to encourage the development of scientific and technological programs, stimulate academic-industrial collaboration, and coordinate activities of technological centers and business facilities. The primary mission of the Commission is to accelerate economic development by applying science and technology applications to industry. The principal goals of the Commission are the creation of new jobs and the revitalization of industry by encouraging new enterprises, particularly those that are oriented toward the adoption of the most advanced scientific and technological techniques.

# TREASURY

## EVALUATION DATA

	Actual FY 2005	Actual FY 2006	Revised FY 2007	Budget Estimate FY 2008
<b>PROGRAM DATA</b>				
<b>New Jersey Commission on Science and Technology (CST)</b>				
New Jersey Manufacturing Extension Program				
Companies Supported	118	120	190	190
Jobs Created or Retained	1,100	1,300	1,500	1,500
CST Funding (in thousands)	\$1,600	\$1,200	\$1,200	\$1,200
Non-State Matching Funding (in thousands)	\$2,617	\$4,100	\$4,200	\$4,700
Business Incubators (Technology Incubators)				
Companies Supported (Tenant)	160	230	250	250
Companies Supported (Virtual)	---	150	150	150
Employment at Incubator Companies	900	980	1,000	1,000
CST Funding (in thousands)	\$864	\$1,554	\$2,215	\$2,215
Non-State Matching Funding (in thousands)	\$4,250	\$4,300	\$4,500	\$5,000
Small Business Innovative Research Bridge Grant Program				
Companies Assisted	6	14	14	14
CST Funding (in thousands)	\$300	\$445	\$650	\$650
Non-State Matching Funding (in thousands)	\$4,500	\$10,500	\$10,500	\$10,500
NJ Technology Fellowships				
Companies Assisted	8	22	30	30
CST Funding (in thousands)	\$440	\$1,025	\$2,105	\$2,105
Non-State Matching Funding (in thousands)	\$150	\$600	\$650	\$650
Entrepreneurial Partnering Fund				
Companies Assisted	---	4	10	10
CST Funding (in thousands)	---	\$1,313	\$3,500	\$3,500
Non-State Matching Funding (in thousands)	---	\$1,200	\$3,200	\$3,200
Research and Development (R&D)				
R&D Excellence Program (a)				
Institutions Assisted	12	---	---	---
CST Funding (in thousands)	\$2,300	---	---	---
Non-State Matching Funding (in thousands)	\$9,425	---	---	---
Industry-University Collaboration				
University Intellectual Property Program				
Institutions Assisted	4	4	5	5
CST Funding (in thousands)	\$999	\$1,850	\$2,000	\$2,000
Non-State Matching Funding (in thousands)	\$800	\$850	\$1,000	\$1,000
Centers of Excellence Program				
Companies Assisted	---	1	2	2
CST Funding (in thousands)	---	\$500	\$1,000	\$1,000
Non-State Matching Funding (in thousands)	---	\$2,400	\$3,000	\$3,000
Stem Cell Research				
Institutions Assisted	---	17	17	17
CST Funding (in thousands)	---	\$5,188	\$5,200	\$5,200
Non-State Matching Funding (in thousands)	---	\$1,000	\$1,000	\$1,000

## PERSONNEL DATA

### Position Data

#### Filled Positions by Funding Source

State Supported	5	6	5	7
Total Positions	5	6	5	7

### Notes:

Actual payroll counts are reported for fiscal years 2005 and 2006 as of December and revised fiscal year 2007 as of January.  
The Budget Estimate for fiscal year 2008 reflects the number of positions funded.

(a) Program eliminated during fiscal year 2006.

**APPROPRIATIONS DATA**  
(thousands of dollars)

Year Ending June 30, 2006					Year Ending June 30, 2008				
Orig. & (S)Supple- mental	Reapp. & (R)Recpts.	Transfers & (E)Emer- gencies	Total Available	Expended	Prog. Class.	2007 Adjusted Approp.	Requested	Recom- mended	
<u>DIRECT STATE SERVICES</u>									
Distribution by Fund and Program									
568	30	100	698	594	New Jersey Commission on Science and Technology	39	549	549	
568	30	100	698	594	Total Direct State Services		549 (a)	549	
Distribution by Fund and Object									
Personal Services:									
371	---	100	471	468	Salaries and Wages		444	476	
371	---	100	471	468	Total Personal Services		444	476	
51	---	---	51	30	Materials and Supplies		51	30	
140	29	---	169	94	Services Other Than Personal		48	37	
6	---	---	6	2	Maintenance and Fixed Charges		6	6	
---	1	---	1	---	Additions, Improvements and Equipment		---	---	
<u>GRANTS-IN-AID</u>									
Distribution by Fund and Program									
14,650	4,774	900	20,324	14,321	New Jersey Commission on Science and Technology	39	16,950	21,950	
14,650	4,774	900	20,324	14,321	Total Grants-in-Aid		16,950	21,950	
Distribution by Fund and Object									
Grants:									
14,050	4,774	800	19,624	14,221	Science and Technology Grants	39	16,350	21,350	
---	---	100	100	100	Conference Cost Share	39	---	---	
600	---	---	600	---	Manufacturing Extension Program	39	600	600	
15,218	4,804	1,000	21,022	14,915	Grand Total State Appropriation		17,499	22,499	

**Notes -- Direct State Services - General Fund**

(a) The fiscal year 2007 appropriation has been reduced to reflect the transfer of funds to the Interdepartmental Salary and Other Benefits Account.

**Language Recommendations -- Grants-In-Aid - General Fund**

The unexpended balance at the end of the preceding fiscal year in the New Jersey Commission on Science and Technology Grants-In-Aid account is appropriated for the same purpose.

An amount not to exceed 5% of the Science and Technology Grants account is available for transfer to Direct State Services for the administrative expenses of this program, as determined by the Director of the Division of Budget and Accounting.

From the amount hereinabove appropriated for Science and Technology Grants, there is allocated \$600,000 for the Manufacturing Extension Program.

**50. ECONOMIC PLANNING, DEVELOPMENT, AND SECURITY**  
**52. ECONOMIC REGULATION**

**OBJECTIVES**

1. To ensure that safe, adequate, and proper utility services are provided at reasonable, non-discriminatory rates to all members of the public who desire such services.
2. To provide a comprehensive energy supply and demand strategy that allows for responsible and necessary economic growth and development without compromising the environment and quality of life in New Jersey.
3. To ensure that New Jersey has adequate and economical natural gas supplies to meet its home heating requirements, industrial load, and an ever growing alternative power production industry.
4. To assist in the development of a state-of-the-art telecommunications network that permits the timely introduction and marketing of new and advanced technology. In addition, to seek to ensure the full utilization of such network by all segments of our society, regardless of income status or physical disabilities.
5. To ensure that New Jersey residents have economical and environmentally safe water supplies that are provided through strict compliance with the State's Safe Drinking Water Act by all private and public water purveyors under the Board's jurisdiction.

# TREASURY

6. To provide adequate, economical and efficient cable television service, with a degree of uniform operation, and the protection of the municipality in the franchise process. In addition, the Board will seek to ensure the responsiveness of cable operators to subscribers' complaints and needs, and the availability of competitively priced alternative television program packaging.
7. To administer statewide energy assistance programs.
8. To increase energy conservation and reduce the utility costs of low-income households through the weatherization of single and multi-family dwellings.

## PROGRAM CLASSIFICATIONS

54. **Utility Regulation.** The Board of Public Utilities controls, through its rate approval process, the charges paid by the public for gas, electric, water, sewer, and telephone services. A uniform system of accounts and quarterly and annual financial statements and reports are required for disclosure and to permit intelligent public participation in the process. Filings for both rate and fuel adjustment charge changes are approved only to generate sufficient revenues to cover allowable expenses and an equitable return on investment.

The Board assures the safety, adequacy, and availability of utility services by conducting hearings that result in the promulgation of rules, regulations, and orders, and their enforcement through inspections and investigations. Regular tests are conducted by engineering personnel to minimize the possibility of disruptions or discontinuance of essential services. The Division of Reliability and Security was created to ensure the safety and reliability of services as a result of the increase in concerns about terrorism.

55. **Regulation of Cable Television.** Assists local jurisdictions in preparing legislation, franchise, and consent agreements; regulates operating and competitive practices to assure reasonable uniformity, reliability, economy, and quality of

cable television services; cooperates with other states and the federal government in promoting and coordinating beneficial uses of cable television through balanced programming, including local and educational services.

56. **Energy Resource Management.** Develops and implements the State's energy policies and associated programs, including funding mechanisms to support efficiency and renewable energy projects, energy education and outreach, energy data collection and analysis, and evaluation of energy use and supply.

88. **Energy Assistance Programs.** The Lifeline Credit Program provides combined gas and electric utility credits of up to \$225 a year to New Jersey residents who are eligible for Pharmaceutical Assistance to the Aged and Disabled, Supplemental Security Income, Medicaid only, or Lifeline only. The Tenants' Assistance Rebate Program provides a cash payment of up to \$225 a year to tenants who would be eligible for the Lifeline Credit Program except for the fact that they do not pay their own utility bills. Persons receiving Supplemental Security Income (SSI) who are eligible for this program receive monthly utility supplements totaling \$225 a year included in their SSI checks.

97. **Regulatory Support Services.** Provides economic analysis of conditions affecting regulated utilities to the Board of Public Utilities and its technical divisions, and conducts audits of regulated utilities.

99. **Administration and Support Services.** The Division of Administration and Support Services exercises general policy and administrative control over program operations. The primary responsibilities of the Division are to provide human resource management, including personnel requirements, employee relations support, broad based facility support, administration of the Equal Opportunity and Affirmative Action program, training, dissemination of public information concerning Board activities, and nursing services.

## EVALUATION DATA

	Actual FY 2005	Actual FY 2006	Revised FY 2007	Budget Estimate FY 2008
<b>PROGRAM DATA</b>				
<b>Utility Regulation</b>				
<b>Utilities Regulated</b>				
Electric .....	5	5	5	5
Gas .....	4	4	4	4
Telephone and telegraph .....	130	138	160	160
Water and sewer .....	69	68	59	59
Municipal water companies .....	10	9	9	9
Cable TV (Basic Service) .....	36	36	37	37
<b>Cases Pending June 30</b>				
Cable TV .....	131	146	140	86
Electric .....	218	237	250	59
Gas .....	192	192	200	75
Telephone .....	597	238	200	351
Water and sewer .....	104	104	100	40
Audits, rates, tariff revisions, generic rulemaking, other ...	38	8	18	18
<b>Customer Relations</b>				
Consumer complaints (verbals) .....	16,909	17,567	18,445	19,752
Consumer complaints (walk-ins) .....	300	259	272	285
Consumer information requests .....	20,077	11,755	11,058	12,343
Consumer complaints (letters) .....	2,552	2,418	2,451	2,539
Consumer e-mails received .....	4,541	5,250	5,713	6,198
Total calls received as of 11/22/06 .....	127,827	120,573	123,083	126,602

	Actual FY 2005	Actual FY 2006	Revised FY 2007	Budget Estimate FY 2008
<b>Service Evaluation</b>				
One-call cases for review .....	4,500	4,500	4,000	4,000
One-call cases handled .....	450	450	500	600
Meter tests conducted .....	300	300	350	350
Gas pipeline inspections .....	400	400	410	385
<b>Regulation of Cable Television</b>				
Cable television systems .....	40	40	41	41
Number of municipalities w/certification for operation ...	562	562	562	562
Cable television subscribers (thousands) .....	2,542	2,542	2,530	2,530
<b>Electric Power Suppliers and Gas Suppliers</b>				
Electric suppliers - applications .....	3	14	21	21
Electric suppliers - renewal applications .....	13	12	19	19
Electric suppliers - final licenses .....	3	10	19	19
Electric suppliers - renewal licenses .....	15	12	19	19
Gas suppliers - applications .....	3	9	14	14
Gas suppliers - renewal licenses .....	18	15	14	14
Gas suppliers - final licenses .....	3	5	16	16
Gas suppliers - renewal applications .....	22	12	14	14
Green Power Marketers - renewal licenses .....	---	---	4	4
<b>Energy Agent and Private Aggregator Registration</b>				
Energy agents - applications .....	2	---	7	7
Energy agents - renewal applications .....	5	8	6	6
Energy agents - final registration .....	2	---	8	8
Private aggregators - applications .....	3	8	7	7
Private aggregators - renewal registrations .....	---	---	7	7
Private aggregators - final registration .....	3	8	9	9
Energy Consultants - renewal registrations .....	---	---	2	2
Energy Consultants - final registrations .....	---	---	3	3
<b>Energy Assistance Programs</b>				
Lifeline Credit Program - Population Data				
Pharmaceutical Assistance to the Aged and Disabled ...	112,573	110,528	113,000	113,300
Supplemental Security Income .....	31,472	31,783	30,500	30,650
Medicaid Only .....	11,801	11,488	12,000	12,100
Lifeline Only .....	2,486	2,310	2,600	2,650
Total recipients .....	158,332	156,109	158,100	158,700
Tenants' Assistance Rebate Program - Population Data				
Pharmaceutical Assistance to the Aged and Disabled ...	30,887	28,886	30,500	30,000
Supplemental Security Income .....	118,394	119,566	119,000	119,150
Medicaid Only .....	7,902	6,931	7,900	8,200
Lifeline Only .....	462	409	450	600
Total recipients .....	157,645	155,792	157,850	157,950
<b>PERSONNEL DATA</b>				
<b>Position Data</b>				
Filled Positions by Funding Source				
Federal .....	7	10	8	14
All Other .....	295	294	292	305
Total Positions .....	302	304	300	319
Filled Positions by Program Class				
Utility Regulation .....	105	104	102	105
Regulation of Cable Television .....	27	25	25	28
Energy Resource Management .....	14	17	15	27
Regulatory Support Services .....	60	59	58	59
Administration and Support Services .....	96	99	100	100
Total Positions .....	302	304	300	319

**Notes:**

Actual payroll counts are reported for fiscal years 2005 and 2006 as of December and revised fiscal year 2007 as of January. The Budget Estimate for fiscal year 2008 reflects the number of positions funded. All Other includes positions supported by fees or other dedicated resources previously reported as State Supported.

The Energy Assistance Programs are administered by the Department of Health and Senior Services. Funding for these programs is provided through the Board of Public Utilities' Universal Services Fund.



# TREASURY

## APPROPRIATIONS DATA (thousands of dollars)

Year Ending June 30, 2006					Year Ending June 30, 2008				
Orig. & (S)Supple- mental	Reapp. & (R)Recpts.	Transfers & (E)Emer- gencies	Total Available	Expended		Prog. Class.	2007 Adjusted Approp.	Requested	Recom- mended
<b><u>DIRECT STATE SERVICES</u></b>									
<b>Distribution by Fund and Program</b>									
8,027	1,248	-300	8,975	7,281	Utility Regulation	54	8,287	8,287	8,287
2,024	174	44	2,242	1,943	Regulation of Cable Television	55	2,114	2,114	2,114
1,628	---	---	1,628	1,628	Energy Assistance Programs	88	1,730	1,730	1,730
3,724	84	326	4,134	3,935	Regulatory Support Services	97	3,595	3,595	3,595
10,920	1,353	442	12,715	11,674	Administration and Support Services	99	11,239	11,239	11,239
<b>26,323</b>	<b>2,859</b>	<b>512</b>	<b>29,694</b>	<b>26,461</b>	<b>Total Direct State Services</b>		<b>26,965</b> <sup>(a)</sup>	<b>26,965</b>	<b>26,965</b>
<b>Distribution by Fund and Object</b>									
Personal Services:									
23,026	1,509	497	25,032	23,555	Salaries and Wages		24,606	24,606	24,606
<b>23,026</b>	<b>1,509</b>	<b>497</b>	<b>25,032</b>	<b>23,555</b>	<b>Total Personal Services</b>		<b>24,606</b>	<b>24,606</b>	<b>24,606</b>
515	196	---	711	368	Materials and Supplies		515	515	515
914	658	360	1,932	1,754	Services Other Than Personal		914	914	914
403	151	---	554	480	Maintenance and Fixed Charges		403	403	403
Special Purpose:									
---	55 42 <sup>R</sup>	-26	71	---	Administration and Support Services	99	---	---	---
436	---	---	436	---	Energy Master Plan Development	99	---	---	---
502	---	---	502	176	Database Projects	99	---	---	---
527	248	-319	456	128	Additions, Improvements and Equipment		527	527	527
<b><u>GRANTS-IN-AID</u></b>									
<b>Distribution by Fund and Program</b>									
79,840	---	---	79,840	74,651	Energy Assistance Programs	88	70,840	70,840	70,840
<b>79,840</b>	<b>---</b>	<b>---</b>	<b>79,840</b>	<b>74,651</b>	<b>Total Grants-in-Aid</b>		<b>70,840</b>	<b>70,840</b>	<b>70,840</b>
<b>Distribution by Fund and Object</b>									
Grants:									
34,669	---	513	35,182	35,158	Payments for Lifeline Credits	88	34,669	34,669	34,669
36,171	---	-513	35,658	32,493	Tenants' Assistance Rebate Program	88	36,171	36,171	36,171
7,000 <sup>S</sup>	---	---	7,000	7,000	New Jersey Statewide Heating Assistance and Referral for Energy Services	88	---	---	---
2,000 <sup>S</sup>	---	---	2,000	---	New Jersey Comfort Partners	88	---	---	---
<b><u>CAPITAL CONSTRUCTION</u></b>									
<b>Distribution by Fund and Program</b>									
---	1	---	1	---	Administration and Support Services	99	---	---	---
<b>---</b>	<b>1</b>	<b>---</b>	<b>1</b>	<b>---</b>	<b>Total Capital Construction</b>		<b>---</b>	<b>---</b>	<b>---</b>
<b>Distribution by Fund and Object</b>									
<b>Management and Administration</b>									
---	1	---	1	---	Administration and Support Services	99	---	---	---
<b>106,163</b>	<b>2,860</b>	<b>512</b>	<b>109,535</b>	<b>101,112</b>	<b>Grand Total State Appropriation</b>		<b>97,805</b>	<b>97,805</b>	<b>97,805</b>

Year Ending June 30, 2006					Year Ending June 30, 2008			
Orig. & (S)Supple-mental	Reapp. & (R)Recpts.	Transfers & (E)Emer-gencies	Total Available	Expended	Prog. Class.	2007 Adjusted Approp.	Requested	Recom-mended
<b>OTHER RELATED APPROPRIATIONS</b>								
<b>Federal Funds</b>								
600	495	---	1,095	522	Utility Regulation	54	600	600
4,019								
15 <sup>S</sup>	381	---	4,415	1,285	Energy Resource Management	56	4,019	3,588
<u>4,634</u>	<u>876</u>	<u>---</u>	<u>5,510</u>	<u>1,807</u>	<b>Total Federal Funds</b>	<u>4,619</u>	<u>4,188</u>	<u>3,588</u>
<b>All Other Funds</b>								
	148							
---	912 <sup>R</sup>	---	1,060	929	Energy Resource Management	56	820	1,300
---	198 <sup>R</sup>	---	198	198	Energy Assistance Programs	88	---	---
---	3,596 <sup>R</sup>	---	3,596	2,940	Administration and Support Services	99	380	451
<u>---</u>	<u>4,854</u>	<u>---</u>	<u>4,854</u>	<u>4,067</u>	<b>Total All Other Funds</b>	<u>1,200</u>	<u>1,751</u>	<u>1,751</u>
<u>110,797</u>	<u>8,590</u>	<u>512</u>	<u>119,899</u>	<u>106,986</u>	<b>GRAND TOTAL ALL FUNDS</b>	<u>103,624</u>	<u>103,744</u>	<u>103,744</u>

**Notes -- Direct State Services - General Fund**

- (a) The fiscal year 2007 appropriation has been adjusted for the allocation of salary program.
- (b) The appropriations for Energy Master Plan Development of \$436,000 and Database Projects of \$502,000 have been spread to applicable operating accounts.

**Language Recommendations -- Direct State Services - General Fund**

In addition to the sum hereinabove, such other sums as the Director of the Division of Budget and Accounting shall determine are appropriated on behalf of the Board of Public Utilities under P.L.1968, c.173 (C.48:2-59 et seq.) and P.L.1972, c. 186 (C.48:5A-32 et seq.), or other applicable statutes with respect to assessment of public utilities or the cable television industry.

In addition to the amount hereinabove for administration of the Board of Public Utilities, there are appropriated such sums as may be required for operation of the board and assessed to the public utilities or the cable television industry, subject to the approval of the Director of Budget and Accounting.

Receipts derived from fees are appropriated.

Fees received from the "Electric Facility Need Assessment Act," P.L. 1983, c.115 (C. 48:7-16 et seq.), are appropriated.

The unexpended balances at the end of the preceding fiscal year are appropriated.

There are appropriated from interest earned by the Petroleum Overcharge Reimbursement Fund such sums as may be required for costs attributable to the administration of the fund, subject to the approval of the Director of the Division of Budget and Accounting.

Notwithstanding the provisions of any law or regulation to the contrary, the balances from the Petroleum Overcharge Reimbursement Fund and the Secondary Stage Refunds and the monies required to be deposited in that fund from projects which have been completed or are no longer viable are reappropriated for new projects consistent with the court rulings which served as the basis for the original awards, subject to the approval of the Director of the Division of Budget and Accounting.

The amounts appropriated hereinabove, not to exceed \$1,730,000, for the Energy Assistance Program account may be transferred to the Department of Health and Senior Services, Lifeline account to fund the costs associated with administering the Lifeline Credits and Tenants' Assistance Rebates Program and shall be applied in accordance with a Memorandum of Understanding between the President of the Board of Public Utilities and the Commissioner of the Department of Health and Senior Services, subject to the approval of the Director of the Division of Budget and Accounting.

Notwithstanding the provisions of any law or regulation to the contrary, the investment earnings derived from the funds deposited in the Clean Energy Fund, Universal Services Trust Fund and Retail Margin Fund shall accrue to the funds and are available to pay the costs of the various programs of the New Jersey Board of Public Utilities Clean Energy Program, Universal Services Trust Fund and Retail Margin Program.

Notwithstanding the provisions of paragraph (3) of subsection a. of section 12 of the "Electric Discount and Energy Competition Act," P.L.1999, c.23 (C.48:3-60) and any other laws to the contrary, receipts from the New Jersey Clean Energy Trust Fund are appropriated for the actual administrative salary and operating costs, not to exceed \$1,300,000, for the Office of Clean Energy as requested by the President of the Board of Public Utilities and approved by the Director of the Division of Budget and Accounting.

There is appropriated to the Universal Services Trust Fund such sums that are equal to the amount of interest earned on monies in the Universal Services Trust Fund during fiscal year 2007.

**Language Recommendations -- Grants-In-Aid - General Fund**

Notwithstanding the provisions of P.L.1979, c.197 (C.48:2-29.15 et seq.), the provisions of P.L. 1981, c.210 (C.48:2-29.30 et seq.), or any law or regulation to the contrary, the benefits of the Lifeline Credits Program and the Tenants' Assistance Rebates Program may be distributed throughout the entire year from July through June, and are not limited to an October to March heating season; therefore, applications for Lifeline benefits and benefits from the Pharmaceutical Assistance to the Aged and Disabled program may be combined.

# TREASURY

The amounts hereinabove appropriated for Payments for the Lifeline Credits Program and Tenants' Assistance Rebates Program are available for the payment of obligations applicable to prior fiscal years.

In order to permit flexibility in the handling of appropriations and ensure the timely payment of Lifeline claims, amounts may be transferred from the various items of appropriation within the Energy Assistance Programs classification, subject to the approval of the Director of the Division of Budget and Accounting.

In addition to the amount hereinabove, such sums as may be required for the payment of claims, credits, and rebates, are appropriated subject to the approval of the Director of the Division of Budget and Accounting.

Any supplemental appropriation for the Payments for Lifeline Credits and the Tenants' Assistance Rebates Program may be recovered from the Universal Service Fund through transfer to the General Fund as State revenue, subject to the approval of the Director of the Division of Budget and Accounting.

All funds recovered under P.L. 1968, c.413 (C.30:4D-1 et seq.) and P.L. 1975, c.194 (C.30:4D-20 et seq.), during the preceding fiscal year, are appropriated for payments to providers in the same program class from which the recovery originated.

The amounts hereinabove appropriated, not to exceed \$70,840,000, for Payments for the Lifeline Credits and the Tenants' Assistance Rebates Program are available to the Department of Health and Senior Services to fund the payments associated with the Lifeline Credits and Tenants' Assistance programs and shall be applied in accordance with a Memorandum of Understanding between the President of the Board of Public Utilities and the Commissioner of the Department of Health and Senior Services, subject to the approval of the Director of the Division of Budget and Accounting.

## 70. GOVERNMENT DIRECTION, MANAGEMENT, AND CONTROL

### 72. GOVERNMENTAL REVIEW AND OVERSIGHT

#### OBJECTIVES

1. To assist the Governor's Employee Relations Policy Council in all matters regarding relations between the State and its employees.
2. To plan for, formulate, and monitor the annual State budget.
3. To assure financial responsibility and accountability and provide current, relevant financial information for management and the public.

#### PROGRAM CLASSIFICATIONS

03. **Employee Relations and Collective Negotiations.** Pursuant to Executive Orders No. 4, 1970 and No. 33, 1995, staff assistance is provided to the Governor and decisions are implemented concerning employee relations. Through the Governor's Employee Relations Policy Council, assistance in the development of overall policy and execution of policies is provided. Negotiations with unions and other representatives of State employees are conducted. Agencies are assisted and advised concerning employee relations activities.
07. **Office of Management and Budget.** Pursuant to N.J.S.A. 52:27B-12,33, the Office of Management and Budget coordinates the annual agency-based planning process, identifies and projects trends affecting the demand for services, analyzes the allocation of available financial and human resources, and evaluates strategic and long-term issues.

In addition, the Office of Management and Budget plans for the most beneficial use of fiscal resources to meet the needs of

the citizens of New Jersey within the policy framework set by the Governor, including analysis of State fiscal requirements. Based on these studies, the Office of Management and Budget evaluates budget requests from State departments and formulates the annual budget submitted by the Governor to the Legislature.

On an ongoing basis, the Office of Management and Budget reviews State agency responses to proposed legislation to ensure that fiscal policy concerns are taken into account.

To ensure that programs and resources are properly coordinated among agencies serving the same clients, the Office of Management and Budget analyzes programs that cross departmental boundaries, thus avoiding unnecessary duplication of effort.

As a resource to the Capital Planning Commission, the Office of Management and Budget evaluates and prioritizes capital construction projects and the financing of capital facilities.

The Financial Reporting and Accounting section of the Office of Management and Budget provides for the receipt, processing, recording, reconciling, and reporting of all financial data of the State's various funds in accordance with existing statutes and generally accepted accounting principles. That office also reviews all financial transactions for propriety before entry into the computerized accounting system, from which official State monthly and annual fiscal reports are prepared, and assures that State employees are paid accurately and on a timely basis.

#### EVALUATION DATA

PROGRAM DATA	Actual FY 2005	Actual FY 2006	Revised FY 2007	Budget Estimate FY 2008
<b>Office of Management and Budget</b>				
Number of checks avoided by electronic funds transfer . . . . .	1,866,000	1,913,421	1,967,000	2,017,000
Percent of "Unqualified" audit opinion ratings on the consolidated financial report (for the last five years) (a) . . . . .	100%	100%	100%	100%

	Actual FY 2005	Actual FY 2006	Revised FY 2007	Budget Estimate FY 2008
<b>PERSONNEL DATA</b>				
<b>Position Data</b>				
Filled Positions by Funding Source				
State Supported .....	189	183	177	176
Total Positions .....	189	183	177	176
Filled Positions by Program Class				
Employee Relations and Collective Negotiations .....	8	8	7	6
Office of Management and Budget .....	181	175	170	170
Total Positions .....	189	183	177	176

**Notes:**

Actual payroll counts are reported for fiscal years 2005 and 2006 as of December and revised fiscal year 2007 as of January.

The Budget Estimate for fiscal year 2008 reflects the number of positions funded.

(a) "Unqualified" is the highest opinion rating in conformity with generally accepted accounting principles.

**APPROPRIATIONS DATA**  
(thousands of dollars)

Year Ending June 30, 2006					Year Ending June 30, 2008			
Orig. & (S)Supple- mental	Reapp. & (R)Recpts.	Transfers & (E)Emer- gencies	Total Available	Expended	Prog. Class.	2007 Adjusted Approp.	Requested	Recom- mended
<b><u>DIRECT STATE SERVICES</u></b>								
<b>Distribution by Fund and Program</b>								
605	---	248	853	839	Employee Relations and Collective Negotiations	03	669	669
19,528	70,228	-59,321	30,435	24,818	Office of Management and Budget	07	14,463	14,633
<b>20,133</b>	<b>70,228</b>	<b>-59,073</b>	<b>31,288</b>	<b>25,657</b>	<b>Total Direct State Services</b>		<b>15,132 <sup>(a)</sup></b>	<b>15,302</b>
<b>Distribution by Fund and Object</b>								
12,695	341 <sup>R</sup>	666	13,702	13,578	Personal Services:			
					Salaries and Wages		12,523	12,456
12,695	341	666	13,702	13,578	Total Personal Services		12,523	12,456
293	---	-82	211	206	Materials and Supplies		280	245
5,532	---	-316	5,216	5,115	Services Other Than Personal		1,221	1,308
124	---	-100	24	14	Maintenance and Fixed Charges		9	24
221 <sup>S</sup>	69,884 <sup>R</sup>	-64,508	5,597	210	Special Purpose:			
---	---	5,261	5,261	5,261	Investment Earnings	07	---	---
					Cash Management Banking Services	07	---	---
1,099	---	---	1,268	1,268	Independent Audits	07	1,099	1,269
169 <sup>S</sup>	---	---	9	5	Additions, Improvements and Equipment		---	---
---	3	6	9	5			---	---
<b>20,133</b>	<b>70,228</b>	<b>-59,073</b>	<b>31,288</b>	<b>25,657</b>	<b>Grand Total State Appropriation</b>		<b>15,132</b>	<b>15,302</b>
<b>OTHER RELATED APPROPRIATIONS</b>								
<b>All Other Funds</b>								
---	56,206	---	45,728	---	Office of Management and Budget	07	9,042	9,042
---	22,932 <sup>R</sup>	-33,410	45,728	---			9,042	9,042
---	<b>79,138</b>	<b>-33,410</b>	<b>45,728</b>	<b>---</b>	<b>Total All Other Funds</b>		<b>9,042</b>	<b>9,042</b>
<b>20,133</b>	<b>149,366</b>	<b>-92,483</b>	<b>77,016</b>	<b>25,657</b>	<b>GRAND TOTAL ALL FUNDS</b>		<b>24,174</b>	<b>24,344</b>

**Notes -- Direct State Services - General Fund**

(a) The fiscal year 2007 appropriation has been reduced to reflect the transfer of funds to the Interdepartmental Salary and Other Benefits Account, as well as the reallocation of State appropriations supporting information technology services to the Office of Information Technology within the Department of Treasury.

# TREASURY

## Language Recommendations -- Direct State Services - General Fund

Such sums as may be necessary for administrative expenses incurred in processing federal benefit payments are appropriated from such sums as may be received or receivable for this purpose.

In addition to the amounts hereinabove, there are appropriated such additional sums as may be necessary for an independent audit of the State's general fixed asset account group, management, performance, and operational audits, and the single audit.

There are appropriated, out of receipts derived from the investment of State funds, such sums as may be necessary for interest costs, bank service charges, custodial costs, mortgage servicing fees, and advertising bank balances under section 1 of P.L.1956, c.174 (C.52:18-16.1).

## 70. GOVERNMENT DIRECTION, MANAGEMENT, AND CONTROL

### 72. GOVERNMENTAL REVIEW AND OVERSIGHT

#### 2066. OFFICE OF THE STATE COMPTROLLER

#### OBJECTIVES

1. To establish a full-time program of audit and performance review designed to provide increased accountability, integrity, and oversight of the Executive Branch of State government, including all entities exercising Executive Branch authority, public institutions of higher education, independent State authorities, units of local government and boards of education.
2. To audit and monitor the process employed by these governmental entities to solicit contract proposals and issue contract awards that involve a significant expenditure of funds or are comprised of complex or unique components.

#### PROGRAM CLASSIFICATIONS

08. **Office of the State Comptroller.** The Office of the State

Comptroller was created to provide enhanced financial oversight of State agencies, public institutions of higher education, independent State authorities, units of local government, and boards of education. The State Comptroller will be appointed by the Governor, with the advice and consent of the Senate, for a six year term. Specifically, the State Comptroller is authorized to conduct financial audits of those aforementioned entities; to undertake performance audits and other reviews of these entities; and to monitor the procurement process for large-scale procurements by such entities. This new Office will coordinate its work with the Office of the Inspector General, the Office of the State Auditor, the Departments of Transportation, Education, Law and Public Safety, Community Affairs and Treasury, and other related entities.

#### EVALUATION DATA

	Actual FY 2005	Actual FY 2006	Revised FY 2007	Budget Estimate FY 2008
<b>PERSONNEL DATA</b>				
<b>Position Data</b>				
Filled Positions by Funding Source				
State Supported .....	---	---	---	59
Total Positions .....	---	---	---	59
Filled Positions by Program Class				
Office of the State Comptroller .....	---	---	---	59
Total Positions .....	---	---	---	59

#### Notes:

Actual payroll counts are reported for fiscal years 2005 and 2006 as of December and revised fiscal year 2007 as of January.  
The Budget Estimate for fiscal year 2008 reflects the number of positions funded.

#### APPROPRIATIONS DATA (thousands of dollars)

Year Ending June 30, 2006							Year Ending June 30, 2008	
Orig. & (S)Supple- mental	Reapp. & (R)Recpts.	Transfers & (E)Emer- gencies	Total Available	Expended	Prog. Class.	2007 Adjusted Approp.	Requested	Recom- mended
<u>DIRECT STATE SERVICES</u>								
Distribution by Fund and Program								
---	---	---	---	---	08	---	9,000	9,000
---	---	---	---	---	Total Direct State Services		9,000	9,000
Distribution by Fund and Object								
Personal Services:								
---	---	---	---	---		---	4,814	4,814
---	---	---	---	---		---	1,765	1,765
---	---	---	---	---	Total Personal Services		6,579	6,579

Year Ending June 30, 2006					Year Ending June 30, 2008			
Orig. & (S)Supple- mental	Reapp. & (R)Recpts.	Transfers & (E)Emer- gencies	Total Available	Expended	Prog. Class.	2007 Adjusted Approp.	Requested	Recom- mended
---	---	---	---	---	<b>DIRECT STATE SERVICES</b>			
---	---	---	---	---		---	360	360
---	---	---	---	---		---	1,100	1,100
---	---	---	---	---		---	866	866
---	---	---	---	---		---	95	95
---	---	---	---	---	<b>Grand Total State Appropriation</b>	<b>---</b>	<b>9,000</b>	<b>9,000</b>

## 70. GOVERNMENT DIRECTION, MANAGEMENT, AND CONTROL

## 72. GOVERNMENTAL REVIEW AND OVERSIGHT

## 2068. OFFICE OF THE INSPECTOR GENERAL

## OBJECTIVES

- To receive and investigate complaints concerning alleged fraud, waste, abuse, or mismanagement of State funds in order to provide increased accountability, integrity, and oversight of all recipients of State funds, including, but not limited to, all State departments and agencies, independent authorities, county and municipal governments, and boards of education.

## PROGRAM CLASSIFICATIONS

- Office of the Inspector General.** The Inspector General is authorized to investigate the performance of governmental officers, employees, appointees, functions, and programs in order to promote efficiency, to identify cost savings, and to detect and prevent misconduct within the programs and operations of any governmental agency funded by or

disbursing State funds. The Inspector General conducts these investigations in accordance with prevailing professional standards relating to such investigations in government environments. The Inspector General reports its findings and issues recommendations to the Governor, the Legislature, and to the entity under investigation. The Inspector General is authorized to further monitor the implementation of those recommendations and may also refer matters for further civil, criminal, and administrative action to the appropriate authorities.

The Office of the Medicaid Inspector General, within the Office of the Inspector General, coordinates all anti-fraud efforts in the Medicaid program, including, but not limited to, the detection and prevention of fraudulent, wasteful, or abusive practices within the program.

## EVALUATION DATA

	Actual FY 2005	Actual FY 2006	Revised FY 2007	Budget Estimate FY 2008
<b>PERSONNEL DATA</b>				
<b>Position Data</b>				
Filled Positions by Funding Source				
State Supported .....	---	17	17	18
Total Positions .....	---	17	17	18
Filled Positions by Program Class				
Office of the Inspector General .....	---	17	17	18 (a)
Total Positions .....	---	17	17	18

## Notes:

Actual payroll counts are reported for fiscal years 2005 and 2006 as of December and revised fiscal year 2007 as of January.

The Budget Estimate for fiscal year 2008 reflects the number of positions funded.

(a) Position data do not reflect positions associated with the Office of the Medicaid Inspector General.

APPROPRIATIONS DATA  
(thousands of dollars)

Year Ending June 30, 2006					Year Ending June 30, 2008			
Orig. & (S)Supple- mental	Reapp. & (R)Recpts.	Transfers & (E)Emer- gencies	Total Available	Expended	Prog. Class.	2007 Adjusted Approp.	Requested	Recom- mended
<b>DIRECT STATE SERVICES</b>					<b>Distribution by Fund and Program</b>			
2,500	28	---	2,528	1,400	Office of the Inspector General	14	5,293	2,293
2,500	28	---	2,528	1,400	<b>Total Direct State Services</b>		<b>5,293 (a)</b>	<b>2,293</b>

# TREASURY

Year Ending June 30, 2006					Year Ending June 30, 2008			
Orig. & (S)Supple- mental	Reapp. & (R)Recpts.	Transfers & (E)Emer- gencies	Total Available	Expended	Prog. Class.	2007 Adjusted Approp.	Requested	Recom- mended
<b>DIRECT STATE SERVICES</b>								
<b>Distribution by Fund and Object</b>								
Personal Services:								
1,420	---	---	1,420	1,311		1,552	1,560	1,560
1,420	---	---	1,420	1,311		1,552	1,560	1,560
100	---	---	100	11		100	100	100
750	---	---	750	61		482	474	474
155	---	---	155	10		134	134	134
Special Purpose:								
---	---	---	---	---				
75	28	---	103	7	14	3,000 <sup>S</sup>	---	---
						25	25	25
2,500	28	---	2,528	1,400		5,293	2,293	2,293
<b>Grand Total State Appropriation</b>								

## Notes -- Direct State Services - General Fund

(a) The fiscal year 2007 appropriation has been reduced to reflect the transfer of funds to the Interdepartmental Salary and Other Benefits Account.

## Language Recommendations -- Direct State Services - General Fund

In addition to the amounts hereinabove appropriated, such sums as may be necessary are appropriated to fund the operations of the Office of the Inspector General, subject to the approval of the Director of the Division of Budget and Accounting.

Notwithstanding the provisions of any law or regulation to the contrary, all financial recoveries obtained through the efforts of any entity authorized to undertake the prevention and detection of Medicaid fraud, waste and abuse, are appropriated to General Medical Services in the Division of Medical Assistance and Health Services in the Department of Human Services.

The unexpended balance at the end of the preceding fiscal year in the Office of the Medicaid Inspector General account is appropriated, subject to the approval of the Director of the Division of Budget and Accounting.

## 70. GOVERNMENT DIRECTION, MANAGEMENT, AND CONTROL

### 73. FINANCIAL ADMINISTRATION

#### OBJECTIVES

- To administer the tax laws of the State so that all properly due taxes are collected.
- To manage unclaimed property in the State as effectively as possible.
- To enhance revenue collection through integrated receipts processing and aggressive management of public accounts receivable.
- To maximize revenues from the State Lottery and minimize illegal organized gambling.
- To invest and reinvest funds of the various State agencies and pension funds as effectively as possible.
- To ensure that legalized gambling in New Jersey maintains the highest standard of integrity and serves as an effective method for rebuilding and developing existing facilities in Atlantic City, in order to provide a meaningful and permanent contribution to the resort, convention, and tourism industry of New Jersey.
- To provide for the recording, filing, processing, and control of documents required or permitted to be filed under various statutes.

#### PROGRAM CLASSIFICATIONS

- Taxation Services and Administration.** Pursuant to N.J.S.A. 54:1-2, services include general administration,

payment and accounting records, issuance of licenses, and administration of local property and public utility functions. Specific functions performed include auditing tax returns and taxpaying entities; performing office and field audits; preparing tax refunds, certificates of tax lien search and certificates of tax lien release; holding taxpayer hearings and conferences; providing revenue analysis, research, and statistics for tax administration. Provides services involving bankruptcies, judgments, bulk sales, liens, levies, seizures, proclamations, and reinstatements; investigates tax-related matters having criminal and/or civil potential; renders taxpayer service to the public.

- Administration of State Lottery.** Pursuant to N.J.S.A. 5:9-1, the Division conducts daily and weekly lotteries, the entire net proceeds of which are used for State institutions and State aid to education. Revenue is generated through a number of on-line games as well as instant ticket games. Lottery programs and games are continually reviewed so that State revenues are maximized. The Division is responsible for the licensing and support of the agents that sell the lottery tickets. The Division also manages the financial and advertising functions related to the Lottery.

- Administration of State Revenues.** Pursuant to Executive Reorganization Plan 001-97, the Division oversees and coordinates collection and processing of revenues arising from State taxation, motor vehicle licensing and regulation, and environmental protection laws and regulations. Centrally

manages the collection and processing of revenues related to Unemployment Insurance, Temporary Disability, Worker's Compensation, and Special Compensation and other employer filings. Centrally manages the collection and processing of delinquencies owed to the State by motorists, taxpayers, professional license holders, and violators of State statute and regulation. Streamlines business reporting requirements by creating a central collection point for all tax collections, including corporate business taxes.

19. **Management of State Investments.** Pursuant to N.J.S.A. 52:18A-79, activities involve investment and reinvestment of State funds, including the various State pension funds, the State Disability Benefits Fund, the General Investment Fund, and the State of New Jersey Cash Management Fund, together with the control of principal proceeds and interest receipts. Detailed reports of operations are published monthly and an annual report is presented to the Governor and Legislature. Investment functions are provided to other State agencies involving investment accounts. This program will be funded directly from investment funds in fiscal year 2008.

25. **Administration of Casino Gambling.** Pursuant to N.J.S.A. 5:12-1, the Casino Control Commission is responsible for the regulation of legalized casino gambling in New Jersey including the licensure of facilities, employees, and ancillary industries. In addition, the Commission is responsible for the collection of all license fees and taxes imposed by the Casino Control Act. It promulgates regulations and carries on a continuous study of existing and developing methods to control the casino gaming and casino service industries, prevents the material involvement of undesirable persons in casino gaming, conducts hearings pertaining to civil violations of the Act or its regulations, and levies and collects all penalties appropriate thereto.

50. **Business Services Bureau.** Pursuant to N.J.S.A. 52:16A-36, the Bureau (formerly known as Commercial Recording) provides essential services to the public and legal communities. Services include filing and processing information permitted and/or required by Title 14A, Corporations General; Title 15A, Associations Not for Profit; and Title 16, Corporations and Associations Not for Profit; and the issuing of regulations, in addition to a number of similar functions. Through its Expedited Services, information is provided via telephone or the Internet.

## EVALUATION DATA

	Actual FY 2005	Actual FY 2006	Revised FY 2007	Budget Estimate FY 2008
<b>PROGRAM DATA</b>				
<b>Taxation Services and Administration</b>				
Customer Services				
Telephone Inquiries	2,880,940	3,026,415	3,300,000	3,400,000
Gross Income Tax Filings through NJ TeleFile / WebFile	156,845	142,404	100,000	110,000
Total Tax Returns Filed through NJ TeleFile / WebFile	4.3%	3.5%	2.5%	2.7%
Homestead Rebate Filings By Telephone/Computer	1,857,817	1,644,762	1,750,000	1,750,000
Information and Publications				
Correspondence	140,000	130,000	120,000	125,000
Regulatory Services				
Telephone Inquiries	14,679	13,869	15,112	15,200
Correspondence	9,210	8,364	8,052	8,100
Taxpayer Accounting				
Telephone Inquiries-Individual	18,801	15,366	85,000	80,000
Telephone Inquiries-Business	17,708	8,274	20,000	20,000
Correspondence-Individual	79,803	77,943	47,000	50,000
Correspondence-Business	28,376	27,496	19,000	27,000
Enforcement				
Audits				
Average Number of Auditors	430	451	480	490
Assessment Amount	\$488,940,717	\$446,919,159	\$553,200,000	\$525,600,000
Audits Completed	113,689	106,020	107,500	109,000
Average Assessment/Auditor	\$1,137,071	\$990,952	\$1,152,500	\$1,072,653
Compliance				
Number of Collectors	268	287	295	295
Collections	\$288,284,612	\$299,516,380	\$300,000,000	\$300,000,000
Number of Closed Cases	691,135	924,062	900,000	900,000
Average Collection Per Collector	\$1,075,689	\$1,043,611	\$1,016,949	\$1,016,949
Bankruptcy Claims	3,946	3,550	2,200	2,200
Judgments	25,965	23,676	25,000	25,000
Deferred Payment Plans	6,986	3,875	4,000	4,000
Third Party Collection of Deficient Taxes	\$93,922,230	\$76,300,502	\$38,000,000	\$57,000,000
Third Party Collection of Delinquent Taxes	\$36,755,126	\$40,585,976	\$40,000,000	\$35,000,000
Criminal Investigations				
Prosecution Recommendations	125	100	125	140
Assessment Amount	\$3,962,114	\$3,199,000	\$4,200,000	\$4,600,000



# TREASURY

	Actual FY 2005	Actual FY 2006	Revised FY 2007	Budget Estimate FY 2008
Billings Mailed				
Individual .....	228,427	241,454	250,000	265,000
Business .....	169,818	154,961	150,000	145,000
Refunds Reviewed				
Individual .....	44,384	35,924	30,000	40,000
Business .....	10,892	7,080	7,100	7,500
Property Administration				
Real Estate Appraisals-Inheritance Tax .....	487	323	400	410
Informal Assessors' Appeals .....	945	963	1,000	1,100
Sales Ratio Study				
Sales Evaluated .....	295,968	296,261	325,000	325,000
Sales Investigated, Office .....	134,101	142,000	155,000	155,000
Sales Investigated, Field .....	39,400	40,500	41,100	42,000
Unclaimed Property				
Reports Filed .....	8,100	8,800	9,000	9,000
Intestates/Escheated Estates .....	55	85	80	80
<b>Administration of State Lottery</b>				
Agents .....	6,100	6,100	6,200	6,200
Drawings .....	2,028	2,028	2,029	2,030
Net Sales (millions) .....	\$2,274	\$2,406	\$2,315	\$2,386
Cents Spent to Generate One Sales Dollar .....	9.1	9.2	9.0	8.8
Cents Spent to Generate One Government Dollar .....	25.5	26.3	25.6	24.7
Government Revenue as a Percent of Sales .....	35.7	35.1	35.1	35.5
<b>Administration of State Revenues</b>				
Documents Processed				
Gross Income Tax-Imaged .....	2,706,474	2,314,278	2,083,000	1,999,000
Gross Income Tax-Manual .....	139,809	129,424	123,000	122,000
Gross Income Tax-Archival Imaged .....	158,700	141,500	175,000	175,000
Corporation Business Tax-Imaged .....	244,900	244,700	260,000	260,000
Corporation Business Tax-Manual .....	38,490	72,175	40,000	40,000
Employer Wage Reports (Form WR-30)-Imaged .....	274,400	352,550	200,000	200,000
Employer Wage Reports (Form WR-30)-Manual .....	150,084	65,150	30,000	30,000
Property Tax Reimbursement Forms-Imaged .....	170,000	173,600	185,000	185,000
Property Tax Reimbursement Forms-Manual .....	3,703	1,387	1,000	1,000
Homestead Rebates-Manual .....	67,499	104,550	150,000	150,000
All Taxes-Remittance Processed .....	4,513,771	2,291,307	2,550,000	2,550,000
Gross Income Tax Payments and Extensions-Manual ....	26,769	18,984	20,000	20,000
Taxes Other Than Gross Income Tax-Manual .....	656,497	538,421	600,000	600,000
Motor Vehicle Commission Licenses and Registrations ...	3,040,551	2,834,357	3,300,000	3,300,000
OMB Checks-Imaged .....	278,879	121,508	100,000	100,000
Total Documents Processed .....	12,470,526	9,403,891	9,817,000	9,732,000
Alternate Filing				
Individual Electronic Filing .....	1,564,509	1,929,711	2,219,000	2,330,000
Combined Employer Return (Form 927) .....	467,086	577,394	635,000	642,000
Employer Reports of Wages Paid (Form WR-30) .....	505,948	632,666	664,500	664,500
Number of Payments via Electronic Fund Transfer .....	3,469,304	4,234,905	4,743,000	5,217,500
Client Registrations				
Registration File Updates .....	304,480	320,251	285,000	285,000
Telephone Inquiries .....	116,340	102,530	95,000	95,000
Licenses Issued (Cigarette and Motor Fuels) .....	16,023	14,554	13,000	13,000
Collection Activity				
Motor Vehicle Commission Surcharge Contract .....	\$126,609,824	\$125,963,972	\$126,000,000	\$126,000,000
Number of SOIL Setoffs .....	196,679	207,842	207,000	207,000
Revenue Accounting				
Checks Processed .....	7,353,719	6,348,925	6,300,000	6,100,000
Electronic Invoices .....	153,060	149,795	150,000	150,000
Bills Generated (Department of Environmental Protection)	197,771	170,980	200,000	175,000
Dishonored Checks .....	25,665	25,432	26,000	26,000
Cigarette Stamps Sold .....	325,273,750	328,604,750	326,000,000	326,000,000

	Actual FY 2005	Actual FY 2006	Revised FY 2007	Budget Estimate FY 2008
<b>Business Support Services</b>				
Corporations and Related Filings .....	117,705	137,473	140,000	140,000
Corporations Information Request .....	166,046	273,376	240,000	240,000
Annual Reports .....	426,347	520,463	350,000	350,000
Uniform Commercial Code Filings .....	99,376	94,755	100,000	100,000
Uniform Commercial Code Searches .....	71,816	86,854	75,000	75,000
Notary and Related Transactions .....	71,442	85,471	71,000	65,000
Trade Name/Trademark and Related Transactions .....	27,558	36,791	30,000	30,000
Telephone Inquiries .....	155,198	174,654	160,000	160,000
<b>Management of State Investments</b>				
Market Value of Investments as of June 30 (billions) .....	\$82.10	\$87.90	\$89.00	\$90.00
Cash Management Returns .....	2.27%	4.31%	4.50%	4.50%
Net Investment Earnings, Cash Basis (billions) .....	\$1.27	\$1.40	\$1.40	\$1.40
Funds Managed .....	184	186	186	186
<b>Administration of Casino Gambling</b>				
Number of Casinos in Operation .....	12	12	11	11
Number of Persons Employed by the Casino Industry .....	47,724	47,238	44,800	45,000
Casino Industry Gross Revenue (in billions) .....	\$4.86	\$5.16	\$5.21	\$5.26
New Casino Key Licenses Issued .....	173	232	206	200
New Casino Employee Licenses Issued .....	2,792	2,655	2,419	2,200
Renewals of Casino Key and Employee Licenses .....	5,636	3,112	3,934	4,995
Casino Service Employee Registrations Issued .....	1,768	1,820	1,704	1,800
Casino Service Industry Licenses Issued:				
New Licenses .....	204	207	200	205
Renewal Licenses .....	177	137	150	165
Slot Machine Licenses Issued .....	42,572	42,770	39,650	37,650
Casino Table Games in Operation .....	1,548	1,616	1,575	1,600
Junket Enterprise Licenses				
Junket Licenses Issued .....	2	3	3	3
Junket Licenses Renewed .....	3	2	2	2
Contract Review:				
Vendor and Junket Enterprise Registration Forms				
Processed .....	2,423	2,586	2,504	2,545
Notice of Intent to Conduct Business with Enterprises .....	366	268	317	292
Contested Case Hearings:				
Employee Applications and Renewals .....	504	387	447	457
Casino Service Industry Applications and Renewals .....	21	27	19	22
Revocations and Violation Complaints .....	261	224	243	230
Miscellaneous .....	82	131	122	138
Exclusions .....	2	11	2	5
Litigation .....	4	3	2	4
Motion for Relief from Casino Control Commission				
Orders and Other Reasons .....	36	26	30	34
Reapplication for Permission to Work With or Without				
Credentials .....	35	18	34	35
<b>PERSONNEL DATA</b>				
<b>Position Data</b>				
<b>Filled Positions by Funding Source</b>				
State Supported .....	2,041	2,067	2,066	2,083
All Other .....	492	501	476	508
Total Positions .....	2,533	2,568	2,542	2,591
<b>Filled Positions by Program Class</b>				
Taxation Services and Administration .....	1,512	1,544	1,555	1,569
Administration of State Lottery .....	146	148	149	143
Administration of State Revenues .....	470	459	442	455
Management of State Investments .....	60	69	66	75
Administration of Casino Gambling .....	345	348	330	349
Total Positions .....	2,533	2,568	2,542	2,591

**Notes:**

Actual payroll counts are reported for fiscal years 2005 and 2006 as of December and revised fiscal year 2007 as of January.  
The Budget Estimate for fiscal year 2008 reflects the number of positions funded.

# TREASURY

## APPROPRIATIONS DATA (thousands of dollars)

Year Ending June 30, 2006					Year Ending June 30, 2008				
Orig. & (S)Supple- mental	Reapp. & (R)Recpts.	Transfers & (E)Emer- gencies	Total Available	Expended	Prog. Class.	2007 Adjusted Approp.	Requested	Recom- mended	
<b><u>DIRECT STATE SERVICES</u></b>									
<b>Distribution by Fund and Program</b>									
103,993	6,523	16,443	126,959	123,906	Taxation Services and Administration	15	112,735	111,411	111,411
22,400	6,823	-55	29,168	29,160	Administration of State Lottery	16	21,818	21,818	21,818
29,597	5,066	-181	34,482	28,080	Administration of State Revenues	17	30,773	24,023	24,023
8,545	11	3,629	12,185	12,137	Management of State Investments (a)	19	13,387	---	---
28,686	812	---	29,498	28,770	Administration of Casino Gambling	25	29,440	29,440	29,440
28,686	812	---	29,498	28,770	(From Casino Control Fund)		29,440	29,440	29,440
4,703	148	---	4,851	4,798	Business Services Bureau	50	4,685	4,685	4,685
<b>197,924</b>	<b>19,383</b>	<b>19,836</b>	<b>237,143</b>	<b>226,851</b>	<b>Total Direct State Services</b>		<b>212,838</b>	<b>191,377</b>	<b>191,377</b>
169,238	18,571	19,836	207,645	198,081	(From General Fund)		183,398 (b)	161,937	161,937
28,686	812	---	29,498	28,770	(From Casino Control Fund)		29,440	29,440	29,440
<b>Distribution by Fund and Object</b>									
Personal Services:									
---	---	---	---	611	Chairman and Commission- ers (CCF)		641	641	641
106,138	4,904 R	1,765	112,807	111,924	Salaries and Wages		110,432	104,866	104,866
26,075	---	138	26,213	19,154	Salaries and Wages (CCF)		19,140	19,140	19,140
---	---	---	---	6,420	Employee Benefits (CCF)		6,701	6,701	6,701
<b>132,213</b>	<b>4,904</b>	<b>1,903</b>	<b>139,020</b>	<b>138,109</b>	<b>Total Personal Services</b>		<b>136,914</b>	<b>131,348</b>	<b>131,348</b>
106,138	4,904	1,765	112,807	111,924	(From General Fund)		110,432	104,866	104,866
26,075	---	138	26,213	26,185	(From Casino Control Fund)		26,482	26,482	26,482
5,257	---	-1,156	4,101	3,908	Materials and Supplies		4,988	4,369	4,369
142	---	-13	129	124	Materials and Supplies (CCF)		187	187	187
42,463 S	6,671 R	18,692	76,276	75,487	Services Other Than Personal		49,836		
8,450 S							8,200 S	47,418	47,418
1,043	---	-89	954	914	Services Other Than Person- al (CCF)		1,139	1,139	1,139
1,633	---	1,011	2,644	2,531	Maintenance and Fixed Charges		1,533	1,725	1,725
1,213	---	264	1,477	1,476	Maintenance and Fixed Charges (CCF)		1,445	1,445	1,445
Special Purpose:									
1,175	1,621	---	2,796	280	Property Assessment Management System (PAMS)	15	---	1,900	1,900
---	---	---	---	---	New Jersey Fair and Clean Elections Fund	17	6,750 S	---	---
---	4,355	---	4,355	3	Revenue Management System	17	---	---	---
899					Wage Reporting/Temporary Disability Insurance	17	1,599	1,599	1,599
463 S	704	---	2,066	1,566	Administration of Casino Gambling (CCF)	25	40	40	40
60	---	-45	15	15	Additions, Improvements and Equipment		60	60	60
60	316	-476	2,600	2,382	Additions, Improvements and Equipment (CCF)		147	147	147
2,700 S	812	-255	710	56					
<b>153</b>					<b>Grand Total State Appropriation</b>		<b>212,838</b>	<b>191,377</b>	<b>191,377</b>

Year Ending June 30, 2006					Year Ending June 30, 2008				
Orig. & (S) Supplemental	Reapp. & (R) Recpts.	Transfers & (E) Emergencies	Total Available	Expended	Prog. Class.	2007 Adjusted Approp.	Requested	Recommended	
<b>OTHER RELATED APPROPRIATIONS</b>									
<b>All Other Funds</b>									
---	9,601								
---	30,241 R	-25,498	14,344	6,950	Taxation Services and Administration (c)	15	30,785	35,785	35,785
---	---	---	---	---	Administration of State Lottery	16	70	70	70
---	28,422				Administration of State Revenues (d)	17	58,225	82,925	82,925
---	81,141 R	-28,260	81,303	13,044	Management of State Investments	19	---	8,687	8,687
---	---	---	---	---	Business Services Bureau	50	148	148	148
---	149,405	-53,758	95,647	19,994	<b>Total All Other Funds</b>		89,228	127,615	127,615
197,924	168,788	-33,922	332,790	246,845	<b>GRAND TOTAL ALL FUNDS</b>		302,066	318,992	318,992

#### Notes -- Direct State Services - General Fund

- (a) Effective in fiscal 2008, the appropriation for the administrative costs of the Division of Management of State Investments is authorized as dedicated revenue in lieu of State appropriations from the General Fund. This change affects the direct state services budget for the Division, as well as anticipated revenue in Schedule 1.
- (b) The fiscal year 2007 appropriation has been reduced to reflect the transfer of funds to the Interdepartmental Salary and Other Benefits Account, as well as the reallocation of State appropriations supporting information technology services to the Office of Information Technology within the Department of Treasury.
- (c) Receipts shown hereinabove for the Taxation Services and Administration program classification include fees associated with the surcharge on rental vehicles, which will be transferred to the Departments of Agriculture, Health and Senior Services, and Law and Public Safety in fiscal 2008 to support domestic security programs.
- (d) Receipts shown hereinabove for the Administration of State Revenues include fees for services of county clerks and registers, which will be transferred to the Department of State in fiscal 2008 to support the New Jersey Public Records Preservation program.

#### Language Recommendations -- Direct State Services - General Fund

Receipts derived from the sale of confiscated equipment, materials, and supplies under the "Cigarette Tax Act," P.L. 1948, c.65 (C.54:40A-1 et seq.) as may be necessary for confiscation, storage, disposal, and other related expenses thereof, are appropriated.

Notwithstanding the provisions of any law or regulation to the contrary, there shall be no retroactive payment for refunds due under section 9 of P.L.1976, c.141 (C.58:10-23.11h) as amended pursuant to section 1 of P.L.1997, c.134 for the period from January 1, 1996 through June 26, 1997, appropriated from the Spill Compensation Fund.

Upon certification of the Director of the Division of Taxation, the State Treasurer shall pay, upon warrants of the Director of the Division of Budget and Accounting, such claims for refund as may be necessary under the provisions of Title 54 of the Revised Statutes, as amended and supplemented.

Notwithstanding the provisions of any law or regulation to the contrary, there are appropriated out of the receipts in the Solid Waste Services Tax Fund such sums as may be necessary for the cost of administration and collection of taxes pursuant to P.L. 1985, c. 38 (C.13:1E-136 et seq.), subject to the approval of the Director of the Division of Budget and Accounting.

Such sums as are required for the acquisition of equipment essential to the modernization of processing tax returns, are appropriated from tax collections, subject to the approval of the Joint Budget Oversight Committee and the Director of the Division of Budget and Accounting.

The amount necessary to provide administrative costs incurred by the Division of Taxation and the Division of Revenue to meet the statutory requirements of the "New Jersey Urban Enterprise Zones Act," P.L.1983, c.303 (C.52:27H-60 et seq.) is appropriated from the Enterprise Zone Assistance Fund, subject to the approval of the Director of the Division of Budget and Accounting.

Pursuant to the provisions of section 12 of P.L. 1992, c.165 (C.40:54D-12) there are appropriated such sums as may be required to compensate the Department of the Treasury for costs incurred in administering the "Tourism Improvement and Development District Act," P.L. 1992, c.165 (C.40:54D-1 et seq.).

Notwithstanding the provisions of any law or regulation to the contrary, there are available out of fees derived from the cost of collection imposed pursuant to section 8 of P.L.1987, c.76 (C.54:49-12.1) such sums as may be required for compliance and enforcement activities associated with the collection process as promulgated by the Taxpayers' Bill of Rights under P.L.1992, c.175.

In addition to the amounts hereinabove appropriated, such additional sums as may be necessary are appropriated to fund costs of the collecting and processing of debts, taxes, and other fees and charges owed to the State, including but not limited to the services of auditors and attorneys and enhanced compliance programs, subject to the approval of the Director of the Division of Budget and Accounting. The Director of the Division of Budget and Accounting shall provide the Joint Budget Oversight Committee with written reports on the detailed appropriation and expenditure of sums appropriated pursuant to this provision.

Notwithstanding the provisions of section 4 of the "Lead Hazard Control Assistance Act," P.L. 2003, c.311 (C.52:27D-437.4), such sums as are necessary are appropriated from the Lead Hazard Control Assistance Fund for the Department of the Treasury's administrative costs, subject to the approval of the Director of the Division of Budget and Accounting.

## TREASURY

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- The unexpended balance at the end of the preceding fiscal year in the Property Assessment Management System (PAMS) account is appropriated for the same purpose.
- There are appropriated, out of revenues derived from escheated property under the various escheat acts, such sums as may be necessary to administer such acts and such sums as may be required for refunds.
- There is hereby appropriated from the Dedicated Cigarette Tax Revenue Fund established pursuant to P.L. 2004, c.68 (C.34:1B-21.16 et seq.) such sums as are required under the contract between the Treasurer and the New Jersey Economic Development Authority entered into pursuant to C.34:1B-21.21.
- Pursuant to the provisions of section 54 of P.L. 2002, c.34 (C.App.A:9-78) deposits made to the "New Jersey Domestic Security Account" are appropriated for transfer to the Department of Health and Senior Services to support medical emergency disaster preparedness for bioterrorism, to the Department of Law and Public Safety for State Police salaries related to statewide security services and counter-terrorism programs, and to the Department of Agriculture for the Agro-Terrorism program, subject to the approval of the Director of the Division of Budget and Accounting.
- There are appropriated out of the State Lottery Fund such sums as may be necessary for costs required to implement the "State Lottery Law," P.L. 1970, c.13 (C.5:9-1 et seq.) and for payment for commissions, prizes, and expenses of developing and implementing games pursuant to section 7 of P.L. 1970, c.13 (C. 5:9-7).
- In addition to the amounts hereinabove, State Lottery Fund receipts in excess of anticipated contributions to education and State institutions, and reimbursement of administrative expenditures, are appropriated, subject to the approval of the Director of the Division of Budget and Accounting and the Joint Budget Oversight Committee.
- In addition to the amounts hereinabove, there are appropriated such additional sums as may be necessary for the cost of a State Lottery business plan study, subject to the approval of the Director of the Division of Budget and Accounting.
- Notwithstanding the provisions of any law or regulation to the contrary, there are appropriated out of receipts derived from communications fees such sums as may be necessary for telecommunications costs required in the administration of the State Lottery.
- Notwithstanding the provisions of any law or regulation to the contrary, there are appropriated out of receipts derived from the sale of advertising and/or promotional products by the State Lottery, such sums as may be necessary for advertising costs required in the administration of the State Lottery pursuant to P.L.1970, c.13 (C.5:9-1 et seq.).
- There are appropriated such sums as are necessary to fund the hospitals' share of monies collected pursuant to the hospital care payment act, P.L.2003, c.112 (C.17B:30-41 et seq.), subject to the approval of the Director of the Division of Budget and Accounting.
- The unexpended balance at the end of the preceding fiscal year in the New Jersey Fair and Clean Elections Fund account is appropriated, subject to the approval of the Director of the Division of Budget and Accounting.
- The Director of the Division of Budget and Accounting is hereby authorized to transfer or credit such sums as are necessary between the Department of Labor and the Department of the Treasury for the administration of revenue collection and processing functions related to Unemployment Insurance, Temporary Disability Insurance, Workers' Compensation, Special Compensation Programs, the Health Care Subsidy Fund, and the Workforce Development Partnership program.
- The amount hereinabove for the Wage Reporting/Temporary Disability Insurance program are payable out of the State Disability Benefits Fund, and in addition to the amounts hereinabove, there are appropriated out of the State Disability Benefits Fund such additional sums as may be required to administer revenue collection associated with the Temporary Disability Insurance program, subject to the approval of the Director of the Division of Budget and Accounting.
- Receipts in excess of those anticipated from the over-the-counter surcharges are appropriated to meet the costs of the Division of Revenue's commercial recording function, subject to the approval of the Director of the Division of Budget and Accounting.
- Notwithstanding the provisions of any law, regulation or Executive Order to the contrary, any receipts received from Nextel Corporation in accordance with a Plan Funding Agreement approved by Nextel and the 800 MHz Transition Administrator for costs of rebanding incurred by State agencies, and any local units of government that have entered into a memorandum of understanding with the Attorney General authorizing the State to receive Nextel funds on behalf of such local unit, pursuant to Federal Communications Commission-ordered reconfiguration of the 800 MHz band, are appropriated to the Department of the Treasury. Such sums shall be expended or transferred to the various departments and agencies to reimburse administrative and procurement costs in accordance with the Plan Funding Agreement and in consultation with the Attorney General, subject to the approval of the Director of the Division of Budget and Accounting.
- Pursuant to the provisions of P.L. 2003, c.117 (C.22A:4-4.2) deposits made to the "New Jersey Public Records Preservation Account" are appropriated for transfer to the Department of State for grants to counties and municipalities for the management, storage, and preservation of public records, subject to the approval of the Director of the Division of Budget and Accounting.
- Funds necessary to defray the cost of collection to implement the provisions of P.L. 1994, c.64 (C.17:29A-35 et seq.), as well as the cost of billing and collection of surcharges levied on drivers in accordance with the New Jersey Automobile Insurance Reform Act of 1982 - Merit Rating System Surcharge Program, P.L. 1983, c.65 (C.17:29A-33 et al.) as amended, are appropriated from fees in lieu of actual cost of collection receipts and from surcharges derived, subject to the approval of the Director of the Division of Budget and Accounting.
- There are appropriated, out of receipts derived from service fees billed to authorities for the handling of investment transactions, such sums as may be necessary to administer the Management of State Investments program.
- There are appropriated, out of receipts derived from the investments of State funds, such sums as may be necessary for bank service charges, custodial costs, mortgage servicing fees, and advertising bank balances under section 1 of P.L. 1956, c.174 (C.52:18-16.1).

Notwithstanding the provisions of any law or regulation to the contrary, the expenses of administration for the various retirement systems and employee benefit programs administered by the Division of Pensions and Benefits and the Division of Investments shall be charged to the pension and health benefits funds established by law to receive employer contributions or payments or to make benefit payments under the programs, as the case may be. In addition to the amounts hereinabove, there are appropriated such sums as may be necessary for administrative costs, which shall include bank service charges, investment services, and other such costs as are related to the management of the pension and health benefit programs, as the Director of the Division of Budget and Accounting shall determine.

#### **Language Recommendations -- Direct State Services - Casino Control Fund**

In addition to the amount hereinabove for Administration of Casino Gambling, there are appropriated from the Casino Control Fund such additional sums as may be required for operation of the Casino Control Commission, subject to the approval of the Director of the Division of Budget and Accounting.

### **70. GOVERNMENT DIRECTION, MANAGEMENT, AND CONTROL**

#### **74. GENERAL GOVERNMENT SERVICES**

##### **OBJECTIVES**

1. To centralize all press and public relations services.
2. To provide a centralized purchasing system for goods and services needed to operate all State government departments, and to provide savings opportunities for school districts, county, and local governments through cooperative purchasing.
3. To provide maintenance and operation services for the preservation and protection of the buildings in the Capitol Complex.
4. Provides for purchase and disposal of real property, as well as the centralized management of rents and leases, including the management of employee housing.
5. To plan, program, design and supervise the construction of buildings and facilities for the various State agencies.
6. To administer all employee benefit programs at minimum cost.
7. To operate a central motor pool fleet at the lowest possible cost and provide State agencies with safe operating vehicles.
8. To provide printing services to State agencies.
9. To provide food service in the State House Complex cafeterias and other State-owned facilities in the Trenton area.
10. To provide risk management, loss prevention and claims services, and management of the fire and casualty insurance program to all State agencies.
11. To warehouse commodities by purchasing in large volume shipments, making goods available on request at the lowest possible prices, and to coordinate on a statewide basis the assembling, distribution, and sale of surplus personal property.
12. To provide a mail processing/delivery system at minimum cost.
13. To coordinate New Jersey's land and historic preservation goals and programs.
04. **Public Information Services.** Executive Order No. 30, dated January 14, 1976, centralized all press and public relations services of the various departments of State government.
09. **Purchasing and Inventory Management.** Pursuant to N.J.S.A. 52:18A-3, the Division of Purchase and Property administers a centralized statewide purchasing system, including the setting of purchasing standards and specifications; makes available contracts for products and services to school districts, municipalities, and other political subdivisions through the cooperative purchasing program; contracts major lease/purchase arrangements through the Master Lease Program; maintains a centralized distribution center to permit bulk purchases for all State departments; performs testing and inspection functions; supervises the disposition of State surplus property.
12. **Property Management and Construction - Construction Management Services.** Pursuant to N.J.S.A. 52:18A, the Division supervises all architectural, engineering design and construction of new facilities, as well as the renovation and rehabilitation of existing facilities; provides technical advice and assistance to all State agencies in preliminary planning, programming, design, layout, and cost estimating; administers construction and professional service contracts associated with building programs; provides for field supervision on State construction projects; ensures that all building programs are completed in accordance with predetermined goals and objectives.
21. **Pensions and Benefits.** Pursuant to N.J.S.A. 52:18A-95 et seq., eligibility determinations are made for those who are required or optionally permitted to participate in the benefit programs. Certifications of membership, rates involving employer and employee contributions, and proper designation of beneficiaries for the several benefit schedules are provided.

Monies are accounted for in members' individual accounts and to the credit of the several systems in the general and subsidiary ledgers. A complete and proper accounting of all disbursements to eligible employers and employees and their beneficiaries is provided. Beginning in fiscal 2007, this program was directly funded from the pension and health benefits funds.

##### **PROGRAM CLASSIFICATIONS**

02. **Garden State Preservation Trust.** The Garden State Preservation Trust fulfills a statutory responsibility to oversee New Jersey's progress in achieving its land preservation goals, conducts related education and outreach, and reviews and recommends open space, farmland, and historic preservation projects submitted respectively by the Department of Environmental Protection's Green Acres Program, the State Agricultural Development Committee and the New Jersey Historic Trust.
22. **Capital City Redevelopment Corporation.** Pursuant to N.J.S.A. 52:9Q-9 et seq., the Capital City Redevelopment Corporation (CCRC) was created to guide a revitalization effort in the capitol district of downtown Trenton, and to act as a central facilitator of the implementation of the Renaissance Plan.

- 26. Property Management and Construction - Property Management Services.** Disposal of surplus real property and purchase of all real property (exclusive of Department of Transportation's highway and public transportation requirements and the Department of Environmental Protection's "Green Acres" and water supply acquisitions) is a responsibility of the Office of Property Management. In addition, Property Management Services is charged with securing all leased office, warehouse, and other space requirements. Also, Property Management Services provides full maintenance services for 40 State-owned buildings in the Trenton area, including the State Records Storage Center, the Richard J. Hughes Justice Complex, Mary G. Roebeling, William Ashby, War Memorial, and the Environmental Protection buildings; also provides renovation and alteration services valued at less than \$39,600. Carries out all related contract administration services, including the processing of change orders, pre-qualification of contractors, public advertising, awarding of bids; prepares and maintains central contract files and all other records, including plans and specifications.
- 37. Risk Management.** Operates to reduce the adverse impact of catastrophic pure loss on State operations and budgets through a combination of risk management and loss prevention techniques. Administers claims against the State and its employees under Title 59, Tort Claims Act, R.S. 34 Workers Compensation statute and various federal statutes and laws. Risk Management also administers claims on behalf of the State against others responsible for damage to the State, its

employees and property.

- 40. Office of Information Technology.** Processes information for a wide variety of department and agency programs including, but not limited to, centralized payroll, budget, revenue, general accounting, pensions, nursing home claims, food stamps, public assistance, institutional patient billings, caseload activities, unemployment compensation, disability insurance, employment and personnel services, engineering services, air monitoring, and criminal justice.
- 41. Automotive Services.** Pursuant to Executive Order No. 33, dated June 7, 1991, the State Central Motor Pool administers central fleet management and maintains and operates central facilities for the repair and storage of State-owned motor vehicles. The pool has legal ownership of the vehicles and prescribes rules for the efficient and economical operation of the fleet. Since the pool is self-supporting, rental fees based on usage are billed to the State using agencies. The revenues collected are used to purchase replacement vehicles and to cover all costs of the pool operation.
- 43. Printing Services.** The Treasury Print Shop operates as a revolving fund. The costs of labor and materials are reimbursed by various agencies including, but not limited to, the Department of the Treasury, the Office of the Chief Executive, the Legislature, and the Department of State.
- 44. Capitol Post Office.** The Capitol Post Office operates as a revolving fund, providing postal services to all State departments.
- 62. State Cafeterias.** Provides food services on a receipt basis and operates as a dedicated fund.

## EVALUATION DATA

	Actual FY 2005	Actual FY 2006	Revised FY 2007	Budget Estimate FY 2008
<b>PROGRAM DATA</b>				
<b>Purchasing and Inventory Management</b>				
Vendor purchases (millions) .....	\$1,889	\$1,889	\$1,889	\$1,873
Contracts .....	762	800	800	800
<b>Pensions and Benefits</b>				
Financial Data				
Assets, all funds (thousands) .....	\$74,679,016	\$78,772,559	\$82,664,289	\$86,789,085
Benefit payments (thousands) .....	\$9,014,686	\$9,668,196	\$10,690,257	\$11,828,628
Lump sum death benefit payments (thousands) .....	\$194,851	\$181,207	\$187,725	\$194,791
Member loans outstanding (thousands) .....	\$1,097,094	\$1,140,602	\$1,133,295	\$1,126,275
Membership, all retirement systems .....	547,560	554,424	562,882	571,501
Retired members and beneficiaries .....	218,332	225,407	232,382	239,639
Membership, other systems				
Supplemental annuity .....	3,956	3,933	3,823	3,716
Health benefits program members .....	363,435	364,447	367,523	370,631
Health benefits program covered lives .....	806,328	804,217	805,262	806,309
Prescription drug program members .....	150,780	151,066	152,546	154,041
Prescription drug program covered lives .....	373,066	372,042	373,418	374,800
Dental program members .....	134,505	141,716	149,311	157,315
Dental program covered lives .....	292,369	305,543	319,322	333,724
Benefit Processing Data				
New enrollments or transfers .....	64,182	63,579	64,000	65,000
Withdrawals .....	9,348	11,060	11,000	11,000
Death claims .....	8,131	8,172	8,400	8,400
New retirements .....	14,486	13,663	14,000	14,500
Pensions adjustments .....	7,500	12,800	13,000	13,000
Service purchase requests .....	15,852	16,526	17,000	17,000
Member loans .....	113,134	109,500	105,000	101,000

	Actual FY 2005	Actual FY 2006	Revised FY 2007	Budget Estimate FY 2008
Client Services				
Telephone inquiries .....	1,631,207	1,747,043	1,921,747	2,113,921
Interviews .....	15,026	14,894	16,383	17,693
Correspondence .....	27,716	41,502	45,651	49,303
Internet inquiries .....	614,500	790,757	869,832	956,815
Seminars .....	1,284	971	1,100	1,200
<b>Property Management and Construction - Property Management Services</b>				
Leased facilities .....	333	342	349	357
Area in square feet (leased facilities) .....	5,500,000	6,100,000	6,450,000	6,600,000
State-owned space maintained (square feet) .....	5,919,883	5,919,953	5,915,953	5,915,953

**PERSONNEL DATA****Position Data**

## Filled Positions by Funding Source

State Supported .....	362	406	354	360
All Other .....	370	390	371	381
Total Positions .....	732	796	725	741

## Filled Positions by Program Class

Garden State Preservation Trust .....	2	2	1	1
Purchasing and Inventory Management .....	123	147	117	120
Pensions and Benefits .....	337	356	340	347
Capital City Redevelopment Corporation .....	1	1	1	1
Property Management and Construction .....	182	189	177	174
Risk Management .....	57	70	60	66
Capitol Post Office .....	30	31	29	32
Total Positions .....	732	796	725	741

**Notes:**

Actual payroll counts are reported for fiscal years 2005 and 2006 as of December and revised fiscal year 2007 as of January. The Budget Estimate for fiscal year 2008 reflects the number of positions funded. All Other includes positions supported by fees or other dedicated resources previously reported as State Supported.

**APPROPRIATIONS DATA**  
(thousands of dollars)

Year Ending June 30, 2006					Year Ending June 30, 2008			
Orig. & (S)Supple- mental	Reapp. & (R)Recpts.	Transfers & (E)Emer- gencies	Total Available	Expended	Prog. Class.	2007 Adjusted Approp.	Requested	Recom- mended
<b>DIRECT STATE SERVICES</b>								
<b>Distribution by Fund and Program</b>								
468	---	---	468	238	02	476	476	476
9,518	51	1,252	10,821	10,432				
32,062	9,432	1,730	43,224	32,708	09	9,723	9,723	9,723
14,638	1,039	940	16,617	15,862	21	---	---	---
1,957	494	34	2,485	2,440	26	14,172	14,422	14,422
					37	2,647	2,647	2,647
<b>58,643</b>	<b>11,016</b>	<b>3,956</b>	<b>73,615</b>	<b>61,680</b>		<b>27,018<sup>(b)</sup></b>	<b>27,268</b>	<b>27,268</b>
<b>Distribution by Fund and Object</b>								
Personal Services:								
37,812	543 <sup>R</sup>	2,303	40,658	40,613		20,860	21,038	21,038
37,812	543	2,303	40,658	40,613		20,860	21,038	21,038
855	---	19	874	867		406	412	412
16,564	---	1,116	17,680	11,638		3,216	2,841	2,841
	25							
2,029	627 <sup>R</sup>	439	3,120	2,827		1,925	2,161	2,161



# TREASURY

Year Ending June 30, 2006					Year Ending June 30, 2008				
Orig. & (S)Supple- mental	Reapp. & (R)Recpts.	Transfers & (E)Emer- gencies	Total Available	Expended		Prog. Class.	2007 Adjusted Approp.	Requested	Recom- mended
<b><u>DIRECT STATE SERVICES</u></b>									
Special Purpose:									
468	---	---	468	238	Garden State Preservation Trust	02	476	476	476
250	---	---	250	36	Gubernatorial Transition- Governor	09	---	---	---
250	---	---	250	242	Gubernatorial Transition- Governor-Elect	09	---	---	---
100	---	---	100	31	Gubernatorial Inaugural Commission	09	---	---	---
180	---	42	222	221	State Pension System Audit	21	---	---	---
---	9,422	---	9,422	4,736	Re-Engineering of Pension and Health Benefits Computer Systems	21	---	---	---
---	379 <sup>R</sup>	-100	279	---	Real Property Leasing Out Program	26	---	---	---
135	20	137	292	231	Additions, Improvements and Equipment		135	340	340
<b><u>CAPITAL CONSTRUCTION</u></b>									
<b>Distribution by Fund and Program</b>									
---	3,578	-42	3,536	---	Property Management and Construction - Property Management Services	26	---	---	---
---	3,578	-42	3,536	---	<i>Total Capital Construction</i>		---	---	---
<b>Distribution by Fund and Object</b>									
<b>Property Management and Construction</b>									
---	1,668 1,807 <sup>R</sup>	---	3,475	---	Property Management and Construction - Property Management Services	26	---	---	---
---	103	-42	61	---	Capital Reinvestment, Renovation and Initiative Fund	26	---	---	---
58,643	14,594	3,914	77,151	61,680	<i>Grand Total State Appropriation</i>		27,018	27,268	27,268
<b><u>OTHER RELATED APPROPRIATIONS</u></b>									
<b>All Other Funds</b>									
---	---	---	---	---	Purchasing and Inventory Management	09	49	49	49
---	---	---	---	---	Pensions and Benefits	21	33,482	33,997	33,997
---	83 <sup>R</sup>	---	83	83	Capital City Redevelopment Corporation	22	200	200	200
---	1,125 2,736 <sup>R</sup>	37	3,898	2,652	Property Management and Construction - Property Management Services	26	3,745	3,745	3,745
---	---	---	---	---	Risk Management	37	500	500	500
---	128 57 <sup>R</sup>	---	185	143	State Cafeterias	62	77	77	77
---	4,129	37	4,166	2,878	<i>Total All Other Funds</i>		38,053	38,568	38,568
58,643	18,723	3,951	81,317	64,558	<i>GRAND TOTAL ALL FUNDS</i>		65,071	65,836	65,836

## Notes -- Direct State Services - General Fund

- (a) Effective in fiscal year 2007, the appropriation for the administrative costs of the Division of Pensions and Benefits is authorized as dedicated revenue in lieu of State appropriations from the General Fund. This change affects the Direct State Services budget for the Division, as well as anticipated revenue in Schedule 1.
- (b) The fiscal year 2007 appropriation has been reduced to reflect the transfer of funds to the Interdepartmental Salary and Other Benefits Account, as well as the reallocation of State appropriations supporting information technology services to the Office of Information Technology within the Department of Treasury.

**Language Recommendations -- Direct State Services - General Fund**

- There are appropriated, out of receipts derived from service fees billed to political subdivisions for the operating costs of the cooperative purchasing program, such sums as may be necessary to administer and operate the Purchase Bureau program.
- Notwithstanding the provisions of any law or regulation to the contrary, there are appropriated, out of the receipts derived from third party subrogation and service fees billed to authorities for the handling of insurance procurement and risk management services, such sums as may be necessary for the administrative expenses of the Risk Management program.
- Notwithstanding the provisions of section 15 of article 6 of P.L. 1944, c.112 (C.52:27B-67), revenues in excess of the anticipation derived from the sale of surplus State vehicles are available for the replacement of Central Motor Pool temporary assignment vehicles, subject to the approval of the Director of the Division of Budget and Accounting.
- Notwithstanding the provisions of any law or regulation to the contrary, there are appropriated, out of receipts derived from service fees billed to the various State departments for the purpose of travel services, such sums as may be necessary for the administrative expenses of the State Central Motor Pool program.
- The Director of the Division of Budget and Accounting is empowered to transfer or credit to the Capitol Post Office revolving fund any appropriation made to any department for postage costs appropriated or allocated to such departments for their share of costs of the Capitol Post Office.
- The Director of the Division of Budget and Accounting is empowered to transfer or credit to the Print Shop revolving fund any appropriation made to any department for printing costs appropriated or allocated to such departments for their share of costs of the Print Shop and the Office of Printing Control.
- The unexpended balances at the end of the preceding fiscal year in the State cafeteria accounts and receipts obtained from cafeteria operations are appropriated for the improvement and extension of cafeteria services and facilities pursuant to section 2 of P.L.1951, c.312 (C.52:18A-19.6).
- The Director of the Division of Budget and Accounting is empowered to transfer or credit to the Property Management and Construction program classification, from appropriations for construction and improvements, a sufficient sum to pay for the cost of architectural work, superintendence and other expert services in connection with such work.
- From the receipts derived from the sale of real property, such sums are appropriated for the costs incurred in order to preserve and maintain the property's value and condition and for costs incurred in the selling of the real property, including appraisal, survey, advertising, maintenance, security and other costs related to the preservation and disposal, subject to the approval of the Director of the Division of Budget and Accounting.
- Notwithstanding the provisions of any law or regulation to the contrary, there are appropriated out of receipts derived from the pre-qualification service fees billed to contractors, architects, engineers, and professionals sufficient sums for expenses related to the administration of pre-qualification activities undertaken by the Division of Property Management and Construction.
- The unexpended balances at the end of the preceding fiscal year in excess of \$300,000 in the Management of the Department of Environmental Protection Properties account are appropriated for the same purpose.
- Receipts derived from the leasing of State surplus real property are appropriated for the maintenance of leased property subject to the approval of the Director of the Division of Budget and Accounting, provided that a sum not to exceed \$100,000 shall be available for the administrative expenses of the program.
- There are appropriated such additional sums as may be necessary for the purchase of expert witness services related to the State's defense against inverse condemnation claims related to the Department of Environmental Protection's Land Use Regulation program.
- Receipts from employee maintenance charges in excess of \$300,000 are appropriated for maintenance of employee housing and associated relocation costs; provided, however, that a sum not to exceed \$25,000 shall be available for management of the program, the expenditure of which shall be subject to the approval of the Director of the Division of Budget and Accounting.
- There are appropriated out of receipts derived from lease proceeds billed to the occupants of the James J. Howard Marine Science Laboratory, such sums as may be required to operate and maintain the facility and for the payment of interest and/or principal due from the issuance of bonds for this facility.
- Notwithstanding the provisions of any law or regulation to the contrary, an amount not to exceed \$476,000 is transferred from the Garden State Farmland Preservation Trust Fund, the Garden State Green Acres Preservation Trust Fund and the Garden State Historic Preservation Trust Fund to the General Fund in an allocation to be determined by the Garden State Preservation Trust and approved by the Director of the Division of Budget and Accounting and such amount is appropriated to the Garden State Preservation Trust.
- Notwithstanding the provisions of any law or regulation to the contrary, the Departments of the Treasury, Community Affairs, Environmental Protection, and Agriculture will provide such administrative services as are necessary to operate the Garden State Preservation Trust.
- Notwithstanding the provisions of any law or regulation to the contrary, administrative expenses for the various retirement systems and employee benefit programs administered by the Division of Pensions and Benefits are appropriated from the pension and health benefits funds established by law to receive employer contributions or payments or to make benefit payments under the programs, as the case may be, subject to the approval of the Director of the Division of Budget and Accounting. Administrative costs shall include bank service charges, investment services, and any other such costs as are related to the management of the pension and health benefit programs, as the Director of the Division of Budget and Accounting shall determine.
- There is appropriated from the pension and health benefits funds established by law an amount, not to exceed \$12,000,000, for the re-engineering of the pension and health benefits computer systems as referenced in the Division of Pensions and Benefits organizational study.
- The unexpended balance at the end of the preceding fiscal year in the Re-engineering of the Pension and Health Benefits Computer Systems account is appropriated for the same purpose.

# TREASURY

Notwithstanding the provisions of any law or regulation to the contrary, there are appropriated from the Capital City Redevelopment Loan and Grant Fund such sums as may be required to provide for expenses, programs, and strategies which will enhance the vitality of the capitol district as a place to live, visit, work and conduct business, subject to the approval of the Director of the Division of Budget and Accounting.

## 70. GOVERNMENT DIRECTION, MANAGEMENT, AND CONTROL

### 74. GENERAL GOVERNMENT SERVICES

#### 2026. OFFICE OF ADMINISTRATIVE LAW

#### OBJECTIVES

1. To develop and apply a fair, comprehensive, and uniform system of administrative practice and procedures in the Executive Branch governing the adjudication of contested matters and the promulgation of rules and regulations.

#### PROGRAM CLASSIFICATIONS

45. **Adjudication of Administrative Appeals.** Pursuant to C.52:14F-1 et seq. and C.52:14B-10, full-time administrative law judges hold hearings and render decisions to the various agency heads for their acceptance, rejection, or modification within 45 days, or a lesser period where prescribed by law.

Judicial Administration creates standards and maintains filing, docketing, record keeping, and decision making systems for

more than 11,000 administrative cases; develops and administers a program for the continuing training and education of judicial corps.

Development of Administrative Procedures (C.52:14B-1 et seq.), regulates and assists State agencies with regard to the preparation and filing of rules and regulations, and establishes standards for the New Jersey Register and the New Jersey Administrative Code.

General and Administrative Services provides support to judicial administration and administrative procedures by maintaining the case management data base and office automation systems. Budgeting and accounting, purchasing, property maintenance, and personnel and payroll are other services provided by this division.

#### EVALUATION DATA

	Actual FY 2005	Actual FY 2006	Revised FY 2007	Budget Estimate FY 2008
<b>PROGRAM DATA</b>				
<b>Adjudication of Administrative Appeals</b>				
Cases pending as of July 1 .....	4,927	4,829	3,270	2,670
Cases filed .....	12,606	12,869	12,400	12,400
Cases disposed of .....	12,704	14,428	13,000	13,000
Cases pending as of June 30 .....	4,829	3,270	2,670	2,070
Cases disposed of per judge .....	334	380	333	333
<b>PERSONNEL DATA</b>				
<b>Affirmative Action Data</b>				
Male Minority .....	5	6	6	6
Male Minority % .....	4.5	5.3	5.6	5.0
Female Minority .....	32	33	33	33
Female Minority % .....	28.6	29.2	30.6	27.3
Total Minority .....	37	39	39	39
Total Minority % .....	33.1	34.5	31.9	31.9
<b>Position Data</b>				
<b>Filled Positions by Funding Source</b>				
State Supported .....	102	103	100	111
All Other .....	10	10	8	10
Total Positions .....	112	113	108	121
<b>Filled Positions by Program Class</b>				
Adjudication of Administrative Appeals .....	112	113	108	121
Total Positions .....	112	113	108	121

#### Notes:

Actual payroll counts are reported for fiscal years 2005 and 2006 as of December and revised fiscal year 2007 as of January. The budget estimate for fiscal year 2008 reflects the number of positions funded.

**APPROPRIATIONS DATA**  
(thousands of dollars)

Year Ending June 30, 2006					Year Ending June 30, 2008			
Orig. & (S)Supple- mental	Reapp. & (R)Recpts.	Transfers & (E)Emer- gencies	Total Available	Expended	Prog. Class.	2007 Adjusted Approp.	Requested	Recom- mended
<b>DIRECT STATE SERVICES</b>								
<b>Distribution by Fund and Program</b>								
4,855	5,115	-6	9,964	9,109	Adjudication of Administrative Appeals	45	9,449	9,241
4,855	---	---	4,855	4,855	(From General Fund)		4,702	4,494
---	5,115	-6	5,109	4,254	(From All Other Funds)		4,747	4,747
<b>4,855</b>	<b>5,115</b>	<b>-6</b>	<b>9,964</b>	<b>9,109</b>	<b>Total Direct State Services</b>		<b>9,449</b> <sup>(a)</sup>	<b>9,241</b>
---	(5,115)	6	(5,109)	(4,254)	<b>Less:</b>			
					All Other Funds		(4,747)	(4,747)
<b>4,855</b>	<b>---</b>	<b>---</b>	<b>4,855</b>	<b>4,855</b>	<b>Total State Appropriation</b>		<b>4,702</b>	<b>4,494</b>
<b>Distribution by Fund and Object</b>								
4,277	---	3,791	8,068	7,872	Personal Services:			
---	---	---	---	196	Salaries and Wages		8,471	8,263
					Employee Benefits		221	221
<b>4,277</b>	<b>---</b>	<b>3,791</b>	<b>8,068</b>	<b>8,068</b>	<b>Total Personal Services</b>		<b>8,692</b>	<b>8,484</b>
35	---	57	92	92	Materials and Supplies		95	95
502	---	233	735	735	Services Other Than Personal		581	581
35	---	15	50	50	Maintenance and Fixed Charges		75	75
6	---	---	6	6	Special Purpose:			
					Affirmative Action and Equal Employment Opportunity	45	6	6
---	407				Judicial Hearings Receipts	45	---	---
---	3,442 <sup>R</sup>	-3,331	518	---	Annual Licensing Fee - Office of Administrative Law Publications	45	---	---
---	253	-795	78	---	Royalties - Office of Administrative Law Publications	45	---	---
---	620 <sup>R</sup>				Additions, Improvements and Equipment		---	---
---	215	-134	259	---	<b>Less:</b>			
---	178 <sup>R</sup>	158	158	158	All Other Funds		(4,747)	(4,747)
<b>---</b>	<b>(5,115)</b>	<b>6</b>	<b>(5,109)</b>	<b>(4,254)</b>	<b>Grand Total State Appropriation</b>		<b>4,702</b>	<b>4,494</b>
<b>4,855</b>	<b>---</b>	<b>---</b>	<b>4,855</b>	<b>4,855</b>				
<b>OTHER RELATED APPROPRIATIONS</b>								
---	5,115	-6	5,109	4,254	<b>Total All Other Funds</b>		<b>4,747</b>	<b>4,747</b>
<b>4,855</b>	<b>5,115</b>	<b>-6</b>	<b>9,964</b>	<b>9,109</b>	<b>GRAND TOTAL ALL FUNDS</b>		<b>9,449</b>	<b>9,241</b>

**Notes -- Direct State Services - General Fund**

- (a) The fiscal year 2007 appropriation has been reduced to reflect the transfer of funds to the Interdepartmental Salary and Other Benefits Account, as well as the reallocation of State appropriations supporting information technology services to the Office of Information Technology within the Department of Treasury.

**Language Recommendations -- Direct State Services - General Fund**

In addition to the amount hereinabove, such sums as may be received or receivable from any department or non-State fund source for administrative hearing costs or rule-making costs by the Office of Administrative Law and the unexpended balance at the end of the preceding fiscal year of such sums are appropriated, subject to the approval of the Director of the Division of Budget and Accounting. The Director of the Division of Budget and Accounting is empowered to transfer or credit to the Office of Administrative Law any appropriation made to any department for administrative hearing costs which had been appropriated or allocated to such department for its share of such costs.

Receipts derived from annual license fees, payable to the Office of Administrative Law, and the unexpended balance at the end of the preceding fiscal year of such receipts, are appropriated.

Receipts derived from royalties, payable to the Office of Administrative Law, and the unexpended balance at the end of the preceding fiscal year of such receipts, are appropriated.

**70. GOVERNMENT DIRECTION, MANAGEMENT, AND CONTROL**

**74. GENERAL GOVERNMENT SERVICES**

**2034. OFFICE OF INFORMATION TECHNOLOGY**

**OBJECTIVES**

1. Provide and maintain the information technology infrastructure of the Executive Branch of State government and all ancillary components, including those of State departments and agencies.
2. Under the direction of the Office of the State Chief Technology Officer, engage in information technology planning, coordination, budgeting, technical architecture, and management and oversight of large information technology initiatives.

**PROGRAM CLASSIFICATIONS**

40. **Office of Information Technology.** The Office of Information Technology (OIT) operates under the direction of the State Chief Technology Officer and the State Technology Governing Board, pursuant to Executive Order 42 (2006). The OIT processes information for a wide variety of department

and agency programs including, but not limited to, centralized payroll, budget, revenue, general accounting, pensions, nursing home claims, food stamps, public assistance, institutional patient billings, caseload activities, unemployment compensation, disability insurance, employment and personnel services, engineering services, air monitoring, and criminal justice. OIT also has operational responsibility for the State's major data centers and the Garden State Network, a statewide integrated communications network capable of carrying data and voice transmissions. OIT currently maintains three major data centers. Within these major data centers, OIT maintains two IBM mainframes and one Bull mainframe.

65. **Emergency Telecommunication Services.** The Office of Emergency Telecommunication Services supports Enhanced 911 Public Safety Answering Points throughout the State of New Jersey.

**EVALUATION DATA**

	<b>Actual FY 2005</b>	<b>Actual FY 2006</b>	<b>Revised FY 2007</b>	<b>Budget Estimate FY 2008</b>
<b>PROGRAM DATA</b>				
<b>Office of Information Technology</b>				
<b>Computer Resources</b>				
Mainframe Environment				
Relative Processing Speed (Mbs per Second) . . . . .	1,760	1,800	2,300	2,300
Server Environment				
UNIX Environment . . . . .	244	316	375	425
Other Environments . . . . .	274	336	400	450
OIT Hosted/Client Supported (Combined) . . . . .	73	101	150	200
<b>Telecommunications Infrastructure</b>				
Data Network (Garden State Network)				
Router Infrastructure (Central Location) . . . . .	60	60	50	40
Router Infrastructure (Distributed Locations) . . . . .	1,835	1,850	1,700	1,500
Client Locations Supported . . . . .	1,404	1,332	1,332	1,325
Data Lines . . . . .	2,082	2,353	2,585	2,585
State Access to the Internet (Bandwidth in Mbs per Second) . . . . .	90	311	1,244	1,244
Access for Local Government				
Drops Supported (SNA Circuits) . . . . .	3,120	1,860	1,300	1,300
Drops Supported (IP Circuits) . . . . .	22,764	23,880	24,110	24,110
Voice Network				
Voice Lines Supported . . . . .	78,821	78,251	77,828	77,500
Voice Devices Supported . . . . .	94,585	93,901	93,387	93,000
Other				
Cell Phones Supported . . . . .	10,685	12,571	16,061	20,000
<b>Production Services and User Support</b>				
Transactions				
On-line Transactions (millions) . . . . .	2,100	2,215	2,200	2,200
Checks Produced (millions) . . . . .	22	23	23	23
User Support				
User Logon ID's (Mainframe only) . . . . .	95,000	95,000	80,225	90,425
User Calls to the Help Desk (Network Call Center) . . . . .	159,426	120,000	120,000	80,000
<b>Applications Development and Maintenance</b>				
Internet, Legacy and Client/Server . . . . .	425	421	487	487
Under Development . . . . .	57	51	64	64
Maintenance Mode . . . . .	368	370	423	423
Geographic Information System				
Applications Under Development . . . . .	7	10	4	4
Applications in Maintenance Mode . . . . .	8	15	19	19

	Actual FY 2005	Actual FY 2006	Revised FY 2007	Budget Estimate FY 2008
Web Site				
Under Development .....	85	60	50	60
Maintenance Mode .....	75	80	70	70
OIT Supported Web Pages (thousands) .....	260	270	270	270
Page View (millions of hits) .....	342	425	450	465
<b>Data Management Service Applications</b>				
Under Development .....	29	30	37	30
Maintenance Mode .....	10	20	29	50
Total Applications .....	39	50	66	80
Data Warehouse Growth-(Gigabytes) .....	970	2,250	3,150	4,000
<b>Client Applications Supported</b>				
Agriculture .....	1	1	1	1
Banking and Insurance .....	14	15	16	16
Community Affairs .....	28	29	28	28
Corrections .....	6	6	6	6
Education .....	4	6	5	5
Environmental Protection .....	13	13	16	16
Health .....	23	23	25	25
Human Services .....	50	50	39	39
Labor .....	31	33	33	33
Law & Public Safety .....	35	36	37	37
Personnel .....	10	15	15	15
Transportation .....	80	82	87	87
Treasury .....	119	100	108	108
Other .....	11	12	14	14
Total .....	425	421	430	430

## PERSONNEL DATA

## Position Data

All Other .....	936	942	912	971
-----------------	-----	-----	-----	-----

## Notes:

Actual payroll counts are reported for fiscal years 2005 and 2006 as of December and revised fiscal year 2007 as of January.  
The Budget Estimate for fiscal year 2008 reflects the number of positions funded.

APPROPRIATIONS DATA  
(thousands of dollars)

Year Ending June 30, 2006					Year Ending June 30, 2008			
Orig. & (S)Supple- mental	Reapp. & (R)Recpts.	Transfers & (E)Emer- gencies	Total Available	Expended	Prog. Class.	2007 Adjusted Approp.	Requested	Recom- mended
<b><u>DIRECT STATE SERVICES</u></b>								
<b>Distribution by Fund and Program</b>								
---	---	---	---	---	40	109,522	111,262	111,262
---	---	---	---	---	65	19,067	13,817	13,817
---	---	---	---	---		<b>128,589</b> (a)	<b>125,079</b>	<b>125,079</b>
<b>Less:</b>								
---	---	---	---	---		(60,125)	(62,821)	(62,821)
---	---	---	---	---		<b>(60,125)</b>	<b>(62,821)</b>	<b>(62,821)</b>
---	---	---	---	---		<b>68,464</b>	<b>62,258</b>	<b>62,258</b>
<b>Total State Appropriation</b>								
<b>Distribution by Fund and Object</b>								
Personal Services:								
---	---	---	---	---		27,260	28,160	28,160
---	---	---	---	---		<b>27,260</b>	<b>28,160</b>	<b>28,160</b>
<b>Total Personal Services</b>								

# TREASURY

Year Ending June 30, 2006					Year Ending June 30, 2008			
Orig. & (S)Supple- mental	Reapp. & (R)Recpts.	Transfers & (E)Emer- gencies	Total Available	Expended	Prog. Class.	2007 Adjusted Approp.	Requested	Recom- mended
<b><u>DIRECT STATE SERVICES</u></b>								
---	---	---	---	---		414	414	414
---	---	---	---	---		13,340	15,252	15,252
---	---	---	---	---		83	83	83
Special Purpose:								
---	---	---	---	---				
					Office of Information			
					Technology	40	60,125	62,821
---	---	---	---	---	Network Infrastructure	40	6,968	3,200
---	---	---	---	---	Information Technology			
---	---	---	---	---	On-Line State Portal	40	1,000	1,000
---	---	---	---	---	Statewide 911 Emergency			
---	---	---	---	---	Telecommunication System	65	17,567	12,567
---	---	---	---	---	Office of Emergency			
---	---	---	---	---	Telecommunication Services	65	1,500	1,250
---	---	---	---	---	Additions, Improvements and			
					Equipment		332	332
<i>Less:</i>								
---	---	---	---	---	Income Deductions		(60,125)	(62,821)
<b><u>GRANTS-IN-AID</u></b>								
<b>Distribution by Fund and Program</b>								
---	---	---	---	---	Emergency Telecommunication			
					Services	65	14,925	14,925
---	---	---	---	---	<b>Total Grants-in-Aid</b>		<b>14,925</b> (a)	<b>14,925</b>
<b>Distribution by Fund and Object</b>								
Grants:								
---	---	---	---	---	Enhanced 911 Grants	65	14,925	14,925
<b><u>CAPITAL CONSTRUCTION</u></b>								
<b>Distribution by Fund and Program</b>								
---	3,697	3,100	6,797	507	Office of Information Technology	40	6,916	6,500
---	<b>3,697</b>	<b>3,100</b>	<b>6,797</b>	<b>507</b>	<b>Total Capital Construction</b>		<b>6,916</b> (a)	<b>6,500</b>
<b>Distribution by Fund and Object</b>								
<b>Office of Information Technology</b>								
---	---	---	---	---	Data Storage and Infrastructure	40	---	3,000
---	---	---	---	---	Critical Facility Preservation	40	---	2,000
---	---	---	---	---	Enterprise Upgrade-Garden State			
					Network	40	---	1,500
---	3,236	1,400	4,636	284	Office of Information			
					Technology-Availability and			
					Recovery Site (OARS)	40	6,500	---
---	201	---	201	---	Preservation Projects -			
					Information Processing	40	---	---
---	3	---	3	---	Direct Access Storage Devices			
					(DASD)	40	---	---
---	33	---	33	---	Duplex Printing	40	---	---
---	2	---	2	---	E-Government Infrastructure	40	---	---
---	216	1,700	1,916	223	Network Infrastructure	40	416	---
---	6	---	6	---	E-Gov Portal Component	40	---	---
---	<b>3,697</b>	<b>3,100</b>	<b>6,797</b>	<b>507</b>	<b>Grand Total State Appropriation</b>		<b>90,305</b>	<b>83,683</b>

Year Ending June 30, 2006					Year Ending June 30, 2008			
Orig. & (S)Supple- mental	Reapp. & (R)Recpts.	Transfers & (E)Emer- gencies	Total Available	Expended	Prog. Class.	2007 Adjusted Approp.	Requested	Recom- mended
<b>OTHER RELATED APPROPRIATIONS</b>								
<b>Federal Funds</b>								
47 <sup>S</sup>	285	---	332	285	Office of Information Technology	40 900	---	---
47	285	---	332	285	<b>Total Federal Funds</b>	<b>900</b>	---	---
<b>All Other Funds</b>								
---	2,818	---	2,818	1,947	Office of Information Technology	40 ---	---	---
---	2,818	---	2,818	1,947	<b>Total All Other Funds</b>	<b>---</b>	---	---
47	6,800	3,100	9,947	2,739	<b>GRAND TOTAL ALL FUNDS</b>	<b>91,205</b>	<b>83,683</b>	<b>83,683</b>

#### Notes -- Direct State Services - General Fund

- (a) The fiscal 2007 appropriation has been adjusted for the reallocation of State departmental and interdepartmental appropriations supporting information technology services. The corresponding fiscal 2006 appropriations data is displayed in the departments where appropriated in the Fiscal 2006 Appropriations Act and in the Revolving Fund section.

#### Language Recommendations -- Direct State Services - General Fund

As a condition to the appropriations made in this act, specifically with regard to the allocation of employees performing information technology infrastructure functions and the establishment of deputy chief technology officers and related staff as authorized in pending legislation, the Office of Information Technology shall identify as soon as practicable following enactment of this act the specific Direct State Services appropriations and positions that should be transferred between various departments and the Office of Information Technology, subject to the approval of the Director of the Division of Budget and Accounting.

There are appropriated such sums for Geographic Information System (GIS) Integration as may be received from federal, county, municipal governments or agencies and nonprofit organizations for orthoimagery and parcel data mapping.

In addition to the \$62,821,000 attributable to OIT Other Resources, there are appropriated such sums as may be received or receivable from any State agency, instrumentality or public authority for Office of Information Technology services furnished thereto and attributable to a change in or the addition of an OIT service level agreement, subject to the approval of the Director of the Division of Budget and Accounting.

#### Language Recommendations -- Grants-In-Aid - General Fund

Grant awards and expenditures supported by the appropriation for Enhanced 911 Grants, including 911 operating assistance or equipment grants, shall be determined in accordance with the recommendations of an efficiency study prepared by the Rutgers University-Heldrich School as well as grant criteria to be jointly developed by the 911 Commission and the Department of Treasury, the purpose of which will be to create incentives for the regional consolidation of 911 call services and public safety answering points. Those grant criteria, the specific requirements of which will be defined by the Office of Emergency Telecommunication Services shall include a requirement that applicants provide information to the Office of Emergency Telecommunication Services on existing budget and staffing resources, including salary and non-salary line items and position titles, as well as equipment and operating performance data related to the existing public safety answering point operations, public safety dispatch and radio communications systems and services.

The unexpended balance at the end of the preceding fiscal year in the Enhanced 911 Grants account is appropriated for the same purpose, subject to the approval of the Director of the Division of Budget and Accounting.

### 70. GOVERNMENT DIRECTION, MANAGEMENT, AND CONTROL

#### 75. STATE SUBSIDIES AND FINANCIAL AID

##### PROGRAM CLASSIFICATIONS

27. **Other Distributed Taxes.** The State is responsible for the collection of certain insurance taxes, and for distribution of a portion of these taxes to the county in which a domestic insurance company's principal office was situated on January 1. Amounts are determined by increasing the total amount of the franchise tax on domestic insurance companies received by the county in the prior calendar year by the percentage rate of change of all taxes paid by all insurance companies pursuant to C.54:18A-1 et seq. for the current and the immediately preceding tax year.
28. **County Boards of Taxation.** A County Board of Taxation (R.S.54:3-1) is established in each county. Each board consists of five members, except in the first-class counties of Bergen, Essex, Hudson, and Union, the second-class county

of Middlesex, and the fifth-class counties of Monmouth and Ocean, where there are seven members. The board hears appeals of taxpayers from local tax assessments, certifies tax duplicates to the collectors, determines local tax rates, prepares county abstracts of ratables, promulgates equalization tables, supervises the activities of assessors, and does related work in the enforcement of local property tax laws.

29. **Locally Provided Assistance.** Locally Provided Assistance includes State funds provided for the South Jersey Port Corporation Property Tax and Debt Service Reserve Funds (P.L. 1968, c.60), for county-based solid waste debt assistance, and for the Highlands Protection Fund. The South Jersey Port Corporation Property Tax Reserve Fund was established to make payments-in-lieu-of-taxes (PILOT) to compensate counties and municipalities for any loss of tax



revenue due to the Corporation's acquisition of property. The South Jersey Port Corporation Debt Service Reserve Fund was established to ensure the maintenance of the maximum debt service reserve requirement for any debt obligations issued by the Corporation. The Solid Waste Management program subsidizes debt service payments made by counties and county authorities for environmental investments incurred pursuant to the Solid Waste Management Act and the Solid Waste Utility Control Act.

Per the provisions of the Highlands Water Protection and Planning Act (P.L. 2004, c.120), the Highlands Protection Fund was created with \$12 million in annual funding. The Highlands Water Protection and Planning Act requires the introduction of various new aid and planning grant programs as well as the reinstitution of prior year programs including property tax stabilization aid and watershed moratorium offset aid. This funding compensates municipalities in the Highlands region for the loss of the developable value of their land due to new Highlands environmental protections, and also provides compensation for Pinelands municipalities.

33. **Homestead Exemptions.** The Homestead Rebate program was initiated in fiscal 1977. The program provides rebates based on the amount by which property taxes exceed 5% of the taxpayer's income. In fiscal 2008, the Homestead Rebate program is expanded to include homeowners with income up to \$250,000. Homeowners will receive a rebate or credit on property tax bills equivalent to 20% of their property taxes up to \$10,000. Non-senior tenants will receive a maximum rebate of \$350 and senior tenants will receive a 3.9% inflationary increase.

Pursuant to P.L. 1997, c.348, certain senior and disabled residents are eligible for a homestead property tax reimbursement, which provides compensation for increases in property taxes. Qualified residents must have paid property taxes directly, or indirectly through rent, on any homestead used as their principal residence for at least 10 consecutive years. For at least three of these years, the resident must have been the owner of the principal residence for which a property tax reimbursement is being sought.

34. **Reimbursement of Senior/Disabled Citizens' and Veterans' Tax Deductions.** The State provides each municipality a direct payment in reimbursement of amounts deducted from the local property tax bills of senior citizens, disabled citizens,

and veterans. Based on certifications made annually by county boards of taxation, and confirmed by the Director of the Division of Taxation, payments for the total amount due are made to municipalities on November 1 of each year. Eligible veterans and disabled and senior citizens will receive a \$250 tax deduction; both of these deductions are paid from the Property Tax Relief Fund.

35. **Consolidated Police and Firemen's Pension Fund.** The Consolidated Police and Firemen's Pension Fund was established in 1952 (R.S.43:16-1 et seq.) to place 212 local police and firemen pension funds on an actuarial basis. The liabilities of these local funds were shared, with two-thirds absorbed by the participating municipalities and one-third by the State. The municipalities' share of the liabilities was satisfied in January 1983. The Fund's Board of Commissioners, which is not currently active, consists of two police representatives, two fire representatives, the State Treasurer, and four persons appointed by the Governor. This is a closed pension fund with no active members and 719 retirees and beneficiaries.

42. **Energy Tax Receipts.** Prior to January 1998, the State was responsible for collecting the Public Utilities Franchise Tax and the Public Utilities Gross Receipts Tax. Of the funds collected, municipalities annually received a minimum distribution of \$685 million by law based on utility personal property valuations. As of January 1998, the Energy Tax Receipts Property Tax Relief Act (P.L. 1997, c.167) replaced the previous method of distributing these funds to municipalities. This legislation eliminated the gross receipts and franchise taxes levy for certain taxpayers and replaced it with a system centered on the corporation business tax, a sales and use tax, and a temporary transitional energy facility assessment tax. Energy utilities are subject to all three of the replacement taxes. Telecommunications utilities are subject only to the corporation business tax, because they have been collecting and remitting sales and use taxes since 1990. Water and sewer utilities remain subject to the franchise and gross receipts taxes. Pursuant to the new law, receipts generated from the replacement revenues are deposited in the Energy Tax Receipts Property Tax Relief Fund, a special dedicated fund established in the State Treasury. During fiscal 2008, municipalities will receive a State Aid distribution totaling \$920.2 million from this fund.

## APPROPRIATIONS DATA (thousands of dollars)

Year Ending June 30, 2006					Year Ending June 30, 2008			
Orig. & (S)Supple- mental	Reapp. & (R)Recpts.	Transfers & (E)Emer- gencies	Total Available	Total Expended	2007 Prog. Class.	Adjusted Approp.	Requested	Recom- mended
<b>GRANTS-IN-AID</b>								
<b>Distribution by Fund and Program</b>								
796,488	400,053	---	1,196,541	1,194,334	33	1,183,788	2,404,000	2,404,000
796,488	400,053	---	1,196,541	1,194,334		1,183,788	2,404,000	2,404,000
<b>796,488</b>	<b>400,053</b>	<b>---</b>	<b>1,196,541</b>	<b>1,194,334</b>	<b>Total Grants-in-Aid</b>			
796,488	400,053	---	1,196,541	1,194,334	<i>(From Property Tax Relief Fund)</i>			
						1,183,788	2,404,000	2,404,000

**TREASURY**

Year Ending June 30, 2006					Year Ending June 30, 2008				
Orig. & (S)Supplemental	Reapp. & (R)Recpts.	Transfers & (E)Emergencies	Total Available	Total Expended		Prog. Class.	2007 Adjusted Approp.	Requested	Recommended
<b>GRANTS-IN-AID</b>									
<b>Distribution by Fund and Object</b>									
Grants:									
566,488					Homestead Property Tax Credits/Rebates for Homeowners (PTRF)	33			
5,000 S	400,000	3,000	974,488	974,025			931,288	2,000,000	2,000,000
125,000	---	-3,000	122,000	121,262	Homestead Property Tax Rebates for Tenants (PTRF)	33	126,000	251,000	251,000
98,400					Senior and Disabled Citizens' Property Tax Freeze (PTRF)	33			
1,600 S	53	---	100,053	99,047			118,900		
							7,600 S	153,000	153,000
<b>STATE AID</b>									
<b>Distribution by Fund and Program</b>									
1,481	---	416	1,897	1,897	County Boards of Taxation	28	2,289	2,289	2,289
79,323	20,694	---	100,017	70,021	Locally Provided Assistance	29	62,656	56,796	56,796
109,000	---	---	109,000	98,981	Reimbursement of Senior/Disabled Citizens' and Veterans' Tax Deductions	34	99,100	99,100	99,100
109,000	---	---	109,000	98,981	(From Property Tax Relief Fund)		99,100	99,100	99,100
72,878	---	---	72,878	70,750	Consolidated Police and Firemen's Pension Fund	35	93,330	94,262	94,262
43,414	---	---	43,414	43,414	(From General Fund)		61,796	60,535	60,535
29,464	---	---	29,464	27,336	(From Property Tax Relief Fund)		31,534	33,727	33,727
262,682	20,694	416	283,792	241,649	Total State Aid		257,375	252,447	252,447
124,218	20,694	416	145,328	115,332	(From General Fund)		126,741	119,620	119,620
138,464	---	---	138,464	126,317	(From Property Tax Relief Fund)		130,634	132,827	132,827
<b>Distribution by Fund and Object</b>									
State Aid:									
1,481	---	416	1,897	1,897	County Boards of Taxation	28	2,289	2,289	2,289
4,200					South Jersey Port Corporation Debt Service Reserve Fund	29	7,256	7,256	7,256
2,255 S	---	---	6,455	6,455					
2,540	---	---	2,540	2,442	South Jersey Port Corporation Property Tax Reserve Fund	29	2,540	2,540	2,540
2,650	2,632	-18	5,264	---	Highlands Protection Fund - Incentive Planning Aid	29	2,650	2,650	2,650
1,750	1,750	---	3,500	143	Highlands Protection Fund - Regional Master Plan Compliance Aid	29	1,750	1,750	1,750
2,200	---	18	2,218	2,218	Highlands Protection Fund - Watershed Moratorium Offset Aid	29	2,200	2,200	2,200
3,600	3,600	---	7,200	---	Highlands Protection Fund - Highlands Property Tax Stabilization Aid	29	3,600	3,600	3,600
1,800	---	---	1,800	1,800	Highlands Protection Fund - Pinelands Property Tax Stabilization Aid	29	1,800	1,800	1,800
57,328	12,712	---	70,040	55,963	Solid Waste Management - County Environmental Investment Debt Service Aid	29	40,000	35,000	35,000
1,000	---	---	1,000	1,000	Cherry Hill Township - Library Debt Service	29	500	---	---
---	---	---	---	---	West Deptford Township - Diesel Fired Electric Generator	29	200	---	---
---	---	---	---	---	Logan Township - Sidewalk Improvements	29	110	---	---

# TREASURY

Year Ending June 30, 2006						Year Ending June 30, 2008			
Orig. & (S)Supple- mental	Reapp. & (R)Recpts.	Transfers & (E)Emer- gencies	Total Available	Expended		Prog. Class.	2007 Adjusted Approp.	Requested	Recom- mended
STATE AID									
---	---	---	---	---	Paulsboro Borough - Property Acquisition and Demolition Costs	29	50	---	---
23,000	---	---	23,000	22,652	Reimbursement to Municipalities-Senior and Disabled Citizens' Tax Deductions (PTRF)	34	22,700	22,700	22,700
86,000	---	---	86,000	76,329	State Reimbursement for Veterans' Property Tax Deductions (PTRF)	34	76,400	76,400	76,400
6,397	---	---	6,397	6,397	State Contribution to Consolidated Police and Firemen's Pension Fund	35	1,784	523	523
8,575	---	---	8,575	7,766	Debt Service on Pension Obligation Bonds (PTRF)	35	9,379	10,206	10,206
20,889	---	---	20,889	19,570	Police and Firemen's Retirement System - Post Retirement Medical (PTRF)	35	22,155	23,521	23,521
23,700	---	---	23,700	23,700	Police and Firemen's Retirement System	35	39,001	39,001	39,001
13,317	---	---	13,317	13,317	Police and Firemen's Retirement System (P.L. 1979, c.109)	35	21,011	21,011	21,011
1,059,170	420,747	416	1,480,333	1,435,983	Grand Total State Appropriation		1,441,163	2,656,447	2,656,447
OTHER RELATED APPROPRIATIONS									
All Other Funds									
---	4,090 R	---	4,090	4,090	Other Distributed Taxes	27	3,363	3,363	3,363
---	788,492 R	46,185	834,677	834,677	Energy Tax Receipts	42	788,492	788,492	788,492
---	792,582	46,185	838,767	838,767	Total All Other Funds		791,855	791,855	791,855
1,059,170	1,213,329	46,601	2,319,100	2,274,750	GRAND TOTAL ALL FUNDS		2,233,018	3,448,302	3,448,302

## Language Recommendations -- Grants-In-Aid - Property Tax Relief Fund

From the amount hereinabove appropriated for the Homestead Property Tax Credits/Rebates for Homeowners and the Homestead Property Tax Rebates for Tenants programs, there are appropriated such sums as may be necessary for the administration of those programs, subject to the approval of the Director of the Division of Budget and Accounting.

The amount hereinabove appropriated for the Homestead Property Tax Credits/Rebates for Homeowners program shall be available to pay homestead rebates pursuant to the provisions of section 3 of P.L. 1990, c.61 (C.54:4-8.59) as amended by P.L. 2004, c.40, and by pending legislation. If the amount hereinabove appropriated for the Homestead Property Tax Credits/Rebates for Homeowners program is not sufficient, there is appropriated from the Property Tax Relief Fund such additional sums as may be required for payment of such credits/rebates, subject to the approval of the Director of the Division of Budget and Accounting.

The amount hereinabove appropriated for the Homestead Property Tax Rebates for Tenants program shall be available to pay homestead rebates pursuant to the provisions of section 4 of P.L. 1990, c.61 (C.54:4-8.60), as amended by P.L. 2004, c.40, except that notwithstanding the provisions of that law to the contrary residents who are not 65 years of age or older at the close of the tax year, or residents who are not allowed to claim a personal deduction as a blind or disabled taxpayer pursuant to subsection b. of N.J.S.A. 54A:3-1, are eligible for rebates at the following maximum amounts for tax year 2006: (a) \$350 for residents with gross income of \$20,000 or less for tax year 2006; (b) \$300 for residents with gross income in excess of \$20,000 but not in excess of \$35,000 for tax year 2006; (c) \$200 for residents with gross income in excess of \$35,000 but not in excess of \$50,000; and (d) \$80 for residents with gross income in excess of \$50,000 but not in excess of \$100,000. If the amount hereinabove appropriated for the Homestead Property Tax Rebates for Tenants program is not sufficient, there is appropriated from the Property Tax Relief Fund such additional sums as may be required for payment of such rebates, subject to the approval of the Director of the Division of Budget and Accounting.

Notwithstanding the provisions of P.L. 1997, c.348 (C.54:4-8.67 et seq.), the amount hereinabove for the Homestead Property Tax Reimbursement (Senior and Disabled Citizens' Property Tax Freeze program), and any additional sum which may be required for this purpose, is appropriated from the Property Tax Relief Fund.

In addition to the amount hereinabove, there are appropriated from the Property Tax Relief Fund such additional sums as may be required for payments of property tax credits to homeowners and tenants pursuant to the "Property Tax Deduction Act," P.L. 1996, c.60 (C.54A:3A-15 et seq.).

**Language Recommendations -- State Aid - General Fund**

There are appropriated such additional sums as may be certified to the Governor by the South Jersey Port Corporation as necessary to meet the requirements of the "South Jersey Port Corporation Debt Service Reserve Fund" under section 14 of P.L. 1968, c.60 (C.12:11A-14), the expenditure of which shall be subject to the approval of the Director of the Division of Budget and Accounting.

The amounts hereinabove for Highlands Protection Fund appropriations are payable from the receipts of the portion of the realty transfer fee directed to be credited to the Highlands Protection Fund and the unexpended balances at the end of the preceding fiscal year in the Highlands Protection Fund accounts are appropriated, subject to the approval of the Director of the Division of Budget and Accounting. Further, the Department of Treasury may transfer funds as necessary between the Highlands Protection Fund - Incentive Planning Aid account, the Highlands Protection Fund - Regional Master Plan Compliance Aid account, and the Highlands Protection Fund - Watershed Moratorium Offset Aid account, subject to the approval of the Director of the Division of Budget and Accounting.

The amount hereinabove for Solid Waste Management - County Environmental Investment Debt Service Aid is appropriated to subsidize county and county authority debt service payments for environmental investments incurred pursuant to the "Solid Waste Management Act," P.L. 1970, c.39 (C.13:1E-1 et seq.) and the "Solid Waste Utility Control Act," P.L. 1970, c.40 (C.48:13A-1 et seq.) as determined by the State Treasurer based upon the need for such financial assistance after taking into account all financial resources available or attainable to pay such debt service. Such additional sums as may be necessary shall be appropriated subject to the approval of the Director of the Division of Budget and Accounting and shall be provided upon such terms and conditions as the State Treasurer may determine. The unexpended balance at the end of the preceding fiscal year is appropriated, subject to the approval of the Director of the Division of Budget and Accounting.

Notwithstanding the provisions of the "Corporation Business Tax Act (1945)," P.L. 1945, c.162 (C.54:10A-1 et seq.), the sum apportioned to the several counties of the State shall not be distributed and shall be anticipated as revenue for general State purposes.

Notwithstanding the provisions of P.L. 1945, c.162 (C.54:10A-1 et seq.), the amounts collected from banking corporations pursuant to the "Corporation Business Tax Act (1945)" shall not be distributed to the counties and municipalities and shall be anticipated as revenue for general State purposes.

There is appropriated from the Energy Tax Receipts Property Tax Relief Fund the sum of \$788,492,000 and an amount not to exceed \$124,752,000 which is transferred from the Consolidated Municipal Property Tax Relief Aid (PTRF) account and an amount not to exceed \$6,985,000 from the Special Municipal Aid Act account to the fund and shall be allocated to municipalities in accordance with the provisions of subsection b. of section 2 of P.L. 1997, c.167 (C.52:27D-439) except that any sums transferred from the Special Municipal Aid Act account shall be allocated to a municipality in the Special Municipal Aid program. Each municipality that receives an allocation from the amount so transferred from the Consolidated Municipal Property Tax Relief Aid program shall have its allocation from the Consolidated Municipal Property Tax Relief Aid program reduced by the same amount. Of the amount herein appropriated from the Energy Tax Receipts Property Tax Relief Fund, an amount equal to \$25,000,000 shall be allocated to municipalities proportionately based on population, except that Newark and Jersey City shall each receive \$390,000 of the \$25,000,000 and Paterson shall receive \$375,000 of the \$25,000,000.

Notwithstanding the provisions of paragraph (1) of subsection c. of section 2 of P.L. 1997, c.167 (C.52:27D-439) to the contrary, the amount hereinabove appropriated for Energy Tax Receipts Property Tax Relief Fund payments shall be distributed on the following schedule: on or before August 1, 45% of the total amount due; September 1, 30% of the total amount due; October 1, 15% of the total amount due; November 1, 5% of the total amount due; and December 1, 5% of the total amount due.

The unexpended balance at the end of the preceding fiscal year from the taxes collected pursuant to P.L. 1940, c.4 (C.54:30A-16 et seq.) and P.L. 1940, c.5 (C.54:30A-49 et seq.) shall lapse.

There is appropriated from taxes collected from certain insurance companies, pursuant to the insurance tax act, so much as may be required for payments to counties pursuant to P.L. 1945, c.132 (C.54:18A-1 et seq.).

The Director of the Division of Budget and Accounting shall reduce amounts provided to any municipality from the appropriations hereinabove by the difference, if any, between pension contribution savings, and the amount of Consolidated Municipal Property Tax Relief Aid payable to such municipality.

**Language Recommendations -- State Aid - Property Tax Relief Fund**

In addition to the amount hereinabove, there is appropriated from the Property Tax Relief Fund such additional sums as may be required for State reimbursement to municipalities for senior and disabled citizens' and veterans' property tax deductions.

In addition to the sum hereinabove appropriated for Debt Service on Pension Obligation Bonds to make payments under the State Treasurer's contracts authorized pursuant to section 6 of P.L. 1997, c.114 (C.34:1B-7.50), there are appropriated such other sums as the Director of the Division of Budget and Accounting shall determine are required to pay all amounts due from the State pursuant to such contracts.

Such additional sums as may be required for Police and Firemen's Retirement System - Post Retirement Medical are appropriated, as the Director of the Division of Budget and Accounting shall determine.

# TREASURY

## 70. GOVERNMENT DIRECTION, MANAGEMENT, AND CONTROL 76. MANAGEMENT AND ADMINISTRATION

### OBJECTIVES

1. To develop and exercise policy control over agency program planning and management, fiscal administration, and personnel management in the Department of the Treasury.
2. To provide fiscal, personnel, and other administrative and facilitating services to all agencies of the Department.
3. To assist all agencies of State government in securing grants and entitlements under various federal grant programs.
4. To enforce public contracts affirmative action regulations.
5. To manage the public finance activities in the State as effectively as possible.

### PROGRAM CLASSIFICATIONS

98. **Contract Compliance and Equal Employment Opportunity in Public Contracts.** Pursuant to P.L. 1975, c.127, the Division oversees all State, county and local units of government in the State to ensure contractors, subcontractors,

and businesses afford equal opportunity in employment in performance of their contracts.

99. **Administration and Support Services.** Pursuant to N.J.S.A. 52:27B-8, the Office of the State Treasurer develops and exercises general policy and administrative control over the operations of the divisions and offices of the Department. The Administrative Division, the Fiscal Section, the Human Resources Section, and the Office of Treasury Technology provide fiscal, personnel, and other facilitating services for the Department of the Treasury. The Federal Liaison Office represents the Governor and assists State agencies in negotiating with federal agencies for approval of grants and entitlements, in order to maximize New Jersey's share of total federal grant funds. It also maintains liaison with Congress, on behalf of the Governor and New Jersey government, in connection with proposed and pending federal legislation affecting the State and provides updated information on such matters to State agencies.

### EVALUATION DATA

	Actual FY 2005	Actual FY 2006	Revised FY 2007	Budget Estimate FY 2008
<b>PROGRAM DATA</b>				
<b>Administration and Support Services</b>				
Office of Treasury Technology Data				
Desktop Services				
Personal Computers Supported .....	1,782	2,199	2,400	2,400
Printers Supported .....	570	428	450	450
Help Desk Service Requests .....	6,128	8,150	8,300	8,300
Applications Support				
Applications Maintained .....	283	355	375	390
Help Desk Service Requests .....	590	719	700	700
Client Application Service Requests Received .....	250	201	200	200
Local Area Network Administration				
LAN Servers Supported .....	92	115	108	110
Users Supported .....	1,520	1,588	1,800	1,850
Help Desk Service Requests .....	1,855	1,941	2,000	2,000
LAN Printers Supported .....	275	285	290	290
Network Switches Supported .....	201	230	245	245
Network Hubs Supported .....	5	5	5	5
<b>PERSONNEL DATA</b>				
Affirmative Action Data				
Male Minority .....	300	282	315	353
Male Minority % .....	8.0	8.0	8.0	9.0
Female Minority .....	758	694	787	800
Female Minority % .....	20.0	18.0	20.0	20.0
Total Minority .....	1,058	976	1,102	1,153
Total Minority % .....	28.0	26.0	28.0	29.0
<b>Position Data</b>				
Filled Positions by Funding Source				
State Supported .....	279	282	266	264
All Other .....	13	13	13	13
Total Positions .....	292	295	279	277
Filled Positions by Program Class				
Contract Compliance and Equal Employment Opportunity in Public Contracts .....	25	26	24	22
Administration and Support Services .....	267	269	255	255
Total Positions .....	292	295	279	277

### Notes:

Actual payroll counts are reported for fiscal years 2005 and 2006 as of December and revised fiscal year 2007 as of January. The Budget Estimate for fiscal year 2008 reflects the number of positions funded.

**APPROPRIATIONS DATA**  
(thousands of dollars)

Year Ending June 30, 2006					Year Ending June 30, 2008			
Orig. & (S)Supple- mental	Reapp. & (R)Recpts.	Transfers & (E)Emer- gencies	Total Available	Expended	Prog. Class.	2007 Adjusted Approp.	Requested	Recom- mended
<b><u>DIRECT STATE SERVICES</u></b>								
<b>Distribution by Fund and Program</b>								
1,763	1	-50	1,714	1,654				
6,825	1,081	6,732	14,638	14,014	98	1,695	1,695	1,695
					99	10,991	10,991	10,991
<b>8,588</b>	<b>1,082</b>	<b>6,682</b>	<b>16,352</b>	<b>15,668</b>		<b>12,686<sup>(a)</sup></b>	<b>12,686</b>	<b>12,686</b>
<b>Distribution by Fund and Object</b>								
Personal Services:								
6,463	---	5,691	12,154	12,145				
						11,536	11,624	11,624
<b>6,463</b>	---	<b>5,691</b>	<b>12,154</b>	<b>12,145</b>		<b>11,536</b>	<b>11,624</b>	<b>11,624</b>
65	---	69	134	132		65	65	65
1,972	83	-440	1,615	1,435		997	909	909
65	---	84	149	147		65	65	65
Special Purpose:								
23	---	---	23	---				
					99	23	23	23
---	890 <sup>R</sup>	597	1,487	1,046	99	---	---	---
---	109	681	790	763				
						---	---	---
<b><u>GRANTS-IN-AID</u></b>								
<b>Distribution by Fund and Program</b>								
---	3,368	-2,175	1,193	200				
					99	---	---	---
<b>---</b>	<b>3,368</b>	<b>-2,175</b>	<b>1,193</b>	<b>200</b>		<b>---</b>	<b>---</b>	<b>---</b>
<b>Distribution by Fund and Object</b>								
Grants:								
---	368	-150	218	50	99	---	---	---
---	3,000	-2,400	600	---	99	---	---	---
---	---	15	15	15	99	---	---	---
---	---	15	15	---	99	---	---	---
---	---	5	5	5	99	---	---	---
---	---	200	200	---				
					99	---	---	---
---	---	25	25	25	99	---	---	---
---	---	25	25	25	99	---	---	---
---	---	25	25	25	99	---	---	---
---	---	25	25	25	99	---	---	---
---	---	15	15	15	99	---	---	---
---	---	15	15	15	99	---	---	---
---	---	10	10	---	99	---	---	---
<b>8,588</b>	<b>4,450</b>	<b>4,507</b>	<b>17,545</b>	<b>15,868</b>		<b>12,686</b>	<b>12,686</b>	<b>12,686</b>

# TREASURY

Year Ending June 30, 2006					Year Ending June 30, 2008			
Orig. & (S)Supple-mental	Reapp. & (R)Recpts.	Transfers & (E)Emer-gencies	Total Available	Expended	Prog. Class.	2007 Adjusted Approp.	Requested	Recom-mended
<b>OTHER RELATED APPROPRIATIONS</b>								
144,651	---	---	144,651	144,650		363,121	383,608	383,608
<b>Total Debt Service</b>								
<b>All Other Funds</b>								
---	3,190							
---	34,429 <sup>R</sup>	-6,050	31,569	28,369				
---	37,619	-6,050	31,569	28,369				
153,239	42,069	-1,543	193,765	188,887				
<b>Administration and Support Services (c)</b>								
					99	36,208	36,208	36,208
<b>Total All Other Funds</b>						36,208	36,208	36,208
<b>GRAND TOTAL ALL FUNDS</b>						412,015	432,502	432,502

## Notes -- Direct State Services - General Fund

- The fiscal year 2007 appropriation has been reduced to reflect the transfer of funds to the Interdepartmental Salary and Other Benefits Account, as well as the reallocation of State appropriations supporting information technology services to the Office of Information Technology within the Department of Treasury.
- Additional sums in the amount of \$468,000 are provided in the recommended amounts for State departments that receive direct services from the Federal Liaison Office in Washington, D.C.
- Receipts shown hereinabove for the Administration and Support Services program classification include revenues associated with the Drug Abuse Education Fund program that will be transferred to the Departments of Education and Human Services, as well as revenues associated with the Governor's Council on Alcoholism and Drug Abuse program that will be transferred to the Department of Human Services to support related operations and services.

## Language Recommendations -- Direct State Services - General Fund

There are appropriated from the investment earnings of general obligation bond proceeds, such sums as may be necessary for the payment of debt service administrative costs.

There is appropriated from revenue estimated to be received as a fee in connection with the issuance of debt an amount not to exceed \$700,000 to provide funds for public finance activities.

There are appropriated from revenue to be received from investment earnings of State funds, from fees in connection with the cost of debt issuance and from service fees billed to State authorities, such sums as may be required for public finance activities. The unexpended balance at the end of the preceding fiscal year from such investment earning and service fees is appropriated to the Office of Public Finance.

Pursuant to the provisions of P.L.1999, c.12 (C.54A:9-25.12 et seq.) deposits made to the Drug Abuse Education Fund and the unexpended balance at the end of the preceding fiscal year of such deposits are appropriated for collection or administration costs of the Department of the Treasury and for transfer to the Department of Education such sums as are necessary for Project DARE (Drug Abuse Resistance Education) and the Steroid Use and Prevention Program, and to the Department of Human Services for substance abuse treatment and prevention programs, subject to the approval of the Director of the Division of Budget and Accounting.

An amount equivalent to the amount due to be paid in this fiscal year to the State by the Port Authority of New York and New Jersey pursuant to the regional economic development agreement dated January 1, 1990 among the States of New York and New Jersey and the Port Authority of New York and New Jersey is appropriated to the Economic Recovery Fund established pursuant to section 3 of P.L.1992, c.16 (C.34:1B-7.12) for the purposes of P.L.1992, c.16 (C.34:1B-7.10 et seq.).

Notwithstanding the provisions of any law or regulation to the contrary, there are appropriated from the Drug Enforcement and Demand Reduction Fund such sums as may be required to provide for the administrative expenses of the Governor's Council on Alcoholism and Drug Abuse and for programs and grants to other agencies, subject to the approval of the Director of the Division of Budget and Accounting.

Fees collected on behalf of the Contract Compliance and Equal Employment Opportunity in Public Contracts program and the unexpended balance at the end of the preceding fiscal year of such fees are appropriated for program costs, subject to allotment by the Director of the Division of Budget and Accounting.

There are appropriated such additional sums as may be required to pay for the operating expenses of the Casino Revenue Fund Advisory Commission, subject to the approval of the Director of the Division of Budget and Accounting.

**80. SPECIAL GOVERNMENT SERVICES**  
**82. PROTECTION OF CITIZENS' RIGHTS**

**OBJECTIVES**

1. To provide for the realization of the constitutional guarantees of counsel in criminal cases for indigent defendants (C2A:158A-1 et seq.).
2. To provide for the realization of the constitutional guarantees of counsel in Child Abuse and Neglect (N.J.S.A.9:6-8.21 et seq.) and Termination of Parental Right cases (N.J.S.A.30:4C-15 et seq.).

**PROGRAM CLASSIFICATIONS**

06. **Appellate Services to Indigents.** Provides that every adult and juvenile found guilty after trial is permitted a direct appeal from that conviction or adjudication. Most of the referrals to the Appellate section come from trial regions. In addition, direct applications are received for services at the appellate level. The Appellate section files notices of appeal within a court-mandated time period, orders transcripts and assigns an attorney who then reviews the transcript, interviews defendants, files motions, and does the research necessary to identify the problems raised in the transcript. Representation is provided in both State and federal courts.
57. **Trial Services to Indigents and Special Programs.** Represents those indigent defendants who have been charged with indictable offenses and those indigent juveniles whose cases have been assigned to the formal calendar. The activity of the attorneys, investigative, and clerical staff begins with

this assignment. The court assignment is received and, after indigency review, the case is opened, interviews are scheduled, and an investigation is initiated. The assigned attorney prepares the case and enters into the necessary negotiations, trial, and sentencing proceedings. The enactment of Megan's Law requires the Public Defender to represent indigent offenders in notification hearings. The Intensive Supervision program, operated by the Administrative Office of the Courts, is supported by Public Defender staff at probation violation hearings. The Office of Law Guardian provides representation to children who are the subject of civil child abuse and neglect complaint filed pursuant to N.J.S.A. 9:6-8.21 et seq. and in termination of parental rights proceedings filed pursuant to N.J.S.A. 30:4C-15 et seq. Also, the Office of Parental Representation provides representation to indigent parents charged with a civil child abuse and neglect complaint filed pursuant to N.J.S.A.9:6-8.21 et seq., and in termination of parental rights proceedings filed pursuant to N.J.S.A. 30:4C-15 et seq.

99. **Administration and Support Services.** Provides centralized supervision and policy planning for the Office of the Public Defender. Budgetary policy is provided to allocate resources among the priorities. Administrative support is provided in the areas of personnel, accounting, budgeting, purchasing, statistical evaluation, and a central research unit, library, and motor pool.

**EVALUATION DATA**

	<b>Actual FY 2005</b>	<b>Actual FY 2006</b>	<b>Revised FY 2007</b>	<b>Budget Estimate FY 2008</b>
<b>PROGRAM DATA</b>				
<b>Appellate Services to Indigents</b>				
Cases open (July 1) .....	1,977	2,098	2,150	2,130
Added .....	1,915	1,918	1,918	1,918
Closed .....	1,794	1,866	1,938	1,938
Open (June 30) .....	2,098	2,150	2,130	2,110
Backlog (months) .....	13.1	13.5	13.3	13.2
Excessive Sentence Program Dispositions .....	737	585	615	615
Briefs filed .....	987	878	920	920
Dismissals .....	362	403	403	403
Reversals and modifications .....	216	302	302	302
<b>Trial Services to Indigents and Special Programs</b>				
Cases open (July 1) .....	42,793	45,359	54,660	59,660
Added .....	79,406	81,840	81,840	81,840
Closed .....	76,840	72,539	76,840	76,840
Open (June 30) .....	45,359	54,660	59,660	64,660
Backlog (months) .....	6.9	8.0	8.7	9.5
<b>Parental Representation Unit - Title 9</b>				
Cases open (July 1) .....	6,859	6,936	7,513	7,677
Added .....	4,625	5,538	5,538	5,538
Closed .....	4,548	4,961	5,374	5,693
Open (June 30) .....	6,936	7,513	7,677	7,522
<b>Parental Representation Unit - Title 30</b>				
Cases open (July 1) .....	1,532	1,195	1,349	1,100
Added .....	1,103	943	943	943
Closed .....	1,440	789	1,192	1,218
Open (June 30) .....	1,195	1,349	1,100	825



# TREASURY

	Actual FY 2005	Actual FY 2006	Revised FY 2007	Budget Estimate FY 2008
Law Guardian - Title 9				
Cases open (July 1) .....	8,426	8,719	9,980	10,237
Added .....	6,339	7,360	7,360	7,360
Closed .....	6,046	6,099	7,103	7,607
Open (June 30) .....	8,719	9,980	10,237	9,990
Institutional Abuse investigations (DYFS) .....	157	186	186	186
Law Guardian - Title 30				
Cases open (July 1) .....	1,980	1,377	1,355	1,283
Added .....	1,333	1,181	1,181	1,181
Closed .....	1,936	1,203	1,253	1,578
Open (June 30) .....	1,377	1,355	1,283	886
Special Hearings Unit - Megan's Law				
Cases open (July 1) .....	318	298	475	518
Added .....	353	416	416	416
Closed .....	373	239	373	373
Open (June 30) .....	298	475	518	561
Intensive Supervision Program (ISP) Staff				
Cases open (July 1) .....	198	169	201	233
Added .....	1,363	1,283	1,283	1,283
Closed .....	1,392	1,251	1,251	1,251
Open (June 30) .....	169	201	233	265

## PERSONNEL DATA

### Affirmative Action Data

Male Minority .....	118	120	128	128
Male Minority % .....	12.2	11.6	12.4	11.3
Female Minority .....	318	331	345	345
Female Minority % .....	32.9	31.9	33.4	30.6
Total Minority .....	436	451	473	473
Total Minority % .....	45.1	43.5	45.8	41.9

### Position Data

#### Filled Positions by Funding Source

State Supported .....	965	1,034	1,030	1,128
Federal .....	1	2	2	2
Total Positions .....	966	1,036	1,032	1,130

#### Filled Positions by Program Class

Appellate Services to Indigents .....	67	69	65	71
Trial Services to Indigents and Special Programs .....	867	934	940	1,028
Administration and Support Services .....	32	33	27	31
Total Positions .....	966	1,036	1,032	1,130

### Notes:

Actual payroll counts are reported for fiscal years 2005 and 2006 as of December and revised fiscal year 2007 as of January.  
The Budget Estimate for fiscal year 2008 reflects the number of positions funded.

## APPROPRIATIONS DATA (thousands of dollars)

Year Ending June 30, 2006					Year Ending June 30, 2008			
Orig. & (S)Supple- mental	Reapp. & (R)Recpts.	Transfers & (E)Emer- gencies	Total Available	Expended	2007 Prog. Class. Adjusted Approp.	Requested	Recom- mended	
<b>DIRECT STATE SERVICES</b>								
<b>Distribution by Fund and Program</b>								
9,147	423	-215	9,355	9,341	06	10,053	10,053	10,053
84,994	2,720	9,299	97,013	95,405	57	93,180	93,180	93,180
1,365	10	1,093	2,468	2,445	99	2,515	2,515	2,515
<b>95,506</b>	<b>3,153</b>	<b>10,177</b>	<b>108,836</b>	<b>107,191</b>		<b>105,748 <sup>(a)</sup></b>	<b>105,748</b>	<b>105,748</b>
<b>Total Direct State Services</b>								

# TREASURY

Year Ending June 30, 2006					Year Ending June 30, 2008			
Orig. & (S)Supple- mental	Reapp. & (R)Recpts.	Transfers & (E)Emer- gencies	Total Available	Expended	Prog. Class.	2007 Adjusted Approp.	Requested	Recom- mended
<b>DIRECT STATE SERVICES</b>								
<b>Distribution by Fund and Object</b>								
Personal Services:								
53,509	---	1,624	55,133	55,130		60,565	60,565	60,565
---	---	---	---	3		---	---	---
53,509	---	1,624	55,133	55,133		60,565	60,565	60,565
726	36	79	841	801		726	726	726
23,393								
8,306 <sup>S</sup>	1,364	-239	32,824	31,696		22,564	22,564	22,564
548	35	186	769	747		548	548	548
Special Purpose:								
4,722								
1,180 <sup>S</sup>	67	-150	5,819	5,790	57	4,936	4,936	4,936
193	7	-40	160	154	57	210	210	210
1,803	54	-60	1,797	1,777				
---	2	34	36	34	57	1,996	1,996	1,996
---	857	4,222	5,079	4,793	57	---	---	---
838	718	4,478	6,034	5,965	57	9,081	9,081	9,081
---	9	43	52	31	57	4,834	4,834	4,834
64	---	---	64	64	57	---	---	---
224	4	---	228	206	99	64	64	64
						224	224	224
<b>GRANTS-IN-AID</b>								
<b>Distribution by Fund and Program</b>								
16,400	---	---	16,400	16,400	57	16,400	16,400	16,400
16,400	---	---	16,400	16,400		16,400	16,400	16,400
<b>Distribution by Fund and Object</b>								
Grants:								
8,400	---	---	8,400	8,400	57	8,400	8,400	8,400
8,000	---	---	8,000	8,000	57	8,000	8,000	8,000
111,906	3,153	10,177	125,236	123,591		122,148	122,148	122,148
<b>OTHER RELATED APPROPRIATIONS</b>								
<b>Federal Funds</b>								
1,228	95	308	1,631	1,441	57	1,228	1,228	1,228
1,228	95	308	1,631	1,441		1,228	1,228	1,228
113,134	3,248	10,485	126,867	125,032		123,376	123,376	123,376

## Notes -- Direct State Services - General Fund

- (a) The fiscal year 2007 appropriation has been adjusted for the allocation of salary program, as well as the reallocation of State appropriations supporting information technology services to the Office of Information Technology within the Department of the Treasury.
- (b) The fiscal year 2006 appropriation reflects a one-time accrual adjustment.

# TREASURY

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## **Language Recommendations -- Direct State Services - General Fund**

Sums provided for legal and investigative services are available for payment of obligations applicable to prior fiscal years.

In addition to the amount hereinabove for the operation of the Public Defender's office there are appropriated additional sums as may be required for Trial and Appellate services to indigents, the expenditure of which shall be subject to the approval of the Director of the Division of Budget and Accounting.

Notwithstanding the provisions of any law or regulation to the contrary, no State funds are appropriated to fund the expenses associated with the legal representation of persons before the State Parole Board or the Parole Bureau.

Lawsuit settlements and legal costs awarded by any court to the Office of the Public Defender are appropriated for the expenses associated with the representation of indigent clients.

The funds appropriated to the Office of the Public Defender are available for expenses associated with the defense of pool attorneys hired by the Public Defender for the representation of indigent clients.

The unexpended balances at the end of the preceding fiscal year are appropriated subject to the approval of the Director of the Division of Budget and Accounting.

## **Language Recommendations -- Grants-In-Aid - General Fund**

Receipts in excess of the amount hereinabove for Legal Services of New Jersey - Legal Assistance in Civil Matters, P.L.1996, c.52, are appropriated for the same purposes, subject to the approval of the Director of the Division of Budget and Accounting.

MISCELLANEOUS COMMISSIONS  
OVERVIEW

Miscellaneous Commissions are agencies with missions that extend beyond a single department within the State. This summary of Miscellaneous Commissions concerns only those that receive State funds. In some instances, they may extend to one or more states, and were created as an interstate-federal compact. Compacts take effect upon Congressional approval of identical state laws in each participating state. For example, an interstate commission operates in conjunction with executive departments in several states, with each member state exercising equal power in the decision making process. Such compacts are necessary, as an action taken by one state frequently has ramifications in another state.

While compacts are created to allow commissions to offer a variety of functions, such as the Port Authority of New York and New Jersey, the services of the Miscellaneous Commissions described here are provided in two distinct areas: science and technical programs and governmental review. The Delaware River Basin Commission and the Interstate Environmental Commission are engaged in science and technology programs, and governmental review activities are conducted by the Council on Local Mandates.

The Fiscal 2008 Budget for Miscellaneous Commissions totals \$1.4 million, an increase of \$36,000 or 2.5% from the fiscal 2007 appropriation. This increase of \$36,000 represents an increase to the Delaware River Basin Commission.

**Delaware River Basin Commission**

This Commission, under the Delaware River Basin Compact, operates as a regional agency for the planning, conservation, utilization, development, management, and control of water and related natural resources of the Delaware River Basin. The Compact includes Delaware, New Jersey, New York, the Commonwealth of Pennsylvania, and the Federal government. Each year the Commission proposes a water resources program to be undertaken in conjunction with other governmental and private agencies, organizations, and individuals over a six-year period, or another reasonable, specified time period. The Commission is empowered to allocate the waters of the Basin to and among the states and their respective political subdivisions, and to impose related conditions, obligations, and release requirements, subject to certain limitations. Also, it is empowered to acquire, operate, and control projects and facilities for the storage and release of waters, and may assess water users for any imposed costs. The Commission may conduct

investigations and surveys, and design, acquire, construct, operate, and maintain projects and facilities for the purpose of controlling potential pollution, abating existing pollution, and for reducing flood damage. Additionally, it has the power to restrict the use of property within areas of the flood plain in order to minimize flood hazards.

The Commission provides for the development of water-related public sports and recreational facilities through the construction, maintenance, and administration of such facilities. It may develop and operate, or authorize to be developed and operated, dams and related facilities and equipment for the purpose of generating hydroelectric power. The fiscal 2008 recommendation of \$893,000 represents New Jersey's share of the Commission's budget.

**Interstate Environmental Commission**

The Commission is a tri-state agency created by the states of New Jersey, New York, and Connecticut through enabling legislation and a tri-state compact. The Commission plans and coordinates activities designed to abate water pollution in waterways common to the three states. It establishes rules, regulations, and orders related to its purpose and may rely on the courts for enforcement, if required. In addition, the Commission is the official planning and coordinating agency for the New Jersey, New York, and Connecticut air quality control region, though it does not have air pollution abatement enforcement powers. The Commission's program plan is designed to provide an effective coordinated approach to regional environmental problems. The Commission conducts research, testing, and development, and disseminates data to other public and private organizations or agencies. It does sampling to track sources of air pollutants and refers complaints, with data necessary to support corrective action, to the appropriate agency or agencies of the states. The fiscal 2008 recommendation of \$383,000 reflects New Jersey's contribution to the Commission's total operating budget.

**Council On Local Mandates**

The nine-member Council was created by Chapter 24, P.L. 1996 to implement a constitutional amendment approved by New Jersey voters in the 1995 general election. The Council reviews complaints filed by counties, municipalities or school districts, or by a county executive or elected mayor, and issues written rulings on whether a statute, rule, or regulation constitutes an impermissible, unfunded State mandate. The fiscal 2008 recommendation is \$168,000.

MISCELLANEOUS COMMISSIONS  
SUMMARY OF APPROPRIATIONS BY FUND  
(thousands of dollars)

Year Ending June 30, 2006					Year Ending June 30, 2008		
Orig. & (S)Supple- mental	Reapp. & (R)Recpts.	Transfers & (E)Emer- gencies	Total Available	Expended	2007 Adjusted Approp.	Requested	Recom- mended
GENERAL FUND							
1,428	---	4	1,432	1,425	1,408	1,444	1,444
---	2	---	2	---	---	---	---
<b>1,428</b>	<b>2</b>	<b>4</b>	<b>1,434</b>	<b>1,425</b>	<b>1,408</b>	<b>1,444</b>	<b>1,444</b>
<b>1,428</b>	<b>2</b>	<b>4</b>	<b>1,434</b>	<b>1,425</b>	<b>1,408</b>	<b>1,444</b>	<b>1,444</b>
<b>Total Appropriation, Miscellaneous Commissions</b>					<b>1,408</b>	<b>1,444</b>	<b>1,444</b>

# MISCELLANEOUS COMMISSIONS

## SUMMARY OF APPROPRIATIONS BY PROGRAM (thousands of dollars)

Year Ending June 30, 2006						Year Ending June 30, 2008	
Orig. & (S)Supple- mental	Reapp. & (R)Recpts.	Transfers & (E)Emer- gencies	Total Available	Expended		2007 Adjusted Approp.	Recom- mended
					<b>DIRECT STATE SERVICES - GENERAL FUND</b>		
					<b>Science and Technical Programs</b>		
857	---	---	857	857	Delaware River Basin Commission	857	893
383	---	---	383	383	Interstate Environmental Commission	383	383
25	---	---	25	25	SMART Research and Development Compact in New Jersey	---	---
<u>1,265</u>	<u>---</u>	<u>---</u>	<u>1,265</u>	<u>1,265</u>	<i>Subtotal</i>	<u>1,240</u>	<u>1,276</u>
					<b>Governmental Review and Oversight</b>		
163	---	4	167	160	Council On Local Mandates	168	168
<u>163</u>	<u>---</u>	<u>4</u>	<u>167</u>	<u>160</u>	<i>Subtotal</i>	<u>168</u>	<u>168</u>
<u>1,428</u>	<u>---</u>	<u>4</u>	<u>1,432</u>	<u>1,425</u>	<i>Total Direct State Services - General Fund</i>	<u>1,408</u>	<u>1,444</u>
<u>1,428</u>	<u>---</u>	<u>4</u>	<u>1,432</u>	<u>1,425</u>	<b>TOTAL DIRECT STATE SERVICES</b>	<u>1,408</u>	<u>1,444</u>
					<b>CAPITAL CONSTRUCTION</b>		
					<b>Science and Technical Programs</b>		
---	2	---	2	---	Delaware River Basin Commission	---	---
<u>---</u>	<u>2</u>	<u>---</u>	<u>2</u>	<u>---</u>	<i>Subtotal</i>	<u>---</u>	<u>---</u>
<u>---</u>	<u>2</u>	<u>---</u>	<u>2</u>	<u>---</u>	<b>TOTAL CAPITAL CONSTRUCTION</b>	<u>---</u>	<u>---</u>
<u>1,428</u>	<u>2</u>	<u>4</u>	<u>1,434</u>	<u>1,425</u>	<i>Total Appropriation, Miscellaneous Commissions</i>	<u>1,408</u>	<u>1,444</u>

### 40. COMMUNITY DEVELOPMENT AND ENVIRONMENTAL MANAGEMENT

#### 43. SCIENCE AND TECHNICAL PROGRAMS

#### 9130. INTERSTATE ENVIRONMENTAL COMMISSION

#### OBJECTIVES

1. To restore to usefulness, within a reasonable time and in an economical manner, areas of the Interstate Environmental Commission District which are presently blighted from water pollution.
2. To plan and coordinate activities to control and prevent air pollution in the region through the development of compatible standards and implementation plans.

#### PROGRAM CLASSIFICATIONS

03. **Interstate Environmental Commission.** The Interstate Environmental Commission is a tri-state agency created by the states of New Jersey, New York and Connecticut through enabling legislation and a tri-state compact (N.J.S.A. 32:18-1 et seq. and N.J.S.A. 32:19-1 et seq.) The Interstate Environmental Commission District extends approximately from Sandy Hook on the New Jersey coast to include all of New York Harbor, north on the Hudson River to the northerly

boundaries of Westchester and Rockland counties, easterly into Long Island Sound to the New Haven, Connecticut shore, to Port Jefferson on the north shore of Long Island, and along the south shore of Long Island extending easterly to Fire Island Inlet. The Commission makes rules, regulations and orders for the abatement of water pollution and may resort to the courts for enforcement. The Commission's program plan for water pollution abatement is designed to provide assistance in an effective coordinated approach to regional problems. The Commission is also the official planning and coordinating agency for the New Jersey-New York-Connecticut air quality control region, though it does not have air pollution abatement enforcement powers. The Commission conducts studies; undertakes research, testing and development; gathers and disseminates data to other public and private organizations or agencies; does sampling to track sources of air pollutants; and refers complaints to an appropriate agency or agencies of the states, along with data necessary to take corrective action.

# MISCELLANEOUS COMMISSIONS

## APPROPRIATIONS DATA (thousands of dollars)

Year Ending June 30, 2006					Year Ending June 30, 2008				
Orig. & (S)Supple- mental	Reapp. & (R)Recpts.	Transfers & (E)Emer- gencies	Total Available	Expended	Prog. Class.	2007 Adjusted Approp.	Requested	Recom- mended	
DIRECT STATE SERVICES									
Distribution by Fund and Program									
383	---	---	383	383	Interstate Environmental Commission	03	383	383	
383	---	---	383	383	Total Direct State Services		383	383	
Distribution by Fund and Object									
383	---	---	383	383	Special Purpose:				
383	---	---	383	383	Expenses of the Commission	03	383	383	
383	---	---	383	383	Grand Total State Appropriation		383	383	

## 40. COMMUNITY DEVELOPMENT AND ENVIRONMENTAL MANAGEMENT

### 43. SCIENCE AND TECHNICAL PROGRAMS

#### 9140. DELAWARE RIVER BASIN COMMISSION

#### OBJECTIVES

1. To establish standards of planning, design and operation of water resources projects and facilities in the Basin.
2. To conduct and sponsor research on water resources.
3. To coordinate the activities and programs of federal, state, municipal and private agencies concerned with water resources administration.
4. To improve environmental quality within the Basin.

#### PROGRAM CLASSIFICATIONS

02. **Delaware River Basin Commission.** This Commission, under the Delaware River Basin Compact (N.J.S.A. 32:11D-1 et seq.), cooperates as a regional agency for the planning, conservation, utilization, development, management and control of water and related natural resources of the Delaware River Basin. The Compact includes the states of Delaware, New Jersey, New York, the Commonwealth of Pennsylvania and the federal government. Each year the Commission adopts a water resources program which it proposes be undertaken by the Commission and other governmental and private agencies, organizations and persons during the

ensuing six years or such other reasonable period. The Commission is empowered to allocate the waters of the Basin to and among the states and their respective political subdivisions, and to impose conditions, obligations and release requirements related thereto, subject to certain limitations. It is also empowered to acquire, operate and control projects and facilities for the storage and release of waters and may assess the cost thereof upon water users. The Commission may undertake investigations and surveys, and acquire and construct, operate and maintain projects and facilities to control potential pollution and abate existing pollution. The Commission may plan, design, construct and operate and maintain projects and facilities for flood damage reduction and has the power to restrict the use of property within the area of a flood plain so as to minimize the flood hazard. The Commission provides for the development of water-related public sports and recreational facilities through the construction, maintenance and administration of such facilities. The Commission may develop and operate, or authorize to be developed and operated, dams and related facilities and appurtenances for the purpose of generating hydroelectric power. The appropriation recommended below represents New Jersey's share of the Commission's budget.

## APPROPRIATIONS DATA (thousands of dollars)

Year Ending June 30, 2006					Year Ending June 30, 2008				
Orig. & (S)Supple- mental	Reapp. & (R)Recpts.	Transfers & (E)Emer- gencies	Total Available	Expended		Prog. Class.	2007 Adjusted Approp.	Requested	Recom- mended
DIRECT STATE SERVICES									
Distribution by Fund and Program									
857	---	---	857	857	Delaware River Basin Commission	02	857	893	893
857	---	---	857	857	Total Direct State Services		857	893	893

# MISCELLANEOUS COMMISSIONS

Year Ending June 30, 2006					Year Ending June 30, 2008			
Orig. & (S)Supple- mental	Reapp. & (R)Recpts.	Transfers & (E)Emer- gencies	Total Available	Expended	Prog. Class.	2007 Adjusted Approp.	Requested	Recom- mended
<b><u>DIRECT STATE SERVICES</u></b>								
<b>Distribution by Fund and Object</b>								
Special Purpose:								
857	---	---	857	857	02	857	893	893
<b><u>CAPITAL CONSTRUCTION</u></b>								
<b>Distribution by Fund and Program</b>								
---	2	---	2	---	02	---	---	---
---	2	---	2	---	<b>Total Capital Construction</b>			
						---	---	---
<b>Distribution by Fund and Object</b>								
<b>Delaware River Basin Commission</b>								
---	2	---	2	---	Amortization Costs of Multipurpose Dams			
						02	---	---
857	2	---	859	857	<b>Grand Total State Appropriation</b>			
						857	893	893

## 40. COMMUNITY DEVELOPMENT AND ENVIRONMENTAL MANAGEMENT

### 43. SCIENCE AND TECHNICAL PROGRAMS

#### 9145. SMART RESEARCH AND DEVELOPMENT COMPACT

#### OBJECTIVES

1. To promote cooperation, partnership, and the exchange of information in the field of science and technology across the Mid-Atlantic region.

#### PROGRAM CLASSIFICATIONS

05. SMART Research and Development Compact in New Jersey. The Strengthening the Mid-Atlantic Region for Tomorrow (SMART) Research and Development Compact

was ratified by P.L. 2005, c.377 to promote the contribution of the Mid-Atlantic region to the nation's research and development in science and technology. The purpose of this multi-state organization is to acquire research and development funding to enhance cooperation, partnerships, and sharing of information among businesses, academic institutions, federal and state governmental agencies, private and federally-operated laboratories, and nonprofit entities within the Mid-Atlantic region comprising the states of Delaware, Maryland, New Jersey, and Pennsylvania.

#### APPROPRIATIONS DATA (thousands of dollars)

Year Ending June 30, 2006					Year Ending June 30, 2008			
Orig. & (S)Supple- mental	Reapp. & (R)Recpts.	Transfers & (E)Emer- gencies	Total Available	Expended	Prog. Class.	2007 Adjusted Approp.	Requested	Recom- mended
<b><u>DIRECT STATE SERVICES</u></b>								
<b>Distribution by Fund and Program</b>								
25	---	---	25	25	SMART Research and Development Compact in New Jersey			
						05	---	---
25	---	---	25	25	<b>Total Direct State Services</b>			
						---	---	---
<b>Distribution by Fund and Object</b>								
Special Purpose:								
25 <sup>S</sup>	---	---	25	25	SMART Research and Development Compact in New Jersey			
						05	---	---
25	---	---	25	25	<b>Grand Total State Appropriation</b>			
						---	---	---

# MISCELLANEOUS COMMISSIONS

## 70. GOVERNMENT DIRECTION, MANAGEMENT, AND CONTROL

### 72. GOVERNMENTAL REVIEW AND OVERSIGHT

#### 9148. COUNCIL ON LOCAL MANDATES

##### OBJECTIVES

1. To resolve disputes as to whether a statute, rule or regulation constitutes an unfunded State mandate.

##### PROGRAM CLASSIFICATIONS

92. **Council On Local Mandates.** The nine-member Council was created by P.L. 1996, c.24 to implement the constitutional

amendment approved by New Jersey voters in the 1995 general election. The Council reviews and issues written rulings on whether a statute, rule, or regulation constitutes an impermissible, unfunded State mandate. Complaints may be filed by a county, municipality or school district, or by a county executive or directly elected mayor.

##### EVALUATION DATA

	Actual FY 2005	Actual FY 2006	Revised FY 2007	Budget Estimate FY 2008
<b>PERSONNEL DATA</b>				
<b>Position Data</b>				
Filled Positions by Funding Source				
State Supported .....	2	2	2	2
Total Positions .....	2	2	2	2
Filled Positions by Program Class				
Council on Local Mandates .....	2	2	2	2
Total Positions .....	2	2	2	2

##### Notes:

Actual payroll counts reported for fiscal years 2005 and 2006 as of December and revised fiscal year 2007 as of January. The Budget Estimate for fiscal year 2008 reflects the number of positions funded.

##### APPROPRIATIONS DATA (thousands of dollars)

Year Ending June 30, 2006					Year Ending June 30, 2008				
Orig. & (S)Supple- mental	Reapp. & (R)Recpts.	Transfers & (E)Emer- gencies	Total Available	Expended	Prog. Class.	2007 Adjusted Approp.	Requested	Recom- mended	
<u>DIRECT STATE SERVICES</u>									
Distribution by Fund and Program									
163	---	4	167	160	Council On Local Mandates	92	168	168	168
<u>163</u>	<u>---</u>	<u>4</u>	<u>167</u>	<u>160</u>	<i>Total Direct State Services</i>		<u>168</u> (a)	<u>168</u>	<u>168</u>
Distribution by Fund and Object									
Special Purpose:									
163	---	4	167	160	Council On Local Mandates	92	168	168	168
<u>163</u>	<u>---</u>	<u>4</u>	<u>167</u>	<u>160</u>	<i>Grand Total State Appropriation</i>		<u>168</u>	<u>168</u>	<u>168</u>

##### Notes -- Direct State Services - General Fund

- (a) The fiscal year 2007 appropriation has been adjusted for the allocation of salary program.

##### Language Recommendations -- Direct State Services - General Fund

The unexpended balance at the end of the preceding fiscal year in this account is appropriated.



## INTERDEPARTMENTAL ACCOUNTS

### OVERVIEW

The Interdepartmental Accounts provide funds for the cost of certain services that are administered centrally on behalf of all agencies of State government. The budget for Statewide Capital is discussed in the Capital and Debt Service section.

#### Budget Highlights

Funding for the Interdepartmental Accounts in the Fiscal 2008 Budget totals \$3.493 billion, an increase of \$352.4 million, or 11.2%, over the fiscal 2007 adjusted appropriation of \$3.141 billion. (The specific highlights are outlined in their respective sections below.)

#### Salary Increases

The State of New Jersey employs approximately 79,000 full-time workers. The State is covered by the New Jersey Public Employer-Employee Relations Act, as amended, N.J.S.A 34:13A-1, et seq. This Act guarantees public employees the right to negotiate collectively, through employee organizations certified or recognized as the exclusive collective negotiation representatives for units of public employees. As of January 2007, unions represented 71,600 full-time State employees, or approximately 90% of the total work force.

In fiscal 2008, \$212.8 million is recommended for Salary Increases and Other Benefits, to cover fiscal 2008 employee increments and cost-of-living adjustments for all eligible State employees, along with any related deferred costs. This amount is net of \$25 million savings from statewide management efficiencies. Additionally, \$11 million in funding is included for senior public higher education institutions' employee salary increases.

In addition to salary increases, this section of the Budget provides \$10.3 million for payment of unused accumulated sick leave in accordance with N.J.A.C. 4A:6-3.1 et. seq. Employees are permitted to accumulate earned sick days. Upon retirement, retirees are paid for any unused sick days, at 50% of the normal pay rate, up to a maximum amount of \$15,000.

#### Employee Contract Status

The State is presently negotiating with unions representing 75% of State employees, including CWA (Communications Workers of America), AFSCME (American Federation of State, County, and Municipal Employees), IFPTE (International Federation of Professional and Technical Engineers), and unions representing corrections and non-corrections law enforcement officers employed by the State, whose contracts expire June 30, 2007. A tentative agreement has been reached with CWA, which includes a 3% cost-of-living (COLA) increase for fiscal 2008. In recognition of rising health benefit and pension costs, the tentative agreement also includes a provision that active State employees, including the colleges, contribute 1.5% of salary towards their health benefits and an additional 0.5% towards their pensions. It is expected that agreements will be reached with the remaining unions prior to July 1, 2007.

The unions that represent Judicial employees - CWA, Judiciary Council of Affiliated Unions (JCAU), and Probation Association of New Jersey (PANJ), will receive a 2.25% increase on or about July 1, 2007. Eligible employees will also receive a 3.3% increase from the addition of a 10th step to the salary range. They will also receive another increase of 2.35% on or about January 1, 2008 as well as progression payments. Additionally, the State Police will receive a 4.00% increase on or about July 1, 2007. Both the Judicial unions and the State Police contracts are effective July 1, 2004 to June 30, 2008.

#### Employee Fringe Benefits

For fiscal 2008, a total cost of almost \$1.8 billion is budgeted to provide fringe benefits to employees of State government, an increase of \$126.4 million, or 7.7%, as compared to fiscal 2007. The

fiscal 2008 recommendation for higher education's senior public institutions is \$750 million, a slight decrease of \$8.6 million, or 1.1% compared to fiscal 2007.

#### Employee Retirement

All State employees, and most employees of counties, municipalities, and school districts, are members of one of the seven State retirement systems: Public Employees' Retirement System (PERS), Teachers' Pension and Annuity Fund (TPAF), Police and Firemen's Retirement System (PFRS), Consolidated Police and Firemen's Pension Fund, State Police Retirement System (SPRS), Judicial Retirement System (JRS), and Prison Officer's Pension Fund. The law provides that all defined benefit pension plans are subject to actuarial valuation every year and actuarial experience studies every three years.

The Fiscal 2008 Budget provides a 50% phase-in for the five defined pension plans. The recommended amount for State and higher education employee pensions in the Fiscal 2008 Budget totals \$846.4 million, including \$338.6 million of post retirement medical costs. The recommended appropriation for debt service payments on the pension obligation bonds for State and higher education employees is \$81.4 million in fiscal 2008.

#### Employee Health Benefits

The projected cost for health benefits, including medical, prescription drug, dental, and vision, for State and higher education employees in fiscal 2008 is \$1.035 billion, a \$12.6 million increase in comparison to fiscal 2007.

#### Employer Payroll Taxes

The fiscal 2008 recommendation of \$565 million for employer payroll taxes represents an increase of \$43.8 million over fiscal 2007. The recommendation includes \$540.1 million of employer Social Security tax, \$16.3 million for Temporary Disability Insurance (TDI), and \$8.6 million for Unemployment Insurance (UI) liability.

#### Other Interdepartmental Accounts

Funding for Other Interdepartmental Accounts in the Fiscal 2008 Budget totals \$13.1 million, a decrease of \$23 million, or 63%, from the fiscal 2007 adjusted appropriation of \$36.1 million.

In Direct State Services (DSS), some of the major items funded in fiscal 2008 are: \$10 million for interest on short-term notes and \$3.1 million for several smaller programs.

The Fiscal 2008 Grants-in-Aid (GIA) Budget for Other Interdepartmental Accounts is zero.

#### Aid To Independent Authorities

The Fiscal 2008 Budget recommends \$147.8 million for Aid to Independent Authorities, an increase of \$11.1 million, or 8.1% more than the fiscal 2007 adjusted appropriation of \$136.7 million. This supports the New Jersey Sports and Exposition Authority, Business Employment Incentive Programs, New Jersey Performing Arts Center, Municipal Rehabilitation and Economic Recovery, and other authorities.

#### Property Rentals

Funding for Property Rentals in the Fiscal 2008 Budget totals \$167.4 million, an increase of \$3.9 million, or 2%, from the previous year. The Property Rentals account supports existing and anticipated leases of offices and other facilities used by State agencies (\$122.2 million), payments for debt service leases and payments in lieu of property taxes on facilities occupied by State agencies (\$23.6 million), and debt service payments for Ancora Psychiatric Hospital, fire sprinkler systems and office furnishings (\$4.5 million). This account also includes \$17.1 million for debt service payments associated with the State's lease-purchase of facilities acquired or built by the Economic Development Authority.

## INTERDEPARTMENTAL ACCOUNTS

### Insurance and Other Services

The Insurance and Other Services account includes insurance premiums for property, casualty and special insurance policies for coverage against loss to State-owned real property, boilers and other machinery and fine art objects owned by the State. This account also provides self-insurance funds for various claims against the State, including tort claims for personal injury or property damage, workers' compensation for State employees, vehicle liability claims for property damage and injury resulting from the operation of State vehicles, and claims arising from the Foster Parents Program and the University of Medicine and Dentistry of New Jersey (UMDNJ) Self-Insurance Reserve Fund.

Funding for Insurance and Other Services in the Fiscal 2008 Budget totals \$108.5 million, a decrease of \$13.7 million from the fiscal 2007 adjusted appropriation of \$122.2 million. The decrease is primarily

due to non-recurring expenditures in fiscal 2007 within the Tort Claims Liability Fund.

### Utilities and Other Services

The Utilities and Other Services account provides funding for the heating, electrical, janitorial and trash removal needs for various State-owned buildings, primarily in the Capitol Complex. This account also includes funding for State departments that are severely impacted by increases in fuel and utility costs. Funding of \$72 million for Utilities and Other Services in the Fiscal 2008 Budget is \$6.1 million, or 9.3%, higher than the previous year. Of this amount, \$4.9 million is for increased fuel and utility costs and \$1.2 million is for contractual increases for janitorial and trash removal services. The equivalent of 14.6% of the State's total electrical load will be procured from renewable, or "green power" sources.

### INTERDEPARTMENTAL ACCOUNTS SUMMARY OF APPROPRIATIONS BY FUND (thousands of dollars)

Year Ending June 30, 2006						Year Ending June 30, 2008		
Orig. & (S)Supple- mental	Reapp. & (R)Recpts.	Transfers & (E)Emer- gencies	Total Available	Expended		2007 Adjusted Approp.	Requested	Recom- mended
GENERAL FUND								
1,953,880	63,073	-94,366	1,922,587	1,829,627	Direct State Services	2,049,648	2,362,227	2,362,227
869,972	44,834	-53,916	860,890	814,632	Grants-In-Aid	895,242	908,781	908,781
179,327	47,210	16,719	243,256	201,022	Capital Construction	195,856	222,137	222,137
3,003,179	155,117	-131,563	3,026,733	2,845,281	Total General Fund	3,140,746	3,493,145	3,493,145
3,003,179	155,117	-131,563	3,026,733	2,845,281	Total Appropriation, Interdepartmental Accounts	3,140,746	3,493,145	3,493,145

### SUMMARY OF APPROPRIATIONS BY PROGRAM (thousands of dollars)

Year Ending June 30, 2006						Year Ending June 30, 2008		
Orig. & (S)Supple- mental	Reapp. & (R)Recpts.	Transfers & (E)Emer- gencies	Total Available	Expended		2007 Adjusted Approp.	Requested	Recom- mended
DIRECT STATE SERVICES - GENERAL FUND								
General Government Services								
147,220	6,060	4,976	158,256	154,160	Property Rentals	163,490	167,431	167,431
101,333	16,217	-655	116,895	113,952	Insurance and Other Services	122,211	108,489	108,489
1,442,797	---	15,529	1,458,326	1,446,297	Employee Benefits	1,651,624	1,778,023	1,778,023
79,722	1,610	13,918	95,250	69,617	Other Interdepartmental Accounts	36,107	13,143	13,143
147,624	37,612	-128,789	56,447	8,337	Salary Increases and Other Benefits	10,300	223,145	223,145
35,184	1,574	655	37,413	37,264	Utilities and Other Services	65,916	71,996	71,996
1,953,880	63,073	-94,366	1,922,587	1,829,627	Subtotal	2,049,648	2,362,227	2,362,227
1,953,880	63,073	-94,366	1,922,587	1,829,627	Total Direct State Services - General Fund	2,049,648	2,362,227	2,362,227
1,953,880	63,073	-94,366	1,922,587	1,829,627	TOTAL DIRECT STATE SERVICES	2,049,648	2,362,227	2,362,227

# INTERDEPARTMENTAL ACCOUNTS

Year Ending June 30, 2006						Year Ending June 30, 2008		
Orig. & (S)Supple- mental	Reapp. & (R)Recpts.	Transfers & (E)Emer- gencies	Total Available	Expended		2007 Adjusted Approp.	Requested	Recom- mended
GRANTS-IN-AID - GENERAL FUND								
General Government Services								
673,658	352	-2,600	671,410	668,121	Employee Benefits	758,504	749,905	749,905
54,925	44,482	-15,780	83,627	41,757	Other Interdepartmental Accounts	---	---	---
35,546	---	-35,546	---	---	Salary Increases and Other Benefits	---	11,047	11,047
105,843	---	10	105,853	104,754	Aid to Independent Authorities	136,738	147,829	147,829
869,972	44,834	-53,916	860,890	814,632	Subtotal	895,242	908,781	908,781
869,972	44,834	-53,916	860,890	814,632	Total Grants-In-Aid - General Fund	895,242	908,781	908,781
869,972	44,834	-53,916	860,890	814,632	TOTAL GRANTS-IN-AID	895,242	908,781	908,781
CAPITAL CONSTRUCTION								
General Government Services								
179,327	47,210	16,719	243,256	201,022	Capital Projects - Statewide	195,856	222,137	222,137
179,327	47,210	16,719	243,256	201,022	Subtotal	195,856	222,137	222,137
179,327	47,210	16,719	243,256	201,022	TOTAL CAPITAL CONSTRUCTION	195,856	222,137	222,137
3,003,179	155,117	-131,563	3,026,733	2,845,281	Total Appropriation, Interdepartmental Accounts	3,140,746	3,493,145	3,493,145

## 70. GOVERNMENT DIRECTION, MANAGEMENT, AND CONTROL

### 74. GENERAL GOVERNMENT SERVICES

#### OBJECTIVES

1. To provide pooled funds for the costs of certain services which are managed centrally for or on behalf of all agencies of State government.
2. To provide pooled contingency reserve funds to cover certain emergency situations and probable cost increases for various utilities and common services which cannot be predicted with reasonable certainty.
3. To provide pooled funds for salary adjustments and other salary and compensation benefits for State employees.

#### PROGRAM CLASSIFICATIONS

01. **Property Rentals.** Provides for payment by the Department of the Treasury of rents for office space and other premises for State agencies, whose operations are financed from General Fund appropriations. This account also functions as a clearing account for payment of rents for agencies financed from other than General Fund sources, which amounts are shown as a deduction from the gross rent recommendation.
02. **Insurance and Other Services.** Provides funds to pay all central insurance premium costs and to cover the State's tort liability and its statutory duty to indemnify its employees for adverse judgments in all instances where the State is self-insured. This account also provides the self-insurance funds to pay losses which fall within the deductible areas of property insurance coverage and other insurance claims.
03. **Employee Benefits.** Provides funds for the following classes of employees: (1) Heath Act pensioners (RS 43:5-1 et seq.), consisting of persons employed by the State as of January, 1921; (2) Veterans' Act pensioners (RS 43:4-1 et seq.); (3) Miscellaneous Special Pension Acts, in accordance with

various State laws authorizing payments to designated individuals; (4) Annuity for Widows of Governors (RS 43:8-2); (5) Judicial pensioners (C43:6-6.4 et seq.); (6) Prison officers (C43:7-7 et seq.) (7) Public Employees (C43:15A-1 et seq.), whose funds are administered by a board of nine trustees, including municipal and county representation, two appointees of the Governor, and the State Treasurer; (8) State Police (C53:5A-1 et seq.), whose funds are administered by a board of five trustees including two active members of the system, two appointees of the Governor, and the State Treasurer, ex officio; (9) State and local members of the Police and Firemen's Retirement System (C43:16A-1 et seq.), whose funds are administered by a board of eleven trustees, including four active members, one retired member, five appointees of the Governor, and one representative from the State Treasurer's Office; (10) and the pension and non-contributory group life insurance payments to be made by the State on behalf of those members of the Teachers' Pension and Annuity Fund, not employees of school districts, employed by the State Department of Education, and by the public institutions of higher education in the State. Funds are also provided for the payments for non-contributory group life insurance covering employees of the State and other participating employers in the retirement system (C43:15A-1 et seq.); the State's share of Social Security Tax (C43:22-1 et seq.); Pension Adjustment Act (C3:3B-1 et seq.) providing increases in benefits payable to members of State retirement systems; and the employer's share of health benefits charges for State employees enrolled in the State Health Benefits Program. Under C52:14-17.25 et seq., the administration of this program was transferred to the Division of Pensions and Benefits.

## INTERDEPARTMENTAL ACCOUNTS

The Alternate Benefit Program was established (NJS 18A:64C-11.1, NJS 18A:65-74 and C18A:66-130) for faculty and staff members at the University of Medicine and Dentistry of New Jersey; Rutgers, The State University; the New Jersey Institute of Technology; and the State colleges and universities. The employer contribution to this retirement program is included in this budget.

The State Employee Health Benefits Program (C52:14-17.25 et seq.) provides health insurance for employees and their dependents, including those employed by State colleges and universities, through a traditional plan or a managed care health plan.

The Division of Pensions and Benefits coordinates the funding for payment of temporary disability insurance benefits to State employees (C43:21-46). Temporary cash benefits are provided to eligible State employees covered under Federal law to insure against loss of earnings due to non-occupational sickness or accident.

All individuals in the employ of the State of New Jersey or an instrumentality of the State, with respect to service performed after December 31, 1971 for a hospital or institution of higher education, are covered under the Unemployment Compensation Law (RS 43:21-1 et seq., as amended by PL 1971, c. 346). Any political subdivision of the State may elect to cover individuals employed by the subdivision in all of the hospitals and institutions of higher education operated by that political subdivision. Benefits paid based on wages earned in the employ of the State or of a political subdivision are financed by payments in lieu of employer contributions to the Unemployment Compensation Fund. All covered State employees are required to contribute each year to the Fund in accordance with the established rate. Benefits under the unemployment compensation program are payable in accordance with the provisions of the Unemployment Compensation Law.

The New Jersey State Prescription Drug Program (C52:14-17.29) helps meet the cost of drugs prescribed for eligible employees and their dependents for use outside of hospitals, nursing homes or other institutions. Included are those drugs which, as required by Federal law, can be dispensed only upon a written prescription order by a

physician. The program covers the full cost of a prescription item dispensed by a licensed participating pharmacy, less a co-payment charge for each eligible prescription and prescription refill. The co-payment charge is dependent upon whether the employee chooses a prescription which is generic or non-generic. All full time State employees are eligible to enroll for coverage in the Program without cost to the employee.

04. **Other Interdepartmental Accounts.** Provides funds for allotment by the Director of the Division of Budget and Accounting to various departments or agencies of State government for meeting emergency conditions, and for a number of other contingencies which cannot be predicted with sufficient certainty to be included within the budget recommendations of individual departments or agencies. Included are the Governor's Emergency Fund, the premium portion of required payments for short term notes, seed money to implement cost saving processes, and other productivity improvements as appropriate.
05. **Salary Increases and Other Benefits.** Includes funds to be allotted to the various State departments or agencies for the cost of general and special salary adjustments and unused accumulated sick leave.
06. **Utilities and Other Services.** Provides for payment of fuel, utilities, janitorial services, and trash removal for State-owned and lease-purchase facilities primarily in the Capitol district, as well as some fuel and utility costs for State departments.
08. **Capital Projects - Statewide.** Provides for statewide programs and capital projects administered by the Department of Treasury on behalf of state agencies. Statewide programs include the removal of underground storage tanks, hazardous material removal and Americans with Disabilities Act compliance. Also, included is funding for the purchase of open space through the Garden State Preservation Trust Fund. Other items include network upgrades and agency information technology systems.
09. **Aid to Independent Authorities.** Provides for payments to independent authorities for operating expenses and construction costs of cultural, sports related facilities and for the location and development of businesses in New Jersey.

### APPROPRIATIONS DATA (thousands of dollars)

Year Ending June 30, 2006					Year Ending June 30, 2008			
Orig. & (S)Supplemental	Reapp. & (R)Recpts.	Transfers & (E)Emergencies	Total Available	Expended	Prog. Class.	2007 Adjusted Approp.	Requested	Recommended
<b>DIRECT STATE SERVICES</b>								
<b>Distribution by Fund and Organization</b>								
232,655	6,060	4,976	243,691	239,595		246,843	254,987	254,987
101,333	16,217	-655	116,895	113,952		122,211	108,489	108,489
35,184	1,574	655	37,413	37,264		65,916	71,996	71,996
<b>Distribution by Fund and Program</b>								
232,655	6,060	4,976	243,691	239,595	01	246,843	254,987	254,987
101,333	16,217	-655	116,895	113,952	02	122,211	108,489	108,489
35,184	1,574	655	37,413	37,264	06	65,916	71,996	71,996
<b>369,172</b>	<b>23,851</b>	<b>4,976</b>	<b>397,999</b>	<b>390,811</b>	<b>Total Direct State Services</b>		<b>435,472</b>	<b>435,472</b>

# INTERDEPARTMENTAL ACCOUNTS

Year Ending June 30, 2006					Year Ending June 30, 2008			
Orig. & (S)Supple- mental	Reapp. & (R)Recpts.	Transfers & (E)Emer- gencies	Total Available	Expended	Prog. Class.	2007 Adjusted Approp.	Requested	Recom- mended
<b><u>DIRECT STATE SERVICES</u></b>								
<i>Less:</i>								
(85,435)	---	---	(85,435)	(85,435)	Direct Charges and Charges to Non-State Fund Sources	(83,353)	(87,556)	(87,556)
<i>(85,435)</i>	---	---	<i>(85,435)</i>	<i>(85,435)</i>	<b><i>Total Income Deductions</i></b>	<b><i>(83,353)</i></b>	<b><i>(87,556)</i></b>	<b><i>(87,556)</i></b>
<b>283,737</b>	<b>23,851</b>	<b>4,976</b>	<b>312,564</b>	<b>305,376</b>	<b>Total State Appropriation</b>	<b>351,617</b>	<b>347,916</b>	<b>347,916</b>
<b>Distribution by Fund and Object</b>								
<b>Property Rentals</b>								
188,687 5,300 <sup>S</sup>	4,569	6,900	205,456	204,177	Existing and Anticipated Leases	01 196,495 13,000 <sup>S</sup>	209,769	209,769
16,183	---	---	16,183	15,798	Economic Development Authority	01 17,051	17,096	17,096
<b>17,822</b>	---	---	<b>17,822</b>	<b>17,822</b>	Other Debt Service Leases and Tax Payments	01 19,015	<b>23,590</b>	<b>23,590</b>
<b>227,992</b>	<b>4,569</b>	<b>6,900</b>	<b>239,461</b>	<b>237,797</b>	<b>Subtotal Appropriation (Gross)</b>	<b>245,561</b>	<b>250,455</b>	<b>250,455</b>
<i>Less:</i>								
<i>(85,435)</i>	---	---	<i>(85,435)</i>	<i>(85,435)</i>	<i>Direct Charges and Charges to Non-State Fund Sources</i>	<i>(83,353)</i>	<i>(87,556)</i>	<i>(87,556)</i>
<b>142,557</b>	<b>4,569</b>	<b>6,900</b>	<b>154,026</b>	<b>152,362</b>	<b>Subtotal Appropriation (Net)</b>	<b>162,208</b>	<b>162,899</b>	<b>162,899</b>
4,663	1,491	-1,924	4,230	1,798	Additions, Improvements and Equipment	1,282	4,532	4,532
<b>Insurance and Other Services</b>								
11,000	13,966	-2,000	22,966	22,966	Tort Claims Liability Fund (C59:12-1)	02 17,500 8,500 <sup>S</sup>	15,000	15,000
55,500 6,000 <sup>S</sup>	342	2,500	64,342	63,622	Workers' Compensation Self-Insurance Fund	02 64,700 2,500 <sup>S</sup>	64,700	64,700
3,636	---	---	3,636	3,630	Property Insurance Premium Payments	02 3,636	4,283	4,283
2,030	---	-1,460	570	522	Casualty Insurance Premium Payments	02 2,030	1,101	1,101
220	---	60	280	280	Special Insurance Policy Premium Payment	02 220	280	280
18,000 1,322 <sup>S</sup>	---	---	19,322	19,322	UMDNJ Self Insurance Reserve Fund	02 18,000	18,000	18,000
2,000	---	1,710	3,710	3,602	Vehicle Claims Liability Fund	02 1,500 2,000 <sup>S</sup>	3,500	3,500
1,500	1,909	-1,365	2,044	---	Self-Insurance Deductible Fund	02 1,500	1,500	1,500
125	---	-100	25	8	Self-Insurance Fund - Foster Parents	02 125	125	125
<b>Utilities and Other Services</b>								
27,495	180 1,186 <sup>R</sup>	1,155	30,016	29,903	Fuel and Utilities	06 57,677	62,527	62,527
7,689	208	-500	7,397	7,361	Household and Security	06 8,239	9,469	9,469
<b><u>GRANTS-IN-AID</u></b>								
<b>Distribution by Fund and Program</b>								
105,843	---	10	105,853	104,754	Aid to Independent Authorities	09 136,738	147,829	147,829
<b>105,843</b>	---	<b>10</b>	<b>105,853</b>	<b>104,754</b>	<b>Total Grants-in-Aid <sup>(a)</sup></b>	<b>136,738</b>	<b>147,829</b>	<b>147,829</b>
<b>Distribution by Fund and Object</b>								
<i>Grants:</i>								
5,559	---	---	5,559	5,544	New Jersey Performing Arts Center, EDA	09 5,557	5,558	5,558
28,694 2,151 <sup>S</sup>	---	---	30,845	30,175	Business Employment Incentive Program, EDA-Debt Service	09 48,443 302 <sup>S</sup>	50,126	50,126

# INTERDEPARTMENTAL ACCOUNTS

Year Ending June 30, 2006					Year Ending June 30, 2008				
Orig. & (S)Supple- mental	Reapp. & (R)Recpts.	Transfers & (E)Emer- gencies	Total Available	Expended		Prog. Class.	2007 Adjusted Approp.	Requested	Recom- mended
<b>GRANTS-IN-AID</b>									
598	---	---	598	550	Liberty Science Center - EDA	09	1,213	8,081	8,081
9,314	---	---	9,314	9,298	Municipal Rehabilitation and Economic Recovery, EDA	09	14,129	14,125	14,125
625	---	---	625	625	Camden Children's Garden	09	625	625	625
7,596	---	---	7,596	7,580	Designated Industries Economic Growth & Development-EDA	09	7,665	7,663	7,663
25,724									
2,529 <sup>S</sup>	---	-2,755	25,498	25,324	NJSEA Sports Complex	09	29,121		
							6,630 <sup>S</sup>	38,598	38,598
15,440	---	---	15,440	15,280	NJSEA Atlantic City Projects	09	15,440	15,440	15,440
2,818	---	---	2,818	2,818	NJSEA Higher Education and Other Projects	09	2,818	2,818	2,818
4,795	---	---	4,795	4,795	NJSEA Wildwood Convention Center	09	4,795	4,795	4,795
---	---	2,765	2,765	2,765	NJSEA Monmouth Park - Breeder's Cup Preparation	09	---	---	---
<b>CAPITAL CONSTRUCTION</b>									
<b>Distribution by Fund and Program</b>									
179,327	47,210	16,719	243,256	201,022	Capital Projects - Statewide	08	195,856	222,137	222,137
<b>179,327</b>	<b>47,210</b>	<b>16,719</b>	<b>243,256</b>	<b>201,022</b>	<b>Total Capital Construction</b>		<b>195,856</b>	<b>222,137</b>	<b>222,137</b>
<b>Distribution by Fund and Object</b>									
<b>Statewide Capital Projects</b>									
700	3,777	294	4,771	2,356	Capital Improvements, Capitol Complex	08	---	---	---
---	13,230	13,717	26,947	11,735	Statewide Fire, Life Safety and Renovation Projects <sup>(b)</sup>	08	---	---	---
---	1,032	---	1,032	---	Fire Detection/Security - Central Station Upgrade	08	---	---	---
---	922	---	922	---	DEP Building Fire Alarm Upgrade	08	---	---	---
---	365	-1	364	33	Life Safety and Emergency Projects - Statewide	08	---	---	---
---	---	---	---	---	Roof Repairs - Statewide	08	2,400	7,000	7,000
2,000	2,576	---	4,576	2,156	Americans with Disabilities Act Compliance Projects - Statewide	08	1,000	1,000	1,000
---	7,152	---	7,152	3,585	Fuel Distribution Systems /Underground Storage Tank Replacements - Statewide	08	---	---	---
2,000	3,669	---	5,669	2,130	Hazardous Materials Removal Projects - Statewide	08	500	1,975	1,975
---	---	---	---	---	Fire Code Compliance	08	225	200	200
3,000	4,009	154	7,163	5,867	Statewide Security Projects	08	1,500	2,000	2,000
---	22	-12	10	9	Energy Efficiency Projects	08	200	---	---
2,000	3,007	---	5,007	2,862	Renovation Projects, Existing and Anticipated Leases	08	---	2,500	2,500
---	309	-166	143	---	Complex-wide Security System Design	08	---	---	---
---	288	---	288	---	Replace/Relocate Motor Control Center	08	---	---	---
---	32	-32	---	---	Agriculture Building Retaining Wall	08	---	---	---
---	---	---	---	---	Audiovisual Equipment Replacement Thomas Edison State College	08	---	360	360
---	1,083	---	1,083	902	Statehouse Security Modifications	08	---	---	---



## INTERDEPARTMENTAL ACCOUNTS

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Notwithstanding the provisions of any law or regulation to the contrary, and except for leases negotiated by the Division of Property Management and Construction and subject to the approval or disapproval by the State Leasing and Space Utilization Committee pursuant to P.L. 1992, c.130 (C.52:18A-191.1 et seq.), and except as hereinafter provided, no lease for the rental of any office or building, except for legislative district offices, shall be executed without the prior written consent of the State Treasurer and the Director of the Division of Budget and Accounting. Legislative district office leases may be executed by personnel in the Office of Legislative Services so directed by the Executive Director, provided the lease complies with the Joint Rules Governing Legislative District Offices adopted by the presiding officers. Leases which do not comply with the Joint Rules Governing Legislative District Offices may be executed by personnel in the Office of Legislative District Services so directed by the Executive Director with the prior written consent of the President of the Senate and the Speaker of the General Assembly.

To the extent that sums appropriated for property rental payments are insufficient, there are appropriated such additional sums, not to exceed \$3,000,000 as may be required to pay property rental obligations, subject to the approval of the Director of the Division of Budget and Accounting.

An amount not to exceed \$2,500,000 shall be appropriated for the costs of security, maintenance, utilities and other operating expenses related to the closure of State-owned buildings, subject to the approval of the Director of the Division of Budget and Accounting.

There are appropriated such additional sums as may be required to pay debt service costs for the Greystone Park Psychiatric Hospital Project, subject to the approval of the Director of the Division of Budget and Accounting.

The unexpended balance at the end of the preceding fiscal year in the Master Lease Program Fund is appropriated for the same purpose.

In order to permit flexibility, amounts may be transferred between various items of appropriation within the Insurance and Other Services program classification, subject to the approval of the Director of the Division of Budget and Accounting. Notice thereof shall be provided to the Legislative Budget and Finance Officer on the effective date of the approved transfer.

There are appropriated such additional sums as may be required to pay tort claims under N.J.S. 59:12-1, as recommended by the Attorney General and as the Director of the Division of Budget and Accounting shall determine.

The funds appropriated to the Tort Claims Liability Fund are available for the payment of claims of a tortious nature, as recommended by the Attorney General and as the Director of the Division of Budget and Accounting shall determine.

The funds appropriated to the Tort Claims Liability Fund are available for the payment of direct costs of legal, administrative and medical services related to the investigation, mitigation and litigation of tort claims under N.J.S. 59:12-1, and claims of a tortious nature, as recommended by the Attorney General and as the Director of the Division of Budget and Accounting shall determine.

The funds appropriated to the Tort Claims Liability Fund are available for the indemnification of pool attorneys engaged by the Public Defender for the defense of indigents.

The funds appropriated to the Tort Claims Liability Fund are available for the indemnification of designated pathologists engaged by the State Medical Examiner.

Notwithstanding the provisions of any law or regulation to the contrary, claims paid from the Tort Claims Liability Fund on behalf of entities funded, in whole or in part, from non-State funds, may be reimbursed from such non-State fund sources as determined by the Director of the Division of Budget and Accounting.

There are appropriated such additional sums as may be required to pay claims not payable from the Tort Claims Liability Fund or payable under the New Jersey Contractual Liability Act, as recommended by the Attorney General and as the Director of the Division of Budget and Accounting shall determine. The funds appropriated are available for the payment of direct costs of legal, administrative and medical services related to the investigation, mitigation and litigation of claims not payable from the Tort Claims Liability Fund or payable under the New Jersey Contractual Liability Act, as recommended by the Attorney General and as the Director of the Division of Budget and Accounting shall determine. Notwithstanding the provisions of any law or regulation to the contrary, claims or costs paid from the monies appropriated under this paragraph on behalf of entities funded, in whole or in part from non-State funds, may be reimbursed from such non-State funds sources as determined by the Director of the Division of Budget and Accounting. Appropriations under this paragraph shall not be available to pay punitive damages and shall not be deemed a waiver of any immunity by the State.

To the extent that sums appropriated to pay Workers' Compensation claims under R.S.34:15-1 et seq., are insufficient, there are appropriated such additional sums as may be required to pay Workers' Compensation claims, subject to the approval of the Director of the Division of Budget and Accounting.

The amount appropriated hereinabove for the Workers' Compensation Self-Insurance Fund under R.S. 34:15-1 et seq. is available for the payment of direct costs of legal, investigative, administrative and medical services related to the investigation, mitigation, litigation and administration of claims against the fund, subject to the approval of the Director of the Division of Budget and Accounting.

Notwithstanding the provisions of any law or regulation to the contrary, benefits provided to community work experience participants shall be borne by the Work First New Jersey program funded through the Department of Human Services and any costs related to administration, mitigation, litigation and investigation of claims will be reimbursed to the Bureau of Risk Management by the Work First New Jersey Program funded through the Department of Human Services, subject to the approval of the Director of the Division of Budget and Accounting.

Providing that expenditures during the current fiscal year on workers' compensation claims attributable to the Departments of Human Services, Transportation, Corrections, and Law and Public Safety are less than the respective amounts expended by those departments for claims attributable to the preceding fiscal year, all or a portion of that savings is appropriated to those departments or the Bureau of Risk Management within the Department of the Treasury for the purpose of improving worker safety and reducing workers' compensation costs, subject to the approval of the Director of the Division of Budget and Accounting.

To the extent that sums appropriated to pay auto insurance claims are insufficient, there are appropriated such additional sums as may be required to pay auto insurance claims, subject to the approval of the Director of the Division of Budget and Accounting.



## INTERDEPARTMENTAL ACCOUNTS

The amount appropriated hereinabove for the Vehicle Claims Liability Fund is available for the payment of direct costs of legal, investigative and medical services related to the investigation, mitigation and litigation of claims against the fund.

The unexpended balance at the end of the preceding fiscal year in the Self-Insurance Deductible Fund is appropriated for the same purposes.

The amount hereinabove appropriated for the Self-Insurance Fund - Foster Parents is available for the payment of direct costs of legal, investigative and medical services related to the investigation, mitigation and litigation of claims against the fund.

The sums hereinabove appropriated are available for payment of obligations applicable to prior fiscal years.

There are appropriated out of revenues received from utility companies such sums as may be required for implementation and administration of the Energy Conservation Initiatives Program, subject to the approval of the Director of the Division of Budget and Accounting.

In addition to the sums hereinabove appropriated for Fuel and Utilities, the Director of the Division of Budget and Accounting shall transfer or credit to this account such sums that accrue from appropriations made to various spending agencies for Fuel and Utilities and Salaries and Wages, to reflect savings associated with electrical deregulation, fuel switch and other energy-conservation initiatives.

Of the amount appropriated hereinabove for fuel and utility costs, \$35,267,000 may be transferred to State departments and, in addition to the sums hereinabove appropriated for fuel and utility costs, there are appropriated such additional sums as may be required for transfer to State departments to pay fuel and utility costs, subject to the approval of the Director of the Division of Budget and Accounting.

Of the unexpended balances in the Petroleum Overcharge Reimbursement Fund available for "Green Power", such sums shall be transferred to the various departments and agencies participating in the State electricity contract, as applicable, to reimburse additional costs associated with "Green Power" sources, subject to the approval of the Director of the Division of Budget and Accounting.

In addition to the amount hereinabove appropriated, there is appropriated out of the Petroleum Overcharge Reimbursement Fund the sum of \$3,500,000 to fund energy-related savings initiatives, including an energy tracking and invoice payment system, as determined by the Director of the Department of the Treasury's Office of Energy Savings, subject to the approval of the Director of the Division of Budget and Accounting.

Revenue generated from the sale of Solar Renewable Energy Certificates is appropriated to fund energy-related savings initiatives as determined by the Director of the Department of the Treasury's Office of Energy Savings, subject to the approval of the Director of the Division of Budget and Accounting.

The unexpended balance at the end of the preceding fiscal year in the Global Energy Statewide Account is appropriated for the same purpose.

Notwithstanding the provisions of any law or regulation to the contrary, the Division of Property Management and Construction is empowered to renegotiate lease terms, provided that such renegotiations result in cost savings to the State for the current fiscal year and for the term of the lease. Any lease amendments made as a result of these renegotiations are subject to the review and approval of the State Leasing and Space Utilization Committee.

### Language Recommendations -- Grants-In-Aid - General Fund

In addition to the amounts hereinabove appropriated for the Sports and Exposition Authority Operations - Debt Service there are appropriated such additional sums as may be necessary, subject to the approval of the Director of the Division of Budget and Accounting.

The amount for the New Jersey Performing Arts Center, EDA account shall be used to pay the State's obligations pursuant to a lease with the New Jersey Economic Development Authority, for the lease of real property and infrastructure improvements and the Performing Arts Center structure constructed thereon purchased by the authority for the State in the city of Newark, for the purpose of constructing buildings to comprise a Performing Arts Center. Notwithstanding the provisions of any law or regulation to the contrary, the State Treasurer may enter into a lease with the New Jersey Economic Development Authority to lease the real property and improvements thereon purchased or caused to be constructed by the authority for the State in the city of Newark for the Performing Arts Center, subject to the prior written consent of the Director of the Division of Budget and Accounting, the President of the Senate and the Speaker of the General Assembly. Upon the final payment of the State's obligations pursuant to the lease for the real property and infrastructure improvements purchased by the authority, the title to the real property and improvements shall revert to the State. The State may sublease the land and facilities for the purpose of operating, maintaining or financing a Performing Arts Center in Newark. Any sublease for use of land and improvements acquired for the State by the New Jersey Economic Development Authority for the Performing Arts Center shall be subject to the prior written approval of the Director of the Division of Budget and Accounting and the Joint Budget Oversight Committee, or its successor. There are appropriated such additional sums as may be necessary to pay debt service for the New Jersey Performing Arts Center.

The amount hereinabove appropriated for the Camden Children's Garden shall be subject to the execution of an agreement between the State Treasurer and the operator of the Camden Children's Garden.

The amounts hereinabove appropriated for fiscal year 2008 debt service payments attributable to the New Jersey Performing Arts Center, EDA program and to the Municipal Rehabilitation and Economic Recovery, EDA program may be paid by the New Jersey Economic Development Authority from resources available from unexpended balances, and in such instances the amounts appropriated for the New Jersey Performing Arts Center, EDA program and for the Municipal Rehabilitation and Economic Recovery, EDA program shall be reduced by the same amount. There are appropriated such additional sums as may be necessary to pay debt service and other costs for the Municipal Rehabilitation and Economic Recovery, EDA program, subject to the approval of the Director of the Division of Budget and Accounting.

# INTERDEPARTMENTAL ACCOUNTS

## Language Recommendations -- Capital Construction

There are appropriated such additional sums as may be required to pay future debt service costs for projects undertaken by the New Jersey Building Authority, subject to the approval of the Director of the Division of Budget and Accounting.

In addition to the amounts appropriated under P.L.2004, c.71, donations for the 9/11 Memorial Design Costs from public and private sources, including those collected from the Port Authority of New York and New Jersey, for the purposes of planning, designing, maintaining and constructing a memorial to the victims of the terrorist attacks of September 11, 2001, on the World Trade Center in New York City, the Pentagon in Washington, D.C., and United Airlines Flight 93 in Somerset County, Pennsylvania, shall be deposited by the State Treasurer in a dedicated account established for this purpose and are appropriated for the purposes set forth under P.L.2004, c.71.

Notwithstanding the provisions of any law or regulation to the contrary, in order to provide flexibility in administering the amounts provided for Statewide Fire, Life Safety and Renovations Projects, such sums as may be necessary may be transferred to individual project line items within various departments, subject to the approval of the Director of the Division of Budget and Accounting.

The unexpended balances at the end of the preceding fiscal year of appropriations from the "1996 Economic Development Site Fund," established pursuant to section 20 of the "Port of New Jersey Revitalization, Dredging, Environmental Cleanup, Lake Restoration, and Delaware Bay Area Economic Development Bond Act of 1996," c. 70 are appropriated.

The amount hereinabove appropriated for Energy Efficiency - Statewide Projects is payable from the Clean Energy Fund to provide the full cost of energy efficiency projects in State facilities including but not limited to: \$6,000,000 for heating, ventilation and air conditioning systems at various Human Services institutions, \$2,800,000 for pneumatic systems at State-owned office buildings in Trenton, \$925,000 for heating, ventilation, and air conditioning systems at the Military and Veteran's Affairs Paramus Veterans home and at State-owned facilities in Trenton, \$200,000 for an energy efficiency study of State-owned facilities, and \$75,000 for an energy monitoring system, the allocations of which may be adjusted based on consultation with the Department of Treasury's Office of Energy Savings, subject to the approval of the Director of the Division of Budget and Accounting.

In addition to the amount appropriated hereinabove for the Garden State Preservation Trust Fund Account, interest earned and accumulated commencing with the start of this fiscal year is appropriated.

The amount hereinabove for the Garden State Preservation Trust Fund Account is subject to the provisions of P.L. 1999, c.152 and the constitutional amendment on open space (Article VIII, Section II, paragraph 7).

## 70. GOVERNMENT DIRECTION, MANAGEMENT, AND CONTROL

### 74. GENERAL GOVERNMENT SERVICES

#### 9410. EMPLOYEE BENEFITS

#### EVALUATION DATA

	Actual FY 2005	Actual FY 2006	Revised FY 2007	Budget Estimate FY 2008
<b>PROGRAM DATA</b>				
<b>Employee Benefits</b>				
<b>Judicial Retirement System</b>				
Assets .....	\$ 330,136,054	\$ 340,118,181	\$ 348,893,230	\$ 358,278,458
Active Members .....	427	438	439	439
Pensioners .....	432	449	468	489
Annual Pensions .....	\$ 28,756,368	\$ 30,579,313	\$ 32,571,556	\$ 34,693,592
Lump Sum Death Benefits .....	\$ 261,988	\$ 558,286	\$ 691,683	\$ 856,954
<b>Prison Officers' Pension Fund</b>				
Assets .....	\$ 15,019,308	\$ 14,257,848	\$ 13,684,682	\$ 13,178,349
Pensioners .....	186	178	167	157
<b>Public Employees' Retirement System</b>				
Assets .....	\$ 24,071,909,584	\$ 25,396,595,063	\$ 26,478,490,012	\$ 27,709,739,798
Total Members .....	322,985	327,696	333,389	339,188
State (Active) .....	85,985	87,964	89,987	92,057
State (Inactive) .....	28,223	27,714	27,836	27,958
Local .....	208,777	212,018	215,566	219,173
Pensioners .....	119,174	122,122	124,446	126,815
Annual Pensions .....	\$ 1,605,184,591	\$ 1,717,907,371	\$ 1,832,697,942	\$ 1,955,158,819
Lump Sum Death Benefits .....	\$ 103,933,290	\$ 91,469,327	\$ 93,209,074	\$ 94,981,910
<b>State Police Retirement System</b>				
Assets .....	\$ 1,752,407,719	\$ 1,846,076,363	\$ 1,934,688,028	\$ 2,028,520,397
Total Members .....	3,074	3,273	3,352	3,434
Active .....	2,950	3,123	3,202	3,284
Inactive .....	124	150	150	150
Pensioners .....	2,299	2,336	2,433	2,533
Annual Pensions .....	\$ 97,942,622	\$ 103,505,165	\$ 112,617,759	\$ 122,532,627
Lump Sum Death Benefits .....	\$ 927,128	\$ 1,432,995	\$ 1,767,685	\$ 2,180,546

# INTERDEPARTMENTAL ACCOUNTS

	Actual FY 2005	Actual FY 2006	Revised FY 2007	Budget Estimate FY 2008
<b>Police and Firemen's Retirement System</b>				
Assets .....	\$ 17,502,319,933	\$ 18,998,209,666	\$ 20,265,390,251	\$ 21,564,401,766
Total Members .....	45,263	45,913	46,207	46,511
State (Active) .....	7,860	7,891	7,943	7,996
State (Inactive) .....	424	358	310	269
Local .....	36,979	37,664	37,954	38,246
Pensioners .....	29,183	30,226	31,526	32,881
Annual Pensions .....	\$ 1,037,521,253	\$ 1,121,795,184	\$ 1,213,042,004	\$ 1,311,710,840
Lump Sum Death Benefits .....	\$ 26,941,999	\$ 31,695,612	\$ 35,234,110	\$ 39,167,646
<b>Alternate Benefit Program</b>				
Total Active Members .....	17,125	17,162	17,184	17,206
State .....	14,094	13,939	13,957	13,975
County .....	3,031	3,223	3,227	3,231
<b>Teachers' Pension and Annuity Fund</b>				
Assets .....	\$ 30,114,941,816	\$ 31,073,540,791	\$ 32,381,736,858	\$ 33,715,864,417
Total Members .....	154,854	156,159	158,637	161,156
State .....	301	291	278	266
County .....	51	47	45	43
Local .....	154,502	155,821	158,314	160,847
Pensioners .....	65,260	68,455	71,816	75,342
Annual Pensions .....	\$ 1,998,447,461	\$ 2,184,830,376	\$ 2,386,446,523	\$ 2,606,667,808
Lump Sum Death Benefits .....	\$ 62,786,216	\$ 56,051,067	\$ 56,822,330	\$ 57,604,205
<b>Consolidated Police &amp; Firemen's Pension Fund</b>				
Assets .....	\$ 17,899,099	\$ 19,303,969	\$ 16,132,327	\$ 13,331,755
Pensioners .....	831	713	627	551
Annual Pensions .....	\$ 15,137,682	\$ 13,478,300	\$ 12,092,462	\$ 10,849,115
<b>Health Benefits Program</b>				
Covered Members .....	363,435	364,447	367,523	370,631
State .....	147,298	149,272	151,272	153,299
Local .....	216,137	215,175	216,251	217,332

## APPROPRIATIONS DATA (thousands of dollars)

Year Ending June 30, 2006					Year Ending June 30, 2008			
Orig. & (S)Supple- mental	Reapp. & (R)Recpts.	Transfers & (E)Emer- gencies	Total Available	Expended	Prog. Class.	2007 Adjusted Approp.	Requested	Recom- mended
<b><u>DIRECT STATE SERVICES</u></b>								
<b><u>Distribution by Fund and Program</u></b>								
1,442,797	---	15,529	1,458,326	1,446,297	Employee Benefits	03	1,651,624	1,778,023
<b>1,442,797</b>	<b>---</b>	<b>15,529</b>	<b>1,458,326</b>	<b>1,446,297</b>	<b>Total Direct State Services</b>		<b>1,651,624</b>	<b>1,778,023</b>
<b><u>Distribution by Fund and Object</u></b>								
Special Purpose:								
883	---	---	883	883	Public Employees' Retirement System (a)	03	176,011	186,510
183,596	---	2,162	185,758	185,758	Public Employees' Retirement System - Post Retirement Medical	03	194,274	206,103
21,431	---	---	21,431	21,431	Public Employees' Retirement System - Non-contributory Insurance (a)	03	17,697 5,100 S	24,426
28,142	---	---	28,142	28,142	Police and Firemen's Retirement System (a)	03	54,827	60,663
3,568	---	---	3,568	3,568	Police and Firemen's Retirement System - Non-contributory Insurance (a)	03	4,806 1,200 S	7,047

# INTERDEPARTMENTAL ACCOUNTS

Year Ending June 30, 2006					Year Ending June 30, 2008			
Orig. & (S)Supple- mental	Reapp. & (R)Recpts.	Transfers & (E)Emer- gencies	Total Available	Expended	Prog. Class.	2007 Adjusted Approp.	Requested	Recom- mended
<b><u>DIRECT STATE SERVICES</u></b>								
2,328	---	---	2,328	2,328				
					Police and Firemen's Retirement System (P.L. 1979, c. 109)	03	3,338	3,109
1,086	---	---	1,086	1,060	Alternate Benefit Program - Employer Contributions (a)	03	1,018	1,157
146	---	---	146	146	Alternate Benefit Program - Non-contributory Insurance (a)	03	264	189
11,496	---	---	11,496	11,496	State Police Retirement System (a)	03	28,834	34,918
1,445	---	---	1,445	1,445	State Police Retirement System - Non-contributory Insurance (a)	03	1,256	1,457
7,462	---	---	7,462	7,462	Judicial Retirement System (a)	03	12,662	11,957
510	---	---	510	510	Judicial Retirement System - Non-contributory Insurance (a)	03	722	631
223	---	---	223	223	Teachers' Pension and Annuity Fund (a)	03	2,165	2,020
3,148	---	---	3,148	2,914	Teachers' Pension and Annuity Fund - Post Retirement Medical-State	03	4,040	3,851
88	---	---	88	88	Teachers' Pension and Annuity Fund - Non-contributory Insurance (a)	03	91	80
1,689	---	---	1,689	1,562	Pension Adjustment Program	03	1,600	1,495
74	---	---	74	70	Veterans Act Pensions	03	70	70
5	---	---	5	---	PERS Minimum Pension Benefit Act - Pre-1955 Retirees	03	---	---
5	---	---	5	5	Heath Act Pensions	03	5	5
64,651	---	---	64,651	64,651	Debt Service on Pension Obligation Bonds	03	70,716	76,945
135	---	---	135	105	Volunteer Emergency Survivor Benefit	03	135	135
492,126	---	---	492,126	492,126	State Employees' Health Benefits	03	465,300 60,000 S	489,738
57,367	---	920	58,287	58,287	Other Pension Systems-Post Retirement Medical	03	65,631	66,887
189,721	---	-252	189,469	189,469	State Employees' Prescription Drug Program	03	107,391	185,435
25,423	---	---	25,423	25,423	State Employees' Dental Program - Shared Cost	03	26,534	26,049
1,000	---	---	1,000	763	State Employees' Vision Care Program	03	1,000	1,000
324,295	---	12,929	345,224	334,623	Social Security Tax - State	03	325,046	369,751
8,000 S	---	-74	9,894	9,734	Temporary Disability Insurance Liability	03	12,968	11,104
9,968	---	-156	2,630	2,025	Unemployment Insurance Liability	03	2,323 4,600 S	5,291
2,786	---							
<b><u>GRANTS-IN-AID</u></b>								
<b>Distribution by Fund and Program</b>								
673,658	352	-2,600	671,410	668,121	Employee Benefits	03	758,504	749,905
<b>673,658</b>	<b>352</b>	<b>-2,600</b>	<b>671,410</b>	<b>668,121</b>	<b>Total Grants-in-Aid</b>		<b>758,504</b>	<b>749,905</b>

# INTERDEPARTMENTAL ACCOUNTS

Year Ending June 30, 2006						Year Ending June 30, 2008			
Orig. & (S)Supple- mental	Reapp. & (R)Recpts.	Transfers & (E)Emer- gencies	Total Available	Expended		Prog. Class.	2007 Adjusted Approp.	Requested	Recom- mended
GRANTS-IN-AID									
Distribution by Fund and Object									
Special Purpose:									
87	---	---	87	87	Public Employees' Retirement System (a)	03	16,935	19,800	19,800
26,767	---	-2,162	24,605	24,605	Public Employees' Retirement System - Post Retirement Medical	03	32,561	34,631	34,631
2,099	---	---	2,099	2,099	Public Employees' Retirement System - Non-contributory Insurance (a)	03	1,734 500 S	2,351	2,351
2,206	---	---	2,206	2,206	Police and Firemen's Retirement System (a)	03	4,248	4,248	4,248
280	---	---	280	280	Police and Firemen's Retirement System - Non-contributory Insurance (a)	03	173	245	245
104,321 5,700 S	---	---	110,021	107,788	Alternate Benefit Program - Employer Contributions (a)	03	113,929	125,168	125,168
15,161	---	---	15,161	15,161	Alternate Benefit Program - Non-contributory Insurance (a)	03	17,221	19,367	19,367
47	---	---	47	47	Teachers' Pension and Annuity Fund (a)	03	650	650	650
6,576	---	---	6,576	6,087	Teachers' Pension and Annuity Fund - Post Retirement Medical-State	03	7,413	6,841	6,841
19	---	---	19	19	Teachers' Pension and Annuity Fund - Non-contributory Insurance (a)	03	22	20	20
3,730	---	---	3,730	3,730	Debt Service on Pension Obligation Bonds	03	4,080	4,439	4,439
233,266	---	---	233,266	233,266	State Employees' Health Benefits	03	268,625	240,602	240,602
17,837	---	-920	16,917	16,917	Other Pension Systems-Post Retirement Medical	03	20,233	20,319	20,319
78,989	---	252	79,241	79,241	State Employees' Prescription Drug Program	03	82,379	81,237	81,237
10,399	---	---	10,399	10,399	State Employees' Dental Program - Shared Cost	03	11,406	11,126	11,126
155,622 4,000 S	352	---	159,974	159,407	Social Security Tax - State	03	170,258	170,379	170,379
4,540	---	74	4,614	4,614	Temporary Disability Insurance Liability	03	4,314	5,168	5,168
2,012	---	156	2,168	2,168	Unemployment Insurance Liability	03	1,823	3,314	3,314
2,116,455	352	12,929	2,129,736	2,114,418	Grand Total State Appropriation		2,410,128	2,527,928	2,527,928

## Notes -- Direct State Services - General Fund

(a) The fiscal year 2006 data has been adjusted to report the non-contributory insurance component.

## Notes -- Grants In Aid - General Fund

(a) The fiscal year 2006 data has been adjusted to report the non-contributory insurance component.

## Language Recommendations -- Direct State Services - General Fund

There is appropriated a sufficient amount in order that upon application to the Director of the Division of Budget and Accounting, an annuity of \$4,000 shall be paid to the widow or widower of any person, now deceased, who was elected and served as Governor of the State; provided such widow or widower was the spouse of such person for all or part of the period during which he or she served as Governor; and provided further, that this shall not apply to any widow or widower receiving a pension granted under R.S. 43:8-2, and continued by R.S.43:7-1 et seq., R.S.43:8-1 et seq., and R.S.43:8-8 et seq.

The amounts hereinabove appropriated for Employee Benefits may be transferred to the Grants-In-Aid accounts for the same purposes.

# INTERDEPARTMENTAL ACCOUNTS

Such additional sums as may be required for Public Employees' Retirement System - Post Retirement Medical, Public Employees' Retirement System - Non-contributory Insurance, Police and Firemen's Retirement System - Non-contributory Insurance, Alternate Benefit Program - Employer Contributions, Alternate Benefit Program - Non-contributory Insurance, Teachers' Pension and Annuity Fund - Post Retirement Medical - State, Teachers' Pension and Annuity Fund - Non-contributory Insurance, State Police Retirement System - Non-contributory Insurance, Judicial Retirement System - Non-contributory Insurance, State Employees' Health Benefits, Other Pension Systems - Post Retirement Medical, State Employees' Prescription Drug Program, State Employees' Dental Program - Shared Cost, State Employees' Vision Care Program, Social Security Tax - State, Temporary Disability Insurance Liability, and Unemployment Insurance Liability are appropriated, as the Director of the Division of Budget and Accounting shall determine.

No monies appropriated herein shall be used to provide additional health insurance coverage to a State or local elected official when that official receives health insurance coverage as a result of holding other public office or employment.

Notwithstanding the provisions of the Pension Adjustment Act, P.L.1958, c.143 (C.43:3B-1 et seq.), pension adjustment benefits for State members and beneficiaries of the Consolidated Police and Firemen's Pension Fund, Prison Officers' Pension Fund, and Central Pension Fund shall be paid by the respective pension funds. The amounts hereinabove appropriated for the Pension Adjustment Program for these benefits as required under the act shall be paid to the Pension Adjustment Fund.

In addition to the sum hereinabove appropriated for Debt Service on Pension Obligation Bonds to make payments under the State Treasurer's contracts authorized pursuant to section 6 of P.L.1997, c.114 (C.34:1B-7.50), there are appropriated such other sums as the Director of the Division of Budget and Accounting shall determine are required to pay all amounts due from the State pursuant to such contracts.

The unexpended balance at the end of the preceding fiscal year in the Debt Service on Pension Obligation Bonds account is appropriated for the same purpose.

Such additional sums as may be required for State Employees' Health Benefits may be allotted from the various departmental operating appropriations to this account, as the Director of the Division of Budget and Accounting shall determine.

Such additional sums as may be required for Social Security Tax - State may be allotted from the various departmental operating appropriations to this account, as the Director of the Division of Budget and Accounting shall determine.

## Language Recommendations -- Grants-In-Aid - General Fund

The amounts hereinabove appropriated for Employee Benefits may be transferred to the Direct State Services accounts for the same purposes.

Such additional sums as may be required for Public Employees' Retirement System - Post Retirement Medical, Public Employees' Retirement System - Non-contributory Insurance, Police and Firemen's Retirement System - Non-contributory Insurance, Alternate Benefit Program - Employer Contributions, Alternate Benefit Program - Non-contributory Insurance, Teachers' Pension and Annuity Fund - Post Retirement Medical - State, Teachers' Pension and Annuity Fund - Non-contributory Insurance, State Employees' Health Benefits, Other Pension Systems - Post Retirement Medical, State Employees' Prescription Drug Program, State Employees' Dental Program - Shared Cost, Social Security Tax - State, Temporary Disability Insurance Liability, and Unemployment Insurance Liability are appropriated, as the Director of the Division of Budget and Accounting shall determine.

No monies appropriated herein shall be used to provide additional health insurance coverage to a State or local elected official when that official receives health insurance coverage as a result of holding other public office or employment.

The unexpended balance at the end of the preceding fiscal year in the Debt Service on Pension Obligation Bonds account is appropriated for the same purpose.

In addition to the sum hereinabove appropriated for Debt Service on Pension Obligation Bonds to make payments under the State Treasurer's contracts authorized pursuant to section 6 of P.L.1997, c.114 (C.34:1B-7.50), there are appropriated such other sums as the Director of the Division of Budget and Accounting shall determine are required to pay all amounts due from the State pursuant to such contracts.

## 70. GOVERNMENT DIRECTION, MANAGEMENT, AND CONTROL

### 74. GENERAL GOVERNMENT SERVICES

#### 9420. OTHER INTERDEPARTMENTAL ACCOUNTS

#### APPROPRIATIONS DATA (thousands of dollars)

Year Ending June 30, 2006					Year Ending June 30, 2008				
Orig. & (S)Supple- mental	Reapp. & (R)Recpts.	Transfers & (E)Emer- gencies	Total Available	Expended	Prog. Class.	2007 Adjusted Approp.	Requested	Recom- mended	
<u>DIRECT STATE SERVICES</u>									
Distribution by Fund and Program									
79,722	1,610	13,918	95,250	69,617	Other Interdepartmental Accounts	04	36,107	13,143	13,143
79,722	1,610	13,918	95,250	69,617	Total Direct State Services		36,107	13,143	13,143

# INTERDEPARTMENTAL ACCOUNTS

Year Ending June 30, 2006					Year Ending June 30, 2008			
Orig. & (S)Supple- mental	Reapp. & (R)Recpts.	Transfers & (E)Emer- gencies	Total Available	Expended	Prog. Class.	2007 Adjusted Approp.	Requested	Recom- mended
<b><u>DIRECT STATE SERVICES</u></b>								
<b>Distribution by Fund and Object</b>								
Special Purpose:								
1,750	1,100	-2,288	562	---	To the Governor, for allotment to the various departments or agencies, to meet any condition of emergency or necessity; provided however, that a sum not in excess of \$5,000 shall be available for expenses of officially receiving dignitaries and for incidental expenses, including lunches for non-salaried board members and others for whom official reception shall be beneficial to the State.			
					04	875	875	875
1,250	---	-159	1,091	---	Contingency Funds			
					04	625	625	625
46,000	---	33,389	79,389	59,388	Interest On Short Term Notes			
					04	32,000	10,000	10,000
1,100	---	---	1,100	513	Debt Issuance-Special Purpose			
					04	1,100	1,100	1,100
672	---	---	672	672	Catastrophic Illness in Children Relief Fund - Employer Contributions			
					04	125	193	193
301 <sup>S</sup>	---	---	301	301	Interest on Interfund Borrowing			
					04	---	---	---
350	510	---	860	127	Payment of Military Leave Benefits			
					04	350	350	350
17,567	---	-13,524	4,043	3,192	Statewide 911 Emergency Telephone System			
					04	---	---	---
7,200	---	-1,000	6,200	4,842	Network Infrastructure			
					04	---	---	---
282	---	---	282	282	Garden State Network Infrastructure			
					04	282	---	---
450	---	---	450	---	Automated Document Factory			
					04	450	---	---
300	---	---	300	300	Automated Cartridge System Upgrade			
					04	300	---	---
1,000	---	-1,000	---	---	Information Technology On-Line State Portal			
					04	---	---	---
1,500	---	-1,500	---	---	Office of Emergency Telecommunication Services			
					04	---	---	---
<b><u>GRANTS-IN-AID</u></b>								
<b>Distribution by Fund and Program</b>								
54,925	44,482	-15,780	83,627	41,757	Other Interdepartmental Accounts			
					04	---	---	---
<b>54,925</b>	<b>44,482</b>	<b>-15,780</b>	<b>83,627</b>	<b>41,757</b>	<b>Total Grants-in-Aid</b>			
						<b>---</b>	<b>---</b>	<b>---</b>
<b>Distribution by Fund and Object</b>								
Grants:								
14,925	14,040	-13,926	15,039	---	Enhanced 911 Grants			
					04	---	---	---
---	30,442	-1,204	29,238	20,116	Property Tax Assistance and Community Development Grants			
					04	---	---	---
40,000	---	-650	39,350	21,641	Property Tax Assistance and Community Development Grants			
					04	---	---	---
<b>134,647</b>	<b>46,092</b>	<b>-1,862</b>	<b>178,877</b>	<b>111,374</b>	<b>Grand Total State Appropriation</b>			
						<b>36,107</b>	<b>13,143</b>	<b>13,143</b>

## Language Recommendations -- Direct State Services - General Fund

Unless otherwise indicated, the above amounts may be allotted by the Director of the Division of Budget and Accounting to the various departments and agencies.

Notwithstanding the provisions of N.J.S. 2A:153-1 et seq., there is allocated at the discretion of the Governor, an amount up to \$50,000, from the Special Purpose amount appropriated hereinabove to meet any condition of emergency or necessity, as a reward for the capture and return of Joanne Chesimard.

# INTERDEPARTMENTAL ACCOUNTS

There are appropriated to the Emergency Services Fund such sums as are required to meet the costs of any emergency occasioned by aggression, civil disturbance, sabotage, or disaster as recommended by the Emergency Services Council and approved by the Governor, and subject to the approval of the Director of the Division of Budget and Accounting. In the event that the Emergency Service Council is unable to convene due to any such emergency described above, there shall be appropriated to the Emergency Service Fund such sums as are required to meet the costs of any such emergency described above, and payments from the Fund shall be made by the State Treasurer upon approval of the Governor and the Director of the Division of Budget and Accounting.

The unexpended balance at the end of the preceding fiscal year in the Governor's Contingency Fund is appropriated for the same purpose. Such sums as may be necessary for payment of expenses incurred by issuing officials appointed under the several bond acts of the State are appropriated for the purposes and from the sources defined in those acts.

The unexpended balance at the end of the preceding fiscal year in Payment of Military Leave Benefits is appropriated for the same purpose.

## 70. GOVERNMENT DIRECTION, MANAGEMENT, AND CONTROL

### 74. GENERAL GOVERNMENT SERVICES

#### 9430. SALARY INCREASES AND OTHER BENEFITS

#### APPROPRIATIONS DATA (thousands of dollars)

Year Ending June 30, 2006					Year Ending June 30, 2008				
Orig. & (S)Supplemental	Reapp. & (R)Recpts.	Transfers & (E)Emergencies	Total Available	Expended	Prog. Class.	2007 Adjusted Approp.	Requested	Recommended	
<b><u>DIRECT STATE SERVICES</u></b>									
<b>Distribution by Fund and Program</b>									
147,624	37,612	-128,789	56,447	8,337					
					Salary Increases and Other Benefits	05	10,300	223,145	223,145
<u>147,624</u>	<u>37,612</u>	<u>-128,789</u>	<u>56,447</u>	<u>8,337</u>	<b>Total Direct State Services</b>		<u>10,300</u>	<u>223,145</u>	<u>223,145</u>
<b>Distribution by Fund and Object</b>									
Special Purpose:									
140,124	37,612	-129,626	48,110	---	Salary Increases and Other Benefits	05	--- (a)	237,845	237,845
7,500	---	837	8,337	8,337	Unused Accumulated Sick Leave Payments	05	7,500 2,800 <sup>S</sup>	10,300	10,300
---	---	---	---	---	Management Efficiencies	05	---	-25,000	-25,000
<b><u>GRANTS-IN-AID</u></b>									
<b>Distribution by Fund and Program</b>									
35,546	---	-35,546	---	---	Salary Increases and Other Benefits	05	---	11,047	11,047
<u>35,546</u>	<u>---</u>	<u>-35,546</u>	<u>---</u>	<u>---</u>	<b>Total Grants-in-Aid</b>		<u>---</u>	<u>11,047</u>	<u>11,047</u>
<b>Distribution by Fund and Object</b>									
Grants:									
<u>35,546</u>	<u>---</u>	<u>-35,546</u>	<u>---</u>	<u>---</u>	Salary Increases and Other Benefits	05	---	11,047	11,047
<u>183,170</u>	<u>37,612</u>	<u>-164,335</u>	<u>56,447</u>	<u>8,337</u>	<b>Grand Total State Appropriation</b>		<u>10,300</u>	<u>234,192</u>	<u>234,192</u>

#### Notes -- Direct State Services - General Fund

(a) The original fiscal 2007 appropriation for salary program allocation was transferred to the agency budgets.

#### Language Recommendations -- Direct State Services - General Fund

The sums hereinabove appropriated to the various State departments, agencies or commissions for the cost of salaries, wages, or other benefits shall be allotted as the Director of the Division of Budget and Accounting shall determine.

Notwithstanding the provisions of any law or regulation to the contrary, including R.S.34:15-49 and section 1 of P.L.1981, c.353 (C.34:15-49.1), the State Treasurer, the Commissioner of Personnel, and the Director of the Division of Budget and Accounting shall establish directives governing salary ranges and rates of pay, including salary increases. The implementation of such directives shall be made effective at the first full pay period of the fiscal year as determined by such directives, with timely notification of such directives to the Joint Budget Oversight Committee or its successor. Such directives shall not be considered an "administrative rule" or "rule" within the meaning of subsection (e) of section 2 of P.L.1968, c.410 (C.52:14B-2), but shall be considered exempt under paragraphs (1) and (2) of subsection (e) of section 2 of P.L.1968, c.410 (C.52:14B-2), and shall not be subject to the "Administrative Procedure Act," P.L.1968, c.410 (C.52:14B-1 et seq.). Nothing herein shall be construed as applicable to the Presidents of the State Colleges, Rutgers, The State University, the University of Medicine and Dentistry of New Jersey and the New Jersey Institute of Technology.



## INTERDEPARTMENTAL ACCOUNTS

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No salary range or rate of pay shall be increased or paid in any State department, agency, or commission without the approval of the Director of the Division of Budget and Accounting. Nothing herein shall be construed as applicable to unclassified personnel of the Legislative Branch or unclassified personnel of the Judicial Branch.

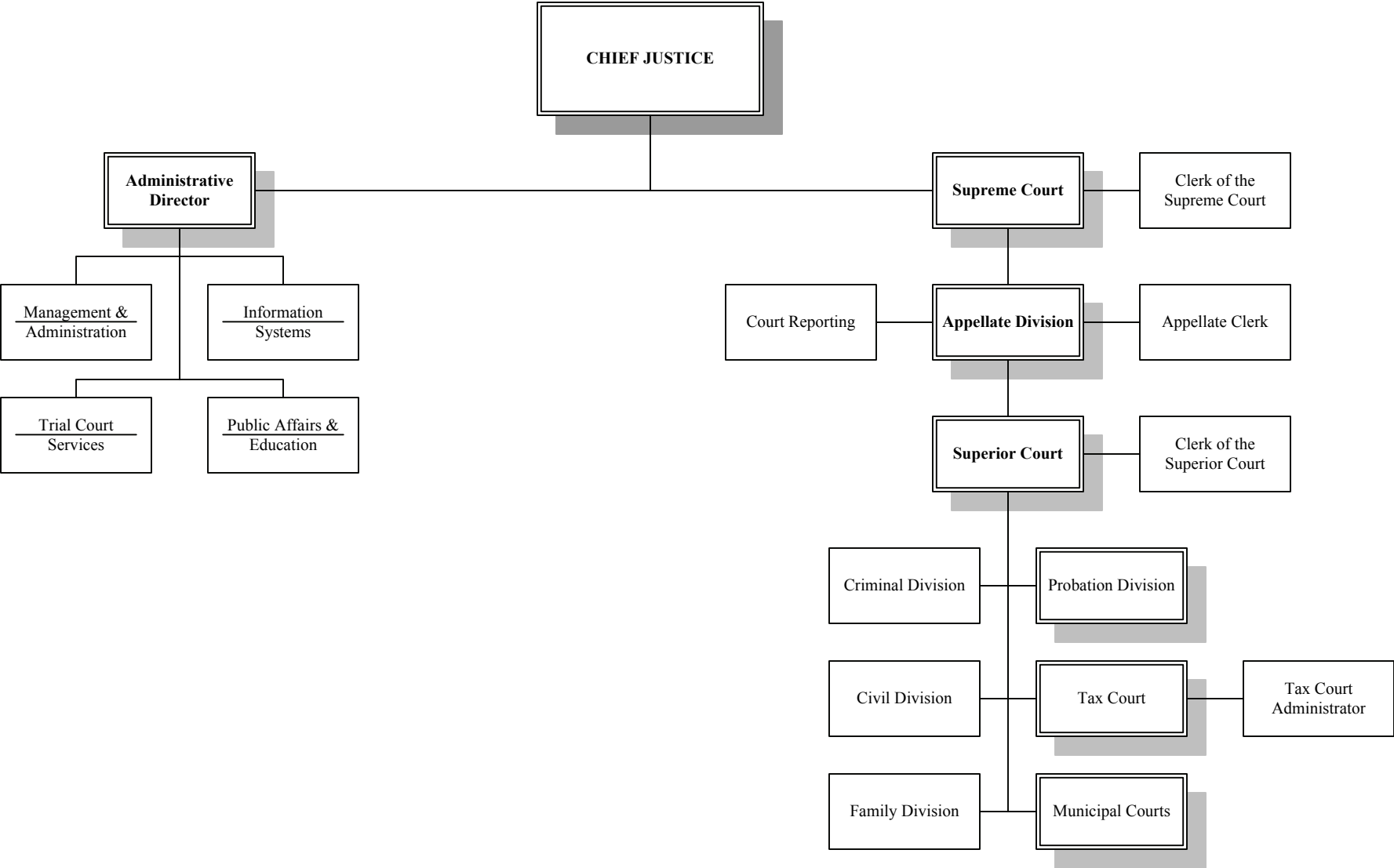
Any sums appropriated for Salary Increases and Other Benefits shall be made available for any person holding State office, position or employment whose compensation is paid directly or indirectly, in whole or in part, from State funds, including any person holding office, position or employment under the Palisades Interstate Park Commission.

The unexpended balance at the end of the preceding fiscal year in the Salary Increases and Other Benefits account is appropriated for the same purposes.

As soon as practicable after the enactment of this act, the Director of the Division of Budget and Accounting may allocate to agencies, their share of management efficiencies in an aggregate amount for all agencies not to exceed \$25,000,000 from the amounts appropriated for the Salary Increases and Other Benefits program classification. By August 1, 2007, each affected agency shall file a plan with the Director of the Division of Budget and Accounting allocating its respective management efficiency amount among specific accounts, provided that such plans shall not include reductions that would interfere with the State's obligation to meet constitutional mandates, make debt service payments or make payments pursuant to contracts that were entered into prior to July 1, 2007. Such plans shall be subject to the approval of the Director of the Division of Budget and Accounting.

In addition to the amount hereinabove for Unused Accumulated Sick Leave Payments, there are appropriated such sums as may be necessary for payments of unused accumulated sick leave.

# THE JUDICIARY



## THE JUDICIARY OVERVIEW

As an independent branch of government, the Judiciary is constitutionally entrusted with the full and fair resolution of disputes in order to preserve the rule of law and to protect the rights and liberties guaranteed by the Constitution and laws of the United States and this State.

The Judiciary is organized into 15 vicinages that include courts in each of the State's 21 counties. The Administrative Office of the Courts provides administrative services to the courts. The Judiciary includes the Supreme Court, the Superior Court, including the Appellate Division, the civil, criminal, family and general equity divisions, and the Tax Court. Judiciary staff supervise probationers in the 15 vicinages.

In the court year ending June 30, 2006, the Superior Courts resolved more than 1 million cases, including 58,118 criminal cases, 622,295 civil cases, and 378,161 cases involving family-related issues.

With the consolidation of activities, streamlining of court operations, and application of sound case-management practices during the past six years, the Judiciary has been successful in reducing backlogged court system cases by 56%. The number of cases in backlog decreased from 51,368 in June of 2000 to 22,765 in June of 2006.

The Judiciary is responsible for the oversight, supervision, and technical support of the State's 536 Municipal Courts, which handle about 6 million cases per year. In 2002, the Judiciary launched NJMCDirect, an online payment system for traffic and parking tickets. Payments made through NJMCDirect immediately update Municipal Court records through the statewide Automated Traffic System, providing law enforcement officers and the Motor Vehicles Commission with instant access to current information. Since the program's introduction, 2,748,478 transactions, totaling \$146.4 million have been paid online. The online payment system provides convenience to drivers and efficiency to the Municipal Courts, as online payments eliminate handling and processing costs.

The Judiciary continues to modernize its communications and computer operations in order to improve available online and technology services.

### Budget Highlights

The Fiscal 2008 Budget for the Judiciary totals \$594.4 million, a decrease of \$3.0 million or less than 1% below the fiscal 2007 adjusted appropriation of \$597.4 million. This decrease represents the addition of a one time fiscal 2007 supplemental of \$3.0 million for NJKids. The Fiscal 2008 Budget also includes the first phase of

an initiative to increase judges' salaries over a three year period. In fiscal 2008, base salary appropriations will fund a 5.7% increase in judges' salaries. The last salary increase for New Jersey judges was by legislation signed on January 1, 2000. Since that three-step increase was implemented, New Jersey judges have fallen nearly \$25,000 behind their federal counterparts. First-year attorneys at some of the state's largest firms are offered starting salaries higher than a Superior Court judge's salary of \$141,000. The state is losing experienced judges; and recruitment of highly qualified attorneys for positions on the bench will be hampered without an alignment of judicial salaries with the federal bench and with other states. In the past three years, 73 New Jersey judges have left the bench. Of those, 26 retired at the mandatory retirement age of 70 and 47, or 64 percent of the experienced judges who left the bench, did so for other employment.

### Drug Court Program

The fiscal 2008 funding recommendation for the Drug Court program is \$32.2 million. Of the \$32.2 million appropriation, \$20.6 million is designated for drug treatment and aftercare services provided by the Division of Addiction Services within the Department of Human Services. The Drug Court program, a cost effective alternative to incarceration, provides court-supervised treatment for carefully screened, non-violent offenders with addictions. The program's purpose is to break the cycle of drug-driven crime through treatment and close supervision of eligible offenders. The pilot drug courts in Camden, Essex, Mercer, Passaic, and Union vicinages initially provided the framework for the statewide project. The Judiciary added five additional drug courts in fiscal 2002: Bergen, Cumberland/Gloucester/Salem, Monmouth, Morris/Sussex, and Ocean vicinages. In fiscal 2005, the Judiciary expanded the Drug Court program to all vicinages, reaching all 21 counties in the State.

### Kinship Legal Guardianship Program

The fiscal 2008 funding recommendation for the Kinship Legal Guardianship program is \$3.5 million, an increase of \$0.1 million from the fiscal 2007 adjusted appropriation of \$3.4 million. The program addresses the needs of children who cannot reside with their parents due to the parents' inability to provide appropriate care. The program allows relatives to assume full responsibility for the child. Relatives must provide for the child's health, protection, education, and maintenance until the child reaches age 18. The Kinship Legal Guardianship program was created to establish a more stable and permanent alternative to custody or long-term foster care.

## THE JUDICIARY

### SUMMARY OF APPROPRIATIONS BY FUND (thousands of dollars)

Year Ending June 30, 2006						Year Ending June 30, 2008		
Orig. & (S)Supple- mental	Reapp. & (R)Recpts.	Transfers & (E)Emer- gencies	Total Available	Expended		2007 Adjusted Approp.	Requested	Recom- mended
GENERAL FUND								
554,026	12,387	1,319	567,732	556,607	Direct State Services	597,398	594,398	594,398
554,026	12,387	1,319	567,732	556,607	Total General Fund	597,398	594,398	594,398
554,026	12,387	1,319	567,732	556,607	Total Appropriation, The Judiciary	597,398	594,398	594,398

**SUMMARY OF APPROPRIATIONS BY PROGRAM**  
(thousands of dollars)

Year Ending June 30, 2006					Year Ending June 30, 2008			
Orig. & (S)Supplemental	Reapp. & (R)Recpts.	Transfers & (E)Emergencies	Total Available	Expended	2007 Adjusted Approp.	Requested	Recom-mended	
<b>DIRECT STATE SERVICES - GENERAL FUND</b>								
<b>Judicial Services</b>								
5,466	---	-480	4,986	4,986	Supreme Court	6,192	6,192	6,192
19,205	---	-1,380	17,825	17,825	Superior Court-Appellate Division	20,633	20,633	20,633
92,483	8,913	-3,116	98,280	94,375	Civil Courts	99,100	99,100	99,100
109,776	---	-17,377	92,399	88,192	Criminal Courts	115,861	115,861	115,861
95,965	---	2,695	98,660	98,657	Family Courts	105,619	105,619	105,619
1,075	---	-12	1,063	1,062	Municipal Courts	1,344	1,344	1,344
119,347	458	-1,174	118,631	118,630	Probation Services	128,503	128,503	128,503
7,849	---	-587	7,262	7,262	Court Reporting	8,598	8,598	8,598
2,618	---	59	2,677	2,677	Public Affairs and Education	2,862	2,862	2,862
16,353	16	19,601	35,970	35,969	Information Services	20,572	17,572	17,572
70,812	3,000	2,657	76,469	73,462	Trial Court Services	77,165	77,165	77,165
13,077	---	433	13,510	13,510	Management and Administration	10,949	10,949	10,949
<b>554,026</b>	<b>12,387</b>	<b>1,319</b>	<b>567,732</b>	<b>556,607</b>	<b>Subtotal</b>	<b>597,398</b>	<b>594,398</b>	<b>594,398</b>
<b>554,026</b>	<b>12,387</b>	<b>1,319</b>	<b>567,732</b>	<b>556,607</b>	<b>Total Direct State Services - General Fund</b>	<b>597,398</b>	<b>594,398</b>	<b>594,398</b>
<b>554,026</b>	<b>12,387</b>	<b>1,319</b>	<b>567,732</b>	<b>556,607</b>	<b>TOTAL DIRECT STATE SERVICES</b>	<b>597,398</b>	<b>594,398</b>	<b>594,398</b>
<b>554,026</b>	<b>12,387</b>	<b>1,319</b>	<b>567,732</b>	<b>556,607</b>	<b>Total Appropriation, The Judiciary</b>	<b>597,398</b>	<b>594,398</b>	<b>594,398</b>

**10. PUBLIC SAFETY AND CRIMINAL JUSTICE**  
**15. JUDICIAL SERVICES**

**OBJECTIVES**

1. To determine in a fair and expeditious manner the cases of all kinds which are brought to court.
2. To assist the Chief Justice of the Supreme Court in carrying out the constitutional responsibility vested in that office as the administrative head of the entire New Jersey court system.
3. To provide the services and direct support necessary for the effective operation of the Judicial system throughout the State.

**PROGRAM CLASSIFICATIONS**

01. **Supreme Court.** The State Supreme Court consists of the Chief Justice and six Associate Justices, appointed by the Governor with the advice and consent of the Senate, and is the State court of final appeal. Pursuant to Article VI, Section V of the New Jersey Constitution, appeals may be taken to the Supreme Court in causes determined by the Appellate Division of the Superior Court involving a question arising under the Constitution of the United States or of this State; in causes in which there is a dissent in the Appellate Division of the Superior Court; in capital causes; on certification by the Supreme Court itself to the Superior Court and where provided by rules of the Supreme Court, to the inferior courts; and in such other causes as may be provided by law.

Pursuant to Article VI, Section II of the Constitution, the Supreme Court makes rules governing the administration of the courts in the State. The Supreme Court also administers programs that are wholly or partially reimbursable by special

fees, such as the New Jersey Lawyers' Fund for Client Protection, Attorney Discipline, Trial Attorney Certification, and the Bar Admissions Financial Committee.

02. **Superior Court, Appellate Division.** The Superior Court, pursuant to Article VI, Section III of the Constitution, includes an Appellate Division. The Appellate Division hears appeals from the Law and Chancery Divisions of the Superior Court, the Tax Court, and State administrative agencies.
03. **Civil Courts.** The Civil Courts include the Civil Part of the Law Division of Superior Court, the General Equity Part of the Chancery Division, and the Tax Court.

The Tax Court is a special category within Civil Courts. Pursuant to N.J.S.A. 2A:4A, it has jurisdiction to hear tax appeals of taxpayers and taxing districts with regard to assessment, railroad assessments levied by the State, sales taxes, franchise taxes, gross receipts, and all other taxes levied by the State. The Court also hears appeals on homestead rebate denials issued by the Director of the Division of Taxation and appeals by taxing districts from both the equalization tables promulgated by the Director of the Division of Taxation for the distribution of school aid and the equalization tables promulgated by the various counties for the purpose of distributing costs of county government.

04. **Criminal Courts.** The Criminal Part of the Law Division of the Superior Court hears and determines all serious criminal cases following grand jury indictment. It also hears appeals from Municipal Courts.

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05. **Family Courts.** The Family Courts hear and determine all causes involving the family including those causes previously heard by the Matrimonial Part of the Superior Court and the Juvenile and Domestic Relations Courts.
06. **Municipal Courts.** The municipal courts are funded directly by the municipalities, but the State supports a unit within the Administrative Office of the Courts to train municipal court judges and clerks, promulgate manuals of procedures, collect data on municipal court operations, conduct studies for the improvement of municipal courts, works with other State agencies on matters involving the municipal courts, and also administers the Automated Traffic System, a program which is wholly reimbursable by special fees.
07. **Probation Services.** Probation Services supervises probation operations statewide, establishes and monitors standards, conducts research and field review of probation programs, coordinates community services programs and operates the Intensive Supervision Program. Additionally, it oversees both the collections of all court imposed financial obligations and the Child Support Enforcement operations statewide.
08. **Court Reporting.** Court proceedings are recorded verbatim either by court reporters or by sound recordings, as provided by Supreme Court rules.

09. **Public Affairs and Education.** Responsibilities of the units within this program, formerly known as Legal and Professional Services, include coordination and/or provision of legislative liaison services, research and analysis, and coordination of the Judicial Performance Program, Media/Public Information.
10. **Information Services.** The Administrative Office of the Courts is responsible for the collection and maintenance of data on court operations, including statistical analysis and reporting, records management, and management information systems.
11. **Trial Court Services.** This program classification, formerly known as Field Operations, includes the Division of Trial Court Support Operations, which provides technical assistance to the statewide trial level courts in areas such as case management, management structure, Interpreter and Translation Services, and coordination of Volunteer Services.
- In the Trial Courts, this program classification includes Trial Court Administrators who serve as the administrative arm for the Assignment Judge, as well as the vicinage finance, accounting, purchasing and human resources functions.
12. **Management and Administration.** Provides overhead services in such areas as budgeting and accounting, purchasing, property maintenance, and personnel.

## EVALUATION DATA

	Actual FY 2005	Actual FY 2006	Revised FY 2007	Budget Estimate FY 2008
<b>PROGRAM DATA</b>				
<b>Supreme Court</b>				
Court Year--July 1 to June 30				
Appeals				
Added .....	175	254	250	220
Disposed .....	168	251	250	220
Pending .....	114	117	117	117
Certifications added .....	1,362	1,282	1,350	1,375
Motions added .....	1,630	1,648	1,650	1,675
Disciplinary proceedings added .....	218	240	125	130
<b>Superior Court-Appellate Division</b>				
Appeals				
Added .....	7,450	7,450	7,100	7,100
Disposed .....	7,350	7,350	6,900	7,100
Pending June 30 .....	5,885	5,895	6,250	6,300
Motions added .....	7,000	7,000	7,000	7,000
<b>Civil Courts</b>				
Civil Cases				
Added .....	99,706	104,022	105,062	106,113
Resolved .....	106,982	99,445	100,439	101,444
Pending .....	90,994	95,999	100,622	105,291
Special Civil				
Added .....	466,274	502,199	522,287	543,178
Resolved .....	467,247	507,785	528,096	549,220
Pending .....	46,665	43,239	37,430	31,388
Probate				
Added .....	10,488	10,018	9,717	9,425
Resolved .....	10,462	9,960	9,661	9,370
Pending .....	1,556	1,629	1,685	1,740
General Equity				
Added .....	5,154	5,201	5,253	5,306
Disposed .....	5,460	5,105	5,156	5,208
Pending .....	2,298	2,463	2,560	2,658

	Actual FY 2005	Actual FY 2006	Revised FY 2007	Budget Estimate FY 2008
Automobile Arbitration (a)				
Cases scheduled .....	26,119	28,702	28,702	28,702
Cases removed .....	158	168	168	168
Cases settled prior to hearing .....	3,470	3,666	3,666	3,666
Cases arbitrated .....	11,251	12,831	12,831	12,831
Trial de novo requests .....	8,635	9,822	9,822	9,822
Trials de novo completed .....	681	854	854	854
Personal Injury Arbitration (a)				
Cases scheduled .....	14,238	15,649	15,649	15,649
Cases removed .....	94	129	129	129
Cases settled prior to hearing .....	1,694	1,847	1,847	1,847
Cases arbitrated .....	5,601	6,467	6,467	6,467
Trial de novo requests .....	4,000	4,542	4,542	4,542
Trials de novo completed .....	262	282	282	282
Other Civil Arbitration (a)				
Cases Scheduled .....	6,361 <sup>(b)</sup>	4,994	4,994	4,994
Presumptive Mediation (a)				
Cases Referred .....	6,936	7,322	7,322	7,322
Cases Settled Prior to Hearing .....	150	132	132	132
Completed Mediation .....	4,280	4,210	4,210	4,210
Agreement Reached .....	1,303	1,306	1,306	1,306
Partial Agreement .....	112	93	93	93
No Agreement .....	2,865	2,811	2,811	2,811
Tax Court				
Local & State Appeals				
Added .....	7,332	8,205	9,205	10,205
Closed .....	6,719	7,533	8,533	9,533
Pending .....	12,282	13,120	14,120	15,220
<b>Criminal Courts</b>				
Criminal Post-Indictment				
Added .....	53,762	54,671	55,218	55,770
Resolved .....	56,722	55,960	56,520	57,085
Pending June 30 .....	13,752	14,377	13,726	13,069
Municipal Appeals				
Added .....	1,487	1,402	1,402	1,402
Resolved .....	1,517	1,420	1,420	1,420
Pending June 30 .....	514	496	478	460
Post-Conviction Relief				
Added .....	619	762	815	872
Resolved .....	502	738	789	845
Pending June 30 .....	845	856	882	909
Drug Court Program				
Current Active Cases .....	2,200	2,498	3,250	3,906
Number of Graduates .....	393	591	757	1,144
<b>Family Courts</b>				
Dissolution				
Added .....	64,252	66,059	67,380	68,728
Resolved .....	64,314	66,352	67,679	69,033
Pending June 30 .....	17,698	17,368	17,069	16,764
Juvenile Delinquency				
Added .....	72,926	66,365	63,710	61,162
Resolved .....	73,123	66,061	63,418	60,882
Pending June 30 .....	5,119	5,394	5,686	5,966
Non-Dissolution				
Added .....	156,290	158,544	158,544	158,544
Resolved .....	155,630	158,402	158,402	158,402
Pending June 30 .....	11,006	10,985	11,127	11,269
Domestic Violence				
Added .....	58,924	59,639	59,639	59,639
Resolved .....	59,006	59,670	59,670	59,670
Pending June 30 .....	1,475	1,475	1,444	1,413

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	Actual FY 2005	Actual FY 2006	Revised FY 2007	Budget Estimate FY 2008
Abuse/Neglect Complaints				
Added .....	4,021	4,728	5,012	5,313
Resolved .....	3,935	4,085	4,905	5,199
Pending June 30 .....	4,612	5,261	5,368	5,482
Adoption Complaints				
Added .....	2,557	2,398	2,398	2,398
Resolved .....	2,722	2,409	2,409	2,409
Pending June 30 .....	531	516	505	494
Child Placement Review				
Added .....	5,855	6,181	6,366	6,557
Resolved .....	7,271	6,863	7,068	7,280
Pending June 30 .....	11,854	11,231	10,529	9,806
Juvenile/Family Crisis Petition				
Added .....	1,088	915	842	775
Resolved .....	1,111	933	842	775
Pending June 30 .....	39	21	21	21
Kinship Legal Guardian (KLG)				
Added .....	1,311	1,454	1,599	1,759
Resolved .....	1,285	1,474	1,599	1,759
Pending June 30 .....	228	211	211	211
Termination of Parental Rights Complaints				
Added .....	1,095	1,029	1,039	1,029
Resolved .....	1,237	1,070	1,080	1,070
Pending June 30 .....	580	540	499	458
Criminal/Quasi-Criminal				
Added .....	11,499	10,812	10,488	10,173
Resolved .....	11,436	10,842	10,517	10,201
Pending June 30 .....	792	772	743	715
Combined Trial Courts				
Added .....	1,017,308	1,056,399	1,076,771	1,098,143
Resolved .....	1,029,962	1,058,574	1,079,670	1,101,272
Pending June 30 .....	210,558	212,833	210,585	208,114
Volunteer Services				
Number of Volunteers .....	5,990	5,120	5,600	6,100
Number of Volunteer Hours Served .....	359,400	307,200	336,000	366,000
<b>Municipal Courts</b>				
Non-Traffic Violations				
Indictables .....	204,304	205,373	206,448	207,528
Disorderly Person .....	385,133	390,872	396,697	402,608
Other Non-Traffic .....	227,259	244,376	262,782	282,575
Traffic Violations				
Drunk Driving .....	36,750	36,705	36,660	36,615
Moving Violations .....	2,532,300	2,655,019	2,783,685	2,918,587
Parking .....	2,914,436	2,888,956	2,863,699	2,838,662
Total .....	6,300,182	6,421,301	6,549,971	6,686,575
<b>Probation Services</b>				
Adult Supervision Clients (c) .....	65,852	60,510	61,902	63,325
Juvenile Supervision Clients (c) .....	14,336	11,938	12,129	12,323
Core Services Clients .....	63,046	58,971	60,496	62,250
Intensive Supervision Program (ISP)				
Participants .....	1,265	1,224	1,247	1,247
Applications (c) .....	3,580	3,515	3,538	3,538
Assessment Reports (c) .....	2,481	2,541	2,598	2,598
Resentencing Panel Hearings (c) .....	5,064	4,876	4,979	4,979
Revocations (c) .....	485	434	429	429
Juvenile Intensive Supervision Program (JISP)				
Participants .....	284	310	325	325
Applications .....	275	262	300	300
Assessment Reports .....	275	262	300	300
Revocations .....	63	71	81	81

	Actual FY 2005	Actual FY 2006	Revised FY 2007	Budget Estimate FY 2008
Child Support & Paternity - Title IV-D				
Child Support Cases .....	305,126	310,554	314,591	318,681
Collections .....	\$1,014,907,355	\$1,070,679,867	\$1,134,920,659	\$1,203,015,899

**PERSONNEL DATA**

**Affirmative Action Data**

Male Minority .....	599	599	624	624
Male Minority % .....	6.4	6.3	6.8	6.8
Female Minority .....	2,694	2,772	2,801	2,801
Female Minority % .....	28.7	29.2	30.2	30.2
Total Minority .....	3,293	3,371	3,425	3,425
Total Minority % .....	35.1	35.5	37.0	37.0

**Position Data**

**Filled Positions by Funding Source**

State Supported .....	7,877	8,008	7,936	8,099
Federal .....	1,265	1,279	1,283	1,334
All Other .....	229	259	259	288
Total Positions .....	9,371	9,546	9,478	9,721

**Filled Positions by Program Class**

Supreme Court .....	185	182	180	198
Superior Court-Appellate Division .....	234	228	234	247
Civil Courts .....	1,622	1,624	1,589	1,673
Criminal Courts .....	1,455	1,448	1,451	1,509
Family Courts .....	1,842	1,931	1,911	1,954
Municipal Courts .....	58	81	76	84
Probation Services .....	2,439	2,435	2,413	2,520
Court Reporting .....	85	84	78	99
Public Affairs and Education .....	31	31	33	30
Information Services .....	170	173	187	197
Trial Court Services .....	1,089	1,157	1,160	1,081
Management and Administration .....	161	172	166	129
Total Positions .....	9,371	9,546	9,478	9,721

**Notes:**

Actual payroll counts are reported for fiscal years 2005 and 2006 as of December and revised fiscal year 2007 as of January. The Budget Estimate for fiscal year 2008 reflects the number of positions funded. All Other includes positions supported by fees or other dedicated resources previously reported as State Supported.

Revised fiscal year 2006 and 2007 figures and the budget estimate for fiscal year 2008 are based on recounted data. The calculation of pending, plus added, less disposed may not total.

(a) Figures for all Arbitration and Presumptive Mediation cases are the same for fiscal years 2006, 2007, and 2008 due to stable Civil Court caseload levels.

(b) Beginning in fiscal year 2005, certain cases are no longer considered for Civil Arbitration.

(c) For fiscal years 2005 and 2006, data has been revised to reflect more accurate information.

**APPROPRIATIONS DATA**  
(thousands of dollars)

Year Ending June 30, 2006					Year Ending June 30, 2008			
Orig. & (S)Supple- mental	Reapp. & (R)Recpts.	Transfers & (E)Emer- gencies	Total Available	Expended	Prog. Class.	2007 Adjusted Approp.	Requested	Recom- mended
<b><u>DIRECT STATE SERVICES</u></b>								
<b>Distribution by Fund and Program</b>								
5,466	---	-480	4,986	4,986	01	6,192	6,192	6,192
19,205	---	-1,380	17,825	17,825	02	20,633	20,633	20,633
92,483	8,913	-3,116	98,280	94,375	03	99,100	99,100	99,100
109,776	---	-17,377	92,399	88,192	04	115,861	115,861	115,861
95,965	---	2,695	98,660	98,657	05	105,619	105,619	105,619



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Year Ending June 30, 2006					Year Ending June 30, 2008				
Orig. & (S)Supple- mental	Reapp. & (R)Recpts.	Transfers & (E)Emer- gencies	Total Available	Expended	Prog. Class.	2007 Adjusted Approp.	Requested	Recom- mended	
<b><u>DIRECT STATE SERVICES</u></b>									
1,075	---	-12	1,063	1,062	Municipal Courts	06	1,344	1,344	1,344
119,347	458	-1,174	118,631	118,630	Probation Services	07	128,503	128,503	128,503
7,849	---	-587	7,262	7,262	Court Reporting	08	8,598	8,598	8,598
2,618	---	59	2,677	2,677	Public Affairs and Education	09	2,862	2,862	2,862
16,353	16	19,601	35,970	35,969	Information Services	10	20,572	17,572	17,572
70,812	3,000	2,657	76,469	73,462	Trial Court Services	11	77,165	77,165	77,165
13,077	---	433	13,510	13,510	Management and Administration	12	10,949	10,949	10,949
<b>554,026</b>	<b>12,387</b>	<b>1,319</b>	<b>567,732</b>	<b>556,607</b>	<b>Total Direct State Services</b>		<b>597,398 <sup>(a)</sup></b>	<b>594,398</b>	<b>594,398</b>
<b><u>Distribution by Fund and Object</u></b>									
Personal Services:									
---	---	---	---	164	Chief Justice		164	173	173
---	---	---	---	985	Associate Justices		951	1,005	1,005
---	---	---	---	60,626	Judges		61,295	64,718	64,718
427,183	---	-2,470	424,713	362,938	Salaries and Wages <sup>(b)</sup>		397,557	391,282	391,282
<b>427,183</b>	<b>---</b>	<b>-2,470</b>	<b>424,713</b>	<b>424,713</b>	<b>Total Personal Services</b>		<b>459,967</b>	<b>457,178</b>	<b>457,178</b>
7,755	---	490	8,245	8,243	Materials and Supplies		7,755	7,755	7,755
32,549	3,016	12,123	47,688	44,693	Services Other Than Personal		32,423	32,423	32,423
1,852	---	-81	1,771	1,769	Maintenance and Fixed Charges		1,852	1,852	1,852
Special Purpose:									
200	---	-11	189	189	Rules Development	01	200	200	200
---	6,197	---	8,913	5,004	Civil Arbitration Program	03	---	---	---
20,618	2,716 <sup>R</sup>	-16,405	4,213	---	Drug Court Treatment/After-care	04	20,618 <sup>(c)</sup>	20,618	20,618
6,780	---	1,046	7,826	7,824	Drug Court Operations <sup>(d)</sup>	04	7,387	10,006	10,006
1,498	---	42	1,540	1,540	Drug Court Judgeships <sup>(d)</sup>	04	1,498	1,612	1,612
---	---	---	---	---	Family Crisis Intervention <sup>(e)</sup>	05	1,076	1,076	1,076
82	---	-1	81	81	Child Placement Review				
3,311	---	15	3,326	3,325	Advisory Council	05	82	82	82
8,957	---	3,000	11,957	11,957	Kinship Legal Guardianship	05	3,411	3,467	3,467
11,380	458 <sup>R</sup>	-66	11,772	11,772	Child Support and Paternity Program Title IV-D (Family Court)	05	11,993 <sup>(f)</sup>	11,993	11,993
2,169	---	-17	2,152	2,152	Intensive Supervision Program	07	12,168	12,168	12,168
24,919	---	-3,057	21,862	21,862	Juvenile Intensive Supervision Program	07	2,219	2,219	2,219
---	---	57	57	57	Child Support and Paternity Program Title IV-D (Probation)	07	24,936 <sup>(f)</sup>	24,936	24,936
770	---	-20	750	750	Child Support and Paternity Program Title IV-D (Trial)	11	2,040	2,040	2,040
4,003	---	6,674	10,677	10,676	Affirmative Action and Equal Employment Opportunity	12	770	770	770
<b>554,026</b>	<b>12,387</b>	<b>1,319</b>	<b>567,732</b>	<b>556,607</b>	Additions, Improvements and Equipment		<b>4,003</b>	<b>4,003</b>	<b>4,003</b>
					<b>Grand Total State Appropriation</b>		<b>597,398</b>	<b>594,398</b>	<b>594,398</b>

## OTHER RELATED APPROPRIATIONS

<b>Federal Funds</b>									
450	---	---	450	---	Criminal Courts	04	---	---	---
19,084	1,033	8,008	28,125	26,722	Family Courts	05	26,822	31,554	31,554
60,545	1,266	-12,482	49,329	45,728	Probation Services	07	53,178	56,399	56,399
---	272	364	636	276	Information Services	10	---	---	---
---	-2	4,435	4,433	4,341	Trial Court Services	11	4,002	4,550	4,550
<b>80,079</b>	<b>2,569</b>	<b>325</b>	<b>82,973</b>	<b>77,067</b>	<b>Total Federal Funds</b>		<b>84,002</b>	<b>92,503</b>	<b>92,503</b>

Year Ending June 30, 2006					Year Ending June 30, 2008				
Orig. & (S)Supple- mental	Reapp. & (R)Recpts.	Transfers & (E)Emer- gencies	Total Available	Expended	Prog. Class.	2007 Adjusted Approp.	Requested	Recom- mended	
<b>OTHER RELATED APPROPRIATIONS</b>									
<b>All Other Funds</b>									
---	50 12,202 R	---	12,252	12,252	Supreme Court	01	14,747	16,032	16,032
---	1 2,881 R	---	2,882	2,881	Civil Courts	03	2,206	2,760	2,760
---	146 575 R	---	721	694	Family Courts	05	400	400	400
---	4,628 25,900 R	---	30,528	21,105	Municipal Courts	06	21,006	23,015	23,015
---	2,821 4,297 R	---	7,118	3,704	Probation Services	07	2,900	3,200	3,200
---	2,136 14,894 R	---	17,030	12,593	Information Services	10	13,624	13,816	13,816
---	34 19 R	---	53	50	Trial Court Services	11	---	---	---
---	99	10	109	---	Management and Administra- tion	12	---	---	---
---	<u>70,683</u>	<u>10</u>	<u>70,693</u>	<u>53,279</u>	<b>Total All Other Funds</b>		<u>54,883</u>	<u>59,223</u>	<u>59,223</u>
<b>634,105</b>	<b>85,639</b>	<b>1,654</b>	<b>721,398</b>	<b>686,953</b>	<b>GRAND TOTAL ALL FUNDS</b>		<b>736,283</b>	<b>746,124</b>	<b>746,124</b>

**Notes -- Direct State Services - General Fund**

- (a) The fiscal year 2007 appropriation has been adjusted for the allocation of salary program.
- (b) Beginning in fiscal year 2008, an amount of \$3,590,000 has been reallocated from various salary accounts to judges salary accounts.
- (c) The appropriation of \$20,618,000 for Drug Court Treatment/Aftercare will be transferred to the Department of Human Services to provide services for the Drug Court Program.
- (d) Beginning in fiscal year 2008, an amount of \$2,685,000 has been reallocated from the Criminal Courts salary account, of which \$2,619,000 is allocated to the Special Purpose Drug Court Operations account and \$66,000 is allocated to the Drug Court Judgeships account.
- (e) Beginning in fiscal year 2007, an amount of \$1,076,000 has been reallocated from Family Courts accounts to the Special Purpose Family Crisis Intervention Program account.
- (f) An amount of \$2,300,000 has been reallocated from various salary accounts to the Child Support and Paternity Program - Title IV-D in Family and Probation Courts.

**Language Recommendations -- Direct State Services - General Fund**

The unexpended balances at the end of the preceding fiscal year in the Civil Arbitration Program are appropriated subject to the approval of the Director of the Division of Budget and Accounting.

Notwithstanding the provisions of any law or regulation to the contrary, receipts derived from fees under the Special Civil Part service of process via certified mailers are appropriated for the same purpose, subject to the approval of the Director of the Division of Budget and Accounting.

The amounts appropriated hereinabove in the Drug Courts Treatment and Aftercare account shall be transferred to the Department of Human Services to fund treatment, aftercare and administrative services associated with the drug court program, subject to the approval of the Director of the Division of Budget and Accounting.

Receipts derived from the increase in fees collected by the Judiciary pursuant to P.L. 2002, c. 34 and related increases provided by operation of N.J.S.22A:2-5 and section 2 of P.L.1993, c.74 (C.22A:5-1) are appropriated from the Court Technology Improvement Fund for the purpose of offsetting the costs of development, establishment, operation and maintenance of the Judiciary computerized court information systems, subject to the approval of the Director of the Division of Budget and Accounting.

Receipts from charges to certain Special Purpose accounts listed hereinabove are appropriated for services provided to these funds.

Receipts from charges to the Superior Court Trust Fund, NJ Lawyers Fund for Client Protection, Disciplinary Oversight Committee, Board on Attorney Certification, Bar Admission Financial Committee, Parents' Education Fund, Automated Traffic System Fund, Municipal Court Administrator Certification, Comprehensive Enforcement Program, and Courts Computerized Information Systems Fund are appropriated for services provided to these funds.

## JUDICIARY

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The unexpended balances at the end of the preceding fiscal year not to exceed \$3,000,000 in these respective accounts are appropriated subject to the approval of the Director of the Division of Budget and Accounting.

Notwithstanding the provisions of N.J.S.A. 2B:2-4, or any other law or regulation to the contrary, the amounts appropriated hereinabove for payment of judicial salaries shall be subject to the condition that, for Fiscal Year 2008, the annual salaries provided by law for justices and judges, pursuant to Article VI, Section VI, paragraph 6 of the New Jersey State Consitution, shall be as follows:

Chief Justice of the Supreme Court - \$173,569

Associate Justice of the Supreme Court - \$167,493

Judge of the Superior Court, Appellate Division - \$158,511

Judge of the Superior Court, Assignment Judge - \$155,076

Judge of the Superior Court - \$149,000

Judge of the Tax Court - \$149,000



## **Capital Construction & Debt Service**

This section includes an overview and summary of appropriations and expenditures for the design, construction, and repair of major capital assets such as roads, bridges, parks, or other physical facilities.

The primary method for State financing of capital projects is through the sale of general obligation bonds of the State. The Debt Service portion of this section shows the amounts necessary to pay principal and interest due on capital projects financed via general obligation bonds.

**OVERVIEW****Capital Planning Process**

For fiscal 2008, the General Fund capital recommendation totals almost \$1.25 billion, including just under \$1.1 billion for legislatively-mandated projects funded through dedicated sources as well as \$151.2 million for discretionary projects that maximize federal matching funds and maintain essential state programs and services. Of the \$151.2 million in discretionary capital, \$98.6 million is allocated to pay debt service on New Jersey Building Authority projects. In addition to General Fund capital, \$17.1 million will be provided from other sources for critical statewide fire, life safety, emergency, and security projects and \$10 million from the Clean Energy Fund will be used to offset State funding for clean energy related projects.

The Capital Budget is largely based on the recommendations of the New Jersey Commission on Capital Budgeting and Planning. This Commission, composed of Executive, Legislative, and public members, prepares the State's Annual Capital Improvement Plan and serves in an advisory role to the Governor and the Legislature. In addition to the Commission, the capital budgeting process includes the Governor's Office, the Office of Management and Budget, the Department of the Treasury, and other State departments and agencies.

**Capital Highlights**

To identify various chemicals harmful to livestock, in addition to identifying bacteria pathogenic to humans and livestock, \$250,000 is recommended to procure new liquid and gas chromatographic equipment within the Department of Agriculture.

The Department of Corrections would receive approximately \$3.9 million to undertake various critical fire and life safety projects as well as \$6 million from other sources to repair a high temperature hot water system at Southwoods Prison.

To address fire and life safety concerns at the Department of Education, \$400,000 is recommended to fund a wet fire suppression system at the Piscataway Regional Day School. This project will better protect the life and safety of students. An additional \$2.4 million will be used to finish the installation of a fully integrated state-of-the-art fire alarm system to comply with federal Americans with Disabilities Act and Title 6 requirements at the Katzenbach School for the Deaf.

For the Department of Environmental Protection, \$107.3 million is recommended. The recommendation provides \$25.6 million for Cleanup of Hazardous Substance Discharges, \$31.8 million in loans and grants for Brownfields Redevelopment Projects, \$25 million for Shore Protection and \$19.1 million for Parks Development Projects. These four mandated programs are funded through dedicated sources. In addition, \$5.8 million is recommended for the HR-6 flood prevention program. Both the HR-6 and Shore Protection programs will generate substantial federal matching funds; an additional \$23.7 million will be available for HR-6, while the Shore Protection will provide \$49 million in federal and \$6 million in local contributions.

For the Department of Human Services, \$2.8 million is recommended. This recommendation will continue the replacement of an underground water distribution system affecting cottages at the Hunterdon Developmental Center. In addition to General Fund capital, \$6.7 million is recommended from other sources to continue the connection of the

wastewater treatment facility at Ancora Psychiatric Hospital to the Camden County Municipal Utilities Authority.

For the Juvenile Justice Commission, \$3.8 million is recommended. Of this amount, \$1 million is for fire, life safety projects and critical repairs to Commission facilities, and \$2.8 million is for a sewage connection at the New Jersey Training School for Boys at Jamesburg.

The recommendation for the Department of Military and Veterans Affairs totals \$1.2 million which will fund a critical roofing project at the Paramus Veterans Home and the construction of a World War II Memorial.

A total of \$360,000 is recommended for the Department of State to replace audiovisual equipment within the Library for the Blind.

To ensure highway and mass transit improvements, \$895 million in dedicated funds is recommended for the Department of Transportation. This recommendation, combined with federal, State, and other matching funds, will provide for a transportation program totaling over \$3.2 billion, the largest in the State's history.

A total of \$6.5 million is recommended for statewide data processing improvements at the Office of Information Technology (OIT). Of this amount \$1.5 million is recommended for network security and software to prevent intrusion into the State's database. Another \$2.0 million is recommended for electrical and other critical facility preservation projects. An additional \$3 million is recommended for various data storage and infrastructure projects. A total of \$4 million in other resources is recommended to finish the State's OIT Availability and Recovery Site (OARS), thus ensuring the integrity of data recovery for all state agencies.

Finally, \$221.8 million is recommended for the Interdepartmental accounts. This includes \$98 million for the constitutionally-mandated Open Space, Farmland, Parks and Historic Preservation programs, and \$98.6 million for debt service costs on Building Authority bonds. A total of \$10 million will be made available for critical energy related projects statewide that will be offset by revenue from the Clean Energy Fund. A total of \$7 million is recommended for a new statewide account to be used to fund critical roof replacement projects statewide.

Funding of \$2.5 million is also recommended to make repairs to State-owned buildings along with \$2.0 million for statewide security enhancements, \$2.0 for the removal of hazardous materials from State facilities, \$1 million to modify State buildings to comply with the Americans with Disabilities Act, \$285,000 to remediate water infiltration at the State Museum, \$250,000 for sealing and painting the Planetarium dome and \$200,000 for a fire code remediation study.

**Capital Objectives**

New Jersey's Capital program invests in critical short-term and long-term needs essential to the citizens of the State. These needs include preservation of existing capital equipment and facilities; investments in the transportation system; improvements to wastewater treatment and water supply facilities; cleanup of hazardous waste sites; preservation of open space; and construction of local schools and higher education facilities. Together, these investments ensure a clean and healthy environment, provide recreational space, enhance mobility, and generate economic growth and jobs for New Jersey citizens.

# CAPITAL CONSTRUCTION

## CAPITAL CONSTRUCTION

### Summary of Appropriations by Department (thousands of dollars)

Year Ending June 30, 2006						Year Ending June 30, 2008		
Orig. & (S)Supple- mental	Reapp. & (R)Recpts.	Transfers & (E)Emer- gencies	Total Available	Expended		2007 Adjusted Approp.	Requested	Recom- mended
---	289	---	289	---	Legislature	---	---	---
---	993	---	993	---	Department of Agriculture	---	250	250
3,500	4,582	---	8,082	5,276	Department of Children and Families	10,000	---	---
5,000	5,667	---	10,667	2,777	Department of Corrections	---	3,936	3,936
1,050	844	---	1,894	227	Department of Education	2,450	2,800	2,800
84,263	117,638	-23,854	178,047	77,463	Department of Environmental Protection	116,767	107,271	107,271
---	443	---	443	317	Department of Health and Senior Services	---	---	---
8,100	11,071	---	19,171	1,879	Department of Human Services	7,700	2,800	2,800
4,805	11,050	1,545	17,400	6,823	Department of Law and Public Safety	1,500	3,800	3,800
175	2,797	77	3,049	661	Department of Military and Veterans' Affairs	2,590	1,165	1,165
---	2	---	2	---	Department of Personnel	---	---	---
---	619	1,100	1,719	180	Department of State	---	---	---
805,000	---	---	805,000	805,000	Department of Transportation	895,000	895,000	895,000
---	7,276	3,058	10,334	507	Department of the Treasury	6,916	6,500	6,500
---	2	---	2	---	Miscellaneous Commissions	---	---	---
179,327	47,210	16,719	243,256	201,022	Interdepartmental Accounts	195,856	222,137	222,137
<b>1,091,220</b>	<b>210,483</b>	<b>-1,355</b>	<b>1,300,348</b>	<b>1,102,132</b>	<b>Total Appropriation</b>	<b>1,238,779</b>	<b>1,245,659</b>	<b>1,245,659</b>

OVERVIEW

The primary method for State financing of capital projects is through the sale of State general obligation bonds, previously authorized by voter approval in the general election. The State must present debt before the voters in a general election as required by the statutory debt limitations in the State Constitution. The State Constitution provides that the State Legislature shall not create, in any fiscal year, debt or liability of the State, which, together with any previous debts or liabilities, exceeds at any time one percent of total appropriations, unless authorized by law and submitted to the people at a general election for approval by the voters. Since the current appropriation level is approximately \$33.3 billion, the debt limit is \$333 million before voter approval must be sought. The current level of outstanding general obligation debt is \$3.1 billion. Therefore, voter approval must be sought in order to authorize additional general obligation bonds. Voter approval is not required for any such law authorizing the creation of a debt for a refinancing of all or any portion of the outstanding debts or liabilities of the State, so long as the refinancing produces a debt service savings.

The Debt Service section of the budget shows the amounts necessary to

pay principal and interest due on capital projects financed via general obligation bonds. A factor affecting the fiscal 2008 Governor's Recommendation includes a projected debt service cost for proposed bond sales. The actual debt service payments and savings associated with bond sales are dependent upon the interest rates at the time of the sale and therefore, preliminary figures are estimates since actual schedules are not available until after a bond sale.

Appropriations for principal and interest payments on General Obligation bonds are recommended at \$440.4 million for fiscal 2008. This projected level of debt service reflects \$424.4 million for principal and interest on bonds outstanding on July 1, 2006, and additional funding of \$16.0 million for a proposed bond sale during fiscal 2007.

The Statement of General Long-Term Debt, which appears in the Appendix of this Budget, shows the status of the State's general obligation, bonded indebtedness as of June 30, 2006. The outstanding debt as of that date is \$3.1 billion. Also, there is \$0.7 billion of additional long-term debt authorized but unissued.

DEBT SERVICE  
(thousands of dollars)

Year Ending June 30, 2006						Year Ending June 30, 2008		
Orig. & (S)Supple- mental	Reapp. & (R)Recpts.	Transfers & (E)Emer- gencies	Total Available	Expended		2007 Adjusted Approp.	Requested	Recom- mended
155,656	---	---	155,656	155,653	Interest on Bonds	173,539	173,323	173,323
13,670	---	---	13,670	13,670	Bond Redemption	254,246	267,075	267,075
<b>169,326</b>	<b>---</b>	<b>---</b>	<b>169,326</b>	<b>169,323</b>	<b>Total Appropriation</b>	<b>427,785</b>	<b>440,398</b>	<b>440,398</b>
102	---	---	102	102	Water Conservation Bonds (P.L. 1969, c. 127)	825	721	721
10	---	---	10	10	State Recreation and Conservation Land Acquisition and Development Bonds (P.L. 1974, c. 102)	157	---	---
20	---	---	20	20	Clean Waters Bonds (P.L. 1976, c. 92)	205	100	100
134	---	---	134	134	State Land Acquisition and Development Bonds (P.L. 1978, c. 118)	813	277	277
50	---	---	50	49	Transportation Rehabilitation and Improvement Bonds (P.L. 1979, c. 165)	786	---	---
63	---	---	63	63	Energy Conservation Bonds (P.L. 1980, c. 68)	236	236	236
1,115	---	---	1,115	1,115	Natural Resources Bonds (P.L. 1980, c. 70)	1,888	1,731	1,731
136	---	---	136	135	Hazardous Discharge Bonds (P.L. 1981, c. 275)	744	587	587
716	---	---	716	716	Community Development Bonds (P.L. 1981, c. 486)	555	318	318
13	---	---	13	13	1983 New Jersey Green Acres Bonds (P.L. 1983, c. 354)	100	100	100
3	---	---	3	3	Shore Protection Bonds (P.L. 1983, c. 356)	53	---	---
15	---	---	15	15	Human Services Facilities Construction Bonds (P.L. 1984, c. 157)	235	---	---

# DEBT SERVICE

## DEBT SERVICE (thousands of dollars)

Year Ending June 30, 2006						Year Ending June 30, 2008		
Orig. & (S)Supple- mental	Reapp. & (R)Recpts.	Transfers & (E)Emer- gencies	Total Available	Expended		2007 Adjusted Approp.	Requested	Recom- mended
122,642	---	---	122,642	122,642	Refunding Bonds (P.L. 1985, c. 74 as amended by P.L. 1992, c. 182)	311,650	322,392	322,392
1,401	---	---	1,401	1,401	Resource Recovery and Solid Waste Disposal Facility Fund (P.L. 1985, c. 330)	1,340	1,338	1,338
7,670	---	---	7,670	7,670	Hazardous Discharge Bonds (P.L. 1986, c. 113)	11,567	10,164	10,164
229	---	---	229	229	1987 Green Acres, Cultural Centers and Historic Preservation Bonds (P.L. 1987, c. 265)	802	806	806
760	---	---	760	760	Jobs, Education and Competitiveness Bonds (P.L. 1988, c. 78)	5,888	1,954	1,954
778	---	---	778	778	1989 Bridge Rehabilitation and Improvement, and Railroad Right-of-Way Preservation Bonds (P.L. 1989, c. 108)	4,138	3,614	3,614
243	---	---	243	243	Stormwater Management and Combined Sewer Overflow Abatement Bonds (P.L. 1989, c. 181)	676	682	682
1,694	---	---	1,694	1,693	1989 New Jersey Open Space Preservation Bonds (P.L. 1989, c. 183)	7,578	4,903	4,903
544	---	---	544	544	Public Purpose Buildings and Community-Based Facilities Construction Bonds (P.L. 1989, c. 184)	1,736	1,736	1,736
4,353	---	-473	3,880	3,880	Green Acres, Clean Water, Farmland and Historic Preservation Bond Act of 1992 (P.L. 1992, c. 88)	16,271	13,748	13,748
3,828	---	---	3,828	3,828	Developmental Disabilities Waiting List Reduction and HS Facility Construction Bonds (P.L. 1994, c. 108)	9,217	8,646	8,646
5,071	---	---	5,071	5,071	Green Acres, Farmland and Historic Preservation, and Blue Acres Bond Act of 1995 (P.L. 1994, c. 108)	16,509	16,512	16,512
2,481	---	473	2,954	2,954	Port of New Jersey Revitalization, Dredging Bonds (P.L. 1996 c. 70)	5,136	5,121	5,121
3,809	---	---	3,809	3,809	Urban and Rural Centers Unsafe Buildings Demolition Bonds (P.L. 1997, c. 125)	3,808	3,809	3,809
11,446	---	---	11,446	11,446	Statewide Transportation and Local Bridge Bond Act of 1999 (P.L. 1999, c. 181)	24,872	24,853	24,853
---	---	---	---	---	Payments on Future Bond Sales	---	16,050	16,050
<b>169,326</b>	<b>---</b>	<b>---</b>	<b>169,326</b>	<b>169,323</b>	<b>Total Appropriation</b>	<b>427,785</b>	<b>440,398</b>	<b>440,398</b>



**DESCRIPTION OF BOND FUNDS  
FINANCED BY DEBT SERVICE APPROPRIATION**

**PUBLIC BUILDINGS CONSTRUCTION BONDS--1968**

An amount of \$337,500,000 was authorized for the construction or reconstruction and rehabilitation of various institutions and the equipment necessary for the operation of the facilities. Among the types of institutional facilities included are mental health and mental retardation, correctional, higher education, including state and county colleges, vocational education, and facilities to establish a public broadcasting system within the State of New Jersey.

**WATER CONSERVATION BONDS--1969**

An amount of \$271,000,000 was authorized for planning, developing, constructing and maintaining facilities to provide adequate supplies of water for potable, industrial, commercial, irrigational and recreational purposes.

**HIGHER EDUCATION CONSTRUCTION BONDS--1971**

An amount of \$155,000,000 was authorized for the construction and rehabilitation of State institutions for higher education and for county colleges.

**STATE TRANSPORTATION BONDS--1968**

An amount of \$640,000,000 was authorized to improve the public transportation system of the State. Of this amount, not more than \$200,000,000 was for mass transportation facilities with the remainder for the improvement of highways.

**STATE RECREATION AND CONSERVATION LAND ACQUISITION BONDS--1971**

An amount of \$80,000,000 was authorized for the acquisition of land by the State and by municipalities through state grants for recreation and conservation purposes.

**STATE RECREATION AND CONSERVATION LAND ACQUISITION AND DEVELOPMENT BONDS--1974**

An amount of \$200,000,000 was authorized for the acquisition of land by the State and municipalities through state grants, for recreation and conservation purposes. In addition, this Act also provides funds for state and local development of acquired lands to expand and enhance their utilization for recreation and conservation purposes.

**CLEAN WATERS BONDS--1976**

An amount of \$120,000,000 was authorized for the conservation and development of water resources through construction of water supply and waste water treatment facilities.

**INSTITUTIONS CONSTRUCTION BONDS--1976**

An amount of \$80,000,000 was authorized to provide safe and humane facilities at institutions for the mentally ill, mentally retarded and incarcerated through construction of new facilities or rehabilitation and improvement of existing facilities. An amount of \$41,500,000 was allocated to the Department of Corrections and \$38,500,000 was allocated to the Department of Human Services.

**STATE MORTGAGE ASSISTANCE BONDS--1976**

An amount of \$25,000,000 was authorized for construction, rehabilitation and maintenance of housing for senior citizens and families of low and moderate income and to provide funds for second mortgage assistance.

**BEACHES AND HARBORS BONDS--1977**

An amount of \$30,000,000 was authorized for the restoration, maintenance and protection of the State's beaches and harbors.

**MEDICAL EDUCATION FACILITIES BONDS--1977**

An amount of \$120,000,000 was authorized for the issuance of general obligation bonds of the State to refinance revenue bonds issued in 1974 by the New Jersey Health Care Facilities Financing Authority. The refinancing reduced interest costs for the construction of the teaching hospital at the University of Medicine and Dentistry of New Jersey and provided substantial savings (\$25 million) which were made available for other needed medical facilities.

## **DEBT SERVICE**

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### **EMERGENCY FLOOD CONTROL BONDS--1978**

An amount of \$25,000,000 was authorized to develop and maintain flood control facilities and to develop a comprehensive flood control master plan for the State.

### **INSTITUTIONAL CONSTRUCTION BONDS--1978**

An amount of \$100,000,000 was authorized for various state facilities. An amount of \$59,000,000 was allocated to construct or rehabilitate facilities for the mentally retarded in concert with the federal program for Intermediate Care Facilities/Mentally Retarded (ICF/MR) and the construction or rehabilitation of mental health facilities. An amount of \$30,000,000 was allocated for correctional facilities. In addition, \$6,500,000 was allocated for a library for the blind and handicapped and \$4,500,000 was allocated for a forensic laboratory for the State Medical Examiner.

### **STATE LAND ACQUISITION AND DEVELOPMENT BONDS--1978**

An amount of \$200,000,000 was authorized for state and local acquisition and development to conserve open space and provide recreation areas. Half of the amount authorized is allocated to urban areas.

### **TRANSPORTATION REHABILITATION AND IMPROVEMENT BONDS--1979**

An amount of \$475,000,000 was authorized to improve state highways, county and municipal roads, and public transportation facilities.

### **ENERGY CONSERVATION BONDS--1980**

An amount of \$50,000,000 was authorized for energy audits and renovation of public buildings for the purpose of reducing energy consumption.

### **NATURAL RESOURCES BONDS--1980**

An amount of \$145,000,000 was authorized for development, acquisition, and construction of resource recovery facilities, sewage treatment facilities, water supply facilities, dam restoration projects, and harbor cleanup. An amount of \$50,000,000 was allocated for resource recovery; \$60,000,000 for sewage treatment; \$12,000,000 for harbor cleanup; \$15,000,000 for dam restoration; and \$8,000,000 for water supply.

### **PUBLIC PURPOSE BUILDINGS CONSTRUCTION BONDS--1980**

An amount of \$159,000,000 was authorized for the construction, equipping, and/or the demolition of public buildings. An amount of \$92,000,000 was allocated to the Department of Human Services for facilities for the mentally retarded, mentally ill, disabled veterans, and for a loan guarantee program for the construction of nursing homes. The Department of Corrections was allocated \$67,000,000 for correctional facilities.

### **WATER SUPPLY BONDS--1981**

An amount of \$350,000,000 was authorized for state or local projects to rehabilitate, repair or consolidate antiquated, damaged or inadequately operating water supply facilities and to plan, design, acquire and construct various state water supply facilities.

### **HAZARDOUS DISCHARGE BONDS--1981**

An amount of \$100,000,000 was authorized for the identification, cleanup and removal of hazardous discharges.

### **FARMLAND PRESERVATION BONDS--1981**

An amount of \$50,000,000 was authorized for the purchase of development easements on farmland and to provide State matching funds for soil and water conservation projects.

### **COMMUNITY DEVELOPMENT BONDS--1982**

An amount of \$85,000,000 was authorized to capitalize the New Jersey Local Development Financing Fund and to provide support for revitalization and development of, and the creation of urban industrial parks.

**CORRECTIONAL FACILITIES CONSTRUCTION BONDS--1982**

An amount of \$170,000,000 was authorized for the planning, erection, acquisition, improvement, development and equipping of correctional facilities. These funds will be used to alleviate present and anticipated problems of overcrowding in state and county prisons.

**NEW JERSEY GREEN ACRES BONDS--1983**

An amount of \$135,000,000 was authorized for state and local acquisition and development to conserve open space and provide recreation areas. An amount of \$52,000,000 was allocated for state acquisition and development and \$83,000,000 was allocated for loans to local governments.

**SHORE PROTECTION BONDS--1983**

An amount of \$50,000,000 was authorized for restoration, maintenance and protection of beaches and harbors.

**NEW JERSEY BRIDGE REHABILITATION AND IMPROVEMENTS BONDS--1983**

An amount of \$135,000,000 was authorized for the construction, reconstruction, improvement and repair to state and local bridges. An amount of \$97,500,000 was allocated for state bridges and \$37,500,000 was allocated for local bridges.

**JOBS, SCIENCE AND TECHNOLOGY BONDS--1984**

An amount of \$90,000,000 was authorized for the construction and improvement of technical and engineering facilities and for high technology job training and retraining programs at public and private institutions of higher education. The New Jersey Commission on Science and Technology was allocated \$57,000,000 for the establishment and construction of advanced technology centers. The Department of Higher Education was allocated \$23,000,000 for the construction of undergraduate facilities and \$10,000,000 for engineering programs and Computer-Assisted-Design and Computer-Assisted-Manufacturing Centers.

**HUMAN SERVICES FACILITIES CONSTRUCTION BONDS--1984**

An amount of \$60,000,000 was authorized for the planning, construction, acquisition, improvement, development and equipping of Human Service's facilities and for community programs.

**PINELANDS INFRASTRUCTURE TRUST BONDS--1985**

An amount of \$30,000,000 was authorized to provide grants and loans to local governments located in the Pinelands for infrastructure needs.

**WASTEWATER TREATMENT BONDS--1985**

An amount of \$190,000,000 was authorized for two major areas. An amount of \$150,000,000 was allocated for grants and loans for the construction of wastewater treatment facilities and \$40,000,000 was allocated to the New Jersey Wastewater Treatment Trust of 1985.

**RESOURCE RECOVERY AND SOLID WASTE DISPOSAL FACILITY BONDS--1985**

An amount of \$85,000,000 was authorized to provide loans to local governments for construction of resource recovery facilities.

**HAZARDOUS DISCHARGE BONDS--1986**

An amount of \$200,000,000 was authorized for the identification, cleanup and removal of hazardous discharges.

**CORRECTIONAL FACILITIES CONSTRUCTION BONDS--1987**

An amount of \$198,000,000 was authorized for the planning, erection, acquisition, improvement and development of correctional facilities.

## **DEBT SERVICE**

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### **NEW JERSEY GREEN ACRES CULTURAL CENTERS AND HISTORIC PRESERVATION BONDS--1987**

An amount of \$100,000,000 was authorized for the construction and development of cultural centers and for restoration, repair and rehabilitation of historic structures. An amount of \$40,000,000 was allocated to the Department of State for state grants for cultural center development. The Department of Environmental Protection and Energy was allocated \$25,000,000 for historic preservation grants and loans and \$35,000,000 for grants and loans to local government units for Green Acres projects.

### **JOBS, EDUCATION AND COMPETITIVENESS BONDS--1988**

An amount of \$350,000,000 was authorized for the construction and renovation of classrooms, libraries, computer facilities, and a network of high technology research centers at colleges and universities. An amount of \$308,000,000 was designated for higher education construction and renovations. The remaining \$42,000,000 was designated to the New Jersey Commission on Science and Technology to establish and build an expanded network of advanced technology centers.

### **NEW JERSEY BRIDGE REHABILITATION AND IMPROVEMENT, AND RAILROAD RIGHT-OF-WAY PRESERVATION BONDS--1989**

An amount of \$115,000,000 was authorized for the rehabilitation and improvement of bridges and the preservation and acquisition of railroad rights-of-way. An amount of \$45,000,000 was designated for the rehabilitation of bridges carrying state highways; \$45,000,000 was designated for bridges carrying county and municipal roads; and \$25,000,000 was designated for the preservation and acquisition of railroad rights-of-way.

### **STORMWATER MANAGEMENT AND COMBINED SEWER OVERFLOW ABATEMENT BONDS--1989**

An amount of \$50,000,000 was authorized for the purpose of providing grants and low interest loans to local government units for the costs of projects to manage stormwater and abate combined sewer overflows into the State's waters and other improper connections of stormwater and sewer systems.

### **OPEN SPACE PRESERVATION BONDS--1989**

An amount of \$300,000,000 was authorized for the purchase and development of land for recreation and conservation purposes and to provide state matching funds for soil and water conservation projects. The Department of Environmental Protection and Energy was allocated \$230,000,000 for acquisition of lands for recreational development and conservation purposes and \$20,000,000 for funding development potential transfer banks. The Department of Agriculture was allocated \$50,000,000 for the preservation of farmland for agricultural use and production.

### **PUBLIC PURPOSE BUILDINGS AND COMMUNITY-BASED FACILITIES CONSTRUCTION BONDS--1989**

An amount of \$125,000,000 was authorized for the purchase, construction, and renovation of public buildings. An amount of \$90,000,000 was allocated to the Department of Human Services for facilities for the mentally ill and developmentally disabled. The Department of Corrections was allocated \$35,000,000 for the construction of correctional facilities.

### **GREEN ACRES, CLEAN WATER, FARMLAND AND HISTORIC PRESERVATION BONDS--1992**

A total amount of \$345,000,000 was authorized, of which the Department of Environmental Protection and Energy was authorized an amount of \$200,000,000 for acquisition and development of lands for recreation and conservation purposes, \$25,000,000 for historic preservation projects, \$20,000,000 for dam restoration and inland waters projects, and \$50,000,000 for financing wastewater treatment system projects. The Department of Agriculture was provided with \$50,000,000 for the preservation of farmland for agricultural use and production.

### **DEVELOPMENTAL DISABILITIES WAITING LIST REDUCTION, AND HUMAN SERVICES FACILITIES CONSTRUCTION BONDS--1994**

The Department of Human Services was authorized an amount of \$160,000,000 for institutional and community projects for clients served by the Department of Human Services, including clients of the Division of Developmental Disabilities. An amount of \$130,000,000 was allocated for renovations of existing community-based facilities and expansion and creation of new community-based facilities. An amount of \$30,000,000 was allocated for necessary capital improvements at the various institutions operated by the Department of Human Services.

**GREEN ACRES, FARMLAND AND HISTORIC PRESERVATION, AND BLUE ACRES BONDS--1995**

A total amount of \$340,000,000 was authorized, of which the Department of Environmental Protection was allocated \$250,000,000 for acquisition and development of lands for recreation and conservation purposes, and to provide state matching funds for recreation and conservation projects, \$10,000,000 for historic preservation projects, \$15,000,000 for the acquisition of coastal area lands that have or are prone to damage by storms or storm related flooding, and \$15,000,000 to purchase lands in the floodway of the Passaic River. The Department of Agriculture was allocated \$50,000,000 for the preservation of farmland for agricultural use and production.

**PORT OF NEW JERSEY REVITALIZATION, DREDGING, ENVIRONMENTAL CLEANUP, LAKE RESTORATION, AND DELAWARE BAY AREA ECONOMIC DEVELOPMENT BONDS--1996**

The Department of Environmental Protection was authorized a total amount of \$300,000,000 of which, \$185 million was allocated for the construction of subaqueous pits and a containment facility for the disposal of dredged material from the New Jersey/New York port region, \$20 million for dredging navigational channels not located in the port region, \$70 million for remediation of hazardous discharge sites, \$5 million for lake restoration projects and \$20 million for financing economic development sites in the Delaware River and Bay Region.

**URBAN AND RURAL CENTERS UNSAFE BUILDINGS DEMOLITION BONDS--1997**

An amount of \$20,000,000 was authorized for the purpose of providing loans to municipalities for the demolition and disposal of unsafe buildings in urban and rural centers.

**STATEWIDE TRANSPORTATION AND LOCAL BRIDGE BONDS--1999**

An amount of \$500,000,000 was authorized for the purpose of rehabilitating and improving the State transportation system, including local bridges. Of the total amount authorized, \$250,000,000 was allocated for grants to county and municipal governments for rehabilitation and improvement of structurally deficient bridges carrying county or municipal roads, including railroad overhead bridges. The remaining \$250,000,000 was allocated for transportation projects.

**DAM, LAKE, STREAM, AND WASTEWATER TREATMENT PROJECT BONDS--2003**

An amount of \$200,000,000 was authorized for the purposes of dam restoration and repair projects, lake dredging and restoration projects, stream cleaning and desnagging projects. Of the total amount authorized, \$15,000,000 was allocated to restore and repair State-owned dams, \$105,000,000 was allocated for low-interest loans to owners of private dams for dam restoration and repairs projects, \$30,000,000 was allocated for low-interest loans to owners of private lakes and streams and private lake associations for lake dredging, restoration, or stream cleaning and desnagging projects, necessary to diminish severe flooding, and \$50,000,000 was allocated for wastewater treatment system projects.

# DEBT SERVICE

## 42. DEPARTMENT OF ENVIRONMENTAL PROTECTION 40. COMMUNITY DEVELOPMENT AND ENVIRONMENTAL MANAGEMENT 46. ENVIRONMENTAL PLANNING AND ADMINISTRATION

### APPROPRIATIONS DATA (thousands of dollars)

Year Ending June 30, 2006						Year Ending June 30, 2008		
Orig. & (S)Supple- mental	Reapp. & (R)Recpts.	Transfers & (E)Emer- gencies	Total Available	Expended		2007 Adjusted Approp.	Requested	Recom- mended
16,410	---	---	16,410	16,408	Interest on Bonds	14,844	12,570	12,570
8,265	---	---	8,265	8,265	Bond Redemption	49,820	44,220	44,220
<b>24,675</b>	<b>---</b>	<b>---</b>	<b>24,675</b>	<b>24,673</b>	<b>Total Appropriation (a)</b>	<b>64,664</b>	<b>56,790</b>	<b>56,790</b>
<b>Distribution by Object</b>								
Special Purpose:								
Interest:								
102	---	---	102	102	Water Conservation Bonds (P.L. 1969, c. 127)	73	36	36
10	---	---	10	10	State Recreation and Conservation Land Acquisition and Development Bonds (P.L. 1974, C. 102)	5	---	---
20	---	---	20	20	Clean Waters Bonds (P.L. 1976, c. 92)	13	5	5
134	---	---	134	134	State Land Acquisition and Development Bonds (P.L. 1978, c. 118)	105	77	77
1,095	---	---	1,095	1,095	Natural Resources Bonds (P.L. 1980, c. 70)	886	836	836
136	---	---	136	135	Hazardous Discharge Bonds (P.L. 1981, c. 275)	122	92	92
13	---	---	13	13	1983 New Jersey Green Acres Bonds (P.L. 1983, c. 354)	10	5	5
3	---	---	3	3	Shore Protection Bonds (P.L. 1983, c. 356)	2	---	---
341	---	---	341	341	Resource Recovery and Solid Waste Disposal Facility Bonds (P.L. 1985, c.330)	305	253	253
1,810	---	---	1,810	1,810	Hazardous Discharge Bonds (P.L. 1986, c. 113)	1,541	1,204	1,204
229	---	---	229	229	1987 Green Acres, Cultural Centers and Historic Preservation Bonds (P.L. 1987, c. 265)	222	191	191
1,139	---	---	1,139	1,138	1989 New Jersey Open Space Preservation Bonds (P.L. 1989, c. 183)	929	633	633
243	---	---	243	243	Stormwater Management and Combined Sewer Overflow Abatement Bonds (P.L. 1989, c. 181)	206	182	182
3,583	---	-473	3,110	3,110	Green Acres, Clean Water, Farmland and Historic Preservation Bonds (P.L. 1992, c. 88)	3,200	2,573	2,573
5,071	---	---	5,071	5,071	Green Acres, Farmland and Historic Preservation and Blue Acres Bonds (P.L. 1995 c. 204)	4,764	4,157	4,157
2,481	---	473	2,954	2,954	Port of New Jersey Revitalization, Dredging Bonds (P.L. 1996 c. 70)	2,461	2,326	2,326
Redemption:								
---	---	---	---	---	Water Conservation Bonds (P.L. 1969, c. 127)	752	685	685
---	---	---	---	---	State Recreation and Conservation Land Acquisition and Development Bonds (P.L. 1974, c. 102)	152	---	---
---	---	---	---	---	Clean Waters Bonds (P.L. 1976, c. 92)	192	95	95
---	---	---	---	---	State Land Acquisition and Development Bonds (P.L. 1978, c. 118)	708	200	200
20	---	---	20	20	Natural Resources Bonds (P.L. 1980, c. 70)	1,002	895	895

# DEBT SERVICE

Year Ending June 30, 2006						Year Ending June 30, 2008		
Orig. & (S)Supple- mental	Reapp. & (R)Recpts.	Transfers & (E)Emer- gencies	Total Available	Expended		2007 Adjusted Approp.	Requested	Recom- mended
---	---	---	---	---	Hazardous Discharge Bonds (P.L. 1981, c. 275)	622	495	495
---	---	---	---	---	1983 New Jersey Green Acres Bonds (P.L. 1983, c. 354)	90	95	95
---	---	---	---	---	Shore Protection Bonds (P.L. 1983, c. 356)	51	---	---
1,060	---	---	1,060	1,060	Resource Recovery and Solid Waste Disposal Facility Bonds (P.L. 1985, c. 330)	1,035	1,085	1,085
5,860	---	---	5,860	5,860	Hazardous Discharge Bonds (P.L. 1986, c. 113)	10,026	8,960	8,960
---	---	---	---	---	1987 Green Acres, Cultural Centers and Historic Preservation Bonds (P.L. 1987, c. 265)	580	615	615
555	---	---	555	555	1989 New Jersey Open Space Preservation Bonds (P.L. 1989, c. 183)	6,649	4,270	4,270
---	---	---	---	---	Stormwater Management and Combined Sewer Overflow Abatement Bonds (P.L. 1989, c. 181)	470	500	500
770	---	---	770	770	Green Acres, Clean Water, Farmland and Historic Preservation Bonds (P.L. 1992, c. 88)	13,071	11,175	11,175
---	---	---	---	---	Green Acres, Farmland and Historic Preservation and Blue Acres Bonds (P.L. 1995 c. 204)	11,745	12,355	12,355
---	---	---	---	---	Port of New Jersey Revitalization, Dredging Bonds (P.L. 1996 c. 70)	<u>2,675</u>	<u>2,795</u>	<u>2,795</u>
24,675	---	---	24,675	24,673	<i>Total Special Purpose</i>	<i>64,664</i>	<i>56,790</i>	<i>56,790</i>

## Notes --

- (a) The fiscal 2006 appropriations in the various debt service accounts have been adjusted to reflect the \$4.8 million in debt service savings from the refunding of bonds and to permit the proper debt service payments.

<b>24,675</b>	<b>---</b>	<b>---</b>	<b>24,675</b>	<b>24,673</b>	<b>Total Appropriation, Department of Environmental Protection</b>	<b>64,664</b>	<b>56,790</b>	<b>56,790</b>
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# DEBT SERVICE

## 82. DEPARTMENT OF THE TREASURY 70. GOVERNMENT DIRECTION, MANAGEMENT, AND CONTROL 76. MANAGEMENT AND ADMINISTRATION

### APPROPRIATIONS DATA (thousands of dollars)

Year Ending June 30, 2006					Year Ending June 30, 2008			
Orig. & (S)Supple- mental	Reapp. & (R)Recpts.	Transfers & (E)Emer- gencies	Total Available	Expended		2007 Adjusted Approp.	Requested	Recom- mended
139,246	---	---	139,246	139,245	Interest on Bonds	158,695	160,753	160,753
5,405	---	---	5,405	5,405	Bond Redemption	204,426	222,855	222,855
<b>144,651</b>	<b>---</b>	<b>---</b>	<b>144,651</b>	<b>144,650</b>	<b>Total Appropriation (a)</b>	<b>363,121</b>	<b>383,608</b>	<b>383,608</b>
<b>Distribution by Object</b>								
Special Purpose:								
Interest:								
50	---	---	50	49	Transportation Rehabilitation Bonds (P.L. 1979, c. 165)	25	---	---
43	---	---	43	43	Energy Conservation Bonds (P.L. 1980, c. 68)	36	26	26
86	---	---	86	86	Community Development Bonds (P.L. 1981, c. 486)	42	18	18
15	---	---	15	15	Human Services Facilities Construction Bonds (P.L. 1984, c. 157)	7	---	---
122,642	---	---	122,642	122,642	Refunding Bonds (P.L. 1985, c. 74, as amended by P.L. 1992, c. 182)	144,624	132,467	132,467
760	---	---	760	760	Jobs, Education and Competitiveness Bonds (P.L. 1988, c. 78)	571	369	369
544	---	---	544	544	Public Purpose Buildings and Community-Based Facilities Construction Bonds (P.L. 1989, c. 184)	491	426	426
778	---	---	778	778	1989 Bridge Rehabilitation & Improvement and Railroad Right-of-Way Preservation Bonds (P.L. 1989, c. 108)	710	539	539
2,303	---	---	2,303	2,303	Develop Disabil. Waiting List Reduction and Human Services Bonds (P.L. 1994, c. 108)	2,039	1,691	1,691
579	---	---	579	579	Urban and Rural Centers Unsafe Buildings Demolition Bonds (P.L. 1997, c. 125)	438	274	274
11,446	---	---	11,446	11,446	Statewide Transportation and Local Bridge Bond Act of 1999 (P.L. 1999, c. 181)	9,712	8,893	8,893
---	---	---	---	---	Payments on Future Bond Sales	---	16,050	16,050
Redemption:								
---	---	---	---	---	Transportation Rehabilitation and Improvement Bonds (P.L. 1979, c. 165)	761	---	---
20	---	---	20	20	Energy Conservation Bonds (P.L. 1980, c. 68)	200	210	210
630	---	---	630	630	Community Development Bonds (P.L. 1981, c. 486)	513	300	300
---	---	---	---	---	Human Services Facilities Construction Bonds (P.L. 1984, c. 157)	228	---	---
---	---	---	---	---	Refunding Bonds (P.L. 1985, c. 74, as amended by P.L. 1992, c. 182)	167,026	189,925	189,925
---	---	---	---	---	Jobs, Education and Competitiveness Bonds (P.L. 1988, c. 78)	5,317	1,585	1,585
---	---	---	---	---	Public Purpose Buildings and Community-Based Facilities Construction Bonds (P.L. 1987, c. 184)	1,245	1,310	1,310
---	---	---	---	---	1989 Bridge Rehabilitation & Improvement and Railroad Right-of-Way Preservation Bonds (P.L. 1989 c. 108)	3,428	3,075	3,075
1,525	---	---	1,525	1,525	Developmental Disabilities Waiting List Reduction and Human Services Bonds (P.L. 1994, c. 108)	7,178	6,955	6,955



# DEBT SERVICE

Year Ending June 30, 2006						Year Ending June 30, 2008		
Orig. & (S)Supple- mental	Reapp. & (R)Recpts.	Transfers & (E)Emer- gencies	Total Available	Expended		2007 Adjusted Approp.	Requested	Recom- mended
3,230	---	---	3,230	3,230	Urban and Rural Centers Unsafe Buildings Demolition Bonds (P.L. 1997, c. 125)	3,370	3,535	3,535
---	---	---	---	---	Statewide Transportation and Local Bridge Bond Act of 1999 (P.L. 1999, c. 181)	<u>15,160</u>	<u>15,960</u>	<u>15,960</u>
144,651	---	---	144,651	144,650	Total Special Purpose	363,121	383,608	383,608

## Notes --

- (a) The fiscal 2006 appropriations in the various debt service accounts have been adjusted to reflect the \$4.8 million in debt service savings from the refunding of bonds and to permit the proper debt service payments.

## Language Recommendations --

Notwithstanding the provisions of any law or regulation to the contrary, such sums as may be needed for the payment of interest and/or principal due from the issuance of any bonds authorized under the several bond acts of the State are appropriated and shall first be charged to the earnings from the investments of such bond proceeds and/or repayments of loans from the applicable bond funds established under such bond acts, and monies are appropriated from such bond funds for the purpose of paying interest and/or principal on the bonds issued pursuant to such bond acts. Where required by law, such sums shall be used to fund a reserve for the payment of interest and/or principal on the bonds authorized under the bond act. Furthermore, where required by law, the amounts appropriated herein are allocated to the projects heretofore approved by the Legislature pursuant to those bond acts.

There are appropriated such sums as may be needed for the payment of debt service administrative costs.

Subsequent to the refunding of bonds in the current fiscal year, the Director of the Division of Budget and Accounting is authorized to reallocate amounts appropriated hereinabove among the various debt service accounts to reflect the debt service savings of the refunding and to permit the proper debt service payments.

144,651	---	---	144,651	144,650	Total Appropriation, Department of the Treasury	363,121	383,608	383,608
169,326	---	---	169,326	169,323	Grand Total, Debt Service	427,785	440,398	440,398

# NOTES



## **Language Provisions**

This section includes the General Language provisions which provide certain restrictions on the use of State and Federal Fund appropriations.

## FEDERAL FUNDS PROVISIONS

Notwithstanding the provisions of any State law or regulation to the contrary, no State agency shall accept or expend federal funds except as appropriated by the Legislature or otherwise provided in this act.

In addition to the federal funds appropriated in this act, there are appropriated the following federal funds, subject to the approval of the Director of the Division of Budget and Accounting: emergency disaster aid funds; pass-through grants to political subdivisions of the State over which the State is not permitted to exercise discretion in the use or distribution of the funds and for which no State matching funds are required; the first 25% of unanticipated grant awards, and up to 25% of increases in previously anticipated grant awards for which no State matching funds are required except, for the purpose of this section, federal funds received by one executive agency that are ultimately expended by another executive agency shall not be considered pass-through grants; federal financial aid funds for students attending post-secondary educational institutions in excess of the amount specifically appropriated, and any such grants intended to prevent threats to homeland security up to 100% of previously anticipated or unanticipated grant award amounts for which no State matching funds are required, provided however, that the Director of the Division of Budget and Accounting shall notify the Legislative Budget and Finance Officer of such grants; and all other grants of \$500,000 or less which have been awarded competitively.

For the purposes of federal funds appropriations, “political subdivisions of the State” means counties, municipalities, school districts, or agencies thereof, regional, county or municipal authorities, or districts other than interstate authorities or districts; “discretion” refers to any action in which an agency may determine either the amount of funds to be allocated or the recipient of the allocation; and “grants” refers to one-time, or time limited awards, which are received pursuant to submission of a grant application in competition with other grant applications.

The unexpended balances at the end of the preceding fiscal year of federal funds are appropriated for the same purposes. The Director of the Division of Budget and Accounting shall inform the Legislative Budget and Finance Officer by November 1, 2007 of any unexpended balances which are continued.

The appropriate executive agencies shall prepare and submit to the Senate Budget and Appropriations Committee and the Assembly Appropriations Committee, or their successors, by March 1, 2008, reports on proposed expenditures during the current fiscal year for the following federal programs: the alcohol, drug abuse and mental health block grant; the education block grant; the community services block grant; the jobs training partnership block grant; the low income energy assistance block grant; the maternal and child health block grant; the preventive health and health services block grant; the small cities block grant; the social services block grant; and the child care block grant. These reports shall account for all federal, State and local funds which are anticipated to be expended on block grant programs, shall provide an accounting of block grant expenditures during the prior fiscal year, and shall provide a detailed list of contracts awarded to provide services under the block grants.

Out of the appropriations herein, the Director of the Division of Budget and Accounting is empowered to approve payments to liquidate any unrecorded liabilities for materials delivered or services rendered in prior fiscal years, upon the written recommendations of any department head or the department head’s designated representative. The Director of the Division of Budget and Accounting shall reject any recommendations for payment which the Director deems improper.

The sum herein appropriated to the Department of Transportation for the Hudson-Bergen Light Rail Transit System is hereby appropriated, to the extent necessary, to pay the principal of and interest on the grant anticipation notes issued by the New Jersey Transit Corporation.

In order to permit flexibility in the handling of appropriations and ensure the timely payment of claims to providers of medical services, amounts may be transferred to and from the various items of appropriation within the General Medical Services program classification, and within the federal matching funding, in the Division of Medical Assistance and Health Services in the Department of Human Services, and within the Medical Services for the Aged program classification, and within the federal matching funding, in the Division of Senior Services in the Department of Health and Senior Services, subject to the approval of the Director of the Division of Budget and Accounting. Notice thereof shall be provided to the Legislative Budget and Finance Officer on the effective date of the approved transfer.

Notwithstanding the provisions of any law, regulation or Executive Order to the contrary, any purchase by the State or by a State agency or local government unit of equipment, goods or services related to homeland security and domestic preparedness, that is paid for or reimbursed by federal funds awarded by the U.S. Department of Homeland Security or other federal agency, appropriated in the current fiscal year, may be made through the receipt of public bids or as an alternative to public bidding and subject to the provisions of this paragraph, through direct purchase without advertising for bids or rejecting bids already received but not awarded. The equipment, goods or services purchased by a local government unit shall be referred to in the grant agreement issued by the State administrative agency administering such funds and shall be authorized by resolution of the governing body of the local government unit entering into the grant agreement. Such resolution may, without subsequent action of the local governing body, simultaneously accept the grant from the State administrative agency, authorize the insertion of the revenue and offsetting appropriation in the budget of the local government unit, and authorize the contracting agent of the local government unit to procure the equipment, goods or services. A copy of such resolution shall be filed with the chief financial officer of the local government unit, the State Administrative agency and the Division of Local Government Services in the Department of Community Affairs. Purchases made without public bidding shall be from vendors that shall either (1) be holders of a current State contract for the equipment, goods or services sought, or (2) be participating in a federal procurement program established by a federal department or agency, or (3) have been approved by the State Treasurer in consultation with the New Jersey Domestic Security Preparedness Task Force. All homeland security purchases herein shall continue to be subject to all grant requirements and conditions approved by the State administrative agency. The Director of the Division of Purchase and Property may enter into or participate in purchasing agreements with one or more other states, or political subdivisions or compact agencies thereof, for the purchase of such equipment, goods or services, using monies appropriated under this act, to meet the domestic preparedness and homeland security needs of this State. Such purchasing agreement may provide for the sharing of costs and the methods of payments relating to such purchases. Furthermore, a county government awarding a contract for Homeland Security equipment, goods or services, may, with the approval of the vendor, extend the terms and conditions of the contract to any other county government that wants to purchase under that contract, subject to notice and documentation requirements issued by the Director of the Division of Local Government Services.

## LANGUAGE PROVISIONS

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Of the amounts appropriated for Income Maintenance Management, amounts may be transferred to the various departments in accordance with the Division of Family Development's agreements, subject to the approval of the Director of the Division of Budget and Accounting. Any unobligated balances remaining from funds transferred to the departments shall be transferred back to the Division of Family Development subject to the approval of the Director of the Division of Budget and Accounting.

### GENERAL FUND PROVISIONS

All dedicated funds are hereby appropriated for their dedicated purposes. There are appropriated, subject to allotment by the Director of the Division of Budget and Accounting and with the approval of the Legislative Budget and Finance Officer, private contributions, revolving funds and dedicated funds received, receivable or estimated to be received for the use of the State or its agencies in excess of those anticipated, unless otherwise provided herein, and the unexpended balances at the end of the preceding fiscal year of such funds, subject to the approval of the Director of the Division of Budget and Accounting.

There are appropriated, subject to allotment by the Director of the Division of Budget and Accounting, the following: sums required to refund amounts credited to the State Treasury which do not represent State revenue; sums received representing insurance to cover losses by fire and other casualties and the unexpended balance at the end of the preceding fiscal year of such sums; sums received by any State department or agency from the sale of equipment, when such sums are received in lieu of trade-in value in the replacement of such equipment; and sums received in the State Treasury representing refunds of payments made from appropriations provided in this act.

There are appropriated, subject to allotment by the Director of the Division of Budget and Accounting, sums required to satisfy receivables previously established from which non-reimbursable costs and ineligible expenditures have been incurred.

There are appropriated, subject to allotment by the Director of the Division of Budget and Accounting, from federal or other non-State sources amounts not to exceed the cost of services necessary to document and support retroactive claims.

There are appropriated such sums as may be required to pay interest liabilities to the federal government as required by the Treasury/State agreement pursuant to the provisions of the Cash Management Improvement Act of 1990, P. L. 101-453 (31 U.S.C. s.6501 et seq.), subject to the approval of the Director of the Division of Budget and Accounting.

There are appropriated, subject to the approval of the Director of the Division of Budget and Accounting, from interest earnings of the various bond funds such sums as may be necessary for the State to comply with the federal "Tax Reform Act of 1986," P. L. 99-514 (26 U.S.C. s.1 et seq.), which requires issuers of tax-exempt debt obligations to rebate any arbitrage earnings to the federal government.

There are appropriated from the General Fund, subject to the approval of the Director of the Division of Budget and Accounting, such sums as are necessary to pay interest, at the average rate of earnings during the fiscal year from the State's general investments, to those bond funds that have borrowed money from the General Fund or other bond funds and that have insufficient resources to accrue and pay the interest expense on such borrowing.

In addition to the amounts appropriated hereinabove, such additional sums as may be necessary are appropriated to fund the costs of the collection of debts, taxes and other fees and charges owed to the State, including but not limited to the services of auditors and attorneys and enhanced compliance programs, subject to the approval of the Director of the Division of Budget and Accounting.

There is appropriated \$11,600,000 from the Legal Services Trust Fund established pursuant to section 6 of P.L. 1996, c.52 (C.22A:2-51), for transfer to the General Fund as State revenue to fund the following programs: \$8,000,000 for Legal Services of New Jersey grant, \$3,000,000 for ten additional judgeships in the Judiciary, and \$600,000 for Clinical Legal Programs for the Poor at the Rutgers-Camden Law School, the Rutgers-Newark Law School and Seton Hall Law School.

The unexpended balances at the end of the preceding fiscal year in the accounts of the several departments and agencies heretofore appropriated or established in the category of Additions, Improvements and Equipment are appropriated, subject to the approval of the Director of the Division of Budget and Accounting.

The unexpended balances at the end of the preceding fiscal year in the Capital Construction accounts for all departments and agencies are appropriated.

Unless otherwise provided, unexpended balances at the end of the preceding fiscal year in accounts of appropriations enacted subsequent to April 1, 2007 are appropriated.

The unexpended balances at the end of the preceding fiscal year in accounts that are funded by Interfund Transfers are appropriated, subject to the approval of the Director of the Division of Budget and Accounting.

Notwithstanding any provisions in this act or the provisions of any law or regulation to the contrary, no unexpended balances at the end of the preceding fiscal year are appropriated without the approval of the Director of the Division of Budget and Accounting, except that the Legislative Branch of State government shall be exempt from this provision. The Director of the Division of Budget and Accounting shall notify the Legislative Budget and Finance Officer of those instances in which unexpended balances are not appropriated pursuant to this section.

The administrative costs of the Special Education Medicaid Initiative (SEMI) and the Medicaid Administrative Claiming (MAC) program, including the participation of a consultant, are appropriated and shall be paid from the revenue received, subject to the approval of the Director of the Division of Budget and Accounting.

The following transfer of appropriations rules are in effect for the current fiscal year:

- a. To permit flexibility in the handling of appropriations, any department or agency that receives an appropriation by law, may, subject to the provisions of this section, or unless otherwise provided in this act, apply to the Director of the Division of Budget and Accounting for permission to transfer funds from one item of appropriation to a different item of appropriation. For the purposes of this section, "item of appropriation" means the spending authority identified by an organization code, appropriation source, and program code, unique to the item. If the director consents to the transfer, the amount transferred shall be credited by the director to the designated item of appropriation and notice thereof shall be provided to the Legislative Budget and Finance Officer on the effective date of the approved transfer. However, the director, after consenting thereto, shall submit the following transfer requests to the Legislative Budget and Finance Officer for legislative approval or disapproval unless otherwise provided in this act:
  - (1) Requests for the transfer of State and other nonfederal funds, in amounts greater than \$300,000, to or from any item of appropriation;
  - (2) Requests for the transfer of State and other nonfederal funds, in amounts greater than \$50,000, to or from any Special Purpose account, as defined by major object 5, or Grant account, as defined by major object 6, within an item of appropriation, from or to a different item of appropriation;
  - (3) Requests for the transfer of State and other nonfederal funds, in amounts greater than \$50,000, to or from any Special Purpose or Grant account in which the identifying organization code, appropriation source, and program code, remain the same, provided that the transfer would effect a change in the legislative intent of the appropriations;
  - (4) Requests for the transfer of State funds, in amounts greater than \$50,000, between items of appropriation in different departments or between items of appropriation in different appropriation classifications herein entitled as Direct State Services, Grants-In-Aid, State Aid, Capital Construction and Debt Service;
  - (5) Requests for the transfer of federal funds, in amounts greater than \$300,000, from one item of appropriation to another item of appropriation, if the amount of the transfer to an item in combination with the amount of the appropriation to that item would result in an amount in excess of the appropriation authority for that item, as defined by the program class;
  - (6) Requests for such other transfers as are appropriate in order to ensure compliance with the legislative intent of this act.
- b. The Joint Budget Oversight Committee or its successor may review all transfer requests submitted for legislative approval and may direct the Legislative Budget and Finance Officer to approve or disapprove any such transfer request. Transfers submitted for legislative approval pursuant to paragraph (4) of subsection a. of this section shall be made only if approved by the Legislative Budget and Finance Officer at the direction of the committee.
- c. The Legislative Budget and Finance Officer shall approve or disapprove requests for the transfer of funds submitted for legislative approval within 10 working days of the physical receipt thereof and shall return them to the director. If any provision of this act or any supplement thereto requires the Legislative Budget and Finance Officer to approve or disapprove requests for the transfer of funds, the request shall be deemed to be approved by the Legislative Budget and Finance Officer if, within 20 working days of the physical receipt of the request, he has not disapproved the request and so notified the requesting officer. However, this time period shall not pertain to any transfer request under review by the Joint Budget Oversight Committee or its successor, provided notice of such review has been given to the director.
- d. No amount appropriated for any capital improvement shall be used for any temporary purpose except extraordinary snow removal or extraordinary transportation maintenance subject to the approval of the Director of the Division of Budget and Accounting. However, an amount from any appropriation for an item of capital improvement may be transferred to any other item of capital improvement subject to the approval of the director, and, if in an amount greater than \$300,000, subject to the approval of the Legislative Budget and Finance Officer.
- e. The provisions of subsections a. through d. of this section shall not apply to appropriations made to the Legislative or Judicial branches of State government. To permit flexibility in the handling of these appropriations, amounts may be transferred to and from the various items of appropriation by the appropriate officer or designee with notification given to the director on the effective date thereof.
- f. Notwithstanding any provisions of this section to the contrary, transfers to and from the Special Purpose appropriation to the Governor for emergency or necessity under the Other Interdepartmental Accounts program classification and transfers from the appropriations to the various accounts in the category of Salary Increases and Other Benefits, both in the Interdepartmental Accounts, shall not be subject to legislative approval or disapproval.

The Director of the Division of Budget and Accounting shall make such correction of the title, text, or account number of an appropriation necessary to make such appropriation available in accordance with legislative intent. Such correction shall be by written ruling, reciting in appropriate detail the facts thereof, and reasons therefore, attested by the signature of the Director of the Division of Budget and Accounting and filed in the Division of Budget and Accounting of the Department of the Treasury as an official record thereof, and any action thereunder, including disbursement and the audit thereof, shall be legally binding and of full force and virtue. An official copy of each such written ruling shall be transmitted to the Legislative Budget and Finance Officer, upon the effective date of the ruling.

The Legislative Budget and Finance Officer with the cooperation and assistance of the Director of the Division of Budget and Accounting is authorized to adjust this appropriations bill to reflect any reorganizations which have been implemented since the presentation of the Governor's Budget Message and Recommendations.

None of the funds appropriated to the Executive Branch of State government for Information Processing, Development, Telecommunications, and Related Services and Equipment shall be available to pay for any of these services or equipment without the review of the Office of Information Technology, and compliance with statewide policies and standards and an approved department Information Technology Strategic Plan; authorization and approval by the Office of Information Technology is required for expenditure of amounts in excess of \$2,500, as shall be specified by Circular Letter.

## LANGUAGE PROVISIONS

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If the sum provided in this act for a State aid payment pursuant to formula is insufficient to meet the full requirements of the formula, all recipients of State aid shall have their allocation proportionately reduced, subject to the approval of the Director of the Division of Budget and Accounting.

When the duties or responsibilities of any department or branch, except for the Legislature and any of its agencies, are transferred to any other department or branch, it shall be the duty of the Director of the Division of Budget and Accounting and the director is hereby empowered to transfer funds appropriated for the maintenance and operation of any such department or branch to such department or branch as shall be charged with the responsibility of administering the functions so transferred. The Director of the Division of Budget and Accounting shall have the authority to create such new accounts as may be necessary to carry out the intent of the transfer. Information copies of such transfers shall be transmitted to the Legislative Budget and Finance Officer upon the effective date thereof. If such transfers may be required among appropriations made to the Legislature and its agencies, the Legislative Budget and Finance Officer, subject to the approval of the President of the Senate and the Speaker of the General Assembly, is hereby empowered and it shall be that officer's duty to effect such transactions hereinabove described and to notify the Director of the Division of Budget and Accounting upon the effective date thereof.

The Director of the Division of Budget and Accounting is empowered and it shall be the director's duty in the disbursement of funds for payment of expenses classified as salary increases and other benefits, employee benefits, debt service, rent, telephone, data processing, motor pool, insurance, travel, postage, lease payments on equipment purchases, additions, improvements and equipment, and compensation awards to credit or transfer to the Department of the Treasury, to an Interdepartmental account, or to the General Fund, as applicable, from any other department, branch or non-State fund source out of funds appropriated or credited thereto, such sums as may be required to cover the costs of such payment attributable to such other department, branch or non-State fund source, or to reimburse the Department of the Treasury, an Interdepartmental account, or the General Fund for reductions made representing statewide savings in the above expense classifications, as the director shall determine. Receipts in any non-State funds are appropriated for the purpose of such transfer.

The Governor is empowered to direct the State Treasurer to transfer from any State department to any other State department such sums as may be necessary for the cost of any emergency occasioned by aggression, civil disturbance, sabotage, or disaster.

Upon request of any department receiving non-State funds, the Director of the Division of Budget and Accounting is empowered to transfer such funds from that department to other departments as may be charged with the responsibility for the expenditure thereof.

The Director of the Division of Budget and Accounting is empowered to transfer or credit appropriations to any State agency for services provided, or to be provided, by that agency to any other agency or department; provided further, however, that funds have been appropriated or allocated to such agency or department for the purpose of purchasing these services.

Notwithstanding any law to the contrary, should appropriations in the Property Tax Relief Fund exceed available revenues, the Director of the Division of Budget and Accounting is authorized to transfer General Fund unreserved, undesignated fund balances into the Property Tax Relief Fund, providing unreserved, undesignated fund balances are available from the General Fund, as determined by the Director of the Division of Budget and Accounting.

Notwithstanding any law to the contrary, should appropriations in the Casino Revenue Fund exceed available revenues, the Director of the Division of Budget and Accounting is authorized to transfer General Fund unreserved, undesignated fund balances into the Casino Revenue Fund, providing unreserved, undesignated fund balances are available from the General Fund, as determined by the Director of the Division of Budget and Accounting.

No funds shall be expended by any State Department in the Executive Branch in connection with a contract for the production of films, videotapes, video conferences, video-assisted training, or multi-media projects that include video images unless the New Jersey Public Broadcasting Authority (PBA) has the opportunity to match any successful bid as part of any formal or informal contract award process. This is not a requirement to award a contract to PBA since the decision to award a contract may also be based on non-cost considerations.

Notwithstanding the provisions of P.L.1954, c.48 (C.52:34-6 et seq.), sums appropriated for services for the various State departments and agencies may be expended for the purchase of contract services from the New Jersey Marine Sciences Consortium as if it were a State government agency pursuant to subsection (a) of section 5 of P.L.1954, c.48 (C.52:34-10).

Out of the appropriations herein, the Director of the Division of Budget and Accounting is empowered to approve payments to liquidate any unrecorded liabilities for materials delivered or services rendered in prior fiscal years, upon the written recommendation of any department head, or the department head's designated representative. The Director of the Division of Budget and Accounting shall reject any recommendations for payment which the director deems improper.

Whenever any county, municipality, school district or a political subdivision thereof withholds funds from a State agency, or causes a State agency to make payment on behalf of a county, municipality, school district or a political subdivision thereof, then the Director of the Division of Budget and Accounting may withhold State aid payments and transfer the same as payment for such funds, as the Director of the Division of Budget and Accounting shall determine.

The Director of the Division of Budget and Accounting is empowered to establish revolving and dedicated funds as required. Notice of the establishment of such funds shall be transmitted to the Legislative Budget and Finance Officer, upon the effective date thereof.

The Director of the Division of Budget and Accounting may, upon application therefore, allot from appropriations made to any official, department, commission or board, a sum to establish a petty cash fund for the payment of expenses under rules and regulations established by the director. Allotments thus made by the Director of the Division of Budget and Accounting shall be paid to such person as shall be designated as the custodian thereof by the official, department, commission or board making a request therefore, and the money thus allotted shall be disbursed by such custodian who shall require a receipt therefore from all persons obtaining money from the fund. The director shall make regulations governing disbursement from petty cash funds.

From appropriations to the various departments of State government, the Director of the Division of Budget and Accounting is empowered to transfer sums sufficient to pay any obligation due and owing in any other department or agency.

Notwithstanding the provisions of any law or regulation to the contrary, the State Treasurer may transfer from any fund in the State Treasurer's custody, deposited with the State Treasurer pursuant to law, sufficient sums to enable payments from any appropriation made herein for any obligations due and owing. Any such transfer shall be restored out of the taxes or other revenue received in the Treasury in support of this act. Except for transfers from the several funds established pursuant to statutes that provide for interest earnings to accrue to those funds, all such transfers shall be without interest. If the statute provides for interest earnings, it shall be calculated at the average rate of earnings during the fiscal year from the State's general investments and such sums as are necessary shall be appropriated, subject to the approval of the Director of the Division of Budget and Accounting.

Any qualifying State aid appropriation, or part thereof, made from the General Fund may be transferred and recorded as an appropriation from the Property Tax Relief Fund, as deemed necessary by the State Treasurer, in order that the Director of the Division of Budget and Accounting may warrant the necessary payments; provided however, that the available unreserved, undesignated fund balance in the Property Tax Relief Fund, as determined by the State Treasurer, is sufficient to support the expenditure.

Notwithstanding any other provisions of this act, the State Treasurer, upon warrant of the Director of the Division of Budget and Accounting, shall pay any claim not exceeding \$4,000 out of any appropriations made to the several departments, provided such claim is recommended for payment by the head of such department. The Legislative Budget and Finance Officer shall be notified of the amount and description of any such claim at the time such payment is made. Any claimant who has presented a claim not exceeding \$4,000, which has been denied or not recommended by the head of such department, shall be precluded from presenting said claim to the Legislature for consideration.

Unless otherwise provided, federal grant and project receipts representing reimbursement for agency and central support services, indirect and administrative costs, as determined by the Director of the Division of Budget and Accounting, shall be transmitted to the Department of the Treasury for credit to the General Fund; provided however, that a portion of the indirect and administrative cost recoveries received which are in excess of the amount anticipated may be reclassified into a dedicated account and returned to State departments and agencies, as determined by the Director of the Division of Budget and Accounting, who shall notify the Legislative Budget and Finance Officer of the amount of such funds returned, the departments or agencies receiving such funds and the purpose for which such funds will be used, within 10 working days of any such transaction. Such receipts shall be forwarded to the Director of the Division of Budget and Accounting upon completion of the project or at the end of the fiscal year, whichever occurs earlier.

Notwithstanding the provisions of any law or regulation to the contrary, each local school district that participates in the Special Education Medicaid Initiative (SEMI) shall receive a percentage of the federal revenue realized for current year claims. The percentage share shall be 17.5% of claims approved by the State by June 30.

Notwithstanding the provisions of any law or regulation to the contrary, each local school district that participates in the Medicaid Administrative Claiming (MAC) initiative shall receive a percentage of the federal revenue realized for current year claims. The percentage share shall be 17.5% of claims approved by the State by June 30.

Notwithstanding the provisions of P.L.1943, c.188 (C.52:14-17.1 et seq.), the rate of reimbursement for mileage allowed for employees traveling by personal automobile on official business shall be \$.31 per mile.

State agencies shall prepare and submit a copy of their agency or departmental budget requests for Fiscal Year 2009 by October 1, 2007 to the Director of the Division of Budget and Accounting and a copy of their spending plans involving all State, federal and other non-State funds to the Director of the Division of Budget and Accounting and the Legislative Budget and Finance Officer by November 1, 2007, and updated spending plans on February 1, and May 1, 2008. The spending plans shall account for any changes in departmental spending which differ from this appropriations act and all supplements to this act. The spending plans shall be submitted on forms specified by the Director of the Division of Budget and Accounting.

The Director of the Division of Budget and Accounting shall provide the Legislative Budget and Finance Officer with copies of all BB-4s, Application for Non-State funds, and accompanying project proposals or grant applications, which require a State match and that may commit or require State support after the grant's expiration.

In order to provide effective cash flow management for revenues and expenditures of the General Fund and the Property Tax Relief Fund in the implementation of the fiscal year 2008 annual appropriations act, there are appropriated from the General Fund such sums as may be required to pay the principal of and interest on tax and revenue anticipation notes including notes in the form of commercial paper (hereinafter collectively referred to as short-term notes), together with any costs or obligations relating to the issuance thereof or contracts related thereto, according to the terms set forth herein. Provided further that, to the extent that short-term notes are issued for cash flow management purposes in connection with the Property Tax Relief Fund, there are appropriated from the Property Tax Relief Fund such sums as may be required to pay the principal of those short-term notes.

The State Treasurer is authorized to issue short-term notes, which notes shall not constitute a general obligation of the State or a debt or a liability within the meaning of the State Constitution, and the State Treasurer is authorized to pay any costs or obligations relating to the issuance of such short-term notes or contracts relating thereto. Such short-term notes shall be issued in such amounts and at such times as the State Treasurer shall deem necessary for the above stated purposes and for the payment of related costs, and on such terms and conditions, sold in such manner and at such prices, bearing interest at such fixed or variable rate or rates, renewable at such time or times, and entitled to such security, and using such paying agents as shall be determined by the State Treasurer. The State Treasurer is authorized to enter into such contracts and to take such other actions, all as determined by the State Treasurer to be appropriate to carry out the above cash flow management purposes. The State Treasurer shall give consideration to New Jersey-based vendors in entering into such contracts. Whenever the State Treasurer issues such short-term notes, the State Treasurer shall report on each such issuance to the Chairman of the Senate Budget and Appropriations Committee and the Chairman of the Assembly Appropriations Committee.



## LANGUAGE PROVISIONS

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The Tobacco Settlement Fund, created and established in the Department of the Treasury as a separate non-lapsing fund pursuant to section 53 of P.L.1999, c.138, is reestablished and continued. The unexpended balances at the end of the preceding fiscal year in the Tobacco Settlement Fund are appropriated. The Tobacco Settlement Fund shall be the repository for payments made by the tobacco manufacturers pursuant to the settlement agreement entered into by the tobacco manufacturers and the State on November 23, 1998 that resolved the State's pending claims against the tobacco industry and all other moneys, including interest earnings on balances in the fund, credited or transferred thereto from any other fund or source pursuant to law. Balances in the Tobacco Settlement Fund shall be deposited in such depositories as the State Treasurer may select. Amounts transferred from the Tobacco Settlement Fund to the General Fund as anticipated revenue shall be excluded when calculating deposits to the Surplus Revenue Fund pursuant to P.L.1990, c.44 (C.52:9H-14 et seq.).

Notwithstanding the provisions of any law or regulation to the contrary, funds derived from the sale or conveyance of any lands and buildings or proceeds from the sale of all fill material held by a department are appropriated for demolition, acquisition of land, rehabilitation or improvement of existing facilities and construction of new facilities subject to the approval of the Director of the Division of Budget and Accounting.

With respect to appropriations provided to various departments for services provided by the Office of Information Technology, any change by the Office of Information Technology to their rate structure that would affect the rates charged to the various State agencies for Office of Information Technology services shall first be approved by the Director of the Division of Budget and Accounting.

Notwithstanding the provisions of section 29 of P.L.1983, c.303 (C.52:27H-88), or any law or regulation to the contrary, interest earned in the current fiscal year on balances in the Enterprise Zone Assistance Fund, shall be credited to the General Fund.

Notwithstanding the provisions of any law or regulation to the contrary, funds may be transferred from the State Disability Benefits Fund to the General Fund during the current fiscal year, which transfer amount shall be based upon the actual receipt of revenue in the State Disability Benefits Fund as shall be determined by the State Treasurer in consultation with the Commissioner of Labor, subject to the approval of the Director of the Division of Budget and Accounting.

There is appropriated \$600,000 from the Casino Simulcasting Fund for transfer to the Casino Revenue Fund.

In all cases in which language authorizes the appropriation of additional receipts not to exceed a specific amount, and the specific amount is insufficient to cover the amount due for fringe benefits and indirect costs, there are appropriated from receipts such additional amounts as are required to fully cover the amount due for fringe benefits and indirect costs, subject to the approval of the Director of the Division of Budget and Accounting.

There are appropriated, out of receipts derived from any structured financing transaction, such sums as may be necessary to satisfy any obligation incurred in connection with any structured financing agreement, subject to the approval of the Director of the Division of Budget and Accounting. In addition, there are appropriated such sums as may be necessary to pay costs incurred in connection with any proposed structured financing transaction, subject to the approval of the Director of the Division of Budget and Accounting.

Notwithstanding the provisions of any departmental language or statute, no receipts in excess of those anticipated or appropriated as provided in the Departmental Revenue Statements (BB-103's) in the fiscal 2008 budget submission are available for expenditure until a comprehensive expenditure plan is submitted to and approved by the Director of the Division of Budget and Accounting.

Such sums as may be necessary are appropriated or transferred from existing appropriations for the purpose of promoting awareness to increase participation in programs that are administered by the State subject to the approval of the Director of the Division of Budget and Accounting.

There are appropriated such additional sums as may be required to pay the amount of any civil penalty imposed on a State officer, employee or custodian pursuant to section 12 of P.L.2001, c.404 (C.47:1A-11), as recommended by the Attorney General and as the Director of the Division of Budget and Accounting shall determine.

Receipts derived from the provision of copies and other materials related to compliance with P.L.2001, c.404, are appropriated for the purpose of offsetting agency and departmental expenses of complying with the public access law, subject to the approval of the Director of the Division of Budget and Accounting.

Notwithstanding the provisions of any law or regulation to the contrary, there is appropriated from the Universal Service Fund \$72,570,000 for transfer to the General Fund as State revenue.

Notwithstanding the provisions of section 32 of P.L. 2002, c.40 (C.52:9H-38) to the contrary, revenues derived from the corporation business tax during the preceding fiscal year shall not be credited to the "Corporation Business Tax Excess Revenue Fund" but shall be available as undesignated funds in the General Fund except as are dedicated by Article VIII, Section II, paragraph 6 of the State Constitution.

Any qualifying State aid or Grants-In-Aid appropriation, or part thereof, made from the General Fund may be transferred and recorded as an appropriation from the Casino Revenue Fund, as deemed necessary by the State Treasurer, in order that the Director of the Division of Budget and Accounting may warrant the necessary payments; provided however, that the available unreserved, undesignated fund balance in the Casino Revenue Fund, as determined by the State Treasurer, is sufficient to support the expenditure.

Providing that the contributions made during the current fiscal year by the University of Medicine and Dentistry of New Jersey (UMDNJ) and its affiliates to the UMDNJ Self-Insurance Reserve Fund is equal to the amount established in a memorandum of agreement between the Department of the Treasury and the University, and if after such amount having been contributed, the receipts deposited within the UMDNJ Self-Insurance Reserve Fund are insufficient to pay claims expenditures, there is appropriated from the General Fund to the Self-Insurance Reserve Fund such sums as may be necessary to pay the remaining claims, subject to the approval of the Director of the Division of Budget and Accounting.

In addition to any amounts hereinabove appropriated to pay debt service on bonds, notes and other obligations by the various independent authorities, payment of which is to be made by the State subject to appropriation pursuant to a contract with the State Treasurer or pursuant to a lease with a State department, there is hereby appropriated such additional sums as the Director of the Division of Budget and Accounting shall determine are required to pay all amounts due from the State pursuant to such contracts or leases, as applicable.

All proceeds derived from the sale of real property shall be deposited in the General Fund, and notwithstanding the provisions of any law or regulation to the contrary there are appropriated from the proceeds of the sale of real property such sums as may be determined by the State Treasurer to the department which formerly owned or operated the asset for the purpose of capital improvements, purchase of equipment, or other program expenses, subject to the approval of the Director of the Division of Budget and Accounting.

Monies appropriated pursuant to this act to counties, municipalities or school districts as State grants or State Aid may, in addition to the uses specifically provided under this act, be used for purposes of implementing best practices adopted by the New Jersey Domestic Security Preparedness Task Force.

The unexpended balances at the end of the preceding fiscal year for the Statewide Local Domestic Preparedness Equipment Grant Program are appropriated subject to the same conditions and limitations imposed pursuant to P.L.2004, c.71, subject to the approval of the Director of the Division of Budget and Accounting.

If any law requires annual State funding, and if the amount of the funding in this act is insufficient to meet the requirement, the statutory requirement shall be deemed to be suspended for the current fiscal year to the extent that the funding is insufficient.

Such sums as may be required to initiate the implementation of information systems development or modification during the current fiscal year to support fees, fines or other revenue enhancements, or to initiate cost savings or budget efficiencies that are to be implemented during the fiscal year ending June 30, 2009 and that are proposed in the Governor's Budget Message and Recommendations for the fiscal year ending June 30, 2009, shall be transferred between appropriate accounts subject to the approval of the Director of the Division of Budget and Accounting.

Notwithstanding the provisions of any law or regulation to the contrary, no funding shall be provided by any program supported in part or in whole by State funding for erectile dysfunction medications for individuals who are registered on New Jersey's Sex Offender Registry.

Due to opportunities for increased recoveries in the Department of Human Services, unexpended balances carried forward are appropriated to the developmental centers in the Department of Human Services, subject to the approval of the Director of the Division of Budget and Accounting. For the purposes of the "State Appropriations Limitation Act," P.L. 1990 (C.52:9H-24 et seq.), the amounts carried forward in these accounts and amounts carried forward in the State Employees Health Benefits accounts shall be deemed a "Base Year Appropriation."

The amounts appropriated herein for employee fringe benefits in Interdepartmental Direct-State-Services and Grants-in-Aid; Department of Education State Aid; and Department of Treasury State Aid may be transferred between accounts for the same purposes, as the Director of the Division of Budget and Accounting shall determine.

There is appropriated \$75,000,000 from the State Disability Benefits Fund for transfer to the General Fund as State revenue.

Notwithstanding the provisions of P.L.2000, c.12, or any law or regulation to the contrary, funds may be transferred from the Tobacco Settlement Fund to the General Fund during the fiscal year ending June 30, 2008, which transfer amount shall be based upon the available balances in the Tobacco Settlement Fund, subject to the approval of the Director of the Division of Budget and Accounting.

Notwithstanding the provisions of any law or regulation to the contrary, in addition to any other amounts transferred from the Unclaimed Personal Property Trust Fund to the General Fund and appropriated herein, there is appropriated from the Unclaimed Personal Property Trust Fund for transfer to the General Fund, an amount not to exceed \$2,820,721 comprising unclaimed assets seized by the County of Essex prior to January 1, 2003 pursuant to N.J.S.2C:64-1 et seq., and deposited in the Unclaimed Personal Property Trust Fund on or after July 1, 2007, which amount is appropriated subject to the approval of the Director of the Division of Budget and Accounting to the County of Essex for the purposes of funding costs of the County Prosecutor's office, including but not limited to the Prosecutor's Crime Scene Unit.

Notwithstanding the provisions of sections 5 and 6 of P.L.1990, c.44 (C.52:9H-18 and 52:9H-19) or any law or regulation to the contrary, there may be transferred from the Surplus Revenue Fund to the General Fund an amount equal to the credit made to the Surplus Revenue Fund during the 2007 fiscal year, but not in excess of \$100,000,000, as revenue for general State purposes, subject to the approval of the Director of the Division of Budget and Accounting.

There are appropriated such sums as may be necessary for legal and engineering fees, financial advisors and other consultants and services associated with, as well as any other costs determined necessary in preparation for, the monetization, sale, or lease of public assets, subject to the approval of the Director of the Division of Budget and Accounting.

Notwithstanding the provisions of P.L. 2004, c.68 (N.J.S. 34:1B-21.16 et seq.) or any law or regulation to the contrary, funds remaining in the Dedicated Cigarette Tax Revenue Fund at the end of the current fiscal year are appropriated from such fund for transfer to the General Fund as State revenue.

The unexpended balances at the end of the preceding fiscal year in accounts that provide matching State funds in the various departments and agencies are appropriated in order to provide State authority to match federal grants that have project periods extending beyond the current State fiscal year.

This act shall take effect July 1, 2007.

# NOTES



## **Revolving Funds**

The Revolving Fund section consists of programs or agencies which receive no direct appropriations, but instead, operate from fees charged to other State agencies for services or commodities.

26. DEPARTMENT OF CORRECTIONS  
10. PUBLIC SAFETY AND CRIMINAL JUSTICE  
16. DETENTION AND REHABILITATION  
7020. BUREAU OF STATE USE INDUSTRIES

The Bureau of State Use Industries (RS 30:4-98), operates self-sustaining work-training projects in the institutions. Functions include planning and maintenance of industrial output, training of personnel, procurement of equipment and materials, distribution of finished products, accounting, billing, and cost control systems similar to any diversified manufacturing operation. Products manufactured in State Use Industries are sold only to tax supported agencies, institutions, and units of State, county, and municipal governments both within and outside of New Jersey. Under current

law, products manufactured by inmate labor through DEPTCOR/ Bureau of State Use Industries must not be sold in competition with the products of free enterprise on the open market.

On July 1, 1990 the Bureau formally registered with the New Jersey Department of State the trademark/servicemark DEPTCOR. The DEPTCOR trade name now represents the complete line of products and services offered by the Bureau of State Use Industries.

EVALUATION DATA

	Actual FY 2005	Actual FY 2006	Revised FY 2007	Budget Estimate FY 2008
<b>PROGRAM DATA</b>				
<b>State Use</b>				
Average number of jobs for inmates .....	1,525	1,526	1,526	1,526
Inmates assigned during year .....	3,300	3,300	3,300	3,300
Number of				
Shops and Offices .....	39	39	39	39
Product items .....	2,000	2,000	2,000	2,000
Sales .....	18,331,000	18,840,000	21,100,000	21,500,000

PERSONNEL DATA

Position Data

All Other .....	173	165	163	167
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Notes:

Actual payroll counts are reported for fiscal years 2005 and 2006 as of December and revised fiscal year 2007 as of January.  
The Budget Estimate for fiscal year 2008 reflects the number of positions funded.

APPROPRIATIONS DATA  
(thousands of dollars)

Year Ending June 30, 2006					Year Ending June 30, 2008			
Orig. & (S)Supple- mental	Reapp. & (R)Recpts.	Transfers & (E)Emer- gencies	Total Available	Expended	Prog. Class.	2007 Adjusted Approp.	Requested	Recom- mended
<b>Distribution by Program</b>								
---	21,068	---	21,068	21,749	06	20,500	20,700	20,700
---	21,068	---	21,068	21,749		20,500	20,700	20,700
<b>Distribution by Object</b>								
Personal Services:								
---	---	---	---	8,218		8,967	9,089	9,089
---	---	---	---	8,218		8,967	9,089	9,089
---	---	---	---	10,814		9,089	9,120	9,120
---	---	---	---	1,149		1,109	1,109	1,109
---	---	---	---	1,110		1,140	1,140	1,140
Special Purpose:								
---	4,521	---	---	---	06	---	---	---
---	16,547 <sup>R</sup>	---	21,068	---		---	---	---
---	21,068	---	21,068	---		---	---	---
---	---	---	---	458		195	242	242

Notes --

(a) Expenditure data reflects a delay in receiving receipts from departments for items ordered.

# REVOLVING FUNDS

## 26. DEPARTMENT OF CORRECTIONS 10. PUBLIC SAFETY AND CRIMINAL JUSTICE 16. DETENTION AND REHABILITATION 7030. BUREAU OF STATE FARM OPERATIONS

The Farm Operations Revolving Fund combines revenues and expenses for all farm operations and processing plants. Products are sold for the benefit of State institutions at prices not to exceed competitive bid prices of the Department of Treasury and the Bureau of Purchase and Property. Farm Operations consists of five dairy farms and six processing plants at institutions throughout the State. A beef processing plant is located at Riverfront State Prison.

Pork, turkey, and vegetable products are produced at South Woods State Prison. Fruit drink production began at Bayside State Prison and Jones Farm in October 2001. Farm Operations provides products to the Departments of Corrections, Human Services, Military and Veterans Affairs, the Juvenile Justice Commission, and customers of the State Distribution Center.

### EVALUATION DATA

	Actual FY 2005	Actual FY 2006	Revised FY 2007	Budget Estimate FY 2008
<b>PROGRAM DATA</b>				
<b>Farm Operations</b>				
Inmates assigned .....	465	465	465	465
Value of farm products .....	10,600,000	10,793,000	10,810,000	11,203,000
Whole milk (quarts) .....	6,450,000	6,450,000	6,460,000	6,500,000
Low fat milk (1/2 pints) .....	8,100,000	8,150,000	8,160,000	8,180,000
Beef (pounds) .....	2,640,000	2,690,000	2,700,000	2,720,000
Pork (pounds) .....	256,000	256,000	260,000	275,000
Turkey processing (pounds) .....	800,000	830,000	830,000	840,000
Vegetable processing (pounds) .....	5,200,000	5,200,000	5,250,000	5,300,000
Fruit Drink (1/2 pints) .....	284,000	284,000	284,000	290,000

### PERSONNEL DATA

#### Position Data

All Other .....	54	51	51	53
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#### Notes:

Actual payroll counts are reported for fiscal years 2005 and 2006 as of December and revised fiscal year 2007 as of January.  
The Budget Estimate for fiscal year 2008 reflects the number of positions funded.

### APPROPRIATIONS DATA (thousands of dollars)

Year Ending June 30, 2006					Year Ending June 30, 2008			
Orig. & (S)Supple- mental	Reapp. & (R)Recpts.	Transfers & (E)Emer- gencies	Total Available	Expended	Prog. Class.	2007 Adjusted Approp.	Requested	Recom- mended
---	10,430	---	10,430	10,710	<b>Distribution by Program</b>			
---	10,430	---	10,430	10,710	Farm Operations <sup>(a)</sup>			
					20	10,700	10,950	10,950
					<b>Total Appropriation<sup>(b)</sup></b>			
						10,700	10,950	10,950
					<b>Distribution by Object</b>			
					Personal Services:			
				2,848		3,104	3,283	3,283
				2,848		3,104	3,283	3,283
				6,654		6,450	6,521	6,521
				501		505	505	505
				684		590	590	590
					Special Purpose:			
	360							
---	10,070 <sup>R</sup>	---	10,430	---	20	---	---	---
---	10,430	---	10,430	---		---	---	---
---	---	---	---	23	Additions, Improvements and Equipment			
						51	51	51

#### Notes --

- (a) Expenditure data reflects a delay in receiving receipts from departments for items ordered.  
(b) Fiscal data adjusted to reflect accounting adjustments.

46. DEPARTMENT OF HEALTH AND SENIOR SERVICES

20. PHYSICAL AND MENTAL HEALTH

21. HEALTH SERVICES

4280. DIVISION OF PUBLIC HEALTH AND ENVIRONMENTAL LABORATORIES

The Department of Health and Senior Services operates a revolving fund for certain laboratory services that are charged to the public or third party providers. Receipts from the sale of these

services support staff and supplies that handle the increased laboratory effort generated from these activities.

EVALUATION DATA

	Actual FY 2005	Actual FY 2006	Revised FY 2007	Budget Estimate FY 2008
<b>PERSONNEL DATA</b>				
<b>Position Data</b>				
All Other .....	104	107	104	109

Notes:

Actual payroll counts are reported for fiscal years 2005 and 2006 as of December and revised fiscal year 2007 as of January. The Budget Estimate for fiscal year 2008 reflects the number of positions funded.

APPROPRIATIONS DATA  
(thousands of dollars)

Year Ending June 30, 2006						Year Ending June 30, 2008			
Orig. & (S)Supple- mental	Reapp. & (R)Recpts.	Transfers & (E)Emer- gencies	Total Available	Expended		Prog. Class.	2007 Adjusted Approp.	Requested	Recom- mended
Distribution by Program									
---	12,413	---	12,413	10,952	Laboratory Services	08	11,000	11,000	11,000
---	12,413	---	12,413	10,952	Total Appropriation		11,000	11,000	11,000
Distribution by Object									
Personal Services:									
---	---	---	---	4,982	Salaries and Wages		5,311	5,728	5,728
---	---	---	---	797	Employee Benefits		883	995	995
---	---	---	---	5,779	Total Personal Services		6,194	6,723	6,723
---	---	---	---	3,640	Materials and Supplies		3,263	2,763	2,763
---	---	---	---	848	Services Other Than Personal		769	769	769
---	---	---	---	296	Maintenance and Fixed Charges		403	374	374
Special Purpose:									
---	3,153	---	---	---	Laboratory Services	08	---	---	---
---	9,260 <sup>R</sup>	---	12,413	---	Other Special Purpose		356	356	356
---	---	---	---	298	Total Special Purpose		356	356	356
---	12,413	---	12,413	298	Additions, Improvements and Equipment		15	15	15
---	---	---	---	91					

54. DEPARTMENT OF HUMAN SERVICES

50. ECONOMIC PLANNING, DEVELOPMENT, AND SECURITY

53. ECONOMIC ASSISTANCE AND SECURITY

7550. DIVISION OF FAMILY DEVELOPMENT

Information processing services are provided to the county welfare agencies and the county probation departments through three major systems. The Electronic Benefits Transfer System (EBT) provides electronic transfer of public assistance and food stamp benefits to welfare recipients. EBT operational costs are shared equally by the federal government and participating counties. The Family Assistance Management Information System (FAMIS) is a benefit delivery system for disbursement of Work First New Jersey

(WFNJ), Food Stamp coupons and Medicaid Eligibility cards. The Automated Child Support Enforcement System (ACSES) is a Statewide system for the collection and distribution of child support payments and arrearages. Development and implementation costs were funded by the State and federal governments. Maintenance and operations are funded by the State, county and federal governments.

# REVOLVING FUNDS

## APPROPRIATIONS DATA (thousands of dollars)

Year Ending June 30, 2006					Year Ending June 30, 2008			
Orig. & (S)Supple- mental	Reapp. & (R)Recpts.	Transfers & (E)Emer- gencies	Total Available	Expended	Prog. Class.	2007 Adjusted Approp.	Requested	Recom- mended
---	5,330	---	5,330	5,330	<b>Distribution by Program</b>			
---	5,330	---	5,330	5,330	15	5,767	5,500	5,500
					<b>Total Appropriation</b>			
						5,767	5,500	5,500
					<b>Distribution by Object</b>			
	9							
---	5,321 <sup>R</sup>	---	5,330	5,330		5,767	5,500	5,500
					Services Other Than Personal			

## 82. DEPARTMENT OF THE TREASURY 70. GOVERNMENT DIRECTION, MANAGEMENT, AND CONTROL 74. GENERAL GOVERNMENT SERVICES 2020. OFFICE OF PUBLIC COMMUNICATION

The Office of Public Communication was created by Executive Order No. 30, effective February 1, 1976, to centralize the functions of press and public relations services. It operates as a

revolving fund with the costs of operation being financed by the agencies receiving services.

## EVALUATION DATA

	Actual FY 2005	Actual FY 2006	Revised FY 2007	Budget Estimate FY 2008
--	-------------------	-------------------	--------------------	-------------------------------

## PERSONNEL DATA

### Position Data

All Other .....	15	12	13	12
-----------------	----	----	----	----

### Notes:

Actual payroll counts are reported for fiscal years 2005 and 2006 as of December and revised fiscal year 2007 as of January.  
The Budget Estimate for fiscal year 2008 reflects the number of positions funded.

## APPROPRIATIONS DATA (thousands of dollars)

Year Ending June 30, 2006					Year Ending June 30, 2008			
Orig. & (S)Supple- mental	Reapp. & (R)Recpts.	Transfers & (E)Emer- gencies	Total Available	Expended	Prog. Class.	2007 Adjusted Approp.	Requested	Recom- mended
---	2,008	---	2,008	978	<b>Distribution by Program</b>			
---	2,008	---	2,008	978	04	1,001	1,001	1,001
					<b>Total Appropriation</b>			
						1,001	1,001	1,001
					<b>Distribution by Object</b>			
					Personal Services:			
---	---	---	---	834		813	791	791
---	---	---	---	834		813	791	791
---	---	---	---	72		57	91	91
---	---	---	---	70		105	117	117
---	---	---	---	2		26	2	2
					Special Purpose:			
---	578	---	---	---		---	---	---
---	1,430 <sup>R</sup>	---	2,008	---	04	---	---	---
---	2,008	---	2,008	---		---	---	---
					<b>Total Special Purpose</b>			



82. DEPARTMENT OF THE TREASURY  
70. GOVERNMENT DIRECTION, MANAGEMENT, AND CONTROL  
74. GENERAL GOVERNMENT SERVICES  
2034. OFFICE OF INFORMATION TECHNOLOGY

APPROPRIATIONS DATA  
(thousands of dollars)

Year Ending June 30, 2006					Year Ending June 30, 2008			
Orig. & (S)Supple- mental	Reapp. & (R)Recpts.	Transfers & (E)Emer- gencies	Total Available	Expended	Prog. Class.	2007 Adjusted Approp.	Requested	Recom- mended
Distribution by Program								
---	114,316	33,589	147,905	135,772	40	---	---	---
---	114,316	33,589	147,905	135,772		---	---	---
Total Appropriation <sup>(a)</sup>						---	---	---
Distribution by Object								
Personal Services:								
---	---	---	---	66,071		---	---	---
---	---	---	---	66,071		---	---	---
---	---	---	---	1,029		---	---	---
---	---	---	---	32,747		---	---	---
---	---	---	---	265		---	---	---
Special Purpose:								
---	1,341							
---	98,532 <sup>R</sup>	2,750	102,623	---	40	---	---	---
---	4	---	4	---	40	---	---	---
---	1,171	---	1,171	---	40	---	---	---
---	15	---	15	---	40	---	---	---
---	16	---	16	---	40	---	---	---
---	3	500	503	495	40	---	---	---
---	800	1,500	2,300	1,510	40	---	---	---
---	10	---	10	6	40	---	---	---
---	7	1,000	1,007	972	40	---	---	---
---	---	10,938	10,938	10,937	40	---	---	---
---	101,899	16,688	118,587	13,920		---	---	---
Grants:								
---	360	13,926	14,286	12,853	40	---	---	---
---	360	13,926	14,286	12,853		---	---	---
---	5,919							
---	6,138 <sup>R</sup>	2,975	15,032	8,887		---	---	---

Notes --

- (a) The fiscal 2007 and fiscal 2008 program evaluation and appropriation data is displayed as part of the main departmental budget recommendation for the Department of Treasury.

# REVOLVING FUNDS

## 82. DEPARTMENT OF THE TREASURY 70. GOVERNMENT DIRECTION, MANAGEMENT, AND CONTROL 74. GENERAL GOVERNMENT SERVICES 2052. STATE CENTRAL MOTOR POOL

The Bureau of Transportation Services (State Central Motor Pool) operates and oversees the maintenance and repair facilities servicing State owned motor vehicles. The Bureau controls and manages the majority of maintenance, fueling, and repair facilities

located throughout the State. The Bureau has legal ownership of all State vehicles and prescribes rules and regulations aimed at promoting the efficient and effective use of the fleet.

### EVALUATION DATA

	Actual FY 2005	Actual FY 2006	Revised FY 2007	Budget Estimate FY 2008
<b>PROGRAM DATA</b>				
<b>Automotive Services</b>				
Vehicles				
Central Motor Pool Maintained (a) .....	6,979	7,857	7,789	8,009
Agency Assignment (b) .....	8,030	8,130	7,808	7,808
Mechanic Personnel .....	49	54	51	56
<b>PERSONNEL DATA</b>				
<b>Position Data</b>				
All Other .....	107	107	109	114

#### Notes:

Actual payroll counts are reported for fiscal years 2005 and 2006 as of December and revised fiscal year 2007 as of January. The Budget Estimate for fiscal year 2008 reflects the number of positions funded.

- (a) Vehicles titled to the Central Motor Pool and under the jurisdiction of the Central Motor Pool as a result of the consolidation of statewide facilities.
- (b) Vehicles titled to the Central Motor Pool; however, the supporting funds are budgeted in the agency budgets, not in the Central Motor Pool requested authorization.

### APPROPRIATIONS DATA (thousands of dollars)

Year Ending June 30, 2006					Year Ending June 30, 2008			
Orig. & (S)Supple- mental	Reapp. & (R)Recpts.	Transfers & (E)Emer- gencies	Total Available	Expended	Prog. Class.	2007 Adjusted Approp.	Requested	Recom- mended
<b>Distribution by Program</b>								
---	28,599	---	28,599	26,631	41	25,957	25,957	25,957
---	28,599	---	28,599	26,631		25,957	25,957	25,957
<b>Distribution by Object</b>								
Personal Services:								
---	---	---	---	6,074		6,120	6,320	6,320
---	---	---	---	6,074		6,120	6,320	6,320
---	---	---	---	12,385		12,664	12,464	12,464
---	---	---	---	572		960	960	960
---	---	---	---	6,454		5,933	5,933	5,933
Special Purpose:								
---	3,471	---	28,546	---	41	---	---	---
---	25,075 <sup>R</sup>	---						
---	42	---						
---	11 <sup>R</sup>	---	53	---	41	---	---	---
---	28,599	---	28,599	---		---	---	---
---	---	---	---	1,146		280	280	280
Additions, Improvements and Equipment								

82. DEPARTMENT OF THE TREASURY  
70. GOVERNMENT DIRECTION, MANAGEMENT, AND CONTROL  
74. GENERAL GOVERNMENT SERVICES  
2056. PRINT SHOP

Pursuant to NJSA 52:18A-30, the Treasury Department Print Shop operates as a revolving fund. The costs of labor and materials are reimbursed by various agencies including, but not limited to, the

Department of the Treasury, the Office of the Chief Executive, the Legislature, and the Department of State.

EVALUATION DATA

	Actual FY 2005	Actual FY 2006	Revised FY 2007	Budget Estimate FY 2008
<b>PROGRAM DATA</b>				
<b>Printing Services</b>				
Orders processed .....	6,429	7,270	7,500	7,500
Pages printed .....	64,464,739	49,696,274	52,000,000	52,000,000
Metal offset plates .....	849	489	600	600
Sheets collated (a) .....	974,647	1,131,412	1,500,000	1,500,000
Items bound, padded and punched .....	10,792,769	9,486,883	10,000,000	10,000,000

PERSONNEL DATA

Position Data

All Other .....	28	29	24	30
-----------------	----	----	----	----

Notes:

Actual payroll counts are reported for fiscal years 2005 and 2006 as of December and revised fiscal year 2007 as of January.

The Budget Estimate for fiscal year 2008 reflects the number of positions funded.

(a) Does not include collated sheets completed on high speed copiers.

APPROPRIATIONS DATA  
(thousands of dollars)

Year Ending June 30, 2006						Year Ending June 30, 2008			
Orig. & (S)Supple- mental	Reapp. & (R)Recpts.	Transfers & (E)Emer- gencies	Total Available	Expended		Prog. Class.	2007 Adjusted Approp.	Requested	Recom- mended
Distribution by Program									
---	2,457	---	2,457	2,422	Printing Services	43	2,324	2,324	2,324
---	2,457	---	2,457	2,422	Total Appropriation		2,324	2,324	2,324
Distribution by Object									
Personal Services:									
---	---	---	---	1,303	Salaries and Wages		1,415	1,455	1,455
---	---	---	---	1,303	Total Personal Services		1,415	1,455	1,455
---	---	---	---	768	Materials and Supplies		662	490	490
---	---	---	---	71	Services Other Than Personal		54	94	94
---	---	---	---	157	Maintenance and Fixed Charges		143	204	204
Special Purpose:									
---	396	---	---	---	Printing Services	43	---	---	---
---	2,061 <sup>R</sup>	---	2,457	---	Total Special Purpose		---	---	---
---	---	---	---	123	Additions, Improvements and Equipment		50	81	81

# REVOLVING FUNDS

## 82. DEPARTMENT OF THE TREASURY 70. GOVERNMENT DIRECTION, MANAGEMENT, AND CONTROL 74. GENERAL GOVERNMENT SERVICES 2057. DISTRIBUTION CENTER

The Distribution Center (NJSA 52:25-13) maintains and operates central facilities for the purchase and distribution of food and other materials used by various State agencies. Revenues collected

include amounts sufficient to cover the costs of operation. Financing for the program is accomplished through the use of the State Purchase Fund.

### EVALUATION DATA

	Actual FY 2005	Actual FY 2006	Revised FY 2007	Budget Estimate FY 2008
<b>PROGRAM DATA</b>				
<b>Purchasing and Inventory Management</b>				
Sales .....	\$50,620,287	\$47,260,375	\$47,757,000	\$50,620,288
Value of inventory, June 30 .....	\$3,313,688	\$2,867,410	\$3,500,000	\$3,500,000
Percentage of demand (\$) delivered .....	96%	97%	97%	97%
<b>PERSONNEL DATA</b>				
<b>Position Data</b>				
All Other .....	70	65	67	70

#### Notes:

Actual payroll counts are reported for fiscal years 2005 and 2006 as of December and revised fiscal year 2007 as of January.  
The Budget Estimate for fiscal year 2008 reflects the number of positions funded.

### APPROPRIATIONS DATA (thousands of dollars)

Year Ending June 30, 2006						Year Ending June 30, 2008		
Orig. & (S)Supple- mental	Reapp. & (R)Recpts.	Transfers & (E)Emer- gencies	Total Available	Expended		Prog. Class.	2007 Adjusted Approp.	Recom- mended
<b>Distribution by Program</b>								
---	50,030	---	50,030	50,076	Purchasing and Inventory Management <sup>(a)</sup>	09	48,264	50,920
---	50,030	---	50,030	50,076	<b>Total Appropriation</b>		48,264	50,920
<b>Distribution by Object</b>								
Personal Services:								
---	---	---	---	3,995	Salaries and Wages		4,014	4,350
---	---	---	---	3,995	<b>Total Personal Services</b>		4,014	4,350
---	---	---	---	45,258	Materials and Supplies		324	324
---	---	---	---	360	Services Other Than Personal		560	487
---	---	---	---	453	Maintenance and Fixed Charges		487	440
Special Purpose:								
---	819	---	---	---	State Purchase Fund	09	42,457	45,294
---	49,211 <sup>R</sup>	---	50,030	---	<b>Total Special Purpose</b>		42,457	45,294
---	50,030	---	50,030	---	Additions, Improvements and Equipment		422	25
---	---	---	---	10				25

#### Notes --

(a) Expenditure data reflects a delay in receiving receipts from departments for items ordered on their behalf.

82. DEPARTMENT OF THE TREASURY  
70. GOVERNMENT DIRECTION, MANAGEMENT, AND CONTROL  
74. GENERAL GOVERNMENT SERVICES  
2065. DIVISION OF PROPERTY MANAGEMENT AND CONSTRUCTION

The Division of Property Management and Construction - Construction Management Services provides all architectural and engineering design and construction supervision of new facilities, as well as the renovation and rehabilitation of existing facilities; provides technical advice and assistance to all State agencies in preliminary planning, programming design, layout, and cost

estimating; administers construction and professional service contracts associated with building programs; provides for field supervision on State construction projects; ensures that all building programs are completed in accordance with the objectives of the State agencies within established budgets.

EVALUATION DATA

	Actual FY 2005	Actual FY 2006	Revised FY 2007	Budget Estimate FY 2008
<b>PERSONNEL DATA</b>				
<b>Position Data</b>				
All Other .....	45	44	43	44

Notes:

Actual payroll counts are reported for fiscal years 2005 and 2006 as of December and revised fiscal year 2007 as of January.  
The Budget Estimate for fiscal year 2008 reflects the number of positions funded.

APPROPRIATIONS DATA  
(thousands of dollars)

Year Ending June 30, 2006						Year Ending June 30, 2008		
Orig. & (S)Supple- mental	Reapp. & (R)Recpts.	Transfers & (E)Emer- gencies	Total Available	Expended		Prog. Class.	2007 Adjusted Approp.	Recom- mended
---	6,803	---	6,803	4,225	<b>Distribution by Program</b>			
					Property Management and Construction - Construction Management Services	12	4,425	4,425
---	6,803	---	6,803	4,225	<b>Total Appropriation</b>		4,425	4,425
					<b>Distribution by Object</b>			
					Personal Services:			
---	---	---	---	3,895	Salaries and Wages		3,569	4,142
---	---	---	---	3,895	<b>Total Personal Services</b>		3,569	4,142
---	---	---	---	89	Materials and Supplies		100	100
---	---	---	---	132	Services Other Than Personal		701	123
---	---	---	---	56	Maintenance and Fixed Charges		55	60
					Special Purpose:			
---	2,748 4,055 <sup>R</sup>	---	6,803	---	Property Management and Construction - Construction Management Services	12	---	---
---	6,803	---	6,803	---	<b>Total Special Purpose</b>		---	---
---	---	---	---	53	Additions, Improvements and Equipment		---	---

# NOTES



## **Appendices**

**SUMMARY**  
**ESTIMATED REVENUES, EXPENDITURES, AND FUND BALANCES**  
**SPECIAL REVENUES, CAPITAL PROJECTS, PROPRIETARY, AND**  
**PRIVATE PURPOSE TRUST FUNDS**

**APPENDIX 1**  
**(thousands of dollars)**

	-----Fiscal Year Ending June 30-----		
	<b>2006</b>	<b>2007</b>	<b>2008</b>
	<b>Actual</b>	<b>Estimated</b>	<b>Estimated</b>
Fund Balance July 1 .....	4,893,419	5,341,730	5,246,753
Total Revenues .....	6,526,987	6,958,803	7,047,442
Other Financing Sources			
Proceeds from sale of bonds .....	0	59,460	41,200
Transfers from other funds .....	865,768	195,287	294,864
Total Other Financing Sources .....	865,768	254,747	336,064
Total Available .....	12,286,174	12,555,280	12,630,259
Total Expenditures .....	5,002,194	5,319,870	5,567,228
Other Financing Uses			
Transfers to other funds .....	1,942,250	1,988,657	2,113,471
Total Other Financing Uses .....	1,942,250	1,988,657	2,113,471
Total Expenditures and Other Financing Uses .....	6,944,444	7,308,527	7,680,699
<b>Fund Balance June 30 .....</b>	<b>5,341,730</b>	<b>5,246,753</b>	<b>4,949,560</b>



# APPENDIX

## STATEMENT OF REVENUES, EXPENDITURES, AND FUND BALANCES SPECIAL REVENUE FUNDS

### APPENDIX 1A (thousands of dollars)

	-----Fiscal Year Ending June 30-----		
	2006 Actual	2007 Estimated	2008 Estimated
<b>Alcohol Education, Rehabilitation and Enforcement Fund (N.J.S.A. 54:32C)</b>			
Fund Balance July 1 .....	6,384	7,619	7,863
Revenues			
Taxes .....	11,000	11,000	11,000
Licenses and fees .....	2,011	2,010	2,010
Investment earnings .....	270	381	394
Total Revenues .....	13,281	13,391	13,404
Total Available .....	19,665	21,010	21,267
Expenditures			
Public safety and criminal justice .....	1,663	1,691	1,707
Physical and mental health .....	8,689	9,806	9,674
Total Expenditures .....	10,352	11,497	11,381
Other Financing Uses			
Transfers to other funds .....	1,694	1,650	2,010
Total Other Financing Uses .....	1,694	1,650	2,010
Total Expenditures and Other Financing Uses .....	12,046	13,147	13,391
<b>Fund Balance June 30 .....</b>	<b>7,619</b>	<b>7,863</b>	<b>7,876</b>
<b>Atlantic City Parking Fees Fund (P.L. 1993, c.159)</b>			
Fund Balance July 1 .....	71	265	270
Revenues			
Taxes .....	18,077	34,125	36,172
Investment earnings .....	2	5	5
Total Revenues .....	18,079	34,130	36,177
Total Available .....	18,150	34,395	36,447
Expenditures			
Economic planning, development and security .....	17,885	34,125	36,172
Total Expenditures .....	17,885	34,125	36,172
<b>Fund Balance June 30 .....</b>	<b>265</b>	<b>270</b>	<b>275</b>
<b>Atlantic City Projects-Room Fund (P.L. 2001, c.221 )</b>			
Fund Balance July 1 .....	--	1	321
Revenues			
Taxes .....	5,633	22,176	22,500
Investment earnings .....	1	320	320
Total Revenues .....	5,634	22,496	22,820
Total Available .....	5,634	22,497	23,141
Expenditures			
Economic planning, development and security .....	5,633	22,176	22,500
Total Expenditures .....	5,633	22,176	22,500
<b>Fund Balance June 30 .....</b>	<b>1</b>	<b>321</b>	<b>641</b>

**STATEMENT OF REVENUES, EXPENDITURES, AND FUND BALANCES**  
**SPECIAL REVENUE FUNDS**

**APPENDIX 1A**  
**(thousands of dollars)**

	-----Fiscal Year Ending June 30-----		
	2006 Actual	2007 Estimated	2008 Estimated
<b>Atlantic City Tourism Promotion Fund (P.L. 1991, c.376)</b>			
Fund Balance July 1 .....	758	1,293	803
Revenues			
Taxes .....	7,185	6,500	6,500
Investment earnings .....	11	10	10
Total Revenues .....	7,196	6,510	6,510
Total Available .....	7,954	7,803	7,313
Expenditures			
Economic planning, development and security .....	6,661	7,000	7,000
Total Expenditures .....	6,661	7,000	7,000
<b>Fund Balance June 30 .....</b>	<b>1,293</b>	<b>803</b>	<b>313</b>
<b>Beaches and Harbors Fund (P.L. 1977, c.208)</b>			
Fund Balance July 1 .....	1,352	1,380	1,352
Revenues			
Investment Earnings .....	51	70	70
Total Revenues .....	51	70	70
Total Available .....	1,403	1,450	1,422
Other Financing Uses			
Transfers to other funds .....	23	98	70
Total Other Financing Uses .....	23	98	70
<b>Fund Balance June 30 .....</b>	<b>1,380</b>	<b>1,352</b>	<b>1,352</b>
<b>Board of Bar Examiners (R. 1:27 B 1)</b>			
Fund Balance July 1 .....	4,671	4,907	5,074
Revenues			
Licenses and fees .....	2,670	3,095	3,095
Investment earnings .....	201	250	276
Other .....	59	59	59
Total Revenues .....	2,930	3,404	3,430
Total Available .....	7,601	8,311	8,504
Expenditures			
Public safety and criminal justice .....	2,694	3,237	3,237
Total Expenditures .....	2,694	3,237	3,237
<b>Fund Balance June 30 .....</b>	<b>4,907</b>	<b>5,074</b>	<b>5,267</b>
<b>Boarding House Rental Assistance Fund (N.J.S.A. 55:14K-14)</b>			
Fund Balance July 1 .....	184	190	--
Revenues			
Investment earnings .....	6	9	--
Total Revenues .....	6	9	--
Total Available .....	190	199	--
Expenditures			
Community development and environmental management .....	--	199	--
Total Expenditures .....	--	199	--
<b>Fund Balance June 30 .....</b>	<b>190</b>	<b>--</b>	<b>--</b>

# APPENDIX

## STATEMENT OF REVENUES, EXPENDITURES, AND FUND BALANCES SPECIAL REVENUE FUNDS

### APPENDIX 1A (thousands of dollars)

	-----Fiscal Year Ending June 30-----		
	2006 Actual	2007 Estimated	2008 Estimated
<b>Body Armor Replacement Fund (P.L. 1997, c. 177)</b>			
Fund Balance July 1 .....	6,299	7,152	7,487
Revenues			
Investment earnings .....	199	250	256
Other .....	4,223	4,292	4,296
Total Revenues .....	4,422	4,542	4,552
Total Available .....	10,721	11,694	12,039
Expenditures			
Public safety and criminal justice .....	3,100	3,732	3,985
Government direction, management, and control .....	394	400	400
Total Expenditures .....	3,494	4,132	4,385
Other Financing Uses			
Transfers to other funds .....	75	75	75
Total Other Financing Uses .....	75	75	75
Total Expenditures and Other Financing Uses .....	3,569	4,207	4,460
<b>Fund Balance June 30 .....</b>	<b>7,152</b>	<b>7,487</b>	<b>7,579</b>
<b>Capital City Redevelopment Loan and Grant Fund (P.L. 1987, c.58)</b>			
Fund Balance July 1 .....	1,716	1,648	1,284
Revenues			
Investment earnings .....	15	15	15
Other .....	1	1	1
Total Revenues .....	16	16	16
Total Available .....	1,732	1,664	1,300
Expenditures			
Government direction, management, and control .....	1	2	2
Total Expenditures .....	1	2	2
Other Financing Uses			
Transfers to other funds .....	83	378	378
Total Other Financing Uses .....	83	378	378
Total Expenditures and Other Financing Uses .....	84	380	380
<b>Fund Balance June 30 .....</b>	<b>1,648</b>	<b>1,284</b>	<b>920</b>
<b>Casino Simulcasting Fund (P.L. 1992, c.19)</b>			
Fund Balance July 1 .....	94	--	1
Revenues			
Investment earnings .....	19	11	5
Other .....	562	540	550
Total Revenues .....	581	551	555
Total Available .....	675	551	556
Other Financing Uses			
Transfers to other funds .....	675	550	550
Total Other Financing Uses .....	675	550	550
<b>Fund Balance June 30 .....</b>	<b>--</b>	<b>1</b>	<b>6</b>

**STATEMENT OF REVENUES, EXPENDITURES, AND FUND BALANCES  
SPECIAL REVENUE FUNDS**

**APPENDIX 1A  
(thousands of dollars)**

	-----Fiscal Year Ending June 30-----		
	<b>2006 Actual</b>	<b>2007 Estimated</b>	<b>2008 Estimated</b>
<b>Casino Simulcasting Special Fund (P.L. 1992, c.19)</b>			
Fund Balance July 1 .....	4,444	4,603	3,645
Revenues			
Investment earnings .....	221	206	219
Other .....	5,642	4,836	4,800
Total Revenues .....	5,863	5,042	5,019
Total Available .....	10,307	9,645	8,664
Expenditures			
Public safety and criminal justice .....	5,704	6,000	6,000
Total Expenditures .....	5,704	6,000	6,000
<b>Fund Balance June 30 .....</b>	<b>4,603</b>	<b>3,645</b>	<b>2,664</b>
<b>Catastrophic Illness in Children Relief Fund (P.L. 1987, c.370)</b>			
Fund Balance July 1 .....	5,844	5,692	4,098
Revenues			
Services and assessments .....	7,249	6,800	6,850
Investment earnings .....	226	256	150
Other .....	58	50	50
Total Revenues .....	7,533	7,106	7,050
Total Available .....	13,377	12,798	11,148
Expenditures			
Physical and mental health .....	35	--	--
Total Expenditures .....	35	--	--
Other Financing Uses			
Transfers to other funds .....	7,650	8,700	8,700
Total Other Financing Uses .....	7,650	8,700	8,700
Total Expenditures and Other Financing Uses .....	7,685	8,700	8,700
<b>Fund Balance June 30 .....</b>	<b>5,692</b>	<b>4,098</b>	<b>2,448</b>
<b>Clean Communities Account Fund (P.L. 1985, c.533)</b>			
Fund Balance July 1 .....	2,312	3,592	3,749
Revenues			
Taxes .....	16,069	14,500	14,500
Investment earnings .....	215	157	160
Total Revenues .....	16,284	14,657	14,660
Total Available .....	18,596	18,249	18,409
Expenditures			
Community development and environmental management .....	11,131	10,875	10,875
Total Expenditures .....	11,131	10,875	10,875
Other Financing Uses			
Transfers to other funds .....	3,873	3,625	3,625
Total Other Financing Uses .....	3,873	3,625	3,625
Total Expenditures and Other Financing Uses .....	15,004	14,500	14,500
<b>Fund Balance June 30 .....</b>	<b>3,592</b>	<b>3,749</b>	<b>3,909</b>

# APPENDIX

## STATEMENT OF REVENUES, EXPENDITURES, AND FUND BALANCES SPECIAL REVENUE FUNDS

### APPENDIX 1A (thousands of dollars)

	-----Fiscal Year Ending June 30-----		
	2006 Actual	2007 Estimated	2008 Estimated
<b>Clean Energy Fund (P.L. 1999, c.23)</b>			
Fund Balance July 1 .....	124,347	122,287	106,130
Revenues			
Services and assessments .....	154,861	185,714	220,535
Investment earnings .....	5,052	6,547	3,272
Total Revenues .....	159,913	192,261	223,807
Total Available .....	284,260	314,548	329,937
Expenditures			
Economic planning, development, and security .....	160,095	205,116	297,394
Total Expenditures .....	160,095	205,116	297,394
Other Financing Uses			
Transfers to other funds .....	1,878	3,302	16,000
Total Other Financing Uses .....	1,878	3,302	16,000
Total Expenditures and other uses .....	161,973	208,418	313,394
<b>Fund Balance June 30 .....</b>	<b>122,287</b>	<b>106,130</b>	<b>16,543</b>
<b>Clean Waters Fund (P.L. 1976, c.92)</b>			
Fund Balance July 1 .....	(128)	(114)	3
Revenues			
Investment earnings .....	5	7	7
Other .....	14	--	--
Total Revenues .....	19	7	7
Other Financing Sources			
Proceeds from sale of bonds .....	--	110	--
Transfers from other funds .....	5	--	--
Total Other Financing Sources .....	5	110	--
Total Available .....	(104)	3	10
Expenditures			
Government direction, management, and control .....	10	--	--
Total Expenditures .....	10	--	--
<b>Fund Balance June 30 .....</b>	<b>(114)</b>	<b>3</b>	<b>10</b>
<b>Cultural Centers and Historic Preservation Fund (P.L. 1987, c.265)</b>			
Fund Balance July 1 .....	(2,999)	(3,872)	1,653
Revenues			
Investment earnings .....	80	55	100
Total Revenues .....	80	55	100
Other Financing Sources			
Proceeds from sale of bonds .....	--	6,000	--
Total Other Financing Sources .....	--	6,000	--
Total Available .....	(2,919)	2,183	1,753
Expenditures			
Economic planning, development and security .....	753	250	250
Total Expenditures .....	753	250	250
Other Financing Uses			
Transfers to other funds .....	200	280	325
Total Other Financing Uses .....	200	280	325
Total Expenditures and Other Financing Uses .....	953	530	575
<b>Fund Balance June 30 .....</b>	<b>(3,872)</b>	<b>1,653</b>	<b>1,178</b>

**STATEMENT OF REVENUES, EXPENDITURES, AND FUND BALANCES**  
**SPECIAL REVENUE FUNDS**

**APPENDIX 1A**  
**(thousands of dollars)**

	-----Fiscal Year Ending June 30-----		
	2006 Actual	2007 Estimated	2008 Estimated
<b>2003 Dam, Lake, and Stream Project Revolving Loan Fund (P.L. 2003, c.162)</b>			
Fund Balance July 1 .....	--	(129)	17,486
Revenues			
Investment earnings .....	16	15	15
Total Revenues .....	16	15	15
Other Financing Sources			
Proceeds from sale of bonds .....	--	18,000	25,000
Transfers from other funds .....	24	--	--
Total Other Financing Sources .....	24	18,000	25,000
Total Available .....	40	17,886	42,501
Expenditures			
Community development and environmental management .....	129	200	--
Government direction, management, and control .....	40	--	--
Total Expenditures .....	169	200	--
Other Financing Uses			
Transfers to other funds .....	--	200	255
Total Other Financing Uses .....	--	200	255
Total Expenditures and Other Financing Uses .....	169	400	255
<b>Fund Balance June 30 .....</b>	<b>(129)</b>	<b>17,486</b>	<b>42,246</b>
<b>2003 Dam, Lake, Stream, and Flood Control Project Fund (P.L. 2003, c.162)</b>			
Fund Balance July 1 .....	--	(762)	196
Revenues			
Investment earnings .....	17	24	10
Total Revenues .....	17	24	10
Other Financing Sources			
Proceeds from sale of bonds .....	--	11,000	10,000
Transfers from other funds .....	13	--	--
Total Other Financing Sources .....	13	11,000	10,000
Total Available .....	30	10,262	10,206
Expenditures			
Community development and environmental management .....	762	10,000	10,000
Government direction, management, and control .....	30	--	--
Total Expenditures .....	792	10,000	10,000
Other Financing Uses			
Transfers to other funds .....	--	66	68
Total Other Financing Uses .....	--	66	68
Total Expenditures and Other Financing Uses .....	792	10,066	10,068
<b>Fund Balance June 30 .....</b>	<b>(762)</b>	<b>196</b>	<b>138</b>
<b>1992 Dam Restoration and Clean Water Fund (P.L. 1992, c. 88)</b>			
Fund Balance July 1 .....	16,210	16,619	16,400
Revenues			
Investment earnings .....	237	781	778
Other .....	172	--	--
Total Revenues .....	409	781	778
Total Available .....	16,619	17,400	17,178
Expenditures			
Community development and environmental management .....	--	1,000	1,000
Total Expenditures .....	--	1,000	1,000
<b>Fund Balance June 30 .....</b>	<b>16,619</b>	<b>16,400</b>	<b>16,178</b>

# APPENDIX

## STATEMENT OF REVENUES, EXPENDITURES, AND FUND BALANCES SPECIAL REVENUE FUNDS

### APPENDIX 1A (thousands of dollars)

	-----Fiscal Year Ending June 30-----		
	2006 Actual	2007 Estimated	2008 Estimated
<b>1989 Development Potential Bank Transfer Fund (P.L. 1989, c. 183)</b>			
Fund Balance July 1 .....	6,467	6,600	6,571
Revenues			
Investment earnings .....	273	321	175
Total Revenues .....	273	321	175
Total Available .....	6,740	6,921	6,746
Expenditures			
Community development and environmental management .....	140	200	6,000
Total Expenditures .....	140	200	6,000
Other Financing Uses			
Transfers to other funds .....	--	150	150
Total Other Financing Uses .....	--	150	150
Total Expenditures and Other Financing Uses .....	140	350	6,150
<b>Fund Balance June 30 .....</b>	<b>6,600</b>	<b>6,571</b>	<b>596</b>
<b>Developmental Disabilities Waiting List Reduction Fund (P.L. 1994, c. 108)</b>			
Fund Balance July 1 .....	22,110	16,366	8,366
Revenues			
Investment earnings .....	847	589	106
Total Revenues .....	847	589	106
Total Available .....	22,957	16,955	8,472
Expenditures			
Public safety and criminal justice .....	40	--	--
Educational, cultural and intellectual management .....	5,704	8,000	8,000
Total Expenditures .....	5,744	8,000	8,000
Other Financing Uses			
Transfers to other funds .....	847	589	106
Total Other Financing Uses .....	847	589	106
Total Expenditures and Other Financing Uses .....	6,591	8,589	8,106
<b>Fund Balance June 30 .....</b>	<b>16,366</b>	<b>8,366</b>	<b>366</b>
<b>Disciplinary Oversight Committee (R. 1:20-2)</b>			
Fund Balance July 1 .....	1,834	2,310	2,148
Revenues			
Licenses and fees .....	9,067	9,068	9,074
Investment earnings .....	184	125	110
Other .....	171	170	170
Total Revenues .....	9,422	9,363	9,354
Total Available .....	11,256	11,673	11,502
Expenditures			
Public safety and criminal justice .....	8,946	9,525	10,161
Total Expenditures .....	8,946	9,525	10,161
<b>Fund Balance June 30 .....</b>	<b>2,310</b>	<b>2,148</b>	<b>1,341</b>

**STATEMENT OF REVENUES, EXPENDITURES, AND FUND BALANCES  
SPECIAL REVENUE FUNDS**

**APPENDIX 1A  
(thousands of dollars)**

	-----Fiscal Year Ending June 30-----		
	<b>2006 Actual</b>	<b>2007 Estimated</b>	<b>2008 Estimated</b>
<b>Division of Motor Vehicles Surcharge Fund (P.L.1994, c. 57)</b>			
Fund Balance July 1 .....	226	332	--
Revenues			
Services and assessments .....	131,352	176,000	176,000
Investment earnings .....	334	500	625
Total Revenues .....	131,686	176,500	176,625
Total Available .....	131,912	176,832	176,625
Expenditures			
Public safety and criminal justice .....	1,529	1,500	1,500
Government direction, management and control .....	130,051	175,332	175,125
Total Expenditures .....	131,580	176,832	176,625
<b>Fund Balance June 30 .....</b>	<b>332</b>	<b>--</b>	<b>--</b>
<b>Dredging and Containment Facility Fund (P.L. 1996, c.70)</b>			
Fund Balance July 1 .....	39,051	29,980	21,834
Revenues			
Investment earnings .....	1,490	1,434	935
Total Revenues .....	1,490	1,434	935
Total Available .....	40,541	31,414	22,769
Expenditures			
Community development and environmental management .....	1,228	1,000	1,000
Transportation programs .....	8,808	7,954	7,954
Total Expenditures .....	10,036	8,954	8,954
Other Financing Uses			
Transfers to other funds .....	525	626	603
Total Other Financing Uses .....	525	626	603
Total Expenditures and Other Financing Uses .....	10,561	9,580	9,557
<b>Fund Balance June 30 .....</b>	<b>29,980</b>	<b>21,834</b>	<b>13,212</b>
<b>Drinking Water State Revolving Fund (P.L. 1998, c.84)</b>			
Fund Balance July 1 .....	152,079	171,758	195,248
Revenues			
Federal and other grants .....	14,107	18,313	18,313
Investment earnings .....	2,357	2,919	3,136
Total Revenues .....	16,464	21,232	21,449
Other Financing Sources			
Transfers from other funds .....	6,294	6,010	6,100
Total Other Financing Sources .....	6,294	6,010	6,100
Total Available .....	174,837	199,000	222,797
Expenditures			
Community development and environment management .....	--	1,585	1,585
Total Expenditures .....	--	1,585	1,585
Other Financing Uses			
Transfers to other funds .....	3,079	2,167	2,167
Total Other Financing Uses .....	3,079	2,167	2,167
Total Expenditures and Other Financing Uses .....	3,079	3,752	3,752
<b>Fund Balance June 30 .....</b>	<b>171,758</b>	<b>195,248</b>	<b>219,045</b>



# APPENDIX

## STATEMENT OF REVENUES, EXPENDITURES, AND FUND BALANCES SPECIAL REVENUE FUNDS

### APPENDIX 1A (thousands of dollars)

	-----Fiscal Year Ending June 30-----		
	2006 Actual	2007 Estimated	2008 Estimated
<b>1996 Economic Development Site Fund (P.L. 1996, c.70)</b>			
Fund Balance July 1 .....	4,658	3,483	3,408
Revenues			
Investment earnings .....	68	75	69
Total Revenues .....	68	75	69
Total Available .....	4,726	3,558	3,477
Expenditures			
Economic planning, development, and security .....	1,243	150	172
Total Expenditures .....	1,243	150	172
<b>Fund Balance June 30 .....</b>	<b>3,483</b>	<b>3,408</b>	<b>3,305</b>
<b>Emergency Flood Control Fund (P.L. 1978, c.78)</b>			
Fund Balance July 1 .....	353	353	353
Revenues			
Investment earnings .....	15	15	15
Total Revenues .....	15	15	15
Total Available .....	368	368	368
Other Financing Uses			
Transfers to other funds .....	15	15	15
Total Other Financing Uses .....	15	15	15
<b>Fund Balance June 30 .....</b>	<b>353</b>	<b>353</b>	<b>353</b>
<b>Emergency Medical Technician Training Fund (P.L. 1992, c.143)</b>			
Fund Balance July 1 .....	7,148	7,059	6,368
Revenues			
Services and assessments .....	2,309	1,800	1,800
Investment earnings .....	311	363	309
Total Revenues .....	2,620	2,163	2,109
Other Financing Sources			
Transfers from other funds .....	--	--	--
Total Other Financing Sources .....	--	--	--
Total Available .....	9,768	9,222	8,477
Expenditures			
Physical and mental health .....	2,464	2,500	2,500
Total Expenditures .....	2,464	2,500	2,500
Other Financing Uses			
Transfers to other funds .....	245	354	354
Total Other Financing Uses .....	245	354	354
Total Expenditures and Other Financing Uses .....	2,709	2,854	2,854
<b>Fund Balance June 30 .....</b>	<b>7,059</b>	<b>6,368</b>	<b>5,623</b>

**STATEMENT OF REVENUES, EXPENDITURES, AND FUND BALANCES  
SPECIAL REVENUE FUNDS**

**APPENDIX 1A  
(thousands of dollars)**

	-----Fiscal Year Ending June 30-----		
	<b>2006 Actual</b>	<b>2007 Estimated</b>	<b>2008 Estimated</b>
<b>Emergency Services Fund (N.J.S.A. 52:14E-5)</b>			
Fund Balance July 1 .....	13,466	12,484	11,058
Revenues			
Investment earnings .....	527	574	477
Total Revenues .....	527	574	477
Total Available .....	13,993	13,058	11,535
Expenditures			
Public safety and criminal justice .....	1,000	1,500	2,000
Community development and environmental management .....	509	500	1,000
Total Expenditures .....	1,509	2,000	3,000
<b>Fund Balance June 30 .....</b>	<b>12,484</b>	<b>11,058</b>	<b>8,535</b>
<b>Enterprise Zone Assistance Fund (P.L. 1983, c.303)</b>			
Fund Balance July 1 .....	226,415	249,291	279,542
Revenues			
Taxes .....	81,831	93,000	87,813
Licenses and fees .....	36	40	75
Investment earnings .....	10,160	13,220	14,567
Total Revenues .....	92,027	106,260	102,455
Total Available .....	318,442	355,551	381,997
Expenditures			
Community development and environmental management .....	6,145	6,800	6,970
Economic planning, development, and security .....	50,503	52,679	53,996
Total Expenditures .....	56,648	59,479	60,966
Other Financing Uses			
Transfers to other funds .....	12,503	16,530	17,877
Total Other Financing Uses .....	12,503	16,530	17,877
Total Expenditures and Other Financing Uses .....	69,151	76,009	78,843
<b>Fund Balance June 30 .....</b>	<b>249,291</b>	<b>279,542</b>	<b>303,154</b>
<b>1996 Environmental Cleanup Fund (P.L. 1996, c.70)</b>			
Fund Balance July 1 .....	3,988	3,987	3,192
Revenues			
Investment earnings .....	165	205	157
Total Revenues .....	165	205	157
Total Available .....	4,153	4,192	3,349
Expenditures			
Community development and environmental management .....	166	1,000	1,000
Total Expenditures .....	166	1,000	1,000
<b>Fund Balance June 30 .....</b>	<b>3,987</b>	<b>3,192</b>	<b>2,349</b>
<b>1989 Farmland Preservation Fund (P.L. 1989, c.183)</b>			
Fund Balance July 1 .....	149	155	101
Revenues			
Investment earnings .....	6	6	3
Total Revenues .....	6	6	3
Total Available .....	155	161	104
Expenditures			
Community development and environmental management .....	--	60	45
Total Expenditures .....	--	60	45
<b>Fund Balance June 30 .....</b>	<b>155</b>	<b>101</b>	<b>59</b>

# APPENDIX

## STATEMENT OF REVENUES, EXPENDITURES, AND FUND BALANCES SPECIAL REVENUE FUNDS

### APPENDIX 1A (thousands of dollars)

	-----Fiscal Year Ending June 30-----		
	2006 Actual	2007 Estimated	2008 Estimated
<b>1992 Farmland Preservation Fund (P.L. 1992, c.88)</b>			
Fund Balance July 1 .....	1,869	837	539
Revenues			
Investment earnings .....	61	34	21
Total Revenues .....	61	34	21
Total Available .....	1,930	871	560
Expenditures			
Community development and environmental management .....	1,093	332	250
Total Expenditures .....	1,093	332	250
<b>Fund Balance June 30 .....</b>	<b>837</b>	<b>539</b>	<b>310</b>
<b>1995 Farmland Preservation Bond Fund (P.L. 1995, c.204)</b>			
Fund Balance July 1 .....	8,258	6,758	2,517
Revenues			
Investment earnings .....	332	236	73
Total Revenues .....	332	236	73
Total Available .....	8,590	6,994	2,590
Expenditures			
Community development and environmental management .....	1,132	4,063	2,100
Total Expenditures .....	1,132	4,063	2,100
Other Financing Uses			
Transfers to other funds .....	700	414	--
Total Other Financing Uses .....	700	414	--
Total Expenditures and Other Financing Uses .....	1,832	4,477	2,100
<b>Fund Balance June 30 .....</b>	<b>6,758</b>	<b>2,517</b>	<b>490</b>
<b>Fund For Support of Free Public Schools (N.J.S.A. 18A:56-1)</b>			
Fund Balance July 1 .....	106,787	115,366	121,168
Revenues			
Licenses and fees .....	13,977	12,500	13,000
Investment earnings .....	4,372	5,750	6,050
Total Revenues .....	18,349	18,250	19,050
Total Available .....	125,136	133,616	140,218
Other Financing Uses			
Transfers to other funds .....	9,770	12,448	12,454
Total Other Financing Uses .....	9,770	12,448	12,454
<b>Fund Balance June 30 .....</b>	<b>115,366</b>	<b>121,168</b>	<b>127,764</b>

**STATEMENT OF REVENUES, EXPENDITURES, AND FUND BALANCES**  
**SPECIAL REVENUE FUNDS**

**APPENDIX 1A**  
**(thousands of dollars)**

	-----Fiscal Year Ending June 30-----		
	<b>2006</b>	<b>2007</b>	<b>2008</b>
	<b>Actual</b>	<b>Estimated</b>	<b>Estimated</b>
<b>Garden State Farmland Preservation Trust Fund (P.L. 1999, c.152)</b>			
Fund Balance July 1 .....	162,574	355,438	297,750
Revenues			
Investment earnings .....	12,355	15,931	13,030
Other .....	3	--	--
Total Revenues .....	12,358	15,931	13,030
Other Financing Sources			
Transfers from other funds .....	268,860	13,815	13,135
Total Other Financing Sources .....	268,860	13,815	13,135
Total Available .....	443,792	385,184	323,915
Expenditures			
Community development and environmental management .....	86,686	85,000	85,000
Total Expenditures .....	86,686	85,000	85,000
Other Financing Uses			
Transfers to other funds .....	1,668	2,434	2,434
Total Other Financing Uses .....	1,668	2,434	2,434
Total Expenditures and Other Financing Uses .....	88,354	87,434	87,434
<b>Fund Balance June 30 .....</b>	<b>355,438</b>	<b>297,750</b>	<b>236,481</b>
<b>Garden State Green Acres Preservation Trust Fund (P.L. 1999, c.152)</b>			
Fund Balance July 1 .....	182,556	503,043	364,555
Revenues			
Federal and other grants .....	7,946	--	--
Investment earnings .....	15,094	21,161	14,211
Other .....	807	--	--
Total Revenues .....	23,847	21,161	14,211
Other Financing Sources			
Transfers from other funds .....	478,290	20,722	19,703
Total Other Financing Sources .....	478,290	20,722	19,703
Total Available .....	684,693	544,926	398,469
Expenditures			
Community development and environmental management .....	176,867	175,000	175,000
Total Expenditures .....	176,867	175,000	175,000
Other Financing Uses			
Transfers to other funds .....	4,783	5,371	5,485
Total Other Financing Uses .....	4,783	5,371	5,485
Total Expenditures and Other Financing Uses .....	181,650	180,371	180,485
<b>Fund Balance June 30 .....</b>	<b>503,043</b>	<b>364,555</b>	<b>217,984</b>

# APPENDIX

## STATEMENT OF REVENUES, EXPENDITURES, AND FUND BALANCES SPECIAL REVENUE FUNDS

### APPENDIX 1A (thousands of dollars)

	-----Fiscal Year Ending June 30-----		
	2006 Actual	2007 Estimated	2008 Estimated
<b>Garden State Historic Preservation Trust Fund (P.L. 1999, c.152)</b>			
Fund Balance July 1 .....	21,405	22,392	23,334
Revenues			
Investment earnings .....	854	1,115	1,162
Total Revenues .....	854	1,115	1,162
Other Financing Sources			
Transfers from other funds .....	6,212	6,200	6,200
Total Other Financing Sources .....	6,212	6,200	6,200
Total Available .....	28,471	29,707	30,696
Expenditures			
Economic planning, development and security .....	5,582	5,757	5,745
Total Expenditures .....	5,582	5,757	5,745
Other Financing Uses			
Transfers to other funds .....	497	616	616
Total Other Financing Uses .....	497	616	616
Total Expenditures and Other Financing Uses .....	6,079	6,373	6,361
<b>Fund Balance June 30 .....</b>	<b>22,392</b>	<b>23,334</b>	<b>24,335</b>
<b>Green Trust Fund (P.L. 1983, c.354)</b>			
Fund Balance July 1 .....	83,212	84,876	77,776
Revenues			
Investment earnings .....	506	500	400
Other .....	1,448	1,000	1,000
Total Revenues .....	1,954	1,500	1,400
Total Available .....	85,166	86,376	79,176
Expenditures			
Community development and environmental management .....	290	8,600	8,600
Total Expenditures .....	290	8,600	8,600
<b>Fund Balance June 30 .....</b>	<b>84,876</b>	<b>77,776</b>	<b>70,576</b>
<b>Hazardous Discharge Fund of 1981 (P.L. 1981, c. 275)</b>			
Fund Balance July 1 .....	181	181	181
Revenues			
Investment earnings .....	8	10	10
Total Revenues .....	8	10	10
Total Available .....	189	191	191
Other Financing Uses			
Transfers to other funds .....	8	10	10
Total Other Financing Uses .....	8	10	10
Total Expenditures and Other Financing Uses .....	8	10	10
<b>Fund Balance June 30 .....</b>	<b>181</b>	<b>181</b>	<b>181</b>

**STATEMENT OF REVENUES, EXPENDITURES, AND FUND BALANCES**  
**SPECIAL REVENUE FUNDS**

**APPENDIX 1A**  
**(thousands of dollars)**

	-----Fiscal Year Ending June 30-----		
	2006 Actual	2007 Estimated	2008 Estimated
<b>Hazardous Discharge Fund of 1986 (P.L. 1986, c.113)</b>			
Fund Balance July 1 .....	13,616	16,683	19,563
Revenues			
Investment earnings .....	671	880	880
Total Revenues .....	671	880	880
Other Financing Sources			
Transfers from other funds .....	10,998	11,000	11,000
Total Other Financing Sources .....	10,998	11,000	11,000
Total Available .....	25,285	28,563	31,443
Expenditures			
Community development and environmental management .....	8,602	9,000	9,000
Total Expenditures .....	8,602	9,000	9,000
<b>Fund Balance June 30 .....</b>	<b>16,683</b>	<b>19,563</b>	<b>22,443</b>
<b>Hazardous Discharge Site Cleanup Fund (P.L. 1985, c.247)</b>			
Fund Balance July 1 .....	88,945	91,901	87,584
Revenues			
Services and assessments .....	24,345	19,500	19,750
Investment earnings .....	3,550	4,300	4,400
Total Revenues .....	27,895	23,800	24,150
Other Financing Sources			
Transfers from other funds .....	5,267	3,000	3,000
Total Other Financing Sources .....	5,267	3,000	3,000
Total Available .....	122,107	118,701	114,734
Expenditures			
Community development and environmental management .....	6,273	7,150	7,650
Total Expenditures .....	6,273	7,150	7,650
Other Financing Uses			
Transfers to other funds .....	23,933	23,967	25,748
Total Other Financing Uses .....	23,933	23,967	25,748
Total Expenditures and Other Financing Uses .....	30,206	31,117	33,398
<b>Fund Balance June 30 .....</b>	<b>91,901</b>	<b>87,584</b>	<b>81,336</b>

# APPENDIX

## STATEMENT OF REVENUES, EXPENDITURES, AND FUND BALANCES SPECIAL REVENUE FUNDS

### APPENDIX 1A (thousands of dollars)

	-----Fiscal Year Ending June 30-----		
	2006 Actual	2007 Estimated	2008 Estimated
<b>Health Care Subsidy Fund (P.L. 1992, c. 160)</b>			
Fund Balance July 1 .....	14	7,045	7,528
Revenues			
Taxes .....	520,157	379,900	379,900
Services and assessments .....	120,267	176,000	176,000
Investment earnings .....	5,391	3,000	3,000
Total Revenues .....	645,815	558,900	558,900
Other Financing Sources			
Transfers from other funds .....	54,632	101,712	98,762
Total Other Financing Sources .....	54,632	101,712	98,762
Total Available .....	700,461	667,657	665,190
Expenditures			
Physical and mental health .....	2,000	2,000	2,000
Total Expenditures .....	2,000	2,000	2,000
Other Financing Uses			
Transfers to other funds .....	691,416	658,129	655,375
Total Other Financing Uses .....	691,416	658,129	655,375
Total Expenditures and Other Financing Uses .....	693,416	660,129	657,375
<b>Fund Balance June 30 .....</b>	<b>7,045</b>	<b>7,528</b>	<b>7,815</b>
<b>Higher Education Facility Renovation and Rehabilitation Fund (P.L. 1990, c. 126)</b>			
Fund Balance July 1 .....	882	919	92
Revenues			
Investment earnings .....	37	35	5
Total Revenues .....	37	35	5
Total Available .....	919	954	97
Expenditures			
Educational, cultural and intellectual development .....	--	862	--
Total Expenditures .....	--	862	--
<b>Fund Balance June 30 .....</b>	<b>919</b>	<b>92</b>	<b>97</b>
<b>1992 Historic Preservation Fund (P.L. 1992, c.88)</b>			
Fund Balance July 1 .....	42	(44)	41
Revenues			
Investment earnings .....	1	3	3
Total Revenues .....	1	3	3
Other Financing Sources			
Proceeds from sale of bonds .....	--	450	500
Total Other Financing Sources .....	--	450	500
Total Available .....	43	409	544
Expenditures			
Economic planning, development and security .....	86	368	490
Government direction, management, and control .....	1	--	--
Total Expenditures .....	87	368	490
<b>Fund Balance June 30 .....</b>	<b>(44)</b>	<b>41</b>	<b>54</b>

**STATEMENT OF REVENUES, EXPENDITURES, AND FUND BALANCES**  
**SPECIAL REVENUE FUNDS**

**APPENDIX 1A**  
**(thousands of dollars)**

	-----Fiscal Year Ending June 30-----		
	2006 Actual	2007 Estimated	2008 Estimated
<b>1995 Historic Preservation Fund (P.L. 1995, c.204)</b>			
Fund Balance July 1 .....	443	(547)	92
Revenues			
Investment earnings .....	20	24	10
Total Revenues .....	20	24	10
Other Financing Sources			
Proceeds from sale of bonds .....	--	1,500	300
Total Other Financing Sources .....	--	1,500	300
Total Available .....	463	977	402
Expenditures			
Economic planning, development and security .....	991	885	388
Government direction, management, and control .....	19	--	--
Total Expenditures .....	1,010	885	388
<b>Fund Balance June 30 .....</b>	<b>(547)</b>	<b>92</b>	<b>14</b>
<b>Historic Preservation Revolving Loan Fund (P.L. 1991, c.41)</b>			
Fund Balance July 1 .....	3,990	4,152	4,346
Revenues			
Investment earnings .....	149	190	193
Other .....	13	4	--
Total Revenues .....	162	194	193
Total Available .....	4,152	4,346	4,539
<b>Fund Balance June 30 .....</b>	<b>4,152</b>	<b>4,346</b>	<b>4,539</b>
<b>Horse Racing Injury Compensation Fund (P.L. 1995, c.329)</b>			
Fund Balance July 1 .....	4,504	4,959	5,486
Revenues			
Services and assessments .....	1,134	1,404	1,400
Investment earnings .....	175	223	242
Total Revenues .....	1,309	1,627	1,642
Total Available .....	5,813	6,586	7,128
Expenditures			
Public safety and criminal justice .....	854	1,100	1,100
Total Expenditures .....	854	1,100	1,100
<b>Fund Balance June 30 .....</b>	<b>4,959</b>	<b>5,486</b>	<b>6,028</b>
<b>Housing Assistance Fund (P.L. 1968, c.127)</b>			
Fund Balance July 1 .....	6,916	6,938	6,938
Revenues			
Investment earnings .....	176	217	206
Other .....	66	70	70
Total Revenues .....	242	287	276
Total Available .....	7,158	7,225	7,214
Expenditures			
Community development and environmental management .....	--	--	4,500
Total Expenditures .....	--	--	4,500
Other Financing Uses			
Transfers to other funds .....	220	287	276
Total Other Financing Uses .....	220	287	276
Total Expenditures and Other Financing Uses .....	220	287	4,776
<b>Fund Balance June 30 .....</b>	<b>6,938</b>	<b>6,938</b>	<b>2,438</b>



# APPENDIX

## STATEMENT OF REVENUES, EXPENDITURES, AND FUND BALANCES SPECIAL REVENUE FUNDS

### APPENDIX 1A (thousands of dollars)

	-----Fiscal Year Ending June 30-----		
	2006 Actual	2007 Estimated	2008 Estimated
<b>Jobs, Education and Competitiveness Fund (P.L. 1988, c.78)</b>			
Fund Balance July 1 .....	6,045	6,045	553
Revenues			
Investment earnings .....	258	252	43
Total Revenues .....	258	252	43
Total Available .....	6,303	6,297	596
Expenditures			
Educational, cultural and intellectual development .....	--	5,492	289
Total Expenditures .....	--	5,492	289
Other Financing Uses			
Transfers to other funds .....	258	252	43
Total Other Financing Uses .....	258	252	43
Total Expenditures and Other Financing Uses .....	258	5,744	332
<b>Fund Balance June 30 .....</b>	<b>6,045</b>	<b>553</b>	<b>264</b>
<b>Jobs, Science and Technology Fund (P.L. 1984, c.99)</b>			
Fund Balance July 1 .....	24	24	18
Total Available .....	24	24	18
Expenditures			
Educational, cultural and intellectual development .....	--	6	6
Total Expenditures .....	--	6	6
<b>Fund Balance June 30 .....</b>	<b>24</b>	<b>18</b>	<b>12</b>
<b>Korean Veterans' Memorial Fund (P.L. 1996, c.72)</b>			
Fund Balance July 1 .....	(1,000)	7	15
Revenues			
Contributions .....	8	8	8
Total Revenues .....	8	8	8
Other Financing Sources			
Transfers from other funds .....	999	--	--
Total Other Financing Sources .....	999	--	--
Total Available .....	7	15	23
<b>Fund Balance June 30 .....</b>	<b>7</b>	<b>15</b>	<b>23</b>
<b>1996 Lake Restoration Fund (P.L. 1996, c.70)</b>			
Fund Balance July 1 .....	2,463	2,516	2,537
Revenues			
Investment earnings .....	58	121	122
Other .....	9	--	--
Total Revenues .....	67	121	122
Total Available .....	2,530	2,637	2,659
Expenditures			
Community development and environmental management .....	14	100	100
Total Expenditures .....	14	100	100
<b>Fund Balance June 30 .....</b>	<b>2,516</b>	<b>2,537</b>	<b>2,559</b>

**STATEMENT OF REVENUES, EXPENDITURES, AND FUND BALANCES  
SPECIAL REVENUE FUNDS**

**APPENDIX 1A  
(thousands of dollars)**

	-----Fiscal Year Ending June 30-----		
	<b>2006 Actual</b>	<b>2007 Estimated</b>	<b>2008 Estimated</b>
<b>Lead Hazard Control Assistance Fund (P.L. 2003, c.311)</b>			
Fund Balance July 1 .....	1,930	10,876	7,476
Revenues			
Licenses and fees .....	127	1,600	1,600
Investment earnings .....	81	500	450
Total Revenues .....	208	2,100	2,050
Other Financing Sources			
Transfers from other funds .....	10,000	2,000	6,000
Total Other Financing Sources .....	10,000	2,000	6,000
Total Available .....	12,138	14,976	15,526
Expenditures			
Economic planning, development, and security .....	804	7,000	11,500
Total Expenditures .....	804	7,000	11,500
Other Financing Uses			
Transfers to other funds .....	458	500	900
Total Other Financing Uses .....	458	500	900
Total Expenditures and Other Financing Uses .....	1,262	7,500	12,400
<b>Fund Balance June 30 .....</b>	<b>10,876</b>	<b>7,476</b>	<b>3,126</b>
<b>Legal Services Fund (P.L. 1996, c.52)</b>			
Fund Balance July 1 .....	--	--	--
Revenues			
Licenses and fees .....	10,077	10,410	10,410
Total Revenues .....	10,077	10,410	10,410
Total Available .....	10,077	10,410	10,410
Other Financing Uses			
Transfers to other funds .....	10,077	10,410	10,410
Total Other Financing Uses .....	10,077	10,410	10,410
<b>Fund Balance June 30 .....</b>	<b>--</b>	<b>--</b>	<b>--</b>
<b>Luxury Tax Fund (N.J.S. A. 40:48-8.30a(B), (P.L. 1991, c.375)</b>			
Fund Balance July 1 .....	1,874	87	97
Revenues			
Taxes .....	26,949	27,500	29,000
Investment earnings .....	3	10	20
Total Revenues .....	26,952	27,510	29,020
Total Available .....	28,826	27,597	29,117
Expenditures			
Government direction, management, and control .....	28,739	27,500	29,000
Total Expenditures .....	28,739	27,500	29,000
<b>Fund Balance June 30 .....</b>	<b>87</b>	<b>97</b>	<b>117</b>

# APPENDIX

## STATEMENT OF REVENUES, EXPENDITURES, AND FUND BALANCES SPECIAL REVENUE FUNDS

### APPENDIX 1A (thousands of dollars)

	-----Fiscal Year Ending June 30-----		
	2006 Actual	2007 Estimated	2008 Estimated
<b>Medical Malpractice Liability Insurance Premium Assistance Fund (P.L. 2004, c.17)</b>			
Fund Balance July 1 .....	15,472	18,061	17,161
Revenues			
Services and assessments .....	22,944	22,750	250
Investment earnings .....	1,146	1,150	25
Total Revenues .....	24,090	23,900	275
Total Available .....	39,562	41,961	17,436
Expenditures			
Economic planning, development and security .....	14,289	17,710	10,436
Special government services .....	92	90	--
Total Expenditures .....	14,381	17,800	10,436
Other Financing Uses			
Transfers to other funds .....	7,120	7,000	7,000
Total Other Financing Uses .....	7,120	7,000	7,000
Total Expenditures and Other Financing Uses .....	21,501	24,800	17,436
<b>Fund Balance June 30 .....</b>	<b>18,061</b>	<b>17,161</b>	<b>--</b>
<b>Mortgage Assistance Fund (P.L. 1976, c.94)</b>			
Fund Balance July 1 .....	13,826	13,826	12,326
Revenues			
Investment earnings .....	125	203	127
Other .....	622	625	625
Total Revenues .....	747	828	752
Total Available .....	14,573	14,654	13,078
Expenditures			
Community development and environmental management .....	--	1,500	2,500
Total Expenditures .....	--	1,500	2,500
Other Financing Uses			
Transfers to other funds .....	747	828	752
Total Other Financing Uses .....	747	828	752
Total Expenditures and Other Financing Uses .....	747	2,328	3,252
<b>Fund Balance June 30 .....</b>	<b>13,826</b>	<b>12,326</b>	<b>9,826</b>
<b>Municipal Landfill Closure and Remediation Fund (P.L. 1996, c.124)</b>			
Fund Balance July 1 .....	61	68	68
Revenues			
Other .....	1,569	1,800	1,900
Total Revenues .....	1,569	1,800	1,900
Total Available .....	1,630	1,868	1,968
Expenditures			
Community development and environmental management .....	1,562	1,800	1,800
Total Expenditures .....	1,562	1,800	1,800
<b>Fund Balance June 30 .....</b>	<b>68</b>	<b>68</b>	<b>168</b>

**STATEMENT OF REVENUES, EXPENDITURES, AND FUND BALANCES  
SPECIAL REVENUE FUNDS**

**APPENDIX 1A  
(thousands of dollars)**

	-----Fiscal Year Ending June 30-----		
	<b>2006 Actual</b>	<b>2007 Estimated</b>	<b>2008 Estimated</b>
<b>Natural Resources Fund (P.L. 1980, c.70)</b>			
Fund Balance July 1 .....	3,502	3,502	2,502
Revenues			
Investment earnings .....	142	135	78
Total Revenues .....	142	135	78
Total Available .....	3,644	3,637	2,580
Expenditures			
Community development and environmental management .....	--	1,000	1,000
Total Expenditures .....	--	1,000	1,000
Other Financing Uses			
Transfers to other funds .....	142	135	78
Total Other Financing Uses .....	142	135	78
Total Expenditures and Other Financing Uses .....	142	1,135	1,078
<b>Fund Balance June 30 .....</b>	<b>3,502</b>	<b>2,502</b>	<b>1,502</b>
<b>New Home Warranty Security Fund (N.J.S.A. 46:3B-7)</b>			
Fund Balance July 1 .....	39,636	24,694	28,567
Revenues			
Licenses and fees .....	1,070	1,000	1,000
Services and assessments .....	8,274	7,500	7,500
Investment earnings .....	1,405	1,414	1,464
Other .....	276	275	275
Total Revenues .....	11,025	10,189	10,239
Total Available .....	50,661	34,883	38,806
Expenditures			
Community development and environmental management .....	1,444	1,500	1,500
Total Expenditures .....	1,444	1,500	1,500
Other Financing Uses			
Transfers to other funds .....	24,523	4,816	4,816
Total Other Financing Uses .....	24,523	4,816	4,816
Total Expenditures and Other Financing Uses .....	25,967	6,316	6,316
<b>Fund Balance June 30 .....</b>	<b>24,694</b>	<b>28,567</b>	<b>32,490</b>
<b>1995 New Jersey Coastal Blue Acres Fund (P.L. 1995, c.204)</b>			
Fund Balance July 1 .....	3,352	3,465	3,099
Revenues			
Investment earnings .....	95	113	97
Other .....	18	21	21
Total Revenues .....	113	134	118
Total Available .....	3,465	3,599	3,217
Expenditures			
Community development and environmental management .....	--	500	500
Total Expenditures .....	--	500	500
<b>Fund Balance June 30 .....</b>	<b>3,465</b>	<b>3,099</b>	<b>2,717</b>

# APPENDIX

## STATEMENT OF REVENUES, EXPENDITURES, AND FUND BALANCES SPECIAL REVENUE FUNDS

### APPENDIX 1A (thousands of dollars)

	-----Fiscal Year Ending June 30-----		
	2006 Actual	2007 Estimated	2008 Estimated
<b>New Jersey Cultural Trust (P.L. 2000, c.76)</b>			
Fund Balance July 1 .....	21,453	22,315	23,400
Revenues			
Investment earnings .....	825	1,115	1,162
Total Revenues .....	825	1,115	1,162
Other Financing Sources			
Transfers from other funds .....	720	720	720
Total Other Financing Sources .....	720	720	720
Total Available .....	22,998	24,150	25,282
Expenditures			
Government direction, management, and control .....	683	750	1,050
Total Expenditures .....	683	750	1,050
<b>Fund Balance June 30 .....</b>	<b>22,315</b>	<b>23,400</b>	<b>24,232</b>
<b>1983 New Jersey Green Acres Fund (P.L. 1983, c.354)</b>			
Fund Balance July 1 .....	19,690	19,646	19,636
Revenues			
Investment earnings .....	839	850	850
Total Revenues .....	839	850	850
Total Available .....	20,529	20,496	20,486
Expenditures			
Community development and environmental management .....	44	10	10
Total Expenditures .....	44	10	10
Other Financing Uses			
Transfers to other funds .....	839	850	850
Total Other Financing Uses .....	839	850	850
Total Expenditures and Other Financing Uses .....	883	860	860
<b>Fund Balance June 30 .....</b>	<b>19,646</b>	<b>19,636</b>	<b>19,626</b>
<b>1989 New Jersey Green Acres Fund (P.L. 1989, c.183)</b>			
Fund Balance July 1 .....	5,409	5,582	5,582
Revenues			
Investment earnings .....	218	250	250
Total Revenues .....	218	250	250
Total Available .....	5,627	5,832	5,832
Expenditures			
Community development and environmental management .....	45	250	250
Total Expenditures .....	45	250	250
<b>Fund Balance June 30 .....</b>	<b>5,582</b>	<b>5,582</b>	<b>5,582</b>
<b>1992 New Jersey Green Acres Fund (P.L. 1992, c. 88)</b>			
Fund Balance July 1 .....	1,742	1,347	1,132
Revenues			
Investment earnings .....	45	35	25
Total Revenues .....	45	35	25
Total Available .....	1,787	1,382	1,157
Expenditures			
Community development and environmental management .....	440	250	250
Total Expenditures .....	440	250	250
<b>Fund Balance June 30 .....</b>	<b>1,347</b>	<b>1,132</b>	<b>907</b>

**STATEMENT OF REVENUES, EXPENDITURES, AND FUND BALANCES**  
**SPECIAL REVENUE FUNDS**

**APPENDIX 1A**  
**(thousands of dollars)**

	-----Fiscal Year Ending June 30-----		
	2006 Actual	2007 Estimated	2008 Estimated
<b>1995 New Jersey Green Acres Fund (P.L. 1995, c. 204)</b>			
Fund Balance July 1 .....	4,250	4,000	2,640
Revenues			
Investment earnings .....	146	140	75
Total Revenues .....	146	140	75
Total Available .....	4,396	4,140	2,715
Expenditures			
Community development and environmental management .....	396	1,500	--
Total Expenditures .....	396	1,500	--
<b>Fund Balance June 30 .....</b>	<b>4,000</b>	<b>2,640</b>	<b>2,715</b>
<b>1989 New Jersey Green Trust Fund (P.L. 1989, c.183)</b>			
Fund Balance July 1 .....	95,389	96,555	97,355
Revenues			
Investment earnings .....	1,549	1,600	1,700
Other .....	1,173	1,200	1,200
Total Revenues .....	2,722	2,800	2,900
Total Available .....	98,111	99,355	100,255
Expenditures			
Community development and environmental management .....	1,556	2,000	2,000
Total Expenditures .....	1,556	2,000	2,000
<b>Fund Balance June 30 .....</b>	<b>96,555</b>	<b>97,355</b>	<b>98,255</b>
<b>1992 New Jersey Green Trust Fund (P.L. 1992, c. 88)</b>			
Fund Balance July 1 .....	55,675	53,651	50,451
Revenues			
Investment earnings .....	880	700	500
Other .....	703	700	700
Total Revenues .....	1,583	1,400	1,200
Total Available .....	57,258	55,051	51,651
Expenditures			
Community development and environmental management .....	3,607	4,600	4,600
Total Expenditures .....	3,607	4,600	4,600
<b>Fund Balance June 30 .....</b>	<b>53,651</b>	<b>50,451</b>	<b>47,051</b>
<b>1995 New Jersey Green Trust Fund (P.L. 1995, c. 204)</b>			
Fund Balance July 1 .....	76,798	75,490	67,290
Revenues			
Investment earnings .....	1,067	800	500
Other .....	1,146	1,000	1,000
Total Revenues .....	2,213	1,800	1,500
Total Available .....	79,011	77,290	68,790
Expenditures			
Community development and environmental management .....	3,521	10,000	10,000
Total Expenditures .....	3,521	10,000	10,000
<b>Fund Balance June 30 .....</b>	<b>75,490</b>	<b>67,290</b>	<b>58,790</b>

# APPENDIX

## STATEMENT OF REVENUES, EXPENDITURES, AND FUND BALANCES SPECIAL REVENUE FUNDS

### APPENDIX 1A (thousands of dollars)

	-----Fiscal Year Ending June 30-----		
	2006 Actual	2007 Estimated	2008 Estimated
<b>1995 New Jersey Inland Blue Acres Fund (P.L. 1995, c.204)</b>			
Fund Balance July 1 .....	1,208	980	877
Revenues			
Investment earnings .....	46	47	40
Total Revenues .....	46	47	40
Total Available .....	1,254	1,027	917
Expenditures			
Community development and environmental management .....	274	150	150
Total Expenditures .....	274	150	150
<b>Fund Balance June 30 .....</b>	<b>980</b>	<b>877</b>	<b>767</b>
<b>New Jersey Insolvent Health Maintenance Organization Assistance Fund (P.L. 2000, c. 12)</b>			
Fund Balance July 1 .....	24,780	18,630	--
Revenues			
Services and assessments .....	9,908	19,485	--
Investment earnings .....	--	180	--
Total Revenues .....	9,908	19,665	--
Other Financing Sources			
Transfers from other funds .....	--	--	--
Total Other Financing Sources .....	--	--	--
Total Available .....	34,688	38,295	--
Expenditures			
Economic planning, development, and security .....	16,058	29,812	--
Total Expenditures .....	16,058	29,812	--
Other Financing Uses			
Transfers to other funds .....	--	8,483	--
Total Other Financing Uses .....	--	8,483	--
Total Expenditures and Other Financing Uses .....	16,058	38,295	--
<b>Fund Balance June 30 .....</b>	<b>18,630</b>	<b>--</b>	<b>--</b>
<b>New Jersey Lawyers' Assistance Program (R. 1:28 B)</b>			
Fund Balance July 1 .....	395	370	275
Revenues			
Licenses and fees .....	405	397	663
Investment earnings .....	17	22	25
Total Revenues .....	422	419	688
Total Available .....	817	789	963
Expenditures			
Public safety and criminal justice .....	447	514	602
Total Expenditures .....	447	514	602
<b>Fund Balance June 30 .....</b>	<b>370</b>	<b>275</b>	<b>361</b>

**STATEMENT OF REVENUES, EXPENDITURES, AND FUND BALANCES**  
**SPECIAL REVENUE FUNDS**

**APPENDIX 1A**  
**(thousands of dollars)**

	-----Fiscal Year Ending June 30-----		
	2006 Actual	2007 Estimated	2008 Estimated
<b>New Jersey Lawyers' Fund for Client Protection (R. 1:28-7)</b>			
Fund Balance July 1 .....	12,647	14,367	15,843
Revenues			
Licenses and fees .....	3,706	3,500	3,400
Investment earnings .....	342	323	361
Other .....	1,162	1,000	1,000
Total Revenues .....	5,210	4,823	4,761
Total Available .....	17,857	19,190	20,604
Expenditures			
Public safety and criminal justice .....	3,490	3,347	4,429
Total Expenditures .....	3,490	3,347	4,429
<b>Fund Balance June 30 .....</b>	<b>14,367</b>	<b>15,843</b>	<b>16,175</b>
<b>New Jersey Local Development Financing Fund (N.J.S.A. 34:1B-36)</b>			
Fund Balance July 1 .....	47,838	48,419	49,835
Revenues			
Licenses and fees .....	26	20	21
Investment earnings .....	737	900	1,000
Other .....	1,171	1,297	1,341
Total Revenues .....	1,934	2,217	2,362
Total Available .....	49,772	50,636	52,197
Expenditures			
Economic planning, development and security .....	1,353	801	424
Total Expenditures .....	1,353	801	424
<b>Fund Balance June 30 .....</b>	<b>48,419</b>	<b>49,835</b>	<b>51,773</b>
<b>New Jersey Racing Industry Special Fund (P.L. 2001, c.199)</b>			
Fund Balance July 1 .....	4,936	818	2,071
Revenues			
Services and assessments .....	1,370	1,500	1,500
Investment earnings .....	26	3	65
Other .....	3,860	4,500	4,000
Total Revenues .....	5,256	6,003	5,565
Total Available .....	10,192	6,821	7,636
Expenditures			
Public safety and criminal justice .....	9,374	4,750	5,000
Total Expenditures .....	9,374	4,750	5,000
<b>Fund Balance June 30 .....</b>	<b>818</b>	<b>2,071</b>	<b>2,636</b>



# APPENDIX

## STATEMENT OF REVENUES, EXPENDITURES, AND FUND BALANCES SPECIAL REVENUE FUNDS

### APPENDIX 1A (thousands of dollars)

	-----Fiscal Year Ending June 30-----		
	2006 Actual	2007 Estimated	2008 Estimated
<b>New Jersey Spill Compensation Fund (N.J.S.A. 58:10-23.11i)</b>			
Fund Balance July 1 .....	8,241	12,962	19,029
Revenues			
Taxes .....	23,687	24,000	24,000
Licenses and fees .....	6,849	6,850	6,850
Investment earnings .....	1,279	1,500	1,500
Other .....	632	650	650
Total Revenues .....	32,447	33,000	33,000
Total Available .....	40,688	45,962	52,029
Expenditures			
Community development and environmental management .....	2,780	3,000	3,000
Total Expenditures .....	2,780	3,000	3,000
Other Financing Uses			
Transfers to other funds .....	24,946	23,933	23,052
Total Other Financing Uses .....	24,946	23,933	23,052
Total Expenditures and Other Financing Uses .....	27,726	26,933	26,052
<b>Fund Balance June 30 .....</b>	<b>12,962</b>	<b>19,029</b>	<b>25,977</b>
<b>New Jersey Spinal Cord Research Fund (P.L. 1999, c. 201)</b>			
Fund Balance July 1 .....	14,586	15,513	12,613
Revenues			
Investment earnings .....	611	700	517
Other .....	4,863	3,600	3,600
Total Revenues .....	5,474	4,300	4,117
Total Available .....	20,060	19,813	16,730
Expenditures			
Physical and mental health .....	4,071	6,500	7,500
Total Expenditures .....	4,071	6,500	7,500
Other Financing Uses			
Transfers to other funds .....	476	700	800
Total Other Financing Uses .....	476	700	800
Total Expenditures and Other Financing Uses .....	4,547	7,200	8,300
<b>Fund Balance June 30 .....</b>	<b>15,513</b>	<b>12,613</b>	<b>8,430</b>
<b>New Jersey Workforce Development Partnership Fund (P.L. 1992, c. 44)</b>			
Fund Balance July 1 .....	67,631	79,601	58,195
Revenues			
Taxes .....	88,355	93,000	96,000
Investment earnings .....	3,000	3,360	2,390
Total Revenues .....	91,355	96,360	98,390
Total Available .....	158,986	175,961	156,585
Expenditures			
Economic planning, development, and security .....	37,106	55,000	55,000
Total Expenditures .....	37,106	55,000	55,000
Other Financing Uses			
Transfers to other funds .....	42,279	62,766	62,926
Total Other Financing Uses .....	42,279	62,766	62,926
Total Expenditures and Other Financing Uses .....	79,385	117,766	117,926
<b>Fund Balance June 30 .....</b>	<b>79,601</b>	<b>58,195</b>	<b>38,659</b>

**STATEMENT OF REVENUES, EXPENDITURES, AND FUND BALANCES**  
**SPECIAL REVENUE FUNDS**

**APPENDIX 1A**  
**(thousands of dollars)**

	-----Fiscal Year Ending June 30-----		
	2006 Actual	2007 Estimated	2008 Estimated
<b>Petroleum Overcharge Reimbursement Fund (P.L. 1987,c.231)</b>			
Fund Balance July 1 .....	13,001	8,172	7,233
Revenues			
Federal and other grants .....	321	--	--
Investment earnings .....	365	203	145
Total Revenues .....	686	203	145
Total Available .....	13,687	8,375	7,378
Expenditures			
Community development and environmental management .....	463	1,142	945
Transportation programs .....	5,000	--	--
Government direction, management, and control .....	52	--	3,500
Total Expenditures .....	5,515	1,142	4,445
<b>Fund Balance June 30 .....</b>	<b>8,172</b>	<b>7,233</b>	<b>2,933</b>
<b>Pinelands Infrastructure Trust Fund (P.L. 1985, c.302)</b>			
Fund Balance July 1 .....	9,700	10,028	10,393
Revenues			
Investment earnings .....	184	240	260
Other .....	144	130	117
Total Revenues .....	328	370	377
Total Available .....	10,028	10,398	10,770
Expenditures			
Community development and environmental management .....	--	5	5
Total Expenditures .....	--	5	5
<b>Fund Balance June 30 .....</b>	<b>10,028</b>	<b>10,393</b>	<b>10,765</b>
<b>Pollution Prevention Fund (P.L. 1991, c. 235)</b>			
Fund Balance July 1 .....	1,013	1,400	1,404
Revenues			
Services and assessments .....	1,915	1,750	1,800
Investment earnings .....	42	40	40
Total Revenues .....	1,957	1,790	1,840
Total Available .....	2,970	3,190	3,244
Other Financing Uses			
Transfers to other funds .....	1,570	1,786	2,104
Total Other Financing Uses .....	1,570	1,786	2,104
<b>Fund Balance June 30 .....</b>	<b>1,400</b>	<b>1,404</b>	<b>1,140</b>
<b>Real Estate Guaranty Fund (N.J.S.A. 45:15-34)</b>			
Fund Balance July 1 .....	1,458	1,619	1,795
Revenues			
Licenses and fees .....	137	140	250
Investment earnings .....	44	56	65
Total Revenues .....	181	196	315
Total Available .....	1,639	1,815	2,110
Expenditures			
Economic planning, development, and security .....	20	20	25
Total Expenditures .....	20	20	25
<b>Fund Balance June 30 .....</b>	<b>1,619</b>	<b>1,795</b>	<b>2,085</b>

# APPENDIX

## STATEMENT OF REVENUES, EXPENDITURES, AND FUND BALANCES SPECIAL REVENUE FUNDS

### APPENDIX 1A (thousands of dollars)

	-----Fiscal Year Ending June 30-----		
	2006 Actual	2007 Estimated	2008 Estimated
<b>Resource Recovery and Solid Waste Disposal Facility Fund (P.L. 1985, c.330)</b>			
Fund Balance July 1 .....	574	597	627
Revenues			
Investment earnings .....	23	30	32
Total Revenues .....	23	30	32
Total Available .....	597	627	659
<b>Fund Balance June 30 .....</b>	<b>597</b>	<b>627</b>	<b>659</b>
<b>Retail Margin Fund (P.L. 1999, c.23)</b>			
Fund Balance July 1 .....	--	62,401	75,803
Revenues			
Services and agreements .....	60,236	20,307	15,622
Investment earnings .....	2,194	1,500	3,000
Total Revenues .....	62,430	21,807	18,622
Total Available .....	62,430	84,208	94,425
Expenditures			
Economic planning, development, and security .....	29	8,405	19,606
Total Expenditures .....	29	8,405	19,606
<b>Fund Balance June 30 .....</b>	<b>62,401</b>	<b>75,803</b>	<b>74,819</b>
<b>Safe Drinking Water Fund (N.J.S.A. 58:12A-12)</b>			
Fund Balance July 1 .....	530	218	435
Revenues			
Taxes .....	2,438	3,300	3,137
Investment earnings .....	116	100	100
Total Revenues .....	2,554	3,400	3,237
Total Available .....	3,084	3,618	3,672
Expenditures			
Community development and environmental management .....	380	50	50
Total Expenditures .....	380	50	50
Other Financing Uses			
Transfers to other funds .....	2,486	3,133	3,622
Total Other Financing Uses .....	2,486	3,133	3,622
Total Expenditures and Other Financing Uses .....	2,866	3,183	3,672
<b>Fund Balance June 30 .....</b>	<b>218</b>	<b>435</b>	<b>--</b>
<b>Sanitary Landfill Facility Contingency Fund (N.J.S.A. 13:1E-100)</b>			
Fund Balance July 1 .....	13,723	16,186	13,636
Revenues			
Services and assessments .....	2,060	2,100	2,100
Investment earnings .....	578	700	600
Total Revenues .....	2,638	2,800	2,700
Total Available .....	16,361	18,986	16,336
Expenditures			
Community development and environmental management .....	175	350	350
Total Expenditures .....	175	350	350
Other Financing Uses			
Transfers to other funds .....	--	5,000	--
Total Other Financing Uses .....	--	5,000	--
Total Expenditures and Other Financing Uses .....	175	5,350	350
<b>Fund Balance June 30 .....</b>	<b>16,186</b>	<b>13,636</b>	<b>15,986</b>

**STATEMENT OF REVENUES, EXPENDITURES, AND FUND BALANCES**  
**SPECIAL REVENUE FUNDS**

**APPENDIX 1A**  
**(thousands of dollars)**

	-----Fiscal Year Ending June 30-----		
	<b>2006</b>	<b>2007</b>	<b>2008</b>
	<b>Actual</b>	<b>Estimated</b>	<b>Estimated</b>
<b>Shore Protection Fund (P.L. 1983, c. 356)</b>			
Fund Balance July 1 .....	11,086	11,086	10,786
Revenues			
Investment earnings .....	423	518	492
Other .....	--	80	3
Total Revenues .....	423	598	495
Total Available .....	11,509	11,684	11,281
Expenditures			
Community development and environmental management .....	--	300	300
Total Expenditures .....	--	300	300
Other Financing Uses			
Transfers to other funds .....	423	598	495
Total Other Financing Uses .....	423	598	495
Total Expenditures and Other Financing Uses .....	423	898	795
<b>Fund Balance June 30 .....</b>	<b>11,086</b>	<b>10,786</b>	<b>10,486</b>
<b>State Disability Benefit Fund (N.J.S.A. 43:21-46a)</b>			
Fund Balance July 1 .....	154,480	207,965	221,134
Revenue			
Taxes .....	502,773	544,000	565,000
Services and assessments .....	30,481	31,000	31,500
Investment earnings .....	3,914	3,600	4,600
Other .....	975	1,000	1,000
Total Revenues .....	538,143	579,600	602,100
Total Available .....	692,623	787,565	823,234
Expenditures			
Economic planning, development and security .....	456,955	479,000	500,000
Total Expenditures .....	456,955	479,000	500,000
Other Financing Uses			
Transfers to other funds .....	27,703	87,431	113,581
Total Other Financing Uses .....	27,703	87,431	113,581
Total Expenditures and Other Financing Uses .....	484,658	566,431	613,581
<b>Fund Balance June 30 .....</b>	<b>207,965</b>	<b>221,134</b>	<b>209,653</b>

# APPENDIX

## STATEMENT OF REVENUES, EXPENDITURES, AND FUND BALANCES SPECIAL REVENUE FUNDS

### APPENDIX 1A (thousands of dollars)

	-----Fiscal Year Ending June 30-----		
	2006 Actual	2007 Estimated	2008 Estimated
<b>State Land Acquisition and Development Fund (P.L. 1978, c. 118)</b>			
Fund Balance July 1 .....	258	(118)	682
Revenues			
Investment earnings .....	14	10	30
Total Revenues .....	14	10	30
Other Financing Sources			
Proceeds from sale of bonds .....	--	1,000	--
Total Other Financing Sources .....	--	1,000	--
Total Available .....	272	892	712
Expenditures			
Community development and environmental management .....	376	200	200
Government direction, management, and control .....	12	--	--
Total Expenditures .....	388	200	200
Other Financing Uses			
Transfers to other funds .....	2	10	30
Total Other Financing Uses .....	2	10	30
Total Expenditures and Other Financing Uses .....	390	210	230
<b>Fund Balance June 30 .....</b>	<b>(118)</b>	<b>682</b>	<b>482</b>
<b>State Recreation and Conservation Land Acquisition and Development Fund (P.L. 1974, c.102)</b>			
Fund Balance July 1 .....	899	449	399
Revenues			
Investment earnings .....	29	15	10
Total Revenues .....	29	15	10
Total Available .....	928	464	409
Expenditures			
Community development and environmental management .....	450	50	50
Total Expenditures .....	450	50	50
Other Financing Uses			
Transfers to other funds .....	29	15	10
Total Other Financing Uses .....	29	15	10
Total Expenditures and Other Financing Uses .....	479	65	60
<b>Fund Balance June 30 .....</b>	<b>449</b>	<b>399</b>	<b>349</b>
<b>State Recycling Fund (N.J.S.A. 12:1E-92)</b>			
Fund Balance July 1 .....	5,587	6,205	6,411
Revenues			
Investment earnings .....	117	156	200
Other .....	49	50	50
Total Revenues .....	166	206	250
Other Financing Sources			
Transfers from other funds .....	3,873	3,625	3,625
Total Other Financing Sources .....	3,873	3,625	3,625
Total Available .....	9,626	10,036	10,286
Expenditures			
Community development and environmental management .....	3,421	3,625	3,625
Total Expenditures .....	3,421	3,625	3,625
<b>Fund Balance June 30 .....</b>	<b>6,205</b>	<b>6,411</b>	<b>6,661</b>

**STATEMENT OF REVENUES, EXPENDITURES, AND FUND BALANCES  
SPECIAL REVENUE FUNDS**

**APPENDIX 1A  
(thousands of dollars)**

	-----Fiscal Year Ending June 30-----		
	<b>2006 Actual</b>	<b>2007 Estimated</b>	<b>2008 Estimated</b>
<b>Stormwater Management and Combined Sewer Overflow Abatement Fund (P.L. 1989, c. 181)</b>			
Fund Balance July 1 .....	1,402	620	3,170
Revenues			
Investment earnings .....	35	50	100
Total Revenues .....	35	50	100
Other Financing Sources			
Proceeds from sale of bonds .....	--	4,000	--
Total Other Financing Sources .....	--	4,000	--
Total Available .....	1,437	4,670	3,270
Expenditures			
Community development and environmental management .....	817	1,500	1,500
Total Expenditures .....	817	1,500	1,500
<b>Fund Balance June 30 .....</b>	<b>620</b>	<b>3,170</b>	<b>1,770</b>
<b>Superior Court of New Jersey Trust Fund (R. 4:57-2 to 5)</b>			
Fund Balance July 1 .....	1,261	1,447	1,974
Revenues			
Investment earnings .....	14,162	14,500	14,500
Total Revenues .....	14,162	14,500	14,500
Total Available .....	15,423	15,947	16,474
Expenditures			
Public safety and criminal justice .....	13,976	13,973	13,973
Total Expenditures .....	13,976	13,973	13,973
<b>Fund Balance June 30 .....</b>	<b>1,447</b>	<b>1,974</b>	<b>2,501</b>
<b>Supplemental Workforce Fund for Basic Skills (P.L.2001, c.152)</b>			
Fund Balance July 1 .....	33,807	31,038	22,937
Revenues			
Taxes .....	24,868	27,500	28,500
Investment earnings .....	1,223	1,199	471
Total Revenues .....	26,091	28,699	28,971
Total Available .....	59,898	59,737	51,908
Expenditures			
Public safety and criminal justice .....	118	--	--
Economic planning, development and security .....	27,232	32,600	38,600
Total Expenditures .....	27,350	32,600	38,600
Other Financing Uses			
Transfers to other funds .....	1,510	4,200	4,200
Total Other Financing Uses .....	1,510	4,200	4,200
Total Expenditures and Other Financing Uses .....	28,860	36,800	42,800
<b>Fund Balance June 30 .....</b>	<b>31,038</b>	<b>22,937</b>	<b>9,108</b>

# APPENDIX

## STATEMENT OF REVENUES, EXPENDITURES, AND FUND BALANCES SPECIAL REVENUE FUNDS

### APPENDIX 1A (thousands of dollars)

	-----Fiscal Year Ending June 30-----		
	2006 Actual	2007 Estimated	2008 Estimated
<b>Tobacco Settlement Fund</b>			
Fund Balance July 1 .....	18,082	6,081	222
Revenues			
Investment earnings .....	481	404	2,715
Total Revenues .....	481	404	2,715
Other Financing Sources			
Transfers from other funds .....	--	8,483	108,619
Total Other Financing Sources .....	--	8,483	108,619
Total Available .....	18,563	14,968	111,556
Other Financing Uses			
Transfers to other funds .....	12,482	14,746	108,619
Total Other Financing Uses .....	12,482	14,746	108,619
<b>Fund Balance June 30 .....</b>	<b>6,081</b>	<b>222</b>	<b>2,937</b>
<b>Tourism Improvement and Development Fund (P.L. 1992, c.165)</b>			
Fund Balance July 1 .....	--	1	3
Revenues			
Taxes .....	1,519	2,100	2,100
Investment earnings .....	1	2	2
Total Revenues .....	1,520	2,102	2,102
Total Available .....	1,520	2,103	2,105
Expenditures			
Economic planning, development, and security .....	1,448	2,030	2,030
Total Expenditures .....	1,448	2,030	2,030
Other Financing Uses			
Transfers to other funds .....	71	70	70
Total Other Financing Uses .....	71	70	70
Total Expenditures and Other Financing Uses .....	1,519	2,100	2,100
<b>Fund Balance June 30 .....</b>	<b>1</b>	<b>3</b>	<b>5</b>
<b>Trial Attorney Certification Program (R. 1:39-1(h))</b>			
Fund Balance July 1 .....	104	90	61
Revenues			
Licenses and fees .....	237	242	242
Investment earnings .....	7	6	5
Other .....	4	4	4
Total Revenues .....	248	252	251
Total Available .....	352	342	312
Expenditures			
Public safety and criminal justice .....	262	281	281
Total Expenditures .....	262	281	281
<b>Fund Balance June 30 .....</b>	<b>90</b>	<b>61</b>	<b>31</b>

**STATEMENT OF REVENUES, EXPENDITURES, AND FUND BALANCES**  
**SPECIAL REVENUE FUNDS**

**APPENDIX 1A**  
**(thousands of dollars)**

	-----Fiscal Year Ending June 30-----		
	2006 Actual	2007 Estimated	2008 Estimated
<b>Unclaimed Child Support Trust Fund (P.L. 1995, c.115)</b>			
Fund Balance July 1 .....	2,287	2,433	2,599
Revenues			
Investment earnings .....	82	105	110
Other .....	74	71	100
Total Revenues .....	156	176	210
Total Available .....	2,443	2,609	2,809
Expenditures			
Government direction, management, and control .....	10	10	10
Total Expenditures .....	10	10	10
<b>Fund Balance June 30 .....</b>	<b>2,433</b>	<b>2,599</b>	<b>2,799</b>
<b>Unclaimed Utility Deposits Trust Fund (P.L. 2000, c.132)</b>			
Fund Balance July 1 .....	4,080	4,854	5,109
Revenues			
Investment earnings .....	191	248	280
Other .....	4,721	1,500	1,500
Total Revenues .....	4,912	1,748	1,780
Total Available .....	8,992	6,602	6,889
Expenditures			
Government direction, management, and control .....	3,947	1,245	1,245
Total Expenditures .....	3,947	1,245	1,245
Other Financing Uses			
Transfers to other funds .....	191	248	280
Total Other Financing Uses .....	191	248	280
Total Expenditures and Other Financing Uses .....	4,138	1,493	1,525
<b>Fund Balance June 30 .....</b>	<b>4,854</b>	<b>5,109</b>	<b>5,364</b>
<b>Unemployment Compensation Auxiliary Fund (N.J.S.A. 43:21-14g)</b>			
Fund Balance July 1 .....	3,076	14,802	22,613
Revenues			
Investment earnings .....	629	1,423	1,875
Other .....	28,676	29,235	29,750
Total Revenues .....	29,305	30,658	31,625
Total Available .....	32,381	45,460	54,238
Other Financing Uses			
Transfers to other funds .....	17,579	22,847	28,847
Total Other Financing Uses .....	17,579	22,847	28,847
<b>Fund Balance June 30 .....</b>	<b>14,802</b>	<b>22,613</b>	<b>25,391</b>



# APPENDIX

## STATEMENT OF REVENUES, EXPENDITURES, AND FUND BALANCES SPECIAL REVENUE FUNDS

### APPENDIX 1A (thousands of dollars)

	-----Fiscal Year Ending June 30-----		
	2006 Actual	2007 Estimated	2008 Estimated
<b>Universal Services Fund (P.L. 1999, c.23)</b>			
Fund Balance July 1 .....	--	2,486	5,086
Revenues			
Services and assessments .....	186,990	233,240	233,240
Investment earnings .....	2,308	2,600	2,600
Total Revenues .....	189,298	235,840	235,840
Total Available .....	189,298	238,326	240,926
Expenditures			
Community development and environmental management .....	111,100	156,400	156,400
Total Expenditures .....	111,100	156,400	156,400
Other Financing Uses			
Transfers to other funds .....	75,712	76,840	76,840
Total Other Financing Uses .....	75,712	76,840	76,840
Total Expenditures and Other Financing Uses .....	186,812	233,240	233,240
<b>Fund Balance June 30 .....</b>	<b>2,486</b>	<b>5,086</b>	<b>7,686</b>
<b>University of Medicine and Dentistry of New Jersey - Self Insurance Reserve Fund (N.J.S.A. 52:18A-1 et seq.)</b>			
Fund Balance July 1 .....	1,801	--	2,482
Revenues			
Services and assessments .....	11,020	8,900	8,900
Investment earnings .....	207	582	600
Total Revenues .....	11,227	9,482	9,500
Other Financing Sources			
Transfers from other funds .....	19,322	18,000	18,000
Total Other Financing Sources .....	19,322	18,000	18,000
Total Available .....	32,350	27,482	29,982
Expenditures			
Economic planning, development, and security .....	32,350	25,000	25,000
Total Expenditures .....	32,350	25,000	25,000
<b>Fund Balance June 30 .....</b>	<b>--</b>	<b>2,482</b>	<b>4,982</b>
<b>Urban and Rural Centers Unsafe Buildings Demolition Revolving Loan Fund (P.L. 1997, c.125)</b>			
Fund Balance July 1 .....	20,558	20,941	21,371
Revenues			
Investment earnings .....	354	400	410
Other .....	29	30	30
Total Revenues .....	383	430	440
Total Available .....	20,941	21,371	21,811
<b>Fund Balance June 30 .....</b>	<b>20,941</b>	<b>21,371</b>	<b>21,811</b>
<b>Vietnam Veterans' Memorial Fund (P.L. 1985, c.494)</b>			
Fund Balance July 1 .....	79	72	72
Revenues			
Contributions .....	72	70	70
Total Revenues .....	72	70	70
Total Available .....	151	142	142
Expenditures			
Special government services .....	79	70	70
Total Expenditures .....	79	70	70
<b>Fund Balance June 30 .....</b>	<b>72</b>	<b>72</b>	<b>72</b>

**STATEMENT OF REVENUES, EXPENDITURES, AND FUND BALANCES  
SPECIAL REVENUE FUNDS**

**APPENDIX 1A  
(thousands of dollars)**

	-----Fiscal Year Ending June 30-----		
	<b>2006 Actual</b>	<b>2007 Estimated</b>	<b>2008 Estimated</b>
<b>Volunteer Emergency Service Organizations Loan Fund (P.L. 1987, c. 8)</b>			
Fund Balance July 1 .....	3,051	3,123	3,198
Revenues			
Investment earnings .....	48	50	50
Other .....	24	25	25
Total Revenues .....	72	75	75
Total Available .....	3,123	3,198	3,273
<b>Fund Balance June 30 .....</b>	<b>3,123</b>	<b>3,198</b>	<b>3,273</b>
<b>Wastewater Treatment Fund (P.L. 1985, c. 329)</b>			
Fund Balance July 1 .....	831,684	962,037	1,120,612
Revenues			
Federal and other grants .....	128,886	161,431	126,400
Investment earnings .....	17,187	20,308	17,430
Total Revenues .....	146,073	181,739	143,830
Total Available .....	977,757	1,143,776	1,264,442
Expenditures			
Community development and environmental management .....	7,306	15,723	15,000
Total Expenditures .....	7,306	15,723	15,000
Other Financing Uses			
Transfers to other funds .....	8,414	7,441	7,410
Total Other Financing Uses .....	8,414	7,441	7,410
Total Expenditures and Other Financing Uses .....	15,720	23,164	22,410
<b>Fund Balance June 30 .....</b>	<b>962,037</b>	<b>1,120,612</b>	<b>1,242,032</b>
<b>1992 Wastewater Treatment Fund (P.L. 1992, c. 88)</b>			
Fund Balance July 1 .....	29,591	30,003	30,632
Revenues			
Investment earnings .....	412	629	692
Total Revenues .....	412	629	692
Total Available .....	30,003	30,632	31,324
<b>Fund Balance June 30 .....</b>	<b>30,003</b>	<b>30,632</b>	<b>31,324</b>
<b>Water Conservation Fund (P.L. 1969, c. 127)</b>			
Fund Balance July 1 .....	794	792	792
Revenues			
Investment earnings .....	32	32	32
Other .....	4	5	5
Total Revenues .....	36	37	37
Total Available .....	830	829	829
Other Financing Uses			
Transfers to other funds .....	38	37	37
Total Other Financing Uses .....	38	37	37
<b>Fund Balance June 30 .....</b>	<b>792</b>	<b>792</b>	<b>792</b>

# APPENDIX

## STATEMENT OF REVENUES, EXPENDITURES, AND FUND BALANCES SPECIAL REVENUE FUNDS

### APPENDIX 1A (thousands of dollars)

	-----Fiscal Year Ending June 30-----		
	2006 Actual	2007 Estimated	2008 Estimated
<b>2003 Water Resources and Wastewater Treatment Fund (P.L. 2003, c.162 )</b>			
Fund Balance July 1 .....	--	4	12,419
Revenues			
Investment earnings .....	39	15	15
Other .....	4	--	--
Total Revenues .....	43	15	15
Other Financing Sources			
Proceeds from sale of bonds .....	--	12,400	5,400
Transfers from other funds .....	109	--	--
Total Other Financing Sources .....	109	12,400	5,400
Total Available .....	152	12,419	17,834
Expenditures			
Government direction, management, and control .....	148	--	--
Total Expenditures .....	148	--	--
<b>Fund Balance June 30 .....</b>	<b>4</b>	<b>12,419</b>	<b>17,834</b>
<b>2003 Water Resources and Wastewater Treatment Trust Fund (P.L. 2003, c.162 )</b>			
Fund Balance July 1 .....	--	(5,000)	--
Other Financing Sources			
Proceeds from sale of bonds .....	--	5,000	--
Transfers from other funds .....	150	--	--
Total Other Financing Sources .....	150	5,000	--
Total Available .....	150	--	--
Expenditures			
Community development and environmental management .....	5,000	--	--
Government direction, management, and control .....	150	--	--
Total Expenditures .....	5,150	--	--
<b>Fund Balance June 30 .....</b>	<b>(5,000)</b>	<b>--</b>	<b>--</b>
<b>Water Supply Fund (P.L. 1981, c. 261)</b>			
Fund Balance July 1 .....	172,095	177,707	139,115
Revenues			
Investment earnings .....	4,432	5,139	3,204
Other .....	8,637	610	415
Total Revenues .....	13,069	5,749	3,619
Total Available .....	185,164	183,456	142,734
Expenditures			
Community development and environmental management .....	3,349	40,000	45,000
Total Expenditures .....	3,349	40,000	45,000
Other Financing Uses			
Transfers to other funds .....	4,108	4,341	4,214
Total Other Financing Uses .....	4,108	4,341	4,214
Total Expenditures and Other Financing Uses .....	7,457	44,341	49,214
<b>Fund Balance June 30 .....</b>	<b>177,707</b>	<b>139,115</b>	<b>93,520</b>

**STATEMENT OF REVENUES, EXPENDITURES, AND FUND BALANCES**  
**SPECIAL REVENUE FUNDS**

**APPENDIX 1A**  
**(thousands of dollars)**

	-----Fiscal Year Ending June 30-----		
	<b>2006</b>	<b>2007</b>	<b>2008</b>
	<b>Actual</b>	<b>Estimated</b>	<b>Estimated</b>
<b>Water Supply Replacement Trust Fund (P.L. 1988, c. 106)</b>			
Fund Balance July 1 .....	87	67	70
Revenues			
Investment earnings .....	3	3	4
Total Revenues .....	3	3	4
Total Available .....	90	70	74
Expenditures			
Community development and environmental management .....	23	--	--
Total Expenditures .....	23	--	--
<b>Fund Balance June 30 .....</b>	<b>67</b>	<b>70</b>	<b>74</b>
<b>Worker and Community Right To Know Fund (P.L. 1983, c. 315)</b>			
Fund Balance July 1 .....	1,531	2,769	2,449
Revenues			
Services and assessments .....	4,425	4,250	4,300
Investment earnings .....	68	117	110
Total Revenues .....	4,493	4,367	4,410
Total Available .....	6,024	7,136	6,859
Other Financing Uses			
Transfers to other funds .....	3,255	4,687	4,960
Total Other Financing Uses .....	3,255	4,687	4,960
<b>Fund Balance June 30 .....</b>	<b>2,769</b>	<b>2,449</b>	<b>1,899</b>
<b>Workers Compensation Security Fund (P.L. 2004, c.179)</b>			
Fund Balance July 1 .....	18,180	17,949	15,690
Revenues			
Services and assessments .....	30,268	31,041	21,000
Investment earnings .....	654	700	500
Total Revenues .....	30,922	31,741	21,500
Total Available .....	49,102	49,690	37,190
Expenditures			
Economic planning, development and security .....	31,153	34,000	30,000
Total Expenditures .....	31,153	34,000	30,000
<b>Fund Balance June 30 .....</b>	<b>17,949</b>	<b>15,690</b>	<b>7,190</b>

# APPENDIX

## STATEMENT OF REVENUES, EXPENDITURES, AND FUND BALANCES CAPITAL PROJECTS FUNDS

### APPENDIX 1B (thousands of dollars)

	-----Fiscal Year Ending June 30-----		
	2006 Actual	2007 Estimated	2008 Estimated
<b>Correctional Facilities Construction Fund (P.L. 1982, c. 120)</b>			
Fund Balance July 1 .....	589	589	289
Revenues			
Investment earnings .....	25	20	14
Total Revenues .....	25	20	14
Total Available .....	614	609	303
Expenditures			
Public safety and criminal justice .....	--	300	--
Total Expenditures .....	--	300	--
Other Financing Uses			
Transfers to other funds .....	25	20	14
Total Other Financing Uses .....	25	20	14
Total Expenditures and Other Financing Uses .....	25	320	14
<b>Fund Balance June 30 .....</b>	<b>589</b>	<b>289</b>	<b>289</b>
<b>Correctional Facilities Construction Fund of 1987 (P.L. 1987, c.178)</b>			
Fund Balance July 1 .....	1,211	921	621
Revenues			
Investment earnings .....	52	39	26
Total Revenues .....	52	39	26
Total Available .....	1,263	960	647
Expenditures			
Public safety and criminal justice .....	20	300	200
Total Expenditures .....	20	300	200
Other Financing Uses			
Transfers to other funds .....	322	39	26
Total Other Financing Uses .....	322	39	26
Total Expenditures and Other Financing Uses .....	342	339	226
<b>Fund Balance June 30 .....</b>	<b>921</b>	<b>621</b>	<b>421</b>
<b>Energy Conservation Fund (P.L. 1980, c.68)</b>			
Fund Balance July 1 .....	280	280	280
Revenues			
Investment earnings .....	12	15	15
Total Revenues .....	12	15	15
Total Available .....	292	295	295
Other Financing Uses			
Transfers to other funds .....	12	15	15
Total Other Financing Uses .....	12	15	15
<b>Fund Balance June 30 .....</b>	<b>280</b>	<b>280</b>	<b>280</b>

**STATEMENT OF REVENUES, EXPENDITURES, AND FUND BALANCES**  
**CAPITAL PROJECTS FUNDS**

**APPENDIX 1B**  
**(thousands of dollars)**

	-----Fiscal Year Ending June 30-----		
	2006 Actual	2007 Estimated	2008 Estimated
<b>Human Services Facilities Construction Fund (P.L. 1984, c. 157)</b>			
Fund Balance July 1 .....	60	11	--
Revenues			
Investment earnings .....	3	--	--
Total Revenues .....	3	--	--
Total Available .....	63	11	--
Expenditures			
Educational, cultural, and intellectual development .....	49	11	--
Total Expenditures .....	49	11	--
Other Financing Uses			
Transfers to other funds .....	3	--	--
Total Other Financing Uses .....	3	--	--
Total Expenditures and Other Financing Uses .....	52	11	--
<b>Fund Balance June 30 .....</b>	<b>11</b>	<b>--</b>	<b>--</b>
<b>Motor Vehicle Commission Fund (P.L. 2003, c.13)</b>			
Fund Balance July 1 .....	129,161	115,001	85,909
Revenues			
Investment earnings .....	3,421	2,254	1,438
Total Revenues .....	3,421	2,254	1,438
Total Available .....	132,582	117,255	87,347
Expenditures			
Public safety and criminal justice .....	17,579	31,346	32,700
Government direction, management, and control .....	2	--	--
Total Expenditures .....	17,581	31,346	32,700
<b>Fund Balance June 30 .....</b>	<b>115,001</b>	<b>85,909</b>	<b>54,647</b>
<b>New Jersey Bridge Rehabilitation and Improvement and Railroad Right-of-Way Preservation Fund (P.L. 1989, c. 180)</b>			
Fund Balance July 1 .....	6,165	6,165	6,165
Revenues			
Investment earnings .....	263	324	308
Total Revenues .....	263	324	308
Total Available .....	6,428	6,489	6,473
Other Financing Uses			
Transfers to other funds .....	263	324	308
Total Other Financing Uses .....	263	324	308
<b>Fund Balance June 30 .....</b>	<b>6,165</b>	<b>6,165</b>	<b>6,165</b>

# APPENDIX

## STATEMENT OF REVENUES, EXPENDITURES, AND FUND BALANCES CAPITAL PROJECTS FUNDS

### APPENDIX 1B (thousands of dollars)

	-----Fiscal Year Ending June 30-----		
	2006 Actual	2007 Estimated	2008 Estimated
<b>Public Purpose Buildings and Community-Based Facilities Construction Fund (P.L. 1989, c. 184)</b>			
Fund Balance July 1 .....	4,461	4,046	2,471
Revenues			
Investment earnings .....	180	196	107
Other .....	359	--	4,245
Total Revenues .....	539	196	4,352
Total Available .....	5,000	4,242	6,823
Expenditures			
Public safety and criminal justice .....	524	575	2,857
Physical and mental health .....	17	--	--
Educational, cultural and intellectual development .....	--	1,000	500
Economic planning, development and security .....	233	--	--
Total Expenditures .....	774	1,575	3,357
Other Financing Uses			
Transfers to other funds .....	180	196	107
Total Other Financing Uses .....	180	196	107
Total Expenditures and Other Financing Uses .....	954	1,771	3,464
<b>Fund Balance June 30 .....</b>	<b>4,046</b>	<b>2,471</b>	<b>3,359</b>
<b>Public Purpose Buildings Construction Fund (P.L. 1980, c. 119)</b>			
Fund Balance July 1 .....	245	245	220
Revenues			
Investments earnings .....	7	8	8
Total Revenues .....	7	8	8
Total Available .....	252	253	228
Expenditures			
Educational, cultural, and intellectual development .....	--	25	--
Total Expenditures .....	--	25	--
Other Financing Uses			
Transfers to other funds .....	7	8	8
Total Other Financing Uses .....	7	8	8
Total Expenditures and Other Financing Uses .....	7	33	8
<b>Fund Balance June 30 .....</b>	<b>245</b>	<b>220</b>	<b>220</b>
<b>State Facilities for Handicapped Fund (P.L. 1973, c. 149)</b>			
Fund Balance July 1 .....	16	15	16
Revenues			
Investment earnings .....	1	1	1
Total Revenues .....	1	1	1
Total Available .....	17	16	17
Expenditures			
Educational, cultural, and intellectual development .....	2	--	17
Total Expenditures .....	2	--	17
<b>Fund Balance June 30 .....</b>	<b>15</b>	<b>16</b>	<b>--</b>

**STATEMENT OF REVENUES, EXPENDITURES, AND FUND BALANCES  
CAPITAL PROJECTS FUNDS**

**APPENDIX 1B  
(thousands of dollars)**

	-----Fiscal Year Ending June 30-----		
	<b>2006 Actual</b>	<b>2007 Estimated</b>	<b>2008 Estimated</b>
<b>1999 Statewide Transportation and Local Bridge Fund (P.L. 1999, c. 181)</b>			
Fund Balance July 1 .....	38,319	29,635	20,635
Revenues			
Investment earnings .....	1,516	1,000	500
Total Revenues .....	1,516	1,000	500
Total Available .....	39,835	30,635	21,135
Expenditures			
Transportation programs .....	8,684	9,000	9,000
Total Expenditures .....	8,684	9,000	9,000
Other Financing Uses			
Transfers to other funds .....	1,516	1,000	500
Total Other Financing Uses .....	1,516	1,000	500
Total Expenditures and Other Financing Uses .....	10,200	10,000	9,500
<b>Fund Balance June 30 .....</b>	<b>29,635</b>	<b>20,635</b>	<b>11,635</b>
<b>Transportation Rehabilitation and Improvement Fund (P.L. 1979, c. 165)</b>			
Fund Balance July 1 .....	568	--	--
Revenues			
Investment earnings .....	10	--	--
Total Revenues .....	10	--	--
Total Available .....	578	--	--
Expenditures			
Economic planning, development, and security .....	568	--	--
Total Expenditures .....	568	--	--
Other Financing Uses			
Transfers to other funds .....	10	--	--
Total Other Financing Uses .....	10	--	--
Total Expenditures and Other Financing Uses .....	578	--	--
<b>Fund Balance June 30 .....</b>	<b>--</b>	<b>--</b>	<b>--</b>



# APPENDIX

## STATEMENT OF REVENUES, EXPENDITURES, AND FUND BALANCES PRIVATE PURPOSE TRUST FUNDS

### APPENDIX 1C (thousands of dollars)

	-----Fiscal Year Ending June 30-----		
	2006 Actual	2007 Estimated	2008 Estimated
<b>Insurance Annuity Trust Fund</b>			
Fund Balance July 1 .....	102	112	124
Revenues			
Investment earnings .....	4	6	6
Other .....	6	6	6
Total Revenues .....	10	12	12
Total Available .....	112	124	136
<b>Fund Balance June 30 .....</b>	<b>112</b>	<b>124</b>	<b>136</b>
<b>Motor Vehicle Security Responsibility Fund (N.J.S.A. 39:6-30.1)</b>			
Fund Balance July 1 .....	--	--	--
Revenues			
Investment earnings .....	10	3	3
Total Revenues .....	10	3	3
Total Available .....	10	3	3
Other Financing Uses			
Transfers to other funds .....	10	3	3
Total Other Financing Uses .....	10	3	3
<b>Fund Balance June 30 .....</b>	<b>--</b>	<b>--</b>	<b>--</b>
<b>Unclaimed County Deposits Trust Fund (P.L. 1992, c.173)</b>			
Fund Balance July 1 .....	4,062	4,377	4,777
Revenues			
Investment earnings .....	385	480	500
Other .....	94	40	37
Total Revenues .....	479	520	537
Total Available .....	4,541	4,897	5,314
Expenditures			
Government direction, management, and control .....	164	120	100
Total Expenditures .....	164	120	100
<b>Fund Balance June 30 .....</b>	<b>4,377</b>	<b>4,777</b>	<b>5,214</b>
<b>Unclaimed Insurance Payments on Deposit Accounts Fund</b>			
Fund Balance July 1 .....	1,807	1,714	243
Revenues			
Investment earnings .....	61	71	10
Other .....	43	10	--
Total Revenues .....	104	81	10
Total Available .....	1,911	1,795	253
Expenditures			
Government direction, management, and control .....	197	1,552	30
Total Expenditures .....	197	1,552	30
<b>Fund Balance June 30 .....</b>	<b>1,714</b>	<b>243</b>	<b>223</b>

## STATEMENT OF REVENUES, EXPENDITURES, AND FUND BALANCES

## PROPRIETARY FUNDS

APPENDIX 1D  
(thousands of dollars)

	-----Fiscal Year Ending June 30-----		
	2006 Actual	2007 Estimated	2008 Estimated
<b>State Lottery Fund (N.J.S.A. 5:9-21)</b>			
Fund Balance July 1 .....	13,470	12,702	12,702
Revenues			
Investment earnings .....	4,633	5,700	5,700
Other .....	2,441,506	2,346,837	2,416,754
Total Revenues .....	2,446,139	2,352,537	2,422,454
Total Available .....	2,459,609	2,365,239	2,435,156
Expenditures			
Government direction, management, and control .....	1,573,325	1,518,019	1,552,636
Total Expenditures .....	1,573,325	1,518,019	1,552,636
Other Finance Uses			
Transfers to other funds .....	873,582	834,518	869,818
Total Other Financing Uses .....	873,582	834,518	869,818
Total Expenditures and Other Finance Uses .....	2,446,907	2,352,537	2,422,454
<b>Fund Balance June 30 .....</b>	<b>12,702</b>	<b>12,702</b>	<b>12,702</b>
<b>Unemployment Compensation Fund (N.J.S.A. 43:21-9a)</b>			
Fund Balance July 1 .....	1,451,494	1,114,550	1,112,750
Revenue			
Federal and other grants .....	35,987	35,000	37,000
Services and assessments .....	1,444,385	1,853,000	1,916,000
Investment earnings .....	41,114	31,100	30,000
Other .....	2,571	2,500	2,500
Total Revenues .....	1,524,057	1,921,600	1,985,500
Total Available .....	2,975,551	3,036,150	3,098,250
Expenditures			
Economic planning, development and security .....	1,828,479	1,868,000	1,967,500
Total Expenditures .....	1,828,479	1,868,000	1,967,500
Other Finance Uses			
Transfers to other funds .....	32,522	55,400	20,000
Total Other Financing Uses .....	32,522	55,400	20,000
Total Expenditures and Other Finance Uses .....	1,861,001	1,923,400	1,987,500
<b>Fund Balance June 30 .....</b>	<b>1,114,550</b>	<b>1,112,750</b>	<b>1,110,750</b>

## APPENDIX

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### STATE OF NEW JERSEY DESCRIPTION OF FUNDS

#### **Alcohol Education, Rehabilitation and Enforcement Fund (N.J.S.A. 54:32C)**

##### **Special Revenue Fund**

Annual deposits of \$11 million are made to this Fund from annual Alcohol Beverage Excise Tax collections. The monies collected shall be dedicated as follows: 75.0 percent to alcohol rehabilitation, 15.0 percent to enforcement, and 10.0 percent to education. Additionally, a \$40 fee paid by persons convicted of operating a motor vehicle under the influence of intoxicating liquor or drugs are deposited into this Fund to be used for the screening, evaluation, education, and referral of persons who have been convicted of driving while intoxicated.

#### **Atlantic City Parking Fees Fund (P.L. 1993, c.159)**

##### **Special Revenue Fund**

A \$3 parking fee per diem is imposed for each vehicle parked, garaged, or stored in any casino hotel parking space. One half of the revenue collected is to be made available to the Casino Reinvestment Development Authority. The remaining one half is deposited into the Casino Revenue Fund.

#### **Atlantic City Projects-Room Fund (P.L. 2001, c.221)**

##### **Special Revenue Fund**

The Atlantic City Projects-Room Fund facilitates the development of entertainment-retail projects in specified districts located within Atlantic City and to promote the revitalization of other urban areas throughout the State. Room Fund revenue is comprised of Tourism Promotion Fee receipts limited to annual Luxury Tax receipts that exceed the pre-determined baseline amount for a given district. Project Fund revenue is comprised of Sales Tax receipts received from the entertainment-retail vendors within each district project.

#### **Atlantic City Tourism Promotion Fund (P.L. 1991, c.376)**

##### **Special Revenue Fund**

This Fund accounts for revenues collected for fees of \$2 per day for each occupied room in any hotel providing casino gaming and \$1 per day for each occupied room in any other hotel in the eligible municipality. The revenues are collected, certified, and distributed on a monthly basis to the Atlantic City Convention and Visitors Authority. Amounts expended are solely for the purpose of promoting tourism, conventions, resorts, and casino gaming.

#### **Beaches and Harbor Fund (P.L. 1977, c.208)**

##### **Special Revenue Fund**

An amount of \$30 million of General Obligation bonds was authorized to research, plan, acquire, develop, construct, and maintain beaches and harbors.

#### **Board of Bar Examiners (R. 1:27B1)**

##### **Special Revenue Fund**

This Fund was established for the purposes of drafting bar essay examination questions, reviewing applications, and preparing, administering, and grading bar examinations. Revenues are generated by payments made by candidates for admission to the Bar of the State of New Jersey. Revenues include examination fees, late fee charges, certificates of good standing, license name changes, and copying fees.

#### **Boarding House Rental Assistance Fund (N.J.S.A. 55:14K-14)**

##### **Special Revenue Fund**

This Fund finances life safety improvement loans by the New Jersey Housing and Mortgage Finance Agency for the benefit of residents of boarding homes; and to provide a source of repayment for such life safety improvement loans.

#### **Body Armor Replacement Fund (P.L. 1997, c.177)**

##### **Special Revenue Fund**

This Fund is a repository for monies used exclusively for the purchase of body vests for law enforcement officers and correction officers.

#### **Capital City Redevelopment Loan and Grant Fund (P.L. 1987, c.58)**

##### **Special Revenue Fund**

This Fund was established for the redevelopment and revitalization of the City of Trenton. The State has established the Capital City Redevelopment Corporation to operate within the boundaries of the Trenton district, which plans, coordinates, and promotes the public and private development of that district in a manner that enhances the Trenton area's vitality as a place of commerce, recreation, and culture and as an area which to conduct public business and visit historic sites.

**Casino Simulcasting Fund (P.L. 1992, c.19)****Special Revenue Fund**

Casino simulcasting is defined as the simultaneous transmission by picture of running or harness horse races conducted at race tracks to Atlantic City casinos and pari-mutuel wagering at those gambling establishments on the results of those races. A portion of the revenue generated from casino simulcasting is to be deposited into this Fund and shall be used for services to benefit senior citizens.

**Casino Simulcasting Special Fund (P.L. 1992, c.19)****Special Revenue Fund**

Casino simulcasting is defined as the simultaneous transmission by picture of running or harness horse races conducted at race tracks to Atlantic City casinos and pari-mutuel wagering at those gambling establishments on the results of those races. A portion of the revenue generated from casino simulcasting is to be deposited into this Fund and shall be disbursed to the Atlantic City Racetrack, Atlantic City casinos conducting simulcasting, and for other miscellaneous purposes.

**Catastrophic Illness in Children Relief Fund (P.L. 1987, c.370)****Special Revenue Fund**

This Fund provides assistance to children and their families whose medical expenses due to a child's "catastrophic illness" extend beyond the families' available resources. Revenue is derived from a \$1 annual surcharge per employee for all employers who are subject to the New Jersey Unemployment Compensation Law.

**Clean Communities Account Fund (P.L. 1985, c.533)****Special Revenue Fund**

A user fee on sales of litter-generating products is credited to the Clean Communities Account Fund. Twenty-five percent of the annual amount credited to the Fund, but not more than \$4 million per year, is appropriated to the State Recycling Fund to provide recycling grants to municipalities and counties for local recycling programs. The balance of money credited to the Fund is used to provide grants to eligible municipalities for programs of litter pickup and removal; and is also used for a State program of litter pickup and removal and of enforcement of litter-related laws.

**Clean Energy Fund (P.L. 1999, c.23)****Special Revenue Fund**

This Fund accounts for revenues collected from a "societal benefit charge" on monthly utility bills. Funds generated from this charge are used to support clean energy initiatives.

**Clean Waters Fund (P.L. 1976, c.92)****Special Revenue Fund**

An amount of \$120 million of General Obligation bonds was authorized to research, plan, acquire, develop, construct, and maintain water supply and wastewater treatment facilities.

**Correctional Facilities Construction Fund (P.L. 1982, c.120)****Capital Projects Fund**

An amount of \$170 million of General Obligation bonds was authorized for construction of new medium security prisons, county assistance programs, and renovations and modifications to existing State facilities.

**Correctional Facilities Construction Fund of 1987 (P.L. 1987, c.178)****Capital Projects Fund**

An amount of \$198 million of General Obligation bonds was authorized for the planning, erection, acquisition, improvement, construction, reconstruction, development, extension, rehabilitation, demolition, and equipment of State and county correctional facilities.

**Cultural Centers and Historic Preservation Fund (P.L. 1987, c.265)****Special Revenue Fund**

An amount of \$100 million of General Obligation bonds was authorized for the purpose of financing the construction and development of cultural centers (\$40 million); the restoration, repair, or rehabilitation of historic structures in the State (\$25 million); and for the purpose of providing for grants and loans to assist municipalities, counties, and other units of local government to acquire and develop lands for recreation and conservation purposes (\$35 million).

**2003 Dam, Lake and Stream Project Revolving Loan Fund (P.L. 2003, c.162)****Special Revenue Fund**

An amount of \$110 million of General Obligation bonds was authorized to make low-interest loans to owners of dams, lakes or stream, or private lake associations for dam restoration and repair projects, lake dredging and restoration projects, or stream cleaning and desnagging projects.

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## **2003 Dam, Lake, Stream and Flood Control Project Fund (P.L. 2003, c.162)**

### **Special Revenue Fund**

An amount of \$40 million of General Obligation bonds was authorized to provide assistance, other than full or matching grants, to owners of dams, lakes or streams, or private lake associations for dam restoration and repair projects, lake dredging and restoration projects, or stream cleaning and desnagging projects, and for State flood control projects or State dam restoration and repair projects.

## **1992 Dam Restoration and Clean Waters Trust Fund (P.L. 1992, c.88)**

### **Special Revenue Fund**

An amount of \$20 million of General Obligation bonds was authorized from the Green Acres, Clean Water, Farmland, and Historic Preservation Bond Act of 1992 to finance dam restoration and inland water projects and loans.

## **1989 Development Potential Bank Transfer Fund (P.L. 1989, c.183)**

### **Special Revenue Fund**

An amount of \$20 million of General Obligation bonds was authorized to provide for the acquisition and development rights of land by the State for recreation and conservation purposes.

## **Developmental Disabilities Waiting List Reduction Fund (P.L. 1994, c.108)**

### **Special Revenue Fund**

An amount of \$160 million of General Obligation bonds was authorized for the purpose of planning, construction, reconstruction, development, erection, acquisition, extension, improvement, rehabilitation, and equipping of community based residential facilities for clients on the New Jersey Department of Human Services' Developmental Disabilities Waiting List.

## **Disciplinary Oversight Committee (R. 1:20-2)**

### **Special Revenue Fund**

This Fund was established for the purpose of performing random audits of the books and records of New Jersey attorneys for compliance with standards established by the Supreme Court of New Jersey. Revenues are generated from annual attorney assessments paid by bar members.

## **Division of Motor Vehicles Surcharge Fund (P.L. 1994, c.57)**

### **Special Revenue Fund**

The Fund is comprised of revenues from surcharges and interest for payment to the New Jersey Economic Development Authority's Market Transition Facility Revenue Fund to pay principal and interest on the Market Transition Facility bonds. Excess funds are available for transfer to the State's General Fund.

## **Dredging and Containment Facility Fund (P.L. 1996, c.70)**

### **Special Revenue Fund**

An amount of \$185 million of General Obligation bonds was authorized for the construction of subaqueous pits, the construction of containment facilities, projects related to the decontamination of dredged materials, and dredging projects. Additionally, an amount of \$20 million of General Obligation bond proceeds was authorized for the purpose of dredging navigation channels located in the port region.

## **Drinking Water State Revolving Fund (P.L. 1998, c.84)**

### **Special Revenue Fund**

This Fund is the depository for the receipt of federal capitalization grants and other funds made available to the State for drinking water projects and set-asides pursuant to the Federal Safe Drinking Water Act.

## **1996 Economic Development Site Fund (P.L. 1996, c.70)**

### **Special Revenue Fund**

An amount of \$20 million of General Obligation bonds was authorized for the purchase of real property, equipment, and any building, construction, and miscellaneous site improvements associated with an economic development site.

## **Emergency Flood Control Fund (P.L. 1978, c.78)**

### **Special Revenue Fund**

An amount of \$25 million of General Obligation bonds was authorized to acquire, develop, construct, and maintain flood control facilities and for the development of a comprehensive flood control master plan.

**Emergency Medical Technician Training Fund (P.L. 1992, c.143)**

**Special Revenue Fund**

This Fund was established to annually reimburse any private agency, organization, or entity which is certified by the Commissioner of Health and Senior Services to provide training and testing for volunteer ambulance, first aid, and rescue squad personnel who are seeking emergency medical tech-ambulance and defibrillation intermediate, or who are taking refresher courses or recertification for which that entity is not otherwise reimbursed.

**Emergency Services Fund (N.J.S.A. 52:14E-5)**

**Special Revenue Fund**

This Fund reimburses municipalities or counties for damage or excess costs as a result of an emergency. Payments must be certified by the Governor's Advisory Council and approved by the Governor.

**Energy Conservation Fund (P.L. 1980, c.68)**

**Capital Projects Fund**

Of the \$50 million of General Obligation bonds that was authorized, \$3 million is appropriated for energy audits and \$47 million is appropriated for energy-saving renovations to educational facilities, institutions, and public buildings of the State.

**Enterprise Zone Assistance Fund (P.L. 1983, c.303)**

**Special Revenue Fund**

The purpose of this Fund is to provide relief in certain areas of economic distress, by reducing sales and use tax paid by one half of the current tax rate. The revenues generated in these zones are made available to the municipalities located within the Urban Enterprise Zones for various approved revitalization projects.

**1996 Environmental Cleanup Fund (P.L. 1996, c.70)**

**Special Revenue Fund**

An amount of \$70 million of General Obligation bonds was authorized to provide for the remediation of hazardous discharge sites and for the construction of water supply facilities to replace potable water supplies determined to be contaminated or threatened by discharge.

**1989 Farmland Preservation Fund (P.L. 1989, c.183)**

**Special Revenue Fund**

An amount of \$50 million of General Obligation bonds was authorized for the purpose of the preservation of farmland for agricultural use and production.

**1992 Farmland Preservation Fund (P.L. 1992, c.88)**

**Special Revenue Fund**

An amount of \$50 million of General Obligation bonds was authorized from the Green Acres, Clean Water, Farmland and Historic Preservation Bond Act of 1992 for the purpose of the preservation of farmland for agricultural use and production.

**1995 Farmland Preservation Fund (P.L. 1995, c.204)**

**Special Revenue Fund**

An amount of \$50 million was authorized from the Green Acres, Farmland and Historic Preservation Bond Act of 1995, and Blue Acres Bond Act of 1995 for the purpose of farmland preservation and agricultural use.

**Fund for Support of Free Public Schools (N.J.S.A. 18A:56-1)**

**Special Revenue Fund**

The Fund consists of proceeds from the sale of riparian lands, rents received on leased riparian State lands, licenses and fees related to such lands, and the income from earnings on investments. The income is appropriated by the Annual Appropriations Act for the support of free public schools. The income of the Fund is then transferred to the General Fund in support of such appropriations.

The Fund provides for the establishment of a school bond reserve. The school bond reserve consists of two accounts, the old school bond reserve account and the new school bond reserve account. The old school bond reserve account shall be funded in an amount equal to at least 1.5 percent of the aggregate issued and outstanding bonded indebtedness of counties, municipalities, or school districts for school purposes for all such indebtedness issued prior to July 1, 2003. The new school bond reserve account shall be funded in an amount equal to at least 1.0 percent of the aggregate issued and outstanding bonded indebtedness of counties, municipalities, or school districts for school purposes for all such indebtedness issued on or after July 1, 2003, exclusive of bonds for debt service, which is provided by State appropriations.

**Garden State Farmland Preservation Trust Fund (P.L. 1999, c.152)**

**Special Revenue Fund**

The Garden State Farmland Preservation Trust Fund was authorized for the preservation of farmland for agricultural use and production. It receives funding from the Garden State Preservation Trust.

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## **Garden State Green Acres Preservation Trust Fund (P.L. 1999, c.152)**

### **Special Revenue Fund**

The Garden State Green Acres Preservation Trust Fund was authorized for the acquisition and development of lands by the State for recreation and conservation purposes. It receives funding from the Garden State Preservation Trust.

## **Garden State Historic Preservation Trust Fund (P.L. 1999, c.152)**

### **Special Revenue Fund**

The Garden State Historic Preservation Trust Fund was authorized for the work relating to the conservation, improvement, repair, restoration, or stabilization of historic property. It receives funding from the Garden State Preservation Trust.

## **Green Trust Fund (P.L. 1983, c.354)**

### **Special Revenue Fund**

An amount of \$83 million of General Obligation bonds was authorized from the 1983 New Jersey Green Acres Fund for the purpose of making loans and grants to local government units for the acquisition and development of lands for recreation and conservation.

## **Hazardous Discharge Fund of 1981 (P.L. 1981, c.275)**

### **Special Revenue Fund**

An amount of \$100 million of General Obligation bonds was authorized for the identification, cleanup, and removal of hazardous discharges.

## **Hazardous Discharge Fund of 1986 (P.L. 1986, c.113)**

### **Special Revenue Fund**

An amount of \$200 million of General Obligation bonds was authorized for the purpose of financing the cost of identification, cleanup, and removal of hazardous discharges.

## **Hazardous Discharge Site Cleanup Fund (P.L. 1985, c.247)**

### **Special Revenue Fund**

This Fund was established for the purposes of preparing feasibility studies, engineering designs, and undertaking other work necessary to the cleanup or mitigation of hazardous discharge sites in the State. An amount of \$100 million was appropriated from the Hazardous Discharge Fund of 1981.

## **Health Care Subsidy Fund (P.L. 1992, c.160)**

### **Special Revenue Fund**

This Fund is comprised of revenues from employee and employer contributions, cigarette and tobacco taxes, hospital assessments, interest, and penalties. Monies in the Fund shall be used to distribute charity and other uncompensated care disproportionate share payments to hospitals; provide subsidies for the New Jersey Kid Care program; and provide financial assistance for hospitals, other health care initiatives, and hospital bond assistance.

## **Higher Education Facility Renovation and Rehabilitation Fund (P.L. 1990, c.126)**

### **Special Revenue Fund**

The sum of \$45 million of General Obligation bonds was appropriated from the Jobs, Education and Competitiveness Fund for the renovation and rehabilitation of existing higher education buildings at various State colleges and universities.

## **1992 Historic Preservation Fund (P.L. 1992, c.88)**

### **Special Revenue Fund**

An amount of \$25 million of General Obligation bonds was authorized from the Green Acres, Clean Water, Farmland and Historic Preservation Bond Act of 1992 for the purpose of providing State matching grants to assist State agencies or entities, local government units, and qualifying tax exempt nonprofit organizations to meet the historic preservation project cost for historic properties, structures, facilities, or sites owned or leased on a long-term basis by those agencies, entities, units, or organizations.

## **1995 Historic Preservation Fund (P.L. 1995, c.204)**

### **Special Revenue Fund**

The purpose of this Fund is to provide matching grants to assist State agencies or entities, local government units, and qualified tax-exempt nonprofit organizations to meet historic preservation project costs.

## **Historic Preservation Revolving Loan Fund (P.L. 1991, c.41)**

### **Special Revenue Fund**

There was appropriated \$3 million to the Historic Preservation Revolving Loan Fund for the purpose of making low interest loans to counties, municipalities, or tax exempt non-profit organizations to finance the costs of acquiring, restoring, repairing, or rehabilitating historic structures.

**Horse Racing Injury Compensation Fund (P.L. 1995, c.329)****Special Revenue Fund**

The purpose of this Fund is to provide workers' compensation coverage to employees in the thoroughbred and standardbred horse racing industries. The costs of providing coverage shall be funded from assessments to both the thoroughbred and standardbred industries based on their respective experience rating.

**Housing Assistance Fund (P.L. 1968, c.127)****Special Revenue Fund**

An amount of \$12.5 million was authorized for interest rate subsidies on contracts and agreements with qualified mortgagors and mortgagees of housing developments to decrease rental and carrying charges to low and moderate income occupants of such housing, and to provide financial assistance to qualified housing developments that were constructed, financed, or rehabilitated under federal law and moderate income financing programs.

**Human Services Facilities Construction Fund (P.L. 1984, c.157)****Capital Projects Fund**

An amount of \$60 million of General Obligation bonds was authorized for the planning, construction, reconstruction, development, erection, acquisition, extension, improvement, rehabilitation, and equipping of human services facilities.

**Insurance Annuity Trust Fund (Superior Court of New Jersey, Law Division, Morris County Docket No. L-081390-83)****Private Purpose Trust Fund**

This Fund was established to account for deposits made by Western National Life Insurance Company or its assignees on behalf of the State of New Jersey resulting from a lawsuit filed against the State.

**Jobs, Education and Competitiveness Fund (P.L. 1988, c.78)****Special Revenue Fund**

An amount of \$350 million of General Obligation bonds was authorized for the construction, reconstruction, development, extension, improvement, and equipment of classrooms, academic buildings, libraries, computer facilities, and other higher education buildings at New Jersey's public and private institutions of higher education; the establishment and construction of advanced technology centers at public and private institutions of higher education; and for the expansion and construction of additional facilities at, and acquisition of additional and upgraded equipment for, existing advanced technology centers sponsored by the New Jersey Commission on Science and Technology.

**Jobs, Science and Technology Fund (P.L. 1984, c.99)****Special Revenue Fund**

An amount of \$90 million of General Obligation bonds was authorized for the establishment and construction of a network of advanced technology centers at public and private institutions of higher education; providing for the construction and improvement of technical and engineering facilities and for high technology job training and retraining programs at public and private institutions of higher education.

**Korean Veterans' Memorial Fund (P.L. 1996, c.72)****Special Revenue Fund**

The Korean Veterans' Memorial Fund is credited with funds collected by the Korean Veterans' Memorial Committee. The purpose of this Fund is to provide maintenance of a memorial located in Atlantic City honoring the veterans of the Korean War.

**1996 Lake Restoration Fund (P.L. 1996, c.70)****Special Revenue Fund**

An amount of \$5 million of General Obligation bonds was authorized for the removal of sand, silt, mud, sediment, rocks, stumps, vegetation, algae blooms, or other materials from lakes, or the abatement and control of pollution caused by storm water runoff, soil erosion, or other types of non-point source or point source pollution.

**Lead Hazard Control Assistance Fund (P.L. 2003, c.311)****Special Revenue Fund**

This Fund was established for the purpose of providing grants or loans to eligible homeowners to make their homes lead-safe. Funds are received from various sources, including a \$20 fee assessed to homeowners of multiple dwelling units, a portion of the Sales and Use Tax generated on the sale of paint, and the Catastrophic Illness in Children Relief Fund.

**Legal Services Fund (P.L. 1996, c.52)****Special Revenue Fund**

Revenues generated from the increase in certain filing fees in civil actions are credited to the Fund and are used to provide legal services to the poor in civil matters, funding for ten Superior Court judgeships, and support to Rutgers-Newark Law School, Rutgers-Camden Law School, and Seton Hall Law School for clinical programs which provide free legal representation to the poor.



# APPENDIX

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## **Luxury Tax Fund (N.J.S.A. 40:48-8.30a (B), (P.L. 1991, c.375)**

### **Special Revenue Fund**

This Fund accounts for revenues collected under the provisions of the Luxury Tax Fund Act. The Act amends existing statutes wherein Atlantic City imposes a tax on certain sales and services. A portion of these tax revenues are dedicated to the payment of debt service on bonds issued for the construction of Convention Hall facilities, to subsidize Convention Center operating budget deficits, and to provide housing opportunities for low and moderate income families.

## **Medical Malpractice Liability Insurance Premium Assistance Fund (P.L. 2004, c.17)**

### **Special Revenue Fund**

This Fund was established to provide medical malpractice liability insurance premium relief to certain health care providers who have experienced or are experiencing a liability insurance premium increase in an amount established by regulation by the Department of Banking and Insurance. Revenues in the fund are generated from a \$3 per employee surcharge on those businesses who are subject to the "unemployment compensation law" and an annual \$75 assessment of certain health care professionals and attorneys. The Fund is set to expire on June 30, 2007.

## **Mortgage Assistance Fund (P.L. 1976, c.94)**

### **Special Revenue Fund**

An amount of \$25 million of General Obligation bonds was authorized for mortgage assistance and to spur construction, rehabilitation, and maintenance of housing for senior citizens and families of low and moderate income, and to provide funds for second mortgages and for a neighborhood preservation program.

## **Motor Vehicle Commission Fund (P.L. 2003, c.13)**

### **Capital Projects Fund**

The Motor Vehicle Security and Customer Service Act created the Motor Vehicle Commission Fund which authorized the issuance of \$160 million in installment obligation bonds. An amount of \$10 million was transferred to the Administrative Office of the Courts for improvements to the automated traffic system, while the remainder was for the payment of the costs of capital improvements for Motor Vehicle Commission facilities, including but not limited to building improvements, and the acquisition and installation of furniture, fixtures, machinery, computers and electronic equipment.

## **Motor Vehicle Security Responsibility Fund (N.J.S.A. 39:6-30.1)**

### **Private Purpose Trust Fund**

Security deposits made by motorists not having the required minimum motor vehicle insurance coverage in the State, who have been involved in a motor vehicle accident resulting in bodily injury or death and/or property damage, are recorded in this Fund. The deposits may be disbursed in satisfaction of judgments rendered or returned to the motorist upon release of liability.

## **Municipal Landfill Closure and Remediation Fund (P.L. 1996, c.124)**

### **Special Revenue Fund**

This Fund is dedicated for the purpose of reimbursing a developer who enters into a redevelopment agreement related to the closure, remediation, and redevelopment of municipal landfill sites and is certified for reimbursement in accordance with the provisions of the law. Costs of the closure and remediation of the municipal solid waste landfill may be eligible for a 75.0 percent reimbursement upon the commencement of a business operation within a redevelopment project. The reimbursements are made from designated Sales and Use Tax collections.

## **Natural Resources Fund (P.L. 1980, c.70)**

### **Special Revenue Fund**

An amount of \$145 million of General Obligation bonds was authorized to fund state and local projects for resource recovery, sewage treatment, water supply, dam restoration, and harbor clean-up projects.

## **New Home Warranty Security Fund (N.J.S.A. 46:3B-7)**

### **Special Revenue Fund**

Monies received from participating builders of dwellings not previously occupied, excluding those constructed solely for lease, are deposited in this Fund. Payments are authorized by approved claims of owners for defects in new homes covered by the new home warranty.

## **New Jersey Bridge Rehabilitation and Improvement and Railroad Right-of-Way Preservation Fund (P.L. 1989, c.180)**

### **Capital Projects Fund**

An amount of \$115 million of General Obligation bonds was authorized for the purposes of rehabilitating and improving bridges in the State and the preservation and acquisition of railroad rights-of-way.

## **1995 New Jersey Coastal Blue Acres Trust Fund (P.L. 1995, c.204)**

### **Special Revenue Fund**

An amount of \$15 million of General Obligation bonds was authorized from the Green Acres, Farmland and Historic Preservation Bond Act of 1995, and Blue Acres Bond Act of 1995 for the purpose of providing State grants and loans to assist local government units to meet the coastal blue acres cost of acquiring, for recreation and conservation purposes, lands in the coastal area that have been damaged by, or may be prone to incurring damage caused by, storms or storm-related flooding, or may buffer or protect other lands from such damage.

**New Jersey Cultural Trust Fund (P.L. 2000, c.76)****Special Revenue Fund**

The Annual Appropriations Act provides funding to a dedicated non-lapsing account in the General Fund. The State Treasurer shall transfer to the trust fund from this account an amount equal to donations made to the Cultural Trust Fund subject to the availability of monies in the dedicated account. Interest or other monies earned on the deposits made to the Fund shall be used for assisting in the funding of capital facilities projects and endowment development, and contributing to the financial stability of qualified organizations in New Jersey.

**1983 New Jersey Green Acres Fund (P.L. 1983, c.354)****Special Revenue Fund**

An amount of \$135 million of General Obligation bonds was authorized for public acquisition and development of land for recreation and conservation purposes. Of this amount, \$52 million has been allocated for the acquisition and development of land by the State. An amount of \$83 million has been transferred to the Green Trust Fund for grants or loans to local governmental entities for acquisition or development of land.

**1989 New Jersey Green Acres Fund (P.L. 1989, c.183)****Special Revenue Fund**

An amount of \$90 million of General Obligation bonds was authorized from the 1989 Open Space Preservation Bond Act to provide monies for State grants to assist local governmental entities to acquire and develop land for recreation and conservation purposes.

**1992 New Jersey Green Acres Fund (P.L. 1992, c.88)****Special Revenue Fund**

An amount of \$80 million of General Obligation bonds was authorized from the Green Acres, Clean Water, Farmland and Historic Preservation Bond Act of 1992 for the purpose of acquiring and developing land by the State for recreation and conservation purposes.

**1995 New Jersey Green Acres Fund (P.L. 1995, c.204)****Special Revenue Fund**

An amount of \$115 million of General Obligation bonds was authorized from the Green Acres, Farmland and Historic Preservation Bond Act of 1995, and the Blue Acres Bond Act of 1995 to provide monies for public acquisition and development of land for recreation and conservation purposes.

**1989 New Jersey Green Trust Fund (P.L. 1989, c.183)****Special Revenue Fund**

An amount of \$140 million of General Obligation bonds was authorized from the 1989 Open Space Preservation Bond Act to provide monies for public acquisition and development of land for recreation and conservation purposes.

**1992 New Jersey Green Trust Fund (P.L. 1992, c.88)****Special Revenue Fund**

An amount of \$120 million of General Obligation bonds was authorized from the Green Acres, Clean Water, Farmland and Historic Preservation Bond Act of 1992 for the purpose of providing State grants and loans to assist local governmental entities to acquire and develop land for recreation and conservation.

**1995 New Jersey Green Trust Fund (P.L. 1995, c.204)****Special Revenue Fund**

An amount of \$135 million of General Obligation bonds was authorized from the Green Acres, Farmland and Historic Preservation Bond Act of 1995, and Blue Acres Bond Act of 1995 to provide monies for public acquisition and development of land for recreation and conservation purposes.

**1995 New Jersey Inland Blue Acres Fund (P.L. 1995, c.204)****Special Revenue Fund**

An amount of \$15 million of General Obligation bonds was authorized from the Green Acres, Farmland and Historic Preservation Bond Act of 1995, and Blue Acres Bond Act of 1995 for the purpose of acquiring inland blue acres for recreation and conservation purposes and lands in the floodway of the Passaic River and its tributaries that have been damaged by, or may be prone to incurring damage caused by, storms or storm related flooding, or that may buffer or protect other lands from such damage.

**New Jersey Insolvent Health Maintenance Organization Assistance Fund (P.L. 2000, c.12)****Special Revenue Fund**

The purpose of this Fund is to protect, subject to certain limitations, covered individuals and providers against the failure or inability of HIP Health Plan of New Jersey, Inc. and the American Preferred Provider Plan, Inc. to perform certain contractual obligations due to their insolvency. An amount of \$41.1 million from the Tobacco Settlement Fund as well as an aggregate amount not to exceed \$50 million from HIP Health Plan of New Jersey, Inc. and the American Preferred Provider Plan, Inc. has been appropriated to this fund.

# APPENDIX

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## **New Jersey Lawyers' Assistance Program (R. 1:28B)**

### **Special Revenue Fund**

This Fund provides assistance to members of the New Jersey Bar, law students, and law school graduates who have an alcohol, drug abuse, and/or gambling problems. Each nonexempt member of the Bar is required to pay \$3 annually if in their second year of practice and \$6 annually for attorneys in their third year to forty-ninth year.

## **New Jersey Lawyers' Fund for Client Protection (R. 1:28-7)**

### **Special Revenue Fund**

This Fund was established for the purpose of reimbursing, to the extent and in the manner provided by rules and regulations, losses resulting from dishonest conduct by members of the Bar of the State of New Jersey. Annual payments are made to this Fund by each member of the Bar of the State of New Jersey.

## **New Jersey Local Development Financing Fund (N.J.S.A. 34:1B-36)**

### **Special Revenue Fund**

An amount of \$45 million of General Obligation bonds was authorized to capitalize the New Jersey Local Development Financing Fund. The Fund provides financial assistance to municipal governments, local development corporations, and other organizations sponsoring commercial and industrial projects which encourage municipal economic development.

## **New Jersey Racing Industry Special Fund (P.L. 2001, c.199)**

### **Special Revenue Fund**

The New Jersey Racing Industry Special Fund accounts for inactive or dormant wagering accounts, breakage and outstanding parimutual money exceeding required racing costs, and the excess takeout rate. Money deposited shall be disbursed monthly by the New Jersey Racing Commission primarily to those holding permits to conduct horse racing.

## **New Jersey Spill Compensation Fund (N.J.S.A. 58:10-23.11i)**

### **Special Revenue Fund**

Receipts from taxes and penalties levied upon each owner or operator of a major facility of hazardous substances are deposited in this Fund. The tax is measured by the number of barrels of hazardous substances of the first transfer to the major facility. Payments may be authorized for clean-up costs, removal costs, research, and payments of approved claims.

## **New Jersey Spinal Cord Research Fund (P.L. 1999, c.201)**

### **Special Revenue Fund**

A \$1 surcharge on motor vehicle fines and penalties are credited to this Fund. Money collected shall be used exclusively for the purpose of making grants for approved spinal cord research projects at qualified research institutions.

## **New Jersey Workforce Development Partnership Fund (P.L. 1992, c.44)**

### **Special Revenue Fund**

This Fund was established to provide qualified displaced, disadvantaged, and employed workers with employment and training services most likely to provide the greatest opportunity for long range career advancement with high levels of productivity and earning power. The program shall provide those services by means of training grants or customized training services, provided the funding is not available from federal or other sources. Beginning January 1, 1993, each worker and employer shall contribute to the fund an amount equal to 0.025 percent of the workers' wages. These funds will reduce contributions to the Unemployment Compensation Fund.

## **Petroleum Overcharge Reimbursement Fund (P.L. 1987, c.231)**

### **Special Revenue Fund**

The Petroleum Overcharge Reimbursement Fund accounts for monies received by the State from the Federal government pursuant to court settlements with various petroleum companies and distributors as payments for overcharges for petroleum products. Appropriations are made from the Fund for energy efficiency and conservation programs.

## **Pinelands Infrastructure Trust Fund (P.L. 1985, c.302)**

### **Special Revenue Fund**

An amount of \$30 million of General Obligation bonds was authorized for the purpose of providing grants and loans to local governmental entities for transportation, wastewater treatment, water supply, and other infrastructure capital projects necessary to accommodate development in the pinelands area.

## **Pollution Prevention Fund (P.L. 1991, c.235)**

### **Special Revenue Fund**

The purpose of this Fund is the implementation of a comprehensive pollution prevention program which integrates the air pollution, water pollution, and hazardous waste management programs. The Fund shall be credited with fees imposed upon employers and collected by the New Jersey Department of Labor.

**Public Purpose Buildings and Community-Based Facilities Construction Fund (P.L. 1989, c.184)****Capital Projects Fund**

An amount of \$125 million of General Obligation bonds was authorized for the purpose of the planning, construction, reconstruction, development, erection, acquisition, extension, improvement, rehabilitation, and the equipping of State and community-based human services facilities and State correctional facilities.

**Public Purpose Buildings Construction Fund (P.L. 1980, c.119)****Capital Projects Fund**

An amount of \$159 million of General Obligation bonds was authorized for construction of public purpose buildings, including \$50 million for facilities for the mentally retarded, \$67 million for correctional facilities, \$7 million for a veterans' long-term care facility, \$3.5 million for facilities for children in need of supervision, and \$21.5 million for facilities for the mentally ill. The Fund also provided \$10 million to the Department of Human Services for the establishment of a loan guarantee fund to encourage the construction of long-term care facilities which will provide additional Medicaid beds.

**Real Estate Guaranty Fund (N.J.S.A. 45:15-34)****Special Revenue Fund**

Monies received from additional fees on annual licenses of real estate brokers and real estate salesmen are deposited in this Fund. Claim payments, as certified by court orders, are made to persons aggrieved by the embezzlement, conversion, or unlawful obtaining of money or property by a licensed real estate broker or a real estate salesman, or an unlicensed employee of a real estate broker.

**Resource Recovery and Solid Waste Disposal Facility Fund (P.L. 1985, c.330)****Special Revenue Fund**

An amount of \$85 million of General Obligation bonds was authorized to provide funds for loans or grants to local government units for the construction of resource recovery facilities and environmentally sound sanitary landfill facilities.

**Retail Margin Fund (P.L. 1999, c.23)****Special Revenue Fund**

This fund accounts for revenues collected from a "retail margin charge" collected mostly from what are generally larger commercial and industrial utility customers. Funds generated from this charge are used to support Board initiatives related to the commercial and industrial-based customers.

**Safe Drinking Water Fund (N.J.S.A. 58:12A-12)****Special Revenue Fund**

This Fund accounts for tax revenues collected from owners or operators of public community water systems pursuant to the Safe Drinking Water Act. Monies in this Fund are subject to appropriation to the Department of Environmental Protection for all costs associated with the department's administration of programs set forth in the Act.

**Sanitary Landfill Facility Contingency Fund (N.J.S.A. 13:1E-100)****Special Revenue Fund**

Receipts from taxes and penalties levied upon each owner or operator of every sanitary landfill facility are deposited in this Fund. The tax is levied per cubic yard of solids and per gallon of liquids. The Fund shall be liable for all direct and indirect damages resulting from the operations or closure of any sanitary landfill.

**Shore Protection Fund (P.L. 1983, c.356)****Special Revenue Fund**

An amount of \$50 million of General Obligation bonds was authorized for the purpose of State projects and the making of State grants and loans to counties and municipalities for researching, planning, acquiring, developing, constructing, and maintaining shore protection projects. Of the total available, \$40 million was allocated for State shore protection projects and for State grants to counties and municipalities. The remaining \$10 million was allocated for State loans to counties and municipalities.

**State Disability Benefit Fund (N.J.S.A. 43:21-46a)****Special Revenue Fund**

Deposits from contributions of workers and employers who are subject to the contribution section on taxable wages under the unemployment compensation law of the State are recorded in the Fund. Deposits are also made from special assessments, fines, penalties, and investment earnings. Payments from the Fund may be made to persons entitled to disability benefits and benefits not covered by the Workers' Compensation Law, for authorized refunds of contributions, and for administrative expenses.

**State Facilities for Handicapped Fund (P.L. 1973, c.149)****Capital Projects Fund**

An amount of \$25 million of General Obligation bonds was authorized for the expansion and renovation of the Marie H. Katzenbach School for the Deaf and for the planning, acquisition, improvements, and construction of regional day-school facilities to educate children with severe handicaps.

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## **State Land Acquisition and Development Fund (P.L. 1978, c.118)**

### **Special Revenue Fund**

An amount of \$200 million of General Obligation bonds was authorized for State and local acquisition and development to continue efforts to conserve open space and provide recreation areas. Half of the amount is allocated to urban areas.

## **State Lottery Fund (N.J.S.A. 5:9-21)**

### **Proprietary Fund**

Monies derived from the sale of State lottery tickets are deposited into this Fund. Disbursements are authorized for the payment of prizes to holders of winning lottery tickets and for the administrative expenses of the Division of State Lottery. Remaining balances are paid to the General Fund in support of the amounts annually appropriated for State institutions and for education. The present value of obligations for future installment payments of lottery prizes funded by the purchase of deposit fund contracts are accounted for in this Fund.

## **State Recreation and Conservation Land Acquisition and Development Fund (P.L. 1974, c.102)**

### **Special Revenue Fund**

An amount of \$200 million of General Obligation bonds was authorized to enable the State to acquire and develop land and to provide for State grants to assist municipalities, counties, and other units of local government to acquire and develop land for recreation and conservation purposes.

## **State Recycling Fund (N.J.S.A. 12:1E-92)**

### **Special Revenue Fund**

P.L. 2002, c. 128 requires that 25.0 percent of the balance in the Clean Communities Account Fund, but not more than \$4 million per year, is appropriated to this Fund in order to provide recycling grants to municipalities and counties for local recycling programs.

## **1999 Statewide Transportation and Local Bridge Fund (P.L. 1999, c.181)**

### **Capital Projects Fund**

An amount of \$500 million of General Obligation bonds was authorized for the purpose of rehabilitating and improving State transportation, including local bridges. Of this sum, \$250 million was reserved for grants to county and municipal governments for the cost of rehabilitation and improvement of structurally deficient bridges carrying county or municipal roads including railroad overhead bridges. The remaining \$250 million is reserved for transportation projects.

## **Stormwater Management and Combined Sewer Overflow Abatement Fund (P.L. 1989, c.181)**

### **Special Revenue Fund**

An amount of \$50 million of General Obligation bonds was authorized for the purpose of providing grants and loans to local government units for the costs of projects identified pursuant to the stormwater management and combined sewer overflow abatement project priority list.

## **Superior Court of New Jersey Trust Fund (R. 4:57-2 to 5)**

### **Special Revenue Fund**

This Fund accounts for monies representing deposits made in court as a result of litigation, including foreclosures, condemnations, liquidations, dissolutions, good faith deposits by liability insurers, sale of infants' lands, insolvencies, receiverships, and interpleaders.

## **Supplemental Workforce Fund for Basic Skills (PL 2002, c.152)**

### **Special Revenue Fund**

The monies in this Fund shall be used for the basic skills training; reemployment services, and training programs for displaced disadvantaged workers. Each worker shall contribute 0.0175 percent of their wages to the Fund as determined by paragraph (3) of subsection (b) of R.S. 43:21-7.

## **Tobacco Settlement Fund**

### **Special Revenue Fund**

Payments received from the Master Settlement Agreement (MSA), dated November 23, 1998, are deposited into this Fund. The MSA is the national settlement reached with the tobacco industry in which participating states will be paid in perpetuity. During Fiscal Year 2003, the State sold its rights of future installments acquired via the MSA to the Tobacco Settlement Financing Corporation, Inc. for \$2.8 billion plus any interest accrued on monies held in escrow.

## **Tourism Improvement and Development Fund (P.L. 1992, c.165)**

### **Special Revenue Fund**

This Fund was established for the deposit of tax revenues collected from predominantly tourism related sales, such as the occupancy of every hotel room subject to tax and receipts from the sale of food or drink, except those sold through vending machines. These funds are to be used to fund tourism facility improvements without placing the onus on the permanent residents and businesses.

**Transportation Rehabilitation and Improvement Fund (P.L. 1979, c.165)****Capital Projects Fund**

An amount of \$475 million of General Obligation bonds was authorized to provide an improved transportation system for the State. Of this amount, \$150 million was reserved for the improvement of public transportation facilities, \$80 million was reserved for the improvement of county and municipal roads, and \$245 million was reserved for the improvement of State highways.

**Trial Attorney Certification Program (R. 1:39-1 (h))****Special Revenue Fund**

This Fund was established to assist the New Jersey Supreme Court in the administration of the certification function for civil or criminal trial attorneys.

**Unclaimed Child Support Trust Fund (P.L. 1995, c.115)****Special Revenue Fund**

All monies received, as abandoned child support shall be deposited into this Fund. Each year, within 45 days of the receipt of such funds, payments shall be made to the Judiciary consisting of the Federal Government's Title IV-D share. The remaining portions shall be used to pay claims duly presented and allowed and all expenses and costs incurred by the State of New Jersey.

**Unclaimed County Deposits Trust Fund (P.L. 1992, c.173)****Private Purpose Trust Fund**

All monies received as unclaimed county deposits shall be deposited in the Fund. Each year 75 percent of the deposits received from a respective county shall be paid to that county. The remaining portion shall be retained in the Fund and used to pay claims duly presented and allowed and all expenses and costs incurred by the State of New Jersey.

**Unclaimed Insurance Payments on Deposit Accounts Fund****Private Purpose Trust Fund**

The Unclaimed Deposits Amendment Act of 1993 (UDAA) controls the disposition of unclaimed insurance payments on deposit accounts for insured depository institutions which are placed into receivership after July 28, 1993. Pursuant to the UDAA, unclaimed insurance deposits are placed into this Fund and held for ten years. Payments will be made to the owner upon determining that such individual or entity is the rightful owner of such funds. At the end of the ten-year period, any remaining deposits will be forwarded to the Federal Deposit Insurance Corporation.

**Unclaimed Utility Deposits Trust Fund (P.L. 2000, c.132)****Special Revenue Fund**

All monies received in unclaimed property deposits from electric and gas utilities are deposited into this Fund. Each year, unless the administrator deems it prudent and advisable to do otherwise, the administrator shall pay to the New Jersey Statewide Heating Assistance and Referral for Energy Services, a non-profit corporation, or to another statewide non-profit energy assistance organization designated by the Board of Public Utilities within 45 days of the receipt of such funds, 75.0 percent of the unclaimed utility deposits received from each of the electric and gas utilities by the administrator. Money received from the administrator shall be used exclusively for the payment of expenses associated with the restoration of electric or gas service, or to prevent the termination of electric or gas service. The remaining portion shall be retained in the Fund and used to pay claims duly presented and allowed.

**Unemployment Compensation Auxiliary Fund (N.J.S.A. 43:21-14g)****Special Revenue Fund**

Amounts collected as penalties and interest assessed against employers who have failed to make payment of contributions required under the Unemployment Compensation Law to the State on a timely basis are deposited in this Fund. Payments from the Fund are authorized for the refund of any interest and/or penalty credited hereto, determined to have been collected or remitted by mistake. The remaining amounts may be expended by appropriations for administrative costs of the Unemployment Compensation Law and for costs of programs which generate employment, such as the Work Incentive Program, authorized training programs, and economic development activities.

**Unemployment Compensation Fund (N.J.S.A. 43:21-9a)****Proprietary Fund**

This Fund accounts for monies deposited from contributions of employers and employees for unemployment compensation, amounts credited or advances made by the Federal government, and amounts received herein from any other source.

After consideration is given to any claim for refund of overpayment of contributions, the remainder is transferred by the Division of Employment Security to the Treasurer of the United States for credit to the State of New Jersey Unemployment Compensation Fund and held by the Treasurer of the United States in the State of New Jersey Unemployment Trust Fund. Drawdowns against the State of New Jersey Unemployment Trust Fund are made by requests submitted to the Treasurer of the United States by the Division of Employment Security on an as-needed basis, whereby amounts are transferred back to the Unemployment Compensation Fund and are then disbursed by the Division of Employment Security to persons entitled to receive unemployment benefits.

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Any shortfall in the Unemployment Compensation Fund needed to pay benefits is covered by Federal statutes, which authorize advances from the Federal government for unemployment benefits. Such advances are repayable by increased rates on federally taxable wages reported by New Jersey employers, or the advances may be repaid out of the Fund assets at any time by the Governor.

### **Universal Services Fund (P.L. 1999, c.23)**

#### **Special Revenue Fund**

Monies deposited into this Fund are generated from a “societal benefit charge” on monthly utility bills. The funds generated from the charge support the Lifeline program, clean energy initiatives and provide financial assistance to low income utility customers.

### **University of Medicine and Dentistry of New Jersey – Self-Insurance Reserve Fund**

#### **(N.J.S.A. 52:18A-1 et seq.)**

#### **Special Revenue Fund**

This Fund was established by a trust agreement between the State and the University of Medicine and Dentistry to cover malpractice claims against the hospitals and the University. This insurance is required by the New Jersey Health Care Facilities Financing Authority for protection of the Authority’s bondholders.

### **Urban and Rural Centers Unsafe Buildings Demolition Revolving Loan Fund (P.L. 1997, c.125)**

#### **Special Revenue Fund**

An amount of \$20 million of General Obligation bonds was authorized to provide financing for the demolition and disposal of unsafe buildings in urban and rural centers.

### **Vietnam Veterans’ Memorial Fund (P.L. 1985, c.494)**

#### **Special Revenue Fund**

This Fund receives monies from donations and income tax designations to fund the Vietnam Veterans’ Memorial honoring New Jersey veterans of the Vietnam conflict.

### **Volunteer Emergency Service Organizations Loan Fund (P.L. 1987, c.8)**

#### **Special Revenue Fund**

The purpose of this Fund is to provide low-interest loans to volunteer emergency service organizations for the purpose of modernizing or replacing outmoded or unsafe emergency vehicles, apparatus, equipment, or facilities, or to establish facilities to meet an increasing demand for a higher level of service in the communities in which they serve.

### **Wastewater Treatment Fund (P.L. 1985, c.329)**

#### **Special Revenue Fund**

An amount of \$190 million of General Obligation bonds was authorized for the purpose of financing the cost of construction of wastewater treatment systems. Of the total amount authorized, \$145 million is allocated for the purpose of making grants and low or zero interest loans to local government units for financing the cost of the construction of wastewater treatment systems. In addition, this fund is the depository for the receipt of federal capitalization grants made available to the State for the purpose of financing wastewater treatment systems.

### **1992 Wastewater Treatment Fund (P.L. 1992, c.88)**

#### **Special Revenue Fund**

An amount of \$45 million was authorized for the purpose of making zero interest loans to local governmental entities for wastewater treatment system projects, in order to bring such systems into full compliance with permits issued pursuant to the Water Pollution Control Act; to provide adequate wastewater treatment in areas where large numbers of septic systems have malfunctioned or become obsolete; or to connect an obsolete or malfunctioning wastewater treatment system to another wastewater treatment system.

### **Water Conservation Fund (P.L. 1969, c.127)**

#### **Special Revenue Fund**

An amount of \$271 million of General Obligation bonds was authorized to conduct research, plan, acquire, develop, construct, and maintain water supply and wastewater treatment facilities for the preservation, sale, or exchange of water for potable, industrial, commercial, irrigational, recreational, and other public purposes.

### **2003 Water Resources and Wastewater Treatment Fund (P.L. 2003, c.162)**

#### **Special Revenue Fund**

An amount of \$45 million of General Obligation bonds was authorized to provide loans to, or on behalf of, local governmental entities or public water utilities to finance the costs of water resources projects or to make improvements to water supply facilities, or to provide loans to, or on behalf of, local governmental entities to finance the costs of wastewater treatment system projects.

**2003 Water Resources and Wastewater Treatment Trust Fund (P.L. 2003, c.162)****Special Revenue Fund**

An amount of \$5 million of General Obligation bonds was authorized to establish reserve accounts to secure debt issued by the New Jersey Environmental Infrastructure Trust and loan guarantee accounts to secure debt issued by a local government unit. Monies in the reserve and loan guarantee accounts may be made available to the New Jersey Department of Environmental Protection, with the concurrence of the New Jersey Environmental Infrastructure Trust, for temporary use by the department in implementing the provisions of the Dam, Lake, Stream, Flood Control, Water Resources, and Wastewater Treatment Project Bond Act of 2003.

**Water Supply Fund (P.L. 1981, c.261)****Special Revenue Fund**

An amount of \$350 million of General Obligation bonds was authorized to provide loans for State or local projects for the rehabilitation, repair, or consolidation of antiquated, damaged, or inadequately operating water supply facilities, as recommended by the New Jersey Water Supply Master Plan.

**Water Supply Replacement Trust Fund (P.L. 1988, c.106)****Special Revenue Fund**

This Fund provides loans to municipalities or municipally owned public water systems for the purpose of providing a permanent alternate water supply to persons whose principal source of potable water is contaminated or is threatened with contamination by hazardous substances.

**Worker and Community Right to Know Fund (N.J.S.A. 34:5A-1)****Special Revenue Fund**

This Fund was established to account for all fees collected from employers pursuant to the Worker and Community Right to Know Act. Monies in the Fund are allocated for expenses incurred by the Department of Health and Senior Services, Department of Environmental Protection, Department of Labor and Workforce Development, and the Department of the Treasury in connection with the Act's provisions.

**Workers' Compensation Security Fund (P.L. 2004, c.179)****Special Revenue Fund**

Monies received from assessments levied against mutual and stock insurance carriers writing workers' compensation insurance in the State are deposited into this Fund. Payments are made to persons entitled to receive workers' compensation when a mutual or stock carrier is determined to be insolvent.



## APPENDIX

### STATE LOTTERY FUND SCHEDULE

(thousands of dollars)

The estimated revenue available from the State Lottery Fund for education and institutions in fiscal 2007–2008 is \$848 million. These funds will be applied to support a portion of the programs listed in the schedule below.

#### DIRECT STATE SERVICES

<b>Department of Education</b>	
Statewide Assessment Program .....	20,725
Marie H. Katzenbach School for the Deaf .....	3,245
<b>Department of Human Services</b>	
Operation of State Psychiatric Hospitals .....	269,591
Operation of Centers for the Developmentally Disabled .....	104,115
<b>Department of Military and Veterans' Affairs</b>	
Operation of Homes for Disabled Soldiers .....	28,897
<b>Subtotal, Direct State Services</b> .....	<b>426,573</b>

#### GRANTS-IN-AID

<b>Higher Educational Services</b>	
Senior Public Institutions–Operating Aid .....	889,680
Tuition Aid Grants .....	230,230
Higher Education Capital Improvement Program .....	42,695
Opportunity Program Grants .....	26,910
Higher Education Facilities Trust Fund .....	20,972
Aid to Independent Colleges and Universities .....	20,435
Student Tuition Assistance Reward Scholarship (NJSTARS I & II) .....	13,789
Supplementary Education Program Grants .....	12,885
Coordinated Garden State Scholarship Programs .....	7,135
Outstanding Scholars Recruitment Program .....	6,389
Higher Education for Special Needs Students .....	1,100
Veterinary Medicine Education Program .....	687
<b>Subtotal, Grants-in-Aid</b> .....	<b>1,272,907</b>

#### STATE AID

<b>Department of Agriculture</b>	
School Nutrition .....	11,677
<b>Department of Education</b>	
Nonpublic School Aid .....	104,664
School Construction and Renovation .....	62,000
<b>Higher Education Services</b>	
Aid to County Colleges for Operational Costs .....	143,437
<b>Subtotal, State Aid</b> .....	<b>321,778</b>
<b>Grand Total</b> .....	<b>2,021,258</b>

**CASINO REVENUE FUND SCHEDULE**  
**(thousands of dollars)**

The estimated revenue from the Casino Revenue Fund in Fiscal Year 2008 is \$453,100,000. These funds will be applied to support a portion of the programs listed below that originated in the Casino Revenue Fund or were created to be included within the Fund.

Senior Citizen Property Tax Freeze .....	153,000
<b>Medical Assistance</b>	
Personal Assistance Services .....	3,734
Personal Care .....	139,305
Home Care Expansion .....	71
Pharmaceutical Assistance to the Aged & Disabled .....	309,916
Traumatic Brain Injury .....	21,436
Community Care/Sixth Omnibus Budget Reconciliation Act .....	155,519
Respite Care .....	5,359
Hearing Aid Assistance .....	200
Statewide Birth Defects Registry .....	529
Health and Senior Services Administration .....	871
<b>Transportation Assistance</b>	
Senior Citizens and Disabled Residents .....	36,928
Sheltered Workshop Transportation .....	2,440
<b>Housing Programs</b>	
Safe Housing and Transportation .....	1,726
Developmental Disabilities .....	32,516
Congregate Housing Support Services .....	2,006
 <i>Other</i> .....	 <u>5,586</u>
<i>Grand Total</i> .....	<u>871,142</u>

## APPENDIX

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### CASINO REVENUE FUND

The Casino Revenue Fund (CRF) was established in 1976 with the provision that State revenues derived from casino gambling would be applied solely for the purpose of “providing funding for reductions in property taxes, rental, telephone, gas, electric, and municipal utilities charges of eligible senior citizens and disabled residents of the State in accordance with such formulae as the Legislature shall by law provide.” The Fund’s authorized use was expanded in 1981 to include additional or expanded health services or benefits, transportation services, or benefits to eligible senior and disabled residents.

Total CRF resources of \$453.1 million, including \$550,000 from the Casino Simulcasting Fund, are projected for fiscal 2008. Total CRF resources also include \$29.2 million from the four taxes implemented in fiscal 2004. These taxes are: an increase in the casino parking fee from \$2 to \$3, a \$3 per room per day fee on casino hotel rooms, a 4.25% tax on casino comps, and an 8% tax on multi-casino progressive slot machine revenue.

Total available CRF resources in fiscal 2008 are forecast to decrease from the fiscal 2007 appropriated amount by \$4.9 million. Contributing to this decrease is the fact that the four taxes implemented in 2004 are declining based on provisions in the original legislation that phases down these taxes. In addition, slot machine venues that have opened in the Philadelphia area are projected to have a negative impact on New Jersey casino revenues going forward. The majority of total CRF resources are being used to maintain CRF funding of the Pharmaceutical Assistance to the Aged and Disabled (PAAD) program.

The summary and projection table at the end of this section illustrates CRF revenues, and the programs receiving Fund appropriations over the past several years. Some CRF appropriations have been shifted to the General Fund and other funds over the past several fiscal years (see the General Fund Subsidy section of the table).

### BUDGET INITIATIVES AND ONGOING PROGRAMS

The following programs are currently receiving significant funding through the Casino Revenue Fund:

- Pharmaceutical Assistance to the Aged and Disabled — \$255.7 million
- Personal Care — \$60.1 million
- Transportation Assistance — \$36.9 million
- Residential Care Developmental Disabilities — \$32.5 million
- Community Care Alternatives — \$28.9 million
- Waiver Initiatives — \$16.5 million
- Personal Assistance Services Program — \$3.7 million
- Sheltered Workshop Transportation — \$2.4 million

## CASINO REVENUE FUND SUMMARY AND PROJECTION

(\$ In Millions)

	Fiscal 2002	Fiscal 2003	Fiscal 2004	Fiscal 2005	Fiscal 2006	Adj. Approp. 2007	Budget Rec. 2008
Opening surplus	\$0.00	\$0.00	\$0.00	\$22.70	\$0.00	\$1.00	\$0.00
Revenues	\$350.00	\$346.00	\$467.50	\$474.10	\$500.20	\$455.20	\$450.30
Lapses and adjustments	\$14.20	\$18.80	\$0.70	\$2.70	\$2.10	\$2.80	\$2.80
<b>TOTAL RESOURCES</b>	<b>\$364.20</b>	<b>\$364.80</b>	<b>\$468.20</b>	<b>\$499.50</b>	<b>\$502.30</b>	<b>\$459.00</b>	<b>\$453.10</b>
<b>PROPERTY TAX DEDUCTION</b>	\$0.00	(a) \$0.00	\$0.00	\$0.00	\$0.00	\$0.00	\$0.00
<b>MEDICAL ASSISTANCE</b>							
Personal assistance	\$3.70	\$3.70	\$3.70	\$3.70	\$3.70	\$3.70	\$3.70
Home care expansion	\$0.40	\$0.30	\$0.20	\$0.20	\$0.10	\$0.10	\$0.10
PAAD -- expanded	\$257.90	\$259.90	\$254.70	\$309.00	\$276.00	\$262.00	\$255.70
Community care and Waivers	\$3.00	\$3.30	\$44.70	\$44.50	\$45.80	\$46.90	\$45.40
Respite care	\$5.20	\$5.40	\$5.40	\$5.40	\$5.60	\$5.40	\$5.40
Hearing aid assistance	\$0.20	\$0.30	\$0.10	\$0.10	\$0.10	\$0.20	\$0.20
Statewide birth defects registry	\$0.50	\$0.50	\$0.50	\$0.50	\$0.50	\$0.50	\$0.50
Health and Senior Services Admin.	\$0.90	\$0.90	\$0.90	\$1.00	\$1.00	\$0.90	\$0.90
Personal Care	\$0.00	\$0.00	\$60.10	\$60.10	\$90.10	\$60.10	\$60.10
<b>LIFELINE CREDITS</b>	\$34.70	\$34.60	\$0.00	(b) \$0.00	\$0.00	\$0.00	\$0.00
<b>TRANSPORTATION ASSISTANCE</b>							
Senior citizens and disabled residents	\$24.80	\$24.90	\$25.50	\$25.30	\$34.40	\$34.90	\$36.90
Sheltered workshop transportation	\$2.40	\$2.40	\$2.40	\$2.40	\$2.40	\$2.40	\$2.40
<b>HOUSING PROGRAMS</b>							
Congregate housing support	\$3.30	\$1.90	\$1.90	\$1.90	\$2.00	\$2.00	\$2.00
Safe housing and transportation	\$1.70	\$1.70	\$1.70	\$1.70	\$1.70	\$1.70	\$1.70
Developmental Disabilities	\$19.60	\$19.60	\$38.30	\$38.30	\$32.40	\$32.50	\$32.50
<b>OTHER</b>	\$5.90	\$5.40	\$5.40	\$5.40	\$5.50	\$5.60	\$5.60
<b>TOTAL APPROPRIATIONS</b>	<b>\$364.20</b>	<b>\$364.80</b>	<b>\$445.50</b>	<b>\$499.50</b>	<b>\$501.30</b>	<b>\$459.00</b>	<b>\$453.10</b>
<b>ENDING SURPLUS</b>	<b>\$0.00</b>	<b>\$0.00</b>	<b>\$22.70</b>	<b>\$0.00</b>	<b>\$1.00</b>	<b>\$0.00</b>	<b>\$0.00</b>
<b>GENERAL FUND SUBSDY</b>							
Lifeline	\$36.20	\$11.20	\$0.00	(b) \$0.00	\$0.00	\$0.00	\$0.00
SOBRA for Aged and Disabled	\$128.80	\$133.90	\$198.80	\$169.20	\$158.50	\$141.70	\$126.70
Community Care and Waivers	\$41.20	\$45.90	\$0.60	\$5.10	\$4.90	\$4.90	\$4.90
Personal Care	\$116.20	\$130.20	\$75.00	\$76.80	\$91.20	\$79.20	\$79.20
Senior Citizens Property Tax Freeze	\$10.60	\$23.00	\$17.70	\$72.40	\$99.00	\$126.50	\$153.00
PAAD -- expanded	\$92.90	\$123.90	\$128.90	\$48.60	\$23.70	\$117.90	(c) \$54.30
<b>VALUE OF PROGRAMS SHIFTED</b>	<b>\$425.90</b>	<b>\$468.10</b>	<b>\$421.00</b>	<b>\$372.10</b>	<b>\$377.30</b>	<b>\$470.20</b>	<b>\$418.10</b>

## Notes:

(a) The Property Tax Deduction appropriation has been shifted to the Property Tax Relief Fund.

(b) Beginning in fiscal 2004, the Board of Public Utilities began funding the Lifeline program.

(c) Due to Medicare Part D savings exceeding expectations, this amount will not be fully expended.

## APPENDIX

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### 911 SYSTEM AND EMERGENCY RESPONSE FEE

(thousands of dollars)

The estimated revenue from the mobile telecommunications service and telephone exchange service fee in fiscal 2008 totals \$124 million. In accordance with the enabling legislation (P.L. 2004, c.48), these funds will be deposited into the 911 System and Emergency Response Trust Fund account, and applied to offset a portion of the cost of related programs listed below:

Department of Community Affairs	
Municipal Homeland Security Assistance Aid .....	32,000
Department of Health and Senior Services	
Bioterrorism Response .....	4,000
Disease Surveillance .....	3,250
Interdepartmental	
State Police Emergency Operations Center .....	3,674
State Police Multipurpose Bldg and Troop C Headquarters .....	9,860
Statewide Security - Capital .....	1,500
Department of Law and Public Safety	
Office of Homeland Security and Preparedness .....	2,650
Domestic Security Preparedness Task Force .....	600
Homeland Security and Preparedness .....	15,000
State Police CAD System .....	600
State Police Forensic Lab .....	3,804
State Police Multipurpose Building/TroopC Maintenance .....	3,278
Office of Emergency Management - Enhancement .....	1,000
Vehicle Purchases .....	5,000
State Police Dispatch Unit .....	5,200
911 Expanded Call Takers .....	1,950
State Police Central Monitoring Station .....	654
State Police Radio Upgrade .....	1,552
Emergency Operations Center, Operating .....	3,466
State Police - Remaining Operating Budget .....	265,089
Military and Veterans' Affairs	
Military Services - National Guard and Support Services .....	8,161
Department of Treasury	
Statewide 911 Emergency Telephone System .....	12,567
Enhanced 911 Grants .....	14,925
Office of Emergency Telecommunications Service (OETS) .....	1,250
Cyberterrorism .....	416
<b>Total State Appropriation .....</b>	<b>401,446</b>

## TRANSPORTATION TRUST FUND

(thousands of dollars)

The New Jersey Transportation Trust Fund Authority (P.L. 1984, c. 73 as amended) funds the development and preservation of the State's transportation infrastructure. The Authority funds State highway, bridge, and public transportation projects outlined in the Department of Transportation's annual capital plan. Funds appropriated to the Authority are composed of Toll Authority contributions, motor fuels taxes, petroleum products gross receipts taxes, and sales and use taxes. The Authority may also issue bonds to supplement State appropriations.

	<b>Fiscal 2006 Expended</b>	<b>Fiscal 2007 Adjusted Approp.</b>	<b>Year Ending June 30, 2008 Requested</b>	<b>Recommended</b>
--	-------------------------------------	---	--	--------------------

## DISTRIBUTION OF STATE TRANSPORTATION FUNDS

## By Project Type

State Highway Projects .....	498,535	750,000	750,000	750,000
Local Aid Highway Projects .....	144,988	175,000	175,000	175,000
Public Transportation Projects .....	546,318	675,000	675,000	675,000
<b>Subtotal, State Transportation Funds .....</b>	<b>1,189,841</b>	<b>1,600,000</b>	<b>1,600,000</b>	<b>1,600,000</b>

## By Phase of Work

Construction .....	1,082,383	1,455,500	1,455,500	1,455,500
Design and Engineering .....	46,850	63,000	63,000	63,000
Planning .....	7,251	9,750	9,750	9,750
Right-of-Way Acquisition .....	42,388	57,000	57,000	57,000
Study and Development .....	10,969	14,750	14,750	14,750
<b>Total, State Transportation Funds .....</b>	<b>1,189,841</b>	<b>1,600,000</b>	<b>1,600,000</b>	<b>1,600,000</b>

## DISTRIBUTION OF FEDERAL HIGHWAY AND THIRD PARTY FUNDS

## By Project Type

State Highway Projects .....	798,190	933,880	1,057,000	1,057,000
Public Transportation Projects .....	519,600	579,500	562,200	562,200
Route 52 Causeway GARVEE Funded Project .....	140,965	---	---	---
<b>Subtotal, Federal Highway and Third-Party Funds .....</b>	<b>1,458,884</b>	<b>1,513,380</b>	<b>1,619,200</b>	<b>1,619,200</b>

## By Phase of Work

Construction .....	1,090,132	1,251,810	1,339,340	1,339,340
Design and Engineering .....	137,128	157,466	168,476	168,476
Planning .....	41,934	48,153	51,520	51,520
Right-of-Way Acquisition .....	25,919	29,762	31,844	31,844
Study and Development .....	22,806	26,189	28,020	28,020
<b>Total, Federal Highway and Third-Party Funds .....</b>	<b>1,458,884</b>	<b>1,513,380</b>	<b>1,619,200</b>	<b>1,619,200</b>

<b>Total, State Transportation Funds .....</b>	<b>1,189,841</b>	<b>1,600,000</b>	<b>1,600,000</b>	<b>1,600,000</b>
<b>Total, Federal Highway and Third-Party Funds .....</b>	<b>1,458,884</b>	<b>1,513,380</b>	<b>1,619,200</b>	<b>1,619,200</b>
<b>Total Program Authorization .....</b>	<b>2,648,725</b>	<b>3,113,380 (a)</b>	<b>3,219,200</b>	<b>3,219,200 (b)</b>

(a) Fiscal 2007 adjusted appropriation is derived from the fiscal 2007 Transportation Capital Construction Program.

(b) The specific projects represented by these amounts will be available in the fiscal 2008 Transportation Capital Construction Program due to be issued in March 2007.

# APPENDIX

## STATE OF NEW JERSEY STATEMENT OF GENERAL LONG-TERM DEBT June 30, 2006 (a) (thousands of dollars)

	ACT OF	AUTHORIZED <sup>(a)</sup>	UNISSUED	RETIRED <sup>(b)</sup>	OUTSTANDING
Water Conservation Bonds . . . . .	1969	271,000	---	269,563	1,437
State Recreation and Conservation Land Acquisition					
Acquisition and Development Bonds . . . . .	1974	200,000	---	199,848	152
Clean Waters Bonds . . . . .	1976	120,000	5,000	114,713	287
State Land Acquisition and Development Bonds . . . . .	1978	200,000	1,500	196,327	2,173
New Jersey Transportation-Rehabilitation and					
Improvement Bonds . . . . .	1979	475,000	---	474,239	761
Natural Resources Bonds . . . . .	1980	145,000	9,600	117,363	18,037
Energy Conservation Bonds . . . . .	1980	50,000	1,600	47,635	765
Water Supply Bonds . . . . .	1981	350,000	93,400	256,600	---
Hazardous Discharge Bonds . . . . .	1981	100,000	43,000	54,698	2,302
Community Development Bonds . . . . .	1982	85,000	---	84,187	813
New Jersey Green Acres Bonds . . . . .	1983	135,000	14,500	120,315	185
Shore Protection Bonds . . . . .	1983	50,000	---	49,949	51
New Jersey Human Services Facilities					
Construction Bonds . . . . .	1984	60,000	---	59,772	228
Refunding Bonds . . . . .	1985	5,220,480	---	2,721,315	2,499,165
Pinelands Infrastructure Trust Bonds . . . . .	1985	30,000	8,000	22,000	---
Resource Recovery and Solid Waste Disposal					
Facility Bonds . . . . .	1985	85,000	---	79,260	5,740
Hazardous Discharge Bonds . . . . .	1986	200,000	48,000	110,879	41,121
Green Acres, Cultural Centers and Historic					
Preservation Bonds . . . . .	1987	100,000	9,000	86,910	4,090
Jobs, Education & Competitiveness Bonds . . . . .	1988	350,000	---	337,703	12,297
New Jersey Open Space Preservation Bonds . . . . .	1989	300,000	26,000	255,191	18,809
Public Purpose Buildings and Community-Based					
Facilities Construction Bonds . . . . .	1989	125,000	5,000	110,735	9,265
Stormwater Management and Combined Sewer					
Overflow Abatement Bonds . . . . .	1989	50,000	21,500	24,545	3,955
New Jersey Bridge Rehabilitation and Improvement and					
Railroad Right-of-Way Preservation Bonds . . . . .	1989	115,000	---	101,642	13,358
New Jersey Green Acres, Clean Water, Farmland and					
Historic Preservation Bonds . . . . .	1992	345,000	26,780	253,564	64,656
Developmental Disabilities Waiting List Reduction and					
Human Services Facilities Construction Bonds . . . . .	1994	160,000	5,000	113,517	41,483
Green Acres, Farmland and Historic Preservation and					
Blue Acres Bonds . . . . .	1995	340,000	25,500	220,575	93,925
Port of New Jersey Revitalization, Dredging, Environmental Cleanup,					
Lake Restoration, and Delaware Bay Area					
Economic Development Bonds . . . . .	1996	300,000	199,000	49,620	51,380
Urban and Rural Centers Unsafe Buildings					
Demolition Bonds . . . . .	1997	20,000	---	9,380	10,620
Statewide Transportation and Local Bridge Bonds . . . . .	1999	500,000	---	310,750	189,250
Dam, Lake, Stream, Flood Control, Water Resources, and					
Wastewater Treatment Project Bonds . . . . .	2003	200,000	200,000	---	---
Total Long-Term Debt . . . . .		10,681,480	742,380	6,852,795	3,086,305

(a) An additional \$1,000,000 Emergency Housing Bonds (Act of 1946) remain authorized but are not to be issued.

(b) Retired includes bonds for which provisions for payment have been made through the sale and issuance of refunding bonds.

## STATE APPROPRIATIONS LIMITATION ACT

## (CAP Law)

The State Appropriations Limitation Act (P.L. 1990, c.94), commonly called the CAP Law, limits the growth of appropriations in the Direct State Services (DSS) section of the Budget, which encompasses the operations of State government. Exempt from the limitation are Grants-in-Aid; State Aid to counties, municipalities, local school districts, and other instrumentalities; federal funds appropriations; Capital Construction and Debt Service; and monies deposited in and expended from the Property Tax Relief Fund, the Casino Control Fund, the Casino Revenue Fund, and the Gubernatorial Elections Fund.

The State may exceed the maximum appropriations if a bill making an appropriation is agreed to by a two-thirds vote of all members of each legislative body.

Under the formula in the law, the maximum appropriation for fiscal year 2008 is computed by multiplying the base year appropriation (fiscal 2007) subject to the percentage limitation by the average three-year growth rate in per capita personal income calculated on a fiscal basis. The rate as calculated in the law would allow the appropriations to grow by 4.96%. However, the Budget submitted is calculated using 4.49% to begin the process of limiting growth to 4% as Governor Corzine has requested of municipalities and school districts.

The calculation results in a maximum increase of \$265 million over the fiscal 2007 Adjusted Appropriation or a maximum appropriation of \$6.171 billion for Direct State Services for fiscal 2008. The Governor's recommendation for fiscal 2008, for items under the CAP, is \$6.164 billion, or \$7 million under the CAP limit. However, if the rate calculated under the law of 4.96% were applied, the recommendation would be \$35 million under the CAP. Data used to compute the appropriation limit are presented in the accompanying tables.

The average per capita personal income for the State and the average percentage change for the last four fiscal years are displayed as follows.

## STATE INCOME

(millions of dollars)

Fiscal 2003	337,894
Fiscal 2004	352,654
Fiscal 2005	373,579
Fiscal 2006	394,433

Source: U.S. Department of Commerce,  
Bureau of Economic Analysis

## STATE POPULATION

Fiscal 2003	8,640,028
Fiscal 2004	8,685,166
Fiscal 2005	8,717,925
Fiscal 2006	8,724,560

Source: U.S. Bureau of the Census  
(State Pop. Estimates July 1, 2003 - July 1, 2006)

## STATE AVERAGE PER CAPITA

	Personal Income	Percentage Change
Fiscal 2003	39,108	
Fiscal 2004	40,604	3.83%
Fiscal 2005	42,852	5.54%
Fiscal 2006	45,210	5.50%

Source: U.S. Bureau of the Census  
(State Pop. Estimates, July 1, 2003 - July 1, 2006)



**COMPUTATION OF FISCAL 2008 CAP**  
**SUBJECT TO EXPENDITURE LIMITATION LAW PERCENTAGE**  
(thousands of dollars)

	<b>Limited Growth Rate</b>	<b>Actual Growth Rate</b>
<b>Appropriation and Adjustments for Fiscal 2007 .....</b>	<b>\$ 31,060,378</b>	<b>\$ 31,060,378</b>
<b>Less Statutory Exemptions:</b>		
Grants-In-Aid (a) .....	(8,921,905)	(8,921,905)
State Aid .....	(2,231,339)	(2,231,339)
Capital Construction .....	(1,238,779)	(1,238,779)
Debt Service .....	(427,785)	(427,785)
Property Tax Relief Fund .....	(11,426,697)	(11,426,697)
Casino Control Fund .....	(74,039)	(74,039)
Casino Revenue Fund .....	(459,029)	(459,029)
Gubernatorial Elections Fund .....	---	---
Less: Funding In Accordance With Court Settlements .....	(273,373)	(273,373)
Less: Federal Funds Support of Employee Benefits .....	(101,910)	(101,910)
<b>Amount Subject to Limitation .....</b>	<b>5,905,522</b>	<b>5,905,522</b>
 Fiscal 2007 Base Subject to Percentage Limitation .....	 5,905,522	 5,905,522
Per Capita Personal Income Growth Rate .....	4.49%	4.96%
Maximum Increase in Appropriation for Fiscal 2008 .....	265,158	292,914
Maximum Appropriation for Fiscal 2008 .....	6,170,680	6,198,436
Fiscal 2008 Recommendation .....	6,554,236	6,554,236
Less: Funding In Accordance With Court Settlements .....	(288,710)	(288,710)
Less: Federal Funds Support of Employee Benefits .....	(102,030)	(102,030)
 Amount of Fiscal 2008 Appropriation Subject to the CAP Limitation .....	 <u>6,163,496</u>	 <u>6,163,496</u>
 Amount Over/(Under) the CAP Limitation .....	 <u>\$ (7,184)</u>	 <u>\$ (34,940)</u>

(a) Adjusted to reflect a transfer.

## New Jersey - Population and Personal Income

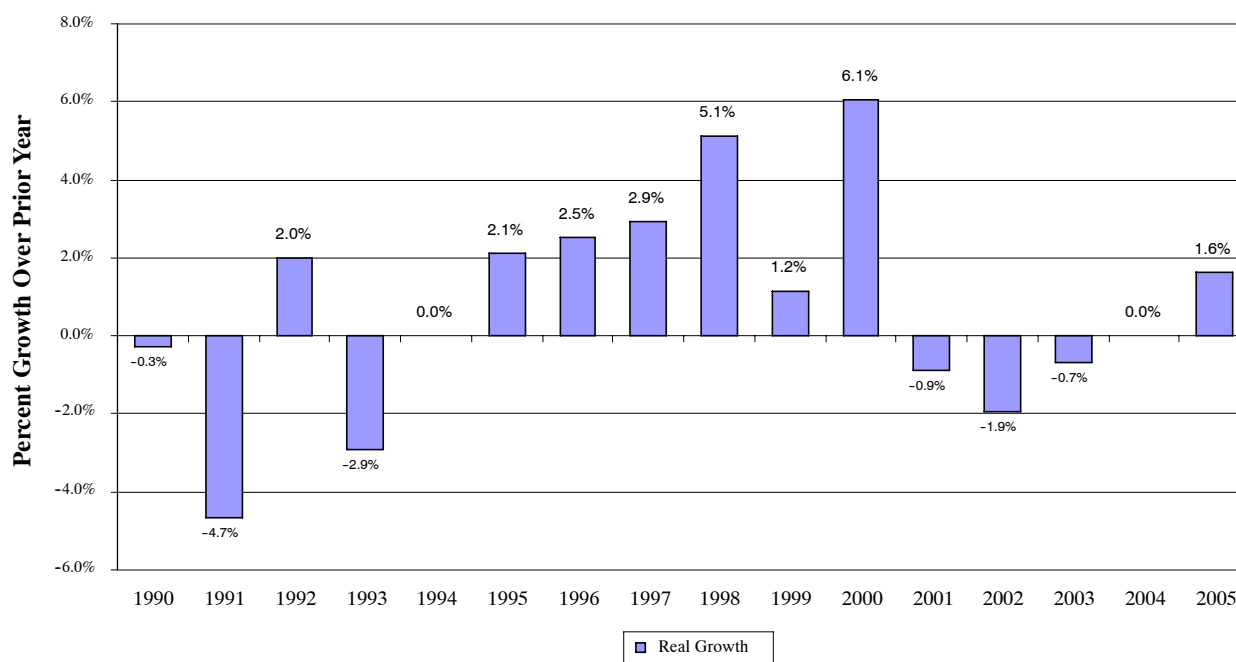
The total population of New Jersey is 8.7 million, based on the latest update from the U.S. Bureau of the Census in July 2006.

For the first time in five years, New Jersey's per capita income experienced real growth, i.e., annual growth in excess of consumer price index (see figure below).

New Jersey has the highest rank for per capita personal income of the mid-Atlantic states (see table below).

In 2005, New Jersey had the second highest per capita income nationwide behind only Connecticut.

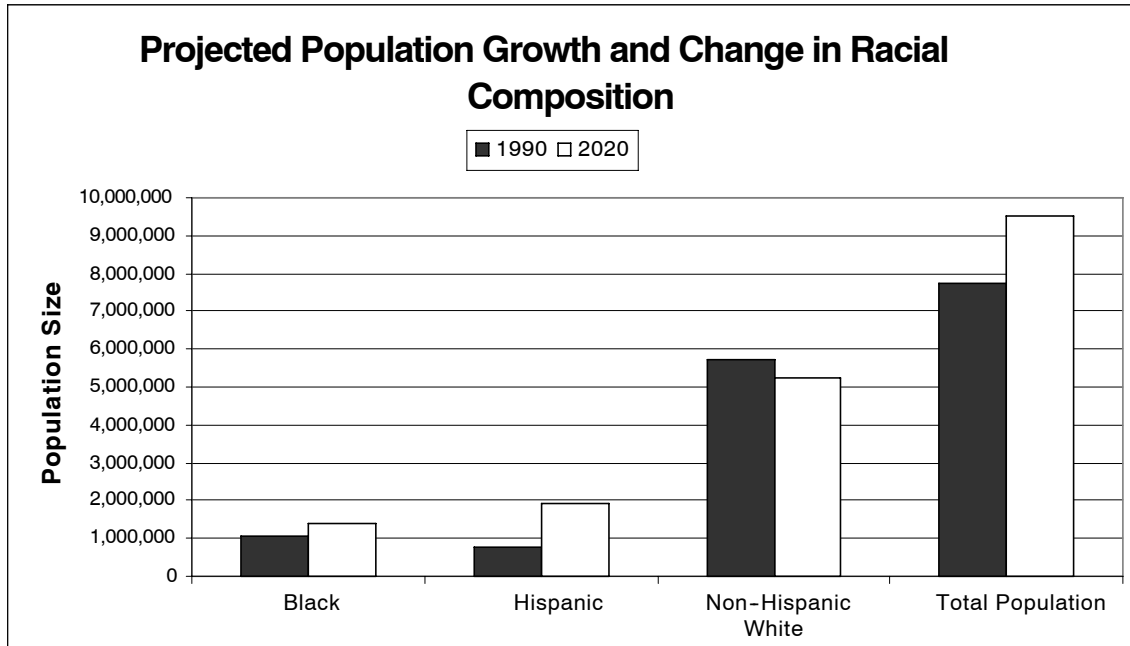
### Growth Rates for Real Per Capita Income 1990-2005



### PER CAPITA PERSONAL INCOME FOR THE UNITED STATES, NEW JERSEY, AND MIDDLE ATLANTIC STATES (2005 Calendar Year)

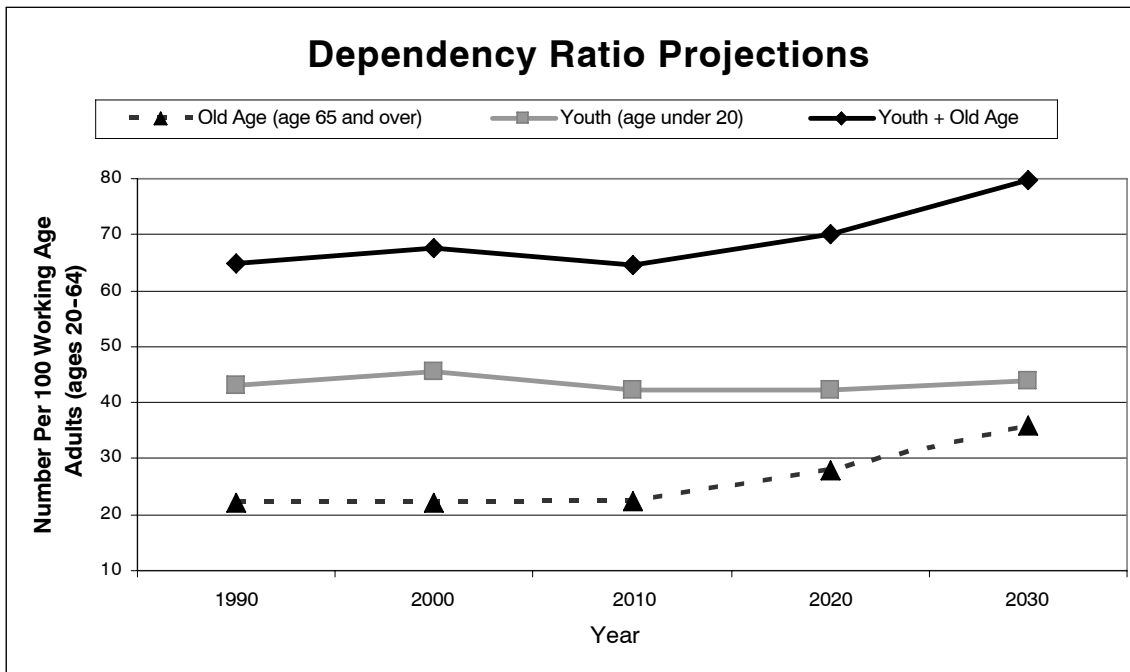
	Amount	Percent of National Average	National Ranking
United States	\$34,495	---	---
<b>New Jersey</b>	<b>\$43,822</b>	<b>127%</b>	<b>2</b>
Maryland	\$41,996	122%	4
New York	\$40,072	116%	5
Delaware	\$37,084	108%	11
Pennsylvania	\$34,848	101%	18

Source: U.S. Department of Commerce, Bureau of Economic Analysis.



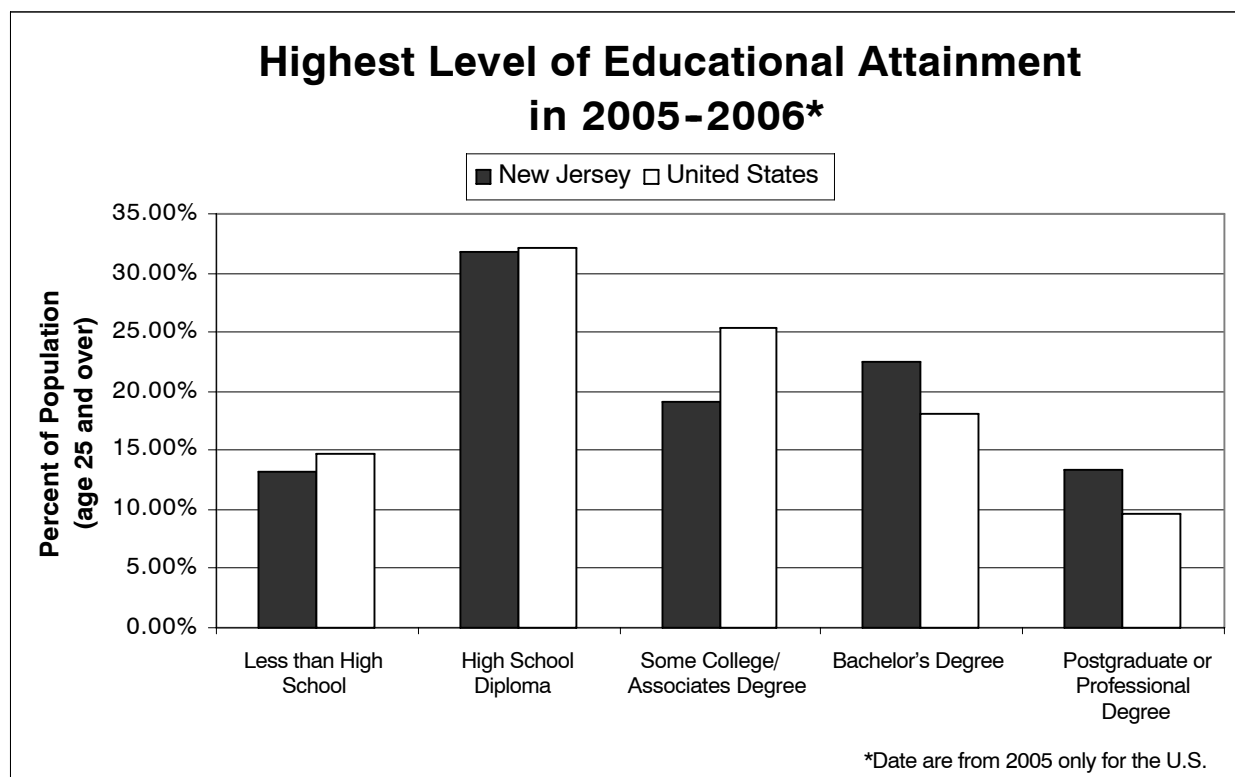
New Jersey's population is projected to exceed 9.5 million by 2020, with the Hispanic population more than doubling between 1990 and 2020.

Source: New Jersey Department of Labor and Workforce Development  
[www.wnjin.net/OneStopCareerCenter/LaborMarketInformation](http://www.wnjin.net/OneStopCareerCenter/LaborMarketInformation)



The number of senior citizens per working-aged adult is expected to increase by 62% from 2000 to 2030.

Source: U.S. Census Bureau, Population Division, Interim State Population Projections, 2005, and U.S. Census Bureau, 1990 Census.



Nearly 36% of adults in New Jersey have completed at least a four-year college degree, compared with less than 28% nationally.

Source: U.S. Census Bureau, Current Population Survey, 2005 Annual Social and Economic Supplement, and New Jersey Department of Labor and Workforce Development  
[www.wnjp.in.net/OneStopCareerCenter/LaborMarketInformation](http://www.wnjp.in.net/OneStopCareerCenter/LaborMarketInformation)

## WORKFORCE

The Fiscal 2008 Budget continues the rigorous hiring freeze through fiscal year 2008 that has so far lowered the overall workforce by 1,300 since the Administration began in January 2006. Attrition and other efficiencies are expected to reduce employee growth by an additional 500. There will be a net State funded increase due to required growth in the Department of Children and Families (DCF) and the Office of the Public Defender (OPD) related to meeting child welfare reform mandates, staffing needed at the Department of Human Services' (DHS) institutions to meet federal accreditation standards, and hiring at the soldiers' homes in the Department of Military and Veterans' Affairs (MAVA) to meet staffing requirements. Also, there is priority staffing for State Police, the Department of the Public Advocate and the creation of the Office of the State Comptroller.

The largest State funded growth between the number of employees on the payroll on January 19, 2007 and the fiscal 2008 funded level is for DCF. An additional 460 employees will be hired during fiscal 2007 and fiscal 2008 and is largely comprised of case carrying staff to meet the performance standards established in the settlement agreement with Children's Rights, Inc. These standards specify caseload size and other measures that required 639 additional staff be hired beginning in fiscal 2007.

The second largest increase, 233 in DHS, largely reflects an increase in staffing at the State's Psychiatric Hospitals. DHS is currently adding staff to meet accreditation standards as a result of federal audits. Failure to comply would result in a federal funds loss of \$56 million.

Growth in the Department of Law and Public Safety (L&PS) is due, in part, to three State Police classes slated for fiscal 2008 that will graduate 200 troopers. This will result in a net increase of 75 troopers compared to the January 19, 2007 payroll counts, even after almost a year and a half of projected attrition. The Office of Homeland Security, in-but-not-of L&PS, reflects 38 FTE growth. In March of 2006, Governor Corzine signed an Executive Order establishing the Office of Homeland Security and Preparedness (OHSP). The OHSP provides oversight for all homeland security and counter-terrorism related efforts. The additional staff are needed in recognition of the fact that acts of terrorism, natural disasters, catastrophic events, and pandemics requires a new all-hazard operations paradigm in the approach to homeland security and emergency preparedness.

The growth of 98 in OPD primarily represents hiring additional staff attorneys and investigators mandated by the settlement agreement with Children's Rights, Inc. as part of the overall child welfare reform effort. OPD is required to represent both children and parents in termination of parental rights cases and must comply with standards that specify caseload size. OPD is also recruiting staff attorneys to replace pool attorneys, who do not show up in the State payroll counts. This strategy will provide the

OPD with greater control over its expenses and improve its in-house expertise. This will result in better management of its rising caseload. In MAVA, most of the 95 employee increase is for the three soldiers' homes. MAVA intends to increase its recruiting efforts and fill existing positions, thereby reducing the use of contracted services. MAVA's growth also includes an expansion of 19 staff for the Youth ChalleNGe Program. This program assists at risk youth in a highly disciplined environment to get their GED high school diploma. The program is matched by the federal government on a 60/40% basis (federal/State) and has been recognized nationally for "Academic Excellence." The program has a post graduation job placement rate of over 80%.

Most of the State funded growth of 60 in the Department of Environmental Protection (excluding staff supported by the dedication of Corporation Business Tax - CBT revenues) is actually supported by revenues collected from land use and other permit fees. In addition to this growth, CBT dedication funding supports growth of 42 employees. CBT funding supports staff in the areas of water resource monitoring, site remediation, air quality regulation, environmental enforcement, and parks management. The Fiscal 2008 Budget also provides new State funding for 6 staff to address black bear management statewide.

The growth of 59 in the Office of the State Comptroller assumes enactment of legislation to create this new office and will be in-but-not-of the Department of Treasury. The State Comptroller, who will be appointed by the Governor (with the advice and consent of the Senate) for a six-year term, will have broad authority to conduct financial audits and performance reviews of all State agencies, public institutions of higher education, independent State authorities, local governments and boards of education. The primary goals of the Office of the State Comptroller are to help control State and local spending and root out waste, fraud and abuse that fuel property tax problems and dissipate State resources.

Non-State funding represents positions that are supported from sources other than the State's General Fund and includes federal, fee-supported and other dedicated funding. Once again, DCF leads the list in growth. As the State invests additional State funding, this generates new federal dollars. Unlike Medicaid, where every state dollar spent generates an equal federal match, some of the federal funding support received by DCF is capped or have formula that limit federal participation. This is the reason why federal supported employee growth is less than state supported growth.

Growth of 139 at the Motor Vehicles Commission (MVC) represents replenishment of critical vacancies needed to maintain services at the motor vehicle agencies and for business operations and information technology (IT). IT staff will help address the need of developing enhancements to the MVC comprehensive data system that will ultimately generate cost savings efficiencies.

The 81 non-State funded growth in L&PS includes 23 for the Office of Insurance Fraud Prosecutor, 12 in the State professional boards and various federal funds including grants for Homeland Security, Juvenile Justice and Criminal Justice.

The increase of 80 at the Department of Transportation reflects the maximum allocation of federal reimbursements available from the Federal Highway Administration (52 FTE) and the fact that the January 19, 2007 comparison point represents a low point in the hiring cycle as certain road improvement activities are curtailed during the winter. Similarly, added hires at the Office of Information Technology (59) are also the result of a comparison to a low point. Hiring was frozen while the Executive Reorganization was being undertaken. Consistent with the Government Efficiency and Reform (GEAR) Commission report, Governor Corzine signed Executive Order 42 in November 2006 to address the critical need to modernize the State's IT systems, and increase accountability control, monitoring and oversight of department and agency IT projects. The additional hires are needed to help accomplish the goals of the Executive Order.

Growth of 49 in the Department of Health and Senior Services represents federal and dedicated funded hiring in the areas of nursing home inspections, Early Intervention, HIV/AIDS prevention, immunization and the Women, Infants and Children (WIC) program.

# APPENDIX

## STATE FUNDED WORKFORCE 01/19/2007 vs. FY 2008 FUNDED POSITION COMPARISON

	ADMIN START 1/20/2006	Employees 1/19/2007	FY 2008 FUNDED POSITIONS
AGRICULTURE	120	115	123
BANKING AND INSURANCE	3	2	4
CHIEF EXECUTIVE OFFICE	109	92	92
CHILDREN & FAMILIES	4,647	4,568	5,028
COMMUNITY AFFAIRS	180	170	192
CORRECTIONS (Balance)	9,121	9,020	8,960
- Parole Board	763	723	721
EDUCATION	419	409	462
ENVIRONMENTAL PROTECTION (Balance)	2,161	2,078	2,138
- CBT Dedication	203	219	261
HEALTH AND SENIOR SERVICES	825	850	871
HUMAN SERVICES (Total)	10,989	10,726	10,959
- Management and Budget	411	331	310
- Medical Assistance	189	172	128
- Disability Services	17	17	19
- Family Development	228	211	223
- Addiction Services	22	18	27
- Commission for the Blind and Visually Impaired	195	209	198
- Deaf and Hard of Hearing	9	8	9
- Developmental Disabilities	5,052	5,041	5,096
- Mental Health and Hospitals	4,866	4,719	4,949
LABOR (Balance)	226	219	234
- Public Employee Relations Commission	34	33	36
LAW AND PUBLIC SAFETY (Balance)	2,788	2,643	2,686
- State Police	2,254	2,263	2,338
- Office of Homeland Security & Preparedness	84	86	124
- Election Law Enforcement Commission	75	71	77
- Violent Crimes Compensation Board	47	46	44
- State Ethics Commission	13	14	17
- Juvenile Justice	1,307	1,280	1,263
MILITARY AND VETERANS' AFFAIRS	1,345	1,337	1,432
PERSONNEL	374	335	347
PUBLIC ADVOCATE	114	120	174
STATE (Balance)	136	128	139
- Commission on Higher Education	15	15	17
- Higher Education Student Assistance Authority	28	24	24
- New Jersey Network	116	104	102
TRANSPORTATION	2,854	2,758	2,704
TREASURY (Balance)	2,954	2,885	2,906
- Office of State Comptroller	---	---	59
- Office of Administrative Law	107	100	111
- Public Defender	1,032	1,030	1,128
- Commission on Science and Technology	6	5	7
MISCELLANEOUS COMMISSIONS	2	2	2
Less Management Efficiencies	---	---	(500)
<b>SUBTOTAL EXECUTIVE BRANCH</b>	<b>45,451</b>	<b>44,470</b>	<b>45,282</b>
LEGISLATURE	462	468	476
- SCI	46	50	59
JUDICIARY	7,981	7,936	8,099
<b>GRAND TOTAL</b>	<b>53,940</b>	<b>52,924</b>	<b>53,916</b>

The counts of employees on 1/20/06 and 1/19/07 have been adjusted to reflect shifts between State & Non-State funded positions, and for the creation of the Public Advocate and the Department of Children & Families for comparison purposes.

**NON-STATE FUNDED WORKFORCE  
01/19/2007 vs. FY 2008 FUNDED POSITION COMPARISON**

	<b>Admin Start 1/20/2006</b>	<b>Employees 1/19/2007</b>	<b>FY 2008 Funded Positions</b>
AGRICULTURE	144	144	156
BANKING AND INSURANCE	502	478	491
CHIEF EXECUTIVE OFFICE	---	---	---
CHILDREN & FAMILIES	1,341	1,932	2,091
COMMUNITY AFFAIRS	982	981	987
CORRECTIONS	424	403	441
EDUCATION	535	505	556
ENVIRONMENTAL PROTECTION	1,058	995	1,023
HEALTH AND SENIOR SERVICES	1,321	1,181	1,230
HUMAN SERVICES (Total)	4,886	4,898	5,008
- Management and Budget	131	116	133
- Medical Assistance	388	357	413
- Disability Services	13	12	10
- Family Development	213	209	250
- Addiction Services	114	112	118
- Commission for the Blind and Visually Impaired	108	105	107
- Developmental Disabilities	3,894	3,969	3,960
- Mental Health and Hospitals	25	18	17
LABOR	3,527	3,352	3,409
LAW AND PUBLIC SAFETY (Balance)	2,224	2,034	2,107
- State Police	725	735	729
- Office of Homeland Security and Preparedness	---	4	8
- Juvenile Justice	466	459	469
MILITARY AND VETERANS' AFFAIRS	152	151	214
PERSONNEL	---	---	---
PUBLIC ADVOCATE	41	42	53
STATE (Balance)	63	66	66
- Commission on Higher Education	2	3	4
- Higher Education Student Assistance Authority	172	172	198
- New Jersey Network	42	49	56
TRANSPORTATION	1,055	1,006	1,086
- Motor Vehicle Commission	2,745	2,610	2,749
TREASURY (Balance)	811	789	828
- Casino Control Commission	347	330	349
- Office of Administrative Law	10	8	10
- Office of Information Technology	945	912	971
- Public Defender	4	2	2
- Board of Public Utilities	305	300	319
MISCELLANEOUS COMMISSIONS	---	---	---
SUBTOTAL EXECUTIVE BRANCH	24,829	24,541	25,610
LEGISLATURE	---	---	---
JUDICIARY	1,545	1,542	1,622
GRAND TOTAL	26,374	26,083	27,232

The counts of employees on 1/20/06 and 1/19/07 have been adjusted to reflect shifts between State & Non-State funded positions, and for the creation of the Public Advocate and the Department of Children & Families for comparison purposes.



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