

State of New Jersey

The Governor's FY2025 Budget Budget in Brief



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A Letter from Governor Philip D. Murphy.....	1
Making New Jersey the Best Place to Raise a Family.....	4
The FY2025 Budget.....	8
A Summary of the State Budget.....	8
Affordability	10
Pre-K to 12 Education	15
Higher Education	18
Economic Growth	20
Innovation Economy.....	21
Tourism.....	23
Housing.....	24
Labor and Workforce Development.....	26
Health Care and Social Services	27
Child Care.....	30
Health Care Affordability and Accessibility	32
Law and Public Safety.....	37
Transportation and Infrastructure	41
Energy and Environment.....	43
State Operations	47
Federal Funds Overview	49
FY2024 and FY2025 Revenues.....	52
Revenue Outlook	53
Gross Income Tax.....	56
Sales Tax	58
Corporation Business Tax.....	59
Tables and Schedules	64
Appendix.....	68



STATE OF NEW JERSEY

PHILIP D. MURPHY
GOVERNOR

FISCAL 2025 BUDGET
OF
PHILIP D. MURPHY
GOVERNOR OF NEW JERSEY
TRANSMITTED TO THE FIRST ANNUAL SESSION
OF THE TWO HUNDRED TWENTY FIRST LEGISLATURE

Mr. President, Mr. Speaker, and Members of the Legislature:

In accordance with the provisions of C.52:27B-20, I hereby present my budget recommendations for fiscal 2025.

This document provides a summary of my recommendations and outlines the key aspects of my overall financial plan for the governmental services to be provided by the State to the residents of New Jersey.

The budget detail, including information on specific line items of appropriations, will be transmitted separately to the Legislature.

Respectfully submitted,

A handwritten signature in blue ink, appearing to read "Phil Murphy", is written over the printed name.

PHILIP D. MURPHY
Governor of New Jersey

Attest:

A handwritten signature in black ink, appearing to read "Parimal Garg", is written over the printed name.

Parimal Garg
Chief Counsel to the Governor
February 27, 2024

A Letter from Governor Philip D. Murphy

Dear Senate President Scutari, Assembly Speaker Coughlin, Members of the 221st Legislature, and the People of New Jersey:

I am honored to present my proposed budget for the 2025 Fiscal Year.

We have crafted this budget to support the working- and middle-class families of New Jersey who have led our state through challenging times. It is a budget that delivers on our promise to maintain fiscal responsibility—while also remaining true to our core values. It will make life more affordable for more families—by lowering costs and increasing opportunities for every community. And it will protect our fundamental rights and freedoms—from voting rights, to reproductive rights, to every right in between.

But most of all, this budget will ensure that New Jersey retains its proud reputation as the best State, anywhere, to raise a family.

For the third year in a row, this budget will provide more than \$2 billion in direct property tax relief to millions of New Jerseyans through the ANCHOR program, which is now officially the largest property tax relief program in our history. Under this program, nearly all homeowners, renters, and seniors are eligible for a benefit, which can provide as much as \$1,750 in direct relief.

Altogether, this budget will put more than \$3.5 billion back into the pockets of New Jersey's taxpayers through direct property tax relief, and will provide over \$700 million through programs like the Child Tax Credit, the Child and Dependent Care Tax Credit, and the Earned Income Tax Credit.

Moreover, this budget will increase funding for prescription drug assistance, school meals, and other commitments that will lower costs and make millions of our state's families and seniors feel more financially secure.

For parents with young children, our budget will bring New Jersey closer to free, universal pre-K with a more than \$1.2 billion investment. This will help working families save up to tens of thousands of dollars per year on child care—and help prepare more of our precious children for lifelong success.

In that same spirit, this budget will be the first, in our state's history, to fully fund the formula for New Jersey's public schools with a \$908 million funding increase. Altogether, the \$11.7 billion we have included in our budget for public education is the single-largest investment into New Jersey's K-12 schools in history. This also marks the completion of a seven-year phase-in process—as well as a major milestone in keeping our administration's promise to invest in the success of every student in every school district.

Importantly, this is not only an investment in the future of our students, but the future of our entire state. It is an investment in our educators, who are the backbone of New Jersey's best in the nation public education system. And it is an investment in our people and small businesses, who will save money on their property taxes with every additional dollar we invest into our public schools at the state level.

While we are making these historic investments into New Jersey's future, this budget is also sober-minded about our fiscal reality. New Jersey is prepared to face the fiscal challenges that all states are facing. Over the past several years, we have paid down our debts and increased our surpluses. We have balanced our books while also meeting our sacred obligations to our communities. We have made full payments into our pension system for three straight years—and this budget will make it a fourth. And we have saved money for any rainy days that lie ahead.

This budget will also continue our efforts to create opportunities for every community—by investing in education, housing, workforce development, small business growth, and more.

For instance, this budget will help us meet our commitment to ending veterans' homelessness in New Jersey. The Department of Community Affairs will set aside more than \$34 million over the next two years to accelerate these efforts.

This budget will ensure New Jersey retains its reputation as the world's home for innovation. It will help cement our leadership in industries like clean energy, fintech, filmmaking and television production, and generative artificial intelligence.

When it comes to taking action against climate change, this budget will provide \$40 million to modernize the electrical grid, drawing in federal matching funds so we can build a strong foundation for New Jersey's clean energy future.

We will continue improving our urban state parks by providing \$70 million more toward the development of Liberty State Park and the Garden State Greenway.

This budget will build upon our efforts, as well, to reform New Jersey's criminal justice system by nearly doubling funding for ARRIVE Together, an innovative program that pairs police officers with mental health professionals when responding to mental health crises.

Our budget will continue our work toward improving maternal and child health in New Jersey. FY2025 will be the first full year of the Universal Home Visiting program, in which new mothers can benefit from the care and advice of trained nurses. Additionally, new parents will be able to benefit from a new pilot program that will cover delivery costs for online orders in the WIC program.

Crucially, this budget will take a significant step forward in delivering on my promise to fix NJ TRANSIT. The State's mass transit system was in crisis when we entered office. But over the past six years, through diligent work and partnership, we have addressed nearly all of NJ TRANSIT's operational challenges.

Now, with this budget, we will create a new, dedicated revenue stream to address NJ TRANSIT's fiscal challenges in the long-term: the Corporate Transit Fee. This fee applies only to the largest and most successful businesses, earning more than \$10 million in profits. It will ask these companies to contribute a small share of their profits to support the transit system that delivers their workers and customers to where they need to be, when they need to be there. Combined with the support already provided to the agency by the Turnpike Authority and the State budget, we are making—and will continue to make—marked progress in ensuring NJ TRANSIT can become the world-class transit system our state's workers and families deserve.

With this year's budget, our administration is once again putting the needs of New Jersey's families ahead of the demands of special interests. It will help millions of families feel more financially secure—and more confident about making their future in the Garden State. It will meet our commitments to our students, our educators, our workers, our parents, our seniors—and everyone who calls New Jersey home. It will make responsible investments into the foundation of New Jersey's economy—and support the growth of the industries of tomorrow, for years to come. And it will ensure New Jersey remains the best place, anywhere, to raise a family.

I look forward to working with you.

Sincerely,



Philip D. Murphy
Governor

Making New Jersey the Best Place to Raise a Family

Making New Jersey the Best Place to Raise a Family

Governor Murphy's Fiscal Year 2025 (FY2025) budget proposal maintains his sacred obligations to New Jersey's families while preparing the State to navigate local and global challenges. The Governor's budget continues to make transformational investments in property tax relief, pre-K through 12 education, expanding economic opportunities, and the State's fiscal health. The budget prioritizes making New Jersey more affordable and welcoming for our families and seniors, and thoughtfully invests in critical workforce needs and cultivates our economic future. It also builds upon the Governor's work to fix NJ TRANSIT by proposing a new dedicated revenue stream that will be funded by the largest corporate taxpayers.

This budget proposal is realistic about the State's capacity to spend within its means. Just like millions of working families, the State must tighten its belt in leaner times. This budget includes necessary spending reductions and significantly limits spending growth across almost all departments.

Focusing on Affordability: The budget proposal prioritizes making life in New Jersey more affordable for more families. This proposal includes direct assistance for residents of all ages, alongside full funding for the State's school funding formula for the first time. The Governor will also continue to invest in health care and prescription drug assistance and in making housing more affordable statewide.

- **Aid for Families:** Governor Murphy's budget funds a third year of ANCHOR, the largest property tax relief initiative in State history. In FY2025, the Administration expects to provide more than \$3.5 billion in direct property tax relief, compared to an annual average of \$998 million during the previous governor's entire term. Middle- and working-class families will continue to benefit from the Governor's work to expand the Earned Income Tax Credit, the Child Tax Credit, and the Child and Dependent Care Tax Credit since taking office.
- **Support for Seniors:** This budget proposal includes an additional \$200 million to pre-fund Stay NJ, which is designed to cut property tax bills in half for many New Jersey seniors beginning in 2026. Roughly 58,000 new households will also benefit in FY2025 from the recent expansion of the Senior Freeze program, which prevents participants' property taxes from growing. The budget also includes additional funding for the RetireReady NJ savings program, which was created by the New Jersey Secure Choice Savings Program Act. RetireReady will launch in 2024 and provide a new retirement option for private sector workers.
- **K-12 Education:** With this budget proposal, the Murphy Administration would be the first in New Jersey's history to fully fund the State's school funding formula. Governor Murphy is proposing a \$908 million increase for K-12 formula aid for a total investment of \$11.7 billion. This will successfully complete the seven-year phase-in of S2, a reform enacted in 2018. Since FY2018, School Funding Reform Act (SFRA) funding will have increased by \$3.5 billion, continuing to benefit students and teachers while decreasing districts' needs to raise property taxes. The budget proposal also advances the Governor's aim to improve reading performance by funding literacy screening.
- **Pre-K Education:** The Governor proposes an additional \$124 million for free pre-K education, which provides long-term benefits for our three- and four-year-olds while covering an immediate expense for parents. Of this amount, \$20 million will be used to expand into new districts, which could create over 1,000 new seats. Since FY2018, Governor Murphy has already increased pre-K funding by over \$427 million and created more than 14,600 new seats

Making New Jersey the Best Place to Raise a Family

at no cost to families. That represents tens of thousands of dollars in savings for individual families.

- **Housing:** The budget proposal helps increase housing supply and fund homeownership to bring costs down. The budget includes \$10 million to incentivize municipalities to create new accessory dwelling units (ADUs) to create more affordable options. It also invests \$15 million to help rental assistance recipients with pathways to homeownership, and to fund non-profits that rehabilitate homes in need of repair. This year's budget also proposes \$32 million for Down Payment Assistance. Since FY2022, the Administration will have invested nearly \$120 million into this program, which has already helped thousands of new homeowners.
- **Health Care:** The FY2025 budget provides \$82.5 million for the Pharmaceutical Assistance to the Aged and Disabled (PAAD) and Senior Gold prescription discount programs, which will make prescription drugs more affordable for over 150,000 people. It also anticipates record enrollment in the Cover All Kids and Get Covered NJ programs, which provide low- or no-cost health care coverage to hundreds of thousands of families. The proposal also strengthens the Governor's Office of Health Care Affordability and Transparency, which will help to restrain future health care costs.

Meeting our Obligations and Maintaining Fiscal Responsibility: Governor Murphy remains laser-focused on turning around Trenton's fiscal troubles. The budget proposal addresses NJ TRANSIT's fiscal challenges, makes a full pension payment for the fourth consecutive year, sets aside surplus funds, and invests in major State projects—all while keeping total spending growth below one percent from the FY2024 adjusted appropriations.

- **Supporting NJ TRANSIT:** After six years, NJ TRANSIT has made major operational improvements in terms of reliability, customer satisfaction, staffing, capital investment, and safety. To ensure that NJ TRANSIT can maintain service as ridership recovers from the pandemic, the Governor is proposing to address the agency's fiscal challenges with the Corporate Transit Fee, an additional dedicated funding source exclusively paid for by corporations with incomes above \$10 million. In FY2025, the Governor is also proposing the second largest total State operating assistance to NJ TRANSIT.
- **Fiscal Responsibility:** To make the full Actuarially Determined Contribution for the fourth year in a row, Governor Murphy will contribute over \$7.1 billion into the State's pension systems. By consistently making the full payment, the Administration has curbed growth and improved the system's funded ratio. The budget proposal includes a \$6.1 billion surplus, which is nearly ten times larger than the average surplus under the previous administration.
- **Spending Realignments:** The Governor is proposing spending reductions totaling more than \$1 billion. Additionally, the withdrawal of pandemic-era federal funds will impact many agencies and programs. The budget proposal attempts to responsibly address those cuts. This budget also proposes starting to phase-out the electric vehicle (EV) sales tax exemption while investing additional dollars in targeted EV incentives.
- **State Operations:** Governor Murphy will follow-through on important commitments, including \$60 million to fund the third new juvenile justice facility, an additional \$120 million to finish the State Police Training Center started last year, and \$21 million to convert veteran home rooms to single occupancy. The Governor will also fund new beds and medical equipment at all three veterans' homes as part of our continued effort to provide veterans with the care they deserve.

Making New Jersey the Best Place to Raise a Family

Investing in Economic Opportunities and Community Growth: Under this Administration, New Jersey has become a national leader in the emerging technology, clean energy, and entertainment industries. In 2026, our state will have the world's attention as we host the FIFA World Cup Final and seven other matches. The budget proposal combines investments that advance our global ambitions with important support for our local communities.

- **High-Impact Investments:** To further the Artificial Intelligence Moonshot announced during the State of the State, the Governor proposes a suite of investments. These include an innovation challenge to reward solving public-facing problems with State data; a Global Entrepreneurs in Residence pilot so our universities can support international students starting cutting-edge businesses; and artificial intelligence programs for our school districts. The budget also continues to support popular programs like the Main Street Recovery Fund, Manufacturing Initiatives, and Strategic Innovation Centers. With this budget, these three programs will have received more than half a billion dollars over the past five years.
- **Jobs and Clean Energy:** This year, the Clean Energy Fund will have nearly \$275 million in resources. Governor Murphy proposes allocating \$15 million in State funds and \$25 million from the Clean Energy Fund to provide the State match for a federal grid modernization program that will create jobs and help the State meet its clean energy goals. The Board of Public Utilities awarded nearly 4,000 megawatts for offshore wind capacity in January. This could power nearly two million homes, and the Board of Public Utilities looks forward to an additional solicitation in FY2025.
- **Parks Capital:** In addition to the approximately \$100 million expected for Green Acres funding, the Governor will propose investing \$70 million from the Debt Defeasance and Prevention Fund to support State parks. These funds will largely be used to revitalize Liberty State Park and to prepare the Garden State Greenway for an FY2025 groundbreaking. The budget also continues funding for programs like Local Recreation Improvement Grants and Grants for Urban Parks, which together will have received over \$121 million since the start of the administration.
- **Local Heroes:** This budget provides new supports for our educators, health care workers, and firefighters. It continues to fund Student Teacher Stipends to help aspiring educators begin their careers and expands our Teacher Loan Redemption program to improve retention. The Governor proposes investing \$5 million into a suite of nursing workforce programs to make sure future nurses have experienced faculty and the resources they need to complete their training. The budget increases the Behavioral Healthcare Loan Redemption Program by \$2 million and provides an additional \$10 million for our Firefighter Grant program.

Supporting All New Jerseyans: Governor Murphy is committed to building a state where all families—especially those who worry they have been forgotten—have a fair shot at a better future. This budget proposal expands opportunity, shrinks inequities, defends fundamental rights, and protects public safety.

- **Preventing Homelessness:** The budget proposal increases rates for emergency hotel and motel placements to help families in need of emergency housing. It also launches an ambitious two-year initiative to end veteran's homelessness. The State would spend over \$30 million on services and interventions to help place over one thousand homeless veterans in New Jersey into stable housing.

Making New Jersey the Best Place to Raise a Family

- **Public Safety and Criminal Justice Reform:** The Governor proposes an additional \$9.5 million for ARRIVE Together. By nearly doubling funding for this collaboration between police and mental health professionals, the State will add new municipalities and hours of availability. The budget also supports new investments in our parole system and Office of the Public Defender to ensure that New Jerseyans' rights are protected and that we maintain our exceptionally low recidivism rate. These efforts reflect an approach toward criminal justice reform that is helping save lives while also building trust in law enforcement.
- **Maternal and Reproductive Health:** This budget invests nearly \$20 million in the Statewide Universal Newborn Home Nurse Visitation Program, which will expand New Jersey's groundbreaking universal home visitation for new mothers from 2,200 to 16,700 families in the next year. It also supports a pilot to cover delivery fees for some participants in the Women, Infants, and Children (WIC) program so they can purchase infant formula and other groceries online. The budget includes operating funds for the Maternal and Infant Health Innovation Authority, which was established last July to advance the First Lady's Nurture NJ Initiative. With this budget, Governor Murphy will have invested over \$216 million into family planning services and other reproductive health programs, after these programs were completely defunded by his predecessor.
- **Food Insecurity:** The Governor's budget includes an additional \$30 million for school meals in FY2025. Since the enactment of the Working-Class Families Anti-Hunger Act, over 70,000 children have become eligible for free breakfast and lunch. New Jersey will also join 34 other states to take part in the Summer EBT program, which will combat child hunger and bring in over \$60 million in federal funds. With this year's spending on school meals and \$91.8 million investment in food assistance programs, the Murphy Administration will have provided over \$620 million to food security programs since 2018.
- **Diversity and Inclusion:** The budget proposal provides initial funding to address the recently published study on disparities in State procurement, and it continues to fund economic development initiatives—like employee stock ownership plans—that help reduce wealth disparities. The budget also starts to fund language access services and the translation of vital documents to implement P.L.2023, c.263, which the Governor signed in January.
- **Opioids:** Based on recommendations of the New Jersey's Opioid Recovery and Remediation Advisory Council, Governor Murphy recently announced plans to disburse \$95 million to expand harm reduction centers, addiction treatment access, community peer recovery centers, housing supports for individuals with substance use disorder, and more – all paid for by the historic settlements with opioid manufacturers and distributors. Over the next two decades, these settlements will provide more than \$1 billion to address the opioid crisis in New Jersey.

The FY2025 Budget

A Summary of the State Budget

- The FY2025 budget presented by Governor Murphy recommends appropriations totaling \$55.9 billion.

FY2025 Budget

(In Millions)

	FY2024 Adjusted Approp.	FY2025 Budget	Change	
			\$	%
Opening Surplus (Undesignated)	\$ 10,212	\$ 7,853		
Open Space Reserve	212	60		
Surplus Revenue Fund	306	306		
Revenues				
Income	\$ 18,709	\$ 19,356	647	3.5
Sales	13,247	13,735	488	3.7
Corporation	5,131	4,360	(771)	(15.0)
Corporate Transit Fee	-	1,023	1,023	-
Business Alternative Income Tax	4,327	4,466	139	3.2
Other	10,831	11,169	338	3.1
Total Revenues	\$ 52,245	\$ 54,109	1,864	3.6
Lapses	677	-		
Total Resources	\$ 63,652	\$ 62,328		
Appropriations				
Original	\$ 54,450	\$ 55,908		
Supplemental	983	-		
Total Appropriations	\$ 55,433	\$ 55,908	475	0.9
Ending Open Space Reserve	(60)	(312)		
Ending Surplus Revenue Fund Balance	(306)	-		
Projected Ending Undesignated Surplus	\$ 7,853	\$ 6,108		
Combined Ending Surplus	\$ 8,159	\$ 6,108		

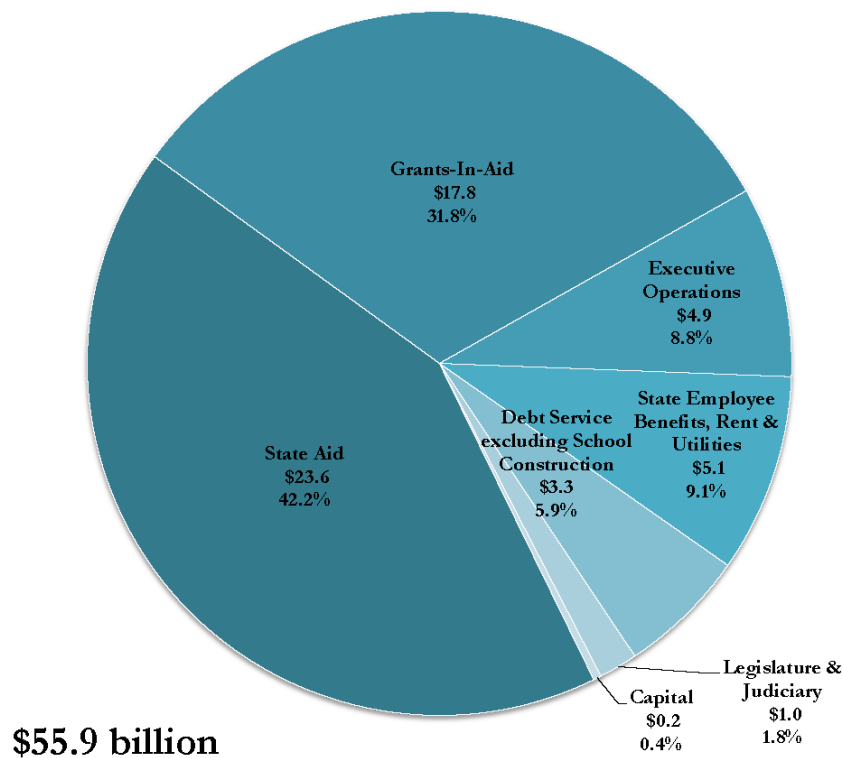
The FY2025 Budget

- More than 42 percent of the State budget will be distributed through school aid to districts, or municipal aid payments to towns and cities across New Jersey. Appropriations of this type are referred to in the budget as State Aid, and total \$23.6 billion.
- Over half of the remaining budget, or 31.8 percent of the total, is used by State government to purchase services that directly benefit residents in need. These services, which include health care coverage for low-income residents and community-based support for those with disabilities, are categorized as Grants-In-Aid and total \$17.8 billion.
- Debt Service (excluding school construction, which is a form of State Aid) will be \$3.3 billion, almost six percent of the budget.
- Executive Operations, which represents the various direct costs of running State government, is \$4.9 billion, or 8.8 percent of the total FY2024 budget.

The revenues that will support the FY2025 budget are anticipated to be \$54.1 billion.

Building the FY2025 Budget

(In Billions)



Executive Operations: includes adult prison and juvenile facilities, State Police and law enforcement, children and families, human services and mental health institutions, and veterans' homes.

Grants-In-Aid: includes property tax relief programs, NJ FamilyCare, child protection, the Children's System of Care, services and programs to support individuals with intellectual and developmental disabilities, and support for higher education.

State Aid: includes education aid programs, school construction debt, municipal aid, income assistance programs, and aid to county colleges.

Affordability

Making New Jersey a more affordable place to live is a key priority of the Murphy Administration. That is why, even in the context of high inflation, supply chain breakdowns, and two major wars, this budget continues to invest in the programs we have designed and expanded these past six years to meet the challenges of today's economy on regular households.

Tax Relief

Almost 49 percent of the FY2025 budget recommendation, or \$27.3 billion, is allocated to direct and indirect property tax relief programs. These programs include school aid, municipal aid, and direct property tax relief to taxpayers.

Funding for Property Tax Relief

2.9% Increase

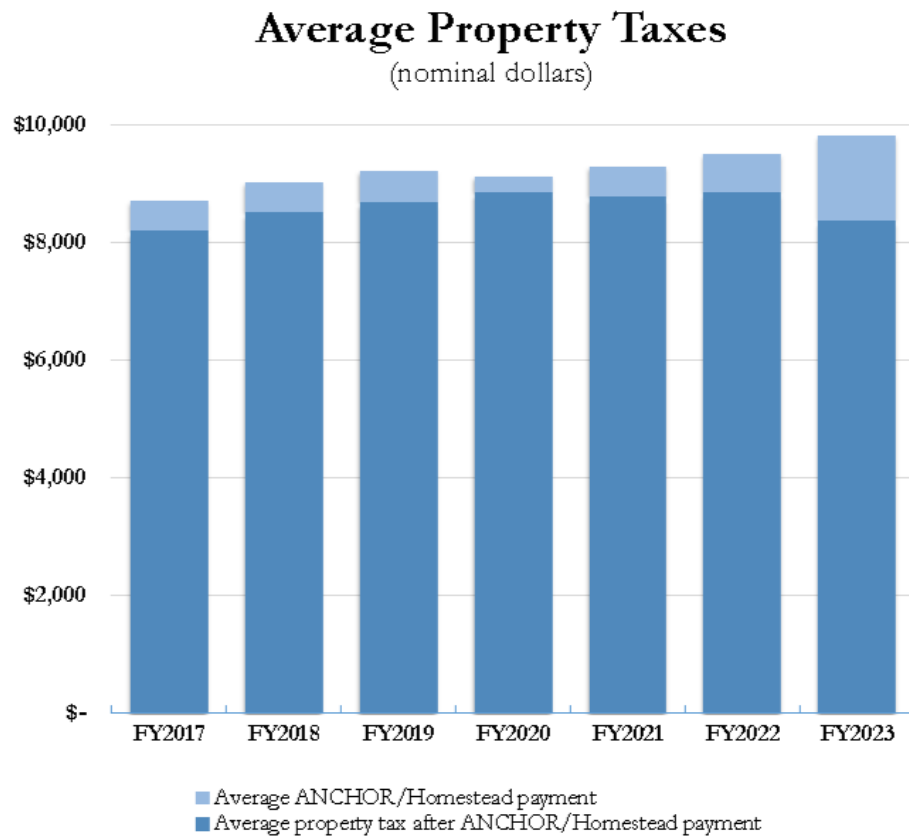
(In Millions)

<u>Programs</u>	FY2024	FY2025	Change	
	Adjusted Approp.	Budget	\$	%
School Aid	\$ 19,712.2	\$ 20,773.6	1,061.4	5.4
Direct Property Taxpayer Relief	3,419.1	3,586.1	167.0	4.9
Municipal Aid	1,769.5	1,635.2	(134.3)	(7.6)
Other Local Aid	1,685.6	1,351.8	(333.8)	(19.8)
Total Property Tax Relief	\$ 26,586.4	\$ 27,346.7	760.3	2.9

FY2024 and FY2025 School Aid amounts exclude \$867.1 million and \$875.2 million, respectively, in pension contributions funded from the Lottery Enterprise Contribution Act. Direct Property Taxpayer Relief includes Property Tax Deductions supported through the Gross Income Tax.

The reduction in Other Local Aid represents the elimination of one-time costs appropriated in FY2024 for state-wide local improvements.

Headline property taxes have increased by just 12.8 percent in the six years since the Governor took office, about half of the rate of inflation over that time. In 2023, property taxes fell by 0.05 percent on an inflation-adjusted basis. Fiscal Year 2025 will mark the third year of the Governor's historic Affordable New Jersey Communities for Homeowners and Renters (ANCHOR) Program. In FY2025, ANCHOR is expected to provide direct property tax relief for nearly 1.3 million homeowners and over 700,000 renters. After accounting for ANCHOR and previous Homestead Benefit payments, the typical homeowner's property taxes are about \$150 less than they were in 2017, and more than 20 percent less in inflation-adjusted terms.



This budget also provides funding for the expansion of the Senior Freeze property tax relief program, under which senior and disabled property taxpayers receive rebate checks for any amount of property tax that exceeds the tax they paid in their base year, effectively freezing their tax bills. As signed into law last year, the expanded income eligibility and relaxed residency requirements will allow more than 58,000 more taxpayers to freeze their tax bills. This proposal also includes \$200 million to prepare for the implementation of the Stay NJ program, scheduled to begin in 2026.

Direct Property Taxpayer Relief Programs

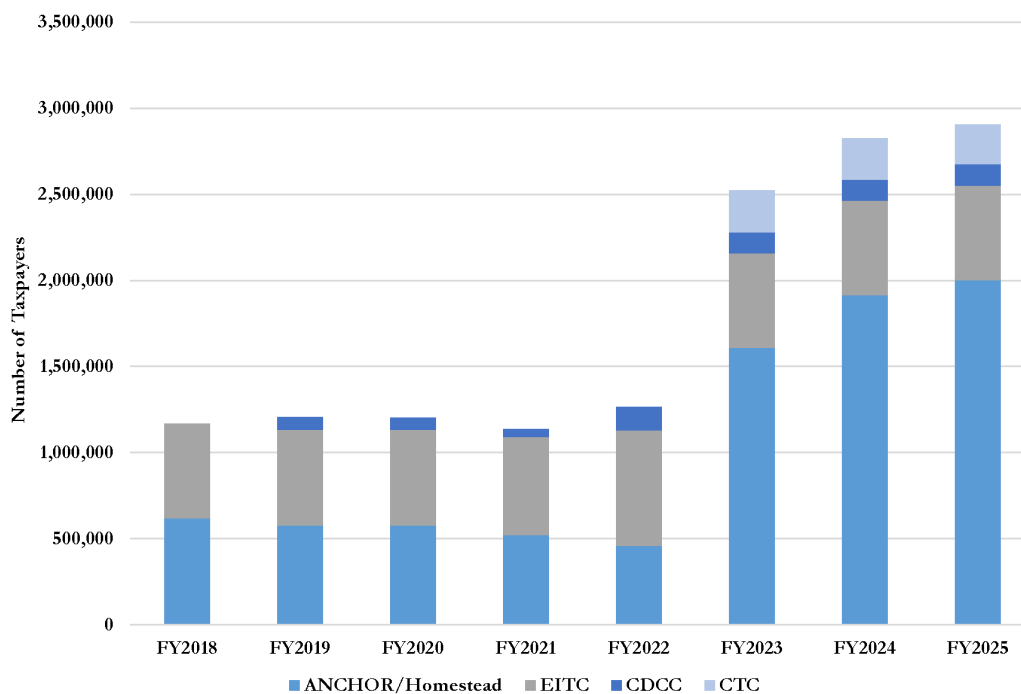
(In Millions)

	FY2024 Adjusted Approp.	FY2025 Budget	Change	
			\$	%
ANCHOR Property Tax Relief Program	\$ 2,257.9	\$ 2,279.9	22.0	1.0
Property Tax Deduction Act	837.7	879.5	41.8	5.0
Stay NJ Property Tax Credit Program (P.L. 2023, c.75)	100.0	200.0	100.0	100.0
Senior and Disabled Citizens' Property Tax Freeze	181.8	188.1	6.3	3.5
Veterans' Property Tax Deductions	35.2	32.4	(2.8)	(8.0)
Senior and Disabled Citizens' Property Tax Deductions	6.5	6.2	(0.3)	(4.6)
Total Property Taxpayer Relief Programs	\$ 3,419.1	\$ 3,586.1	167.0	4.9

FY2025 continues these programs unaltered. The FY2024 expansion for the Senior and Disabled Citizens' Property Tax Freeze will begin to benefit eligible taxpayers in FY2025. The Stay NJ Property Tax Credit (P.L. 2023, c.75) will begin to benefit eligible taxpayers in FY2026.

Extending beyond property tax relief, this budget continues the historic income tax relief to working families that this Administration has championed, including the Child Tax Credit that was expanded last year, as well as the state-level Child and Dependent Care Credit and the Earned Income Tax Credit.

Program Participation in Tax Relief Programs

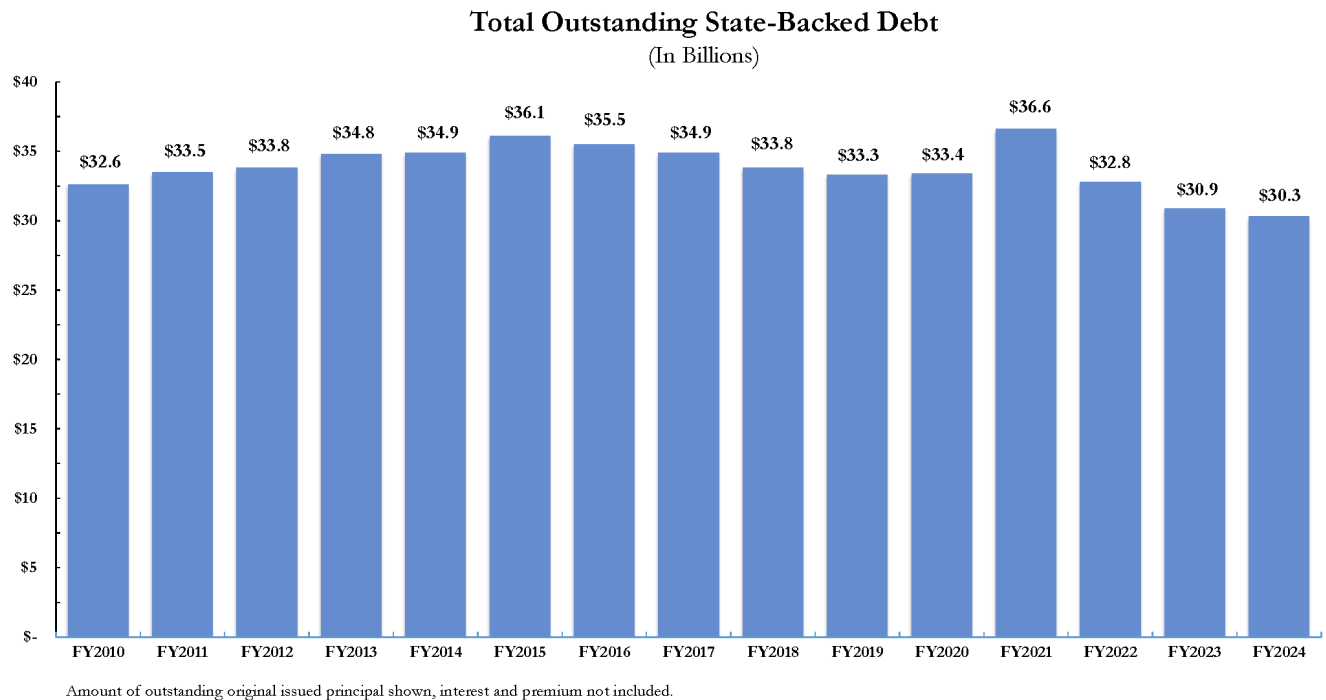


Municipal Aid

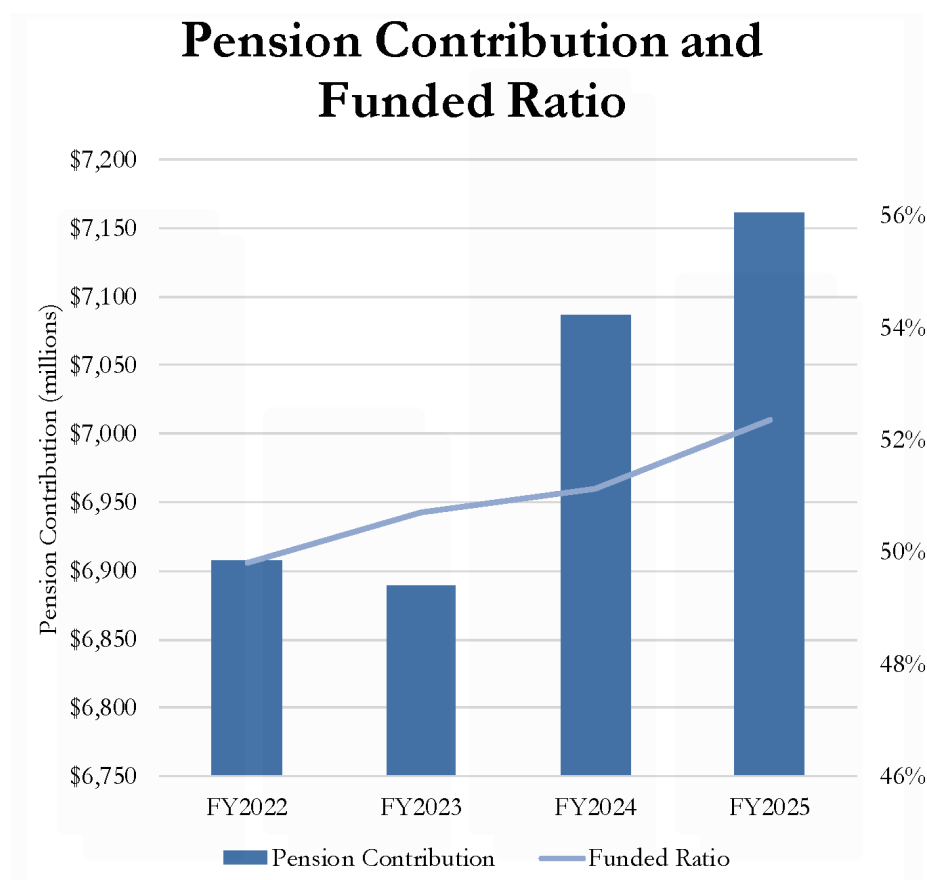
To help our cities provide high-quality services and keep their property taxes down, the FY2025 budget includes over \$1.6 billion in municipal aid. The Murphy Administration continues to focus on advancing shared services through the Local Efficiency Achievement Program (LEAP) and the School Regionalization Efficiency Program (SREP). Since 2020, the Division of Local Government Services has awarded 90 LEAP grants totaling \$12.7 million. During that same time the division has recognized over 1,700 shared services agreements with anticipated cost savings exceeding \$240 million.

Fiscal Responsibility

To ensure that New Jersey can continue to provide the affordability and quality of services that its residents deserve, the Murphy Administration has prioritized strengthening New Jersey's finances and reducing its costs. These combined efforts have been recognized by the four bond ratings agencies, which have collectively upgraded the State's credit rating seven times in the last 24 months – which will save future taxpayers tens of millions of dollars in future interest payments. Last month the Administration announced another tranche of debt defeasance, taking another \$500 million off the State's books and saving \$160 million in interest payments. Over the last three years, the State has defeased a total of \$3.998 billion in bond principal, saving taxpayers \$1.358 billion in interest.



Governor Murphy continues the path of fiscal responsibility for the pension systems with a fourth consecutive full pension payment. The recommended contribution in FY2025, including contributions from the State lottery, totals approximately \$7.162 billion. The FY2025 contribution will increase by 1.1 percent, one of the lowest year-over-year increases since efforts began to fully fund pension contributions in FY2007. Employer payments since FY2022 have contributed to a decrease in unfunded liabilities and an improvement in the funded ratio of the State pension systems. The funded ratio for all State pension systems, which compares actuarial assets and liabilities of the plans, has steadily increased from 49.8 percent in FY2022 to a projected 52.4 percent in FY2025. When the proposed FY2025 pension contribution is included, the combined pension contributions during the Murphy Administration will total nearly \$40 billion, more than three times the total amount contributed by the previous six governors combined. The required contribution is nearly seven times higher than what it would have been if previous governors and legislatures had made full payments in all past years. By making full employer contributions the Murphy Administration is reducing the fund's liabilities and saving taxpayers money by preventing future growth.



The FY2025 Budget

The responsible fiscal management of this Administration and its partners in the Legislature have helped to prepare the State for the tighter climate we are facing now, with most pandemic-related federal aid allocated and State revenues softening. The substantial surplus built up over the past several years can help prevent the need for deep spending cuts or tax increases. However, some belt-tightening is still necessary to ensure that we can continue to meet the State's vital commitments in future years. For that reason, this budget recommends eliminating most of the direct grant programs in last year's budget. It also proposes significant reductions to many older direct grants, and reductions to many formulaic and competitive grant programs that have been established or grown substantially in recent years.

Pre-K to 12 Education

The FY2025 budget provides \$21.6 billion in funding for pre-K to 12 education (including \$875.2 million from the Lottery Enterprise Contribution Act), an increase of \$1 billion over the previous year. This includes direct payments for pension and health benefits payments for educators, representing the highest amount of School Aid funding provided in New Jersey history.

K-12 Education

For the first time in history, this budget would fully fund the school aid formula under the School Funding Reform Act (SFRA), completing a seven-year plan designed in partnership with the Legislature to rebalance school aid among districts. The Governor recommends a historic increase in aid of \$908 million over the previous year, including reallocations from overfunded districts to over 400 underfunded ones. This historic increase, due largely to inflationary growth, will help schools to keep up with rising costs and limit excessive growth of property taxes. Since the Administration took office, school aid will have increased by 43 percent, to \$11.7 billion. The Administration plans to review the funding formula following the completion of this seven-year transition period.

Governor Murphy Provides Unprecedented Support to Pre-K to 12 Education

(In Thousands)

Governor	Pre-K - 12 Formula Aid
McGreevey/Codey	\$ 26,649,503
Corzine	31,313,341
Christie I	32,801,876
Christie II	34,719,064
Murphy I	38,439,799
Murphy II	35,658,699

Murphy II reflects only the first 3 fiscal years of Murphy's second term (FY2023 through FY2025).

History of K-12 School Formula Aid

(In Billions)



FY2015 through FY2023 represent the amount that was expended.

The Department of Education will continue to focus on learning acceleration and literacy. The Department announced a \$52 million dollar grant program for high-impact tutoring, a highly effective and evidence-based intervention, in July, which provides funding to districts for high-dosage, targeted interventions. The budget supports the Reading Acceleration Professional Integrated Development (RAPID) and RAPID Plus grant programs, which are designed to train K-6 educators in best practices in reading and writing development. Educators will also be trained on strategies to improve student outcomes and evidence-based interventions.

The Governor looks forward to working with the Legislature to improve student literacy. The budget also includes a \$2.5 million allocation for a grant program to help school districts acquire literacy screening tools, which will help target resources to children most in need of support.

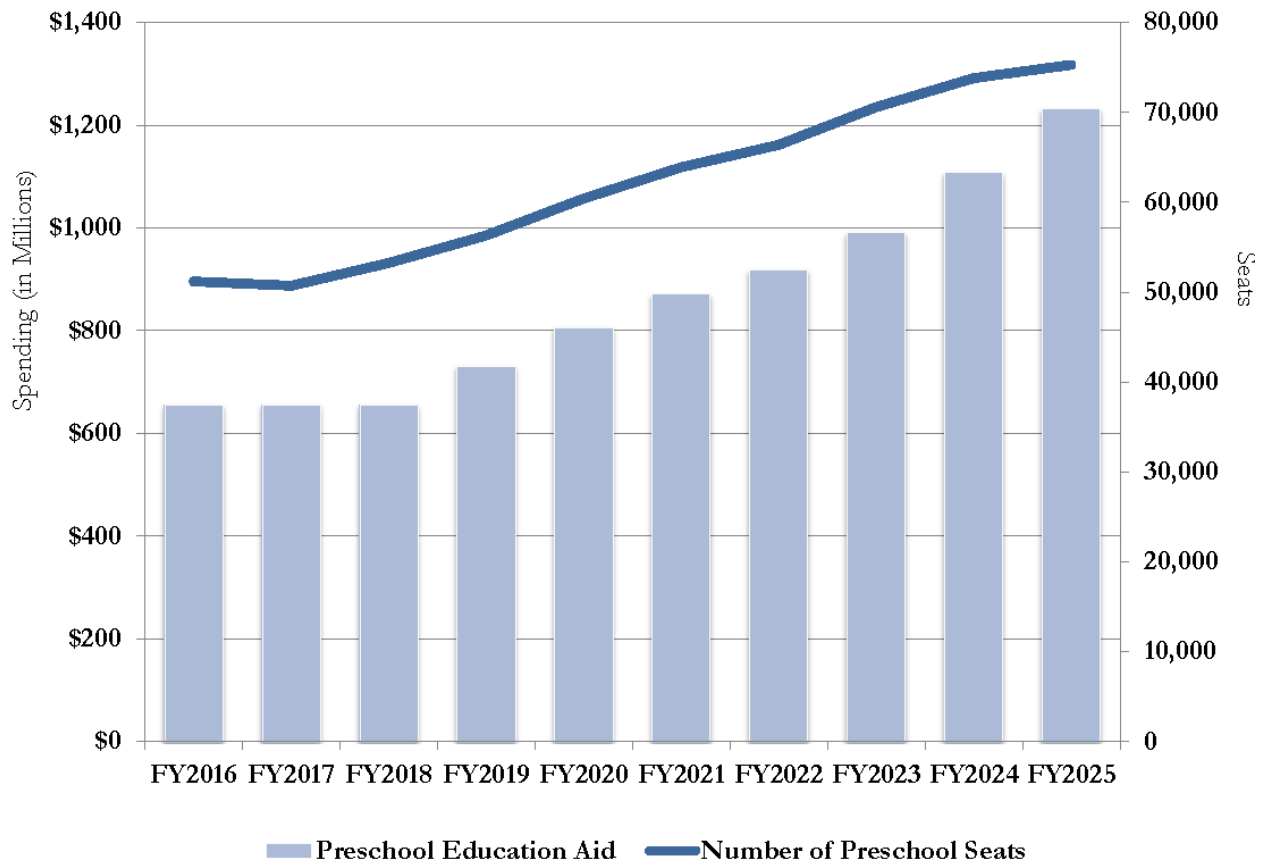
To help prepare our students for the economy of the future, the budget includes for a new grant program to help schools explore generative artificial intelligence and another program to support school districts, institutions of higher education, and businesses create new AI-focused career and technical education courses. These grants will support efforts by the Department of Education to include AI literacy into the State standards for information literacy, and to issue guidance on best practices for the use of AI in the classroom.

Because the Governor signed P.L.2023, c.147 last summer, the budget will also support the Menstrual Products School Reimbursement Program, which will let school districts provide menstrual products free of charge in every public school teaching students in grades six through twelve.

Pre-K

The Murphy Administration has already increased preschool funding by over \$427 million since 2018, making early education available for more than 14,600 additional children in 211 school districts as part of the Governor’s commitment to universal pre-K. This year, the Governor’s budget includes \$124 million in new funding, which fully funds programs that started in FY2024, and includes an additional \$20 million that can be used to expand programs into new districts or support other needs like workforce development. The Department of Education will also continue to work with school districts and child care providers to advance the mission of universal access to high-quality pre-K programs.

History of Preschool Aid



FY2020 Preschool Education Aid included \$5 million for preschool wrap-around care. This program has been shifted to a standalone appropriation starting in FY2021.

FY2016 through FY2023 represent the amount that was expended.

School Construction

Drawing from the \$1.9 billion appropriated to Schools Development Authority (SDA) from the Debt Defeasance and Prevention Fund in FY2023, an additional \$350 million will be made available in FY2025 – up from \$250 million in FY2024 – for current projects and to help SDA move forward on projects identified in its 2019 Statewide Strategic Plan and 2022 update. An additional \$50 million of General Fund appropriations will also support capital grants in SDA districts to ensure students have safe and modern learning environments.

Higher Education

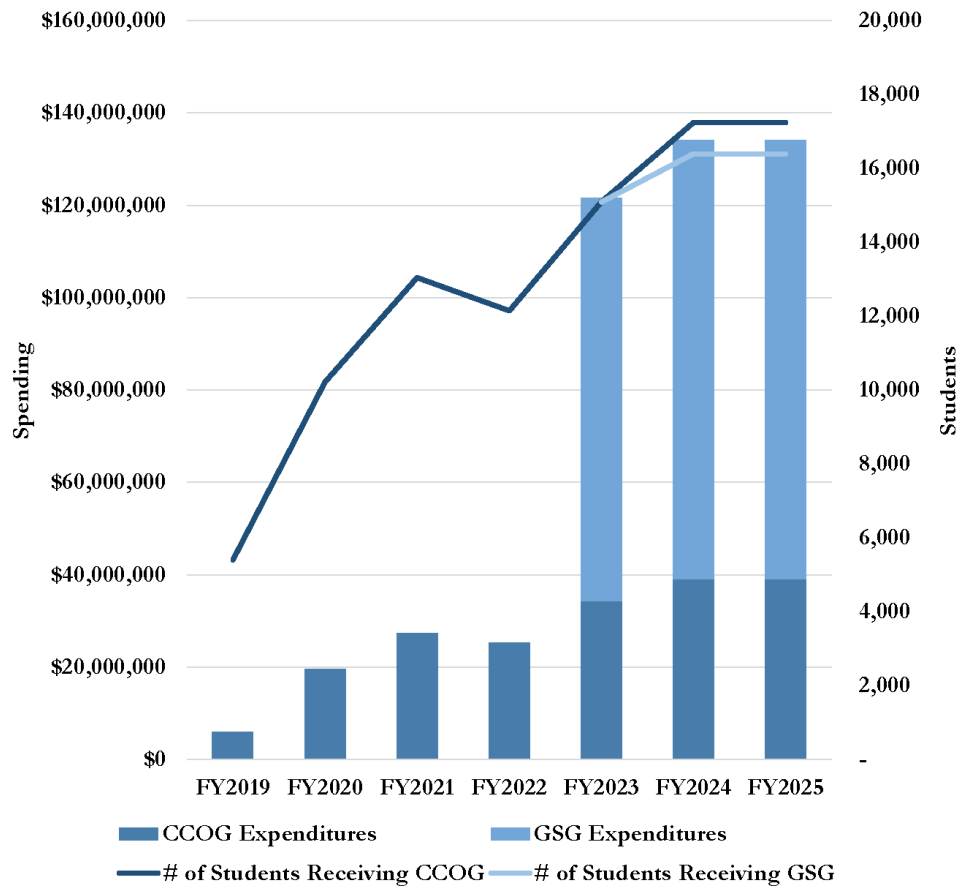
This budget includes more than \$3.144 billion (including \$127.1 million from the Lottery Enterprise Contribution Act) towards direct support of higher education institutions and for programs that provide financial assistance to students.

This budget continues Governor Murphy’s commitment to make college education more affordable and accessible to New Jersey’s students. The budget provides funding of nearly \$455.9 million for Tuition Aid Grants (TAG), extending the additional benefit provided in FY2024 for the students with the most financial need. Summer TAG will be funded as a stand-alone program, and this year summer benefits will be funded at half of students’ expected regular TAG amounts. The budget proposal also includes \$134.1 million for New Jersey’s College Promise programs – the Community College Opportunity Grant (CCOG) and Garden State Guarantee (GSG) – enough to ensure that thousands of lower-income students receive a college education at no cost, and thousands more earning under \$100,000 graduate college with little to no debt.

The Governor’s budget also makes targeted investments in programs to encourage students to pursue in-demand, high-skill, and high-wage careers and fulfill needs in the future workforce. The \$10 million added in the FY2024 budget for Student Teacher Stipends continues in FY2025, and the budget includes \$1 million for the High Poverty School District Minority Teacher Recruitment Program.

The budget boosts the Teacher Loan Redemption Program by \$4 million over last year, and the Behavioral Healthcare Provider Loan Redemption Program by \$2 million. An additional \$5 million in initiatives to boost the nursing workforce are provided as well, including \$213,000 to train nurses who commit to serving the Family Connects NJ program, \$1.787 million in the Pay It Forward program to provide zero-interest, no-fee loans; \$2 million for the Primary Care Practitioner Loan Redemption Program; and \$1 million for the Nursing Faculty Loan Redemption Program.

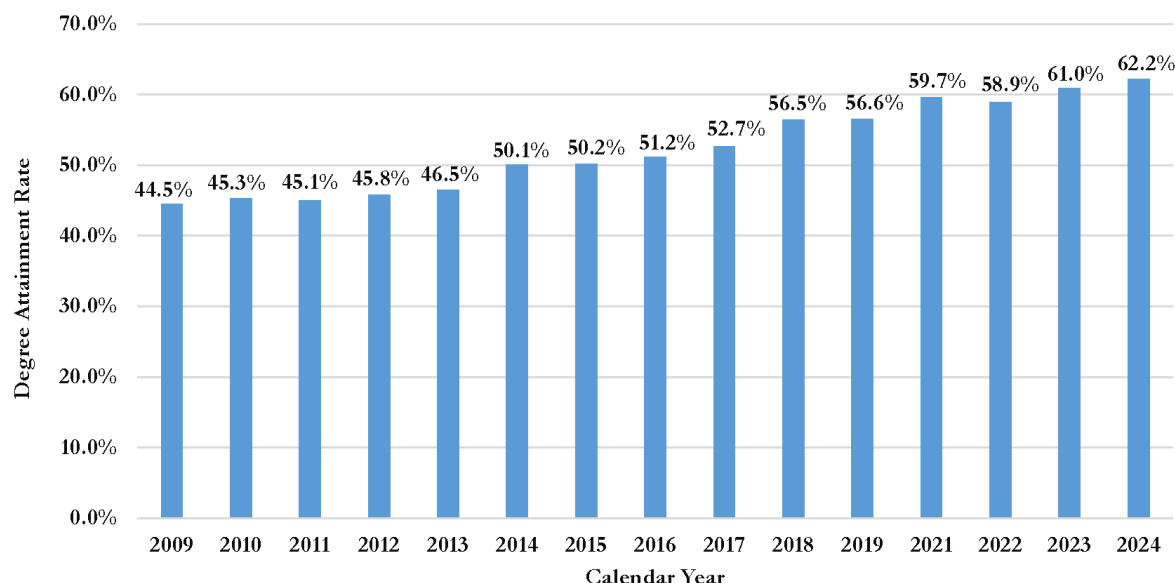
College Promise: CCOG and GSG by Academic Year



FY2019 through FY2023 represent actual expenditures and students, while FY2024 and FY2025 reflect estimated values.

New Jersey's institutions of higher education continue to instruct and graduate one of the best-educated populations in the nation. This budget extends several initiatives to help students complete their education, including the promising Some College, No Degree program launched in FY2023.

New Jersey Degree Attainment Rate



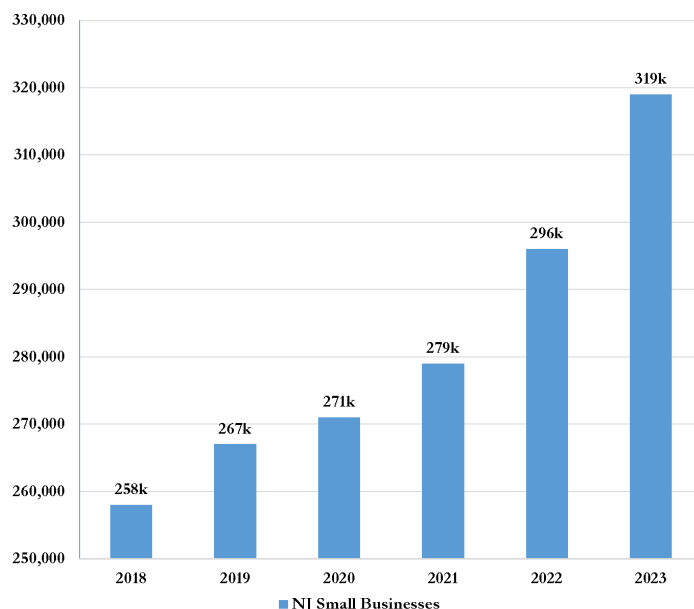
Attainment rate progress percentages are actuals for calendar years 2009 through 2022 and estimates for calendar years 2023 and 2024.

To ensure stability and future success for New Jersey's institutions of higher education, this budget recommends providing \$75 million to address high fringe benefit costs faced by public research universities, and to help them become more competitive for federal, State, and privately funded research grants.

Economic Growth

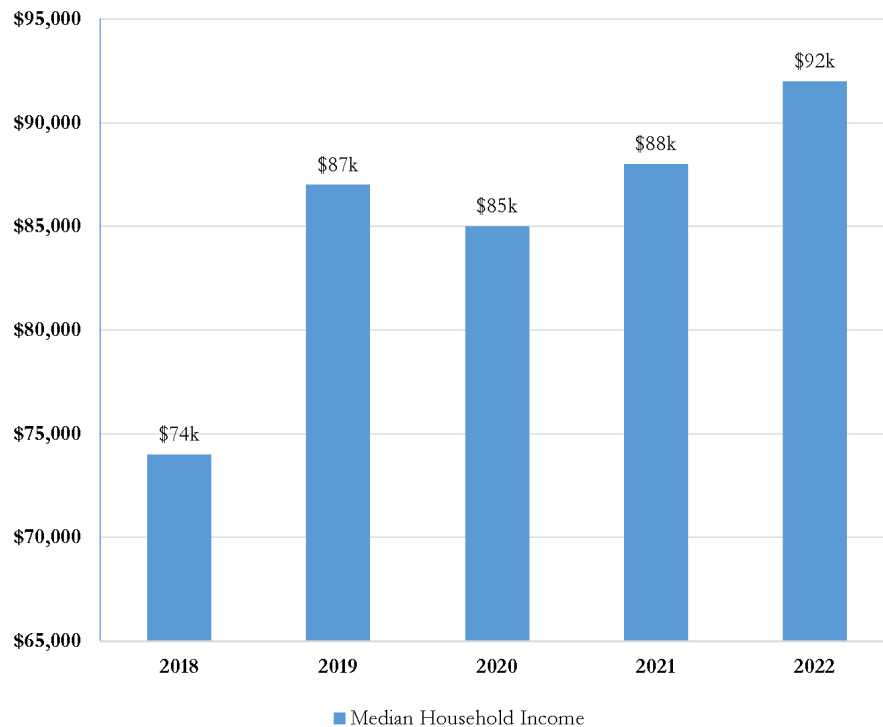
This Administration's dedication to building a stronger and fairer economy in New Jersey continues with this budget proposal. The Governor's economic growth record is built on support for small businesses and inclusive growth, within a framework that promotes innovation and competitiveness. The result has been growing numbers of jobs, small businesses, GDP, and population. These conditions keep a larger percentage of people working, improve personal incomes, and bolster state tax revenues. Small business growth continues at a strong pace since the pandemic.

NJ is Growing New Small Businesses



Since 2018, NJ has added 60,932 small businesses

NJ Household Income Is Growing



Since 2018, household income has grown by \$18,160

Innovation Economy

The sudden emergence of generative artificial intelligence into the economy offers New Jersey a tremendous opportunity to be a leading location for this new industry. In December, Governor Murphy announced a partnership with Princeton University to create a new AI innovation hub, and the Administration has announced the AI Moonshot initiative. To build on these, this budget proposes launching an Innovation Challenge which will award \$4.5 million in grants to innovators including researchers, students, and entrepreneurs to use State data to develop new and innovative AI uses for the benefit of the State and its residents. The Innovation Fellows program will receive \$2.5 million to help budding entrepreneurs build out start-ups related to general artificial intelligence and connect with the AI innovation hub. Additionally, \$500,000 will be provided for an AI-focused New Jersey Global Entrepreneur-in-Residence program at New Jersey institutions of higher education to encourage promising international students to employ their talents in New Jersey after graduation.

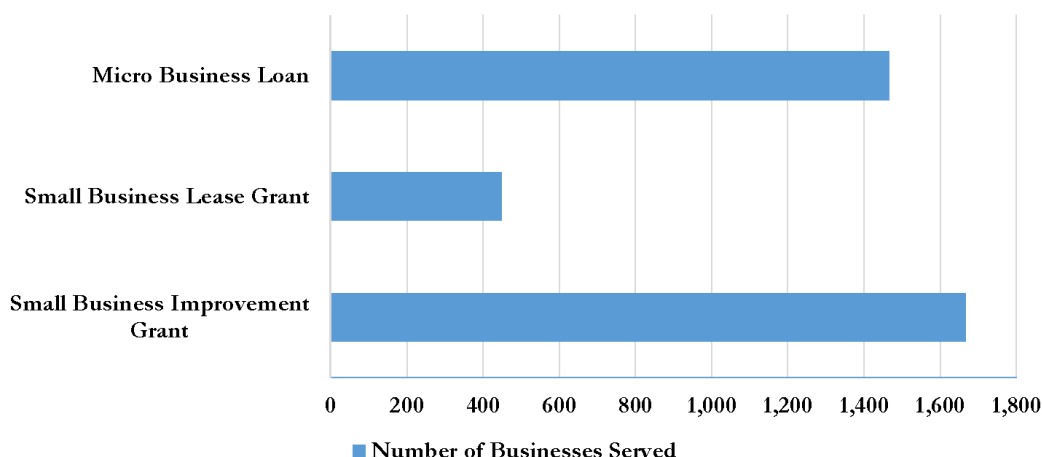
In 2023, the EDA approved ten Qualified Venture Firms (QVF) under the New Jersey Innovation Evergreen Fund. Approved QVFs include firms from New Jersey, as well as from California, New York, Pennsylvania, and Illinois, representing a potential net importation of capital into the State. In October, the EDA Board approved the Fund's inaugural investment by EMERGING Fund Management into Newark-based 1Huddle, Inc.

Main Streets and Development

Small business support has been key to New Jersey’s economic recovery and success since the COVID-19 pandemic began. Through the Main Street Recovery Act, the EDA has been able to provide financial assistance to nearly 3,900 small businesses. The EDA has also been able to help more than 1,500 small businesses with its ongoing flexible small business programs – the Small Business Improvement Grant, Small Business Lease Grant, and Micro Business Loan programs – and provide additional assistance through targeted programs to small businesses in key sectors such as restaurants, child care, and manufacturing. Demonstrating the Administration’s success in promoting equitable growth, more than a third of Improvement and Lease grants have been awarded to minority-owned businesses.

EDA Small Business Assistance

2020-2023



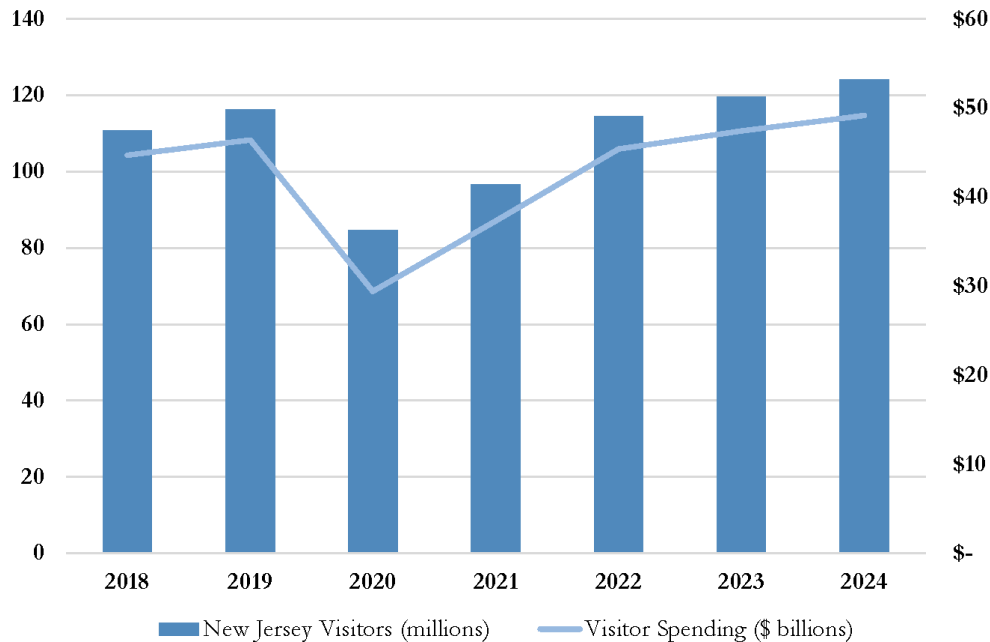
Similarly, the EDA’s Strategic Innovation Centers program supports a strong pipeline of transformative projects, including the HELIX life sciences hub in New Brunswick and the HAX global headquarters in Newark – which in February became the first project approved under the Aspire Tax Credit Program. The Governor recommends \$30 million of ongoing funding for this program.

Since Governor Murphy enacted the Garden State Film and Digital Media Jobs Act in 2018, production spending on film has skyrocketed from \$67 million to over \$700 million annually, supporting over 8,500 jobs and a vibrant talent ecosystem. Last July, the Governor signed a bill expanding the tax credit through 2039 and increasing the annual allocation to \$430 million, to continue advancing New Jersey as a top destination for film and television productions. Further, Netflix is investing \$1 billion to build a flagship studio at Fort Monmouth, which is expected to create 3,500 construction jobs and 1,500 permanent jobs. In Newark, Lionsgate is also constructing a major studio, and 1888 Studios will reshape Bayonne with the largest ground-up movie studio complex in North America. These projects, among others, will ensure the sustainability of this industry in the years to come.

Tourism

New Jersey's tourism economy has rebounded since the pandemic. The number of visitors and their spending fell just shy of pre-pandemic levels in 2022. Statewide, summer 2023 hotel room revenue reached 108 percent of 2019 levels. Events like the Tidal Wave festival and the North to Shore festival have driven traffic and economic activity in multiple locations in the State. Tourists will soon flock to New Jersey for the FIFA World Cup 26™, when New Jersey will host eight matches, including the final.

New Jersey Visitors and Spending



Inclusive Growth

To advance the work of the Wealth Disparity Task Force, the Governor proposes to spend \$3 million on support for businesses interested in forming Employee Stock Ownership Plans. These plans give employees the chance to share in the benefits of business ownership.

In May, the EDA board approved three firms to manage the \$20 million Black and Latino Seed Fund. Conscious Venture Partners LCC, Red Bike Capital LLC, and Tale Venture Partners LLC each manage portions of the fund and make investments into early-stage, innovative, Black- and Latino- owned businesses throughout the state.

In September, the EDA established the Diversity Finance Advisory Board (DFAB) to provide knowledge, guidance, and insights on how to best increase access to institutional capital for New Jersey's diverse entrepreneurs. This board is comprised of investment, entrepreneurship, and subject-matter experts with a commitment to diversity and inclusion.

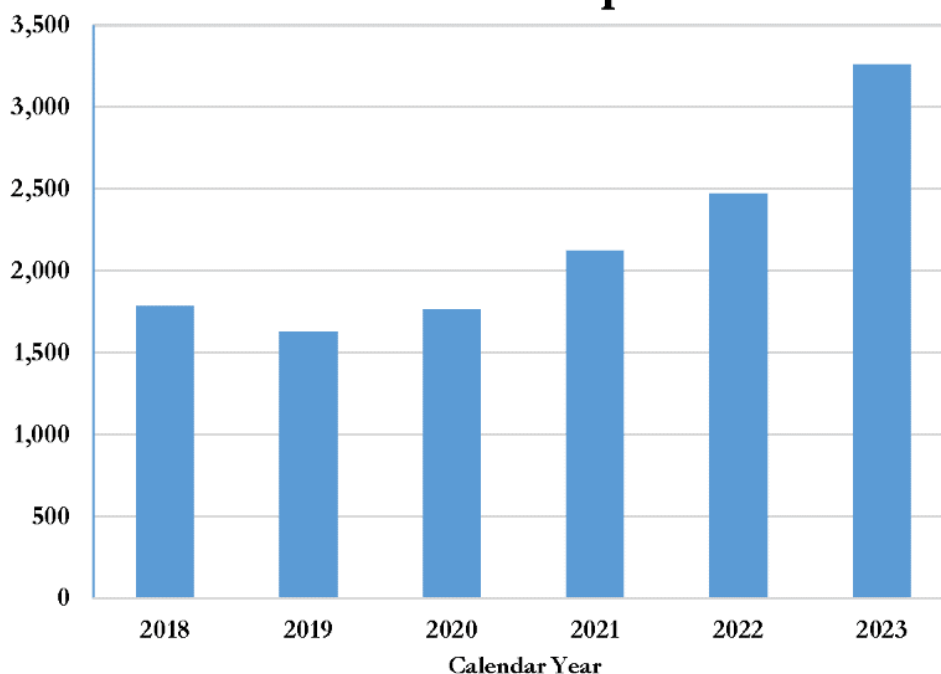
Housing

Affordable Housing and Homeownership

In Fiscal Year 2025, the Department of Community Affairs (DCA) will begin several new programs to promote homeownership among low-income residents. It will expand the federally funded Section 8 Homeownership Program and Family Self-Sufficiency Program to recipients of the State Rental Assistance Program, giving them an opportunity to build equity toward permanent housing. A new Low-Income Homeowner Rehabilitation Fund and Homeownership Opportunity Development Program would help maintain and develop housing for low-income households. In addition, a new \$10 million appropriation will help towns incentivize homeowners to create new affordable Accessory Dwelling Units (ADUs) or convert existing units. This grant will allow towns to diversify the types of housing they can use in their affordable housing settlements, and incentivize towns to adopt or revise ADU ordinances so that more ADUs can be developed in New Jersey. Each of these new initiatives will be supported by the Affordable Housing Trust Fund.

The budget also includes a total of \$32 million to continue the Down Payment Assistance program. The State will have invested nearly \$120 million into Down Payment Assistance since FY2022, and last year the State made over 2,000 loans.

NJHMFA Down Payment Assistance Recipients



The FY2025 Budget

The Housing and Mortgage Finance Agency (HMFA) received a jolt of new resources to jumpstart dozens of housing projects from the Affordable Housing Production Fund, which consists of \$305 million authorized in the FY2023 budget, the \$60 million Production Fund Set-Aside to support COVID-19 affected projects, \$50 million for the Workforce Housing Program, and \$80 million for the Urban Preservation Program. HMFA has dedicated more than \$245 million of the \$305 million Production Fund within approximately one year of program launch. HMFA also committed nearly all of its \$60 million in Production Fund Set-Aside financing, which has helped close 22 projects that were impacted by pandemic supply chain problems, creating 1,547 housing units and unlocking more than \$500 million in total development costs.

Sheltering and Homelessness Prevention

Despite ongoing challenges in the housing market, efforts supported by the State and local governments have proven effective at preventing homelessness, and when homelessness does occur, providing shelter and services to keep people safe. The Office of Eviction Prevention and the Office of Homelessness Prevention have worked to provide legal services, resource navigation, and other assistance to tens of thousands of households. Unsheltered homelessness has declined 22.8 percent year-over-year in the state.

Office of Homelessness Prevention

Program Census

OHP Program	2022	2023	Change
Prevention and Supportive Services	92,778	115,908	24.9%
Sheltered Homelessness Services	16,566	19,402	17.1%
Permanent Housing Programs	12,062	12,970	7.5%
Unsheltered Homelessness Services	11,265	8,692	-22.8%
Transitional Housing Programs	2,659	2,620	-1.5%

This budget supports a bold effort to eliminate veteran homelessness across the state in the next two years, bringing it to functional zero – meaning that all existing homeless veterans are housed and the system has capacity to place any newly homeless veteran in housing within 30 days. The funding of over \$30 million would support interventions and long-term investments to get the 993 sheltered and 174 unsheltered homeless veterans in New Jersey into stable housing and provide short-term services and long-term support. By helping the existing homeless veteran population and adding capacity so new homeless veterans can be housed quickly, this investment would functionally end veteran homelessness in New Jersey.

The budget also recommends \$9.5 million in State and federal funds in FY2025 to extend the Department of Children and Families' Domestic Violence Housing program, started at the onset of the COVID-19 pandemic to house domestic violence victims in hotels rather than congregate shelters, but is now transitioning to an evidence-based Housing First model. Additionally, over \$4 million in growth over FY2024 is recommended to increase rates paid for emergency hotel and motel placements funded by the Department of Human Services, to ensure ongoing viability of this emergency housing option.

Labor and Workforce Development

Employment and Workforce Development

The past six years of the Murphy Administration have brought significantly enhanced protections and benefits for New Jersey's workforce, including a rise in the minimum wage, which is now above \$15 per hour for most employees. The workforce now exceeds 4.3 million workers, and our state has seen a nearly 25 percent growth among private sector worksites compared with six years ago.

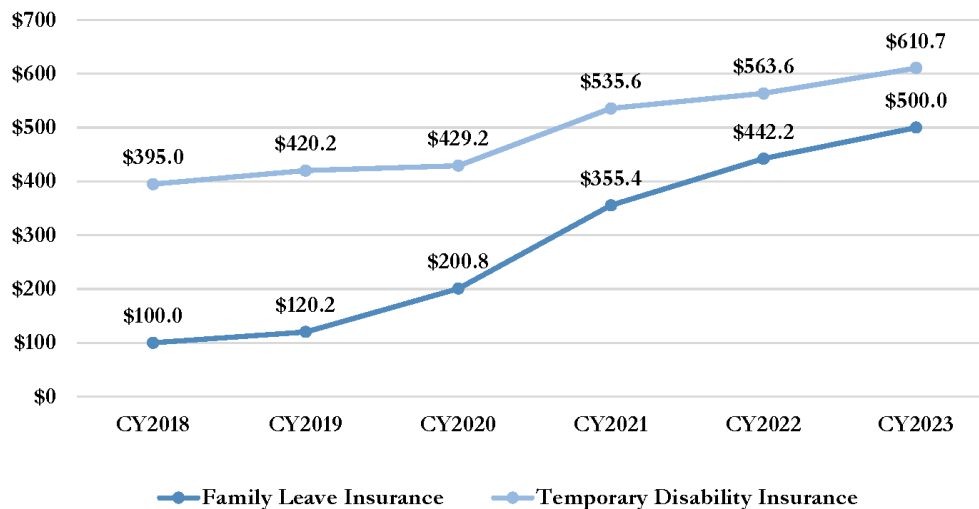
Since Governor Murphy took office in January 2018, the Department of Labor (NJDOL) has prioritized helping New Jerseyans access good jobs and build sustainable careers. The State has invested almost \$60 million to develop apprenticeship, pre-apprenticeship, and work-based programs, contributing to the creation of 652 new Registered Apprenticeship programs – a 100 percent increase – and the onboarding of more than 17,000 new apprentices. Of note, the Growing Apprenticeships in Nontraditional Sectors (GAINS) grant program has provided unprecedented opportunity for women and people of color, with more than two-thirds of GAINS grant participants being women or minorities. The program has doubled the number of women apprentices statewide from six years ago.

Under the new minor working papers law, the NJDOL now provides one centralized location to submit applications. The FY2025 budget includes additional funds, through the Workforce Development Partnership Fund, for the online database. This will help relieve local school districts of the cost to perform these functions.

Unemployment and Other Workers' Insurance

Since FY2019, the NJDOL has serviced over 4.2 million Unemployment Insurance (UI) claims and delivered \$45.2 billion in unemployment benefits. For Calendar Year 2023, preliminary estimates point to \$611 million in Temporary Disability Insurance (TDI) benefits paid to more than 80,000 claimants, and \$500 million in Family Leave Insurance (FLI) benefits paid to nearly 64,000 claimants. This is an increase of 55 percent and 400 percent, respectively, in benefits paid as compared to six years ago. The number of TDI recipients was about on par with the last several years, while FLI recipients have nearly doubled since the start of the Murphy Administration.

Gross Benefit Payments (In Millions)



Over the past several years, major State investments in replacing the antiquated UI systems and outdated hardware to provide a stable environment will support increased volume, reduce the risk of fraud, increase the transparency of the process, and allow for new self-service functions. Efforts by NJDOL and the Office of Innovation to revamp over 70 email and mailed letter templates have led to a 75 percent decrease in the time beneficiaries take to read the State’s communications and take requested actions.

Labor Protections

The Wage and Hour Division has stepped up its enforcement of wage and hour and prevailing wage violations with additional stop-work order powers – 57 orders were issued in 2023 bringing the total to almost 150 stop-work orders to date. This enforcement approach enables the Department to address construction industry violations earlier in the process, reducing the number of workers employed in violation, and lessening the number of unscrupulous employers who misclassify and underpay their workers. Calendar Year 2023 set a record for the back wages assessed, at \$27.3 million.

Health Care and Social Services

Maternal and Infant Health

The budget continues to advance the mission of Nurture NJ, First Lady Tammy Murphy’s maternal and infant health initiative, which seeks to make New Jersey the safest and most equitable state in the nation to deliver and raise a baby. Last summer the Governor signed P.L.2023, c.109 to create the new Maternal and Infant Health Innovation Authority. The FY2024 budget provided for capital funding to construct the Center, which will be in Trenton. The Center will advance the equitable

provision of maternal and infant health care and social services, bolster research, serve as a training site for the perinatal workforce, and catalyze new innovations to drive improved outcomes. The budget provides another \$2.2 million to fund the operations of the Center for FY2025.

Family Connects NJ, the State’s universal newborn home nurse visitation program, which sends registered nurses to conduct home visits for mothers and newborns within the first two weeks after birth, launched in five counties in January. This budget provides an additional \$4 million so the program can serve more families and expand into six more counties. The Department of Children and Families expects the program to grow rapidly, serving just over 2,000 families during its initial stages in FY2024, but reaching over 16,000 in FY2025.

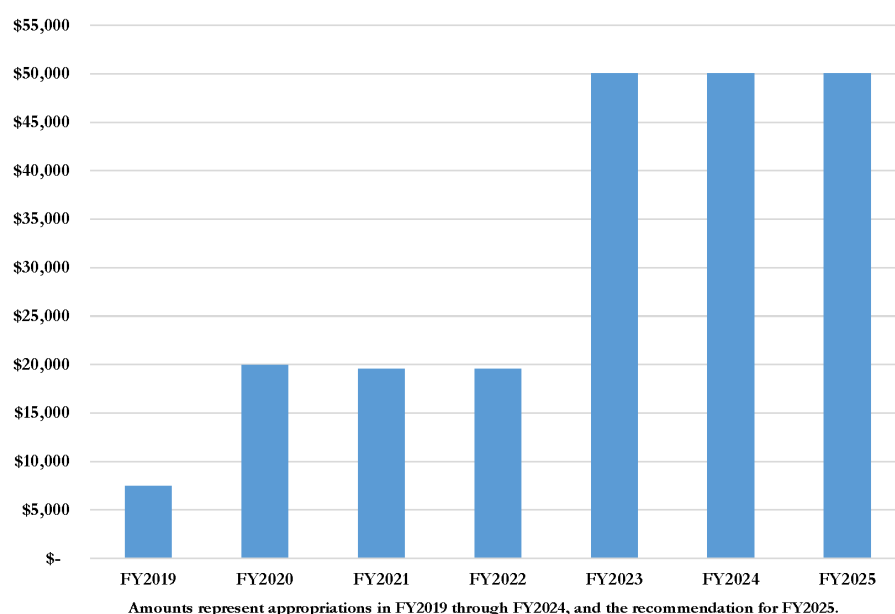
Governor Murphy is also recommending funding for a pilot program to cover delivery fees for Women, Infant, and Children (WIC) recipients who purchase infant formula and other WIC-approved food items online.

Reproductive Health

New Jersey will continue its commitment to making the State a safe place for women to exercise their bodily autonomy and choose if and when to have a family. The FY2025 budget includes more than \$50 million for reproductive health programs (in addition to those covered by State-sponsored insurance programs) to provide safety net family planning services, upgrade family planning facilities to serve more patients, and grow the reproductive health care workforce.

Reproductive Health Funding

(In Thousands)



Youth Mental Health

The Murphy Administration has worked to develop and strengthen a statewide system of youth mental health resources and services to ensure that young people receive the prevention, treatment, and crisis intervention that they need to thrive. New Jersey has been building its interagency continuum of care to address the ongoing youth mental health challenges exacerbated by the COVID-19 pandemic and will continue to innovate and support programs to meet youth wherever they need support.

The FY2025 budget includes \$43 million for the NJ Statewide Student Support Services (NJ4S) network, which stood up its first regional hubs in September and has begun to provide a variety of services in schools and community settings. As of February 1, 498 schools and 295 districts have signed up for the NJ4S platform, and more than 1,200 community-based programs have been administered. The Department of Children and Families (DCF), will also continue to support nearly 60 Family Success Centers throughout New Jersey, which serve as one-stop shops for wraparound resources and supports for families before they find themselves in crisis.

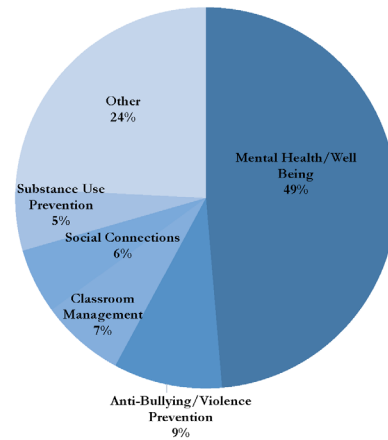
DCF's Children's System of Care is a model for the nation, providing care management and connections to behavioral health services to youth under the age of 21 years, at no charge to the family, regardless of insurance status. It also includes a new investment of \$7.3 million in State funds to expand respite services.

The State, through its Departments of Children and Families, Education, Health, and Human Services, have supported the development and dissemination of youth mental health and suicide prevention materials and trainings, and developed a Comprehensive School Based Mental Health Resource Guide. To help address mental health needs of college students, this budget continues the Tele-Mental Health Partnership program run by the Office of the Secretary of Higher Education.

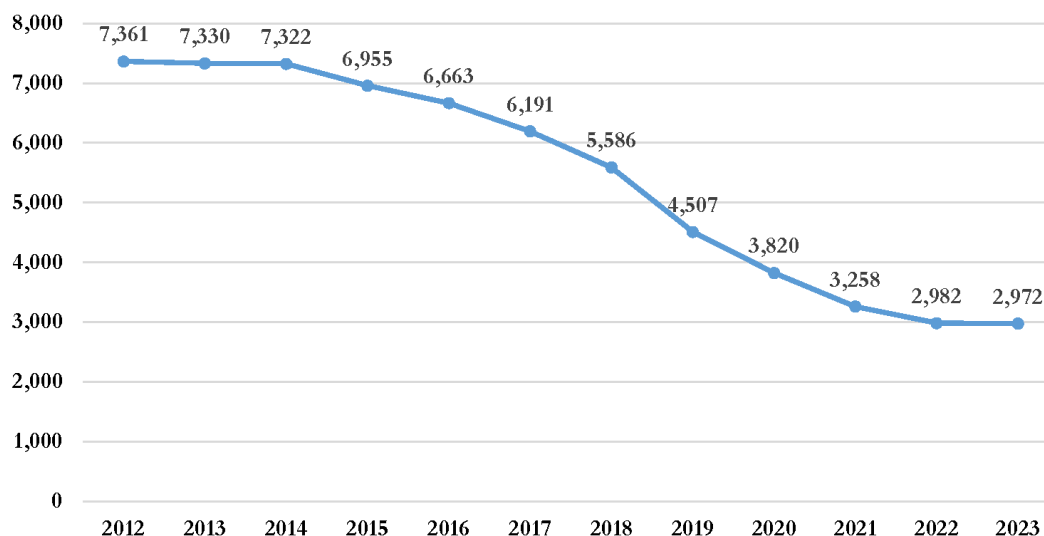
Youth Protection Services

The FY2025 budget includes a total of \$1.13 billion in State, dedicated, and federal funds for New Jersey's Child Protection & Permanency system in DCF. After nearly two decades, New Jersey has exited formal federal oversight of its child welfare system with a system that is at the forefront of the national conversation on the development and deployment of a child- and family-wellbeing system that empowers and encourages stability. Governor Murphy remains committed to maintain the best possible system for protecting children from abuse. This Administration has sought to prioritize supportive services that keep families together or place children with relatives, rather than removing children to foster care or group homes. New Jersey has made significant progress and now has the lowest out-of-home placement rate and the fourth lowest maltreatment rate in the country.

NJ4S Classroom and Community-Based Services Provided



Children in Out-of-Home Placement by Calendar Year



The budget also includes infrastructure investments, including almost \$17 million in State and SFRF funds to transition current services to evidence-based practices in response to the requirements of the federal Families First Act, which will provide additional federal funds to support services for children in the child welfare system.

Child Care

The Murphy Administration has invested more than \$1 billion in State and federal pandemic aid to expand and strengthen the child care system after more than a decade of the industry receiving no new increases. This budget subsidizes child care for more than 66,000 children and provides \$3.6 million for wage increases for child care providers. Since this Administration enacted the Child and Dependent Care tax credit in 2018, it has already returned \$160 million back to families facing budgetary hardships and continues to benefit more than 120,000 families each year.

In the FY2025 budget, there is a continued commitment to develop child care capacity with another \$15 million allocation of American Rescue Plan dollars to the EDA's child care facilities program. EDA will approve over \$110 million and make substantial investments in hundreds of child care centers that serve tens of thousands of children.

Due to Congress' failure to appropriate any additional federal funding for child care, the State is not able to support certain pandemic-era changes for all of FY2025. The budget assumes that co-pay waivers will end in July and that provider payments will be based on attendance in January.

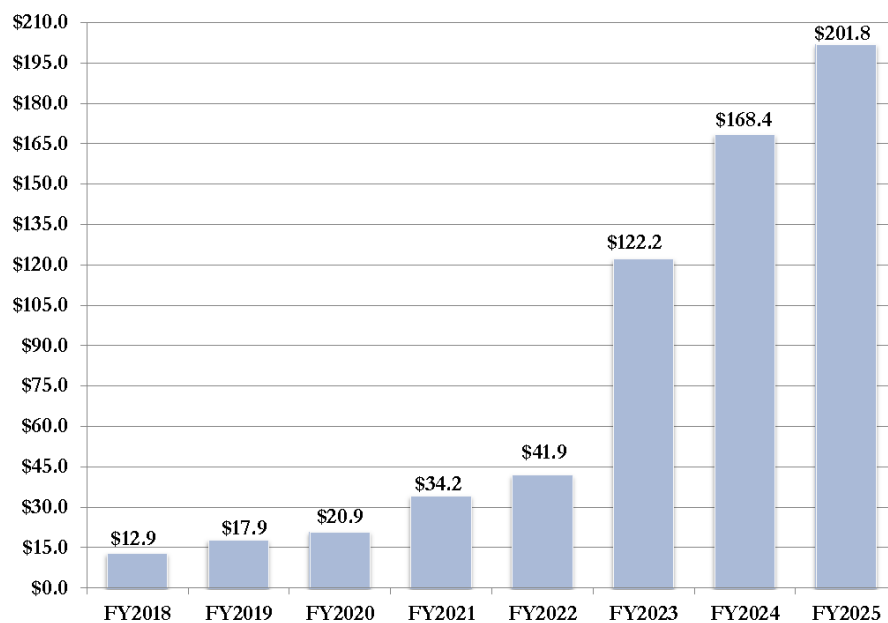
Food Assistance

Especially since the start of the pandemic, the Murphy Administration has worked to ensure that no family goes without food. This budget provides \$30 million in new funding to expand access to free school meals under the Working-Class Families Anti-Hunger Act, to cover children in families making under 225 percent of the federal poverty level. Since we enacted the Working-Class Families Anti-Hunger Act, over 70,000 children have become eligible. This budget also provides \$2.8 million in State funding for the Summer Electronic Benefits Transfer (EBT) program, a new program that will help children who cannot get school meals during the summer, and will bring over \$60 million from the federal government back to New Jersey. This budget also continues to allocate \$85 million in support for food banks and emergency feeding organizations.

The Department of Human Services will continue to ensure a minimum of \$95 per month to every household receiving Supplemental Nutrition Assistance Program (SNAP) benefits, making New Jersey the state that has done the most to preserve expanded resources for food security in the wake of the expiration of federally funded COVID-era benefits. The budget also includes enhanced funding to support county offices to efficiently process SNAP applications, getting families access to support when they need it.

State Spending on Food Security Programs

(In Millions)

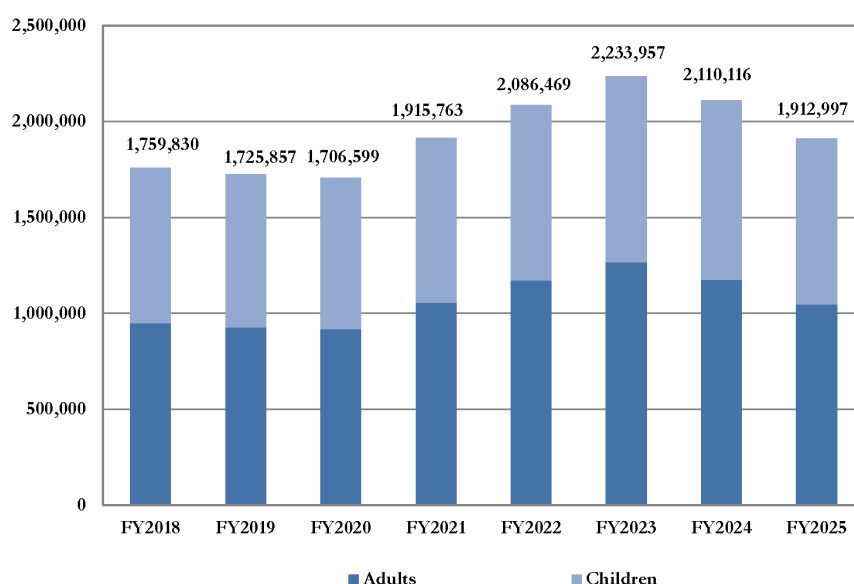


FY2018 through FY2023 represent the amount that was expended while FY2024 and FY2025 represent the amount budgeted.

Health Care Affordability and Accessibility

This budget provides over \$6 billion in State funding for the NJ FamilyCare program, providing comprehensive health care benefits to approximately 2 million low-income New Jerseyans. This includes over 41,000 children already enrolled through Phase II of the Cover All Kids initiative, launched in January 2023, which allows children to enroll in NJ FamilyCare regardless of immigration status. The program has been tremendously successful at getting children access to health care, enrolling more than four times the number of children originally forecast for this stage of its rollout.

NJ FamilyCare Enrollment



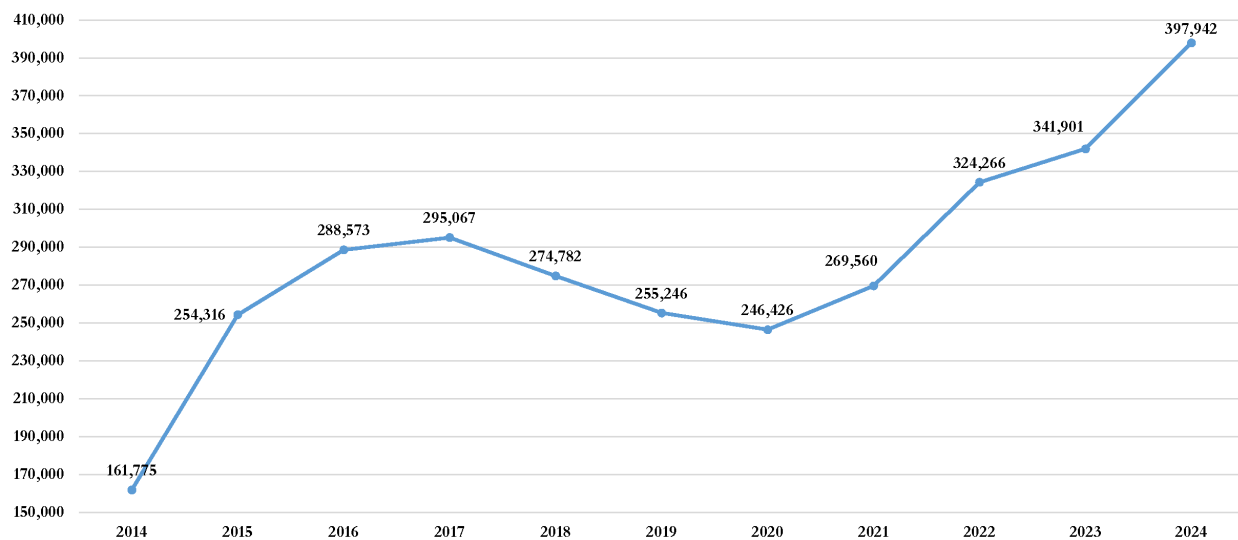
Children includes "Title XIX Children" and "Title XXI" enrollment groups, while Adults refers to all other Title XIX enrollment groups.

Several critical provisions of federal law related to the COVID-19 pandemic expired in 2023, creating new dynamics for the program. A bonus to the Medicaid and Children's Health Insurance Program (CHIP) federal matching rates has expired, forcing the State to pick up \$144 million in absent matching funds in FY2025. The unwinding of the federal continuous enrollment condition means that eligibility determinations for NJ FamilyCare recipients have resumed for the first time since early 2020. Certain groups' enrollment volumes increased substantially during the pandemic (mostly located within the Title XIX Parents and Children and the Affordable Care Act Expansion groups) and are expected to decline across FY2024 and into early FY2025 by close to 400,000 people. To ensure as many people as possible retain continuous coverage, DHS has been conducting outreach and streamlining processes. Efforts include automated renewals based on SNAP data, and funding 30-day extensions for those who did not immediately reply between June 2023 and May 2024. Residents who are no longer eligible for NJ FamilyCare may receive coverage through Get Covered NJ, and others may have employer-sponsored health insurance.

The FY2025 Budget

New Jersey has expanded access to quality, affordable health coverage through the Get Covered NJ, the State-based health insurance exchange, since its launch in October 2020. In the most recent open enrollment period, a record-breaking 397,000 consumers signed up for health coverage – a nearly 61 percent increase since the Murphy Administration took over operation of the marketplace for plan year 2021. Since 2020, the number of children under the age of 18 covered by health insurance through the exchange has increased by 75 percent. New Jerseyans enrolling in coverage continue to receive historic levels of financial help and the average amount of financial help for 2024 coverage is at a record high of \$566 per person per month, or \$6,792 per person per year. Nine in 10 people enrolling qualify for financial help to lower the cost of coverage – of whom 39 percent pay \$10 or less per month for coverage and 31 percent pay \$0 premiums.

Get Covered NJ – Enrollment



The Administration continues to advance comprehensive solutions across departments to address health care costs and affordability. With the continued implementation of the Health Care Affordability, Responsibility, and Transparency (HART) Program, the State remains focused on monitoring and developing efforts to mitigate the rate of health care cost growth. This budget will strengthen the Office of Health Care Affordability and Transparency and the HART Benchmark Program to ensure that comprehensive, cross market affordability work remains a priority for the State.

The Governor also signed a comprehensive prescription drug affordability and transparency package in July 2023, which is currently being implemented by Division of Consumers Affairs and the Department of Banking and Insurance. Together, these bills cap out of pocket costs in the State-regulated markets for insulin, epi-pens, and asthma inhalers; build oversight of and prohibit bad business practices that lead to increased consumer costs by Pharmacy Benefits Managers; and set up a comprehensive price transparency system across the drug supply chain.

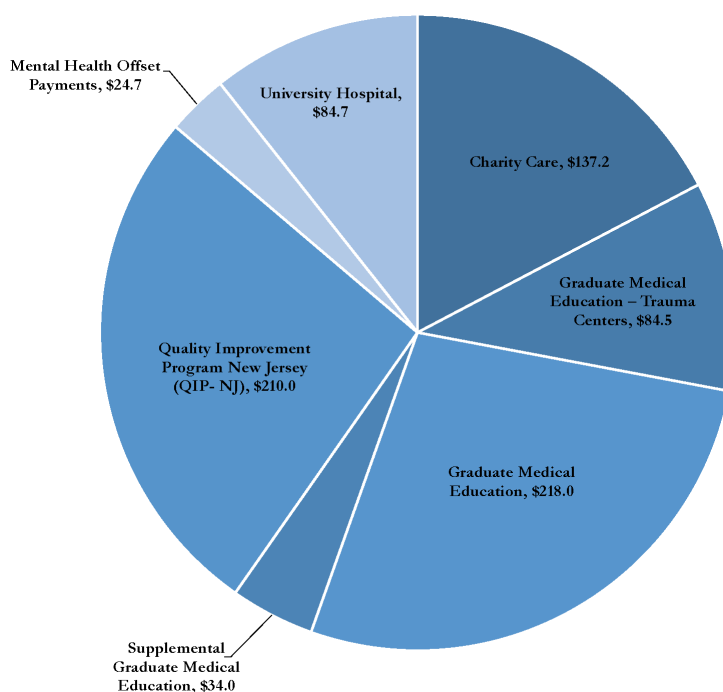
Hospital Funding

In total, the FY2025 proposed budget includes a total of \$793.1 million in direct subsidies to hospitals. The Governor is proposing to increase direct hospital subsidies by shifting a portion of Charity Care funding to a new Medicaid outpatient hospital supplemental state-directed payment. This change increases funding to the hospitals by maximizing federal matching funds without the need for additional State appropriations.

Also included is \$336.5 million for the Graduate Medical Education (GME) program, including the Supplemental and Trauma components of the program. These funds offset a portion of the significant costs associated with the training of New Jersey's next generation of physicians. A \$10 million increase for GME-Supplemental is included as part of the Charity Care transition and rebalancing described above.

The budget also funds the Quality Improvement Program (QIP) at \$210 million in State and federal funds. QIP rewards facilities that achieve measurable improvement across maternal care processes, reductions in maternal morbidity, improvements in connections to behavioral health services, and reductions in preventable hospital utilization for the behavioral health population.

**FY2025
Hospital Funding**
(In Millions)



Disability Supports and Services

The Murphy Administration's vision for equity and inclusion drives efforts to elevate the lives of individuals with disabilities, improve access to services, and strengthen the workforce serving persons with disabilities. Over the last year, the Department of Human Services (DHS) continued to serve over 26,500 individuals with developmental disabilities.

This budget proposes \$20.9 million to annualize the impact of wage increases approved in last year's budget for direct support professionals and supervisors, which were equivalent to about \$1.75 per hour, continuing the Governor's record investments in his first term to ensure that workers enter and remain in these important professions. It also provides nearly \$10 million for wage increases under the Personal Preference Program to match the change in the minimum wage. This year the Administration plans to invest in enhanced training for direct support professionals on topics including health and safety, effective communication, and trauma-informed care. These new training requirements are expected to improve client outcomes and reduce staff turnover.

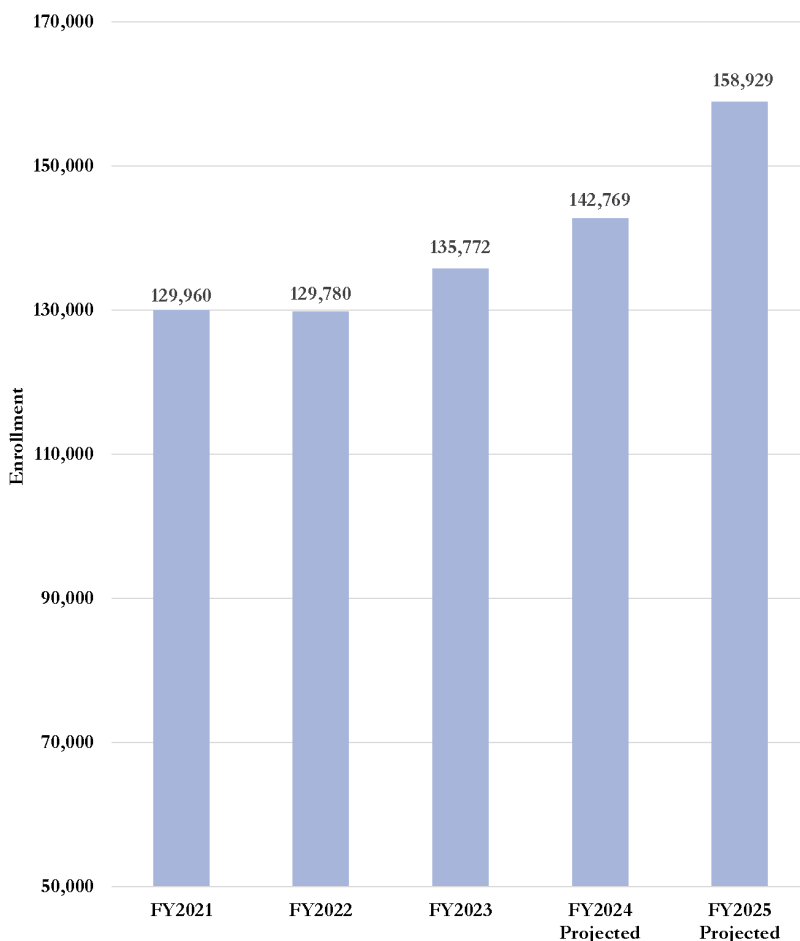
The FY2025 budget also includes an additional \$31.8 million, for a total of \$67.8 million for the WorkAbility program expansion, which allows people with disabilities to continue their Medicaid benefits as their income and wealth rises, knocking down barriers to employment and full participation in society. WorkAbility eliminated asset limits in April 2023 and will begin to allow people with incomes over 250 percent of the Federal Poverty Level to enroll starting in 2024.

Aging Services and Long-Term Care

Governor Murphy remains committed to strengthening supports to promote the independence of seniors and persons with disabilities and helping them remain in their communities. This budget includes growth of over \$113 million to meet increasing needs for NJ FamilyCare's long-term care population, including an extra \$7.2 million to provide for wage increases for nursing home staff. \$4 million is recommended for long-term care reform and response in the Department of Health, to ensure that residents can continue to be served in the event that a facility faces distress that risks an abrupt closure or leadership transition. This budget also expands staffing for the Mission Critical Teams, which provide on-site visits to long-term care facilities to share best practices and improve conditions and care.

The Murphy Administration remains committed to making prescription drugs and other health care more affordable for New Jersey's seniors. Last year, the Governor signed legislation to expand the income limits for the Pharmaceutical Assistance to the Aged and Disabled (PAAD) and Senior Gold prescription discount programs. The FY2025 budget includes \$82.5 million in total funding for these two programs, growing by \$12 million and over 16,000 projected participants since the previous year. The budget also includes \$3.5 million for the administration of the RetireReady NJ savings program, which was created by the New Jersey Secure Choice Savings Program Act. RetireReady will launch in 2024 and provide a new retirement option for private sector workers.

PAAD and Senior Gold Enrollment



Mental Health and Harm Reduction

Last year, the Department of Human Services implemented 9-8-8, the three-digit crisis response system that operates in partnership with five New Jersey call centers. This year, the Department implemented a comprehensive public awareness campaign for 9-8-8 and increased 9-8-8 Lifeline center capacity to meet the demand of New Jersey calls, which average approximately 5,000 per month.

Building upon continued State investments in initiatives like Naloxone365, the Governor was pleased to receive the first recommendations from New Jersey's Opioid Recovery and Remediation Advisory Council, which will help guide the spending of the historic settlements with opioid manufacturers and distributors. Earlier this month, based on recommendations of the Advisory Council, the Governor announced plans to disburse \$95 million to expand harm reduction centers, addiction treatment access, community peer recovery centers, housing supports for individuals with substance use disorder, and more. Over time, these settlements will provide more than \$1 billion to support efforts in New Jersey to prevent and address the harms of the opioid epidemic.

Veterans' Affairs

Last year, the State budget provided funding for the Department of Military and Veterans' Affairs to establish a Veteran Service Office in each of the seven counties that previously lacked one. As of December, six of the seven had been established and the one remaining office will open in the coming months.

The Murphy Administration will continue to work with the Legislature on major structural reforms to the delivery of veteran services in New Jersey. The budget will strengthen our veterans' homes by providing an additional \$1 million for staff salaries. The Governor plans to allocate almost \$2 million in State Fiscal Recovery Fund dollars to replace beds, mattresses, and medical equipment in the veterans' homes, and requests \$21 million from the Debt Defeasance and Prevention Fund to pay for the costs of construction to convert double occupancy rooms to single occupancy rooms at the Menlo Park and Paramus Veterans' Memorial Homes. The federal government will cover 65 percent of the costs of these projects.

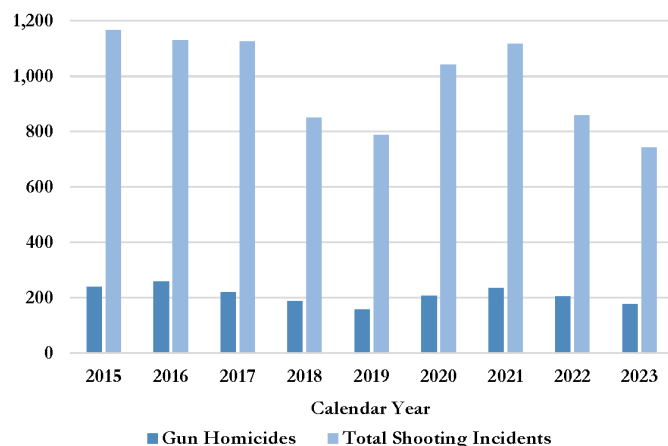
Law and Public Safety

Public Safety

The Governor's budget continues to support initiatives that keep communities safe, including supporting law enforcement personnel and community-led prevention programs. The Governor proposes to nearly double State funding for the Alternative Responses to Reduce Instances of Violence and Escalation (ARRIVE) Together program, which partners police officers with mental health professionals when responding to a person who is experiencing a mental health crisis. This approach has proven its ability to resolve crises without injury or arrests – since its inception there have been over 2,100 interactions with zero arrests, zero injuries, and virtually no uses of force. The additional funding will support the implementation of ARRIVE in more municipalities, as well as add capacity to the new and existing ARRIVE programs, in order to increase access for all residents across the state.

Governor Murphy's focus on public safety and reducing gun violence has contributed to a 33 percent decline in overall shootings and a 25 percent decline in gun homicides since 2021. In Paterson, the State's intervention has helped to drive the number of shootings down from 99 in 2022 to 66 in 2023, and overall violent crime down by 18 percent. To combat violent crime in ways that support both police and communities, this budget proposes to continue the Community

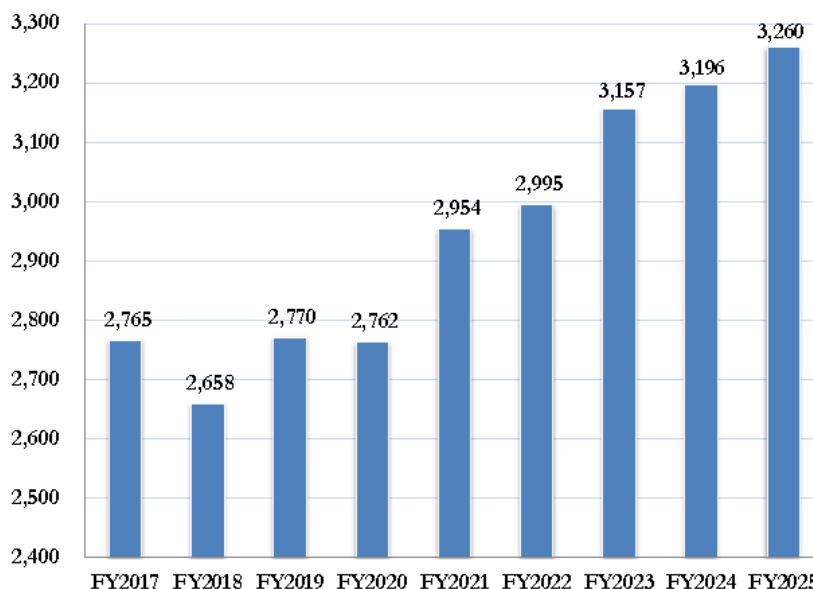
Declining Gun Violence



Based Violence Intervention and Hospital-Based Violence Intervention programs, to be funded from the Cannabis Regulatory, Enforcement Assistance, and Marketplace Modernization Fund.

This budget provides \$5 million towards the 167th State Trooper recruit class. This year, NJSP will continue efforts to increase diversity among the force, improve training opportunities, and ensure the New Jersey State Police have the equipment they need to be successful. This budget also makes new capital investments from the Debt Defeasance and Prevention Fund to bolster the quality of our criminal justice system. Recommended investments include \$120 million more for the balance of anticipated costs for the construction of a new State Police training facility (first funded in FY2024), \$60 million to construct a third Juvenile Justice Commission facility, and approximately \$18 million for a new State Police Southern Regional Laboratory.

End of Year State Trooper Count



Cannabis Regulatory Commission

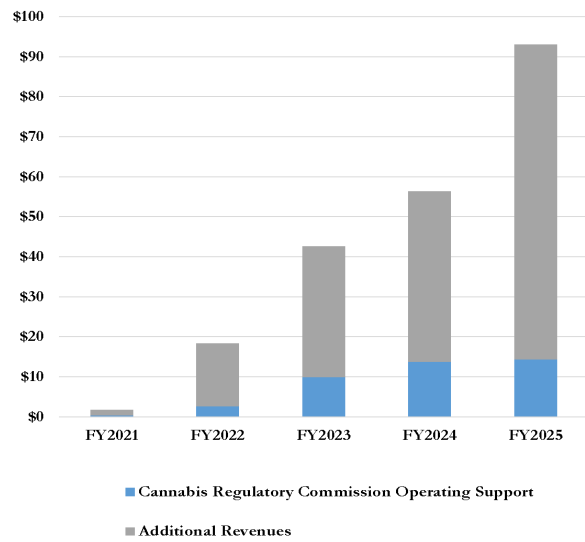
Less than three years after the Cannabis Regulatory Commission's launch in 2021, the agency announced the opening of the 100th dispensary in the state this February. Since 2018 there have been more than \$2 billion in legal cannabis sales. Much of the tax revenue generated from these sales can be used to support programs that compensate for and mitigate the harms of past cannabis criminalization on NJ communities, especially communities of color.

In that time, the Commission has expanded the medicinal cannabis program to over 1,300 participating health care providers, a 108 percent increase from 2018, who have served a cumulative total of more than 215,000 patients. It has also established the recreational adult-use cannabis industry, for which it has so far issued 121 licenses and seen 84 retail sites open.

The FY2025 Budget

Dedicated revenues from the cannabis industry are available to support the Commission’s partnerships with the Business Action Center and the EDA to support cannabis entrepreneurs, as well as a variety of violence prevention and intervention programs including those run through the Department of Law and Public Safety’s new Division of Violence Intervention and Victim Assistance.

Cannabis Revenues
(in Millions)

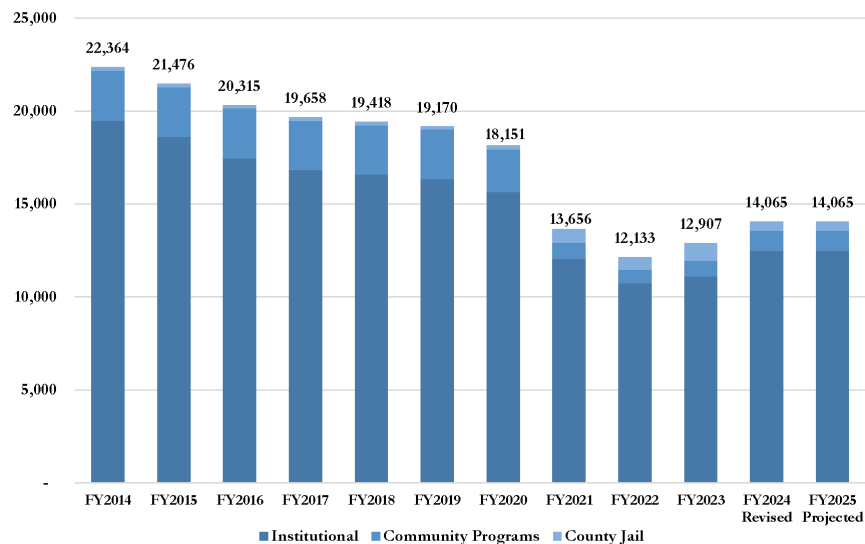


FY2021 through FY2023 represent actual revenues while FY2024 and FY2025 reflect projected figures.

Corrections, Parole, and Reentry

Although past criminal justice reforms have helped to substantially decrease the population of incarcerated people over the past decade, the population in State custody has flattened in the past few years. This budget provides important funding to the Department of Corrections to protect the health, safety, and dignity of corrections and parole officers, as well as incarcerated people and their families and communities.

Department of Corrections
Incarcerated Population



* As of January 2024, the overall Corrections population is 13,195.

The Administration is turning its attention to one factor that is preventing further declines in the prison population: technical parole violations. To begin the work of implementing reforms to the technical parole violation process, this budget includes funding for a consultant to help develop a tool the State Parole Board will use to weigh the seriousness of a violation and the individual's risk level. This tool will be used to determine appropriate intermediary sanctions that can limit the overuse of revocation, helping to limit the number of people who are unnecessarily sent back to prison. Governor Murphy also recommends more than \$1 million for two programs that will run in connection with the State Parole Board's Stages to Enhance Parolee Success Program. The recently launched Parole Assessment Center provides parolees who have re-offended or violated parole the opportunity to complete an intensified supervision program rather than immediately becoming re-incarcerated. Parole Aftercare and Transitional Housing is returning to provide emergency housing and reintegration services for parolees across the state. The budget also provides additional resources to the Office of the Public Defender—including to establish a holistic defense pilot and centralized forensic science unit—to ensure New Jerseyans' rights are protected.

The budget provides \$7 million for the NJLEAD (Locally Empowered Accountable and Determined) program through Cannabis Regulatory Enforcement Assistance and Marketplace Modernization Act revenues. The program provides grants to nonprofit community-based corporations or associations—many of which have also received direct appropriations through the Department of Community Affairs—with proven experience working with those who have experienced detainment or incarceration.

Last year, the Legislature provided \$90 million from the Debt Defeasance and Prevention Fund for the construction of a new correctional facility to replace the Edna Mahan Correctional Facility for Women and relocate its functions to a new, modern facility. The Department of Corrections has moved the entire minimum-security population to a renovated satellite site and has discontinued use of half of the original 110-year-old facility.

Professional Licensing

The various professional licensing boards in the Division of Consumer Affairs have been setting records for their productivity – 82,466 initial licenses, certifications, permits, and other approvals were issued in 2023, exceeding the previous high of 80,190 set in 2022. 90 percent of boards now complete initial review within a two-week timeframe, and 69 percent achieve this result in one week or less. To keep these numbers high and to comply with several new requirements designed to protect the public, especially pertaining to health care professionals, Governor Murphy's FY2025 budget ends the long-standing shift of boards' revenue to support State Police salaries, which was \$8.5 million in FY2024.

Voting Rights and Representation

Led by Lieutenant Governor Tahesha Way, the Department of State has consistently worked to expand access to democracy and make sure voters' voices are heard. The Administration is using State Fiscal Recovery funds to invest in a voter education campaign to help educate voters and answer questions about upcoming elections, procedures, and requirements. In FY2025, the State will spend \$34.4 million on election management and coordination.

Transportation and Infrastructure

NJ TRANSIT

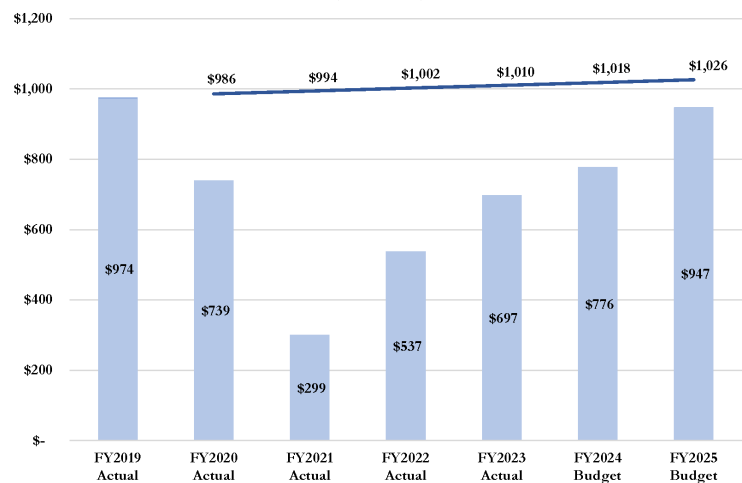
Governor Murphy's FY2025 budget addresses the upcoming fiscal cliff at NJ TRANSIT by providing for a new, dedicated, and permanent funding stream to ensure that New Jersey's commuters and tourists can get where they need to be. The Corporate Transit Fee will provide \$859 million in FY2026 funding, dedicated to support New Jersey's mass transit system – at no additional cost to working families. Only the largest corporations earning \$10 million or more in profits, which are often the same companies that most benefit from the mobility of New

Jersey's workforce, will be asked to contribute. Combined with the fare increases proposed last month – 15 percent compared to the 30 percent that inflation has grown since the last fare increase in 2015 – and cost-saving reforms within NJ TRANSIT's operations, the agency will have the resources to overcome the "fiscal cliff" it faces in FY2026 due to the decline in farebox revenue since the pandemic and the expiration of COVID-related federal funding.

In FY2025, NJ TRANSIT is projected to spend \$3 billion, or nearly five percent over the FY2024 revised forecast and 30 percent over FY2019. Since the onset of the pandemic, NJ TRANSIT ridership has returned to approximately 80 percent of pre-COVID levels, with many peak period trips at or exceeding pre-pandemic levels. In addition, NJ TRANSIT has improved the customer experience through a variety of enhancements since 2018, including fully restoring the ranks of locomotive engineers by graduating 19 classes, delivering a completely redesigned NJ TRANSIT Mobile App, and graduating more than 2,300 new bus operators, along with many other improvements. It was also able to absorb all the bus service abandoned by private carriers that would otherwise have been eliminated, leaving commuters with no transportation option.

NJ Transit Farebox Revenue

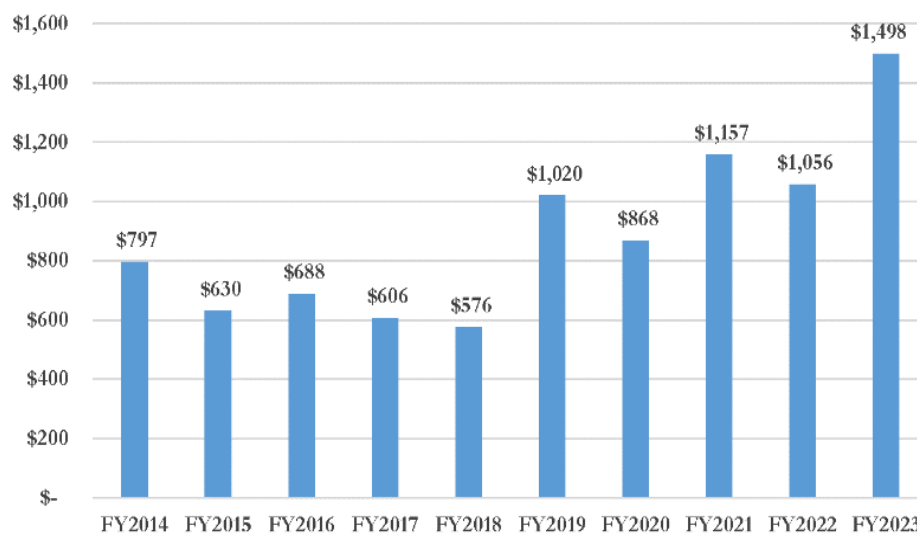
(in millions)



FY2025 Budget includes NJ TRANSIT's recent fare adjustment proposal.

NJ Transit Capital Expenditure

(in millions)



Amounts exclude Debt Service and Preventative Maintenance.

Under the Murphy Administration, the NJ TRANSIT Capital Program alone has grown from \$60 million in hard money contracts out on the street in 2017 to over \$6 billion presently, with an additional \$8 billion anticipated over the next three years. NJ TRANSIT's Capital Program is now the second largest in the country behind only the MTA in New York. It also includes a General Fund payment of \$145 million, which when combined with other off-budget State support, is the second-largest annual State subsidy for NJ TRANSIT.

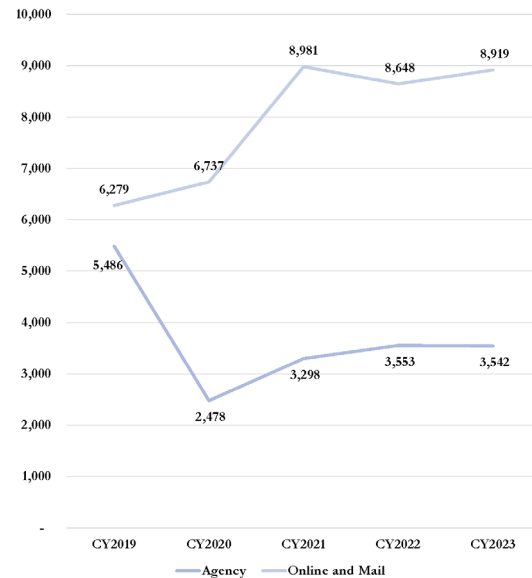
Transportation Capital Program

Governor Murphy's FY2025 budget appropriates \$2 billion for the State Transportation Capital Program. The budget includes \$1.23 billion for critical investments in State, local highway, and bridge projects, and another \$767 million for NJ TRANSIT capital projects. Since 2018, the Department of Transportation has invested over \$13.8 billion to support maintaining local, county, and state highways in a state of good repair.

Motor Vehicle Commission

The Murphy Administration has remained committed to making the Motor Vehicle Commission (MVC) a national leader in customer service, efficiency, and inclusion. The agency continues its push to take 80 percent of its transactions online. The effects of inflation, health care and pension cost increases, and federal mandates mean that MVC will not be able to fully support its operations on fee revenue in FY2025, so this budget recommends \$50 million in General Fund support to ensure that drivers can continue to receive efficient service.

MVC In-Agency Transactions vs. Online and Mail:
Calendar Years 2019 – 2023
(Transactions in Thousands)



Energy and Environment

Clean Energy and the Green Economy

In FY2025, the Clean Energy Program will have \$274 million to support programming, compared to an average of \$177 million under the Christie Administration. Governor Murphy will leverage the General Fund, Clean Energy Fund, and Regional Greenhouse Gas Initiative proceeds to reach his nation-leading goal of 100 percent clean electricity by 2035.

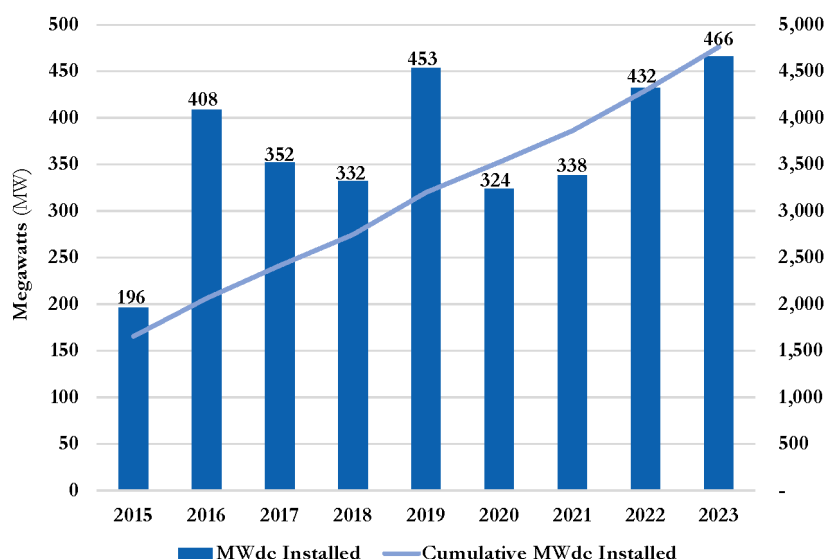
New Jersey continues to develop its capacity for offshore wind power generation. Last month, two of the largest offshore wind projects in the United States were announced. These projects will be built 40 miles offshore, creating nearly 4,400 good-paying, largely union jobs, and generating enough power for 2 million homes.

The State is moving forward on major electrical grid modernization initiatives. These initiatives will help address the impacts of climate change on energy reliability, and create over one thousand jobs over the next several years, nearly all of which would be union jobs. This budget provides \$40 million to grid modernization – including \$15 million from the General Fund and \$25 million from the Clean Energy Fund – which will unlock matched funding from federal Grid Resilience and Innovation Partnerships grants.

Thanks to a suite of solar incentive programs, this past year New Jersey celebrated achieving over 192,000 solar installations totaling over 4.7 gigawatts of installed capacity. These cumulative totals include over 19,000 installations. The federal Inflation Reduction Act provides even more incentives that New Jersey is quickly moving to turn into real projects.

Megawatts of Solar Capacity Installed

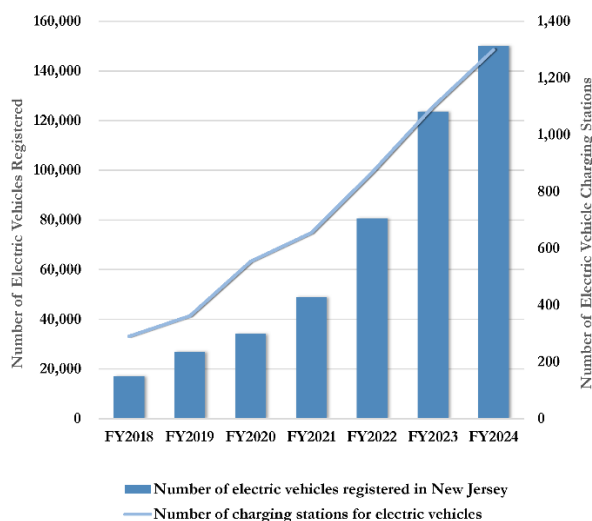
(MWdc Installed by Calendar Year)



Cumulative MWdc installed includes approximately 1,458 MWdc of solar capacity installed between Calendar Years 2000 and 2014.

Electric vehicle (EV) adoption has surged during the past several years, and multiple departments across the Administration are enabling this expansion. Last fall, the Governor announced that New Jersey would adopt the Advanced Clean Cars II rule, and join a growing number of states that are requiring vehicle manufacturers to make EVs an increasing percentage of their new light-duty vehicle sales beginning in model year 2027. This year the Administration proposes transitioning from the sales tax exemption to targeted incentives. This budget would allocate an additional \$20 million to bolster the BPU's popular Charge Up New Jersey program, which provides point-of sale subsidies for the purchase or lease of new EVs.

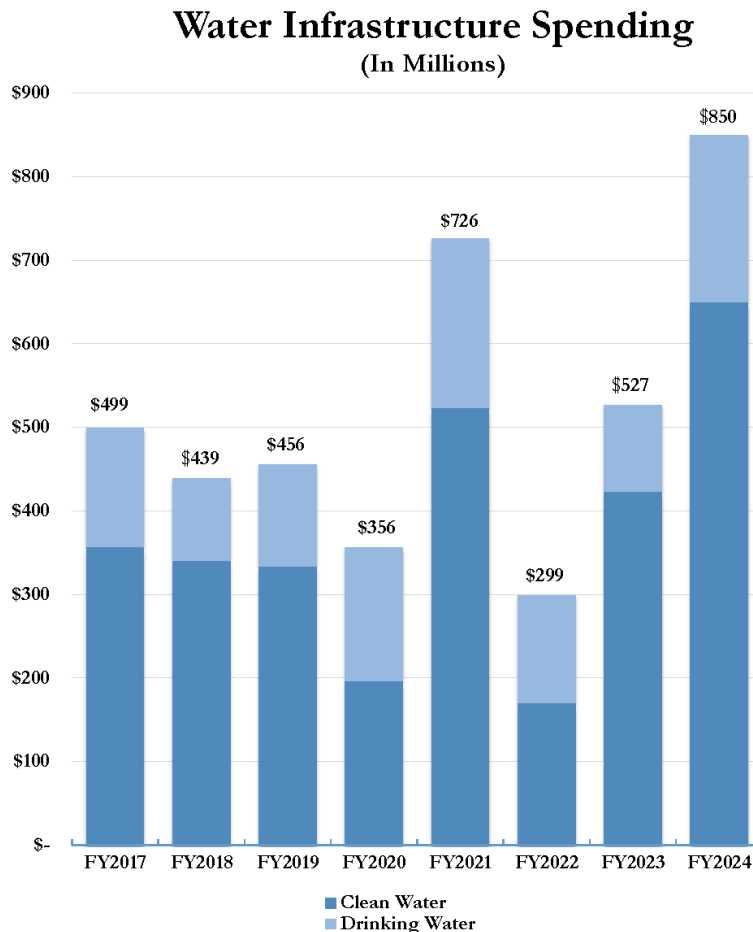
Green and Clean Energy - Electric Vehicles



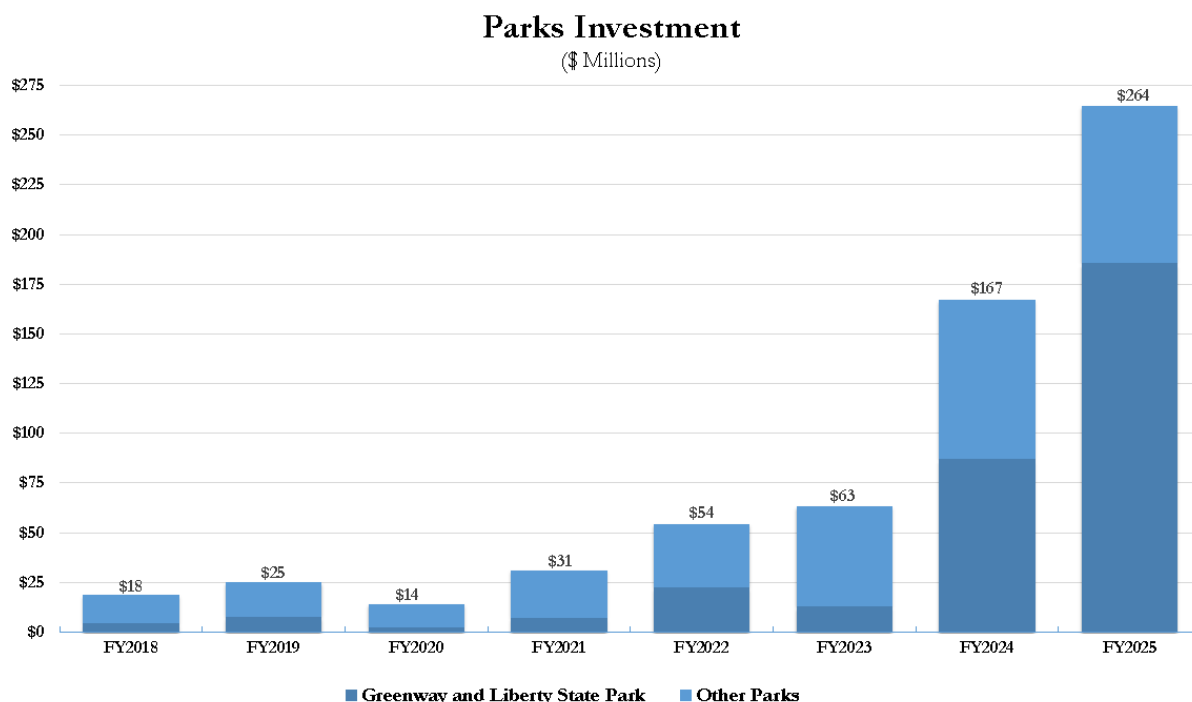
The FY2025 Budget

Environmental Protection

The Department of Environmental Protection has increased transparency in how water infrastructure funds are being deployed by establishing the Water Infrastructure Spending Dashboard on the DEP's Water Infrastructure Investment Plan website. This dashboard provides monthly updates on the use of funds along with descriptions of projects funded. Since FY2019, the Water Bank has provided significant funding to water infrastructure priorities including: approximately \$250 million in funding to projects that are replacing 37,500 lead service lines to New Jersey residences and businesses; approximately \$525 million to 42 projects that reduce the pollution caused by combined sewer overflows in our urban and overburdened communities, and approximately \$142 million to 17 projects that will remove forever chemicals from our drinking water supplies. The Water Bank also rolled out NJ-TAP (New Jersey Technical Assistance Program) in FY2023 to assist disadvantaged communities to access funding through third party providers with program navigation, financial and needs assessments, community engagement, and engineering services.



FY2017 through FY2023 represents the amount that was expended while FY2024 represents amount that was budgeted.



FY2018 through FY2023 represent the amount that was expended while FY2024 and FY2025 reflect projected figures.

With this budget Governor Murphy recommends \$70 million from the Debt Defeasance and Prevention Fund for major preparation work in New Jersey’s major urban state parks, Liberty State Park and the Garden State Greenway. Overall, \$264 million is included for ongoing support of the State parks system, representing dramatic increases over previous years.

Managing wildlife, especially in New Jersey’s suburban and rural areas, is also a priority for this Administration. The FY2025 continues prior years’ investments in bear-proof trash receptacles to prevent dangerous interactions. The budget also provides \$160,000 for second year of deer management grants to help localities develop management plans. This program will launch this spring.

A significant portion of DEP’s funding will come from constitutionally dedicated Corporation Business Tax (CBT) revenue supplemental appropriations that have been provided separately from the Governor’s budget each year since FY2017. These dedicated funds account for about \$193 million in FY2024 adjusted appropriations, and the removal of this funding in FY2025 appears to result in a large reduction for year-over-year comparisons. Similar supplemental appropriations will be made in FY2025 to continue to support the constitutionally dedicated programming.

Agriculture

The Department of Agriculture maintains its mission to promote, protect, and serve the Garden State's diverse agriculture and agribusiness industries. This year, the Department of Agriculture will receive \$178.1 million, in addition to supplemental CBT appropriations. This budget includes funding for several new staff to support this work, including a veterinarian to oversee field services and a medical technologist to support clinical pathology work.

State Operations and Initiatives

Health Benefits

In FY2025, the State expects to spend approximately \$6.0 billion on health benefit payments for those active and retired enrollees for whom the State is responsible. The Administration will continue to work to maintain the highest possible quality of care at the lowest possible costs. In light of rising cost pressures, the Governor will work with his partners in labor and the Legislature to come together to find responsible, sustainable, and fair reforms to public health benefits to produce new State savings.

Equity and Inclusion

During the last few months, Governor Murphy signed into law several bills that will make real progress to reducing racial inequities. The Seabrooks-Washington Community-Led Crisis Response Act included \$12 million for grants to municipalities and community-based organizations to operate trauma-informed, community crisis response teams. P.L.2023, c.242 provides \$10 million for a three-year sickle cell disease pilot program that will take meaningful steps toward removing barriers to care for people with sickle cell disease in New Jersey. Another enactment will require the State to provide vital documents and translation services in at least seven most common non-English languages – and this budget includes \$1 million for the Department of Human Services to begin to implement its Language Access Plan, which will serve as a model for other agencies as the Statewide requirement comes into effect.

In January, the Governor and Treasurer announced the release of a comprehensive statewide disparity study to examine public contracting opportunities for Minority and Women-Owned (MWBEO) businesses. This was the State's first comprehensive study since 2005, and it covered more than 1.2 million records and 240,000 contracts from over 60 contracting agencies, state colleges and universities, authorities, and commissions. The study highlighted stark inequities in the way that New Jersey chooses vendors to provide goods and services, professional services, and construction. This Administration is committed to enacting legislation and meaningful procurement reform to address the disparities identified by the study. Procurement reform will not only benefit businesspeople from historically marginalized communities, but in time will also benefit the State budget by making procurement more competitive.

This budget continues several initiatives begun last year designed to address the causes of and provide remedies for the long-standing race-based wealth disparities in New Jersey. Many of the proposals were advanced by the work of the Wealth Disparity Task Force, established by Executive

Order No. 262, and include down payment assistance for first-generation homebuyers, establishing employee stock ownership opportunities, eliminating public defender fees, and erasing medical debt.

Under Executive Order No. 319, each principal Cabinet department has designated a senior-level employee to perform the functions of Chief Diversity Officer to help guide the departments as they evaluate their workplace culture and measure the impact of programs and services. The Equity and Sustainability Advisory Council was established to develop a statewide strategic plan that improves outcomes and aligns the equity work across State government.

Innovation

The Office of Innovation (OOI) has been critical to major improvements in the State's business registration processes, information portals, and resident services. The office's work has also saved taxpayer money – improvements to the Department of Labor's identification verification processes have already recouped the initial labor cost. Similarly, improvements to NJDOL's call centers and the ANCHOR call center are already providing better service and saving nearly \$1 million annually.

This year, the Governor hopes to codify into permanent law the Office of Innovation. As an independent agency, OOI will continue New Jersey's successful track record of using digital technology and agile development processes to further streamline, simplify, and improve how New Jersey delivers benefits and services to residents and businesses.

To ensure that all residents have access to government technology, BPU's Office of Broadband Connectivity will also begin distributing over \$300 million in federal Broadband Access Equity and Deployment (BEAD) and Capital Projects Fund grants to broadband service providers and other awardees.

Capital Projects

This year, the Administration proposes another substantial investment of \$83.7 million, excluding all federal and dedicated funds, to ensure that State facilities are safe and functioning. This investment will fund critical projects at State facilities such as psychiatric hospitals, correctional institutions, and developmental centers. Over the past several years, the Murphy Administration has significantly increased funding for State capital needs, addressing the costs of years of underinvestment.

Federal Funds Overview

Fiscal Year 2025 will see major shifts in the State and local budgets to reflect the expiration of most pandemic-related aid from the federal government, including the State Fiscal Recovery Fund (SFRF), enhanced Medicaid matching funds, support for public transportation, aid to child care providers, and more. Governor Murphy's commitment to maximizing the impact of flexible federal funding on New Jersey's recovery without creating unsustainable commitments for the State budget will allow New Jersey to responsibly transition away from pandemic aid.

In 2021, New Jersey received \$6.2 billion from the American Rescue Plan's State Fiscal Recovery Fund, which federal law requires to be obligated by the end of 2024 and expended by the end of 2026. Last year, the Governor and Legislature worked together to allocate all remaining uncommitted money from the fund. In the event that any amounts from prior allocations remain unspent, those amounts will be reallocated before the deadline.

The FY2025 Budget

SFRF Allocations

Department	Program	Estimated Spend
PEOPLE		
Pandemic Response		
Community Affairs	Eviction and Homelessness Prevention Program	\$ 798,000
Education	Special Education Services/County Special Service Schools	190,000
Board of Public Utilities	School and Small Business Energy Efficiency Stimulus Program	180,000
Human Services	Excluded New Jerseyans/ITIN Holder Direct Assistance	108,000
Children and Families	Domestic Violence Housing Support	17,500
Agriculture, Health	Food and Hunger Programs	11,500
Economic Development Authority	Sustain and Serve	10,000
Education/Workforce (Creating Opportunity)		
Various	Child Care Facilities/Initiatives	\$ 193,000
Education	Preschool Facilities Construction	120,000
Various	Youth Mental Health	67,500
Education	High Impact Tutoring Program	35,000
COMMUNITIES		
Hospitals and Higher Education		
Health, Economic Development Authority	Level 1 Trauma Centers and University Hospital	\$ 677,500
Higher Education (OSHE), Treasury	Higher Education Capital	398,000
Community Affairs, Health	Hospitals Funding	311,150
Health	Medical Debt Forgiveness	10,000
Public Health and Safety		
Community Affairs	Home Lead Paint Remediation	\$ 180,000
Health	County Health Infrastructure	41,259
Community Affairs	Firefighters	30,000
Law and Public Safety	License Plate Reader, Violence Prevention/Detection, Digital School Mapping	23,500
Economic Development Authority	Maternal and Infant Health Center Capital	20,000
Law and Public Safety	Violence Intervention Programs	15,000
Economic Development and Tourism		
Economic Development Authority	Small Business Assistance Programs	\$ 120,000
Community Affairs	Boardwalk Fund	100,000
Economic Development Authority	Urban Investment Fund	50,000
Community Affairs	Atlantic City Initiatives	30,000
State	Tourism + Business Marketing Initiatives	30,000
Economic Development Authority	Real Estate Projects Fund – Property Assemblage	30,000
Treasury, Environmental Protection	Revolutionary War State Owned Historic Sites	28,000
Economic Development Authority	Commuter and Transit Bus Private Carrier Pandemic Relief and Jobs Program	25,000
Community Affairs	New Jersey Hall of Fame	13,000
Economic Development Authority	Activation, Revitalization, And Transformation (ART) Program	10,000
Community Affairs	Neighborhood Revitalization Tax Credit/Neighborhood Preservation	10,000
Economic Development Authority	Gap Financing - Real Estate Projects Funding (Construction Inflation Fund)	10,000
Community Affairs	Historic Trust	10,000
Local Governments/Parks		
Environmental Protection	Greenway Acquisition + Development	\$ 66,000
Environmental Protection	Liberty State Park	50,000
Community Affairs	Middlesex and Union County Improvement Authorities	40,000
Sports and Exposition Authority	Meadowlands Complex	15,000
Community Affairs	Pennsauken Community Center	10,000
Housing		
Housing Mortgage Financing Authority	Affordable Housing Production Fund	\$ 555,000
Housing Mortgage Financing Authority	Supply Chain Disruption Funding	40,000
Housing Mortgage Financing Authority	Foreclosure Intervention Fund	25,000

The FY2025 Budget

SFRF Allocations			
Department	Program	Estimated Spend	
INFRASTRUCTURE			
Environment and Transportation			
Environmental Protection	Clean and Drinking Water Infrastructure	\$	342,000
Environmental Protection	RBD Hoboken		100,000
Community Affairs	Ferry Support: Carteret, South Amboy, Port Liberte Terminal		37,900
Environmental Protection	Resilience and Stormwater Planning and Infrastructure		20,000
Transportation	Tonnelle Avenue Project - Gateway Development Program		17,000
Community Affairs	Water and Sewer FMERA		10,500
Environmental Protection	Lakes Management		10,000
Community Affairs	Camden County Sewer Disconnect (I-Bank)		10,000
State Operations			
Property Management and Construction	State Capital Improvements	\$	65,330
Labor and Workforce Development	UI/TDI Processing Modernization and Improvements		62,500
Office of Info Technology, Office of Innovation	Resident Services Upgrades		43,200
NJ Transit	NJT Improvements		40,000
Various	Central Advertising for State Services/Programs		25,000
Corrections	Increased County Jail Population due to COVID		20,000
Motor Vehicle Commission	MVC Resident Services Upgrades and Mobile Units		11,000
Health	Electronic Health Records		10,000
Treasury	State Building Electrification Pilot		10,000
Various	Government Services Operations		TBD

The table above only includes various programs and categories of spending that total more than \$10 million.

FY2024 and FY2025 Revenues

Economic Performance and Outlook

In 2023, New Jersey's economy experienced stable growth. The state's Gross Domestic Product (GDP) – a broad measure of economic output – showed moderate growth overall and employment levels continued to rise, surpassing pre-pandemic levels in most industries. Price inflation continued to decline over the course of the year. Higher interest rates, intended to tame inflation and slow economic activity, have plateaued since the summer of 2023. However, these rates continue to restrict economic activity in some sectors, most notably the housing market. As 2024 begins, the near-term economic outlook for the state and nation is for continued moderate growth, with uncertainty related to when the Federal Open Market Committee (FOMC) will start to lower interest rates and encourage spending and investment.

The state's real GDP grew at a seasonally adjusted annual rate of 4.8 percent in the third quarter of 2023. Combined, over the first three quarters of 2023 New Jersey's GDP grew at a 1.8 percent rate.¹

New Jersey's labor market proved resilient in 2023. Following gains of 265,600 jobs in 2021 and 129,700 jobs in 2022, preliminary estimates suggest 69,600 jobs were added in 2023. Employment rose in nine out of twelve months, adding jobs in each of the final five months of the year. This represented a sustained recovery from 2020, when employment fell by 303,600 net jobs, including an unprecedented initial decline of 730,200 jobs at the start of the pandemic in March and April 2020. Payroll employment grew by an average of 6,100 jobs per month over the first half of 2023 and grew by an average of 5,500 jobs per month over the second half of the year.

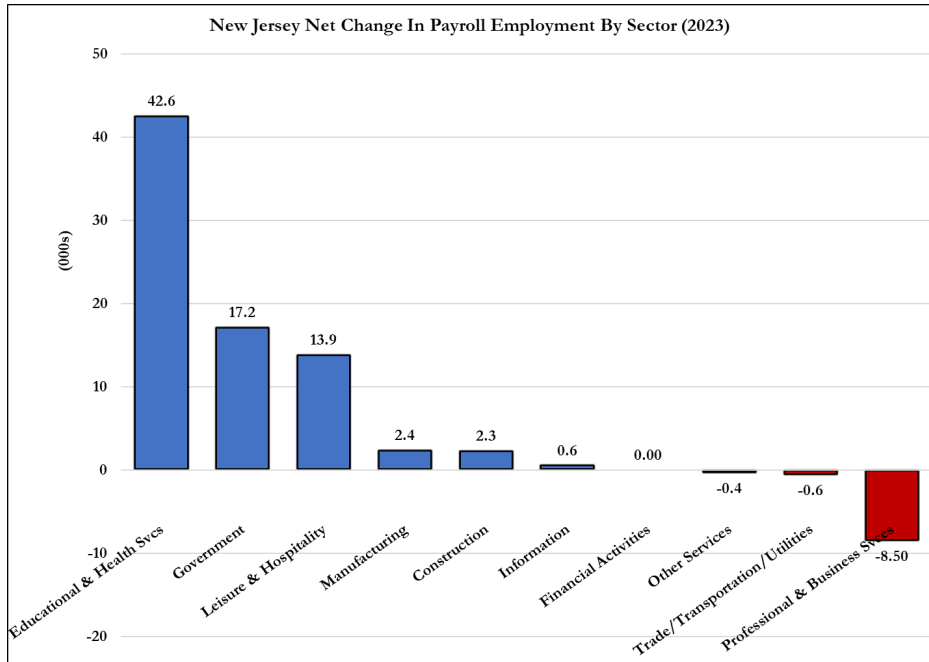
By the end of 2023, New Jersey had 137,200 more nonfarm jobs than prior to the COVID-19 pandemic, rising 3.2 percent from February 2020 to December 2023. This figure was higher than the change in employment compared to pre-pandemic levels in New York (-1.1 percent), Pennsylvania (1.6 percent), and Connecticut (-0.1 percent).

New Jersey's December 2023 labor force participation rate of 64.9 percent was 0.9 percentage points higher than the pre-pandemic level of 64.0 percent, but it softened in the fall of 2023 after reaching a peak of 65.5 percent in August 2023. The State's December 2023 rate was 3.3 percentage points higher than that of New York (61.6 percent), 2.8 percentage points higher than Pennsylvania (62.1 percent), and 0.8 percentage points above Connecticut (64.1 percent). The state's unemployment rate increased 1.5 percentage points over the course of the year, rising to 4.8 percent in December 2023 as the number of unemployed persons rose quicker than the labor force.

¹ Fourth quarter State GDP data is not released until March 2024.

Revenue Outlook

Job growth in 2023 was concentrated in three industries as other sectors experienced low growth or declines in employment. The only sectors that added more than 2,500 jobs over the course of the year were Educational & Health Services, Leisure & Hospitality, and Government. These were three industries in particular that had a more sluggish bounce-back from the pandemic. Professional &



Business Services lost 8,500 jobs over the course of the year, while Other Services and Trade, Transportation & utilities each lost less than 1,000 jobs. Still, employment in these sectors remained well above pre-pandemic levels at the end of the year. The only sectors to not reach pre-pandemic employment levels as of December 2023 were Leisure & Hospitality (down 400 jobs) and Other Services (down 2,800 jobs).

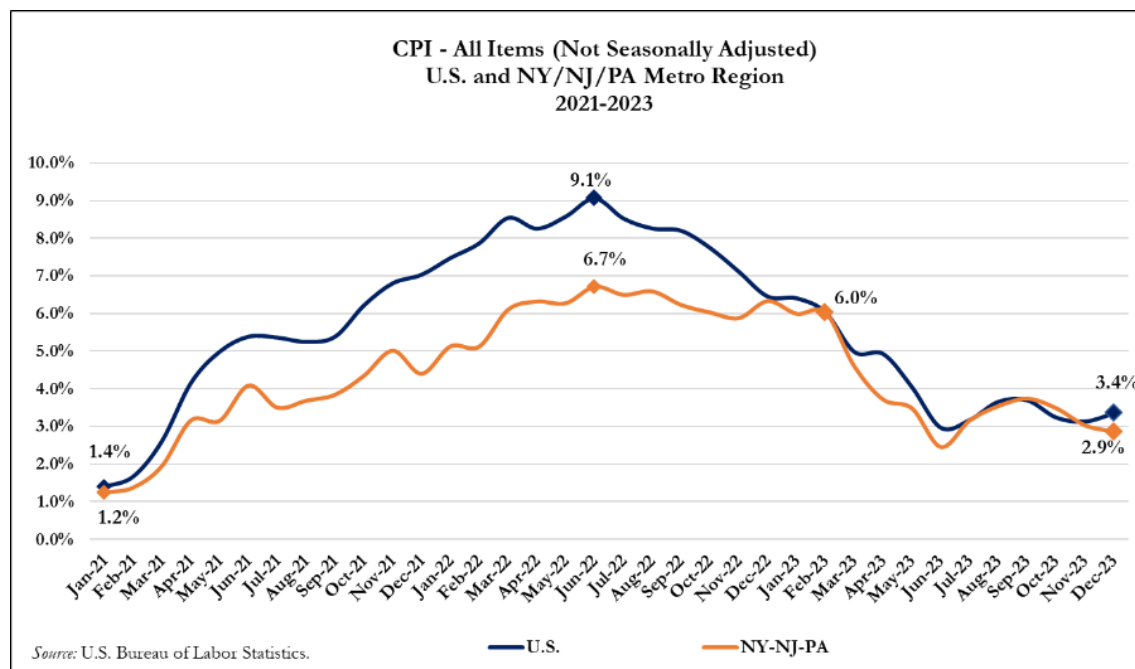
New Jersey wages and salaries rose 5.3 percent over the first three quarters of 2023 with personal income growing by 4.9 percent. Weaker growth in the professional services industry caused New Jersey's wage and salary growth to lag the national average, but personal income growth outpaced the nation.

U.S. personal saving as a percentage of disposable personal income has fluctuated sharply in recent years. From a pre-pandemic level of savings in the mid-seven percent range, savings rose to a high of 24.5 percent spurred by federal economic impact payments and limited spending options. The savings rate subsequently hovered around 3.0 percent in 2022 as households adjusted to high price inflation and increased to an average of 4.5 percent in 2023.

The housing market continued to slow from 2022 into 2023 amidst historically high mortgage interest rates and elevated home prices. The average U.S. 30-year fixed rate mortgage in December 2023 hovered over 6.0 percent, double its 3.0 percent level of December 2021. The median sales price for a single-family home in New Jersey eclipsed \$500,000 in 2023, rising 6.3 percent from 2022, when prices rose 8.7 percent from the year prior.

According to New Jersey Realtors data, existing-home sales started to weaken near the end of 2021 and total closed sales fell 17.8 percent in 2022, matching levels last seen in 2015. Sales continued to decline in 2023, matching levels not seen since 2012-2013, while both the inventory of homes for sale and the affordability index reached their lowest levels since at least 2010.

Price inflation continued its decline from 2022's highs, as the national consumer price index (CPI) rose 3.4 percent year-over-year in December 2023, representing a decline of 3.1 percentage points from January 2023's level of 6.5 percent. Core CPI, which excludes food and energy items, rose 3.9 percent year-over-year in December. This represents a sustained slowing of inflation from its 9.1 percent peak in June 2022. Inflation in the metropolitan area containing much of northern and central New Jersey has generally been more subdued than national inflation, as regional year-over-year CPI grew 2.9 percent in December 2023. Regional core CPI was up 3.4 percent in December. It is generally anticipated that the CPI will fall below 3.0 percent during 2024 and average in the mid-two percent range for the year.



The economic outlook has brightened recently for both New Jersey and the United States, as interest rates are thought to have peaked and stubbornly high inflation continues to recede. Members of the FOMC estimated real (inflation-adjusted) GDP in the U.S. to grow 1.4 percent in 2024 off of a surprisingly strong 2023, according to their December 2023 projection. Economists surveyed by the Wall Street Journal in January 2024 forecasted real GDP growth of 1.0 percent for the U.S. in 2024, and preliminary estimates show U.S. GDP rose 2.5 percent in 2023.

The revenue forecasts presented on the following pages assume the forecasting consensus for moderate economic growth with lower price inflation and declining interest rates will continue in 2024 and 2025.

FY2025 Revenues

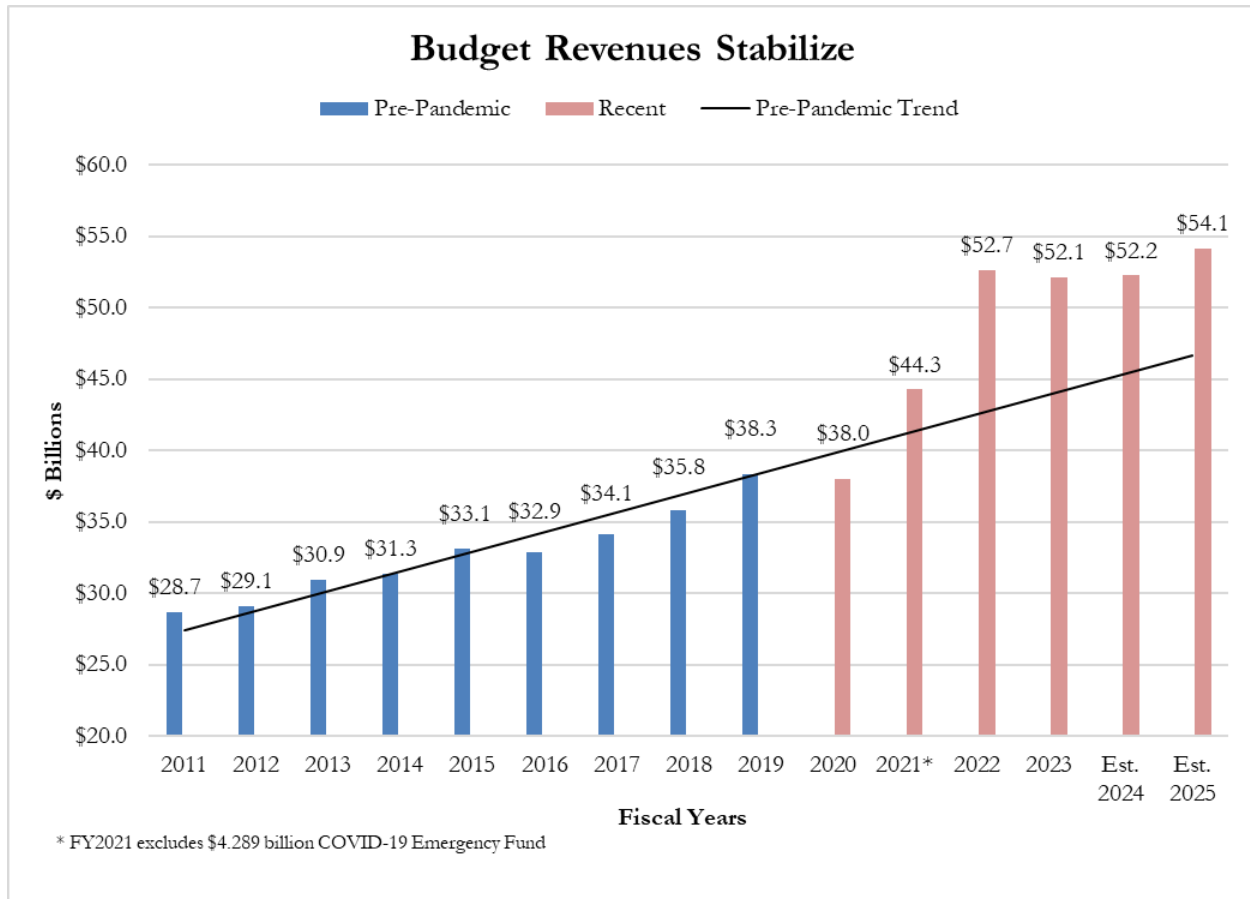
(In Millions)

	FY2024 Approp Act.	FY2024 Revised	FY2025 Projected	Change from Revised	
				\$	%
Income	\$ 19,499	\$ 18,709	\$ 19,356	\$ 647	3.5
Sales	13,361	13,247	13,735	488	3.7
Corporation	5,314	5,131	4,360	(771)	(15.0)
Corporate Transit Fee	-	-	1,023	1,023	-
Business Alternative Income Tax	4,147	4,327	4,466	139	3.2
Other	10,427	10,831	11,169	338	3.1
Total	\$ 52,748	\$ 52,245	\$ 54,109	\$ 1,864	3.6

FY2024 and FY2025 Revenues

In New Jersey and most other states, the pandemic and post-pandemic years saw substantial volatility in revenue collections. After an initial pandemic-induced revenue decline in FY2020, State revenues surged in FY2021 and FY2022, followed by another decline in FY2023. Revised FY2024 revenues are now projected to be relatively flat with the prior year, up 0.3 percent to \$52.2 billion.

Overall revenue collections through the first seven months of FY2024 have been soft, slightly below the low growth targets certified in the Appropriations Act last June. The revised total revenue estimate for FY2024 is down \$502.9 million, or about 1.0 percent below the June certification. The two largest forecast adjustments are for the Gross Income Tax (GIT), which is reduced by \$789.2 million, and Investment Earnings, which is increased by \$388.0 million. These and other revenue sources are discussed in greater detail below.



FY2025 revenues are forecasted to rise to \$54.1 billion, up 3.6 percent from the FY2024 revised forecast. The relative stability in projected revenues is consistent with the growing consensus that the U.S. economy is likely to achieve a “soft landing.” Economic forecasters generally expect moderating price inflation close to the FOMC’s long-run targets, declining interest rates, steady growth in GDP, rising wages, and employment stability. For New Jersey, budgeted revenues are expected to grow near their long-run average rates, and in line with a stable economy.

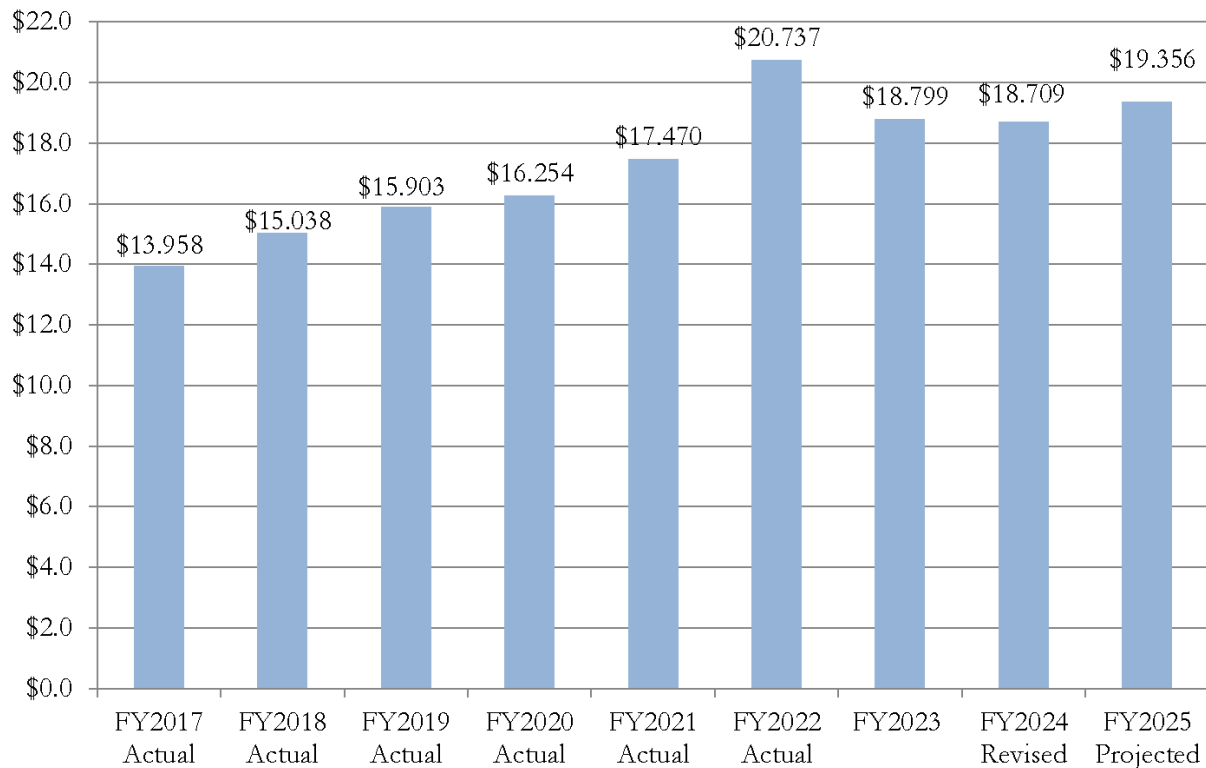
Gross Income Tax

The GIT, the State’s largest revenue source, is susceptible to volatile swings in collections. Last fiscal year’s collections plummeted in the spring, reversing two years of exceptional growth. April final tax payments alone dropped by \$1.6 billion, down 35.8 percent from April of 2022. The large decline in 2022 stock markets and the effect of rising interest rates on the real estate market helped generate a 55.0 percent slide in net capital gains income. Additionally, refunds surged by about 15.0 percent in FY2023 as taxpayers reconciled overpayments and adjusted for new and increased Pass-Through Business Alternative Income Tax (PTBAIT) credit utilization. As a result, higher-income taxpayers reduced their quarterly estimated payments, which fell by more than 20.0 percent last April and June. FY2023 GIT revenues declined by \$1.9 billion, down 9.3 percent from the prior year, despite strong growth of 5.0 percent in wage withholding collections, the largest component of the GIT.

Revenue Outlook

FY2024 GIT collections have been an echo of the underwhelming spring period. Overall collections are down 3.6 percent through the end of January, driven by 20.0 percent declines in both quarterly estimated payments and final Tax Year 2022 extension payments, and a 32.3 percent jump in refund payments. Steady growth in wage withholding of more than five percent has again been insufficient to offset the ongoing weakness in these other GIT components.

Gross Income Tax (In Billions)



The revised FY2024 GIT forecast of \$18.7 billion is \$789.2 million below the certified amount from the Appropriations Act. The revised forecast anticipates some improvement for the remainder of FY2024 as tax filings shift away from Tax Year 2022, toward Tax Year 2023. Withholding collections are expected to continue growing, as wages are widely forecasted to increase at modest rates. Additionally, the strong stock market performance in 2023 bodes well for capital gains income and April final tax payments, while also spurring a potential return to growth in quarterly estimated payments. However, the Federal Funds rate remained above five percent for much of 2023, which could dampen other sources of gains realized outside the capital markets as well as business profits.

At least two factors will contribute to higher refund activity this spring: 1) the federal government has increased the inflation adjustment for Earned Income Tax Credits (EITC) that will flow through to New Jersey's EITC benefit; and 2) New Jersey's expanded Child Tax Credit, which is estimated to reduce net tax revenues by providing increased taxpayer benefits of \$123.2 million. The relationship between GIT liabilities and PTBAIT credits remains a component of the current and future forecasts.

The substance and forecast of the PTBAIT is discussed further below, but PTBAIT credits, which are applied against GIT and other tax liabilities, were a factor in larger than anticipated Tax Year 2022 refund claims and subsequent adjustments to taxpayers' quarterly estimated payments. The timing of these claims and adjustments affect both FY2023 and FY2024. The GIT could continue to see refund activity fluctuate from year to year in either direction, which increases the overall volatility of the tax.

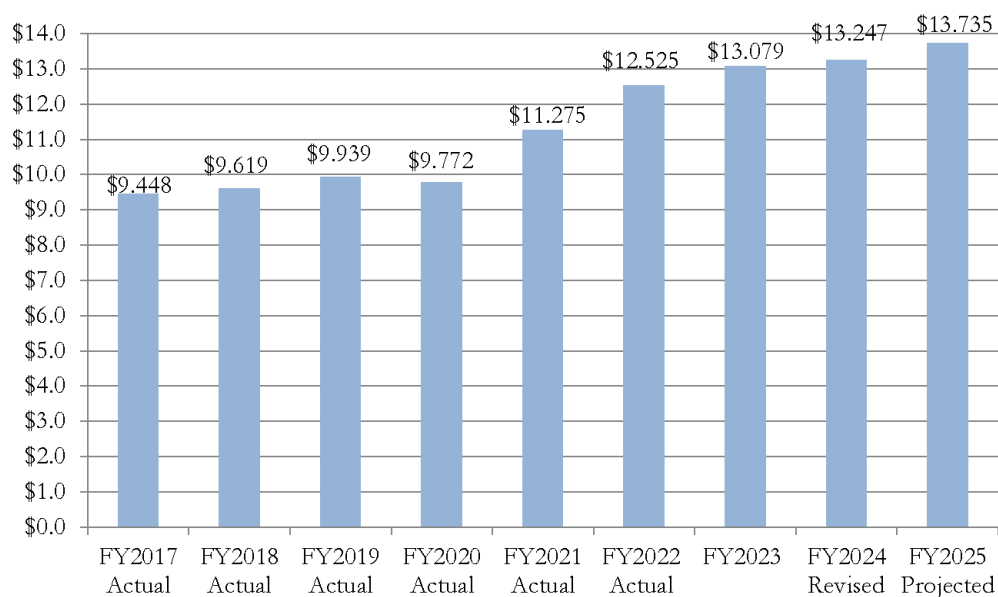
FY2025 should see a return toward modest GIT revenue growth, closer to long-run historical patterns. With most GIT components expected to grow, the FY2025 forecast of roughly \$19.4 billion yields growth of \$646.3 million, or 3.5 percent above the revised FY2024 forecast. Steady economic performance and positive wage and income growth is expected to support moderate revenue growth.

Sales Tax

The Sales and Use Tax (SUT) is the State's second largest budgeted tax revenue. After a remarkable two-year period of surging SUT collections, FY2024 receipts are up a more modest 0.7 percent year-to-date through January. Stretching back to the autumn of 2022, SUT revenues have grown by less than the rate of regional core consumer price inflation in 13 of the past 15 months. Consumers are spending, but cautiously, and less so on taxable durable goods while more so on services such as travel, which are less subject to the New Jersey SUT. Accordingly, the revised FY2024 forecast of about \$13.2 billion is \$113.7 million less than the certified amount from the Appropriations Act, but still assumes growth over FY2023.

Sales Tax

(In Billions)



Sales Tax excludes the tax on energy.

Revenue Outlook

Major economic forecasting firms generally expect the economy to grow slowly in 2024 and 2025, with modest or low growth in wages, employment, and retail sales. The State forecast of about \$13.7 billion in SUT collections in FY2025 is up 3.7 percent from FY2024, assuming consumption keeps pace with price inflation, plus two proposed tax policy changes.

First, the Administration proposes ending the school supplies SUT holiday, which is estimated to increase annual revenue collections by \$35.0 million. Also, the Administration proposes a three-year phase out of the SUT exemption for the purchase of electric vehicles (EV), worth an estimated \$70.0 million in the first year. This exemption was enacted in 2003. Personal vehicles have long represented a significant portion of the sales tax base, and with new registrations of EVs approaching 10 percent of new vehicle registrations, it is responsible to acknowledge these vehicles as a regular part of the market. To ensure that people with modest incomes continue to have access to electric vehicles, the budget appropriates \$20 million more to the Charge Up New Jersey program for additional point-of-sale rebates.

Lastly, the revenue forecasts also separately display SUT Energy Tax Receipts and SUT Sales-Energy collections. These energy-use related collections are received through the State's public utilities. In recent years, as energy prices rose, so too did these tax collections, which raised about \$1.0 billion during FY2023. However, the forecasts assume a decline in natural gas prices and less energy utilization due to warmer average winter temperatures. Much of the revenue collected from these taxes is annually dedicated to municipalities via Energy Tax Receipts Property Tax Relief Aid, so only the undedicated SUT Sales-Energy component is expected to decline. Accordingly, the FY2024 revised estimate for SUT Sales-Energy of \$77.5 million is \$170.2 million below the amount certified last June. For FY2025, a further reduction to \$63.6 million is expected.

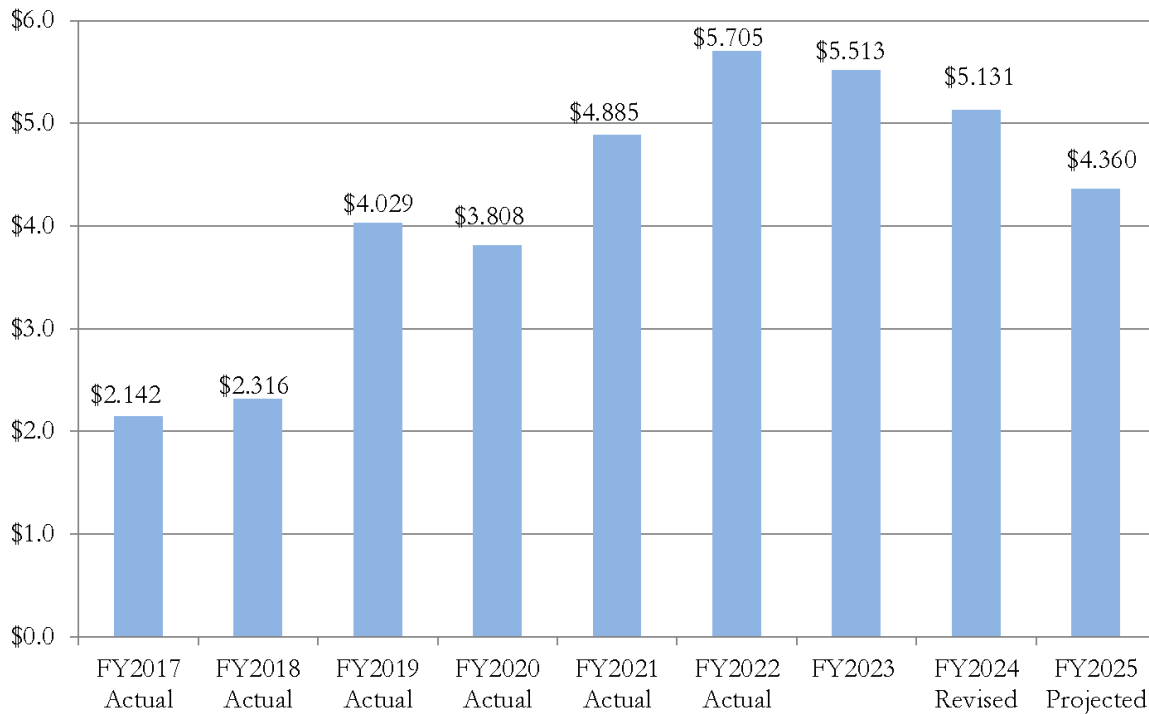
Corporation Business Tax

The FY2024 Corporation Business Tax (CBT) revised revenue projection of \$5.1 billion represents a decrease of 6.9 percent below FY2023 levels. While the FY2024 Appropriations Act assumed a 3.7 percent decline in certified CBT revenue from the prior year, actual year-to-date collections through the end of January are down 5.3 percent as refund claims have jumped substantially. For the first seven months of FY2024, refund payments of \$897.5 million soared above the same period last year by \$350.0 million, up 63.9 percent. In sharp contrast, between FY2014 and FY2021, the highest level of refund payments through January was \$333.8 million. The refund surge is a function of multiple factors, including prior overpayments, claims for various corporate tax credits for recent as well as past privilege periods, and increased utilization of prior net operating losses. Refund payments are expected to continue at historically high levels for the remainder of FY2024.

Of note, the first impact from the expiration of the CBT surtax, which was imposed on businesses with allocated net income greater than \$1.0 million, is factored into the FY2024 revised forecast as a reduction in April and June quarterly estimated payments. The expiration is estimated to reduce spring CBT collections by \$333.1 million. Nearly 2,400 corporate taxpayers will benefit from the expiration.

Corporation Business Tax

(In Billions)



Corporation Business Tax excludes the tax on energy as well as the Corporate Transit Fee, which is new for FY2025.

FY2025 CBT revenue collections of nearly \$4.4 billion are projected to fall from FY2024 levels, declining \$771.3 million, down 15.0 percent. Again, the decrease in FY2025 is primarily due to the full impact of the expiration of the CBT surtax on corporations, which is estimated to reduce CBT revenues by an additional \$800 million from FY2024. While baseline collections decline due to the surtax change, economic forecasters anticipate an improving corporate profits outlook for 2024 and 2025, which partially mitigates the year-to-year decline.

In addition, beginning with FY2025, the Administration is proposing a new Corporate Transit Fee on corporations with income over \$10.0 million. Affecting about 600 of the most profitable CBT entities, this dedicated revenue will help sustain the economically vital commuter network run by NJ TRANSIT that benefits employees and employers alike. Estimated to initially raise \$1.0 billion² in FY2025, the Corporate Transit Fee could raise between \$800 million and \$900 million in annual revenue.

² The \$1.023 billion FY2025 total includes \$818.0 million in baseline revenues and \$205.0 million in anticipated one-time catch-up payments related to the implementation at the start of Tax Year 2024. The proposed tax rate of 2.5 percent is applied to corporation income when adjusted net income exceeds \$10.0 million.

Other Major and Miscellaneous Tax Revenues

In addition to the three largest revenues discussed above, the FY2025 Budget includes forecasts of many other revenue sources. Among the most significant are the following:

Pass-Through Business Alternative Income Tax (PTBAIT). In effect since 2020 following enactment of legislation, PTBAIT allows members of entities such as partnerships, S corporations, and LLCs to elect to pay income taxes at the entity level, rather than at the personal level, so those taxes may be deductible for federal tax purposes. In FY2021, the first fiscal year during which PTBAIT revenues were collected, PTBAIT generated roughly \$2.0 billion in revenue. In FY2022, PTBAIT revenue doubled to almost \$4.0 billion.

The growth witnessed during the first two fiscal years of PTBAIT was primarily the result of two factors: 1) surges in taxpayer elections and payments, specifically during the month of December; and 2) taxpayers realizing significant growth in business income during Tax Year 2021 (FY2022).

PTBAIT collections have largely stabilized as early electors of the tax have transitioned to making regular quarterly estimated payments and final payments. Collections in FY2023 were nearly identical to those of FY2022. For FY2024, the Appropriations Act forecast anticipated slight growth relative to FY2023, as profits were expected to moderate, but elections would continue to increase. However, PTBAIT collections are up 11.3 percent year-to-date through the end of January, outperforming the earlier forecast. In FY2024, revised PTBAIT revenues are projected to be about \$4.3 billion, up \$180.2 million or 4.3 percent from the total certified in the Appropriations Act.

PTBAIT revenue is projected to increase slightly in FY2025 to \$4.5 billion, an increase of \$139.1 million or 3.2 percent, as more taxpayers continue to elect to pay the tax for the first time, as taxpayers that made elections for the first time in the prior year distribute their payments across all quarterly and final payment months, and under the assumption that profits continue to grow but at a slower pace.

Realty Transfer Fee. The FY2024 forecast of \$428.2 million is unchanged from the original certification. Realty Transfer Fee collections have fallen for more than a year, reflecting a challenging housing market facing high interest rates and low supply. But this decline was anticipated. On the other hand, the FY2024 forecast for the Assessment on Real Property Greater than \$1.0 million of \$198.4 million is \$4.5 million above the certification as elevated home prices have caused more sales to be subject to this assessment. FY2025 revenue collections are projected to rise slightly by 1.4 percent to \$434.3 million for the Realty Transfer Fee, and to \$199.8 million for the Assessment on \$1.0 million properties.

Transfer Inheritance Tax. FY2024 revenues are revised upward to \$528.2 million, an increase of \$23.7 million from the amount certified in the Appropriations Act. Year-to-date collections are down from FY2023 levels, but not by as much as had been forecasted in the June certification. FY2025 revenues are expected to rise to \$540.9 million. Collections from this source are related to personal property values and capital markets. Capital markets fell sharply in 2022 but rose again in 2023. The impact of these patterns on inheritance tax revenue will lag as it can take up to eight or nine months for transfers to settle.

Cigarette Tax. Cigarette Tax collections have declined recently by more than their historic downward trend. Total revenues are estimated to be about \$10.1 million below the certified level, for an on-

budget total of \$32.6 million in FY2024. On-budget collections for FY2025 are projected to fall to only \$6.8 million, a decrease of about \$25.8 million. The vast majority of cigarette tax revenues are dedicated to certain off-budget accounts, and in future years all Cigarette Tax collections will likely be required to support the off-budget dedications.

Alcoholic Beverage Tax. Alcoholic Beverage Tax collections rose during the pandemic, reflecting a shift in consumer preference for certain beverages subject to the tax as well as an increase in overall sales. The tax is imposed on quantity sold rather than the sales price and varies depending on the type of alcohol, with the liquor component generating a significant portion of overall revenue. Collections have stabilized in FY2024 and the \$145.9 million estimate is down only a fraction from the certified amount. For FY2025, collections are projected to grow slightly, to \$149.7 million. Of note, the FY2025 forecast does not explicitly include any impact associated with recent changes to the State's liquor licensing laws via P.L.2023, c.290, but Alcoholic Beverage Tax revenues stand to benefit from any additional sales that may occur as a result.

Casino Revenue Fund. Collections have remained strong in FY2024, up 16.2 percent year-to-date through January. In particular, online wagering and sports betting activity continue to grow. The revised FY2024 forecast of \$557.5 million is \$30.8 million above the certified level. Revenues are projected to grow to \$596.4 million for FY2025, up 7.0 percent.

Investment Earnings. FY2024 revenues include almost \$1.1 billion in investment earnings, up \$388.0 million from the certified forecast last June. FY2025 revenues anticipate investment earnings will moderate back down to \$721.2 million, a year-to-year decline of \$339.7 million. Higher State balances and higher interest rates contribute to the FY2024 estimate, but State balances and interest rates are expected to decline in FY2025.

Other Revenues. As a way to mitigate the impact of new warehousing development on traffic and road quality, the Governor proposes a \$1 truck traffic excise fee that would be imposed on warehouses throughout New Jersey based on the number of truck trips. The FY2025 budget assumes \$10 million of new revenue for this proposal. To avert the need for further spending reductions, the budget assumes the adoption of modest increases to fees charged by the Bureau of Securities, firearm permit and license fees, and raises the HMO assessment from 5 percent to 6 percent.

FY2025 Budget by Department

(In Thousands)

Department	FY2024	FY2025	Change	
	Adjusted Approp.		\$	%
Chief Executive	\$ 13,745	\$ 13,745	-	-
Agriculture	327,426	178,057	(149,369)	(45.6)
Banking and Insurance	90,263	85,263	(5,000)	(5.5)
Children and Families	1,435,990	1,436,250	260	-
Community Affairs	1,519,032	1,070,590	(448,442)	(29.5)
Corrections	1,260,367	1,222,440	(37,927)	(3.0)
Education	15,061,924	16,002,877	940,953	6.2
Environmental Protection	714,867	491,348	(223,519)	(31.3)
Health	1,425,663	1,336,384	(89,279)	(6.3)
Human Services	9,212,229	9,710,278	498,049	5.4
Labor and Workforce Development	210,568	207,142	(3,426)	(1.6)
Law and Public Safety	928,405	967,523	39,118	4.2
Military and Veterans' Affairs	125,259	121,322	(3,937)	(3.1)
State	2,092,345	1,998,824	(93,521)	(4.5)
Transportation	2,042,335	2,077,001	34,666	1.7
Treasury	5,091,350	4,854,360	(236,990)	(4.7)
Miscellaneous Commissions	989	989	-	-
Total Executive Branch	\$ 41,552,757	\$ 41,774,393	221,636	0.5
Interdepartmental	7,066,930	7,224,584	157,654	2.2
Local Pensions and Health Benefits - Education and Treasury	5,207,364	5,321,424	114,060	2.2
General Obligation Debt Service - Environmental Protection and Treasury	581,749	574,227	(7,522)	(1.3)
Legislature	118,711	117,755	(956)	(0.8)
Judiciary	905,487	895,487	(10,000)	(1.1)
Total Appropriations *	\$ 55,432,998	\$ 55,907,870	474,872	0.9

*FY2024 and FY2025 exclude approximately \$1.1 billion in pension contributions funded from the Lottery Enterprise Contribution Act.

Direct State Services by Department

(In Thousands)

Department	FY2024	FY2025 Budget	Change	
	Adjusted Approp.		\$	%
Chief Executive	\$ 13,745	\$ 13,745	-	-
Agriculture	11,598	13,223	1,625	14.0
Banking and Insurance	90,263	85,263	(5,000)	(5.5)
Children and Families	423,401	446,743	23,342	5.5
Community Affairs	69,134	68,534	(600)	(0.9)
Corrections	1,119,551	1,079,160	(40,391)	(3.6)
Education	112,606	120,938	8,332	7.4
Environmental Protection	301,317	298,162	(3,155)	(1.0)
Health	500,269	479,846	(20,423)	(4.1)
Human Services	344,390	347,163	2,773	0.8
Labor and Workforce Development	122,448	124,822	2,374	1.9
Law and Public Safety	850,705	873,943	23,238	2.7
Military and Veterans' Affairs	118,614	118,052	(562)	(0.5)
State	82,121	77,431	(4,690)	(5.7)
Transportation	172,989	156,821	(16,168)	(9.3)
Treasury	637,883	677,830	39,947	6.3
Miscellaneous Commissions	989	989	-	-
Total Executive Branch	\$ 4,972,023	\$ 4,982,665	10,642	0.2
Interdepartmental*	5,132,291	5,444,022	311,731	6.1
Legislature	118,711	117,755	(956)	(0.8)
Judiciary	905,487	895,487	(10,000)	(1.1)
Total Direct State Services	\$ 11,128,512	\$ 11,439,929	311,417	2.8

*FY2024 and FY2025 exclude \$124.314 million and \$123.637 million, respectively, in pension contributions funded from the Lottery Enterprise Contribution Act. Excluding that component, the total pension contributions for State Employees represent 41.3% of the FY2025 Interdepartmental Direct State Services budget.

School Aid

(In Millions)

	FY2024 Adjusted Approp.	FY2025 Budget	Change	
			\$	%
Aid to Schools				
Formula Aid	\$ 10,751.3	\$ 11,659.6	\$ 908.3	8.4
Preschool Education Aid	1,108.1	1,231.9	123.8	11.2
Extraordinary Special Education Aid	420.0	420.0	-	-
School Building Aid	15.6	13.9	(1.7)	(10.9)
Debt Service Aid	162.5	165.0	2.5	1.5
Other Aid	263.2	165.5	(97.7)	(37.1)
Total Aid to Schools	\$ 12,720.7	\$ 13,655.9	\$ 935.2	7.4
Direct State Payments for Education				
Teachers' Pension and Annuity Fund	\$ 3,412.8	\$ 3,433.8	\$ 21.0	0.6
Post Retirement Medical	1,445.6	1,527.9	82.3	5.7
Debt Service on Pension Obligation Bonds	268.8	268.8	-	-
Teachers' Social Security	913.4	927.9	14.5	1.6
Total Direct State Payments for Education	\$ 6,040.6	\$ 6,158.4	\$ 117.8	2.0
School Construction Debt Service	\$ 950.9	\$ 959.3	\$ 8.4	0.9
Total School Aid (included in GBM)	\$ 19,712.2	\$ 20,773.6	\$ 1,061.4	5.4
Additional Support from the Lottery Enterprise Contribution Act (Teachers' Pension Payments)	\$ 867.1	\$ 875.2	\$ 8.1	0.9
Grand Total School Aid	\$ 20,579.3	\$ 21,648.8	\$ 1,069.5	5.2

Higher Education

(In Thousands)

	FY 2024 Adj. Approp	FY 2025 Budget	Change \$	%
College and Universities				
Senior Public Institutions				
Operating Support	883,275	812,992	(70,283)	(8.0)
Outcomes-Based Allocation	150,503	150,503	-	-
Fringe Benefits	848,145	871,625	23,480	2.8
Fringe Support	70,000	75,000	5,000	7.1
Independent Colleges and Universities	16,500	9,200	(7,300)	(44.2)
Community Colleges				
Operating Support ^(a)	169,123	149,123	(20,000)	(11.8)
Fringe Benefits	60,287	61,474	1,187	2.0
Total Colleges and Universities	\$ 2,197,833	\$ 2,129,917	(67,916)	(3.1)
Student Financial Assistance				
Tuition Aid Grants ^(b)	465,887	455,887	(10,000)	(2.1)
Summer Tuition Aid Grants ^(b)	27,000	13,500	(13,500)	(50.0)
Garden State Guarantee	94,352	94,352	-	-
EOF Grants and Scholarships	54,838	54,838	-	-
Community College Opportunity Grant (CCOG)	39,820	39,820	-	-
Teachers' Scholarships, Stipends, & Loan Redemption	12,000	15,000	3,000	25.0
Part-Time Tuition Aid Grants for County Colleges	8,737	8,737	-	-
NJSTARS I & II	7,771	7,771	-	-
Student Success Incentive Funding	5,000	5,000	-	-
Behavioral Healthcare Provider Loan Redemption	5,000	7,000	2,000	40.0
Primary Care Practitioners Loan Redemption ^(c)	1,875	3,875	2,000	106.7
Pay It Forward	2,500	4,287	1,787	71.5
Nursing Faculty Loan Redemption ^(c)	625	1,625	1,000	160.0
Governor's Urban Scholarship Program	1,095	595	(500)	(45.7)
Other Student Aid Programs	4,644	2,144	(2,500)	(53.8)
Total Student Financial Assistance	\$ 731,144	\$ 714,431	(16,713)	(2.3)
Facilities and Capital	\$ 148,524	\$ 138,151	(10,373)	(7.0)
Other Programs	\$ 38,887	\$ 34,427	(4,460)	(11.5)
Lottery Enterprise Contribution Act ^(d)	\$ 124,847	\$ 127,136	2,289	1.8
Total Higher Education	\$ 3,241,235	\$ 3,144,062	(97,173)	(3.0)

Notes:

(a) Includes funding from the Supplemental Workforce Fund for Basic Skills of \$18.8 million in FY2024 and \$23.8 million in FY2025.

(b) The FY2024 Tuition Aid Grants amount reflects a reallocation of funding to Summer Tuition Aid Grants.

(c) The FY2024 Primary Care Practitioners Loan Redemption amount reflects a reallocation of funding to Nursing Faculty Loan Redemption.

(d) Supports fringe benefits of State-supported employees at Senior Public Institutions and Community Colleges.

**SUMMARY OF APPROPRIATIONS;
MAJOR INCREASES AND DECREASES**

This table summarizes the major increases and decreases in the fiscal year 2025 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 NJ FamilyCare program, Tuition Aid Grant Program, Affordable New Jersey Communities for Homeowners and Renters (ANCHOR), 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. This category of expenditure includes school aid and municipal aid. It also includes funding for county colleges, local public assistance, and county psychiatric hospital costs.

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

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

**APPROPRIATIONS;
MAJOR INCREASES AND DECREASES
(millions of dollars)**

	<u>Increases</u>	<u>Decreases</u>	<u>Net Change</u>
State Operations			
Central Salary Program.....	\$ 188.327		
Motor Vehicle Commission Operations.....	50.000		
State Active and Retiree Employee Health Benefits.....	42.152		
Pensions.....	33.082		
Electric Vehicle Incentives.....	20.000		
Employer Taxes.....	18.230		
Grid Modernization Initiative.....	15.000		
Critical Vehicle Replacements.....	15.000		
Medical Malpractice Self-Insurance Fund.....	13.900		
Family First Prevention Services Act - IT Infrastructure.....	12.900		
Tort Claims Liability Fund.....	12.500		
Statewide Assessment Program.....	10.000		
Next Generation 9-1-1 - Transition Costs.....	8.000		
Supportive Visitation Services.....	7.800		
Debt Service.....	6.568		
State Police Salaries - Replace One-Time Resources.....	6.000		
Corrections - State Prison Operating Costs.....	5.700		
State Police - Diesel/Commercial Vehicle Enforcement Operations.....	5.300		
Developmental Centers - Replace One-Time Resources.....	5.121		
Workers' Compensation Self-Insurance Fund.....	5.009		
State Police - 167th Recruit Class.....	5.000		
Universal Newborn Home Nurse Visitation Program.....	4.000		
Property Rentals - Lease Escalations and Expirations.....	2.786		
Secure Choice Savings Program (P.L.2019, c.56).....	1.500		
Other (Net).....	52.167		
Subtotal - State Operations Increases	\$ 546.042		
Winter Operations.....		\$ (66.943)	
Corrections Operating Costs - Shift to Non-State Funds.....		(50.000)	
Remove One-Time Appropriations.....		(42.421)	
Health Benefit Savings.....		(21.421)	
Disaster Relief Programs State Cost Share.....		(20.040)	
Sickle Cell Disease Pilot Program (P.L.2023, c.242).....		(10.200)	
Developmental Disabilities - Increased Federal Revenue.....		(8.000)	

Appendix

APPROPRIATIONS; MAJOR INCREASES AND DECREASES (millions of dollars)

	<u>Increases</u>	<u>Decreases</u>	<u>Net Change</u>
Developmental Centers - Operations Trend.....		(5.600)	
Horse Racing Purse Subsidies.....		(5.000)	
Recovery Court Trend.....		(5.000)	
Subtotal - State Operations Decreases	\$	(234.625)	
Net Change (State Operations)			\$ 311.417
Grants-In-Aid			
Continue Pandemic-Era Child Care Rate Increases.....	\$ 225.375		
NJ FamilyCare - Replace One-Time Resources.....	213.776		
Stay NJ Property Tax Credit Program (P.L.2023, c.75).....	100.000		
Developmental Disabilities Trend.....	96.565		
University Hospital Capital Projects.....	40.000		
Debt Service.....	36.376		
Costs Due To Minimum Wage and Wage Inflation Increase.....	33.784		
WorkAbility Initiative.....	31.802		
Gubernatorial Elections Fund - Primary.....	29.630		
Affordable New Jersey Communities for Homeowners and Renters (ANCHOR) Trend.....	22.000		
State Active and Retiree Employee Health Benefits.....	21.298		
Developmental Disabilities - Replace One-Time Resources.....	20.388		
International Events, Improvements and Attraction.....	17.500		
Summer Tuition Aid Grants.....	13.500		
Pharmaceutical Assistance for the Aged and Disabled Trend.....	11.088		
Corrections Purchase of Service for Inmates Incarcerated in County Penal Facilities.....	11.000		
Graduate Medical Education Supplemental.....	10.000		
Children's System of Care - Increase in Respite Service Hours.....	7.300		
Artificial Intelligence Programs.....	7.000		
Pensions.....	6.469		
Senior and Disabled Citizens' Property Tax Freeze Trend.....	6.300		
Developmental Disabilities - Direct Support Professionals Additional Training Hours.....	5.250		
Nursing Workforce Investments.....	5.000		
Fringe Support for Public Research Institutions.....	5.000		
NJ TRANSIT Support.....	5.000		
Teacher Recruitment and Retention Initiatives.....	4.250		
Family First Prevention Services Act - Programmatic Plans.....	1.000		
Subtotal - Grants-In-Aid Increases	\$ 986.651		
Remove One-Time Appropriations.....	\$	(371.075)	
NJ FamilyCare Health Care.....		(103.460)	
Economic Development Authority Grant Funding.....		(85.750)	
Health Care Affordability and Accessibility Fund.....		(75.000)	
Post-Pandemic Aid Child Care Program Changes.....		(53.500)	
Tuition Aid Grants Trend.....		(37.000)	
Business Employee Relocation Grant Program (P.L.2023, c.125).....		(35.000)	
Preserve New Jersey.....		(31.975)	
Film Lease Partner Facility Investment Program (P.L.2023, c.97).....		(30.000)	
Down Payment Assistance Fund - Trend and Partial Shift to Non-State Funds.....		(18.000)	
Seabrooks-Washington Community-Led Crisis Response Act (P.L.2023, c.259).....		(12.000)	
Community-Based Violence Intervention - Shift to Non-State Funds.....		(10.000)	
Health Benefit Savings.....		(9.190)	
Child Protection and Permanency Trend.....		(8.064)	
Anti-violence Out-of-School Youth Summer Program - Shift to Non-State Funds.....		(8.000)	
Release Support Partnership Program - Shift to Non-State Funds.....		(7.000)	

**APPROPRIATIONS;
MAJOR INCREASES AND DECREASES
(millions of dollars)**

	<u>Increases</u>	<u>Decreases</u>	<u>Net Change</u>
Work First New Jersey Child Care - Shift to Non-State Funds.....		(5.100)	
New Jersey Wind Institute for Innovation and Training - Shift to Non-State Funds.....		(5.000)	
Employer Taxes.....		(0.264)	
Other (Net).....		(123.082)	
Subtotal - Grants-In-Aid Decreases		<u>(\$ 1,028.460)</u>	
Net Change (Grants-In-Aid)			<u>(\$ 41.809)</u>
State Aid			
School Aid Increase.....	\$ 908.252		
Preschool Education Aid.....	123.824		
Post Retirement Medical.....	106.328		
Eligibility Expansion of Working Class Families Anti-Hunger Act (P.L.2023, c.336).....	30.000		
Pensions.....	27.121		
Employer Taxes.....	24.917		
Transitional Aid to Localities.....	14.980		
ARRIVE Together Pilot Program (P.L.2022, c.36).....	9.500		
Support of Patients in County Psychiatric Hospitals Trend.....	7.553		
Energy Tax Receipts Property Tax Relief Aid.....	7.238		
Annualization of Supplemental Nutrition Assistance Program (SNAP) \$95 Minimum Benefit..	6.125		
Charter School Aid Trend.....	5.297		
General Assistance Trend.....	3.887		
Transportation Assistance for Senior Citizens and Disabled Residents.....	3.592		
Menstrual Products School Reimbursement Program (P.L.2023, c.147).....	3.500		
Subtotal - State Aid Increases	<u>\$ 1,282.114</u>		
Remove One-Time Appropriations.....	\$	(577.991)	
SDA Capital Maintenance and Emergent Projects Funding.....		(25.000)	
Middlesex County College Capital.....		(21.500)	
Health Benefit Savings.....		(19.389)	
Stabilization Aid.....		(15.000)	
Local Transportation Projects Fund.....		(13.500)	
Debt Service.....		(5.072)	
County Colleges Operating Aid - Shift to Non-State Funds.....		(5.000)	
Senior/Disabled and Veterans' Property Tax Deductions Trend.....		(3.100)	
Other (Net).....		(14.723)	
Subtotal - State Aid Decreases		<u>(\$ 700.275)</u>	
Net Change (State Aid)			<u>\$ 581.839</u>

Appendix

**APPROPRIATIONS;
MAJOR INCREASES AND DECREASES
(millions of dollars)**

	<u>Increases</u>	<u>Decreases</u>	<u>Net Change</u>
Capital Construction			
Transportation Trust Fund Capital Program.....	\$ 84.437		
<i>Subtotal - Capital Construction Increases</i>	<u>\$ 84.437</u>		
Preserve New Jersey.....	\$ (371.282)		
Remove One-Time Appropriations.....	(60.846)		
Drinking Water and Clean Water Infrastructure.....	(12.000)		
Debt Service.....	(7.988)		
Other (Net).....	(1.374)		
<i>Subtotal - Capital Construction Decreases</i>	<u>\$ (453.490)</u>		
<i>Net Change (Capital Construction)</i>			<u>(\$ 369.053)</u>
Debt Service			
General Obligation Bond Debt Service.....	\$ (7.522)		
<i>Subtotal - Debt Service Decreases</i>	<u>\$ (7.522)</u>		
<i>Net Change (Debt Service)</i>			<u>(\$ 7.522)</u>
GRAND TOTAL	<u>\$ 2,899.744</u>	<u>(\$ 2,424.872)</u>	<u>\$ 474.872</u>

TABLE I
SUMMARY OF FISCAL YEAR 2024-25 APPROPRIATION RECOMMENDATIONS
(thousands of dollars)

*Table I is a summary of appropriations of all State fund sources.
It highlights the percent change in appropriations between fiscal years.*

	2024 Adjusted Approp.	2025 Recommended	----- Change ----- Dollar	Percent
GENERAL FUND AND PROPERTY TAX RELIEF FUND				
State Aid and Grants	40,854,260	41,294,892	440,632	1.1 %
State Operations				
Executive Branch	4,897,513	4,904,272	6,759	0.1
Legislature	118,711	117,755	(956)	(0.8)
The Judiciary	905,487	895,487	(10,000)	(1.1)
Interdepartmental	5,132,291	5,444,022	311,731	6.1
Total State Operations	11,054,002	11,361,536	307,534	2.8 %
Capital Construction	2,342,786	1,973,733	(369,053)	(15.8)
Debt Service	581,749	574,227	(7,522)	(1.3)
TOTAL GENERAL FUND AND PROPERTY TAX RELIEF FUND	54,832,797	55,204,388	371,591	0.7 %
CASINO CONTROL FUND	73,547	77,430	3,883	5.3
CASINO REVENUE FUND	526,654	596,422	69,768	13.2
GUBERNATORIAL ELECTIONS FUND	---	29,630	29,630	---
GRAND TOTAL STATE APPROPRIATIONS	55,432,998	55,907,870	474,872	0.9 %

TABLE II
SUMMARY OF FISCAL YEAR 2024-25 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, 2023						Year Ending June 30, 2025		
Orig. & (S)Supple- mental	Reapp. & (R)Recpts.	Transfers & (E)Emer- gencies	Total Available	Expended		2024 Adjusted Approp.	Requested	Recom- mended
					General Fund			
10,576,614	1,090,202	-56,785	11,610,031	10,445,362	Direct State Services	11,054,002	11,362,036	11,361,536
13,404,417	339,930	37,264	13,781,611	12,080,938	Grants-in-Aid	14,898,823	15,022,363	14,629,314
1,154,567	220,934	-317	1,375,184	1,137,377	State Aid	5,535,710	6,409,707	6,408,597
2,340,910	686,500	12,299	3,039,709	2,069,761	Capital Construction	2,111,522	1,773,733	1,773,733
620,745	---	---	620,745	620,705	Debt Service	581,749	574,227	574,227
28,097,253	2,337,566	-7,539	30,427,280	26,354,143	Total General Fund	34,181,806	35,142,066	34,747,407
23,232,663	64,781	36,710	23,334,154	23,006,944	Property Tax Relief Fund	20,650,991	20,464,270	20,456,981
68,089	885	---	68,974	63,975	Casino Control Fund	73,547	77,430	77,430
501,279	56	---	501,335	501,005	Casino Revenue Fund	526,654	596,422	596,422
---	---	---	---	---	Gubernatorial Elections Fund	---	29,630	29,630
51,899,284	2,403,288	29,171	54,331,743	49,926,067	GRAND TOTAL STATE	55,432,998	56,309,818	55,907,870
					APPROPRIATIONS			

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

Table III shows comprehensive prior year financial data, current year appropriations, and budget year recommendations by major spending category, governmental branch, and department.

Year Ending June 30, 2023						Year Ending June 30, 2025		
Orig. & (S)Supple- mental	Reapp. & (R)Recpts.	Transfers & (E)Emer- gencies	Total Available	Expended		2024 Adjusted Approp.	Requested	Recom- mended
DIRECT STATE SERVICES								
Legislative Branch								
16,690	11,664	---	28,354	14,375	Senate	17,690	17,690	17,690
23,208	11,806	---	35,014	21,995	General Assembly	24,208	24,208	24,208
51,815	12,152	---	63,967	46,782	Legislative Support Services	55,410	55,272	55,272
18,216	7,608	---	25,824	19,171	Legislative Commissions	21,403	20,585	20,585
109,929	43,230	---	153,159	102,323	Total Legislative Branch	118,711	117,755	117,755
Executive Branch								
11,745	2,359	---	14,104	7,734	Chief Executive	13,745	13,745	13,745
10,245	18,459	435	29,139	17,600	Department of Agriculture	11,598	13,223	13,223
90,263	924	---	91,187	85,999	Department of Banking and Insurance	90,263	85,263	85,263
374,329	6,323	7	380,659	372,782	Department of Children and Families	423,401	446,743	446,743
60,268	53,001	-11,536	101,733	86,308	Department of Community Affairs	69,134	68,534	68,534
1,061,442	27,624	54,329	1,143,395	1,056,910	Department of Corrections	1,119,551	1,079,160	1,079,160
112,040	8,060	369	120,469	112,245	Department of Education	112,606	120,938	120,938
286,247	126,018	14,072	426,337	323,482	Department of Environmental Protection	301,317	298,162	298,162
457,230	36,344	4,462	498,036	431,451	Department of Health	500,269	479,846	479,846
308,251	30,048	46,449	384,748	323,413	Department of Human Services	344,390	347,163	347,163
307,380	29,992	46,449	383,821	322,657	(From General Fund)	343,519	346,292	346,292
871	56	---	927	756	(From Casino Revenue Fund)	871	871	871
116,472	64,768	801	182,041	165,569	Department of Labor and Workforce Development	122,448	124,822	124,822
781,752	297,388	27,216	1,106,356	930,234	Department of Law and Public Safety	850,705	873,943	873,943
721,528	297,151	27,216	1,045,895	872,705	(From General Fund)	785,180	805,166	805,166
60,132	237	---	60,369	57,437	(From Casino Control Fund)	65,433	68,685	68,685
92	---	---	92	92	(From Casino Revenue Fund)	92	92	92
102,397	18,033	3,297	123,727	109,937	Department of Military and Veterans' Affairs	118,614	118,052	118,052
79,763	23,496	1,014	104,273	75,121	Department of State	82,121	77,931	77,431
139,947	8,435	5,153	153,535	129,739	Department of Transportation	172,989	156,821	156,821
598,904	64,917	-16,077	647,744	557,282	Department of the Treasury	637,883	677,830	677,830
590,947	64,269	-16,077	639,139	550,744	(From General Fund)	629,769	669,085	669,085
7,957	648	---	8,605	6,538	(From Casino Control Fund)	8,114	8,745	8,745
989	3	---	992	987	Miscellaneous Commissions	989	989	989
4,592,284	786,200	129,991	5,508,475	4,786,793	Total Executive Branch	4,972,023	4,983,165	4,982,665
4,523,232	785,259	129,991	5,438,482	4,721,970	(From General Fund)	4,897,513	4,904,772	4,904,272
68,089	885	---	68,974	63,975	(From Casino Control Fund)	73,547	77,430	77,430
963	56	---	1,019	848	(From Casino Revenue Fund)	963	963	963

Appendix

Year Ending June 30, 2023					Year Ending June 30, 2025			
Orig. & (S)Supple- mental	Reapp. & (R)Recpts.	Transfers & (E)Emer- gencies	Total Available	Expended		2024 Adjusted Approp.	Requested	Recom- mended
<u>DIRECT STATE SERVICES</u>								
Interdepartmental Accounts								
203,503	4,556	10,940	218,999	215,722	Property Rentals	211,464	212,308	212,308
168,428	4,127	---	172,555	168,072	Insurance and Other Services	203,621	236,655	236,655
4,461,419	43	-75,578	4,385,884	4,379,331	Employee Benefits	4,625,588	4,697,631	4,697,631
39,560	9,756	-528	48,788	27,537	Other Interdepartmental Accounts	15,025	30,025	30,025
156,526	161,945	-64,367	254,104	12,974	Salary Increases and Other Benefits	11,000	199,327	199,327
61,920	24	-14,500	47,444	47,269	Utilities and Other Services	65,593	68,076	68,076
5,091,356	180,451	-144,033	5,127,774	4,850,905	Total Interdepartmental Accounts	5,132,291	5,444,022	5,444,022
Judicial Branch								
852,097	81,262	-42,743	890,616	770,164	The Judiciary	905,487	895,487	895,487
852,097	81,262	-42,743	890,616	770,164	Total Judicial Branch	905,487	895,487	895,487
10,645,666	1,091,143	-56,785	11,680,024	10,510,185	Total Direct State Services	11,128,512	11,440,429	11,439,929
10,576,614	1,090,202	-56,785	11,610,031	10,445,362	(From General Fund)	11,054,002	11,362,036	11,361,536
68,089	885	---	68,974	63,975	(From Casino Control Fund)	73,547	77,430	77,430
963	56	---	1,019	848	(From Casino Revenue Fund)	963	963	963
<u>GRANTS-IN-AID</u>								
Executive Branch								
93,918	556	239	94,713	92,918	Department of Agriculture	95,943	93,668	93,668
952,606	425	23,146	976,177	880,605	Department of Children and Families	1,012,589	989,507	989,507
267,909	32,768	4,616	305,293	269,694	Department of Community Affairs	288,566	115,551	115,551
115,200	7	---	115,207	99,319	Department of Corrections	99,666	104,680	104,680
85,510	4,761	---	90,271	85,664	Department of Education	95,610	69,956	69,956
10,010	4,761	---	14,771	10,164	(From General Fund)	20,110	19,456	19,456
75,500	---	---	75,500	75,500	(From Property Tax Relief Fund)	75,500	50,500	50,500
2,596	1,223	---	3,819	2,824	Department of Environmental Protection	12,925	1,590	1,590
719,413	10,643	-64,519	665,537	655,321	Department of Health	925,394	856,538	856,538
718,897	10,643	-64,519	665,021	654,806	(From General Fund)	924,878	856,022	856,022
516	---	---	516	515	(From Casino Revenue Fund)	516	516	516
7,541,928	167,353	128,702	7,837,983	6,618,427	Department of Human Services	8,357,468	8,834,618	8,834,618
7,040,324	167,353	128,702	7,336,379	6,117,138	(From General Fund)	7,830,489	8,237,871	8,237,871
4,000	---	---	4,000	3,841	(From Property Tax Relief Fund)	4,000	4,000	4,000
497,604	---	---	497,604	497,448	(From Casino Revenue Fund)	522,979	592,747	592,747
90,442	10,000	1,433	101,875	90,355	Department of Labor and Workforce Development	88,120	82,320	82,320
88,246	10,000	1,433	99,679	88,161	(From General Fund)	85,924	80,124	80,124
2,196	---	---	2,196	2,194	(From Casino Revenue Fund)	2,196	2,196	2,196
45,385	9,039	---	54,424	43,000	Department of Law and Public Safety	57,935	64,815	64,815
45,385	9,039	---	54,424	43,000	(From General Fund)	57,935	35,185	35,185
---	---	---	---	---	(From Gubernatorial Elections Fund)	---	29,630	29,630
2,893	500	---	3,393	2,867	Department of Military and Veterans' Affairs	6,645	3,270	3,270
1,730,940	40,685	-51,871	1,719,754	1,638,104	Department of State	1,983,034	2,280,512	1,899,763
120,090	1,027	44	121,161	120,671	Department of Transportation	164,000	161,000	161,000
2,918,411	60,943	---	2,979,354	2,588,040	Department of the Treasury	3,143,963	3,088,643	3,076,343
717,839	60,943	---	778,782	589,151	(From General Fund)	604,291	420,671	408,371
2,200,572	---	---	2,200,572	1,998,889	(From Property Tax Relief Fund)	2,539,672	2,667,972	2,667,972

Year Ending June 30, 2023					Year Ending June 30, 2025			
Orig. & (S)Supplemental	Reapp. & (R)Recpts.	Transfers & (E)Emergencies	Total Available	Expended	2024 Adjusted Approp.	Requested	Recommended	
GRANTS-IN-AID								
14,687,241	339,930	41,790	15,068,961	13,187,809	Total Executive Branch	16,331,858	16,746,668	16,353,619
11,906,853	339,930	41,790	12,288,573	10,609,422	(From General Fund)	13,186,995	13,399,107	13,006,058
2,280,072	---	---	2,280,072	2,078,230	(From Property Tax Relief Fund)	2,619,172	2,722,472	2,722,472
500,316	---	---	500,316	500,157	(From Casino Revenue Fund)	525,691	595,459	595,459
---	---	---	---	---	(From gubernatorial Elections Fund)	---	29,630	29,630
Interdepartmental Accounts								
1,318,915	---	39,466	1,358,381	1,356,398	Employee Benefits	1,444,076	1,462,389	1,462,389
43,992	---	-43,992	---	---	Other Interdepartmental Accounts	100,000	25,000	25,000
148,934	---	---	148,934	129,349	Aid to Independent Authorities	182,027	150,144	150,144
134,657	---	---	134,657	115,118	(From General Fund)	167,752	135,867	135,867
14,277	---	---	14,277	14,231	(From Property Tax Relief Fund)	14,275	14,277	14,277
1,511,841	---	-4,526	1,507,315	1,485,747	Total Interdepartmental Accounts	1,726,103	1,637,533	1,637,533
1,497,564	---	-4,526	1,493,038	1,471,516	(From General Fund)	1,711,828	1,623,256	1,623,256
14,277	---	---	14,277	14,231	(From Property Tax Relief Fund)	14,275	14,277	14,277
16,199,082	339,930	37,264	16,576,276	14,673,556	Total Grants-in-Aid	18,057,961	18,384,201	17,991,152
13,404,417	339,930	37,264	13,781,611	12,080,938	(From General Fund)	14,898,823	15,022,363	14,629,314
2,294,349	---	---	2,294,349	2,092,461	(From Property Tax Relief Fund)	2,633,447	2,736,749	2,736,749
500,316	---	---	500,316	500,157	(From Casino Revenue Fund)	525,691	595,459	595,459
---	---	---	---	---	(From gubernatorial Elections Fund)	---	29,630	29,630
STATE AID								
Executive Branch								
19,002	196,325	---	215,327	30,781	Department of Agriculture	41,166	71,166	71,166
---	194,135	---	194,135	12,894	(From General Fund)	---	---	---
19,002	2,190	---	21,192	17,887	(From Property Tax Relief Fund)	41,166	71,166	71,166
1,007,328	38	-521,628	485,738	475,410	Department of Community Affairs	1,161,332	886,505	886,505
9,809	38	---	9,847	9,451	(From General Fund)	22,589	9,109	9,109
997,519	---	-521,628	475,891	465,959	(From Property Tax Relief Fund)	1,138,743	877,396	877,396
33,400	---	---	33,400	33,266	Department of Corrections	41,150	38,600	38,600
33,400	---	---	33,400	33,266	(From Property Tax Relief Fund)	41,150	38,600	38,600
18,600,304	72,688	48,027	18,721,019	18,621,736	Department of Education	19,712,143	20,773,648	20,773,648
819,140	20,454	-317	839,277	829,460	(From General Fund)	5,168,677	6,056,217	6,056,217
17,781,164	52,234	48,344	17,881,742	17,792,276	(From Property Tax Relief Fund)	14,543,466	14,717,431	14,717,431
20,624	10,147	1,504	32,275	16,137	Department of Environmental Protection	23,111	19,111	19,111
6,328	4,147	750	11,225	8,594	(From General Fund)	6,815	6,815	6,815
14,296	6,000	754	21,050	7,543	(From Property Tax Relief Fund)	16,296	12,296	12,296
488,055	4,508	---	492,563	469,345	Department of Human Services	510,371	528,497	528,497
246,855	151	---	247,006	223,985	(From General Fund)	250,771	259,340	259,340
241,200	4,357	---	245,557	245,360	(From Property Tax Relief Fund)	259,600	269,157	269,157
7,075	---	---	7,075	5,500	Department of Law and Public Safety	19,765	28,765	28,765
1,575	---	---	1,575	---	(From General Fund)	10,265	19,765	19,765
5,500	---	---	5,500	5,500	(From Property Tax Relief Fund)	9,500	9,000	9,000
35,169	---	---	35,169	24,881	Department of State	27,190	30,029	21,630
28,329	---	---	28,329	18,041	(From General Fund)	20,014	18,064	16,954
6,840	---	---	6,840	6,840	(From Property Tax Relief Fund)	7,176	11,965	4,676
119,302	---	---	119,302	119,302	Department of Transportation	127,329	100,961	100,961
119,302	---	---	119,302	119,302	(From Property Tax Relief Fund)	127,329	100,961	100,961
1,531,358	2,009	508,490	2,041,857	2,024,285	Department of the Treasury	1,658,433	1,459,946	1,459,946
42,531	2,009	-750	43,790	34,952	(From General Fund)	56,579	40,397	40,397
1,488,827	---	509,240	1,998,067	1,989,333	(From Property Tax Relief Fund)	1,601,854	1,419,549	1,419,549

Appendix

Year Ending June 30, 2023						Year Ending June 30, 2025		
Orig. & (S)Supple- mental	Reapp. & (R)Recpts.	Transfers & (E)Emer- gencies	Total Available	Expended		2024 Adjusted Approp.	Requested	Recom- mended
STATE AID								
21,861,617	285,715	36,393	22,183,725	21,820,643	Total Executive Branch	23,321,990	23,937,228	23,928,829
1,154,567	220,934	-317	1,375,184	1,137,377	(From General Fund)	5,535,710	6,409,707	6,408,597
20,707,050	64,781	36,710	20,808,541	20,683,266	(From Property Tax Relief Fund)	17,786,280	17,527,521	17,520,232
21,861,617	285,715	36,393	22,183,725	21,820,643	Total State Aid	23,321,990	23,937,228	23,928,829
1,154,567	220,934	-317	1,375,184	1,137,377	(From General Fund)	5,535,710	6,409,707	6,408,597
20,707,050	64,781	36,710	20,808,541	20,683,266	(From Property Tax Relief Fund)	17,786,280	17,527,521	17,520,232
CAPITAL CONSTRUCTION								
Executive Branch								
---	460	7,243	7,703	---	Department of Agriculture	178,719	---	---
---	660	1,135	1,795	1,494	Department of Children and Families	---	---	---
---	847	---	847	---	Department of Community Affairs	---	---	---
---	11,619	1,942	13,561	1,333	Department of Corrections	---	---	---
---	148	---	148	---	Department of Education	---	---	---
398,622	509,901	-1,456	907,067	246,603	Department of Environmental Protection	377,514	172,485	172,485
---	6,112	4,559	10,671	598	Department of Health	---	---	---
---	9,189	---	9,189	48	Department of Human Services	---	---	---
3,500	3,777	900	8,177	893	Department of Law and Public Safety	---	---	---
---	25	1,115	1,140	---	Department of Military and Veterans' Affairs	---	---	---
1,552,936	---	---	1,552,936	1,494,095	Department of Transportation	1,578,017	1,658,219	1,658,219
1,352,936	---	---	1,352,936	1,294,095	(From General Fund)	1,378,017	1,458,219	1,458,219
200,000	---	---	200,000	200,000	(From Property Tax Relief Fund)	200,000	200,000	200,000
---	142	---	142	---	Department of the Treasury	---	---	---
1,955,058	542,880	15,438	2,513,376	1,745,064	Total Executive Branch	2,134,250	1,830,704	1,830,704
1,755,058	542,880	15,438	2,313,376	1,545,064	(From General Fund)	1,934,250	1,630,704	1,630,704
200,000	---	---	200,000	200,000	(From Property Tax Relief Fund)	200,000	200,000	200,000
Interdepartmental Accounts								
217,116	143,620	-3,139	357,597	155,914	Capital Projects - Statewide	208,536	143,029	143,029
185,852	143,620	-3,139	326,333	124,697	(From General Fund)	177,272	143,029	143,029
31,264	---	---	31,264	31,217	(From Property Tax Relief Fund)	31,264	---	---
400,000	---	---	400,000	400,000	New Jersey Debt Defeasance and Prevention Fund	---	---	---
617,116	143,620	-3,139	757,597	555,914	Total Interdepartmental Accounts	208,536	143,029	143,029
585,852	143,620	-3,139	726,333	524,697	(From General Fund)	177,272	143,029	143,029
31,264	---	---	31,264	31,217	(From Property Tax Relief Fund)	31,264	---	---
2,572,174	686,500	12,299	3,270,973	2,300,978	Total Capital Construction	2,342,786	1,973,733	1,973,733
2,340,910	686,500	12,299	3,039,709	2,069,761	(From General Fund)	2,111,522	1,773,733	1,773,733
231,264	---	---	231,264	231,217	(From Property Tax Relief Fund)	231,264	200,000	200,000
DEBT SERVICE								
Executive Branch								
30,980	---	---	30,980	30,972	Department of Environmental Protection	31,395	27,462	27,462
589,765	---	---	589,765	589,733	Department of the Treasury	550,354	546,765	546,765
620,745	---	---	620,745	620,705	Total Executive Branch	581,749	574,227	574,227
620,745	---	---	620,745	620,705	Total Debt Service	581,749	574,227	574,227

Year Ending June 30, 2023						Year Ending June 30, 2025		
Orig. & (S)Supple- mental	Reapp. & (R)Recpts.	Transfers & (E)Emer- gencies	Total Available	Expended		2024 Adjusted Approp.	Requested	Recom- mended
<u>DEBT SERVICE</u>								
51,899,284	2,403,288	29,171	54,331,743	49,926,067	GRAND TOTAL - STATE APPROPRIATIONS	55,432,998	56,309,818	55,907,870
28,097,253	2,337,566	-7,539	30,427,280	26,354,143	(From General Fund)	34,181,806	35,142,066	34,747,407
68,089	885	---	68,974	63,975	(From Casino Control Fund)	73,547	77,430	77,430
23,232,663	64,781	36,710	23,334,154	23,006,944	(From Property Tax Relief Fund)	20,650,991	20,464,270	20,456,981
501,279	56	---	501,335	501,005	(From Casino Revenue Fund)	526,654	596,422	596,422
---	---	---	---	---	(From Gubernatorial Elections Fund)	---	29,630	29,630

DEBT SERVICE
(thousands of dollars)

Year Ending June 30, 2023						Year Ending —June 30, 2025—		
Orig. & (S)Supple- mental	Reapp. & (R)Recpts.	Transfers & (E)Emer- gencies	Total Available	Expended		2024 Adjusted Approp.	Requested	Recom- mended
203,705	---	---	203,705	203,695	Interest on Bonds	189,564	163,472	163,472
417,040	---	---	417,040	417,010	Bond Redemption	392,185	410,755	410,755
620,745	---	---	620,745	620,705	Total Appropriation	581,749	574,227	574,227
866	---	---	866	865	Water Supply Bonds (P.L. 1981, c. 261)	966	1,143	1,143
41,567	---	---	41,567	41,537	Refunding Bonds (P.L.1985, c.74, as amended by P.L.1992, c.182)	---	---	---
205	---	---	205	205	Pinelands Infrastructure Trust Bonds (P.L. 1985, c. 302)	234	329	329
1,152	---	---	1,152	1,152	Hazardous Discharge Bonds (P.L. 1986, c. 113)	1,207	1,215	1,215
465	---	---	465	464	Stormwater Management and Combined Sewer Overflow Abatement Bonds (P.L. 1989, c. 181)	498	507	507
361	---	---	361	359	New Jersey Open Space Preservation Bonds (P.L. 1989, c. 183)	366	324	324
186	---	---	186	185	Green Acres, Farmland and Historic Preservation and Blue Acres Bonds (P.L. 1995, c. 204)	183	165	165
3,120	---	---	3,120	3,120	Port of New Jersey Revitalization, Dredging Bonds (P.L. 1996, c. 70)	3,153	2,697	2,697
218	---	---	218	217	Dam, Lake, Stream, Water Resources, and Wastewater Treatment Project Bonds (P.L. 2003, c. 162)	219	192	192
2,935	---	---	2,935	2,934	Green Acres, Farmland, Blue Acres, and Historic Preservation Bonds (P.L. 2007, c. 119)	2,935	2,512	2,512
21,472	---	---	21,472	21,471	Green Acres, Water Supply and Floodplain Protection, and Farmland and Historic Preservation Bonds (P.L. 2009, c. 117)	21,634	18,378	18,378
49,944	---	---	49,944	49,944	Building our Future Bonds (P.L. 2012, c. 41)	49,940	39,128	39,128
4,538	---	---	4,538	4,538	New Jersey Library Construction Bonds (P.L. 2017, c. 149)	5,068	6,046	6,046
31,842	---	---	31,842	31,841	Securing our Children’s Future Bonds (P.L. 2018, c. 119)	33,470	39,714	39,714
461,874	---	---	461,874	461,873	COVID–19 General Obligation Emergency Bonds (P.L. 2020, c. 60)	461,876	461,877	461,877
620,745	---	---	620,745	620,705	Total Appropriation	581,749	574,227	574,227

SUMMARY
ESTIMATED REVENUES, EXPENDITURES AND UNDESIGNATED FUND BALANCES
BUDGETED STATE FUNDS
(thousands of dollars)

	----- Fiscal Year Ending June 30 -----		
	2024	2025	
	Estimated	Estimated	Change
Beginning Balances July 1			
Undesignated Fund Balances			
General Fund	10,212,594	8,159,254	(2,053,340)
Surplus Revenue Fund	305,620	---	(305,620)
Property Tax Relief Fund	---	---	---
Casino Control Fund	---	---	---
Casino Revenue Fund	---	---	---
Gubernatorial Elections Fund	175	875	700
<i>Total Undesignated Fund Balances</i>	<u>10,518,389</u>	<u>8,160,129</u>	<u>(2,358,260)</u>
State Revenues			
General Fund	31,839,261	32,977,049	1,137,788
Property Tax Relief Fund	19,774,422	20,456,981	682,559
Casino Control Fund	73,547	77,430	3,883
Casino Revenue Fund	557,481	596,422	38,941
Gubernatorial Elections Fund	700	700	---
<i>Total State Revenues</i>	<u>52,245,411</u>	<u>54,108,582</u>	<u>1,863,171</u>
Other Adjustments			
General Fund			
Balances lapsed	586,725	---	(586,725)
From/(To) Property Tax Relief Fund	(787,319)	---	787,319
From/(To) Casino Control Fund	---	---	---
From/(To) Casino Revenue Fund	31,894	---	(31,894)
From/(To) Gubernatorial Elections Fund	---	(28,055)	(28,055)
From/(To) Surplus Revenue Fund	305,620	---	(305,620)
From/(To) Reserved Fund Balance	152,285	(252,284)	(404,569)
Property Tax Relief Fund			
Balances lapsed	89,250	---	(89,250)
From/(To) General Fund	787,319	---	(787,319)
Casino Control Fund			
Balances lapsed	---	---	---
From/(To) General Fund	---	---	---
Casino Revenue Fund			
Balances lapsed	1,067	---	(1,067)
From/(To) General Fund	(31,894)	---	31,894
Gubernatorial Elections Fund			
Balances lapsed	---	---	---
From/(To) General Fund	---	28,055	28,055
Surplus Revenue Fund			
Balances lapsed	---	---	---
From/(To) General Fund	(305,620)	---	305,620
<i>Total Other Adjustments</i>	<u>829,327</u>	<u>(252,284)</u>	<u>(1,081,611)</u>
<i>Total Available</i>	<u>63,593,127</u>	<u>62,016,427</u>	<u>(1,576,700)</u>
Appropriations			
General Fund	34,181,806	34,747,407	565,601
Property Tax Relief Fund	20,650,991	20,456,981	(194,010)
Casino Control Fund	73,547	77,430	3,883
Casino Revenue Fund	526,654	596,422	69,768
Gubernatorial Elections Fund	---	29,630	29,630
<i>Total Appropriations</i>	<u>55,432,998</u>	<u>55,907,870</u>	<u>474,872</u>
Ending Balances June 30			
Undesignated Fund Balances			
General Fund	8,159,254	6,108,557	(2,050,697)
Surplus Revenue Fund	---	---	---
Property Tax Relief Fund	---	---	---
Casino Control Fund	---	---	---
Casino Revenue Fund	---	---	---
Gubernatorial Elections Fund	875	---	(875)
<i>Total Undesignated Fund Balances</i>	<u>8,160,129</u>	<u>6,108,557</u>	<u>(2,051,572)</u>

STATE REVENUES FISCAL YEARS 2024 AND 2025 ESTIMATES (thousands of dollars)

	FY 2024 Approp Act	FY 2024 Revised	FY 2024 Change	FY 2025 Estimate	FY 2024 to FY 2025 Change
Major Revenues					
Sales Tax	\$13,360,932	\$13,247,204	(\$113,728)	\$13,735,128	\$487,924
Gross Income Tax	19,498,659	18,709,422	(789,237)	19,355,681	646,259
Energy Tax Receipts-Sales Tax	798,398	798,398	---	805,636	7,238
Sales Tax Dedication-PTRF	1,086,900	1,065,000	(21,900)	1,101,300	36,300
Sales-Energy	247,658	77,502	(170,156)	63,564	(13,938)
Sales Tax Dedication-General Fund	(1,062,400)	(1,041,000)	21,400	(1,077,300)	(36,300)
Corporate Transit Fee	---	---	---	1,023,000	1,023,000
Corporation Business	5,313,574	5,130,965	(182,609)	4,359,681	(771,284)
Corporation Business-Energy	10,000	8,000	(2,000)	8,000	---
Business Alternative Income Tax	4,146,591	4,326,814	180,223	4,465,900	139,086
Motor Fuels	462,416	461,581	(835)	454,836	(6,745)
Transfer Inheritance	504,543	528,207	23,664	540,884	12,677
Motor Vehicle Fees	402,446	420,083	17,637	434,415	14,332
Casino Revenue Fund	526,654	557,481	30,827	596,422	38,941
Estate Tax	1,150	1,150	---	---	(1,150)
Insurance Premium	595,904	555,904	(40,000)	620,932	65,028
Cigarette	42,714	32,616	(10,098)	6,777	(25,839)
Petroleum Products Gross Receipts	1,419,271	1,473,542	54,271	1,452,010	(21,532)
Petroleum Products Gross Receipts-Capital Reserves	(519,905)	(586,691)	(66,786)	(460,627)	126,064
Corporation Banks and Financial Institutions	5,000	---	(5,000)	---	---
Alcoholic Beverage Excise	146,500	145,940	(560)	149,740	3,800
Realty Transfer	428,215	428,215	---	434,336	6,121
Tobacco Products Wholesale Sales	38,758	38,332	(426)	39,629	1,297
Public Utility Excise (Reform)	21,015	22,000	985	22,000	---
Total Major Revenues	47,474,993	46,400,665	(1,074,328)	48,131,944	1,731,279
Miscellaneous Taxes, Fees, Revenues, Transfers					
Health Service Corporation Reorganization Assessment	100,000	100,000	---	25,000	(75,000)
Debt Defeasance and Prevention Fund	---	---	---	585,000	585,000
Warehouse Fee	---	---	---	10,000	10,000
Cannabis Regulatory, Enforcement Assistance and Marketplace Modernization Fund	1,680	---	(1,680)	5,159	5,159
Other Energy Taxes	159,000	155,000	(4,000)	155,000	---
Assessment on Real Property Greater Than \$1 Million	193,911	198,406	4,495	199,824	1,418
Medicaid Uncompensated Care	383,358	462,556	79,198	244,962	(217,594)
Hotel/Motel Occupancy Tax	145,141	145,582	441	148,405	2,823
Fringe Benefit Recoveries	1,371,755	1,462,872	91,117	1,532,756	69,884
Interfund Transfers	555,509	545,287	(10,222)	546,709	1,422
Casino Control	73,547	73,547	---	77,430	3,883
Gubernatorial Elections Fund	700	700	---	700	---
Other Miscellaneous	2,288,759	2,700,796	412,037	2,445,693	(255,103)
Total Miscellaneous Taxes, Fees, Revenues, Transfers	5,273,360	5,844,746	571,386	5,976,638	131,892
TOTAL STATE REVENUES	\$52,748,353	\$52,245,411	(\$502,942)	\$54,108,582	\$1,863,171

**SCHEDULE 1
STATE REVENUES**
(thousands of dollars)

	-----Fiscal Year Ending June 30-----		
	2023	2024	2025
	Actual	Estimated	Estimated
GENERAL FUND			
Major Taxes:			
Sales	13,079,431	13,247,204	13,735,128
Energy Tax Receipts - Sales Tax	788,492	798,398	805,636
Sales - Energy	222,057	77,502	63,564
Less: Sales Tax Dedication	(1,065,782)	(1,041,000)	(1,077,300)
Corporation Business	5,512,734	5,130,965	4,359,681
Corporate Transit Fee	---	---	1,023,000
Corporation Business - Energy	9,697	8,000	8,000
Corporation Banks and Financial Institutions	68,081	---	---
Petroleum Products Gross Receipts	1,438,653	1,473,542	1,452,010
Less: Petroleum Products Gross Receipts - Capital Reserves	(625,285)	(586,691)	(460,627)
Business Alternative Income Tax	3,981,079	4,326,814	4,465,900
Insurance Premium	641,310	555,904	620,932
Transfer Inheritance	570,498	528,207	540,884
Motor Fuels	468,727	461,581	454,836
Motor Vehicle Fees	424,687	420,083	434,415
Realty Transfer	523,162	428,215	434,336
Alcoholic Beverage Excise	146,288	145,940	149,740
Tobacco Products Wholesale Sales	40,473	38,332	39,629
Public Utility Excise (Reform)	21,846	22,000	22,000
Cigarette	63,415	32,616	6,777
Estate Tax	---	1,150	---
<i>Total Major Taxes</i>	<u>26,309,563</u>	<u>26,068,762</u>	<u>27,078,541</u>
Miscellaneous Taxes, Fees, and Revenues:			
Department of Agriculture:			
Animal Disease Control	412	---	---
Environmental Services	145	---	---
Fertilizer Inspection Fees	813	366	366
Milk Control Licenses and Fees	232	---	---
Miscellaneous Revenue	448	2	2
Subtotal, Department of Agriculture	<u>2,050</u>	<u>368</u>	<u>368</u>
Department of Banking and Insurance:			
Actuarial Services	6	5	5
Banking - Assessments	12,662	12,631	12,631
Banking - Licenses and Other Fees	2,246	1,824	1,824
Fraud Fines	1,416	1,770	1,770
HMO Covered Lives	10	10	10
Insurance - Examination Billings	189	189	189
Insurance - Licenses and Other Fees	63,709	66,655	66,655
Insurance - Special Purpose Assessment	38,620	38,500	38,500
Insurance Fraud Prevention	32,213	35,600	35,600
Public Adjusters Licensing	3	---	---
Real Estate Commission	12,982	5,320	12,184
Subtotal, Department of Banking and Insurance	<u>164,056</u>	<u>162,504</u>	<u>169,368</u>
Department of Children and Families:			
Child Care Licensing	321	320	320
Contract Recoveries	19,147	15,500	13,500
Divorce Filing Fees	1,281	1,200	1,200
Marriage License/Civil Union Fees	425	860	1,150
Subtotal, Department of Children and Families	<u>21,174</u>	<u>17,880</u>	<u>16,170</u>
Department of Community Affairs:			
Affordable Housing and Neighborhood Preservation - Fair Housing	16,035	16,035	27,160
Boarding Home Fees	1,142	---	---
Construction Fees	26,855	18,877	28,877
Fire Safety	37,456	18,476	18,476
Housing Inspection Fees	21,065	11,961	11,961
Miscellaneous Revenue	136	---	---
Planned Real Estate Development Fees	984	950	950
Subtotal, Department of Community Affairs	<u>103,673</u>	<u>66,299</u>	<u>87,424</u>

SCHEDULE 1
STATE REVENUES
(thousands of dollars)

	-----Fiscal Year Ending June 30-----		
	2023 Actual	2024 Estimated	2025 Estimated
Department of Corrections:			
Miscellaneous Revenue	227	---	---
Department of Education:			
Audit Recoveries	3	111	75
Audit of Enrollments	465	397	214
Nonpublic Schools Handicapped and Auxiliary Recoveries	19,069	---	---
Nonpublic Schools Other Recoveries	6,928	6,355	5,000
School Construction Inspection Fees	610	568	568
State Board of Examiners	6,145	---	3,760
Subtotal, Department of Education	33,220	7,431	9,617
Department of Environmental Protection:			
Air Pollution Fees - Minor Sources	8,094	7,200	7,200
Air Pollution Fees - Title V Operating Permits	3,581	3,750	3,750
Air Pollution Fines	2,027	880	880
Clean Water Enforcement Act	2,970	1,900	1,900
Coastal Area Facility Review Act	2,305	1,800	1,800
Endangered Species Tax Check-Off	243	242	242
Environmental Infrastructure Financing Program Administrative Fee	8,624	5,000	5,000
Excess Diversion	305	100	100
Freshwater Wetlands Fees	3,629	3,100	3,100
Freshwater Wetlands Fines	324	150	150
Hazardous Discharge Site Cleanup	5,648	---	---
Hazardous Waste Fees	2,249	2,900	2,250
Hazardous Waste Fines	876	650	650
Hunters' and Anglers' Licenses	14,121	13,514	13,514
Industrial Site Recovery Act	33	40	45
Laboratory Certification Fees	1,966	2,100	2,100
Laboratory Certification Fines	88	35	35
Marina Rentals	1,223	885	885
Marine Lands - Preparation and Filing Fees	1,766	170	170
Medical Waste	7,336	7,300	7,300
Miscellaneous Revenue	382	---	---
New Jersey Pollutant Discharge Elimination System/Stormwater Permits	18,800	16,700	16,700
New Jersey Spill Compensation Fund	7,273	---	---
Parks Management Fees and Permits	6,408	1,600	4,300
Parks Management Fines	64	66	66
Pesticide Control Fees	6,079	4,400	4,400
Pesticide Control Fines	18	60	60
Radiation Protection Fees	5,136	3,300	5,100
Radiation Protection Fines	196	190	190
Radon Testers Certification	721	300	300
Safe Drinking Water Fund	518	---	---
Solid Waste - Utility Regulation Assessments	6,709	3,100	3,100
Solid Waste Fines	1,278	1,000	1,000
Solid Waste Management Fees	12,069	4,000	12,700
Solid and Hazardous Waste Disclosure	496	200	200
Stream Encroachment	7,051	3,800	3,800
Toxic Catastrophe Prevention Fees	1,894	2,000	2,000
Toxic Catastrophe Prevention Fines	161	100	100
Treatment Works Approval	1,803	1,900	1,900
Underground Storage Tanks Fees	522	500	500
Water Allocation	5,970	2,425	2,425
Water Supply Management Regulations	1,355	1,150	1,150
Water/Wastewater Operators Licenses	433	210	210
Waterfront Development Fees	2,996	3,100	3,100
Waterfront Development Fines	69	20	20
Well Permits/Well Drillers/Pump Installers Licenses	1,531	1,100	1,100
Wetlands	311	125	125
Worker Community Right to Know - Fines	6	5	5
Subtotal, Department of Environmental Protection	157,657	103,067	115,622
Department of Health:			
Admission Charge Hospital Assessment	6,000	6,000	6,000
Clinical Laboratory	1,653	---	---
Federal Funds - Graduate Medical Education	173,137	226,765	231,853
Health Care Reform	1,200	1,200	1,200

**SCHEDULE 1
STATE REVENUES**
(thousands of dollars)

	-----Fiscal Year Ending June 30-----		
	2023	2024	2025
	Actual	Estimated	Estimated
Interim Assistance	273	---	---
Licenses, Fines, Permits, Penalties and Fees	15,630	5,000	5,000
Miscellaneous Revenue	259	---	---
Patients' and Residents' Cost Recovery - Psychiatric Hospitals	85,879	82,971	82,959
Subtotal, Department of Health	284,031	321,936	327,012
Department of Human Services:			
Commission for the Blind	140	---	---
Early Periodic Screening, Diagnosis and Treatment	26,215	14,957	14,957
Medicaid Uncompensated Care - Acute	347,930	255,796	41,420
Medicaid Uncompensated Care - Mental Health	28,702	29,639	28,988
Medicaid Uncompensated Care - Psychiatric	201,197	177,121	174,554
Miscellaneous Revenue	24,840	16,500	15,306
Patients' and Residents' Cost Recovery - Developmental Disabilities	12,908	12,247	11,626
School Based Medicaid	87,845	56,023	40,826
Subtotal, Department of Human Services	729,777	562,283	327,677
Department of Labor and Workforce Development:			
Council on Gender Parity	72	---	---
Examination Fees	1,478	---	---
Merit Systems Board Appeals Fees	76	---	---
Miscellaneous Revenue	85	125	125
Special Compensation Fund	4,200	2,268	2,268
State Disability Benefits Fund	18,803	---	---
Training Fees	2,957	---	---
Workers' Compensation Assessment	26,605	14,552	14,552
Workplace Standards - Licenses, Permits and Fines	21,008	9,358	11,358
Subtotal, Department of Labor and Workforce Development	75,284	26,303	28,303
Department of Law and Public Safety:			
Beverage Licenses	4,199	4,199	4,199
Casino Fines	469	296	250
Charities Registration Section	2,988	556	556
Consumer Affairs	35,488	830	830
Controlled Dangerous Substances	2,497	1,350	1,350
Criminal Disposition	131	---	---
Elevator, Escalator and Moving Walkway Mechanics Licensing Board	314	32	73
Fantasy Sports Operations Fee	1,525	1,500	1,500
Legal Services	99,156	---	---
Legalized Games of Chance Control	1,595	1,000	469
Miscellaneous Revenue	58	152	25
New Jersey Cemetery Board	243	2	1
Private Employment Agencies	1,079	258	258
Recreational Boating	1,946	2,000	2,000
Retired Officer Handgun Permit	525	---	---
Securities Enforcement	150,618	36,394	54,394
Settlements	---	2,096	---
State Board of Architects	918	350	228
State Board of Audiology and Speech-Language Pathology Advisory	167	420	23
State Board of Certified Psychoanalysts	15	1	3
State Board of Certified Public Accountants	150	855	58
State Board of Chiropractors	201	385	18
State Board of Cosmetology and Hairstyling	9,844	788	2,250
State Board of Court Reporting	32	60	8
State Board of Creative Arts Therapists	38	---	---
State Board of Dentistry	827	1,628	200
State Board of Electrical Contractors	702	665	100
State Board of HVAC Contractors	143	424	25
State Board of Marriage Counselor Examiners	603	219	500
State Board of Massage and Bodyworks	1,071	74	238
State Board of Master Plumbers	804	70	200
State Board of Medical Examiners	29,973	2,633	6,750
State Board of Mortuary Science	680	167	144
State Board of Nursing	3,516	5,181	3,225
State Board of Occupational Therapists and Assistants	160	385	38
State Board of Ophthalmic Dispensers and Ophthalmic Technicians	71	158	14
State Board of Optometrists	972	17	233

SCHEDULE 1 STATE REVENUES (thousands of dollars)

	-----Fiscal Year Ending June 30-----		
	2023 Actual	2024 Estimated	2025 Estimated
State Board of Orthotics and Prosthetics	92	4	15
State Board of Pharmacy	5,279	420	1,200
State Board of Physical Therapy	374	490	37
State Board of Polysomnography	177	3	42
State Board of Professional Engineers and Land Surveyors	1,053	560	200
State Board of Professional Planners	12	105	3
State Board of Psychological Examiners	1,415	44	325
State Board of Real Estate Appraisers	189	499	23
State Board of Respiratory Care	51	196	10
State Board of Social Workers	140	153	650
State Board of Veterinary Medical Examiners	919	53	207
State Police - Fingerprint Fees	20,004	3,696	7,086
State Police - Other Licenses	260	275	797
State Police - Private Detective Licenses	136	185	150
Victim and Witness Advocacy Fund	384	---	---
Victims of Violent Crime Compensation	5,438	---	---
Weights and Measures - General	4,569	2,612	1,612
Subtotal, Department of Law and Public Safety	394,210	74,440	92,517
Department of Military and Veterans' Affairs:			
Miscellaneous Revenue	6,414	---	---
Soldiers' Homes	44,151	44,000	46,000
Subtotal, Department of Military and Veterans' Affairs	50,565	44,000	46,000
Department of State:			
Licensure Fees	42	170	170
New Jersey World Trade Center Scholarship Program	1	---	---
Subtotal, Department of State	43	170	170
Department of Transportation:			
Air Safety Fund	1,441	965	965
Applications and Highway Permits	3,617	2,500	2,500
Autonomous Transportation Authorities	24,292	24,500	24,500
Casualty Losses	1,823	350	350
Drunk Driving Fines	219	260	260
Good Driver	80,007	82,000	82,000
Logo Sign Program Fees	583	300	300
Maritime Program Receipts	1,866	1,900	1,900
Miscellaneous Revenue	37	40	40
Outdoor Advertising	1,612	740	740
Placarded Railcar	211	---	---
Rental Receipts - Tenant Relocation Program	478	---	---
Subtotal, Department of Transportation	116,186	113,555	113,555
Department of the Treasury:			
Assessment on Real Property Greater Than \$1 Million	247,264	198,406	199,824
Assessments - Cable TV	3,694	5,254	5,254
Assessments - Public Utility	30,584	34,451	34,451
CATV Universal Access	7,950	7,500	7,200
Commercial Recording - Expedited	1,689	1,150	1,150
Commissions (Notary)	2,034	2,200	2,200
Cost Assessment	6,203	---	---
Domestic Security	38,253	38,862	38,862
Drug Enforcement and Demand Reduction Fund	---	4,485	4,485
Equipment Leasing Fund - Debt Service Recovery	---	392	2,917
General Revenue - Fees (Commercial Recording and UCC)	98,314	110,290	110,290
Health Service Corporation Reorganization Assessment	---	100,000	25,000
Higher Education Capital Improvement Fund - Debt Service Recovery	---	12,069	13,264
Hotel/Motel Occupancy Tax	138,895	145,582	148,405
Investment Earnings	856,931	1,060,900	721,171
Miscellaneous Revenue	4,970	3,345	3,345
NJ Public Records Preservation	25,542	22,213	22,213
Nuclear Emergency Response Assessment	3,829	3,798	2,657
Office of Information Technology Receipts	63,471	---	---
Prequalification Fees	137	---	---
Public Defender Client Receipts	3,114	---	---
Public Finance Activities	888	---	---

**SCHEDULE 1
STATE REVENUES**
(thousands of dollars)

-----Fiscal Year Ending June 30-----

	2023	2024	2025
	Actual	Estimated	Estimated
Public Utility Fines	1,361	1,718	1,718
Public Utility Gross Receipts and Franchise Taxes (Water/Sewer)	155,276	155,000	155,000
Railroad Tax - Class II	4,917	4,980	4,970
Railroad Tax - Franchise	15,282	14,500	14,750
Rate Counsel	7,248	7,250	7,250
Ridesharing	37,963	45,300	49,800
Sports Betting	66,959	58,092	83,110
Surplus Property	2,530	2,084	2,084
Tax Referral Cost Recovery Fee	1,182	846	846
Telephone Assessment	129,963	132,823	134,151
Tire Clean-Up Surcharge	10,109	10,000	10,000
Tobacco Settlement Financing Corporation	10,531	---	---
Warehouse Fee	---	---	10,000
Subtotal, Department of the Treasury	<u>1,977,083</u>	<u>2,183,490</u>	<u>1,816,367</u>
Other Sources:			
Miscellaneous Revenue	<u>1,027</u>	<u>3,000</u>	<u>3,000</u>
Interdepartmental Accounts:			
Administration and Investment of Pension and Health Benefit Funds - Recoveries	2,604	2,644	2,644
Employee Maintenance Deductions	391	300	300
Federal Fringe Benefit Recoveries from School Districts	152,311	144,424	115,882
Fringe Benefit Recoveries from Colleges and Universities/University Hospital	343,656	437,778	512,352
Fringe Benefit Recoveries from Federal and Other Funds	660,676	806,207	826,559
Indirect Cost Recoveries - DEP Other Funds	11,002	11,870	11,870
MTF Revenue Fund	697	---	---
Miscellaneous Revenue	16	---	---
Rent of State Building Space	3,600	3,700	3,800
Social Security Recoveries from Federal and Other Funds	71,084	74,463	77,963
Standard Offer Payments - Utilities	123	---	---
State Owned Real Property Trust Fund	2,000	---	---
Subtotal, Interdepartmental Accounts	<u>1,248,160</u>	<u>1,481,386</u>	<u>1,551,370</u>
The Judiciary:			
Civil Arbitration Program	1,396	---	---
Court Fees	37,342	39,200	39,200
Miscellaneous Revenue	132	---	---
Pretrial Services Program - 21st Century Justice Improvement Fund	17,813	17,900	17,900
Subtotal, The Judiciary	<u>56,683</u>	<u>57,100</u>	<u>57,100</u>
<i>Total Miscellaneous Taxes, Fees, and Revenues</i>	<u><i>5,415,106</i></u>	<u><i>5,225,212</i></u>	<u><i>4,761,640</i></u>

Interfund Transfers:

Building Our Future Fund	817	959	439
Cannabis Regulatory, Enforcement Assistance and Marketplace Modernization Fund	488	---	5,159
Clean Waters Fund	1	1	1
Cultural Centers and Historic Preservation Fund	2	3	2
Dam, Lake, Stream and Flood Control Project Fund - 2003	186	274	137
Debt Defeasance and Prevention Fund	---	---	585,000
Developmental Disabilities Waiting List Reduction Fund	72	81	59
Energy Conservation Fund	10	15	11
Enterprise Zone Assistance Fund	82,808	74,300	80,100
Fund for the Support of Free Public Schools	9,690	11,686	7,675
Garden State Green Acres Preservation Trust Fund	1,115	7,027	7,027
Hazardous Discharge Fund	7	10	7
Hazardous Discharge Site Cleanup Fund	20,100	20,228	20,228
Housing Assistance Fund	204	301	219
Jobs, Education and Competitiveness Fund	1	2	2
Judiciary Bail Fund	52	77	58
Judiciary Probation Fund	262	368	247
Judiciary Special Civil Fund	112	166	120
Judiciary Superior Court Miscellaneous Fund	115	181	128
Legal Services Fund	6,720	6,730	6,730
Mortgage Assistance Fund	414	501	344
NJ Bridge Rehab. and Improvement and R.R. Right-of-Way Preservation Fund	88	129	50
Natural Resources Fund	20	30	11
New Jersey Library Construction Fund	4,153	4,964	1,683

**SCHEDULE 1
STATE REVENUES**
(thousands of dollars)

	-----Fiscal Year Ending June 30-----		
	2023 Actual	2024 Estimated	2025 Estimated
New Jersey Spill Compensation Fund	17,074	12,280	12,280
New Jersey Workforce Development Partnership Fund	32,576	37,344	51,748
Pollution Prevention Fund	746	1,059	1,059
Public Purpose Buildings and Community-Based Facilities Construction Fund	16	54	40
Safe Drinking Water Fund	2,225	2,767	2,767
Securing Our Children's Future Fund	16,685	21,145	11,155
Shore Protection Fund	32	55	21
State Disability Benefit Fund	36,304	40,133	40,133
State Land Acquisition and Development Fund	7	11	8
State Owned Real Property Trust Fund	223	3,726	1,226
State of New Jersey Cash Management Fund	550	3,329	3,453
Statewide Transportation and Local Bridge Fund	148	216	79
Supplemental Workforce Fund for Basic Skills	8,904	11,114	11,114
Unclaimed Insurance Payments on Deposit Accounts Trust Fund	56	65	43
Unclaimed Personal Property Trust Fund	210,000	210,000	215,000
Unclaimed Utility Deposits Trust Fund	27	53	118
Unemployment Compensation Auxiliary Fund	4,201	3,242	538
Universal Service Fund	67,650	67,650	67,650
Water Conservation Fund	29	43	31
Worker and Community Right to Know Fund	2,892	2,968	2,968
<i>Total Interfund Transfers</i>	<u>527,782</u>	<u>545,287</u>	<u>1,136,868</u>
Total State Revenues General Fund	<u>32,252,451</u>	<u>31,839,261</u>	<u>32,977,049</u>
PROPERTY TAX RELIEF FUND			
Gross Income Tax	18,798,700	18,709,422	19,355,681
Sales Tax Dedication	1,095,640	1,065,000	1,101,300
<i>Total Property Tax Relief Fund</i>	<u>19,894,340</u>	<u>19,774,422</u>	<u>20,456,981</u>
CASINO CONTROL FUND			
License Fees	63,976	73,547	77,430
CASINO REVENUE FUND			
Casino Simulcasting Fund	260	140	140
Gross Revenue Tax	169,097	181,285	182,067
Internet Gaming	266,844	293,377	322,715
Investment Earnings	6,676	15,000	15,000
Other Casino Taxes and Fees	9,192	8,961	11,967
Sports Betting	48,171	58,718	64,533
<i>Total Casino Revenue Fund</i>	<u>500,240</u>	<u>557,481</u>	<u>596,422</u>
GUBERNATORIAL ELECTIONS FUND			
Taxpayers' Designations	175	700	700
TOTAL STATE REVENUES	<u>52,711,182</u>	<u>52,245,411</u>	<u>54,108,582</u>

SCHEDULE 2
DEDICATED REVENUES
(thousands of dollars)

	-----Fiscal Year Ending June 30-----		
	2023 Actual	2024 Estimated	2025 Estimated
Dedicated:			
Chief Executive:			
State Authority Review and Oversight	760	775	775
Department of Agriculture:			
Animal Disease Control	---	495	495
Beneficial Insect Laboratory	---	50	50
Blueberry Council	190	200	200
Commodity Distribution	---	1,850	1,850
Cranberry Council	219	100	100
Dairy Fee Administration	885	550	555
Dairy Industry Promotion Account	67	60	60
Development Potential Transfer Bank Administration	6	50	50
Environmental Services	---	125	130
Farm Products Publicity Fund	18	25	25
Food Distribution Assessment	11	60	60
Fruit and Vegetable Grading Service	1,444	1,162	1,390
Future Farmers of America - Student Loans from Department of Education	183	145	160
Horse Breeding and Development Fund	125	127	127
Hunger Initiative/Food Assistance Program	40	45	47
Marketing and Development Services	---	916	916
NJ Farm to School Program	4	100	25
New Jersey Hemp Farming Fund	---	70	55
Nursery Inspection Program	---	260	260
Organic Program	357	450	426
Plant Pest and Disease Control	---	60	80
Poultry Service	9	10	10
Sire Stakes	2,962	1,600	1,600
Standardbred Breeder Awards	82	2	70
Stormwater Discharge Administration Chp. 251	163	170	195
Wine Promotion Program	497	497	497
Miscellaneous	15	14	14
Subtotal, Department of Agriculture	7,277	9,193	9,447
Department of Banking and Insurance:			
Consumer Protection Services and Solvency Regulation	149	---	---
Individual Health Care Program Assessments	222	---	---
New Jersey Reinsurance Program	---	250	250
Small Employer Health Benefits	368	476	476
Subtotal, Department of Banking and Insurance	739	726	726
Department of Children and Families:			
Children's Trust Fund	168	180	180
Contribution to Care	363	150	150
Criminal History Record Checks	712	120	120
Displaced Homemaker - Workforce Development Partnership Fund	2,550	2,550	2,550
Domestic Violence Fund	352	300	300
Education Services	35,319	43,527	43,527
Government Benefits - Social Security	170	---	---
Grants to Displaced Homemaker Centers	641	670	670
Legally Responsible Relatives - Out-of-Home Placements	1,613	---	---
Legally Responsible Relatives - Probation Supplement	1,300	---	---
Old Age Survivors Insurance	1,489	2,092	2,092
Domestic Violence Services	---	100	100
Miscellaneous	824	---	---
Subtotal, Department of Children and Families	45,501	49,689	49,689
Department of Community Affairs:			
Boarding Home Regulation and Assistance	---	900	---
Clean and Safe Fund (P.L.2021, c.315)	2,000	2,100	2,500
Community Development Block Grant-Disaster Recovery Program Income	10,432	---	---
Downtown Living Initiative Program - 150-170 South Broad Street Project	10,000	---	---
Fire Certification Program	70	40	150
Housing Code Enforcement	---	4,433	8,100
Housing Services	101,963	80,534	70,761
Infrastructure Fund (P.L.2021, c.315)	2,000	2,100	2,500
Landscape Irrigation Contractor Certification	19	100	100

SCHEDULE 2
DEDICATED REVENUES
(thousands of dollars)

	-----Fiscal Year Ending June 30-----		
	2023	2024	2025
	Actual	Estimated	Estimated
Lead Hazard Control Assistance Fund	122	180	180
National Affordable Housing - HOME Investment Partnerships	54	---	---
Neighborhood Revitalization Tax Credit	13,500	15,000	15,000
New Home Warranty Program	1,719	3,212	3,530
Reduced Cigarette Ignition Propensity & Firefighter Protection Fund	70	25	50
Section 8	9,584	---	---
Uniform Construction Code	---	7,375	6,000
Uniform Fire Code	---	20,745	21,500
Universal Service Fund	8,269	11,125	13,500
Urban Enterprise Zone Authority Administration	1,477	2,803	2,803
Urban Housing Assistance Program	2,940	---	---
Miscellaneous	9,074	5,025	5,025
Subtotal, Department of Community Affairs	173,293	155,697	151,699
Department of Corrections:			
Administration and Support Services	19,048	20,270	22,460
Biodegradable Materials - Clean Energy Fund	214	1,100	1,100
Pre-Release Employment Navigation and Re-Entry Services Program	586	600	600
State Facilities Education Act (SFEA)	939	829	777
Miscellaneous	1,330	10	10
Subtotal, Department of Corrections	22,117	22,809	24,947
Department of Education:			
Katzenbach One on One Aides	1,339	1,260	1,260
Katzenbach Summer Program	407	284	300
Marie H. Katzenbach School for the Deaf - Tuition from Local Boards	6,445	6,300	6,232
Office of Fiscal Accountability and Compliance	2,449	1,910	2,082
Recruitment, Preparation, Certification and Educator Evaluation	---	---	688
Rental of Vacant Building Space	15	9	23
School District Deficit Relief	---	18,705	26,731
Securing Our Children's Future Bond Act - Administration Costs	333	4,300	4,100
Miscellaneous	193	76	76
Subtotal, Department of Education	11,181	32,844	41,492
Department of Environmental Protection:			
Administrative Costs - Natural Resources Damages	---	2,155	2,356
Battleship New Jersey Memorial Fund	150	120	120
Board of Tree Experts	227	350	300
Clean Water State Revolving Fund (BIL) - Supplemental Administrative Costs	351	---	---
Coastal Area Development Review Act Program	---	100	100
Drinking Water State Revolving Fund (BIL) - Supplemental Administrative Costs	626	---	---
Drinking Water State Revolving Fund (BIL) - Supplemental Public Water Systems	144	---	---
Drinking Water State Revolving Fund - Capacity Development	104	125	125
Drinking Water State Revolving Fund - Operator Certification	760	125	125
Drinking Water State Revolving Fund - Program Administration	242	1,400	1,400
Drinking Water State Revolving Fund - Small System Technical Assistance	20	125	125
Drinking Water State Revolving Fund - Source Water Program Administration	37	125	125
Electric School Bus Program	---	15,000	15,000
Electronic Waste	482	408	425
Endangered and Nongame Species Wildlife Fund	127	100	100
Environmental Infrastructure Financing Program Loan Fund	---	2,600	2,600
Environmental Justice Rule Fees	---	585	585
Exotic and Nongame Species Inspection Fund	88	100	100
Expenses of the Delaware and Raritan Canal Commission	532	650	500
Flood Control	511	---	---
Forest Resource Management Special Revenue	264	235	235
Global Warming Solutions Fund - Administration	2,252	1,022	2,358
Green Acres/Open Space Administration	---	403	403
Hazardous Discharge Site Cleanup Fund - Responsible Party	---	15,112	17,551
Historic Buildings Waterloo Village	---	3,200	3,200
Hunters' and Anglers' License Fund	---	586	586
Lake Hopatcong Fund	118	500	500
Low Emission Vehicle Program	122	150	140
Mammography Quality Standards Act	517	423	431
Morris Canal Improvements at Waterloo Village	---	700	700
National Fish and Wildlife Foundation - Coastal Resiliency	---	912	912
Natural Resource Damages - Constitutional Dedication	9,515	---	---

SCHEDULE 2
DEDICATED REVENUES
(thousands of dollars)

	-----Fiscal Year Ending June 30-----		
	2023	2024	2025
	Actual	Estimated	Estimated
New Jersey Shade Tree and Community Forestry Program	337	800	800
New Jersey Spill Compensation Fund - Administrative Costs	---	10,942	11,084
Nuclear Emergency Response	---	1,141	1,438
Nuclear Regulatory Commission - Agreement State Program	2,953	2,900	2,900
Oil Spill Prevention	---	689	801
Oyster Reef Restoration	---	150	150
Oyster Resource Development	216	200	200
Palisades Interstate Park Commission (PIPC) - Court Fund Revenue	---	700	700
Palisades Interstate Park Commission (PIPC) - Gas Station Revenue	---	2,270	2,270
Palisades Interstate Park Commission (PIPC) - Operating Fund Revenue	---	1,330	1,345
Parks Management	---	4,715	4,715
Parks Management Revolving Fund	3,291	3,500	3,300
Pesticide Control	---	1,300	1,300
Pollution Prevention	---	215	72
Recreational Fisheries Survey	533	900	644
Recycling Enhancement Registration Fees	2	200	110
Recycling of Solid Waste	967	1,375	1,375
Regulation of Freshwater Wetlands	---	300	300
Safe Drinking Water Fund	---	663	785
Science and Research	2,893	3,396	3,728
Shellfish Enforcement	184	170	141
Shore Protection Fund Projects	18,691	5,000	8,000
Shore Protection License Plates	533	650	650
Site Remediation Professional Licensing Board	643	648	730
Skylands Manor	438	265	300
Solid Waste Utility Regulation	---	1,900	1,900
State Public Water System Supervision Program	632	2,100	2,101
State Recycling Fund - County and Local Grants	23,676	32,850	24,300
State Revolving Fund - Administrative Costs	2,356	4,000	4,000
Stewardship Incentive Fund	---	3,500	3,500
Stormwater Construction Permit Fees	527	500	500
Stream Encroachment	---	1,000	2,000
Tidelands Peak Demands	---	4,197	4,838
Water Allocation	---	3,475	3,475
Water Pollution Control	---	3,800	3,800
Water/Wastewater Operators Licenses	---	190	190
Waterfront Development Shellfish Mitigation	1,695	200	200
Waterloo Road Amphibian Passage	---	600	600
Well Permits, Well Driller, Pump Installer Licenses	---	400	400
Wetlands	---	75	75
Worker and Community Right to Know Act	---	517	735
Miscellaneous	2,898	1,219	1,216
Subtotal, Department of Environmental Protection	80,654	152,253	152,770
Department of Health:			
AIDS Drug Distribution Program Rebates	89,031	70,000	70,000
Administrative Overhead - Non State Program	1,133	1,500	1,500
Animal Population Control Program	185	250	250
Anti-Smoking Cigarette Tax Dedication	5,054	4,722	4,474
Brain Injury Research Fund	2,891	4,000	4,000
Certificate of Need Program	952	977	977
Charity Care	342,000	342,000	137,222
Child Care / School Certification Program	489	1,100	1,100
Civil Monetary Penalty - Nursing Home Penalty Revenue	1,046	---	---
Consumer Health Penalties	---	2,930	3,930
Early Care & Education Learning Collaborative	---	500	500
Early Intervention Program (EIP) Copays	---	11,800	11,800
Electronic Death Registration Support Fund	2,230	675	675
Emergency Medical Services	---	546	546
Emergency Medical Technician Training Fund	150	201	201
Federally Qualified Health Centers	29,068	32,000	32,000
Governor's Council for Medical Research and Treatment of Autism	2,893	3,814	3,814
Health Care Facility Regulation and Oversight	---	2,900	2,900
Health Care Planning	9,781	8,900	8,900
Interim Assistance	---	225	225
JUUL Settlement	473	---	---
Laboratory Services	---	1,500	1,500

SCHEDULE 2
DEDICATED REVENUES
(thousands of dollars)

	-----Fiscal Year Ending June 30-----		
	2023	2024	2025
	Actual	Estimated	Estimated
Licensing Fee	628	550	550
Medical Examiner Services	6,687	14,250	15,250
New Jersey Breast Cancer Research Fund	153	185	185
New Jersey Health Information Technology Commission	1,000	1,000	1,000
New Jersey Turnpike Authority / Garden State Parkway Food Inspections	---	350	350
Newborn Screening, Follow-up and Treatment	4,541	4,306	4,306
Personal Needs Allowance	---	450	450
Public Health Protection Services	---	890	890
Quality Improvement Program - New Jersey (QIP-NJ)	20,655	20,655	20,655
Rabies Control Program	335	475	475
Vital Statistics	---	230	1,030
Women, Infants, and Children (WIC) Rebates	29,999	40,000	40,000
Miscellaneous	5,108	7,040	7,040
Subtotal, Department of Health	556,482	580,921	378,695
Department of Human Services:			
Alcohol Education Rehabilitation and Enforcement Fund	981	1,800	1,800
Alcohol Treatment Fund Program	---	7,500	7,500
Catastrophic Illness in Children Relief Fund	6,449	10,865	10,865
Client Copayments - Developmental Disabilities	6,234	6,000	5,000
Commission for the Blind	---	195	195
Cop to Cop Program	323	400	400
County Facility Enhanced Payment	10,845	---	---
County Option	283,538	506,548	594,512
DHS Information Technology	20,322	20,000	25,000
Health Care Subsidy Fund - NJ FamilyCare	962,000	889,871	1,193,135
Hospital Mental Health Offset Payments	11,165	12,080	12,327
Internet Gaming Permits for Compulsive Gambling Programs	3,450	2,950	2,950
NJ FamilyCare Children	192,348	269,843	221,065
NJ FamilyCare Children - Individual Share	89	---	---
NJ FamilyCare Drug Manufacturer Rebates	800,000	800,000	860,000
National Association of State Mental Health Program Directors - Transformation Transfer Initiative	---	250	---
New Bridge MAPS	2,178	---	---
Nursing Home Provider Assessment Fee	138,914	140,000	140,000
Opioid Settlement Administration	---	---	384
PAAD Drug Manufacturer Rebates	47,100	50,500	50,500
Personal Needs Allowance	---	150	150
Racing Commission Funds for Compulsive Gambling Treatment	200	200	200
SSA Reimbursement to Enhance Vocational Rehabilitation	2,113	1,000	1,000
Silicon Valley Community Foundation	165	---	---
Transformation Transfer Initiative	300	---	---
Traumatic Brain Injury	3,886	3,700	3,700
Work First New Jersey Child Care and Support Services	35,000	35,000	40,100
Work First New Jersey Emergency Utility Payments	411	4,758	4,758
Work First New Jersey Technology Investment - Child Support Incentives	16,223	15,456	15,456
Workability - Premiums	---	162	14,134
Miscellaneous	1,050	3,006	3,081
Subtotal, Department of Human Services	2,545,284	2,782,234	3,208,212
Department of Labor and Workforce Development:			
Asbestos Notification Fees	---	500	889
Child Labor Enforcement	8,043	---	---
Council on Gender Parity	---	72	72
Enforcement of Workplace Standards - Receipts	---	15,164	14,618
General Administration, Agency Services, Test Development and Analytics	---	2,845	3,043
Merit Systems Board	---	55	57
NJ Community College Consortium for Workforce and Economic Development	---	6,000	6,000
New Jersey Builders' Utilization for Labor Diversity	5,146	3,494	3,494
Private Disability Insurance Plan	---	1,246	1,755
Project Labor Agreement	---	500	---
Public Works Contractor Registration	---	1,810	810
Special Compensation Fund	202,155	193,105	195,071
State Disability Benefits Fund - Joint Tax Functions	---	9,000	9,000
State Disability Benefits Fund - Reengineering Study	---	1,000	1,000
State Disability Insurance Plan	---	21,254	23,648
Unemployment Compensation Auxiliary Fund	---	550	550

SCHEDULE 2
DEDICATED REVENUES
(thousands of dollars)

	-----Fiscal Year Ending June 30-----		
	2023	2024	2025
	Actual	Estimated	Estimated
Unemployment Compensation Auxiliary Fund - Collection Activities	---	30,000	45,000
Unemployment Compensation Auxiliary Fund - Disadvantaged Youth Employment . . .	---	50	50
Unemployment Compensation Auxiliary Fund - EITC Notification	---	150	150
Uninsured Employer's Fund	1,807	3,017	3,017
Urban Enterprise Zone - Administrative Costs	---	30	30
Vocational Rehabilitation Services - Extended Employment	20,500	20,500	20,500
Workers' Compensation	---	18,000	23,000
Workforce Development Partnership Fund - Parolee Employment Placement Program .	1,593	---	---
Workforce Development Partnership Fund - Work First New Jersey	17,366	21,500	21,500
Workforce Development Partnership Fund - Workforce Initiatives	14,115	27,500	27,500
Workforce Literacy and Basic Skills Program	---	276	276
Miscellaneous	10	---	---
Subtotal, Department of Labor and Workforce Development	270,735	377,618	401,030
Department of Law and Public Safety:			
Annie E. Casey Foundation	---	200	200
Atlantic County Detention Center	3,574	2,887	2,887
Backstretch Benevolence	181	168	168
Body Armor Replacement Fund - Administrative Costs	---	75	75
Charity Racing Day for the Developmentally Disabled	5	25	25
Consumer Affairs	316	---	---
Consumer Affairs Charitable Registration Program	---	2,252	2,294
Consumer Affairs Legalized Games of Chance	---	891	1,422
Consumer Affairs Weights and Measures Program	---	1,330	2,330
Consumer Protection Education Fund	45	---	---
Controlled Dangerous Substance Registration Program	---	1,000	1,000
Credit Suisse Settlement - Restitution	321,363	---	---
Criminal Disposition and Revenue Collection Fund	---	111	130
Criminal Justice Training Academy	107	149	200
Cybersecurity and Data Protection	3,326	5,566	5,745
Delaware River Joint Toll Bridge Commission	3,803	3,750	3,750
Division of Consumer Affairs - Appropriated Receipts	---	15,438	15,438
Drug Affordability Council (P.L.2023, c.106)	---	---	1,500
Drunk Driving Enforcement Fund - MVC Reimbursement	46	45	45
Election Law Enforcement	---	75	70
False Claims Prosecution Fund	355	---	---
Fantasy Sports	203	115	115
Forfeiture Program	2,640	2,000	2,000
Insurance Fraud Operations	12,896	12,896	12,896
Investigative Unit	779	800	800
Juvenile Justice Commission HVACR Career Education Program	---	750	750
Law Enforcement Officers Training and Equipment Fund	276	300	300
McKinsey Settlement	686	---	---
NJ Emergency Management Assistance Compact	2,837	---	---
Noncriminal Records Checks	---	17,000	17,000
Pari-Mutuel Racing in Accordance with N.J.S.A. 5:5-37	239	200	200
Police Training Commission	---	895	895
Pre-Race Blood Testing and Chemical Testing Program	809	1,345	1,345
Private Employment Agencies	---	574	574
Racing Commission Finger Print Fees	118	---	---
Racing Commission's Award Program	1,662	1,800	1,800
Racing Officials	1,172	1,100	1,100
Regulation of Alcoholic Beverages	10,817	9,862	10,696
Regulation of Racing Activities	3,207	2,475	2,475
Retired Officers Handgun Permits	---	546	546
Safe and Secure Neighborhoods Program	2,886	3,000	3,000
Securing the Cities	176	---	---
Securities Enforcement Fund	---	14,147	15,007
Security Officer Registration Account	3,075	3,014	3,014
Sexual Assault Nurse Examiner Program	29	30	30
South Jersey Transportation Authority	11,064	14,988	15,371
State Athletic Control	539	540	540
State Facilities Education Act (SFEA)	7,197	7,397	7,559
State Forensic Laboratory Fund Program	219	500	500
State Police DNA Laboratory Enhancement	8,625	8,020	8,500
State Veterinarians New Jersey Racing Commission	1,431	1,300	1,300
Turnpike Authority (Includes Garden State Parkway)	98,707	120,480	133,711

SCHEDULE 2
DEDICATED REVENUES
(thousands of dollars)

	-----Fiscal Year Ending June 30-----		
	2023	2024	2025
	Actual	Estimated	Estimated
Victim and Witness Advocacy Fund	---	325	375
Victims of Crime Compensation	---	6,564	6,564
Waterfront Commission	---	14,900	16,944
Miscellaneous	4,686	4,075	4,080
Subtotal, Department of Law and Public Safety	510,096	285,900	307,266
Department of Military and Veterans' Affairs:			
Administration and Support Services	---	225	225
Burial Services	---	1,300	1,300
Energy Program Receipts	495	500	500
National Guard Summer Youth Camp	501	---	---
New Jersey National Guard Support Services	---	1,625	1,625
Veterans' Haven	---	1,175	1,175
Veterans' Haven North	---	875	875
Miscellaneous	556	1,321	1,321
Subtotal, Department of Military and Veterans' Affairs	1,552	7,021	7,021
Department of State:			
Construction Apprenticeship Program (SDA)	153	275	278
Law Enforcement Officers Memorial Fund	606	500	550
NJBEST Administration & Scholarships	3,200	4,198	5,365
New Jersey Brewery, Cidery, Meadery, and Distillery Industry Promotion Account	283	150	150
New Jersey College Loans to Assist State Students (NJCLASS)	26,549	34,428	38,344
New Jersey World Trade Center Scholarship Program	---	1	1
Primary Care Practitioners Loan Redemption Program	---	150	250
State Internship Program	1,301	2,000	2,000
Veterans Memorial Arts Center	325	425	400
Miscellaneous	186	215	288
Subtotal, Department of State	32,603	42,342	47,626
Department of Transportation:			
Applications and Highway Permits	---	850	850
Casualty Losses	---	1,650	1,650
Clean Energy Fund - NJ Transit Utility Costs	82,089	70,089	70,089
Commercial Vehicle Enforcement Program	23,662	23,268	23,268
Cost of "Cause" Plates	525	---	---
County and Other Shared Projects	13,599	---	---
Failure to Keep Right Surcharge	458	700	700
Highway Safety Fund	562	1,000	1,000
In-Terminal School Bus Inspection Program	1,243	1,250	1,250
Logo Sign Program	---	270	270
Motor Vehicle Services	380,622	400,664	419,287
Motorbus Regulation	862	900	900
Motorcycle Safety Education Fund	136	644	644
NJ Board of Pilot Commissioners	497	750	750
NJ Medical Service Helicopter Response Act	31,082	31,000	31,000
NJ Turnpike Authority - Gateway Development Commission Operations	10,000	20,000	20,000
NJ Turnpike Authority - NJ Transit Operations	720,987	440,000	455,000
NJ Turnpike Authority - Support for Portal North Bridge	25,000	25,000	25,000
Omnibus Safety Enforcement Fund	13	12	12
Outdoor Advertising	---	960	960
Placarded Railcar Program	---	200	200
Port Authority of New York and New Jersey	9,623	---	---
Rental Receipts - Tenant Relocation Program	---	500	500
Safety Service Patrol Sponsorship	1,500	---	---
Security Responsibility	19,595	20,500	20,500
Texting While Driving Campaign	123	100	100
Transportation Trust Fund - Subaccount for Capital Reserves	625,285	586,691	460,627
Wireless Communication	3,851	2,900	2,900
Miscellaneous	78	---	---
Subtotal, Department of Transportation	1,951,392	1,629,898	1,537,457
Department of the Treasury:			
Administration of State Lottery	12,029	16,641	17,057
Admission Surcharge at Places of Amusement	575	300	300
Annual Licensing Fee - Office of Administrative Law Publications	1,034	1,134	1,134

**SCHEDULE 2
DEDICATED REVENUES**
(thousands of dollars)

	-----Fiscal Year Ending June 30-----		
	2023	2024	2025
	Actual	Estimated	Estimated
Cannabis Regulatory Commission	9,957	15,058	17,298
Casino Hotel Occupancy Assessment	8,079	---	---
Civil Legal Services for the Poor - 21st Century Justice Improvement Fund	8,177	8,100	8,100
Clean Energy Program	3,611	5,585	5,585
Division of Developmental Disabilities Community Placement and Services	27,012	29,646	31,031
Division of Purchase and Property E-Procurement Receipts	5,193	5,000	5,000
Domestic Security	25,503	25,908	25,908
Drug Abuse Education Fund	69	65	65
Elizabethtown Gas Management Audit	718	---	---
Freehold Raceway	351	---	---
Governor's Council on Substance Use Disorder	4,406	---	---
Grid Modernization	---	---	25,000
Judicial Hearings Receipts	5,401	5,100	5,100
Leasing of Space on NJPBA Transmitter Towers	3,474	3,096	3,096
Management Audit - New Jersey Natural Gas	1,100	---	---
Management of DEP Properties	---	258	258
Management of State Investments	18,984	26,265	26,265
Meadowlands Regional Assessment	9,935	10,500	10,500
Monmouth Park	268	---	---
NJBPU Basic Generation Service Project	183	---	---
NJPBA C-Band	102	---	---
NJPBA Decommissioning Fund	247	---	---
NJPBA TV Food Network/Time Warner Capital Project	200	200	200
Office of Information Technology Indirect Cost Recoveries	6,803	5,000	5,000
Office of Management and Budget	18,281	15,955	15,955
Offshore Wind - Research and Monitoring Initiative	3,774	---	---
Other Capital Building Services	362	---	---
Pensions and Benefits	66,830	91,605	91,605
Police and Firemen's Retirement System Board of Trustees	---	28,069	23,248
Prequalification Fees	---	112	112
Procurement Card Rebates	---	350	350
Property Management and Construction - Property Management Services	---	80	80
Public Broadcasting Services	1,344	1,385	1,385
Public Finance Activities	---	477	---
Rate Counsel - Insurance	128	128	128
Real Property Leasing Out Program	---	1,100	1,100
Records Management	787	2,000	2,000
State Based Exchange	38,479	69,542	60,837
Super Storm Sandy Community Development Block Grant Reimbursement	1,577	---	---
Taxation Compliance and Enforcement Activities	19,597	12,000	12,000
The Meadowlands	5,673	---	---
Third Party Subrogation - Property Damage	---	874	874
Treasury Technology Services	8,404	5,800	5,800
Unclaimed Property Trust Fund Administration	9,841	8,998	11,177
Urban Enterprise Zone (UEZ) Authority Administrative Expenses	16	13	15
Miscellaneous	435	150	150
Subtotal, Department of the Treasury	328,939	396,494	413,713
Interdepartmental Accounts:			
Petroleum Overcharge Reimbursement Fund	25	45	32
Utilities and Other Services	358	358	358
Subtotal, Interdepartmental Accounts	383	403	390
The Judiciary:			
Automated Traffic System for Municipal Courts	20,182	21,600	21,000
Civil Arbitration Program	---	1,400	1,400
Civil Courts	442	550	600
Comprehensive Enforcement Program	973	1,300	1,000
Court Adult Probation System	203	225	200
Court Technology Improvement Fund	9,210	10,000	9,500
E-Court Information System - 21st Century Justice Improvement Fund	8,095	8,000	8,000
Electronic Access to Court Records	12,239	10,000	8,400
Electronic Payment Service Fees	291	1,000	1,000
Family Courts	246	400	400
Foreclosure Mediation Program	1,022	1,100	1,000
Intensive Supervision Program	---	130	200
Special Civil Part Certified Mailers	1,354	1,400	1,400

SCHEDULE 2
DEDICATED REVENUES
(thousands of dollars)

	-----Fiscal Year Ending June 30-----		
	2023	2024	2025
	Actual	Estimated	Estimated
Supreme Court	18,050	21,025	22,900
Miscellaneous	518	10	10
Subtotal, The Judiciary	<u>72,825</u>	<u>78,140</u>	<u>77,010</u>
<i>Total Dedicated Revenues</i>	<u>6,611,813</u>	<u>6,604,957</u>	<u>6,809,965</u>

**SCHEDULE 2
FEDERAL REVENUES**
(thousands of dollars)

	-----Fiscal Year Ending June 30-----		
	2023 Actual	2024 Estimated	2025 Estimated
Federal:			
Department of Agriculture:			
COVID-19 - Emergency Food Assistance Build Back Better Administration - CARES Act	1,209	---	---
COVID-19 - Supply Chain Assistance Award	36,078	---	---
COVID-19 - The Emergency Food Assistance Program (TEFAP) - Research & Resiliency Grant - ARP Act	637	1,650	1,150
Child Care	98,799	172,840	172,325
Child Nutrition - School Breakfast	138,117	250,000	260,000
Child Nutrition - School Lunch	380,507	650,000	660,000
Child Nutrition - Special Milk	118	2,025	2,025
Child Nutrition - Summer Programs	39,007	84,355	84,495
Child Nutrition Administration	10,391	18,765	19,220
Child Nutrition Technology Grant	103	2,000	750
Farm Risk Management Education Program	---	282	282
Farm to School State Formula Grant	26	1,500	2,000
Food Stamp - The Emergency Food Assistance Program (TEFAP)	3,800	6,215	6,215
Fresh Fruit and Vegetable Program	5,807	6,797	7,447
Indemnities - Avian Influenza	441	615	700
National Animal Health Laboratory Network (NAHLN) American Rescue Plan	---	---	1,000
National Animal Health Laboratory Network (NAHLN) Infrastructure II	134	300	---
National School Lunch Program - Equipment Assistance for School Food Authorities	695	1,500	2,500
New Jersey Animal Food Testing Program	151	670	670
New Jersey Resilient Food System	---	---	3,400
Produce Safety Rule Implementation	519	680	630
Specialty Crop Block Grant Program	1,648	1,600	2,604
Spotted Lanternfly Federal Outreach	250	293	260
Various Federal Programs and Accruals	3,580	26,824	25,848
Subtotal, Department of Agriculture	722,017	1,228,911	1,253,521
Department of Children and Families:			
COVID-19 ARP - Community-Based Child-Abuse Prevention Program	1,442	---	---
COVID-19 ARP - Family Violence Prevention and Services Act	974	---	---
COVID-19 ARP - Family Violence Prevention and Services Act - Health Testing	6,975	---	---
COVID-19 ARP - Family Violence Prevention and Services Act - Sexual Violence	2,571	---	---
Restricted Federal Grants	28,028	32,626	40,492
Social Services Block Grant	46,224	44,886	44,886
Title IV-B Child Welfare Services	11,972	11,530	11,950
Title IV-E Foster Care	210,332	194,915	201,041
Various Federal Programs and Accruals	-25,070	---	---
Subtotal, Department of Children and Families	283,448	283,957	298,369
Department of Community Affairs:			
COVID-19 ARP - Capital Construction Project Fund	200	---	---
COVID-19 ARP - Emergency Housing Vouchers	9,008	---	---
COVID-19 ARP - Emergency Rental Assistance	67,683	---	---
COVID-19 ARP - State and Local Fiscal Recovery Fund (SLFRF)	953,309	---	---
COVID-19 CARES Act - Community Development Block Grant (CDBG)	3,495	---	---
COVID-19 Emergency Rental Assistance Program	125,981	---	---
Community Development Block Grant (CDBG) - Recovery Housing Program	---	1,100	1,200
Community Development Block Grant (CDBG) - Super Storm Sandy	65,574	---	---
Community Services Block Grant	34,336	21,500	23,213
Continuum of Care Program	3,807	4,000	4,000
Emergency Solutions Grants Program	17,776	4,500	4,500
Family Self Sufficiency Program Coordinator	162	350	350
Hoboken Volunteer Ambulance Corps - Radio Repeater System	6,730	---	---
Lead-Based Paint Hazard Control	1,061	4,800	---
Low Income Home Energy Assistance Program	270,213	140,000	202,013
Mainstream 5	1,186	2,500	2,500
Moderate Rehabilitation Housing Assistance	4,135	9,500	9,500
National Affordable Housing - HOME Investment Partnerships	6,420	6,500	6,500
National Housing Trust Fund	9,994	30,000	30,000
Section 8 Housing Voucher Program	291,307	315,000	315,000
Small Cities Block Grant Program	5,287	8,023	8,023
Weatherization Assistance Program	4,760	7,750	9,661
Various Federal Programs and Accruals	168,929	---	---
Subtotal, Department of Community Affairs	2,051,353	555,523	616,460

SCHEDULE 2
FEDERAL REVENUES
(thousands of dollars)

	-----Fiscal Year Ending June 30-----		
	2023 Actual	2024 Estimated	2025 Estimated
Department of Corrections:			
Anti-Heroin Task Force	---	3,000	3,000
Defense Tactical Training	---	750	750
Diversity Training	---	250	250
Health, Safety and Wellness	---	3,000	3,000
Incarcerated Person Vocational Certifications	---	350	350
Offender Reentry	---	600	600
Promising Reentry	---	750	750
Special Investigations Division - Intelligence Technology	---	450	450
Special Operations Tactical Equipment	---	200	200
State Criminal Alien Assistance Program	12,103	6,500	6,500
Technology Enhancements	---	500	500
Various Federal Programs and Accruals	- 8,005	2,950	2,950
Subtotal, Department of Corrections	4,098	19,300	19,300
Department of Education:			
21st Century Schools	27,303	30,125	31,948
AIDS Prevention Education	90	120	120
Bilingual and Compensatory Education - Homeless Children and Youth	2,271	3,225	3,225
Career and Technical Education Teacher Pathway	93	---	---
Elementary and Secondary School Emergency Relief Fund (ESSER) I - CARES Act ..	24,952	---	---
Elementary and Secondary School Emergency Relief Fund (ESSER) II - CRRSA Act ..	481,710	---	---
Elementary and Secondary School Emergency Relief Fund (ESSER) III - ARP Act ...	749,885	---	---
Every Student Succeeds Act - Consolidated Administration	2,822	6,839	7,548
Head Start Collaboration	97	275	275
Individuals with Disabilities Education Act Basic State Grant	394,358	450,000	489,273
Individuals with Disabilities Education Act Preschool Grants	11,598	13,000	14,799
Language Acquisition Discretionary Administration	20,500	26,813	34,808
Migrant Education - Administration/Discretionary	2,443	1,782	1,485
School-Based Mental Health Services Grant Program	---	4,816	3,000
State Assessments	15,959	8,708	8,707
Stronger Connections Grant Program	---	20,906	---
Student Support & Academic Enrichment State Grants	28,824	31,874	33,660
Supporting Effective Instruction State Grants	45,910	47,510	47,520
Title I - Grants to Local Educational Agencies	372,355	465,300	510,147
Title I - Part D, Neglected and Delinquent	1,570	1,535	1,584
Vocational Education - Basic Grants - Administration	25,165	28,900	29,841
Various Federal Programs and Accruals	138,578	2,015	3,876
Subtotal, Department of Education	2,346,483	1,143,743	1,221,816
Department of Environmental Protection:			
Air Pollution Maintenance Program	---	10,460	10,460
Artificial Reef Program - PSE&G/NJPDES Permit Fees	865	985	985
Atlantic Brant Migration Ecology Study	10	480	480
Atlantic Coastal Fisheries	348	2,150	2,150
Beach Monitoring and Notification	292	700	700
BioWatch Monitoring	488	1,000	1,000
Boat Access (Fish and Wildlife)	---	1,000	1,000
Bobcat Hair Snare Study	---	480	480
Bog Turtle Project	---	150	150
Brownfields	---	4,000	4,000
Clean Air Act	---	900	---
Clean Diesel Retrofit	79	600	600
Clean Vessels	190	1,000	1,000
Clean Water State Revolving Fund	---	152,000	152,000
Climate Pollution Reduction Planning	---	3,000	3,000
Climate and Flood Resilience - Rebuild By Design - Meadowlands	---	90,000	---
Coastal Zone Management Implementation	2,038	4,905	6,375
Community Assistance Program	518	700	700
Community Wildfire Defense Grant (CWDG)	---	5,000	500
Connecting Habitat Across New Jersey (CHANJ) Assessments	123	200	260
Consolidated Forest Management	766	1,100	1,100
Cooperative Technical Partnership	310	3,000	500
DOT Reconstruct Ferry Slips Liberty State Park	---	6,000	---
Development Compensatory Mitigation Technical Manual and NJ Floristic Quality ...	24	187	187
Drinking Water State Revolving Fund	1,534	168,200	168,200
Emerging Contaminants	---	67,000	67,000

**SCHEDULE 2
FEDERAL REVENUES**
(thousands of dollars)

	-----Fiscal Year Ending June 30-----		
	2023	2024	2025
	Actual	Estimated	Estimated
Endangered Species	61	355	350
Endangered and Nongame Species Program State Wildlife Grants	---	1,070	---
Fish and Wildlife Action Plan	34	135	135
Fish and Wildlife Health	382	380	600
Forest Legacy	---	4,245	4,245
Forest Resource Management - Cooperative Forest Fire Control	674	1,600	1,600
Hazardous Waste - Resource Conservation Recovery Act	2,466	4,880	4,880
High Hazard Dams Grants/Loans	---	1,000	1,000
Historic Preservation Survey and Planning	1,135	3,000	3,000
Hunters' and Anglers' License Fund	10,395	45,239	50,820
Land and Water Conservation Fund	388	29,000	29,000
Landscape Restoration	115	320	320
Marine Fisheries Investigation and Management	1,393	6,574	6,574
Multimedia	---	604	604
NJ - GIS Conservation Tools and Technical Guidance	685	3,500	3,500
NJ Environmental Justice and Overburdened Communities	---	1,000	1,000
NJ Outdoor Heritage Program	2,045	1,400	6,000
National Coastal Wetlands Conservation	---	3,500	3,500
National Dam Safety Program (FEMA)	121	550	550
National Estuary Program - Coastal Watershed Grant Program	---	220	220
National Fish and Wildlife Foundation Delaware River Program	---	200	200
National Geologic Mapping Program	73	309	304
National Oceanic and Atmospheric Administration (NOAA)	---	15,500	16,100
National Recreational Trails	1,201	2,300	2,300
New Jersey Atlantic and Shortnose Sturgeon	17	365	365
New Jersey's Landscape Project	215	990	990
Nonpoint Source Implementation (319H)	---	4,264	4,264
Particulate Monitoring Grant	501	1,000	1,000
Pesticide Technology	74	500	500
Preliminary Assessments/Site Inspections	692	1,300	1,300
Radon Program	---	500	500
Readiness & Environmental Protection Integration Infrastructure Resilience & Natural Resource Enhancement	427	10,000	10,000
Recovery Land Acquisition	---	2,500	2,500
Remedial Planning Support Agency Assistance	296	1,000	1,000
Statewide Habitat Restoration and Enhancement	305	700	---
Superfund Grants	7	5,030	5,030
Underground Storage Tank Program Standard Compliance Inspections	545	8,000	8,000
Underground Storage Tanks	1,539	20,000	20,000
Urban and Community	---	17,000	17,000
Water Infrastructure Improvements for the Nation	6	27,004	1,000
Water Monitoring and Planning	66	1,500	1,500
Water Pollution Control Program	1,675	4,787	4,787
Wildfire Risk Reduction	401	390	390
Wildlife Management Area Conservation Program	361	2,000	2,000
Wildlife and Sport Fish Restoration Outreach	158	390	628
Wildlife and Sport Fish Restoration Partnership Exhibit Development	---	600	600
Various Federal Programs and Accruals	7,715	4,926	7,975
Subtotal, Department of Environmental Protection	43,753	766,824	650,958
Department of Health:			
Abstinence Education - Family Health Services (FHS)	1,256	1,900	1,900
American Rescue Plan Act - For Home Visiting	548	---	---
Behavioral Risk Factor Surveillance Survey	402	1,390	1,390
Bioterrorism Hospital Emergency Preparedness	5,203	14,786	14,786
Birth Defects Surveillance Program	231	508	508
Breast and Cervical Cancer Early Detection Program	3,031	3,460	3,460
Breastfeeding Peer Counseling	---	3,000	3,000
COVID-19 ARP Individuals with Disabilities Education Act	2,545	---	---
COVID-19 Detection and Mitigation Confinement Facilities	1,260	---	---
COVID-19 ELC American Rescue Plan	63,230	---	---
COVID-19 ELC Enhanced Detection	---	3,783	3,783
COVID-19 ELC Enhanced Detection Expansion	88,875	1,080	1,080
COVID-19 ELC Homeless	539	---	---
COVID-19 ELC New AMD Technologies	162	103	103
COVID-19 ELC Strike Teams	631	---	---
COVID-19 ELC Surveillance for Emerging Threats	30	---	---

**SCHEDULE 2
FEDERAL REVENUES**
(thousands of dollars)

	-----Fiscal Year Ending June 30-----		
	2023	2024	2025
	Actual	Estimated	Estimated
COVID-19 Enhancing Laboratory Capacity	4,715	2,380	2,647
COVID-19 Hospital Preparedness and Response	440	28	57
COVID-19 Immunization & Vaccines	29,241	1,798	2,861
COVID-19 Immunization Supplemental - Communication	609	---	---
COVID-19 Public Health Disparities among Population Health	10,826	---	---
COVID-19 Public Health Workforce	10,490	485	908
COVID-19 Strengthening HAI & AR Program Capacity	901	---	---
COVID-19 Strengthening STD Prevention	3,727	5,877	5,877
Chronic Disease Prevention and Health Promotion	1,454	3,922	3,509
Clinical Laboratory Improvement Amendments Program	564	925	925
Closing the Gap: Health Accelerator Plans	---	283	---
Comprehensive AIDS Resources Grant	36,112	46,311	46,311
Conformance with the Manufactured Food Regulatory Program Standards	276	522	522
Early Hearing Detection and Intervention (EHDI) Tracking, Research	143	250	250
Early Intervention for Infants and Toddlers with Disabilities (Part C)	10,139	14,000	14,000
Electronic Patient Care	---	350	350
Emergency Medical Services for Children (EMSC) Partnership Grants	180	230	230
Emergency Preparedness for Bioterrorism	14,019	29,581	29,581
Epidemiology and Laboratory Capacity - Affordable Care Act	2,093	11,110	11,110
Federal Lead Abatement Program	528	600	570
Food Inspection	488	889	889
HIV/AIDS Prevention and Education Grant	14,227	20,670	20,670
HIV/AIDS Surveillance Grant	---	3,318	3,318
Housing Opportunities for Incarcerated Persons with AIDS	382	1,958	1,350
Housing Opportunities for Persons with AIDS	904	2,200	1,900
Immunization Project	3,345	15,714	15,714
Lab Biomonitoring Program - Impact of Biohazards on New Jersey Citizens	654	1,200	1,200
Maternal and Child Health Block Grant	10,658	13,000	13,000
Maternal, Infant and Early Childhood Home Visiting Program	10,832	11,349	11,349
Medicare/Medicaid Inspections of Nursing Facilities	15,377	17,000	17,000
Morbidity and Risk Behavior Surveillance	777	1,071	1,071
National Cancer Prevention and Control	282	3,071	3,071
National HIV/AIDS Behavioral Surveillance	724	612	612
National Program of Cancer Registries	329	1,400	1,400
New Jersey Childhood Lead	535	672	672
New Jersey Food Testing Program - Food Safety and Defense	751	945	945
New Jersey Personal Responsibility Education Program	1,200	1,778	1,778
New Jersey Plan for Private Well Programs	66	250	250
New Jersey State Maternal Health Innovation Program	2,140	2,800	2,800
Oral Health Grant	446	617	617
Overdose Data - Action	6,478	8,440	8,255
Partnership Ending HIV in Essex & Hudson	3,566	4,700	4,700
Pediatric AIDS Health Care Demonstration Project	2,230	3,305	3,305
Pediatric Mental Health Care	564	522	522
Pregnancy Risk Assessment Monitoring System	285	750	750
Preventative Health and Health Services Block Grant	4,098	12,650	12,650
Prevention & Public Health Fund - Immunization and Vaccines for Children	5,097	13,000	13,000
Prevention and Management of Diabetes, Heart Disease and Stroke	1,965	1,804	2,500
Public Health Crisis MPOX	---	1,150	1,150
Public Health Crisis Response	---	25,401	25,401
Public Health Crisis Response to COVID-19	177	6,455	6,455
Public Health Emergency Response: COVID-19 Cooperative Agreement	107,412	2,937	3,238
Public Health Laboratory Biomonitoring Planning	---	2,156	2,156
Rape Prevention and Education Program	2,286	2,810	2,810
Ryan White Part B - Emergency Relief	---	1,300	1,300
Ryan White Part B - Supplemental	1,965	1,800	1,800
Senior Farmers' Market Nutrition Program	930	5,500	5,500
Strengthening Public Health (Strategy A2)	---	4,400	4,400
Strengthening Public Health (Strategy A3)	---	1,100	1,100
Supplemental Food Program - Women, Infants, and Children (WIC)	175,431	261,000	261,000
Tobacco Age of Sale Enforcement (TASE)	765	2,357	2,357
Tuberculosis Control Program	2,532	4,575	4,575
Venereal Disease Project	2,102	4,582	4,582
Viral Hepatitis Surveillance	227	450	450
Vital Statistics Component	996	1,498	1,498
Wisewoman Breast and Cervical Cancer Early Detection	530	600	600
Women, Infants, and Children (WIC) Farmers' Market Nutrition Program	681	4,000	4,000

**SCHEDULE 2
FEDERAL REVENUES**
(thousands of dollars)

	-----Fiscal Year Ending June 30-----		
	2023	2024	2025
	Actual	Estimated	Estimated
Various Federal Programs and Accruals	34,477	14,468	14,747
Subtotal, Department of Health	713,311	642,886	644,125
Department of Human Services:			
Bipartisan Safer Communities Act Center for Mental Health Block Grants	58	3,001	3,001
Block Grant Mental Health Services	37,126	25,000	25,000
COVID-19 ARP - Build 988 Capacity	1,764	---	---
COVID-19 ARP - Substance Abuse Block Grant	1,312	---	---
COVID-19 ARP - Congregate Meals	445	---	---
COVID-19 ARP - Title III	828	---	---
COVID-19 ARP - Family Caregivers	281	---	---
COVID-19 ARP - Child Care Discretionary	169,149	---	---
COVID-19 ARP - Section 9817 Home and Community-Based Services (HCBS)	142,952	---	---
COVID-19 ARP Child Care Stabilization	253,599	---	---
COVID-19 CARES Act Stimulus Funding	27,127	---	---
COVID-19 New Jersey Hope and Healing	2,421	---	---
COVID-19 SNAP - Administrative Expenses	11,408	---	---
COVID-19 Substance Abuse Block Grant Emergency Fund	7,407	---	---
COVID-19 Title III	187	---	---
COVID-19 Title XIX Managed Care	829,346	---	---
Child Care Block Grant	240,897	245,760	247,760
Child Support Enforcement Program	167,666	183,083	187,350
Developmental Disabilities Council	2,315	1,677	1,687
Health Information Technology (HIT)	484	---	---
National Family Caregiver Program	4,605	5,500	5,500
National Suicide Prevention Grant	---	5,000	5,000
New Jersey Hope and Healing Crisis Counseling Program	1,495	---	---
New Jersey Mental Health Awareness Training	144	125	125
New Jersey Money Follows the Person	12,566	14,289	14,289
New Jersey State Opioid Response	73,987	69,100	69,100
Older Americans Act - Title III	35,925	40,950	40,950
Program Integration of Primary and Behavioral Health Care	1,823	2,000	2,000
Projects for Assistance in Transition from Homelessness (PATH)	3,726	2,200	2,200
Refugee Resettlement Program	1,770	4,500	4,500
Social Services Administration	---	41,310	41,310
Strategic Prevention Framework	1,828	2,260	2,260
Substance Abuse Block Grant	58,622	55,000	55,000
Supplemental Nutrition Assistance Program	178,053	239,900	239,900
Supplemental Nutrition Assistance Program - Education	8,621	10,000	10,000
Supplemental Nutrition Assistance Program - Fraud Grant	---	1,000	1,000
Supplemental Nutrition Assistance Program Research and Training Grant	318	3,000	3,000
Temporary Assistance for Needy Families Block Grant	402,702	489,157	460,335
Title XIX Child Residential	100,155	130,480	130,480
Title XIX Community Care Program	1,085,970	1,235,939	1,302,098
Title XIX ICF/IDD	221,714	255,869	269,236
Title XIX Medical Assistance	12,161,743	14,187,988	12,786,745
Title XXI Children's Health Insurance Program	588,015	684,697	618,428
Traumatic Brain Injury State Partnership Program	175	260	260
United States Department of Agriculture Older Americans	3,117	4,350	4,350
Vocational Rehabilitation Act, Section 120	15,552	14,815	14,815
Various Federal Programs and Accruals	-142,849	7,046	7,046
Subtotal, Department of Human Services	16,716,549	17,965,256	16,554,725
Department of Labor and Workforce Development:			
COVID-19 ARP - Fraud Prevention	350	---	---
COVID-19 ARP - Unemployment Insurance Information Technology Modernization Project - Claimant Experience Pilot	549	---	---
Apprenticeship State Expansion	1,078	---	---
Assistive Technology	515	650	650
COVID-19 Recovery - National Emergency Grant	2,244	---	---
Current Employment Statistics	1,803	2,417	2,417
Disability Determination Services	52,674	77,106	77,106
Disabled Veterans' Outreach Program	2,995	3,562	4,200
Emergency Unemployment Insurance Stabilization and Access Act of 2020	10,000	---	---
Employment Services	23,038	26,911	26,921
Employment Services Grants - Alien Labor Certification	478	916	916
Federal Pandemic Unemployment Compensation Implementation	250	---	---

SCHEDULE 2
FEDERAL REVENUES
(thousands of dollars)

	-----Fiscal Year Ending June 30-----		
	2023	2024	2025
	Actual	Estimated	Estimated
Independent Living	560	600	600
Industry Partnerships	---	3,000	3,000
Jersey Job Clubs	---	2,200	3,000
Local Veterans' Employment Representatives	1,199	1,633	1,800
National Council on Aging - Senior Community Services Employment Project	2,066	4,048	4,048
Occupational Safety Health Act - On-Site Consultation	1,760	2,703	2,703
One Stop Labor Market Information	887	1,020	1,020
Pandemic Emergency Unemployment Compensation Implementation	5,500	---	---
Pandemic Unemployment Assistance Implementation	5,600	---	---
Preschool Development	---	200	200
Public Employees Occupational Safety and Health Act	1,616	3,998	3,998
Redesigned Occupational Safety and Health	280	400	400
Reemployment Eligibility Assessments - State Administration	5,364	25,135	25,135
Rehabilitation of Supplemental Security Income Beneficiaries	1,415	5,000	5,000
Supported Employment	---	975	975
Trade Adjustment Assistance Project	4,110	8,313	8,313
Unemployment Insurance	141,795	203,637	203,637
Vocational Rehabilitation Act of 1973	35,702	70,370	75,325
Work Opportunity Tax Credit	405	762	762
Workforce Data Quality Initiative	267	---	---
Workforce Innovation and Opportunity Act Opioid - National Emergency Grant	2,840	---	---
Workforce Innovation and Opportunity Act Supplemental Research and Evaluation	---	500	500
Workforce Investment Act	62,683	117,842	124,759
Workforce Investment Act - Adult and Continuing Education	8,864	19,188	19,188
Various Federal Programs and Accruals	16,793	1,803	1,803
Subtotal, Department of Labor and Workforce Development	395,680	584,889	598,376
Department of Law and Public Safety:			
Advancing the Use of Technology to Assist Victims of Crime	---	750	750
Anti-Methamphetamine	445	2,500	2,500
Body Cameras	674	2,500	2,500
Community Oriented Policing (COPS)	2,848	11,895	11,895
Community Policing Development	---	500	500
Connect & Protect	---	1,000	1,549
Crime Gun Intelligence Center	---	500	500
Disaster Assistance - COVID-19 Pandemic	715,813	---	---
Disaster Assistance - Other	128,266	---	---
Disaster Assistance - Super Storm Sandy	151,713	---	---
Emergency Management Performance Grant - Non Terrorism	11,190	10,500	10,500
Enhancement of Data Analysis Center	---	225	225
Equal Employment Opportunity Commission	---	300	400
Fatality Analysis Reporting System (FARS)	250	350	350
Federal Nonprofit Security Grant Program - State	2,206	5,032	2,725
First Responder Comprehensive Addiction and Recovery Act (FR-CARA)	---	1,000	1,000
Flood Mitigation Assistance	5,620	28,000	28,000
Forensic DNA Laboratory	958	2,300	2,300
Hazardous Materials Transportation	306	1,350	1,350
High Priority Commercial Motor Vehicles Grant	340	787	787
Highway Traffic Safety	13,153	42,950	42,850
Homeland Security Grant Program	7,677	7,692	7,075
Improving Outcomes for Victims of Human Trafficking	---	2,000	2,000
Incident Command	2,235	3,000	3,000
Intellectual Property	96	450	450
Internet Crimes Against Children	601	1,900	1,900
Justice Assistance Grant (JAG)	7,826	5,000	5,000
Juvenile Justice Delinquency Prevention	629	1,013	1,013
Kevin & Avonte Program	91	300	300
Matthew Shepard and James Byrd Jr. Hate Crimes Program	63	300	300
Medicaid Fraud Unit	4,246	9,000	9,000
Missing and Unidentified Human Remains	---	600	600
National Crime Statistics Exchange	---	2,750	2,750
National Criminal History Program - Office of the Attorney General	604	2,900	667
National Incident Based Reporting System	---	---	77
Non-Motorized Safety	868	2,200	2,200
Opioids	449	11,346	10,346
Paul Coverdell National Forensic Science Improvement (Competitive)	---	800	800
Paul Coverdell National Forensic Science Improvement (Formula)	448	650	650

**SCHEDULE 2
FEDERAL REVENUES**
(thousands of dollars)

	-----Fiscal Year Ending June 30-----		
	2023	2024	2025
	Actual	Estimated	Estimated
Port Security	1,027	3,000	3,000
Postconviction Testing of DNA Evidence	18	500	500
Pre-Disaster Mitigation Grant (Competitive)	699	10,000	10,000
Prescription Drug Monitoring Program	751	2,000	2,000
Preventing & Addressing Hate	---	750	750
Preventing Wrongful Convictions	---	250	250
Prison Rape Elimination Act Reallocation Funds Program	---	125	125
Prosecuting Cold Cases Using DNA	---	500	500
Recreational Boating Safety	---	4,300	4,300
Regional Catastrophic Preparedness Grant	356	---	---
Residential Treatment for Substance Abuse	104	500	500
STOP School Violence Prevention Program	321	600	600
Sex Offender Registration and Notification Act (SORNA)	203	725	725
Sexual Assault Kit Initiative	341	4,500	4,500
Smart Prosecution - Innovative Prosecution Solutions	---	200	200
State Crisis Intervention Program	---	5,400	5,400
State and Local Cybersecurity Grant Program	---	17,007	5,102
Statistical Analysis Center	---	225	---
Targeted Violence and Terrorism Prevention	---	750	750
Training for Juvenile Prosecution	5	225	225
UASI Nonprofit Security Grant Program (NSGP)	10,540	7,202	27,521
Urban Area Security Initiative (UASI)	23,427	19,050	18,631
Urban Search and Rescue	2,762	13,500	13,500
Victim Assistance Grants	54,208	53,750	53,750
Victim Centered Law Enforcement Training	---	750	750
Victim Compensation Award	3,252	9,522	12,000
Victims of Crime Act - Building State Technology	---	344	300
Victims of Crime Act - Training Discretionary	59	1,000	1,000
Violence Against Women Act - Criminal Justice	2,509	4,000	4,000
Various Federal Programs and Accruals	-26,034	5,525	5,100
Subtotal, Department of Law and Public Safety	<u>1,134,163</u>	<u>330,540</u>	<u>334,788</u>
Department of Military and Veterans' Affairs:			
Antiterrorism Program Manager	171	221	225
Armory Renovations and Improvements	884	8,649	9,071
Army Facilities Service Contracts	2,957	7,723	9,104
Army National Guard Electronic Security System	338	591	674
Army National Guard Statewide Security Agreement	869	998	998
Army Training and Technology Lab	158	338	381
Atlantic City Air Base Environmental	61	155	198
Atlantic City Air Base Operations and Maintenance	304	258	334
Atlantic City Air Base Service Contracts	792	2,566	3,195
Atlantic City Air Base Sustainment, Restoration and Modernization	583	2,325	2,780
Dining Facility Operations	348	500	600
Facilities Support Contract	18,901	23,477	26,530
Fairmount and Arlington Cemetery Upkeep	---	460	460
Federal Distance Learning Program	324	510	567
Firefighter/Crash Rescue Service Cooperative Funding Agreement	2,922	2,865	3,475
Hazardous Waste Environmental Protection Program	2,051	3,111	3,459
Lakehurst Readiness Center	7,330	---	---
McGuire Air Force Base Operations and Maintenance	396	339	399
McGuire Air Force Base Service Contracts	1,535	2,219	1,866
McGuire SRM (Sustainment, Restoration and Modernization)	---	1,000	1,000
Medicare Part A Receipts for Resident Care and Operational Costs	5,903	11,000	12,000
Menlo HVAC Renovation	---	1,897	1,897
Mental Health Training	---	125	125
National Guard Maintenance Shop	---	25,000	25,000
National Guard Support Services	---	8,000	---
National Guard Yellow Ribbon	---	60	60
New Jersey National Guard ChalleNGe Youth Program	3,548	5,832	6,594
Paramus Chillers and Coolers	2,378	---	---
Sea Girt Energy Grid Upgrade	---	45,000	---
Section Z Crypt	---	14,500	14,500
Training and Equipment - Pool Sites	1,080	1,275	1,239
Veterans' Education Monitoring	571	808	923
Various Federal Programs and Accruals	5,855	6,448	6,790
Subtotal, Department of Military and Veterans' Affairs	<u>60,259</u>	<u>178,250</u>	<u>134,444</u>

SCHEDULE 2
FEDERAL REVENUES
(thousands of dollars)

	-----Fiscal Year Ending June 30-----		
	2023	2024	2025
	Actual	Estimated	Estimated
Department of State:			
AmeriCorps Grants	5,186	9,650	10,035
COVID-19 Governor's Emergency Education Relief Fund (GEERF)	15,098	---	---
Effective Absentee Systems	---	410	---
Foster Grandparent Program	582	1,400	1,400
Gaining Early Awareness and Readiness for Undergraduate Programs (GEAR UP)	3,130	5,000	5,000
Help America Vote Act	5	3,663	---
John R. Justice Grant Program	113	114	148
Market Development Cooperator Program	---	300	300
National Endowment for the Arts Partnership	897	1,190	1,190
State Trade and Export Promotion Program	1,320	2,400	2,400
Various Federal Programs and Accruals	-4,686	567	630
Subtotal, Department of State	21,645	24,694	21,103
Department of Transportation:			
Airport Fund	609	2,000	4,625
Boating Infrastructure Program (New Jersey Maritime Program)	63	1,600	3,000
Commercial Drivers' License Program	1,935	4,500	4,500
Development and Implementation Grant - Federal Transit Administration	655	1,527	1,900
Highway Safety Programs	---	19,000	19,000
Motor Carrier Safety Assistance Program	8,000	12,414	12,614
Various Federal Programs and Accruals	765	---	---
Subtotal, Department of Transportation	12,027	41,041	45,639
Department of the Treasury:			
COVID-19 ARP - State Small Business Credit Initiative	79,371	---	---
Coronavirus Relief Fund	41,313	---	---
Digital Equity Program	---	11,767	11,767
Energy Efficiency Revolving Loan Fund Capitalization Grant Program	---	2,634	---
Financing Advanced Microgrids	239	---	---
Pipeline Safety	1,163	950	950
Preventing Outages and Enhancing the Resilience of the Electric Grid	---	12,828	12,828
State Energy Conservation Program	1,018	1,474	1,474
State Energy Program	---	13,168	13,168
Underserved Communities Electric Vehicle Affordability Program	52	---	---
Various Federal Programs and Accruals	-26,272	---	---
Subtotal, Department of the Treasury	96,884	42,821	40,187
The Judiciary:			
Various Federal Programs and Accruals	982	1,325	1,325
<i>Total Federal Revenues</i>	<i>24,602,652</i>	<i>23,809,960</i>	<i>22,435,136</i>

**SCHEDULE 2
OTHER REVENUES**
(thousands of dollars)

	-----Fiscal Year Ending June 30-----		
	2023 Actual	2024 Estimated	2025 Estimated
Revolving:			
Department of Community Affairs:			
Administration and Support Services	355	350	350
Liquid Petroleum Gas Education and Safety Board	415	500	500
Uniform Construction Code	24,654	20,000	20,000
Various Revolving Funds	46	---	---
Subtotal, Department of Community Affairs	25,470	20,850	20,850
Department of Corrections:			
Culinary Arts Vocational Program	4	57	57
Farm Operations	13,208	11,300	11,300
State Use	10,137	12,000	12,000
Subtotal, Department of Corrections	23,349	23,357	23,357
Department of Education:			
Administration and Support Services	2,883	4,896	4,896
Department of Environmental Protection:			
Office of Information Resource Management Assessment Funds	4,365	4,400	4,400
Pesticide Control	4	---	---
Publicly-Funded Site Remediation and Response	230	---	---
Subtotal, Department of Environmental Protection	4,599	4,400	4,400
Department of Health:			
Administration and Support Services	14,558	13,385	13,652
Laboratory Services	11,951	13,145	13,145
Subtotal, Department of Health	26,509	26,530	26,797
Department of Human Services:			
Income Maintenance Management	7,109	8,600	8,600
Department of Labor and Workforce Development:			
Administration and Support Services	312	2,500	2,500
Department of State:			
Museum Services	31	32	32
State Archives	205	210	215
Subtotal, Department of State	236	242	247
Department of Transportation:			
Administration and Support Services	105	140	140
Fuel Services	15,587	18,000	18,000
Subtotal, Department of Transportation	15,692	18,140	18,140
Department of the Treasury:			
Adjudication of Administrative Appeals	1,200	1,200	1,200
Automotive Services	56,293	28,878	28,878
Capitol Post Office	2,550	2,756	2,756
Printing Services	2,255	2,634	2,634
Property Management and Construction - Construction Management Services	9,827	7,600	7,600
Public Information Services	1,589	1,575	1,575
Purchasing and Inventory Management	49,949	45,966	45,966
Records Management Microfilm Unit Revolving Fund	733	400	400
Subtotal, Department of the Treasury	124,396	91,009	91,009
<i>Total Revolving</i>	<i>230,555</i>	<i>200,524</i>	<i>200,796</i>
Total Other Revenues General Fund	31,445,020	30,615,441	29,445,897

SCHEDULE 2 OTHER REVENUES (thousands of dollars)

	-----Fiscal Year Ending June 30-----		
	2023 Actual	2024 Estimated	2025 Estimated
SPECIAL TRANSPORTATION FUND			
Department of Transportation:			
Transportation Trust Fund - Federal Highway Administration	996,373	1,558,853	1,896,808
Transportation Trust Fund - Local Highway Funds	308,618	430,000	430,000
Transportation Trust Fund - Public Transportation	616,125	760,000	767,000
Transportation Trust Fund - State Highway Funds	1,037,388	810,000	803,000
<i>Total Special Transportation Fund</i>	<u>2,958,504</u>	<u>3,558,853</u>	<u>3,896,808</u>
TOTAL OTHER REVENUES	<u>34,403,524</u>	<u>34,174,294</u>	<u>33,342,705</u>

**SCHEDULE 3
EXPENDITURES BUDGETED**
(thousands of dollars)

	-----Fiscal Year Ending June 30-----		
	2023 Actual	2024 Estimated	2025 Estimated
GENERAL FUND			
Legislative Branch			
Senate	14,375	17,690	17,690
General Assembly	21,995	24,208	24,208
Office of Legislative Services	46,782	55,410	55,272
Legislative Commissions	5,786	6,163	5,889
State Capitol Joint Management Commission	13,385	15,240	14,696
Subtotal, Legislative Branch	102,323	118,711	117,755
Executive Branch			
Chief Executive	7,734	13,745	13,745
Department of Agriculture	123,412	286,260	106,891
Department of Banking and Insurance	85,999	90,263	85,263
Department of Children and Families	1,254,881	1,435,990	1,436,250
Department of Community Affairs	365,453	380,289	193,194
Department of Corrections	1,157,562	1,219,217	1,183,840
Department of Education	951,869	5,301,393	6,196,611
Department of Environmental Protection	612,475	729,966	506,514
Department of Health	1,086,855	1,425,147	1,335,868
Department of Human Services	6,663,828	8,424,779	8,843,503
Department of Labor and Workforce Development	253,730	208,372	204,946
Department of Law and Public Safety	916,598	853,380	860,116
Department of Military and Veterans' Affairs	112,804	125,259	121,322
Department of State	1,731,266	2,085,169	1,994,148
Department of Transportation	1,544,505	1,715,006	1,776,040
Department of the Treasury	1,764,580	1,840,993	1,664,618
Miscellaneous Commissions	987	989	989
Subtotal, Executive Branch	18,634,538	26,136,217	26,523,858
Interdepartmental Account			
Inter-Departmental Services	1,070,878	825,702	795,935
Employee Benefits	5,735,729	6,069,664	6,160,020
Other Interdepartmental Accounts	27,537	115,025	55,025
Salary Increases and Other Benefits	12,974	11,000	199,327
Subtotal, Interdepartmental Account	6,847,118	7,021,391	7,210,307
Judicial Branch			
The Judiciary	770,164	905,487	895,487
Total General Fund	26,354,143	34,181,806	34,747,407
PROPERTY TAX RELIEF FUND			
Department of Agriculture	17,887	41,166	71,166
Department of Community Affairs	465,959	1,138,743	877,396
Department of Corrections	33,266	41,150	38,600
Department of Education	17,867,776	14,618,966	14,767,931
Department of Environmental Protection	7,543	16,296	12,296
Department of Human Services	249,201	263,600	273,157
Department of Law and Public Safety	5,500	9,500	9,000
Department of State	6,840	7,176	4,676
Department of Transportation	319,302	327,329	300,961
Department of the Treasury	3,988,222	4,141,526	4,087,521
Interdepartmental Accounts	45,448	45,539	14,277
Total Property Tax Relief Fund	23,006,944	20,650,991	20,456,981
CASINO CONTROL FUND			
Department of Law and Public Safety	57,437	65,433	68,685
Department of the Treasury	6,538	8,114	8,745
Total Casino Control Fund	63,975	73,547	77,430

SCHEDULE 3
EXPENDITURES BUDGETED
(thousands of dollars)

	-----Fiscal Year Ending June 30-----		
	2023	2024	2025
	Actual	Estimated	Estimated
CASINO REVENUE FUND			
Department of Health	515	516	516
Department of Human Services	498,204	523,850	593,618
Department of Labor and Workforce Development	2,194	2,196	2,196
Department of Law and Public Safety	92	92	92
<i>Total Casino Revenue Fund</i>	<u>501,005</u>	<u>526,654</u>	<u>596,422</u>
GUBERNATORIAL ELECTIONS FUND			
Department of Law and Public Safety	---	---	29,630
GRAND TOTAL EXPENDITURES BUDGETED	<u>49,926,067</u>	<u>55,432,998</u>	<u>55,907,870</u>

SCHEDULE 4
EXPENDITURES NOT BUDGETED
(thousands of dollars)

	-----Fiscal Year Ending June 30-----		
	2023	2024	2025
	Actual	Estimated	Estimated
GENERAL FUNDS			
Dedicated Funds			
Chief Executive	694	775	775
Department of Agriculture	7,871	9,193	9,447
Department of Banking and Insurance	536	726	726
Department of Children and Families	46,314	49,689	49,689
Department of Community Affairs	159,729	155,697	151,699
Department of Corrections	23,428	22,809	24,947
Department of Education	24,218	32,844	41,492
Department of Environmental Protection	114,107	152,253	152,770
Department of Health	543,445	580,921	378,695
Department of Human Services	2,550,132	2,782,234	3,208,212
Department of Labor and Workforce Development	250,522	377,618	401,030
Department of Law and Public Safety	246,817	285,900	307,266
Department of Military and Veterans' Affairs	1,988	7,021	7,021
Department of State	32,938	42,342	47,626
Department of Transportation	2,008,584	1,629,898	1,537,457
Department of the Treasury	276,257	396,494	413,713
Interdepartmental Accounts	384	403	390
The Judiciary	91,985	78,140	77,010
<i>Total Dedicated Funds</i>	<u>6,379,949</u>	<u>6,604,957</u>	<u>6,809,965</u>
Federal Funds			
Department of Agriculture	829,705	1,228,961	1,253,571
Department of Children and Families	829,374	756,987	784,116
Department of Community Affairs	1,481,987	556,461	616,460
Department of Corrections	99,757	20,574	20,574
Department of Education	1,151,885	1,143,743	1,221,816
Department of Environmental Protection	366,625	766,974	651,493
Department of Health	1,002,533	907,685	910,047
Department of Human Services	15,663,307	17,089,309	15,661,794
Department of Labor and Workforce Development	430,078	589,674	603,161
Department of Law and Public Safety	1,081,078	356,454	360,517
Department of Military and Veterans' Affairs	62,763	178,250	134,444
Department of State	364,241	24,694	20,718
Department of Transportation	43,039	12,877	17,475
Department of the Treasury	192,705	53,409	50,775
The Judiciary	115,381	123,908	128,175
<i>Total Federal Funds</i>	<u>23,714,458</u>	<u>23,809,960</u>	<u>22,435,136</u>
Revolving Funds			
Department of Community Affairs	17,184	20,850	20,850
Department of Corrections	23,420	23,357	23,357
Department of Education	2,905	4,896	4,896
Department of Environmental Protection	5,219	4,400	4,400
Department of Health	28,520	26,530	26,797
Department of Human Services	7,999	8,600	8,600
Department of Labor and Workforce Development	753	2,500	2,500
Department of State	311	242	247
Department of Transportation	15,799	18,140	18,140
Department of the Treasury	125,986	91,009	91,009
<i>Total Revolving Funds</i>	<u>228,096</u>	<u>200,524</u>	<u>200,796</u>
<i>Total Expenditures General Fund</i>	<u>30,322,503</u>	<u>30,615,441</u>	<u>29,445,897</u>
SPECIAL TRANSPORTATION TRUST FUND			
Department of Transportation	<u>3,260,628</u>	<u>3,558,853</u>	<u>3,896,808</u>
<i>GRAND TOTAL EXPENDITURES NOT BUDGETED</i>	<u>33,583,131</u>	<u>34,174,294</u>	<u>33,342,705</u>

The Annual Tax Expenditure Report

Pursuant to P.L. 2009, c.189, the State must prepare, in time for the Governor's annual Budget Message, a report of all State tax expenditures made in the last completed fiscal year, the current fiscal year, and the fiscal year to which the Budget Message applies.

This year's Tax Expenditure Report is the fifteenth the State has issued. It includes expanded information on the objective or purpose of many tax expenditures and also includes several new categories of tax expenditures that were not part of previous reports.

The report may be accessed at:

<http://www.state.nj.us/treasury/taxation/taxexpenditurereport.shtml>