STATE OF NEW JERSEY

BUDGET



FISCAL YEAR 2004 – 2005

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February 24, 2004

JAMES E. MCGREEVEY
GOVERNOR OF NEW JERSEY
TRANSMITTED TO THE FIRST ANNUAL SESSION
OF THE TWO HUNDRED AND ELEVENTH LEGISLATURE

Mr. President , Mr. Speaker, Distinguished members of the Legislature, honored guests, fellow New Jerseyans ...

It has been a long time coming ... Painful decisions and tough choices... Late nights and fights against special interests that were accustomed to having their way.

But today, we know our choices and decisions have put New Jersey on the right track.

Our children's reading and math scores are among the best in the nation. We have created some of the highest standards for new teachers anywhere.

We have stood up to the developers with the nation's toughest standards to protect our drinking water and our open space.

And today, our tax system is fairer ... unemployment is down and job creation is up ... our economy is the envy of the northeast ... and after years of moving in the wrong direction, New Jersey is on the right track.

Together, under the skillful hand of Treasurer McCormac, the leadership of Speaker Sires and Senate President Codey ... Majority Leaders Kenny and Roberts ... Budget Chairmen Bryant and Greenwald ... and Appropriations Chairwoman Watson-Colemen, we reigned in government spending ... and balanced the budget without an increase in the sales or income tax.

I know it hasn't been easy.

At every turn, the special interests opposed us, but unlike the government in Washington, we stood our ground -- we made the tough choices, and we fought the tough fights.

We offered the people of New Jersey straight talk and we never promised a free ride nor suggested that everyone could have everything.

We asked sacrifice from every resident of New Jersey ... every part of our state ... and every level of government.

These shared sacrifices have yielded better times and brighter days and an economy whose recovery endorses our actions.

Today, New Jersey is moving in the right direction. And we didn't get here by accident.

New Jersey is moving in the right direction because our decisions have been guided by clear principles that have made us stronger ... that have made us better ... that have made us a national leader, with other states following our example.

Today's budget is shaped by the same principles that have governed our decisions in each of the budgets I have presented to this legislature.

Our first priority has been protecting the hard working taxpayers of New Jersey, and this budget is once again balanced without raising sales or income taxes.

Next, we have continued to make investments where they would create the greatest opportunity: in our economy -- to create the jobs of today... in record investments in education -- to create the workforce of tomorrow.

We have also lived up to our commitment to protect the most vulnerable among us -- from children in foster care, the developmentally disabled, to seniors who need affordable prescription drugs.

Lastly, we have insisted that state government live within its means and we have refused to spend money that we don't have.

And those choices have put New Jersey on the right track.

From the day I took office we began restoring fairness to a tax system that had been allowed to benefit the few at the expense of the many.

For too long, too many giant corporations in New Jersey avoided paying their fair share while hard-pressed middle-class families bore the brunt of the tax burden.

New Jersey has many upstanding corporate citizens, but many billion dollar companies paid only $200 in taxes while middle class families were paying $2,000. That was wrong and we changed it.

GOVERNOR'S MESSAGE

For twenty-five years, casinos didn't see a single tax increase while middle class families shouldered a bigger burden. That was wrong and we changed it.

We heard the dire predictions about the consequences that would befall our state if we restored fairness to the system.

We were told that asking twelve casinos to pay their fair share to support 220,000 seniors would destroy the economy of an entire region of the state.

We were told that closing loopholes in the corporate business tax would destroy our economy and cost tens of thousands of jobs.

Every one of those predictions has been proven false.

Today our tax system is fairer ... we are adding a record number of new businesses ... and our economy has created more jobs than all the states in the northeast combined.

And those decisions have built a better New Jersey. A New Jersey that is moving in the right direction. As we have restored fiscal responsibility, our economy has responded with growth that is the envy of the nation.

While the Administration in Washington has lost two million jobs, we in New Jersey have added 40,000 since the Legislature passed my first budget.

Our unemployment rate has been lower than the national average for nine straight months. Our enhanced business and job attraction program has approved 25 new companies and 3,500 jobs in the six months since we signed it into law.

We have had a record number of new business filings two years in a row -- 70,000 new businesses started in New Jersey last year alone.

Our economic development authority has increased its financing by over 60 percent and generated 1 billion dollars in new investment.

Our Camden redevelopment plan has generated over 1 billion dollars in private capital investment.

Our investment in the Meadowlands will generate 1.4 billion dollars in economic activity and create 20,000 new jobs.

But don't simply take my word that we are a national leader in creating jobs and growing businesses. This month's Inc. Magazine looked at the top cities in America in which to do business.

Here's what they found. Two New Jersey cities were in the top 10 places in America and a third is in the top 25. No other state in the Northeast can make that claim.

Talking about their survey -- with three New Jersey areas among the national leaders -- Inc. Magazine wrote, quote: "These are among the unexpected places where businesses are adding jobs most rapidly and many people are moving in search of new lives, creating tremendous opportunities for entrepreneurs."

All of these things are happening because WE made the hard decisions... WE made the right decisions ... WE imposed the necessary fiscal discipline ... and WE always put the hard working families of New Jersey first.

The record is irrefutable; so here it is -- no rhetoric, just the facts.

We dedicated over half of the State budget -- 12.3 billion dollars -- to property tax relief.

Fifty cents of every dollar collected by the State of New Jersey goes back to the taxpayers through aid to their towns, school districts, and direct property tax relief for homeowners.

We provided more aid to local school districts than has ever been provided in history.

We spent four billion dollars to literally re-build our school system by saying to every community that if you need to build a new school, local taxpayers don't have to do it alone.

We balanced two budgets and eliminated over 14 billion dollars in deficits without raising the sales or income tax.

We closed a billion dollars of corporate tax loopholes.

That's a billion dollars that won't have to be paid by New Jersey's hard working families ... a billion dollars in cuts to vital programs they will not have to endure.

We cut spending on government operations and held overall spending below the rate of inflation for two years in a row -- no one has done that in nearly fifteen years.

When we took office the fiscal reserve was zero. And in the face of enormous deficits, we have rebuilt our budget reserve to 400 million dollars.

In contrast, the Administration in Washington has given tax breaks to the people who need it the least ... and somehow ... managed to turn a record surplus into a historic, half trillion dollar deficit ... all on the way to losing over two million jobs.

We should be proud of the job we did, how we did it, and what we have done to get the New Jersey economy moving in the right direction.

Now, we must remain true to the fiscal discipline that has brought us to this point.

We cannot do as they have done in Washington and embrace fiscal irresponsibility as the path to economic salvation.

For the third year in a row this budget is balanced ... without an increase in the sales or income tax.

We have reduced the use of one-time revenues by 1 billion dollars and we have used state dollars to replace the 500 million dollars in aid the Federal government has slashed.

Borrowing is down from last year, and unlike the past, every dollar borrowed is paid for with a dedicated source of new revenue.

For the third year in a row, spending on government operations is down.

I am proud that we are investing more money in our schools, in municipal aid to keep property taxes down, in health care for seniors and women and homeland security to keep our families safe.

And for those who want to argue that there is too much spending, show me the specific reductions you want to make in aid to school districts or senior property tax relief or veterans care or DYFS reform.

We are on the right track. We are beginning to reap the rewards from two years of hard choices and tightened belts.

We can use the dividends of our fiscal discipline to build a New Jersey where every parent in every community has access to high quality pre-school and after school programs.

Last week, New Jersey's pre-school program was honored by the National Institute for Early Education Research for having both the highest pre-school standards and the most comprehensive access for low income children anywhere in America.

You should be proud that as a result of the investments you have made over the past two years, we have increased enrollment in our Abbott pre-school program by 40% and set a national standard for excellence.

That is the type of achievement and success that was intended by the Supreme Court and it is having a measurable impact on the educational achievements of our children.

But the value of pre-school is universal and too many parents are still finding that high quality and affordable pre-school is out of their reach.

And that means too many of our children are missing out on early learning experiences that can influence the rest of their lives.

Today, I propose to bring the same commitment ... the same high pre-school standards that won New Jersey national acclaim to suburban communities all across New Jersey.

With your help, this budget will provide 15 million dollars to expand high quality pre-school to 20,000 additional four- year-olds in the next year.

And we will invest an additional 15 million dollars to start "New Jersey After 3", the nation's first statewide public/private after-school program that will serve 20,000 children next year alone.

And that will build a better New Jersey.

We can use the dividends of our difficult decisions to invest in job creation.

We can build a New Jersey where every high school graduate who wants more education or job training can find it close to home at an affordable price.

Research tells us that students who obtain an associate's degree will earn 400,000 dollars more over their lifetime than a high school graduate. And 95% of community college graduates stay in New Jersey.

These students will become the foundation of our workforce and we must make sure that the benefits of a community college education are within their reach.

We must invest in them so that they can invest in themselves.

This budget will open up a new door of opportunity for 9,000 high school students.

Today I'm calling on this Legislature to create the New Jersey Stars Program, the first New Jersey program to guarantee that every student who performs at the top of his or her high school class will have access to a college education.

To the high school students in New Jersey -- this budget poses a challenge.

If you graduate in the top 20% of your class, the State will make sure that your tuition at a community college is covered.

You do the work... you make the grades... and our NJSTARS program will cover the cost.

And that will keep the New Jersey economy moving in the right direction.

Our economy will grow in proportion to the skills of our workforce and our community colleges are the backbone of New Jersey's job training efforts.

Last year they provided training for over 50,000 employees at over 500 companies.

In order to expand our community college job training partnership, this budget will increase the community college construction and renovation program by 100 million dollars.

This will provide job training to 30,000 additional members of the workforce through the construction of new classrooms, laboratories, and training facilities at community colleges across this state.

There have been no better proponents of the community college system than Speaker Sires and Senator Bryant.

They have been champions of these two initiatives, and they deserve special recognition for their efforts to make sure that higher education is within the reach of everyone.

Thanks to both of you.

Capacity constraints are being felt across our system of higher education.

Our economy cannot afford to let the doors of an affordable quality education at our state universities close to our own high school graduates because of a growing lack of space. Or force others out of state.

This is an investment we must make.

I am asking the Legislature to look at the community college model for capacity expansion and work with us to create similar opportunities for universities and colleges to meet their growing capacity demands.

And together, by building more classrooms, we will build a better New Jersey workforce and keep our economy on the right track.

Our state colleges and universities have also shared in the budget sacrifices of the last two years. And so today, I am asking this legislature to increase funding for our state colleges and universities by 70 million dollars .

Together, they serve over 157,000 New Jersey students every day. It is our obligation to support them.

To keep our economy growing, there are several concrete steps we should take to invest in the industries that offer the highest-paying jobs and the greatest opportunities for growth:

First, we should provide new resources for growing high-tech companies by increasing by 50% the funding for the technology tax credit transfer program;

Second, we should encourage collaboration with our universities by dedicating half of these additional funds to high-tech companies working in our new innovation zones;

Third, we should duplicate the success of our enhanced jobs attraction program with a new jobs retention program that reflects the realities of today's economy.

We have worked together with business to create jobs and now we must work together to keep the good-paying jobs we already have.

As we keep our jobs in New Jersey ... as we invest in the workers of today and the innovators of tomorrow, we will build a stronger economy for New Jersey.

With the fruits of our shared sacrifice, we can invest in the health care of New Jersey, and this budget fully funds our Family Care program.

We can build a New Jersey where access to mammograms is within the reach of every woman and our seniors are given new choices for long term care.

And with an increase in the cigarette tax, we can provide a dedicated funding source and an increase in aid for charity care assistance for our hospitals.

As our seniors confront long term care decisions, they deserve the same respect, dignity, and choices that they have earned through a lifetime of hard work.

Today, I am proposing to fundamentally change the way our state funds the long term care of our senior citizens.

For too long, government has forced seniors to choose between going into a nursing home or giving up the government funds which pay for their care.

For the first time ever, our budget will provide the flexibility we need to allow more seniors to live with dignity at home ... or with a relative ... and still receive the money that New Jersey has earmarked for their long-term care.

This puts the choice for long term care where it belongs -- with seniors and their families -- not with government bureaucrats.

This has been a top priority of AARP. We can thank them for all their efforts by creating this landmark "Senior Care" program and telling every family in New Jersey that the proper care of our seniors should be a choice made by them and no one else.

And that will build a better, a more compassionate New Jersey.

Last year, we asked casinos to pay their fair share to support our prescription drug program and, as a result, our budget provides full funding for PAAD and Senior Gold without any changes in eligibility.

But now, I need bi-partisan support to make sure New Jersey seniors and our prescription drug program receive our fair share from Washington.

Join with me ... with AARP ... and let's send Washington a message:

New Jersey's prescription drug program is better, more generous. And we won't stand idly by if they insist on replacing New Jersey's program with Washington's.

As we look to the most pressing health needs in our state, there are few more important than the investments we are making in cancer research and cancer care.

This budget continues the cutting edge research and care being provided by the Cancer Institute of New Jersey and South Jersey's new Cancer Institute.

But access to preventive screenings like mammograms is the most important weapon we have in this deadly fight.

As I have visited with women across this state to talk about our effort to require insurance companies to cover mammograms for women under forty, I have been struck by the one request I have heard at every forum in every county.

They say: 'Governor, make the insurance companies cover mammograms -- but you must also do something to help the thousands of women without any insurance. They need your help.'

I cannot accept that in a state of our wealth and compassion that any woman should have to forego a mammogram because she doesn't have insurance --

So I ask you to support my proposal to double state funding to help women without insurance receive breast and cervical cancer screenings.

And together, we will provide mammograms for 15,000 women next year.

And that will build a better, a healthier New Jersey.

Our nation's veterans deserve a special place of recognition and gratitude for the sacrifices they have made so we may enjoy the freedoms that we do.

Across the state, our budget will provide new funding to make sure that as our veterans grow old, they are cared for with the dignity and thanks they have earned.

This spring, we will open the Old Glory Wing in Menlo Park and add room for 40 new residents.

In Paramus, we will begin the construction of a new all-purpose activities room, improving the quality of life for 336 residents.

And in Vineland, we will provide room for 68 more veterans with a new building at the Vineland Veterans home.

And these steps will help our Congressional delegation send a message to the Administration in Washington that we need to expand health care for veterans, not close their hospitals.

As we care for the men and women who have served our country, we must ensure that those who now serve our state on the home front of the war against terrorism are given the tools to do their jobs.

So I ask you to support a new cell tower assessment with all proceeds dedicated to improving 9-1-1 emergency response systems, hiring 200 more State troopers in addition to the 200 already planned for this year, and providing 400 new State Trooper patrol cars.

And that will build a better, a safer New Jersey.

It was less than two months ago that so many of us joined together with Christopher Reeve and countless families to usher in a new era of hope in New Jersey.

Everyday as I travel around this state, I meet people who thank us for our courage and our faith.

My friends, the hope that burns so deeply in these families, their faith that science will discover a cure, must be answered in this budget.

We cannot be satisfied with simply passing stem cell research legislation.

We have an obligation to every patient afflicted with Parkinsons, to every family that has watched a loved one suffer from ALS or Alzheimer's, to seize the opportunity before us.

Today, I propose to go where no other state has gone -- to invest State funds in your courage and the hopes of so many families -- with the creation of a new research institute, the New Jersey Institute for Stem Cell Research.

To start this project and to attract the top researchers and investigators to New Jersey, this budget will provide 6.5 million dollars in initial funding that will leverage additional private research dollars from across this country.

It will put New Jersey at the forefront of medical and pharmaceutical research in this country. And it will put us one step closer to fulfilling our dream -- that some scientist will find a cure for the incurable.

And that will build a better, a more courageous, New Jersey.

These investments in jobs, in education, and in health care for our citizens reflect the priorities of our government. They are all things that will build a better state and will keep New Jersey moving on the right track.

But ultimately, societies are judged by the way they provide for those who cannot care for themselves.

As part of this budget, I am asking each of you to consider the most basic of governmental responsibilities -- the protection of children who cannot protect themselves.

No one can be proud that there are parents who neglect and abuse their children or that our government has too often failed to intervene as quickly as it should have.

For too long, the Division of Youth and Family Services has been unable to meet its critical mission.

So we have taken an unprecedented step. We have enlisted outside experts and subjected the State to their scrutiny because we will do whatever it takes to make this right.

I am not afraid of the scrutiny because we cannot -- we must not -- tolerate failure.

Less than one week ago, Human Services Commissioner Jim Davy handed me a comprehensive plan to reinvent the state's child welfare system.

It is bold... it is thorough...and it is necessary.

It will not be inexpensive, but it will pale in comparison to the cost of inaction.

In this budget, I propose a 125 million dollar increase in funding for the Department of Human Services to adopt this ambitious reform plan -- which will reduce caseloads and rebuild DYFS from the ground up.

I know this is a significant investment to make, but we must be prepared to match the outrage of our rhetoric with the conviction to act.

I need your input in this process ... but let me be clear -- I am prepared to fight for the necessary funding.

And I am prepared to veto any budget that does not do right by our children.

Together we will build a safer New Jersey for our children.

Today, I have talked a great deal about the decisions we have made to restore fiscal discipline and revitalize our economy.

I have spoken about the priorities of our state and the investments I want to make in jobs, in health care, and in the education of our children.

And as our state revenues increase, our schools must receive first priority for funding.

I am extremely proud that the largest single increase in this budget will be for school funding.

This budget will double the increase in aid that was given last year.

We will provide an additional 100 million dollars to Abbott school districts and an additional 100 million dollars to non-Abbott school districts.

This will enable every school district to receive a 3% increase in aid ... but we will also target additional aid to specific communities in need.

We will provide 5 million dollars in special aid to help certain non-Abbott schools implement efficient and effective programs to raise their student achievement.

We will provide 5 million dollars to be awarded to the twenty school districts that best demonstrate the efficiency and effectiveness that promotes high student achievement.

And we have set aside 5 million dollars to help our fastest-growing communities cope with the increased school costs of a rising population.

But we must do more to help these fast growing communities. So when you send me a budget, also send me impact fee property tax relief legislation.

New homes bring new students who are forcing growing towns to meet growing educational costs. So let's pass this bill so that we can give our towns more tools to protect their taxpayers.

And this increased aid will build a better New Jersey and keep our schools on the right track.

I am extremely proud that we have achieved the important goal laid out by the Supreme Court and we have eliminated the fiscal gap between Abbott and wealthier school districts.

But New Jersey's system of school finance will not be effective until it addresses the educational needs of all students regardless of their hometown.

There are too many children who have precisely the same challenges as children in Abbott districts, but because of where they live, they don't receive the educational support that other children receive.

Our effort has produced encouraging evidence that some of our Abbott districts are producing inspiring student results that exceed those in many suburban districts, even as some Abbotts are not making the progress that we hoped.

Our funding approach must assure everyone that we are demanding both educational excellence and accountability for every school district in the state.

On the issue of spending by school districts, I want to be clear.

My Administration is prepared to be an advocate for the children and the taxpayers of this state against inefficient and ineffective spending.

This budget will place limits on the administrative expenses of school districts so parents can know that their tax dollars are going into the classroom and not into the bureaucracy.

We are providing a significant increase in aid to local school districts, but we will not tolerate inefficient and ineffective spending that accomplishes nothing but an increase in local property taxes.

So I have instructed Commissioner Librera to use the powers of his office to review school district spending to make sure school budgets is funding actual educational achievement.

Let me summarize once again what we are doing to provide new and immediate property tax relief in this budget.

We are devoting fully half of the budget to direct and indirect property tax relief programs.

We are doubling funding for the Senior Citizen property tax freeze program and bringing all of last year's applicants into the program. This will allow 130,000 seniors to have their property taxes frozen.

We are preserving the homestead rebate for 1.6 million people, the veterans property tax deduction for 320,000 residents, and the New Jersey Saver for 1.2 million taxpayers all at their current levels.

We are maintaining the maximum $10,000 property tax deduction for two million taxpayers.

We are increasing school aid by more than $200 million for a historic total of 8.7 billion dollars.

We are providing special aid for the fastest growing communities and calling on the Legislature to provide additional aid to these towns by passing impact fee legislation.

We are quadrupling last year's increase in municipal aid by 32 million dollars for a total of 1.8 billion dollars.

We are building on the work of Assembly Majority Leader Roberts and Senate Minority Leader Lance and doubling funding for REDI grants to promote efficiencies and shared services.

We are creating new Taxpayer Hero grants to reward Mayors that hold the line on property taxes.

And we are continuing the effort to eliminate wasteful and unnecessary bureaucracies and provide local taxpayers accountability for their tax dollars.

Everything we have here is far more than we were able to do in our last two budgets.

Everything we do here places the emphasis where it belongs -- on bringing property relief to every taxpayer in this state.

But I do not want to leave anyone with the impression that this budget is the end of the discussion. It is only the beginning and I will be back.

I refuse to allow another year to go by without asking this legislature to do more.

The realities are stark ... the challenges immense ... and the consequences of inaction are simply unacceptable.

No branch, no level of government can do this alone. We must do it together and we must do it this year.

The dictionary defines a Budget as "An itemized summary of probable expenditures and income for a given period."

Those of us who have been through the budget battles before know it is so much more than a list of probable expenditures and income ... or a series of lines with numbers.

Its meaning is much deeper than the phrases that we casually toss around -- revenue estimates... income projections... line-items ... and yes, securitizations.

It embodies the aspirations of a generation of children who want to go to college and the hopes of a legion of families who want to see their loved ones receive better health care.

This book reflects the conscience of our state and the collective compassion of our citizenry.

It is our document of accountability to the public for the taxes they pay and the services they receive.

In years past, it has reflected the tough choices of a difficult time. Today, it reflects the investments of a state that has put itself back on the right track.

Investments that mean more children will be able to go to pre-school ... and more young people will be able to afford college ... Choices that mean more workers will be able to take advantage of job training ... and more companies will come to New Jersey.

Priorities that mean more seniors will have access to affordable prescriptions... and more women will have access to mammograms...

And values that mean more of our most vulnerable young people will finally be given the protection they deserve.

For two years, we have made tough choices to meet the burden of tough times.

We have asked for sacrifices as we have demanded fairness. So today we can say New Jersey has turned the corner and is now moving in the right direction.

The future of New Jersey is brighter today than it was two years ago -- not simply by the actions of government, but through the hard work of the people and businesses of this great state.

This is what happens when we join in common purpose to pursue a common vision. We have laid the groundwork for a better tomorrow.

In the months ahead I look forward to working with the bi-partisanship leadership of the Legislature, Speaker Sires, Senate President Codey, the Majority Leaders Roberts and Kenny, budget and appropriations chair persons, Greenwald, Bryant, and Watson-Coleman as well as Minority Leaders Lance and DeCroce and budget officers Littell and Malone.

The challenges continue... the fight for tax fairness goes on... and the tough choices don't go away. But today, thanks to that fiscal discipline we have shown, we are beginning to see the fruits of our labors.

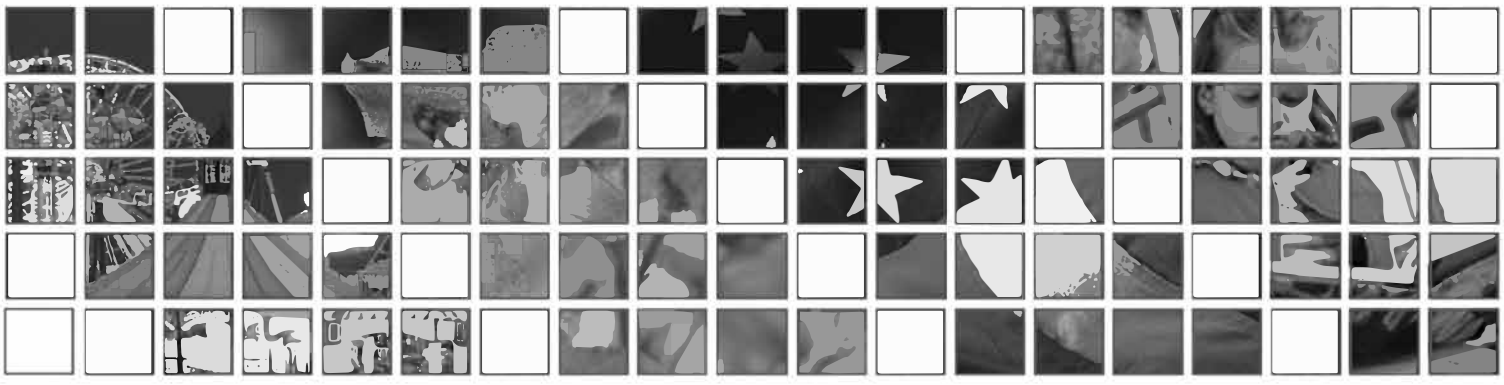
We have put New Jersey on the right track and we are moving in the right direction.

The sun is rising on the New Jersey horizon and greater hope and opportunities are here for all our citizens.

Now, let's get to work.

Reader's Guide

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



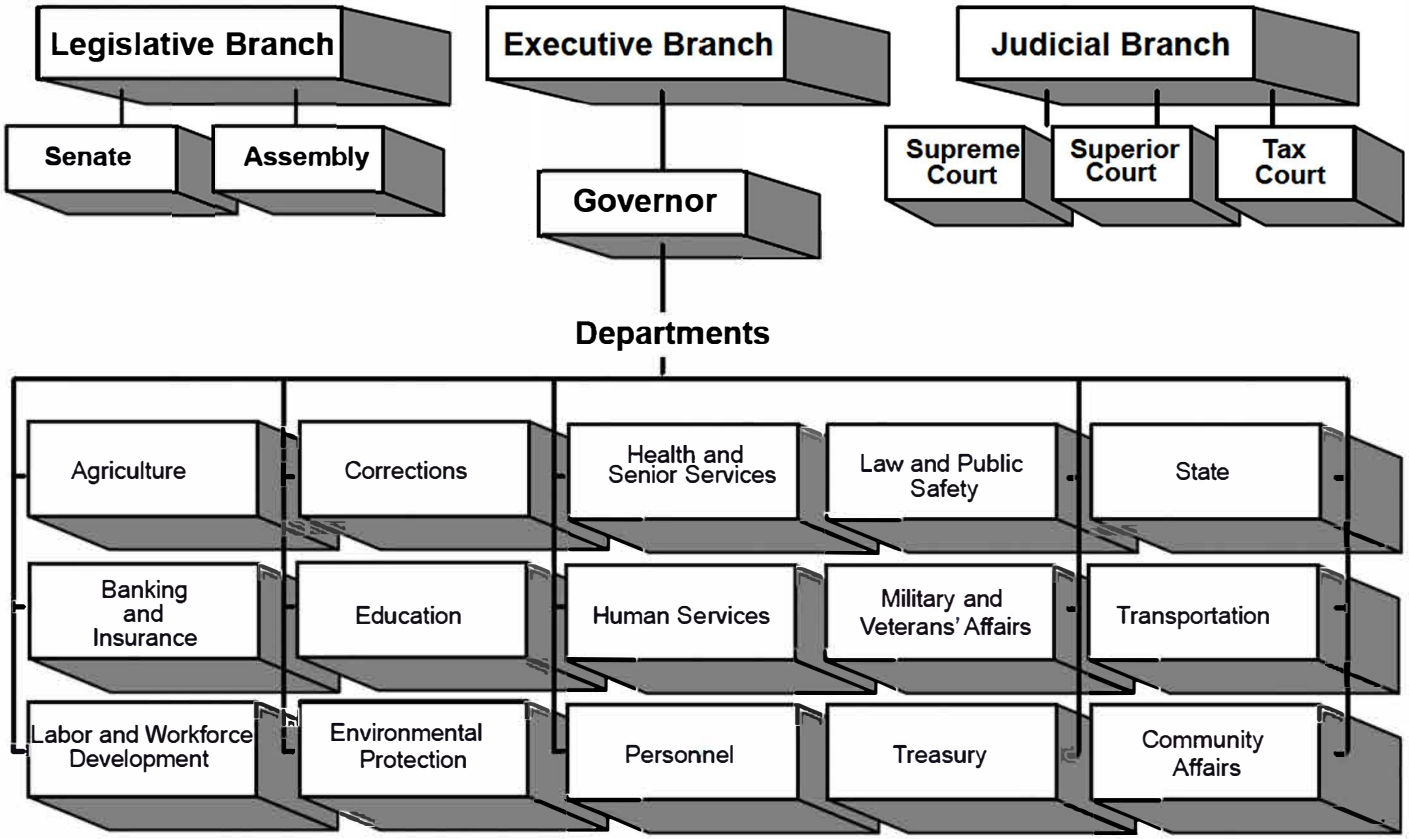
Background

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

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

A State Government Organization chart is provided below:

ORGANIZATION OF NEW JERSEY STATE GOVERNMENT



THE STATE BUDGET PROCESS

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

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

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

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

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

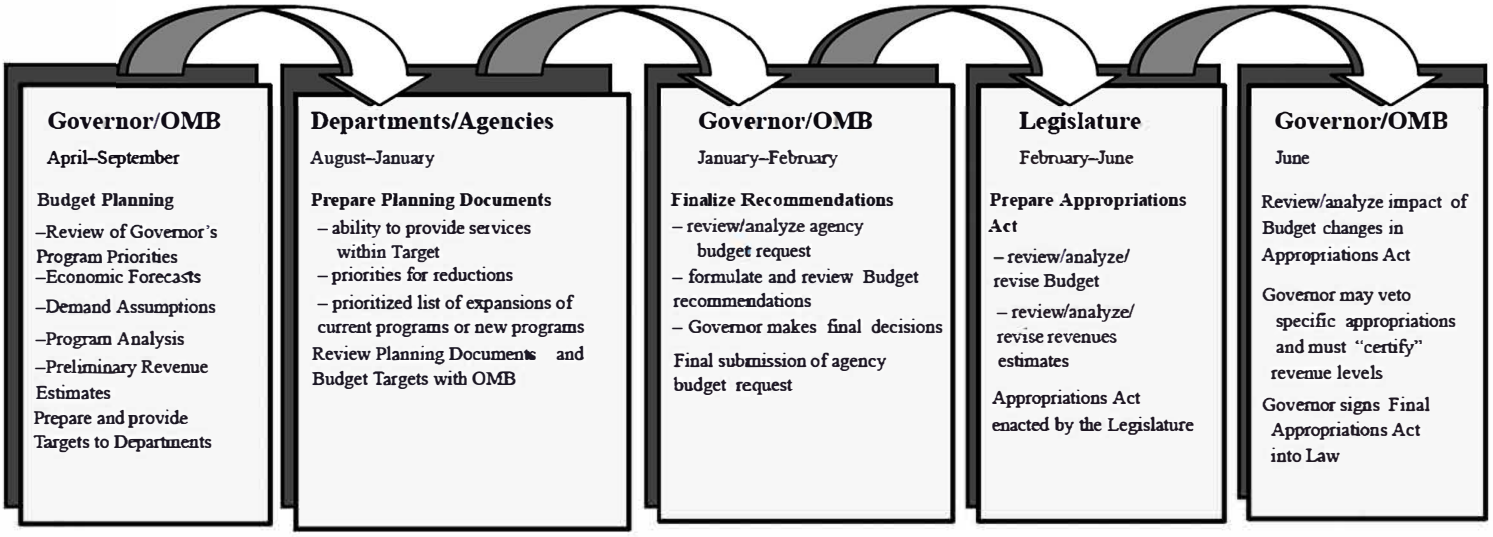
The planning portion of the process culminates in the final submission of the agency budget request to OMB in February, which is forwarded to the Legislature. The Budget Message, representing the Governor's recommendations on how revenues should be allocated, is delivered to the Legislature on or before February 24th of each year. From year to year, the Budget is the single most important policy statement that the Governor makes.

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

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

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

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



HOW THE BUDGET IS ORGANIZED

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

1.) The ***Governor's Budget Message*** describes in general terms the policies and new initiatives as well as the reductions and efficiencies proposed in the Budget. The Governor's Message generally includes a description of the economic situation within the state and the expected impact of projected economic trends on the state's fiscal condition. The Governor's Message may also include broad programmatic goals for each of the individual State departments or major segments of the government as well as policy directions for the upcoming fiscal year.

2.) The ***Summaries of Appropriations Section*** of the Budget includes a selection of tables and charts designed to summarize the Governor's recommendations and highlight the major changes included within the proposed Budget. For instance, the *Budget in Brief* provides a summary of total revenues and recommendations for each of the state's major fund categories, such as the General Fund, Casino Revenue Fund, and Property Tax Relief Fund. This section also includes a number of fiscal tables which explain the Governor's recommendations at various, significant levels of aggregation.

Summary of Appropriation Recommendations
Summary of Appropriation Recommendations by Fund
Summary of Appropriation Recommendations by Organization
Summary of Appropriations by Category or Purpose
Summary of Appropriations by Statewide Program
Appropriations – Major Increases and Decreases

Also included within this section is the *Major Highlights* of the fiscal year 2005 Budget, which discusses the major programmatic and operational impact of the budget proposals.

Additional summaries of major increases and decreases, and charts and graphs depicting significant programmatic or fiscal trends included within the FY 2005 Budget are also included within this section.

3.) The ***Summaries of Revenues, Expenditures and Fund Balances*** section provides an overview of the state's economy and revenue outlook and the impact that anticipated economic trends will have on the state's revenue estimates. The tables included within this section highlight the state's major revenue sources, such as the income tax, sales tax, corporation tax, etc., and provide year–to–year comparisons and projections for the fiscal year 2005 budget year. Most of the schedules and exhibits in this section are displayed by *Fund*. For the purposes of state financial accounting, funds are accounting entities which segregate financial resources according to the purposes for which they may be used.

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

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

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

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

a. Department and Branch Recommendations
(Direct State Services, Grants–In–Aid, State Aid and Capital Construction)
b. Debt Service
c. General and Federal Fund Language Provisions
d. Revolving Funds
e. Appendices

4.A.) Budget Recommendations – Overview

For fiscal 2005, the Budget displays all of a department's non–debt appropriations in a single subdivision of the document. The separate sub–divisions for Direct State Services (i.e. funds to support operations), Grants–In–Aid, State Aid and Capital Construction are now shown together in a consolidated display. Appropriations for Dedicated Funds (e.g. Property Tax Relief Fund, Casino Revenue Fund, etc.) are also included in the consolidated departmental presentation. An aggregate view of appropriation recommendations affecting State Aid, the Casino Revenue Fund, etc., are presented in new summaries in the "Summaries of Appropriations" section.

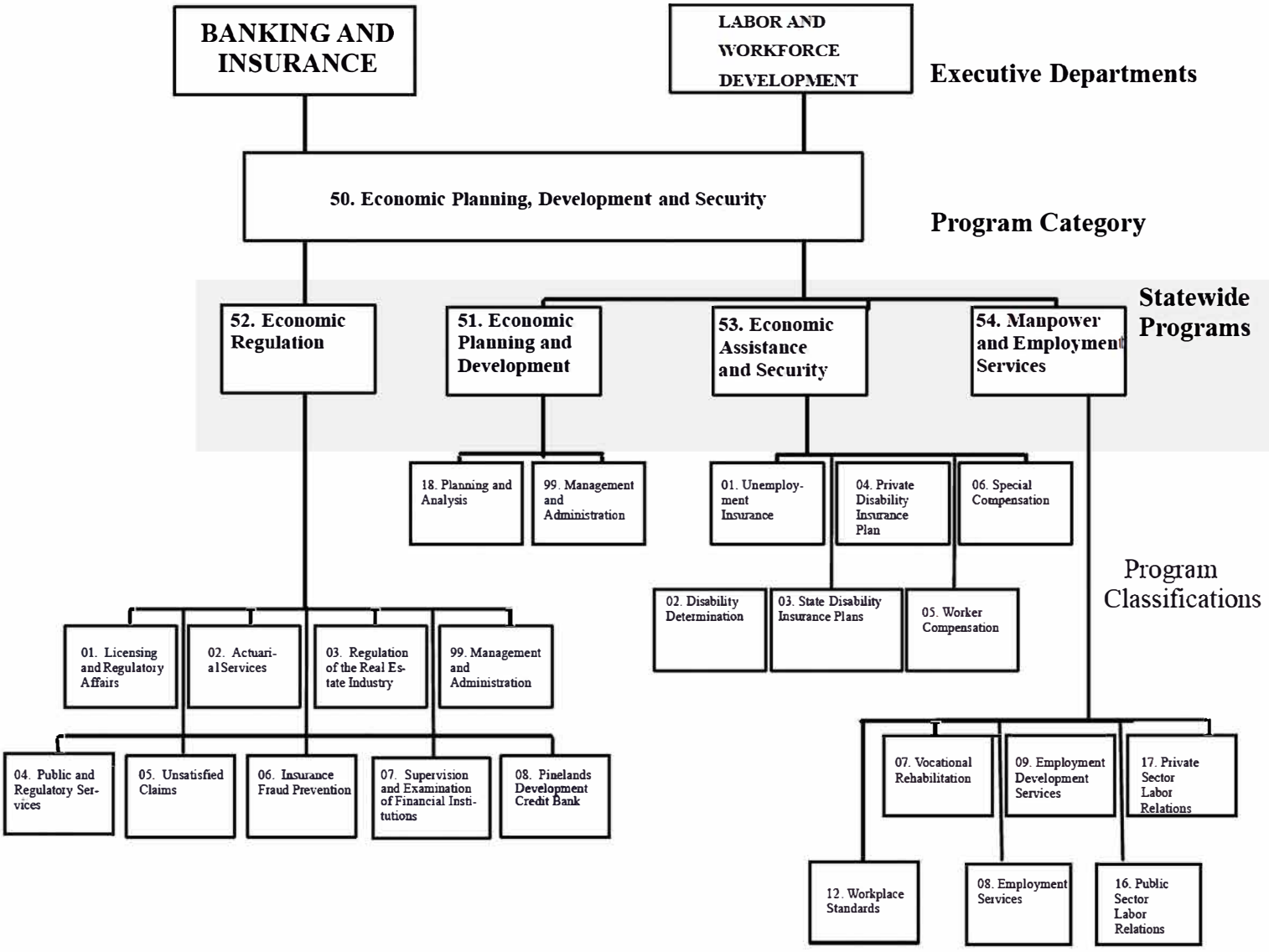
These changes were made to better organize program descriptions and operating and evaluation data with the relevant appropriation recommendations. This consolidated presentation will provide readers with a comprehensive view of all of a department's operations, across all spending categories and funds. This should help New Jersey citizens better understand the relationships between *all* of the recommendations affecting departmental programs.

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

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

In the Department of Labor and Workforce Development for example, all programs are grouped under the broad **Program Category** of *Economic Planning, Development and Security.* They are further divided into the following four **Statewide Programs:** *1.) Economic Planning and Development, 2.) Economic Regulation, 3.) Economic Assistance and Security,* and *4.) Manpower and Employment Services.* Each of these **Statewide Programs** are made up of a number of individual program classifications. **Program Categories and Statewide Programs** generally span multiple departments.

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


BANKING AND INSURANCE
LABOR AND WORKFORCE DEVELOPMENT
Executive Departments
50. Economic Planning, Development and Security
Program Category
Statewide Programs
52. Economic Regulation
51. Economic Planning and Development
53. Economic Assistance and Security
54. Manpower and Employment Services
18. Planning and Analysis
99. Management and Administration
01. Unemployment Insurance
04. Private Disability Insurance Plan
06. Special Compensation
02. Disability Determination
03. State Disability Insurance Plans
05. Worker Compensation
Program Classifications
01. Licensing and Regulatory Affairs
02. Actuarial Services
03. Regulation of the Real Estate Industry
99. Management and Administration
04. Public and Regulatory Services
05. Unsatisfied Claims
06. Insurance Fraud Prevention
07. Supervision and Examination of Financial Institutions
08. Pinelands Development Credit Bank
07. Vocational Rehabilitation
09. Employment Development Services
17. Private Sector Labor Relations
12. Workplace Standards
08. Employment Services
16. Public Sector Labor Relations

4.B.) **Budget Recommendations – Descriptions of Sub–Divisions**

Detailed descriptions of the sub–divisions of the *Budget Recommendations Section* are provided below:

a.) *Department and Branch Recommendations* is the sub–division of the Budget that relates to the appropriations and expenditures that support operations of State agencies, grants and state aid. In addition to appropriation and expenditure data, agency objectives, descriptions of agency programs and programmatic evaluation data are detailed. Federal and non–state funds are also included here.

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

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

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

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

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

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

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

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

b.) The *Debt Service* sub–division depicts the amounts necessary to pay principal and interest due on capital projects financed by general obligation bonds of the State. The primary method for financing of capital projects is through the sale of bonds. No debt can be issued by the State without approval by a majority of the legally qualified voters. This section also includes a brief description of the active bond issues financed by current Debt Service appropriations. Historically, New Jersey Debt Service payments average approximately three percent of the total General Fund appropriations.

c.) The *Language Provisions* sub–division of the Budget establishes authority beyond the specificity of the detailed line–item budgets for bothgeneral and federal funds. They apply to broad areas of the budget such as entire funds, appropriations in general and in some cases mandate additional administrative requirements related to the enactment of the budget. Language also authorizes adjustments for reorganizations and corrections to the appropriations act after its enactment.

d.) *Revolving and Other Funds* is the sub–division of the Budget that depicts programs or agencies not provided with direct appropriations, but rather operate from fees charged for services or commodities provided to other State agencies. Examples include print shops, laundries, and information processing services.

5.) The ***Appendix*** includes Statements of Estimated Revenues, Expenditures and Fund Balances of the State's Special Revenue, Capital Projects and Trust Funds (excluding Pension Trust Funds). The statements include the actual revenues and expenditures for the fiscal year ended June 30, 2002, presented in accordance with generally accepted accounting principles, as well as estimated amounts for fiscal 2003 and fiscal 2004.

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

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

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

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

BASIS OF BUDGETING

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

The Governor's budget is prepared in accordance with generally accepted accounting principles (GAAP). Revenues are recognized when susceptible to accrual; that is, when they are both measurable and available to finance expenditures of the fiscal period. Significant revenue sources which are susceptible to accrual include sales tax, individual income taxes, corporate income taxes and federal grants.

Appropriations are recommended at a level sufficient to recognize all accrued expenditures applicable to the fiscal period. Expenditures are recorded on an accrual basis when the related liability is incurred. Disbursements for prepaid expenses, inventory items, and fixed assets are recorded when expenditures are incurred. Expenditures for principal and interest on general obligation long–term debt are recognized when due.

The use of the term "expended" to report the most recent actual year activity in the budget is not in strict accordance with GAAP, in that this amount includes encumbrances which under GAAP are reservations of fund balance, not expenditures.

RELATIONSHIP TO THE COMPREHENSIVE ANNUAL FINANCIAL REPORT

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

BUDGETARY CONTROL

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

YEAR END BALANCES

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

10. PUBLIC SAFETY AND CRIMINAL JUSTICE
12. LAW ENFORCEMENT

OBJECTIVES

1. To prosecute all criminal appeals.

PROGRAM CLASSIFICATIONS

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

EVALUATION DATA

	Actual FY 2002	Actual FY 2003	Revised FY 2004	Budget Estimate FY 2005
PROGRAM DATA				
Criminal Justice				
Complaints, Inquiries, Other Matters (Closed)	3,343	5,571	6,000	6,000
PERSONNEL DATA				
Position Data				
State Supported	359	368	354	424

APPROPRIATIONS DATA
(thousands of dollars)

Year Ending June 30, 2003								Year Ending June 30, 2005	
Orig. & (S)Supple-mental	Reapp. & (R)Recpts.	Transfers & (E)Emer-gencies	Total Available	Expended		Prog. Class.	2004 Adjusted Approp.	Requested	Recom-mended
					Distribution by Program				
22,507	4,646	712	27,865	27,121	Criminal Justice	09	21,691	28,291	28,291
22,507								*1*	*28,291*
690								5	625
447								7	477
2,321								1	4,631
2,321								*1*	*4,631*
17,559								*1*	*23,691*
—								0	1,000
—								*0*	*1,000*
4,948								0	3,600
4,948								*0*	*3,600*
1,000	—	—	*1,000*	*1,000*	*Total Capital Construction*		—	—	—
23,507	*4,646*	*712*	*28,865*	*28,121*	*TOTAL STATE APPROPRIATIONS*		—	—	—
					Federal Funds				
59,655	14,486	–151	73,990	31,803	Criminal Justice	09	42,574	33,350	33,350
59,655	*14,486*	*–151*	*73,990*	*31,803*	*Total Federal Funds*		*42,574*	*33,350*	*33,350*
					All Other Funds				
—	1,136 16,125[R]	1,975	19,236	8,583	Criminal Justice	09	34,850	34,760	34,760
—	*17,261*	*1,975*	*19,236*	*8,583*	*Total All Other Funds*		*34,850*	*34,760*	*34,760*
83,162	*36,393*	*2,536*	*127,091*	*68,507*	*GRAND TOTAL*		*99,115*	*96,401*	*96,401*

Reading the Budget Tables

The Appropriation summaries and individual agency Budgets included in the New Jersey Budget document generally follow a consistent format, an annotated version of which is shown on the following pages.

Notes — Direct State Services – General Fund

(a) The fiscal 2004 appropriation has been adjusted for the allocation of salary program.

Language Recommendations — Direct State Services – General Fund

The unexpended balance as of June 30, 2004 in the Victim Witness Advocacy Fund account, together with receipts derived.

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

Program Classification Account code.

Evaluation Data provides measurements of workload effectiveness and efficiency.

The Original and Supplemental column represents the original appropriation for fiscal year 2003 as enacted by the Legislature on July 1, 2002. This column also includes the total of all supplemental appropriations which were enacted by the Legislature and signed into law by the Governor during fiscal year 2003.

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

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

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

The Expended Amount represents total disbursements and obligations made in fiscal year 2003.

10. PUBLIC SAFETY AND CRIMINAL JUSTICE
12. LAW ENFORCEMENT

OBJECTIVES

1. To provide statewide law enforcement services.

PROGRAM CLASSIFICATIONS

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

EVALUATION DATA

	Actual FY 2002	Actual FY 2003	Revised FY 2004	Budget Estimate FY 2005
PROGRAM DATA				
Criminal Justice				
Complaints, Inquiries, Other Matters (Closed)	6,027	6,689	7,000	7,000
PERSONNEL DATA				
Position Data				
State Supported	3,158	3,236	3,216	3,387

APPROPRIATIONS DATA
(thousands of dollars)

Year Ending June 30, 2003						Year Ending June 30, 2005			
Orig. & (S)Supple–mental	Reapp. & (R)Recpts.	Transfers & (E)Emer–gencies	Total Available	Expended		Prog. Class.	2004 Adjusted Approp.	Requested	Recom–mended
					DIRECT STATE SERVICES				
					Distribution by Fund and Program				
17,559	4,646	682	22,887	22,143	Criminal Justice	09	18,091	23,691	23,691
17,559	***4,646***	***682***	***22,887***	***22,143***	*Total Direct State Services*		***18,091*** [a]	***23,691***	***23,691***
					Distribution by Fund and Object				
					Personal Services:				
152,359	5,514[R]	3,315	161,188	144,517	Salaries and Wages		142,686	154,537	154,537
152,359	*5,514*	*3,315*	*161,188*	*144,517*	*Total Personal Services*		*142,686*	*154,537*	*154,537*
					GRANTS–IN–AID				
					Distribution by Fund and Program				
—	—	—	—	—	Criminal Justice	09	—	1,000	1,000
—	—	—	—	—	*Total Grants–in–Aid*		—	***1,000***	***1,000***
					Distribution by Fund and Object				
—	—	—	—	—	Human Relations Council	09	—	1,000	1,000
					STATE AID				
					Distribution by Fund and Program				
4,948	—	30	4,978	4,978	Criminal Justice	09	3,600	3,600	3,600
4,948	—	***30***	***4,978***	***4,978***	*Total State Aid*		***3,600***	***3,600***	***3,600***
					Distribution by Fund and Object				
4,948	—	30	4,978	4,978	Safe and Secure Neighborhoods Program	09	3,600	3,600	3,600
					CAPITAL CONSTRUCTION				
					Distribution by Fund and Program				
1,053	1,177	(14)	2,216	665	State Police Operations	06	7,425	15,741	5,831
1,053	***1,177***	***(14)***	***2,516***	***665***	*Total Capital Construction*		***7,425***	***15,741***	***5,831***
					Distribution by Fund and Object				
1,053	1,177	(14)	2,516	665	HVAC Renovation	11	7,425	15,741	5,831
218,368	***21,359***	***3,992***	***243,719***	***236,439***	*Grand Total State Appropriation*		***243,975***	***274,046***	***264,136***
					OTHER RELATED APPROPRIATIONS				
					Federal Funds				
59,655	14,486	(151)	73,990	31,803	Criminal Justice	09	42,574	33,350	33,350
59,655	*14,486*	*(151)*	*73,990*	*31,803*	*Total Federal Funds*		*42,574*	*33,350*	*33,350*
					All Other Funds				
—	1,136 16,125[R]	1,975	19,236	8,583	Criminal Justice	09	34,850	34,760	34,760
—	*17,261*	*1,975*	*19,236*	*8,583*	*Total All Other Funds*		*34,850*	*34,760*	*34,760*
295,785	***108,360***	***21,821***	***425,966***	***347,051***	*GRAND TOTAL ALL FUNDS*		***403,717***	***428,317***	***418,407***

Notes — Direct State Services – General Fund

(a) The fiscal year 2004 appropriation has been adjusted for the allocation of salary program.

Language Recommendations — Direct State Services – General Fund

The unexpended balance as of June 30, 2004 in the Victim Witness Advocacy Fund account, together with receipts derived.

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

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

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

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

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

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

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

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

GLOSSARY

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

ACT— A bill passed by the legislature and signed into law by the Governor.

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

ADJUSTED APPROPRIATION— The total of an original appropriation, all supplemental appropriations, certain allotments from Inter-departmental appropriations, and other budgetary adjustments.

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

ALLOTMENT— An allocation of a portion of an appropriation to make it available for encumbrance or disbursement by the agency to which appropriated, and usually applying to a period of time; e.g., a calendar quarter. In the instance of Inter-departmental appropriations, allotments made to the various agencies simultaneously transfer appropriations and make them available for encumbrance or disbursement by the agency.

ANTICIPATED RESOURCES— For each fiscal year, is the sum of the estimated surplus at the end of the prior fiscal year, together with all estimated revenues for the General Fund from all sources, including taxes and license fees, other miscellaneous departmental Federal aid and revenues of trust funds which are not within the General Treasury.

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

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

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

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

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

BEGINNING BALANCE— The amount of funds available at the start of a state fiscal year that is left over from the previous year.

BILL— A proposed law.

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

BOND— A funding tool representing a written promise to pay a specific sum of money in the future plus interest. In New Jersey, bonds are used to finance capital improvements.

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

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

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

BUDGETED POSITION— A position specifically approved and funded by a State appropriation in a salary object account.

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

CAPITAL CONSTRUCTION— This category includes funds budgeted for:

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

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

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

CASINO REVENUE FUND— Accounts for the tax on gross revenues generated by the casinos. Gross revenue refers to the total of all sums actually received by a licensee from gaming operations, less the total sums paid out as winnings to patrons. Appropriations from this fund must be used for reductions in property taxes, utility charges and other specified expenses of eligible senior and disabled citizens.

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

CERTIFICATES OF PARTICIPATION— Certificates which are sold to investors to raise cash to purchase equipment through a master lease-purchase agreement. The principal and interest on the certificates are paid from appropriations made to agencies which obtained equipment through the master lease-purchase program. (See also MASTER LEASE PROGRAM.)

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

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

CONTROL ACCOUNT— Denotes an account established for the purpose of receiving and holding unallocated appropriations or appropriated receipts pending transfer to operating, or expenditure accounts.

GLOSSARY

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

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

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

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

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

EMERGENCY TRANSFER— The allocation of funds to an agency from the Emergency Fund to meet unanticipated expenditures.

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

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

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

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

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

EXPENDITURE ACCOUNT— An account in which expenditure transactions are recorded, normally termed an object account; as opposed to a control account in which expenditures may not be recorded.

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

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

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

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

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

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

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

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

GRANTS IN AID— One of the major subdivisions of the State budget, this category includes all payments not otherwise defined as State Aid, made to individuals, public agencies or private agencies for benefits or services of three types: benefits to which the recipient is entitled by law or regulation; provision of services for which the State has primary responsibility; and subsidies and provision of services for which the State has no responsibility, but which it elects to provide.

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

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

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

LANGUAGE RECOMMENDATIONS - Language located at the end of a statewide program or department, which provides specific spending or budget authority and/or places limitations on such authority.

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

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

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

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

MASTER LEASE PROGRAM— A program of financing selected equipment including computers, vehicles and furniture purchases, over multiple years through the issuance of Certificates of Participation. The State of New Jersey, as lessee, is obligated to make payments equal to principal and interest of the certificates. (See also CERTIFICATES OF PARTICIPATION.)

GLOSSARY

MATCHING FUNDS— A type of grant that requires the government or agency receiving the grant to commit a certain amount of funding to a program before funding is made available by the granting authority.

MATERIALS AND SUPPLIES—Materials and supplies are defined as tangible consumable items used for operations not for the maintenance of machinery or equipment.

NON-BUDGETED POSITION— A position, established on a temporary basis, for a limited period of time, using funds available from a Special Purpose appropriation, from balances available from unfilled budgeted positions, or from funds provided as a lump sum amount in a salary appropriation.

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

OBJECT ACCOUNT— This term applies to account classification to identify funds for articles purchased or services obtained (as distinguished from the results obtained from expenditures).

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

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

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

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

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

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

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

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

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

RAINY DAY FUND— A reserve into which certain revenues are deposited when the amount collected exceeds the amount anticipated. The balance in this fund may be appropriated upon certification by the Governor that anticipated revenues are less than those certified or to meet emergencies.

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

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

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

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

REQUEST YEAR— The fiscal year for which a budget request is made.

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

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

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

SERVICES OTHER THAN PERSONAL— Charges to this series of accounts represent the cost of purchased services which are primarily non-personal or of a contract nature under which no employer-employee relationship is established.

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

SPECIAL REVENUE FUNDS— These funds are used to account for resources legally restricted to expenditure for specified current operating purposes.

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

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

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

GLOSSARY

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

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

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

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

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

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

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

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

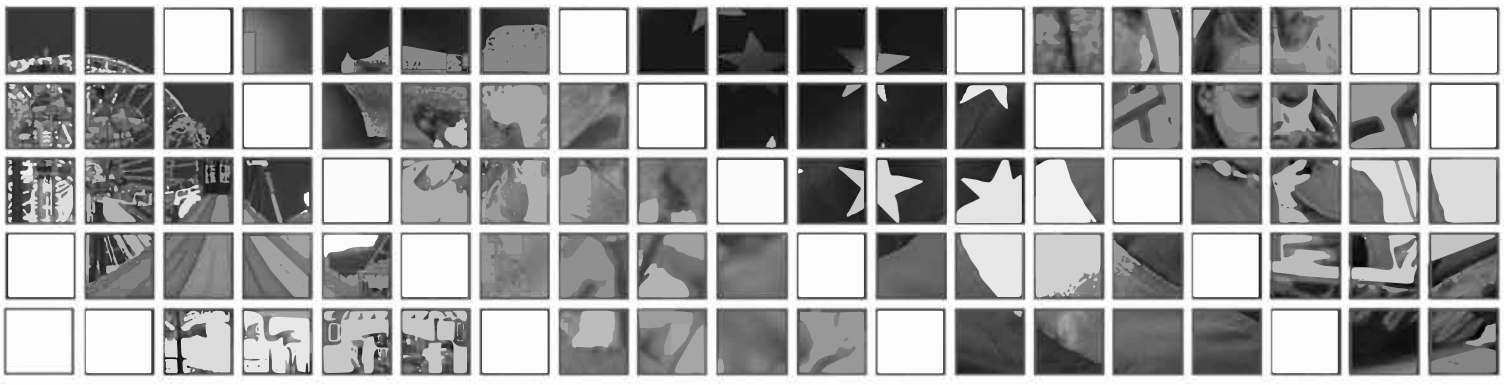
TRUST AND AGENCY FUNDS— These funds are used to account for assets held in a trustee capacity or as an agent for individuals, private organizations, other governments, and/or other funds.

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

VETO— An official action by the governor to nullify legislative action.

Summaries of Appropriations

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



THE BUDGET IN BRIEF

GENERAL FUND

Resources
($ In Thousands)

Undesignated fund balance, July 1, 2004	400,000	
Revenues anticipated and adjustments	17,865,378	
Total Resources		18,265,378
Recommendations		
Direct State Services	5,612,357	
Grants-in-Aid	7,115,799	
State Aid	3,561,368	
Capital Construction	1,131,349	
Debt Service	444,505	
Total Recommendations		17,865,378
Undesignated fund balance, June 30, 2005		400,000

SURPLUS REVENUE FUND

Resources

Undesignated fund balance, July 1, 2004		—
Recommendations		
Transfer from or to General Fund		—
Undesignated fund balance, June 30, 2005		—

PROPERTY TAX RELIEF FUND

Resources

Undesignated fund balance, July 1, 2004	—	
Revenues anticipated from Gross Income Tax	7,843,000	
Total Resources		7,843,000
Recommendations		
Grants-in-Aid	865,311	
State Aid	6,977,689	
Total Recommendations		7,843,000
Undesignated fund balance, June 30, 2005		—

GUBERNATORIAL ELECTIONS FUND

Resources

Undesignated fund balance, July 1, 2004	2,206	
Revenues anticipated and adjustments	6,664	
Total Resources		8,870
Recommendations		
Public Financing of Elections		8,870
Undesignated fund balance, June 30, 2005		—

CASINO CONTROL FUND

Resources

Undesignated fund balance, July 1, 2004	—	
Revenues anticipated	63,700	
Total Resources		63,700
Recommendations		
Regulation of Casino Gambling		63,700
Undesignated fund balance, June 30, 2005		—

CASINO REVENUE FUND

Resources

Undesignated fund balance, July 1, 2004	—	
Revenues anticipated	478,880	
Total Resources		478,880
Recommendations		
Programs for senior citizens and handicapped persons		478,880
Undesignated fund balance, June 30, 2005		—

NOTES

BUDGET HIGHLIGHTS

Following two of the most challenging years in New Jersey history, Governor James E. McGreevey proposes a $26.3 billion Fiscal 2005 Budget for New Jersey that shows how sacrifices and tough budgetary decisions can pay rewards in the form of more fiscal resources for the priorities of education, children, property tax relief, health and public safety.

Since rising to an all-time high of $7.9 billion in fiscal 2001, New Jersey's top revenue source – the Gross Income Tax – fell in actual collections in both fiscal 2002 and fiscal 2003. That revenue slide ended in fiscal 2004, and all major taxes rebounded to exceed projections for the fiscal year. The reversal signals that the State is once again recording strong, sustained growth from an improving economy.

The McGreevey Administration's Budget for fiscal 2005 balances the dividends from a new and improved fiscal picture with a measured approach to funding priorities and a vigilant watch over spending on the operations of State government.

As in the previous two fiscal years, the Budget process was guided first and foremost by a line-by-line, department-by-department scrutiny of operational spending and program priorities. As a result, the budget for the vast majority of operating departments was reduced for the third consecutive fiscal year. Small increases were provided for the Department of Human Services ($92 million, mostly for the Division of Youth and Family Services), the Department of Corrections ($22.8 million), the Department of Health and Senior Services ($9.3 million) and the Department of Military and Veterans Affairs ($2.4 million).

Fully 72% of the total State Budget, or $19 billion, is recommended as State Aid or Grants-In-Aid, reflecting the Governor's commitment to assisting school districts and municipalities and in providing direct property tax relief to New Jersey residents.

With continued emphasis on belt tightening in spending on the State bureaucracy, and fiscal pressure relief provided by improving revenues, the Administration's Budget for fiscal 2005 will help build a better New Jersey by providing:

- $445 million in additional aid to school districts, including $190 million in formula and supplemental assistance and $45 million for increased school construction debt service costs;
- $32 million increase in municipal aid programs for local property tax relief;
- Preservation of the direct property tax relief programs, providing NJ SAVER checks averaging $250 and Homestead Rebate checks up to $775; and $25 million in additional funding to restore the benefits not provided in the Fiscal 2004 Budget for approximately 80,000 recipients of Property Tax Reimbursement checks as well as new PTR "Senior Freeze" applicants who did not receive program benefits last year;
- Continued support for Governor McGreevey's high priority programs such as Cancer Research, Early Childhood Education, Literacy and Homeland Security.

The groundwork for the Fiscal 2005 Budget was laid by difficult decisions and sacrifices over the two previous years on both the revenue and appropriations sides of the budget. When combined with improving revenues from a stronger economy, the McGreevey Administration has built a more stable and reliable base budget on which to fund New Jersey's priorities. The Administration has invested further in this fiscal stability, by establishing a budget surplus of $400 million for fiscal 2005, up significantly from a surplus of $100 million in its first budget in fiscal 2003.

Fiscal 2004 – Managing the Current Budget

Within 13 days of taking office in fiscal 2002, this Administration announced a $2.9 billion shortfall ($2.4 billion in reduced revenues and $500 million in increased spending) and proceeded to close that gap in the remaining five months of the fiscal year. Upon receiving final tax revenues in May, 2002, the shortfall increased by $628 million and additional emergency steps were taken to close that new gap.

In fiscal 2003, a shortfall in revenues occurred during the year again due to lower than anticipated tax revenues and emergent actions were taken to handle the reduction.

In a break from the past, revenue growth in fiscal 2004 has been stronger than anticipated, triggered both by a rebounding economy and the Governor's key economic development initiatives such as aggressive school construction, increased road construction, improved brownfield redevelopment initiatives, reform of business incentive grants, and

targeted investments in all parts of the state, including the Meadowlands and Camden. As a result, the Fiscal 2004 Budget will accommodate an estimated $539 million in supplemental appropriations without the need for mid-year spending constraints or hiring freezes which disrupt operational planning and service delivery.

This stands in marked contrast to the experience of several other states. As noted in a February report published by the National Conference of State Legislatures, 18 states are projecting current year deficits totaling $2.5 billion. The situation is certainly not as dire as in February of 2003, when 36 states projected current year deficits totaling nearly $26 billion, however it is clearly a positive for New Jersey to be counted among those who have managed to restore fiscal stability in the intervening months.

Some of the larger supplemental appropriations projected for fiscal 2004 are summarized below. Of the total of $539 million, $246 million or more than 45% relate to shortfalls in federal funding or uncertainty over federal approvals for certain waivers requested by the State:

- $138 million – State's Pharmacy Plus Waiver, which involves the Pharmaceutical Assistance for the Aged and Disabled program is likely not to be approved by the federal government;
- $89 million - Supplemental Aid to Abbott school districts mandated by court decisions and based on final awards;
- $51 million – The Nursing Home Provider Tax Assessment may not be approved by the federal government;
- $32 million – Lower than expected federal funding for nursing homes from the Intergovernmental Transfer program and the Medicaid match on federal stimulus aid;
- $25 million – Children's Behavioral Health Services supplemental due to shortfall in available federal balances;
- $20 million – Snow removal;
- $15 million – Child Welfare Reform, which presumes enactment of a legislative supplemental for the Division of Youth and Family Services to satisfy the settlement of a civil rights class action lawsuit.

Fiscal 2005 Budget

Governor McGreevey's proposed Fiscal 2005 Budget of $26.3 billion represents an increase of $1.7 billion above the adjusted appropriation of $24.5 billion. This increase is composed of three categories:

- $600 million is attributable to the General Fund's assumption of costs that were "off budget" in fiscal 2004;
- $900 million is due to mandated or uncontrollable costs such as Medicaid ($122 million), employee benefits and salary increases ($308 million), and post-retirement medical benefits ($153 million) for State, college and local employees, Abbott school aid ($140 million), debt service (unrelated to the Transportation Trust Fund, $57 million) and other mandated costs;
- $200 million (net) in discretionary spending increases for areas such as Child Welfare Reform ($125 million), school aid to non-Abbott districts ($105 million), and a variety of other programs.

Some of the major spending increases in the proposed budget include:

- $205 million increase in direct aid to all school districts;
- $113 million increase for higher education, including $10 million for a new tuition assistance program for community colleges entitled NJ STARS and a $20 million increase for Tuition Aid Grant (TAG) programs;
- $125 million increase for Child Welfare Reform;
- $85 million increase for New Jersey Transit to avoid any fare increase;
- $25 million increase to fund the Senior Property Tax Freeze, ensuring that 130,000 eligible seniors will receive benefit from this program;
- $24.4 million increase to programs that support the developmentally disabled;
- $21 million increase to provide a 1% COLA to community provider organizations;
- $20 million increase for enhancement to the 911 systems;

- $18 million increase in various health care programs;
- $15 million for the first year of the NJ After 3 program that will provide structured after-school care for 20,000 children in the 2004-2005 school year;
- $15 million for the first year of the Early Launch to Learning Initiative (ELLI) that will provide increased access to high quality preschool for four year-olds in non-Abbott school districts;
- $15 million increase in Charity Care payments to hospitals;
- $11.2 million increase in support of the arts, history and tourism from the hotel/motel revenue dedication;
- $6.6 million increase in community alternatives to prison and drug court programs;
- $5.9 million increase for State Police vehicles and the training of 200 more State troopers;
- $4 million increase in capital funds for State parks;
- $3.3 million increase for operating support and capital funding for veterans' homes and;
- $2.7 million increase in cancer screening programs.

On the revenue side, the $26.3 billion budget is supported by base revenues totaling $23.7 billion and revenue enhancements of $2.6 billion. The most prominent revenue enhancements are summarized below:

- $1.52 billion from the securitization of motor vehicles surcharges and new revenue from a 45 cent increase in the cigarette tax;
- $275 million from extending the suspension of the Corporation Business Tax – Net Operating Loss (NOL) provision for an additional two-year period, from January, 2004 to December, 2005;
- $199 million package of surcharges on pollution-related sources, including a new Petro-Chemical Environmental Impact Fee that will raise $150 million, as well as an increase in the Spill Compensation Fund ($20 million) and surcharges on the sale of new tires ($12 million), disposal of hazardous waste at New Jersey facilities ($11 million) and on air toxic emissions ($6 million), the latter of which are suspected carcinogens;
- $135 million from a 45 cent increase in the cigarette tax, from the current $2.05 to $2.50 per pack;
- $115 million from a new funding package related to Charity Care. The new proposal includes an assessment on ambulatory medical facilities ($31 million) and adds a new $5 charge on hospital outpatient visits ($34 million). It also raises the existing hospital assessment from .53% of annual revenues to .70% ($50 million); however, funding to hospitals will actually increase due to increases in recommended State funding and matching federal funds;
- $90 million from the pre-payment of four years worth of registration fees on new car purchases, the same as the inspection period for new cars, with leased vehicles paying in accordance with the term of the particular lease;
- $70 million from an increase in the Realty Transfer Tax based on a three-tiered structure tied to the sale price of eligible or deeded sales, including residential and commercial property (no home valued at below $150,000 would be affected);
- $54 million by maintaining the Transitional Energy Facilities Assessment at its current level through fiscal 2005;
- $50 million from a new surcharge on unsafe driving and an increase in the existing surcharge for accumulating at least six points from motor vehicle violations;
- $33 million from a tax on wireless telephone towers to provide enhanced 911 service as well as security and counter-terrorism investments;
- $25 million from a tax enforcement package, including upfront withholding on the sale of real estate by non-residents and on the activities of out-of-state contractors operating in New Jersey;
- $24 million from an assessment of 1% on home sales valued in excess of $1 million, paid by the purchaser.

In addition, $253.5 million in trust fund balances are recommended for transfer to the General Fund. Key initiatives include:

- $110 million from the State Disability Benefits (TDI) Fund;

- $100 million from the Unemployment Insurance Fund to offset the cost of Charity Care and Medicaid;
- $35.5 million from the Workforce Development Fund to provide ongoing job training services to welfare clients;
- $8 million from the Supplemental Workforce Fund for Basic Skills to support remedial courses at the State's county colleges.

(See *Revenue Forecast and Initiatives* section for further details on revenue-related items.)

Fiscal 2005 Budget Compared to Fiscal 2004 Budget

When viewed by category of funding, the recommended Fiscal 2005 Budget is allocated as follows:

- $19 billion (72.3%) is either State Aid ($10.6 billion, 40.2%) or Grants ($8.4 billion, 32.1%);
- Direct State Services (DSS) totals $5.7 billion (21.6%). When adjusted for the increase provided to the Division of Youth and Family Services (DYFS) to improve child protection services, the DSS recommendation for Executive Branch departments (i.e., without Interdepartmental, Judiciary, and the Legislature) declines by approximately $31 million or about 1%;
- State Aid increases by $505 million (5%);
- Grants increase by $907 million (12%);
- General obligation debt service increases by $3 million.

(See the Summary of Major Increases and Decreases in the *Financial Summaries* section for a full listing of the recommendations in the Fiscal 2005 Budget.)

GOVERNOR McGREEVEY'S PRIORITIES

Education

The Preschool Advantage

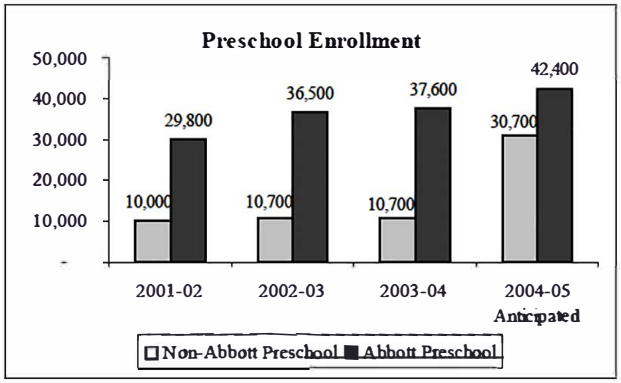
Recognizing the significance of recent research that has established the importance of a quality education during a child's early years, Governor McGreevey has made a firm commitment to expand and enhance preschool for New Jersey's children. The National Institute for Early Education Research recently ranked New Jersey first in the nation in preschool quality and funding. The Administration's approach to early childhood education is comprehensive, involving both the Departments of Education and Human Services. It integrates educational, social, and family programs to promote the academic and social development needed for kindergarten, higher grades, and beyond.

The Department of Education expects preschool enrollment in the Abbott districts to grow to over 42,000 for the 2004-2005 school years, an increase of more than 42% since Governor McGreevey assumed office two years ago. If these enrollment levels are achieved, approximately 77% of all 3 and 4 year-olds in the Abbott districts will be enrolled in a high quality preschool program, compared with only 55% two years ago. The Administration has also worked to continuously improve preschool quality while promoting fiscal accountability. Accomplishments include new summer enrichment programs to ensure school year gains are sustained; the development of research-based program guidelines to encourage consistency across providers; and an expanded compliance program that will audit 25% of providers each year and provide new fiscal specialists in each district.

In fiscal 2003, Governor McGreevey created a new form of State aid to fund the dramatic increase in preschool enrollment in the Abbott districts. The Fiscal 2005 Budget recommendation includes $182.4 million for Abbott Preschool Expansion Aid, as well as $97.4 million in Department of Human Services funding for programs offered before- and after-school for Abbott preschoolers. The Department of Human Services will be redesigning their program to save an estimated $17.1 million from the fiscal 2004 appropriated level.

A second form of State preschool aid—Early Childhood Program Aid---supports an additional 43,454 preschoolers and kindergartners in 132 high poverty districts around the State. The Fiscal 2005 Budget recommends $330.6 million for this program. Governor McGreevey has proposed a new category of early childhood State aid for fiscal 2005. The Early Launch to Learning Initiative (ELLI) will increase access to high quality preschool for four year-olds by approximately 20,000 children in the 2004-2005 school year. The number of participating districts, as well as State funding, will increase until all interested districts are included in future years. The initial State appropriation of $15 million will

support low-income children outside Abbott districts and substantially offset the cost of offering preschool to all eligible children in participating districts. In the first year, ELLI will increase the percentage of four year-olds in New Jersey with access to high-quality preschool to over 52% of the total population. The percentage of low-income four year-olds with access to high-quality, State-funded preschool will increase to over 70%.



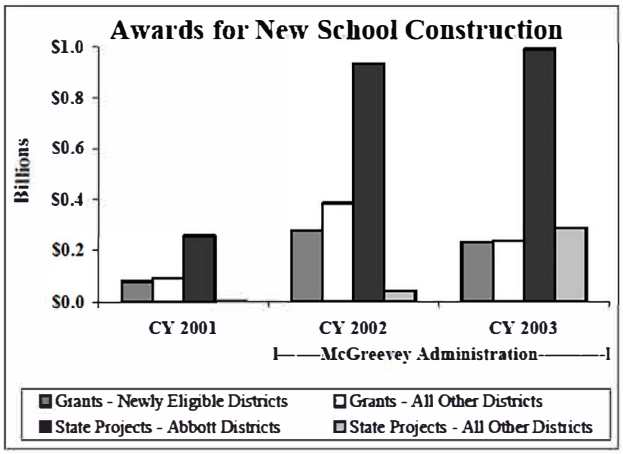
School Construction

The Educational Facilities Construction and Financing Act of 2000 laid the framework for the largest school construction program in the nation. Every district became eligible for school construction aid and all districts saw an increase in the percentage of State support, which now ranges from 40% to 100% of approved project costs. Unfortunately, the new program became mired in bureaucratic red-tape and a fragmented approval process, hindering many school districts that tried to take advantage of the new funding.

Governor McGreevey made revamping the school construction program one of his first orders of business, issuing an executive order requiring a streamlined approval process, new efficiencies in procurement and project management, and prioritization of critical health and safety projects. He also created the New Jersey Schools Construction Corporation (SCC), an organization dedicated exclusively to overseeing the school construction program. Within one year, 90% of health and safety projects were completed and project timetables had been reduced from five to three years. In total, the State has dedicated more than $3.5 billion to school construction through district grants, State-constructed projects, and retroactive debt service aid since the Governor assumed office.

Grants totaling $1.13 billion were distributed to districts in calendar years 2002 and 2003, compared with $172 million in 2001. Of the 379 districts that have received grants since the program's inception, 173 were previously ineligible for any school construction aid. In addition, the SCC will spend another $2 billion in State funds on over 1,000 new projects approved in 2002 and 2003. In total, the SCC is building, expanding, or renovating over 1,300 schools all across New Jersey. Finally, 112 districts have been approved to receive over $415 million in debt service aid over the life of school bonds issued before the new law took effect, which decreases reliance on local property taxes to pay debt service on school projects. Of the districts receiving this retroactive aid, 58 were previously ineligible for school construction aid.

The overhauled school construction program provides a massive infusion of dollars into local school districts, helping districts keep pace with increasing enrollment and modernization needs while minimizing property tax growth and creating more than 14,000 jobs. Through the SCC's Renaissance Schools and Demonstration Projects programs, several new schools have been specially designed to boost the revitalization and economic development of their communities. The benefits of this Administration's unprecedented investment in school facilities will be reaped for many decades, fulfilling our obligation to provide a quality learning environment for all of the State's children, both now and in the future.



(See "*Taxpayer Relief*" section for information on School Aid.)

Early Literacy

One of the cornerstones of Governor McGreevey's education plan is guaranteeing that all children read at or above grade level by the end of third grade, a significant indicator for long-term academic success. To that end, the Administration instituted a new program that places specially trained reading coaches in elementary schools needing improvement in reading instruction and achievement. Now fully implemented, the program has assigned 60 coaches to 158 elementary schools and charged them with improving the reading skills of more than 50,000 children through teacher training and direct instruction. In 2003, the Governor unveiled the new Home District Initiative, which will encourage first-year coaches returning to their prior positions to continue as reading coaches in their home districts by subsidizing 50% to 100% of their salaries and benefits.

In addition to deploying reading coaches around the State, the Governor hosted a two-day early literacy conference in August, 2003. The conference disseminated information about research-based literacy teaching techniques to more than 700 reading educators in attendance. The Governor's Book Club—the first of its kind anywhere in the nation—was also launched in 2003. Over 60,000 children have already joined the online club, which promotes early literacy by encouraging children to read challenging books selected each month. The effort has leveraged private funds by securing commitments from New Jersey companies to donate three copies of each book selected to every elementary school in the State. Because of its overwhelming success with students and teachers, the Club has been expanded through the sixth grade.

Administrative efficiencies and an improved understanding of costs will allow comprehensive, high quality delivery of the State's early literacy programs with a reduced appropriation of $7.4 million for fiscal 2005. These funds will be supplemented by more than $18 million in federal aid for early literacy education in fiscal 2005.

New Jersey After 3

New Jersey After 3, one of Governor McGreevey's new education initiatives for fiscal 2005, is a public-private partnership established to increase the availability of structured after-school care. With more women working outside the home and the growth of single-parent families, after-school childcare has become a critical issue for New Jersey families. More than ever before, children are home alone after school, unsupervised and exposed to injury, crime, and drug and alcohol abuse. At the same time, more rigorous standards for higher academic performance pose new challenges for students. After-school programs offer children safe and supervised places to go after school and extend learning opportunities that can improve students' academic performance.

School districts, local community groups, and the State will work together to administer programs between 3:00pm and 6:00pm on regular school days at elementary and middle schools across New Jersey. The New Jersey After-School Partnership will be responsible for raising and granting public and private funds to programs, as well as quality assurance, fiscal monitoring, and provider training. Individual programs will feature low student-teacher ratios and will offer a variety of academic, arts, and recreational activities. The program's first-year goal is to enroll 20,000 students in after-school programs during the 2004-2005 school year. An initial investment of $15 million in State-appropriated funds will be augmented by corporate donations and local contributions, as well as $13.5 million in federal funds provided through 21st Century Community Learning Centers grants.

School Impact Fees for Developers

Governor McGreevey has worked relentlessly to hold developers accountable for the costs they exact on communities, championing some of the most progressive regulations in the nation to protect water quality and open space from unbridled growth. New housing developments impose particularly acute strains on local services, leaving existing residents to pick up the tab after the developer has left town with all the profit. It is time for developers to contribute to the long-term residual costs of development.

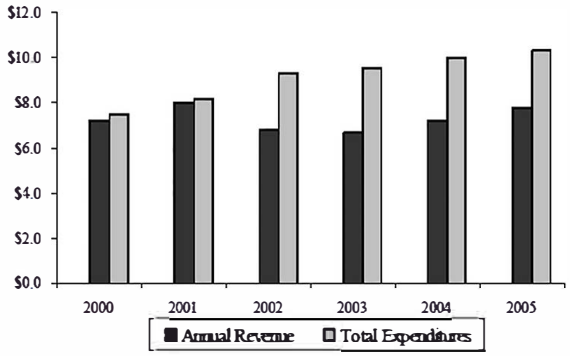
As a step in that direction, Governor McGreevey is proposing a new State impact fee on residential development to be dedicated exclusively to reducing local costs for new school construction.

Taxpayer Relief

Despite the fact that Gross Income Tax (GIT) revenue projected for fiscal 2005 is still below the level realized in 2001, this Budget continues Governor McGreevey's commitment to increase funding for Property Tax Relief. Specifically, the Governor's Fiscal 2005 Budget recommendation for

Property Tax Relief programs supported by the Gross Income Tax totals $10.3 billion while GIT revenue is projected at only $7.8 billion, essentially providing $2.5 billion or 32% more than the amount furnished by GIT revenues.

Property Tax Relief Programs/Income Tax Revenues
(In Billions)



School Aid

Despite the fiscal challenges of the last several years, Governor McGreevey has steadfastly refused to balance the State's budget at the expense of New Jersey's schoolchildren. The Administration has eliminated a deficit each year without resorting to school aid cuts, and managed to fund an increase for fiscal 2004. For fiscal 2005, the Governor is proud to recommend the largest increase of his tenure in school aid for non-Abbott districts. His budget requests an increase of $445 million for all districts, bringing total school aid to over $8.6 billion for the 2004-2005 school year, an amount that represents approximately one-third of the total State Budget for fiscal 2005.

Every school district, as well as nonpublic schools, will receive an increase of 3% in State school aid for the 2004-2005 school year. The recommended budget includes $90 million in new non-Abbott formula aid, $100 million in new Abbott aid, and $3 million in new non-public aid to fund this growth, shifting a good portion of the burden for inflationary school cost increases from property taxpayers to the State. This also represents the first increase in aid to non public schools since fiscal 2002. The Governor has also heeded the concerns of taxpayers whose school districts have experienced unusually high enrollment growth. By earmarking an extra $5 million in formula aid for these districts, added property tax relief will reach many of those districts where tax pressure has been the most acute.

Beyond these increases in base aid, the Governor recognizes that the State must contribute additional aid where it will be of the greatest benefit to schoolchildren and local taxpayers. The fiscal 2005 recommended budget includes several new categories of aid to meet particular needs identified by the Governor and educators. The Governor has proposed devoting $15 million each to a new preschool program in non-Abbott districts and a new statewide after-school program. A third program will provide $5 million for proven student improvement programs in low-income, non-Abbott school districts. Together, these programs will provide critical educational and social opportunities for thousands of schoolchildren at no cost to property taxpayers.

State aid to local school districts is the single largest purpose to which State funds are devoted. While increases in State aid can provide a reprieve, long-term property tax relief depends on efficient management of school revenues and expenditures. The Department of Education has recently been charged with developing a model of district efficiency that is compatible with New Jersey's rigorous academic standards. The Department will use the model and other tools to help local school districts identify administrative inefficiencies and opportunities for savings, as well as to compare their administrative spending with a statewide benchmark range. These are the first steps in the Governor's effort to ensure that taxpayers do not foot the bill for school districts that refuse to adopt reasonable standards for efficient non-instructional spending. The Administration also feels strongly that those school districts that get it right—delivering exceptional student achievement *and* good value for taxpayers—deserve to be rewarded. The Governor's budget recommends $5 million in incentives for these model districts.

Finally, the Fiscal 2005 Budget will provide almost $1.6 billion in property tax relief through State payment of local teachers' benefits and school construction. State payments for teacher benefits will increase by $135 million over fiscal 2004, due to a $118 million increase in post-retirement medical benefit costs and a $21 million increase in the employer share of Social Security taxes, which are offset by savings on pension obligation bonds. School building aid will increase $37 million over fiscal 2004. This funding shields property taxpayers from spiraling health and pension costs that would

otherwise have to be borne locally, and provides New Jersey schoolchildren with state-of-the-art learning facilities at minimal property tax expense.

Municipal Aid

Aid to New Jersey's 566 municipalities continues to grow in the Fiscal 2005 Budget. Total formula aid of $1.6 billion reflects a $25 million increase in Energy Receipts Property Tax Relief and level funding of Consolidated Municipal Property Tax Relief Aid.

Non-formula municipal grant programs are funded at a level of $134 million. Among these are three aid programs, totaling nearly $20 million, that reward towns that streamline their costs and seek to create efficiencies:

Taxpayer Hero Grants
This brand new program in fiscal 2005 will distribute $5 million to those towns that hold the line on municipal spending.

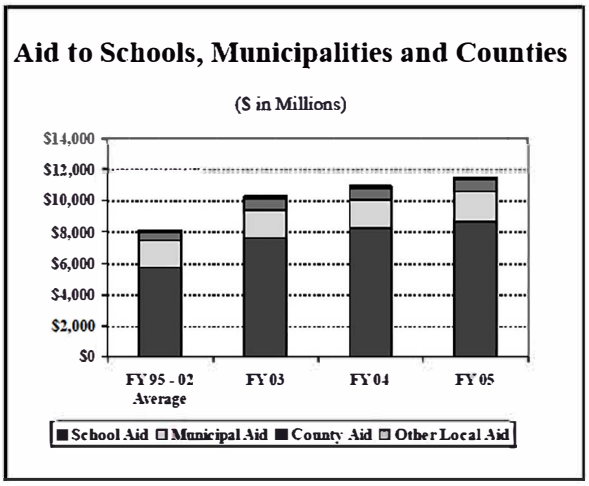
Regional Efficiency Development Incentive Grants
The Fiscal 2005 Budget doubles the amount available for REDI grants to $4.2 million. This program fosters smart government by providing aid to municipalities to study consolidation of services with other municipalities. Over 270 municipalities have received more than $12.5 million in grants through this program since fiscal 2000.

Regional Efficiency Aid Program
The REAP program rewards towns that have already consolidated services and reduced municipal spending. In fiscal 2005, fourteen municipalities will continue to receive aid under this program, which is budgeted at $10 million.

The North Hudson Regional Fire and Rescue Squad is a prime example of how municipal service consolidation can save money without impacting service delivery. Based on a study funded by the State's Regional Efficiency Development Incentive (REDI) program, the towns of Guttenberg, North Bergen, Weehawken, Union City, and West New York consolidated their fire districts, generating $40 million of property tax relief since 1999. As part of that effort, town residents also benefit from the State's Regional Efficiency Aid Program (REAP), as approximately $6 million per year is provided in the form of tax credits which offset the cost of property tax bills for each calendar year in which the shared service agreement is in effect.

The Budget also includes funding for:

- Legislative Initiative Block Grant program at $34.8 million;
- Extraordinary Aid at $31 million;
- Special Municipal Aid at $24.3 million;
- Trenton Capitol City Aid at $16.5 million;
- State payments in lieu of taxes for open space at $8 million.



Other Local Aid

Funding for other local aid programs that are not exclusively municipal aid increases by $52.7 million in fiscal 2005. The most significant of the increases, $14.7 million, is for 911 service enhancement which is funded at a level of $14.9 million in fiscal 2005. The largest increase, at $21.8 million, boosts to over $60 million the total pension contributions that the State makes to local police and fire pension funds. Other State aid increases include General Assistance Administration ($7.7 million) and County College Aid ($6.1 million), and there is new funding of $2.3 million in fiscal 2005 to aid localities in cleaning up scrap tire piles. Other aid programs continue at level funding, including DEP's Stormwater Management Grants program at $6 million.

Certain municipalities will also continue to benefit from revenue opportunities authorized by the following State programs:

Hotel Motel Tax
Towns are authorized to increase their local hotel and motel tax from 1% to 3% in fiscal 2005. As more and more towns opt to enact local hotel taxes, the aggregate benefit is expected to exceed $45 million in fiscal 2005.

Urban Enterprise Program -- Sales Tax Dedication
Sales tax returned to Urban Enterprise Zones is expected to increase by 5% from $57.5 million to $60.4 million in fiscal 2005.

Direct Property Tax Relief

The Fiscal 2005 Budget will continue essential property tax relief programs by providing $1.3 billion in rebates and State-funded tax deductions to New Jersey property taxpayers.

The fiscal 2005 Homestead Rebate program, funded at $517.7 million, remains at the fiscal 2004 maximum rebate amount of $775, providing property tax relief to an estimated 1.6 million homeowners and tenants with taxable incomes of $100,000 or less.

NJ SAVER will provide an estimated $300 million in rebates to over 1.1 million households. Eligibility for NJ SAVER rebates remains unchanged from fiscal 2004 allowing households with up to $200,000 in income to claim rebates. NJ SAVER checks will remain at last year's level, averaging $250 in direct relief.

A total of $48 million is allocated for the Senior and Disabled Citizens' Property Tax Freeze program, an increase of 109% over fiscal 2004 funding. Income eligibility thresholds have increased from $39,475 to $40,028 if single and from $48,404 to $49,082 if married. Approximately 130,000 participants will receive reimbursements for their property tax increases in fiscal 2005, an increase of approximately 50,000 over the level of participation in fiscal 2004. The average reimbursement will increase from $212 in fiscal 2004 to $430 in fiscal 2005.

Qualified veteran residents will continue to receive a $250 property tax deduction, and qualified senior and disabled residents will continue to receive a $250 property tax deduction. This is a total of $109 million in the State's reimbursements to municipalities for the estimated 427,000 veterans, seniors and disabled residents expected to apply for this deduction in fiscal 2005.

The property tax deduction will save property tax owners $361 million against their State income tax liability in fiscal 2005, an increase of approximately $20 million or 6%. The New Jersey Earned Income Tax Credit (EITC) program provides families with 20% of their federal EITC benefit. In fiscal 2005, this benefit is estimated at $100 million, of which $18.4 million will be paid from the federal welfare block grant.

Smart Growth and the Environment

Parks Capital

To begin to address the long-standing lack of capital funds required for the State's park system, an appropriation of $4 million is proposed for fiscal 2005. Some of the high priority projects that may benefit in whole or in part from this funding increase include Rockingham ($2 million - visitor center, restroom, and other renovations), Batsto Mansion ($700,000), Princeton Battlefield Monument Restoration ($200,000), and Atsion Mansion Restoration ($1 million).

Environmental Infrastructure Investments

With key support from Governor McGreevey, the voters approved three important environmental initiatives at the ballot in the fall of 2003, including two new bond issues, that collectively provide a total of nearly $400 million. Each of these measures addresses a key environmental issue for New Jersey.

The Dam, Lake, Stream, Flood Control, Water Resources, and Wastewater Treatment Project Bond Act of 2003 provides a total of $200 million in new project funding, including $95 million to reconstruct private dams, $15 million to repair or refurbish State-owned dams, $25 million for state flood control projects, $15 million for dredging , stream cleaning and de-snagging, and $50 million for water resource projects, improvements to water supply facilities and costs of wastewater treatment system improvements. Project selection will be determined through specific appropriations made by the Legislature.

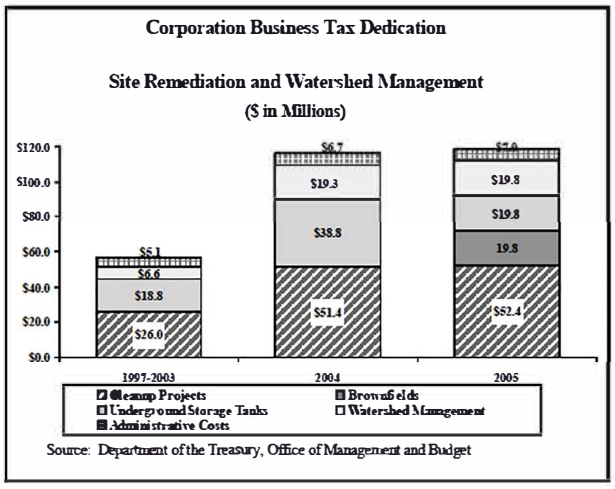
Voters also approved more than $100 million for open space purchases and community park improvements. The constitutional amendment will increase the bonding capacity of the Garden State Preservation Trust by $150 million, from the $1 billion that voters approved in 1998 to $1.15 billion. The increased capacity will place no additional tax burden on New Jersey taxpayers, however. The sales tax dedicated in 1998 to pay off Garden State Preservation Trust bonds will cover these additional bonds, which will take advantage of today's lower interest rates.

Finally, voters approved the reallocation of approximately $60 million of funds previously

appropriated for private underground storage tank remediation through the existing Corporation Business Tax (CBT) dedication to DEP. Due to slack demand, a significant balance had amassed in the Underground Storage Tank Fund. The $60 million will be used by the Economic Development Authority (EDA) for loans and grants for site remediation or brownfields projects. Prospectively, 50% of the annual CBT allocation to private underground storage tank projects will also be redirected to EDA's account for this same purpose. Rather than let funds sit idle, they will be put to active use in restoring contaminated property, providing a key economic boost to the towns affected.

Corporation Business Tax (CBT) Dedication

The 1996 constitutional dedication of 4% of the annual revenue raised from the State's Corporation Business Tax (CBT) continues to provide funds to finance the cleanup of privately owned underground storage tanks, remediation of contaminated sites, watershed monitoring and planning, and the Department's administrative costs. Since fiscal 2003 a total of $291 million has been dedicated from the CBT for these purposes. The CBT dedication will increase a total of $2.5 million in fiscal 2005, from $116.3 million to $118.8 million.



Source: Department of the Treasury, Office of Management and Budget

Smart Growth

This budget continues a $1.5 million appropriation that was first provided as supplemental funding in fiscal 2004 for 30 new permit review staff whose primary goal is to protect New Jersey's water, air and other natural resources from unrestrained, haphazard growth. These staff, most of whom are located in DEP's Land Use Regulation (12), Water Supply (7), and Safe Drinking Water (5) programs, will concentrate on development projects that affect multiple programs, thus ensuring a coordinated review. The Department is also focusing on the cross acceptance aspects of these permits and on expediting projects in areas that have been approved for growth.

The State's Office of Smart Growth, located in the Department of Community Affairs, is funded at a continuation level of $1.5 million in fiscal 2005. Smart Growth Planning grants also remain unchanged at $2.7 million.

Regulatory Initiatives

Governor McGreevey has also exercised bold leadership in the area of environmental regulation, placing New Jersey as a national leader on several issues. DEP recently unveiled several ground-breaking regulatory initiatives, all of which have a significant, beneficial impact on the environment and public health but require little or no additional State funds to implement:

- Announced the most comprehensive set of stormwater control regulations in the country, including the establishment of 300 foot buffers around more than 6,000 miles of our highest-quality waterways both to prevent degradation of drinking water and to ensure the water recharge into underground aquifers. No other state has required 300 foot buffers, which will provide a key tool in the fight against sprawl;
- Effective in 2006, the standard for arsenic in drinking water would be reduced to half the level deemed acceptable by the federal government. No other state has adopted a standard for arsenic, a known carcinogen, as low as the 5 parts per billion measure that New Jersey will use;
- By 2007, mercury emissions from New Jersey's 10 coal-fired power plants will be reduced by 90%. This initiative will also constrain emissions at iron and steel smelters and waste incinerators throughout New Jersey.

The Governor also signed into law the "Clean Car Act," adopting the stricter California Clean Car emissions standards on automobiles sold in New Jersey. Since cars are responsible for approximately 40% of the in-state air pollution, this represents a critical first step toward the Governor's goal of

reducing air pollution emissions in New Jersey by 20% over the next 10 years. Adopting the California standard is expected to reduce air toxins by as much as 20% beyond the federal standard and, when combined with the promotion of cleaner vehicles, to reduce smog by 19% by the year 2020.

Motor Vehicles Commission

On January 28, 2003, Governor McGreevey signed "The Motor Vehicle Security and Customer Service Act" creating the New Jersey Motor Vehicle Commission (NJMVC). NJMVC's accomplishments over the past year have included:

- As a public convenience measure, expanded service to Saturdays;
- Created enhanced business accessibility with online services;
- Increased customer satisfaction by providing intensive customer service training to staff;
- Reduced document processing time by revamping an antiquated mainframe system;
- Improved security by implementing new digitized driver licenses and by installing cameras and locks, upgrading safes, and providing a police presence at each agency.

To implement these initiatives, this Commission was provided dedicated resources of $234 million in fiscal 2004. NJMVC will also have access to $42 million from two new service charges implemented in calendar year 2003: a $6 increase on all license renewals and a $7 increase on vehicle registrations. For fiscal 2005, the Commission will receive an overall sum of $278 million.

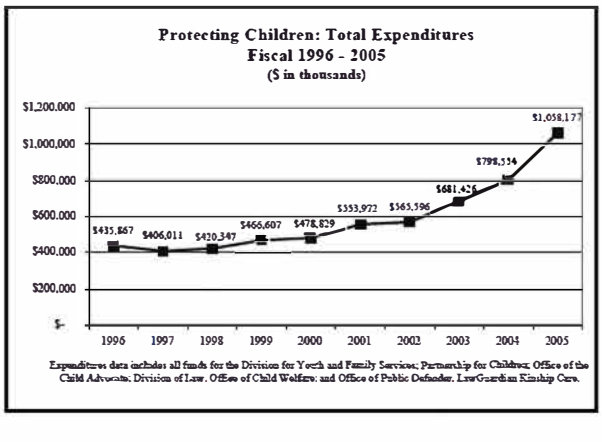
Health and Welfare

Child Welfare Reform

In the most comprehensive, far-reaching vision ever for children's services, proposed fiscal 2004 supplemental funding and the Fiscal 2005 Budget provides $140 million of new funding to implement an historic rebuilding plan. Entitled "A New Beginning: The Future of Child Welfare in New Jersey," the plan is offered as part of the June, 2003 court settlement of a class action suit filed on behalf of foster children by Children's Rights Inc. in 1999.

Under a plan submitted by the Department of Human Services to the New Jersey Child Welfare Panel, caseloads of Division of Youth and Family Services (DYFS) workers would be dramatically reduced to among the lowest in the nation. In addition, the monthly reimbursement rate for foster parents would be increased by nearly 25%, investigators trained in forensics will respond to all allegations of abuse or neglect within 24 hours, and substantial funding will be provided for the creation of a vast array of local support services for at-risk families.

DYFS will be completely re-engineered so that it concentrates only on the safety, well-being and permanency of children who have been abused and neglected. Two separate divisions will be created to focus on children's mental health services and child abuse prevention. Moreover, the plan calls for an unprecedented level of cooperation and partnership with local communities to lift up struggling families before they become part of the DYFS caseload.



To accomplish the ambitious goals set forth in the plan, the Department of Human Services would add nearly 1,500 new staff at DYFS over two and one half years, including 1,100 in fiscal 2005. Funding is provided to the Department of Law & Public Safety and the Office of Public Defender for more than 220 positions to speed children's cases to court, protecting their safety while ensuring all parties' rights. Moreover, the Department would load substantial funding into community-based substance abuse, mental health, domestic violence, housing services, and other programs aimed at protecting New Jersey's children.

Charity Care

The mix of funding for Charity Care assistance to state hospitals is recommended to change Considerably in fiscal 2005, due largely to the fact that revenue from the State's Unemployment Insurance diversion will decline from $275 million

in fiscal 2004 to $50 million in fiscal 2005. To help replace these revenues, it is proposed that a fee on ambulatory medical facilities be assessed to generate $31 million and a new $5 charge on hospital outpatient visits be assessed to raise $34 million. While hospitals are required by State law to provide charity care services to those in need, medical facilities such as Magnetic Resonance Imaging (MRI) or dialysis centers and ambulatory surgery facilities are not so compelled. The $5 charge per outpatient visit, which would be paid to the State by insurers, will not be assessed on Medicare cases but would generate federal matching funds under Medicaid. These revenues and additional resources from the General Fund and the $135 million increase in cigarette taxes will increase Charity Care payments in fiscal 2005 by $30 million (half State, half federal).

In addition to the funding noted above, hospitals may also take advantage of the existing Bad Debt Collection program, which was authorized in fiscal 2004 as a means of recouping a portion of the estimated $1 billion in patient charges that hospitals bill but do not collect each year. Using the Department of Treasury's existing Setoff of Individual Liability (SOIL) program, hospital debt records are matched against the Division of Taxation's files to intercept checks for NJSAVER, Homestead Rebates, or income tax refunds and the proceeds are gainshared on a 50/50 basis. In the interest of increasing participation by the hospitals, program regulations were recently changed to broaden the age of the debt that may be submitted from the original two years to five years from date of service.

Cancer Research

This Administration has allocated more funding for the development of innovative cancer research, treatment, and public education than any in New Jersey history. From fiscal 2003 through 2005, a total of over $105 million in State funds was appropriated as Governor McGreevey made this a top priority despite a difficult budget environment.

Nearly 70% of these funds ($71 million) were provided to the Cancer Institute of New Jersey (CINJ), including $56 million over the three-year period for operating costs and $15 million in capital for facility expansion. CINJ received the prestigious designation as a Comprehensive Cancer Center, the highest recognition afforded by the National Cancer Institute (NCI), and thus is one of only 39 such centers in the nation and the only one in New Jersey. In addition, a website has been developed entitled NJ Cancer Trials Connect (www.njctc.org) to provide current information about clinical trials, thereby greatly increasing patients' access to the leading edge in cancer research and treatment.

In October, 2003, this effort was expanded into South Jersey as the Cancer Institute of New Jersey at Cooper Hospital in Camden was established. That center is supported by a $5 million appropriation that continues in fiscal 2005. As a result, South Jersey residents no longer have to travel to Philadelphia for quality cancer services and treatment.

In addition, the New Jersey Cancer Education and Early Detection Program (NJCEED) is a statewide effort whose goal is to increase the awareness of each person's risk for breast, cervical, prostate and/or colorectal cancer and encourage them to use screening services for early detection. During fiscal 2004, NJCEED received $2.7 million in State funding and the program is recommended to double in size in fiscal 2005 to $5.4 million. Despite its initial success, many of the women who are eligible for the program remain unscreened. Specifically, only 14% of the eligible women with low incomes and 11% of those lacking insurance were screened between 1996 and 2004. The fiscal 2005 funding increase will provide cancer screening to 20,000 women as well as additional diagnostic procedures for women that are suspected of having breast or cervical cancer.

Prescription Drugs – PAAD/Senior Gold

The federal government enacted Medicare legislation on December 8, 2003. Medicare will offer a discount card which provides a $600 subsidy for low income seniors. This initiative will offset approximately $90 million of the cost of the State's Pharmaceutical Assistance to the Aged and Disabled (PAAD) program.

The Fiscal 2005 Budget does not propose any changes in benefits or eligibility for the 220,000 seniors who receive PAAD/Senior Gold prescription drug coverage.

Long Term Care

Caregivers

A new program entitled New Jersey Caring for Caregivers is recommended to receive $2 million in funding in fiscal 2005, providing new services to the

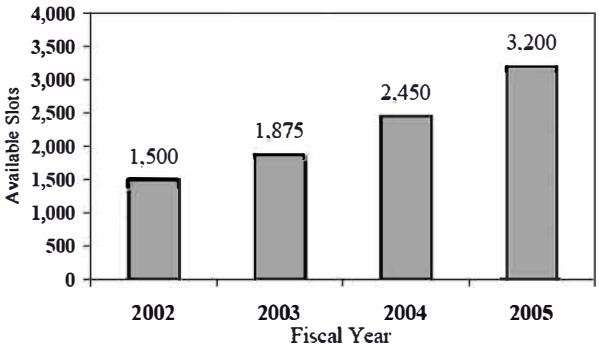
people who make it possible for aging seniors to live in their own homes. It is estimated that approximately 800,000 adults provide some type of caregiving service to elderly or disabled adults. The need for such care is expected to increase significantly in the future due to the gradual increase in our elderly population, particularly the age 85+ cohort which is expected to rise by over 50% by the year 2010. Given the shortage of home care workers, there is a pressing need to help caregivers balance their caregiving responsibilities with employment and normal, daily chores. This type of care is constant and, at times, overwhelming. By restoring a degree of flexibility and control over their lives, caregivers will be better equipped to cope with the physical and emotional distress of their responsibilities.

This proposal will allocate $1.6 million to fund 14 county offices around New Jersey. These offices will provide services in caregivers' homes, including mental health counseling, volunteer support assistance, and stipends to purchase help with daily tasks such as shopping. In the first year, an estimated 1,000 caregivers will be served. Another $400,000 will support 70 caregiving families in a consumer-directed pilot program in seven counties (i.e., $55,000 per county office). This particular program will provide respite services or special equipment based on the specific needs of the caregiver.

Assisted Living

The Budget supports an additional 750 slots for the Assisted Living program, which provides a cost effective, community-based alternative to nursing home care for the Medicaid population. The program combines housing, personalized support, and health care services to those who need help with the daily activities but do not require nursing home care. As a result, a savings of $9.3 million is anticipated in nursing home costs. As noted in the chart below, Governor McGreevey has more than doubled the number of Assisted Living slots, increasing program capacity by 1,700 or 113% from 1,500 in fiscal 2002 to a projected 3,200 in fiscal 2005.

Assisted Living



Global Budget

This year's Budget for senior services has been designed to provide enhanced flexibility to allow people residing in nursing homes to be supported in less costly, more appropriate home and community-based services - or avoid institutional placement altogether. The intent of this initiative is to move the Department of Health and Senior Services towards a "global budget" for long-term care services.

Nursing Homes and Alternatives
The Budget includes a number of changes that would affect Medicaid reimbursements for nursing homes:

- Nursing home rates will not be re-based in fiscal 2005 or adjusted for inflation. Estimated savings are $31.5 million;
- Reduce the funding recognized by the Medicaid nursing home rates to cover nursing costs. This was previously paid out of federal Intergovernmental Transfer (IGT) funds which have been greatly reduced since fiscal 2003. Estimated savings are $10 million;
- Reduce the reimbursement for nursing home holding beds for residents who leave temporarily from 90% to 50% of the facility rate. Estimated savings are $5.2 million;
- Additional staff has been added to handle nursing home rate setting and recovery of overpayments in a more timely manner, generating a savings of $500,000;
- Enrollment enforcement savings will be achieved by performing prior authorization in the Medical Day Care program. This will ensure that only clients who have a medical necessity receive the services offered. Estimated savings are $10.9 million;
- A rate freeze in the Medical Day Care program will be implemented, keeping rates at the fiscal 2004 level. Estimated savings are $1.8 million.

If the federal government approves New Jersey's pending initiative for a Nursing Home Provider Tax Assessment, the savings actions noted above for not re-basing nursing home rates in fiscal 2005 ($31.5 million), reducing funds recognized by Medicaid for nursing home costs ($10 million), and lowering the

reimbursement for nursing home holding beds ($5.2 million) will be reversed.

Cardiovascular Care

Cardiovascular disease (primarily heart disease and stroke) is the leading cause of death in New Jersey and throughout the United States. In addition, in New Jersey and across the country, significant disparities in cardiovascular health and health care exist.

The Budget includes a new appropriation of $2 million for a Cardiovascular program in the Department of Health and Senior Services. Funding will be used to promote awareness of the risks and manifestations of heart disease, its prevention, effective diagnostic and therapeutic interventions, and available resources within the State. In addition, the Department will develop and implement initiatives to reduce the risk of heart attack, stroke, and cardiovascular mortality for the residents of New Jersey, and will target communities at highest risk.

Medicaid/Family Care – Preserving Services

Funded through the Division of Medical Assistance and Health Services (DMAHS), the Medicaid/NJ FamilyCare programs pay for medical goods and services to New Jersey residents determined eligible for financial assistance. The State's portion of the Human Services' Medicaid/NJ FamilyCare programs is projected to increase 7.7% from $2 billion to $2.15 billion in fiscal 2005. Natural enrollment growth and inflationary pressures are the primary factors driving this budgetary growth. The number of individuals who are eligible for services is projected to rise by approximately 15,000 from the current 935,000 to more than 950,000, an increase of 1.7%.

Operational Efficiencies

Because of the scale of the Medicaid programs, it is imperative that costs be controlled in order to preserve the basic level of services during times of fiscal constraint. The Fiscal 2005 Budget includes new initiatives whose primary objective is to identify cost savings through efficiencies in operations and program effectiveness.

The following cost-control strategies are projected to generate savings of $20.5 million in 2005:

- Save $5.5 million by increasing data mining projects, which are technology-based solutions used to research data and provide ideas for efficiency and effectiveness. One example would be to review the beneficiary eligibility file by using a data model process to identify beneficiaries who may not be eligible;
- Save $5 million by identifying Medicaid managed care beneficiaries who are found to have duplicate coverage under commercial or Medicare managed care plans and disenroll them from Medicaid. The alternative health care plan would become the primary payer and wrap-around services will be extended to disenrolled beneficiaries to maintain the Medicaid level-of-care;
- Save $5 million by improving the administrative coordination of health benefits (i.e., medical costs), and increasing third-party recoveries from other insurance companies, such as Medicare and commercial plans;
- Save $2.5 million by improving the point-of-sale coordination of pharmacy benefits (i.e., prescription drugs) with third party insurance companies, such as Medicare and commercial plans;
- Save $2.5 million by adopting the edits used by retail pharmacists (e.g., no early refills, concurrent duplicate medications, incompatible polypharmacy medications) into the long-term care drug system, including nursing homes.

Optional Services

Under federal regulations, states are given flexibility in providing certain optional services. During the past few years, some states have experienced budget shortfalls as a result of declining revenues due to the poor economy. Faced with limited fiscal resources, nearly half of the states have been compelled to eliminate or limit the provision of these optional services.

In 2005, New Jersey will continue to provide one of the richest benefit packages in the nation to more than 950,000 of its most vulnerable citizens.

The Governor's Budget maintains the same level of optional services as had been provided to beneficiaries in fiscal 2004, such as dental services, optometry, optical appliances, podiatrists, chiropractic, psychiatrist services, hearing aids, prosthetics, orthotics, durable medical equipment,

medical supplies, residential treatment centers, intermediate care facilities, non-federally qualified health centers (FQHC) clinic services, personal care services, medical day care, and hospice.

Prescription Drugs

New Jersey provides and finances generic and brand-name prescription drug benefits for most of its Medicaid/NJ Family Care program enrollees. Many of the Medicaid/NJ FamilyCare beneficiaries take multiple prescriptions for several conditions. The State does not require a drug formulary, nor does it legislate the price structure for these drugs, although it has taken steps to make full use of less-expensive generic drugs, thus encouraging physicians to prescribe lower-cost versions whenever medically possible.

Faced with increased utilization and rising drug costs, the Medicaid/NJ FamilyCare programs have been challenged to identify ways to curb growing expenditures. Medicaid alone projects to spend more than $1 billion for fee-for-service retail and long-term care prescription drugs in fiscal 2005, not including prescriptions provided through the managed care initiative or NJ FamilyCare.

In an effort to better control drug utilization and help offset cost increases, adult beneficiaries will begin to share the costs for their prescriptions in fiscal 2005 to save $8.1 million. Pregnant women and children will not be subject to the nominal $2 co-payments to be collected from adult beneficiaries at the retail point-of-sale. Each person's financial responsibility will be capped at $10 per month.

Finally, $10 million in cost savings from operational efficiencies are projected.

Managed Care

In addition to the traditional fee-for-service health insurance program, in which healthcare providers bill the program directly, New Jersey also extends managed care to some beneficiaries. Health Maintenance Organizations (HMOs) manage the healthcare for these beneficiaries and offer special services in addition to a wide array of benefits to which beneficiaries are entitled. As of January 1, 2004, 640,000 beneficiaries were enrolled in managed care, which is 78% of the Medicaid/NJ FamilyCare population who are eligible for such enrollment. The remaining recipients are covered by traditional fee-for-service providers.

The Fiscal 2005 Budget provides $525 million for the Managed Care Initiative, including an increase in premium rates of $36 million to maintain the managed care network of services – ensuring that these beneficiaries continue to receive the best healthcare possible.

KidCare, FamilyCare, and General Assistance

New Jersey's KidCare program is a federal and State-funded children's health insurance program created in 1998 to help uninsured children have affordable health coverage. The program covers children in New Jersey up to 350% of poverty – $65,975 annually for a family of four. Currently, nearly 98,000 children (January 1, 2004 enrollment) are enrolled in NJ KidCare.

The Fiscal 2005 Budget provides $49.8 million in State government funds for the NJ KidCare program. The federal government is projected to also provide $92.6 million in State Children's Health Insurance program (SCHIP) funding.

New Jersey's FamilyCare program was enacted on July 13, 2000. Current highlights of the program include:

- Within the $121 million NJ FamilyCare recommendation, a $2.6 million increase will cover rate increases and caseload changes;
- The enrollment of single adults and couples without children into the NJ FamilyCare program was frozen in September 2001; and in June 2002, adult parent enrollment was stopped as well. Additionally, limitations have been placed on the benefits these adults receive through this program;
- Current enrollment of NJ FamilyCare adult parents with family incomes up to 200% of the federal poverty level ($37,700 annually for a family of four) is 89,240 (January 1, 2004 enrollment). The program will also provide State-only funds to maintain coverage for 10,661 adults (January 1, 2004 enrollment).

The General Assistance medical program is recommended to increase $10.4 million to support healthcare services for this population.

Children's Behavioral Health Services

In addition to programs for medical goods and services, the DMAHS assists in the administration of the Children's Behavioral Health Services program, previously named the Partnership for Children, and originally begun under an initiative for a Children's System of Care for behavioral health.

Entering its fifth year of operation, the Children's Behavioral Health Services program offers behavioral rehabilitative services targeted to children up to 18 years of age, as well as youth 18-21 years of age who are transitioning to the adult system.

In fiscal 2005, $171 million is recommended to support services that are community-based, child-centered, and family-focused, representing a $37 million increase over fiscal 2004. This initiative has been highly successful in leveraging federal funds in order to fuel its continued growth.

Developmentally Disabled-Community Programs

As part of the Division of Developmental Disabilities' (DDD) ongoing Community Service Waiting List initiative, funding will be available to place 200 people from the existing Community Services Waiting List and Community Transition in fiscal 2005. One hundred people will be placed in group homes, 24 in supervised apartments and 76 in existing vacancies. The total cost for development of 50 homes, new placements and full year funding for costs deferred from fiscal 2004 is $13.1 million.

Real Life Choices, a new program that was recently implemented within DDD, will provide in-home/respite services for people on the waiting list and for people living at home with parents or guardians. This program began serving developmentally disabled individuals in fiscal 2004 and will increase services to 550 individuals in fiscal 2005.

In addition, Developmental Center Enhancement funding of $4.9 million is recommended to prevent the developmental centers from losing federal certification/funding. These funds will also be used to encourage the recruitment of nurses, update equipment, purchase additional vehicles, and provide community placements and work programs.

Mental Health Community Programs

As part of the ongoing Redirection II program, the Division focused on placing patients into the least restrictive environment possible during fiscal 2004. As a result, full year deferred costs of $3.4 million must be funded in fiscal 2005.

Another $4 million was added to control and manage state psychiatric hospital census/average daily populations or ADPs. This is done by increasing the number of Programs for Assertive Community Treatment (PACT) teams, Integrated Case Management Services (ICMS), and increasing crisis/respite services.

Homeland Security

From fiscal 2003 through 2005, Governor McGreevey has provided nearly $248 million in State funds for Homeland Security, clearly making it a top priority of his Administration. Each year, the amount of support has increased, as a growing mix of funding sources has been put in place. In fiscal 2005, a total $94 million in State Funds are recommended, including $26.8 million from the existing car rental surcharge, $34.3 million from the General Fund and $33 million from a proposed surcharge on wireless telecommunications (see below).

This commitment has leveraged over $386 million in federal funds during the three-year period. About 65% of these funds are administered by the Department of Law and Public Safety, much of which (50 to 80%) is forwarded to local governments for equipment and training for first responders or for infrastructure protection.

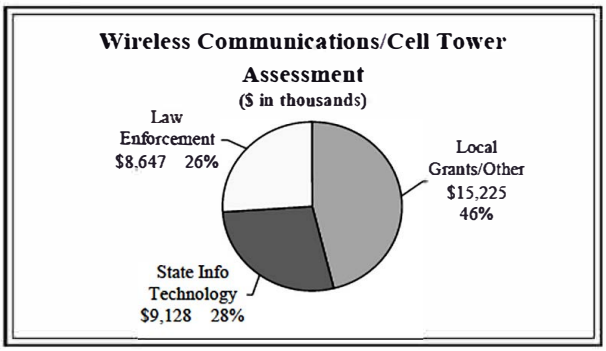
The remaining federal funds are allocated to the Department of Health and Senior Services (DHSS) for bioterrorism. The Department has upgraded the Local Information Network and Communications System (LINCS) to provide a robust, regional public health response capability that is an absolute necessity for dealing with threats of bioterror. In addition, a Pharmaceutical Stockpile Access and Distribution Plan is now in place, with over 400 sites identified for mass distribution of medications or vaccinations. Similarly, preparedness and response plans were also created for smallpox and SARS. Finally, testing services at the State lab have been

augmented to enable DHSS to handle surge capacity for rapid analysis of specimens associated with chemical or biological attacks.

Wireless Telecommunications/Cell Tower Assessment

As part of the Fiscal 2005 Budget, a telecommunications assessment is proposed on wireless telephone communications. The assessment would generate an estimated $33 million annually for Enhanced 911 (E-911) service and Homeland Security programs. Approximately $24 million of that amount would be used to upgrade the State's current E-911 system to enable local responders to pinpoint wireless 911 calls within 300 feet of their actual location. Since the current system is only able to approximate the caller's location within a broad area covered by a particular cell tower, this represents a key safety improvement. The $24 million allocation includes $14.9 million in grants to upgrade equipment and related technology used by local public safety answering points (PSAPs), as well as $6.6 million to partially offset the State's existing telecommunications contract to operate the 911 system and $2.5 million for Geographic Information System (GIS) mapping capability.

The remaining $8.6 million will be used to enhance



law enforcement services related to Homeland Security, including $3.9 million to purchase approximately 400 new patrol cars for the State Police and support salary and training costs for new State Troopers, and $4.7 million to support security details at the State's nuclear power plants. Legislation will be introduced to ensure that the cost of the assessment is not passed on to seniors, the disabled, or State government agencies. This initiative will benefit over 3 million wireless customers in New Jersey.

Four New Trooper Classes

Between fiscal 2004 and fiscal 2005, four State Police training classes will be scheduled. These four classes are expected to graduate a total of 400 new troopers, which will permit reassignment of more experienced troopers to other areas in the State Police. The new graduates will offset the normal attrition that occurs annually and will provide a net increase of the enlisted force of approximately 100 troopers by June, 2005.

Veteran's Programs

Governor McGreevey has made veterans programs a key priority in the Fiscal 2005 Budget. The recommendation for the Department of Military and Veterans' Affairs (MAVA) is $83.8 million, which represents an increase of $4.4 million or nearly 6% above the current year. Much of this increase, along with a reallocation of $400,000 that supported one-time costs in fiscal 2004, is targeted to provide additional capacity in the State's three veterans homes, including 108 new beds, a capacity increase of 13%.

Late in fiscal 2004, MAVA plans to open the Old Glory Wing at its Menlo Park Home. An increase of $2.8 million has been recommended for that purpose, including a supplemental appropriation of nearly $1.8 million for start-up costs during fiscal 2004 and an additional $1 million for fiscal 2005. The Old Glory Wing, which specializes in treating veterans suffering from dementia or Alzheimer's disease, will provide 40 beds, an increase of 14% above Menlo Park's current total capacity of 272. More importantly, the 40 bed increase more than doubles the capacity to serve dementia and Alzheimer's patients in the existing veterans home operated by MAVA.

An additional $1.7 million is recommended for the operating costs associated with the opening of a new veterans' home in Vineland, which MAVA plans to open in March, 2005. The new, state-of -the-art facility will have a capacity of 300 beds, an increase of 68 beds or nearly 30% above the existing capacity of 232 beds.

A total of $2.1 million in new capital funding is also recommended. Of this total, $627,000 will furnish the State share for the construction of an all-purpose room at the Paramus Veterans' Home. Resident activities are currently conducted in the cafeteria, which disrupts the scheduling of meals. The all purpose room will provide a separate and dedicated area for social gatherings and volunteer work, and will greatly enhance the quality of life for residents.

This investment will leverage a considerable amount of non-State funds, including a 65% share ($1.4 million) from the federal Veterans Administration and a $135,000 pledge from a local non-profit organization.

In addition, $1.5 million is recommended for the construction of a World War II memorial to honor and recognize those who served our state and our country during that conflict.

With a veteran population ranked as the ninth largest and the oldest in the country, these investments will help ensure that MAVA continues to provide the best possible service to a group that richly deserves it.

Arts, History and Tourism

An $11.2 million increase in funding for arts, history, and tourism in fiscal 2005 is offset by revenues derived from P. L. 2003, c.114, the State hotel and motel occupancy fee and includes the following:

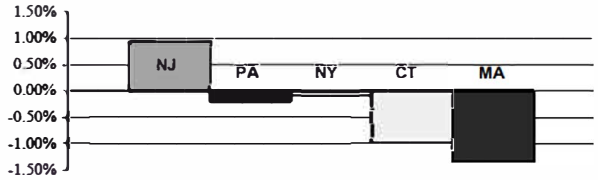
- The New Jersey Cultural Trust has a fiscal 2005 appropriation of $720,000, which is an increase of $220,000, or 44% over the fiscal 2004 appropriation of $500,000;
- The New Jersey Historical Commission is recommended to receive a fiscal 2005 appropriation of $4.6 million in grants, of which $3.8 million will fund the New Jersey Historical Commission's agency grants with revenue derived from the State hotel and motel occupancy fee. This represents an increase of $1.1 million or 41% over the fiscal 2004 appropriation of $2.7 million;
- In fiscal 2005, the Council on the Arts will receive an appropriation of $22.7 million, which is an increase of $6.7 million, or 42%, over the fiscal 2004 appropriation of $16 million. Of this amount, $1.5 million has been recommended for the Battleship NJ in fiscal 2005;
- Finally, the Commerce Commission's Travel and Tourism Budget will increase by $3.2 million (33%) solely attributable to the revenue derived from the hotel/motel tax.

Economic Development

New Jersey's improved fiscal and economic picture has coincided with implementation of Governor McGreevey's economic development strategy of new investment in the transportation system and school construction, a new and improved Business Employment and Incentive program, and targeted investments in projects such as the City of Camden's revitalization and Xanadu in the Meadowlands.

During 2003, New Jersey's job growth outpaced that of all surrounding states and the nation as a whole. More than 37,000 jobs were created in New Jersey between December 2002 and December 2003. In fact, New Jersey's job growth during this period was the sixth highest in the country.

Regional Job Growth
Dec. 2002 - Dec. 2003
(% Change)



The State's jobless rate has also stayed consistently below the national rate. For the second consecutive year, New Jersey saw a record increase of new business filings, 70,566. Over this period of time, the Administration has invested $2.5 billion in road and transportation projects and more than $3 billion in school construction, creating thousands of New Jersey jobs.

Another key component of the Governor's strategic economic investment plan has been the reform and improvement of the Business Employment and Incentive (BEIP) program.

The Governor's reforms targeted those industries with the highest growth potential and the highest paying jobs – high-tech and biotech, pharmaceuticals, financial services, and transportation and logistics. Biotech and high-tech companies qualify for BEIP by creating as few as 10 jobs. New funding programs are also established, supported by residual tax revenue generated by companies qualifying for BEIP grants: the $10 million Springboard Fund, to help more technology businesses get started; and the Biotech Venture Capital Fund, to support life-sciences companies, with each $1 of State investment expected to be matched by $3 of private capital.

Public/private partnerships are also at the heart of the Governor's economic strategy for targeted

investments in Camden and the Meadowlands. Under the Governor's leadership, the Economic Recovery Board in Camden is pioneering a new model for public/private partnership to promote economic development in New Jersey's cities. Since 2003, the $175 million in public funding committed to Camden has already resulted in the announcement of over $1 billion in private investment. Camden's progress has earned the city high marks from outside observers, including Inc. Magazine, which ranks Camden 6th on its 2004 Top Ten List of Cities for Doing Business in America.

The Governor has also announced his support of the Meadowlands Xanadu project. The project will bring 1.5 million square feet of family entertainment, office towers and North America's first indoor skiing facility. It is expected to create over 21,000 jobs over six years, and by 2012, generate nearly 20,000 new full-time jobs. The project will result in $1.3 billion in capital investment in the region and will translate into an aggregate fiscal/tax impact of $860 million during the first ten years of operation.

The Governor's strategy also makes vital investments in human capital. Businesses are demanding an increasingly skilled workforce, so the Governor is overhauling job-training programs, making higher education more affordable, and improving public school education in order to give businesses better workers. These investments will reap large rewards – job-training programs increase business productivity by 15 percent, according to the Committee for Economic Development. The Administration is consolidating job-training services into one focused agency and providing training grants for over 60,000 workers.

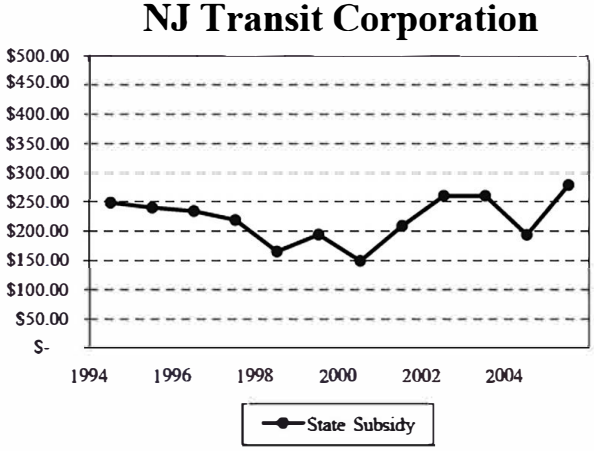
Governor McGreevey is also converting abandoned hazardous "Brownfields" sites into economic engines that create jobs and renew cities, as a total of $30 million has been approved for 170 redevelopment projects in the last 18 months.

Governor McGreevey's commitment to economic development is as much a commitment of attitude as it is of dollars. Under his leadership, the State is now working smarter and faster to coordinate rapid, multi-agency responses to emerging development projects, cutting through red tape and facilitating private investment and job creation.

These efforts and innovations continue in fiscal 2005. The new budget expands the Technology Tax Credit Transfer Program, a $40 million program that allows small start-up technology companies to sell their net operating losses to profitable companies. The transaction provides vital cash flow to help small companies grow their business. Last year, the program attracted 193 applicants to a limited supply of credits. This program will be expanded by $20 million to $60 million to meet fervent demands from growing companies.

New Jersey Transit

Governor McGreevey has made mass transit a special priority in his Fiscal 2005 Budget. New Jersey Transit is recommended for an appropriation increase of $84.9 million, or nearly 44%, the largest one-year increase in the State subsidy for mass transit in history. The total subsidy would rise from the current $193.8 million to $278.7 million, which is also the highest amount ever provided by the State. Most importantly, this increase is sufficient to enable New Jersey Transit to avoid a fare increase during fiscal 2005.



Another key factor in that determination is New Jersey Transit's ongoing search for internal cost efficiencies. In fiscal 2005, a total of $30 million in operating savings has been identified, including attrition-related salary reductions, the elimination of the Private Bus Card subsidy, reduction in bus maintenance overtime, Access Link efficiencies attributable to a regional consolidation of service, and a drop in the use of consultants. (In the case of Private Bus Cards, New Jersey Transit will continue to reimburse private bus companies based on revenue collected for tickets honored on their routes.)

Higher Education

The Budget provides $1.96 billion in overall support of the State's higher education system in fiscal 2005,

a $113.3 million, or 6.1% increase in funding from the fiscal 2004 level.

The State's senior public colleges and universities would receive $1.34 billion in overall support in fiscal 2005. This is an increase of $68.3 million, or 5.4%. The direct State support to the institutions would remain at the fiscal 2004 level with the exception of the elimination of a few one-time appropriations such as the $5 million that was appropriated to Rutgers in fiscal 2004 for costs associated with the proposed merger of Rutgers, UMDNJ and NJIT. Direct operating support for these institutions will total $814.3 million in fiscal 2005.

The Budget provides an increase of nearly $43 million in indirect support to these institutions through the continued payment of the fringe benefit costs for institutional personnel. In fiscal 2005, the State budget will provide a total of nearly $500 million for fringe benefits costs.

The Budget also provides $31.2 million to fund a significant portion of the negotiated cost-of-living increases (COLAs) for institutional personnel. Funding for these COLAs has not been provided to the institutions since fiscal 2002.

The Budget provides $220 million in support for the State's county colleges, an increase of $6.1 million. This increased State support provides operational assistance to maintain the county colleges as an affordable avenue for higher education as well as providing property tax relief. The increased State appropriations would fund increased costs for debt service and fringe benefits. The operating aid to the county colleges would be funded at $2 million above the current levels.

The Administration also supports a $200 million increase in the cap on total Chapter 12 borrowing, from $330 million to $530 million, which will be split evenly between the State ($100 million) and the counties ($100 million). This increased funding will provide resources to expand and renovate county college facilities in support of opportunities for economic development and the consolidation of job training programs provided by the State and these colleges.

Despite the difficult budget climate, the Budget increases the funding level for the State's 14 independent colleges and universities by $500,000. These institutions serve an important role in providing higher education for 24,000 New Jersey residents.

Student Financial Assistance

The Budget provides $270.5 million for the various student financial assistance programs, including the Tuition Aid Grant program, Educational Opportunity Fund programs and the new NJ STARS program. This is an increase of $30.5 million, or 12.7%, from the current level.

Tuition Aid Grants
The Budget provides $198 million for the Tuition Aid Grant (TAG) program for full-time students, an increase of $19.3 million. This increase will allow 2,000 more students to receive grants in fiscal 2005. In total, 55,500 students will receive TAG support in fiscal 2005.

In addition, the Budget provides $4.2 million for the part-time TAG program for county college students that was initiated in fiscal 2004. The $700,000 increase in the program will increase the number of recipients from 6,800 to 8,200 in fiscal 2005.

New Jersey Educational Opportunity Fund (EOF)

The New Jersey Educational Opportunity Fund (EOF) was created by law in 1968 to ensure meaningful access to higher education for those who come from backgrounds of economic and educational disadvantage. EOF funding, totaling $35.1 million in fiscal 2005, will assist low-income New Jersey residents who are capable and motivated but lack adequate preparation for college study through a variety of programs such as Opportunity Program Grants, Supplementary Education Program Grants, the C. Clyde Ferguson Law Scholarship, and the Martin Luther King Physician-Dentist Scholarship.

NJ STARS Program

Due to the increasing cost of college, not all of New Jersey's top performing high school graduates are able to capitalize on their academic success. Some of these students are forced to make a decision between taking out thousands of dollars in student loans or forgoing higher education altogether. Missing out on college significantly hampers their earning power, as students who obtain an associate degree will earn $400,000 more in additional lifetime income over the

course of their careers, or 37% more than those with only a high school diploma. [1]
To ensure that New Jersey's most academically talented students are not denied the opportunity to attend college, Governor McGreevey is creating the New Jersey STARS (Student Tuition Assistance Reward Scholarship) program.

NJ STARS will guarantee that every New Jersey high school student who graduates in the top 20% of his or her high school class and wants to go to a New Jersey community college will have tuition and fees covered for two years. To be eligible, a student must:

- Attend at least the full senior year and graduate from a New Jersey high school;
- Graduate in the top 20% of his or her high school class;
- Enroll as a full-time student at one of New Jersey's 19 community colleges within two years following high school graduation;
- File the Free Application for Federal Student Aid (FAFSA) to apply for all need-based federal and state financial aid grants for which he or she may be eligible, including Pell Grants and Tuition Aid Grants (TAG);
- Apply for all merit-based state financial aid grants for which he or she may be eligible, including the Edward J. Bloustein Distinguished Scholars and Urban Scholars programs;
- Maintain full-time enrollment status at a New Jersey community college and make satisfactory academic progress while receiving this scholarship.

NJ STARS will give every student who excels in high school the opportunity to succeed in college, but the program will do more than simply help students. Ninety-five percent of community college students stay in New Jersey and join the workforce after leaving college, and the state's annual workforce earnings are $6.3 billion greater (an equivalent of 135,000 jobs) due to community colleges.[2] By helping New Jersey's brightest students, NJ STARS will make our state's workforce outshine the competition.

[1 and 2] NJ Council of County Colleges report, *Socio-economic Benefits Generated by NJ's Community Colleges*

New Jersey Stem Cell Institute Initiative

On January 4, 2004, Governor McGreevey signed New Jersey's Stem Cell Bill making New Jersey the second state in the nation to legalize groundbreaking stem cell research. This important step builds on Governor McGreevey's vision to make New Jersey a leader in medical research and medical care.

Stem Cell research offers real hope for those with debilitating diseases:

- According to the National Institutes of Health, stem cell research offers the possibility of treatment for those with Parkinson's and Alzheimer's diseases, spinal cord injury, stroke, heart disease, diabetes, and many other diseases, providing hope to hundreds of thousands of families affected by chronic and life-threatening disease.

New Jersey welcomes the use of all stems cells to promote cures for debilitating diseases:

- New Jersey's new Stem Cell law allows life science companies and universities to openly pursue new medical treatments using stem cells;
- New Jersey's new Stem Cell law allows research on stem cells which cannot be performed with federal funds.

Key Components of the New Jersey Stem Cell Institute:

- The New Jersey Stem Cell Institute will be jointly operated by the University of Medicine and Dentistry of New Jersey and Rutgers University based in a new facility to be built in New Brunswick;
- A public-private partnership will be created to oversee the development of the Institute, which is expected to be a more than $50 million initiative over the next five years. At the direction of the Governor, the Commission on Science and Technology will convene a working group to pursue the Institute's development;
- An initial $10 million public-private Stem Cell Fund will be created this year that will include Governor McGreevey's commitment of $6.5 million, which includes $4 million in prior year balances, to begin

planning and recruitment of top researchers from around the world. The remaining $3.5 million will be funded through a variety of sources, such as the National Institutes of Health and private grants from corporations;
- The Institute will be one of the first of its kind in the country, and certainly the first to form a real partnership between research universities, a medical school, and private interests;
- Background information on Stem Cells, including a primer and glossary, can be found at http://stemcells.nih.gov/.

Capital Grants and Facility Support

Finally, the Budget provides $84.3 million in State support for various bond issues that have provided capital grants and facilities support for the higher education institutions. This is an increase of $5.3 million, or 6.7%. Among these programs is the Dormitory Safety Trust Fund, P.L. 2000, c. 56, which mandates the installation of automatic fire suppression systems in every residence hall on New Jersey college campuses by the summer of 2004. Many institutions have completed this important work ahead of the statutory deadline, and every college is on target to achieve 100% compliance before the start of the fall semester.

Employee Benefits

All State employees and most local employees are members of one of the seven State retirement systems: the Public Employees' Retirement System (PERS), the Teachers' Pension and Annuity Fund (TPAF), the Police and Firemen's Retirement System (PFRS), Consolidated Police and Firemen's Pension Fund, State Police Retirement System, Judicial Retirement System, and Prison Officer's Pension Fund. The law subjects all defined benefit pension plans to an actuarial valuation every year and actuarial experience studies every three years.

The fiscal 2005 recommended amount for State PERS and TPAF is $412.4 million, which includes $192 million of post-retirement medical costs, $9.8 million of post-retirement costs for TPAF, $21.9 million of pension contribution costs for PFRS, $116.1 million of pension contribution costs for the Alternate Benefits Program, and $6.1 million of pension contribution costs for the Judicial Retirement System. Another $3.8 million is appropriated for pension funds and other specially legislated retirement provisions. Recommended appropriations for debt service payments on the pension obligation bonds total $62.7 million in fiscal 2005.

The cost for health benefits, including medical, prescription drug, dental, and vision, for State and higher education employees in fiscal 2005 is projected at $964.9 million. This is a net increase of $64.4 million, or approximately 7.2%, above the fiscal 2004 adjusted appropriation of $900.5 million. This growth reflects anticipated rate increases for all State health plans, due in large part to continued cost escalation in the health care industry.

Salary Program

In fiscal 2005, $157.8 million is recommended for Salary Increases and Other Benefits to cover fiscal 2005 employee increments, progressions and across-the-board raises for all eligible employees, along with any deferred costs for the same contracts.

Other Key Initiatives

Cost-of-Living Increase – Third Party Providers

The Budget includes a recommendation to provide a third party Cost-of-Living (COLA) of 1%, totaling $21.4 million, to nonprofit entities contracting with the Departments of Human Services ($18.6 million), Health and Senior Services ($2.5 million), Labor ($200,000), and the Juvenile Justice Commission ($200,000). These funds will allow providers to furnish the same level of service to their clients as in fiscal 2004.

State Commission on Investigation

The Fiscal 2005 Budget provides $4.4 million to the State Commission on Investigation, which is a $588,000 or 15% increase over the fiscal 2004 appropriation of $3.8 million. This increased support provides the Commission the opportunity to further accomplish its mission to attack organized crime and political corruption, root out waste, fraud and abuse of taxpayers' dollars, shed light on matters that subvert public justice and public safety, and to recommend appropriate reforms and improvements in laws and in the operations of government.

Office of Faith Based Initiatives

The fiscal 2005 appropriation for the Office of Faith Based Initiatives is $3 million, which is an increase of $1 million or 50% over the fiscal 2004 appropriation of $2 million. This increase will allow the Office of Faith Based Initiatives to expand its current grant programs. In fiscal 2004, funding was made available to 26 faith-based organizations to provide health, transportation, and job training services for youth, elderly, and ex-offenders.

School Breakfast

Research indicates that eating breakfast helps children perform better scholastically and helps to combat poor nutrition and obesity. Under P.L. 2003, c. 4, which was enacted in January 2003, the State joined 25 other states in mandating that certain schools provide breakfast services to students. The program is scheduled for a two-year phase-in beginning September 2004. To accomplish this, a new appropriation of $1.3 million is recommended in fiscal 2005 as incentive payments to approximately 318 schools where 20% or more of the students are eligible for a free or reduced price meal. An increase in participation of over 145,000 eligible students is expected during fiscal 2005. State support for school breakfasts leverages federal funds through the U.S. Department of Agriculture, generating a total of $19 million on an annual basis to support the program.

Lead Poisoning

On January 20, 2004, Governor McGreevey signed into law the "Lead Hazard Control Assistance Act," thereby establishing a comprehensive program to help eradicate lead contamination in residential housing. As a followup to that Act, the Budget includes $9 million in new funding to address the risks of lead-based paint, including $7 million to the Department of Community Affairs and $2 million to the Department of Health and Senior Services. Children who are exposed to lead-based paint when they are very young are at risk of brain and central nervous system damage, lower intelligence, hyperactivity, attention deficit disorder, and possibly seizures, mental retardation, coma or even death. In New Jersey, at total of 5,230 children tested positive for lead-based paint exposure in 2003.

Currently, State resources are focused on screening children for lead poisoning and abatement, strategies that are intended to identify children who have been exposed to lead-based paint and to remove the source of the lead. To significantly reduce the number of children who are lead poisoned, however, the State must also focus on prevention. Testing for the presence of lead-based paint in the home before a young child is exposed is a particularly effective method, especially in the homes of expectant mothers.

As a first step, DHSS will provide every expectant mother in New Jersey with a lead contamination sampling kit. The kit is designed for consumers, and contains all the supplies and instructions (including a pre-paid postage envelope to send the samples for testing) necessary to collect dust, paint, or soil samples. The kit will also include instructions for how parents can locate lead abatement and lead control information and resources.

In the Department of Community Affairs budget, $7 million from the sales tax on paint is recommended for the Lead Hazard Control Assistance Fund. Beginning in fiscal 2005, 50 cents of the State sales tax on each container of paint will be set aside for this new Fund. The Lead Hazard Control Assistance Fund will provide loans and grants to homeowners for lead hazard control work, associated lead evaluation costs, and temporary relocation assistance. The Fund will also provide for public education on the prevention of lead poisoning.

State Legal Services

An increase of $2 million is recommended for the State Legal Services Office in fiscal 2005, providing 17% more than the fiscal 2004 grant appropriation of $12 million. Due to a decline in trust fund-related resources attributable to the drop in interest rates, this increase is necessary to maintain staff and civil legal services for approximately 50,000 low income New Jersey residents.

Sports Authority

By controlling its expenses and expanding the schedule of popular performers, the New Jersey Sports and Exposition Authority (NJSEA) has offset the need for any additional State funding for operating costs in fiscal 2005. In fact, fiscal 2005 will be the second consecutive year that no operating subsidy will be required, a trend that contrasts markedly with the $11 to $15 million annual appropriation formerly provided for this purpose from fiscal 1999 through fiscal 2002. The Authority fully expects to continue this practice in the future, due in part to the aggressive pursuit of additional

revenue opportunities, including the Xanadu redevelopment project at the Meadowlands Sports Complex. In addition to creating thousands of jobs, Xanadu will provide property tax relief to the people who live in the Meadowlands District. The Authority is also in the process of implementing a master plan for horse racing at the Meadowlands to encourage the growth of that vital industry.

Women's Programs

The Department of Community Affair's fiscal 2005 recommendation includes a number of increases to Women's programs, including Rape Prevention ($500,000), Displaced Homemakers ($300,000), the Office of the Prevention of Violence Against Women ($200,000), and the Hispanic Women's Resource Center ($100,000). In sum, this provides an increase totaling $1.1 million for Women's programs in the department.

In the Department of Health and Senior Services, a new appropriation of $5 million is recommended for Women's Health Awareness. These funds will be used to provide and coordinate outreach and education on the importance of primary and preventive care with particular emphasis on cancer, HIV/AIDS, autoimmune diseases, osteoporosis, arthritis, and heart disease. These education and outreach efforts will also focus on providing information about the diseases and access points for health care.

Records Management

The New Jersey Public Records Preservation account was established within the Department of Treasury in accordance with P. L. 2003, c. 117. Monies received from county clerks that are attributable solely to the statutory increases to recording fees (e.g., $5 per document or per page) are deposited in this account. Highlights include:

- Projected annual revenue for fiscal 2004 is $70 million and the same amount is projected for fiscal 2005. Collections through the end of 2003 total $36.5 million;
- Funding may be used by State or local government agencies to support the management, storage, and preservation of public records. Distribution will begin in fiscal 2005, by which time the Department of State's Division of Archives and Records Management (DARM) will have developed grant guidelines to govern this process;
- In fiscal 2005, DARM will receive an appropriation of $2.1 million from this account, an increase of $500k over its fiscal 2004 appropriation of $1.6 million. An additional amount will be added through budget language, not to exceed $3 million.

Management Efficiencies

This Budget recommends a number of re-engineering projects with the primary goal of improving service delivery and constraining costs.

Workers' Compensation

Authorizing language has been recommended in the Fiscal 2005 Budget establishing a gainsharing program in which the largest generators of workers' compensation claims among state agencies, namely the Departments of Human Services, Corrections, Law and Public Safety, and Transportation, would be given an opportunity to retain savings realized below the amount spent in fiscal 2004. This recommendation was derived based on a study by the Office of Management and Budget which concluded that a gainsharing approach, once combined with other management reforms, could help arrest the growth in claims and program costs in this area. The only stipulation on the use of any savings would be that they be applied for the purpose of improving worker safety and reducing workers' compensation costs.

Local Savings – Energy Aggregation

Occasionally, a "good government" story at the State level can be expanded to drive down the cost of local government. Specifically, the State is uniquely positioned to help localities reduce the cost of power for government operations in our deregulated energy market. In recent years, the State successfully consolidated its own energy needs with that of New Jersey Transit, public colleges, and the toll road authorities to achieve the best possible price. The New Jersey Consolidated Energy Savings program locked in significant cost savings and long-term price predictability, with cost avoidance ranging up to 20 percent for electricity and up to 50% for natural gas during peak periods.

Pending legislation would authorize the State to extend this savings opportunity to counties and localities, who would participate on a voluntary basis in either an existing State contract or a separate

energy aggregation. By aggregating energy on behalf of localities, the State would enable towns to reduce their costs for energy consultants while benefiting from the State's existing energy expertise. By using the State as a rallying point, localities would wield far greater negotiating power, securing price concessions that they could never achieve individually.

Job Training Consolidation

On January 13, 2004, Governor McGreevey issued Reorganization Plan Number 001-2004 entitled, "A Plan For the Transfer, Consolidation and Reorganization of the State's Workforce Development System Into the Department of Labor." This consolidation, which will now be considered by the Legislature, will restructure workforce development in New Jersey by consolidating the responsibility for all employment-directed and workforce development activities from the Departments of Human Services and Education to the Department of Labor. Pursuant to this consolidation and in separate legislation, the Department will seek to change its name and become the Department of Labor and Workforce Development. The Plan, which furthers ongoing efforts to improve services, increase efficiencies and meet today's workforce challenges, is not reflected in the Fiscal 2005 Budget as presented.

The consolidation includes all employment-directed and workforce development programs and activities of the Work First New Jersey Program (WFNJ) and Food Stamp Act (FSA), Adult Basic Education/English as a Second Language (ABE/ESL), Private Vocational School Approval, Apprenticeship Program, (including the Youth Transitions to Work Partnership Act (YTTWA)) and the Youth Corps Program.

Addiction Services Consolidation

On February 5, 2004, the Governor issued Reorganization Plan Number 002-2004 entitled "A Plan for the Transfer, Consolidation and Reorganization of the Division of Addiction Services into the Department of Human Services". The plan will provide increased efficiency, coordination and integration of the State's addiction prevention and treatment functions by transferring the Division of Addiction Services from the Department of Health and Senior Services to the Department of Human Services. Pending approval by the Legislature, however, funding for the Division of Addiction Services remains under the Department of Health and Senior Services in the Fiscal 2005 Budget.

Vocational Rehabilitation - Federal Waiver

As a result of a concerted effort by the Departments of Human Services, Labor, and Treasury, the federal government recently approved a Community Care Waiver that will provide an additional $2 million in federal funds during fiscal 2005 for Vocational Rehabilitation in the Department of Labor. Many of Labor's Vocational Rehabilitation clients would be eligible for federal funding if they were served instead within Human Services' program for the disabled, a process that necessitated interagency coordination to pursue federal approval of this waiver. These new funds will be used to serve an additional 163 clients, an increase of 6% over the current 2,699 program slots, and to raise the cost reimbursement to third party providers.

Shared Services

To help constrain administrative costs, including human resource needs, the Shared Services program will be expanded to additional departments in fiscal 2005. By consolidating administrative overhead, a savings of $500,000 is anticipated.

Parole Board – Community Placement

By expanding the use of alternative parole programs, a savings of $3.1 million will be achieved in the Department of Corrections' budget in fiscal 2005. Alternative parole programs are designed to allow certain offenders, with the appropriate safeguards, an opportunity to be paroled in an environment which would concentrate services in the areas of the offenders' highest needs.

The number of slots in the Day Reporting program will increase by 100 (nearly 30%) from the current 350 to 450. Halfway Back program slots will increase by 10% or 45 slots, from 450 to 495 slots, and the Re-Entry Substance Abuse program will increase over 38% (42 slots) from the current 110 to 152.

Drug Court Program

In fiscal 2005, the Judiciary will expand the Drug Court program by $2.2 million, or 11.6%, from the fiscal 2004 adjusted appropriation of $19 million to $21.2 million. The increase is comprised of $1.5 million for drug treatment services and $700,000 operational needs such as drug testing kits and supplies.

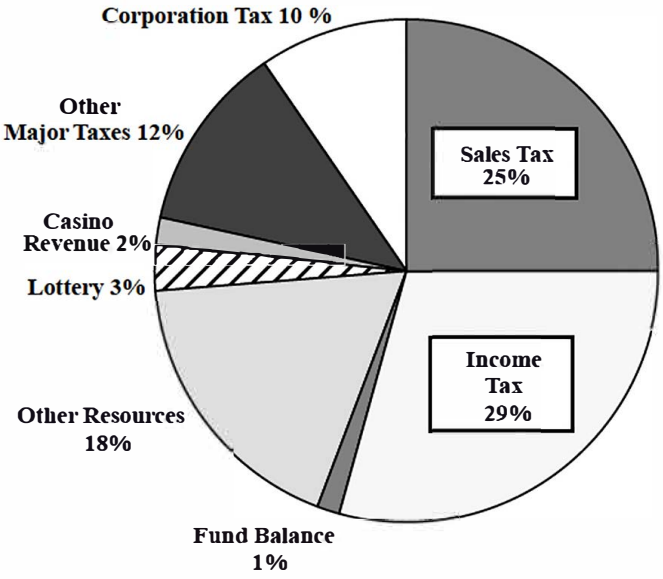
Drug courts provide an alternative to incarceration through court-supervised treatment for carefully screened, non-violent offenders with addictions. The program is designed to break the cycle of drug-driven crime through treatment and close supervision of eligible offenders. Early performance data indicates that it is successful in reducing drug use and drug-driven crime. Intensive probation supervision, judicial monitoring, frequent drug testing and effective drug treatment all combine to break the cycle of drugs and crime for the offenders that participate. Currently, 10 of New Jersey's 15 court vicinages operate a drug court program, providing a capacity of 321 beds. The increase noted above will enable the Judiciary to expand the capacity of this innovative program.

Paperless Forms

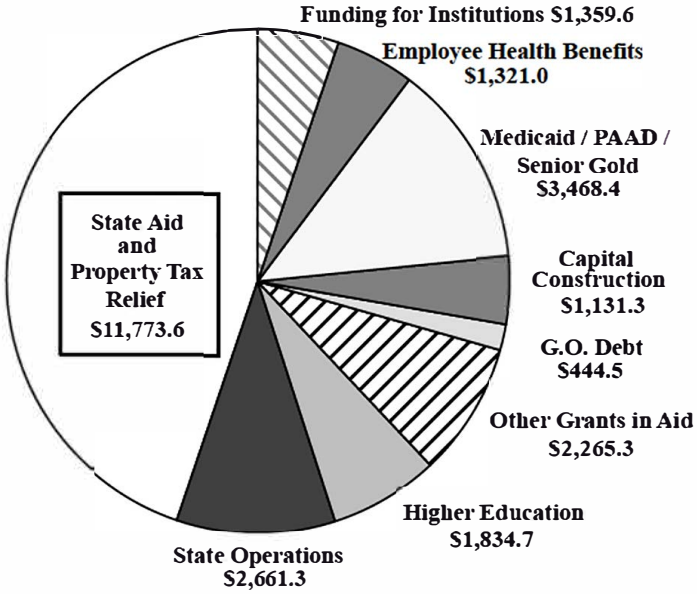
The Division of Taxation within the Department of Treasury anticipates a savings of nearly $2 million in fiscal 2005 by accelerating its ongoing effort to convert to a "paperless" tax filing system. Improvements in technology and computer programming will provide alternate means of filing, resulting in reduced printing, postage, and processing costs. New regulations mandate web/electronic filing and payment of Quarterly Employer (Form NJ-927) forms, as well as Business Entity reports. Electronic filing thresholds will be lowered for the Wage Report (Form WR-30), from 50 employees to 5 employees, and the threshold to pay taxes by electronic fund transfer will be lowered from $20,000 to $10,000. Due to the widespread availability of tax completion software, there is a diminished need for a full NJ-1040 packet, therefore the mailing of about 2.7 million postcards used to provide mailing labels and PIN numbers is eliminated. Due in part to the use of bar code processing, the annual mailing of 400,000 Corporation Business Tax booklets will be entirely eliminated, and the creation of a telefile system will enable the State to phase-out the annual mailing of sales tax returns and booklets.

RESOURCES AND RECOMMENDATIONS FOR FISCAL YEAR 2005
ALL STATE FUNDS

Resources



Recommendations
(In Millions)



RESOURCES
(In Thousands)

INCOME TAX	$ 7,843,000
SALES TAX	6,575,000
CORPORATION and BANK TAX	2,547,240
LOTTERY REVENUE	795,000
CASINO REVENUE	478,880
OTHER MAJOR TAXES:	
Cigarette	$ 708,000
Transfer Inheritance	572,000
Motor Fuels	549,000
Insurance Premium	473,000
Motor Vehicle Fees	323,094
Realty Transfer	275,000
Petroleum Products Gross Receipts	205,000
Alcoholic Beverage Excise	88,000
Tobacco Products Wholesale Sales	10,000
Public Utility Excise	8,700
OTHER RESOURCES	$ 4,806,708
SUB–TOTAL RESOURCES	$ 26,257,622
ESTIMATED FUND BALANCE JULY 1, 2004	
General Fund	$ 400,000
Gubernatorial Elections Fund	2,206
TOTAL	$ 26,659,828

STATE OPERATIONS
(In Millions)

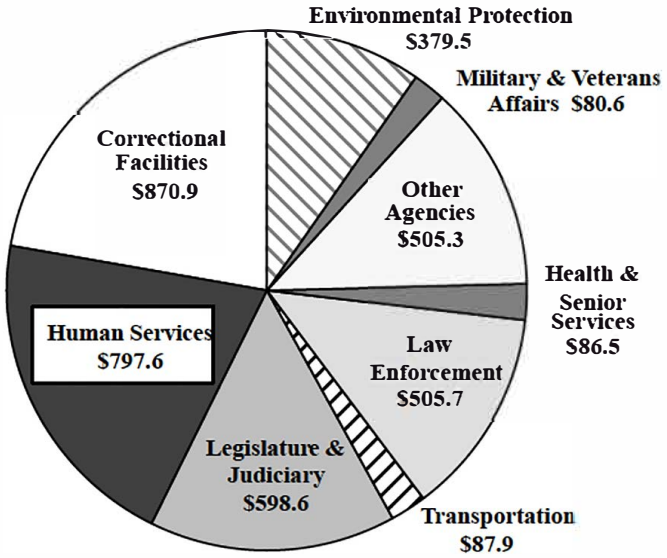


TABLE I
SUMMARY OF FISCAL YEAR 2004–2005 APPROPRIATION RECOMMENDATION
(In Thousands)

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

	2004 Adjusted Approp.	2005 Recommended	Change Dollar	Change Percent
GENERAL FUND AND PROPERTY TAX RELIEF FUND				
State Aid and Grants	$ 17,138,572	$ 18,520,167	$ 1,381,595	% 8.1
State Operations				
Executive Branch	3,160,931	3,240,577	79,646	2.5
Legislature	71,906	72,494	588	0.8
Judiciary	523,964	526,073	2,109	0.4
Interdepartmental	1,557,152	1,773,213	216,061	13.9
Total State Operations	$ 5,313,953	$ 5,612,357	$ 298,404	% 5.6
Capital Construction	1,136,428	1,131,349	(5,079)	(0.4)
Debt Service	442,481	444,505	2,024	0.5
TOTAL GENERAL FUND AND PROPERTY TAX RELIEF FUND	$ 24,031,434	$ 25,708,378	$ 1,676,944	% 7.0
CASINO REVENUE FUND	447,200	478,880	31,680	7.1
CASINO CONTROL FUND	63,700	63,700	0	0.0
GUBERNATORIAL ELECTIONS FUND	0	8,870	8,870	0.0
GRAND TOTAL STATE APPROPRIATIONS	$ 24,542,334	$ 26,259,828	$ 1,717,494	% 7.0

TABLE II
SUMMARY OF FISCAL YEAR 2004–05 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, 2003						Year Ending June 30, 2005		
Orig. & (S)Supple–mental	Reapp. & (R)Recpts.	Transfers & (£)Emer–gencies	Total Available	Expended		2004 Adjusted Approp.	Requested	Recom–mended
					General Fund			
5,065,520	379,077	156,854	5,601,451	5,308,098	Direct State Services	5,313,953	5,613,576	5,612,357
6,148,312	282,050	194,136	6,624,498	6,432,728	Grants–in–Aid	6,241,139	7,303,429	7,115,799
3,289,666	159,027	–220,280	3,228,413	3,126,137	State Aid	3,740,663	3,592,783	3,561,368
1,021,951	244,977	–22,187	1,244,741	1,075,358	Capital Construction	1,136,428	1,131,349	1,131,349
470,675	—	–40,284	430,391	430,384	Debt Service	442,481	444,505	444,505
15,996,124	*1,065,131*	*68,239*	*17,129,494*	*16,372,705*	*Total General Fund*	*16,874,664*	*18,085,642*	*17,865,378*
7,302,747	8,618	–39,847	7,271,518	7,195,395	Property Tax Relief Fund	7,156,770	7,843,000	7,843,000
62,737	1,541	—	64,278	60,753	Casino Control Fund	63,700	63,700	63,700
364,800	73,575	—	438,375	437,055	Casino Revenue Fund	447,200	478,880	478,880
—	—	—	—	—	Gubernatorial Elections Fund	—	8,870	8,870
23,726,408	*1,148,865*	*28,392*	*24,903,665*	*24,065,908*	*GRAND TOTAL STATE APPROPRIATIONS*	*24,542,334*	*26,480,092*	*26,259,828*

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, 2003						Year Ending June 30, 2005		
Orig. & (S)Supple-mental	Reapp. & (R)Recpts.	Transfers & (E)Emer-gencies	Total Available	Expended		2004 Adjusted Approp.	Requested	Recom-mended
					DIRECT STATE SERVICES			
					Legislative Branch			
11,167	2,218	—	13,385	11,222	Senate	11,494	11,494	11,494
17,511	2,643	280	20,434	18,173	General Assembly	18,905	18,905	18,905
27,966	2,545	–320	30,191	29,514	Legislative Support Services	27,388	27,388	27,388
15,694	4,280	—	19,974	14,523	Legislative Commission	14,119	14,737	14,707
72,338	***11,686***	***–40***	***83,984***	***73,432***	***Total Legislative Branch***	***71,906***	***72,524***	***72,494***
					Executive Branch			
5,424	1,040	—	6,464	5,707	Chief Executive	5,367	5,267	5,267
10,665	1,432	–525	11,572	11,157	Department of Agriculture	9,442	9,123	9,123
68,123	4,051	—	72,174	66,010	Department of Banking and Insurance	68,589	66,703	66,703
37,679	16,375	–5,408	48,646	44,660	Department of Community Affairs	35,860	34,456	34,456
772,228	879	63,466	836,573	833,605	Department of Corrections	848,055	870,928	870,928
56,415	3,476	7,731	67,622	57,731	Department of Education	62,133	59,059	59,059
212,720	33,859	2,567	249,146	234,645	Department of Environmental Protection	212,825	212,057	212,057
98,579	7,092	26,015	131,686	127,754	Department of Health and Senior Services	77,211	86,545	86,545
97,708	*7,080*	*25,965*	*130,753*	*126,846*	*(From General Fund)*	*76,340*	*85,674*	*85,674*
871	*12*	*50*	*933*	*908*	*(From Casino Revenue Fund)*	*871*	*871*	*871*
633,919	11,086	46,498	691,503	671,956	Department of Human Services	705,650	797,623	797,623
60,225	26,545	296	87,066	81,111	Department of Labor and Workforce Development	60,472	60,171	60,171
452,053	127,462	30,426	609,941	527,543	Department of Law and Public Safety	506,424	514,613	514,613
416,162	*127,221*	*30,426*	*573,809*	*492,378*	*(From General Fund)*	*470,533*	*469,852*	*469,852*
35,799	*240*	—	*36,039*	*35,079*	*(From Casino Control Fund)*	*35,799*	*35,799*	*35,799*
92	*1*	—	*93*	*86*	*(From Casino Revenue Fund)*	*92*	*92*	*92*
—	—	—	—	—	*(From Gubenatorial Election Fund)*	—	*8,870*	*8,870*
69,374	4,245	2,631	76,250	75,174	Department of Military and Veterans' Affairs	78,224	80,641	80,641
26,587	4,993	—	31,580	28,756	Department of Personnel	26,103	25,448	25,448
24,205	2,727	546	27,478	24,202	Department of State	23,247	23,886	22,697
245,193	10,238	21,646	277,077	272,270	Department of Transportation	106,242	87,907	87,907
399,971	62,577	–3,536	459,012	414,232	Department of the Treasury	398,377	379,499	379,499
373,033	*61,276*	*–3,536*	*430,773*	*388,558*	*(From General Fund)*	*370,476*	*351,598*	*351,598*
26,938	*1,301*	—	*28,239*	*25,674*	*(From Casino Control Fund)*	*27,901*	*27,901*	*27,901*
1,392	60	—	1,452	1,417	Miscellaneous Commissions	1,373	1,373	1,373
3,174,752	***318,137***	***192,353***	***3,685,242***	***3,477,930***	***Total Executive Branch***	***3,225,594***	***3,315,299***	***3,314,110***
3,111,052	*316,583*	*192,303*	*3,619,938*	*3,416,183*	*(From General Fund)*	*3,160,931*	*3,241,766*	*3,240,577*
62,737	*1,541*	—	*64,278*	*60,753*	*(From Casino Control Fund)*	*63,700*	*63,700*	*63,700*
963	*13*	*50*	*1,026*	*994*	*(From Casino Revenue Fund)*	*963*	*963*	*963*
—	—	—	—	—	*(From Gubenatorial Election Fund)*	—	*8,870*	*8,870*

Year Ending June 30, 2003						Year Ending June 30, 2005		
Orig. & (S)Supple-mental	Reapp. & (R)Recpts.	Transfers & (E)Emer-gencies	Total Available	Expended		2004 Adjusted Approp.	Requested	Recom-mended
					DIRECT STATE SERVICES			
					Inter-Departmental Accounts			
147,226	5,011	—	152,237	148,296	Property Rentals	150,226	148,432	148,432
63,855	5,567	—	69,422	69,051	Insurance and Other Services	82,990	80,411	80,411
963,154	1,707	65,030	1,029,891	1,029,212	Employee Benefits	1,231,298	1,325,736	1,325,736
87,078	—	-35,645	51,433	37,047	Other Inter-Departmental Accounts	52,820	55,469	55,469
106,729	25,496	-52,373	79,852	29,728	Salary Increases and Other Benefits	11,000	134,080	134,080
26,416	2,109	—	28,525	27,434	Utilities and Other Services	28,818	29,085	29,085
1,394,458	***39,890***	***-22,988***	***1,411,360***	***1,340,768***	***Total Inter-Departmental Accounts***	***1,557,152***	***1,773,213***	***1,773,213***
					Judicial Branch			
487,672	10,918	-12,421	486,169	477,715	The Judiciary	523,964	526,073	526,073
487,672	***10,918***	***-12,421***	***486,169***	***477,715***	***Total Judicial Branch***	***523,964***	***526,073***	***526,073***
5,129,220	***380,631***	***156,904***	***5,666,755***	***5,369,845***	***Total Direct State Services***	***5,378,616***	***5,687,109***	***5,685,890***
5,065,520	*379,077*	*156,854*	*5,601,451*	*5,308,098*	*(From General Fund)*	*5,313,953*	*5,613,576*	*5,612,357*
62,737	*1,541*	—	*64,278*	*60,753*	*(From Casino Control Fund)*	*63,700*	*63,700*	*63,700*
963	*13*	*50*	*1,026*	*994*	*(From Casino Revenue Fund)*	*963*	*963*	*963*
—	—	—	—	—	*(From Gubenatorial Election Fund)*	—	*8,870*	*8,870*
					GRANTS-IN-AID			
					Executive Branch			
1,909	309	-375	1,843	1,731	Department of Agriculture	436	1,255	1,255
33,791	9,345	1,361	44,497	41,656	Department of Community Affairs	36,865	32,865	32,865
82,630	10,498	-3,800	89,328	84,305	Department of Corrections	87,113	97,046	97,046
20,015	—	-9,000	11,015	9,377	Department of Education	9,443	11,269	11,269
5,500	1,544	2,046	9,090	8,040	Department of Environmental Protection	9,250	6,250	6,250
885,270	109,314	286,421	1,281,005	1,175,447	Department of Health and Senior Services	1,002,493	1,475,831	1,475,831
606,845	*35,752*	*286,471*	*929,068*	*824,694*	*(From General Fund)*	*702,891*	*1,144,378*	*1,144,378*
278,425	*73,562*	*-50*	*351,937*	*350,753*	*(From Casino Revenue Fund)*	*299,602*	*331,453*	*331,453*
3,228,202	198,576	-42,901	3,383,877	3,363,801	Department of Human Services	3,347,383	3,526,946	3,526,946
3,204,833	*198,576*	*-42,901*	*3,360,508*	*3,340,536*	*(From General Fund)*	*3,228,646*	*3,408,209*	*3,408,209*
23,369	—	—	*23,369*	*23,265*	*(From Casino Revenue Fund)*	*118,737*	*118,737*	*118,737*
35,219	—	675	35,894	35,846	Department of Labor and Workforce Development	33,719	34,001	34,001
32,779	—	*675*	*33,454*	*33,406*	*(From General Fund)*	*31,279*	*31,561*	*31,561*
2,440	—	—	*2,440*	*2,440*	*(From Casino Revenue Fund)*	*2,440*	*2,440*	*2,440*
19,822	—	—	19,822	19,522	Department of Law and Public Safety	18,822	18,984	18,984
1,044	114	—	1,158	1,026	Department of Military and Veterans' Affairs	1,044	1,044	1,044
1,141,588	2,633	-21,332	1,122,889	1,079,202	Department of State	1,090,689	1,306,842	1,124,996
269,027	2,002	-3,282	267,747	264,704	Department of Transportation	193,827	278,700	278,700
1,436,977	21,356	-17,937	1,440,396	1,375,092	Department of the Treasury	1,076,333	1,099,106	1,093,322
185,837	*21,275*	*-17,937*	*189,175*	*181,929*	*(From General Fund)*	*211,022*	*233,795*	*228,011*
1,216,471	*192*	—	*1,216,663*	*1,158,494*	*(From Property Tax Relief Fund)*	*865,311*	*865,311*	*865,311*
34,669	—	—	*34,669*	*34,669*	*(From Casino Revenue Fund)*	—	—	—

Year Ending June 30, 2003						Year Ending June 30, 2005		
Orig. & (S)Supple–mental	Reapp. & (R)Recpts.	Transfers & (E)Emer–gencies	Total Available	Expended		2004 Adjusted Approp.	Requested	Recom–mended
					GRANTS–IN–AID			
7,160,994	*355,802*	*191,876*	*7,708,672*	*7,459,749*	*Total Executive Branch*	*6,907,417*	*7,890,139*	*7,702,509*
5,605,620	*282,048*	*191,926*	*6,079,594*	*5,890,128*	*(From General Fund)*	*5,621,327*	*6,572,198*	*6,384,568*
1,216,471	*192*	—	*1,216,663*	*1,158,494*	*(From Property Tax Relief Fund)*	*865,311*	*865,311*	*865,311*
338,903	*73,562*	*–50*	*412,415*	*411,127*	*(From Casino Revenue Fund)*	*420,779*	*452,630*	*452,630*
					Inter–Departmental Accounts			
480,739	2	3,410	484,151	482,053	Employee Benefits	554,517	599,129	599,129
200	—	–200	—	—	Other Inter–Departmental Accounts	200	14,925	14,925
—	—	—	—	—	Salary Increases and Other Benefits	—	31,158	31,158
61,753	—	–1,000	60,753	60,547	Aid to Independent Authorities	65,095	86,019	86,019
542,692	*2*	*2,210*	*544,904*	*542,600*	*Total Inter–Departmental Accounts*	*619,812*	*731,231*	*731,231*
7,703,686	*355,804*	*194,086*	*8,253,576*	*8,002,349*	*Total Grants–in–Aid*	*7,527,229*	*8,621,370*	*8,433,740*
6,148,312	*282,050*	*194,136*	*6,624,498*	*6,432,728*	*(From General Fund)*	*6,241,139*	*7,303,429*	*7,115,799*
1,216,471	*192*	—	*1,216,663*	*1,158,494*	*(From Property Tax Relief Fund)*	*865,311*	*865,311*	*865,311*
338,903	*73,562*	*–50*	*412,415*	*411,127*	*(From Casino Revenue Fund)*	*420,779*	*452,630*	*452,630*
					STATE AID			
					Executive Branch			
8,642	354	–2	8,994	8,994	Department of Agriculture	8,642	9,968	9,968
985,811	67,279	–39,754	1,013,336	952,455	Department of Community Affairs	980,065	979,265	979,265
18,042	*67,279*	—	*85,321*	*24,780*	*(From General Fund)*	*54,996*	*53,196*	*53,196*
967,769	—	*–39,754*	*928,015*	*927,675*	*(From Property Tax Relief Fund)*	*925,069*	*926,069*	*926,069*
7,625,323	71,841	–244,018	7,453,146	7,429,316	Department of Education	8,211,952	8,657,313	8,657,313
2,659,086	*68,940*	*–243,918*	*2,484,108*	*2,473,259*	*(From General Fund)*	*3,015,823*	*2,778,027*	*2,778,027*
4,966,237	*2,901*	*–100*	*4,969,038*	*4,956,057*	*(From Property Tax Relief Fund)*	*5,196,129*	*5,879,286*	*5,879,286*
14,859	15,531	39	30,429	30,153	Department of Environmental Protection	14,711	17,011	17,011
4,406	*15,531*	*39*	*19,976*	*19,974*	*(From General Fund)*	*4,258*	*9,011*	*9,011*
10,453	—	—	*10,453*	*10,179*	*(From Property Tax Relief Fund)*	*10,453*	*8,000*	*8,000*
50,969	—	–88	50,881	50,024	Department of Health and Senior Services	58,454	68,954	68,954
283,352	6,923	22,876	313,151	300,990	Department of Human Services	300,722	338,210	338,210
14,872	—	2,031	16,903	8,291	Department of Law and Public Safety	15,109	4,820	4,820
16,931	—	–1,218	15,713	15,589	Department of State	16,827	24,742	16,827
24,934	—	—	24,934	24,934	Department of Transportation	25,458	25,287	25,287
24,934	—	—	*24,934*	*24,934*	*(From Casino Revenue Fund)*	*25,458*	*25,287*	*25,287*
375,183	5,525	7	380,715	367,226	Department of the Treasury	425,640	470,189	446,689
233,366	—	—	*233,366*	*224,236*	*(From General Fund)*	*265,832*	*305,855*	*282,355*
141,817	*5,525*	*7*	*147,349*	*142,990*	*(From Property Tax Relief Fund)*	*159,808*	*164,334*	*164,334*
9,400,876	*167,453*	*–260,127*	*9,308,202*	*9,187,972*	*Total Executive Branch*	*10,057,580*	*10,595,759*	*10,564,344*
3,289,666	*159,027*	*–220,280*	*3,228,413*	*3,126,137*	*(From General Fund)*	*3,740,663*	*3,592,783*	*3,561,368*
6,086,276	*8,426*	*–39,847*	*6,054,855*	*6,036,901*	*(From Property Tax Relief Fund)*	*6,291,459*	*6,977,689*	*6,977,689*
24,934	—	—	*24,934*	*24,934*	*(From Casino Revenue Fund)*	*25,458*	*25,287*	*25,287*
9,400,876	*167,453*	*–260,127*	*9,308,202*	*9,187,972*	*Total State Aid*	*10,057,580*	*10,595,759*	*10,564,344*
3,289,666	*159,027*	*–220,280*	*3,228,413*	*3,126,137*	*(From General Fund)*	*3,740,663*	*3,592,783*	*3,561,368*
6,086,276	*8,426*	*–39,847*	*6,054,855*	*6,036,901*	*(From Property Tax Relief Fund)*	*6,291,459*	*6,977,689*	*6,977,689*
24,934	—	—	*24,934*	*24,934*	*(From Casino Revenue Fund)*	*25,458*	*25,287*	*25,287*

Year Ending June 30, 2003						Year Ending June 30, 2005		
Orig. & (S)Supple-mental	Reapp. & (R)Recpts.	Transfers & (E)Emer-gencies	Total Available	Expended		2004 Adjusted Approp.	Requested	Recom-mended
					CAPITAL CONSTRUCTION			
					Legislative Branch			
—	406	—	406	309	Legislative Support Services	—	—	—
—	*406*	—	*406*	*309*	*Total Legislative Branch*	—	—	—
					Executive Branch			
—	12	5,129	5,141	—	Department of Agriculture	—	—	—
2,900	25,073	–1,116	26,857	13,557	Department of Corrections	—	—	—
400	1,866	–1	2,265	811	Department of Education	—	—	—
80,745	75,580	–2,626	153,699	91,239	Department of Environmental Protection	126,464	128,273	128,273
650	797	—	1,447	1,144	Department of Health and Senior Services	620	—	—
7,500	26,037	—	33,537	9,107	Department of Human Services	5,600	10,400	10,400
7,828	21,843	—	29,671	10,009	Department of Law and Public Safety	4,346	—	—
1,779	16,146	—	17,925	16,240	Department of Military and Veterans' Affairs	165	2,127	2,127
—	6	—	6	4	Department of Personnel	—	—	—
—	6,156	—	6,156	1,422	Department of State	—	—	—
745,000	4,765	—	749,765	749,230	Department of Transportation	805,000	805,000	805,000
5,500	7,711	2,746	15,957	10,014	Department of the Treasury	—	—	—
—	2	—	2	—	Miscellaneous Commissions	—	—	—
852,302	*185,994*	*4,132*	*1,042,428*	*902,777*	*Total Executive Branch*	*942,195*	*945,800*	*945,800*
					Inter–Departmental Accounts			
169,649	58,577	–26,319	201,907	172,272	Capital Projects – Statewide	194,233	185,549	185,549
169,649	*58,577*	*–26,319*	*201,907*	*172,272*	*Total Inter–Departmental Accounts*	*194,233*	*185,549*	*185,549*
1,021,951	*244,977*	*–22,187*	*1,244,741*	*1,075,358*	*Total Capital Construction*	*1,136,428*	*1,131,349*	*1,131,349*
					DEBT SERVICE			
					Executive Branch			
76,833	—	2	76,835	76,832	Department of Environmental Protection	68,053	63,240	63,240
393,842	—	–40,286	353,556	353,552	Department of the Treasury	374,428	381,265	381,265
470,675	—	*–40,284*	*430,391*	*430,384*	*Total Executive Branch*	*442,481*	*444,505*	*444,505*
470,675	—	*–40,284*	*430,391*	*430,384*	*Total Debt Service*	*442,481*	*444,505*	*444,505*
23,726,408	*1,148,865*	*28,392*	*24,903,665*	*24,065,908*	*GRAND TOTAL–STATE APPROPRIATIONS*	*24,542,334*	*26,480,092*	*26,259,828*
15,996,124	*1,065,131*	*68,239*	*17,129,494*	*16,372,705*	*(From General Fund)*	*16,874,664*	*18,085,642*	*17,865,378*
62,737	*1,541*	—	*64,278*	*60,753*	*(From Casino Control Fund)*	*63,700*	*63,700*	*63,700*
7,302,747	*8,618*	*–39,847*	*7,271,518*	*7,195,395*	*(From Property Tax Relief Fund)*	*7,156,770*	*7,843,000*	*7,843,000*
364,800	*73,575*	—	*438,375*	*437,055*	*(From Casino Revenue Fund)*	*447,200*	*478,880*	*478,880*
—	—	—	—	—	*(From Gubenatorial Election Fund)*	—	*8,870*	*8,870*

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

Table IV shows prior year expenditures, current year appropriations, and budget year request & recommendations by Category or Purpose within fund and major spending category.

	2003 Expenditures	2004 Adjusted Appropriation	2005 Requested	2005 Recommended
General Fund—				
Direct State Services—				
Personal Services	2,649,467	2,540,894	2,657,432	2,656,566
Materials and Supplies	201,514	202,869	201,741	201,617
Services Other Than Personal	415,619	398,410	390,211	390,127
Maintenance and Fixed Charges	239,154	237,271	216,202	216,111
Improvements and Equipment	48,667	38,881	31,237	31,213
Employee Pension and Health Benefits	1,029,212	1,231,298	1,325,736	1,325,736
Human Services Programs	31,278	70,781	178,862	178,862
Other	693,187	593,549	612,125	660,544
Total Direct State Services	*5,308,098*	*5,313,953*	*5,613,576*	*5,612,357*
Grants–in–Aid--				
Employee Pension and Health Benefits	482,053	554,517	599,129	599,129
Rutgers, The State University	317,793	317,211	355,120	311,961
University of Medicine and Dentistry of New Jersey	161,637	182,242	196,587	182,842
New Jersey Institute of Technology	50,221	48,790	67,221	48,690
State Colleges	275,775	270,882	370,356	270,782
Other Higher Education Programs	77,525	86,038	95,356	95,024
Transit Subsidy	260,635	193,827	278,700	278,700
Student Aid–Scholarships and Grants	223,380	240,071	277,425	270,588
Support of Independent Higher Education Institutions	25,663	24,159	30,111	24,659
Correctional Facilities	84,305	87,113	97,046	97,046
Support of the Arts	20,447	18,930	25,830	25,830
Income Maintenance Management	237,202	271,498	248,777	248,777
Medicaid and Pharmaceutical Assistance to the Aged and Disabled	2,679,900	2,484,620	2,963,102	2,963,102
Youth and Family Services	247,489	237,887	229,131	229,131
Services for the Developmentally Disabled	420,138	389,383	420,133	420,133
Mental Health Services	214,085	212,001	210,517	210,517
Drug Abuse and AIDS Control	54,470	45,108	48,262	48,262
Other Human Service Programs	172,822	115,408	145,212	145,212
Other	427,188	460,854	645,414	645,414
Total Grants–in–Aid	*6,432,728*	*6,241,139*	*7,303,429*	*7,115,799*
State Aid--				
Educational	2,644,966	3,219,676	3,008,274	2,984,844
Welfare	211,926	207,212	244,700	244,700
Health	139,088	151,964	162,464	162,464
Payment to Counties and Municipalities	91,959	125,485	119,787	119,787
Other	24,752	23,649	45,570	45,570
Non State Funds	13,446	12,677	11,988	4,003
Total State Aid	*3,126,137*	*3,740,663*	*3,592,783*	*3,561,368*

SUMMARIES OF APPROPRIATIONS

	2003 Expenditures	2004 Adjusted Appropriation	2005 Requested	2005 Recom-mended
Capital Construction--				
Transportation	745,041	805,000	805,000	805,000
Environmental	91,198	126,464	128,273	128,273
Educational	811	—	—	—
Institutional	22,664	5,600	10,400	10,400
All Other	211,414	199,364	187,676	187,676
Non State Funds	4,230	—	—	—
Total Capital Construction	*1,075,358*	*1,136,428*	*1,131,349*	*1,131,349*
Debt Service--				
Principal	260,845	277,070	267,145	267,145
Interest	169,539	165,411	177,360	177,360
Total Debt Service	*430,384*	*442,481*	*444,505*	*444,505*
Total General Fund	***16,372,705***	***16,874,664***	***18,085,642***	***17,865,378***
Property Tax Relief Fund—				
Homestead Rebates	527,718	540,663	565,663	565,663
Direct School Tax Relief	630,776	324,648	299,648	299,648
Educational	4,956,057	5,196,129	5,879,286	5,879,286
Payments to Municipalities	1,080,844	1,095,330	1,098,403	1,098,403
Total Property Tax Relief Fund	***7,195,395***	***7,156,770***	***7,843,000***	***7,843,000***
Casino Control Fund – Direct State Services--				
Enforcement	35,079	35,799	35,799	35,799
Administration	25,674	27,901	27,901	27,901
Total Casino Control Fund – Direct State Services	***60,753***	***63,700***	***63,700***	***63,700***
Casino Revenue Fund—				
Programs for Senior Citizens and the Disabled	437,055	447,200	478,880	478,880
Total Casino Revenue Fund	***437,055***	***447,200***	***478,880***	***478,880***
Gubernatorial Elections Fund – Direct State Services--				
Public Financing of Gubernatorial General Election	—	—	8,870	8,870
Total Gubernatorial Elections Fund – Direct State Services	—	—	***8,870***	***8,870***
GRAND TOTAL STATE APPROPRIATIONS	***24,065,908***	***24,542,334***	***26,480,092***	***26,259,828***

TABLE V
SUMMARY OF APPROPRIATIONS BY STATEWIDE PROGRAM
(thousands of dollars)

Table V shows detailed prior year financial data, current year appropriations, and budget year recommendations by fund, major spending category, and Statewide Program.

Year Ending June 30, 2003						Year Ending June 30, 2005		
Orig. & (S)Supple-mental	Reapp. & (R)Recpts.	Transfers & (E)Emer-gencies	Total Available	Expended		2004 Adjusted Approp.	Requested	Recom-mended
					GENERAL FUND			
					Direct State Services			
					10. Public Safety and Criminal Justice			
140,395	6,950	3,040	150,385	148,101	11. Vehicular Safety	—	—	—
257,517	18,322	25,083	300,922	294,240	12. Law Enforcement	298,181	298,359	298,359
6,156	5,182	–1	11,337	11,071	13. Special Law Enforcement Activities	7,517	7,287	7,287
13,589	2,961	418	16,968	16,154	14. Military Services	16,741	16,741	16,741
487,672	10,918	–12,421	486,169	477,715	15. Judicial Services	523,964	526,073	526,073
700,642	602	60,742	761,986	760,361	16. Detention and Rehabilitation	773,652	795,054	795,054
52,786	277	1,293	54,356	53,014	17. Parole	55,692	58,163	58,163
80,479	1	5,387	85,867	85,781	18. Juvenile Services	84,972	85,146	85,146
30,878	—	1,371	32,249	32,183	19. Central Planning, Direction and Management	34,380	32,980	32,980
1,770,114	45,213	84,912	1,900,239	1,878,620	Total Appropriation	1,795,099	1,819,803	1,819,803
					20. Physical and Mental Health			
71,734	1,763	16,924	90,421	88,253	21. Health Services	48,899	57,650	57,650
6,304	4,840	–3,947	7,197	7,149	22. Health Planning and Evaluation	5,134	6,074	6,074
240,451	636	30,916	272,003	271,607	23. Mental Health Services	257,548	254,511	254,511
25,734	3,653	1,973	31,360	22,189	24. Special Health Services	26,853	23,592	23,592
5,407	15	2,766	8,188	7,969	25. Health Administration	5,738	5,688	5,688
14,263	462	10,222	24,947	23,475	26. Senior Services	16,569	16,262	16,262
965	—	–217	748	748	27. Disability Services	984	984	984
364,858	11,369	58,637	434,864	421,390	Total Appropriation	361,725	364,761	364,761
					30. Educational, Cultural and Intellectual Development			
642	—	—	642	640	31. Direct Educational Services and Assistance	664	664	664
229,290	161	102	229,553	229,217	32. Operation and Support of Edu. Institutions	239,401	231,276	231,276
8,322	1,015	–1,000	8,337	8,027	33. Supplemental Education and Training Programs	8,612	8,612	8,612
38,145	3,458	7,660	49,263	39,448	34. Educational Support Services	42,105	39,609	39,609
14,370	18	71	14,459	14,408	35. Education Administration and Management	16,188	15,610	15,610
3,709	3	270	3,982	3,743	36. Higher Educational Services	3,659	3,859	3,659
14,773	1,715	–51	16,437	14,311	37. Cultural and Intellectual Development Services	14,021	14,010	13,021
309,251	6,370	7,052	322,673	309,794	Total Appropriation	324,650	313,640	312,451
					40. Community Development and Environmental Management			
23,423	15,942	–3,515	35,850	32,706	41. Community Development Management	23,583	22,552	22,552
65,213	3,676	1,745	70,634	69,359	42. Natural Resource Management	60,857	60,610	60,610
34,092	10,519	–1,264	43,347	34,796	43. Science and Technical Programs	34,637	35,351	35,351
43,182	17,374	–310	60,246	57,040	44. Site Remediation and Waste Management	45,983	46,203	46,203
33,622	1,789	–627	34,784	33,352	45. Environmental Regulation	33,323	33,757	33,757
20,298	7	2,605	22,910	22,910	46. Environmental Planning and Administration	20,011	19,520	19,520
17,568	494	418	18,480	18,443	47. Compliance and Enforcement	19,254	17,856	17,856
10,665	1,432	–525	11,572	11,157	49. Agricultural Resources, Planning, and Regulation	9,442	9,123	9,123
248,063	51,233	–1,473	297,823	279,763	Total Appropriation	247,090	244,972	244,972

Year Ending June 30, 2003						Year Ending June 30, 2005		
Orig. & (S)Supplemental	Reapp. & (R)Recpts.	Transfers & (E)Emergencies	Total Available	Expended		2004 Adjusted Approp.	Requested	Recommended
					50. Economic Planning, Development and Security			
3,329	618	385	4,332	3,678	51. Economic Planning and Development	3,402	3,522	3,522
96,506	10,826	–1,741	105,591	95,205	52. Economic Regulation	97,616	95,515	95,515
72,793	17,992	–2,196	88,589	81,649	53. Economic Assistance and Security	68,401	65,424	65,424
21,094	13,451	521	35,066	31,875	54. Manpower and Employment Services	20,433	20,132	20,132
69,831	—	16,427	86,258	86,258	55. Social Services Programs	115,366	225,566	225,566
263,553	42,887	13,396	319,836	298,665	Total Appropriation	305,218	410,159	410,159
					60. Transportation Programs			
94,068	3,231	17,976	115,275	112,822	61. State and Local Highway Facilities	100,633	82,498	82,498
10,730	57	630	11,417	11,347	64. Regulation and General Management	5,609	5,409	5,409
104,798	3,288	18,606	126,692	124,169	Total Appropriation	106,242	87,907	87,907
					70. Government Direction, Management and Control			
56,644	7,406	–40	64,010	58,909	71. Legislative Activities	57,787	57,787	57,787
21,211	11,090	–2,167	30,134	29,599	72. Governmental Review and Oversight	20,316	20,215	20,215
161,937	25,447	–870	186,514	165,495	73. Financial Administration	162,116	148,905	148,905
1,512,743	61,495	–22,290	1,551,948	1,463,088	74. General Government Services	1,676,469	1,887,067	1,887,067
6,015	432	–1,662	4,785	4,505	75. State Subsidies and Financial Aid	4,718	4,518	4,518
51,962	3,023	3,582	58,567	52,188	76. Management and Administration	53,962	52,542	52,542
15,694	4,280	—	19,974	14,523	77. Legislative Commissions and Committees	14,119	14,737	14,707
1,826,206	113,173	–23,447	1,915,932	1,788,307	Total Appropriation	1,989,487	2,185,771	2,185,741
					80. Special Government Services			
122,892	104,260	–3,042	224,110	148,370	82. Protection of Citizens' Rights	122,959	122,663	122,663
55,785	1,284	2,213	59,282	59,020	83. Services to Veterans	61,483	63,900	63,900
178,677	105,544	–829	283,392	207,390	Total Appropriation	184,442	186,563	186,563
5,065,520	*379,077*	*156,854*	*5,601,451*	*5,308,098*	*Total Direct State Services*	*5,313,953*	*5,613,576*	*5,612,357*
					Grants–in–Aid			
					10. Public Safety and Criminal Justice			
1,565	—	—	1,565	1,265	12. Law Enforcement	565	565	565
35	—	—	35	35	14. Military Services	35	35	35
81,935	9,886	–3,800	88,021	82,998	16. Detention and Rehabilitation	81,377	75,030	75,030
695	612	—	1,307	1,307	17. Parole	5,736	22,016	22,016
18,257	—	—	18,257	18,257	18. Juvenile Services	18,257	18,419	18,419
102,487	10,498	–3,800	109,185	103,862	Total Appropriation	105,970	116,065	116,065
					20. Physical and Mental Health			
89,884	87	3,448	93,419	93,041	21. Health Services	87,548	91,055	91,055
28,116	—	—	28,116	28,116	22. Health Planning and Evaluation	73,269	180,725	180,725
233,694	30	–4,589	229,135	226,827	23. Mental Health Services	234,751	240,492	240,492
1,846,584	184,103	29,848	2,060,535	2,048,800	24. Special Health Services	2,002,469	2,154,439	2,154,439
488,845	35,665	283,023	807,533	703,537	26. Senior Services	542,074	872,598	872,598
148,257	—	–726	147,531	147,531	27. Disability Services	80,772	88,747	88,747
2,835,380	219,885	311,004	3,366,269	3,247,852	Total Appropriation	3,020,883	3,628,056	3,628,056

Year Ending June 30, 2003						Year Ending June 30, 2005		
Orig. & (S)Supple–mental	Reapp. & (R)Recpts.	Transfers & (E)Emer–gencies	Total Available	Expended		2004 Adjusted Approp.	Requested	Recom–mended
					30. Educational, Cultural and Intellectual Development			
421,101	—	—	421,101	420,138	32. Operation and Support of Edu. Institutions	389,383	420,133	420,133
4,456	—	—	4,456	4,456	33. Supplemental Education and Training Programs	4,178	4,178	4,178
20,015	—	–9,000	11,015	9,377	34. Educational Support Services	9,443	11,269	11,269
1,201,893	21,298	–42,568	1,180,623	1,131,920	36. Higher Educational Services	1,169,891	1,392,074	1,204,444
25,602	3	–316	25,289	25,287	37. Cultural and Intellectual Development Services	22,532	30,552	30,552
1,673,067	21,301	–51,884	1,642,484	1,591,178	Total Appropriation	1,595,427	1,858,206	1,670,576
					40. Community Development and Environmental Management			
16,950	9,071	4,448	30,469	27,686	41. Community Development Management	15,850	15,850	15,850
5,500	1,544	1,546	8,590	7,540	42. Natural Resource Management	3,250	250	250
—	—	500	500	500	43. Science and Technical Programs	6,000	6,000	6,000
1,909	309	–375	1,843	1,731	49. Agricultural Resources, Planning, and Regulation	436	1,255	1,255
24,359	10,924	6,119	41,402	37,457	Total Appropriation	25,536	23,355	23,355
					50. Economic Planning, Development and Security			
67,459	2,055	–940	68,574	66,398	51. Economic Planning and Development	26,648	32,151	32,151
11,171	—	—	11,171	11,171	52. Economic Regulation	70,840	70,840	70,840
297,444	14,369	–70,019	241,794	237,202	53. Economic Assistance and Security	271,498	248,777	248,777
32,779	—	675	33,454	33,406	54. Manpower and Employment Services	31,279	31,561	31,561
256,524	315	–2,720	254,119	253,754	55. Social Services Programs	245,702	243,446	243,446
665,377	16,739	–73,004	609,112	601,931	Total Appropriation	645,967	626,775	626,775
					60. Transportation Programs			
9,000	—	–2,944	6,056	4,069	61. State and Local Highway Facilities	—	—	—
260,027	—	–379	259,648	259,648	62. Public Transportation	193,827	278,700	278,700
—	2,002	41	2,043	987	64. Regulation and General Management	—	—	—
269,027	2,002	–3,282	267,747	264,704	Total Appropriation	193,827	278,700	278,700
					70. Government Direction, Management and Control			
554,692	2	6,765	561,459	559,155	74. General Government Services	622,312	734,951	734,951
4,876	33	129	5,038	5,005	75. State Subsidies and Financial Aid	10,500	—	—
6,038	552	2,089	8,679	8,593	76. Management and Administration	7,708	22,312	22,312
565,606	587	8,983	575,176	572,753	Total Appropriation	640,520	757,263	757,263
					80. Special Government Services			
12,000	—	—	12,000	12,000	82. Protection of Citizens' Rights	12,000	14,000	14,000
1,009	114	—	1,123	991	83. Services to Veterans	1,009	1,009	1,009
13,009	114	—	13,123	12,991	Total Appropriation	13,009	15,009	15,009
6,148,312	*282,050*	*194,136*	*6,624,498*	*6,432,728*	*Total Grants–in–Aid*	*6,241,139*	*7,303,429*	*7,115,799*

Year Ending June 30, 2003						Year Ending June 30, 2005		
Orig. & (S)Supplemental	Reapp. & (R)Recpts.	Transfers & (E)Emergencies	Total Available	Expended		2004 Adjusted Approp.	Requested	Recommended
					State Aid			
					10. Public Safety and Criminal Justice			
10,090	—	–169	9,921	1,309	12. Law Enforcement	8,090	1,090	1,090
4,782	—	2,200	6,982	6,982	13. Special Law Enforcement Activities	7,019	3,730	3,730
14,872	—	2,031	16,903	8,291	Total Appropriation	15,109	4,820	4,820
					20. Physical and Mental Health			
44,005	—	1,256	45,261	44,404	21. Health Services	51,346	61,846	61,846
94,510	6,200	—	100,710	89,064	23. Mental Health Services	93,510	93,510	93,510
6,964	—	–1,344	5,620	5,620	26. Senior Services	7,108	7,108	7,108
145,479	6,200	–88	151,591	139,088	Total Appropriation	151,964	162,464	162,464
					30. Educational, Cultural and Intellectual Development			
1,537,397	4	–268,590	1,268,811	1,268,316	31. Direct Educational Services and Assistance	1,589,337	1,164,503	1,164,503
5,460	—	—	5,460	5,459	33. Supplemental Education and Training Programs	5,460	5,460	5,460
1,116,229	68,936	24,672	1,209,837	1,199,484	34. Educational Support Services	1,421,026	1,608,064	1,608,064
164,463	—	—	164,463	157,595	36. Higher Educational Services	184,111	207,575	184,075
16,931	—	–1,218	15,713	15,589	37. Cultural and Intellectual Development Services	16,827	24,742	16,827
2,840,480	68,940	–245,136	2,664,284	2,646,443	Total Appropriation	3,216,761	3,010,344	2,978,929
					40. Community Development and Environmental Management			
16,971	67,274	—	84,245	23,769	41. Community Development Management	16,925	16,925	16,925
—	13,281	—	13,281	13,281	44. Site Remediation and Waste Management	—	2,300	2,300
—	2,250	—	2,250	2,250	45. Environmental Regulation	—	—	—
4,406	—	39	4,445	4,443	46. Environmental Planning and Administration	4,258	4,258	4,258
—	—	—	—	—	47. Compliance and Enforcement	—	2,453	2,453
8,642	354	–2	8,994	8,994	49. Agricultural Resources, Planning, and Regulation	8,642	9,968	9,968
30,019	83,159	37	113,215	52,737	Total Appropriation	29,825	35,904	35,904
					50. Economic Planning, Development and Security			
188,842	723	22,876	212,441	211,926	53. Economic Assistance and Security	207,212	244,700	244,700
188,842	723	22,876	212,441	211,926	Total Appropriation	207,212	244,700	244,700
					70. Government Direction, Management and Control			
69,974	5	—	69,979	67,652	75. State Subsidies and Financial Aid	119,792	134,551	134,551
69,974	5	—	69,979	67,652	Total Appropriation	119,792	134,551	134,551
3,289,666	*159,027*	*–220,280*	*3,228,413*	*3,126,137*	*Total State Aid*	*3,740,663*	*3,592,783*	*3,561,368*

Year Ending June 30, 2003						Year Ending June 30, 2005		
Orig. & (S)Supple-mental	Reapp. & (R)Recpts.	Transfers & (E)Emer-gencies	Total Available	Expended		2004 Adjusted Approp.	Requested	Recom-mended
					Capital Construction			
					10. Public Safety and Criminal Justice			
—	4,765	—	4,765	4,230	11. Vehicular Safety	—	—	—
6,000	7,795	—	13,795	4,725	12. Law Enforcement	3,846	—	—
779	2,364	–16	3,127	1,790	14. Military Services	165	2,127	2,127
—	5,289	–406	4,883	1,785	16. Detention and Rehabilitation	—	—	—
1,828	14,048	—	15,876	5,284	18. Juvenile Services	500	—	—
2,900	19,784	–710	21,974	11,772	19. Central Planning, Direction and Management	—	—	—
11,507	54,045	–1,132	64,420	29,586	Total Appropriation	4,511	2,127	2,127
					20. Physical and Mental Health			
650	791	—	1,441	1,144	21. Health Services	620	—	—
3,000	9,174	—	12,174	1,522	23. Mental Health Services	—	—	—
—	6	—	6	—	25. Health Administration	—	—	—
3,650	9,971	—	13,621	2,666	Total Appropriation	620	—	—
					30. Educational, Cultural and Intellectual Development			
400	9,637	—	10,037	2,470	32. Operation and Support of Educational Institutions	—	—	—
1,200	—	—	1,200	9	33. Supplemental Education and Training Programs	—	—	—
—	1,259	–1	1,258	762	35. Education Administration and Management	—	—	—
—	2,522	—	2,522	14	36. Higher Educational Services	—	—	—
—	3,312	—	3,312	1,172	37. Cultural and Intellectual Development Services	—	—	—
1,600	16,730	–1	18,329	4,427	Total Appropriation	—	—	—
					40. Community Development and Environmental Management			
30,500	42,663	–2,602	70,561	36,005	42. Natural Resource Management	36,294	36,233	36,233
8,650	767	—	9,417	8,720	43. Science and Technical Programs	—	—	—
41,470	31,640	—	73,110	45,916	44. Site Remediation and Waste Management	90,170	92,040	92,040
—	3	—	3	—	45. Environmental Regulation	—	—	—
125	509	–24	610	598	46. Environmental Planning and Administration	—	—	—
—	12	5,129	5,141	—	49. Agricultural Resources, Planning, and Regulation	—	—	—
80,745	75,594	2,503	158,842	91,239	Total Appropriation	126,464	128,273	128,273
					50. Economic Planning, Development and Security			
—	21	–20	1	—	52. Economic Regulation	—	—	—
—	21	–20	1	—	Total Appropriation	—	—	—
					60. Transportation Programs			
745,000	—	—	745,000	745,000	61. State and Local Highway Facilities	805,000	805,000	805,000
745,000	—	—	745,000	745,000	Total Appropriation	805,000	805,000	805,000
					70. Government Direction, Management and Control			
—	406	—	406	309	71. Legislative Activities	—	—	—
175,149	66,595	–23,553	218,191	182,526	74. General Government Services	194,233	185,549	185,549
3,300	7,833	—	11,133	5,155	76. Management and Administration	5,600	10,400	10,400
178,449	74,834	–23,553	229,730	187,990	Total Appropriation	199,833	195,949	195,949

Year Ending June 30, 2003						Year Ending June 30, 2005		
Orig. & (S)Supple–mental	Reapp. & (R)Recpts.	Transfers & (E)Emer–gencies	Total Available	Expended		2004 Adjusted Approp.	Requested	Recom–mended
					80. Special Government Services			
1,000	13,782	16	14,798	14,450	83. Services to Veterans	—	—	—
1,000	13,782	16	14,798	14,450	Total Appropriation	—	—	—
1,021,951	*244,977*	*–22,187*	*1,244,741*	*1,075,358*	*Total Capital Construction*	*1,136,428*	*1,131,349*	*1,131,349*
					Debt Service			
					40. Community Development and Environmental Management			
76,833	—	2	76,835	76,832	46. Environmental Planning and Administration	68,053	63,240	63,240
76,833	—	2	76,835	76,832	Total Appropriation	68,053	63,240	63,240
					70. Government Direction, Management and Control			
393,842	—	–40,286	353,556	353,552	76. Management and Administration	374,428	381,265	381,265
393,842	—	–40,286	353,556	353,552	Total Appropriation	374,428	381,265	381,265
470,675	—	*–40,284*	*430,391*	*430,384*	*Total Debt Service*	*442,481*	*444,505*	*444,505*
15,996,124	***1,065,131***	***68,239***	***17,129,494***	***16,372,705***	***Total General Fund***	***16,874,664***	***18,085,642***	***17,865,378***
					PROPERTY TAX RELIEF FUND			
					Property Tax Relief Fund – Grants–in–Aid			
					70. Government Direction, Management and Control			
1,216,471	192	—	1,216,663	1,158,494	75. State Subsidies and Financial Aid	865,311	865,311	865,311
1,216,471	192	—	1,216,663	1,158,494	Total Appropriation	865,311	865,311	865,311
1,216,471	*192*	—	*1,216,663*	*1,158,494*	*Total Property Tax Relief Fund – Grants–in–Aid*	*865,311*	*865,311*	*865,311*
					Property Tax Relief Fund – State Aid			
					30. Educational, Cultural and Intellectual Development			
4,595,315	2,901	20,001	4,618,217	4,609,808	31. Direct Educational Services and Assistance	4,831,258	5,512,127	5,512,127
38,948	—	–1,947	37,001	37,001	33. Supplemental Education and Training Programs	38,948	38,948	38,948
331,974	—	–18,154	313,820	309,248	34. Educational Support Services	325,923	328,211	328,211
17,462	5,525	—	22,987	22,788	36. Higher Educational Services	24,862	28,045	28,045
4,983,699	8,426	–100	4,992,025	4,978,845	Total Appropriation	5,220,991	5,907,331	5,907,331
					40. Community Development and Environmental Management			
8,000	—	—	8,000	7,726	46. Environmental Planning and Administration	8,000	8,000	8,000
2,453	—	—	2,453	2,453	47. Compliance and Enforcement	2,453	—	—
10,453	—	—	10,453	10,179	Total Appropriation	10,453	8,000	8,000

Year Ending June 30, 2003						Year Ending June 30, 2005		
Orig. & (S)Supple–mental	Reapp. & (R)Recpts.	Transfers & (E)Emer–gencies	Total Available	Expended		2004 Adjusted Approp.	Requested	Recom–mended
					70. Government Direction, Management and Control			
1,092,124	—	–39,747	1,052,377	1,047,877	75. State Subsidies and Financial Aid	1,060,015	1,062,358	1,062,358
1,092,124	—	–39,747	1,052,377	1,047,877	Total Appropriation	1,060,015	1,062,358	1,062,358
6,086,276	*8,426*	*–39,847*	*6,054,855*	*6,036,901*	*Total Property Tax Relief Fund – State Aid*	*6,291,459*	*6,977,689*	*6,977,689*
7,302,747	***8,618***	***–39,847***	***7,271,518***	***7,195,395***	***Total Property Tax Relief Fund***	***7,156,770***	***7,843,000***	***7,843,000***
					CASINO CONTROL FUND			
					Casino Control Fund – Direct State Services			
					10. Public Safety and Criminal Justice			
35,799	240	—	36,039	35,079	12. Law Enforcement	35,799	35,799	35,799
35,799	240	—	36,039	35,079	Total Appropriation	35,799	35,799	35,799
					70. Government Direction, Management and Control			
26,938	1,301	—	28,239	25,674	73. Financial Administration	27,901	27,901	27,901
26,938	1,301	—	28,239	25,674	Total Appropriation	27,901	27,901	27,901
62,737	***1,541***	—	***64,278***	***60,753***	***Total Casino Control Fund***	***63,700***	***63,700***	***63,700***
					CASINO REVENUE FUND			
					Casino Revenue Fund – Direct State Services			
					20. Physical and Mental Health			
871	12	50	933	908	26. Senior Services	871	871	871
871	12	50	933	908	Total Appropriation	871	871	871
					80. Special Government Services			
92	1	—	93	86	82. Protection of Citizens' Rights	92	92	92
92	1	—	93	86	Total Appropriation	92	92	92
963	*13*	*50*	*1,026*	*994*	*Total Casino Revenue Fund – Direct State Services*	*963*	*963*	*963*
					Casino Revenue Fund – Grants–in–Aid			
					20. Physical and Mental Health			
500	—	—	500	497	21. Health Services	500	500	500
277,925	73,562	–50	351,437	350,256	26. Senior Services	299,102	330,953	330,953
3,734	—	—	3,734	3,734	27. Disability Services	80,328	80,328	80,328
282,159	73,562	–50	355,671	354,487	Total Appropriation	379,930	411,781	411,781
					30. Educational, Cultural and Intellectual Development			
19,635	—	—	19,635	19,531	32. Operation and Support of Educational Institutions	38,409	38,409	38,409
19,635	—	—	19,635	19,531	Total Appropriation	38,409	38,409	38,409

Year Ending June 30, 2003						Year Ending June 30, 2005		
Orig. & (S)Supple–mental	Reapp. & (R)Recpts.	Transfers & (E)Emer–gencies	Total Available	Expended		2004 Adjusted Approp.	Requested	Recom–mended
					50. Economic Planning, Development and Security			
34,669	—	—	34,669	34,669	52. Economic Regulation	—	—	—
2,440	—	—	2,440	2,440	54. Manpower and Employment Services	2,440	2,440	2,440
37,109	—	—	37,109	37,109	Total Appropriation	2,440	2,440	2,440
338,903	*73,562*	*–50*	*412,415*	*411,127*	*Total Casino Revenue Fund – Grants–in–Aid*	*420,779*	*452,630*	*452,630*
					Casino Revenue Fund – State Aid			
					60. Transportation Programs			
24,934	—	—	24,934	24,934	62. Public Transportation	25,458	25,287	25,287
24,934	—	—	24,934	24,934	Total Appropriation	25,458	25,287	25,287
24,934	—	—	*24,934*	*24,934*	*Total Casino Revenue Fund – State Aid*	*25,458*	*25,287*	*25,287*
364,800	*73,575*	—	***438,375***	***437,055***	***Total Casino Revenue Fund***	***447,200***	***478,880***	***478,880***
					GUBERNATORIAL ELECTIONS FUND			
					Gubernatorial Elections Fund – Direct State Services			
					10. Public Safety and Criminal Justice			
—	—	—	—	—	13. Special Law Enforcement Activities	—	8,870	8,870
—	—	—	—	—	Total Appropriation	—	8,870	8,870
—	—	—	—	—	***Total Gubernatorial Elections Fund***	—	***8,870***	***8,870***
23,726,408	***1,148,865***	***28,392***	***24,903,665***	***24,065,908***	***GRAND TOTAL STATE APPROPRIATIONS***	***24,542,334***	***26,480,092***	***26,259,828***

DEDICATED FUNDS

Summary of Appropriations by Department
(thousands of dollars)

Year Ending June 30, 2003						Year Ending June 30, 2005		
Orig. & (S)Supple-mental	Reapp. & (R)Recpts.	Transfers & (E)Emer-gencies	Total Available	Expended		2004 Adjusted Approp.	Requested	Recom-mended
					Property Tax Relief Fund – Grants-in-Aid			
					Department of the Treasury			
537,329	150	—	537,479	527,718	Homestead Rebates	540,663	565,663	565,663
679,142	42	—	679,184	630,776	Direct Tax Relief	324,648	299,648	299,648
1,216,471	*192*	—	*1,216,663*	*1,158,494*	*Total Department of the Treasury*	*865,311*	*865,311*	*865,311*
1,216,471	***192***	—	***1,216,663***	***1,158,494***	***Total Property Tax Relief Fund – Grants-in-Aid***	***865,311***	***865,311***	***865,311***
					Property Tax Relief Fund – State Aid			
					Department of Community Affairs			
967,769	—	–39,754	928,015	927,675	Local Government Services	925,069	926,069	926,069
967,769	—	*–39,754*	*928,015*	*927,675*	*Total Department of Community Affairs*	*925,069*	*926,069*	*926,069*
					Department of Education			
3,312,442	2,901	82,571	3,397,914	3,390,246	General Formula Aid	3,611,325	4,293,996	4,293,996
106,363	—	–4,494	101,869	101,848	Miscellaneous Grants-In-Aid	58,423	56,621	56,621
65,578	—	–3,279	62,299	62,299	Bilingual Education	65,578	65,578	65,578
199,512	—	–9,976	189,536	189,536	Programs for Disadvantaged Youths	199,512	199,512	199,512
911,420	—	–44,821	866,599	865,879	Special Education	896,420	896,420	896,420
38,948	—	–1,947	37,001	37,001	General Vocational Education	38,948	38,948	38,948
23,855	—	–3,388	20,467	16,169	Office of School Choice	17,337	19,969	19,969
303,587	—	–14,766	288,821	288,551	Pupil Transportation	306,987	307,287	307,287
4,532	—	—	4,532	4,528	Facilities Planning and School Building Aid	1,599	955	955
4,966,237	*2,901*	*–100*	*4,969,038*	*4,956,057*	*Total Department of Education*	*5,196,129*	*5,879,286*	*5,879,286*
					Department of Environmental Protection			
8,000	—	—	8,000	7,726	Administration and Support Services	8,000	8,000	8,000
2,453	—	—	2,453	2,453	Water Pollution Control	2,453	—	—
10,453	—	—	*10,453*	*10,179*	*Total Department of Environmental Protection*	*10,453*	*8,000*	*8,000*
					Department of the Treasury			
17,462	5,525	—	22,987	22,788	Aid to County Colleges	24,862	28,045	28,045
95,719	—	7	95,726	91,744	Reimbursement of Senior/Disabled Citizens' and Veterans' Tax Deductions	109,000	109,000	109,000
28,636	—	—	28,636	28,458	Consolidated Police and Firemen's Pension Fund	25,946	27,289	27,289
141,817	*5,525*	*7*	*147,349*	*142,990*	*Total Department of the Treasury*	*159,808*	*164,334*	*164,334*
6,086,276	8,426	–39,847	6,054,855	6,036,901	Total Property Tax Relief Fund – State Aid	6,291,459	6,977,689	6,977,689
7,302,747	***8,618***	***–39,847***	***7,271,518***	***7,195,395***	***Total Property Tax Relief Fund***	***7,156,770***	***7,843,000***	***7,843,000***

Year Ending June 30, 2003						Year Ending June 30, 2005		
Orig. & (S)Supple-mental	Reapp. & (R)Recpts.	Transfers & (E)Emer-gencies	Total Available	Expended		2004 Adjusted Approp.	Requested	Recom-mended
					Casino Control Fund – Direct State Services			
					Department of Law and Public Safety			
35,799	240	—	36,039	35,079	Gaming Enforcement	35,799	35,799	35,799
35,799	*240*	—	*36,039*	*35,079*	*Total Department of Law and Public Safety*	*35,799*	*35,799*	*35,799*
					Department of the Treasury			
26,938	1,301	—	28,239	25,674	Administration of Casino Gambling	27,901	27,901	27,901
26,938	*1,301*	—	*28,239*	*25,674*	*Total Department of the Treasury*	*27,901*	*27,901*	*27,901*
62,737	***1,541***	—	***64,278***	***60,753***	***Total Casino Control Fund***	***63,700***	***63,700***	***63,700***
					Casino Revenue Fund – Direct State Services			
					Department of Health and Senior Services			
871	12	50	933	908	Programs for the Aged	871	871	871
871	*12*	*50*	*933*	*908*	*Total Department of Health and Senior Services*	*871*	*871*	*871*
					Department of Law and Public Safety			
92	1	—	93	86	Operation of State Professional Boards	92	92	92
92	*1*	—	*93*	*86*	*Total Department of Law and Public Safety*	*92*	*92*	*92*
963	***13***	***50***	***1,026***	***994***	***Total Casino Revenue Fund – Direct State Services***	***963***	***963***	***963***
					Casino Revenue Fund – Grants-in-Aid			
					Department of Health and Senior Services			
500	—	—	500	497	Family Health Services	500	500	500
3,857	—	—	3,857	3,276	Medical Services for the Aged	29,558	28,461	28,461
259,874	73,532	—	333,406	333,358	Pharmaceutical Assistance to the Aged and Disabled	255,182	288,130	288,130
14,194	30	–50	14,174	13,622	Programs for the Aged	14,362	14,362	14,362
278,425	*73,562*	*–50*	*351,937*	*350,753*	*Total Department of Health and Senior Services*	*299,602*	*331,453*	*331,453*
					Department of Human Services			
3,734	—	—	3,734	3,734	Division of Disabilities Services	80,328	80,328	80,328
10,053	—	—	10,053	9,949	Purchased Residential Care	28,827	28,827	28,827
2,208	—	—	2,208	2,208	Social Supervision and Consultation	2,208	2,208	2,208
7,374	—	—	7,374	7,374	Adult Activities	7,374	7,374	7,374
23,369	—	—	*23,369*	*23,265*	*Total Department of Human Services*	*118,737*	*118,737*	*118,737*
					Department of Labor and Workforce Development			
2,440	—	—	2,440	2,440	Vocational Rehabilitation Services	2,440	2,440	2,440
2,440	—	—	*2,440*	*2,440*	*Total Department of Labor and Workforce Development*	*2,440*	*2,440*	*2,440*
					Department of the Treasury			
34,669	—	—	34,669	34,669	Energy Assistance Programs	—	—	—
34,669	—	—	*34,669*	*34,669*	*Total Department of the Treasury*	—	—	—
338,903	***73,562***	***–50***	***412,415***	***411,127***	***Total Casino Revenue Fund – Grants-in-Aid***	***420,779***	***452,630***	***452,630***

Year Ending June 30, 2003						Year Ending June 30, 2005		
Orig. & (S)Supple–mental	Reapp. & (R)Recpts.	Transfers & (E)Emer–gencies	Total Available	Expended		2004 Adjusted Approp.	Requested	Recom–mended
					Casino Revenue Fund – State Aid			
					Department of Transportation			
24,934	—	—	24,934	24,934	Railroad and Bus Operations	25,458	25,287	25,287
24,934	—	—	*24,934*	*24,934*	*Total Department of Transportation*	*25,458*	*25,287*	*25,287*
24,934	—	—	24,934	24,934	Total Casino Revenue Fund – State Aid	25,458	25,287	25,287
364,800	*73,575*	—	*438,375*	*437,055*	***Total Casino Revenue Fund***	*447,200*	*478,880*	*478,880*
					Gubernatorial Elections Fund – Direct State Services			
					Department of Law and Public Safety			
—	—	—	—	—	Election Law Enforcement	—	8,870	8,870
—	—	—	—	—	*Total Department of Law and Public Safety*	—	*8,870*	*8,870*
—	—	—	—	—	***Total Gubernatorial Elections Fund***	—	*8,870*	*8,870*
7,730,284	*83,734*	*–39,847*	*7,774,171*	*7,693,203*	***Total Appropriation***	*7,667,670*	*8,394,450*	*8,394,450*

SUMMARY OF APPROPRIATIONS
MAJOR INCREASES AND DECREASES

This table summarizes major increases and decreases in the fiscal 2005 Budget, and is organized by category.

Categories of appropriations are defined as follows:

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

Grants–in–Aid appropriations are for programs and services provided to the public on behalf of the State by a third party provider, or grants made directly to individuals based on assorted program eligibility criteria. The Medicaid program, the Tuition Assistance Grant Program, Homestead Rebates, payments for State inmates housed in county jails, public transportation aid and funding for State Colleges and Universities fall into this category.

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

Capital Construction represents pay–as–you–go allocations 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
($ In Millions)

	Increase	Decrease	Net Change
State Operations			
Contracted Salary Increase–State Employees	$ 126.580		
Child Welfare Reform	125.000		
State Employee Health Benefits	40.101		
Post Retirement Medical – State Employees	26.475		
Prison/Parole Board Costs	24.720		
Employer Taxes	16.917		
Employer Pension Contributions	13.720		
Gubernatorial Elections Fund – Primary Election Public Funding	8.870		
Statewide 911 Emergency Telephone System	6.502		
Trooper Recruit Class/Vehicles	6.269		
UMDNJ Self Insurance Reserve Fund	6.000		
Women's Health Awareness	5.000		
Statewide Assessment Program	3.000		
New Lisbon Developmental Center Enhancements	2.826		
Cancer Screening–Early Detection and Education Program	2.700		
Drug Court Expansion	2.200		
Snow Removal	2.000		
Cardiovascular Program	2.000		

MAJOR INCREASES AND DECREASES
($ In Millions)

	Increase	Decrease	Net Change
Human Services Expanded Fingerprinting	1.800		
New Vineland Veterans' Home	1.675		
SSI Attorney Fees	1.600		
Property Assessment and Management System (PAMS)	1.350		
Menlo Park Veterans' Home – Old Glory Wing	1.049		
Anti–Smoking Initiatives	1.000		
CBT Dedication	0.673		
Insurance	0.636		
Additional Staff—State Commission of Investigation	0.588		
Education Efficiency and Effectiveness Study	0.250		
Animal Welfare	0.200		
Office on the Prevention of Violence Against Women	0.200		
New Jersey Historic Trust Program	0.120		
Subtotal – State Operations Increases	**$ 432.021**		
Debt/Line of Credit		$ (17.151)	
Department of Human Services Efficiencies		(8.639)	
Operating Efficiencies throughout the State		(3.484)	
Central Rent		(3.029)	
Department of Corrections Efficiencies		(2.000)	
Forms Reduction/Paperless Filing Initiatives in Taxation and Revenue		(1.981)	
Department of Education Efficiencies		(1.624)	
Department of Health Efficiencies		(1.060)	
New Jersey Network – Equipment		(1.000)	
Pharmacy Discount Card – PAAD Operating Account Savings		(0.994)	
Department of Personnel Efficiencies		(0.821)	
Eliminate Office Supplies Product Line and Increase Drop Ship Program		(0.459)	
Other (Net)		(82.505)	
Subtotal – State Operations Decreases		**$ (124.747)**	
Net Change (State Operations)			**$ 307.274**
Grants–In–Aid			
Nursing Homes and Alternatives	$ 400.724		
Medicaid/General Assistance Health Care Growth	123.071		
General Fund Support of the Health Care Subsidy Fund	110.419		
NJ Transit Operating Subsidy	84.873		
Hospital Funding	52.190		
Children's Behavioral Health Services	37.120		
Contracted Salary Increase – Senior Public Colleges and Universities	31.158		
Debt/Line of Credit	29.360		
Senior Tax Freeze	25.000		
Employee Health Benefits – Higher Education	24.348		
Third Party Provider COLA	21.390		
Tuition Aid Grants	19.317		
Enhanced 911 County Grants	14.725		
Developmental Disabilities Community Services	13.059		
Day Reporting and Halfway Back Federal Fund Loss	11.643		

MAJOR INCREASES AND DECREASES
($ In Millions)

	Increase	Decrease	Net Change
NJSTARS (NJ Tuition Plan)	10.000		
Employer Taxes– Higher Education	8.547		
Greystone Redirection II	7.375		
Lead Hazard Control Assistance Fund	7.000		
Cultural Projects – Hotel Tax Dedication	6.900		
Post Retirement Medical – Higher Education	6.252		
Subsidized Adoption and Residential Placements Growth	6.244		
Developmental Disabilities Aging Out Transition	5.762		
Employer Pension Contributions – Higher Education	5.625		
Assisted Living – 750 Additional Slots	5.000		
Parole Board Community Alternatives	4.637		
Advertising and Promotion – Hotel Tax Dedication	3.169		
Family Care	2.586		
Rutgers/UMDNJ Stem Cell Research Institute	2.500		
Department of Justice–New Lisbon	2.140		
State Legal Services	2.000		
Summer Academy for Professional Development	2.000		
Lead Testing Kits for Expectant Mothers	2.000		
New Jersey Caring for Caregivers Initiative	2.000		
Travel & Tourism Cooperative Marketing Program – Economic Recovery	1.850		
Contribution to Community Based Substance Abuse Treatment and Prevention/DEDR	1.300		
Historical Projects – Hotel Tax Dedication	1.140		
Office of Faith Based Initiatives	1.000		
Soil and Water Conservation Grants	0.819		
Part–Time Tuition Aid Grants for County Colleges	0.700		
Hispanic Business Owners Outreach Program	0.600		
Rape Prevention	0.500		
Coordinated Garden State Scholarship Programs	0.500		
Aid to Independent Colleges and Universities	0.500		
Battleship New Jersey Utility Expense	0.390		
Center for Hispanic Policy	0.375		
Displaced Homemakers Centers	0.275		
Cancer Institute of New Jersey	0.250		
Waterloo Village	0.250		
Arthritis Quality of Life Initiative Act Increase	0.250		
St. Barnabas Medical Center – Cancer Center	0.250		
Ellis Island Foundation	0.200		
Huntington's Disease Program Increase	0.142		
Family Planning Services Program Increase	0.120		
Hispanic Women's Resource Centers	0.100		
Independent Living Centers	0.100		
Sudden Infant Death Syndrome (SIDS) Assistance Act Program Increase	0.099		
Hemophilia Services Program Increase	0.094		
Tourette Syndrome Association Program Increase	0.050		
Compulsive Gambling Program Increase	0.050		
Chronic Renal Disease Services Program Increase	0.047		

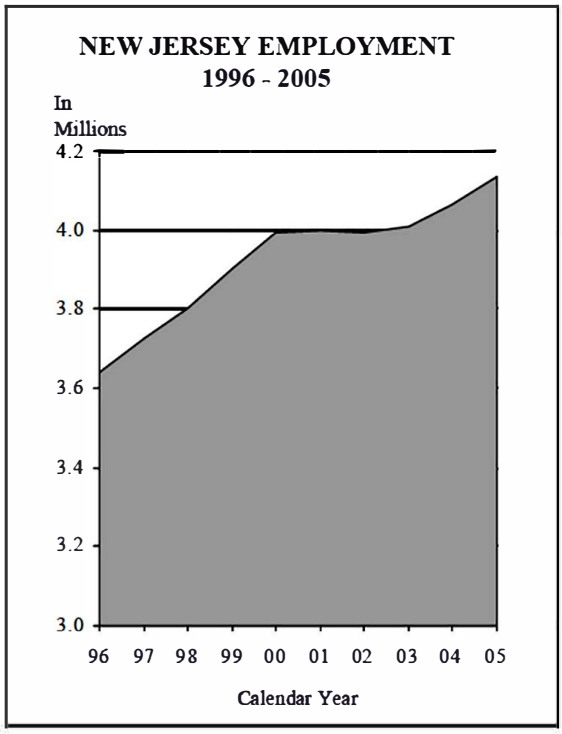
MAJOR INCREASES AND DECREASES
($ In Millions)

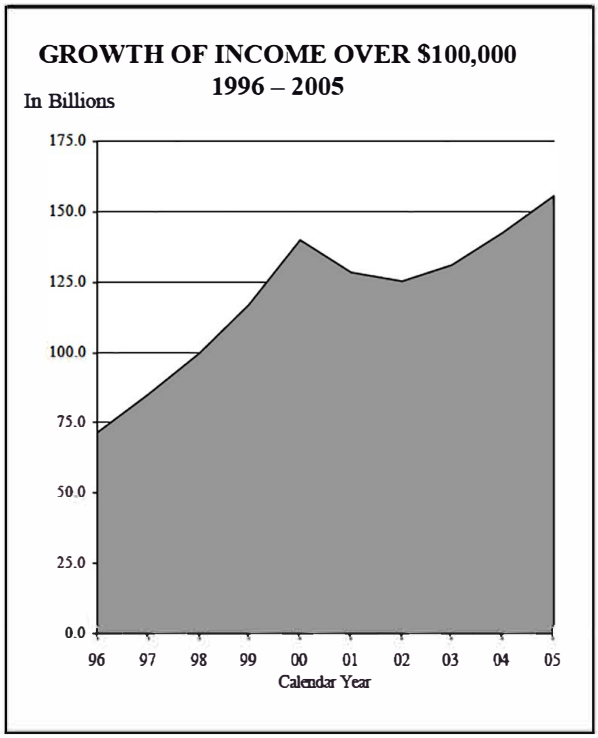
	Increase	Decrease	Net Change
Cleft Palate Programs Increase	0.045		
Subtotal – Grants–In–Aid Increases	**$ 1,102.130**		
Pharmaceutical Assistance to the Aged and Disabled/Senior Gold		$ (45.072)	
NJ SAVER – Recalculated Program Participation		(25.000)	
Medicaid Operational Efficiencies		(20.500)	
Title XIX Revenue Maximization		(15.000)	
Medicaid Prescription Copayment		(8.100)	
County Jail Backup		(6.347)	
General Assistance/Food Stamp Case Management Deferral		(3.236)	
Other (Net)		(72.364)	
Subtotal – Grants–In–Aid Decreases		**$ (195.619)**	
Net Change (Grants–In–Aid)			**$ 906.511**
State Aid			
Post Retirement Medical – Teachers' Pension and Annuity Fund	$ 117.572		
Additional School Formula Aid (3% Growth)	90.000		
Aid to Abbott Districts (3% Growth)	75.000		
School Construction	45.071		
Abbott Preschool Expansion Aid	40.000		
General Assistance	34.105		
Other Abbott Aid	25.000		
Local School Districts – Teacher Social Security Payments	20.957		
Local Police and Firefighter Pension Contribution	20.457		
New Jersey After 3	15.000		
Early Launch to Learning Initiative (ELLI)	15.000		
Early Childhood Intervention Program	10.000		
County College Aid	6.151		
High Achieving/High Efficiency Districts (PACE)	5.000		
Taxpayer Hero Grants	5.000		
Aid for High Enrollment Growth Districts	5.000		
High Expectations for Learning Proficiency (HELP)	5.000		
Supplemental Security Income	4.269		
Nonpublic School Aid (3% Growth)	2.916		
Local Tire Management Program	2.300		
Regional Efficiency Development Incentive Grants	2.200		
Local Police and Fire Post Retirement Medical	1.711		
School Breakfast Program	1.326		
Teacher Mentoring	0.500		
Subtotal – State Aid Increases	**$ 549.535**		
Miscellaneous School Aid Accounts		$ (4.713)	
Pension Bond Debt Service		(4.105)	
Extraordinary Aid		(4.000)	
Special Municipal Aid		(4.000)	
Solid Waste Debt Service		(2.840)	

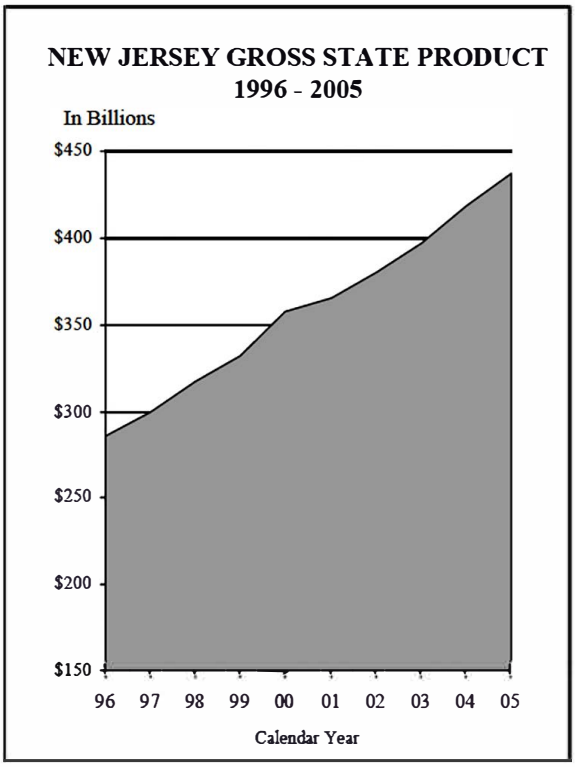
MAJOR INCREASES AND DECREASES
($ In Millions)

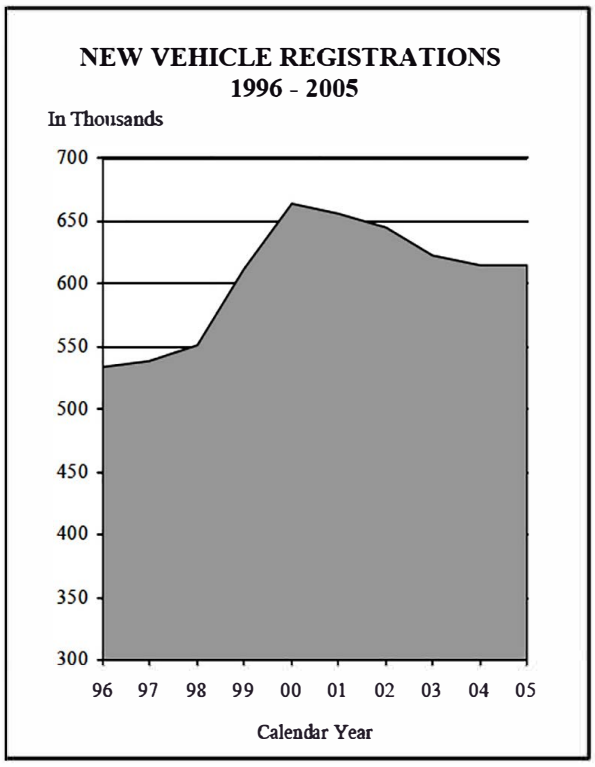
	Increase	Decrease	Net Change
Other (Net)		(23.113)	
Subtotal – State Aid Decreases		**$ (42.771)**	
Net Change (State Aid)			**$ 506.764**
Capital Construction			
SACWIS Development and Implementation	$ 4.800		
State Parks Capital Improvements	4.000		
Enterprise Upgrades–Garden State Network	3.000		
CBT Dedication – Cleanups and Underground Storage Tanks	1.870		
World War II Memorial	1.500		
All–Purpose Room – Paramus Veterans' Home	0.627		
Other (Net)	0.587		
Subtotal – Capital Construction Increases	**$ 16.384**		
Federal Funds for Capital		$ (9.695)	
Hamilton Complex Troop C – Building Equipment and Furnishings		(3.846)	
Environmental Protection Capital		(3.000)	
Statewide Security Projects from Car Rental Fees		(3.000)	
Interdepartmental Capital		(1.922)	
Subtotal – Capital Construction Decreases		**$ (21.463)**	
Net Change (Capital Construction)			**$ (5.079)**
Debt Service			
General Obligation Debt Service	$ 2.024		
Subtotal – Debt Service Increases	**2.024**		
Net Change (Debt Service)			**$ 2.024**
GRAND TOTAL	**$ 2,102.094**	**$ (384.600)**	**$ 1,717.494**

Economic Growth
(1996 - 2005)

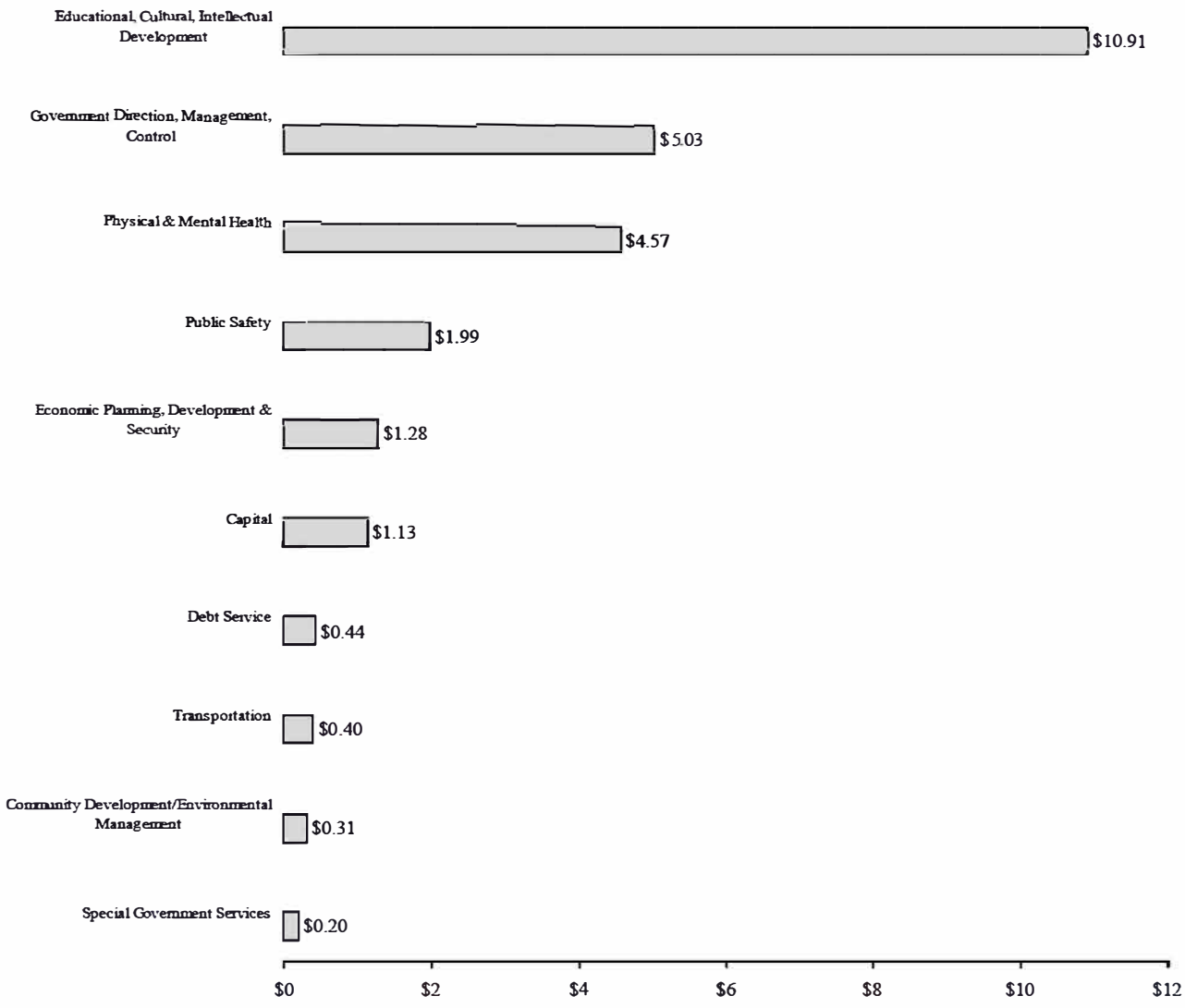








Fiscal 2005
Summary of Recommendations by Statewide Program
(In Billions)



The Fiscal 2005 Budget

(In Millions)

	FY2004 Adjusted Approp.	FY2005 Budget	% Change
Opening Surplus	$ 378	$ 402	6.3
Revenues			
Income	7,240	7,843	8.3
Sales	6,235	6,575	5.5
Corporate	2,247	2,392	6.5
Other	8,667	9,448	9.0
Total Revenues	$ 24,389	$ 26,258	7.7
Lapses	177		
Total Resources	$ 24,944	$ 26,660	6.9
Appropriations			
Original	$24,003	$26,260	9.4
Supplemental	539		
Total Appropriations	**$ 24,542**	**$ 26,260**	7.0 *
Fund Balance	**$ 400**	**$ 400**	
Gubernatorial Balance	**2**	**-**	

* When adjusted for FY 2004 resources reducing spending, growth is 4.4%.

FY 2004 Supplemental Appropriations

(In Thousands)

PAAD: Rejection of Federal Waiver	$ 137,884
Additional Abbott v. Burke Aid	89,000
Nursing Homes - Provider Assessment Fee	51,000
Children's Behavioral Health Services	24,973
Nursing Homes - Federal Stimulus Shortfall	22,000
Snow Removal/Winter Operations	20,000
Homestead Rebate Supplemental	18,000
Child Welfare Reform	15,000
UMDNJ Self Insurance Reserve Fund	12,000
Nursing Homes - IGT	10,000
Department of Corrections	8,700
Nursing Homes Shortfall	8,500
Workers Compensation Payments	8,000
Tort Claims Payments	6,000
Correctional Facilities Fuel and Utility Needs	5,500
Extended Polling Hours	3,289
Vehicle Claim Liability	3,215
Workforce New Jersey Technology	3,000
General Assistance Cash Caseload Increase	2,459
Menlo Park Veterans Home - Old Glory Wing	1,820
Vineland Veterans' Home	1,637
Smart Growth Regulatory Permitting	1,500
Paramus Veterans' Home	1,500
School Transportation Aid Funding	1,035
Other	83,161
	$ 539,173

Comparison of FY 2004 and FY 2005 Spending

(In Millions)

	FY 2004	FY 2005	Change $	Change %
Direct State Services- Operations	$ 3,806	$ 3,779	$ (27)	(0.71)
Child Welfare Reform	15	125	110	733.33
Interdepartmental	1,557	1,773	216	13.87
State Aid	10,064	10,572	508	5.05
Grants-In-Aid	8,345	8,650	305	3.65
Capital	1,136	1,131	(5)	(0.44)
Debt Service	442	445	3	0.68
Gubernatorial Elections Fund	-	9	9	-
	$25,365	$26,484	$ 1,119	4.41
Off Budget Spending				
Federal Stimulus for Nursing Homes	$ 433	$ -		
UI for Charity Care and Medicaid	325	100		
Other Revenues to Hospital Relief Fund	-	115		
Supplemental Workforce for Community Colleges	5	8		
Catastrophic Illness for Early Intervention	4	-		
DEDR for Substance Abuse	3	1		
Day Reporting VOI/TIS Federal Funds	12	-		
Retro Rebate for PAAD	11	-		
EDA for Tourism	2	-		
Workforce Development	28	-		
FY 2005 Budget	$24,542	$26,260	1,718	7.00

Mandated Growth

(In Thousands)

Medicaid	$122,093
Local Teachers Post Retirement Medical	117,572
Contracted Salaries State Employees	116,180
Education Opportunity Aid (Abbott Districts)	100,000
State Employees Active and Retirees Health Benefits	66,576
Debt Service	57,076
Abbott preschool enrollment increase	40,000
General Assistance and Supplemental Security Income	38,374
College Employees Active and Retirees Health Benefits	31,852
Contracted Salaries Higher Education	31,158
Corrections	25,781
Teacher Social Security	20,957
Pensions Local Police and Fire	20,457
State employee taxes	16,917
Pensions State Employees	13,720
Arts, History, Tourism per statute	11,209
Gubernatorial primary	8,870
Higher Education Taxes	8,547
Lead Hazard Control Assistance Fund	7,000
DYFS Placement Growth	6,244
Early Intervention program	6,000
UMDNJ Insurance Fund	6,000
Pensions Colleges	5,625
Annualized Costs of DD Waiting List	5,326
New Lisbon	4,966
SACWIS	4,800
Greystone Annualized	3,750
Statewide Assessment Program	3,000
Annualized cost of Old Glory opening and Vineland opening	2,724
DEP CBT Dedication	2,543
DHS - finger printing	1,800
Local Police and Fire Post Retirement Medical	1,711
State Insurance	1,636
School Breakfast	1,326
Total Uncontrollable Growth	$911,790

The Fiscal 2005 Budget by Category

(In Millions)

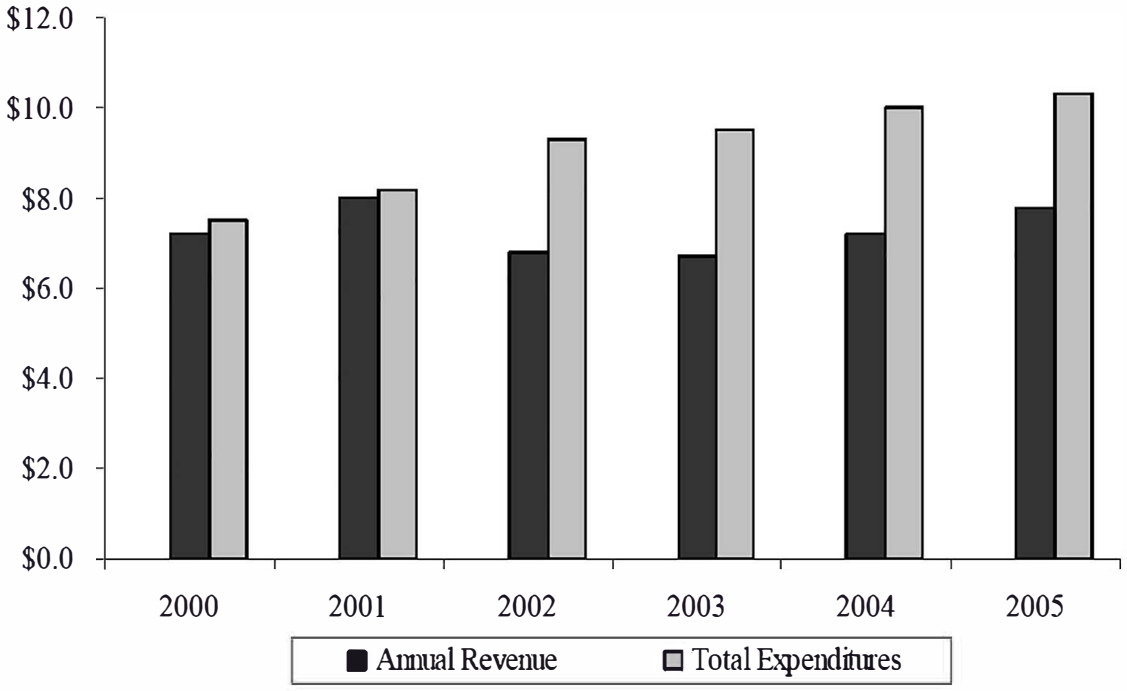
	FY2004 Adjusted Approp.	FY2005 Budget	Change $	Change %
State-Aid	$ 10,059	$ 10,564	$ 505	5.0
Grants-in-Aid	7,527	8,434	907	12.0
Operating Departments	3,806	3,779	(27)	(0.7)
Child Welfare Reform	15	125	110	733.3
Interdepartmental	1,557	1,773	216	13.9
Capital Construction	1,136	1,131	(5)	(0.4)
Debt Service	442	445	3	0.7
Gubernatorial Elections Fund	-	9	9	0.0
Grand Total -- State Appropriations	**$ 24,542**	**$ 26,260**	**$ 1,718**	7.0

FY 2005 Budget

(In Millions)

	FY 2004 Adjusted Appropriation	% of Total	FY 2005 Budget	% of Total
Total Resources	$24,944.5		$26,659.8	
State Aid	10,057.6	41.0%	10,564.3	40.2%
Grants-In-Aid	7,527.2	30.7%	8,433.8	32.1%
Operating Departments	3,806.4	15.5%	3,778.9	14.4%
Child Welfare Reform	15.0	0.1%	125.0	0.5%
Interdepartmental	1,557.2	6.3%	1,773.2	6.8%
Capital	1,136.4	4.6%	1,131.3	4.3%
Debt	442.5	1.8%	444.5	1.7%
Gubernatorial Elections Fund	0.0	0.0%	8.8	0.0%
Total Appropriations	**$24,542.3**	100.0%	**$26,259.8**	100.0%
Ending Surplus	**$402.2**		**$400.0**	

Property Tax Relief Programs/Income Tax Revenues
(In Billions)



Direct State Services
By Department

(In Thousands)

Department	FY2004 Adjusted Approp.	FY2005 Budget	Change $	Change %
Chief Executive	$5,367	$5,267	($100)	(1.9)
Agriculture	9,442	9,123	(319)	(3.4)
Banking and Insurance	68,589	66,703	(1,886)	(2.7)
Community Affairs	35,860	34,456	(1,404)	(3.9)
Corrections	848,055	870,928	22,873	2.7
Education	62,133	59,059	(3,074)	(4.9)
Environmental Protection	212,825	212,057	(768)	(0.4)
Health & Senior Services	77,211	86,545	9,334	12.1
Human Services	690,650	672,623	(18,027)	(2.6)
Labor	60,472	60,171	(301)	(0.5)
Law & Public Safety	506,424	505,743	(681)	(0.1)
Military & Veterans' Affairs	78,224	80,641	2,417	3.1
Personnel	26,103	25,448	(655)	(2.5)
State	23,247	22,697	(550)	(2.4)
Transportation	106,242	87,907	(18,335)	(17.3)
Treasury	398,377	379,499	(18,878)	(4.7)
Misc Executive Commissions	1,373	1,373	---	---
Sub-Total Executive Branch	$3,210,594	$3,180,240	($30,354)	(0.9)
Child Welfare Reform	15,000	125,000	110,000	733.3
Total Executive Branch	3,225,594	3,305,240	79,646	2.5
Interdepartmental	1,557,152	1,773,213	216,061	13.9
Gubernatorial Elections Fund	---	8,870	8,870	---
Legislature	71,906	72,494	588	0.8
Judiciary	523,964	526,073	2,109	0.4
Total	$5,378,616	$5,685,890	$307,274	5.7

Funding for Property Tax Relief

(In Millions)

Programs	FY2004 Adjusted Approp.	FY2005 Budget	$ Change
School Aid	$8,212.0	$8,657.3	$445.3
Municipal Aid	1,732.8	1,757.0	24.2
Other Local Aid	663.3	716.0	52.7
Direct Taxpayer Relief	1,290.3 *	1,335.3	45.0
Subtotal Direct Aid	**$11,898.4**	**$12,465.6**	**$567.2**
Pension Savings	132.8	185.3	52.5
Police and Firemen's Pension Savings	214.0	224.9	10.9
Subtotal Pension Savings	$346.8	$410.2	$63.4
Hotel Revenue	$15.0	$45.0	30.0
Grand Totals	**$12,260.2**	**$12,920.8**	**$660.6**

*Reflects expended

FISCAL 2005 TAXPAYER RELIEF
(In Millions)

PROGRAM DESCRIPTION	FY 2004 Adjusted Approp.	FY 2005 Budget	$ Change	% Change
School Aid				
Direct Aid	$6,790.9	$7,064.2	$273.3	4.0%
School Building Aid	237.0	274.2	37.2	15.7%
Teachers' Retirement Benefits & Social Security	1,184.1	1,318.9	134.8	11.4%
Subtotal School Aid	**$8,212.0**	**$8,657.3**	**$445.3**	**5.4%**
Municipal Aid				
Consolidated Municipal Property Tax Relief Aid	$835.4	$835.4	$0.0	0.0%
Energy Receipts Property Tax Relief Aid	762.7	787.7	25.0	3.3%
Special Municipal Aid	28.3	24.3	(4.0)	(14.1%)
Legislative Initiative Block Grant Program	34.8	34.8	0.0	0.0%
Extraordinary Aid	35.0	31.0	(4.0)	(11.4%)
Trenton Capitol City Aid	16.5	16.5	0.0	0.0%
Regional Efficiency Aid Program (REAP)	10.0	10.0	0.0	0.0%
Open Space - Payments in Lieu of Taxes	8.0	8.0	0.0	0.0%
Hero Grants	0.0	5.0	5.0	0.0%
Regional Efficiency Development Incentive Grants (REDI)	2.0	4.2	2.2	110.0%
Subtotal Municipal Aid	**$1,732.8**	**$1,757.0**	**$24.2**	**1.4%**
Other Local Aid				
County College Aid	$214.0	$220.1	$6.1	2.9%
Transportation Trust Fund - Local Project Aid	150.0	150.0	0.0	0.0%
Aid to County Psychiatric Hospitals	93.5	93.5	0.0	0.0%
General Assistance Administration	16.1	23.8	7.7	47.8%
Urban Enterprise Zones - Sales Tax Dedication	57.5	60.4	2.9	5.0%
County Solid Waste Debt	60.2	57.3	(2.8)	(4.7%)
DCA - Housing and Neighborhood Assistance	16.7	16.7	0.0	0.0%
Library Aid	16.8	16.8	0.0	0.0%
Pension Contributions on behalf of Local Governments	38.3	60.1	21.8	56.9%
911 Enhancement	0.2	14.9	14.7	7362.5%
Local Tire Management Program	0.0	2.3	2.3	0.0%
Subtotal Other Local Aid	**$663.3**	**$716.0**	**$52.7**	**8.0%**
Direct Taxpayer Relief				
Direct School Tax Relief Program (NJ SAVER)	$299.6 *	$299.6	$0.0	---
Homestead Rebates	517.7	517.7	0.0	---
Senior/Disabled Citizens' Property Tax Freeze	23.0	48.0	25.0	108.7%
Municipal Reimbursement--Veterans' Tax Deductions	83.0	86.0	3.0	3.6%
Municipal Reimbursement--Senior/Disabled Citizens' Tax Deductions	26.0	23.0	(3.0)	(11.5%)
Property Tax Deduction Act	341.0	361.0	20.0	5.9%
* Reflects expended				
Subtotal Direct Taxpayer Relief	**$1,290.3**	**$1,335.3**	**$45.0**	**3.5%**
Pension Savings				
School District Pension Savings	$28.9	$40.3	$11.4	39.4%
Municipal Pension Savings	34.9	48.7	13.8	39.5%
Other Local Pension Savings	69.0	96.3	27.3	39.6%
Police & Firemen's Retirement System	214.0	224.9	10.9	5.1%
Subtotal Pension Savings	**$346.8**	**$410.2**	**$63.4**	**18.3%**
Hotel Municipal Revenue	**$15.0**	**$45.0**	**$30.0**	**200.0%**
GRAND TOTAL - TAXPAYER RELIEF	**$12,260.2**	**$12,920.8**	**$660.6**	**5.4%**

School Aid

(In Millions)

	FY2004 Adjusted Approp.	FY2005 Budget	$ Change
Formula/Supplemental Programs	$6,432.4	$6,622.4	$190.0
Abbott Preschool Expansion	142.4	182.4	40.0
Early Launch to Learning Initiative	-	15.0	15.0
New Jersey After 3	-	15.0	15.0
Above Average Enrollment Growth	-	5.0	5.0
High Expectations for Learning Proficiency (HELP)	-	5.0	5.0
Positive Achievement and Cost Effectiveness (PACE)	-	5.0	5.0
Nonpublic School Aid	97.2	100.1	2.9
Teacher Quality Mentoring	2.0	2.5	0.5
Other Aid	116.9	111.8	(5.1)
Total Direct School Aid	**$6,790.9**	**$7,064.2**	**$273.3**
Post Retirement Medical	$489.5	$607.0	$117.5
Debt Service on Pension Obligation Bonds	83.5	79.8	(3.7)
Teachers' Social Security	611.1	632.1	21.0
Total Direct State Payments for Education	**$1,184.1**	**$1,318.9**	**$134.8**
School Construction and Renovation Fund	$107.9	$152.9	$45.0
Debt Service Aid	129.1	121.3	(7.8)
Total School Building Aid	**$237.0**	**$274.2**	**$37.2**
Total School Aid	**$8,212.0**	**$8,657.3**	**$445.3**

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

				---Recommended Fiscal Year 2005---		
	Expended Fiscal 2003	Adjusted Appropriation Fiscal 2004	Requested Fiscal 2005	General Fund	Property Tax Relief Fund	Total
Formula Aid Programs:						
Core Curriculum Standards Aid	$2,949,187	$3,080,318	$3,080,318	$1,009,207	$2,071,111	$3,080,318
Supplemental Core Curriculum Standards Aid	239,180	251,768	251,768	0	251,768	251,768
Early Childhood Aid	314,099	330,630	330,630	0	330,630	330,630
Instructional Supplement	14,840	15,621	15,621	0	15,621	15,621
Demonstrably Effective Program Aid	189,536	199,512	199,512	0	199,512	199,512
Rewards and Recognition	9,459	0	0	0	0	0
Stabilization Aid	106,045	111,626	111,626	0	111,626	111,626
Stabilization Aid 2	2,366	2,491	2,491	0	2,491	2,491
Stabilization Aid 3	10,832	11,402	11,402	0	11,402	11,402
Additional Supplemental Stabilization Aid:						
Large Efficient Districts	4,988	5,250	5,250	0	5,250	5,250
High Senior Citizen Concentrations	1,169	1,231	1,231	0	1,231	1,231
Regionalization Incentive Aid	17,380	18,295	18,295	0	18,295	18,295
Categorical Aids:						
Distance Learning Network	56,204	0	0	0	0	0
Adult Education Grants	27,285	28,721	28,721	0	28,721	28,721
Bilingual Education	62,299	65,578	65,578	0	65,578	65,578
Special Education	851,599	896,420	896,420	0	896,420	896,420
County Vocational Education	37,001	38,948	38,948	0	38,948	38,948
Pupil Transportation Aid	288,421	306,687	307,187	0	307,187	307,187
School Choice	3,567	6,537	7,969	0	7,969	7,969
Aid for Enrollment Adjustments	15,633	16,456	16,456	0	16,456	16,456
Formula Entitlement Amelioration Aid	0	313	0	0	0	0
Consolidated Aid	0	130,127	130,127	0	130,127	130,127
Above Average Enrollment Growth	0	0	5,000	0	5,000	5,000
Additional Formula Aid	0	0	90,000	0	90,000	90,000
Less:						
Stabilization Aid Growth Limitation	(73,576)	(73,576)	(73,576)	0	(73,576)	(73,576)
Growth Savings - Payment Change	0	(5,000)	(5,000)	0	(5,000)	(5,000)
Subtotal, Net T&E Budget	**$5,127,514**	**$5,439,355**	**$5,535,974**	**$1,009,207**	**$4,526,767**	**$5,535,974**
School Construction and Renovation Fund	41,422	107,850	152,921	152,921	0	152,921
Debt Service Aid	169,042	129,101	121,272	121,272	0	121,272
Subtotal, School Building Aid	**$210,464**	**$236,951**	**$274,193**	**$274,193**	**$0**	**$274,193**
TOTAL FORMULA AID	**$5,337,978**	**$5,676,306**	**$5,810,167**	**$1,283,400**	**$4,526,767**	**$5,810,167**

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

	Expended Fiscal 2003	Adjusted Appropriation Fiscal 2004	Requested Fiscal 2005	---Recommended Fiscal Year 2005--- General Fund	Property Tax Relief Fund	Total
Other Aid to Education:						
Nonpublic School Aid	$100,321	$97,202	$100,118	$100,118	$0	$100,118
Education Opportunity Aid	843,073	1,003,414	1,103,414	0	1,103,414	1,103,414
Abbott Preschool Expansion Aid	95,488	142,400	182,400	0	182,400	182,400
Early Launch to Learning Initiative	0	0	15,000	0	15,000	15,000
New Jersey After 3	0	0	15,000	15,000	0	15,000
High Expectations for Learning Proficiency	0	0	5,000	0	5,000	5,000
Positive Achievement and Cost Effectiveness	0	0	5,000	0	5,000	5,000
Payment for Children with Unknown District of Residence	13,610	22,952	21,400	0	21,400	21,400
Extraordinary Special Education Costs Aid	14,280	52,000	52,000	52,000	0	52,000
General Vocational Aid	5,459	5,460	5,460	5,460	0	5,460
Additional School Building Aid (Debt Service)	4,528	1,599	955	0	955	955
Educational Information & Resource Center	450	450	450	450	0	450
Charter School Aid	7,828	5,500	6,500	0	6,500	6,500
Charter Schools - Council on Local Mandates Decision Offset Aid	4,774	5,300	5,500	0	5,500	5,500
Character Education	4,729	4,750	4,750	0	4,750	4,750
Teacher Quality Mentoring	0	2,000	2,500	0	2,500	2,500
Other Aid	7,778	8,544	2,828	2,728	100	2,828
Subtotal, Other Aid to Education	**$1,102,318**	**$1,351,571**	**$1,528,275**	**$175,756**	**$1,352,519**	**$1,528,275**
Subtotal, Department of Education	**$6,440,296**	**$7,027,877**	**$7,338,442**	**$1,459,156**	**$5,879,286**	**$7,338,442**
Direct State Payments for Education:						
Teachers' Pension and Annuity Fund - Post Retirement Medical	292,178	424,035	524,979	524,979	0	524,979
Debt Service on Pension Obligation Bonds	73,769	83,512	79,779	79,779	0	79,779
Post Retirement Medical Other Than TPAF	51,321	65,385	82,013	82,013	0	82,013
Teachers' Social Security Assistance	571,752	611,143	632,100	632,100	0	632,100
Subtotal, Direct State Payments for Education	**$989,020**	**$1,184,075**	**$1,318,871**	**$1,318,871**	**$0**	**$1,318,871**
TOTAL	**$7,429,316**	**$8,211,952**	**$8,657,313**	**$2,778,027**	**$5,879,286**	**$8,657,313**

Municipal Aid

(In Millions)

	FY2004 Adjusted Approp.	FY2005 Budget	$ Change
Consolidated Municipal Property Tax Aid (CMPTRA)	$835.4	$835.4	---
Energy Receipts Property Tax Relief Aid	762.7	787.7	25.0
Special Municipal Aid	28.3	24.3	(4.0)
Regional Efficiency Aid Program (REAP)	10.0	10.0	---
Trenton Capitol City Aid	16.5	16.5	---
Legislative Initiative Block Grant Program	34.8	34.8	---
Extraordinary Aid	35.0	31.0	(4.0)
Open Space - Payment In Lieu of Taxes (PILOT)	8.0	8.0	---
Hero Grants	0.0	5.0	5.0
Regional Efficiency Development Incentive Grants (REDI)	2.0	4.2	2.2
Subtotal Direct Municipal Aid	**$1,732.8**	**$1,757.0**	**$24.2**
Municipal Pension Savings	132.8	185.4	52.6
Municipal Police and Firemen's Pension Savings	214.0	224.9	10.9
Hotel Municipal Revenue	15.0	45.0	30.0
Total Municipal Aid and Budget Savings	**$2,094.6**	**$2,212.3**	**$117.7**

Direct Property Tax Relief

(In Millions)

	FY2004 Adjusted Approp.	FY2005 Budget	$ Change
NJ SAVER	$299.6 *	$299.6	---
Homestead Rebates	517.7	517.7	---
Senior/Disabled Citizens Property Tax Freeze	23.0	48.0	25.0
Municipal Reimbursement - Veterans' Tax Deductions	83.0	86.0	3.0
Municipal Reimbursement - Senior/Disabled Citizens' Tax Deductions	26.0	23.0	(3.0)
Property Tax Deduction Act	341.0	361.0	20.0
Total Direct Property Tax Relief	**$1,290.3**	**$1,335.3**	**$45.0**

* Reflects expended

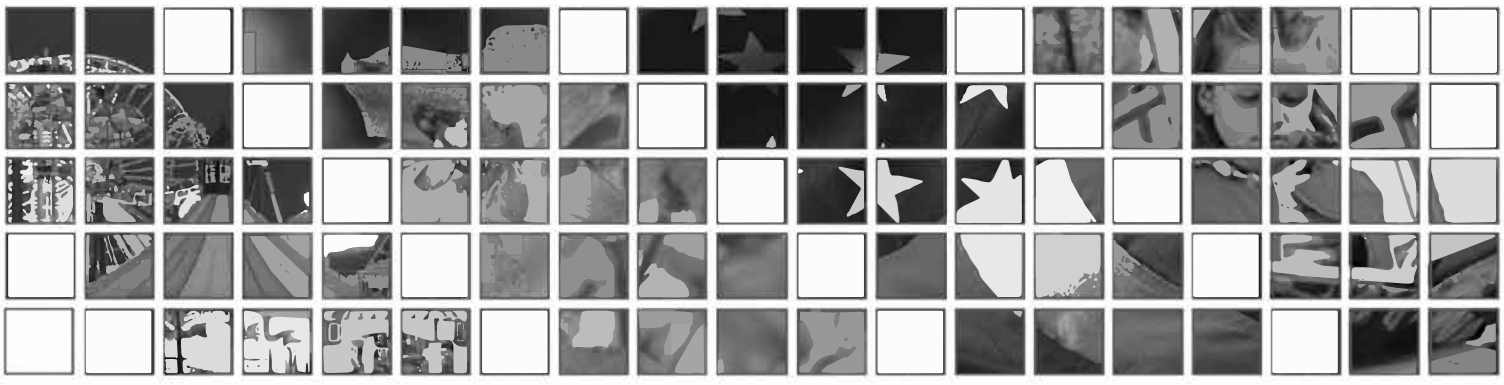
Higher Education

(In Millions)

	FY 2004 Adjusted	FY 2005 Recommended	Change $	Change %
Colleges and Universities				
Senior Public Colleges and Universities	$1,273.2	$1,341.5	$68.3	5.4%
County Colleges	214.0	220.1	6.1	2.9%
Independent Colleges and Universities	22.8	23.3	0.5	2.2%
Student Financial Assistance	**204.9**	**235.4**	**30.5**	**14.9%**
Educational Opportunity Fund	**35.1**	**35.1**	---	---
Facility and Capital Improvement Programs	**79.0**	**84.3**	**5.3**	**6.7%**
Other Programs	**15.7**	**18.2**	**2.5**	**15.9%**
TOTAL, Higher Education	**$1,844.7**	**$1,957.9**	**$113.2**	**6.1%**

Summaries of Revenues, Expenditures and Fund Balances

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



SUMMARIES OF REVENUES, EXPENDITURES AND FUND BALANCES

The basis of budgeting in New Jersey is in accordance with generally accepted accounting principles (GAAP) as it applies to fund financial statements prescribed by the Governmental Accounting Standards Board (GASB) with certain exceptions. GAAP is the same basis utilized in the preparation of the fund financial statements section of the State's audited Comprehensive Annual Financial Report. In accordance with this basis, revenues are estimated and recognized when they can be accrued; that is, when they become both measurable and available to finance expenditures of the fiscal period. Appropriations are recommended at a level sufficient to recognize all accrued expenditures applicable to the fiscal period. Goods and services delivered during a fiscal period are accrued as expenditures if not actually paid for by year end. Note that the use of the term "expended" to report the most recent actual year activity in this budget is not in strict accordance with GAAP, in that this amount includes encumbrances which under GAAP are reservations of fund balance. In addition, under GAAP certain grants and other financial assistance programs are required to be recorded as revenues and expenditures but are not part of the budget.

The schedules and exhibits contained in this section provide both summary and detailed financial information for all funds maintained by the State. Individual funds are grouped into one of the following categories—General State Funds, Special Revenue, Capital Projects, Proprietary, and Private – Purpose Trust Funds.

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

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

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

The Casino Revenue Fund accounts for the tax on gross revenues generated by the casinos. Gross revenue refers to the total of all sums actually received by a licensee from gaming operations, less the total sums paid out as winnings to patrons. Appropriations from this fund must be used for reductions in property taxes, utility charges, and other specified expenses of eligible senior and disabled citizens.

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

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

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

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

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

PRIVATE PURPOSE TRUST FUNDS account for all trust fund arrangements for which principal and income benefit individuals, private organizations, or other governments.

COMBINED SUMMARY—ALL FUNDS
REVENUES, EXPENDITURES AND FUND BALANCES
(thousands of dollars)

	Fiscal Years Ending June 30		
	2003 Actual	2004 Estimated	2005 Estimated
Beginning Balances July 1			
General State Funds	$1,238,350	$1,243,903	$1,268,091
Special Revenue, Capital Projects, Proprietary, and Private Purpose Trust Funds	5,835,810	6,800,649	4,355,247
Total Beginning Balances	*7,074,160*	*8,044,552*	*5,623,338*
Revenues			
General State Funds	35,675,940	37,070,057	38,719,552
Special Revenue, Capital Projects, Proprietary, and Private Purpose Trust Funds	9,047,634	5,864,068	5,734,238
Total	*44,723,574*	*42,934,125*	*44,453,790*
Less: Interfund Transfers	*3,275,799*	*3,346,429*	*1,746,652*
Net Revenues	41,447,775	39,587,696	42,707,138
Other Adjustments			
General State Funds	84,416	177,869	—
Special Revenue, Capital Projects, Proprietary, and Private Purpose Trust Funds	416,562	200,010	200,050
Total Other Adjustments	*500,978*	*377,879*	*200,050*
Net Available	49,022,913	48,010,127	48,530,526
Expenditures			
General State Funds	35,754,803	37,223,738	38,721,758
Special Revenue, Capital Projects, Proprietary, and Private Purpose Trust Funds	5,942,851	5,337,190	4,924,620
Total	41,697,654	42,560,928	43,646,378
Less: Interfund Transfers	*719,293*	*174,139*	*257,687*
Net Expenditures	40,978,361	42,386,789	43,388,691
Ending Balances June 30			
General State Funds	1,243,903	1,268,091	1,265,885
Special Revenue, Capital Projects, Proprietary, and Private Purpose Trust Funds	6,800,649	4,355,247	3,875,950
Total Ending Balances	*$8,044,552*	*$5,623,338*	*$5,141,835*

REVENUES & EXPENDITURES

SUMMARY
ESTIMATED REVENUES, EXPENDITURES AND FUND BALANCES
(thousands of dollars)

	Fiscal Year Ending June 30	
	2004 Estimated	2005 Estimated
Beginning Balances July 1		
Undesignated Fund Balances		
General Fund	$ 372,982	$ 400,000
Surplus Revenue Fund	---	---
Property Tax Relief Fund	---	2,206
Gubernatorial Elections Fund	706	---
Casino Control Fund	4,330	---
Casino Revenue Fund	---	---
Total Undesignated Fund Balances	***378,018***	***402,206***
State Revenues		
General Fund	16,627,903	17,870,542
Property Tax Relief Fund	7,240,000	7,843,000
Gubernatorial Elections Fund	1,500	1,500
Casino Control Fund	59,370	63,700
Casino Revenue Fund	459,880	478,880
Total State Revenues	***24,388,653***	***26,257,622***
Other Adjustments		
General Fund		
Balances lapsed	134,571	---
From (To) Property Tax Relief Fund	126,528	---
From (To) Gubernatorial Elections Fund	---	(5,164)
From (To) Casino Revenue Fund	12,680	---
Property Tax Relief Fund		
From (To) General Fund	(126,528)	---
Balances lapsed	43,298	---
Gubernatorial Elections Fund		
From (To) General Fund	---	5,164
Casino Revenue Fund		
From (To) General Fund	(12,680)	---
Total Other Adjustments	***177,869***	---
Total Available	***24,944,540***	***26,659,828***
Appropriations		
General Fund	16,874,664	17,865,378
Property Tax Relief Fund	7,156,770	7,843,000
Gubernatorial Elections Fund	---	8,870
Casino Control Fund	63,700	63,700
Casino Revenue Fund	447,200	478,880
Total Appropriations	***24,542,334***	***26,259,828***
Ending Balances June 30		
Undesignated Fund Balances		
General Fund	400,000	400,000
Surplus Revenue Fund	---	---
Property Tax Relief Fund	---	---
Gubernatorial Elections Fund	2,206	---
Casino Control Fund	---	---
Casino Revenue Fund	---	---
Total Undesignated Fund Balances	***$ 402,206***	***$ 400,000***

FISCAL 2004 ANTICIPATED REVENUE

The current estimate of $24.4 billion in total fiscal 2004 revenue is $383.9 million more than when the Governor certified revenues in June 2003.

The three largest taxes, Gross Income, Sales and Use, and Corporation Business account for over 64% of total State revenues and are now forecast to yield $15.7 billion. This is an increase of $372 million over certified revenues, reflecting upward revisions in the Gross Income (+$110 million), Sales (+$70 million) and Corporate (+$192 million) tax estimates, due to the economic recovery that started in mid 2003.

The Sales and Use Tax is estimated to generate $6.2 billion in fiscal 2004, at 5% growth compared to the 3.9% rate originally projected. The estimate was increased with positive reports of 2003 holiday sales and generally robust retail sales of durable goods that were boosted due to attractive financing packages and the low interest environment. Consumer confidence improved in 2003, increasing close to 13 points between January and December of last year.

The Gross Income Tax forecast for fiscal 2004 is revised up to $7.2 billion, an increase of $110 million compared to the June 2003 certified revenue estimate. This represents an increase in growth of 7.5% rather than the 5.9% growth anticipated in June 2003. Employer withholdings grew by 5% in calendar year 2003, stronger than the weak growth of 1.5% in 2002. This was supported further by better than expected trends in estimated payments which appear to have stabilized (-0.7%) after falling steeply at double-digit negative growth rates in the past two years. The solid gain in the stock market last year was a major factor contributing to revenue growth, particularly under the Gross Income Tax. New Jersey's improving income tax collections are also consistent with numerous other economic indicators and trends, including a net gain of 37,100 jobs during calendar year 2003, a state unemployment rate that has been consistently below the national rate over the same period of time, and a second consecutive record year for new business filings in New Jersey. The job growth improvements have coincided with the implementation of Governor McGreevey's economic development strategy of several billion dollars of investment in the transportation system and school construction, a new and improved Business Employment and Incentive Program, and targeted investments in projects such as the City of Camden's revitalization and Xanadu in the Meadowlands.

The Corporation Business Tax (CBT) was originally estimated at $2.1 billion for fiscal 2004, reflecting a decrease of $414 million from the final fiscal 2003 revenue. This decline was due to revenue items that were only available for fiscal 2003. These items included the acceleration of the September 2003 estimated payments to June 2003 and the 6 month benefit of the retroactive effective date of January 1, 2002. The CBT is revised upward by $192 million to $2.2 billion for fiscal 2004. The revised estimate represents only a decrease of $222 million compared to the $414 million that was originally anticipated. The revised estimate is in line with increasing corporate profits and the recovering economy in 2004. The CBT estimates assume decoupling from the enhanced federal expensing law (IRS code section. 179).

FISCAL 2005 REVENUE PROJECTIONS

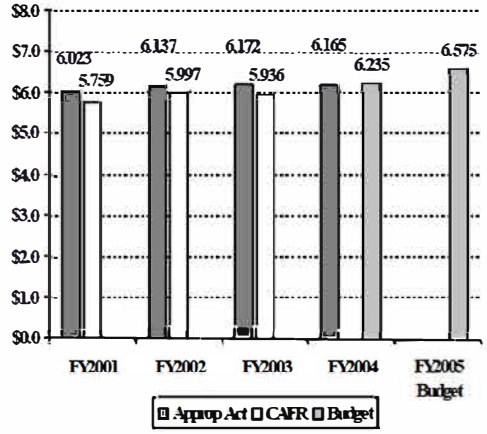
Total revenues for fiscal 2005 are expected to be $26.3 billion, approximately $1.9 billion above the revised fiscal 2004 anticipation, and include new revenue actions of $2.6 billion. Revenues should continue to improve in fiscal 2005 as the State's and nation's economic recovery continues to gain momentum.

Sales Tax

The forecasted $6.6 billion for fiscal 2005 Sales Tax revenues is an increase of $340 million, or 5.5%, compared to the revised fiscal 2004 revenues. This reflects an expectation of continued improvement in the underlying economic fundamentals during fiscal 2005. The

favorable low-interest and low-inflationary environment along with improving labor market conditions are expected to support growing consumer confidence and spending in 2004.

SALES TAX
(In Billions)

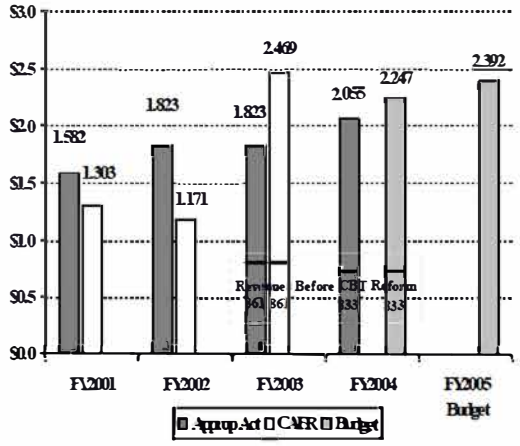


Sales excludes energy

Corporation Business Tax

The fiscal 2005 CBT revenue forecast of $2.4 billion represents an increase of $145 million (or 6.5%), compared with revised fiscal 2004. This upward revision assumes an underlying base growth of 5% in gross payments and refund growth of 15.1% in fiscal 2005. It also includes the continuation of the net operating loss suspension estimated at $275 million.

CORPORATE BUSINESS TAX
(In Billions)

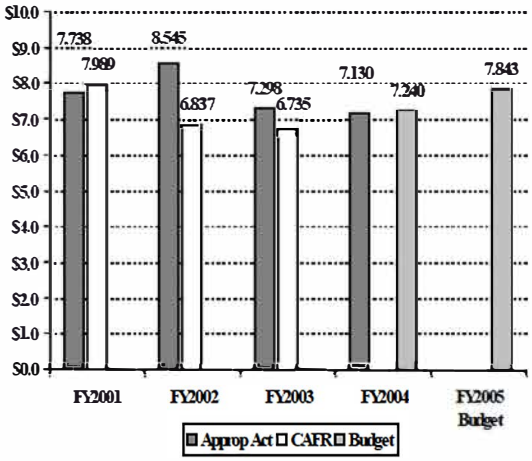


CBT excludes energy

Gross Income Tax

The fiscal 2005 forecast of $7.8 billion is an increase of $603 million, or 8.3%, over revised fiscal 2004. This is a reflection of the economic turnaround that started in 2003. New Jersey Total Income, which is the tax base, is expected to increase by 2.8% in 2003 after two straight years of negative income growth. In 2004 and 2005, the tax base is projected to grow at 5.1% and 5.3%, respectively. The amount of income on tax returns reporting over $100,000 in total income is expected to rebound at an 8.9% average annual rate (2004-2005) after declining at –2% average annual rate during the 2001-2003 recession. Although this pace of growth appears impressive, it remains well below the record double-digit average annual growth rate of 18% experienced from 1995 to 2000. As depicted in the chart below, the fiscal 2005 Gross Income Tax, while improving, is still below the level realized in fiscal 2001.

GROSS INCOME TAX
(In Billions)



FISCAL 2005 REVENUE INITIATIVES

The proposed Fiscal 2005 Budget anticipates $26.3 billion in revenue, representing an increase of approximately $1.9 billion, or 7.7%, from the fiscal 2004 adjusted revenue. The fiscal 2005 revenue includes approximately $2.6 billion in new revenue. These new revenues are categorized as follows: extension of existing taxes, revenue enhancements and special revenue opportunities.

EXTENSION OF EXISTING TAXES

The extension of existing taxes allows the State to continue into fiscal 2005 revenues that otherwise would not be available.

CBT Net Operating Loss (NOLs) ($275 million) – Under the CBT reform, corporations were not allowed to use NOLs for a two-year period. Under the current law, companies would be allowed to claim NOLs beginning with the January 1, 2004 tax year. Extending the suspension for an additional two-year period will result in the maintenance of $275 million in CBT revenues for fiscal 2005.

Transitional Energy Facilities Assessment (TEFA) ($54 million) – The TEFA was established in 1997 when the taxation of utilities was shifted from a gross receipts tax to a combination of CBT and sales tax. The TEFA was established as transitional revenue so that the lost revenue from the change would be phased-in over a number of years. Under the extension that was approved in 2001, the General Fund portion of TEFA would have been reduced from $211 million to $157 million for a revenue loss of $54 million in fiscal 2005. This proposal would maintain TEFA at its current level.

REVENUE ENHANCEMENTS

Revenue enhancements proposed for fiscal 2005 are permanent changes resulting in the continuation of this revenue in future years. Descriptions of the major enhancements proposed in the Fiscal 2005 Budget follow.

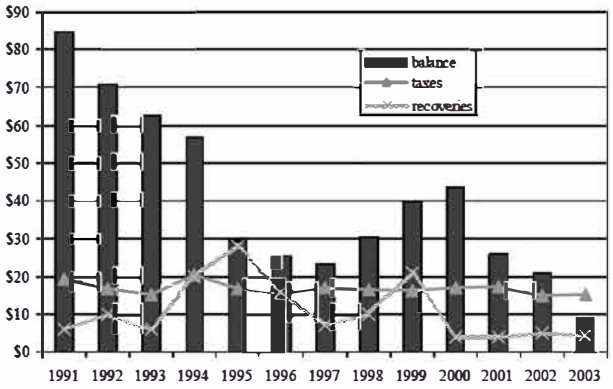
Surcharges on Pollution

Petro-Chemical Environmental Impact Fee ($150 million) - A new Petro-Chemical Environmental Impact Fee will raise $150 million. The petro-chemical industry produces numerous products that harm the environment. It is important to note that this fee will not be passed on to consumers.

Hazardous Discharge Site Cleanup Fund/New Jersey Spill Compensation Fund ($20 million) - For the past several years, dedicated funding within the Spill Compensation Fund derived from a per-barrel tax on the first transfer of hazardous substances and petroleum products has been used to fund an ongoing shortfall in the Department of Environmental Protection's (DEP) Site Remediation program. The deficit, which is solely attributable to sites where a private responsible party has been identified, is largely the product of inadequate cost recoveries from responsible parties and legislative restrictions on the billings for such costs, the revenue of which is collected in DEP's Hazardous Discharge Site Cleanup Fund (HDSCF). Specifically, the HDSCF generates

Spill Compensation Fund

($ millions)

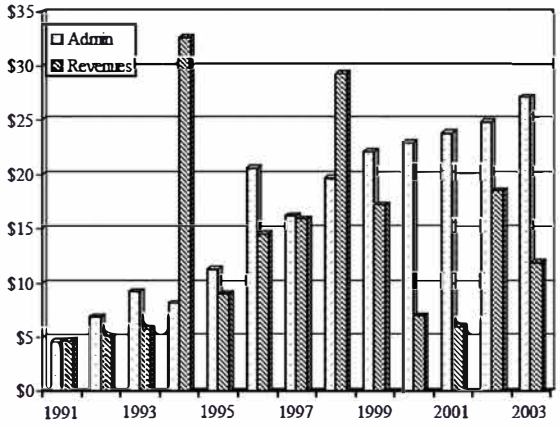


an annual average of $12 million in revenue against total cleanup expenditures of approximately $29 million. Transfers from the Spill Fund have subsidized this shortfall. However, the balance in the Spill Fund, which was as high as $80 million in fiscal 1990, has dwindled to $21 million by fiscal 2003. (This remaining balance is largely comprised of restricted funds.) The use of the Spill Fund to offset the HDSCF deficit is projected to drop from an annual level ranging from $7 to $18 million down to approximately $3 million in fiscal 2005. As a result, a $24 million deficit will exist in the Hazardous Discharge Site Cleanup Fund in fiscal 2004 ($7 million) and fiscal 2005 ($17 million), a situation that is only expected to worsen in the years ahead.

The same companies that benefited from the elimination of the federal Superfund tax in 1995 also pay into the State's Spill Fund. Presently, the annual revenue to the Spill Fund totals $16 million, which is 33% less than the $24 million that the Fund generated in fiscal 1989. The current rate of $.015 per barrel on petroleum products and an equivalent amount on hazardous products was last raised in 1987, at which time

Hazardous Discharge Site Cleanup Fund

($ millions)



each company's total tax liability was limited to no more than 125% of the 1986 tax on petroleum products or 100% of the 1986 tax for hazardous substances. To resolve the operating deficit, and reinforce the "polluter pays" principle that forms the basis of environmental regulation, it is recommended that legislation be enacted to increase the Spill Fund tax from the current $.015 per barrel to $.031 per barrel and that the statutory cap on the tax be eliminated. These actions would raise an estimated $20 million in new revenue on an annual basis. It is also recommended that the tax increase be effective as of the start of calendar 2004.

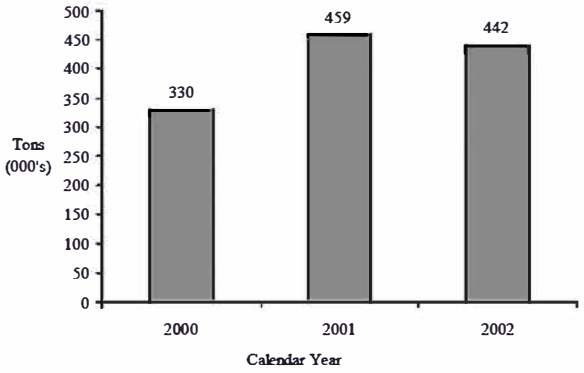
Tire Clean-Up Surcharge ($12 million) - Due to the improper disposal of used tires in the past, tire piles exist in many locations throughout New Jersey. Beyond being an eyesore, these illegal dumps often present a health hazard, as discarded tires become a prime breeding ground for disease-carrying insects, such as mosquitoes. To offset the cost of proper tire management and disposal, many states have implemented a small surcharge on the sale of new tires, typically ranging from $1 to $2.50 per tire.

In New Jersey, private tire retailers currently levy a small fee per tire to cover their cost of disposal. It is recommended that an additional surcharge be added of $1.50 per new tire, which would generate an estimated $12.3 million in annual revenue to the State. Of this amount, a new grant appropriation of $2.3 million is recommended for DEP to support the proper cleanup of abandoned tire piles by counties and municipalities. The remaining $10 million is proposed to be dedicated to support the Department of Transportation's (DOT) snow removal budget through new budget language in the annual Appropriations Act.

Hazardous Waste Disposal ($11 million) - The enactment of legislation is recommended to authorize a new "waste end" tax assessment on hazardous waste that is ultimately treated, landfilled, or incinerated at privately-operated treatment facilities in New Jersey. According to the Department of Environmental Protection (DEP), a total of 440,000 tons of hazardous waste was processed in New Jersey facilities during calendar year 2002, a number that has been fairly steady versus prior years. Approximately half of that waste is produced by out-of-state generators and shipped to processing facilities in New Jersey, where it is typically recycled, incinerated, or packaged for transfer to another site for more specialized treatment. Most other states have adopted some combination of "waste end" taxes, sometimes differentiated by waste toxicity or volume, and tax rates of $40 per ton are not uncommon.

It is proposed that a straight rate of $25 per ton be adopted in New Jersey. This would yield approximately $11 million in new revenue.

Hazardous Waste Treatment and Disposal In New Jersey



Air Toxics ($6 million) - According to the information gathered by the federal Environmental Protection Agency for the Right to Know program, approximately 11 million pounds of air toxics were released into the environment from sources in New Jersey in 2001. Air toxics, which are a subset of total air emissions, are suspected of causing cancer or other serious health effects such as reproductive or birth defects. Federal law requires the control of 188 air toxics, including benzene, which is found in gasoline, as well as methylene chloride (e.g., solvents and paint strippers), mercury, chromium, arsenic, and others. While this information reflects only the release of such toxics, and not the degree to which the public has been directly exposed to these chemicals, it exhibits the extent of toxic emissions in New Jersey.

Presently, Air Pollution fees on major stationary sources are confined to the 6 major criteria pollutants (e.g., carbon monoxide, ozone precursors) and not air toxics, which are not actively being permitted in New Jersey. In addition, State law currently limits Air Pollution emission fees to an inflation-adjusted rate of $90 per ton, which may be insufficient to spur industry to use more benign alternative substances in their processes. Thus, a surcharge of $10 per pound of air toxic emissions is recommended for fiscal 2005, which would raise an estimated $6 million in new revenue. To limit the impact on specific emitters, the tax would be capped so that no facility would pay more than $500,000 per year. Most, in fact, would pay considerably less.

Other Revenues

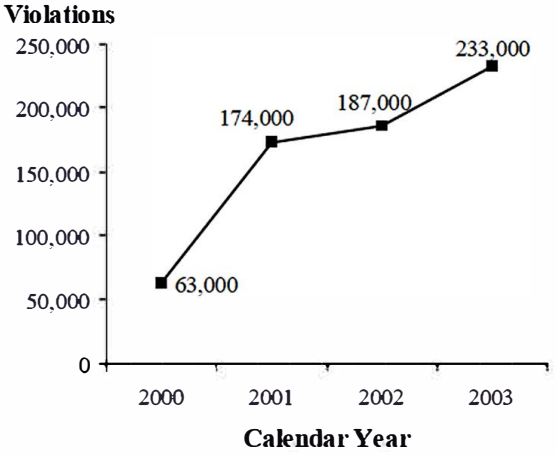
Cigarette Tax ($135 million) – The proposed Fiscal 2005 Budget assumes $135 million in additional revenue by increasing the cigarette tax from $2.05 to $2.50 per pack.

Realty Transfer Fee ($70 million) – The Fiscal 2005 Budget proposes an increase in the realty transfer fee rate structure that adds approximately $70 million in new revenue. The new rates apply to both resale and new construction activity with respective increases of $59 million and $11 million.

This proposal exempts house or property sales whose total value is less than $150,000; however, if the sale is valued above $150,000 the fee structure is based on the full amount of the sale. The fee consists of three components: general fund, county, and the Neighborhood Preservation – Fair Housing program that benefit at varying levels, but this increase is only for the benefit of the general fund. The aggregate rate increases from $2.00 to $2.75 for the first $150,000, from $3.35 to $4.25 for the value of sales between $150,000 and $200,000 and from $3.90 to $4.75 for the value of sales $200,000 and above.

Motor Vehicle Surcharge ($50 million) – A new $200 surcharge would be imposed on motorists found guilty or pleading guilty to unsafe driving. This new infraction was established in 2000, and is being used by a number of motorists to avoid points and surcharges. A total of 233,000 motorists did so in calendar year 2003. The basic surcharges were established in 1983 and neither the infractions nor amounts have changed. In addition, with the accumulation of six points on a driving record, the surcharge will be increased to $150 from the current amount of $100. Based on current data, the combined value of both of these would generate $50 million.

Motor Vehicle Surcharge Unsafe Driving Violations



Wireless Communication/Cell Tower Assessment ($33 million) - A new franchise fee on wireless telephone services to provide enhanced 911 service as well as the ongoing cost of security and counterterrorism.

Assessment on Houses Greater Than $1 Million ($24 million) - The establishment of a new 1% fee on the purchase of homes in excess of $1 million would generate approximately $24 million. The fee on a $1 million home would be $10,000. This fee would differ from the current Realty Transfer Fee because the purchaser of the home, not the seller, would pay it. New York State has a similar fee arrangement.

SPECIAL REVENUE OPPORTUNITIES

Special Revenue Opportunities represent resources that may only be available for the Fiscal 2005 Budget. Descriptions of the major special revenue opportunities proposed in the Fiscal 2005 Budget follow.

New Revenue Securitizations ($1.52 billion) – Revenue from the cigarette tax increase and the additional funds raised through the new $200 motor vehicle surcharge and the change in surcharges on the accumulation of points would be securitized to generate approximately $1.52 billion in revenue for fiscal 2005.

The proposed surcharge securitizations would be somewhat similar to efforts in the past, such as the Joint Underwriting Association (JUA)/Market Transition Facility (MTF), which utilized motor vehicle surcharge revenue from the years 1991-2011, as did the recent securitization for the Motor Vehicles Commission (i.e. surcharges from 2012 to 2015).

State Disability Fund ($110 million) – The budget assumes an additional diversion of $110 million from the State Disability Fund. The redirection of these monies to the General Fund will not adversely impact the payment of disability benefits to claimants nor will it trigger any increase in tax rates.

Motor Vehicle Fee Acceleration ($90 million) – Currently vehicle registrations are paid on an annual basis. A change to require new vehicles to be registered for four years would generate $90 million in fiscal 2005. Leased vehicles would pre-pay the car registration fee based on the length of the lease. The payment of registration for four years would mirror the inspection period for new vehicles. Under current law, new vehicles do not have to be inspected for four years. The accelerated payment of the registration fee would mean that a person who purchases a new vehicle would not have to visit the Motor Vehicle Commission for four years for either registrations or inspections.

Enhanced Enforcement ($25 million) – A package of initiatives is recommended to bolster the State's ability to collect outstanding debt, expand collections to include out-of-state taxpayers operating in New Jersey, or improve enforcement of existing tax law, all of which are estimated to generate a total of $25 million in new revenue during fiscal 2005.

- **Withholding on Real Estate Capital Gains by Non-Residents** - State tax withholding on capital gains by non-residents on real estate transactions would be required. An analysis by the Division of Taxation of non-resident real estate sales finalized during fiscal 2001 concluded that approximately 70% of the sellers were listed in the Division's tax files but did not have a 2000 or 2001 corporate or gross income tax

return. For another 21% of the transactions, there was no evidence of a taxpayer registered under the owner's name. This suggests that, in the vast majority of the cases, any potential capital gain is not being reported. Other states such as New York have recently enacted laws to implement this change.

- **Use Tax Agreements for Out-of-state Vendors** - To combat the underreporting of the use tax, several other states (e.g., Indiana, Virginia, North Carolina) have considered or adopted legislation requiring out-of-state vendors to sign use tax agreements on all of their transactions within that state as a condition of continuing to do business with state government. This particularly applies to providers of large equipment who presently do not have a general use tax agreement with New Jersey. Analysis suggests that out-of-state vendors sell at least $182 million in tangible goods such as computers, furniture, and equipment to the State of New Jersey. For the largest non-state vendors, the threat of losing the State as a customer may be compelling enough for them to collect the use tax on the remainder of their New Jersey-related business transactions. Though this measure is difficult to quantify, it should be noted that Virginia, a similarly-sized state, recently estimated an annual revenue gain of $5 million.

- **Upfront Withholding on Out-of-state Contractors** - To ensure that the proper tax liability is paid to the State, out-of-state contractors operating in New Jersey would pay an upfront withholding.

- **Expansion of SOIL Program** - The Setoff of Individual Liability (SOIL) program operated by the Division of Taxation will be expanded to include bad debt owed to municipal courts, New Jersey Transit debts, motor vehicle surcharges held by Division of Law, or debts owed to the Department of Community Affair's Housing Inspection program. Most recently, the majority of the county colleges have expressed interest in using SOIL. Aggressively pursuing outstanding debt through the SOIL program will enable them to increase financial support for ongoing operations.

- **Tax Clearance to Renew Professional Licenses** - To obtain a professional license or certification from State government, applicants would be required to obtain a tax clearance or proof of tax payment. This program, which would be coordinated with the Division of Taxation's existing SOIL program, would provide another means of collecting on outstanding debt. For applicants who owe money to the State, licenses and certifications would be suppressed until payment is made or a payment plan is arranged. Maryland implemented a similar provision and raised $10 million.

- **Streamlined Bank Attachment Process** – New legislation is recommended to require banks to provide a list of all account holders to the State. The list would include name, social security number, and account balance and that information would be used by the Division of Taxation to levy the accounts. The state of Maryland has estimated they will generate $10 million from this initiative. In conjunction with this, Maryland also enacted a streamlining to their bank attachment process. New Jersey would implement a similar program.

Unclaimed Personal Property ($8 million) – New legislation would expand the unclaimed property law to include gift cards, gift certificates and other similar instruments. When unclaimed by the owner for more than three years, they would be presumed to be abandoned and would escheat to the State.

Escheating property to the State gives the public the potential availability of discovering and recovering their funds on a timelier basis. Institutions, as the custodian, frequently impose fees that erode the balances, whereas, the State does not.

Charity Care ($115 million) – In order to offset the reduction in the Unemployment Insurance Fund diversion that supports Charity Care, these revenue solutions are recommended:

The new proposal is for an annual assessment on ambulatory medical facilities ($31 million) and a new $5 charge on hospital outpatient visits ($34 million). It also raises the existing hospital assessment from .53% of annual revenues to .70% ($50 million); however, funding to hospitals will actually increase due to increases in recommended State funding and matching federal funds.

NOTES

STATEMENT OF ESTIMATED REVENUES AND EXPENDITURES

A description of the major categories of anticipated revenue sources within the five funds and a description of the principal taxes are discussed in the following.

GENERAL FUND

Major Taxes

The Major Taxes category is composed of fourteen taxes or fees which are levied within the State. The majority of the revenue is generated from the sale and use of goods and services; general business taxes, which are received from various corporations; motor vehicle fees; and other excise taxes. A description of principal sources, all raising more than $200 million, follows:

The Sales and Use Tax Act imposes a tax at the rate of 6 percent on receipts from retail sale, rental or use of tangible personal property; retail sale of producing, fabricating, processing, installing, maintaining, repairing, storing and servicing tangible personal property; certain advertising services; sales of restaurant meals; rental of hotel and motel rooms; telecommunications; alcohol; cigarettes; non–prescription drugs; soaps and detergents; disposable paper products; and certain admission charges. Sales of food, clothing, and personal and business services not specifically enumerated in the law are exempt.

The Corporation Business Tax imposes a franchise tax for the privilege of having or exercising a corporate charter or doing business, employing or owning capital or property, or maintaining an office in New Jersey. The corporate tax or alternative minimum assessment is applicable to every corporation not expressly exempted.

The Motor Fuels Tax applies to sales of gasoline, diesel fuel, or liquified petroleum gas and compressed natural gas used in motor vehicles on public highways. The tax is $.105 per gallon for gasoline and $.135 per gallon for diesel fuel, and half the gasoline rate for other gases.

The Cigarette Tax is imposed at a rate per cigarette. The tax is collected primarily from licensed distributors who receive the cigarettes directly from out–of–state manufacturers.

The Insurance Premium Tax applies to premiums collected on insurance risks by every insurance company transacting business in New Jersey. The tax base is gross contract premiums less specified deductions.

The Transfer Inheritance Tax applies to the transfer of personal property and New Jersey real property in estates. The tax rates depend on the amount received and the relationship between the decedent and the beneficiary. No tax is imposed on immediate family or spouses.

The Motor Vehicle Fees include automobile and truck registrations, drivers' licenses, and miscellaneous fees collected by the Division of Motor Vehicles.

The Petroleum Products Gross Receipts Tax is imposed on all companies engaged in the refining/distribution of petroleum products in the State. It only applies to the first sale (not exports) of petroleum products in the State.

The Realty Transfer Fee is imposed upon the recording of deeds evidencing transfers of title to real property in the State of New Jersey and is calculated based on the amount of consideration paid.

Miscellaneous Taxes, Licenses, and Other Departmental Fees

This category includes revenues received by the various State agencies. Typical items include license and inspection fees, recreation and boating fees, institutional and patient fees, investment earnings, and other similar items.

Interfund Transfers

The Interfund Transfer category includes monies which were received into various capital projects, special revenue, proprietary, and private purpose trust funds because of legal or statutory requirements, and then subsequently transferred into the General Fund as anticipated revenue for expenditure purposes. Included in these types of revenue are the monies received by the State Lottery and interest earned on investment of bond funds.

PROPERTY TAX RELIEF FUND

The Gross Income Tax is a graduated tax levied on gross income earned or received by New Jersey resident and non–resident individuals, estates and trusts. All monies in the fund must be appropriated exclusively for reducing or offsetting property taxes.

GUBERNATORIAL ELECTIONS FUND

A taxpayer can voluntarily indicate that $1 of income tax can be set aside into this special fund. Such monies are used to finance a portion of the expenses of gubernatorial primary and general elections.

CASINO REVENUE FUND

An 8 percent tax on the gross revenue of all casinos is deposited into the Casino Revenue Fund. In addition, there are five other taxes/fees imposed as follows: Casino Net Income Tax, Casino Complimentary Tax, Casino Room Fee, Progressive Slot Tax, and Casino Parking Tax. All monies in this fund must be used for reduction in property taxes, and utility and rental charges of eligible disabled and senior citizens.

CASINO CONTROL FUND

License fees for the issuance of annual renewal of casino licenses, slot machines, non–refundable deposits for each application for a license, and fees for the issuance of various work permits are deposited into the Casino Control Fund. Such revenues are used to support the operation of the Casino Control Commission and the Division of Gaming Enforcement.

SCHEDULE 1
STATE REVENUES
(thousands of dollars)

	Fiscal Year Ending June 30		
	2003 Actual	2004 Estimated	2005 Estimated
Major Taxes			
Sales	5,936,058	6,235,000	6,575,000
Corporation Business	2,525,446	2,247,000	2,403,240
Cigarette	478,536	595,000	708,000
Transfer Inheritance	445,311	510,000	572,000
Motor Fuels	530,956	540,000	549,000
Insurance Premium	373,276	430,000	473,000
Motor Vehicle Fees	445,691	233,094	323,094
Realty Transfer	109,279	187,000	275,000
Petroleum Products Gross Receipts	214,418	205,000	205,000
Corporation Banks and Financial Institutions	128,451	140,000	144,000
Alcoholic Beverage Excise	83,075	86,000	88,000
Tobacco Products Wholesale Sales	9,292	10,000	10,000
Public Utility Excise (Reform)	9,550	8,700	8,700
Savings Institutions	9,485	—	—
Total Major Taxes	*11,298,824*	*11,426,794*	*12,334,034*
Miscellaneous Taxes, Fees, Revenues			
Executive Branch—			
Department of Agriculture:			
Animal Health – Laboratory Test Fees	142	—	—
Environmental Services	142	—	—
Fertilizer Inspection Fees	524	291	291
Milk Control Licenses and Fees	369	—	—
Miscellaneous Revenue	345	4	4
	1,522	295	295
Department of Banking and Insurance:			
Actuarial Services	45	52	52
Bank Assessments	3,946	3,800	3,800
Banking – Examination Fees	2,198	2,260	2,260
Banking – Licenses and Other Fees	6,735	6,900	6,000
FAIR Act Administration	17,579	15,000	15,000
Fraud Fines	—	2,000	2,000
Insurance – Special Purpose Assessment	13,313	13,210	16,500
Insurance Examination Billings	1,845	2,000	2,100
Insurance Fraud Prevention	32,954	33,843	34,000
Insurance Licenses and Other Fees	10,958	12,330	12,530
Public Adjusters Licenses	140	—	—
Real Estate Commission	3,928	7,600	5,000
	93,641	98,995	99,242
Department of Community Affairs:			
Affordable Housing and Neighborhood Preservation – Fair Housing	54,653	19,767	19,767
Boarding Home Fees	414	476	—
Construction Fees	15,130	12,372	12,372
Divorce Filing Fees	—	1,202	1,276
Fire Safety	19,715	14,745	14,745
Hackensack Meadowlands Development Commission	64,869	—	—
Housing Inspection Fees	8,390	7,508	7,508
Miscellaneous Revenue	95	—	—
Planned Real Estate Development Fees	1,777	828	828
Truth In Renting	143	—	—
	165,186	56,898	56,496
Department of Corrections:			
Miscellaneous Revenue	3	—	—

SCHEDULE 1
STATE REVENUES
(thousands of dollars)

	Fiscal Year Ending June 30		
	2003 Actual	2004 Estimated	2005 Estimated
Department of Education:			
Audit Recoveries	1,163	1,000	1,000
Audit of Enrollments	2,208	1,600	1,600
Local School District Loan Recoveries–NJEDA	9,551	9,231	9,126
Miscellaneous Revenue	167	125	125
Nonpublic Schools Handicapped and Auxiliary Recoveries	11,330	5,000	5,000
Nonpublic Schools Textbook Recoveries	1,398	1,365	1,365
School Construction Inspection Fees	1,799	3,172	3,246
State Board of Examiners	2,456	2,554	2,554
	30,072	24,047	24,016
Department of Environmental Protection:			
Air Pollution Fees	17,244	17,500	18,950
Air Pollution Fines	2,412	3,500	3,500
Air Toxics Surcharge	—	—	6,000
Clean Water Enforcement Act	2,290	2,700	2,700
Coastal Area Development Review Act	1,275	1,800	1,800
Endangered Species Tax Checkoff	292	269	269
Environmental Infrastructure Financing Program–Administrative Fee	1,000	5,000	5,000
Excess Diversion	293	240	283
Freshwater Wetlands Fees	2,359	2,800	2,800
Freshwater Wetlands Fines	142	50	50
Hazardous Discharge Site Cleanup	9,684	—	—
Hazardous Waste Disposal Fee	—	—	11,000
Hazardous Waste Fees	704	2,130	2,230
Hazardous Waste Fines	1,315	632	400
Hunters' and Anglers' Licenses	13,010	12,897	12,897
Industrial Site Recovery Act	1,383	1,200	1,200
Laboratory Certification Fees	785	750	780
Laboratory Certification Fines	15	30	20
Marina Rentals	880	880	885
Marine Lands – Preparation and Filing Fees	1,620	170	170
Medical Waste	3,952	3,800	3,800
Miscellaneous Revenue	—	22	—
New Jersey Pollutant Discharge Elimination System/Stormwater Permits	15,425	12,100	12,100
New Jersey Spill Compensation Fund	4,737	—	—
Parks Management Fees and Permits	4,205	4,300	4,300
Parks Management Fines	177	183	184
Pesticide Control Fees	4,219	4,000	4,000
Pesticide Control Fines	47	40	40
Petro Chemical Environmental Impact Fee	—	—	150,000
Pollution Prevention Fund	808	—	—
Radiation Protection Fees	4,625	3,145	4,701
Radiation Protection Fines	110	80	90
Radon Testers Certification	257	258	260
Recycling Fund	4	—	—
Safe Drinking Water Fund	1,174	—	—
Shellfish and Marine Fisheries	4	7	7
Solid Waste – Utility Regulation Assessments	3,063	3,100	3,100
Solid Waste Fines – DEP	1,030	700	700
Solid Waste Management Fees – DEP	7,272	5,980	13,303
Solid and Hazardous Waste Disclosure	2,980	3,000	3,000
Spring Meadow Golf Course	279	300	300
Stormwater Permits	—	5,800	5,800
Stream Encroachment	2,011	2,600	2,600
Toxic Catastrophe Prevention Fees	1,179	1,250	1,550
Toxic Catastrophe Prevention Fines	4	25	40
Treatment Works Approval	1,137	1,492	2,073
Underground Storage Tanks Fees	1,091	1,000	1,000
Water Allocation	686	3,272	2,050
Water Supply Fund	40	—	—
Water Supply Management Regulations	1,795	1,475	1,387
Water/Wastewater Operators Licenses	208	215	215
Waterfront Development Fees	1,567	2,400	2,400
Well Permits/Well Drillers/Pump Installers Licenses	1,004	1,100	1,070
Wetlands	4	24	24

SCHEDULE 1
STATE REVENUES
(thousands of dollars)

	Fiscal Year Ending June 30		
	2003 Actual	2004 Estimated	2005 Estimated
Worker Community Right to Know – Fees	75	—	—
Worker Co mmunity Right to Know – Fines	49	42	60
	121,921	114,258	291,088
Department of Health and Senior Services:			
Admission Charge Hospital Assessment	6,000	6,000	6,000
Animal Control Act	299	—	—
Clinical Laboratory	577	—	—
Consumer Health Penalties	3,090	—	—
HMO Covered Lives	3,019	2,600	2,600
Health Care Reform	1,200	1,200	1,200
Licenses, Fines, Permits, Penalties & Fees	3,412	790	790
Miscellaneous Revenue	1,512	400	400
Pharmaceutical Assistance to the Aged – Recoveries	2,036	—	—
Rabies Control	483	—	—
	21,628	10,990	10,990
Department of Human Services:			
Child Care Licensing/Adoption Law	300	325	350
Commission for the Blind – Miscellaneous	656	—	—
Early Periodic Screening, Diagnosis and Treatment	200	3,000	3,000
Interim Assistance	459	—	—
Marriage License Fees	1,383	1,309	1,450
Medicaid Uncompensated Care – Acute	257,932	301,579	309,942
Medicaid Uncompensated Care – Mental Health	30,475	32,414	31,307
Medicaid Uncompensated Care – Psychiatric	185,290	171,088	178,685
Medical Assistance – Recoveries	19,869	—	—
Medical Assistance–Federal Match on PAAD/Medicaid Dual Eligibles	1,112	1,500	2,200
Miscellaneous Revenue	2,179	1,500	48,500
Patients' and Residents' Cost Recovery – Developmental Disability	15,886	14,792	14,809
Patients' and Residents' Cost Recovery – Psychiatric Hospitals	56,519	52,592	61,643
Payments for Medical Assistance Recipients – Prescription Drugs	132,724	—	—
Purchased Institutional Care	4,120	—	—
School Based Medicaid	22,100	20,000	20,000
	731,204	600,099	671,886
Department of Labor and Workforce Development:			
Miscellaneous Revenue	—1	—	—
Special Compensation Fund	2,279	1,660	1,670
State Disability Benefits Fund	5,988	—	—
Urban Enterprise Zone Administration Cost	17	—	—
Workers' Compensation Assessment	16,875	11,938	12,014
Workforce Development	7,541	—	—
Workplace Standards – Licenses, Permits and Fines	8,727	2,820	2,820
	41,426	16,418	16,504
Department of Law and Public Safety:			
Authorities Recruit Class Reimbursement	—	—	2,500
Beverage Licenses	6,783	3,960	3,960
Division of Consumer Affairs			
General Revenues:			
Charities Registration Section	1,446	695	695
Consumer Affairs	3,906	—	—
Controlled Dangerous Substances	871	100	100
Legalized Games of Chance Control	1,217	1,200	1,200
Private Employment Agencies	674	258	258
Securities Enforcement	12,230	16,047	8,994
Weights and Measures – General	3,472	2,612	2,612
Professional Examining Boards:			
New Jersey Cemetery Board	266	50	132
State Board of Architects	956	375	480
State Board of Audiology and Speech–Language Pathology Advisory	51	100	25

SCHEDULE 1
STATE REVENUES
(thousands of dollars)

	Fiscal Year Ending June 30		
	2003 Actual	2004 Estimated	2005 Estimated
State Board of Certified Psychoanalysts	—	50	50
State Board of Certified Public Accountants	2,315	220	176
State Board of Chiropractors	416	450	240
State Board of Cosmetology and Hairstyling	5,764	1,000	2,680
State Board of Dentistry	454	850	280
State Board of Electrical Contractors	1,829	120	40
State Board of Marriage Counselor Examiners	651	200	400
State Board of Master Plumbers	1,047	300	640
State Board of Medical Examiners	11,752	2,600	4,400
State Board of Mortuary Science	597	400	320
State Board of Nursing	6,783	6,050	3,900
State Board of Occupational Therapists and Assistants	104	140	60
State Board of Ophthalmic Dispensers and Ophthalmic Technicians	89	135	48
State Board of Optometrists	713	75	400
State Board of Orthotics and Prosthetics	67	50	80
State Board of Pharmacy	2,948	556	760
State Board of Physical Therapy	244	250	120
State Board of Professional Engineers and Land Surveyors	612	850	360
State Board of Professional Planners	87	75	40
State Board of Psychological Examiners	854	225	180
State Board of Real Estate Appraisers	211	885	120
State Board of Respiratory Care	53	125	25
State Board of Shorthand Reporting	55	60	25
State Board of Social Workers	2,152	700	700
State Board of Veterinary Medical Examiners	545	150	360
Criminal Disposition	444	—	—
EDA School Construction Recoveries	—	800	800
General Client Services	31,214	—	—
Legal Services	20,639	—	—
Miscellaneous Revenue	494	—	—
Pleasure Boat Licenses	3,317	3,200	3,200
Retired Officer Handgun Permit	217	—	—
Safe & Secure Receipts	306	—	—
State Police – Fingerprint Fees	10,328	2,694	2,694
State Police – Other Licenses	237	204	204
State Police – Private Detective Licenses	450	220	220
State Police Recruit Training	64	—	—
Victim and Witness Advocacy Fund	1,186	—	—
Violent Crime Compensation	8,060	3,930	3,930
	149,170	52,961	48,408
Department of Military and Veterans' Affairs:			
Miscellaneous Revenue	1,490	—	—
Soldiers' Homes	25,202	27,242	28,765
	26,692	27,242	28,765
Department of Personnel:			
Examination Fees	1,269	—	—
Human Resource Development Institute	3,354	—	—
	4,623	—	—
Department of State:			
Miscellaneous Revenue	382	—	—
Department of Transportation:			
Air Safety Fund	372	965	965
Applications and Highway Permits	1,389	1,300	1,775
Auto Body Repair Shop Licensing	555	19	15
Autonomous Transportation Authorities	24,500	24,500	2,500
Drunk Driving Fines	380	350	350
Good Driver	60,279	61,000	61,000
Graduated Driver's License	1,337	1,600	1,600
Heavy Duty Diesel Fines	401	640	640
Interest on Purchase of Right of Way	5	5	5

SCHEDULE 1
STATE REVENUES
(thousands of dollars)

	Fiscal Year Ending June 30		
	2003 Actual	2004 Estimated	2005 Estimated
Logo Sign Program Fees	540	300	300
Miscellaneous Revenue	5	—	—
Motor Vehicle Database–Automated Access	59,067	55,327	55,327
Motor Vehicle Fees	115	—	—
Motor Vehicle Inspection Fund	79,174	76,710	76,710
Motor Vehicle Security – Responsibility Law Administration	13,557	—	—
Motor Vehicle Surcharge Program	638	360	360
Outdoor Advertising	1,559	10,740	10,740
Petitions and Motor Carrier Inspections	784	—	—
Photo Licensing	3,623	46	—
Placarded Railcar	57	—	—
Rental Receipts – Tenant Relocation Program	372	—	—
Salvage Title Program	1,111	980	980
School Bus Inspection Fee	1,169	—	—
Special Plate Fees	1,029	750	750
Uninsured Motorists Program	3,429	3,400	3,400
	255,447	238,992	217,417
Department of the Treasury:			
Assessment on Houses Greater Than $1 Million	—	—	24,000
Assessments – Cable TV	3,738	3,976	3,976
Assessments – Public Utility	23,733	24,815	24,600
Casino Fines	601	—	—
Coin Operated Telephones	4,213	4,100	4,100
Commercial Recording – Expedited	3,077	2,853	2,853
Commissions	1,233	1,000	1,000
Communication Fee – Lottery	284	—	—
Cost Assessment	3,164	—	—
Dormitory Safety Trust Fund – Debt Service Recovery	—	5,472	5,731
Equipment Leasing Fund – Debt Service Recovery	4,014	4,169	4,642
Escrow Interest – Construction Accounts	26	15	15
Fund for the Support of Free Public Schools	25,436	—	—
General Revenue – Fees	26,884	31,580	32,080
Higher Education Bond Interest Recoveries	5,270	—	—
Higher Education Capital Improvement Fund – Debt Service Recovery	—	9,255	11,250
Hotel Occupancy Tax	—	111,400	86,805
Investment Earnings	26,342	—	—
Miscellaneous Revenue	2,195	260	260
NJ Economic Development Authority	—	22,025	2,200
NJ Public Records Preservation	—	—	39,000
New Jersey Redevelopment Authority	—	9,000	—
New Revenue Securitizations	—	—	1,520,000
Nuclear Emergency Response Assessment	4,000	4,011	4,073
ODS Mediation Fees	128	158	158
Public Defender Client Receipts	5,071	5,340	5,340
Public Utility – Customer Specific Tax	1,986	1,998	1,998
Public Utility Fines	472	500	—
Public Utility Gross Receipts and Franchise Taxes (Water/Sewer)	76,491	69,000	69,000
Railroad Tax – Class II	3,135	3,100	3,100
Railroad Tax – Franchise	1,091	590	590
Rate Payer Advocate	6,648	6,769	6,769
Sale of Real Property	942	3,600	18,100
Second Referral Debt Collection–Hospitals	—	—	22,251
State Disability Benefits Fund	22	—	—
Stormwater Management–Combined Sewer Overflow	1,123	—	—
Surplus Property	724	950	950
Tax Audit Services – Uncollected Revenue Recovery	239	—	—
Tax Enforcement	—	—	25,000
Tire Clean-Up Surcharge	—	—	12,300
Transitional Energy Facilities Assessment	233,037	211,000	211,000
Wireless Communications/Cell Tower Assessment	—	—	33,000
	465,319	536,936	2,176,141

SCHEDULE 1
STATE REVENUES
(thousands of dollars)

	Fiscal Year Ending June 30		
	2003 Actual	2004 Estimated	2005 Estimated
Other Sources:			
Miscellaneous Revenue	822	500	500
Interdepartmental Accounts:			
Administration and Investment of Pension & Health Benefit Funds – Recoveries	52,300	48,000	47,000
Employee Maintenance Deductions	300	300	300
Fringe Benefit Recoveries from Colleges and Universities	82,570	101,000	103,000
Fringe Benefit Recoveries from Federal and Other Funds	102,178	156,825	159,825
Fringe Benefit Recoveries from School Districts	23,282	31,000	32,000
Indirect Cost Recoveries – DEP Other Funds	9,980	10,790	11,040
Indirect Cost Recovery – Federal and Other Funds	240	—	—
MTF Revenue Fund	52,707	105,647	97,500
Miscellaneous Revenue	84	—	—
NJ Surplus Lines Guaranty Fund	43,352	—	—
Rent of State Building Space	1,414	1,376	1,376
Social Security Recoveries from Federal and Other Funds	43,429	44,000	45,000
Standard Offer Payments – Utilities	1,090	—	—
	412,926	498,938	497,041
Judicial Branch			
The Judiciary:			
Civil Arbitration Program	3,148	—	—
Court Fees	55,027	61,015	59,515
Court Unification County Reimbursements	—	2,200	—
Miscellaneous Revenue	343	—	—
	58,518	63,215	59,515
Total Miscellaneous Taxes, Fees, Revenues	*2,580,502*	*2,340,784*	*4,198,304*
Interfund Transfers			
Beaches and Harbor Fund	23	15	15
Clean Waters Fund	70	21	18
Correctional Facilities Construction Fund	10	6	6
Correctional Facilities Construction Fund – 1987	80	21	7
Cultural Center and Historic Preservation Fund – 1987	81	40	35
Developmental Disabilities Waiting List Reduction Fund	599	220	129
Dredging and Containment Facility Fund	—	338	338
Emergency Flood Control Fund	6	7	7
Emergency Service Fund	2,900	—	—
Energy Conservation Fund	—	—	15
Enterprise Zone Assistance Fund	41,535	2,552	2,050
Fund for the Support of Free Public Schools	4,900	—	—
Garden State Farmland Preservation Trust Fund	1,650	1,764	1,764
Garden State Green Acres Preservation Trust Fund	4,495	5,006	5,006
Garden State Historic Preservation Trust Fund	403	489	609
Hazardous Discharge Fund	6	2	2
Hazardous Discharge Site Cleanup Fund	17,452	18,469	17,637
Housing Assistance Fund	77	54	50
Human Services Facilities Construction Fund	4	1	—
Institutions Construction Fund	—	1	1
Jobs, Education and Competitiveness Fund	224	85	50
Jobs, Science and Technology Fund	1	—	—
Judiciary Bail Fund	517	300	300
Judiciary Child Support and Paternity Fund	433	275	275
Judiciary Probation Fund	150	105	105
Judiciary Special Civil Fund	45	30	30
Judiciary Superior Court Miscellaneous Fund	91	55	55
Legal Services Trust Fund	10,071	10,750	10,750
Medical Education Facilities Fund	9	5	5
Mortgage Assistance Fund	762	760	760
Motor Vehicle Security Responsibility Fund	4	4	4
NJ Bridge Rehab. and Improvement and R.R. Right-of-Way Preservation Fund	198	74	55
Natural Resources Fund	65	15	38

SCHEDULE 1
STATE REVENUES
(thousands of dollars)

	Fiscal Year Ending June 30		
	2003 Actual	2004 Estimated	2005 Estimated
New Jersey Green Acres Fund – 1983	—	197	197
New Jersey Insolvent Health Maintenance Organization	445	250	—
New Jersey Spill Compensation Fund	13,571	14,841	21,661
Pineland Infrastructure	206	—	—
Pollution Prevention Fund	2,269	2,380	2,380
Public Purpose Buildings Construction Fund	5	1	1
Public Purpose and Community Based Facilities Construction Fund	186	74	42
Real Estate Guaranty Fund	—	1,000	—
Safe Drinking Water Fund	2,928	2,339	2,339
School Fund Investment Account	2,824	—	2,931
Shore Protection Fund	270	188	181
Solid Waste Services Tax Fund	111	50	50
State Disability Benefit Fund General Account	25,117	56,817	136,929
State Land Acquisition and Development Fund	16	8	5
State Lottery Fund	765,401	790,000	795,000
State Lottery Fund – Administration	22,097	21,491	21,491
State Recreation and Conservation Land Acquisition and Development – 1974	387	12	5
State Recycling Fund	983	1,046	1,046
State of New Jersey Cash Management Fund	3,256	3,256	3,256
Statewide Transportation and Bridge Fund – 1999	9,362	3,400	500
Supplemental Workforce Fund for Basic Skills	2,000	2,000	2,000
Tobacco Settlement Fund	1,556,674	1,612,410	—
Transportation Rehabilitation and Improvement Fund of 1979	6	4	4
UMDNJ Self Insurance Fund	60,000	—	—
Unclaimed Insurance Payments	35	22	20
Unclaimed Personal Property Trust Fund	270,621	164,760	194,075
Unclaimed Utility Deposit	53	35	45
Unemployment Compensation Tax Auxiliary Fund	16,386	17,675	17,530
Universal Service Fund	—	72,000	72,000
Unsatisfied Claim and Judgment Fund	2,461	1,400	—
Wage and Hour Trust Fund	18	75	75
Water Conservation Fund	44	28	20
Water Supply Fund	3,412	3,779	3,779
Worker and Community Right to Know Fund	2,396	3,484	3,484
Workforce Development Partnership Fund	40,742	43,839	17,042
Total Interfund Transfers	*2,891,143*	*2,860,325*	*1,338,204*
Total State Revenues General Fund	***16,770,469***	***16,627,903***	***17,870,542***
PROPERTY TAX RELIEF FUND			
Gross Income Tax	6,735,282	7,240,000	7,843,000
CASINO CONTROL FUND			
Investment Earnings	240	—	—
License Fees	65,147	59,370	63,700
Total Casino Control Fund	*65,387*	*59,370*	*63,700*
CASINO REVENUE FUND			
Casino Simulcasting Fund	2,000	700	700
Gross Revenue Tax	346,518	369,000	384,000
Investment Earnings	34	180	180
Newly Enacted Casino Taxes and Fees	—	90,000	94,000
PAAD Recoveries	73,532	—	—
Total Casino Revenue Fund	*422,084*	*459,880*	*478,880*

SCHEDULE 1
STATE REVENUES
(thousands of dollars)

	Fiscal Year Ending June 30		
	2003 Actual	2004 Estimated	2005 Estimated
GUBERNATORIAL ELECTIONS FUND			
Taxpayers' Designations	706	1,500	1,500
TOTAL STATE REVENUES	*23,993,928*	*24,388,653*	*26,257,622*

SCHEDULE 2
OTHER REVENUES
(thousands of dollars)

	Fiscal Year Ending June 30		
	2003 Actual	2004 Estimated	2005 Estimated
Dedicated:			
Executive Branch—			
Chief Executive:			
State Authority Review and Oversight	1,131	1,100	1,100
Department of Agriculture:			
Administration – Development Potential Transfer Bank	7	88	40
Administrative Costs – Farmland Preservation	440	500	651
Animal Disease Control	—	142	142
Commodity Distribution	1,854	1,501	1,501
Fruit and Vegetable Grading Service	375	162	162
Future Farmers of America – Student Loans from Department of Education	77	70	70
Horse Breeding and Development Fund	385	370	380
Marketing and Development Services	—	724	724
Nursery Inspection Program	—	260	260
Plant Pest and Disease Control	—	22	22
Poultry Service	931	816	810
Promotion/Market Development	—	70	70
Sire Stakes	4,179	4,200	4,300
Standardbred Breeder Awards	228	230	220
Stormwater Discharge Permit Fees	—	130	200
Miscellaneous	335	319	232
	8,811	9,604	9,784
Department of Banking and Insurance:			
Fines Collected by the Insurance Fraud Division	1,747	—	—
Individual Health Care Program Assessments	—	7,500	7,500
Public Adjusters Licensing	—	52	52
Small Employer Health Benefits	250	322	322
Supervision and Examination of Financial Institutions	—	250	400
Miscellaneous	77	64	64
	2,074	8,188	8,338
Department of Community Affairs:			
Fire Certification Program	16	283	318
Grants to Displaced Homemaker Centers	753	688	688
Historic Preservation License	21	25	25
Housing Code Enforcement	—	1,830	2,824
Housing Opportunities for Persons with AIDS	639	600	923
Housing Services	578	1,183	1,182
Individual Development Escrow	115	—	—
Lead Hazard Control Assistance Fund Administration	—	—	500
New Home Warranty Program	3,326	4,316	4,316
New Jersey Meadowlands Commission – Operations	—	3,205	3,205
New Jersey Meadowlands Tax Sharing Stabilization Fund	—	165	165
Paterson Housing Opportunities for Persons with AIDS Program	438	384	600
Planned Real Estate Development Full Disclosure Act	—	750	750
Prevention of Homelessness	222	243	243
Truth in Renting	—	143	143
Uniform Construction Code	—	8,507	9,364
Uniform Fire Code	—	6,512	9,548
Miscellaneous	458	1,125	1,125
	6,566	29,959	35,919
Department of Corrections:			
Administration and Support Services	23,440	23,426	22,850
Miscellaneous	598	465	419
	24,038	23,891	23,269
Department of Education:			
Abbott Implementation	—	11,287	11,751
Compliance and Auditing	452	1,550	1,550
Dodge Foundation Donation – Principal Recognition Program	18	—	—
Drug Abuse Education Fund	—	250	250
Early Childhood	—	2,638	2,702
Facilities Planning and School Building Aid	—	561	737

SCHEDULE 2
OTHER REVENUES
(thousands of dollars)

	Fiscal Year Ending June 30		
	2003 Actual	2004 Estimated	2005 Estimated
Marie H Katzenbach School for the Deaf–Tuition–Local Boards	7,366	7,149	7,637
NJ ELITE Grant Program	123	129	129
Professional Development and Licensure	1,959	1,913	2,004
Program for Medically Fragile/Behaviorially Difficult Deaf Pupils	733	906	1,160
Rental of Vacant Building Space	117	352	459
State Action for Education Leadership Project	63	63	50
Utility Settlement Receipts	4,000	703	—
Vocational Technology Upgrade	200	200	200
Whole School Reform Finance	—	224	232
Miscellaneous	100	294	264
	15,131	28,219	29,125
Department of Environmental Protection:			
Administrative Costs Water Supply Bond Act of 1981 – Management	—	20	325
Administrative Costs Water Supply Bond Act of 1981 – Planning and Standards	—	17	28
Administrative Costs Water Supply Bond Act of 1981 – Watershed and Aquifer	—	25	50
Aeroflex Foundation – Kittatinny Valley State Park	25	—	—
Air Fines	—	—	600
Artificial Reef Program–PSE&G/NJPDES Permit Fees	275	—	—
Battleship New Jersey Memorial Fund	226	160	160
Battleship New Jersey Tax Check–Off	85	90	90
Board of New Jersey Pilot Commissioners	270	270	270
Drinking Water State Revolving Fund – Capacity Development	279	800	452
Drinking Water State Revolving Fund – Delineation and Assessments	500	850	—
Drinking Water State Revolving Fund – Operator Certification	248	800	147
Drinking Water State Revolving Fund – Program Administration	1,598	1,023	1,159
Drinking Water State Revolving Fund – Small System Technical Assistance	323	500	608
Drinking Water State Revolving Fund – Source Water Program Administration	555	800	500
Endangered and Nongame Species of Wildlife Fund	315	200	235
Exotic and Nongame Species Inspection Fund	147	200	189
Farley Marina Escrow	278	257	257
Fish & Wildlife Field Office Projects	—	30	1
Forest Resource Management Special Revenue	252	200	200
Greenhouse Gas Action Plan	—	239	239
Hackettstown Pequest Hatchery Donations	73	—	—
Hazardous Discharge Site Cleanup Fund– Responsible Party	—	8,581	10,496
Land Use Fines	—	—	600
Landscape Irrigation Contractor Certification	168	45	45
Liberty State Park License Plates	100	50	50
Mammography Quality Standards Act	268	287	287
New Jersey Outdoors	88	—	—
New Jersey Waterfowl Stamp Act	43	43	43
Nuclear Emergency Response	—	—	928
Office of Dredging and Sediment Technology	—	—	225
Oil Spill Prevention	—	1,098	1,144
PSE&G Delaware River Striped Bass Recruitment Study	—	31	27
PSE&G New Jersey Pollutant Discharge Elimination System Artificial Reef	—	80	—
Palisades Interstate Park Commission (PIPC) – Court Fund Revenue	—	508	505
Palisades Interstate Park Commission (PIPC) – Gas Station Revenue	—	2,230	2,230
Palisades Interstate Park Commission (PIPC) – Operating Fund Revenue	—	1,057	1,060
Parks Management Fees	—	1,300	1,300
Parks Management Revolving Fund	612	625	693
Pollution Prevention	—	701	704
Private Well Testing – Safe Drinking Water Fund	—	600	800
Recycling of Solid Waste	—	380	415
Remediation Management and Response	—	5,297	5,885
Safe Drinking Water Fund	—	1,080	1,298
Sedge Island	16	15	10
Shellfish Enforcement	126	130	130
Shellfish Management	146	110	72
Shore Protection Fund Projects	14	2,500	6,250
Shore Protection License Plates	981	1,000	1,000
Spring Meadow Golf Course	852	850	850
State Public Water System Supervision Program	128	1,013	312
State Revolving Fund – Administrative Costs	2,281	2,400	2,400
Tidelands Peak Demands	—	1,772	2,265
Underground Storage Tanks	—	448	—

SCHEDULE 2
OTHER REVENUES
(thousands of dollars)

	Fiscal Year Ending June 30		
	2003 Actual	2004 Estimated	2005 Estimated
Urban Forest Energy Efficiency Initiative	—	—	1,986
Water Pollution Fines	—	—	300
Worker and Community Right to Know Act	—	458	458
Miscellaneous	839	994	1,033
	12,111	42,164	51,311
Department of Health and Senior Services:			
AIDS Drug Distribution Program Rebates	10,284	6,500	8,000
Administrative Overhead – Non State Program	1,759	1,300	1,300
Alcohol Education Rehabilitation and Enforcement Fund	2,472	2,010	1,701
Alcohol Treatment Programs Fund	3,000	4,500	6,000
Animal Population Control Program – License	—	300	300
Certificate of Need Program	483	537	537
Clinical Laboratory Improvement Services	323	350	350
Drug Enforcement Demand Reduction Fund	—	350	350
Early Intervention – EIP Copays	76	4,000	7,000
Emergency Medical Services	77	—	79
Emergency Medical Technician Training Fund	95	1,800	1,800
Estrogen, Diet, Genetics and Endometrial Cancer	67	100	110
First Response EMT Cardiac Training Program	83	—	125
Health Care Cost Reduction Fund	18,510	39,100	45,237
Health Care Planning	7,200	7,200	7,200
Intergovernmental Transfer Payments	952,000	—	—
Lifeline HMFA Offset	25,000	—	—
Live Long Live Well	24	—	150
Managed Care Oversight	100	—	—
Medical Emergency Disaster Preparedness for Bioterrorism	—	7,500	7,500
NJ – AIDS Services Fund	13	—	—
NJ Emergency Medical Services Helicopter Response Program	—	1,894	1,894
Newborn Screening, Follow-up and Treatment	—	3,100	—
Office of the Public Guardian	341	600	600
Organ and Tissue Awareness Program	10	—	—
Partnerships for a Drug Free New Jersey	—	700	700
Prostate Cancer Study	57	50	—
Rabies Control Program	—	475	475
WIC Rebates	20,723	24,000	24,000
Worker and Community Right to Know	—	—	763
Miscellaneous	6,471	11,059	9,529
	1,049,168	117,425	125,700
Department of Human Services:			
SFEA Funds	37,876	27,432	27,432
Catastrophic Illness in Children Relief Fund	1,104	1,130	925
Children's Trust Fund	246	519	519
Client Co-Payments-Developmental Disabilities	26,109	38,630	38,630
Criminal History Record Checks	257	120	120
Domestic Violence Victims Fund	353	—	—
Legally Responsible Relatives-Probation-Supplement	2,202	1,308	2,054
Management and Administrative Services	—	475	475
Mental Health Contract Fees	—	316	316
NJ KidCare	41,543	42,846	49,851
New Jersey Health Care Hospital Payments	466,073	466,073	425,655
Old Age Survivors Insurance	1,619	2,238	1,492
Olmstead Grant	10	—	—
Personal Needs Allowance	—	600	600
SSA Reimbursement to Enhance the Vocational Rehabilitation	233	300	300
Traumatic Brain Injury	3,415	—	—
Miscellaneous	91	—	—
	581,131	581,987	548,369
Department of Labor and Workforce Development:			
Division of Workers Compensation Uninsured Employers	693	—	—
Enforcement of Workplace Standards – Receipts	—	2,844	2,844
Health Care Tax Collection	4,809	5,600	5,700
Private Disability Insurance Plan	—	1,000	1,000
Public Works Contractor Registration	—	1,355	1,355
Reimbursement to Unemployment Insurance for Joint Tax Functions	—	2,600	2,600

SCHEDULE 2
OTHER REVENUES
(thousands of dollars)

	Fiscal Year Ending June 30		
	2003 Actual	2004 Estimated	2005 Estimated
Special Compensation Fund	135,397	125,345	126,400
State Disability Insurance Plan	—	3,750	3,750
State School Construction	1,564	—	—
Urban Enterprise Zones – Employer Rebate Awards	161	—	—
Workers' Compensation	—	6,100	6,300
Workforce Development Partnership – Counselors	—	610	740
Workforce Development Partnership Program	—	1,100	1,330
Workforce Literacy and Basic Skills Program	—	220	265
Miscellaneous	25	30	30
	142,649	150,554	152,314
Department of Law and Public Safety:			
Administration and Support Services	—	1,729	—
Atlantic County Detention Center	1,638	1,832	1,962
Backstretch Benevolence	224	210	210
Body Armor Replacement Fund – Administrative Costs	75	74	74
Charity Racing Day for the Developmentally Disabled	134	—	—
Claims – Victims of Crime	—	3,870	3,870
Commercial Vehicle Enforcement Program	—	8,431	9,890
Commissions Award Program	2,259	2,500	2,500
Consumer Affairs Charitable Registrations Program	—	720	720
Consumer Affairs Weights and Measures Program	—	800	800
Controlled Dangerous Substance Registration Program	—	650	650
Criminal Disposition and Revenue Collection Fund	—	375	375
Criminal Justice Cost Recovery	—	256	236
D.O.T./State Police Construction Detail	—	6,399	5,547
DNA CODIS Compliance	—	278	278
Division of Consumer Affairs–Appropriated Receipts	—	3,593	3,593
Election Law Enforcement	—	300	300
FBI Mitochondrial DNA Testing	—	810	810
Forfeiture Program	2,350	2,255	2,255
Insurance Fraud County Prosecutor Reimbursements	—	3,500	3,500
Insurance Fraud Operations	29,771	31,771	31,771
Investigative Unit	407	526	526
Law Enforcement Officers Training and Equipment Fund	716	—	—
Medical Examiner Services	6,303	6,800	7,004
Motorcycle Safety Education Fund	424	—	—
New Jersey Emergency Medical Service Helicopter Program	—	5,495	5,495
New Jersey Expressway Authority	4,064	4,696	6,222
New Jersey Parkway Authority	20,894	24,219	26,641
New Jersey Turnpike Authority	20,866	23,325	25,657
Noncriminal Records Checks	—	7,550	12,973
Northeast Hazardous Waste Project–RCRA	198	274	274
Office of Counter–Terrorism	—	7,200	7,200
Pari–Mutuel Racing in Accordance with N.J.S.A. 5:5–37	240	671	717
Pre–Race Blood Testing and Chemical Testing Program	3,229	3,036	3,317
Private Employment Agencies–Appropriated Revenue	—	410	410
Racing Officials	898	1,082	1,123
Regulation of Alcoholic Beverages	—	4,740	4,721
Regulation of Racing Activities	3,270	3,389	3,694
Retired Officers Handgun Permits	—	140	140
SFEA Funds	25,785	32,491	36,013
Safe and Secure Neighborhoods Program	7,281	7,100	7,100
Securities Enforcement Fund	—	5,500	5,500
Sexual Assault Nurse Examiner Program	22	—	—
State Athletic Control	676	500	500
State Forensic Laboratory Fund Program	919	800	800
State Police Central Lab Operations	—	761	934
State Police DNA Laboratory Enhancement	—	3,625	3,625
State Police Equine Lab Unit	—	1,377	1,549
State Police Operations	—	2,543	2,338
State Police Recruit Training	—	300	51
State Police–Private Detective Receipts	—	330	450
State Veterinarians—New Jersey Racing Commission	486	670	686
Vehicle Rental Surcharge State Police Salaries	—	1,900	1,900
Victim and Witness Advocacy Fund	—	1,128	1,478

SCHEDULE 2
OTHER REVENUES
(thousands of dollars)

	Fiscal Year Ending June 30		
	2003 Actual	2004 Estimated	2005 Estimated
WTC Emergency Protective Measures – NJ Task Force One	528	—	—
Miscellaneous	2,213	2,246	2,246
	135,870	225,177	240,625
Department of Military and Veterans' Affairs:			
Burial Services	—	480	500
Distance Learning Center	8	—	15
New Jersey National Guard Support Services	—	1,000	1,000
Transitional Housing	—	512	509
Miscellaneous	102	97	97
	110	2,089	2,121
Department of Personnel:			
Human Resource Development Institute	—	1,760	1,700
Shared Services Agriculture	—	218	233
Shared Services Center State Parole Board/Motor Vehicle Commission	—	1,055	1,075
Shared Services Pilot Program	—	663	724
State and Local Government Operations	—	1,200	900
	—	4,896	4,632
Department of State:			
Department of State Bookstore	6	—	—
Extraordinary Programming	450	268	268
Historic Preservation Licenses	9	—	—
Law Enforcement Officers Memorial Fund	—	—	150
Lila Wallace Readers Digest Fund	300	300	300
Museum Services	34	115	115
NJ Underground Railroad Journey	9	—	—
New Jersey College Loans to Assist State Students (NJCLASS)	4,362	3,531	3,783
New Jersey Workforce Development Coalition Initiative	1,363	—	—
Office of Faith Based Initiatives Donations	17	—	—
Public Broadcasting Services	7,318	7,326	7,326
Receipts Derived From the Leasing of Space on Transmitter Towers	967	940	940
Receipts Derived From the Rental of Studio and Production Facilities	1,547	1,800	1,800
Receipts Derived From the Sale or Rental of NJPTV Productions	48	50	50
Records Management	—	28,150	31,000
TV Food Network/Time Warner Capital Project	425	1,050	1,200
The Primary Care Physician/Dentist Loan Redemption Program	1,000	1,000	1,000
War Memorial	478	—	527
Miscellaneous	502	330	330
	18,835	44,860	48,789
Department of Transportation:			
Amnesty Surcharge	—	250	—
Applications and Highway Permits	—	1,775	1,775
Commercial Vehicle Enforcement Program	18,205	13,640	13,640
Cost of "Cause" Plates	242	—	—
County and Other Shared Projects	9,380	—	—
Digitized Driver's License and Motor Vehicle Services Modernization	8,638	—	—
Enhanced Surcharge Collection	1,420	—	—
Graduated Driver's License	10,250	—	—
Greenwood Lake Airport	110	—	—
In–Terminal School Bus Inspection Program	—	1,906	1,906
Insurance Verification System	3,512	—	—
Logo Sign Program	—	220	220
Maritime Industry Fund	977	—	—
Motor Vehicle Inspection Fund	579	—	—
Motor Vehicle Services	8,100	201,885	204,504
Motorbus Regulation	—	980	980
NJ Medical Service Helicopter Response Act	7,281	—	—
New Jersey Motor Vehicle Commission New Revenues	8,331	42,000	42,000
Outdoor Advertising Program	—	880	880
Placarded Railcar Program	—	76	76
Rental Receipts, Tenant Relocation Program	—	347	347
Security Responsibility	—	15,071	15,071
	77,025	279,030	281,399

SCHEDULE 2
OTHER REVENUES
(thousands of dollars)

	Fiscal Year Ending June 30		
	2003 Actual	2004 Estimated	2005 Estimated
Department of the Treasury:			
Administration of State Lottery	—	260	260
Annual Licensing Fee--Office of Administrative Law Publications	862	860	860
BPU Fines, Penalties and Settlements	—	—	2,500
Capital City Redevelopment Corporation	119	378	378
Confiscations from the Cigarette Tax Act	—	125	125
Division of Developmental Disablilities Community Placement and Services	27,030	27,030	27,030
Domestic Security	19,077	—	—
Economic Recovery Fund	17,607	17,607	17,605
Energy Tax Receipts	755,000	762,739	787,739
Governor's Council on Alcoholism and Drug Abuse	14,527	13,700	13,700
Judicial Hearings Receipts	2,678	2,305	2,305
Management of the DEP Properties	—	555	572
New Jersey Commerce and Economic Growth Commission	—	1,850	—
New Jersey Public Records Preservation	—	42,000	—
OIT--Availability and Recovery Site (OARS)	—	—	7,182
Office of Management and Budget	21,775	8,930	8,930
Other Capital Building Services	2,685	2,327	2,327
Other Distributed Taxes	3,835	3,363	3,363
Property Management and Construction – Property Management Services	298	292	301
Public Finance Activities	—	700	700
Purchasing and Inventory Management	—	90	90
Real Property Leasing Out Program	—	528	546
Residential Warranty Corporation	148	150	150
Royalties--Office of Administrative Law Publications	156	67	67
Taxation Compliance and Enforcement Activities	—	3,100	3,100
Third Party Subrogation For Property Damage	—	480	500
Unclaimed Property Trust Fund	4,964	6,162	6,162
Urban Enterprise Zone (UEZ) Authority (P.L. 1993,c.367) Administrative Expenses	2,094	2,961	2,661
Vendor Surcharge Collection – DMV	12,000	12,600	11,600
Miscellaneous	957	470	475
	885,812	911,629	901,228
Interdepartmental Accounts:			
Statewide Security Projects	—	—	3,000
Judicial Branch--			
The Judiciary:			
Automated Traffic System for Municipal Courts	9,216	9,175	9,551
Civil Courts	373	426	462
Comprehensive Enforcement Program	2,323	2,004	2,004
Court Adult Probation System	457	440	500
Court Technology Improvement Fund	11,872	13,900	12,700
Electronic Access To Court Records	644	400	408
Family Courts	431	400	400
Information Services	304	256	304
JAIBG – Juvenile Assessment	89	—	—
JAIBG AT Juvenile Incentive Block	21	—	—
JAIBG SP School Probation	105	—	—
Mercer Welfare Fraud Grant	—	54	54
Service Learning Program-JAIBG Ocean County	51	—	—
Special Civil Part Certified Mailers	1,330	1,340	1,340
State Community Partnership	2	—	—
State Incentive Program – Juvenile Justice Commission	143	—	—
Supreme Court	9,664	11,067	12,025
Youth Transition To Work Professional Education	8	—	—
Miscellaneous	635	13	13
	37,668	39,475	39,761
Total Dedicated	*2,998,130*	*2,500,247*	*2,506,784*

SCHEDULE 2
OTHER REVENUES
(thousands of dollars)

	Fiscal Year Ending June 30		
	2003 Actual	2004 Estimated	2005 Estimated
Federal:			
Executive Branch--			
Department of Agriculture:			
Child Nutrition – Child Care	40,395	48,000	48,000
Child Nutrition – School Lunch	128,239	154,356	154,356
Cooperative Gypsy Moth Suppression	282	235	235
Farm Risk Management Education Program	336	307	307
Farmland Preservation	586	6,000	6,000
Fish Inspection Service	165	55	55
Food Distribution Administration Expense Fund	—	225	225
Jobs Bill – TEFAP	1,293	1,454	1,454
Child Nutrition – Administration	2,440	3,350	3,350
Child Nutrition – School Breakfast	19,625	30,000	30,000
Child Nutrition – Special Milk	860	1,400	1,400
Child Nutrition – Summer Programs	6,452	9,247	9,247
Team Nutrition Training	35	225	225
Various Federal Programs and Accruals	-4,368	1,104	1,104
	196,340	255,958	255,958
Department of Community Affairs:			
Community Services Block Grant	19,798	17,699	17,699
Emergency Shelter Grants Program	1,905	1,519	1,520
Fair Housing Initiatives Grant	55	—	—
HOPE for Elderly Independence Demonstration Program	214	—	—
HUD Disaster Recovery Initiative	1,523	—	—
Lead-Based Paint Abatement in Low and Moderate Income Housing	923	—	—
Moderate Rehabilitation Housing Assistance	11,520	11,550	11,925
National Affordable Housing-HOME Investment Partnerships	6,943	8,167	8,167
National Fire Academy Training Program	—	30	30
Permanent Housing for the Handicapped Homeless	181	—	—
Rape Prevention and Education	—	—	1,237
Section 8 Housing Voucher Program	156,052	159,000	163,600
Section 8 Operating Reserve Account	5	—	—
Shelter Plus Care Program	367	1,695	5,950
Small Cities Block Grant Program	11,468	9,746	9,746
Transitional Housing – Homeless	228	—	—
Weatherization Assistance Program	3,932	5,166	5,169
Various Federal Programs and Accruals	-4,606	241	166
	210,508	214,813	225,209
Department of Corrections:			
Project In-Side	352	514	541
Serious and Violent Offender Reentry Initiative	—	1,500	—
State Criminal Alien Assistance Program	7,193	7,000	3,832
Various Federal Programs and Accruals	4,334	50	50
	11,879	9,064	4,423
Department of Education:			
21st Century Schools	268	13,500	13,500
AIDS Prevention Education	614	263	263
Adult Basic Education – Administration/Discretionary	15,918	18,199	18,222
Bilingual and Compensatory Education – Homeless Children and Youth	695	1,238	1,238
Byrd Scholarship Program	1,089	1,200	1,200
Character Education Partnership	341	500	500
Class Size Reduction	2,613	—	—
Deaf/Blind Children Services – Administration/Discretionary	183	300	92
Drug-Free Schools and Communities – Administration	3,201	2,338	2,338
Drug-Free Schools and Communities – Discretionary	8,002	9,300	9,300
EESA, Title II -- Math/Science Training, Exemplary	687	—	—
Educational Technology	10,359	13,274	13,274
Even Start Family Literacy Grant – Discretionary	3,803	5,150	5,150
Grants Management	—	2,460	2,460
IASA Consolidated Administration	5,041	5,331	5,331
IDEA – Handicapped	233,294	289,782	308,688
IDEA – Preschool Incentive Grant	11,046	12,373	12,373
Language Acquisition State Grants	11,086	16,041	16,041

SCHEDULE 2
OTHER REVENUES
(thousands of dollars)

	Fiscal Year Ending June 30		
	2003 Actual	2004 Estimated	2005 Estimated
Mathematics and Science Partnerships Grants	—	2,249	1,800
Migrant Education – Administration/Discretionary	1,945	2,116	2,116
Public Charter Schools	2,604	4,000	4,000
Refugee Children School Impact Program	66	960	960
School Renovation Grants	9,857	—	—
State Assessments	4,251	9,321	9,321
State Grants for Improving Teacher Quality	61,051	70,703	70,703
State Improvement Grant, Administration	279	1,260	1,260
Title I – Accountability Grants	5,567	—	—
Title I – Comprehensive School Reform	6,913	7,850	7,850
Title I – LEA Disadvantaged	264,001	292,000	292,000
Title I – Part D, Neglected and Delinquent	1,573	1,981	2,047
Title I – Reading First State Grant	286	18,339	18,339
Title V – Innovative Program Strategies	11,213	10,914	10,914
Vocational Education – Basic Grants, Administration	24,550	24,553	24,551
Vocational Education Technical Preparation	2,408	2,251	2,251
Various Federal Programs and Accruals	1,402	2,107	2,107
	706,206	841,853	860,189
Department of Environmental Protection:			
Air Pollution Maintenance Program	5,844	6,319	6,319
Americorps	—	850	300
Artificial Reef Program-PSE&G/NJPDES Permit Fees	188	325	1,125
Asian Longhorned Beetle Project	—	—	100
Atlantic Coastal Cooperative Program	—	150	150
Boat Access (Fish and Wildlife)	—	1,000	1,000
Brownfields	—	5,000	5,000
Brownfields Preliminary Assessment/Site Investigation	—	1,500	—
Cape May Peninsula Project (Sandritter Property)	—	—	300
Cheesequake Marshland Acquisition	—	—	1,000
Clean Lakes Program	—	500	500
Clean Vessels	940	1,000	1,000
Climate Change Action Plan (Recycling of Landfill Gases)	—	100	—
Coastal Zone Management – 310	—	—	35
Coastal Zone Management – Federal Grant	—	1,000	—
Coastal Zone Management Implementation	3,791	6,100	6,165
Community Assistance Program	256	200	200
Community and Public Water Supply Operators – Expense Reimbursement	—	1,500	1,500
Comprehensive Coastal Water Quality Information Network Project	142	—	—
Comprehensive Wildfire Conservation Plan Coordination Federal Share	—	—	32
Consolidated Forest Management	1,180	1,049	1,374
Construction Grants Program	—	57,600	57,600
Countywide Wildfire Defense	—	—	50
Defensible Space	—	600	350
Delaware Bay	—	—	1,000
EPA Regional Applied Research	—	250	—
Economic Action Program	—	—	50
Endangered Species	31	75	75
Endangered and Nongame Species Program State Wildlife Grants	—	1,200	1,200
Environmental Justice	—	100	100
Estuary Program	357	—	—
Firewise in the Pines	—	350	200
Fish and Wildlife Health	8	189	190
Forest Legacy	—	10,010	10,040
Forest Resource Management–Cooperative Forest Fire Control	337	525	1,725
Forest Watershed Clean Water Action	45	—	—
Grassland Habitat Project	—	—	200
Hazardous Waste – Resource Conservation Recovery Act	4,438	4,281	4,281
Historic Preservation Survey & Planning	642	2,000	2,000
Hunters' and Anglers' License Fund	3,780	8,580	6,365
Intermodal Surface Transportation Efficiency Act	—	10,320	10,320
Investigation and Management of NJ's Nongame Freshwater Fisheries Resources	—	—	150
Land and Water Conservation Fund	—	5,000	5,000
Lower Cohansey Watershed	—	1,000	1,000
Marine Fisheries Investigation and Management	423	1,150	1,150
Multi-Media	462	750	750
Multi-Media Enforcement Grant	—	1,000	1,000

SCHEDULE 2
OTHER REVENUES
(thousands of dollars)

	Fiscal Year Ending June 30		
	2003 Actual	2004 Estimated	2005 Estimated
NJ Landowners Incentive	—	—	1,450
NJFO Bog Turtle Cooperative Agreement	—	50	50
National Coastal Wetlands Conservation	5	3,260	2,215
National Dam Safety Program (FEMA)	—	90	90
National Geologic Mapping Program	87	160	200
National Pollutant Discharge Elimination System Implementation Support Program	531	600	600
National Recreational Trails	576	1,250	1,500
New Jersey Commercial Blue Crab Fishery Economic Assistance Federal Share	—	—	230
Non–Point Source Implementation (319H)	6,042	2,400	2,400
Non–Point Source Implementation (319H) Supplemental	—	2,000	2,000
Particulate Monitoring Grant	803	1,500	1,500
Pennsauken Boat Access Renovation	10	—	—
Pesticide Mosquito Control Project	—	—	50
Pesticide Recording Program	20	20	20
Pesticide Technology	698	730	730
Pinelands Grant – Acquisition	—	6,000	6,000
Pollution Prevention Incentive	24	—	—
Preliminary Assessments/Site Inspections	2,248	3,000	3,000
Radon Program	440	500	500
Regional Climate and Fire Damage Modeling – Pinelands	—	—	100
Safe Drinking Water Act	2,306	22,200	22,200
Shortnose Sturgeon Research	—	—	150
Source Reduction Of Consumer Electronics Manufacturing Process	120	—	—
Southern New Jersey Drinking Water Sampling Project	—	—	50
Southern Pine Beetle	—	—	100
State Wetlands Conservation Plan	59	492	492
State Wildlife Grant Projects	—	390	1,200
State/EPA Data Management Grant	84	3,050	3,050
Superfund Grants	6,109	30,450	30,450
Telemetry Study of Red Knots and Atlantic Brant	—	—	80
Toxic Substance Compliance	—	50	—
US ACE Beachnesters	—	81	80
Underground Storage Tanks	239	2,055	2,055
Voluntary Cleanup Program	—	500	—
Voluntary Cleanup Site Specific	—	250	—
Water Monitoring and Planning	439	1,000	1,000
Water Pollution Control Program	2,765	4,250	4,250
Wildland/Urban Interface II	—	500	250
Wildlife Education	—	—	285
Wildlife Education Program	—	285	—
Wildlife Management Area Planning	—	—	300
Various Federal Programs and Accruals	–8,083	1,800	1,510
	38,386	220,486	221,033
Department of Health and Senior Services:			
AIDS Incarcerated Individuals in Corrections	1,077	1,300	900
Abstinence Education – FHS	1,094	1,012	1,122
Addiction Services Incentive Planning Grant	—	391	—
Asthma Surveillance and Coalition Building	117	356	356
Asthma and Hazardous Substances Applied Research	—	100	100
Behavioral Risk Factor Surveillance Survey	127	261	261
Bioterrorism Hospital Emergency Preparedness	3,400	13,879	16,000
Birth Defects Surveillance Program	—	250	250
Center For Birth Defects Research & Prevention	541	1,600	1,600
Childhood Lead Poisoning	610	1,424	1,426
Chronic Disease Prevention and Health Promotion – Family Health Services	—	750	750
Chronic Disease Prevention and Health Promotion Programs – Addiction Services	—	—	1,246
Clinical Laboratory Improvement Amendments Program	465	473	497
Comprehensive AIDS Resources Grant	60,121	63,000	65,000
Comprehensive Breast and Cervical Cancer	1,632	4,200	—
Comprehensive State Based Tobacco Use Prevention Programs	1,554	1,300	—
Demonstration Program to Conduct Health Assessments	467	707	578
EBT Infrastructure (EDS) Special Grant	18	—	—
Early Hearing Detection and Intervention (EHDI) Tracking, Research	105	334	334
Early Intervention for Infants & Toddlers with Disabilities (Part H)	11,919	13,000	13,000
Eliminating Disparities in Perinatal Health	55	500	500
Emergency Preparedness For Bioterrorism	2,950	24,200	31,528

SCHEDULE 2
OTHER REVENUES
(thousands of dollars)

	Fiscal Year Ending June 30		
	2003 Actual	2004 Estimated	2005 Estimated
Essex County Healthy Start Initiative	8	—	—
Evaluation of Lead Dust Study	165	—	—
Evaluation of the Performance of Intergrated HIV/AIDS Surveillance	149	255	116
Exposure – Tremolite Asbestos – Vermiculite	86	200	220
Family Planning Program–Title X	3,734	3,500	3,500
Federal Lead Abatement Program	449	450	420
Federal Medicare Reimbursement	—	—	994
Federal Medicare Relief	—	—	90,000
Food Inspection	315	300	350
Genomics and Chronic Disease	—	250	—
HIV/AIDS Prevention and Education Grant	15,811	18,000	18,000
HIV/AIDS Surveillance Grant	4,093	6,594	7,214
Housing Opportunities For Persons With AIDS	1,240	4,763	4,763
Housing Opportunities for Incarcerated Persons with AIDS	—	1,200	900
Immunization Project	3,835	7,363	7,866
Job & Growth Tax Stimulus	143,066	—	—
Lead Training & Certification (Enforcement) Program	49	—	82
Lyme Disease Research	281	576	525
MCH Early Childhood Comprehensive System	—	100	100
Maternal and Child Health Block Grant	11,700	13,000	13,000
Medicare/Medicaid Inspections of Nursing Facilities	12,042	10,834	14,150
Memorandum of Agreement with Emory University–National Down Syndrome Study	—	—	150
Minority AIDS Demo	5	150	150
Morbidity & Mortality Review Program	—	150	150
NJ Ease For Caregivers – Building Support Systems	192	250	250
National Cancer Prevention and Control–Public Health	2,109	1,800	6,000
National Family Caregiver Program	5,118	4,500	4,100
National Program of Cancer Registries	227	—	—
New Jersey Community Choice Initiative	455	—	—
Nurse Aide Certification Program	—	1,958	1,958
Nursing Facilities Transition Grant	—	600	600
Older Americans Act – Title III	36,170	33,248	33,248
Pediatric AIDS Health Care Demonstration Project	1,715	2,850	2,850
Pregnancy Risk Assessment Monitoring System	—	750	750
Preparedness and Response for Bioterrorism	832	—	—
Preventative Health and Health Services Block Grant	4,401	5,431	3,896
Public Employees Occupational Safety & Health – State Plan	—	—	900
Public Health Laboratory Biomonitoring Planning	52	200	210
Research on Ecology of Lyme Disease in US	136	85	90
Senior Farmers Market Nutrition Program	374	1,000	1,000
Smallpox Immunization Program	—	3,000	—
State Data Infrastructure Project	—	110	—
State Regulation on Immunization Rates of Older Adults	180	160	—
Strategic National Stockpile Deployment Program	—	3,000	—
Substance Abuse Block Grant	42,054	51,385	53,385
Supplemental Food Program–W.I.C.	74,327	85,000	90,000
Surveillance, Epidemiology and End Results (SEER)	391	1,800	1,800
Tools For School Implementation Project	90	80	—
Traumatic Brain Injury Surveillance	1	105	105
Tuberculosis Control Program	7,368	10,000	6,069
USDA Older Americans Act – Title III	4,130	3,900	3,900
Universal Newborn Hearing Screening	30	250	250
Venereal Disease Project	2,909	3,500	3,800
Violence Related Injury Prevention	—	160	160
Vital Statistics Component	993	850	850
WIC Farmer's Market Nutrition Program	744	1,300	2,000
West Nile Virus – Laboratory	—	200	200
West Nile Virus – Public Health	1,517	1,900	2,300
World Trade Center Substance Prevention – Response Emergency Disaster	172	—	—
World Trade Center Substance Prevention II	75	—	—
World Trade Center Substance Treatment II	210	—	—
Young Offender Reentry Program	—	500	490
Various Federal Programs and Accruals	-4,537	4,530	4,086
	465,715	421,124	523,345

SCHEDULE 2
OTHER REVENUES
(thousands of dollars)

	Fiscal Year Ending June 30		
	2003 Actual	2004 Estimated	2005 Estimated
Department of Human Services:			
Block Grant Mental Health Services	12,332	12,451	12,451
Child Care Block Grant	144,182	111,957	108,959
Child Support Enforcement Program	113,923	136,866	137,946
Community Based Residential Program Grant	577	1,000	1,000
Developmental Disabilities Council	1,495	1,577	1,577
Federal Independent Living	1,114	924	924
Food Stamp Program	82,604	83,851	88,047
Foster Grandparents Program	903	1,051	1,051
Low Income Energy Assistance Block Grant	88,443	75,603	75,603
Projects for Assistance in Transition from Homelessness (PATH)	245	1,476	1,476
Refugee Resettlement Program	1,262	5,705	5,705
Restricted Grant	10,908	10,932	12,239
Social Service Block Grant	50,395	51,430	51,425
Temporary Assistance to Needy Families Block Grant	571,155	571,979	499,130
Title IV–B Child Welfare Services	6,961	6,218	6,624
Title IV–E Foster Care	84,459	99,671	102,111
Title XIX – Child Residential	52,348	31,426	50,743
Title XIX Community Care Waiver	188,257	210,352	226,083
Title XIX ICF/MR	221,575	210,984	218,233
Title XIX Medical Assistance	2,929,520	3,465,761	3,156,221
Title XX Urban Empowerment Zone	1,845	—	—
Title XXI Childrens Health Insurance Program	300,694	275,026	225,619
Vocational Rehabilitation Act Section 120	9,290	10,423	10,423
Various Federal Programs and Accruals	–278,079	7,501	7,686
	4,596,408	5,384,164	5,001,276
Department of Labor and Workforce Development:			
At Risk Youth Mentoring Program	14	—	—
Comprehensive Services for Independent Living	472	700	700
Current Employment Statistics	2,595	2,823	2,591
Disability Determination Services	44,789	47,000	46,020
Disabled Veterans' Outreach Program	1,643	2,300	2,500
ES Reemployment Services	1047	1,000	1,100
Employment Services	17,817	22,855	23,859
Employment Services – One Stop Shopping	332	325	325
Employment Services Cost Reimbursable Grants – Migrant Housing	34	50	50
Employment Services Grants–Alien Labor Certification	1,326	2,419	2,419
Federal Public Employees Occupational Safety and Health Act	1,625	2,000	1,900
Local Veterans' Employment Representatives	1,341	1,500	1,700
National Council on Aging – Senior Community Services Employment Project	2,450	3,000	3,025
OASI (DDS) Intelligent Workstation Activities	—	1,000	1,000
OSHA Data Collection Survey	78	85	81
Occupational Informational Coordinating Program	146	159	159
Occupational Safety Health Act, On–Site Consultation	1,617	2,000	2,012
One Stop Labor Market Information	930	980	980
One Stop Technology Process Mapping	300	—	—
Redesigned Occupational Safety and Health (ROSH)	237	230	230
Reed Act Funds	12,699	—	—
Rehabilitation of Supplemental Security Income Beneficiaries	544	2,000	2,000
Supported Employment	811	1,200	1,200
Technical Assistance Training	516	1,700	1,700
Technology Related Assistance Project	442	700	700
Trade Adjustment Assistance Project	1,636	8,000	7,000
Unemployment Insurance	100,365	135,500	140,900
Vocational Rehabilitation Act of 1973	46,501	44,350	44,650
WIA Title IIID Discretionary Funding	3,137	8,000	6,000
WIA–Toll Free Helpline	8	—	—
Welfare to Work	3,421	—	—
Work Opportunity Tax Credit	422	750	750
Workforce Investment Act	68,360	56,331	56,830
Workforce Investment Act–Title III Dislocated Workers	8,269	19,000	19,000
Various Federal Programs and Accruals	–16,697	145	145
	309,227	368,102	371,526

SCHEDULE 2
OTHER REVENUES
(thousands of dollars)

	Fiscal Year Ending June 30		
	2003 Actual	2004 Estimated	2005 Estimated
Department of Law and Public Safety:			
Atlantic County–Disaster Flooding	197	—	—
Bulletproof Vest Partnership	476	550	550
COPS MORE Officer 2000 Program	154	—	—
COPS TECH 2001 HI Technology Initiative	64	—	—
Casework DNA Backlog Reduction Program	—	1,300	1,300
Cert Program	20	500	500
Challenge Grant	125	300	300
Child Passenger Protection Education	173	250	300
Combat Underage Drinking – Discretionary	9	—	—
Combating Underage Drinking	542	360	360
Community Prosecutors Block Grant	—	1,000	1,000
Computer Aided Dispatch Maintenance	13,300	—	—
Convicted Offender In–House (DNA)	—	1,500	1,500
Cops Homeland Security– OT	—	1,426	1,426
Cops In Schools	—	1,000	1,000
Crime Victims' Compensations – VOCA For 9/11 Attack	659	—	—
Disaster Relief	2,692	—	—
Division of State Police Port Security	—	1,800	1,800
Domestic Marijuana Eradication Suppression Program	270	280	280
Domestic Preparedness Training	1,788	—	—
Drug Enforcement Administration and Grants	12,206	14,028	14,028
Drunk Driver Prevention	326	1,000	250
EMPG – Non–Terrorism	3,365	4,200	4,200
EMPG – Terrorism	365	—	—
Emergency Declaration 3169EM – World Trade Center Disaster	18,714	—	—
Equal Employment Opportunity Commission	261	532	532
FEMA Pre–Disaster Mitigation Grant	—	250	250
Domestic Preparedness Equipment Grant	—	2,500	2,500
Domestic Preparedness Equipment	—	52,000	52,000
Financial Investigations & Money Laundering Initiative	—	5,000	5,000
Flood Mitigation Assistance	858	90	90
Forensic Crime Laboratory Improvement Program	—	2,000	2,000
Forensic DNA Testing Program	—	1,000	1,000
Hazardous Materials Transportation	290	350	350
Help America Vote Act	16,837	22,950	13,600
High Intensity Drug Trafficking Area (HIDTA)	—	250	250
Incident Command	200	750	750
Innovative Seat Belt Use	66	900	900
Inter-coastal Maritime Patrol and Interdiction Program	—	1,800	1,800
Internet Crimes Against Children	23	300	300
Justice Assistance Grant (JAG)	—	—	17,000
Juvenile Accountability Incentive Block Grant	1,205	5,900	5,900
Juvenile Justice Delinquency Prevention	320	2,411	2,457
Local Law Enforcement Block Grant	1,105	1,400	1,400
Marine Police Boat	—	750	750
Medicaid Fraud Unit	1,848	2,550	2,550
National Criminal History Program–OAG	206	2,000	2,000
National Forensic Sciences Improvement Act Program	—	110	110
National Highway Traffic Safety Act – Section 402	2,885	5,504	5,848
National Highway Traffic Safety Act – Section 405	227	711	700
National Highway Traffic Safety Act – Section 411	—	125	300
New Jersey Anti–Money Laundering Initiative	—	750	750
Northeast Hazardous Waste Project–RCRA	148	250	250
Pre–Disaster Mitigation Grant–FEMA	50	—	—
Protecting Our Urban Areas	—	12,000	12,000
Public Safety Wireless Coordination Council – Initiative	—	244	244
Recreational Boating Safety	1,495	2,000	2,000
Residential Treatment for Substance Abuse	1,700	1,600	1,600
Rural Domestic Violence Program	10	—	—
Safety Incentive Grants	919	5,000	2,500
State Police In–Car Camera Technology Grant	204	200	200
State and Local All Hazards Emergency Operation Planning	420	—	—
Sussex/Morris Federal Disaster Declaration – 1337DR	936	—	—
Title V Funding	377	1,500	1,500
VOCA 9/11 Attack on America	377	—	—
Victim Assistance Grants	5,959	12,000	12,000
Victim Compensation Award	3,450	4,850	7,000

SCHEDULE 2
OTHER REVENUES
(thousands of dollars)

	Fiscal Year Ending June 30		
	2003 Actual	2004 Estimated	2005 Estimated
Violence Against Women Act	2,822	4,000	4,000
World Trade Center Disaster Crisis Counseling FEMA Grant	200	—	—
Various Federal Programs and Accruals	20,083	1,045	1,270
	120,926	187,066	194,445
Department of Military and Veterans' Affairs:			
ARNG Transportation	—	—	125
Armory Renovations and Improvements	636	1,100	1,000
Army Facilities Service Contracts	1,049	2,500	2,500
Army National Guard Statewide Security Agreement	457	750	600
Army Training and Technology Lab	269	550	400
Atlantic City Air Base – Service Contracts	1,345	2,200	2,100
Atlantic City Operations and Maintenance	46	59	65
Atlantic City Environmental	—	42	50
Brigadier General Doyle Memorial Cemetery Building Project	3,141	6,000	6,900
Combined Logistics Facility	—	26,000	—
DFAC AR Operations	—	—	700
Design and Construction of the Vineland Memorial Veterans' Home	2,701	—	—
Design/Construct New Nursing Home Facility	58	—	—
Facilities Support Contract	2,263	3,272	3,500
Federal VA Distance Learning Program	23	456	456
Fire Fighter/Crash Rescue Service Cooperative Funding Agreement	639	950	1,200
Hazardous Waste Environmental Protection Program	295	405	550
McGuire AFB Environmental	34	42	50
McGuire Air Force Base – Service Contracts	1,806	1,994	2,295
McGuire Operations and Maintenance	58	80	70
Medicare Part A Receipts for Resident Care and Operational Costs	3,185	3,638	4,518
Menlo Adult Day Care Funds	—	290	—
National Guard Communications Agreement	475	650	650
New Jersey National Guard Challenge Youth Program	1,414	2,800	2,000
New Jersey National Guard Counter Drug Program Interservice State–Federal	12	12	12
Training and Equipment – Pool Sites	164	400	269
Transitional Housing	427	352	360
VA Grant – Veterans Haven Life Safety Code Rehabilitation	—	339	—
Veterans' Education Monitoring	489	473	542
Various Federal Programs and Accruals	5,728	60	55
	26,714	55,414	30,967
Department of State:			
Americorps Grants	3,536	6,135	6,135
Leveraging Educational Assistance Partnership	2,805	2,531	3,376
NJ GEAR UP	1,966	2,730	2,730
National Endowment for the Arts Partnership	730	750	750
National Health Service Corps – Student Loan Repayment Program	140	240	240
National Telecommunications Information Agency	—	1,250	625
Student Loan Administrative Cost Deduction and Allowance	15,631	19,375	20,344
Various Federal Programs and Accruals	–85	350	202
	24,723	33,361	34,402
Department of Transportation:			
Airport Fund	2,882	21,000	21,000
Highway Planning and Research	20,184	15,367	15,367
Metropolitan Planning Funds	11,348	10,586	10,586
Motor Carrier Safety Assistance Program	2,834	9,808	9,808
New Jersey Transportation Planning Assistance	1,098	3,000	3,000
Supportive Services Highway Construction Training Program	905	500	500
Various Federal Programs and Accruals	588	—	—
	39,839	60,261	60,261

SCHEDULE 2
OTHER REVENUES
(thousands of dollars)

	Fiscal Year Ending June 30		
	2003 Actual	2004 Estimated	2005 Estimated
Department of the Treasury:			
Building Energy Codes	44	—	—
Diamond Shamrock Oil Overcharge Settlement	—	500	617
Division of Gas Expansion	—	600	600
Fuel Cell Testing	402	—	—
Million Solar Roofs	10	—	—
State Energy Conservation Program	1,299	1,525	2,270
Various Federal Programs and Accruals	105	—	700
	1,860	2,625	4,187
Judicial Branch--			
The Judiciary:			
Drug Court – OJP – Direct	87	—	—
Juvenile Drug Court Grant	146	—	—
Various Federal Programs and Accruals	453	556	800
	686	556	800
Total Federal	*6,749,417*	*8,054,847*	*7,788,021*
Revolving:			
Legislative Branch--			
Legislature:			
Various Revolving Funds	13	—	—
Executive Branch--			
Department of Community Affairs:			
Administration and Support Services	506	—	—
Housing Services	—	2,750	2,750
Liquid Petroleum Gas Ed. & Safety Board	117	80	308
Uniform Construction Code	7,074	6,800	6,800
Various Revolving Funds	68	—	—
	7,765	9,630	9,858
Department of Corrections:			
Culinary Arts Vocational Program	6	180	185
Farm Operations	10,713	10,318	10,318
Institutional Care and Treatment	493	724	470
State Use	20,053	16,879	18,879
	31,265	28,101	29,852
Department of Education:			
Administration and Support Services	4,315	3,957	3,999
Adult and Continuing Education	291	375	450
Professional Development and Licensure	118	199	199
	4,724	4,531	4,648
Department of Environmental Protection:			
Administration and Support Services	183	135	135
Pesticide Control	282	—	—
Publicly–Funded Site Remediation	237	—	—
	702	135	135
Department of Health and Senior Services:			
Administration and Support Services	5,259	3,600	5,497
Laboratory Services	11,124	8,200	12,500
	16,383	11,800	17,997
Department of Human Services:			
Administration and Support Services	878	2,117	861
Income Maintenance Management	5,337	7,174	7,174
	6,215	9,291	8,035

SCHEDULE 2
OTHER REVENUES
(thousands of dollars)

	Fiscal Year Ending June 30		
	2003 Actual	2004 Estimated	2005 Estimated
Department of Labor and Workforce Development:			
Administration and Support Services	1,391	—	—
Planning and Analysis	65	—	—
	1,456	—	—
Department of Law and Public Safety:			
Criminal Justice	282	300	300
State Police Operations	158	553	553
	440	853	853
Department of State:			
Records Management	1,499	1,293	1,293
Department of Transportation:			
Administration and Support Services	632	—	—
Department of the Treasury:			
Adjudication of Administrative Appeals	896	895	895
Automotive Services	16,783	17,637	17,437
Capitol Post Office	1,546	1,648	1,648
Escrow – Construction Management Services	2,200	3,000	3,000
Office of Information Technology	98,291	98,178	98,178
Printing Services	1,957	2,324	2,324
Property Management and Construction – Construction Management Services	2,213	3,738	3,738
Public Information Services	1,430	1,293	1,293
Purchasing and Inventory Management	53,051	56,400	55,941
	178,367	185,113	184,454
Total Revolving	*249,461*	*250,747*	*257,125*
Total Other Revenues General Fund	***9,997,008***	***10,805,841***	***10,551,930***
SPECIAL TRANSPORTATION FUND			
General:			
County and Other Shared Projects	692	—	—
Transportation Trust Fund – Local Highway Funds	174,584	150,000	150,000
Transportation Trust Fund – Public Transportation Projects	517,440	618,200	546,000
Transportation Trust Fund – State Highway Funds	269,273	460,000	509,000
	961,989	1,228,200	1,205,000
Federal:			
Federal Highway Administration	723,015	647,363	705,000
Total Special Transportation Fund	*1,685,004*	*1,875,563*	*1,910,000*
TOTAL OTHER REVENUES	***11,682,012***	***12,681,404***	***12,461,930***

SCHEDULE 3
EXPENDITURES BUDGETED
(thousands of dollars)

	Fiscal Year Ending June 30		
	2003 Actual	2004 Estimated	2005 Estimated
GENERAL FUND			
Legislative Branch			
Senate	11,222	11,494	11,494
General Assembly	18,173	18,905	18,905
Office of Legislative Services	29,823	27,388	27,388
Legislative Commissions	5,294	4,974	5,562
State Capitol Joint Management Commission	9,073	9,001	9,001
Clean Ocean and Shore Trust Committee	156	144	144
	73,741	71,906	72,494
Executive Branch			
Chief Executive	5,707	5,367	5,267
Department of Agriculture	21,882	18,520	20,346
Department of Banking and Insurance	66,010	68,589	66,703
Department of Community Affairs	111,096	127,721	120,517
Department of Corrections	931,467	935,168	967,974
Department of Education	2,541,178	3,087,399	2,848,355
Department of Environmental Protection	430,730	420,850	418,831
Department of Health and Senior Services	1,002,708	838,305	1,299,006
Department of Human Services	4,322,589	4,240,618	4,554,442
Department of Labor and Workforce Development	114,517	91,751	91,732
Department of Law and Public Safety	530,200	508,810	493,656
Department of Military and Veterans' Affairs	92,440	79,433	83,812
Department of Personnel	28,760	26,103	25,448
Department of State	1,120,415	1,130,763	1,164,520
Department of Transportation	1,286,204	1,105,069	1,171,607
Department of the Treasury	1,158,289	1,221,758	1,243,229
Miscellaneous Commissions	1,417	1,373	1,373
	13,765,609	13,907,597	14,576,818
Inter–Departmental Accts			
Inter–Departmental Services	477,600	521,362	529,496
Employee Benefits	1,511,265	1,785,815	1,924,865
Other Inter–Departmental Accounts	37,047	53,020	70,394
Salary Increases and Other Benefits	29,728	11,000	165,238
	2,055,640	2,371,197	2,689,993
Judicial Branch			
The Judiciary	477,715	523,964	526,073
	477,715	523,964	526,073
Total General Fund	*16,372,705*	*16,874,664*	*17,865,378*
CASINO CONTROL FUND – DIRECT STATE SERVICES			
Department of Law and Public Safety	35,079	35,799	35,799
Department of the Treasury	25,674	27,901	27,901
Total Casino Control Fund – Direct State Services	*60,753*	*63,700*	*63,700*

SCHEDULE 3
EXPENDITURES BUDGETED
(thousands of dollars)

	Fiscal Year Ending June 30		
	2003 Actual	2004 Estimated	2005 Estimated
CASINO REVENUE FUND			
Department of Health and Senior Services	351,661	300,473	332,324
Department of Human Services	23,265	118,737	118,737
Department of Labor and Workforce Development	2,440	2,440	2,440
Department of Law and Public Safety	86	92	92
Department of Transportation	24,934	25,458	25,287
Department of the Treasury	34,669	—	—
Total Casino Revenue Fund	*437,055*	*447,200*	*478,880*
GUBERNATORIAL ELECTIONS FUND – DIRECT STATE SERVICES			
Department of Law and Public Safety	—	—	8,870
PROPERTY TAX RELIEF FUND			
Department of Community Affairs	927,675	925,069	926,069
Department of Education	4,956,057	5,196,129	5,879,286
Department of Environmental Protection	10,179	10,453	8,000
Department of the Treasury	1,301,484	1,025,119	1,029,645
Total Property Tax Relief Fund	*7,195,395*	*7,156,770*	*7,843,000*
GRAND TOTAL EXPENDITURES BUDGETED	***24,065,908***	***24,542,334***	***26,259,828***

SCHEDULE 4
EXPENDITURES NOT BUDGETED
(thousands of dollars)

	Fiscal Year Ending June 30		
	2003 Actual	2004 Estimated	2005 Estimated
GENERAL FUNDS			
Dedicated Funds			
Chief Executive	1,268	1,100	1,100
Department of Agriculture	9,883	9,604	9,784
Department of Banking and Insurance	2,356	8,188	8,338
Department of Community Affairs	6,158	29,959	35,919
Department of Corrections	25,784	23,891	23,269
Department of Education	20,724	28,219	29,125
Department of Environmental Protection	19,933	42,164	51,311
Department of Health and Senior Services	1,036,377	117,425	125,700
Department of Human Services	544,408	581,987	548,359
Department of Labor and Workforce Development	141,903	150,554	152,314
Department of Law and Public Safety	159,542	225,177	240,625
Department of Military and Veterans' Affairs	3,343	2,089	2,121
Department of Personnel	—	4,896	4,632
Department of State	19,217	44,860	48,789
Department of Transportation	14,086	279,030	281,399
Department of the Treasury	853,659	911,629	901,228
Interdepartmental Accounts	—	—	3,000
The Judiciary	39,230	39,475	39,761
Total Dedicated Funds	*2,897,871*	*2,500,247*	*2,506,784*
Federal Funds			
Department of Agriculture	179,911	255,880	255,880
Department of Community Affairs	249,345	257,629	266,788
Department of Corrections	28,792	10,858	6,297
Department of Education	703,131	836,458	854,665
Department of Environmental Protection	52,787	220,486	221,033
Department of Health and Senior Services	1,373,995	1,828,288	1,483,676
Department of Human Services	3,554,054	3,865,735	3,925,216
Department of Labor and Workforce Development	316,754	368,102	373,526
Department of Law and Public Safety	130,474	191,631	199,052
Department of Military and Veterans' Affairs	49,314	55,414	30,967
Department of Personnel	270	—	—
Department of State	23,362	33,361	35,152
Department of Transportation	42,519	57,761	57,761
Department of the Treasury	4,161	4,076	5,638
Interdepartmental Accounts	461	—	—
The Judiciary	60,368	69,168	72,370
Total Federal Funds	*6,769,698*	*8,054,847*	*7,788,021*
Revolving Funds			
Legislature	14	—	—
Department of Community Affairs	9,072	9,630	9,858
Department of Corrections	30,145	28,101	29,852
Department of Education	3,489	4,531	4,648
Department of Environmental Protection	726	135	135
Department of Health and Senior Services	15,920	11,800	17,997
Department of Human Services	7,551	9,291	8,035
Department of Labor and Workforce Development	1,284	—	—
Department of Law and Public Safety	634	853	853
Department of State	1,231	1,293	1,293
Department of Transportation	574	—	—
Department of the Treasury	184,924	185,113	184,454
Total Revolving Funds	*255,564*	*250,747*	*257,125*
Total Expenditures General Fund	***9,923,133***	***10,805,841***	***10,551,930***
SPECIAL TRANSPORTATION TRUST FUND			
General	1,765,762	1,875,563	1,910,000
GRAND TOTAL EXPENDITURES NOT BUDGETED	***11,688,895***	***12,681,404***	***12,461,930***

NOTES

SUMMARY
REVENUES, EXPENDITURES AND FUND BALANCES
GENERAL STATE FUNDS
(thousands of dollars)

	Fiscal Year Ending June 30		
	2003 Actual	2004 Estimated	2005 Estimated
Beginning Balances July 1			
Undesignated Fund Balances			
General Fund	$ 292,255	$ 372,982	$ 400,000
Surplus Revenue Fund	---	---	---
Property Tax Relief Fund	---	---	---
Gubernatorial Elections Fund	---	706	2,206
Casino Control Fund	---	4,330	---
Casino Revenue Fund	---	---	---
Total Undesignated Fund Balances	292,255	378,018	402,206
Designated Fund Balances			
General Fund	944,710	863,940	863,940
Property Tax Relief Fund	---	---	---
Casino Control Fund	1,385	1,945	1,945
Casino Revenue Fund	---	---	---
Special Transportation Fund	---	---	---
Total Designated Fund Balances	946,095	865,885	865,885
Total Beginning Balances	*1,238,350*	*1,243,903*	*1,268,091*
Revenues			
General Fund			
State Revenues (Schedule I)	16,770,469	16,627,903	17,870,542
Other Revenues (Schedule II)	9,997,008	10,805,841	10,551,930
Property Tax Relief Fund (Schedule I)	6,735,282	7,240,000	7,843,000
Gubernatorial Elections Fund (Schedule I)	706	1,500	1,500
Casino Control Fund (Schedule I)	65,387	59,370	63,700
Casino Revenue Fund (Schedule I)	422,084	459,880	478,880
Special Transportation Fund (Schedule II)	1,685,004	1,875,563	1,910,000
Total Revenues	*35,675,940*	*37,070,057*	*38,719,552*
Other Adjustments			
General Fund			
Balances lapsed	---	134,571	---
From (To) Property Tax Relief Fund	(459,905)	126,528	
From (To) Gubernatorial Elections Fund	---	---	(5,164)
From (To) Casino Revenue Fund	(14,712)	12,680	---
4 % CBT Dedication	(33,939)	---	---
Health Benefits Activity	(26,578)	---	---
Budget vs GAAP adjustment	218,097	---	---
Miscellaneous	(154,645)	---	---
Property Tax Relief Fund			
From (To) General Fund	459,905	(126,528)	
Balances lapsed	---	43,298	---
Budget vs GAAP adjustment	208		

SUMMARY
REVENUES, EXPENDITURES AND FUND BALANCES
GENERAL STATE FUNDS
(thousands of dollars)

	Fiscal Year Ending June 30		
	2003 Actual	2004 Estimated	2005 Estimated
Gubernatorial Elections Fund			
From (To) General Fund	---	---	5,164
Casino Control Fund			
Budget vs GAAP adjustment	(304)	---	---
Miscellaneous	560		
Casino Revenue Fund			
From General Fund	14,712	(12,680)	---
Budget vs GAAP adjustment	259	---	---
Special Transportation Fund			
Budget vs GAAP adjustment	80,758	---	---
Total Other Adjustments	*84,416*	*177,869*	---
Total Available	*36,998,706*	*38,491,829*	*39,987,643*
Expenditures			
General Fund			
Expenditures Budgeted (Schedule III)	16,372,705	16,874,664	17,865,378
Expenditures Not Budgeted (Schedule IV)	9,923,133	10,805,841	10,551,930
Property Tax Relief Fund (Schedule III)	7,195,395	7,156,770	7,843,000
Gubernatorial Elections Fund (Schedule III)	---	---	8,870
Casino Control Fund (Schedule III)	60,753	63,700	63,700
Casino Revenue Fund (Schedule III)	437,055	447,200	478,880
Special Transportation Fund (Schedule IV)	1,765,762	1,875,563	1,910,000
Total Expenditures	*35,754,803*	*37,223,738*	*38,721,758*
Ending Balances June 30			
Undesignated Fund Balances			
General Fund	372,982	400,000	400,000
Property Tax Relief Fund	---	---	---
Gubernatorial Elections Fund	706	2,206	---
Casino Control Fund	4,330	---	---
Casino Revenue Fund	---	---	---
Total Undesignated Fund Balances	*378,018*	*402,206*	*400,000*
Designated Fund Balances			
General Fund	863,940	863,940	863,940
Property Tax Relief Fund	---	---	---
Casino Control Fund	1,945	1,945	1,945
Casino Revenue Fund	---	---	---
Special Transportation Fund	---	---	---
Total Designated Fund Balances	*865,885*	*865,885*	*865,885*
Total Ending Balances	$ 1,243,903	$ 1,268,091	$ 1,265,885

Revenues
FY 2004

(In Millions)

	FY2004 Approp. Act Revenues	FY2004 Adjusted Revenues	Change $	Change %
Income	$ 7,130	$ 7,240	$ 110	1.5
Sales	6,165	6,235	70	1.1
Corporate	2,055	2,247	192	9.3
Other*	8,655	8,667	12	0.1
Total	**$ 24,005**	**$ 24,389**	**$ 384**	1.6

* Includes CBT-Energy

Revenues
FY2005

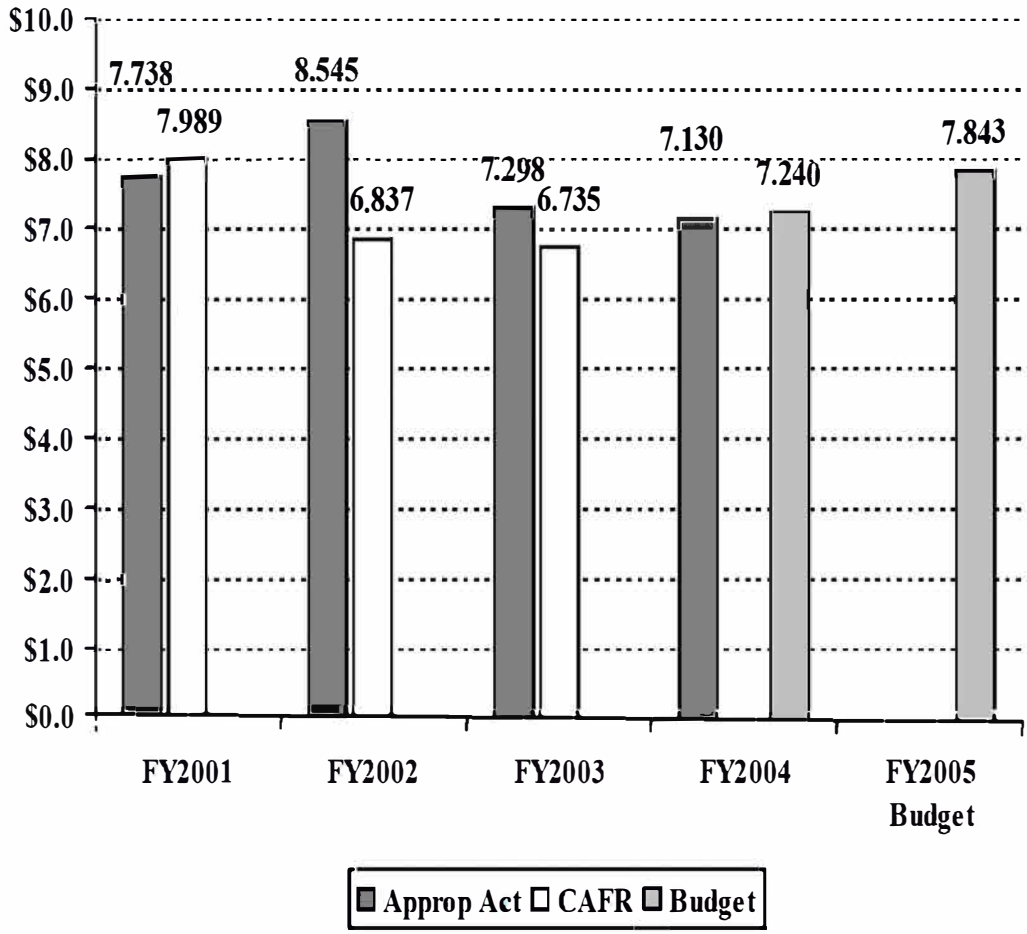
(In Millions)

	FY2004 Adjusted Revenues	FY2005 Revenues	Change $	Change %
Income	$ 7,240	$ 7,843	$ 603	8.3
Sales	6,235	6,575	340	5.5
Corporate	2,247	2,392	145	6.5
Other*	8,667	9,448	781	9.0
Total	**$ 24,389**	**$ 26,258**	**$ 1,869**	**7.7**

* Includes CBT - Energy.

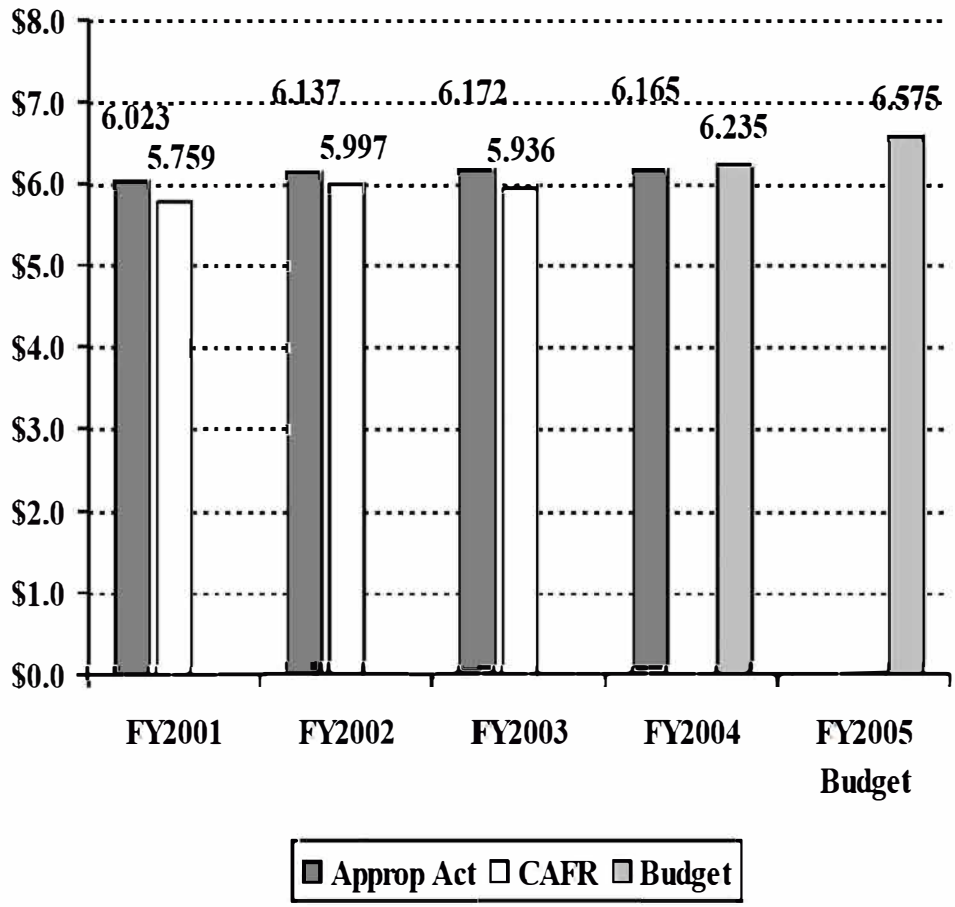
GROSS INCOME TAX

(In Billions)



SALES TAX

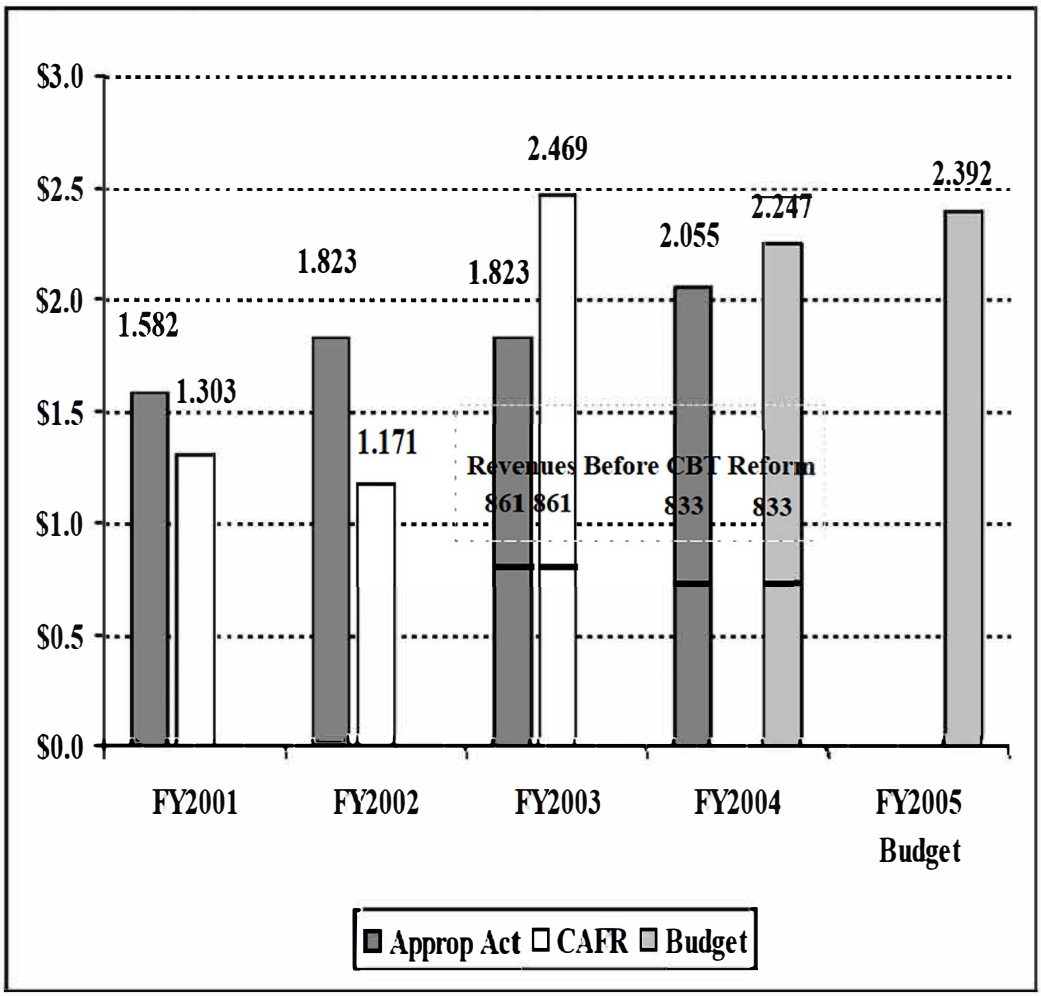
(In Billions)



Sales excludes energy

CORPORATE BUSINESS TAX

(In Billions)



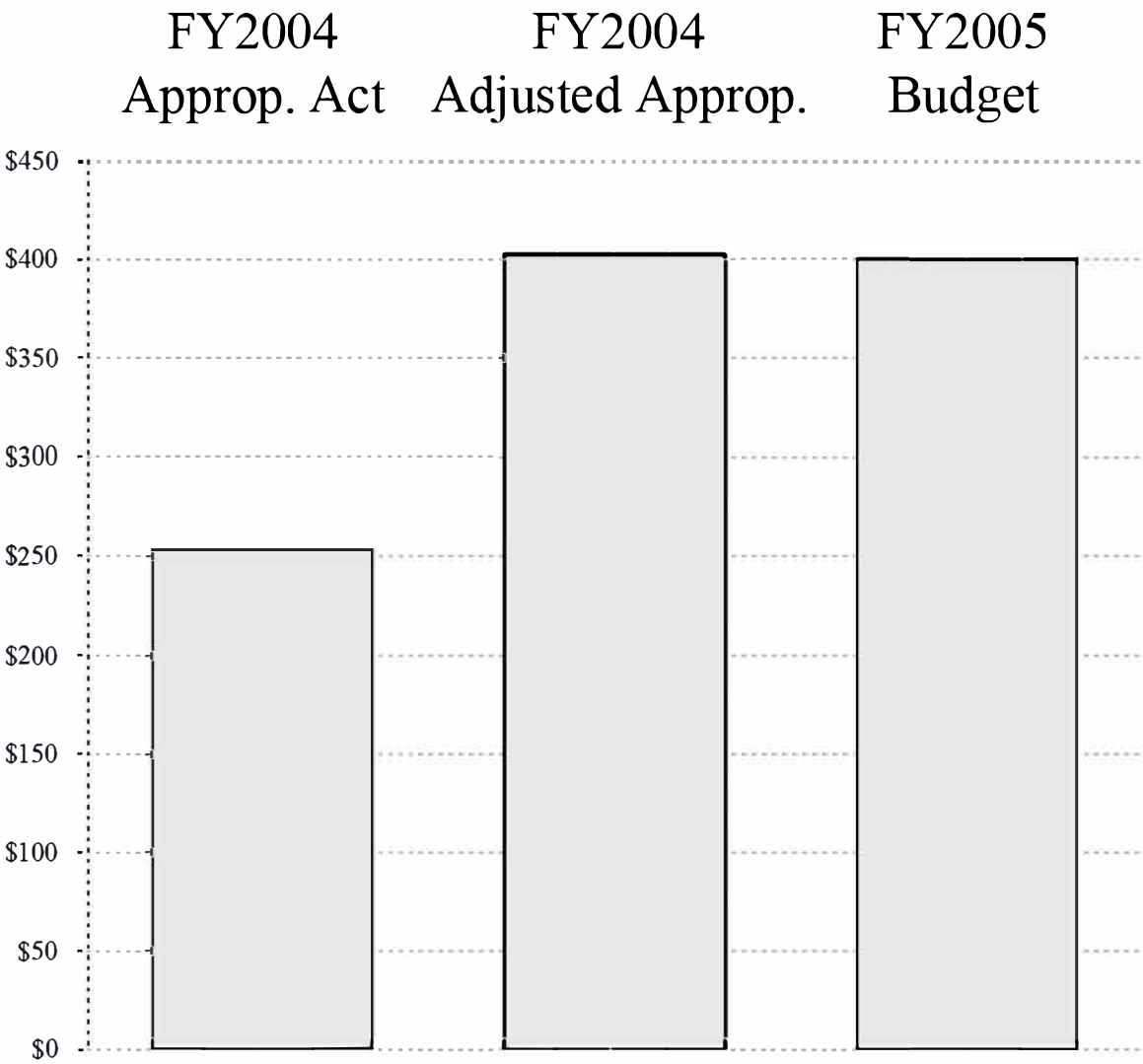
CBT excludes energy

Nonrecurring Resources
(In Millions)

	FY 2003	FY 2004	FY 2005	
Tobacco Securitization	$1,557	$1,612	$-	
New Revenue Securitization	-	-	1,520	
Unemployment Insurance Fund	325	325	100	
Federal Stimulus	106	433	-	
PAAD Waiver	147	148	-	
CBT Revenue	651	-	-	
Car Registration Acceleration	-	-	30	
Unclaimed Property	100	-	-	
Nursing Home Assessment	-	51	-	
State Disability Fund	-	30	110	
Motor Vehicle Amnesty	-	53	-	
Securities Enforcement Collections	-	10	2	
Real Estate Guarantee	-	1	-	
NJ Redevelopment Authority	-	9	-	
Hotel Revenue State Share	-	25	-	
Economic Development Authority	-	30	-	
Toll Road Revenue TIF	22	22	-	
Catastrophic Illness in Children Relief Fund	-	4	-	
Drug Enforcement Demand Reduction	4	3	1	
Educational Facilities Authority	-	-	2	
Federal TANF Balances	70	86	18	
VOI/TIS Federal Funds	12	12	-	
Cash Management Fund	20	-	-	
Free Public Schools	25	-	-	
Meadowlands Commission	62	-	-	
Sanitary Landfill Contingency	6	6	-	
Secondary Injury Fund	20	-	-	
Surplus Lines	43	-	-	
UMDNJ Self Insurance Fund	77	-	-	
UEZ Balances	37	-	-	
*Change FY 2004 v. FY 2005	$3,284	$2,860	$1,783	$ (1,077) *

Surplus

(In Millions)



FY2005 Revenue Actions

(In Millions)

Revenues		
	NOL Suspension Continued	275
	Polluter Taxes:	
	Petro Chemical Environmental Impact Fee	150
	New Jersey Spill Compensation Fund	20
	Hazardous Waste Disposal	11
	Air Toxics	6
	Cigarette Tax	135
	State Disability Fund	110
	Motor Vehicle Fee Acceleration	90
	Realty Transfer Fee	70
	Transitional Energy Facilities Assessments Extension	54
	New Motor Vehicle Surcharge	50
	Wireless Communication/Cell Tower Assessment	33
	Enhanced Enforcement	25
	Assessment on Houses Greater Than $1 Million	24
	Tire Clean-Up Surcharge	12
	Miscellaneous	13
	Total Revenue Solutions	$ 1,078
Revenues Offsetting Spending		
	Unemployment Insurance - Charity Care/Medicaid	$ 100
	Outpatient Visit Assessment - Charity Care	34
	Hospital Ambulatory License - Charity Care	31
	Total Revenues Offsetting Spending	$ 165
	Total	$ 1,243

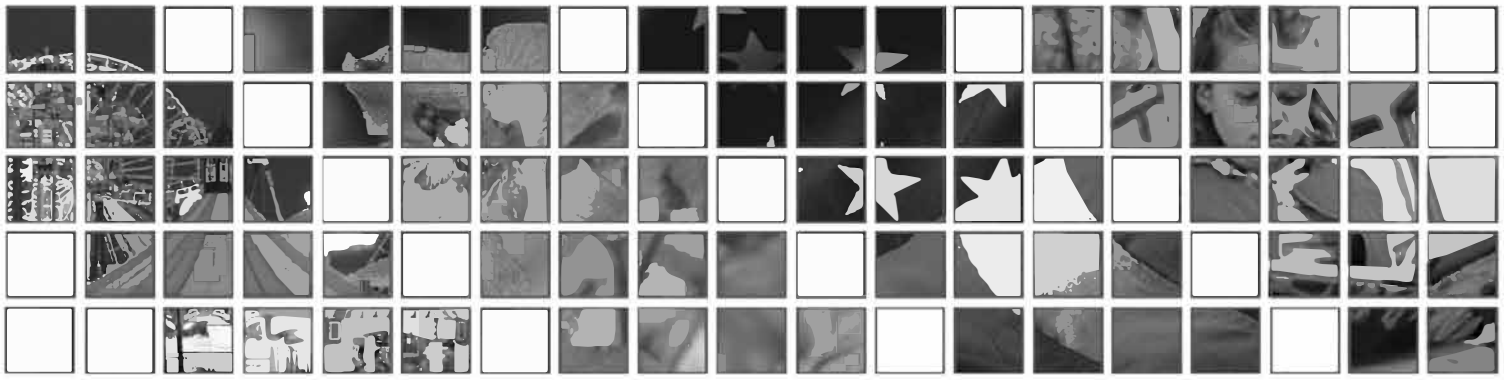
NOTES

Department and Branch Recommendations

This sub-division of the Budget includes appropriations, expenditures and programmatic evaluation data for the Legislature, State Departments and the Judiciary. A single unified presentation provides a comprehensive view of all of a department's operations across all fund categories (Direct State Services, Grants-In-Aid, State Aid and Capital Construction) and funds (General Fund and Dedicated Funds). The four major dedicated funds included are Property Tax Relief Fund, Casino Control Fund, Casino Revenue Fund and the Gubernatorial Election Fund.

Direct State Services support the operation of State programs. Grants-In-Aid represent funds, which are allocated to various public, and private, non-profit agencies for State supported services. State Aid comprises recommendations for payments by the State to or on behalf of a local unit of government, including school districts, municipalities and counties. Capital Construction includes funds for various equipment, renovation and construction of facilities, and infrastructure projects such as roads, bridges, and wastewater treatment systems.

Departmental presentations in alphabetical order. Within departments activities are grouped by Statewide Programs;
Departmental overview with total Direct State Services funding recommendations by program and spending object;
Objectives for each program;
Purpose of department divisions and programs;
Evaluation data detailing measures of performance, effectiveness and efficiency;
Three-year comparison of prior year expenditures, current year appropriations and Governor McGreevey's major budget recommendations for each program.



LEGISLATURE

OVERVIEW

The Legislature is the State's highest lawmaking body. It is one of the three separate and independent branches of government that make up the checks and balances system created by the New Jersey Constitution and is empowered to appropriate funds for the operation of State government. The 40 members of the Senate are elected for a term of four years. The 80 members of the Assembly are elected for a term of two years. The Office of Legislative Services, a nonpartisan agency that provides legislators with economic and budget analyses required for making legislative decisions, is also a part of the legislative branch. Legislative commissions assist in the legislative process by providing in-depth studies, holding public hearings, and making recommendations on select issues as they arise.

Budget Highlights

The fiscal 2005 recommendation for the Legislature is $72.5 million. It provides $11.5 million to the Senate and $18.9 million to the Assembly. The recommendation also provides $27.4 million to the Office of Legislative Services and $14.7 million to the various legislative commissions.

The fiscal 2005 Recommended Budget provides line-item appropriations to seven legislative commissions:

The Intergovernmental Relations Commission ($396,000) provides funding which permits the State of New Jersey to participate as a member of national and regional organizations.

The Joint Committee On Public Schools ($335,000) provides an ongoing study of the system of free public schools--its financing, administration, and operations.

The Commission on Business Efficiency in the Public Schools ($110,000) studies and recommends improvements that will result in greater efficiency in the operation of public schools.

The State Commission of Investigation (SCI) has received a fiscal 2005 appropriation of $4.4 million, which is an increase of $588,000 or 15% over its fiscal 2004 appropriation of $3.8 million. SCI probes organized crime and improprieties in the conduct of public-funded programs. The Commission has repeatedly demonstrated its ability to uncover and document waste, fraud, and abuse at all levels of government via investigations that have resulted in actions to recoup millions of dollars in tax revenues.

The New Jersey Law Revision Commission ($321,000) promotes and encourages the clarification and simplification of New Jersey laws.

The State Capitol Joint Management Commission ($9.0 million) ensures the artistic, historical and architectural integrity of any restoration or preservation project at the State House, the State House Annex, and the adjacent environs, and manages the capitol complex, including the security and janitorial services.

The Clean Ocean And Shore Trust Committee ($144,000) studies strategies to enhance coastal tourism, and preserve, protect, maintain, and restore the natural and scenic resources and the environmental integrity of the Hudson--Raritan estuary and the New York/New Jersey Bight area. The coasts of NY and NJ, along with a strong ocean current, create a triangular mini-sea wedge within the ocean, which is officially known as the NY/NJ Bight.

LEGISLATURE

SUMMARY OF APPROPRIATIONS BY FUND

(thousands of dollars)

Year Ending June 30, 2003						Year Ending June 30, 2005		
Orig. & (S)Supplemental	Reapp. & (R)Recpts.	Transfers & (E)Emergencies	Total Available	Expended		2004 Adjusted Approp.	Requested	Recommended
72,338	11,686	-40	83,984	73,432	Direct State Services	71,906	72,524	72,494
---	406	---	406	309	Capital Construction	---	---	---
72,338	12,092	-40	84,390	73,741	Total General Fund	71,906	72,524	72,494
72,338	*12,092*	*-40*	*84,390*	*73,741*	*GRAND TOTAL*	*71,906*	*72,524*	*72,494*

SUMMARY OF APPROPRIATIONS BY PROGRAM
(thousands of dollars)

Year Ending June 30, 2003						Year Ending June 30, 2005	
Orig. & (S)Supplemental	Reapp. & (R)Recpts.	Transfers & (E)Emergencies	Total Available	Expended		2004 Adjusted Approp.	Requested	Recommended
					DIRECT STATE SERVICES - GENERAL FUND			
					Legislative Activities			
11,167	2,218	---	13,385	11,222	Senate	11,494	11,494	11,494
17,511	2,643	280	20,434	18,173	General Assembly	18,905	18,905	18,905
27,966	2,545	-320	30,191	29,514	Legislative Support Services	27,388	27,388	27,388
56,644	*7,406*	*-40*	*64,010*	*58,909*	*Subtotal*	*57,787*	*57,787*	*57,787*
					Legislative Commissions and Committees			
15,694	4,280	---	19,974	14,523	Legislative Commission	14,119	14,737	14,707
72,338	*11,686*	*-40*	*83,984*	*73,432*	*Subtotal Direct State Services - General Fund*	*71,906*	*72,524*	*72,494*
72,338	*11,686*	*-40*	*83,984*	*73,432*	*TOTAL DIRECT STATE SERVICES*	*71,906*	*72,524*	*72,494*
					CAPITAL CONSTRUCTION			
					Legislative Activities			
---	406	---	406	309	Legislative Support Services	---	---	---
---	*406*	---	*406*	*309*	*Subtotal Capital Construction*	---	---	---
72,338	*12,092*	*-40*	*84,390*	*73,741*	*TOTAL APPROPRIATION*	*71,906*	*72,524*	*72,494*

70. GOVERNMENT DIRECTION, MANAGEMENT AND CONTROL

71. LEGISLATIVE ACTIVITIES

0001. SENATE

Under the Constitution, as amended in 1966, certified by the Apportionment Commission and modified by the Supreme Court, the legislative power is vested in a Senate of 40 members and a General Assembly of 80 members with one Senator and two members of the General Assembly being elected from each of 40 legislative districts, apportioned according to population based on the latest decennial census. All members of the Senate and the Assembly were elected in November 2003. Senators are elected for a term of four years and members of the General Assembly for a term of two years.

The compensation of members of the Legislature is $49,000 per year (C52:10A-1). The President of the Senate and the Speaker of the General Assembly, by virtue of their offices, receive an additional allowance equal to one-third of their compensation.

EVALUATION DATA

	Actual FY 2002	Actual FY 2003	Revised FY 2004	Budget Estimate FY 2005
PERSONNEL DATA				
Position Data				
Filled Positions by Funding Source				
State Supported	55	52	42	-
Total Positions	55	52	42	-
Filled Positions by Program Class				
Senate	55	52	42	-
Total Positions	55	52	42	-

Notes:

Actual payroll counts are reported for fiscal years 2002 and 2003 as of December and revised fiscal year 2004 as of September. Not included are the 40 Senators and part-time positions. The funded position count for fiscal year 2005 will be determined by the Legislature.

APPROPRIATIONS DATA
(thousands of dollars)

Year Ending June 30, 2003								Year Ending June 30, 2005	
Orig. & (S)Supple-mental	Reapp. & (R)Recpts.	Transfers & (E)Emer-gencies	Total Available	Expended		Prog. Class.	2004 Adjusted Approp.	Requested	Recom-mended
					DIRECT STATE SERVICES				
					Distribution by Fund and Program				
11,167	2,218	---	13,385	11,222	Senate	01	11,494	11,494	11,494
11,167	***2,218***	***---***	***13,385***	***11,222***	*Total Direct State Services*		***11,494***	***11,494***	***11,494***
					Distribution by Fund and Object				
					Personal Services:				
---	---	---	---	1,975	Senators (40)		1,990	1,990	1,990
10,367	705	---	11,072	4,320	Salaries and Wages		4,304	4,304	4,304
---	---	---	---	4,315	Members' Staff Services		4,400	4,400	4,400
10,367	*705*	---	*11,072*	*10,610*	*Total Personal Services*		*10,694*	*10,694*	*10,694*
150	218	---	368	76	Materials and Supplies		150	150	150
540	967	---	1,507	526	Services Other Than Personal		540	540	540
80	328	---	408	9	Maintenance and Fixed Charges		80	80	80
30	---	---	30	1	Additions, Improvements and Equipment		30	30	30
11,167	***2,218***	***---***	***13,385***	***11,222***	*Grand Total State Appropriation*		***11,494***	***11,494***	***11,494***

Notes -- Direct State Services - General Fund

(a) The fiscal year 2004 appropriation has been adjusted for the allocation of salary program in accordance with the provisions of P.L. 2003, c.122 (Fiscal Year 2004 Appropriations Act).

Language Recommendations -- Direct State Services - General Fund

The unexpended balance as of June 30, 2004 in this account is appropriated.

70. GOVERNMENT DIRECTION, MANAGEMENT AND CONTROL
71. LEGISLATIVE ACTIVITIES
0002. GENERAL ASSEMBLY

EVALUATION DATA

	Actual FY 2002	Actual FY 2003	Revised FY 2004	Budget Estimate FY 2005
PERSONNEL DATA				
Position Data				
Filled Positions by Funding Source				
State Supported	68	71	66	-
Total Positions	68	71	66	-
Filled Positions by Program Class				
General Assembly	68	71	66	-
Total Positions	68	71	66	-

Notes:

Actual payroll counts are reported for fiscal years 2002 and 2003 as of December and revised fiscal year 2004 as of September. Not included are the 80 State Assemblypersons and part-time positions. The funded position count for fiscal year 2005 will be determined by the Legislature.

APPROPRIATIONS DATA
(thousands of dollars)

Year Ending June 30, 2003 Orig. & (S)Supplemental	Reapp. & (R)Recpts.	Transfers & (E)Emergencies	Total Available	Expended		Prog. Class.	2004 Adjusted Approp.	Year Ending June 30, 2005 Requested	Recommended
					DIRECT STATE SERVICES				
					Distribution by Fund and Program				
17,511	2,643	280	20,434	18,173	General Assembly	02	18,905	18,905	18,905
17,511	*2,643*	*280*	*20,434*	*18,173*	*Total Direct State Services*		*18,905* [a]	*18,905*	*18,905*
					Distribution by Fund and Object				
					Personal Services:				
---	---	---	---	3,959	Assemblypersons (80)		3,937	3,937	3,937
16,646	725	280	17,651	4,882	Salaries and Wages		5,303	5,303	5,303
---	---	---	---	8,504	Members' Staff Services		8,800	8,800	8,800
16,646	*725*	*280*	*17,651*	*17,345*	*Total Personal Services*		*18,040*	*18,040*	*18,040*
125	144	---	269	110	Materials and Supplies		120	120	120
620	1,429	---	2,049	644	Services Other Than Personal		640	640	640
110	67	---	177	70	Maintenance and Fixed Charges		100	100	100
					Special Purpose:				
---	100	---	100	---	Transition Expense	02	---	---	---
10	178	---	188	4	Additions, Improvements and Equipment		5	5	5
17,511	*2,643*	*280*	*20,434*	*18,173*	*Grand Total State Appropriation*		*18,905*	*18,905*	*18,905*

Notes -- Direct State Services - General Fund

(a) The fiscal year 2004 appropriation has been adjusted for the allocation of salary program in accordance with the provisions of P.L. 2003, c.122 (Fiscal Year 2004 Appropriations Act).

Language Recommendations -- Direct State Services - General Fund

The unexpended balance as of June 30, 2004 in this account is appropriated.

70. GOVERNMENT DIRECTION, MANAGEMENT AND CONTROL

71. LEGISLATIVE ACTIVITIES

0003. OFFICE OF LEGISLATIVE SERVICES

The Office of Legislative Services was established under the provisions of the Legislative Services Law , P.L. 1979, c. 8 and amended by P.L. 1985, c. 162 (C52:11-54 et seq.) which merged the former Office of Fiscal Affairs and the Legislative Services Agency. The Office is under the Legislative Services Commission and provides nonpartisan staff services for the Legislature through an Executive Director, an Administrative Unit and Divisions of Legal Services, State Auditing, Information and Research, and Budget and Finance.

OBJECTIVES

1. To provide legal, fiscal, research and information services to the members and officers of the Legislature and its committees and commissions.
2. To provide administrative services on behalf of the Legislature in the areas of purchasing, data processing, facilities, public educational programs and legislative district offices.
3. To provide continuous revision of the general and permanent statute law of the State; to prepare and submit to the Legislature for its action, legislative bills designed to revise such portions of the general and permanent statute law as in the judgment of the commission may be necessary to remedy defects therein, to accomplish improvement thereof and to maintain the same in revised, consolidated and simplified form under the general plan and classification of the Revised Statutes.
4. To study the methods, practices and procedures employed by the Legislature and make such recommendations for their improvement and modernization as the commission shall deem desirable.

PROGRAM CLASSIFICATIONS

03. **Legislative Support Services.** This function encompasses the following: Office of the Executive Director, Office of the Legislative Counsel, Central Management Unit, Office of the State Auditor, Office of the Legislative Budget and Finance Officer, Data Management Unit and the Administrative Unit.

Office of the Executive Director--Supervises and directs the office; conducts the district office leasing program and the related district office program for the Legislature.

Office of the Legislative Counsel--Acts as counsel to the Legislature; furnishes the Legislature with legal opinions as to the subject matter and legal effect of statutes and statutory proposals and parliamentary law and legislative procedure; provides standards for the examination and editing of all proposed bills and resolutions for compliance with prescribed form; conducts a continuous examination of statutory law and court decisions for the purpose of preparing legislation to correct defects and to revise and modernize the statutory law; assigns compilation numbers to newly enacted laws.

Central Management Unit--Provides staff for legislative standing reference committees and such other committees and commissions as directed; prepares informational memoranda and reports on legislative matters, drafts of bills, resolutions and bill amendments.

Office of Public Information--Operates a public information service; records proceedings of hearings; prepares and distributes various legislative documents.

Office of the State Auditor--Performs a comprehensive financial post-audit of the State and all of its agencies. The division examines and audits accounts, reports and statements and, in addition, makes independent verification of all assets and liabilities, revenues and expenditures, policies and programs. The division makes, or causes to be made, studies and reports with respect to economy, internal management control and compliance with laws and regulations of the operation of State or State-supported agencies.

Office of the Legislative Budget and Finance Officer--Collects and assembles information with reference to the fiscal affairs of the State, examines all requests for appropriations and claims against the State; provides the Legislature with expenditure information and performance analyses of programs and transactions; examines and processes fiscal notes.

Data Management Unit--Supervises the operation, maintenance and security of the legislative computer system.

Administrative Unit--Handles personnel, budgeting, accounting, purchasing, space acquisition and assignment and other centralized services for the Office of Legislative Services as well as the administration of legislative printing.

EVALUATION DATA

	Actual FY 2002	Actual FY 2003	Revised FY 2004	Budget Estimate FY 2005
PERSONNEL DATA				
Position Data				
Filled Positions by Funding Source				
State Supported	327	336	346	-
Total Positions	327	336	346	-
Filled Positions by Program Class				
Legislative Support Services	327	336	346	-
Total Positions	327	336	346	-

Notes:

Actual payroll counts are reported for fiscal years 2002 and 2003 as of December and revised fiscal year 2004 as of September. The funded position count for fiscal year 2005 will be determined by the Legislature.

APPROPRIATIONS DATA
(thousands of dollars)

Year Ending June 30, 2003								Year Ending June 30, 2005	
Orig. & (S)Supplemental	Reapp. & (R)Recpts.	Transfers & (E)Emergencies	Total Available	Expended		Prog. Class.	2004 Adjusted Approp.	Requested	Recommended
					DIRECT STATE SERVICES				
					Distribution by Fund and Program				
27,966	2,545	-320	30,191	29,514	Legislative Support Services	03	27,388	27,388	27,388
27,966	*2,545*	*-320*	*30,191*	*29,514*	*Total Direct State Services*		*27,388*	*27,388*	*27,388*
					Distribution by Fund and Object				
					Personal Services:				
19,368	357	780	20,505	19,989	Salaries and Wages		19,368	19,368	19,368
19,368	*357*	*780*	*20,505*	*19,989*	*Total Personal Services*		*19,368*	*19,368*	*19,368*
1,015	487	-400	1,102	1,084	Materials and Supplies		1,065	1,065	1,065
2,577	1,038	-100	3,515	3,463	Services Other Than Personal		2,091	2,527	2,527
3,707	182	-550	3,339	3,333	Maintenance and Fixed Charges		3,017	3,681	3,681

Year Ending June 30, 2003								Year Ending June 30, 2005	
Orig. & (S)Supplemental	Reapp. & (R)Recpts.	Transfers & (E)Emergencies	Total Available	Expended		Prog. Class.	2004 Adjusted Approp.	Requested	Recommended
					DIRECT STATE SERVICES				
					Special Purpose:				
29	---	---	29	29	Affirmative Action and Equal Employment Opportunity	03	29	29	29
57 S	187	---	244	224	Continuation and Expansion of Data Processing Systems	03	1,100 S	---	---
476 S	17	---	493	488	Statute Challenges Fund	03	---	---	---
69	---	---	69	69	Henry J. Raimondo New Jersey Legislative Fellows Program	03	69	69	69
32					Additions, Improvements and				
636 S	277	-50	895	835	Equipment		22 627 S	649	649
					CAPITAL CONSTRUCTION				
					Distribution by Fund and Program				
---	406	---	406	309	Legislative Support Services	03	---	---	---
---	*406*	---	*406*	*309*	*Total Capital Construction*		---	---	---
					Distribution by Fund and Object				
					Office of Legislative Services				
---	406	---	406	309	Space Planning, Restore and Renovate Historical State House & Annex	03	---	---	---
27,966	*2,951*	*-320*	*30,597*	*29,823*	*Grand Total State Appropriation*		*27,388*	*27,388*	*27,388*

Language Recommendations -- Direct State Services - General Fund

The unexpended balance as of June 30, 2004 in this account is appropriated.

Such sums as may be required for the cost of information system audits performed by the State Auditor are funded from the departmental data processing accounts of the department in which the audits are performed.

In addition to the amounts appropriated hereinabove, there is appropriated an amount not to exceed $5,983,000 less any funds previously appropriated in fiscal year 2004 for this purpose, as determined by the Computer Executive Group of the Legislative Information Systems Committee of the Legislative Services Commission, for the continuation and expansion of data processing systems for the Legislature in order to plan, acquire, and install a comprehensive electronic data processing system, including software acquisition and training in connection with the system. No amounts so determined shall be obligated, expended or otherwise made available without the written prior authorization of the Senate President and the Speaker of the General Assembly.

Receipts derived from fees and charges for public access to legislative information systems and the unexpended balance as of June 30, 2004 of such receipts are appropriated and shall be credited to a non-lapsing revolving fund established in and administered by the Office of Legislative Services for the purpose of continuing to modernize, maintain, and expand the dissemination and availability of legislative information.

Such sums as are required for Master Lease payments, subject to the approval of the Director of the Division of Budget and Accounting and the Legislative Budget and Finance Officer, are appropriated.

The Office of Legislative Services shall monitor, review and report to both houses of the Legislature on each new anti-smoking initiative funded in fiscal years 2001, 2002, 2003, and 2004 from the Tobacco Settlement Fund.

70. GOVERNMENT DIRECTION, MANAGEMENT AND CONTROL
77. LEGISLATIVE COMMISSIONS AND COMMITTEES

The functions of the Intergovernmental Relations Commission (C52:9B-1 et seq.) are to participate as a member of regional and national commissions; to confer with officials of other states and the Federal government; to formulate proposals for cooperation between this State and other states and with the Federal government and to maintain liaison with inter-governmental agencies.

The functions of the Joint Committee on Public Schools Commission (C52:9B-1 et seq.) are to participate as a member of regional and national commissions; to confer with officials of other states and the Federal government; to formulate proposals for cooperation between this State and other states and with the Federal government and to maintain liaison with inter-governmental agencies.

The State Commission of Investigation (C52:9M-1) conducts investigations in connection with the effective enforcement of the laws of the State, with particular reference to organized crime and racketeering, the conduct of public officers and public employees, and of officers and employees of public corporations and authorities. The Commission, in addition, performs investigations

at the direction of the Legislature or the Governor and recommends legislative or regulatory changes.

The Commission on Business Efficiency in the Public Schools (P.L. 1979, c.69) was established to develop and implement a five-year plan to monitor the recommendations of the task force on business efficiency and to recommend to the Legislature such statutory changes as may become necessary to facilitate improvements in the business efficiency of the public schools.

The functions of the Apportionment Commission, pursuant to Article IV, Section III of the New Jersey State Constitution, are to establish Senate and Assembly districts and apportion the senators and members of the General Assembly among them within one month of receipt by the Governor of the official decennial census of the United States for New Jersey.

The New Jersey Law Revision Commission (created by P.L. 1985, c.498) was established to promote and encourage the clarification and simplification of the laws of New Jersey. The Commission conducts a continuous examination of the general and permanent statutory law and related judicial decisions for the purpose of discovering defects and anachronisms.

The function of the New Jersey Redistricting Commission is to formulate Congressional districts in New Jersey for the election of members to the United States House of Representatives. The districts remain unaltered through the next year ending in zero in which a federal census for New Jersey is taken, unless the districts are ruled invalid by New Jersey or United States courts.

The State Capitol Joint Management Commission was created by P.L. 1992, c.67 for the purpose of maintaining, monitoring, and preserving the architectural, historical, cultural and artistic integrity of any completed project whose purpose is to restore, preserve or improve the capitol complex. The complex consists of the State House, the State House Annex and the adjacent environs. The eight-member commission is equally represented by four members from the executive branch of State government and four members from the legislative branch.

The New Jersey Information Resources Management Commission was created by P.L. 1993, c.199 for the purpose of initiating and overseeing an ongoing statewide information management planning process in the three branches of State government. The commission's membership is comprised of fifteen members--four from the Executive branch; four from the Legislative branch; one from the Judicial Branch and six public members of whom two each are appointed by the Governor, the President of the Senate and the Speaker of the General Assembly.

The Clean Ocean and Shore Trust Commission was created by P.L. 1993, c.57 for the purpose of creating an 18 member bi-state committee, to be known as the Clean Ocean and Shore Trust (COAST) Committee. The committee studies strategies to preserve, protect, maintain, and restore the natural and scenic resources and the environmental integrity of the Hudson--Raritan estuary and the New York--New Jersey Bight area and to enhance coastal tourism.

The School Transportation Study Commission was created by P.L. 1998, c.110 for the purpose of creating a 26 member body to be known as the School Transportation Study Commission. The Commission investigates the advisability of alternative systems for providing school transportation in this state, including a county or regionally based transportation system. The Commission also examines the issues of courtesy busing, safety busing, special education busing, and non-public school busing, and the ways in which these aspects of school transportation may be provided in a more equitable and cost-effective manner.

EVALUATION DATA

	Actual FY 2002	Actual FY 2003	Revised FY 2004	Budget Estimate FY 2005
PERSONNEL DATA				
Position Data				
Filled Positions by Funding Source				
State Supported	43	43	48	-
Total Positions	43	43	48	-
Filled Positions by Program Class				
Legislative Commission	43	43	48	-
Total Positions	43	43	48	-

Notes:

Actual payroll counts are reported for fiscal years 2002 and 2003 as of December and revised fiscal 2004 as of September.
The funded position count for fiscal 2005 will be determined by the Legislature.

APPROPRIATIONS DATA
(thousands of dollars)

Year Ending June 30, 2003								Year Ending June 30, 2005	
Orig. & (S)Supplemental	Reapp. & (R)Recpts.	Transfers & (E)Emergencies	Total Available	Expended		Prog. Class.	2004 Adjusted Approp.	Requested	Recommended
					DIRECT STATE SERVICES				
					Distribution by Fund and Organization				
413	74	---	487	388	Intergovernmental Relations Commission		396	396	396

LEGISLATURE

Year Ending June 30, 2003								Year Ending June 30, 2005	
Orig. & (S)Supplemental	Reapp. & (R)Recpts.	Transfers & (E)Emergencies	Total Available	Expended		Prog. Class.	2004 Adjusted Approp.	Requested	Recommended
					DIRECT STATE SERVICES				
350	202	---	552	104	Joint Committee on Public Schools		335	335	335
3,981	1,892	---	5,873	3,523	State Commission of Investigation		3,812	4,400	4,400
115	39	---	154	123	Commission on Business Efficiency In the Public Schools		110	120	110
950	2	---	952	874	Apportionment Commission		---	---	---
335	132	---	467	278	New Jersey Law Revision Commission		321	335	321
---	16	---	16	4	New Jersey Redistricting Commission		---	---	---
9,400	1,808	---	11,208	9,073	State Capitol Joint Management Commission		9,001	9,001	9,001
150	115	---	265	156	Clean Ocean and Shore Trust Committee		144	150	144
					Distribution by Fund and Program				
15,694	4,280	---	19,974	14,523	Legislative Commission	09	14,119	14,737	14,707
15,694	***4,280***	***---***	***19,974***	***14,523***	*Total Direct State Services*		***14,119***	***14,737***	***14,707***
					Distribution by Fund and Object				
					Personal Services:				
---	13	225	238	234	Salaries and Wages		---	---	---
---	*13*	*225*	*238*	*234*	*Total Personal Services*		---	---	---
					Intergovernmental Relations Commission				
30	62	---	92	5	Expenses of Commission	09	29	29	29
151	4	---	155	151	The Council of State Governments	09	145	145	145
171	4	---	175	171	National Conference of State Legislatures	09	164	164	164
36	4	---	40	36	Eastern Trade Council - The Council of State Governments	09	34	34	34
25	---	---	25	25	Northeast States Association for Agriculture Stewardship--The Council of State	09	24	24	24
					Joint Committee on Public Schools				
350	202	---	552	104	Expenses of Commission	09	335	335	335
					State Commission of Investigation				
3,981	1,892	---	5,873	3,523	Expenses of Commission	09	3,812	4,400	4,400
					Commission on Business Efficiency In the Public Schools				
115	39	---	154	123	Expenses of Commission	09	110	120	110
					Apportionment Commission				
950 S	2	---	952	874	Expenses of Commission	09	---	---	---
					New Jersey Law Revision Commission				
335	119	-225	229	44	Expenses of Commission	09	321	335	321
					New Jersey Redistricting Commission				
---	16	---	16	4	Expenses of Commission	09	---	---	---
					State Capitol Joint Management Commission				
9,400	1,808	---	11,208	9,073	Expenses of Commission	09	9,001	9,001	9,001

Year Ending June 30, 2003								Year Ending June 30, 2005	
Orig. & (S)Supplemental	Reapp. & (R)Recpts.	Transfers & (E)Emergencies	Total Available	Expended		Prog. Class.	2004 Adjusted Approp.	Requested	Recommended
					DIRECT STATE SERVICES				
					Clean Ocean and Shore Trust Committee				
150	115	---	265	156	Expenses of Commission	09	144	150	144
15,694	*4,280*	---	*19,974*	*14,523*	*Grand Total State Appropriation*		*14,119*	*14,737*	*14,707*

Language Recommendations -- Direct State Services - General Fund

The unexpended balances as of June 30, 2004 in these accounts are appropriated.

Such sums as are required for the establishment and operation of the Apportionment Commission are appropriated, subject to the approval of the Director of the Division of Budget and Accounting and the Legislative Budget and Finance Officer.

Such sums as are required for the establishment and operation of the New Jersey Redistricting Commission are appropriated, subject to the approval of the Director of the Division of Budget and Accounting and the Legislative Budget and Finance Officer.

Receipts from the rental of the Cafeteria and the Welcome Center and any other facility under the jurisdiction of the State Capitol Joint Management Commission are appropriated to defray custodial, security, maintenance and other related costs of these facilities.

NOTES

CHIEF EXECUTIVE

OVERVIEW

In the State of New Jersey, the Office of the Chief Executive, also referred to as the Governor's Office, includes the Governor and staff that assist in the execution of the Governor's constitutional powers and duties.

The Governor is the State's chief operating officer, and the Governor's Office assists in directing and coordinating the activities of the various State departments. These duties include the implementation of new laws and activities, as well as ongoing responsibilities associated with existing laws, and other essential aspects of governing. The Office is active in the review and formulation of proposals of law that are ultimately submitted to the State Legislature. Staff assist in the development of public policy affecting the citizens of the State, and in the implementation of the State's fiscal plan once it is adopted.

The fiscal 2005 budget for the Office of the Chief Executive totals $5.3 million, a decrease of $100,000, or an estimated 2.0%, under the fiscal 2004 adjusted appropriation of $5.4 million.

CHIEF EXECUTIVE

SUMMARY OF APPROPRIATIONS BY FUND

(thousands of dollars)

Year Ending June 30, 2003						Year Ending June 30, 2005		
Orig. & (S)Supplemental	Reapp. & (R)Recpts.	Transfers & (E)Emergencies	Total Available	Expended		2004 Adjusted Approp.	Requested	Recommended
5,424	1,040	---	6,464	5,707	Direct State Services	5,367	5,267	5,267
5,424	1,040	---	6,464	5,707	Total General Fund	5,367	5,267	5,267
5,424	*1,040*	*---*	*6,464*	*5,707*	*GRAND TOTAL*	*5,367*	*5,267*	*5,267*

SUMMARY OF APPROPRIATIONS BY PROGRAM

(thousands of dollars)

Year Ending June 30, 2003						Year Ending June 30, 2005	
Orig. & (S)Supplemental	Reapp. & (R)Recpts.	Transfers & (E)Emergencies	Total Available	Expended		2004 Adjusted Approp.	Requested	Recommended
					DIRECT STATE SERVICES - GENERAL FUND			
					Management and Administration			
5,424	1,040	---	6,464	5,707	Executive Management	5,367	5,267	5,267
5,424	*1,040*	---	*6,464*	*5,707*	*Subtotal Direct State Services - General Fund*	*5,367*	*5,267*	*5,267*
5,424	*1,040*	---	*6,464*	*5,707*	*TOTAL DIRECT STATE SERVICES*	*5,367*	*5,267*	*5,267*
5,424	*1,040*	---	*6,464*	*5,707*	*TOTAL APPROPRIATION*	*5,367*	*5,267*	*5,267*

70. GOVERNMENT DIRECTION, MANAGEMENT AND CONTROL

76. MANAGEMENT AND ADMINISTRATION

OBJECTIVES

1. To administer affairs of the State so that public needs are met and maximum benefit is effected from available public resources.
2. To assure that the laws of the State are faithfully executed.
3. To serve as Commander-In-Chief of all military and naval forces of the State.
4. To make appointments and fill vacancies in accordance with legal requirements.
5. To approve or disapprove legislation.
6. To grant pardons and reprieves in all cases other than impeachment and treason.
7. To supervise each department and agency of the State.
8. To represent the State in relations with other governments and the public.

PROGRAM CLASSIFICATIONS

01. **Executive Management.** In accordance with provisions of the State Constitution, the Governor is elected by the legally qualified voters of this State and is the principal executive and administrative officer of the State. The Governor administers the affairs of the State so that public needs are met and maximum benefit is attained. The Governor appoints executive and judicial officers pursuant to law, supervises the administration of the executive branch, presides at regularly scheduled cabinet meetings with department heads, executes the laws, serves as Commander-In-Chief of the military and naval forces of the State, grants pardons and reprieves, convenes the Legislature, communicates to the Legislature concerning the condition of the State and recommends measures, submits the annual State budget to the Legislature, and approves or vetoes legislation either conditionally or absolutely.

EVALUATION DATA

	Actual FY 2002	Actual FY 2003	Revised FY 2004	Budget Estimate FY 2005
PERSONNEL DATA				
Position Data				
Filled Positions by Funding Source				
State Supported	121	115	114	110
Total Positions	121	115	114	110
Filled Positions by Program Class				
Executive Management	121	115	114	110
Total Positions	121	115	114	110

Notes:

(a) Actual payroll counts are reported for fiscal years 2002 and 2003 as of December and revised fiscal year 2004 as of September. The Budget Estimate for fiscal year 2005 reflects the number of positions funded.

APPROPRIATIONS DATA
(thousands of dollars)

Year Ending June 30, 2003							Year Ending June 30, 2005	
Orig. & (S)Supplemental	Reapp. & (R)Recpts.	Transfers & (E)Emergencies	Total Available	Expended		Prog. Class.	2004 Adjusted Approp.	Requested	Recommended
					DIRECT STATE SERVICES				
					Distribution by Fund and Organization				
5,424	1,040	---	6,464	5,707	Chief Executive's Office		5,367	5,267	5,267
					Distribution by Fund and Program				
5,424	1,040	---	6,464	5,707	Executive Management	01	5,367	5,267	5,267
5,424	*1,040*	---	*6,464*	*5,707*	*Total Direct State Services*		*5,367* [a]	*5,267*	*5,267*
					Distribution by Fund and Object				
					Personal Services:				
4,318	589	-635	4,272	3,878	Salaries and Wages		4,424	4,324	4,324
4,318	*589*	*-635*	*4,272*	*3,878*	*Total Personal Services*		*4,424*	*4,324*	*4,324*
96	54	95	245	233	Materials and Supplies		89	89	89
458	95	440	993	893	Services Other Than Personal		284	284	284
91	21	---	112	107	Maintenance and Fixed Charges		85	85	85
					Chief Executive's Office				
175	71	-21	225	171	National Governors' Association	01	158	158	158
48	152	---	200	37	Coalition of Northeastern Governors	01	48	48	48
91	1	11	103	103	Education Commission of the States	01	108	108	108
42	1	10	53	46	National Conference of Commissioners On Uniform State Laws	01	42	42	42
10	2	---	12	11	Brian Stack Intern Program	01	10	10	10
95	2	---	97	92	Allowance to the Governor of Funds Not Otherwise Appropriated, For Official Reception on behalf of the State, Operation of an Official Residence and Other Expenses.	01	95	95	95
---	52	100	152	136	Additions, Improvements and Equipment		24	24	24
5,424	*1,040*	---	*6,464*	*5,707*	*Grand Total State Appropriation*		*5,367*	*5,267*	*5,267*
					OTHER RELATED APPROPRIATIONS				
					All Other Funds				
---	495 1,131 [R]	---	1,626	1,268	Executive Management	01	1,100	1,100	1,100
---	*1,626*	---	*1,626*	*1,268*	*Total All Other Funds*		*1,100*	*1,100*	*1,100*
5,424	*2,666*	---	*8,090*	*6,975*	*GRAND TOTAL ALL FUNDS*		*6,467*	*6,367*	*6,367*

Notes -- Direct State Services - General Fund

(a) The fiscal year 2004 appropriation has been adjusted for the allocation of salary program in accordance with the provisions of P.L. 2003, c.122 (Fiscal Year 2004 Appropriations Act).

Language Recommendations -- Direct State Services - General Fund

The unexpended balance as of June 30, 2004 in these accounts is appropriated.

NOTES

DEPARTMENT OF AGRICULTURE

OVERVIEW

The mission of the Department of Agriculture is to promote and provide high-quality, nutritious, abundant, safe and affordable food and other agricultural products, to improve the economic viability of the agriculture industry and foster opportunities for farm profitability, to preserve and protect agricultural and natural resources, and to provide leadership and excellence in services to New Jersey agriculture and the general public.

The Department's goals are to preserve farms; protect and conserve natural and agricultural resources; protect producers and consumers by ensuring safe, high-quality agricultural products and services; support and expand profitable, innovative agricultural and food industry development; provide access to fresh and nutritious foods for children, the needy and other New Jersey citizens; promote agricultural education awareness and involvement; and guarantee the delivery of quality services by a well-trained and motivated workforce.

Fiscal 2005 reflects a reorganization which affects four of the Department's divisions. The purpose of the plan is to improve services to New Jersey farmers and the State's citizens, better organize the Department to adapt to a changing agriculture industry, consolidate the number of operating units for greater responsiveness and operational efficiency, maximize the potential for cross-utilization of staff between programs, and combine the market and promotional activities of the Department into a single unit as defined in Reorganization Plan 003-2002.

The plan accomplishes this by consolidating functions of the Division of Dairy and Commodity Regulation into the newly created Division of Marketing and Development Services, formerly the Division of Markets. This organization will increase the impact of commodity inspections and grading efforts related to New Jersey specific promotion and advertising programs. The Department consolidated all of the child nutrition and food distribution programs from the Bureaus of Commodity Distribution and Child Nutrition Services into the newly established Division of Food and Nutrition Services. These programs extensively utilize federal funds to provide nutrition services to schools and distribute federal surplus food made available by the United States' Department of Agriculture to schools, institutions, summer camps and non-profit organizations.

Budget Highlights

The fiscal 2005 budget for the Department of Agriculture totals $20.3 million, an increase of $1.8 million, or 9.9%, from the fiscal 2004 adjusted appropriation of $18.5 million.

Preservation and Conservation

The Farmland Preservation Program purchases development easements on farms and purchases farmland outright for permanent preservation, helping to ensure a stable land base for agriculture and protecting the quality of life in communities throughout the State. Since its inception, the Garden State Preservation Trust Act has provided a total of $411 million for farmland preservation, including $90 million in fiscal 2004. Counting the 20,000 acres which are expected to be preserved in fiscal 2004, a total of 1,200 farms covering 129,500 acres will have been preserved since the program began in 1983. Of the total acreage preserved from the programs inception in 1983 through December 2003, 25 percent has been preserved under the McGreevey administration. To date, New Jersey has preserved approximately 14 percent of its estimated 820,000 acres of available farmland - a higher percentage than any other state. The State's farmland preservation program helps meet the goal for smart growth by keeping communities green, open and productive.

The Garden State Preservation Trust has approved a new financing structure, beginning in fiscal 2003, that will allow the State to minimize interest and debt service costs to taxpayers while maximizing the proceeds generated for the open space program. The plan will provide the Garden State Preservation Trust an additional $150 million, through the use of current interest and zero coupon bonds, to expedite the preservation of New Jersey's critical open space. The State Agriculture Development Committee has preserved 312 farms since January 2002.

The Soil and Water Conservation Grant program will receive $1.2 million in fiscal 2005, an increase of $819,000 over the fiscal 2004 amount of $361,000. The program is managed through the State Agriculture Development Committee (SADC). Its purpose is to provide grants for landowners for up to 50% of the cost of soil and water conservation projects approved as eligible for funding.

The Conservation Reserve Enhancement Plan (CREP) is a 10 year $100 million program, $77 million of which will come from the federal government, and $23 million from the State through the value of easement, that will pay landowners 90% of the cost to install buffers in order to help farmers reduce impairment from agricultural water runoff sources. This effort will improve water quality along both impaired and unimpaired New Jersey streams.

Another incentive for conservation is the implementation of a capital gains tax waiver for landowners who sell their property to the State's open space program.

The Conservation Cost Share Program helps to improve the quality of New Jersey's waterways and groundwater by providing financial and technical assistance to farmers who implement conservation practices that control non-point source pollution. To maximize program assistance to farmers and provide increased environmental benefits to the State, this funding is combined with the federal Environmental Quality Incentive Program. In fiscal 2005, the Conservation Cost Share Program's funding of $540,000 will be provided through the Corporate Business Tax (CBT) dedication for Watershed Management, which funds similar non-point source pollution projects in the Department of Environmental Protection.

Continuing Programs

To maximize the impact of the Jersey Fresh marketing campaign, the Department coordinates with the Commerce and Economic Growth Commission's fall advertising for travel and tourism as well as with the New Jersey State Lottery. In addition, funding of $75,000 is provided in fiscal 2005 for Promotional Marketing Development matching grants to enable agricultural organizations to carve out their own Jersey Fresh niche through such efforts as festivals and farm market promotional events.

The School Breakfast Program reimburses school districts that provide breakfast to students. The program received approximately $1.6 million in fiscal 2004, and will increase by $1.3 million to $2.9 million in FY2005. The program is intended to augment an existing breakfast program by mandating participation by schools in which 20 percent or more of the students enrolled are eligible for a free or reduced price meal under the federal School Lunch Program. Phase I of this mandate takes effect in September 2004 for 318 targeted schools with Pre-K to sixth grade students and Phase II in September 2005 for all other targeted schools with grades seven through twelve. The State Aid appropriations for the School Lunch Program will continue at $7 million.

Accomplishments

A total of 20,000 acres of farmland were preserved statewide in 2003, the largest annual amount since the inception of the program.

An agricultural smart growth plan was developed to provide the farming community and all levels of government with the necessary guidance, education and tools to guide farmland preservation, strengthen agriculture and accommodate necessary growth.

Ten new community farmers were established across the State as part of a series of economic-development efforts to provide additional market opportunities for farmers and to increase accessibility to farm-fresh products for consumers.

DEPARTMENT OF AGRICULTURE

SUMMARY OF APPROPRIATIONS BY FUND

(thousands of dollars)

Year Ending June 30, 2003						Year Ending June 30, 2005		
Orig. & (S)Supple-mental	Reapp. & (R)Recpts.	Transfers & (E)Emer-gencies	Total Available	Expended		2004 Adjusted Approp.	Requested	Recom-mended
10,665	1,432	-525	11,572	11,157	Direct State Services	9,442	9,123	9,123
1,909	309	-375	1,843	1,731	Grants-In-Aid	436	1,255	1,255
8,642	354	-2	8,994	8,994	State Aid	8,642	9,968	9,968
---	12	5,129	5,141	---	Capital Construction	---	---	---
21,216	2,107	4,227	27,550	21,882	Total General Fund	18,520	20,346	20,346
21,216	***2,107***	***4,227***	***27,550***	***21,882***	***GRAND TOTAL***	***18,520***	***20,346***	***20,346***

SUMMARY OF APPROPRIATIONS BY PROGRAM

(thousands of dollars)

Year Ending June 30, 2003						Year Ending June 30, 2005		
Orig. & (S)Supple-mental	Reapp. & (R)Recpts.	Transfers & (E)Emer-gencies	Total Available	Expended		2004 Adjusted Approp.	Requested	Recom-mended
					DIRECT STATE SERVICES - GENERAL FUND			
					Agricultural Resources, Planning, and Regulation			
1,358	142	-179	1,321	1,160	Animal Disease Control	1,180	1,180	1,180
2,110	609	-312	2,407	2,249	Plant Pest and Disease Control	1,889	1,889	1,889
788	226	140	1,154	1,094	Agriculture and Natural Resources	1,024	1,024	1,024
338	---	---	338	338	Food and Nutrition Services	338	338	338
3,075	455	-251	3,279	3,245	Marketing and Development Services	2,499	2,309	2,309
1,750	---	-8	1,742	1,740	Farmland Preservation	1,740	1,740	1,740
1,246	---	85	1,331	1,331	Administration and Support Services	772	643	643
10,665	*1,432*	*-525*	*11,572*	*11,157*	*Subtotal*	*9,442*	*9,123*	*9,123*
10,665	***1,432***	***-525***	***11,572***	***11,157***	***Subtotal Direct State Services - General Fund***	***9,442***	***9,123***	***9,123***
10,665	***1,432***	***-525***	***11,572***	***11,157***	***TOTAL DIRECT STATE SERVICES***	***9,442***	***9,123***	***9,123***
					GRANTS-IN-AID - GENERAL FUND			
					Agricultural Resources, Planning, and Regulation			
564	309	-374	499	387	Agriculture and Natural Resources	---	---	---
165	---	-1	164	164	Marketing and Development Services	75	75	75
1,180	---	---	1,180	1,180	Farmland Preservation	361	1,180	1,180
1,909	*309*	*-375*	*1,843*	*1,731*	*Subtotal*	*436*	*1,255*	*1,255*
1,909	***309***	***-375***	***1,843***	***1,731***	***Subtotal Grants-In-Aid - General Fund***	***436***	***1,255***	***1,255***
1,909	***309***	***-375***	***1,843***	***1,731***	***TOTAL GRANTS-IN-AID***	***436***	***1,255***	***1,255***

Year Ending June 30, 2003						Year Ending June 30, 2005		
Orig. & (S)Supplemental	Reapp. & (R)Recpts.	Transfers & (E)Emergencies	Total Available	Expended		2004 Adjusted Approp.	Requested	Recommended
					STATE AID - GENERAL FUND			
					Agricultural Resources, Planning, and Regulation			
8,592	354	---	8,946	8,946	Food and Nutrition Services	8,592	9,918	9,918
50	---	-2	48	48	Farmland Preservation	50	50	50
8,642	*354*	*-2*	*8,994*	*8,994*	*Subtotal*	*8,642*	*9,968*	*9,968*
8,642	***354***	***-2***	***8,994***	***8,994***	***Subtotal State Aid - General Fund***	***8,642***	***9,968***	***9,968***
8,642	***354***	***-2***	***8,994***	***8,994***	***TOTAL STATE AID***	***8,642***	***9,968***	***9,968***
					CAPITAL CONSTRUCTION			
					Agricultural Resources, Planning, and Regulation			
---	2	---	2	---	Plant Pest and Disease Control	---	---	---
---	---	5,139	5,139	---	Agriculture and Natural Resources	---	---	---
---	10	-10	---	---	Farmland Preservation	---	---	---
---	*12*	*5,129*	*5,141*	---	*Subtotal*	---	---	---
---	***12***	***5,129***	***5,141***	---	***Subtotal Capital Construction***	---	---	---
21,216	***2,107***	***4,227***	***27,550***	***21,882***	***TOTAL APPROPRIATION***	***18,520***	***20,346***	***20,346***

40. COMMUNITY DEVELOPMENT AND ENVIRONMENTAL MANAGEMENT
49. AGRICULTURAL RESOURCES, PLANNING, AND REGULATION

OBJECTIVES

1. Permanently preserve and retain the maximum amount of New Jersey farmland in order to maintain a viable agriculture and food industry, and promote smart growth and a high quality of life for New Jersey citizens.
2. To encourage and support stewardship of agricultural and open land and other natural resources to protect and enhance fertile soils, clean water and productive and healthy animal and plant resources.
3. To administer fair and effective regulatory, inspection, grading and other quality assurance programs for food, agricultural products and agricultural inputs.
4. To foster agricultural economic growth, profitability and a positive business climate through technical and financial assistance, market development, and effective product and industry promotion.
5. To implement food and nutrition assistance programs to maximize participation by eligible New Jersey citizens, and strengthen agriculture's relationship with the food industry.
6. To ensure the sustainability of New Jersey's agricultural industry through agricultural education, youth development, training opportunities, and successful communication with the agricultural community, general public and all levels of government.
7. To produce quality in all the Department does through a diverse, effectively managed, highly trained and committed staff supported by efficient use of available technology and resources in a work environment that fosters excellence.

PROGRAM CLASSIFICATIONS

01. **Animal Disease Control.** Resident and imported animals are subject to Department programs of disease detection, control and eradication. These include surveys, periodic inspections, regular and special field and laboratory examinations, quarantines, slaughter of certain animals, disinfection, and related epidemiology. Programs and regulations are adjusted based on changes in the appearance and virulence of disease in and out of State. The Division sets standards and issues licenses to livestock dealers, auctions, and biologic manufacturers and distributors in order to reduce the spread of infection. To prevent the introduction of exotic diseases not known to this country, it participates in the United State Department of Agriculture (USDA)'s National Emergency Animal Disease Eradication Program. One phase involved is the licensing and supervision of the processing of food wastes fed to swine to prevent food borne disease. In addition, the Division takes the lead in working with the State's Domestic Security Taskforce in identifying potential terrorism threats related to the state's agricultural and agribusiness sectors.

    The Division of Animal Health also operates an animal health diagnostic laboratory to identify causes of disease.

02. **Plant Pest and Disease Control.** The food crop, forests, and other plant resources of the State are protected against injurious plant insects and diseases by programs of the Department. Surveys and investigations are conducted regularly to delineate and measure insect populations and disease problems. Major infestations are countered with carefully regulated chemical and/or biological control programs. Where beneficial insects or other parasites are

known, the Department, through its beneficial insect rearing laboratory, mass produces and releases them into the agricultural or forest environment for pest control.

In cooperation with the USDA, the Department controls the movement of plant materials. All nurseries producing plant materials are inspected for pests and disease and must be free of both to qualify for certification.

Samples of agricultural and garden seed are randomly selected and tested for variety content, germination, and other labeled guarantees. Products which do not conform to label claims are removed from sale and violators are subject to penalty action and prosecution.

03. **Agriculture and Natural Resources.** This program is designed to maintain, conserve, and enhance New Jersey's rural and agricultural resources and to control erosion, sedimentation, and non-point sources of water pollution and storm water damage. The primary objectives of this program are to improve agricultural productivity and New Jersey's agricultural business climate while maintaining environmental quality.

    Soil and water resource management standards and regulations are promulgated and plans for soil erosion and sediment control are certified for land disturbance activities. Technical assistance is provided to landowners and public agencies through the State Soil Conservation Committee and local soil conservation districts. Cost sharing is provided to eligible farmland owners who install conservation systems.

    The Division coordinates the implementation of the State's Aquaculture Development Act and coordinates the agricultural education and Future Farmers of America youth programs.

05. **Food and Nutrition Services.** This newly established division, which consolidated the former Bureaus of Commodity Distribution and Child Nutrition Services, was created to more accurately reflect the mission of the organizational unit.

    The Child Nutrition program consists of six components in public and non-public schools, residential and non-residential childcare institutions, day care centers, recreation centers, and other agencies that qualify for this aid. Program responsibilities include developing, disseminating, evaluating, and approving all pertinent program documents required for participation; providing technical assistance in the areas of implementation, facilities improvement, and food service methods; on-site monitoring of programs for compliance with State and Federal regulations; and providing financial assistance.

    State and Federal reimbursements are paid to school districts for part of the cost of school lunches and federal funds are paid to offset part of the cost of school breakfasts. In addition, non-school programs receive federal foods, especially for disadvantaged children.

    The Commodity Distribution program requisitions, receives, handles, stores, and distributes federal surplus food made available by the United States Department of Agriculture for distribution to State, county and municipal institutions, schools, charitable and welfare organizations, and needy individuals. It also processes some of the federally-donated basic food commodities. Inspections are made of all organizations and institutions for compliance.

    The Temporary Emergency Food Assistance Program (TEFAP) distributes federally-donated food commodities to needy citizens through a network of food centers, food banks, and food pantries.

06. **Marketing and Development Services.** This division, formerly the Division of Markets, was renamed as directed by the reorganization plan submitted by the Department to accurately reflect the intent of the organizational unit. The program conducts advertising, market development and promotion activities to create a positive image of New Jersey's agricultural products and to increase consumer awareness and sales.

    This "Jersey Fresh" Program, aimed at domestic and foreign consumers, assists New Jersey farmers in expanding their market share. Individual product promotions are also conducted by eight agricultural commodity councils.

    Programs for the promotion of the New Jersey horse industry are conducted with funds derived from a small percentage of the pari-mutuel handle at both the thoroughbred and standard bred racetracks. Growth of the horse breeding industry is encouraged through monies awarded in the form of stakes purses and breeders awards. The continued growth and expansion of the Horse Park of New Jersey is supported.

    This program also contains the Agricultural Chemistry Program, which determines compliance with the stated contents of animal feeds, fertilizers, and liming materials offered for sale for farm and non-farm use. Random inspections and analyses of raw material commodities and animal feeds are conducted to determine the presence of natural and anthropogenic contaminants and adulterants.

    Through on-site inspections at agribusiness plants, consumers are assured a supply of the highest quality fresh fruits and vegetables, fish, shell eggs, and egg and poultry products. Official inspection and grading services are provided to farmers, packers, processors, and wholesale and retail markets under formal agreements with the United States Departments of Agriculture and Commerce.

    The Dairy program is responsible for fostering a stable and competitive dairy industry, including the regulation and enforcement of the production, processing, distribution, and sales of fluid dairy products. In addition, this program licenses dealers who purchase milk from New Jersey farmers or who sell fluid dairy products to other dealers and to retail outlets. In order to be licensed, the dealers must post a bond with the Secretary of Agriculture conditioned upon the payment of all amount due and owing to New Jersey farmers.

08. **Farmland Preservation.** The State Agriculture Development Committee (SADC) administers New Jersey's Farmland Preservation Program.

    The Farmland Preservation Program compensates farm owners for their development rights if they deed restrict their farms against future development. The terms of these deed restrictions can be permanent or for as short a period as eight years. Future owners of those farms permanently preserved must comply with all deed restrictions.

    The SADC also coordinates a variety of programs with participating counties and farmland owners to protect important farmland in sufficient quantity and quality to foster long-term agricultural viability. It is also charged with specific right-to-farm responsibilities relating to agriculture.

99. **Administration and Support Services.** The State Board of Agriculture consists of eight farmers, elected at the annual Agricultural Convention. The Board is empowered to establish those programs, regulations, and policies it deems

essential to accomplish responsibilities assigned to the Department. The Secretary of Agriculture serves as Secretary to the Board and Chief Executive of the Department, and is a member of the Governor's Cabinet. The Secretary is responsible for implementing State laws, regulations, and policies established by the Board of Agriculture.

The Secretary's office provides overall planning, coordination, and priority guidance for Department programs, policy and plan development, general hearing services, agricultural information services, and executive and legislative liaison. Department-wide general administrative services are provided, including services related to personnel and employee relations, fiscal control, management systems, and other administrative functions.

EVALUATION DATA

	Actual FY 2002	Actual FY 2003	Revised FY 2004	Budget Estimate FY 2005
PROGRAM DATA				
Animal and Plant Disease Control				
Animal Disease Control:				
Regulatory, inspections and field testing	635	645	645	645
General, special, and other laboratory exams	46,000	48,000	48,000	48,000
Plant Disease Control:				
Nurseries and dealers certified free of plant pests	1,825	1,600	1,600	1,600
Nursery acreage certified free of plant pests	16,300	16,500	17,000	17,000
Percent of bee colonies found disease free (%)	99	99	99	99
Percent of seed meeting truth in labeling requirements (%)	95	95	95	95
Pounds of pesticide not applied	1,310,797	1,290,000	1,300,000	1,280,000
Forest and crop acreage stabilized biologically	991,376	995,000	995,000	992,000
Forested acres protected from gypsy moth infestations	25,000	13,000	20,000	5,000
Major exotic insect & plant disease field surveys	10	8	9	9
Agriculture and Natural Resources				
Aquaculture Production (lbs.)	40,000,000	42,000,000	43,000,000	43,000,000
Soil and Water Conservation Programs:				
Land protected from soil erosion and sedimentation during development (acres)	35,100	35,000	36,000	37,000
Farm acreage subject to non-point source pollution control efforts	436,000	430,000	445,000	448,000
Marketing and Development Services				
Percent agricultural inputs meeting label guarantees:				
Fertilizer (%)	75	89	90	90
Lime (%)	90	80	80	80
Feed (%)	90	91	90	90
Milk license financial disputes settled	80	73	75	75
Producers licensed to pack Jersey Fresh logo	240	189	230	230
Agricultural commodities inspected and graded (lbs.)	650,000,000	650,000,000	650,000,000	650,000,000
Impressions from Jersey Fresh advertising	187,000,000	160,000,000	150,000,000	200,000,000
Individual store outlets featuring New Jersey agricultural products	3,250	3,275	3,300	3,300
Racing mares bred	2,300	2,356	2,560	2,500
Food and Nutrition Services				
Temporary emergency food assistance program	12,500,000	12,750,000	12,500,000	13,000,000
School lunch	28,000,000	28,500,000	28,000,000	28,500,000
Farmland Preservation				
Cumulative acres permanently preserved	94,806	110,476	131,000	151,000
Cumulative farms permanently preserved	724	918	1,160	1,410
Eight year program (acres)	30,479	29,805	29,000	28,000
County/Municipal participation ($)	19,502,618	19,706,190	25,000,000	20,000,000
Total landowner donations ($)	2,008,250	2,062,382	2,000,000	2,000,000
PERSONNEL DATA				
Affirmative Action Data				
Male Minority	18	20	20	20
Male Minority %	7.0	7.9	7.8	7.7
Female Minority	33	31	32	33
Female Minority %	12.9	12.2	12.4	12.7
Total Minority	51	51	52	53
Total Minority %	19.9	20.1	20.2	20.4

	Actual FY 2002	Actual FY 2003	Revised FY 2004	Budget Estimate FY 2005
Position Data				
Filled Positions by Funding Source				
State Supported	168	152	153	147
Federal	44	47	51	57
All Other	44	47	52	55
Total Positions	256	246	256	259
Filled Positions by Program Class				
Animal Health	22	22	23	23
Plant Pest and Disease Control	39	35	37	41
Agriculture and Natural Resources	26	24	24	24
Food and Nutrition Services	57	60	61	64
Marketing and Development Services	56	54	54	58
Administration and Support Services	27	27	25	18
Farmland Preservation	29	24	32	31
Total Positions	256	246	256	259

Notes:

Actual payroll counts are reported for fiscal years 2002 and 2003 as of December and revised fiscal year 2004 as of September. The Budget Estimates for fiscal year 2005 reflect the number of positions funded.

(a) Pursuant to Reorganization Plan Number 003-2002, Dairy and Commodity Regulation has been merged with Marketing and Development Services.

(b) Food and Nutrition Services consolidated the Child Nutrition Services formally part of Marketing Development Services and Commodity Distribution.

APPROPRIATIONS DATA
(thousands of dollars)

Year Ending June 30, 2003								Year Ending June 30, 2005	
Orig. & (S)Supplemental	Reapp. & (R)Recpts.	Transfers & (E)Emergencies	Total Available	Expended		Prog. Class.	2004 Adjusted Approp.	Requested	Recommended
					DIRECT STATE SERVICES				
					Distribution by Fund and Program				
1,358	142	-179	1,321	1,160	Animal Disease Control	01	1,180	1,180	1,180
2,110	609	-312	2,407	2,249	Plant Pest and Disease Control	02	1,889	1,889	1,889
788	226	140	1,154	1,094	Agriculture and Natural Resources	03	1,024	1,024	1,024
338	---	---	338	338	Food and Nutrition Services	05	338	338	338
3,075	455	-251	3,279	3,245	Marketing and Development Services	06	2,499	2,309	2,309
1,750	---	-8	1,742	1,740	Farmland Preservation	08	1,740	1,740	1,740
1,246	---	85	1,331	1,331	Administration and Support Services	99	772	643	643
10,665	*1,432*	*-525*	*11,572*	*11,157*	*Total Direct State Services*		*9,442* (a)	*9,123*	*9,123*
					Distribution by Fund and Object				
					Personal Services:				
6,334	22 632 R	-613	6,375	6,350	Salaries and Wages		5,727	5,432	5,432
6,334	*654*	*-613*	*6,375*	*6,350*	*Total Personal Services*		*5,727*	*5,432*	*5,432*
496	14	-18	492	476	Materials and Supplies		189	189	189
312	3 142 R	260	717	570	Services Other Than Personal		296	296	296
271	4	-44	231	231	Maintenance and Fixed Charges		195	195	195
					Special Purpose:				
---	100 22 R	-98	24	---	Plant Pest and Disease Control	02	---	---	---

Year Ending June 30, 2003								Year Ending June 30, 2005	
Orig. & (S)Supplemental	Reapp. & (R)Recpts.	Transfers & (E)Emergencies	Total Available	Expended		Prog. Class.	2004 Adjusted Approp.	Requested	Recommended
					DIRECT STATE SERVICES				
---	131 49 R	---	180	99	Beneficial Insect Laboratory	02	---	---	---
---	84 142 R	---	226	163	Stormwater Discharge Permit Fees	03	---	---	---
338	---	---	338	338	Temporary Emergency Food Assistance Program	05	338	338	338
1,026	---	-3	1,023	1,022	Promotion/Market Development	06	826	826	826
---	86 R	-86	---	---	Marketing and Development Services	06	---	---	---
30 62 S	---	---	92	62	Wine Promotion Program	06	---	---	---
100	---	-8	92	91	Agricultural Right-to-Farm Program	08	90	90	90
1,650	---	---	1,650	1,649	Open Space Administrative Costs	08	1,650	1,650	1,650
18	---	---	18	17	Expenses of State Board of Agriculture	99	18	18	18
28	---	-28	---	---	Affirmative Action and Equal Employment Opportunity	99	28	28	28
---	1	113	114	89	Additions, Improvements and Equipment		85	61	61
					GRANTS-IN-AID				
					Distribution by Fund and Program				
564	309	-374	499	387	Agriculture and Natural Resources	03	---	---	---
165	---	-1	164	164	Marketing and Development Services	06	75	75	75
1,180	---	---	1,180	1,180	Farmland Preservation	08	361	1,180	1,180
1,909	***309***	***-375***	***1,843***	***1,731***	***Total Grants-in-Aid***		***436***	***1,255***	***1,255***
					Distribution by Fund and Object				
					Grants:				
24	---	---	24	24	Farm Management and Training Initiative	03	---	---	---
540	309	-374	475	363	Conservation Cost Share Program	03	---	---	---
75	---	-1	74	74	Promotion/Market Development	06	75	75	75
90	---	---	90	90	New Jersey Museum of Agriculture	06	---	---	---
1,180	---	---	1,180	1,180	Soil and Water Conservation Grants	08	361	1,180	1,180
					STATE AID				
					Distribution by Fund and Program				
8,592	354	---	8,946	8,946	Food and Nutrition Services	05	8,592	9,918	9,918
50	---	-2	48	48	Farmland Preservation	08	50	50	50
8,642	***354***	***-2***	***8,994***	***8,994***	***Total State Aid***		***8,642***	***9,968***	***9,968***
					Distribution by Fund and Object				
					State Aid:				
1,588	354	---	1,942	1,942	School Breakfast - State Aid Grants	05	1,588	2,914	2,914
439	---	---	439	439	Non-Public Nutrition Aid - State Aid Grants	05	439	439	439

AGRICULTURE

Year Ending June 30, 2003								Year Ending June 30, 2005	
Orig. & (S)Supplemental	Reapp. & (R)Recpts.	Transfers & (E)Emergencies	Total Available	Expended		Prog. Class.	2004 Adjusted Approp.	Requested	Recommended
					STATE AID				
6,565	---	---	6,565	6,565	School Lunch - State Aid Grants	05	6,565	6,565	6,565
50	---	-2	48	48	Payments in Lieu of Taxes	08	50	50	50
					CAPITAL CONSTRUCTION				
					Distribution by Fund and Program				
---	2	---	2	---	Plant Pest and Disease Control	02	---	---	---
---	---	5,139	5,139	---	Agriculture and Natural Resources	03	---	---	---
---	10	-10	---	---	Farmland Preservation	08	---	---	---
---	*12*	*5,129*	*5,141*	---	*Total Capital Construction*		---	---	---
					Distribution by Fund and Object				
					Division of Plant Industry				
---	2	---	2	---	Renovations to Phillip Alampi Beneficial Insect Laboratory	02	---	---	---
					State Agriculture Development Commission				
---	---	5,139	5,139	---	Direct Easement	03	---	---	---
---	10	-10	---	---	Open Space - Local Match	08	---	---	---
21,216	*2,107*	*4,227*	*27,550*	*21,882*	*Grand Total State Appropriation*		*18,520*	*20,346*	*20,346*
					OTHER RELATED APPROPRIATIONS				
					Federal Funds				
18									
91 S	16	---	125	62	Animal Disease Control	01	18	18	18
899									
344 S	666	---	1,909	993	Plant Pest and Disease Control	02	1,270	1,270	1,270
---	855	---	855	855	Agriculture and Natural Resources	03	25	25	25
228,019									
72 S	2,623	---	230,714	175,829	Food and Nutrition Services	05	248,179	248,179	248,179
229									
95 S	440	---	764	577	Marketing and Development Services	06	388	388	388
552	1,192	---	1,744	1,595	Farmland Preservation	08	6,000	6,000	6,000
230,319	*5,792*	---	*236,111*	*179,911*	*Total Federal Funds*		*255,880*	*255,880*	*255,880*
					All Other Funds				
---	---	---	---	---	Animal Disease Control	01	142	142	142
	8								
---	10 R	---	18	8	Plant Pest and Disease Control	02	327	321	321
	7				Agriculture and Natural				
---	77 R	---	84	76	Resources	03	200	270	270
	218								
---	1,896 R	---	2,114	1,889	Food and Nutrition Services	05	1,515	1,516	1,516
	3,539				Marketing and Development				
---	6,379 R	16	9,934	7,429	Services	06	6,832	6,844	6,844
	1								
---	447 R	---	448	448	Farmland Preservation	08	588	691	691
---	60	---	60	33	Administration and Support Services	99	---	---	---
---	*12,642*	*16*	*12,658*	*9,883*	*Total All Other Funds*		*9,604*	*9,784*	*9,784*
251,535	*20,541*	*4,243*	*276,319*	*211,676*	*GRAND TOTAL ALL FUNDS*		*284,004*	*286,010*	*286,010*

Notes -- Direct State Services - General Fund

(a) The fiscal year 2004 appropriation has been adjusted for the allocation of the salary program in accordance with the provisions of P. L. 2003, c. 122 (Fiscal Year 2004 Appropriations Act).

Language Recommendations -- Direct State Services - General Fund

Receipts from laboratory test fees are appropriated to support the Animal Health Laboratory program. The unexpended balance as of June 30, 2004 in the Animal Health Laboratory receipt account is appropriated for the same purpose.

Receipts from the seed laboratory testing and certification programs are appropriated for program costs. The unexpended balance as of June 30, 2004 in the seed laboratory testing and certification receipt account is appropriated for the same purpose.

Receipts from Nursery Inspection fees are appropriated for Nursery Inspection program costs. The unexpended balance as of June 30, 2004 in the Nursery Inspection program is appropriated for the same purpose.

Receipts from the sale or studies of beneficial insects are appropriated to support the Beneficial Insect Laboratory. The unexpended balance as of June 30, 2004 in the Sale of Insects account is appropriated for the same purpose.

Receipts from Stormwater Discharge Permit program fees are appropriated for program costs. The unexpended balance as of June 30, 2004 in the Stormwater Discharge Permit Program account is appropriated for the same purpose.

Receipts from dairy licenses and inspections are appropriated for program costs.

Receipts in excess of the amount anticipated from feed, fertilizer, and liming material registrations and inspections are appropriated for program costs.

Receipts from agriculture chemistry fees not to exceed $150,000 shall be available to support the organic certification program.

Receipts from inspection fees derived from fruit, vegetable, fish, red meat, and poultry inspections are appropriated for the cost of conducting fruit, vegetable, fish, and poultry inspections.

An amount equal to receipts generated at the rate of $.47 per gallon of wine, vermouth and sparkling wine sold by plenary winery and farm winery licensees issued pursuant to R.S.33:1-10, and certified by the Director of the Division of Taxation, are appropriated to the Department of Agriculture from the alcoholic beverage excise tax for expenses of the Wine Promotion Program.

Receipts derived from the distribution of commodities, sale of containers, and salvage of commodities, in accordance with applicable federal regulations, are appropriated for Commodity Distribution expenses.

Notwithstanding any other law to the contrary, an amount not to exceed $1,650,000 shall be transferred from the Garden State Farmland Preservation Trust Fund to the General Fund and is appropriated to the State Agriculture Development Committee for Open Space Administrative Costs.

Language Recommendations -- Grants-In-Aid - General Fund

The expenditure of funds for the Conservation Cost Share program shall be based upon an expenditure plan subject to the approval of the Director of the Division of Budget and Accounting.

Notwithstanding any law to the contrary, $540,000 shall be transferred from the Department of Environmental Protection's Water Resources Monitoring and Planning - Constitutional Dedication special purpose account to support the Conservation Cost Share program in the Department of Agriculture on or before September 1, 2004. Further additional sums may be transferred pursuant to a Memorandum of Understanding between the Department of Environmental Protection and the Department of Agriculture, from the Department of Environmental Protection's Water Resources Monitoring and Planning -Constitutional Dedication account to support non-point source pollution control programs in the Department of Agriculture, subject to the approval of the Director of the Division of Budget and Accounting. The unexpended balance of this program as of June 30, 2004 is appropriated for the same purpose, subject to the approval of the Director of the Division of Budget and Accounting.

Notwithstanding the provisions of any other law to the contrary, the State Agriculture Development Committee, in determining eligibility for funding from the amount hereinabove appropriated for Soil and Water Conservation projects, shall give consideration to applications pursuant to the following priority: a. lands from which a development easement has been permanently conveyed pursuant to section 17 of P.L.1983, c.32 (C.4:1C-24), section 5 of P.L.1988, c.4 (C.4:1C-31.1), section 39 of P.L.1999, c.152 (C.13:8C-39), section 40 of P.L.1999, c.152 (C.13:8C-40) or section 1 of P.L.1999, c.180 (C.4:1C-43.1); b. lands certified by the State Agriculture Development Committee to be within a municipally approved program or other farmland preservation program on or before January 1, 2004 pursuant to P.L.1983, c.32; c. lands certified by the State Agriculture Development Committee to be within a municipally approved program or other farmland preservation program subsequent to January 1, 2004 pursuant to P.L.1983, c.32.

The unexpended balances as of June 30, 2004 in the Promotion/Market Development Account is appropriated for the same purpose.

Language Recommendations -- State Aid - General Fund

Of the amount appropriated hereinabove from the General Fund for the Department of Agriculture, such sums as the Director of the Division of Budget and Accounting shall determine from the amount listed under School Nutrition in the Department of Agriculture schedule included in the Governor's Budget Message dated February 24, 2004, first shall be charged to the State Lottery Fund.

DEPARTMENT OF BANKING AND INSURANCE

OVERVIEW

The mission of the Department of Banking and Insurance is to regulate the banking, insurance, and real estate industries in a professional and timely manner that protects and educates consumers and promotes the growth, financial stability and efficiency of those industries.

The Department's goals are to ensure the solvency of the financial institutions through regular financial examinations and analysis; protect the public from unlawful or unfair practices by insurers, financial institutions, and real estate licensees, by promptly investigating complaints filed by consumers and aggressively prosecuting violators; issue licenses to qualified individuals and companies to provide Banking, Insurance, and Real Estate services to New Jersey citizens; improve the efficient and effective review of insurance rates and forms; and apply technology, where appropriate, to more effectively interact with the public and regulated industries.

FY 2005 Budget Highlights

The Department's proposed budget of $66.7 million is $1.9 million less than the fiscal 2004 adjusted appropriation of $68.6 million. This reduction represents the costs associated with the administration of the Unsatisfied Claim and Judgment Fund. As a result of P.L. 2003, c.89, the administration of the Unsatisfied Claim and Judgment Fund was transferred to the New Jersey Property Liability Insurance Guaranty Association. The Department has achieved organizational efficiencies without sacrificing its core mission of regulating the industry and protecting the public.

In addition to its central mission of regulating the banking, insurance and real estate industries, $29.9 million of the Department's budget is used to fund the activities of the Office of the Insurance Fraud Prosecutor in the Department of Law & Public Safety.

Consumer Protection

The enforcement unit and ombudsman's office answer and investigate complaints from consumers and take action against companies that have behaved improperly. Over the last fiscal year, these units have garnered over $10.7 million in recoveries for consumers and charged $663,000 in fines. Similarly, the Examination Unit in the Office of Consumer Finance was responsible for borrowers receiving refunds of over $1 million in impermissible fees from New Jersey licensed lenders, and the Real Estate Commission collected over $578,000 through sanctions and monetary fines on violators.

Department Accomplishments

The Department continues to reach out to consumers throughout the State, offering presentations on identity theft, predatory lending, auto insurance, budgeting, and financial responsibility. The Department has launched extensive education efforts regarding the new predatory lending law and participated in a nationwide settlement of complaints involving Household Finance, thereby returning $17 million to victimized New Jerseyans. Two Consumer Centers were opened to host educational outreach programs, help consumers file complaints and answer questions from consumers and licensees.

The enacted comprehensive auto insurance reform package (P.L. 2003, c.89) provides for more competition, more consumer protection, and a commitment that good drivers should not pay for bad drivers. To make it easier to shop for a new policy in the competitive marketplace, consumers will be provided with a user-friendly Buyer's Guide, a Consumer Report Card and a Consumers' Bill of Rights.

Finally, the Department will continue to improve operational efficiencies by consolidating the licensing divisions of Banking, Insurance and Real Estate.

DEPARTMENT OF BANKING AND INSURANCE

SUMMARY OF APPROPRIATIONS BY FUND

(thousands of dollars)

Year Ending June 30, 2003						Year Ending June 30, 2005		
Orig. & (S)Supplemental	Reapp. & (R)Recpts.	Transfers & (E)Emergencies	Total Available	Expended		2004 Adjusted Approp.	Requested	Recommended
68,123	4,051	---	72,174	66,010	Direct State Services	68,589	66,703	66,703
68,123	4,051	---	72,174	66,010	Total General Fund	68,589	66,703	66,703
68,123	***4,051***	***---***	***72,174***	***66,010***	***GRAND TOTAL***	***68,589***	***66,703***	***66,703***

SUMMARY OF APPROPRIATIONS BY PROGRAM
(thousands of dollars)

Year Ending June 30, 2003						Year Ending June 30, 2005	
Orig. & (S)Supplemental	Reapp. & (R)Recpts.	Transfers & (E)Emergencies	Total Available	Expended		2004 Adjusted Approp.	Requested	Recommended
					DIRECT STATE SERVICES - GENERAL FUND			
					Economic Regulation			
15,845	226	29	16,100	14,895	Consumer Protection Services and Solvency Regulation	15,992	15,992	15,992
5,511	7	---	5,518	5,242	Actuarial Services	5,748	5,820	5,820
3,004	114	---	3,118	3,060	Regulation of the Real Estate Industry	3,151	3,151	3,151
1,743	---	-15	1,728	1,643	Public Affairs, Legislative and Regulatory Services	1,844	1,844	1,844
1,910	5	---	1,915	1,781	Unsatisfied Claims	1,958	---	---
32,152	17	---	32,169	31,452	Insurance Fraud Prevention	31,976	31,976	31,976
3,837	2,313	-375	5,775	3,319	Supervision and Examination of Financial Institutions	3,600	3,600	3,600
---	1,283	---	1,283	170	Pinelands Development Credit Bank	---	---	---
4,121	86	361	4,568	4,448	Administration and Support Services	4,320	4,320	4,320
68,123	*4,051*	---	*72,174*	*66,010*	*Subtotal*	*68,589*	*66,703*	*66,703*
68,123	***4,051***	---	***72,174***	***66,010***	***Subtotal Direct State Services - General Fund***	***68,589***	***66,703***	***66,703***
68,123	***4,051***	---	***72,174***	***66,010***	***TOTAL DIRECT STATE SERVICES***	***68,589***	***66,703***	***66,703***
68,123	***4,051***	---	***72,174***	***66,010***	***TOTAL APPROPRIATION***	***68,589***	***66,703***	***66,703***

50. ECONOMIC PLANNING, DEVELOPMENT AND SECURITY
52. ECONOMIC REGULATION

OBJECTIVES

1. To assure the public of fair and equitable treatment by financial institutions.
2. To inform and educate the public concerning financial matters.
3. To protect the public from financial loss resulting from the failure of financial and consumer credit institutions.
4. To ensure that fair and equitable insurance markets exist to provide full availability of reliable insurance coverage.
5. To improve the efficiency and responsiveness of the prior approval rate making process.
6. To protect the public from unlawful or unfair practices by insurance or real estate agents, brokers, solicitors and salespersons.
7. To provide research and legislative support for new or revised legislation and regulations which will insure equitable pricing and reasonable underwriting standards.
8. To examine, monitor, and investigate the affairs of insurance companies, banks, and consumer finance companies authorized to do business in New Jersey.
9. To aggressively combat insurance fraud through prevention, investigations, and prosecution.

PROGRAM CLASSIFICATIONS

01. **Consumer Protection Services and Solvency Regulation.** Insurance companies, brokers, and agents are licensed to engage in the business of insurance in the State. Companies are examined periodically for solvency and compliance with statutes and regulations and market conduct with regard to treatment of consumers. In instances of serious financial problems or insolvency, domiciled firms may be placed under the Department's jurisdiction as the rehabilitator or liquidator. The Office of the Ombudsman investigates direct property-casualty claims settlements to determine the appropriate disposition of claims. As a result of complaints and investigations, the Department may fine licensees and suspend or revoke licenses.

    Responsible for the chartering of commercial banks, savings banks, credit unions, savings and loan associations, which operate in New Jersey. Responsible for investigating complaints against these institutions and/or licensees. Responsible for the licensing of all consumer credit lenders and vendors of credit as well as mortgage bankers and brokers. Processes applications of licensees and financial institutions with recommendations for their determination, and performs the necessary statistical, economic and demographic research to determine the merits of these applications. Responsible for review and development of regulations.

02. **Actuarial Services.** Reviews insurance policies and other insurance forms relating to individual and group accident, health, life, property and liability insurance; regulates compliance with the rating law for property and liability insurance; verifies and analyzes liability calculations of domestic life and health insurers, and participates with the Department of Health in regulating the financial aspects of health care facilities; and determines reasonableness of benefits provided in relation to the premium charged.

03. **Regulation of the Real Estate Industry.** Ensures that members of the industry comply with existing statutes and regulations; investigates and resolves complaints, conducts hearings involving violations and improper practices; registers and regulates out-of-State land sales through New Jersey brokers; inspects brokers' offices; examines and licenses brokers and salespersons; and maintains a directory of licensees and publishes bulletins.

04. **Public Affairs, Legislative and Regulatory Services.** Promulgates regulations and monitors proposed legislation and legal issues affecting the regulation of the banking, insurance and real estate industries for the Department; publishes a quarterly newsletter and consumer booklets, and provides consumer educational outreach programs; researches policy questions and investigates consumer issues.

05. **Unsatisfied Claims.** Pays eligible persons for hit-and-run injuries, and for injuries and property damage caused by uninsured motorists. The Unsatisfied Claim and Judgment Fund Board processes claims against the Fund; makes justified payments; processes installment repayments required by settlement agreements and court orders; and secures debtor repayments to the Fund. Pursuant to P.L.2003, c.89, all balances and interest earnings in the Unsatisfied Claims and Judgment Fund were transferred to the New Jersey Property Liability Insurance Guaranty Association in fiscal 2004.

06. **Insurance Fraud Prevention.** The Office of the Insurance Fraud Prosecutor thoroughly and aggressively investigates allegations of insurance fraud in order to fully develop the facts and evidence of each case, so the State can make a reasoned decision on how best to address each case of insurance fraud: whether by criminal prosecution, civil fraud enforcement, or administrative professional licensing enforcement. Activities of State, local law enforcement and regulatory agencies are coordinated to develop a statewide enforcement strategy addressing insurance fraud in its many forms; and serve as a liaison among state and local government and law enforcement agencies. Information is collected and analyzed about persons and entities engaging in insurance fraud related conduct in order to assist the prosecution in criminal, civil, or administrative forums. Fines are assessed with restitution made to insurance carriers. Within the Department of Banking and Insurance, activities related to Fraud Prevention are handled as part of a company's market conduct exam and consist of audits of fraud prevention and detection plans. Collection of all civil penalties related to insurance fraud and training for industry groups and law enforcement groups on various aspects of insurance fraud are also handled by the Department.

07. **Supervision and Examination of Financial Institutions.** Responsible for the supervision and examination of State chartered commercial banks, savings banks, credit unions, savings and loan associations, which operate in New Jersey. Responsible for the supervision and examination of consumer credit associations such as check cashers, check sellers, insurance premium finance companies, pawnbrokers, secondary mortgage loan companies, and foreign money remitters. Ensures compliance with the mortgage loan

discrimination statute (C17:16F et seq.). Regulates, supervises and examines mortgage bankers and brokers operating (C17:11B-1 et seq.). Determines financial and legal compliance with all applicable statutes and regulations and takes appropriate legal and regulatory action to ensure compliance with existing statutes and regulations. Responsible for the examination of bank holding companies (C17:9A-1 et seq.) and savings and loan holding companies (C17:12B-281 et seq.).

08. **Pinelands Development Credit Bank.** Empowered to purchase and sell Pinelands development credits, in accordance with a program included in the Comprehensive Management Plan for the Pinelands. Provides a mechanism to facilitate both the preservation of the resources of this area and the accommodation of regional growth influences in an orderly fashion.

99. **Administration and Support Services.** Directs the activities of the Department and provides administrative and support services to all of the Department's program classifications and project activities. The Office of the Commissioner disseminates legislative and policy guidance to programs and project activities within the Department and coordinates all regulatory and legislative initiatives with the Legislature, Executive Branch and the financial community.

EVALUATION DATA

	Actual FY 2002	Actual FY 2003	Revised FY 2004	Budget Estimate FY 2005
PROGRAM DATA				
Consumer Protection Services and Solvency Regulation				
Consumer Credit Associations - Banking				
Licenses issued	6,206	6,640	6,300	6,500
Associations subject to examination	1,450	1,689	1,500	1,700
Examinations conducted	350	348	450	500
Consumer Complaints				
Received	3,041	4,159	3,000	3,200
Completed	2,362	2,081	3,000	2,500
Inquiries and Referrals	679	752	700	1,000
Insurance Licensing				
Licenses issued	25,515	30,628	32,000	34,000
Candidates examined	12,894	13,333	14,000	14,500
Phone inquiries handled	59,178	41,201	40,000	40,000
Number of Insurance Companies and Regulated Entities	1,883	1,869	1,880	1,890
Field financial exams	53	20	27	30
Office analysis of companies - exams	516	520	520	520
Insurance Consumer Complaints				
Received	9,889	10,348	10,000	10,500
Resolved	8,194	9,484	9,500	10,000
Phone inquiries handled	46,323	50,760	50,000	52,000
Inquiries handled	4,265	4,115	4,000	4,300
Funds recovered on behalf of complainants	$5,380,886	$4,214,448	$4,000,000	$4,500,000
Actuarial Services				
Property and Casualty				
Commercial lines filings	2,033	2,438	2,500	2,575
Personal lines filings	644	620	750	750
Individual risk filings	23	5	20	25
Consent-to-rate filings	12	39	30	35
Authorization filings	115	82	100	125
Excess profits filings	55	48	49	49
Statistical filings	175	175	175	175
Surveys	914	598	598	598
Record requests	269	251	275	300
Life and Health				
Policyforms - new	16,488	16,751	17,000	17,500
Policyforms - processed	16,488	16,751	17,000	17,500

	Actual FY 2002	Actual FY 2003	Revised FY 2004	Budget Estimate FY 2005
Regulation of the Real Estate Industry				
Licensed brokers	16,038	16,007	16,250	16,300
Licensed salespersons	66,809	71,537	70,000	70,250
Candidates examined	11,344	16,876	13,000	12,500
Broker offices	597	637	625	630
Inspected	275	261	275	285
Complaints investigated	3,016	3,102	3,000	3,100
Licensed schools	56	57	60	65
Licensed satellite sites of school	65	57	60	60
Licensed instructors	194	197	200	210
Public Affairs, Legislative and Regulatory Services				
OAL submissions	73	94	100	105
Bulletins and orders issued	97	131	135	140
Written inquiries handled	1,172	902	1,100	1,250
Services of process handled	1,017	820	900	925
Booklets published	14	22	25	26
Newsletters published	5	19	22	23
Unsatisfied Claims				
Unsatisfied Claim and Judgment Fund (a)				
Claim notices received	9,668	9,098	-	-
New and reopened claims in litigation	953	1,094	-	-
Number of collection payments received	7,436	7,409	-	-
Insurance Fraud Prevention				
Auto insurance audits (b)	40	-	-	-
Health insurance audits (b)	39	-	-	-
Market Conduct Examinations	---	9	9	9
Civil penalties collected	$2,046,826	$1,898,421	$2,000,000	$2,000,000
Education programs	120	299	300	300
Restitution of fraudulently obtained dollars	$53,355	$20,922	$30,000	$40,000
Type of cases investigated (%)				
Auto	75%	80%	80%	80%
Health	9%	7%	8%	8%
Workers' compensation	4%	2%	2%	2%
Homeowners	3%	3%	3%	3%
All other	9%	8%	7%	7%
New investigations referred	7,025	10,350	10,000	10,000
Pending investigations	5,844	7,650	7,500	7,500
Total investigations	12,869	18,000	17,500	17,500
Supervision and Examination of Financial Institutions				
State Chartered Institutions				
Banks and Savings and Loans	104	102	102	102
Examinations conducted	40	37	48	48
Bank Holding Companies	19	10	13	13
Specialty examinations	39	39	50	39
Office of Insurance Ombudsman				
Insurance consumer complaints				
Received	716	1,939	1,900	2,000
Resolved	652	1,323	1,450	1,700
Inquiries handled	2,007	12,277	10,000	11,000
Funds recovered on behalf of consumers	$2,127,114	$6,517,158	$2,500,000	$2,500,000
PERSONNEL DATA				
Affirmative Action Data				
Male Minority	45	48	50	51
Male Minority %	8.7	10.0	10.5	10.0
Female Minority	89	94	95	96
Female Minority %	17.3	19.6	20.0	18.8
Total Minority	134	142	145	147
Total Minority %	26.0	29.6	30.5	28.8

	Actual FY 2002	Actual FY 2003	Revised FY 2004	Budget Estimate FY 2005
Position Data				
Filled Positions by Funding Source				
State Supported	510	476	472	506
All Other	5	3	4	4
Total Positions	515	479	476	510
Filled Positions by Program Class				
Consumer Protection Services and Solvency Regulation	209	201	201	221
Actuarial Services	63	68	68	79
Regulation of the Real Estate Industry	46	44	43	46
Public Affairs, Legislative and Regulatory Services	28	24	25	27
Unsatisfied Claims	22	21	17	---
Insurance Fraud Prevention	32	27	28	30
Supervision and Examination of Financial Institutions	46	40	39	46
Administration and Support Services	69	54	55	61
Total Positions	515	479	476	510

Notes:

Actual payroll counts are reported for fiscal years 2002 and 2003 as of December and revised fiscal year 2004 as of September. The Budget Estimate for fiscal year 2005 reflects the number of positions funded.

(a) Pursuant to P.L.2003, c.89, the administration of the Unsatisfied Claims and Judgment Fund was transferred to the New Jersey Property Liability Insurance Guaranty Association in Fiscal 2004.

(b) The Department of Banking and Insurance Anti-Fraud Compliance Section merged with the Market Conduct Section. FY 2003 actuals, FY 2004 Revised, and FY 2005 Budget estimate represent market conduct examinations with an anti-fraud component. Auto and health audits are no longer necessary.

APPROPRIATIONS DATA
(thousands of dollars)

Year Ending June 30, 2003								Year Ending June 30, 2005	
Orig. & (S)Supple-mental	Reapp. & (R)Recpts.	Transfers & (E)Emer-gencies	Total Available	Expended		Prog. Class.	2004 Adjusted Approp.	Requested	Recom-mended
					DIRECT STATE SERVICES				
					Distribution by Fund and Program				
15,845	226	29	16,100	14,895	Consumer Protection Services and Solvency Regulation	01	15,992	15,992	15,992
5,511	7	---	5,518	5,242	Actuarial Services	02	5,748	5,820	5,820
3,004	114	---	3,118	3,060	Regulation of the Real Estate Industry	03	3,151	3,151	3,151
1,743	---	-15	1,728	1,643	Public Affairs, Legislative and Regulatory Services	04	1,844	1,844	1,844
1,910	5	---	1,915	1,781	Unsatisfied Claims	05	1,958	---	---
32,152	17	---	32,169	31,452	Insurance Fraud Prevention	06	31,976	31,976	31,976
3,837	2,313	-375	5,775	3,319	Supervision and Examination of Financial Institutions	07	3,600	3,600	3,600
---	1,283	---	1,283	170	Pinelands Development Credit Bank	08	---	---	---
4,121	86	361	4,568	4,448	Administration and Support Services	99	4,320	4,320	4,320
68,123	***4,051***	***---***	***72,174***	***66,010***	***Total Direct State Services***		***68,589*** (a)	***66,703***	***66,703***
					Distribution by Fund and Object				
					Personal Services:				
30,186	---	-550	29,636	28,215	Salaries and Wages		30,909	29,532	29,532
30,186	*---*	*-550*	*29,636*	*28,215*	*Total Personal Services*		*30,909*	*29,532*	*29,532*
342	---	79	421	351	Materials and Supplies		342	317	317

Year Ending June 30, 2003								Year Ending June 30, 2005	
Orig. & (S)Supplemental	Reapp. & (R)Recpts.	Transfers & (E)Emergencies	Total Available	Expended		Prog. Class.	2004 Adjusted Approp.	Requested	Recommended
					DIRECT STATE SERVICES				
5,635	---	520	6,155	5,592	Services Other Than Personal		5,468	5,009	5,009
208	---	21	229	207	Maintenance and Fixed Charges		208	203	203
					Special Purpose:				
---	41	---	41	27	Domestic Fraternal Societies	01	---	---	---
---	45 140 R	---	185	---	Public Adjusters Licensing	01	---	---	---
801	---	---	801	582	Ombudsman Program	01	711	711	711
600	---	---	600	457	Actuarial Services	02	600	600	600
29,877	---	---	29,877	29,771	Insurance Fraud Prosecution Services	06	29,877	29,877	29,877
---	250 2,063 R	-156	2,157	---	Supervision and Examination of Financial Institutions	07	---	---	---
---	1,283	---	1,283	170	Pinelands Development Credit Bank	08	---	---	---
30	---	---	30	17	Affirmative Action and Equal Employment Opportunity	99	30	30	30
444	229	86	759	621	Additions, Improvements and Equipment		444	424	424
68,123	***4,051***	***---***	***72,174***	***66,010***	***Grand Total State Appropriation***		***68,589***	***66,703***	***66,703***
					OTHER RELATED APPROPRIATIONS				
					All Other Funds				
---	1,950 2,173 R	21	4,144	2,322	Consumer Protection Services and Solvency Regulation	01	7,887	7,887	7,887
---	130 52 R	---	182	34	Regulation of the Real Estate Industry	03	51	51	51
---	---	---	---	---	Supervision and Examination of Financial Institutions	07	250	400	400
---	***4,305***	***21***	***4,326***	***2,356***	***Total All Other Funds***		***8,188***	***8,338***	***8,338***
68,123	***8,356***	***21***	***76,500***	***68,366***	***GRAND TOTAL ALL FUNDS***		***76,777***	***75,041***	***75,041***

Notes -- Direct State Services - General Fund

(a) The fiscal year 2004 appropriation has been adjusted for the allocation of salary program in accordance with the provisions of P.L.2003, c.122 (Fiscal Year 2004 Appropriation Act).

Language Recommendations -- Direct State Services - General Fund

Receipts derived from extraordinary financial condition examinations or actuarial certifications of loss reserves are appropriated for the conduct of such examinations or certifications, subject to the approval of the Director of the Division of Budget and Accounting.

The unexpended balance as of June 30, 2004 in the Public Adjusters' Licensing account, together with receipts derived from the "Public Adjusters' Licensing Act," P.L. 1993, c. 66 (C.17:22B-1 et seq.), are appropriated for the administration of the act, subject to the approval of the Director of the Division of Budget and Accounting.

Receipts from the investigation of out-of-State land sales are appropriated for the conduct of those investigations.

There are appropriated from the Real Estate Guaranty Fund such sums as may be necessary to pay claims.

There are appropriated from the assessments imposed by the New Jersey Individual Health Coverage Program Board, created pursuant to the "Individual Health Insurance Reform Act," P.L. 1992, c. 161 (C.17B:27A-2 et seq.), and by the New Jersey Small Employer Health Benefits Program Board, created pursuant to P.L. 1992, c. 162 (C.17B:27A-17 et seq.), such sums as may be necessary to carry out the provisions of those acts, subject to the approval of the Director of the Division of Budget and Accounting.

Receipts in excess of anticipated revenues from examination and licensing fees, bank assessments, fines and penalties, and the unexpended balances as of June 30, 2004, not to exceed $400,000, are appropriated to the Division of Banking, subject to the approval of the Director of the Division of Budget and Accounting.

Proceeds from the sale of credits by the Pineland Development Credit Bank pursuant to P.L.1985, c.310 (C.13:18A-30 et. seq.) shall be appropriated to the Pineland Development Credit Bank for the same purpose.

The unexpended balance as of June 30, 2004 in the Pinelands Development Credit Bank account is appropriated for the same purpose.

In addition to the sum hereinabove, such other sums as the Director of the Division of Budget and Accounting shall determine, are appropriated from the assessments of the insurance industry pursuant to P.L. 1995, c. 156 (C.17:1C-19 et seq.).

The amount hereinabove for the Division of Insurance accounts is payable from receipts received from the Special Purpose Assessment of insurance companies pursuant to section 2 of P.L.1995, c.156 (C.17:1C-20). If the Special Purpose Assessment cap calculation is less than the amount herein, appropriated for this purpose, for the Division of Insurance, the appropriation shall be reduced to the level of funding supported by the Special Purpose Assessment cap calculation.

All monies deposited in the Division of Motor Vehicles Surcharge Fund are appropriated to the Market Transition Facility Revenue Fund in accordance with the provisions of P.L. 1994, c. 57 (C.34:1B-21.1 et seq.).

The amount appropriated hereinabove for FAIR Act Administration shall be funded from the additional taxes on the taxable premiums of insurers for the payment of Department of Banking and Insurance administrative costs related to its statutory duties, pursuant to P.L. 1990, c. 8 (C.17:33B-1 et al.).

There is appropriated such sums as are necessary to fund the administrative costs of the New Jersey Hospital Care Payment Commission pursuant to the hospital care payment act, P.L.2003, c. 112, subject to the approval of the Director or the Division of Budget and Accounting.

DEPARTMENT OF COMMUNITY AFFAIRS

OVERVIEW

The Department of Community Affairs (DCA) has many responsibilities, but one common mission - to help people and communities to help themselves. Through its divisions and agencies, in partnership with public, private, and nonprofit entities, the Department provides a variety of services and programs to improve the quality of life in New Jersey. Departmental activities are designed to assist local governments, improve communities, revitalize cities, create housing opportunities, ensure fire and building safety, promote smart growth, empower women, and advocate on behalf of the state's Latino community. Organizationally, DCA also includes the following in-but-not-of agencies that receive funding through the State Budget: the Historic Trust, which provides grants for capital preservation and historic site management and planning; and the Government Records Council, which provides assistance and guidance concerning the Open Public Records Act.

FY2005 Budget Highlights

The Fiscal 2005 Budget for the Department of Community Affairs totals $1.047 billion, a net decrease of $6 million, or 0.6%, under the fiscal 2004 adjusted appropriation of $1.053 billion. When adjusted for the elimination of one-time grants, however, the Fiscal 2005 Budget reflects a $6 million increase in resources for DCA.

The largest increase to the Fiscal 2005 Budget is $7 million for a new Lead Hazard Control Assistance program. This program will provide loans and grants to homeowners for lead hazard control work, associated lead evaluation costs, and temporary relocation assistance. The new Lead Hazard Control Assistance program will also provide for public education on the prevention of lead poisoning.

It is also proposed that a number of other ongoing programs receive increased funding, including Rape Prevention ($500,000), the Center for Hispanic Policy ($375,000), Displaced Homemakers ($275,000), Office of the Prevention of Violence Against Women ($200,000), and the Hispanic Women's Resource Center program ($100,000).

In fiscal 2005, Historic Trust's funding is increased by $120,000 (26%) to provide additional resources for administering grants. Since 1990, the Historic Trust has awarded over $52 million to 182 historic projects statewide through the Historic Preservation Bond Grant program for capital preservation projects. An additional $24.6 million has been awarded to 147 grantees for historic projects through the Garden State Preservation Trust Grant program. In total, $76.6 million has been awarded to 329 historic sites for capital preservation and historic site management and planning.

Municipal Aid

Municipal aid programs that are budgeted through the Department of Community Affairs total $962.3 million, including $835.5 million for Consolidated Municipal Property Tax Relief Aid (CMPTRA), the single largest municipal aid program in the State Budget. The fiscal 2005 CMPTRA appropriation continues at the fiscal 2004 level. The Fiscal 2005 Budget provides increases in municipal aid for municipalities that control or reduce spending through programs such as Regional Efficiency Development Incentive Grants (REDI) and Taxpayer Hero Grants. The fiscal 2005 recommendation for REDI, which provides aid to study the consolidation of services across municipalities, has increased over 100% to $4.2 million. Taxpayer Hero Grants, a new aid initiative which will provide funding to municipalities for holding the line on spending, is funded at $5 million in fiscal 2005. As municipalities have improved their fiscal health, less State aid is required to be provided in the Special Municipal Aid and Extraordinary Aid programs, each of which are reduced by $4 million in fiscal 2005. One time grants valued at $10.5 million have been discontinued in fiscal 2005. Other municipal aid programs such as the Legislative Municipal Block Grant Program, the Trenton Capitol City Aid program and the Regional Efficiency Aid Program (REAP) continue to be funded at the fiscal 2004 level and total over $61 million.

Together with dedicated municipal aid funding of $787.7 million from Energy Tax Receipts, which is provided through the Department of Treasury, the State is providing more than $1.7 billion of aid during fiscal 2005, reflecting the State's continuing commitment to provide municipal governments with a stable base of revenue to address their needs for local public services.

Department Accomplishments

In 2003, DCA provided approximately $1 billion in grants, loans, financing and federal funds to local entities for the promotion of jobs, housing and economic growth. To date, DCA has financed more than 16,700 affordable housing units across the state - well ahead of the goal of 20,000 units by 2006. In addition, new programs such as the Neighborhood Revitalization Tax Credit program, Smart Start, the Home Buyer Mortgage program, At Home Downtown, the Market Oriented Neighborhood Investment program, and Close to Home New Jersey, have boosted the economic outlook of communities across the state.

In addition, DCA is developing new initiatives designed to make it easier for affordable housing developers to accomplish their housing production goals. The fiscal 2004 Housing Advocacy Grants to Nonprofits program promotes affordable housing production by providing each grantee the ability to earn an unprecedented $120,000 in support. Under the program, $72,000 of the award is contingent upon the completion of 46 units of affordable housing. A variety of housing types are eligible, including special needs permanent housing and housing for very low-income residents.

In conjunction with DCA's affordable housing efforts, the Housing and Mortgage Finance Association (HMFA) has undertaken two significant initiatives: 1) a nonprofit acquisition and predevelopment loan pool; and 2) Home Express. With the nonprofit loan pool, the Agency is providing leadership and technical assistance to a group of private sector participants who are interested in developing a loan pool for nonprofit developers. The pool will provide seed money to get projects started. Home Express is HMFA's one-stop-shopping process for tax-credit and balanced-housing funding requests.

The adoption of new incentives and regulations are strengthening the State's Smart Growth Plan, and DCA's Smart Future Initiative has given out almost $3 million to encourage regional planning between municipalities. An expanded, online GovConnect program and a re-launched Regional Efficiency Development Incentive program facilitate shared services initiatives and provide property tax relief.

On an annual basis, DCA funds 28 organizations and more than 70 diverse programs that benefit more than 100,000 Hispanic families. In fiscal 2003, DCA spent almost $3.3 million on homelessness prevention programs and awarded $806,650 in grants to individuals with disabilities - directly helping almost 8,000 people.

DEPARTMENT OF COMMUNITY AFFAIRS

SUMMARY OF APPROPRIATIONS BY FUND

(thousands of dollars)

Year Ending June 30, 2003						Year Ending June 30, 2005		
Orig. & (S)Supplemental	Reapp. & (R)Recpts.	Transfers & (E)Emergencies	Total Available	Expended		2004 Adjusted Approp.	Requested	Recommended
37,679	16,375	-5,408	48,646	44,660	Direct State Services	35,860	34,456	34,456
33,791	9,345	1,361	44,497	41,656	Grants-In-Aid	36,865	32,865	32,865
18,042	67,279	---	85,321	24,780	State Aid	54,996	53,196	53,196
89,512	92,999	-4,047	178,464	111,096	Total General Fund	127,721	120,517	120,517
967,769	---	-39,754	928,015	927,675	Total Property Tax Relief Fund	925,069	926,069	926,069
1,057,281	*92,999*	*-43,801*	*1,106,479*	*1,038,771*	*GRAND TOTAL*	*1,052,790*	*1,046,586*	*1,046,586*

SUMMARY OF APPROPRIATIONS BY PROGRAM

(thousands of dollars)

Year Ending June 30, 2003						Year Ending June 30, 2005		
Orig. & (S)Supplemental	Reapp. & (R)Recpts.	Transfers & (E)Emergencies	Total Available	Expended		2004 Adjusted Approp.	Requested	Recommended
					DIRECT STATE SERVICES - GENERAL FUND			
					Community Development Management			
5,036	1,366	620	7,022	6,091	Housing Code Enforcement	5,519	5,519	5,519
3,915	29	365	4,309	3,901	Housing Services	4,390	4,390	4,390
1,325	---	-134	1,191	1,191	Special Urban Services	---	---	---
5,647	7,270	469	13,386	13,294	Uniform Construction Code	6,588	6,588	6,588
1,233	---	-168	1,065	1,065	Boarding Home Regulation and Assistance	1,031	---	---
237	143	---	380	279	Codes and Standards	267	267	267
5,108	7,134	-3,745	8,497	6,885	Uniform Fire Code	5,788	5,788	5,788
922	---	-922	---	---	Workplace Standards	---	---	---
23,423	*15,942*	*-3,515*	*35,850*	*32,706*	*Subtotal*	*23,583*	*22,552*	*22,552*
					Economic Planning and Development			
1,970	1	460	2,431	1,869	Office of Smart Growth	2,000	2,120	2,120
					Social Services Programs			
410	---	90	500	500	Community Resources	410	410	410
1,081	---	-268	813	813	Women's Programs	968	1,168	1,168
1,491	---	*-178*	*1,313*	*1,313*	*Subtotal*	*1,378*	*1,578*	*1,578*
					State Subsidies and Financial Aid			
6,015	432	-1,662	4,785	4,505	Local Government Services	4,718	4,518	4,518
					Management and Administration			
4,780	---	-513	4,267	4,267	Administration and Support Services	4,181	3,688	3,688
37,679	*16,375*	*-5,408*	*48,646*	*44,660*	*Subtotal Direct State Services - General Fund*	*35,860*	*34,456*	*34,456*
37,679	*16,375*	*-5,408*	*48,646*	*44,660*	*TOTAL DIRECT STATE SERVICES*	*35,860*	*34,456*	*34,456*
					GRANTS-IN-AID - GENERAL FUND			
					Community Development Management			
919	112	---	1,031	1,031	Housing Code Enforcement	919	919	919
6,460	1,894	703	9,057	6,758	Housing Services	6,360	6,360	6,360
1,000	---	---	1,000	1,000	Special Urban Services	---	---	---

Year Ending June 30, 2003						Year Ending June 30, 2005		
Orig. & (S)Supplemental	Reapp. & (R)Recpts.	Transfers & (E)Emergencies	Total Available	Expended		2004 Adjusted Approp.	Requested	Recommended
8,571	3,696	3,745	16,012	15,528	Uniform Fire Code	8,571	8,571	8,571
---	3,369	---	3,369	3,369	New Jersey Meadowlands Commission	---	---	---
16,950	*9,071*	*4,448*	*30,469*	*27,686*	*Subtotal*	*15,850*	*15,850*	*15,850*
					Economic Planning and Development			
2,700	---	---	2,700	2,700	Office of Smart Growth	2,700	2,700	2,700
					Social Services Programs			
6,925	241	-3,216	3,950	3,925	Community Resources	4,825	11,200	11,200
2,340	---	---	2,340	2,340	Women's Programs	2,990	3,115	3,115
9,265	*241*	*-3,216*	*6,290*	*6,265*	*Subtotal*	*7,815*	*14,315*	*14,315*
					State Subsidies and Financial Aid			
4,876	33	129	5,038	5,005	Local Government Services	10,500	---	---
33,791	*9,345*	*1,361*	*44,497*	*41,656*	*Subtotal Grants-In-Aid - General Fund*	*36,865*	*32,865*	*32,865*
33,791	*9,345*	*1,361*	*44,497*	*41,656*	*TOTAL GRANTS-IN-AID*	*36,865*	*32,865*	*32,865*
					STATE AID - GENERAL FUND			
					Community Development Management			
16,925	67,274	---	84,199	23,723	Housing Services	16,925	16,925	16,925
46	---	---	46	46	Uniform Construction Code	---	---	---
16,971	*67,274*	*---*	*84,245*	*23,769*	*Subtotal*	*16,925*	*16,925*	*16,925*
					State Subsidies and Financial Aid			
1,071	5	---	1,076	1,011	Local Government Services	38,071	36,271	36,271
18,042	*67,279*	*---*	*85,321*	*24,780*	*Subtotal State Aid - General Fund*	*54,996*	*53,196*	*53,196*
					STATE AID - PROPERTY TAX RELIEF FUND			
					State Subsidies and Financial Aid			
967,769	---	-39,754	928,015	927,675	Local Government Services	925,069	926,069	926,069
967,769	*---*	*-39,754*	*928,015*	*927,675*	*Subtotal State Aid - Property Tax Relief Fund*	*925,069*	*926,069*	*926,069*
985,811	*67,279*	*-39,754*	*1,013,336*	*952,455*	*TOTAL STATE AID*	*980,065*	*979,265*	*979,265*
1,057,281	*92,999*	*-43,801*	*1,106,479*	*1,038,771*	*TOTAL APPROPRIATION*	*1,052,790*	*1,046,586*	*1,046,586*

40. COMMUNITY DEVELOPMENT AND ENVIRONMENTAL MANAGEMENT

41. COMMUNITY DEVELOPMENT MANAGEMENT

OBJECTIVES

1. To continue neighborhood preservation and balanced housing activities throughout the state by providing grants and technical assistance to municipalities for the establishment of neighborhood rehabilitation programs, the development of revitalization strategies, planning and sustainable development concepts, and construction of low and moderate income housing.
2. To provide for the protection of the health, safety, welfare, and rights of the residents of the state's rooming and boarding homes.
3. To preserve the existing multi-family housing stock in the state and protect the health and safety of the occupants.
4. To protect the public safety by ensuring that all buildings constructed in New Jersey meet required uniform construction standards.
5. To ensure that all the areas of the state are protected by a uniform, minimum fire safety code and that uniform and thorough fire safety inspections protect the public and firefighters in buildings which pose a serious life safety hazard. To serve as the lead State fire service agency.
6. To protect purchasers of units in condominiums, cooperatives, retirement communities and other planned real estate developments by regulating such developments and requiring full and fair disclosure in their disposition; protect the residents of continuing care retirement communities from a provider becoming insolvent or unable to provide responsible care.
7. To provide federal rental assistance payments to low-income families and rehabilitation of existing housing units, with a special emphasis on services to the mentally and physically-challenged.
8. To maximize the effectiveness of existing landlord/tenant laws and regulations through programs of information, education, training, outreach and enforcement; perform functions mandated by the Truth in Renting Act and tenants' rights legislation.
9. To continue providing to the residents of the state the opportunity to acquire low- and moderate-income housing through the efforts of the Council on Affordable Housing.
10. Address the needs of the homeless through prevention measures and by providing adequate shelter through rehabilitation and expansion of existing shelters.
11. Within the Meadowlands District, to continue to acquire open space for permanent preservation, enhance environmentally sensitive wetland areas, develop active and passive recreational opportunities, redevelop brownfields properties and enhance wildlife habitats.
12. To prevent injuries to persons and damage to property from liquefied petroleum gases, and to prevent injuries and fatalities to the public on carnival amusement rides and ski lifts.

PROGRAM CLASSIFICATIONS

01. **Housing Code Enforcement.** Inspects, registers, and issues appropriate certificates of registration and occupancy for hotels, motels and multiple dwellings; encourages participation in the cooperative housing inspection program; and maintains a statewide inventory of hotels and multiple dwellings.
02. **Housing Services.** Provides services in such areas as the Relocation Assistance program (C52:31B-1), the Neighborhood Preservation program (P.L. 1975, c.248 and c.249), the Balanced Housing program (Fair Housing Act of 1985, C52:27D-10), the regulation of limited dividend and non-profit housing agencies (C55:16-1 et seq.), assistance to established housing authorities (C55:14A-1) and redevelopment agencies (C40:55C-1), and administers a federally-funded leased housing assistance program, the Small Cities Community Development Block Grant program, and the HOME Investment Partnerships program. The Prevention of Homelessness program provides assistance for the homeless by providing emergency accommodations, rental assistance, and interest rate subsidies to low- and moderate-income families for affordable housing. The Shelter Assistance program provides assistance for construction of emergency shelters and services for the homeless.
03. **Special Urban Services.** Under the guidance of the Urban Coordinating Council, provides for the effective coordination of urban polices between State agencies and communities to improve the physical, economic, and social life of the State's urban areas.
06. **Uniform Construction Code.** Ensures that all buildings are constructed to meet uniform standards; ensures that all local construction code officials are competent through a licensing program and that all pre-manufactured buildings shipped into the state conform to the code (C55:13A-1, C52:27B-119); administers the New Home Warranty program (C46:3B-1 et seq.); and enforces the Planned Real Estate Full Disclosure Act (C45:22A-1). Inspects ski lifts, liquid propane gas facilities, and carnival/amusement rides in the interest of public safety.
12. **Boarding Home Regulation and Assistance.** Provides for the health, safety and welfare of all those who reside in rooming and boarding houses in the state; promotes the growth and continued improvement of boarding homes; and ensures that all State agencies work in unison for the protection and care of the residents of rooming houses, boarding houses, and residential health care facilities.
13. **Codes and Standards.** Provides for the management of the Division of Codes and Standards, which includes Housing Code Enforcement, Uniform Construction Code and Boarding Home Regulation and Assistance.
18. **Uniform Fire Code.** Provides for public education programs to inform the general public on fire prevention, provides loans to emergency service agencies, and provides training programs for local firefighters, fire officers and fire code enforcement personnel under the Uniform Fire Safety Act (C52:27D-192 et seq. and C52:27D-25a et seq.). Administers a statewide fire incident reporting program, administers local fire code enforcement and monitoring, conducts inspections in approximately 100 municipalities as well as all State-owned and leased property, and regulates and certifies the fire protection equipment industry. Provides domestic security guidance to local fire departments,

administers the States' Fire Coordinator System as well as responds to all emergency incidents requiring mutual aid. Conducts fire cause determination investigations in coordination with the NJ State Police Arson/Bomb Unit as well as investigates serious firefighter injuries or fatalities. Supports the New Jersey Fire Safety Commission and its six advisory councils, and serves as the chair of the Governor's Fire Service and Safety Task Force.

20. **New Jersey Meadowlands Commission.** Empowered with regional planning and zoning authority to ensure the environmental protection and enhancement of the Meadowlands District (C13:17-1 et seq.). Its mandates are to protect the delicate balance of nature, provide for orderly development, and provide facilities for the disposal of solid waste.

EVALUATION DATA

	Actual FY 2002	Actual FY 2003	Revised FY 2004	Budget Estimate FY 2005
PROGRAM DATA				
Housing Code Enforcement				
Buildings registered	81,306	81,306	81,306	81,306
Dwelling units registered	910,000	910,000	910,000	910,000
Dwelling units requiring inspection	165,172	190,292	181,833	193,723
Dwelling units inspected	158,578	183,450	175,014	193,723
Percentage of dwelling units inspected	96%	96%	96%	100%
Cost per unit inspected, State	$27.75	$32.99	$27.53	$29.97
Cost per unit inspected, local	$22.61	$23.88	$25.88	$23.83
Penalties issued	4,244	8,076	8,000	8,000
Housing Services				
Neighborhood Preservation				
Neighborhood improvement projects	35	31	28	29
Housing units produced	2,094	899	2,300	2,300
Technical assistance to non-profit housing developers	55	58	45	45
Homelessness Prevention				
Households assisted	2,100	2,200	2,300	2,300
Shelter beds funded	150	150	150	150
Relocation Assistance				
Families receiving State relocation funds	168	168	100	100
Relocation assistance programs approved	23	35	35	45
Complaints resolved	11	9	9	9
Uniform Construction Code				
Permits issued	3,681	4,385	4,385	4,385
Inspections	19,006	22,355	26,400	26,400
Officials licensed	4,530	4,376	4,376	4,530
Plans reviewed	1,730	1,989	2,154	2,154
State Building Unit				
Annual permits	36	40	40	40
Construction permits issued	967	774	774	774
Certificates of occupancy and approvals issued	880	427	714	714
Continuing education and training programs offered	246	251	251	251
Elevator Safety Unit				
Devices registered	26,644	27,605	27,605	27,605
State-administered municipalities	429	435	435	435
Liquified petroleum gas inspections	2,328	1,867	2,000	2,000
Amusement ride inspections	6,035	4,594	5,053	5,053
Ski lift inspections	87	94	100	100
Boarding Home Regulation and Assistance				
Evaluations	1,346	1,144	1,145	1,145
Reevaluations	1,190	1,014	1,015	1,015
Closings-imminent hazard	3	4	4	4
Permanent licenses	1,283	1,300	1,300	1,300
Penalties issued	146	298	300	300
Complaints filed	103	199	200	200

	Actual FY 2002	Actual FY 2003	Revised FY 2004	Budget Estimate FY 2005
Uniform Fire Code				
Life hazards registered	77,593	63,683	68,459	71,882
State inspections or reinspections performed	16,295	13,489	14,868	15,611
Fire officials and inspectors certified	4,438	4,133	4,219	4,219
State owned and maintained buildings inspected or reinspected	7,432	7,137	7,200	7,560
National fire incident reporting - participating organizations	573	568	600	650
Local enforcement monitoring	130	120	120	125
PERSONNEL DATA				
Position Data				
Filled Positions by Funding Source				
State Supported	507	471	525	586
Federal	230	227	216	246
All Other	94	83	87	122
Total Positions	831	781	828	954
Filled Positions by Program Class				
Housing Code Enforcement	126	112	117	142
Special Urban Services	2	1	1	---
Housing Services	321	304	295	341
Uniform Construction Code	260	254	298	331
Boarding Home Regulation and Assistance	24	18	18	21
Codes and Standards	8	7	9	9
Uniform Fire Code	90	85	90	110
Total Positions	831	781	828	954

Notes:

Actual payroll counts are reported for fiscal years 2002 and 2003 as of December and revised fiscal year 2004 as of September. The Budget Estimate for fiscal year 2005 reflects the number of positions funded.

APPROPRIATIONS DATA
(thousands of dollars)

Year Ending June 30, 2003								Year Ending June 30, 2005	
Orig. & [S]Supplemental	Reapp. & [R]Recpts.	Transfers & [E]Emergencies	Total Available	Expended		Prog. Class.	2004 Adjusted Approp.	Requested	Recommended
					DIRECT STATE SERVICES				
					Distribution by Fund and Program				
5,036	1,366	620	7,022	6,091	Housing Code Enforcement	01	5,519	5,519	5,519
3,915	29	365	4,309	3,901	Housing Services	02	4,390	4,390	4,390
1,325	---	-134	1,191	1,191	Special Urban Services	03	---	---	---
5,647	7,270	469	13,386	13,294	Uniform Construction Code	06	6,588	6,588	6,588
1,233	---	-168	1,065	1,065	Boarding Home Regulation and Assistance [a]	12	1,031	---	---
237	143	---	380	279	Codes and Standards	13	267	267	267
5,108	7,134	-3,745	8,497	6,885	Uniform Fire Code	18	5,788	5,788	5,788
922	---	-922	---	---	Workplace Standards	32	---	---	---
23,423	*15,942*	*-3,515*	*35,850*	*32,706*	*Total Direct State Services*		*23,583* [b]	*22,552*	*22,552*
					Distribution by Fund and Object				
					Personal Services:				
16,412	1,477 14,247 [R]	-4,473	27,663	25,332	Salaries and Wages		17,424	16,508	16,508
16,412	*15,724*	*-4,473*	*27,663*	*25,332*	*Total Personal Services*		*17,424*	*16,508*	*16,508*
116	5	209	330	256	Materials and Supplies		102	86	86
937	1	237	1,175	1,025	Services Other Than Personal		935	872	872
668	37	14	719	689	Maintenance and Fixed Charges		662	626	626

Year Ending June 30, 2003							Year Ending June 30, 2005	
Orig. & (S)Supplemental	Reapp. & (R)Recpts.	Transfers & (E)Emergencies	Total Available	Expended		Prog. Class.	2004 Adjusted Approp.	Requested	Recommended
					DIRECT STATE SERVICES				
					Special Purpose:				
243	---	---	243	243	Prevention of Homelessness	02	243	243	243
1,477	5	---	1,482	1,482	Neighborhood Preservation-Fair Housing (P.L. 1985, c. 222)	02	1,835	1,835	1,835
1,670	24	---	1,694	1,286	Council on Affordable Housing	02	2,007	2,007	2,007
200	---	---	200	200	Main Street New Jersey	02	---	---	---
1,325	---	-134	1,191	1,191	Office of Neighborhood Empowerment	03	---	---	---
---	143 R	---	143	42	Truth in Renting	13	---	---	---
375	3	---	378	378	Local Fire Fighters' Training	18	375	375	375
---	---	632	632	582	Additions, Improvements and Equipment		---	---	---
					GRANTS-IN-AID				
					Distribution by Fund and Program				
919	112	---	1,031	1,031	Housing Code Enforcement	01	919	919	919
6,460	1,894	703	9,057	6,758	Housing Services	02	6,360	6,360	6,360
1,000	---	---	1,000	1,000	Special Urban Services	03	---	---	---
8,571	3,696	3,745	16,012	15,528	Uniform Fire Code	18	8,571	8,571	8,571
---	3,369	---	3,369	3,369	New Jersey Meadowlands Commission	20	---	---	---
16,950	***9,071***	***4,448***	***30,469***	***27,686***	***Total Grants-in-Aid***		***15,850***	***15,850***	***15,850***
					Distribution by Fund and Object				
					Grants:				
919	112	---	1,031	1,031	Cooperative Housing Inspection	01	919	919	919
2,000	1,643	---	3,643	1,740	Shelter Assistance	02	2,000	2,000	2,000
4,460	---	---	4,460	4,394	Prevention of Homelessness	02	4,360	4,360	4,360
---	251	79	330	---	Downtown Business Improvement Loan Fund	02	---	---	---
---	---	40	40	40	Work First New Jersey Housing Assistance Program Escrow Account	02	---	---	---
---	---	584	584	584	Long Term Support Program	02	---	---	---
1,000	---	---	1,000	1,000	Brownfields Redevelopment Grants	03	---	---	---
8,425	3,462	3,665	15,552	15,184	Uniform Fire Code-Local Enforcement Agency Rebates	18	8,425	8,425	8,425
146	234	80	460	344	Uniform Fire Code-Continuing Education	18	146	146	146
---	3,205 R	---	3,205	3,205	New Jersey Meadowlands Commission	20	---	---	---
---	164 R	---	164	164	New Jersey Meadowlands Tax Sharing Stabilization Fund	20	---	---	---
					STATE AID				
					Distribution by Fund and Program				
16,925	67,274	---	84,199	23,723	Housing Services	02	16,925	16,925	16,925
46	---	---	46	46	Uniform Construction Code	06	---	---	---
16,971	***67,274***	---	***84,245***	***23,769***	***Total State Aid***		***16,925***	***16,925***	***16,925***
					Distribution by Fund and Object				
					State Aid:				
250	---	---	250	250	Relocation Assistance	02	250	250	250

COMMUNITY AFFAIRS

Year Ending June 30, 2003								Year Ending June 30, 2005	
Orig. & (S)Supplemental	Reapp. & (R)Recpts.	Transfers & (E)Emergencies	Total Available	Expended		Prog. Class.	2004 Adjusted Approp.	Requested	Recommended
					STATE AID				
2,750	---	---	2,750	2,750	Neighborhood Preservation (P.L. 1975, c. 248 and c. 249)	02	2,750	2,750	2,750
13,925	31,693 35,581 R	---	81,199	20,723	Neighborhood Preservation-Fair Housing (P.L. 1985, c. 222)	02	13,925	13,925	13,925
46	---	---	46	46	Municipal Memberships in Building Codes Association	06	---	---	---
57,344	*92,287*	*933*	*150,564*	*84,161*	*Grand Total State Appropriation*		*56,358*	*55,327*	*55,327*
					OTHER RELATED APPROPRIATIONS				
					Federal Funds				
185,292 2,929 S	10,952	-2	199,171	186,614	Housing Services	02	193,940	203,171	203,171
110	25	---	135	32	Uniform Fire Code	18	110	110	110
188,331	*10,977*	*-2*	*199,306*	*186,646*	*Total Federal Funds*		*194,050*	*203,281*	*203,281*
					All Other Funds				
---	---	---	---	---	Housing Code Enforcement	01	1,830	3,324	3,324
---	18,896 1,213 R	41	20,150	518	Housing Services	02	2,410	2,948	2,948
---	40	---	40	40	Special Urban Services	03	---	---	---
---	36 3,326 R	---	3,362	3,326	Uniform Construction Code	06	13,573	14,430	14,430
---	1	---	1	1	Boarding Home Regulation and Assistance	12	---	---	---
---	---	---	---	---	Codes and Standards	13	143	143	143
---	9 16 R	---	25	---	Uniform Fire Code	18	6,795	9,866	9,866
---	---	---	---	---	New Jersey Meadowlands Commission	20	3,370	3,370	3,370
---	*23,537*	*41*	*23,578*	*3,885*	*Total All Other Funds*		*28,121*	*34,081*	*34,081*
245,675	*126,801*	*972*	*373,448*	*274,692*	*GRAND TOTAL ALL FUNDS*		*278,529*	*292,689*	*292,689*

Notes -- Direct State Services - General Fund

(a) Boarding Home Regulation and Assistance will be fully fee supported in fiscal 2005.

(b) The fiscal 2004 appropriation has been adjusted for the allocation of salary program, which includes $252,000 in appropriated receipts from Housing Code Enforcement fees, $422,000 in appropriated receipts from Uniform Construction Code fees, $16,000 in appropriated receipts from Codes and Standards, $328,000 in appropriated receipts from Affordable Housing and Neighborhood Preservation fees, and $340,000 in appropriated receipts from Uniform Fire Code fees, in accordance with the provisions of P.L. 2003, c. 122 (Fiscal Year 2004 Appropriations Act).

Language Recommendations -- Direct State Services - General Fund

The amount hereinabove for the Housing Code Enforcement program classification is payable out of the fees and penalties derived from bureau activities. If the receipts are less than anticipated, the appropriation shall be reduced proportionately.

The unexpended balance as of June 30, 2004 in the Housing Code Enforcement program classification, together with any receipts in excess of the amount anticipated, is appropriated, subject to the approval of the Director of the Division of Budget and Accounting.

The unexpended balance as of June 30, 2004, in the several Uniform Construction Code program classification fee accounts, together with any receipts in excess of the amounts anticipated, is appropriated for expenses of code enforcement activities, subject to the approval of the Director of the Division of Budget and Accounting.

The unexpended balance as of June 30, 2004 in the Planned Real Estate Development Full Disclosure Act fees account, together with any receipts in excess of the amount anticipated, is appropriated, subject to the approval of the Director of the Division of Budget and Accounting.

The amounts received by the Uniform Construction Code Revolving Fund attributable to that portion of the surcharge fee in excess of $0.0006, and to surcharges on other construction, shall be dedicated to the general support of the Uniform Construction Code Program and, notwithstanding the provisions of section 2 of P.L. 1979, c.121 (C.52:27D-124.1), shall be available for training and non-training purposes, except that the amounts attributable to $0.00075 per cubic foot of new construction and $0.39 per $1000 of other construction shall be dedicated to the Smart Future Planning Grant-in-Aid program. Notwithstanding the provision of law to the contrary, unexpended balances as of June 30, 2004 in the Uniform Construction Code Revolving Fund are appropriated.

Such sums as may be required for the registration of builders and reviewing and paying claims under the "New Home Warranty and Builders' Registration Act," P.L. 1977, c.467 (C.46:3B-1 et seq.), are appropriated from the New Home Warranty Security Fund in accordance with section 7 of P.L. 1977, c.467 (C.46:3B-7), subject to the approval of the Director of the Division of Budget and Accounting.

The unexpended balance as of June 30, 2004 in the Uniform Fire Code program classification, together with any receipts in excess of the amount anticipated, is appropriated, subject to the approval of the Director of the Division of Budget and Accounting.

The amounts hereinabove for the Uniform Fire Code program classification are payable out of the fees and penalties derived from code enforcement activities. If these receipts are less than anticipated, the appropriations shall be reduced proportionately.

Notwithstanding the provisions of any law to the contrary, receipts derived from fees associated with the Fire Protection Contractor's Certification program pursuant to P.L. 2001, c.289 (C.52:27D-25n et seq.) are appropriated to the Department of Community Affairs Division of Fire Safety, necessary to operate the program subject to the approval of the Director of the Division of Budget and Accounting.

The amount hereinabove for the Council on Affordable Housing and Neighborhood Preservation-Fair Housing accounts shall be payable from the receipts of the portion of the realty transfer tax directed to be credited to the Neighborhood Preservation Nonlapsing Revolving Fund pursuant to section 4 of P.L. 1968, c.49 (C.46:15-8) and from the receipts of the portion of the realty transfer tax directed to be credited to the Neighborhood Preservation Nonlapsing Revolving Fund pursuant to section 4 of P.L. 1975, c.176 (C.46:15-10.1). Any receipts in excess of the amount anticipated, and any unexpended balance as of June 30, 2004 are appropriated, subject to the approval of the Director of the Division of Budget and Accounting.

Receipts from the New Jersey Housing and Mortgage Finance Agency charges for Housing Affordability Service to municipalities and the unexpended balance as of June 30, 2004 are appropriated for the operation of the Housing Affordability Service within the Division of Housing.

Pursuant to section 15 of P.L. 1983, c.530 (C.55:14K-15), the Commissioner of the Department of Community Affairs shall determine, at least annually, the eligibility of each boarding house resident for rental assistance payments; and notwithstanding any provision of P.L. 1983, c.530 (C.55:14K-1 et seq.) to the contrary, moneys held in the Boarding House Rental Assistance Fund that were originally appropriated from the General Fund may be used by the Commissioner for the purpose of providing life safety improvement loans, and any moneys held in the Boarding House Rental Assistance Fund may be used for the purpose of providing rental assistance for repayment of such loans. Notwithstanding any provision of P.L. 1983, c.530 (C.55:14K-1 et seq.), the Commissioner shall have authority to disburse funds from the Boarding House Rental Assistance Fund established pursuant to section 14 of P.L. 1983, c.530 (C.55:14K-14) for the purpose of repaying, through rental assistance or otherwise, loans made to the boarding house owners for the purpose of rehabilitating boarding houses.

Any receipts from the sale of truth in renting statements, including fees, fines, and penalties, are appropriated.

There is appropriated from the Petroleum Overcharge Reimbursement Fund the sum of $300,000 for the expenses of the Green Homes Office in the Division of Housing and Community Resources, subject to the approval of the Director of the Division of Budget and Accounting.

Any receipts from the Boarding Home Regulation and Assistance program, including fees, fines, and penalties, are appropriated.

Language Recommendations -- Grants-In-Aid - General Fund

The amount hereinabove for the Housing Code Enforcement program classification is payable out of the fees and penalties derived from bureau activities. If these receipts are less than anticipated, the appropriation shall be reduced proportionately.

The unexpended balance as of June 30, 2004, in the Housing Code Enforcement program classification, together with any receipts in excess of the amount anticipated, is appropriated, subject to the approval of the Director of the Division of Budget and Accounting.

The amount hereinabove for the Uniform Fire Code program classification is payable out of the fees and penalties derived from inspection and enforcement activities. If these receipts are less than anticipated, the appropriation shall be reduced proportionately.

The unexpended balance as of June 30, 2004 in the Uniform Fire Code program classification together with any receipts in excess of the amount anticipated is appropriated, subject to the approval of the Director of the Division of Budget and Accounting.

The amount hereinabove for Shelter Assistance is payable from the receipts of the portion of the realty transfer tax directed to be credited to the Neighborhood Preservation Nonlapsing Revolving Fund pursuant to section 4 of P.L. 1968, c.49 (C.46:15-8) and from the receipts of the portion of the realty transfer tax directed to be credited to the Neighborhood Preservation Nonlapsing Revolving Fund pursuant to section 4 of P.L. 1975, c.176 (C.46:15-10.1). If the receipts are less than anticipated, the appropriation shall be reduced proportionately.

The unexpended balance as of June 30, 2004 in the Shelter Assistance account is appropriated.

Upon determination by the Commissioner that all eligible shelter assistance projects have received funding from the amount appropriated for Shelter Assistance from receipts of the portions of the realty transfer tax dedicated to the Neighborhood Preservation Nonlapsing Revolving Fund, any available balance in the Shelter Assistance account may be transferred to the Neighborhood Preservation-Fair Housing account, subject to the approval of the Director of the Division of Budget and Accounting.

There is appropriated to the Revolving Housing Development and Demonstration Grant Fund an amount not to exceed 50% of the penalties derived from bureau activities in the Housing Code Enforcement program classification, subject to the approval of the Director of the Division of Budget and Accounting.

Receipts from repayment of loans from the Downtown Business Improvement Loan Fund, together with the unexpended balance of such loan fund as of June 30, 2004 and any interest thereon, are appropriated for the purposes of P.L. 1998, c.115 (C40:56-71.1 et seq.).

Notwithstanding the provisions of section 35 of P.L. 1975, c.326 (C.13:17-10.1), sections 10 and 11 of P.L. 1981, c.306 (C.13:1E-109 and C.13:1E-110), section 8 of P.L. 1985, c.368 (C.13:1E-176), or any rules and regulations adopted pursuant thereto, or any order issued by the Board of Public Utilities to the contrary, an amount equal to $3,205,000 shall be withdrawn from the escrow accounts by the New Jersey Meadowlands Commission and paid to the State Treasurer for deposit in the General Fund and the amount so deposited shall be appropriated to the New Jersey Meadowlands Commission for operational costs. Of the amount so deposited and appropriated to the New Jersey Meadowlands Commission, $110,000 shall be made available to the Hackensack Meadowlands Municipal Committee for operational costs.

Notwithstanding the provisions of section 35 of P.L.1975, c.326 (C.13:17-10.1), sections 10 and 11 of P.L.1981, c.306 (C.13:1E-109 and C.13:1E-110), section 8 of P.L.1985, c.368 (C.13:1E-176), or any rules and regulations adopted pursuant thereto, or any order issued by the Board of Public Utilities to the contrary, an amount equal to $165,000 shall be withdrawn from the escrow accounts by the commission and paid to the State Treasurer for deposit in the General Fund, and the amount so deposited is appropriated for payment to the New Jersey Meadowlands Tax Sharing Stabilization Fund and paid to the commission in accordance with the certification of the fund's requirements, for distribution by the commission to municipalities entitled to payments from the fund for 2004.

Language Recommendations -- State Aid - General Fund

In addition to the sum hereinabove for Relocation Assistance, such amounts as may be required to fund relocation costs of boarding home residents are appropriated from the Boarding Home Rental Assistance Fund.

Of the sum hereinabove for Neighborhood Preservation-Fair Housing, a sum not to exceed $300,000 may be used for matching on a 50/50 basis for the administrative costs of the Federal Small Cities Block Grant.

Any receipts in excess of the amount anticipated in the Neighborhood Preservation-Fair Housing account are appropriated.

The amount hereinabove for Neighborhood Preservation-Fair Housing is payable from the receipts of the portion of the realty transfer tax directed to be credited to the Neighborhood Preservation Nonlapsing Revolving Fund pursuant to section 4 of P.L. 1968, c.49 (C.46:15-8), and from the receipts of the portion of the realty transfer tax directed to be credited to the Neighborhood Preservation Nonlapsing Revolving Fund pursuant to section 4 of P.L. 1975, c.176 (C.46:15-10.1). If the receipts are less than anticipated, the appropriation shall be reduced proportionately.

Of the amount hereinabove for Neighborhood Preservation-Fair Housing, an amount not to exceed $2,500,000 may be used to provide technical assistance grants to non-profit housing organizations and authorities for creating and supporting affordable housing and community development opportunities.

The unexpended balance as of June 30, 2004 in the Neighborhood Preservation-Fair Housing account is appropriated.

Notwithstanding any law to the contrary, funds appropriated for Neighborhood Preservation-Fair Housing may be provided directly to the housing project being assisted; provided however, that any such project have the support by resolution of the governing body of the municipality in which it is located.

50. ECONOMIC PLANNING, DEVELOPMENT AND SECURITY

51. ECONOMIC PLANNING AND DEVELOPMENT

8049. OFFICE OF SMART GROWTH

OBJECTIVES

1. The Office of Smart Growth is charged with implementing the New Jersey State Development and Redevelopment Plan, providing expertise and staff to carry out the objectives of the Governor's Smart Growth Policy Council and the State Planning Commission.

PROGRAM CLASSIFICATIONS

49. **Office of Smart Growth.** This office incorporates the Office of State Planning, and provides support to the State Planning Commission and the Governor's Smart Growth Policy Council. The office administers smart future planning grants, available to counties and municipalities to promote redevelopment, economic activities, and preservation that are consistent with smart growth principles. The office facilitates the implementation of the State Plan and smart growth projects. It ensures agency cooperation on plans and projects that serve smart growth principles. The office carries out the statutory functions of the State Planning Commission, coordinates with State agencies, assists communities with plan endorsement, and supports outreach programs such as the Brownfields Redevelopment Task Force, Highlands Task Force and urban redevelopment issues.

In fiscal 2003, the Historic Trust and associated administrative costs (formerly in Department of State) became part of the Department of Community Affairs. The Historic Trust, through the Historic Preservation Fund, provides for the administration, planning, and organization of historic preservation projects.

EVALUATION DATA

	Actual FY 2002	Actual FY 2003	Revised FY 2004	Budget Estimate FY 2005
PROGRAM DATA				
Office of Smart Growth				
Smart Future Planning Grants Awarded	---	21	30	40
Endorsed County and Municipal Plans (Including Center Designations)	---	20	5	6
PERSONNEL DATA				
Position Data				
Filled Positions by Funding Source				
State Supported	31	22	23	31
Total Positions	31	22	23	31

Notes:

Fiscal year 2003 data for Endorsed County and Municipal Plans represent the number of Center Designations completed. Fiscal years 2004 and 2005 data anticipates limited Center Designation activity.

Actual payroll counts are reported for fiscal years 2002 and 2003 as of December and revised fiscal year 2004 as of September. The Budget Estimate for fiscal year 2005 reflects the number of positions funded.

APPROPRIATIONS DATA
(thousands of dollars)

Year Ending June 30, 2003								Year Ending June 30, 2005	
Orig. & (S)Supplemental	Reapp. & (R)Recpts.	Transfers & (E)Emergencies	Total Available	Expended		Prog. Class.	2004 Adjusted Approp.	Requested	Recommended
					DIRECT STATE SERVICES				
					Distribution by Fund and Program				
1,970	1	460	2,431	1,869	Office of Smart Growth	49	2,000	2,120	2,120
1,970	*1*	*460*	*2,431*	*1,869*	*Total Direct State Services*		*2,000*	*2,120*	*2,120*
					Distribution by Fund and Object				
					Personal Services:				
1,529	1 R	-226	1,304	1,304	Salaries and Wages		1,211	1,211	1,211
1,529	*1*	*-226*	*1,304*	*1,304*	*Total Personal Services*		*1,211*	*1,211*	*1,211*
65	---	---	65	65	Materials and Supplies		55	55	55
245	---	-65	180	175	Services Other Than Personal		245	245	245
6	---	---	6	6	Maintenance and Fixed Charges		6	6	6
					Special Purpose:				
---	---	500	500	---	Historic Site Management	49	---	---	---
125	---	-30	95	95	Governor's Smart Growth Policy Council	49	25	25	25
---	---	281	281	224	Historic Trust/Open Space Administrative Costs (a)	49	458	578	578
					GRANTS-IN-AID				
					Distribution by Fund and Program				
2,700	---	---	2,700	2,700	Office of Smart Growth	49	2,700	2,700	2,700
2,700	*---*	*---*	*2,700*	*2,700*	*Total Grants-in-Aid (b)*		*2,700*	*2,700*	*2,700*
					Distribution by Fund and Object				
					Grants:				
2,700	---	---	2,700	2,700	Smart Future Planning Grants	49	2,700	2,700	2,700
4,670	*1*	*460*	*5,131*	*4,569*	*Grand Total State Appropriation*		*4,700*	*4,820*	*4,820*
					OTHER RELATED APPROPRIATIONS				
					All Other Funds				
---	21 R	43	64	---	Office of Smart Growth	49	25	25	25

Year Ending June 30, 2003							Year Ending June 30, 2005	
Orig. & (S)Supplemental	Reapp. & (R)Recpts.	Transfers & (E)Emergencies	Total Available	Expended		Prog. Class.	2004 Adjusted Approp.	Requested	Recommended
					OTHER RELATED APPROPRIATIONS				
---	21	43	64	---	*Total All Other Funds*		25	25	25
4,670	*22*	*503*	*5,195*	*4,569*	*GRAND TOTAL ALL FUNDS*		*4,725*	*4,845*	*4,845*

Notes -- Direct State Services - General Fund

(a) In fiscal 2003 an Executive Order moved the Historic Trust and associated administrative costs from the Department of State to the Department of Community Affairs as an in-but-not-of program.

Notes -- Grants-In-Aid - General Fund

(b) The amount hereinabove for Smart Future Planning Grants, which was appropriated in Fiscal 2004 as Smart Growth Planning Grants, is payable from receipts collected from Uniform Construction Fees.

Language Recommendations -- Direct State Services - General Fund

The Office of Smart Growth is authorized to collect reasonable fees for the distribution of its publications, and receipts derived from such fees are appropriated for the Office of Smart Growth.

The amount hereinabove for the New Jersey Historic Trust program is appropriated for all administrative costs and expenses pursuant to the "New Jersey Cultural Trust Act" P.L. 2000, c. 76 (C. 52: 16A-72 et seq.); the "Garden State Preservation Trust Act," P.L. 1999, c. 152 (C.13:8C-1 et seq.); the "Historic Preservation Revolving Loan Fund," P.L. 1991, c. 41 (C.13:1B-15.115a et seq.); the "Green Acres, Clean Water, Farmland and Historic Preservation Bond Act of 1992," P.L. 1992, c. 88; and the "Green Acres, Farmland and Historic Preservation, and Blue Acres Bond Act of 1995," P.L. 1995, c. 204, subject to the approval of the Director of the Division of Budget and Accounting.

Notwithstanding any other law to the contrary, an amount not to exceed $578,000 shall be transferred from the Garden State Historic Preservation Trust Fund to the General Fund and is appropriated to the Department of Community Affairs for Historic Trust/Open Space Administrative Costs.

50. ECONOMIC PLANNING, DEVELOPMENT AND SECURITY
55. SOCIAL SERVICES PROGRAMS

OBJECTIVES

1. To continue to address the needs of New Jersey's disadvantaged population through community-based organizations and agencies of local government.
2. To serve as the central permanent agency for the coordination of programs and services for the women of New Jersey and as a planning agency for the development of policy and new programs and services with the underlying theme of ensuring rights and opportunities for all of New Jersey's women.
3. To empower the Hispanic community in New Jersey through the process of inclusion in policy development and direct social services.
4. To increase energy conservation and reduce the utility costs of low-income households through the weatherization of single and multi-family dwellings and through direct energy assistance payments.
5. To assess and respond to the recreation needs of New Jersey's mentally and physically challenged citizens through events such as the Special Olympics and the Tournament of Champions.
6. To promote representation of the interests and needs of the State's low-income people in state policy deliberations on issues of relevance to them.
7. To provide grants and zero interest loans to owners of housing units for lead-based paint hazard control work.

PROGRAM CLASSIFICATIONS

05. **Community Resources.** Provides assistance to nonprofit groups, local governments, and other local organizations in improving the quality of life for the State's low-income population. In addition to serving as the New Jersey Office of Economic Opportunity (C52:27D-7), supports programs for disadvantaged groups, community action agencies, community development, community recreation (especially for the handicapped), the Hispanic community, weatherization and lead-based paint hazard control.

The Center for Hispanic Policy, Research and Development (CHPRD) ensures the empowerment of the Latino/Hispanic community of the State through the provision of grants to Hispanic community-based organizations for innovative programs and initiatives; technical assistance and referral services aimed at empowering Hispanic community-based organizations; creating training/employment opportunities for Hispanic college interns (a source of potential leadership); conducting and supporting research on Hispanics in New Jersey; developing public/private partnerships that would enrich CHPRD programs and initiatives and provide additional resources; and recognizing the contributions of the Latino community in New Jersey.

Special Olympics, supported through volunteers, is a statewide program of sports training and athletic competition for mentally, physically, and learning disabled children and adults.

The State Office of Recreation (created by P.L. 1950, c.338) promotes and encourages the development and expansion of recreational facilities, sites, programs and opportunities for all citizens including the developmentally and physically challenged.

15. **Women's Programs.** The Division on Women (C52:27D-43.9) serves as the central permanent agency for the coordination of programs and services for the women of New Jersey and as a planning agency for the development of policy and new programs and services. Executive Order No. 61 (1992) established the Office on the Prevention of Violence Against Women within the Division. The Division administers grant programs for displaced homemakers, urban women, Hispanic women, sexual assault programs, information hotlines, and women's shelters, and carries out multiple activities to expand rights and opportunities for all of New Jersey's women.

EVALUATION DATA

	Actual FY 2002	Actual FY 2003	Revised FY 2004	Budget Estimate FY 2005
PROGRAM DATA				
Community Resources				
Hispanic population served	230,000	253,000	286,000	300,000
Hispanic non-profit organizations	25	30	26	26
Community action agencies	29	27	27	27
Persons served by community action agencies	250,233	250,000	250,000	250,000
Recreation programs for individuals with disabilities	64	70	70	70
Athletic programs for individuals with disabilities	4	4	4	4
Number of athletes with disabilities helped through Special Olympics	25,000	25,000	25,000	25,000
Number of persons with disabilities served through recreation programs	5,200	5,200	5,200	5,200
Training and technical assistance provided to individuals with disabilities	1,000	1,000	1,000	1,000
Units weatherized	2,203	2,800	2,800	2,800
Women's Programs				
Clients served by Women's Referral Central Hot Line	10,347	9,852	10,500	10,000
Displaced homemakers served by funded programs	3,300	3,320	2,750	3,000
Number of rape victims served	17,845	17,500	17,500	17,500
Number of prevention and education programs for rape victims	1,200	800	800	800
Outreach to membership of statewide women's organizations	35,000	35,000	35,000	35,000
Urban women served by grant programs	325	485	425	450
Hispanic women served by grant programs	425	490	425	450
Clients served by Women's Domestic Violence Hotline	4,951	5,250	5,250	4,500
PERSONNEL DATA				
Position Data				
Filled Positions by Funding Source				
State Supported	24	21	20	23
Federal	34	34	31	41
Total Positions	58	55	51	64
Filled Positions by Program Class				
Community Resources	40	37	35	43
Women's Programs	18	18	16	21
Total Positions	58	55	51	64

Notes:

Actual payroll counts are reported for fiscal years 2002 and 2003 as of December and revised fiscal year 2004 as of September. The Budget Estimate for fiscal year 2005 reflects the number of positions funded.

APPROPRIATIONS DATA
(thousands of dollars)

Year Ending June 30, 2003								Year Ending June 30, 2005	
Orig. & (S)Supplemental	Reapp. & (R)Recpts.	Transfers & (E)Emergencies	Total Available	Expended		Prog. Class.	2004 Adjusted Approp.	Requested	Recommended
					DIRECT STATE SERVICES				
					Distribution by Fund and Program				
410	---	90	500	500	Community Resources	05	410	410	410
1,081	---	-268	813	813	Women's Programs	15	968	1,168	1,168
1,491	*---*	*-178*	*1,313*	*1,313*	*Total Direct State Services*		*1,378*	*1,578*	*1,578*
					Distribution by Fund and Object				
					Personal Services:				
941	---	-132	809	809	Salaries and Wages		828	828	828
941	*---*	*-132*	*809*	*809*	*Total Personal Services*		*828*	*828*	*828*
70	---	-51	19	19	Materials and Supplies		70	70	70
174	---	8	182	182	Services Other Than Personal		174	174	174
6	---	-3	3	3	Maintenance and Fixed Charges		6	6	6
					Special Purpose:				
93	---	---	93	93	Address Confidentiality Program	15	93	93	93
7	---	---	7	7	Expenses of the New Jersey Commission on Women	15	7	7	7
200	---	---	200	200	Office on the Prevention of Violence Against Women	15	200	400	400
					GRANTS-IN-AID				
					Distribution by Fund and Program				
6,925	241	-3,216	3,950	3,925	Community Resources	05	4,825	11,200	11,200
2,340	---	---	2,340	2,340	Women's Programs	15	2,990	3,115	3,115
9,265	*241*	*-3,216*	*6,290*	*6,265*	*Total Grants-in-Aid*		*7,815*	*14,315*	*14,315*
					Distribution by Fund and Object				
					Grants:				
2,625	---	---	2,625	2,625	Center for Hispanic Policy, Research and Development	05	2,625	3,000	3,000
650	---	---	650	650	Recreation for the Handicapped	05	650	650	650
450	---	---	450	450	Special Olympics	05	450	450	450
---	---	---	---	---	Boys and Girls Clubs of New Jersey	05	1,000	---	---
50	---	---	50	50	Trenton Urban Gardening Program	05	---	---	---
50	---	---	50	50	Camden Urban Gardening Project	05	---	---	---
---	25	-25	---	---	Senior Citizens' Activities Network (SCAN), Eatontown	05	---	---	---
---	25	---	25	---	Society Hill Block Watchers Group, Newark	05	---	---	---
3,000	191	-3,191	---	---	Faith-Based Community Development Initiative	05	---	---	---
100	---	---	100	100	Grant to ASPIRA	05	100	100	100
---	---	---	---	---	Lead Hazard Control Assistance Fund	05	---	7,000	7,000
400	---	---	400	400	Grants to Hispanic Women's Resource Centers	15	400	500	500
25	---	---	25	25	Women's Referral Central	15	25	25	25
500	---	---	500	500	Rape Prevention	15	500	1,000	1,000

Year Ending June 30, 2003 Orig. & (S)Supplemental	Reapp. & (R)Recpts.	Transfers & (E)Emergencies	Total Available	Expended		Prog. Class.	2004 Adjusted Approp.	Year Ending June 30, 2005 Requested	Recommended
					GRANTS-IN-AID				
315	---	---	315	315	Job Training Center for Urban Women Act	15	315	315	315
25	---	---	25	25	Grants to Women's Shelters	15	25	25	25
1,075	---	---	1,075	1,075	Grants to Displaced Homemaker Centers	15	975	1,250	1,250
---	---	---	---	---	Women's Micro-Business Pilot Program	15	750	---	---
10,756	*241*	*-3,394*	*7,603*	*7,578*	*Grand Total State Appropriation*		*9,193*	*15,893*	*15,893*
					OTHER RELATED APPROPRIATIONS				
					Federal Funds				
58,934 5 S	4,564	16,405	79,908	60,899	Community Resources	05	62,103	62,031	62,031
1,476	691	---	2,167	1,800	Women's Programs	15	1,476	1,476	1,476
60,415	*5,255*	*16,405*	*82,075*	*62,699*	*Total Federal Funds*		*63,579*	*63,507*	*63,507*
					All Other Funds				
---	49 157 R	2	208	64	Community Resources	05	---	---	---
---	119 753 R	---	872	685	Women's Programs	15	688	688	688
---	*1,078*	*2*	*1,080*	*749*	*Total All Other Funds*		*688*	*688*	*688*
71,171	*6,574*	*13,013*	*90,758*	*71,026*	*GRAND TOTAL ALL FUNDS*		*73,460*	*80,088*	*80,088*

Language Recommendations -- Direct State Services - General Fund

Notwithstanding the provision of any law to the contrary, receipts derived from the increases in divorce filing fees enacted in the amendment to N.J.S.22A:2-12 by section of P.L.2003, c.117 are appropriated for transfer to the General Fund as general State revenue, subject to the approval of the Director of the Division of Budget and Accounting.

There is appropriated from the Petroleum Overcharge Reimbursement Fund such amount as may be required to provide the State 25% cost share for the Low-Income Weatherization Assistance Program, subject to the approval of the Director of the Division of Budget and Accounting.

Language Recommendations -- Grants-In-Aid - General Fund

In addition to the amount hereinabove for the Lead Hazard Control Assistance Fund, there are appropriated such sums as are required not to exceed $7,000,000 in accordance with P.L. 2003, c.311, subject to approval of the Director of the Division of Budget and Accounting.

The unexpended balance as of June 30, 2004 in the Women's Micro-Business Pilot Program account is appropriated.

70. GOVERNMENT DIRECTION, MANAGEMENT AND CONTROL
75. STATE SUBSIDIES AND FINANCIAL AID

OBJECTIVES

1. To maintain the fiscal integrity of local government units, and provide intense financial, professional, and technical assistance in strengthening their fiscal, managerial, and functional systems.
2. To provide a central staff agency to serve as a clearinghouse and information and referral service on general municipal law, local government problems and matters of concern to local officials.

PROGRAM CLASSIFICATIONS

04. **Local Government Services.** Provides assistance to local governments and authorities in developing and strengthening managerial, planning, and financial competence; provides oversight and research on local government financial activities and ethics programs; administers property tax relief State aid to municipalities; assists fiscally distressed municipalities with financial and management support; assists local governments and schools with procurement law assistance; coordinates GovConnect program; administers certification and continuing education programs for local officials; oversees local government-deferred compensation programs and length of service award programs to volunteer fire and rescue organizations; and assists the public in resolving problems with their local governments.

EVALUATION DATA

	Actual FY 2002	Actual FY 2003	Revised FY 2004	Budget Estimate FY 2005
PROGRAM DATA				
Local Government Services				
Managerial Competence				
Requests for Local Public Contracts Law assistance processed	1,600	1,973	2,000	2,100
Deferred compensation plans approved	30	25	35	35
Cooperative purchasing plans approved	10	11	15	15
Municipalities receiving self insurance assistance	60	70	65	50
Municipalities approved to join existing joint insurance pools	20	12	15	20
Applications for professional certification exams (a)	358	378	350	425
Professional certifications issued (a)	177	135	200	160
Length Of Service Award Program plans approved	75	80	65	70
Qualified purchasing agents certificates issued	461	165	100	75
Continuing education programs approved	612	662	700	750
Research and Technical Assistance				
Budget amendments reviewed	2,000	3,125	3,500	3,800
Legislative proposals reviewed	325	438	480	480
Single audit reviews conducted	60	57	60	50
Joint insurance pools supervised	38	40	41	41
Primary web pages maintained	350	952	1,167	1,200
State Aid Administration				
Municipalities applying for extraordinary aid	160	145	150	150
Municipalities receiving extraordinary aid	83	119	114	110
REDI applications received	41	--- (b)	30	30
REDI applications approved	27	--- (b)	25	25
Municipalities receiving REAP grants	251	14	14	14
Authority Regulation				
Authority budgets approved	475	485	490	490
Authority project financing proposals reviewed	183	188	195	200
Authorities assisted	450	455	465	485
Registered municipal accountants and certified public accountants assisted	250	263	300	300
Local Government Ethics Law				
Financial disclosure statements filed	33,000	33,000	33,000	33,000
Complaints filed against local officials	25	39	35	35
Local codes of ethics reviewed	4	1	3	3
Requests for advisory opinions	13	20	23	23
PERSONNEL DATA				
Position Data				
Filled Positions by Funding Source				
State Supported	66	55	50	56
Total Positions	66	55	50	56
Filled Positions by Program Class				
Local Government Services	66	55	50	56
Total Positions	66	55	50	56

Notes:

Actual payroll counts are reported for fiscal years 2002 and 2003 as of December and revised fiscal year 2004 as of September. The Budget Estimate for fiscal year 2005 reflects the number of positions funded.

(a) Applications for exams and issuance of professional certifications include Municipal Clerk, Municipal Finance Officer, Tax Collector, and Public Works Manager titles.

(b) No funding was provided for this program in Fiscal 2003.

APPROPRIATIONS DATA
(thousands of dollars)

Year Ending June 30, 2003								Year Ending June 30, 2005	
Orig. & (S)Supplemental	Reapp. & (R)Recpts.	Transfers & (E)Emergencies	Total Available	Expended		Prog. Class.	2004 Adjusted Approp.	Requested	Recommended
					DIRECT STATE SERVICES				
					Distribution by Fund and Program				
6,015	432	-1,662	4,785	4,505	Local Government Services	04	4,718	4,518	4,518
6,015	*432*	*-1,662*	*4,785*	*4,505*	*Total Direct State Services*		*4,718*	*4,518*	*4,518*
					Distribution by Fund and Object				
					Personal Services:				
---	---	---	---	82	Local Finance Board Members		84	84	84
2,980	94 R	-644	2,430	2,347	Salaries and Wages		2,700	2,500	2,500
2,980	*94*	*-644*	*2,430*	*2,429*	*Total Personal Services*		*2,784*	*2,584*	*2,584*
50	---	-17	33	33	Materials and Supplies		50	50	50
320	---	-26	294	294	Services Other Than Personal		320	320	320
18	---	-5	13	13	Maintenance and Fixed Charges		18	18	18
					Special Purpose:				
1,309	338	-40	1,607	1,607	Special Municipal Aid Act - Administration	04	1,138	1,138	1,138
930	---	-930	---	---	Local School Contracting Oversight and Assistance	04	---	---	---
408 S	---	---	408	129	Municipal Rehabilitation/ Recovery Act	04	408	408	408
					GRANTS-IN-AID				
					Distribution by Fund and Program				
4,876	33	129	5,038	5,005	Local Government Services	04	10,500	---	---
4,876	*33*	*129*	*5,038*	*5,005*	*Total Grants-in-Aid*		*10,500*	---	---
					Distribution by Fund and Object				
					Grants:				
56	---	---	56	56	Hamilton Township (Mercer) - Scrap Tire Removal	04	---	---	---
1,500	33	129	1,662	1,629	Statewide Local ADA Compliance	04	---	---	---
2,000	---	---	2,000	2,000	Bound Brook Borough - Flood Aid	04	---	---	---
1,320	---	---	1,320	1,320	Manville Borough - Flood Aid	04	---	---	---
---	---	---	---	---	Local Library Grants	04	6,000	---	---
---	---	---	---	---	Statewide Livable Communities	04	2,500	---	---
---	---	---	---	---	Essex County Jail - Expansion	04	1,500	---	---
---	---	---	---	---	Hoboken 9/11 Memorial	04	500	---	---
					STATE AID				
					Distribution by Fund and Program				
968,840	5	-39,754	929,091	928,686	Local Government Services	04	963,140	962,340	962,340
1,071	*5*	---	*1,076*	*1,011*	*(From General Fund)*		*38,071*	*36,271*	*36,271*
967,769	---	*-39,754*	*928,015*	*927,675*	*(From Property Tax Relief Fund)*		*925,069*	*926,069*	*926,069*
968,840	***5***	***-39,754***	***929,091***	***928,686***	***Total State Aid***		***963,140***	***962,340***	***962,340***
1,071	*5*	---	*1,076*	*1,011*	*(From General Fund)*		*38,071*	*36,271*	*36,271*
967,769	---	*-39,754*	*928,015*	*927,675*	*(From Property Tax Relief Fund)*		*925,069*	*926,069*	*926,069*

Year Ending June 30, 2003							Year Ending June 30, 2005	
Orig. & (S)Supplemental	Reapp. & (R)Recpts.	Transfers & (E)Emergencies	Total Available	Expended		Prog. Class.	2004 Adjusted Approp.	Requested	Recommended
					STATE AID				
					Distribution by Fund and Object				
					State Aid:				
---	5	---	5	---	Joint Services Incentive Aid	04	---	---	---
---	---	---	---	---	Extraordinary Aid (C.52:27D-118.36)	04	35,000	31,000	31,000
30,500	---	---	30,500	30,500	Extraordinary Aid (C.52:27D-118.36) (PTRF)	04	---	---	---
835,200 247 S	---	-39,754	795,693	795,591	Consolidated Municipal Property Tax Relief Aid (PTRF)	04	835,447	835,447	835,447
821	---	---	821	761	County Prosecutors Salary Increase (P.L. 1996, c. 99)	04	821	821	821
34,825	---	---	34,825	34,825	Legislative Initiative Municipal Block Grant Program (PTRF)	04	34,825	34,825	34,825
250	---	---	250	250	Domestic Violence Training Cost Reimbursement - Local Law Enforcement Agencies	04	250	250	250
---	---	---	---	---	Trenton Capitol City Aid (PTRF)	04	16,500	16,500	16,500
---	---	---	---	---	Regional Efficiency Development Incentive Grant Program	04	2,000	4,200	4,200
8,992	---	---	8,992	8,754	Regional Efficiency Aid Program (PTRF)	04	9,992	9,992	9,992
58,005	---	---	58,005	58,005	Special Municipal Aid Act (PTRF)	04	28,305	24,305	24,305
---	---	---	---	---	Taxpayer Hero Grants (PTRF)	04	---	5,000	5,000
979,731	*470*	*-41,287*	*938,914*	*938,196*	*Grand Total State Appropriation*		*978,358*	*966,858*	*966,858*

Language Recommendations -- Direct State Services - General Fund

Receipts from the Division of Local Government Services are appropriated, subject to the approval of the Director of the Division of Budget and Accounting.

Language Recommendations -- State Aid - General Fund

Notwithstanding any provisions of the "Local Budget Law," N.J.S.40A:4-1 et seq., to the contrary, the Director of the Division of Local Government Services may require any municipality which is determined to be experiencing fiscal distress pursuant to the provisions of the "Special Municipal Aid Act," P.L. 1987, c.75 (C.52:27D-118.24 et seq.), to anticipate and include in its annual budget any additional item or amount of revenue as the director deems to be appropriate and fiscally prudent.

Notwithstanding any provision of law to the contrary, municipal appropriations for "Reserve for Tax Appeals" may be made in exception to spending limitations pursuant to section 3 of P.L. 1976, c.68 (C.40A:4-45.3).

Notwithstanding any provision of law to the contrary, any qualified municipality as defined in section 1 of P.L. 1978, c.14 (C.52:27D-178) for fiscal year 2004 shall continue to be a qualified municipality thereunder for fiscal year 2005.

In addition to the amount hereinabove for the County Prosecutors Salary Increase, there is appropriated an amount not to exceed $40,000, subject to the approval of the Director of the Division of Budget and Accounting.

Loan repayments received in the Regional Efficiency Developmental Incentive Grant Program account, established pursuant to P.L.2003, c.122, are appropriated, subject to the approval of the Director of the Division of Budget and Accounting.

The amount hereinabove for Extraordinary Aid shall be charged first to receipts of the supplemental fee established pursuant to section 2 of P.L.2003, c. 113, credited to the Extraordinary Aid account.

Notwithstanding the provisions of any other law to the contrary, the amount hereinabove for Extraordinary Aid shall be distributed subject to the determination of the Director of the Division of Local Government Services.

Language Recommendations -- State Aid - Property Tax Relief Fund

Notwithstanding any law to the contrary, whenever funds appropriated as State aid and payable to any municipality, which municipality requests and receives the approval of the Local Finance Board, such funds may be pledged as a guarantee for payment of principal and interest on any bond anticipation notes issued pursuant to section 11 of P.L.2003, c.15 (C.40A:2-8.1) and any tax anticipation notes issued pursuant to N.J.S.40A:4-64 by such municipality. Such funds, if so pledged, shall be made available by the State Treasurer upon receipt of a written notification by the Director of the Division of Local Government Services that the municipality does not have sufficient funds available for prompt payment of principal and interest on such notes, and shall be paid by the State

Treasurer directly to the holders of such notes at such time and in such amounts as specified by the director, notwithstanding that payment of such funds does not coincide with any date for payment otherwise fixed by law.

The amount hereinabove for Consolidated Municipal Property Tax Relief Aid shall be distributed on the following schedule: on or before August 1, 45% of the total amount due; September 1, 30% of the total amount due; October 1, 15% of the total amount due; November 1, 5% of the total amount due; and December 1, 5% of the total amount due.

Notwithstanding any law to the contrary, from the amount received from the Consolidated Municipal Property Tax Relief Aid program, each municipality shall be required to distribute to each fire district within its boundaries the amount received by the fire district from the Supplementary Aid for Fire Services program pursuant to the provisions of the fiscal year 1995 annual appropriations act, P.L. 1994, c.67.

Notwithstanding any law to the contrary, the amount hereinabove for Consolidated Municipal Property Tax Relief Aid shall be distributed in the same amounts, and to the same municipalities which received funding pursuant to the fiscal year 2004 annual appropriations act, P.L. 2003, c.122, provided further, however, that from the amount hereinabove there is transferred to the Energy Tax Receipts Property Tax Relief Fund account such sums as were determined for fiscal year 2003 pursuant to subsection e. of section 2 of P.L. 1997, c.167 (C.52:27D-439) as amended by P.L. 1999, c.168, and except that the amount received by the city of Newark shall be further reduced by an amount certified by the Division of Taxation and appropriated to the Division of Taxation for any aspect of the revaluation of real property in Newark, subject to the approval of the Director of the Division of Budget and Accounting. The Director of the Division of Local Government Services shall further take such actions as may be necessary to ensure that the Consolidated Municipal Property Tax Relief Aid appropriated to offset losses from business personal property tax that would have otherwise been used for the support of public schools will be used to reduce the school property tax levy for those affected school districts with the remaining State Aid used as municipal property tax relief. The chief financial officer of the municipality shall pay to the school districts such amounts as may be due by December 31, 2004.

The amount appropriated hereinabove for the Legislative Initiative Municipal Block Grant Program (PTRF) shall be distributed to the same municipalities and in the same proportions as the distributions received therefrom during fiscal year 2004.

Notwithstanding the provisions of P.L. 1999, c.61 (C.54:4-8.76 et seq.) to the contrary, the amount appropriated hereinabove for the Regional Efficiency Aid Program (REAP) shall be distributed to the same municipalities and in the same proportion as was distributed in fiscal year 2004.

Municipalities that received Municipal Revitalization Program aid in fiscal year 1995 pursuant to the provisions of P.L. 1994, c.67 shall continue to be subject to the provisions of the "Special Municipal Aid Act," P.L. 1987, c.75 (C.52:27D-118.24 et seq.), and the Director of the Division of Local Government Services may withhold aid payments or portions thereof from any municipality that fails to comply with those provisions, until such time as the director determines the municipality to be in compliance.

The State Treasurer, in consultation with the Commissioner of the Department of Community Affairs, is empowered to direct the Director of the Division of Budget and Accounting to transfer from any State department to any other State department sums as may be necessary to provide a loan for a term not to exceed 30 days to a municipality faced with a fiscal crisis, including but not limited to a potential default on tax anticipation notes. Extension of a loan shall be conditioned on the municipality being an "eligible municipality" pursuant to P.L. 1987, c.75 (C.52:27D-118.24 et seq.).

70. GOVERNMENT DIRECTION, MANAGEMENT AND CONTROL

76. MANAGEMENT AND ADMINISTRATION

OBJECTIVES

1. To maximize efficiency in all departmental operating programs and to maintain and continue to improve budgeting and accounting, personnel, grant policy and procedures, operational analysis, office automation, data processing, public information, and both the State and federal legislative review subsystems.
2. To enhance the delivery of services to local governments and constituent groups by evaluating the impact of changing Federal and State aid systems and by initiating and advocating priority legislation and other actions in their best interest.
3. To maintain an effective affirmative action policy.
4. To continue to undertake needed special research studies for the Governor, the Commissioner, the Legislature, and local governments.
5. To adjudicate complaints filed by the public with the Government Records Council concerning access to government records, issue advisory opinions on public records issues, and prepare guidelines for records custodians.

PROGRAM CLASSIFICATIONS

99. **Administration and Support Services.** Provides, through the office of the Commissioner, executive and management leadership for the Department and provides staff services for grant coordination and management, fiscal control, data processing, personnel, public information, management services, legislative review, and intergovernmental relations. In addition, the Department (C52:27D-1 et seq.) provides assistance in improving the management, financial and planning capability of New Jersey's 566 municipalities and 21 counties. The Government Records Council, as an "in-but-not-of" agency, provides through its members and staff, technical and educational assistance and guidance to the public and government records custodians concerning the Open Public Records Act.

COMMUNITY AFFAIRS

EVALUATION DATA

	Actual FY 2002	Actual FY 2003	Revised FY 2004	Budget Estimate FY 2005
PROGRAM DATA				
Government Records Council				
Formal Complaints Received	---	200	300	275
Public Inquiries Received	---	1500	1750	1,500
PERSONNEL DATA				
Affirmative Action Data				
Male Minority	80	80	80	81
Male Minority %	7.4	8.0	7.5	7.4
Female Minority	242	249	250	251
Female Minority %	22.3	23.0	23.3	22.8
Total Minority	322	329	330	332
Total Minority %	29.7	31.0	30.8	30.2
Position Data				
Filled Positions by Funding Source				
State Supported	54	45	42	56
All Other	23	23	22	24
Total Positions	77	68	64	80
Filled Positions by Program Class				
Management and Administrative Services	77	68	64	80
Total Positions	77	68	64	80

Notes:

Actual payroll counts are reported for fiscal years 2002 and 2003 as of December and revised fiscal year 2004 as of September. The Budget Estimate for fiscal 2005 reflects the number of positions funded.

APPROPRIATIONS DATA
(thousands of dollars)

Year Ending June 30, 2003								Year Ending June 30, 2005	
Orig. & (S)Supplemental	Reapp. & (R)Recpts.	Transfers & (E)Emergencies	Total Available	Expended		Prog. Class.	2004 Adjusted Approp.	Requested	Recommended
					DIRECT STATE SERVICES				
					Distribution by Fund and Program				
4,780	---	-513	4,267	4,267	Administration and Support Services	99	4,181	3,688	3,688
4,780	*---*	*-513*	*4,267*	*4,267*	*Total Direct State Services*		*4,181*	*3,688*	*3,688*
					Distribution by Fund and Object				
					Personal Services:				
3,101	---	-488	2,613	2,613	Salaries and Wages		2,799	2,799	2,799
3,101	*---*	*-488*	*2,613*	*2,613*	*Total Personal Services*		*2,799*	*2,799*	*2,799*
10	---	164	174	174	Materials and Supplies		10	10	10
424	---	-150	274	274	Services Other Than Personal		281	281	281
26	---	-14	12	12	Maintenance and Fixed Charges		26	26	26
					Special Purpose:				
500	---	-25	475	475	Government Records Council	99	467	467	467
60	---	---	60	60	Affirmative Action and Equal Employment Opportunity	99	60	60	60
659	---	---	659	659	Additions, Improvements and Equipment		538	45	45
4,780	*---*	*-513*	*4,267*	*4,267*	*Grand Total State Appropriation*		*4,181*	*3,688*	*3,688*

Year Ending June 30, 2003								Year Ending June 30, 2005	
Orig. & (S)Supplemental	Reapp. & (R)Recpts.	Transfers & (E)Emergencies	Total Available	Expended		Prog. Class.	2004 Adjusted Approp.	Requested	Recommended
					OTHER RELATED APPROPRIATIONS				
					All Other Funds				
---	717 1,080 R	435	2,232	1,524	Administration and Support Services	99	1,125	1,125	1,125
---	*1,797*	*435*	*2,232*	*1,524*	*Total All Other Funds*		*1,125*	*1,125*	*1,125*
4,780	*1,797*	*- 78*	*6,499*	*5,791*	*GRAND TOTAL ALL FUNDS*		*5,306*	*4,813*	*4,813*

DEPARTMENT OF COMMUNITY AFFAIRS

Notwithstanding the provisions of any prior law to the contrary, deposits of any funds into the Revolving Housing Development and Demonstration Grant Fund are subject to prior approval of the Director of the Division of Budget and Accounting.

DEPARTMENT OF CORRECTIONS

OVERVIEW

The mission of the New Jersey Department of Corrections is to ensure that all persons committed to the State's correctional institutions are confined with the level of custody necessary to protect the public, and that they are provided with the care, discipline, training, and treatment needed to prepare them for reintegration into the community.

The Department's goals and objectives are to: control costs and improve productivity and operational efficiency; expand treatment and rehabilitation services; expand community programs and reintegration services; improve academic and educational programs.

The Department will accomplish these goals and objectives by: maximizing the use of technology to improve service delivery and costs; expanding inmate public service programs and outreach efforts; evaluating and measuring program effectiveness; enhancing emergency response capability; and expanding inmate work programs.

The fiscal 2005 budget for the Department of Corrections (including State Parole Board) totals $968 million, an increase of $33 million, or 3.5%, over the fiscal 2004 adjusted appropriation of $935.2 million.

Prisons

The Division of Operations is responsible for 14 major institutions-12 men's correctional facilities, one women's correctional institution, and the central reception/intake unit. Collectively, county jails, community treatment programs and these facilities, which are diverse and unique in their operations, house approximately 27,500 inmates in minimum, medium, and maximum security levels. The maximum security New Jersey State Prison contains the State's Capital Sentence Unit. The Adult Diagnostic and Treatment Center operates a rehabilitative program for habitual sex offenders. Northern State Prison contains the Security Threat Group Management Unit, which houses gang members considered a threat to the safety of the institutions and individuals. The Edna Mahan Correctional Facility, New Jersey's only correctional institution for women, houses inmates at all security levels.

In fiscal 2005, $795.1 million is recommended for State prison facilities and system-wide program support. This amount represents a net increase of $21.4 million from the fiscal 2004 adjusted appropriation. Components of the change are increases of $5.9 million for units at Southern State Correctional Facility; $13.3 million to fund operating cost increases; $2.6 million to fund civilly committed sex offenders; $823,000 for the re-opening of units at the Jones Farm Facility and a net reduction of $1.1 million in operating efficiencies.

The fiscal 2005 budget recommendation for Central Planning, Direction and General Support totals $17.7 million, a reduction of $1 million, which represents savings achieved through administrative and operational efficiencies.

Funding of $14.7 million is recommended for the purchase of services for approximately 700 inmates incarcerated in county penal facilities. This represents a net decrease of $6.3 million from the fiscal 2004 adjusted appropriation. This decrease is due primarily to an increase in the use of parole alternative programs. Alternative parole programs are designed to allow certain offenders, who would not otherwise be appropriate for release, an opportunity to be paroled. By expanding these programs, the State will place a larger number of technical parole violators and/or new parolees in more appropriate and less costly alternative parole programs.

Programs and Community Services

The Division of Programs and Community Services offers an array of institutional and community-based programs for offenders, including community labor assistance, academic and vocational educational programs, recreational programs, library (lending and law) services, and substance abuse treatment. The Division contracts with private and non-profit providers throughout the State to provide community-based residential treatment programs for offenders under community supervision. The fiscal 2005 appropriation continues at $58.7 million, providing for 2,629 slots.

State Parole Board

The State Parole Board's mission is to promote the effective and efficient assessment of inmates prior to parole, and the efficient supervision of parolees after they have attained parole status. During fiscal 2002, the Division of Parole Supervision within the Department of Corrections was transferred to the State Parole Board to promote the effective and efficient assessment of inmates prior to parole and supervision of parolees. The Division of Parole is responsible for monitoring parolee compliance with special release conditions imposed by the State Parole Board and the collection of fines, penalties, and restitution payments owed by parolees.

The fiscal 2005 Budget for the State Parole Board totals $80.2 million, an increase of $18.8 million, or 30.6%, over the fiscal 2004 adjusted appropriation of $61.4 million. The increase includes $11.6 million in Grants-In-Aid for the Halfway Back Program and Day Reporting Program to replace the Violent Offender Incarcerated/ Truth in Sentencing federal funding that will terminate in fiscal 2004, and $1.9 million for a new Sex Offender Management Unit.

There is also a total increase of $4.9 million for the alternative parole programs, of which $1.7 million will fund the balance of funding needed for the program expansion of fiscal 2004, and $3.2 million will further expand the alternative parole programs in fiscal 2005. A corresponding cost savings of $6.3 million in the Department of Corrections will be achieved utilizing these less expensive but more result-oriented alternative programs. This will produce a net savings to the State of $3.1 million.

In fiscal 2005, funding for alternative programs supports Electronic Monitoring/Home confinement ($5.3 million), Intensive Supervision Surveillance Program ($3.6 million), and Intensive Parolee Drug Program ($2.3 million).

A part of the Mutual Agreement Program or MAP was transferred in fiscal 2003 from the Department of Corrections to the State Parole Board. This program provides inpatient and outpatient substance abuse treatment to parolees in need of these services. The budget recommendation remains at $3.1 million for fiscal 2005.

The Re-Entry Substance Abuse Program (RESAP), a residential treatment program, was initiated in fiscal 2004. The program provides specialized residential substance abuse treatment services for offenders who are eligible to re-enter the community on parole but have a chronic substance abuse history. In fiscal 2005, the State Parole Board will expand the program by 42 beds. The Re-Entry Substance Abuse Program has a fiscal 2005 recommended budget of $3.7 million.

The Halfway Back Program was initiated in fiscal 2002 to reduce recidivism. It is designed for technical parole violators to provide a highly supervised resident environment with services concentrated in the areas of the offenders' highest needs such as addictive or chemical dependencies and life skills development. In fiscal 2005, the State Parole Board will expand the Halfway Back Program by 45 beds.

The fiscal 2005 funding recommendation for the Halfway Back Program is $11.2 million.

The Day Reporting Centers provide services in the areas of the offenders' highest needs in a supervised environment. The services include anger and aggression management, job readiness skills, academic assistance and life skills development. In fiscal 2005, the State Parole Board will expand the Day Reporting Program by 100 slots. The fiscal 2005 funding recommendation for the Day Reporting Program is $7.1 million.

In fiscal 2005, the State Parole Board will establish a new specialized unit, the Sex Offender Management Unit. The staff in this unit will be specifically trained to address the unique challenges faced in managing sexual offenders and sexually violent predator caseloads within the community supervision for life program. It has a fiscal 2005 recommended budget of $1.9 million.

DEPARTMENT OF CORRECTIONS

SUMMARY OF APPROPRIATIONS BY FUND

(thousands of dollars)

Year Ending June 30, 2003						Year Ending June 30, 2005		
Orig. & (S)Supplemental	Reapp. & (R)Recpts.	Transfers & (E)Emergencies	Total Available	Expended		2004 Adjusted Approp.	Requested	Recommended
772,228	879	63,466	836,573	833,605	Direct State Services	848,055	870,928	870,928
82,630	10,498	-3,800	89,328	84,305	Grants-In-Aid	87,113	97,046	97,046
2,900	25,073	-1,116	26,857	13,557	Capital Construction	---	---	---
857,758	36,450	58,550	952,758	931,467	Total General Fund	935,168	967,974	967,974
857,758	***36,450***	***58,550***	***952,758***	***931,467***	***GRAND TOTAL***	***935,168***	***967,974***	***967,974***

SUMMARY OF APPROPRIATIONS BY PROGRAM
(thousands of dollars)

Year Ending June 30, 2003						Year Ending June 30, 2005	
Orig. & (S)Supplemental	Reapp. & (R)Recpts.	Transfers & (E)Emergencies	Total Available	Expended		2004 Adjusted Approp.	Requested	Recommended
					DIRECT STATE SERVICES - GENERAL FUND			
					Detention and Rehabilitation			
398,027	---	47,722	445,749	444,413	Institutional Control and Supervision	441,713	448,927	448,927
179,119	---	3,334	182,453	182,426	Institutional Care and Treatment	194,771	196,390	196,390
47,188	569	7,867	55,624	55,380	Institutional Program Support	56,614	68,868	68,868
76,308	33	1,819	78,160	78,142	Administration and Support Services	80,554	80,869	80,869
700,642	*602*	*60,742*	*761,986*	*760,361*	*Subtotal*	*773,652*	*795,054*	*795,054*
					Parole			
37,896	275	1,271	39,442	38,617	Parole	40,254	42,896	42,896
11,817	2	22	11,841	11,727	State Parole Board	12,164	12,164	12,164
3,073	---	---	3,073	2,670	Administration and Support Services	3,274	3,103	3,103
52,786	*277*	*1,293*	*54,356*	*53,014*	*Subtotal*	*55,692*	*58,163*	*58,163*
					Central Planning, Direction and Management			
18,800	---	1,431	20,231	20,230	Administration and Support Services	18,711	17,711	17,711
772,228	***879***	***63,466***	***836,573***	***833,605***	***Subtotal Direct State Services - General Fund***	***848,055***	***870,928***	***870,928***
772,228	***879***	***63,466***	***836,573***	***833,605***	***TOTAL DIRECT STATE SERVICES***	***848,055***	***870,928***	***870,928***
					GRANTS-IN-AID - GENERAL FUND			
					Detention and Rehabilitation			
81,935	9,886	-3,800	88,021	82,998	Institutional Program Support	81,377	75,030	75,030
					Parole			
695	612	---	1,307	1,307	Parole	5,736	22,016	22,016
82,630	***10,498***	***-3,800***	***89,328***	***84,305***	***Subtotal Grants-In-Aid - General Fund***	***87,113***	***97,046***	***97,046***
82,630	***10,498***	***-3,800***	***89,328***	***84,305***	***TOTAL GRANTS-IN-AID***	***87,113***	***97,046***	***97,046***
					CAPITAL CONSTRUCTION			
					Detention and Rehabilitation			
---	5,289	-406	4,883	1,785	Administration and Support Services	---	---	---
					Central Planning, Direction and Management			
2,900	19,784	-710	21,974	11,772	Administration and Support Services	---	---	---
2,900	***25,073***	***-1,116***	***26,857***	***13,557***	***Subtotal Capital Construction***	---	---	---
857,758	***36,450***	***58,550***	***952,758***	***931,467***	***TOTAL APPROPRIATION***	***935,168***	***967,974***	***967,974***

10. PUBLIC SAFETY AND CRIMINAL JUSTICE
16. DETENTION AND REHABILITATION

OBJECTIVES

1. To receive, diagnose and classify offenders legally committed to the prisons, correctional institutions and the Adult Diagnostic and Treatment Center, with emphasis on satisfying the individual rehabilitation program needs of the offender.
2. To effect a reorientation of attitudes and habits, upgrade educational attainment and develop work skills through vocational programs, which will assist offenders to conform to acceptable community living standards upon release from institutions.
3. To develop and enhance public interest and encourage community participation in the correctional process.

PROGRAM CLASSIFICATIONS

07. **Institutional Control and Supervision.** Designed to provide the level of control necessary to protect the inmate and the community from harm, by providing custodial control and supervision in all institutional areas and during inmate transportation outside of the institution.

08. **Institutional Care and Treatment.** Includes the activities of housekeeping, safety and medical care, which provide a safe, sanitary and healthful environment for inmates and employees; and food service, which meets the nutritional needs of inmates and staff. Provides suitable and adequate clothing to inmates to meet their needs during the period of incarceration. Provides medical, dental, surgical and nursing services to maintain and promote the physical health of inmates.

    Includes the treatment and classification services designed to assist the offender with emotional and/or maturational problems; makes program assignments, reassignments, and release decisions for inmates, and maintains accurate, up-to-date cumulative records of relevant information concerning all inmates from admission to final discharge from parole. A recreation program is provided to enhance inmate social development and promote the constructive use of leisure time. Professional staff activities in the disciplines of psychology, psychiatry and social work provide guidance counseling and other diagnostics and treatments designed to enable offenders to adopt norms of acceptable behavior, improve their adaptive behavior and increase their positive interaction with the staff, other offenders and the community upon release. Institutional work is available in State Use shops and in the operation of farming, laundry, bakery, maintenance and food service programs. In addition, furlough and work release programs are provided for the transition to normal family and employment situations.

    Provides basic, secondary and college education, library activities, high school equivalency and vocational training. State and federal funds support this program.

99. **Administration and Support Services.** Coordinates the fiscal, physical and personnel resources of the institution.

    Comprises the planning, management and operation of the physical assets of the institution, including utilities, buildings and structures, grounds and equipment of all kinds. Activities include operation, maintenance, repair, rehabilitation, improvement, custodial and housekeeping services.

INSTITUTIONAL DESCRIPTIONS

New Jersey State Prison

The maximum security prison, located in Trenton, provides programs for adult male offenders. Work opportunities are provided by five State Use Industries shops within the prison for the production of materials and products to be used by various State agencies and local governments.

Educational opportunities are comprehensive, covering adult basic education through college and including a five cluster vocational education program. An Administration and Management Services Unit inside the prison is available for housing and programming designed to treat the more severe behavioral problems which occur in the prison system.

Vroom Central Reception and Assignment Facility

The Central Reception and Assignment Center serves as a central processing unit for all adult males sentenced to the New Jersey Department of Corrections. It is responsible for objectively classifying all State inmates, and providing all intake examinations/evaluations, including medical, dental, educational, psychological, etc.

The Jones Farm Minimum Security Unit is a satellite unit. It serves as a work camp for inmates serving non-violent short term sentences. The facility supports the Reception and Assignment Facility in the delivery of food services, building and grounds maintenance/repairs and other activities as needed.

East Jersey State Prison

This prison provides maximum, medium, and minimum security programs for male adult offenders. Work opportunities are provided by five State Use Industries shops. Food service, grounds maintenance, institutional maintenance and farm services are provided by inmates at the North Jersey Developmental Center, Totowa. A functional vocational technical training program offers courses in auto body, mechanics, welding, building trades, painting and decorating, masonry and horticulture.

South Woods State Prison

This facility, located in Bridgeton, Cumberland County, houses male offenders in a safe and secure environment providing custody, care, and rehabilitative services. Its bedspace design capacity totals 3,188, consisting of three 960 bed medium security general housing units, a 44 bed long term care facility, and a 264 bed minimum security unit. The first 960 bed unit became operational in fiscal 1997, and the second in October 1997. The remaining beds opened in the spring of 1998.

Bayside State Prison

This combined minimum-medium security prison located at Leesburg in Cumberland County provides programs for male adult offenders at the medium security prison and the minimum security unit. In addition, an inmate detail is housed at, and provides services for, the Ancora Psychiatric Hospital.

Work opportunities are provided in farm operations for minimum security inmates. The auto license tag and clothing industries offer training for medium security inmates. The Regional Bakery, which has an inmate training program, provides services to institutions throughout the State. The dairy provides milk for State institutions in southern New Jersey.

The education program covers adult basic education and a vocational education program offering a total of ten subjects. Modular units on institution grounds provide for additional inmate housing.

Southern State Correctional Facility

Southern State Correctional Facility, which opened in July 1983, is located at Delmont in Cumberland County adjacent to Bayside State Prison. This institution is a medium security facility constructed of modular buildings with a razor ribboned double fence acting as the secured perimeter. A 352 bed minimum security permanent unit opened on the grounds of the facility in fiscal 2004.

Mid-State Correctional Facility

The medium security facility, which opened in May 1982, is located on 13 acres of federal government property in Burlington County. The Department of Corrections has a leasing agreement with the federal government which requires unique operating procedures. In compliance with the basic agreement, there are no programs involving work release, furloughs, or community activities. All inmates are assigned to work details and have the opportunity to participate in programs as developed within the guidelines established in the lease agreement.

Riverfront State Prison

Riverfront State Prison is a medium security institution located in the City of Camden on a 12.5 acre site adjacent to the Delaware River. The population consists of adult male offenders who are incarcerated for a variety of offenses adjudicated by the courts of New Jersey.

Edna Mahan Correctional Facility for Women

This institution, located at Clinton in Hunterdon County, provides custody and treatment programs for female offenders 16 years of age and older. The academic program offers educational opportunities from basic education through high school equivalency. College courses are also available. A vocational education program offers courses in quantity food service, beauty culture, upholstery training, clerical skills, horticulture, life skills, nurses aide, and electronic assembly programs. The State Use sewing industry provides work experience and training.

Psychiatric, psychological, and social work services are available on an individual and group basis. A drug and alcohol treatment unit is operational. Inmates who have a history of alcohol abuse are provided with individual and group counseling. Medical services are affiliated with surrounding community medical facilities.

Food service is provided for the neighboring Hunterdon Developmental Center and the Mountainview Youth Correctional Facility.

Northern State Prison

This medium security institution, designed for male adult offenders and located on 42 acres of property in Essex County, opened in fiscal year 1987. Programs provide work release, furloughs, and community service activities for inmates classified in minimum security status. Vocational training courses are offered in printing, carpentry, and electrical repairs. Located within the main structure, a State Use shop for the production of clothing items, also provides training and work opportunities.

Adult Diagnostic and Treatment Center, Avenel

This Center provides custody and inpatient treatment services for adult male sex offenders who come under the purview of the Sex Offender Act (NJS 2A:164 and 2C:47); it also provides outpatient services, comprised of diagnostic assessments for the courts, State Parole Board, and other State and local agencies; moreover, aftercare therapy is afforded to sex offender parolees. Also, a county-based treatment program is offered for offenders housed in county jails awaiting admission. In fiscal 2000, the Kearny Unit was converted to the first temporary facility for housing the civilly committed. In fiscal 2001, Rahway Camp was converted to be a second temporary facility for the same purpose. Both facilities are administered by the Adult Diagnostic and Treatment Center.

Garden State Youth Correctional Facility

The facility, located at Yardville in Burlington County, is part of the State's youth correctional institution complex. It consists of eight housing units (RS 30:4-146). The Prison Reception Unit previously located at Garden State, was transferred to the Central Reception and Assignment Facility effective July 1, 1997.

A number of programs, such as academic education, vocational training, and the supportive education team program are offered. In addition, two therapeutic community programs have been established.

Albert C. Wagner Youth Correctional Facility

The Youth Correctional Institution (RS 30:4-146), located at Bordentown in Burlington County, provides programs for male offenders. A limited number of prison complex inmates are also housed here. This medium security institution emphasizes vocational, academic and social education along with group and individual psychotherapy, substance abuse treatment, social casework and psychiatric treatment. The Bureau of State Use Industries operates a metal fabrication shop in this facility. A 120 bed residential Adult Offender Boot Camp program was initiated in fiscal 1997.

Mountainview Youth Correctional Facility

This medium security, cottage-type institution, located at Annandale in Hunterdon County, provides programs for males with both indeterminate and State prison sentences who have a minimal history of previous commitment to correctional institutions. Work opportunities include a farming operation and various work release projects for all offenders. Housing units (totaling 306 bedspaces) were closed in fiscal 1999 in order to reduce overcrowding and eliminate on-going security concerns.

EVALUATION DATA

	Actual FY 2002	Actual FY 2003	Revised FY 2004	Budget Estimate FY 2005
New Jersey State Prison				
PROGRAM DATA				
Education Program				
Participants				
Adult Basic Education	94	98	101	103
General Educational Development	151	147	149	151
Vocational Education	27	21	28	30
OPERATING DATA				
Design Capacity	1,811	1,811	1,811	1,811
Average daily population	1,889	1,918	1,924	1,924
Vroom Central Reception and Assignment Facility				
PROGRAM DATA				
Education Program				
Participants				
Adult Basic Education	38	32	32	35
General Educational Development	36	43	45	47
Vocational Education	---	37	43	45
OPERATING DATA				
Design Capacity	631	631	631	631
Average daily population	1,068	1,033	1,085	1,152
East Jersey State Prison				
PROGRAM DATA				
Education Program				
Participants				
Adult Basic Education	128	146	149	153
General Educational Development	181	197	199	202
Vocational Education	151	177	183	187
OPERATING DATA				
Design Capacity	1,735	1,735	1,735	1,735
Average daily population	1,946	2,099	2,029	2,079
Main institution	1,320	1,481	1,414	1,433
Satellite units	271	266	255	210
Administrative Segregation	355	352	360	436
South Woods State Prison				
PROGRAM DATA				
Education Program				
Participants				
Adult Basic Education	456	459	461	462
General Educational Development	417	412	418	423
Vocational Education	1,143	1,095	1,120	1,125
OPERATING DATA				
Design Capacity	3,188	3,188	3,188	3,188
Average daily population	3,321	3,342	3,342	3,342
Bayside State Prison				
PROGRAM DATA				
Education Program				
Participants				
Adult Basic Education	119	142	147	150
General Educational Development	418	451	462	466
Vocational Education	300	327	333	335

	Actual FY 2002	Actual FY 2003	Revised FY 2004	Budget Estimate FY 2005
OPERATING DATA				
Design capacity	1,465	1,465	1,465	1,465
Average daily population	2,433	2,372	2,350	2,250
Main institution	871	927	924	926
Modular units	540	480	378	276
Satellite units	1,022	965	1,048	1,048
Southern State Correctional Facility				
PROGRAM DATA				
Education Program				
Participants				
Adult Basic Education	248	251	251	255
General Educational Development	143	138	141	145
Vocational Education	351	338	342	350
OPERATING DATA				
Design Capacity	1,080	1,080	1,312	1,312
Average daily population	1,613	1,685	1,942	1,942
Mid-State Correctional Facility				
PROGRAM DATA				
Education Program				
Participants				
Adult Basic Education	203	205	205	208
General Educational Development	181	188	189	193
Vocational Education	25	31	31	34
OPERATING DATA				
Design Capacity	604	604	604	604
Average daily population	618	622	625	625
Riverfront State Prison				
PROGRAM DATA				
Education Program				
Participants				
Adult Basic Education	160	177	179	182
General Educational Development	100	96	99	101
Vocational Education	266	265	267	270
OPERATING DATA				
Design Capacity	631	631	631	631
Average daily population	1,136	1,139	1,137	1,137
Edna Mahan Correctional Facility for Women				
PROGRAM DATA				
Education Program				
Participants				
Adult Basic Education	110	123	125	135
General Educational Development	186	198	199	210
Vocational Education	784	823	833	840
OPERATING DATA				
Design Capacity	694	694	694	694
Average daily population	1,136	1,148	1,140	1,140

	Actual FY 2002	Actual FY 2003	Revised FY 2004	Budget Estimate FY 2005
Northern State Prison				
PROGRAM DATA				
Education Program				
Participants				
Adult Basic Education	267	287	291	294
General Educational Development	152	143	145	150
Vocational Education	107	129	137	140
OPERATING DATA				
Design Capacity	1,690	1,690	1,690	1,690
Average daily population	2,389	2,529	2,706	2,706
Adult Diagnostic and Treatment Center, Avenel				
PROGRAM DATA				
Education Program				
Participants				
Adult Basic Education	43	41	43	44
General Educational Development	19	23	25	27
Vocational Education	60	61	63	64
OPERATING DATA				
Design Capacity	512	512	512	512
Average daily population	624	626	655	655
Main institution	655	626	655	655
Residents--Civilly Committed Sexual Offender Facility	134	147	144	150
Residents--Civilly Committed Sexual Offender Facility - Annex	58	101	102	172
Garden State Youth Correctional Facility				
PROGRAM DATA				
Education Program				
Participants				
Adult Basic Education	1,701	1,799	1,810	1,825
General Educational Development	418	442	447	460
Vocational Education	1,206	1,259	1,263	1,280
OPERATING DATA				
Design Capacity	1,168	1,168	1,168	1,168
Average daily population	1,726	1,733	1,759	1,809
Albert C. Wagner Youth Correctional Facility				
PROGRAM DATA				
Education Program				
Participants				
Adult Basic Education	195	273	283	288
General Educational Development	294	351	362	368
Vocational Education	270	282	289	294
OPERATING DATA				
Design Capacity	1,080	1,080	1,080	1,080
Average daily population	1,403	1,386	1,433	1,433
Main institution	879	862	875	875
Close-custody unit	185	185	185	185
Modular units	220	220	243	243
Satellite Units/Boot Camp	119	119	130	130

	Actual FY 2002	Actual FY 2003	Revised FY 2004	Budget Estimate FY 2005
Mountainview Youth Correctional Facility				
PROGRAM DATA				
Education Program				
Participants				
Adult Basic Education	1,308	1,359	1,371	1,383
General Educational Development	475	506	518	525
Vocational Education	868	875	878	885
OPERATING DATA				
Design Capacity	803	803	803	803
Average daily population	1,259	1,235	1,265	1,265
Main institution	1,151	1,127	1,157	1,157
Satellite Units	108	108	108	108
Institutional Total				
PROGRAM DATA				
Education Program				
Participants				
Adult Basic Education	5,070	5,392	5,448	5,517
General Educational Development	3,171	3,335	3,398	3,468
Vocational Education	5,558	5,720	5,810	5,879
OPERATING DATA				
Design Capacity	17,092	17,092	17,324	17,324
Average daily population	22,561	22,867	23,392	23,459
Main institution	4,876	5,023	5,025	5,046
Modular units	760	700	621	519
Close-custody unit	185	185	185	185
Administrative Segregation	355	352	360	436
Satellite Units/Boot Camp	1,520	1,458	1,541	1,496
Ratio: Population/positions	2.7/1	2.7/1	2.8/1	2.8/1
Residents--Civilly Committed Sexual Offender Facility	134	147	144	150
Residents--Civilly Committed Sexual Offender Facility - Annex	58	101	102	172
PERSONNEL DATA				
Position Data				
Filled Positions by Funding Source				
State Supported	8,194	8,197	8,048	8,152
Federal	29	25	26	26
All Other	163	137	144	151
Total Positions	8,386	8,359	8,218	8,329
Filled Positions by Program Class				
Institutional Control and Supervision	6,597	6,732	6,577	6,676
Institutional Care and Treatment	1,064	978	992	989
Administration and Support Services	725	649	649	664
Total Positions	8,386	8,359	8,218	8,329

Notes:

Actual payroll counts are reported for fiscal years 2002 and 2003 as of December and revised fiscal year 2004 as of September. The Budget Estimate for fiscal year 2005 reflects the number of positions funded.

In accordance with county assistance contracts with the Department of Corrections, the rate of per diem reimbursement to the counties attributable to the housing of State inmates shall be based on the average cost of operating the New Jersey, East Jersey, and Bayside State Prisons, using fiscal 2003 actual daily per capita data of $66.72 for Bayside State Prison, $81.52 for East Jersey State Prison, and $92.32 for New Jersey State Prison.

APPROPRIATIONS DATA
(thousands of dollars)

Year Ending June 30, 2003								Year Ending June 30, 2005	
Orig. & (S)Supplemental	Reapp. & (R)Recpts.	Transfers & (E)Emergencies	Total Available	Expended		Prog. Class.	2004 Adjusted Approp.	Requested	Recommended
					DIRECT STATE SERVICES				
					Distribution by Fund and Program				
380,267	---	44,338	424,605	424,085	Institutional Control and Supervision	07	424,124	431,338	431,338
179,119	---	3,334	182,453	182,426	Institutional Care and Treatment	08	194,771	196,390	196,390
76,308	33	1,819	78,160	78,142	Administration and Support Services	99	80,554	80,869	80,869
635,694	***33***	***49,491***	***685,218***	***684,653***	***Total Direct State Services***		***699,449*** (a)	***708,597***	***708,597***
					Distribution by Fund and Object				
					Personal Services:				
432,556	---	41,415	473,971	471,939	Salaries and Wages		455,889 6,360 S	466,489	466,489
---	---	---	---	2,032	Food In Lieu of Cash		1,968	1,968	1,968
432,556	---	*41,415*	*473,971*	*473,971*	*Total Personal Services*		*464,217*	*468,457*	*468,457*
72,018	---	524	72,542	72,520	Materials and Supplies		69,334 6,160 S	76,260	76,260
94,701	---	6,065	100,766	100,747	Services Other Than Personal		110,816 1,500 S	113,424	113,424
12,373	---	733	13,106	13,101	Maintenance and Fixed Charges		12,323 180 S	12,571	12,571
					Special Purpose:				
3,538	---	-87	3,451	3,445	Adult Offender Boot Camp at Albert C. Wagner YCF	07	3,625	3,625	3,625
---	---	---	---	---	Jones Farm - Repopulation	07	929	1,752	1,752
---	---	---	---	---	SSCF - New Unit Expansion	07	7,462	7,062	7,062
546	---	33	579	579	Gang Management Unit	07	746	746	746
8,438	---	70	8,508	8,508	Civilly Committed Sexual Offender Facility	07	8,538	8,538	8,538
8,886	---	-94	8,792	8,285	Civilly Committed Sexual Offender Facility - Annex	07	11,882	14,433	14,433
82	---	47	129	129	Byrne Grant - Therapeutic Community Program	08	82	82	82
53	---	---	53	53	Northern Therapeutic Community - State Match	08	--- (b)	---	---
268	---	-47	221	221	State Match - Residential Substance Abuse Treatment Grant	08	268	268	268
41	---	-5	36	36	State Match - Social Services Block Grant	08	41	33	33
900	---	-47	853	853	Nuway Drug Treatment Program	08	--- (c)	---	---
23	---	---	23	23	Violence Against Women Grant - State Match	08	--- (d)	---	---
145	---	-38	107	107	Sewage Hauling and Disposal Costs	99	145	145	145
---	---	709	709	707	Other Special Purpose		---	---	---
1,126	33	213	1,372	1,368	Additions, Improvements and Equipment		1,201	1,201	1,201
					CAPITAL CONSTRUCTION				
					Distribution by Fund and Program				
---	5,289	-406	4,883	1,785	Administration and Support Services	99	---	---	---
---	***5,289***	***-406***	***4,883***	***1,785***	***Total Capital Construction***		---	---	---

Year Ending June 30, 2003 Orig. & (S)Supplemental	Reapp. & (R)Recpts.	Transfers & (E)Emergencies	Total Available	Expended		Prog. Class.	2004 Adjusted Approp.	Year Ending June 30, 2005 Requested	Recommended
					CAPITAL CONSTRUCTION				
					Distribution by Fund and Object				
					New Jersey State Prison				
---	4	---	4	4	Locking System Upgrade	99	---	---	---
					East Jersey State Prison				
---	1,036	---	1,036	941	Replace Heating System, Rahway Camp	99	---	---	---
---	184	---	184	102	Rotunda/Dome Repair	99	---	---	---
---	4	---	4	2	Sewer Line Repair/Replacement	99	---	---	---
					Bayside State Prison				
---	37	---	37	---	Kitchen Refurbishing	99	---	---	---
---	64	-62	2	---	Improvement to Water Supply System	99	---	---	---
---	32	-32	---	---	Sewer Line Repair/Replacement	99	---	---	---
---	230	-66	164	34	Sewage Treatment Plant, Bayside State Prison	99	---	---	---
					Riverfront State Prison				
---	32	---	32	---	Locking System Upgrade	99	---	---	---
---	30	---	30	---	Perimeter Road Drainage and Beach Erosion Abatement	99	---	---	---
---	5	---	5	4	Sewer Line Grinder	99	---	---	---
					Edna Mahan Correctional Facility for Women				
---	7	-7	---	---	Electrical Renovations	99	---	---	---
					Northern State Prison				
---	48	---	48	---	Water Line Replacement	99	---	---	---
					Albert C. Wagner Youth Correctional Facility				
---	239	-239	---	---	Boot Camp Expansion	99	---	---	---
---	2,631	---	2,631	6	Sewage Treatment Plant Expansion	99	---	---	---
---	692	---	692	692	Upgrade Water Treatment Plant	99	---	---	---
					Mountainview Youth Correctional Facility				
---	14	---	14	---	Mountainview - Pistol Range	99	---	---	---
635,694	*5,322*	*49,085*	*690,101*	*686,438*	***Grand Total State Appropriation***		*699,449*	*708,597*	*708,597*
					OTHER RELATED APPROPRIATIONS				
					Federal Funds				
1,917	964	457	3,338	2,738	Institutional Care and Treatment	08	1,663	1,720	1,720
1,917	*964*	*457*	*3,338*	*2,738*	***Total Federal Funds***		*1,663*	*1,720*	*1,720*
					All Other Funds				
---	2,199 89 R	8,508	10,796	8,197	Institutional Care and Treatment	08	7,077	6,893	6,893
---	4	-4	---	---	Physical Plant and Support Services	19	---	---	---
---	2,089 14,298 R	-751	15,636	14,192	Administration and Support Services	99	14,936	14,430	14,430
---	*18,679*	*7,753*	*26,432*	*22,389*	***Total All Other Funds***		*22,013*	*21,323*	*21,323*
637,611	*24,965*	*57,295*	*719,871*	*711,565*	***GRAND TOTAL ALL FUNDS***		*723,125*	*731,640*	*731,640*

Notes -- Direct State Services - General Fund

(a) The fiscal year 2004 appropriation has been adjusted for the allocation of salary program in accordance with the provisions of P.L. 2003, c. 122 (Fiscal Year 2004 Appropriations Act).

(b) Appropriation of $53,000 distributed to applicable operating accounts.

(c) Appropriation of $900,000 distributed to applicable operating accounts.

(d) Appropriation of $23,000 distributed to applicable operating accounts.

Language Recommendations -- Direct State Services - General Fund

In order to permit flexibility and ensure the appropriate levels of services to the civilly committed, amounts may be transferred between the Civilly Committed Sexual Offender Facility and the Civilly Committed Sexual Offender Facility - Annex accounts, subject to the approval of the Director of the Division of Budget and Accounting.

Receipts derived from the Upholstery Program at the Albert C. Wagner Youth Correctional Facility, and any unexpended balance as of June 30, 2004 are appropriated for the operation of the program with surplus funds being credited to the institution's Inmate Welfare Fund, subject to the approval of the Director of the Division of Budget and Accounting.

10. PUBLIC SAFETY AND CRIMINAL JUSTICE
16. DETENTION AND REHABILITATION
7025. SYSTEM-WIDE PROGRAM SUPPORT

OBJECTIVES

1. To provide for the cost of maintaining State sentenced offenders housed in county correctional facilities and private halfway houses under contract to the Department.
2. To conduct a central training and staff development program to provide training to staff of all Departmental operating units.
3. To plan, direct, and coordinate the Department's automated information processing activities.
4. To upgrade and maintain the quality of medical and dental care provided to the inmate population of State correctional institutions.
5. To provide for a coordinated approach to the institutional personnel and payroll function.

PROGRAM CLASSIFICATIONS

07. **Institutional Control and Supervision.** Designed to provide the level of control necessary to protect the inmate and the community from harm by providing custodial control and supervision in all institutional areas and during inmate transportation outside of the institution.
13. **Institutional Program Support.** Includes those activities which support institutional programs and programs directly administered by the Commissioner and staff. Programs include the purchase of services for State inmates housed in county facilities, private contracted residential facilities, inmate medical support programs, training and staff development, integrated information systems planning, and the provision of hospital services and medical transportation of inmates.

EVALUATION DATA

	Actual FY 2002	Actual FY 2003	Revised FY 2004	Budget Estimate FY 2005
OPERATING DATA				
Institutional Control and Supervision				
Average Number of State Inmates in County Penal Facilities	1,944	1,622	1,506	700
County assistance and county contract	3,502	3,002	2,762	2,762
Funded Community Bed Spaces	2,530	2,700	2,629	2,629
PERSONNEL DATA				
Position Data				
Filled Positions by Funding Source				
State Supported	607	593	639	614
Federal	6	10	10	16
All Other	1	21	19	20
Total Positions	614	624	668	650
Filled Positions by Program Class				
Institutional Control and Supervision	269	274	319	266
Institutional Program Support	345	350	349	384
Total Positions	614	624	668	650

Notes:

Actual payroll counts are reported for fiscal years 2002 and 2003 as of December and revised fiscal year 2004 as of September. The Budget Estimate for fiscal year 2005 reflects the number of positions funded.

APPROPRIATIONS DATA
(thousands of dollars)

Year Ending June 30, 2003								Year Ending June 30, 2005	
Orig. & (S)Supplemental	Reapp. & (R)Recpts.	Transfers & (E)Emergencies	Total Available	Expended		Prog. Class.	2004 Adjusted Approp.	Requested	Recommended
					DIRECT STATE SERVICES				
					Distribution by Fund and Program				
17,760	---	3,384	21,144	20,328	Institutional Control and Supervision	07	17,589	17,589	17,589
47,188	569	7,867	55,624	55,380	Institutional Program Support	13	56,614	68,868	68,868
64,948	*569*	*11,251*	*76,768*	*75,708*	*Total Direct State Services*		*74,203* [a]	*86,457*	*86,457*
					Distribution by Fund and Object				
					Personal Services:				
27,886	---	4,899	32,785	31,969	Salaries and Wages		31,010	31,010	31,010
27,886	---	*4,899*	*32,785*	*31,969*	*Total Personal Services*		*31,010*	*31,010*	*31,010*
---	---	47	47	47	Materials and Supplies		203	203	203
839	---	1,255	2,094	1,966	Services Other Than Personal		4,651	16,905	16,905
					Special Purpose:				
273	---	63	336	336	Central Office Transportation Unit	07	273	273	273
75	---	---	75	75	Special Operations Group	07	75	75	75
800	---	---	800	800	Body Armor Replacement	07	---	---	---
7,958	569	-32	8,495	8,495	Integrated Information Systems Development	13	7,758	7,758	7,758
862	---	---	862	861	Augment Medical Care At Institutions	13	862	862	862
---	---	---	---	---	State Match - Gang Prevention and Awareness Program	13	49	49	49
---	---	---	---	---	State Match - Discharge Planning Unit	13	27	27	27
44	---	-1	43	43	Drug Interdiction Unit - State Match	13	44	44	44
1,690	---	-1	1,689	1,688	Inmate Work Details Program	13	1,590	1,590	1,590
223	---	-37	186	186	Return of Escapees and Absconders	13	223	223	223
1,045	---	-45	1,000	1,000	Mutual Agreement Program	13	1,168	1,168	1,168
180	---	-88	92	92	Recruit Screening Program	13	180	180	180
177	---	---	177	177	Radio Maintenance	13	---	---	---
148	---	-5	143	143	Bulletproof Vests	13	340	340	340
509	---	-88	421	421	Maintenance of McCorkle/Sea Girt Facilities	13	---	---	---
537	---	---	537	537	DOC/DOT Work Details	13	537	537	537
300	---	---	300	300	Video Teleconferencing	13	300	300	300
20,478	---	5,251	25,729	25,729	Additional Mental Health Treatment Services	13	24,478	24,478	24,478
489	---	-438	51	51	State Match - Women's Assessment Center	13	---	---	---
314	---	---	314	314	Drug Testing - Assumption of Federal Funding	13	314	314	314
---	---	408	408	294	Other Special Purpose		---	---	---
121	---	63	184	184	Additions, Improvements and Equipment		121	121	121
					GRANTS-IN-AID				
					Distribution by Fund and Program				
81,935	9,886	-3,800	88,021	82,998	Institutional Program Support	13	81,377	75,030	75,030
81,935	*9,886*	*-3,800*	*88,021*	*82,998*	*Total Grants-in-Aid*		*81,377*	*75,030*	*75,030*

Year Ending June 30, 2003								Year Ending June 30, 2005	
Orig. & (S)Supplemental	Reapp. & (R)Recpts.	Transfers & (E)Emergencies	Total Available	Expended		Prog. Class.	2004 Adjusted Approp.	Requested	Recommended
					GRANTS-IN-AID				
					Distribution by Fund and Object				
					Grants:				
29,009	1,296	---	30,305	27,500	Purchase of Service for Inmates Incarcerated In County Penal Facilities	13	21,082	14,735	14,735
100	---	---	100	100	Purchase of Service for Inmates Incarcerated In Out-Of-State Facilities	13	100	100	100
51,326	8,590	-3,800	56,116	53,898	Purchase of Community Services	13	58,695	58,695	58,695
1,500	---	---	1,500	1,500	Life Skills Academy	13	1,500	1,500	1,500
146,883	*10,455*	*7,451*	*164,789*	*158,706*	*Grand Total State Appropriation*		*155,580*	*161,487*	*161,487*
					OTHER RELATED APPROPRIATIONS				
					Federal Funds				
13,163 279 S	8,716	114	22,272	13,258	Institutional Program Support	13	7,564	4,423	4,423
13,442	*8,716*	*114*	*22,272*	*13,258*	*Total Federal Funds*		*7,564*	*4,423*	*4,423*
					All Other Funds				
---	2,219 477 R	27	2,723	1,642	Institutional Program Support	13	---	---	---
---	*2,696*	*27*	*2,723*	*1,642*	*Total All Other Funds*		---	---	---
160,325	*21,867*	*7,592*	*189,784*	*173,606*	*GRAND TOTAL ALL FUNDS*		*163,144*	*165,910*	*165,910*

Notes -- Direct State Services - General Fund

(a) The fiscal year 2004 appropriation has been adjusted for the allocation of salary program in accordance with the provisions of P.L. 2003, c. 122 (Fiscal Year 2004 Appropriations Act).

Language Recommendations -- Direct State Services - General Fund

The unexpended balance as of June 30, 2004 in the Integrated Information Systems Development account is appropriated to provide funding for the cost of replacing the Department of Corrections S/36 Correctional Management Information System, subject to the approval of the Director of the Division of Budget and Accounting, the expenditures of which shall directly improve the department's ability to collect fines, restitutions, penalties, surcharges or other debts owed by inmates.

In addition to the sums appropriated above, funds may be transferred from the Victims of Crime Compensation Board to the Department of Corrections for the department's new computer system, which will facilitate the collection of monies owed by inmates, subject to the approval of the Director of the Division of Budget and Accounting.

Of the sums appropriated hereinabove for Video Teleconferencing, an amount shall be transferred to the Judiciary and the Office of the Public Defender for telephone line charges, subject to the approval of the Director of the Division of Budget and Accounting.

The unexpended balance as of June 30, 2004 in the Services Other Than Personal account is appropriated for the same purpose, subject to the approval of the Director of the Division of Budget and Accounting.

Language Recommendations -- Grants-In-Aid - General Fund

A portion of the total amount appropriated in the Purchase of Service for Inmates Incarcerated in County Penal Facilities account is available for operational costs of additional State facilities for inmate housing, which become ready for occupancy and other programs which reduce the number of State inmates in county facilities, subject to the approval of the Director of the Division of Budget and Accounting.

The unexpended balance as of June 30, 2004 in the Purchase of Service for Inmates Incarcerated in County Penal Facilities account is appropriated for the same purpose.

Any change by the Department of Corrections in the per diem rates paid for Inmates Incarcerated in County Penal Facilities and for Community Services shall first be approved by the Director of the Division of Budget and Accounting.

The unexpended balance as of June 30, 2004 in the Purchase of Community Services account is appropriated for the same purpose, subject to the approval of the Director of the Division of Budget and Accounting.

10. PUBLIC SAFETY AND CRIMINAL JUSTICE
17. PAROLE

OBJECTIVES

1. To carry out, in the community, programs of conditional release from custody, i.e. furlough, work/study release, which assist institutionalized offenders in reintegrating into the community and prevent their further involvement in the formal institutionalized correctional process.
2. To provide supervision of parolees by making available the necessary assistance, guidance and controls required for community living.
3. To provide residential/community service and treatment programs for reintegrating institutionalized offenders into the community.
4. To determine when adult and juvenile inmates of State and county correctional facilities are eligible for parole release and to conduct parole hearings to grant parole to those eligible where it appears consistent with the safety of the community and the successful reintegration of the individual therein.
5. To provide at least an annual review for all young adult cases and a quarterly review of all juvenile cases.
6. To provide a legal due process hearing when parole revocation or parole rescission is considered.
7. To consider parole discharges and the imposition of parole conditions.
8. To issue parole warrants, subpoenas, and certificates of good conduct when necessary.
9. To process executive clemency petitions for the Governor.
10. To receive and evaluate the input of victims of crimes and provide preparole information to prosecutors.
11. To promulgate rules and regulations governing the parole system.

PROGRAM CLASSIFICATIONS

03. **Parole.** This program provides supervision, investigates parole plans, work/study release, and furlough sites for all adult parolees from State and county institutions and those entering New Jersey from other states. Executive clemency and extradition investigations are performed for the Executive Office. Through its various field offices, fines, penalties, and restitution are collected for deposit in the General Treasury. Treatment is obtained and the progress of parolees and offenders is monitored through the general and specialized caseload officers.

05. **State Parole Board.** The Parole Board establishes parole eligibility for young adult State inmates and monitors parole eligibility for adult inmates of State and county facilities; monitors cases, conducts parole hearings, approves community parole plans for the parolee, receives and evaluates the input of victims of crime, complies with court ordered procedures for parole revocation or parole rescission, approves discharge from parole earlier than maximum sentences, processes executive clemency petitions; and provides preparole information to prosecutors. The Board exercises a quasi-judicial decision making function to determine when and under what conditions inmates are released on parole. In addition, the Board hears parole revocation cases to consider alleged parole violations.

99. **Administration and Support Services.** The Chairman and supporting staff are responsible for conducting all Agency programs, by developing and maintaining an efficient administration of programs, operations and services, by identifying, defining and delegating authority where appropriate; by interpreting and enforcing statutes and administrative regulations of the Agency and the Departments of Personnel and Treasury; by seeking and providing opportunities for interested agencies, individuals and groups to receive information so as to enhance public interest, awareness and participation in the parole process, and by increasing efficiency and effectiveness by providing leadership and overall supervision of parole and community programs. Administration and Support Services was established as a result of the merger of the Division of Parole with the State Parole Board in September 2001, pursuant to P.L. 2001, c.141.

EVALUATION DATA

	Actual FY 2002	Actual FY 2003	Revised FY 2004	Budget Estimate FY 2005
PROGRAM DATA				
Parole				
Parolees under supervision (beginning of year)	12,867	13,234	13,297	14,000
Added to Parole	8,531	10,639	10,780	10,967
Removed from Parole	8,164	10,576	10,077	10,000
Level of Parole Supervision				
General Supervision	8,913	8,866	9,050	9,864
Community Supervision for Life	915	1,343	1,850	2,210

	Actual FY 2002	Actual FY 2003	Revised FY 2004	Budget Estimate FY 2005
Special Caseload Data				
Intensive Supervision and Surveillance (ISSP)	1,465	1,242	937	830
Electronic Monitoring	302	272	391	391
High Impact Diversion Program	585	560	400 (a)	---
Youth Offender Boot Camp	120	90	80	75
Parolee Drug Treatment	357	269	382	500
Day Reporting	346	318	350	450
Halfway Back Program	139	337	450	495
Re-Entry Substance Abuse Program (RESAP) (b)	---	---	110	152
Total special caseload	3,314	3,088	3,100	2,893
State Parole Board				
Hearings	42,060	39,910	40,241	42,327
State	27,734	25,481	25,667	26,950
Counties	6,629	6,437	6,637	6,968
Juvenile	2,866	3,246	3,500	3,750
Parole revocations considered	4,831	4,746	4,437	4,659
Reviews:				
Appeals	1,915	2,164	2,200	2,200
MAP Referral	808	765	700	700
Victim Input Registration	1,021	1,052	1,116	1,116
Alternate Sanction Programs	3,143 (a)	---	---	---
Special Investigations	85	175	206	250
PERSONNEL DATA				
Affirmative Action Data				
Male Minority	96	87	87	87
Male Minority %	13.6	12.4	12.3	12.1
Female Minority	171	159	154	154
Female Minority %	24.2	22.7	24.5	24.5
Total Minority	267	246	241	241
Total Minority %	37.8	35.1	34.0	33.4
Position Data				
Filled Positions by Funding Source				
State Supported	706	695	663	735
Total Positions	706	695	663	735
Filled Positions by Program Class				
Parole	477	473	450	515
State Parole Board	181	177	164	175
Administration and Support Services	48	45	49	45
Total Positions	706	695	663	735

Notes:

Actual payroll counts are reported for fiscal years 2002 and 2003 as of December and revised fiscal year 2004 as of September. The Budget Estimate for fiscal year 2005 reflects the number of positions funded.

(a) Discontinued data category.

(b) New program in fiscal year 2004.

APPROPRIATIONS DATA
(thousands of dollars)

Year Ending June 30, 2003								Year Ending June 30, 2005	
Orig. & (S)Supplemental	Reapp. & (R)Recpts.	Transfers & (E)Emergencies	Total Available	Expended		Prog. Class.	2004 Adjusted Approp.	Requested	Recommended
					DIRECT STATE SERVICES				
					Distribution by Fund and Program				
37,896	275	1,271	39,442	38,617	Parole	03	40,254	42,896	42,896
11,817	2	22	11,841	11,727	State Parole Board	05	12,164	12,164	12,164

Year Ending June 30, 2003								Year Ending June 30, 2005	
Orig. & [S]Supplemental	Reapp. & [R]Recpts.	Transfers & [E]Emergencies	Total Available	Expended		Prog. Class.	2004 Adjusted Approp.	Requested	Recommended
					DIRECT STATE SERVICES				
3,073	---	---	3,073	2,670	Administration and Support Services	99	3,274	3,103	3,103
52,786	***277***	***1,293***	***54,356***	***53,014***	***Total Direct State Services***		***55,692*** [a]	***58,163***	***58,163***
					Distribution by Fund and Object				
					Personal Services:				
31,431	---	1,482	32,913	32,655	Salaries and Wages		36,621	36,450	36,450
31,431	---	*1,482*	*32,913*	*32,655*	*Total Personal Services*		*36,621*	*36,450*	*36,450*
616	---	-44	572	505	Materials and Supplies		962	962	962
2,246	---	-254	1,992	1,823	Services Other Than Personal		2,740	2,740	2,740
498	---	-16	482	461	Maintenance and Fixed Charges		1,110	1,560	1,560
					Special Purpose:				
100	---	---	100	100	Payments to Inmates Discharged From Facilities	03	120	120	120
4,100	---	---	4,100	3,976	Parolee Electronic Monitoring Program	03	5,034	5,331	5,331
4,844	---	---	4,844	4,721	Intensive Supervision/Surveillance Program [b]	03	3,641	3,641	3,641
3,526	---	---	3,526	3,139	High Impact Diversion Program [c]	03	---	---	---
2,202	---	---	2,202	2,027	Parolee Drug Treatment	03	2,309	2,309	2,309
3,223	---	---	3,223	3,223	Mutual Agreement Program (MAP)	03	3,127	3,127	3,127
---	---	---	---	---	Sex Offender Management Unit	03	---	1,895	1,895
---	---	25	25	25	Other Special Purpose	03	---	---	---
---	277	100	377	359	Additions, Improvements and Equipment		28	28	28
					GRANTS-IN-AID				
					Distribution by Fund and Program				
695	612	---	1,307	1,307	Parole	03	5,736	22,016	22,016
695	***612***	---	***1,307***	***1,307***	***Total Grants-in-Aid***		***5,736***	***22,016***	***22,016***
					Distribution by Fund and Object				
					Grants:				
---	---	---	---	---	Re-Entry Substance Abuse Program	03	2,145	3,714	3,714
---	---	---	---	---	State Match - Truth in Sentencing Grant [d]	03	---	---	---
695	612	---	1,307	1,307	Halfway Back Program	03	2,830	11,209	11,209
---	---	---	---	---	Day Reporting Program	03	761	7,093	7,093
---	---	---	---	---	Truth in Sentencing - Halfway Back Program [e]	03	---	---	---
53,481	***889***	***1,293***	***55,663***	***54,321***	***Grand Total State Appropriation***		***61,428***	***80,179***	***80,179***
					OTHER RELATED APPROPRIATIONS				
					Federal Funds				
500 [S]	12,453	-19	12,934	12,496	Parole	03	1,500	---	---
500	***12,453***	***-19***	***12,934***	***12,496***	***Total Federal Funds***		***1,500***	---	---
53,981	***13,342***	***1,274***	***68,597***	***66,817***	***GRAND TOTAL ALL FUNDS***		***62,928***	***80,179***	***80,179***

Notes -- Direct State Services - General Fund

(a) The fiscal year 2004 appropriation has been adjusted for the allocation of salary program in accordance with the provisions of P.L. 2003, c. 122 (Fiscal Year 2004 Appropriations Act).

(b) The fiscal year 2004 appropriation has been partially adjusted to reflect the distribution of funds to the General Supervision Program of the Division of Parole.

(c) The fiscal year 2004 appropriation has been adjusted to reflect the distribution of funds to the General Supervision Program of the Division of Parole to display full program funding.

Notes -- Grants-In-Aid - General Fund

(d) Appropriation of State Match - Truth in Sentencing Grant has been transferred to the Halfway Back Program and Day Reporting Program.

(e) Appropriation of Truth in Sentencing - Halfway Back Program has been transferred to the Halfway Back Program.

Language Recommendations -- Direct State Services - General Fund

Any change by the Division of Parole in the per diem rates affecting Special Caseload accounts shall first be approved by the Director of the Division of Budget and Accounting.

From the appropriations hereinabove, the Executive Director shall make payment to the Interstate Commission for Adult Offender Supervision in the amount of $32,000 for the New Jersey state assessment in fiscal year 2005.

The unexpended balances as of June 30, 2004 in the Division of Parole's accounts, not to exceed $1,500,000 shall be appropriated to the Halfway Back Program and Day Reporting Program accounts, subject to the approval of the Director of the Division of Budget and Accounting.

Language Recommendations -- Grants-In-Aid - General Fund

Any change by the Division of Parole in the per diem rates affecting Special Caseload accounts shall first be approved by the Director of the Division of Budget and Accounting.

The unexpended balance as of June 30, 2004 in the Halfway Back Program is appropriated for the same purpose, subject to the approval of the Director of the Division of Budget and Accounting.

10. PUBLIC SAFETY AND CRIMINAL JUSTICE
19. CENTRAL PLANNING, DIRECTION AND MANAGEMENT

OBJECTIVES

1. To identify, define, and delegate authority and responsibility for the effective operation of State correctional institutions, residential centers, and staff bureaus.
2. To coordinate fiscal operations throughout the Department and to provide administrative data and analysis for planning and budgeting.
3. To account for the efficient and effective operation of the Department's operational components.
4. To provide the support services necessary to improve and modify the methods and techniques used in the State's correctional operations in intervening in the lives of offenders.
5. To coordinate the disparate Statewide operations so that a wide range of resources is made available to offenders with a minimum of duplication.
6. To provide inspection and consultation services for maintaining proper and adequate standards in correctional facilities at the county and local government level.

PROGRAM CLASSIFICATIONS

99. **Administration and Support Services.** The Commissioner and the supporting staff are responsible for conducting all Department programs by developing and maintaining an efficient administration of programs, operations and services; by identifying, defining and delegating authority where appropriate; by interpreting and enforcing statutes and administrative regulations of the Department of Personnel and the Department; by seeking and providing opportunities for interested agencies, individuals and groups to receive information so as to enhance public interest, awareness and participation in the correctional process, and by increasing efficiency and effectiveness by providing leadership and overall supervision of institutional services, parole and community programs.

    Comprises the planning, management and operation of physical assets including utilities, buildings and structures, grounds and equipment of all kinds. Activities include operation, maintenance, repair, rehabilitation and improvement and custodial and housekeeping services.

EVALUATION DATA

	Actual FY 2002	Actual FY 2003	Revised FY 2004	Budget Estimate FY 2005
PERSONNEL DATA				
Affirmative Action Data				
Male Minority	2,693	2,626	2,658	2,658
Male Minority %	26.4	27.4	27.7	27.7
Female Minority	1,322	1,239	1,287	1,287
Female Minority %	13.0	12.9	13.4	13.4
Total Minority	4,015	3,865	3,945	3,945
Total Minority %	39.4	40.3	41.1	41.1

	Actual FY 2002	Actual FY 2003	Revised FY 2004	Budget Estimate FY 2005
Position Data				
Filled Positions by Funding Source				
State Supported	214	189	190	199
All Other	14	11	12	15
Total Positions	228	200	202	214
Filled Positions by Program Class				
Administration and Support Services	228	200	202	214
Total Positions	228	200	202	214

Notes:

Actual payroll counts are reported for fiscal years 2002 and 2003 as of December and revised fiscal year 2004 as of September. The Budget Estimate for fiscal year 2005 reflects the number of positions funded.

APPROPRIATIONS DATA
(thousands of dollars)

Year Ending June 30, 2003								Year Ending June 30, 2005	
Orig. & (S)Supplemental	Reapp. & (R)Recpts.	Transfers & (E)Emergencies	Total Available	Expended		Prog. Class.	2004 Adjusted Approp.	Requested	Recommended
					DIRECT STATE SERVICES				
					Distribution by Fund and Program				
18,800	---	1,431	20,231	20,230	Administration and Support Services	99	18,711	17,711	17,711
18,800	---	*1,431*	*20,231*	*20,230*	*Total Direct State Services*		*18,711* [a]	*17,711*	*17,711*
					Distribution by Fund and Object				
					Personal Services:				
13,932	---	280	14,212	14,212	Salaries and Wages		13,951	13,951	13,951
13,932	---	*280*	*14,212*	*14,212*	*Total Personal Services*		*13,951*	*13,951*	*13,951*
1,124	---	-219	905	905	Materials and Supplies		762	562	562
2,178	---	130	2,308	2,308	Services Other Than Personal		2,332	1,832	1,832
815	---	460	1,275	1,274	Maintenance and Fixed Charges		915	615	615
					Special Purpose:				
---	---	770	770	770	Administration and Support Services	99	---	---	---
655	---	---	655	655	Affirmative Action and Equal Employment Opportunity	99	655	655	655
96	---	10	106	106	Additions, Improvements and Equipment		96	96	96
					CAPITAL CONSTRUCTION				
					Distribution by Fund and Program				
2,900	19,784	-710	21,974	11,772	Administration and Support Services	99	---	---	---
2,900	*19,784*	*-710*	*21,974*	*11,772*	*Total Capital Construction*		---	---	---
					Distribution by Fund and Object				
					Division of Management and General Support				
---	545	---	545	66	Deferred Maintenance-Various Institutions	99	---	---	---
---	233	---	233	232	Emergency Generators	99	---	---	---
---	691	---	691	107	Additional Bed Spaces-Various Institutions	99	---	---	---
---	2,025	---	2,025	330	Perimeter Security Enhancements, Various Facilities	99	---	---	---
1,700	7,952	---	9,652	4,850	Fire Safety Code Compliance	99	---	---	---
1,200	1,437	410	3,047	2,418	Critical Repairs	99	---	---	---

Year Ending June 30, 2003								Year Ending June 30, 2005	
Orig. & (S)Supplemental	Reapp. & (R)Recpts.	Transfers & (E)Emergencies	Total Available	Expended		Prog. Class.	2004 Adjusted Approp.	Requested	Recommended
					CAPITAL CONSTRUCTION				
---	4,240	-1,000	3,240	2,172	Roof Replacements/Repairs	99	---	---	---
---	487	---	487	332	Repairs and Renovations, Various Institutions	99	---	---	---
---	108	-108	---	---	Facility Renovation, Juvenile Medium	99	---	---	---
---	48	---	48	---	Sewage Separators & System Upgrades	99	---	---	---
---	744	---	744	497	Replace Facility Systems Computer	99	---	---	---
---	5	---	5	---	Network Infrastructure	99	---	---	---
---	1,256	---	1,256	768	Security Improvements	99	---	---	---
---	13	-12	1	---	Highpoint Clean up	99	---	---	---
21,700	*19,784*	*721*	*42,205*	*32,002*	***Grand Total State Appropriation***		*18,711*	*17,711*	*17,711*
					OTHER RELATED APPROPRIATIONS				
					Federal Funds				
258	65	-7	316	300	Administration and Support Services	99	131	154	154
258	*65*	*-7*	*316*	*300*	***Total Federal Funds***		*131*	*154*	*154*
					All Other Funds				
---	79	-79	---	---	Program Operations Support	02	---	---	---
---	1,557 9,169 R	-7,599	3,127	1,753	Administration and Support Services	99	1,878	1,946	1,946
---	*10,805*	*-7,678*	*3,127*	*1,753*	***Total All Other Funds***		*1,878*	*1,946*	*1,946*
21,958	*30,654*	*-6,964*	*45,648*	*34,055*	***GRAND TOTAL ALL FUNDS***		*20,720*	*19,811*	*19,811*

Notes -- Direct State Services - General Fund

(a) The fiscal year 2004 appropriation has been adjusted for the allocation of salary program in accordance with the provisions of P.L. 2003, c. 122 (Fiscal Year 2004 Appropriations Act).

Language Recommendations -- Direct State Services - General Fund

Receipts derived from the Culinary Arts Vocational Program, and any unexpended balance as of June 30, 2004, are appropriated for the operation of the program, subject to the approval of the Director of the Division of Budget and Accounting.

DEPARTMENT OF CORRECTIONS

Language Recommendations -- Direct State Services - General Fund

Balances on hand as of June 30, 2004 of funds held for the benefit of inmates in the several institutions, and such funds as may be received, are appropriated for the use of such inmates.

Payments received by the State from employers of prisoners on their behalf, as part of any work release program, are appropriated for the purposes provided under P.L. 1969, c. 22 (C.30:4-91.4 et seq.).

DEPARTMENT OF EDUCATION

OVERVIEW

The primary mission of the Department of Education is to provide leadership so that all children receive a meaningful and effective education. The Department will provide leadership for improvement in all school districts. It will foster a system of education that facilitates continued success through flexibility, innovation and competition.

The Department's primary and immediate objective is to realize the goal that every child will read at or above grade level by the end of third grade. This includes recognition that quality early childhood education programs with a rich literacy curriculum are part of the overall solution. As noted below, the State is investing resources specifically directed to achieving this goal.

The Department has realigned its priorities to become an educational leader and a partner with school districts. The Department's responsibility to safeguard taxpayers' investments, ensure compliance with federal and State laws, and assure the health and safety of facilities continues, but the Department is placing new emphasis on service and support to school districts. A new set of guiding principles directs the organization and function of the Department: it must be a service and support, mission-driven organization; it should seek the involvement of people and providers with direct experience and expertise in fulfilling its mission; it should enlist a broad group of stakeholders in redefining achievement and workplace readiness; it should develop incentives and accountability measures to improve performance with fewer resources; and it should continue to evaluate the effectiveness of its efforts and those entities it supports through a centralized data base information system.

The Department will ensure accountability for public dollars by motivating schools to provide high-quality and cost-efficient programs, and assist school districts in providing a safe and drug-free learning environment in all schools. Department staff will demonstrate professional conduct that reflects high integrity and respect for the diversity of all people, and the Department will model this conduct with all local school employees.

In support of its mission, the Department establishes standards and designs assessments that link directly to those standards; assures accountability for reaching established standards with a system of rewards and sanctions; provides assistance for the achievement of established standards through professional development, support of model programs, serving as a "clearinghouse" for sound practices, promoting the effective use of technology, and supporting school-business partnerships; and engages the public in discussion and debate.

FY 2005 Budget Highlights

The Fiscal 2005 Budget for the Department of Education totals $8.728 billion, an increase of $444 million, or 5.4%, over the fiscal 2004 adjusted appropriation of $8.284 billion.

School Aid

School Aid for fiscal 2005 is recommended at $8.657 billion, an increase of $445 million from fiscal 2004. This figure includes $7.064 billion in direct aid awards to school districts. It also provides $1.319 billion in State payments made on behalf of local school districts for post-retirement medical benefits, debt service on pension bonds, and the employer's share of social security payments for teachers.

The fiscal 2005 budget recommendation includes an increase of $190 million in formula-related and supplemental school aid - $100 million for Abbott districts and $90 million for all other districts. Together with a $3 million increase in nonpublic school aid, these funds will be used to give every school district and nonpublic school in the State a 3% increase in State school aid. On top of this increase, three new categories of aid will provide an additional $15 million in direct State payments to school districts. Non-Abbott districts with a large number of children in poverty will receive $5 million to develop and implement strategies for enhanced teaching and learning. Awards of $200,000 will be distributed to 25 school districts. Another $5 million in new aid will be directed to school districts experiencing unusually high enrollment growth. Finally, $5 million in rewards and incentives will be allocated to districts that have delivered high student achievement while meeting defined efficiency standards, and are willing to serve as models and guides for other school districts.

School Construction

Fiscal 2005 school aid also includes $153 million for the School Construction and Renovation Program and $121 million in School Building Aid. This funding will provide for State school construction debt service on new and existing bond issues, as well as aid for qualifying local debt issued for school construction. Under the Educational Facilities Construction and Financing Act (EFCFA), the State provides 100% of Abbott districts' approved construction/renovation project costs, while all other districts are guaranteed a minimum of 40% of approved project costs. This program makes funding for facilities available to 239 districts that were not eligible under the prior debt service program and provides a significant increase in support to all other districts.

The fiscal 2005 direct state services budget includes $3.2 million for the operation of the Department's Office of Facilities. This office provides extensive review of proposed facilities projects and ensures that districts are held strictly accountable for their use of these funds. The office works closely with the Schools Construction Corporation (SCC), which is responsible for constructing school facilities projects in the 30 Abbott districts, as well as 29 other districts with State support ratios of more than 55% or heightened monitoring status. The SCC also approves school construction grants for the State's other operating school districts, and enters into construction contracts with those that wish to have the SCC build their projects.

Early Childhood Education

Under the Comprehensive Educational Improvement and Financing Act of 1996 (CEIFA), all districts awarded Early Childhood Aid were required to provide full-day kindergarten and half-day preschool programs for four year-olds by the 2001-2002 school year. For Abbott districts, the preschool requirement was expanded to full-day, full-year programs for three and four year-olds. It is expected that the number of Abbott preschoolers served in fiscal 2005 will continue to grow from the fall 2002 enrollments. The Budget provides $182.4 million for the expansion of preschool programs in these districts, an increase of $40 million from fiscal 2004.

The Department will also oversee a new early childhood program in fiscal 2005, the Early Launch to Learning Initiative (ELLI). ELLI will expand high quality preschool access for four year-olds in non-Abbott districts. With a fiscal 2005 State appropriation of $15 million, the program plans to enroll an additional 20,000 low-income children in high quality preschool for the 2004-05 school year. The Department hopes to expand this initiative in succeeding years to ultimately include all districts interested in participating.

Governor's Literacy Program

The Budget provides $7.4 million for reading coaches and other forms of reading assistance to schools, children and communities. These efforts will help achieve the goal that every student will be able to read at or above grade level by the third grade. The $1.6 million

decrease in funding leaves adequate funds to support the operation of the program in its third year.

After-School Partnership
The fiscal 2005 budget recommends $15 million for a new initiative, New Jersey After 3, which will promote and partially fund after-school programs for 20,000 New Jersey school children in grades K-8. School districts, local community groups, and the State will work together to administer programs on-site at elementary and middle schools. Students participating in the after-school programs will be offered a variety of academic, recreational, and arts activities.

Summer Academy for Professional Development
In several of the State's urban centers, over 50% of students obtain a New Jersey high school diploma via the alternative Special Review Assessment system (SRA), rather than the High School Proficiency Assessment (HSPA). The fiscal 2005 budget earmarks $2 million in grants to establish regional summer programs for teachers in identified urban centers. The programs will provide professional development designed to help teachers increase the number of students passing the HSPA.

Statewide Assessment Program
The development and expansion of assessments to determine student achievement of the Core Curriculum Content Standards continues in the fiscal 2005 budget with an appropriation of $16.2 million for the Statewide Assessment Program, an increase of $3 million over fiscal 2004. This appropriation will continue to provide for a standards-based assessment in Grades 3, 4, and 8 and a high school proficiency assessment in Grade 11. In addition, as part of the Department's compliance with federal mandates designed to ensure the success of every child, students will also be tested at three additional grade levels (5, 6, and 7).

Enhancing Efficiency
The Department regularly reassesses its staffing and resource allocations as part of a continuous effort to improve operational efficiency. Through technical innovations and a more effective alignment of resources with core goals, the Department can continue to achieve its mission with a reduction of 25 FTE and a $1.6 million related reduction in direct state services funding for fiscal 2005.

The Department also continues to assist school districts with crucial efforts to increase efficiency at the local level. The fiscal 2005 budget includes $250,000 for the Department to develop a model of effective and efficient spending for local districts. The Department will use the model and other tools to help local school districts identify administrative inefficiencies and opportunities for savings, as well as to compare their administrative spending with a statewide benchmark range. These are the first steps in an effort to ensure taxpayers don't foot the bill for school districts that refuse to adopt reasonable standards for efficient non-instructional spending.

Continuing Programs
The Budget recommends $850,000 for teacher preparation programs, which includes funds to develop a summer institute that will provide intensive training to potential teachers choosing the alternate route and grants to help teachers seeking National Board of Professional Teaching Standards certification. A fiscal 2005 appropriation of $2.5 million is also recommended to support the Teacher Mentoring program, an increase of $500,000 over fiscal 2004. This program reimburses districts for the stipends paid to experienced teachers who serve as mentors to new teachers, and is intended to increase the retention rate among new teachers.

The fiscal 2005 budget continues to recommend $1.5 million in funding to establish a comprehensive web-based education data warehouse that will enable the State to determine the effectiveness and efficiency of its public education system by providing essential information about the educational performance of individual students.

The Budget continues to support the Marie H. Katzenbach School for the Deaf, providing $2.9 million in fiscal 2005.

An appropriation of $6.1 million for the Liberty Science Center will continue to provide science educational services for students in the Abbott districts in fiscal 2005.

The Budget provides continued funding of $1.7 million for grants to six higher education institutions to implement the Governor's School Program, a summer residential program at State college campuses offering intensive experiences for artistically and academically talented high school students.

The Budget provides $415,000 for recruitment incentives to increase the number of preschool teachers in all Abbott school districts for the final year of a four-year program. The teachers will receive partial forgiveness of outstanding student loans and/or a tuition coupon for graduate education at a New Jersey institution.

Department Accomplishments
The Department has continued to implement the Governor's 21 points for education, which are the cornerstone of the Administration's education agenda and are paramount in the Department's mission. Recent departmental initiatives and accomplishments include: adopted new professional licensure and standards regulations to ensure that New Jersey's certified teachers are highly qualified; initiated three new programs in the State's alternate route system; developed a web-based teacher certification information system to simplify and expedite all aspects of the certification process for applicants, school district personnel, and department staff; took steps to align professional standards for teachers and other school leaders with national standards; revised the 1996 Core Curriculum Content Standards in math, science and language arts/literacy; developed a comprehensive plan for a sound technology program at the state and local levels; launched career academies that are partnerships between school districts and businesses to offer medical/health, utility engineering, law and public safety, informational technology, business and finance, education, and science and medical arts programs; established the New Jersey Center for Character Education at Rutgers University; and awarded $25,000 prizes under the Governor's Schools of Excellence program to 25 schools that have demonstrated effective practices to prepare their students for the future and shown significant improvement during a two-year period.

DEPARTMENT OF EDUCATION

SUMMARY OF APPROPRIATIONS BY FUND

(thousands of dollars)

Year Ending June 30, 2003						Year Ending June 30, 2005		
Orig. & (S)Supplemental	Reapp. & (R)Recpts.	Transfers & (E)Emergencies	Total Available	Expended		2004 Adjusted Approp.	Requested	Recommended
56,415	3,476	7,731	67,622	57,731	Direct State Services	62,133	59,059	59,059
20,015	---	-9,000	11,015	9,377	Grants-In-Aid	9,443	11,269	11,269
2,659,086	68,940	-243,918	2,484,108	2,473,259	State Aid	3,015,823	2,778,027	2,778,027
400	1,866	-1	2,265	811	Capital Construction	---	---	---
2,735,916	74,282	-245,188	2,565,010	2,541,178	Total General Fund	3,087,399	2,848,355	2,848,355
4,966,237	2,901	-100	4,969,038	4,956,057	Total Property Tax Relief Fund	5,196,129	5,879,286	5,879,286
7,702,153	*77,183*	*-245,288*	*7,534,048*	*7,497,235*	*GRAND TOTAL*	*8,283,528*	*8,727,641*	*8,727,641*

SUMMARY OF APPROPRIATIONS BY PROGRAM

(thousands of dollars)

Year Ending June 30, 2003						Year Ending June 30, 2005		
Orig. & (S)Supplemental	Reapp. & (R)Recpts.	Transfers & (E)Emergencies	Total Available	Expended		2004 Adjusted Approp.	Requested	Recommended
					DIRECT STATE SERVICES - GENERAL FUND			
					Direct Educational Services and Assistance			
395	---	---	395	394	Adult and Continuing Education	398	398	398
205	---	---	205	204	Bilingual Education	212	212	212
42	---	---	42	42	Special Education	54	54	54
642	---	---	*642*	*640*	*Subtotal*	*664*	*664*	*664*
					Operation and Support of Educational Institutions			
2,899	---	---	2,899	2,878	Marie H. Katzenbach School for the Deaf	2,899	2,899	2,899
					Supplemental Education and Training Programs			
359	---	---	359	357	General Vocational Education	277	277	277
					Educational Support Services			
231	---	---	231	231	Educational Technology	218	218	218
20,916	391	9,000	30,307	22,657	Educational Programs and Assessment	27,144	25,919	25,919
445	---	---	445	444	Grants Management	690	528	528
1,939	1,699	---	3,638	3,399	Professional Development and Licensure	2,143	2,143	2,143
6,639	---	---	6,639	6,634	Service to Local Districts	6,196	5,013	5,013
849	---	-1	848	847	Office of School Choice	659	659	659
510	---	-389	121	121	Early Childhood Education	120	120	120
401	---	---	401	394	Pupil Transportation	415	415	415
3,904	1,368	---	5,272	3,374	Facilities Planning and School Building Aid	3,172	3,246	3,246
2,311	---	-950	1,361	1,347	Health, Safety, and Community Services	1,348	1,348	1,348
38,145	*3,458*	*7,660*	*49,263*	*39,448*	*Subtotal*	*42,105*	*39,609*	*39,609*

Year Ending June 30, 2003						Year Ending June 30, 2005		
Orig. & (S)Supplemental	Reapp. & (R)Recpts.	Transfers & (E)Emergencies	Total Available	Expended		2004 Adjusted Approp.	Requested	Recommended
					Education Administration and Management			
3,150	18	1	3,169	3,145	School Finance	3,226	3,152	3,152
2,372	---	---	2,372	2,371	Compliance and Auditing	2,290	1,690	1,690
8,848	---	70	8,918	8,892	Administration and Support Services	10,672	10,768	10,768
14,370	*18*	*71*	*14,459*	*14,408*	*Subtotal*	*16,188*	*15,610*	*15,610*
56,415	***3,476***	***7,731***	***67,622***	***57,731***	***Subtotal Direct State Services - General Fund***	***62,133***	***59,059***	***59,059***
56,415	***3,476***	***7,731***	***67,622***	***57,731***	***TOTAL DIRECT STATE SERVICES***	***62,133***	***59,059***	***59,059***
					GRANTS-IN-AID - GENERAL FUND			
					Educational Support Services			
19,697	---	-9,000	10,697	9,375	Educational Programs and Assessment	9,443	11,269	11,269
318	---	---	318	2	Health, Safety, and Community Services	---	---	---
20,015	---	*-9,000*	*11,015*	*9,377*	*Subtotal*	*9,443*	*11,269*	*11,269*
20,015	---	***-9,000***	***11,015***	***9,377***	***Subtotal Grants-In-Aid - General Fund***	***9,443***	***11,269***	***11,269***
20,015	---	***-9,000***	***11,015***	***9,377***	***TOTAL GRANTS-IN-AID***	***9,443***	***11,269***	***11,269***
					STATE AID - GENERAL FUND			
					Direct Educational Services and Assistance			
1,429,757	---	-269,840	1,159,917	1,159,917	General Formula Aid	1,431,441	1,009,207	1,009,207
100,612	---	---	100,612	100,321	Nonpublic School Aid	97,702	100,118	100,118
4,580	4	1,250	5,834	5,725	Miscellaneous Grants-In-Aid	5,746	730	730
2,448	---	---	2,448	2,353	Adult and Continuing Education	2,448	2,448	2,448
---	---	---	---	---	Special Education	52,000	52,000	52,000
1,537,397	*4*	*-268,590*	*1,268,811*	*1,268,316*	*Subtotal*	*1,589,337*	*1,164,503*	*1,164,503*
					Supplemental Education and Training Programs			
5,460	---	---	5,460	5,459	General Vocational Education	5,460	5,460	5,460
					Educational Support Services			
144,775	68,936	---	213,711	210,464	Facilities Planning and School Building Aid	236,951	274,193	274,193
971,454	---	24,672	996,126	989,020	Teachers' Pension and Annuity Assistance	1,184,075	1,318,871	1,318,871
---	---	---	---	---	Health, Safety, and Community Services	---	15,000	15,000
1,116,229	*68,936*	*24,672*	*1,209,837*	*1,199,484*	*Subtotal*	*1,421,026*	*1,608,064*	*1,608,064*
2,659,086	***68,940***	***-243,918***	***2,484,108***	***2,473,259***	***Subtotal State Aid - General Fund***	***3,015,823***	***2,778,027***	***2,778,027***
					STATE AID - PROPERTY TAX RELIEF FUND			
					Direct Educational Services and Assistance			
3,312,442	2,901	82,571	3,397,914	3,390,246	General Formula Aid	3,611,325	4,293,246	4,293,246
106,363	---	-4,494	101,869	101,848	Miscellaneous Grants-In-Aid	58,423	57,371	57,371
65,578	---	-3,279	62,299	62,299	Bilingual Education	65,578	65,578	65,578
199,512	---	-9,976	189,536	189,536	Programs for Disadvantaged Youths	199,512	199,512	199,512
911,420	---	-44,821	866,599	865,879	Special Education	896,420	896,420	896,420
4,595,315	*2,901*	*20,001*	*4,618,217*	*4,609,808*	*Subtotal*	*4,831,258*	*5,512,127*	*5,512,127*

Year Ending June 30, 2003						Year Ending June 30, 2005		
Orig. & (S)Supplemental	Reapp. & (R)Recpts.	Transfers & (E)Emergencies	Total Available	Expended		2004 Adjusted Approp.	Requested	Recommended
					Supplemental Education and Training Programs			
38,948	---	-1,947	37,001	37,001	General Vocational Education	38,948	38,948	38,948
					Educational Support Services			
23,855	---	-3,388	20,467	16,169	Office of School Choice	17,337	19,969	19,969
303,587	---	-14,766	288,821	288,551	Pupil Transportation	306,987	307,287	307,287
4,532	---	---	4,532	4,528	Facilities Planning and School Building Aid	1,599	955	955
331,974	---	*-18,154*	*313,820*	*309,248*	*Subtotal*	*325,923*	*328,211*	*328,211*
4,966,237	***2,901***	***-100***	***4,969,038***	***4,956,057***	***Subtotal State Aid - Property Tax Relief Fund***	***5,196,129***	***5,879,286***	***5,879,286***
7,625,323	***71,841***	***-244,018***	***7,453,146***	***7,429,316***	***TOTAL STATE AID***	***8,211,952***	***8,657,313***	***8,657,313***
					CAPITAL CONSTRUCTION			
					Operation and Support of Educational Institutions			
400	607	---	1,007	49	Marie H. Katzenbach School for the Deaf	---	---	---
					Education Administration and Management			
---	1,259	-1	1,258	762	Administration and Support Services	---	---	---
400	***1,866***	***-1***	***2,265***	***811***	***Subtotal Capital Construction***	---	---	---
7,702,153	***77,183***	***-245,288***	***7,534,048***	***7,497,235***	***TOTAL APPROPRIATION***	***8,283,528***	***8,727,641***	***8,727,641***

30. EDUCATIONAL, CULTURAL AND INTELLECTUAL DEVELOPMENT
31. DIRECT EDUCATIONAL SERVICES AND ASSISTANCE

OBJECTIVES

1. To provide financial assistance to all public local education agencies to ensure their capacity to deliver the programs and services necessary to bring their students to achievement of the Core Curriculum Content Standards.
2. To provide financial assistance for the education of children attending nonpublic schools.
3. To provide technical and financial assistance to local school districts for academic programs preparing out-of-school youth and adults to develop literacy skills necessary to obtain a State high school equivalency diploma and to provide a Statewide testing program for high school equivalency.
4. To promote local programs to improve the English and citizenship skills of foreign born adults.
5. To provide technical assistance to local school districts in the preparation, adoption and implementation of school desegregation plans and affirmative action plans. To monitor departmental and school district compliance with federal and State law and established policy regarding school desegregation, affirmative action and equality of opportunity for minorities and women.
6. To aid, administer, evaluate, and monitor educational programs for children and adults with educational disabilities, including those served by State and federal projects.
7. To aid, develop, manage, and evaluate federal and State educational programs for children and adults of limited English speaking proficiency; to assist in implementing mandated statewide testing programs for the limited English speaking population.
8. To administer and monitor the funding of federal and State programs for students at risk of educational failure, including remedial programs for youth and adults; and to assure suitable educational programs to residents of state institutions.

PROGRAM CLASSIFICATIONS

Since fiscal 2003, the school aid calculations described below as modified by the fiscal 2002 Appropriations Act have been used to establish a minimum level of funding that would be provided to a school district and have been modified to provide increases in some categories as outlined in the provisions of the annual Appropriations Act.

01. **General Formula Aid.** The Comprehensive Educational Improvement and Financing Act of 1996 established the basis for the aid that ensures the provision of the regular education portion of a thorough and efficient (T&E) education. The Act specifies the amount of money per pupil--the T&E amount--appropriate for delivering the Core Curriculum Content Standards under certain delivery and efficiency assumptions. In recognition of legitimate local differences in cost, a flexible amount of 5% is added to and subtracted from the T&E amount to determine the T&E range, or range of spending on regular education that will be supported by the State. The T&E amount represents the cost of educating a student in the elementary school (grades 1-5). The cost of educating a kindergarten pupil is 50% of the T&E amount, as the delivery and efficiency assumptions include a half-day kindergarten program. The cost for a middle school student (grades 6-8) is 4% higher, and for a high school student (grades 9-12), 11% higher.

A district's T&E budget for regular education of its resident pupils is determined by inflating its prior year per-pupil net T&E budget by the consumer price index, provided that the increase in the consumer price index is not less than 3 percent, and multiplying that amount by the district's weighted enrollment, and then subtracting out categorical aid for the budget year. If the result falls outside the T&E range, the T&E budget is then the top or bottom of the range, as appropriate. For the 30 poor urban districts known as Abbott districts, the T&E budget is the top of the T&E range, notwithstanding prior year spending.

a. Core Curriculum Standards Aid--Aid is provided to a district whose T&E budget exceeds the local fair share tax effort. The measure of fiscal capacity is determined by applying statewide multipliers to the value of property and personal income in the district, adjusting the result by the position of the district's T&E budget within the T&E range. The local fair share represents the local resources a district would have to appropriate in order to spend at the level of its T&E budget. A district may spend above its T&E budget level under a variety of circumstances, but its Core Curriculum Standards Aid would not increase. A district may appropriate less than its fair share without its Core Curriculum Standards Aid being reduced. However, all districts are required to appropriate a minimum local share. The determination of this required local share varies by type of district.

b. Supplemental Core Curriculum Standards Aid--A first component of Supplemental Core Curriculum Standards Aid is provided to a district with a high concentration of low-income pupils and an excessive burden on its property tax base, and is intended to offset a portion of the required local share. An Abbott district or district that falls within the Department of Education's District Factor Group A designation receives additional Supplemental Core Curriculum Standards Aid in the amount required to offset any tax increase that would be required to meet its required local share after consideration of other regular education aids. A second component of Supplemental Core Curriculum Standards Aid is provided to districts with high T&E tax rates after considering the first component of Supplemental Core Curriculum Standards Aid.

c. Stabilization Aid and Supplemental Stabilization Aid--Stabilization provisions in the Act moderate the effects of the abrupt changes in the entitlements from the prebudget year to the budget year. A district whose entitlement growth exceeds the stabilization growth limit of the greater of 10% or the district's projected rate of growth in resident enrollment over the prebudget year, experiences an aid reduction to reach the limit; this reduction is reflected in its aid allocations. A district that experiences a loss in selected aids from the prebudget year receives stabilization aid to offset the amount of the loss. Supplemental stabilization aid is also provided to large efficient districts and to districts in communities with high concentrations of senior citizens.

d. Early Childhood Aid--Aid is provided to districts with a 20% or greater concentration of students from low income families, with a larger amount provided to districts with a 40%

or greater concentration of low income pupils, for the purpose of providing preschool, full-day kindergarten, and other early childhood programs and services.

e. Consolidated Aid--Represents the consolidation and redistribution of distance learning network aid, adult high school/post graduate aid, and academic achievement rewards which along with additional supplemental funds are provided to districts on a per-pupil basis.

02. **Nonpublic School Aid.** Various types of assistance are available to Boards of Education in public school districts in New Jersey to reimburse such districts for expenses they are required to incur on behalf of students who are enrolled in grades K-12 in a nonpublic school, within the district, which complies with compulsory school attendance requirements and with the requirements of Title VI of the Civil Rights Act of 1964. The following aid programs are included:

a. Nonpublic Textbook Aid--Supports the purchase and lending of textbooks upon individual request (N.J.S.A. 18A:58-37.1 et seq.). State aid is paid in an amount equal to the State average budgeted textbook expense per public school pupil for the prebudget year, for all nonpublic students enrolled in grades K-12 of a nonpublic school on the last school day prior to October 16 of the prebudget year.

b. Nonpublic Auxiliary Services Aid--Aid for compensatory education, English as a second language, and home instruction (N.J.S.A. 18A:46A-1 et seq.) is provided upon consent of the parent or guardian. State aid is paid for providing services to nonpublic pupils equivalent to the services provided to pupils enrolled in the public schools.

c. Nonpublic Handicapped Aid--Provides identification, examination, classification, supplemental and speech correction services (N.J.S.A. 18A:46-19.1 et seq.) for each student who is enrolled full time. State aid is paid to each school district in an amount sufficient to provide examination, classification, supplemental and speech correction services to nonpublic pupils.

d. Nonpublic Auxiliary/Handicapped Transportation Aid--Provides for transporting nonpublic pupils to public schools or neutral sites, for auxiliary/handicapped services that cannot be provided constitutionally in sectarian schools.

e. Nonpublic Nursing Services Aid--Provides funds for Boards of Education to provide basic nursing services for nonpublic school pupils who are enrolled full time in nonpublic schools within the school district (N.J.S.A. 18A:40-23).

f. Nonpublic Technology Initiative--Provides funds for Boards of Education to provide technology to nonpublic school students. The goal of the nonpublic technology initiative program is to provide nonpublic school pupils with computers, educational software, distance learning equipment and other technologies that can improve their education by meeting their specific educational needs and to give nonpublic school teachers the skills, resources and incentives to use educational technologies effectively to improve teaching and learning in the classroom.

03. **Miscellaneous Grants-in-Aid.** The following programs are included:

a. Emergency Fund--Allows the Commissioner, with the approval of the State Board of Education, to distribute funds to meet unforeseen conditions in any school district (N.J.S.A. 18A:58-11).

b. Payments for Institutionalized Children-Unknown District of Residence--Provides for the payment of State aid for educational services to students in grades K-12 who are homeless or a resident in an institution of the Department of Corrections, the Department of Human Services or Juvenile Justice Commission, and for whom a local school district of residence has not been identified.

c. Distance Learning Network Aid--Provided to all districts on a per-pupil basis for the purchase of computers, software and supplies, equipment, wiring, access fees, professional development, staffing, maintenance, and other uses that may be necessary for the establishment of effective distance learning networks.

d. Adult, Post Graduate, and Postsecondary Vocational Aid--State aid is distributed for pupils enrolled in approved adult high schools, post graduate programs and approved full-time postsecondary programs of county vocational schools.

e. Rewards and Recognition--This program was established by the Comprehensive Educational Improvement and Financing Act of 1996 to provide grants to districts with schools demonstrating high levels of achievement or significant gains in achievement on statewide tests.

04. **Adult and Continuing Education.** The activities in this program classification ensure that persons aged 16 or older who are no longer enrolled in school, will be provided with literacy education opportunities. The following programs are included:

a. Adult and Continuing Education funds--Supports leadership for adult educational programs (N.J.S.A. 18A:50-7). School districts receive funds according to a formula for supervisors of adult education.

b. High School Equivalency--Provides funds to school districts and other agencies to instruct adults and out-of-school youth lacking a high school diploma. Students receive training in academic skills necessary to pass the test of General Educational Development (GED), thereby earning a high school diploma.

c. Adult Literacy--Provides part of the 25% matching share required under the Federal aid grant for Adult Basic Education (P.L. 105-332). Discretionary grants are made available to local educational agencies to support instructional programs, for teacher training, and for monitoring of local instructional programs.

d. Evening School for the Foreign Born--Provides technical and financial assistance to school districts for classes in English and in citizenship, with the State matching local funds to a maximum of $5,000 per school district in any one year (N.J.S.A. 18A:49-1 et seq.).

05. **Bilingual Education.** Categorical aid is provided to local districts for the additional costs of educating students of limited English proficiency. Technical assistance and program support are provided (N.J.S.A. 18A:35-15). Funds are provided to school districts with 20 or more students of limited English proficiency in any one language classification who are enrolled in approved bilingual programs, to districts with fewer than 20 students of limited English proficiency who are enrolled in an approved English as a Second Language program, and to districts operating other programs approved by the State Board of Education.

The Bureau of Bilingual Education administers, monitors, and evaluates State and federal grant programs related to the education of limited English proficient students and develops administrative code to implement laws related to the provision of programs and services. The Bureau provides and/or coordinates professional development and technical assistance activities for school district professionals, and assists in the implementation of mandated statewide testing programs as they relate to the limited English speaking population.

06. **Programs for Disadvantaged Youths.** Federal and State funds are provided to school districts to address the needs of educationally disadvantaged pupils who are vulnerable to school failure as a consequence of community conditions of poverty. The Comprehensive Educational Improvement and Financing Act of 1996 established specific State aid programs for this purpose. Demonstrably Effective Program Aid (DEPA) is provided to schools with a 20% or greater concentration of students from low income families, with a larger amount provided to schools with a 40% or greater concentration of low income students. DEPA is provided to districts to fund a constellation of instruction, governance, health and social services programs in qualified schools. Schools in the Abbott districts are also permitted to expend these funds for implementation of whole school reform. Aid is provided on a per-enrolled pupil basis in the qualifying school. Instructional Supplement aid is provided to districts with a concentration of low income pupils equal to or greater than 5% but less than 20% on a per-low-income pupil basis, for the purpose of providing supplemental services.

07. **Special Education.** The Comprehensive Educational Improvement and Financing Act of 1996 established a four-tier system for funding the additional costs incurred by districts in providing individualized educational programs to special education pupils in public and private school settings, and to non-classified pupils in certain State facilities. Pupils are aided in their district of residence. Pupils classified solely for speech correction services are considered in the T&E amount and aided through general formula aid and thus do not generate special education aid. Tier I aid is paid for students receiving related services such as, but not limited to, occupational therapy, physical therapy, speech and counseling. A classified pupil may generate aid for up to four services covered by Tier I aid, and classified pupils generating aid under other tiers are eligible for Tier I aid as well. Tier II pupils are pupils resident in the district not receiving Tier IV intensive services meeting the criteria for specific learning disability, traumatic brain injury or cognitive impairment, mild or educable mentally retarded and preschool disabled and all classified pupils receiving services pursuant to Chapter 46 of Title 18A in shared time county vocational programs in a county vocational school which does not have a full child study team. Tier III pupils are pupils resident in the district not receiving Tier IV intensive services meeting the criteria for cognitive impairment-moderate, orthopedically impaired, auditorily impaired, communication impaired, emotionally disturbed, multiply disabled, other health impaired, and visually impaired. Tier IV pupils are pupils resident in the district meeting the classification definitions for autistic and cognitive impairment-severe and other pupils who receive one or more of the following nine services that must be specified in the pupil's individualized education program: Individual Instruction, Pupil:Teacher-Aide Ratio of 3:1 or Less, High Level Assistive Technology, Extended School Year, Intensive Related Services, Interpreter Services, Personal Aide, Residential Placement for Educational Purposes and Individual Nursing Services.

EVALUATION DATA

	Actual FY 2002	Actual FY 2003	Revised FY 2004	Budget Estimate FY 2005
PROGRAM DATA				
General Formula Aid				
Resident Enrollment	1,395,131	1,424,773	1,441,758	1,465,668
Support Per Pupil (Per State Expenditure/Appropriation and District Budgets)	$11,834	$12,474	$13,221	$13,670
Local	$6,375	$6,682	$7,103	$7,337
State	$5,044	$5,344	$5,615	$5,827
Federal	$415	$448	$503	$506
Percent Support Per Pupil				
Local	53.9%	53.6%	53.7%	53.7%
State	42.6%	42.8%	42.5%	42.6%
Federal	3.5%	3.6%	3.8%	3.7%
Enrollment as of October 15 (Pre-Budget Year)				
All Districts, Total	1,360,631	1,395,131	1,424,773	1,441,758
Kindergarten/Preschool	117,030	126,180	134,731	137,722
Elementary School (Grades 1-5)	475,428	474,159	470,886	466,528
Middle School (Grades 6-8)	265,255	273,743	277,674	278,108
High School (Grades 9-12)	295,514	304,626	314,981	326,032
Evening School, Post Graduate	12,257	12,405	13,592	13,366
Special Education	172,113	180,082	187,989	195,020
County Vocational	19,563	20,244	21,081	21,234
Students in State Facilities	3,471	3,692	3,839	3,748

	Actual FY 2002	Actual FY 2003	Revised FY 2004	Budget Estimate FY 2005
Nonpublic School Aid				
Textbook Aid - Pupils Enrolled	205,900	203,239	195,543	195,543
Auxiliary Services Aid - Students Served	39,535	40,104	38,424	38,424
Handicapped Aid - Students Served	30,729	31,682	30,888	30,888
Nursing Services Aid - Pupils Enrolled	205,608	204,354	197,114	197,114
Adult and Continuing Education				
Adult Literacy				
Adults Enrolled	37,400	37,704	40,000	40,500
High School Equivalency				
Adults Enrolled	15,000	15,500	15,500	15,500
Adults Earning State Diplomas	8,500	8,500	8,500	8,500
Evening School for the Foreign Born				
Number of Programs	46	48	48	61
Aliens Enrolled	4,278	3,942	3,688	4,318
Bilingual Education				
Limited English Speaking Students Served	54,831	56,712	57,548	58,349
Programs for Disadvantaged Youths				
Federal Title I				
Migrant Children Served	3,488	3,488	3,488	3,488
Disadvantaged Children Served	284,055	300,000	300,000	300,000
Students Eligible for Free Lunch/Free Milk				
All Districts	288,644	293,324	280,281	276,951
Abbott Districts	176,154	179,439	171,741	164,970
Special Education				
Enrollments				
Local Districts	165,356	173,203	181,238	188,217
Regional Day Schools	1,179	1,197	1,076	1,051
County Vocational Special Education	5,578	5,682	5,675	5,752
PERSONNEL DATA				
Position Data				
Filled Positions by Funding Source				
State Supported	8	6	5	6
Federal	98	87	96	123
All Other	1	1	1	1
Total Positions	107	94	102	130
Filled Positions by Program Class				
Adult and Continuing Education	14	12	14	20
Bilingual Education	8	6	7	7
Programs for Disadvantaged Youths	6	5	1	14
Special Education	79	71	80	89
Total Positions	107	94	102	130

Notes:

Actual payroll counts are reported for fiscal years 2002 and 2003 as of December and Revised fiscal year 2004 as of September. The Budget Estimate for fiscal year 2005 reflects the number of positions funded.

APPROPRIATIONS DATA
(thousands of dollars)

Year Ending June 30, 2003								Year Ending June 30, 2005	
Orig. & [S]Supplemental	Reapp. & [R]Recpts.	Transfers & [E]Emergencies	Total Available	Expended		Prog. Class.	2004 Adjusted Approp.	Requested	Recommended
					DIRECT STATE SERVICES				
					Distribution by Fund and Program				
395	---	---	395	394	Adult and Continuing Education	04	398	398	398
205	---	---	205	204	Bilingual Education	05	212	212	212
42	---	---	42	42	Special Education	07	54	54	54
642	---	---	***642***	***640***	*Total Direct State Services*		*664* [a]	***664***	***664***
					Distribution by Fund and Object				
					Personal Services:				
297	---	1	298	298	Salaries and Wages		319	319	319
297	---	*1*	*298*	*298*	*Total Personal Services*		*319*	*319*	*319*
21	---	-3	18	18	Materials and Supplies		21	21	21
62	---	2	64	63	Services Other Than Personal		62	62	62
1	---	---	1	---	Maintenance and Fixed Charges		1	1	1
					Special Purpose:				
261	---	---	261	261	General Education Development - GED	04	261	261	261
					STATE AID				
					Distribution by Fund and Program				
4,815,775	2,901	-187,269	4,631,407	4,623,739	General Formula Aid	01	5,121,342	5,381,029	5,381,029
1,429,757	---	*-269,840*	*1,159,917*	*1,159,917*	*(From General Fund)*		*1,431,441*	*1,009,207*	*1,009,207*
3,386,018	*2,901*	*82,571*	*3,471,490*	*3,463,822*	*(From Property Tax Relief Fund)*		*3,689,901*	*4,371,822*	*4,371,822*
100,612	---	---	100,612	100,321	Nonpublic School Aid	02	97,702	100,118	100,118
110,943	4	-3,244	107,703	107,573	Miscellaneous Grants-In-Aid	03	64,169	58,101	58,101
4,580	*4*	*1,250*	*5,834*	*5,725*	*(From General Fund)*		*5,746*	*730*	*730*
106,363	---	*-4,494*	*101,869*	*101,848*	*(From Property Tax Relief Fund)*		*58,423*	*57,371*	*57,371*
2,448	---	---	2,448	2,353	Adult and Continuing Education	04	2,448	2,448	2,448
65,578	---	-3,279	62,299	62,299	Bilingual Education	05	65,578	65,578	65,578
65,578	---	*-3,279*	*62,299*	*62,299*	*(From Property Tax Relief Fund)*		*65,578*	*65,578*	*65,578*
199,512	---	-9,976	189,536	189,536	Programs for Disadvantaged Youths	06	199,512	199,512	199,512
199,512	---	*-9,976*	*189,536*	*189,536*	*(From Property Tax Relief Fund)*		*199,512*	*199,512*	*199,512*
911,420	---	-44,821	866,599	865,879	Special Education	07	948,420	948,420	948,420
---	---	---	---	---	*(From General Fund)*		*52,000*	*52,000*	*52,000*
911,420	---	*-44,821*	*866,599*	*865,879*	*(From Property Tax Relief Fund)*		*896,420*	*896,420*	*896,420*
6,206,288	***2,905***	***-248,589***	***5,960,604***	***5,951,700***	*Total State Aid*		***6,499,171***	***6,755,206***	***6,755,206***
1,537,397	*4*	*-268,590*	*1,268,811*	*1,268,316*	*(From General Fund)*		*1,589,337*	*1,164,503*	*1,164,503*
4,668,891	*2,901*	*20,001*	*4,691,793*	*4,683,384*	*(From Property Tax Relief Fund)*		*4,909,834*	*5,590,703*	*5,590,703*
					LESS:				
(73,576)	---	---	(73,576)	(73,576)	Stabilization Growth Limitation		(73,576)	(73,576)	(73,576)
---	---	---	---	---	Growth Savings - Payment Changes		(5,000)	(5,000)	(5,000)
(73,576)	---	---	*(73,576)*	*(73,576)*	*Total Deductions*		*(78,576)*	*(78,576)*	*(78,576)*
6,132,712	***2,905***	***-248,589***	***5,887,028***	***5,878,124***	*Total State Appropriation*		***6,420,595***	***6,676,630***	***6,676,630***

Year Ending June 30, 2003								Year Ending June 30, 2005	
Orig. & (S)Supplemental	Reapp. & (R)Recpts.	Transfers & (E)Emergencies	Total Available	Expended		Prog. Class.	2004 Adjusted Approp.	Requested	Recommended
					STATE AID				
					Distribution by Fund and Object				
					State Aid:				
1,429,757	---	-269,840	1,159,917	1,159,917	Core Curriculum Standards Aid	01	1,431,128	1,009,207	1,009,207
1,650,561	---	139,345	1,789,906	1,789,270	Core Curriculum Standards Aid (PTRF)	01	1,649,190	2,071,111	2,071,111
251,768	---	-12,588	239,180	239,180	Supplemental Core Curriculum Standards Aid (PTRF)	01	251,768	251,768	251,768
---	---	---	---	---	Additional Formula Aid (PTRF)	01	---	90,000	90,000
---	---	---	---	---	High Expectations for Learning Proficiency (PTRF)	01	---	5,000	5,000
330,630	---	-16,531	314,099	314,099	Early Childhood Aid (PTRF)	01	330,630	330,630	330,630
---	---	---	---	---	Positive Achievement and Cost Effectiveness (PTRF)	01	---	5,000	5,000
9,957	---	-498	9,459	9,459	Rewards and Recognition (PTRF) (b)	01	---	---	---
15,621	---	-781	14,840	14,840	Instructional Supplement (PTRF)	01	15,621	15,621	15,621
111,626	---	-5,581	106,045	106,045	Stabilization Aid (PTRF)	01	111,626	111,626	111,626
5,250	---	-262	4,988	4,988	Large Efficient District Aid (PTRF)	01	5,250	5,250	5,250
1,231	---	-62	1,169	1,169	Aid for Districts with High Senior Citizen Populations (PTRF)	01	1,231	1,231	1,231
2,491	---	-125	2,366	2,366	Stabilization Aid 2 (PTRF)	01	2,491	2,491	2,491
11,402	---	-570	10,832	10,832	Stabilization Aid 3 (PTRF)	01	11,402	11,402	11,402
18,295	---	-915	17,380	17,380	Regionalization Incentive Aid (PTRF)	01	18,295	18,295	18,295
---	---	---	---	---	Consolidated Aid (PTRF)	01	130,127	130,127	130,127
818,330	2,901	25,028	846,259	843,073	Education Opportunity Aid (PTRF) (c)	01	914,414 89,000 S	1,103,414	1,103,414
142,400	---	-43,066	99,334	95,488	Abbott Preschool Expansion Aid (PTRF)	01	142,400	182,400	182,400
---	---	---	---	---	Early Launch to Learning Initiative (PTRF)	01	---	15,000	15,000
16,456	---	-823	15,633	15,633	Aid for Enrollment Adjustments (PTRF)	01	16,456	16,456	16,456
---	---	---	---	---	Formula Entitlement Amelioration Aid	01	313	---	---
---	---	---	---	---	Above Average Enrollment Growth (PTRF)	01	---	5,000	5,000
11,413	---	---	11,413	11,410	Nonpublic Textbook Aid	02	11,652	12,271	12,271
27,163	---	2,842	30,005	30,005	Nonpublic Handicapped Aid	02	27,536	26,789	26,789
32,736 3,713 S	---	-2,560	33,889	33,601	Nonpublic Auxiliary Services Aid	02	32,506	34,912	34,912
3,578	---	-142	3,436	3,436	Nonpublic Auxiliary/Handicapped Transportation Aid	02	3,436	3,610	3,610
13,891	---	-213	13,678	13,678	Nonpublic Nursing Services Aid	02	13,954	14,636	14,636
8,118	---	73	8,191	8,191	Nonpublic Technology Initiative	02	8,118	7,900	7,900
---	---	---	---	---	Seton Hall Prep - Expansion	02	250	---	---
---	---	---	---	---	St. Peter's Prep - Field Remediation	02	250	---	---
100	---	---	100	25	Emergency Fund	03	200	200	200
450	---	---	450	450	Educational Information and Resource Center	03	450	450	450
---	---	---	---	---	East Brunswick High School Renovation and Equipment	03	200	---	---

Year Ending June 30, 2003							Year Ending June 30, 2005	
Orig. & [S]Supplemental	Reapp. & [R]Recpts.	Transfers & [E]Emergencies	Total Available	Expended		Prog. Class.	2004 Adjusted Approp.	Requested	Recommended
					STATE AID				
---	---	---	---	---	Bridge Loan Interest and Approved Borrowing Cost	03	66	50	50
---	---	---	---	---	Swedesboro/Woolwich School District - Extraordinary Enrollment Aid	03	500	---	---
---	---	---	---	---	Chad School Foundation	03	500	---	---
13,610	---	---	13,610	13,610	Payments for Institutionalized Children - Unknown District of Residence (PTRF)	03	17,217 5,735 S	21,400	21,400
30	---	---	30	---	Community Relations Committee of the United Jewish Federation of Metrowest	03	30	30	30
---	---	---	---	---	School District Of Trenton - Security	03	1,500	---	---
59,162	---	-2,958	56,204	56,204	Distance Learning Network Aid (PTRF) [b]	03	---	---	---
---	---	100	100	100	Character Education	03	---	---	---
4,750	---	-100	4,650	4,629	Character Education (PTRF)	03	4,750	4,750	4,750
---	---	---	---	---	Teacher Quality Mentoring (PTRF)	03	2,000	2,500	2,500
28,721	---	-1,436	27,285	27,285	Adult and Postsecondary Education Grants (PTRF)	03	28,721	28,721	28,721
120	---	---	120	120	Distance Learning Network Grants - County Special Services School Districts (PTRF)	03	---	---	---
---	4	---	4	---	Safe Schools and Communities Violence Prevention Pilot Plan	03	---	---	---
---	---	---	---	---	Montclair Board of Education - Minority Student Achievement Network	03	1,000	---	---
1,000	---	---	1,000	1,000	Englewood Implementation Aid	03	1,300	---	---
1,000	---	1,400	2,400	2,400	Magnet School Start-Up Aid	03	---	---	---
2,000	---	-250	1,750	1,750	District Reorganization Initiatives	03	---	---	---
211	---	---	211	116	Evening School for the Foreign Born	04	211	211	211
1,213	---	---	1,213	1,213	High School Equivalency	04	1,213	1,213	1,213
1,024	---	---	1,024	1,024	Adult Literacy	04	1,024	1,024	1,024
65,578	---	-3,279	62,299	62,299	Bilingual Education Aid (PTRF)	05	65,578	65,578	65,578
199,512	---	-9,976	189,536	189,536	Demonstrably Effective Program Aid (PTRF)	06	199,512	199,512	199,512
896,420	---	-44,821	851,599	851,599	Special Education Aid (PTRF)	07	896,420	896,420	896,420
---	---	---	---	---	Extraordinary Special Education Costs Aid	07	52,000	52,000	52,000
15,000	---	---	15,000	14,280	Extraordinary Special Education Costs Aid (PTRF)	07	---	---	---
					LESS:				
(73,576)	---	---	(73,576)	(73,576)	*Deductions*		(78,576)	(78,576)	(78,576)
6,133,354	***2,905***	***-248,589***	***5,887,670***	***5,878,764***	***Grand Total State Appropriation***		***6,421,259***	***6,677,294***	***6,677,294***

Year Ending June 30, 2003								Year Ending June 30, 2005	
Orig. & (S)Supplemental	Reapp. & (R)Recpts.	Transfers & (E)Emergencies	Total Available	Expended		Prog. Class.	2004 Adjusted Approp.	Requested	Recommended
					OTHER RELATED APPROPRIATIONS				
					Federal Funds				
16,765	1,628	---	18,393	13,348	Adult and Continuing Education	04	17,008	17,008	17,008
13,749									
748 S	236	-11	14,722	13,069	Bilingual Education	05	17,156	17,156	17,156
294,101									
8,654 S	5,223	-197	307,781	271,635	Programs for Disadvantaged Youths	06	326,154		
							539 S	326,693	326,693
249,466									
63 S	13,856	758	264,143	233,485	Special Education	07	296,367	315,023	315,023
583,546	*20,943*	*550*	*605,039*	*531,537*	*Total Federal Funds*		*657,224*	*675,880*	*675,880*
6,716,900	*23,848*	*-248,039*	*6,492,709*	*6,410,301*	*GRAND TOTAL ALL FUNDS*		*7,078,483*	*7,353,174*	*7,353,174*

Notes -- Direct State Services - General Fund

(a) The fiscal year 2004 appropriation has been adjusted for the allocation of salary program in accordance with the provisions of P.L. 2003, c.122 (Fiscal Year 2004 Appropriations Act).

Notes -- State Aid - Property Tax Relief Fund

(b) Funding was reallocated to the Consolidated Aid account.

(c) The fiscal 2003 data and fiscal 2004 appropriation have been adjusted to reflect the consolidation of Abbott v. Burke Parity Remedy and Additional Abbott v. Burke State Aid.

Language Recommendations -- State Aid - General Fund

Receipts from nonpublic schools handicapped and auxiliary recoveries are appropriated for the payment of additional aid in accordance with section 17 of P.L.1977, c.192 (C.18A:46A-14) and section 14 of P.L.1977, c.193 (C.18A:46-19.8).

Notwithstanding the provisions of section 14 of P.L.1977, c.193 (C.18A:46-19.8) for the purpose of computing Nonpublic Handicapped Aid for pupils requiring the following services, the per pupil amounts for the 2004-2005 school year shall be: $1,225.00 for an initial evaluation or reevaluation for examination and classification; $380.00 for an annual review for examination and classification; $930.00 for speech correction; and $826.00 for supplementary instruction services.

Notwithstanding the provisions of section 9 of P.L. 1977, c.192 (C.18A:46A-9), the per pupil amount for compensatory education for the 2004-2005 school year for the purposes of computing Nonpublic Auxiliary Services Aid shall equal $856.25.

Notwithstanding the provisions of section 9 of P.L. 1991, c.226 (C.18A:40-31), the amount appropriated hereinabove for Nonpublic Nursing Services Aid shall be made available to local school districts based upon the number of pupils enrolled in each nonpublic school on the last day prior to October 16, 2003 and the rate per pupil shall be $74.25.

Nonpublic Technology Initiative aid shall be paid to school districts and allocated for nonpublic school pupils at the rate of $40.00 per pupil in a manner that is consistent with the provisions of the federal and State constitutions.

Of the amount hereinabove in the High School Equivalency and the Adult Literacy accounts, such sums as are necessary may be transferred to an applicant State department.

The amount hereinabove for Extraordinary Aid shall be charged first to receipts of the supplemental fee established pursuant to section 2 of P.L.2003, c.113 credited to the Extraordinary Aid Account.

Language Recommendations -- State Aid - Property Tax Relief Fund

Additional Formula Aid shall be provided to each "non-Abbott" school district in an amount that equals 3% of the total State aid amount payable for the 2003-2004 school year for the following aid categories: Core Curriculum Standards Aid, Supplemental Core Curriculum Standards Aid, Early Childhood Aid, Instructional Supplement Aid, Demonstrably Effective Program Aid, Stabilization Aid, Stabilization Aid 2, Stabilization Aid 3, Large Efficient District Aid, Aid for Districts with High Senior Citizen Populations, Regionalization Incentive Aid, Adult and Post-Secondary Education Grants, Bilingual Education Aid, Special Education Aid, County Vocational Program Aid, Transportation Aid, School Choice, Aid for Enrollment Adjustments, and Consolidated Aid. Notwithstanding any other law or regulation to the contrary, the amount provided to each district as Consolidated Aid and Additional Formula Aid shall be included in the calculation of the spending growth limitation pursuant to section 5 of P.L. 1996, c.138, (C.18A:7F-5).

The amount appropriated hereinabove for High Expectations for Learning Proficiency aid shall be distributed to "non-Abbott" school districts requiring additional resources to improve student achievement. Economic factors, such as the low-income concentration rate, equalized property valuation per pupil and measures of academic performance, including performance on statewide assessments, graduation rates and dropout rates may be among the criteria used to qualify districts for this award. Notwithstanding any provision of P.L. 1968, c.410 (C.52:14B-1 et seq.), the Commissioner of Education shall be authorized to develop the criteria for distributing this aid and shall adopt regulations that shall be deemed adopted and effective immediately upon filing with the Office of Administrative Law.

The amount appropriated hereinabove for Positive Achievement and Cost Effectiveness aid shall be distributed to school districts demonstrating high levels of academic achievement while incurring low education expenditures. Notwithstanding any provision of P.L. 1968, c.410 (C.52:14B-1 et seq.), the Commissioner of Education shall be authorized to develop the criteria for distributing this aid and shall adopt regulations that shall be deemed adopted and effective immediately upon filing with the Office of Administrative Law. Upon receiving this award, districts will be expected to share information about their practices with the State and other districts.

The Commissioner of Education shall not authorize the disbursement of funds to any "Abbott district" until the commissioner is satisfied that all educational expenditures in the district will be spent effectively and efficiently in order to enable those students to achieve the core curriculum content standards. The commissioner shall be authorized to take any necessary action to fulfill this responsibility, including but not limited to, the adoption of regulations related to the receipt and/or expenditure of State aid by the "Abbott districts" and the programs, services and positions supported thereby. Notwithstanding any provision of P.L. 1968, c.410 (C.52:14B-1 et seq.), any such regulations adopted by the commissioner shall be deemed adopted immediately upon filing with the Office of Administrative Law. In order to expeditiously fulfill the responsibilities of the commissioner under Abbott v. Burke, determinations by the commissioner hereunder shall be considered to be final agency action and appeal of that action shall be directly to the Appellate Division of the Superior Court.

Of the amount appropriated hereinabove for Education Opportunity Aid, an amount not to exceed $14,686,000, shall be transferred to the Department of Education's operating budget, subject to the approval of the Director of the Division of Budget and Accounting, for the purpose of managing and supervising implementation of Abbott remedies. In addition, the unexpended balance as of June 30, 2004, in the Abbott v. Burke Parity Remedy account is appropriated to the Education Opportunity Aid account and shall also be transferred to the Department of Education's operating budget, for the same purpose, subject to the approval of the Director of the Division of Budget and Accounting.

The amount appropriated hereinabove for Education Opportunity Aid will provide resources to equalize spending between "I" and "J" districts and "Abbott districts," and provide aid to fund additional needs of "Abbott districts". Notwithstanding any other law to the contrary, Education Opportunity Aid will be provided to each "Abbott district" whose per pupil regular education expenditure for 2004-2005 under P. L. 1996, c.138 is below the estimated per pupil average regular education expenditure of districts in district factor groups "I" and "J" for 2004-2005. The amount of aid shall be determined as follows: funds shall be allocated in the amount of the difference between each "Abbott district's" per pupil regular education expenditure for 2004-2005 and the actual per pupil average regular education expenditure of districts in district factor groups "I" and "J" for 2003-2004 indexed by the actual percentage increase in the per pupil average regular education expenditure of districts in district factor groups "I" and "J" for 2003-2004 over the per pupil average regular education expenditure of districts in district factor groups "I" and "J" for 2002-2003. In calculating the per pupil regular education expenditure of each "Abbott district" for 2004-2005, regular education expenditure shall equal the sum of the general fund tax levy for 2003-2004, Core Curriculum Standards Aid, Supplemental Core Curriculum Standards Aid and all forms of stabilization aid pursuant to section 10 of P. L. 1996, c.138 (C.18A: 7F-10); enrollments shall initially be those resident enrollments for preschool through grade 12 contained on the Application for State School Aid for 2004-2005 indexed by the district's enrollment growth rate used to determine the estimated enrollments of October 2004; enrollments shall be calculated at their full-time equivalent and reduced by preschool and one half of full-day kindergarten enrollments. State aid shall be adjusted upon receipt of resident enrollment for the "Abbott districts" as of October 15, 2004 as reflected on the Application for State School Aid for 2005-2006. State aid shall also be adjusted based on the actual per pupil average regular education expenditure of districts in district factor groups "I" and "J" for 2004-2005. In calculating the actual per pupil average regular education expenditure of districts in district factor groups "I" and "J" for 2004-2005, regular education expenditure shall equal the sum of the general fund tax levy for 2004-2005, Core Curriculum Standards Aid, Supplemental Core Curriculum Standards Aid and all forms of stabilization aid pursuant to section 10 of P. L. 1996, c.138 (C.18A: 7F-10); enrollments shall be the resident enrollment for preschool through grade 12 as of October 15, 2004 as reflected on the Application for State School Aid for 2005-2006; enrollments shall be calculated at their full-time equivalent and reduced by preschool and one half of full-day kindergarten enrollments in districts receiving Early Childhood Program Aid.

The amount appropriated hereinabove for Education Opportunity Aid will also be used for the award of supplemental funding to "Abbott districts" for programs, services and positions that the Commissioner of Education determines are essential to the provision of a thorough and efficient education in those districts. Before the commissioner establishes the amount of the supplemental award, he shall determine whether some or all of the additional funds sought can be achieved by reallocating non-instructional expenditures or by achieving economies and efficiencies in the delivery of services and programs. If the commissioner determines that the district does have available such reallocations or achievement of economies and efficiencies, the commissioner shall direct that the district undertake those steps and use those funds to support, in part or in full, the requested programs and services. The supplemental award shall be adjusted based on the annual audit filed pursuant to N.J.S. 18A:23-1, and other financial statements and information, of each "Abbott district" that has requested these discretionary funds. Any district that fails to submit the required documentation or fails to submit its annual audit by November 15, 2004 may have its State aid withheld upon the commissioner's request to the Director of the Division of Budget and Accounting. In making any adjustment to the supplemental award, the commissioner shall consider all of the district's available resources and any appropriate reallocations, including, but not limited to, a reallocation of the district's undesignated general fund balances in excess of two percent.

Notwithstanding any other law to the contrary, as a condition of receiving Education Opportunity Aid, an "Abbott district" shall raise a general fund tax levy which shall be no less than the general fund tax levy of the prior year.

The amount appropriated hereinabove as Abbott Preschool Expansion Aid is for the purpose of funding the increase in the approved budgeted costs from 2001-2002 to 2004-2005 for the projected expansion of preschool programs in "Abbott districts." Payments of Abbott Preschool Expansion Aid shall be based on documented expansion of the preschool program. Upon the Commissioner of Education's request, "Abbott districts" will be required to provide such supporting documentation as deemed necessary to verify that the actual expansion in the preschool program has occurred in the 2004-2005 fiscal year. Such documentation may include

expenditure, enrollment and attendance data that may be subject to an audit. Appropriate adjustments to a district's Abbott Preschool Expansion Aid amount may be made by the commissioner based on actual need.

From the amount appropriated hereinabove for Early Launch to Learning Initiative, such funds as are necessary for the support of two staff persons to administer the program shall be transferred to the Office of Early Childhood Education in direct state services, subject to the approval of the Director of the Division of Budget and Accounting.

The amount appropriated hereinabove for Above Average Enrollment Growth aid shall be distributed to school districts experiencing enrollment growth substantially greater than the state average enrollment growth rate according to a formula to be developed and administered by the Commissioner of Education. Notwithstanding any provision of P.L. 1968, c.410 (C.52:14B-1 et seq.), the commissioner shall be authorized to develop the criteria for distributing this aid and shall adopt regulations that shall be deemed adopted and effective immediately upon filing with the Office of Administrative Law.

The amount hereinabove for the New Jersey Character Education Partnership Initiative shall be made available to school districts according to a formula to be administered by the Commissioner of Education which will assure that each district that elects to participate shall receive funding for at least one school. Of the amount appropriated hereinabove, up to $100,000 may be used to fund the costs of operating this program, subject to the approval of the Director of the Division of Budget and Accounting.

Notwithstanding any other law to the contrary, the amount of State aid made available to the Department of Human Services pursuant to "The State Facilities Education Act of 1979," P.L. 1979, c.207 (C.18A:7B-1 et al.), to defray the costs of educating eligible children in approved private schools under contract with the Department of Human Services shall not exceed the actual costs of the education of those children in such private schools.

Notwithstanding any other law to the contrary, Special Education Aid for pupils classified as severe cognitive impairment shall be paid directly to the resident school district; provided however, that for pupils under contract for service in a regional day school operated by or under contract with the Department of Human Services, tuition shall be withheld and paid to the Department of Human Services.

Notwithstanding the provisions of section 3 of P.L. 1971, c.271, (C.18A:46-31), a portion of the district tuition amounts payable to a county special services school district operating an extended school year program may be transferred to the county special services school district prior to the first of September in the event the board shall file a written request with the Commissioner of Education stating the needs for the funds. The commissioner shall review the board's request and determine whether to grant the request after an assessment of whether the district needs to spend the funds prior to September and after considering the availability of district surplus. The commissioner shall transfer the payment for the portion of the tuition payable for which need has been demonstrated.

30. EDUCATIONAL, CULTURAL AND INTELLECTUAL DEVELOPMENT
32. OPERATION AND SUPPORT OF EDUCATIONAL INSTITUTIONS

OBJECTIVES

1. To provide preschool, elementary, middle and comprehensive high school programs for deaf and multiply disabled students whose primary disability is deafness.
2. To provide regional facilities for the education of disabled students.
3. To implement the Katzenbach Center on Deafness to provide services to deaf and hard of hearing persons of all ages in order to enhance their quality of life and to assist them in maximizing their potential.

PROGRAM CLASSIFICATIONS

12. **Marie H. Katzenbach School for the Deaf.** The Marie H. Katzenbach School for the Deaf provides educational and vocational services to deaf and multiply disabled deaf children from birth through twelfth grade. Residential services will be provided to nearly 41 percent of the school's 210 students on a five-day-a-week basis. Special programs to broaden the population served by the school include preschool age deaf, adult deaf, emotionally disturbed and deaf-blind students. The school's operating costs are supported by State appropriation and tuition.

    Regional Schools for the Handicapped are authorized by the State Facilities for the Handicapped Bond Fund (Chapter 149, Laws of 1973). Funds were used for the construction of eleven regional schools to provide educational services to children with severe disabilities. The first schools opened in the fall of 1981, and by September 1984 all eleven schools were serving children. All of the schools are managed by local school districts, under contract, and are funded entirely by receipts from the sending school districts.

13. **Program for Behaviorally Difficult Deaf Pupils.** The program for behaviorally difficult deaf students will continue for its ninth year with a projected enrollment of 15 students. Seven residential pupils will participate for ten months. Tuition paid by the districts that send these children to the Katzenbach School will fully support the costs of the program.

EVALUATION DATA

	Actual FY 2002	Actual FY 2003	Revised FY 2004	Budget Estimate FY 2005
PROGRAM DATA				
Marie H. Katzenbach School for the Deaf				
Annual Enrollment	215	209	214	210
Day Pupils	134	118	121	124
Residential Pupils	81	91	93	86
Gross Annual Cost Per Student	$48,353	$52,368	$49,561	$53,338
Annual Payments From Local School Boards				
For Regular Day Pupils	$27,249	$28,475	$29,329	$30,209
For Residential Pupils	$33,475	$34,982	$36,031	$37,112
Direct Annual State Support Per Student	$13,809	$13,871	$13,547	$13,805
Annual Graduates	21	19	21	32
Annual Graduates Enrolled in College	9	6	9	12
Annual Graduates Employed	12	13	12	20
Regional Schools for the Handicapped				
Annual Enrollment in Schools Operated Under Contract	1,179	1,197	1,076	1,051
PERSONNEL DATA				
Position Data				
Filled Positions by Funding Source				
State Supported	26	23	28	28
Federal	14	13	14	15
All Other	156	153	157	168
Total Positions	196	189	199	211
Filled Positions by Program Class				
Marie H. Katzenbach School for the Deaf	191	177	185	198
Program for Behaviorally Difficult Deaf Pupils	5	12	14	13
Total Positions	196	189	199	211

Notes:

Actual payroll counts are reported for fiscal years 2002 and 2003 as of December and Revised fiscal year 2004 as of September. The Budget Estimate for fiscal year 2005 reflects the number of positions funded.

APPROPRIATIONS DATA
(thousands of dollars)

Year Ending June 30, 2003								Year Ending June 30, 2005	
Orig. & (S)Supplemental	Reapp. & (R)Recpts.	Transfers & (E)Emergencies	Total Available	Expended		Prog. Class.	2004 Adjusted Approp.	Requested	Recommended
					DIRECT STATE SERVICES				
					Distribution by Fund and Program				
2,899	7,866	490	11,255	10,945	Marie H. Katzenbach School for the Deaf	12	10,606	11,201	11,201
2,899	---	---	*2,899*	*2,878*	*(From General Fund)*		*2,899*	*2,899*	*2,899*
---	*7,866*	*490*	*8,356*	*8,067*	*(From All Other Funds)*		*7,707*	*8,302*	*8,302*
---	1,031	-490	541	515	Program for Behaviorally Difficult Deaf Pupils	13	906	1,160	1,160
---	*1,031*	*-490*	*541*	*515*	*(From All Other Funds)*		*906*	*1,160*	*1,160*
2,899	*8,897*	---	*11,796*	*11,460*	*Total Direct State Services*		*11,512*	*12,361*	*12,361*
					LESS:				
---	(8,897)	---	(8,897)	(8,582)	All Other Funds		(8,613)	(9,462)	(9,462)
2,899	---	---	*2,899*	*2,878*	*Total State Appropriation*		*2,899*	*2,899*	*2,899*

Year Ending June 30, 2003							Year Ending June 30, 2005	
Orig. & (S)Supplemental	Reapp. & (R)Recpts.	Transfers & (E)Emergencies	Total Available	Expended		Prog. Class.	2004 Adjusted Approp.	Requested	Recommended
					DIRECT STATE SERVICES				
					Distribution by Fund and Object				
					Personal Services:				
1,425	217 8,044 R	-490	9,196	9,110	Salaries and Wages		9,194	10,003	10,003
1,425	*8,261*	*-490*	*9,196*	*9,110*	*Total Personal Services*		*9,194*	*10,003*	*10,003*
815	163 90 R	136	1,204	1,062	Materials and Supplies		1,129	1,129	1,129
193	90 2 R	56	341	296	Services Other Than Personal		294	294	294
295	31 47 R	298	671	635	Maintenance and Fixed Charges		496	537	537
					Special Purpose:				
40	---	---	40	40	Transportation Expenses for Students	12	40	40	40
131	44 169 R	---	344	317	Additions, Improvements and Equipment		359	358	358
					LESS:				
---	(8,897)	---	(8,897)	(8,582)	All Other Funds		(8,613)	(9,462)	(9,462)
					CAPITAL CONSTRUCTION				
					Distribution by Fund and Program				
400	607	---	1,007	49	Marie H. Katzenbach School for the Deaf	12	---	---	---
400	***607***	---	***1,007***	***49***	***Total Capital Construction***		---	---	---
					Distribution by Fund and Object				
					Marie H. Katzenbach School for the Deaf				
---	11	---	11	---	Re-Roofing of Various Buildings	12	---	---	---
---	206	---	206	1	Fire Protection	12	---	---	---
---	3	-3	---	---	Estate of John M Bond	12	---	---	---
200	11	---	211	2	Bathroom Renovations	12	---	---	---
200	---	23	223	46	Small Capital Projects Contingency	12	---	---	---
---	25	-20	5	---	Upgrade Campus Lighting	12	---	---	---
---	351	---	351	---	Sprinkler Systems	12	---	---	---
3,299	*607*	---	*3,906*	*2,927*	***Grand Total State Appropriation***		*2,899*	*2,899*	*2,899*
					OTHER RELATED APPROPRIATIONS				
---	*8,897*	---	*8,897*	*8,582*	***Total All Other Funds***		*8,613*	*9,462*	*9,462*
					Federal Funds				
1,129	196	-8	1,317	632	Marie H. Katzenbach School for the Deaf	12	672	672	672
1,129	*196*	*-8*	*1,317*	*632*	***Total Federal Funds***		*672*	*672*	*672*
4,428	*9,700*	*-8*	*14,120*	*12,141*	***GRAND TOTAL ALL FUNDS***		*12,184*	*13,033*	*13,033*

Language Recommendations -- Direct State Services - General Fund

Notwithstanding the provisions of N.J.S. 18A:61-1 and N.J.S. 18A:46-13, or any other statute, in addition to the amount appropriated hereinabove to the Marie H. Katzenbach School for the Deaf for the 2004-2005 academic year, payments from local boards of education to the School at an annual rate and payment schedule adopted by the Commissioner of Education and the Director of the Division of Budget and Accounting are appropriated.

Any income from the rental of vacant space at the Marie H. Katzenbach School for the Deaf is appropriated for the operation and maintenance cost of the facility and for capital costs at the school, subject to the approval of the Director of the Division of Budget and Accounting.

The unexpended balance as of June 30, 2004, in the receipt account of the Marie H. Katzenbach School for the Deaf is appropriated for expenses of operating the school.

The unexpended balance as of June 30, 2004, in the receipt account of the Positive Learning Understanding Support (PLUS) program is appropriated for the expenses of operating the Marie H. Katzenbach School for the Deaf.

Language Recommendations -- Capital Construction

Notwithstanding any law to the contrary, accumulated and current year interest earnings in the State Facilities for the Handicapped Fund established pursuant to section 12 of P.L. 1973, c.149 are appropriated for capital improvements and maintenance of facilities for the eleven regional day schools throughout the State and the Marie H. Katzenbach School for the Deaf as authorized in the State Facilities for the Handicapped Bond Act, P.L. 1973, c.149, subject to the approval of the Director of the Division of Budget and Accounting.

30. EDUCATIONAL, CULTURAL AND INTELLECTUAL DEVELOPMENT

33. SUPPLEMENTAL EDUCATION AND TRAINING PROGRAMS

OBJECTIVES

1. To support the State's workforce readiness system by providing quality programs responsive to the needs of both workers and employers, expanding occupational education programs that appropriately prepare individuals for work in all types of occupations.
2. To provide quality career orientation programs to New Jersey students, assisting them in clarifying career goals, exploring career possibilities, developing employable skills, and obtaining other skills necessary to function in a technological society.
3. To facilitate the planning, implementation and expansion of transition programs, activities or services, which may include occupationally-related remedial education, English as a second language, general intellectual skills, pre-employment and work maturity skills, "life skills," and awareness of community resources, that assist students in overcoming barriers to employment.

PROGRAM CLASSIFICATIONS

20. **General Vocational Education.** To assist the State in attaining the objectives stated above in assuring a well-trained quality workforce, the federal government provides funds to conduct State occupational program administrative activities. To be eligible for these monies under the Carl D. Perkins Vocational and Technical Education Act, the State must match this federal grant award on a dollar for dollar basis (P.L. 105-332).

    In order for the State to qualify to receive federal grant monies under the Perkins Act, New Jersey is required to provide a maintenance of effort equal to, or greater than, the amount of effort in the prior fiscal year. Failure to provide such maintenance of effort disqualifies a state from receipt of Perkins monies.

    These combined funds allow the State to maintain, in cooperation with business, industry and labor, quality vocational education programs, by providing consultation, technical assistance, and regulatory services to public and private educational agencies.

    The Department also develops new and innovative vocational and career development programs; provides in-service training for vocational teachers; conducts program evaluations; develops occupational competencies; provides administrative services for the Office of Vocational-Technical Career and Adult Programs; maintains liaison with agencies and personnel on the local, State, and federal levels; and develops the annual revisions of the State Plan for Vocational Education. These activities maximize educational opportunities and minimize costly duplication of effort.

    General vocational education is paid (N.J.S.A. 18A:58-34 et. seq.) to local school districts according to the following criteria: (a) the State may grant up to 100% of approved expenditures for new and innovative projects, and (b) expenditures for the improvement of vocational programs conducted under Public Law 101-392, subject to federal mandates requiring that special populations be given full opportunity to participate in vocational programs.

    County Vocational Program Aid--Categorical aid is paid to county vocational school districts on a per pupil basis for all pupils enrolled in the district.

EVALUATION DATA

	Actual FY 2002	Actual FY 2003	Revised FY 2004	Budget Estimate FY 2005
PROGRAM DATA				
General Vocational Education				
Secondary Vocational Education				
Annual Enrollments	153,557	158,317	163,225	168,285
Annual Graduates or Completions	44,839	46,229	47,662	49,139
Annual Grade 11-12 Occupational Program Enrollments	69,761	72,154	75,443	78,881
Adult and Continuing Education				
Apprenticeship Programs				
Annual Enrollments	9,755	10,670	10,776	10,884
Annual Completions	805	926	935	944
Annual Other Adult Vocational Education Program Enrollments	47,570	48,046	48,526	49,011

	Actual FY 2002	Actual FY 2003	Revised FY 2004	Budget Estimate FY 2005
PERSONNEL DATA				
Position Data				
Filled Positions by Funding Source				
State Supported	7	6	4	5
Federal	23	18	22	29
All Other	2	2	1	1
Total Positions	32	26	27	35
Filled Positions by Program Class				
General Vocational Education	32	26	27	35
Total Positions	32	26	27	35

Notes:

Actual payroll counts are reported for fiscal years 2002 and 2003 as of December and Revised fiscal year 2004 as of September. The Budget Estimate for fiscal year 2005 reflects the number of positions funded.

APPROPRIATIONS DATA
(thousands of dollars)

Year Ending June 30, 2003								Year Ending June 30, 2005	
Orig. & (S)Supplemental	Reapp. & (R)Recpts.	Transfers & (E)Emergencies	Total Available	Expended		Prog. Class.	2004 Adjusted Approp.	Requested	Recommended
					DIRECT STATE SERVICES				
					Distribution by Fund and Program				
359	---	---	359	357	General Vocational Education	20	277	277	277
359	---	---	*359*	*357*	*Total Direct State Services*		*277* [a]	*277*	*277*
					Distribution by Fund and Object				
					Personal Services:				
308	---	---	308	307	Salaries and Wages		226	226	226
308	---	---	*308*	*307*	*Total Personal Services*		*226*	*226*	*226*
26	---	---	26	25	Materials and Supplies		26	26	26
25	---	---	25	25	Services Other Than Personal		25	25	25
					STATE AID				
					Distribution by Fund and Program				
44,408	---	-1,947	42,461	42,460	General Vocational Education	20	44,408	44,408	44,408
5,460	---	---	*5,460*	*5,459*	*(From General Fund)*		*5,460*	*5,460*	*5,460*
38,948	---	*-1,947*	*37,001*	*37,001*	*(From Property Tax Relief Fund)*		*38,948*	*38,948*	*38,948*
44,408	---	***-1,947***	***42,461***	***42,460***	***Total State Aid***		***44,408***	***44,408***	***44,408***
5,460	---	---	*5,460*	*5,459*	*(From General Fund)*		*5,460*	*5,460*	*5,460*
38,948	---	*-1,947*	*37,001*	*37,001*	*(From Property Tax Relief Fund)*		*38,948*	*38,948*	*38,948*
					Distribution by Fund and Object				
					State Aid:				
5,460	---	---	5,460	5,459	Vocational Education	20	5,460	5,460	5,460
38,948	---	-1,947	37,001	37,001	County Vocational Program Aid (PTRF)	20	38,948	38,948	38,948
44,767	---	***-1,947***	***42,820***	***42,817***	***Grand Total State Appropriation***		***44,685***	***44,685***	***44,685***

Year Ending June 30, 2003								Year Ending June 30, 2005	
Orig. & (S)Supplemental	Reapp. & (R)Recpts.	Transfers & (E)Emergencies	Total Available	Expended		Prog. Class.	2004 Adjusted Approp.	Requested	Recommended
					OTHER RELATED APPROPRIATIONS				
					Federal Funds				
24,680	1,648	492	26,820	24,300	General Vocational Education	20	25,358	25,358	25,358
24,680	*1,648*	*492*	*26,820*	*24,300*	*Total Federal Funds*		*25,358*	*25,358*	*25,358*
					All Other Funds				
---	485 10 R	108	603	47	General Vocational Education	20	217	217	217
---	*495*	*108*	*603*	*47*	*Total All Other Funds*		*217*	*217*	*217*
69,447	*2,143*	*-1,347*	*70,243*	*67,164*	*GRAND TOTAL ALL FUNDS*		*70,260*	*70,260*	*70,260*

Notes -- Direct State Services - General Fund

(a) The fiscal year 2004 appropriation has been adjusted for the allocation of salary program in accordance with the provisions of P.L. 2003, c.122 (Fiscal Year 2004 Appropriations Act).

30. EDUCATIONAL, CULTURAL AND INTELLECTUAL DEVELOPMENT
34. EDUCATIONAL SUPPORT SERVICES

OBJECTIVES

1. To provide statewide coordination for the effective and efficient use of technology to enhance instruction for student achievement of the Core Curriculum Content Standards.
2. To ensure that all schools and districts meet State standards for a thorough and efficient system of education, pursuant to the Comprehensive Educational Improvement and Financing Act of 1996 and other laws and regulations.
3. To provide educational improvement and technical assistance to local school districts in the areas of needs assessment, planning, dissemination, diffusion, development, evaluation, and staff in-service training.
4. To provide curriculum leadership for local school districts in various instructional areas.
5. To establish curriculum frameworks, which can guide the districts' instructional decisions for schools and teachers in designing programs to meet the content standards in all subject areas.
6. To create comprehensive assessments which will measure students' progress toward achieving the new content standards.
7. To design and implement mandated professional development for teachers to enable them to accomplish these new educational initiatives in schools across the state.
8. To approve college teacher training programs based on professional standards and issue educational certificates upon verification of eligibility.
9. To provide oversight and guide implementation of the Charter School Program Act of 1995.
10. To ensure that young children are ready to learn the Core Curriculum Content Standards in all districts receiving Early Childhood Program Aid, including districts that have contracted services from Department of Human Services-licensed child care providers.
11. To provide technical and financial assistance for transportation of public and nonpublic students at minimum expense to the State and local school districts.
12. To ensure provision of suitable educational facilities in local school districts through inspections and financial assistance.
13. To assist the schools in understanding the comprehensive and challenging K-12 curriculum content areas and communicate the depth and scope of the standards and frameworks.
14. To maximize resources to support the Department's mission and priorities; to assure accountability for use of the Department's grant resources.
15. To provide program resources, technical assistance and demonstration projects supporting school efforts to reduce student violence and disruption, so that school environments are safe, disciplined, and conducive to learning.

PROGRAM CLASSIFICATIONS

29. **Educational Technology.** Directs a number of projects to accelerate infusion of technology and infrastructure for statewide connectivity so that all students will have access to resources needed to achieve the Core Curriculum Content Standards. Coordinates planning and collaborative efforts with State agencies, the 21 county coordinating councils for technology, the Abbott Consortium for Technology, State and national professional organizations, higher education institutions, business/industry, libraries and projects that include working with the Educational Technology Training Centers on major educational technology initiatives.
30. **Educational Programs and Assessment.** Coordinates the standards-based reform initiatives, oversees the revision of the Core Curriculum Content Standards, develops general curriculum frameworks, provides technical assistance to teachers and administrators, and identifies and promotes research-based programs to assist school improvement efforts in such areas as mathematics, language arts literacy (to include reading, writing, listening, viewing and speaking), science, the arts, social studies, world languages, gifted education, comprehensive health/physical education, technological literacy, and career education and consumer, family and life skills. Provides support for programmatic initiatives such as No Child Left Behind, the Statewide Systemic Initiative to Reform Mathematics, Science and Technology

aligned to the Core Curriculum Content Standards and the Title II A, Teacher Quality grant program.

To ensure greater equity in the quality of instruction across the State, curriculum frameworks have been developed in eight areas, including the arts, health/physical education, language arts literacy, mathematics, science, social studies, world languages, and cross content workplace readiness standards (now the technological literacy and career education and consumer, family and life skills). To assist all students in achieving the high expectations of the standards, it is necessary for teachers to maintain currency in their fields. All teachers are required to complete 100 hours of State-approved continuing education every five years effective September 2000. The division is also responsible for overseeing the development of standards for teachers and administrators, professional development initiatives, the National Board for Professional Teaching Standards subsidy program and the State Action for Education Leadership Project (SAELP).

The statewide assessment program includes testing in language arts literacy and mathematics at the elementary, middle and high school levels. Science assessments will be phased in. All assessments are based on the Core Curriculum Content Standards in the academic areas being assessed.

Additionally, the division has a quality preparation initiative unit that will provide services to the higher education community in areas such as, but not limited to, review of teacher education programs, accreditation, and the teacher quality initiative.

The division also administers the Governor's Literacy Initiative and the federal Reading First program, both geared at ensuring that all children read at or above grade level by the end of the third grade.

The division also administers a program intended to increase the number of teachers in New Jersey schools as well as to ensure that all new teachers in the state are highly qualified. The program employs several strategies, including partnerships with college and university placement offices and a public relations campaign promoting careers in education. The division is working collaboratively with key higher education administrators and faculty to ensure the success of this program.

31. **Grants Management.** The Office of Grants Management establishes and maintains systems to acquire, manage and distribute approximately $700 million in State and federal grant funds to school districts, colleges, community-based organizations and other eligible grant recipient agencies in a manner that supports initiatives that enhance the educational experience of children and adult learners and that promote statewide educational excellence. The grant management systems are designed to ensure efficiency, accountability and integrity in the management of the Department's subgrant funds. The office provides assistance to program units in the development of requests for proposals, guidelines and applications. Specifically, this office coordinates application receipt, evaluation/review, and notifications; award management, contract modification, and carryover approvals; and audit controls including central file maintenance and public records. The Office of Grant Appeals and Funding Acquisition facilitates the Department's efforts to identify and obtain new resources and to coordinate or consolidate existing resources to support educational priorities.

32. **Professional Development and Licensure.** The Office of Licensure and Credentials assures that educational personnel meet minimum professional qualifications (N.J.S.A. 18A:6-38 et seq.) by setting standards for approval of teacher education programs; providing professional assistance to establish, evaluate and approve college programs which lead to licensure; providing technical assistance to county and district offices; coordinating the employment and training of professional educators; determining licensure eligibility for in-state and out-of-state applicants; issuing professional certificates, and evaluating existing certificates. In addition, the office administers the State Board of Examiners. Office functions are supported by a fee structure.

33. **Service to Local Districts.** Consists of the following regulatory functions: the tasks of educational planning and evaluation/accreditation (required by N.J.S.A. 18A:7A-1 et seq.); accelerated intervention of Level II districts, including an external team review and report and review and approval of corrective action plans and quarterly progress reports; review and approval of school district budgets for all districts receiving early childhood and demonstrably effective program aid, audits and spending growth limitation increases; supervision of school and special elections; review and approval of private schools for the disabled; and oversight of transportation, teacher certification and reporting procedures. These functions are performed by the Department's county and regional offices, which also maintain liaison between the local school districts and the Department.

34. **Office of School Choice.** This office is responsible for the implementation and oversight of the Charter School Program Act of 1995, which allows for the creation of new types of public schools to provide parents and students with a variety of educational options. Charter schools are designed to stimulate reform in the traditional public school system and serve as one of the State's strategies to bring about significant improvements in student achievement. In addition, the office administers the Inter-district Public School Choice Program.

35. **Early Childhood Education.** The Office of Early Childhood Education is responsible for the oversight of early childhood education statewide. The office is responsible for the development, administration and implementation of early childhood education and coordination with other K-12 initiatives. The office coordinates policy, program development, and evaluation for early childhood education in accordance with State mandates. The office has developed Abbott Preschool Program Implementation Guidelines that provide instructions for districts on developing their program plans to assure accountability and implementation of early childhood programs. The office provides technical support and oversight to school districts; reviews literature; collaborates with other State departments and State and national experts on early childhood education; organizes and facilitates the delivery of professional development; and develops evaluation data to track the progress and implementation of early childhood education programs.

36. **Pupil Transportation.** Monitors, analyzes and evaluates local districts' transportation systems and records in order to increase the safety, cost-effectiveness and accountability of transportation operations. Develops safety education programs and provides technical assistance to local boards of education to promote safety and to efficiently administer transportation services. The Department trains county and local district personnel to administer transportation services according to statute and code. Transportation Aid is provided

to local school districts for students who are required to be transported according to N.J.S.A. 18A:39-1 et seq. and N.J.S.A. 18A:46-23 as amended, based on the efficient costs of transporting pupils. The efficient costs are based on per-pupil allocations for pupils with and without special transportation requirements, and adjusted for the average distance pupils reside from school, and an incentive factor.

37. **Abbott Implementation.** The Abbott Implementation Division was created to bring together the Department's activities supporting the implementation of the Abbott v. Burke decisions. Abbott Implementation will focus on high quality early childhood education for 3 and 4 year-olds that will ensure that every child will be reading at or above grade level by the end of third grade; literacy instruction and a literacy-rich curriculum in the primary grades; small classes; the development of research-based educational programs designed to close the achievement gap between urban and suburban students; continuous school improvement through the use of a data-driven accountability system; standards-driven school improvement to ensure that every student is provided the opportunity to achieve the Core Curriculum Content Standards; professional development focused on improving classroom instruction; collaboration with all stakeholders, including the Education Law Center, district and school staff, parents, and representatives from higher education, professional organizations and the community at large; school-based decision-making relying on fruitful collaboration and cooperation with the district's central office; and fiscal accountability to improve efficiency and effectiveness of Abbott spending.

    The Abbott Implementation Division also oversees the three State-operated school districts (Newark, Paterson, and Jersey City) as well as Abbott-related activities of the Office of Early Childhood Education.

38. **Facilities Planning and School Building Aid.** Approves architectural review, master plans, and site acquisitions; evaluates facilities for educational adequacy, health and safety; and periodically surveys public school buildings. Reviews and approves long-range facilities plans, as well as applications for school facilities projects. Project review includes the determination of consistency with the district's long-range plan and compliance with facilities efficiency standards and area allowances per FTE student derived from those standards. Based on that review, the preliminary eligible costs for State financing will be calculated. School Building Aid provides State support for debt service on projects approved prior to the enactment of the Educational Facilities Construction and Financing Act of 2000 (EFCFA). The School Construction and Renovation Fund provides for State debt service and increased aid for local debt for school construction projects approved under the provisions of EFCFA.

39. **Teachers' Pension and Annuity Assistance.** The State provides the employer's share to the Teachers' Pension and Annuity Fund (N.J.S.A. 18A:66-33) in amounts actuarially determined by using experience of the preceding year as certified to the Governor by the Fund's Board of Trustees. All public school teachers are required to contribute to the Fund, except for optional participation of certain persons based on age, veteran's status or teacher status prior to specified dates. Janitorial employees of local boards of education also are covered.

40. **Health, Safety, and Community Services.** Provides statewide leadership to assist school districts in promoting positive student development and behavior. Specifically, the Department develops and implements policy and programs in the following areas: violence prevention, substance abuse prevention and education, comprehensive health education, suicide prevention, school health services, HIV/AIDS education, family life education, bilingual education, character education, equal education opportunities, adult literacy, and basic skills.

    Holocaust and Genocide Education was mandated by the State Legislature in 1994. The New Jersey Commission on Holocaust Education has as its central mission the study, development, recommendation and dissemination of curricular materials to local school districts on a wide range of genocides, with the goal of eradicating ethnic and racial intolerance, and fostering tolerance for cultural diversity. The Commission coordinates activities to assist districts in implementing the mandate, including the dissemination of instructional materials, the provision of staff training, and the establishment of Holocaust Education demonstration sites.

EVALUATION DATA

	Actual FY 2002	Actual FY 2003	Revised FY 2004	Budget Estimate FY 2005
PROGRAM DATA				
Grants Management				
Discretionary Contracts Awarded Annually	500	599	576	576
Entitlement Contracts Awarded Annually	4,732	5,042	4,848	4,848
Professional Development And Licensure				
Annual Evaluations (Non-Issuance)	7,982	8,320	8,000	8,000
Certificates Awarded Annually	17,121	16,640	16,500	16,500
Academic Credentials Issued Annually	485	416	400	400
County Substitute Certificate Applications Received Annually	9,558	15,004	10,000	10,000
Certificates of Eligibility Issued Annually	14,641	14,460	14,000	14,000
Training Contracts Approved Annually	7,527	7,241	8,000	8,000
Annual Induction Evaluations	22,581	21,723	24,000	24,000

	Actual FY 2002	Actual FY 2003	Revised FY 2004	Budget Estimate FY 2005
Service To Local Districts				
Needs Identified				
Districts Monitored Annually	77	125	147	150
School Level Objectives Approved Annually	4,500	4,500	4,500	4,500
Level II and Level III Monitors of School Districts Annually	9	9	9	9
Assistance Rendered				
Districts Certified Annually	26	73	62	70
Districts Conditionally Certified for One Year Annually	51	52	85	80
District Objectives Achieved Annually	4,300	4,300	4,300	4,300
Curriculum Assistance				
Staff Time Spent on Compliance Assistance	25%	25%	25%	25%
Staff Time Spent on Regulatory Functions	25%	25%	25%	25%
Staff Time Spent on Curriculum Assistance	25%	25%	25%	25%
Staff Time Spent on Program Improvement Assistance	25%	25%	25%	25%
PERSONNEL DATA				
Position Data				
Filled Positions by Funding Source				
State Supported	313	303	320	349
Federal	64	62	68	86
All Other	1	1	1	1
Total Positions	378	366	389	436
Filled Positions by Program Class				
Educational Technology	10	5	4	4
Educational Programs and Assessment	60	64	94	112
Grants Management	22	23	35	38
Professional Development and Licensure	31	29	32	35
Service to Local Districts	101	89	82	65
Office of School Choice	16	16	10	10
Early Childhood Education	10	14	13	21
Pupil Transportation	7	7	6	6
Abbott Implementation	59	67	63	85
Facilities Planning and School Building Aid	38	35	33	35
Health, Safety and Community Services	24	17	17	25
Total Positions	378	366	389	436

Notes:

Actual payroll counts are reported for fiscal years 2002 and 2003 as of December and Revised fiscal year 2004 as of September. The Budget Estimate for fiscal year 2005 reflects the number of positions funded.

APPROPRIATIONS DATA
(thousands of dollars)

Year Ending June 30, 2003								Year Ending June 30, 2005	
Orig. & (S)Supplemental	Reapp. & (R)Recpts.	Transfers & (E)Emergencies	Total Available	Expended		Prog. Class.	2004 Adjusted Approp.	Requested	Recommended
					DIRECT STATE SERVICES				
					Distribution by Fund and Program				
231	---	---	231	231	Educational Technology	29	218	218	218
20,916	391	9,000	30,307	22,657	Educational Programs and Assessment	30	27,144	25,919	25,919
445	---	---	445	444	Grants Management	31	690	528	528
1,939	1,699	---	3,638	3,399	Professional Development and Licensure	32	2,143	2,143	2,143
6,639	---	---	6,639	6,634	Service to Local Districts	33	6,196	5,013	5,013
849	---	-1	848	847	Office of School Choice	34	659	659	659
510	---	-389	121	121	Early Childhood Education	35	120	120	120
401	---	---	401	394	Pupil Transportation	36	415	415	415

Year Ending June 30, 2003								Year Ending June 30, 2005	
Orig. & (S)Supplemental	Reapp. & (R)Recpts.	Transfers & (E)Emergencies	Total Available	Expended		Prog. Class.	2004 Adjusted Approp.	Requested	Recommended
					DIRECT STATE SERVICES				
3,904	1,368	---	5,272	3,374	Facilities Planning and School Building Aid	38	3,172	3,246	3,246
2,311	---	-950	1,361	1,347	Health, Safety, and Community Services	40	1,348	1,348	1,348
38,145	***3,458***	***7,660***	***49,263***	***39,448***	***Total Direct State Services***		***42,105*** [a]	***39,609***	***39,609***
					Distribution by Fund and Object				
					Personal Services:				
17,685	1,655 1,277 R	-2,211	18,406	16,297	Salaries and Wages		15,157	13,801	13,801
17,685	*2,932*	*-2,211*	*18,406*	*16,297*	*Total Personal Services*		*15,157*	*13,801*	*13,801*
500	2 30 R	-60	472	466	Materials and Supplies		435	425	425
674 2,000 S	67	923	3,664	3,637	Services Other Than Personal		1,365 2,500 S	1,335	1,335
47	1	-3	45	41	Maintenance and Fixed Charges		52	52	52
					Special Purpose:				
55	---	---	55	45	Improved Basic Skills/Special Review Assessment	30	55	55	55
16,188	391	---	16,579	14,655	Statewide Assessment Program	30	13,225	16,225	16,225
200	---	---	200	134	Professional Development - Recruitment	30	135	135	135
100	---	---	100	93	Virtual Academy	30	--- [b]	---	---
52	---	---	52	36	Continuing Education	30	52	52	52
---	---	9,000	9,000	3,374	Governor's Literacy Initiative	30	8,250	6,650	6,650
---	---	---	---	---	Teacher Preparation	30	500	500	500
265	---	---	265	264	Educational Facilities Construction - Field Services	33	---	---	---
244	---	---	244	243	New Jersey Commission on Holocaust Education	40	244	244	244
135	---	---	135	128	Commission on Italian American Heritage Cultural and Educational Programs	40	135	135	135
---	11 24 R	11	46	35	Additions, Improvements and Equipment		---	---	---
					GRANTS-IN-AID				
					Distribution by Fund and Program				
19,697	---	-9,000	10,697	9,375	Educational Programs and Assessment	30	9,443	11,269	11,269
318	---	---	318	2	Health, Safety, and Community Services	40	---	---	---
20,015	---	***-9,000***	***11,015***	***9,377***	***Total Grants-in-Aid***		***9,443***	***11,269***	***11,269***
					Distribution by Fund and Object				
					Grants:				
225	---	---	225	---	Professional Development - Recruitment	30	---	---	---
1,754	---	---	1,754	1,754	Governor's School	30	1,654	1,654	1,654
250	---	---	250	250	Liberty Science Center - School Visit Subsidy Program	30	---	---	---
6,600	---	---	6,600	6,600	Liberty Science Center - Educational Services [c]	30	6,100	6,100	6,100
---	---	---	---	---	Summer Academy for Professional Development	30	---	2,000	2,000

Year Ending June 30, 2003								Year Ending June 30, 2005	
Orig. & (S)Supplemental	Reapp. & (R)Recpts.	Transfers & (E)Emergencies	Total Available	Expended		Prog. Class.	2004 Adjusted Approp.	Requested	Recommended
					GRANTS-IN-AID				
868	---	---	868	399	Teacher Recruitment	30	589	415	415
10,000	---	-9,000	1,000	372	Governor's Literacy Initiative	30	750	750	750
---	---	---	---	---	Teacher Preparation	30	350	350	350
318	---	---	318	2	Asthma Nebulizers	40	---	---	---
					STATE AID				
					Distribution by Fund and Program				
23,855	---	-3,388	20,467	16,169	Office of School Choice	34	17,337	19,969	19,969
23,855	---	*-3,388*	*20,467*	*16,169*	*(From Property Tax Relief Fund)*		*17,337*	*19,969*	*19,969*
303,587	---	-14,766	288,821	288,551	Pupil Transportation	36	306,987	307,287	307,287
303,587	---	*-14,766*	*288,821*	*288,551*	*(From Property Tax Relief Fund)*		*306,987*	*307,287*	*307,287*
149,307	68,936	---	218,243	214,992	Facilities Planning and School Building Aid	38	238,550	275,148	275,148
144,775	*68,936*	---	*213,711*	*210,464*	*(From General Fund)*		*236,951*	*274,193*	*274,193*
4,532	---	---	*4,532*	*4,528*	*(From Property Tax Relief Fund)*		*1,599*	*955*	*955*
971,454	---	24,672	996,126	989,020	Teachers' Pension and Annuity Assistance	39	1,184,075	1,318,871	1,318,871
---	---	---	---	---	Health, Safety, and Community Services	40	---	15,000	15,000
1,448,203	***68,936***	***6,518***	***1,523,657***	***1,508,732***	***Total State Aid***		***1,746,949***	***1,936,275***	***1,936,275***
1,116,229	*68,936*	*24,672*	*1,209,837*	*1,199,484*	*(From General Fund)*		*1,421,026*	*1,608,064*	*1,608,064*
331,974	---	*-18,154*	*313,820*	*309,248*	*(From Property Tax Relief Fund)*		*325,923*	*328,211*	*328,211*
					Distribution by Fund and Object				
					State Aid:				
3,755	---	-188	3,567	3,567	Office of School Choice (PTRF)	34	6,537	7,969	7,969
14,500	---	-3,200	11,300	7,828	Charter School Aid (PTRF)	34	5,500	6,500	6,500
5,600	---	---	5,600	4,774	Charter Schools - Council on Local Mandates Decision Offset Aid (PTRF)	34	5,300	5,500	5,500
303,187	---	-14,766	288,421	288,421	Transportation Aid (PTRF)	36	305,652 1,035 S	307,187	307,187
400	---	---	400	130	School Bus Crossing Arms (PTRF)	36	300	100	100
4,532	---	---	4,532	4,528	School Building Aid Debt Service (PTRF)	38	1,599	955	955
137,858	---	31,184	169,042	169,042	School Building Aid	38	129,101	121,272	121,272
6,917	43,500 25,436 R	-31,184	44,669	41,422	School Construction & Renovation Fund (d)	38	107,350 500 S	152,921	152,921
269,656	---	26,072	295,728	292,178	Teachers' Pension and Annuity Fund - Post Retirement Medical	39	424,035	524,979	524,979
576,550	---	-1,400	575,150	571,752	Social Security Tax	39	611,143	632,100	632,100
1	---	---	1	1	Minimum Pension for Pre-1955 Retirees	39	1	1	1
48,348	---	2,972	51,320	51,320	Post Retirement Medical Other Than TPAF	39	65,384	82,012	82,012
76,899	---	-2,972	73,927	73,769	Debt Service on Pension Obligation Bonds	39	83,512	79,779	79,779
---	---	---	---	---	New Jersey After 3	40	---	15,000	15,000
1,506,363	***72,394***	***5,178***	***1,583,935***	***1,557,557***	***Grand Total State Appropriation***		***1,798,497***	***1,987,153***	***1,987,153***

Year Ending June 30, 2003								Year Ending June 30, 2005	
Orig. & (S)Supplemental	Reapp. & (R)Recpts.	Transfers & (E)Emergencies	Total Available	Expended		Prog. Class.	2004 Adjusted Approp.	Requested	Recommended
					OTHER RELATED APPROPRIATIONS				
					Federal Funds				
14,250	515	299	15,064	11,634	Educational Technology	29	13,274	13,274	13,274
94,791 244 S	3,494	-434	98,095	86,877	Educational Programs and Assessment	30	100,851 449 S	100,851	100,851
1,884	162	-490	1,556	1,072	Grants Management	31	2,460	2,460	2,460
2,715	972	-342	3,345	1,633	Service to Local Districts	33	2,003	2,003	2,003
236	17	-36	217	142	Office of School Choice	34	190	190	190
---	21,201	---	21,201	21,201	Facilities Planning and School Building Aid	38	---	---	---
20,191 148 S	2,176	1,061	23,576	19,460	Health, Safety, and Community Services	40	27,931	27,931	27,931
134,459	*28,537*	*58*	*163,054*	*142,019*	*Total Federal Funds*		*147,158*	*146,709*	*146,709*
					All Other Funds				
---	18 123 R	---	141	80	Educational Technology	29	129	129	129
---	110 4,091 R	---	4,201	260	Educational Programs and Assessment	30	797	51	51
---	2,041 1,959 R	---	4,000	1,291	Professional Development and Licensure	32	1,913	2,004	2,004
---	1,904 R	---	1,904	1,904	Early Childhood Education	35	2,638	2,702	2,702
---	7,733 R	---	7,733	7,733	Abbott Implementation	37	11,287	11,751	11,751
---	---	---	---	---	Facilities Planning and School Building Aid	38	561	737	737
---	261 55 R	---	316	250	Health, Safety, and Community Services	40	290	290	290
---	*18,295*	---	*18,295*	*11,518*	*Total All Other Funds*		*17,615*	*17,664*	*17,664*
1,640,822	*119,226*	*5,236*	*1,765,284*	*1,711,094*	*GRAND TOTAL ALL FUNDS*		*1,963,270*	*2,151,526*	*2,151,526*

Notes -- Direct State Services - General Fund

(a) The fiscal year 2004 appropriation has been adjusted for the allocation of salary program in accordance with the provisions of P.L. 2003, c.122 (Fiscal Year 2004 Appropriations Act), and includes $258,000 in appropriated receipts.

(b) Appropriation of $100,000 distributed to applicable operating accounts.

Notes -- Grants-In-Aid - General Fund

(c) The fiscal year 2003 data has been adjusted to reflect the transfer of the Liberty Science Center - Educational Services from the Interdepartmental accounts.

Notes -- State Aid - General Fund

(d) The fiscal year 2003 data has been adjusted to reflect the transfer of the School Construction and Renovation Fund from the Department of Treasury.

Language Recommendations -- Direct State Services - General Fund

Receipts from the NJ School of the Arts and the unexpended balance of such receipts as of June 30, 2004, are appropriated for the cost of operation.

From the amount appropriated hereinabove for the Governor's Literacy Initiative, the sum of $300,000 may be transferred to the Commission for the Blind and Visually Impaired for increased Braille lessons for blind children, subject to the approval of the Director of the Division of Budget and Accounting.

From the amount appropriated hereinabove for the Governor's Literacy Initiative, such additional sums as are necessary to fund grant agreements with eligible school districts for the continuation of reading coach services may be transferred to the Governor's Literacy Initiative account in grants-in-aid, subject to the approval of the Director of the Division of Budget and Accounting.

Receipts from the State Board of Examiners' fees in excess of those anticipated, not to exceed $700,000, and the unexpended program balances of such receipts as of June 30, 2004, are appropriated for the operation of the Professional Development and Licensure programs.

The unexpended balance as of June 30, 2004, in the inspection of school construction account and receipts in excess of the amount anticipated, are appropriated for the operation of the school construction inspection program.

Language Recommendations -- Grants-In-Aid - General Fund

The amount appropriated hereinabove for the Governor's School is payable to the six Governor's Schools: The College of New Jersey - Governor's School of the Arts, The Richard Stockton College of New Jersey - Governor's School of Environment, Monmouth University - Governor's School of Public Issues, Drew University - Governor's School in the Sciences, Ramapo College of New Jersey - Governor's School of International Studies, and Rutgers, The State University - Governor's School of Engineering and Technology.

The amount hereinabove for the Liberty Science Center Educational Services shall be used to provide educational services to students in the "Abbott districts" in the science education component of the comprehensive core curriculum standards as established by law.

The amount appropriated hereinabove for the Teacher Recruitment program shall be expended for the fourth-year incentives for teachers deemed eligible for this program in fiscal 2004 in accordance with provisions established by the Department of Education, and who continue to teach preschool in a district defined as an "Abbott district" under section 3 of P.L. 1996, c. 138 (C.18A:7F-3), or for a community provider under contract with an "Abbott district" to provide preschool programs to 3 and 4 year old children. Incentives will be provided to eligible teachers to have a portion of their outstanding student loan indebtedness cancelled and/or to receive tuition reimbursement for graduate studies at any of New Jersey's four-year colleges and universities. The total value of the incentives for High Achiever recipients is up to $3,333 and up to $2,167 for Regular Achiever recipients. In order to maintain eligibility in the program, the school districts in which the teachers are working or in which they are employed by a community provider under contract with the district must maintain a participation agreement with the department and the district must provide, in a manner specified by the department, information regarding the teachers qualified for incentives working in said district and certifications of completion of a full year of teaching service. Incentives may only be paid upon satisfactory completion of a full year of teaching service and will be contingent upon the teacher's completion of all applicable professional development requirements and other conditions of employment, such as satisfactory evaluations by supervisors and submission of documentation as may be required by the department.

Language Recommendations -- State Aid - General Fund

Of the amount appropriated hereinabove for School Building Aid, the calculation of each eligible district's allocation shall include the amount based on school bond and lease purchase agreement payments for interest and principal payable during the 2004-2005 school year pursuant to section 10 of P.L. 2000, c.72 (C.18A: 7G-10) and the adjustments required based on the difference between the amounts calculated using actual 2002-2003 principal and interest amounts and the amounts allocated and paid in 2002-2003.

Notwithstanding the provisions of section 9 of P.L. 2000, c.72 (C.18A:7G-9), for the purpose of calculating a district's State debt service aid, "DAP x 1.15" shall not be less than 40%. Notwithstanding the provisions of section 10 of P.L.2000, c.72 (C.18A:7G-10), for the purposes of calculating aid, CCSAID will be equal to the district's core curriculum standards aid calculated pursuant to section 15 of P.L.1996, c.138 (C.18A:7F-15) for fiscal 2002 and TEBUD shall be equal to the district's T&E budget calculated pursuant to subsection d. of section 13 of P.L.1996, c.138 (C.18A:7F-13) for fiscal 2002.

Of the amount hereinabove for School Construction and Renovation Fund, an amount equal to the total earnings of investments of the School Fund shall first be charged to such fund.

In addition to the sum hereinabove appropriated to make payments under the contracts authorized pursuant to section 18 of P.L. 2000, c.72 (C.18A:7G-18), there are hereby appropriated such other sums as the Director of the Division of Budget and Accounting shall determine are required to pay all amounts due from the State pursuant to such contracts.

The unexpended balance as of June 30, 2004 in the School Construction and Renovation Fund account is appropriated for the same purpose.

Notwithstanding any provision of law to the contrary, in addition to the amount hereinabove appropriated for the Teachers' Pension and Annuity Fund - Post Retirement Medical, there is hereby appropriated an amount as determined by the State Treasurer to fund the pension cost contribution by the State to the Teachers' Pension and Annuity Fund, payment for which shall be credited against amounts on deposit in the Benefit Enhancement Fund created pursuant to P.L. 2001, c. 133, section 1.

Such additional sums as may be required for Teachers' Pension and Annuity Fund - Post Retirement Medical and Post Retirement Medical Other Than TPAF are appropriated, as the Director of the Division of Budget and Accounting shall determine.

In addition to the amounts hereinabove for Social Security Tax, there are appropriated such sums as are required for payment of Social Security Tax on behalf of members of the Teachers' Pension and Annuity Fund.

The sums provided hereinabove for New Jersey After 3, Inc. shall be conditioned upon the State Treasurer and the grant recipient entering into a grant agreement; shall be available for grants and reasonable administrative costs of New Jersey After 3, Inc. and shall be available for funding programs, activities, functions and facilities consistent with recommendations and proposals of the New Jersey After 3 Advisory Committee.

Language Recommendations -- State Aid - Property Tax Relief Fund

Notwithstanding the provisions of P.L. 1999, c.413 (C.18A:36B-1 et seq.), for purposes of the calculation of 2004-2005 choice aid, the projected enrollment of choice students shall be the sum of the actual choice students reported in the October 15, 2003 Application for State School Aid inflated by the choice district's growth rate and the new choice students accepted during the first application cycle and the estimated second cycle acceptances for the 2004-2005 school year.

Notwithstanding the provisions of section 2 of P.L.1999, c.385, amounts appropriated hereinabove for Charter School aid shall be used to distribute aid to any charter school which operates a full-day kindergarten program and which is located in an "Abbott district" in accordance with the formula contained in section 1 of P.L. 1999, c. 385, except that "KPP" which is defined therein as the amount paid by the district to the charter school for each kindergarten pupil pursuant to section 12 of P.L. 1995, c.426 (C.18A:36A-12), shall be the sum of the amount paid by the district and the State to the charter school for each kindergarten pupil; to distribute $40 for each student enrolled in the charter school; and to distribute aid to charter schools pursuant to the provisions of subsection d. of section 12 of P.L. 1995, c.426 (C.18A:36A-12).

Notwithstanding the provisions of section 2 of P.L.1999, c.385, in addition to the amounts hereinabove for Charter School aid, there are appropriated such sums as are necessary to distribute an amount equal to the difference between the per pupil T&E amount for a given grade level and the program budget of an "Abbott district" when that "Abbott district's" program budget is below the T&E amount, subject to the approval of the Director of the Division of Budget and Accounting.

Notwithstanding the provisions of section 12 of P.L.1995, c.426 (C.18A:36A-12) and any other provision to the contrary, if necessary, the State shall pay on behalf of a resident district an amount not to exceed the difference between the district's 2004-2005 total actual charter school payment and the estimated appropriations used in completing the school district's 2003-2004 budget as stated in the 2003-2004 Potential Charter School Aid notification letter.

Notwithstanding the provisions of section 1 of P.L.1997, c.53 (C.18A:39-11.1) districts shall not be reimbursed for administrative fees paid to Cooperative Transportation Service Agencies.

Notwithstanding the provisions of section 2 of P.L.1981, c.57 (C.18A:39-1a) and any other law or provision to the contrary, the maximum amount of nonpublic school transportation costs per pupil provided for in N.J.S. 18A:39-1 shall equal $751.

For any school district receiving amounts from the amount appropriated hereinabove for Pupil Transportation, and notwithstanding the provisions of N.J.S. 18A:39-1 to the contrary, if the school district is located in a county of the third class or a county of the second class with a population of less than 235,000, according to the 1990 federal decennial census, transportation shall be provided to school pupils residing in this school district in going to and from any remote school other than a public school, not operated for profit in whole or in part, located within the State not more than 30 miles from the residence of the pupil.

Notwithstanding the provisions of N.J.S. 39:3B-1.2 and N.J.S. 39:3B-1.3 or any other law or regulation to the contrary, the amount appropriated hereinabove for School Bus Crossing Arms will be provided to the owners of newly manufactured vehicles equipped with a crossing control arm with a manufacture date of 2004 or later, as noted on the vehicle registration, upon submission to the Department of Education of a complete application for reimbursement within one year of the vehicle purchase date.

30. EDUCATIONAL, CULTURAL AND INTELLECTUAL DEVELOPMENT
35. EDUCATION ADMINISTRATION AND MANAGEMENT

OBJECTIVES

1. To plan, execute, monitor and evaluate the management of the administrative, programmatic and fiscal affairs of the Department consistent with State Board rules and State and federal regulations.
2. To provide assistance to local school districts in the administration of their financial and accounting procedures.
3. To maintain the Department's budgetary, human resource and support services.
4. To compute and distribute State aid; to provide payment of federal aid and to advise districts on borrowing funds.
5. To provide local school district personnel with assistance in their budgeting, accounting, fiscal, and recordkeeping activities; and to collect, edit, review and compile statistical information for the Commissioner's Annual Report.
6. To provide Department level executive and management leadership in implementing laws affecting the educational system of the State.
7. To support the State Board of Education in its function of establishing goals and policies as well as resolving conflicts in the educational system.
8. To improve fiscal and management practices of local school districts and the Department.

PROGRAM CLASSIFICATIONS

42. **School Finance.** Responsible for the calculation and distribution of Education State Aid in accordance with the applicable statutes; provides leadership in the development of uniform school district accounting and administrative practices; provides support for research and consulting services for start-up requirements needed for reorganization under N.J.S.A. 18A:7A-1 et seq., including an analysis of school business practices, dissemination of modern budgeting materials, and further design of reporting requirements.

43. **Compliance and Auditing.** Provides the auditing capability to examine how money is used in local school districts; monitors Department fiscal activities and investigates complaints of irregularities or improprieties in the Department, school districts, and other entities receiving educational funding. Performs background checks of applicants for positions with local school districts.

99. **Administration and Support Services.** Provides Department-wide general administrative support services including printing, mail, personnel, administrative services, payroll, budget and accounting, and information processing.

    Additional responsibilities include providing support for the State Board of Education, monitoring public funds and programs designed to benefit pupils in nonpublic schools, and assisting the Commissioner in developing policy positions on legislative initiatives.

    Commissioner's Office--The Commissioner is appointed by the Governor to serve as the official agent of the State Board of Education and chief executive and administrative officer of the Department (N.J.S.A. 18A:4-22 and N.J.S.A. 18A:4-35) and is responsible for assisting the Board, implementing the Board's policy and laws affecting education, and deciding controversies and disputes presented to the Department.

The School Ethics Commission (N.J.S.A. 18A:12-21 et seq.)--The Commission is responsible for collecting, retaining, and reviewing financial and personal/relative disclosure statements from all local school board members and administrators as set forth by the School Ethics Act, and rendering decisions on alleged violations of that Act.

The State Board of Education (N.J.S.A. 18A:4-3 et seq.)--Consisting of 13 members appointed by the Governor with the consent of the Senate, the Board sets policy for the Department and hears appeals from the Commissioner's decisions on controversies and disputes. Numerous citizens' councils are formally established to provide advice to the Department in specific areas of responsibility.

EVALUATION DATA

	Actual FY 2002	Actual FY 2003	Revised FY 2004	Budget Estimate FY 2005
PROGRAM DATA				
Compliance and Auditing				
Annual Compliance and Fiscal Reviews of School Districts	2	4	4	4
Annual Audits of Applications for State School Aid	48	50	50	50
Annual Monitoring of Private Schools for the Disabled	5	16	30	35
Annual Audits of Title I Funds	25	44	40	40
Annual Grant Audits	6	13	26	26
PERSONNEL DATA				
Affirmative Action Data				
Male Minority	70	70	66	70
Male Minority %	6.9	7.3	7.0	7.4
Female Minority	185	190	192	195
Female Minority %	18.2	19.8	20.4	20.7
Total Minority	255	260	258	265
Total Minority %	25.0	27.0	27.4	28.1
Position Data				
Filled Positions by Funding Source				
State Supported	195	164	166	174
Federal	42	45	42	51
All Other	30	23	29	31
Total Positions	267	232	237	256
Filled Positions by Program Class				
School Finance	53	44	44	42
Compliance and Auditing	27	26	27	33
Administration and Support Services	187	162	166	181
Total Positions	267	232	237	256

Notes:

Actual payroll counts are reported for fiscal years 2002 and 2003 as of December and Revised fiscal year 2004 as of September. The Budget Estimate for fiscal year 2005 reflects the number of positions funded.

APPROPRIATIONS DATA
(thousands of dollars)

Year Ending June 30, 2003								Year Ending June 30, 2005	
Orig. & (S)Supplemental	Reapp. & (R)Recpts.	Transfers & (E)Emergencies	Total Available	Expended		Prog. Class.	2004 Adjusted Approp.	Requested	Recommended
					DIRECT STATE SERVICES				
					Distribution by Fund and Program				
3,150	18	1	3,169	3,145	School Finance	42	3,226	3,152	3,152
2,372	---	---	2,372	2,371	Compliance and Auditing	43	2,290	1,690	1,690
8,848	---	70	8,918	8,892	Administration and Support Services	99	10,672	10,768	10,768
14,370	***18***	***71***	***14,459***	***14,408***	***Total Direct State Services***		***16,188*** [a]	***15,610***	***15,610***

EDUCATION

Year Ending June 30, 2003								Year Ending June 30, 2005	
Orig. & (S)Supplemental	Reapp. & (R)Recpts.	Transfers & (E)Emergencies	Total Available	Expended		Prog. Class.	2004 Adjusted Approp.	Requested	Recommended
					DIRECT STATE SERVICES				
					Distribution by Fund and Object				
					Personal Services:				
11,979	---	70	12,049	12,039	Salaries and Wages		12,437	12,283	12,283
11,979	---	*70*	*12,049*	*12,039*	*Total Personal Services*		*12,437*	*12,283*	*12,283*
304	---	-46	258	258	Materials and Supplies		300	300	300
1,101	---	17	1,118	1,115	Services Other Than Personal		1,092	1,092	1,092
67	---	7	74	59	Maintenance and Fixed Charges		67	67	67
					Special Purpose:				
74	---	---	74	74	Educational Facilities Construction - Finance	42	74	---	---
---	18	---	18	---	CEIFA Implementation	42	---	---	---
595 S	---	---	595	595	Internal Auditing	43	600 S	---	---
50	---	---	50	49	State Board of Education Expenses	99	50	50	50
---	---	---	---	---	Student Registration and Record System	99	1,500	1,500	1,500
68	---	---	68	68	Affirmative Action and Equal Employment Opportunity Program	99	68	68	68
---	---	---	---	---	Efficiency and Effectiveness Study	99	---	250	250
132	---	---	132	132	Educational Facility Construction Financing - Technology Administration	99	--- (b)	---	---
---	---	23	23	19	Additions, Improvements and Equipment		---	---	---
					CAPITAL CONSTRUCTION				
					Distribution by Fund and Program				
---	1,259	-1	1,258	762	Administration and Support Services	99	---	---	---
---	*1,259*	*-1*	*1,258*	*762*	*Total Capital Construction*		---	---	---
					Distribution by Fund and Object				
					Technology Services				
---	1	-1	---	---	Capital Project for Cabling of 225 East State Street	99	---	---	---
					Division of Administration				
---	831	---	831	762	Roof Replacement and HVAC Repairs, Regional Day Schools	99	---	---	---
---	427	---	427	---	Fire Sprinkler Systems, Various Regional Day Schools	99	---	---	---
14,370	*1,277*	*70*	*15,717*	*15,170*	*Grand Total State Appropriation*		*16,188*	*15,610*	*15,610*
					OTHER RELATED APPROPRIATIONS				
					Federal Funds				
599	387	17	1,003	540	Compliance and Auditing	43	636	636	636
5,310	641	-191	5,760	4,103	Administration and Support Services	99	5,410	5,410	5,410
5,909	*1,028*	*-174*	*6,763*	*4,643*	*Total Federal Funds*		*6,046*	*6,046*	*6,046*

Year Ending June 30, 2003								Year Ending June 30, 2005	
Orig. & (S)Supplemental	Reapp. & (R)Recpts.	Transfers & (E)Emergencies	Total Available	Expended		Prog. Class.	2004 Adjusted Approp.	Requested	Recommended
					OTHER RELATED APPROPRIATIONS				
					All Other Funds				
---	---	---	---	---	School Finance	42	224	232	232
---	126 452 R	---	578	570	Compliance and Auditing	43	1,550	1,550	1,550
---	7 18 R	---	25	7	Administration and Support Services	99	---	---	---
---	603	---	603	577	*Total All Other Funds*		1,774	1,782	1,782
20,279	*2,908*	*-104*	*23,083*	*20,390*	*GRAND TOTAL ALL FUNDS*		*24,008*	*23,438*	*23,438*

Notes -- Direct State Services - General Fund

(a) The fiscal year 2004 appropriation has been adjusted for the allocation of salary program in accordance with the provisions of P.L. 2003, c.122 (Fiscal Year 2004 Appropriations Act).

(b) Appropriation of $132,000 distributed to applicable operating accounts.

Language Recommendations -- Direct State Services - General Fund

Receipts derived from fees for school district personnel background checks and unexpended balances as of June 30, 2004 of such receipts are appropriated for the cost of operation.

In addition to the amount appropriated, such sums as may be necessary for the Department of Education to conduct comprehensive compliance investigations are appropriated, subject to the recommendation of the Commissioner of Education and the approval of the Director of the Division of Budget and Accounting.

Additional sums as may be necessary for the Department of Education in preparation for implementation of P.L. 1987, c.399 (C.18A:7A-34 et seq.) are appropriated, subject to the recommendation of the Commissioner of Education and the approval of the Director of the Division of Budget and Accounting and the Joint Budget Oversight Committee or its successor.

Additional sums as may be necessary for the Department of Education for the cost of the internal audit function in a State-operated school district pursuant to section 8 of P.L. 1987, c.399 (C.18A:7A-41) are appropriated, subject to the recommendation of the Commissioner of Education and the approval of the Director of the Division of Budget and Accounting.

DEPARTMENT OF EDUCATION

Language Recommendations -- Direct State Services - General Fund

Language Recommendations -- Grants-In-Aid - General Fund

Language Recommendations -- State Aid - General Fund

Of the amount appropriated hereinabove from the General Fund for the Department of Education, such sums as the Director of the Division of Budget and Accounting shall determine from the schedule included in the Governor's Budget Message dated February 24, 2004, first shall be charged to the State Lottery Fund.

Notwithstanding any other provision of law or this act to the contrary, monies directed to be paid to the Department of Education as a result of settlement of litigation by the Board of Public Utilities or to be paid to the Department of Education in connection with a stipulation of settlement in a merger approved by the Board of Public Utilities are appropriated for the purposes specified in the settlement agreement or stipulation, subject to the approval of the Director of the Division of Budget and Accounting.

Language Recommendations -- State Aid - General Fund

The unexpended balances as of June 30, 2004 in the State Aid accounts, not to exceed $650,000, are appropriated to the State Aid Supplemental Funding account.

Language Recommendations -- State Aid - General Fund

Language Recommendations -- State Aid - Property Tax Relief Fund

In the event that sufficient funds are not appropriated to fully fund any State Aid item, the Commissioner of Education shall apportion such appropriation among the districts in proportion to the State Aid each district would have been apportioned had the full amount of State Aid been appropriated.

Notwithstanding any law to the contrary, should appropriations in the Property Tax Relief Fund exceed available revenues, the Director of the Division of Budget and Accounting is authorized to transfer General Fund revenues into the Property Tax Relief Fund, providing unrestricted balances are available from the General Fund, as determined by the Director of the Division of Budget and Accounting.

Notwithstanding any other law or regulation to the contrary, each district shall receive no less of a total State aid amount payable for the 2004-2005 school year than the sum of the district's total State aid amount payable for the 2003-2004 school year for the following aid categories: Core Curriculum Standards Aid, Supplemental Core Curriculum Standards Aid, Early Childhood Program Aid, Instructional Supplement Aid, Demonstrably Effective Program Aid, Stabilization Aid, Stabilization Aid 2, Stabilization Aid 3, Large Efficient District Aid, Aid for Districts with High Senior Citizen Populations, Regionalization Incentive Aid, Adult and

Postsecondary Education Grants, Bilingual Education Aid, Special Education Aid, County Vocational Program Aid, Transportation Aid, School Choice, Consolidated Aid and Aid for Enrollment Adjustments, taking into consideration the June 2004 payment made in July 2004.

The Director of the Division of Budget and Accounting may transfer from one State Aid appropriations account for the Department of Education in the General Fund to another appropriations account in the same department in the Property Tax Relief Fund such funds as are necessary to effect the intent of the provisions of the appropriations act governing the allocation of State Aid to local school districts and to effect the intent of legislation enacted subsequent to the enactment of the appropriations act, provided that sufficient funds are available in the appropriations for that department.

Notwithstanding the provisions of section 8 of P.L.1996, c.138 (C.18A:7F-8), five percent of the total payments to local districts for Education Opportunity Aid, Core Curriculum Standards Aid, Supplemental Core Curriculum Standards Aid, Special Education, Transportation, Early Childhood programs, Demonstrably Effective programs, Instructional Supplement, Bilingual, County Vocational Educational program, other aid pursuant to P.L.1996, c.138, School Choice, Consolidated Aid and Additional Formula Aid, as provided by the Department of Education to the local school districts for the 2004-2005 school year in the 2004-05 General Fund and Special Revenue Fund State Aid Payments Schedule, shall be paid on the 8th and 22nd of each month from September through June, with the last school aid payment being subject to the approval of the State Treasurer.

From the amounts hereinabove, such sums as are required to satisfy delayed June 2004 school aid payments are appropriated and the State Treasurer is hereby authorized to make such payment in July 2004.

Notwithstanding any other law to the contrary, any school district receiving a final judgment or order against the State to assume the fiscal responsibility for the residential placement of a special education student shall have the amount of the judgment or order deducted from the State aid to be allocated to that district.

Notwithstanding any other law to the contrary, the Commissioner of Education may reduce State aid to a school district in which the "2004-05 Proposed Budget" per pupil "Total Administrative Costs" as shown in the "Advertised Per Pupil Cost Calculations" report of the district's budget for the 2004-2005 school year exceeds the 2002-03 actual average per pupil administrative expenditures plus one standard deviation inflated by 6.09 percent for districts in its region. The State aid reduction shall not exceed the amount of the excess or the amount of State aid awarded to the district for fiscal 2005. The administrative expenses of non-operating districts and county vocational districts shall not be used in the calculation to determine the average education expenditures and such districts shall not be subject to a reduction of State aid. The commissioner may, upon receipt of a revised district budget or Comprehensive Annual Financial Report, recalculate a district's 2004-2005 per pupil "Total Administrative Costs" and assess the district with an additional reduction or relieve the district of a previously imposed administrative spending State aid reduction.

Language Recommendations -- State Aid - Property Tax Relief Fund

The Director of the Division of Budget and Accounting may transfer from one appropriations account for the Department of Education in the Property Tax Relief Fund to another account in the same department and fund such funds as are necessary to effect the intent of the provisions of the appropriations act governing the allocation of State Aid to local school districts, provided that sufficient funds are available in the appropriations for that department.

DEPARTMENT OF ENVIRONMENTAL PROTECTION

OVERVIEW

The mission of the Department of Environmental Protection (DEP) is to protect and improve New Jersey's air, land, water and natural resources, to ensure public health, sustain economic growth, and preserve and enhance the quality of life for all New Jersey citizens and future generations.

The Department strives toward its mission by: employing a decision–making process that is open, comprehensive, timely, predictable and efficient; developing and enforcing reasonable, clear, and scientifically–based standards to protect human health, the environment, and natural resources; protecting the public trust through sound management and restoration of natural resources and by ensuring public access to safe local parks, the waterfront, protected open space, and historic and natural resources; enhancing environmental awareness and private stewardship through education, communication and incentives; ensuring that the environment and natural resources of all communities receive equal protection and benefits under the Department's regulations and programs; protecting biodiversity and the water supply through land acquisition, enforcement and conservation; and promoting sustainable living, including conservation of water, conservation of energy, use of environmentally friendly building materials, promotion of renewable energy, and reduction of waste through recycling and reuse programs. The DEP is organizationally divided into five environmental areas: Natural Resource Management, Science and Technical Programs, Site Remediation and Waste Management, Environmental Regulation, and Compliance and Enforcement. The Management and Administration program provides department–wide administrative support to the programs.

FY 2005 Budget Highlights

The fiscal 2005 budget for the Department of Environmental Protection, excluding Debt Service, totals $363.6 million, an increase of $341,000 or less than a 1% increase over the fiscal 2004 adjusted appropriation of $363.3 million.

Parks and Forestry

This Budget recommends a total of $35.6 million to maintain the thirty–nine parks, eleven forests, three recreation areas and fifty–seven historic sites and districts overseen by the Division of Parks and Forestry. In addition, for fiscal 2005 a total of $4 million in capital funding will address needed improvements and maintenance in the parks and $250,000 will be provided for operating costs and maintenance at the Waterloo Village historic site. The Board of Public Utilities has committed $2 million in fiscal 2005 to the Bureau of Forestry for the Urban Forest Energy Efficiency Initiative which will assist in planting over 100,000 trees across New Jersey.

Shore Protection, Flood Control, and Dam Repair

The Fiscal 2005 Budget provides $25 million for shore protection projects from the Realty Transfer Fee dedication. These funds will leverage up to $55 million in federal funds and $7.5 million in local funds for beach replenishment projects. The projects planned for fiscal 2005 include beach fills at Belmar to Manasquan, Port Monmouth, Lower Cape May Meadows, Absecon Island, Townsend Inlet/Cape May Inlet, Brigantine Island, Asbury Park to Deal, and Ocean City.

To protect lives and property, $7.2 million is recommended for flood control projects. While this funding represents a decrease of $1 million from fiscal 2004, it is sufficient to fully leverage federal funds available for flood projects ($17.6 million). Projects planned include the Ramapo River at Oakland, the Green Brook, the Mill Brook, Molly Ann's Brook, Manish Park, South River, Harrison/Passaic River, and the Mahwah/Suffern River.

Although this Budget does not appropriate any funding for dam repairs, in 2003 voters approved a $200 million bond act that will provide up to $95 million for loans or other forms of assistance to owners of private dams to finance the costs of dam restoration and repair projects. A total of $15 million will be allocated to the Department to finance the restoration of State–owned dams. State flood control projects will receive $25 million, and $15 million will be available for dredging, restoration projects, and cleaning and desnagging projects for privately owned lakes and streams. This bond act also authorizes $50 million for water resource or wastewater treatment projects.

Corporation Business Tax

The 1996 constitutional dedication of 4% of the annual revenue raised from the State's Corporation Business Tax (CBT) continues to provide funds to finance the cleanup of privately owned underground storage tanks, remediation of contaminated sites, watershed monitoring and planning, and the Department's administrative costs. A voter–approved constitutional amendment was enacted in November of 2003 to create a new funding source for brownfields redevelopment projects. The new fund will receive one–half of the dedication for underground storage tanks and these funds will be available for loans and grants for brownfields remediation. The Department will also receive up to $2 million from this fund for the Underground Storage Tank Inspection Program.

According to current CBT revenue projections, the Department will receive $118.8 million from the CBT dedication in fiscal 2005. This is an increase of $2.5 million from fiscal 2004 funding levels. For fiscal 2005, $52.4 million will be dedicated to the clean–up of hazardous waste sites, an increase of $1 million from fiscal 2004. Funding for the remediation of private underground storage tanks, which has been expanded to include loans and grants for site remediation, will total $39.6 million, an increase of $831,000 from fiscal 2004. Funding available for administrative costs associated with the clean–up of hazardous sites will increase by $220,000 in fiscal 2004, from $6.7 million to $6.9 million. Watershed Management program funding will increase from $19.3 million in fiscal 2004 to $19.8 million in fiscal 2005. The Watershed allocation will continue funding of $6 million in fiscal 2005 for stormwater grants, level with fiscal 2004. This program assists localities in complying with new regulations governing stormwater runoff.

Pollution Taxes

In fiscal 2005, it is recommended that legislation be enacted to increase the Spill Compensation and Control tax rate from $0.015 to $0.031 per barrel on the initial transfer of petroleum products and hazardous substances and that the statutory cap on the tax be eliminated. This increase will generate an additional $20 million in Spill Compensation and Control tax revenues in fiscal 2005 which will be used to subsidize administrative costs in the Department's Site Remediation program. In addition, these funds will be used to offset General Fund appropriations of $2.5 million for County Environmental Health Agencies, $2.2 million for Science, Research and Technology program costs, $1.6 million for the Quality Assurance – Lab Certification program and $604,000 for the Office of Permit Information and Assistance.

The Department will receive $2.3 million from a new surcharge on all new tires sold in the state. This appropriation will create the Local Tire Management Program which will enable the Department to assist local municipalities in cleaning up tire piles throughout the state.

Environmental Regulation

To strengthen the Department's enforcement efforts, fees have been raised in several areas. These monies will be used to support additional staff to expand the State's ability to secure reparations from responsible parties and to allow the State to increase prevention efforts in the area of domestic security. Of these fee increases, $835,000 will be used to enhance nuclear facility monitoring, $250,000 will be raised for the Toxic Catastrophe Prevention Program, and $286,000 will support four new staff in Radioactive Materials Regulation. An additional 12 staff will be added to the Tidelands Program to enhance the program's efforts to manage, sell, or lease state riparian lands.

Smart Growth

The Fiscal 2005 Budget continues a $1.5 million appropriation that was first provided as supplemental funding in fiscal 2004 for 30 new permit review staff whose primary goal is to protect New Jersey's water, air and other natural resources from unrestrained, haphazard growth. These staff, most of whom are located in the Department's Land Use Regulation (12), Water Supply (7), and Safe Drinking Water (5) programs, will concentrate on development projects that affect multiple DEP programs, thus ensuring a coordinated review. The Department is also focusing on the cross acceptance aspects of these permits and on expediting projects in areas that have been approved for growth.

Department Accomplishments

With the help of this Administration, the Department recently unveiled several ground–breaking regulatory initiatives placing New Jersey as a national leader on environmental regulation. First, the Department has announced the most comprehensive set of stormwater control regulations in the country, including establishment of 300 foot buffers around more than 6,000 miles of the state's highest quality waterways. This new tool in the fight against sprawl will prevent degradation of drinking water and ensure water recharge into underground aquifers. Second, effective in 2006, the standard for arsenic in drinking water will be reduced to half the level deemed acceptable by the federal government. No other state has adopted a standard this protective of the public's health. Lastly, by 2007, mercury emissions from New Jersey's 10 coal–fired power plants will be reduced by 90%. This initiative will also constrain emissions at iron and steel smelters and waste incinerators throughout New Jersey.

The Department continues to make great strides in strengthening the State's environmental enforcement effort to uncover polluters inflicting damage on our valuable natural resources. With the help of a landmark settlement for chromium contamination totaling $17 million, natural resource damage settlements have now exceeded $24 million. The Department is currently assisting the Attorney General's office in pursuing over 4,000 potential claims for natural resource damages across New Jersey.

The Garden State Preservation Trust approved a new financing structure that allows the State to minimize interest and debt service costs to taxpayers while maximizing the proceeds generated for the open space program. The plan will provide the Garden State Preservation Trust with more than $100 million through the use of current interest and zero coupon bonds to expedite the preservation of New Jersey's critical open space. The Governor's open space policy has set a goal of creating or upgrading 200 local parks and adding at least two state parks in the next three years. In fiscal 2004, seven bills appropriating nearly $175 million for 267 land acquisition and recreation projects in all 21 counties were signed. Nearly $50 million is targeted for open space preservation and park development in densely or highly populated areas.

DEPARTMENT OF ENVIRONMENTAL PROTECTION

SUMMARY OF APPROPRIATIONS BY FUND

(thousands of dollars)

Year Ending June 30, 2003						Year Ending June 30, 2005		
Orig. & (S)Supple–mental	Reapp. & (R)Recpts.	Transfers & (E)Emer–gencies	Total Available	Expended		2004 Adjusted Approp.	Requested	Recom–mended
212,720	33,859	2,567	249,146	234,645	Direct State Services	212,825	212,057	212,057
5,500	1,544	2,046	9,090	8,040	Grants–In–Aid	9,250	6,250	6,250
4,406	15,531	39	19,976	19,974	State Aid	4,258	9,011	9,011
80,745	75,580	–2,626	153,699	91,239	Capital Construction	126,464	128,273	128,273
76,833	—	2	76,835	76,832	Debt Service	68,053	63,240	63,240
380,204	126,514	2,028	508,746	430,730	Total General Fund	420,850	418,831	418,831
10,453	—	—	10,453	10,179	Total Property Tax Relief Fund	10,453	8,000	8,000
390,657	*126,514*	*2,028*	*519,199*	*440,909*	*GRAND TOTAL*	*431,303*	*426,831*	*426,831*

SUMMARY OF APPROPRIATIONS BY PROGRAM
(thousands of dollars)

Year Ending June 30, 2003						Year Ending June 30, 2005	
Orig. & (S)Supple-mental	Reapp. & (R)Recpts.	Transfers & (E)Emer-gencies	Total Available	Expended		2004 Adjusted Approp.	Requested	Recom-mended
					DIRECT STATE SERVICES – GENERAL FUND			
					Natural Resource Management			
7,151	—	286	7,437	7,437	Forest Resource Management	6,691	6,691	6,691
39,159	1	–2	39,158	38,460	Parks Management	35,608	35,606	35,606
12,510	3,604	2	16,116	15,568	Hunters' and Anglers' License Fund	13,142	12,897	12,897
1,667	—	–298	1,369	1,367	Shellfish and Marine Fisheries Management	1,321	1,321	1,321
338	71	–30	379	377	Wildlife Management	348	348	348
2,174	—	1,613	3,787	3,762	Natural Resources Engineering	1,533	1,533	1,533
2,214	—	174	2,388	2,388	Palisades Interstate Park Commission	2,214	2,214	2,214
65,213	*3,676*	*1,745*	*70,634*	*69,359*	*Subtotal*	*60,857*	*60,610*	*60,610*
					Science and Technical Programs			
8,483	1,678	115	10,276	9,880	Water Supply	7,631	7,631	7,631
1,222	—	346	1,568	1,568	Water Monitoring and Standards	—	—	—
8,680	1,001	–580	9,101	9,101	Land Use Regulation	9,400	9,661	9,661
3,046	264	–21	3,289	3,282	Science, Research and Technology	3,019	3,019	3,019
1,324	—	74	1,398	1,398	New Jersey Geological Survey	—	—	—
9,300	5,072	—	14,372	8,131	Environmental Remediation and Monitoring	13,347	13,800	13,800
782	2,504	–1,198	2,088	181	Watershed Management	—	—	—
32,837	*10,519*	*–1,264*	*42,092*	*33,541*	*Subtotal*	*33,397*	*34,111*	*34,111*
					Site Remediation and Waste Management			
9,120	4	–297	8,827	8,808	Solid and Hazardous Waste Management	8,790	8,790	8,790
29,042	14,596	–13	43,625	42,601	Remediation Management and Response	30,453	30,453	30,453
5,020	2,774	—	7,794	5,631	Environmental Remediation and Monitoring	6,740	6,960	6,960
43,182	*17,374*	*–310*	*60,246*	*57,040*	*Subtotal*	*45,983*	*46,203*	*46,203*
					Environmental Regulation			
6,165	1,013	–234	6,944	6,154	Radiation Protection	6,131	6,583	6,583
16,962	776	–300	17,438	16,837	Air Pollution Control	16,605	16,630	16,630
7,573	—	–9	7,564	7,544	Water Pollution Control	7,652	7,609	7,609
2,922	—	–84	2,838	2,817	Public Wastewater Facilities	2,935	2,935	2,935
33,622	*1,789*	*–627*	*34,784*	*33,352*	*Subtotal*	*33,323*	*33,757*	*33,757*
					Environmental Planning and Administration			
2,126	1	23	2,150	2,150	Regulatory and Governmental Affairs	2,172	2,172	2,172
18,172	6	2,582	20,760	20,760	Administration and Support Services	17,839	17,348	17,348
20,298	*7*	*2,605*	*22,910*	*22,910*	*Subtotal*	*20,011*	*19,520*	*19,520*
					Compliance and Enforcement			
3,953	1	218	4,172	4,151	Air Pollution Control	4,542	4,250	4,250
2,096	—	126	2,222	2,222	Pesticide Control	2,251	2,251	2,251
5,677	—	67	5,744	5,742	Water Pollution Control	6,219	5,570	5,570
1,846	493	266	2,605	2,604	Land Use Regulation	2,453	1,925	1,925
3,996	—	–259	3,737	3,724	Solid and Hazardous Waste Management	3,789	3,860	3,860
17,568	*494*	*418*	*18,480*	*18,443*	*Subtotal*	*19,254*	*17,856*	*17,856*

Year Ending June 30, 2003						Year Ending June 30, 2005		
Orig. & (S)Supple–mental	Reapp. & (R)Recpts.	Transfers & (E)Emer–gencies	Total Available	Expended		2004 Adjusted Approp.	Requested	Recom–mended
212,720	*33,859*	*2,567*	*249,146*	*234,645*	*Subtotal Direct State Services – General Fund*	*212,825*	*212,057*	*212,057*
212,720	*33,859*	*2,567*	*249,146*	*234,645*	*TOTAL DIRECT STATE SERVICES*	*212,825*	*212,057*	*212,057*
					GRANTS–IN–AID – GENERAL FUND			
					Natural Resource Management			
500	—	–500	—	—	Forest Resource Management	—	—	—
5,000	—	2,046	7,046	7,046	Parks Management	3,250	250	250
—	1,544	—	1,544	494	Natural Resources Engineering	—	—	—
5,500	*1,544*	*1,546*	*8,590*	*7,540*	*Subtotal*	*3,250*	*250*	*250*
					Science and Technical Programs			
—	—	500	500	500	Water Monitoring and Standards	—	—	—
—	—	—	—	—	Environmental Remediation and Monitoring	6,000	6,000	6,000
—	—	*500*	*500*	*500*	*Subtotal*	*6,000*	*6,000*	*6,000*
5,500	*1,544*	*2,046*	*9,090*	*8,040*	*Subtotal Grants–In–Aid – General Fund*	*9,250*	*6,250*	*6,250*
5,500	*1,544*	*2,046*	*9,090*	*8,040*	*TOTAL GRANTS–IN–AID*	*9,250*	*6,250*	*6,250*
					STATE AID – GENERAL FUND			
					Site Remediation and Waste Management			
—	13,281	—	13,281	13,281	Solid and Hazardous Waste Management	—	2,300	2,300
					Environmental Regulation			
—	2,250	—	2,250	2,250	Public Wastewater Facilities	—	—	—
					Environmental Planning and Administration			
4,406	—	39	4,445	4,443	Administration and Support Services	4,258	4,258	4,258
					Compliance and Enforcement			
—	—	—	—	—	Water Pollution Control	—	2,453	2,453
4,406	*15,531*	*39*	*19,976*	*19,974*	*Subtotal State Aid – General Fund*	*4,258*	*9,011*	*9,011*
					STATE AID – PROPERTY TAX RELIEF FUND			
					Environmental Planning and Administration			
8,000	—	—	8,000	7,726	Administration and Support Services	8,000	8,000	8,000
					Compliance and Enforcement			
2,453	—	—	2,453	2,453	Water Pollution Control	2,453	—	—
10,453	—	—	*10,453*	*10,179*	*Subtotal State Aid – Property Tax Relief Fund*	*10,453*	*8,000*	*8,000*
14,859	*15,531*	*39*	*30,429*	*30,153*	*TOTAL STATE AID*	*14,711*	*17,011*	*17,011*
					CAPITAL CONSTRUCTION			
					Natural Resource Management			
2,500	16,703	—	19,203	10,310	Parks Management	—	4,000	4,000
—	2,457	—	2,457	68	Hunters' and Anglers' License Fund	—	—	—
—	34	—	34	23	Shellfish and Marine Fisheries Management	—	—	—
—	788	–485	303	144	Wildlife Management	—	—	—
28,000	21,809	–2,117	47,692	25,065	Natural Resources Engineering	36,294	32,233	32,233

Year Ending June 30, 2003						Year Ending June 30, 2005		
Orig. & (S)Supple-mental	Reapp. & (R)Recpts.	Transfers & (E)Emer-gencies	Total Available	Expended		2004 Adjusted Approp.	Requested	Recom-mended
—	872	—	872	395	Palisades Interstate Park Commission	—	—	—
30,500	*42,663*	*–2,602*	*70,561*	*36,005*	*Subtotal*	*36,294*	*36,233*	*36,233*
					Science and Technical Programs			
8,650	765	—	9,415	8,720	Water Supply	—	—	—
					Site Remediation and Waste Management			
41,470	31,640	—	73,110	45,916	Environmental Remediation and Monitoring	90,170	92,040	92,040
					Environmental Regulation			
—	3	—	3	—	Air Pollution Control	—	—	—
					Environmental Planning and Administration			
125	509	–24	610	598	Administration and Support Services	—	—	—
80,745	*75,580*	*–2,626*	*153,699*	*91,239*	*Subtotal Capital Construction*	*126,464*	*128,273*	*128,273*
313,824	*126,514*	*2,026*	*442,364*	*364,077*	*TOTAL APPROPRIATION*	*363,250*	*363,591*	*363,591*

40. COMMUNITY DEVELOPMENT AND ENVIRONMENTAL MANAGEMENT

42. NATURAL RESOURCE MANAGEMENT

OBJECTIVES

1. To provide recreational, historic, natural and interpretive facilities.
2. To develop recreational lands and facilities, located in balance with population distribution.
3. To regulate the recreational use of public lands and minimize natural resource damage.
4. To provide safe marina facilities, navigational aids, and other services to the boating public.
5. To provide the financial assistance and engineering technology that minimizes potential loss of life and property damage due to flooding.
6. To manage and protect the state's forest resources. To minimize forest damage from wildfire, insects and disease, and to enhance the public's understanding of sustainable forest resource management.
7. To manage fish and wildlife resources of the State for long–term biological, economic and recreational viability.
8. To provide for the development of shore protection facilities and improvements, and to minimize personal and property damage resulting from tidal waters of the state.
9. To provide a system of highways, parkway roads, and bridges for the Palisades Interstate Park to facilitate travel through and within the park and ensure safe and efficient movement of traffic.

PROGRAM CLASSIFICATIONS

11. **Forest Resource Management.** The State Forestry Service manages and protects the rural and urban forest resources of New Jersey. The Forest Fire Service is mandated to prevent, manage and suppress wildfire on or threatening 3.1 million acres of State and private forest and wildlands of New Jersey. The Forest Service promotes forestry by providing both State and federal programs in urban and community forestry; forest products conservation and recycling; private non–industrial forest lands management; forest insect and disease control; forest conservation and education; reforestation and tree improvement; and State lands management.

12. **Parks Management.** Operates, maintains and provides stewardship for thirty–nine State parks, five marinas, fifty–seven historic sites and districts, facilities and other recreational, natural, and interpretive facilities in a clean, safe and non–discriminatory manner; staffs facilities with maintenance, administrative, ranger and seasonal personnel to provide assistance, information, education, and interpretive and protective services to the public; manages properties to ensure the preservation of natural and historic resources while maintaining high quality recreational opportunities; plans for the development and improvement of new facilities and reviews and approves all new construction; provides literature regarding recreational facilities, natural area and historic preservation. Operates and maintains State marinas in a clean, safe and non–discriminatory manner for all boat owners and visitors. Safe moorings are provided for boaters during heavy storms.

13. **Hunters' and Anglers' License Fund.** Manages the wildlife resources of the state through programs of research, regulation, habitat development, land acquisition, law enforcement and public education. Trout and other species of fish, pheasants and quail are reared at State hatcheries and game farms and released throughout the state; public lands are acquired and maintained for use as wildlife management areas. Regulations regarding hunting and fishing seasons are developed and licenses are sold to provide a source of revenue to manage the state's wildlife resources.

14. **Shellfish and Marine Fisheries Management.** Manages the marine shellfish and finfish resources of the state through research, monitoring, habitat protection, licensing and regulatory programs. Clam and oyster grounds are leased to commercial shellfishermen for aquaculture activities. Programs (relay and depuration) also provide for the safe utilization of shellfish from marginally polluted areas. Marine fisheries programs support the effective management of the numerous migratory species on a coastwide basis. An artificial reef program constructs fisheries habitat in ocean areas to enhance productivity, thus providing additional fishing and diving opportunities.

20. **Wildlife Management.** Conducts wildlife research to protect and manage the state's non–game, endangered and problem species. Additional responsibilities include permit review for wildlife possession, bird banding, scientific collection and public information.

21. **Natural Resources Engineering.** Develops, maintains, dredges and marks navigation channels on 200 miles of tidal inland waterways and large State–controlled lakes for the safety and protection of the boating public and industries. Provides financial assistance to local governments with the construction of groins, jetties, bulkheads, sea walls, and beach replenishment under the shore protection program, carries out various dam safety inspections, and administers flood control and harbor cleanup programs.

24. **Palisades Interstate Park Commission.** Operates and maintains existing parks and historic sites in a clean, safe, and non–discriminatory manner for all visitors; plans for the improvement and development of new facilities; maintains highways, bridges, landscaped areas, signs, and traffic lines to ensure the safety of the motoring public. Enforces traffic laws on the Palisades Parkway and all other roads within the Commission's boundaries; polices Commission lands to ensure that park facilities are utilized in accordance with laws, statutes, and Commission regulations; maintains a police court with the powers and jurisdiction of a municipal court with respect to crimes, disorderly conduct, and violations of the motor vehicle and traffic or other laws of the State or of any of the rules and regulations of the Commission.

EVALUATION DATA

	Actual FY 2002	Actual FY 2003	Revised FY 2004	Budget Estimate FY 2005
PROGRAM DATA				
Forest Resource Management				
Fires (annual)	1,929	1,180	1,800	1,800
Acres lost (annual)	4,476	3,893	10,500	10,500
Acres of Prescribed Burning	12,125	5,667	15,000	20,000
Parks Management				
State parks and forests				
Total visitors	15,000,000	14,800,000	15,000,000	15,000,000
Total revenue	4,721,000	4,216,000	5,300,000	5,300,000
Historic sites				
Visitors	410,000	390,000	380,000	390,000
Revenue	23,000	36,952	— (a)	40,000
Hunters' and Anglers' License Fund				
Trout propagated and distributed	770,000	770,000	770,000	770,000
Pheasants reared at game farms	55,000	55,000	55,000	55,000
Other fish propagated and distributed	1,000,000	1,250,000	1,900,000	1,900,000
PERSONNEL DATA				
Position Data				
Filled Positions by Funding Source				
State Supported	1,047	988	997	1,059
Federal	6	6	4	6
All Other	17	17	18	19
Total Positions	1,070	1,011	1,019	1,084
Filled Positions by Program				
Forest Resource Management	112	107	110	113
Parks Management	633	594	585	604
Hunters' and Anglers' License Fund	201	197	203	221
Shellfish and Marine Fisheries Management	37	35	41	47
Wildlife Management	25	21	19	18
Natural Resources Engineering	62	57	61	81
Total Positions	1,070	1,011	1,019	1,084

Notes:

Actual payroll counts are reported for fiscal years 2002 and 2003 as of December, and revised fiscal year 2004 as of September. The Budget Estimate for fiscal year 2005 reflects the number of positions funded.

(a) The two revenue generating historic sites, Batsto Mansion and Barnegat Lighthouse, were closed for repairs during fiscal 2004.

APPROPRIATIONS DATA
(thousands of dollars)

Year Ending June 30, 2003								Year Ending June 30, 2005	
Orig. & (S)Supplemental	Reapp. & (R)Recpts.	Transfers & (E)Emergencies	Total Available	Expended		Prog. Class.	2004 Adjusted Approp.	Requested	Recommended
					DIRECT STATE SERVICES				
					Distribution by Fund and Program				
7,151	—	286	7,437	7,437	Forest Resource Management	11	6,691	6,691	6,691
39,159	1	–2	39,158	38,460	Parks Management	12	35,608	35,606	35,606
12,510	3,604	2	16,116	15,568	Hunters' and Anglers' License Fund	13	13,142	12,897	12,897
1,667	—	–298	1,369	1,367	Shellfish and Marine Fisheries Management	14	1,321	1,321	1,321
338	71	–30	379	377	Wildlife Management	20	348	348	348
2,174	—	1,613	3,787	3,762	Natural Resources Engineering	21	1,533	1,533	1,533
2,214	—	174	2,388	2,388	Palisades Interstate Park Commission	24	2,214	2,214	2,214
65,213	***3,676***	***1,745***	***70,634***	***69,359***	***Total Direct State Services***		***60,857*** [a]	***60,610***	***60,610***
					Distribution by Fund and Object				
					Personal Services:				
45,392 207 S	1,713 707 R	1,419	49,438	46,338	Salaries and Wages		40,157 245 S	41,422	41,422
—	—	—	—	2,193	Employee Benefits		1,958	2,487	2,487
45,599	*2,420*	*1,419*	*49,438*	*48,531*	*Total Personal Services*		*42,360*	*43,909*	*43,909*
4,005	642	–398	4,249	4,248	Materials and Supplies		3,617	3,344	3,344
2,445	295	77	2,817	2,762	Services Other Than Personal		2,132	2,167	2,167
3,405	77	–208	3,274	3,271	Maintenance and Fixed Charges		3,579	2,823	2,823
					Special Purpose:				
1,759	—	10	1,769	1,769	Fire Fighting Costs	11	1,759	1,759	1,759
85	—	—	85	85	Cape May Point State Park – Staffing	12	85	85	85
4,768	—	—	4,768	4,495	Green Acres / Open Space Administration	12	4,683	4,683	4,683
11	—	—	11	11	Liberty State Park Commission	12	11	11	11
231	—	–32	199	198	Expenses of the Delaware and Raritan Canal Commission	12	—	—	—
150	—	13	163	163	Natural Lands Trust	12	109	109	109
3	—	—	3	2	Natural Areas Council	12	3	3	3
79	1	–30	50	50	Wildlife Monitoring – West Nile Virus	20	79	79	79
259	8 62 R	—	329	327	Endangered Species Tax Check–Off Donations	20	269	269	269
—	—	352	352	346	Bayshore Flood Control	21	—	—	—
1,316	—	137	1,453	1,453	Dam Safety	21	1,263	1,263	1,263
540 558 S	171	405	1,674	1,648	Additions, Improvements and Equipment		908	106	106
					GRANTS–IN–AID				
					Distribution by Fund and Program				
500	—	–500	—	—	Forest Resource Management	11	—	—	—
5,000	—	2,046	7,046	7,046	Parks Management	12	3,250	250	250
—	1,544	—	1,544	494	Natural Resources Engineering	21	—	—	—
5,500	***1,544***	***1,546***	***8,590***	***7,540***	***Total Grants–in–Aid***		***3,250***	***250***	***250***

Year Ending June 30, 2003							Year Ending June 30, 2005	
Orig. & (S)Supplemental	Reapp. & (R)Recpts.	Transfers & (E)Emergencies	Total Available	Expended		Prog. Class.	2004 Adjusted Approp.	Requested	Recommended
					GRANTS-IN-AID				
					Distribution by Fund and Object				
					Grants:				
500	—	–500	—	—	Statewide Community Forestry Program	11	—	—	—
5,000	—	2,046	7,046	7,046	Statewide Livable Communities	12	3,250	—	—
—	—	—	—	—	Waterloo Village	12	—	250	250
—	1,132	—	1,132	494	High Hazard Dams Grant/Loan	21	—	—	—
—	396 16 R	—	412	—	Significant Hazard Dams Grants/Loans	21	—	—	—
					CAPITAL CONSTRUCTION				
					Distribution by Fund and Program				
2,500	16,703	—	19,203	10,310	Parks Management	12	—	4,000	4,000
—	2,457	—	2,457	68	Hunters' and Anglers' License Fund	13	—	—	—
—	34	—	34	23	Shellfish and Marine Fisheries Management	14	—	—	—
—	788	–485	303	144	Wildlife Management	20	—	—	—
28,000	21,809	–2,117	47,692	25,065	Natural Resources Engineering	21	36,294	32,233	32,233
—	872	—	872	395	Palisades Interstate Park Commission	24	—	—	—
30,500	*42,663*	*–2,602*	*70,561*	*36,005*	*Total Capital Construction*		*36,294*	*36,233*	*36,233*
					Distribution by Fund and Object				
					Bureau of Parks				
—	—	—	—	—	Parks Improvements	12	—	4,000	4,000
2,200	6,028	—	8,228	4,502	Historic Preservation/ Renovation – Buildings, Structures and Monuments	12	—	—	—
—	668	—	668	488	Sanitary Facilities	12	—	—	—
—	82	—	82	61	Picnic Area Rehabilitation – Various State Parks & Forests	12	—	—	—
—	462	—	462	416	Barnegat Lighthouse Exterior Coating	12	—	—	—
—	519	—	519	259	Liberty State Park – Liberty Walkway	12	—	—	—
—	37	—	37	2	Delaware River Recreational Path, Frenchtown to Milford	12	—	—	—
—	27	—	27	—	Shore Stabilization – Cape May Point	12	—	—	—
—	43	—	43	—	Belleplain State Park – Water Supply Improvement	12	—	—	—
—	73	—	73	—	ADA Development – Statewide	12	—	—	—
—	922	—	922	669	Buildings – Rehabilitation and Renovation	12	—	—	—
—	497	—	497	—	Site Areas/Facilities – Development, Rehabilitation and Repair	12	—	—	—
200	27	—	227	108	Administrative/Maintenance Facilities–Renovation, Rehabilitation & Maintenance	12	—	—	—
—	79	—	79	52	Asbestos Removal	12	—	—	—
100	345	—	445	219	Overnight Facilities – Development, Rehabilitation, Improvement and Repair	12	—	—	—
—	147	—	147	137	Recreational Areas – Development, Rehabilitation, Improvement and Repair	12	—	—	—

Year Ending June 30, 2003								Year Ending June 30, 2005	
Orig. & (S)Supplemental	Reapp. & (R)Recpts.	Transfers & (E)Emergencies	Total Available	Expended		Prog. Class.	2004 Adjusted Approp.	Requested	Recommended
					CAPITAL CONSTRUCTION				
—	31	—	31	23	Day Use Areas – Development, Rehabilitation, Improvement and Repair	12	—	—	—
—	4	—	4	2	Demolition of Unused Structures	12	—	—	—
—	2,494	—	2,494	487	Dam Repairs and Inspections	12	—	—	—
—	906	—	906	513	Health, Safety and Environmental Compliance	12	—	—	—
—	300	—	300	228	Road, Bridge and Parking Area Repairs	12	—	—	—
—	20	—	20	—	Open Space – Local Match	12	—	—	—
—	25	—	25	—	Waterloo Village Urgent Needs	12	—	—	—
—	803	—	803	157	Liberty State Park	12	—	—	—
—	68	—	68	—	Liberty State Park, Boring and Testing	12	—	—	—
—	1,862	—	1,862	1,862	Maintenance and Restoration	12	—	—	—
—	68	—	68	39	Underground Storage Tanks	12	—	—	—
—	166	—	166	86	Liberty State Park, Caven Point Pier Renovations	12	—	—	—
					Palisades Interstate Park Commission				
—	151	—	151	17	Sanitary Facilities – Various Locations	24	—	—	—
—	19	—	19	17	Parkway Improvements	24	—	—	—
—	347	—	347	222	Bridge and Pedestrian Overpass Repairs	24	—	—	—
—	355	—	355	139	Building Life/Safety and Code Compliance – Repairs	24	—	—	—
					Division of Fish and Wildlife				
—	2,412	—	2,412	68	Dam Repair, Maintenance and Renovation	13	—	—	—
—	21	—	21	—	Pequest Hatchery Water Treatment	13	—	—	—
—	24	—	24	—	Roof Replacement – Fish Hatchery	13	—	—	—
—	18	—	18	6	Wildlife Management Roof Replacement	20	—	—	—
—	107	—	107	9	Storage Buildings – Wildlife Management – Regional	20	—	—	—
—	663	-485	178	129	Demolition of Unused Structures	20	—	—	—
					Shellfish and Marine Fisheries Management				
—	34	—	34	23	Marine Fisheries Field Office Improvements	14	—	—	—
					Natural Resources Engineering				
25,000	18,395	–2,117	41,278	25,065	Shore Protection Fund Projects	21	25,000	25,000	25,000
—	—	—	—	—	HR–6 Flood Control	21	8,294	7,233	7,233
—	414	—	414	—	High Hazard Dams	21	—	—	—
—	3,000	—	3,000	—	Dam, Lake and Stream Project Fund	21	—	—	—
3,000	—	—	3,000	—	Dam Repairs	21	3,000	—	—
101,213	***47,883***	***689***	***149,785***	***112,904***	***Grand Total State Appropriation***		***100,401***	***97,093***	***97,093***
					OTHER RELATED APPROPRIATIONS				
					Federal Funds				
1,471 808 S	1,386	—	3,665	1,750	Forest Resource Management	11	3,634	4,529	4,529
32,032	1,112	—	33,144	1,653	Parks Management	12	36,237	38,517	38,517
9,710 782 S	3,888	—	14,380	7,107	Hunters' and Anglers' License Fund	13	11,494	12,452	12,452

Year Ending June 30, 2003								Year Ending June 30, 2005	
Orig. & (S)Supplemental	Reapp. & (R)Recpts.	Transfers & (E)Emergencies	Total Available	Expended		Prog. Class.	2004 Adjusted Approp.	Requested	Recommended
					OTHER RELATED APPROPRIATIONS				
3,189 43 S	254	—	3,486	2,001	Shellfish and Marine Fisheries Management	14	2,955	3,985	3,985
—	—	—	—	—	Wildlife Management	20	1,331	1,330	1,330
290	145	—	435	218	Natural Resources Engineering	21	290	290	290
48,325	*6,785*	—	*55,110*	*12,729*	*Total Federal Funds*		*55,941*	*61,103*	*61,103*
					All Other Funds				
—	4,447 339 R	—	4,786	345	Forest Resource Management	11	250	2,236	2,236
—	2,435 2,302 R	65	4,802	3,031	Parks Management	12	3,543	3,609	3,609
—	10,646 356 R	170	11,172	1,742	Hunters' and Anglers' License Fund	13	228	242	242
—	1,060 569 R	197	1,826	661	Shellfish and Marine Fisheries Management	14	425	326	326
—	853 455 R	16	1,324	878	Wildlife Management	20	502	496	496
—	733 14 R	—	747	14	Natural Resources Engineering	21	2,500	6,250	6,250
—	1,850 3,853 R	—	5,703	3,416	Palisades Interstate Park Commission	24	3,795	3,795	3,795
—	*29,912*	*448*	*30,360*	*10,087*	*Total All Other Funds*		*11,243*	*16,954*	*16,954*
149,538	*84,580*	*1,137*	*235,255*	*135,720*	*GRAND TOTAL ALL FUNDS*		*167,585*	*175,150*	*175,150*

Notes — Direct State Services – General Fund

(a) The fiscal year 2004 appropriation has been adjusted for the allocation of salary program, which includes $97,000 in appropriated receipts, in accordance with the provision of P.L.2003, c.122 (Fiscal Year 2004 Appropriations Act).

Language Recommendations — Direct State Services – General Fund

In addition to the amount hereinabove for Forest Resource Management, an amount not to exceed $500,000 shall be made available from the Water Resources Monitoring and Planning– Constitutional Dedication special purpose account, to support nonpoint source pollution and watershed management programs in the Bureau of Forestry.

Notwithstanding any other law to the contrary, the amount hereinabove for the Green Acres/Open Space Administration account is transferred from the Garden State Preservation Trust to the General Fund, together with an amount not to exceed $198,000, and is appropriated to the Department of Environmental Protection for Green Acres/Open Space Administration subject to the approval of the Director of the Division of Budget and Accounting.

Receipts from police court, stands, concessions and self–sustaining activities operated or supervised by the Palisades Interstate Park Commission, and the unexpended balance as of June 30, 2004 of such receipts, are appropriated.

The amount hereinabove for the Hunters' and Anglers' License Fund is payable out of that Fund and any amount remaining therein and the unexpended balance as of June 30, 2004 in the Hunters' and Anglers' License Fund, together with any receipts in excess of the amount anticipated, are appropriated. If receipts to that fund are less than anticipated, the appropriation shall be reduced proportionately.

Pursuant to section 2 of P.L.1993, c.303 (C.23:3–1f) there are appropriated such sums as may be necessary to offset revenue losses associated with the issuance of free hunting and fishing licenses to active members of the New Jersey State National Guard and disabled veterans. The amount to be appropriated shall be certified by the Division of Fish and Wildlife and is subject to the approval of the Director of the Division of Budget and Accounting.

The amount hereinabove for the Endangered Species Tax Check–Off Donations account is payable out of receipts, and the unexpended balances in the Endangered Species Tax Check–Off Donations account as of June 30, 2004, together with receipts in excess of the amount anticipated, are appropriated. If receipts are less than anticipated, the appropriation shall be reduced proportionately.

An amount not to exceed $2,339,000 is allocated from the capital construction appropriation for Shore Protection Fund Projects for costs attributable to planning, operation, and administration of the shore protection program, subject to the approval of the Director of the Division of Budget and Accounting.

An amount not to exceed $399,000 is allocated from the capital appropriation for HR–6 Flood Control for costs attributable to the operation and administration of the State Flood Control Program, subject to the approval of the Director of the Division of Budget and Accounting.

An amount not to exceed $392,000 is allocated from the capital construction appropriation for Shore Protection Fund Projects for the operation and maintenance of the Bayshore Flood Control facility.

Receipts in excess of the amount anticipated from fees and permit receipts from the use of State park and marina facilities, and the unexpended balance as of June 30, 2004 of such receipts, are appropriated for Parks Management, subject to the approval of the Director of the Division of Budget and Accounting.

Language Recommendations — Grants–In–Aid – General Fund

Loan repayments received from dam rehabilitation projects pursuant to P.L.1999, c.347 are appropriated, subject to the approval of the Director of the Division of Budget and Accounting.

Language Recommendations — Capital Construction

Notwithstanding the provisions of P.L.1954, c.48 (C.52:34–6 et seq.), of the amounts appropriated for improvements in State parks, the Department of Environmental Protection may enter into a contract with the Waterloo Foundation for the Arts for improvements to existing State–owned structures or for the construction of new facilities at Waterloo Village.

The amount hereinabove for Shore Protection Fund Projects is payable from the receipts of the portion of the realty transfer tax directed to be credited to the Shore Protection Fund pursuant to section 1 of P.L.1992, c.148 (C.13:19–16.1).

An amount not to exceed $900,000 is allocated from the capital construction appropriation for Shore Protection Fund Projects for repairs to the Bayshore Flood Control facility.

40. COMMUNITY DEVELOPMENT AND ENVIRONMENTAL MANAGEMENT
43. SCIENCE AND TECHNICAL PROGRAMS

OBJECTIVES

1. To assure a safe and dependable supply of water.
2. To undertake technical activities, applied scientific research, policy analysis, and technology evaluation associated with human and ecological exposure to toxic substances, as well as other critical environmental issues identified by DEP. To serve as DEP's primary unit for environmental assessment, risk analysis, and evaluation of innovative technologies and cutting–edge environmental management strategies. These activities are designed to meet the department's information and problem–solving needs, and to identify current scientific needs which warrant the department's attention, as well as to proactively identify scientific issues and environmental problems before they become crises.
3. To map, research, and interpret scientific information on the state's geology and groundwater resources. This information supports the department's and other government agencies' regulatory and planning activities and provides the business community and the public with the geologic and hydrologic information needed to address environmental concerns and make economic decisions.
4. To develop and coordinate implementation of watershed management programs, ground water protection programs, and water supply management, development, conservation and protection plans.
5. To develop and coordinate the implementation of the Coastal Zone Management and the National Estuary programs, including the Delaware, NY/NJ Harbor and Barnegat Bay Estuaries.
6. To develop and coordinate water quality management planning functions, including water quality standards, wastewater management, point and nonpoint source pollution control and the restoration of aquatic habitats.

PROGRAM CLASSIFICATIONS

05. **Water Supply.** Administers New Jersey Private Well Testing Act and the federal and State Safe Drinking Water programs, the Well Permit program, and the Water Allocation program to ensure a safe and reliable water supply. Also administers the Drought Management Program. As part of the Safe Drinking Water program, administers the Drinking Water State Revolving Fund (DWSRF) which includes a financing program for water supply projects, along with set asides for capacity development, training for licensed operators, and source water assessment and delineation activities.

07. **Water Monitoring and Standards.** Conducts ambient statewide freshwater quality monitoring (surface water, ground water and sediment), ambient marine surface water quality monitoring, biological monitoring, and targeted assessments in support of Total Maximum Daily Load (TMDL) and New Jersey Pollutant Discharge Elimination System (NJPDES) permit issuance. Develops Water Quality Monitoring and Assessment Report (previously 305(b) and 303(d) reports). Develops surface water and ground water standards. Coordinates the development and integration of biological criteria into State water quality standards. Manages the Lakes Grant Assistance program. Classifies shellfish growing area waters for shellfish harvesting, and conducts bacteriological and chemical analysis of shellfish for public health protection. Develops, operates, and maintains water quality database systems for both government and public access.

15. **Land Use Regulation.** Protects and manages the State's land and water resources through the implementation of the Coastal Area Facility Review Act (CAFRA), the Waterfront Development Law, the Coastal Wetlands Act of 1970, the Flood Hazard Area Control Act, the Freshwater Wetlands Protection Act and the federal consistency provisions of the Federal Coastal Zone Management Act. In addition to the resource protection mandates of these statutes, provisions of these programs have been established to protect lives and property from storm and flood damages throughout the state.

18. **Science, Research and Technology.** Environmental Assessment and Risk Analysis: Provides a fundamental scientific foundation for a wide range of departmental policies, actions and standard setting activities. Develops scientific information and innovative management strategies by performing environmental assessments and risk analyses, scientific investigations and technical assessments of toxic and carcinogenic contaminants, human health and ecological risk assessments, water quality assessments, applied research and technical evaluations, comprehensive review and assessment of the current state of scientific knowledge on specific issues,

scientific connections for dealing with cross–media contaminants, new economically–based environmental management approaches, innovative technologies for remediation of hazardous waste sites, and effective risk communication techniques. Identifies emerging environmental strategies and issues and develops them for departmental implementation. Provides technical expertise toward the development of human health criteria for toxic contaminant standards in potable water, ground water, surface water and soil. The Office of Innovative Technology and Market Development (OITMD) fosters the growth and acceptance of innovative environmental and energy technology products and services in New Jersey by implementing the New Jersey Energy and Environmental Technology Verification Act in conjunction with the New Jersey Corporation for Advanced Technology and the Interstate Technology and Reciprocity Cooperation initiative. OITMD serves as DEP's lead program for the implementation of the New Jersey Greenhouse Gas/Climate Change Action Plan, as primary liaison with New Jersey Board of Public Utilities regarding environmental implications of BPU's renewable energy and energy conservation programs in fulfillment of DEP's role as environmental consultants to the BPU, as established in the Electric Discount and Energy Competition Act, and provides expertise to DEP in areas of environmental economics and sustainability.

22. **New Jersey Geological Survey.** Maps the geology and topography of the state, assesses offshore mineral resources and dredging, maintains a cooperative water monitoring program with the United States Geological Service (USGS) and reviews plans for underground storage of gas, oil and chemical disposal wells. The program also evaluates the supply potential and water quality of the state's aquifers, maintains a statewide geohydrologic database, maps aquifer recharge and wellhead protection areas, investigates groundwater pollution problems, and supports other State and municipal programs through geophysical studies, groundwater investigations, and the use of Geographic Information Systems (GIS) technology.

29. **Environmental Remediation and Monitoring.** Since 1996, 4% of the revenue annually derived from the tax imposed by the Corporation Business Tax Act (P.L.1945, c.162) has been dedicated to the department. A portion of this dedication has been used for the following purposes: watershed–based water resource planning and management, financing the cost of water quality point and nonpoint source pollution monitoring, nonpoint source pollution prevention projects, TMDL development and implementation, as well as lake restoration and grants. Conducts planning on watershed management, water quality, water supply, coastal zone management, nonpoint source control, stormwater management and other planning requirements associated with the federal Clean Water Act and New Jersey Water Quality Planning Act. Also administers the National Estuary Program and federal Section 604(b) water quality management planning and Section 319(h) nonpoint source grant programs.

80. **Drinking Water State Revolving Fund.** Set asides provided by the Drinking Water State Revolving Fund, including program administration, small system technical assistance, capacity development, operator certification, and source water protection activities. See related program classification 05 for further details.

90. **Watershed Management.** Conducts planning on watershed management, water quality, water supply, coastal zone management, stormwater management and planning requirements associated with the federal Clean Water Act. Conducts environmental impact statement reviews, acts as liaison with the State Planning Commission, and implements the State Development and Redevelopment Plan within the department.

EVALUATION DATA

	Actual FY 2002	Actual FY 2003	Revised FY 2004	Budget Estimate FY 2005
PROGRAM DATA				
Water Monitoring and Planning				
Ambient Marine Water:				
Water Samples Analyzed	20,000	20,000	19,000	18,000
Percent of shellfish bed acres open	78%	78%	78%	78%
Percent of shellfish bed acres seasonal	4%	3%	4%	4%
Percent of shellfish bed acres condemned	11%	11%	10%	10%
Percent of shellfish bed acres specially restricted	7%	8%	8%	8%
Land Use Regulation				
Tidelands:				
Tidelands appraisals	210	240	260	280
Tidelands inspections (inquiries–search)	300	320	280	280
PERSONNEL DATA				
Position Data				
Filled Positions by Funding Source				
State Supported	420	390	410	474
Federal	55	51	55	55
Other	17	16	17	17
Total Positions	492	457	482	546

	Actual FY 2002	Actual FY 2003	Revised FY 2004	Budget Estimate FY 2005
Filled Positions by Program				
Water Supply	136	125	138	162
Water Monitoring and Standards	46	40	48	49
Land Use Regulation	140	137	137	162
Science, Research and Technology	33	30	34	34
New Jersey Geological Survey	23	25	22	24
Environmental Remediation and Monitoring	40	38	61	67
Drinking Water State Revolving Fund	12	11	12	12
Watershed Management	62	51	30	36
Total Positions	492	457	482	546

Notes:

Actual payroll counts are reported in fiscal years 2002 and 2003 as of December, and revised fiscal year 2004 as of September. The Budget Estimate for fiscal year 2005 reflects the number of positions funded.

APPROPRIATIONS DATA
(thousands of dollars)

Year Ending June 30, 2003								Year Ending June 30, 2005	
Orig. & (S)Supplemental	Reapp. & (R)Recpts.	Transfers & (E)Emergencies	Total Available	Expended		Prog. Class.	2004 Adjusted Approp.	Requested	Recommended
					DIRECT STATE SERVICES				
					Distribution by Fund and Program				
8,483	1,678	115	10,276	9,880	Water Supply	05	7,631	7,631	7,631
1,222	—	346	1,568	1,568	Water Monitoring and Standards	07	—	—	—
8,680	1,001	–580	9,101	9,101	Land Use Regulation	15	9,400	9,661	9,661
3,046	264	–21	3,289	3,282	Science, Research and Technology	18	3,019	3,019	3,019
1,324	—	74	1,398	1,398	New Jersey Geological Survey	22	—	—	—
9,300	5,072	—	14,372	8,131	Environmental Remediation and Monitoring	29	13,347	13,800	13,800
782	2,504	–1,198	2,088	181	Watershed Management	90	—	—	—
32,837	*10,519*	*–1,264*	*42,092*	*33,541*	*Total Direct State Services*		*33,397* [a]	*34,111*	*34,111*
					Distribution by Fund and Object				
					Personal Services:				
10,435	—	–863	9,572	9,572	Salaries and Wages		6,452 1,233 S	7,697	7,697
10,435	—	*–863*	*9,572*	*9,572*	*Total Personal Services*		*7,685*	*7,697*	*7,697*
182	—	–32	150	150	Materials and Supplies		68	22	22
2,913	—	–217	2,696	2,695	Services Other Than Personal		1,305 267 S	1,597	1,597
145	—	–33	112	112	Maintenance and Fixed Charges		85	52	52
					Special Purpose:				
1,231	—	—	1,231	1,138	Administrative Costs Water Supply Bond Act of 1981 – Management	05	1,317	1,317	1,317
1,370	26 R	—	1,396	1,396	Administrative Costs Water Supply Bond Act of 1981 – Watershed and Aquifer	05	1,480	1,480	1,480
904	14 R	—	918	918	Administrative Costs Water Supply Bond Act of 1981 – Planning and Standards	05	982	982	982
—	—	600	600	297	Private Well Testing – Safe Drinking Water Fund	05	—	—	—
43	—	–43	—	—	Water/Wastewater Operators Licenses	05	43	43	43
58	—	—	58	58	Office of the Rivermaster	05	58	58	58

ENVIRONMENTAL PROTECTION

Year Ending June 30, 2003						Prog. Class.	2004 Adjusted Approp.	Year Ending June 30, 2005	
Orig. & (S)Supplemental	Reapp. & (R)Recpts.	Transfers & (E)Emergencies	Total Available	Expended				Requested	Recommended
					DIRECT STATE SERVICES				
2,168	464 1,174 R	–6	3,800	3,800	Safe Drinking Water Fund	05	2,339	2,339	2,339
12	—	–7	5	5	Tidelands Resource Council	15	12	12	12
2,047	1,001 R	–198	2,850	2,850	Tidelands Peak Demands	15	2,176	2,676	2,676
591	—	129	720	720	Office of Permit Information and Assistance	15	792	604	604
650	—	–34	616	616	Environmental Indicators and Monitoring	18	604	604	604
538	264 R	—	802	802	Greenhouse Gas Action Plan	18	577	577	577
250	—	—	250	250	Hazardous Waste Research	18	250	250	250
9,300	2,572	2,500	14,372	8,131	Water Resources Monitoring and Planning – Constitutional Dedication	29	13,347	13,800	13,800
—	2,500	–2,500	—	—	Action Now Projects – Constitutional Dedication	29	—	—	—
—	4	—	4	4	Water Resources Monitoring and Planning	90	—	—	—
—	2,500	–600	1,900	—	Action Now Projects – Safe Drinking Water Fund	90	—	—	—
—	—	40	40	27	Additions, Improvements and Equipment		10	1	1
					GRANTS–IN–AID				
					Distribution by Fund and Program				
—	—	500	500	500	Water Monitoring and Standards	07	—	—	—
—	—	—	—	—	Environmental Remediation and Monitoring	29	6,000	6,000	6,000
—	—	***500***	***500***	***500***	***Total Grants–in–Aid***		***6,000***	***6,000***	***6,000***
					Distribution by Fund and Object				
					Grants:				
—	—	500	500	500	Lake Hopatcong Commission	07	—	—	—
—	—	—	—	—	Stormwater Management Grants	29	6,000	6,000	6,000
					CAPITAL CONSTRUCTION				
					Distribution by Fund and Program				
8,650	765	—	9,415	8,720	Water Supply	05	—	—	—
8,650	***765***	—	***9,415***	***8,720***	***Total Capital Construction***		—	—	—
					Distribution by Fund and Object				
					Water Supply Management				
8,650	765	—	9,415	8,720	Flood Control HR6 Projects	05	—	—	—
41,487	***11,284***	***–764***	***52,007***	***42,761***	***Grand Total State Appropriation***		***39,397***	***40,111***	***40,111***
					OTHER RELATED APPROPRIATIONS				
					Federal Funds				
23,700 431 S	115	—	24,246	2,356	Water Supply	05	23,700	23,700	23,700
3,500	171	—	3,671	2,413	Water Monitoring and Standards	07	3,500	4,250	4,250
5,710	571	—	6,281	1,815	Land Use Regulation	15	6,850	5,850	5,850
800	52	—	852	464	Science, Research and Technology	18	1,100	750	750
325	110	—	435	307	New Jersey Geological Survey	22	325	350	350
10,610	202	—	10,812	4,118	Watershed Management	90	9,510	7,715	7,715
45,076	***1,221***	—	***46,297***	***11,473***	***Total Federal Funds***		***44,985***	***42,615***	***42,615***

Year Ending June 30, 2003								Year Ending June 30, 2005	
Orig. & (S)Supple-mental	Reapp. & (R)Recpts.	Transfers & (E)Emer-gencies	Total Available	Expended		Prog. Class.	2004 Adjusted Approp.	Requested	Recom-mended
					OTHER RELATED APPROPRIATIONS				
					All Other Funds				
—	256 169 R	—	425	78	Water Supply	05	1,787	2,546	2,546
—	33	—	33	5	Water Monitoring and Standards	07	—	—	—
—	242 33 R	—	275	—	Land Use Regulation	15	1,126	1,547	1,547
—	1,547 39 R	—	1,586	—	Science, Research and Technology	18	239	239	239
—	21	—	21	—	New Jersey Geological Survey	22	—	—	—
—	49 3,631 R	—	3,680	3,679	Drinking Water State Revolving Fund (b)	80	5,786	3,178	3,178
—	943	—	943	121	Watershed Management	90	—	—	—
—	*6,963*	—	*6,963*	*3,883*	*Total All Other Funds*		*8,938*	*7,510*	*7,510*
86,563	*19,468*	*–764*	*105,267*	*58,117*	*GRAND TOTAL ALL FUNDS*		*93,320*	*90,236*	*90,236*

Notes — Direct State Services – General Fund

(a) The fiscal year 2004 appropriation has been adjusted for the allocation of salary program, which includes $842,000 in appropriated receipts, in accordance with the provisions of P.L. 2003, c.122 (Fiscal Year 2004 Appropriations Act).

(b) Program expenditures for the Drinking Water State Revolving Fund are reflected off budget.

Language Recommendations — Direct State Services – General Fund

The amounts hereinabove for the Administrative Costs Water Supply Bond Act of 1981 – Water Supply Management; Watershed and Aquifer; and Planning and Standards accounts are appropriated from the "Water Supply Bond Act of 1981," P.L.1981, c.261, together with an amount, not to exceed $403,000, for costs attributable to administration of water supply programs, subject to the approval of the Director of the Division of Budget and Accounting.

There is appropriated from the Safe Drinking Water Fund an amount not to exceed $800,000 to administer the Private Well Testing Program.

The amounts hereinabove for the Safe Drinking Water Fund account are payable out of receipts, and receipts in excess of the amount anticipated, not to exceed $1,298,000, are appropriated, subject to the approval of the Director of the Division of Budget and Accounting. If receipts are less than anticipated, the appropriation shall be reduced proportionately.

Notwithstanding the provisions of P.L.1991, c.235 (C.13:1D–35 et seq.) or any other law to the contrary, the amount appropriated hereinabove for Greenhouse Gas Action Plan is chargeable to receipts anticipated from the Pollution Prevention Fund, together with an amount not to exceed $239,000 for costs attributable to administration of the Greenhouse Gas Action Plan, subject to the Director of the Division of Budget and Accounting.

The amount hereinabove for the Environmental Remediation and Monitoring program classification shall be provided from revenue received from the Corporation Business Tax, pursuant to the "Corporation Business Tax Act (1945)," P.L.1945, c.162 (C.54:10A–1 et seq.), as dedicated by Article VIII, Section II, paragraph 6 of the State Constitution. The unexpended balance as of June 30, 2004 in the Water Resources Monitoring and Planning–Constitutional Dedication account is appropriated to be used in a manner consistent with the requirements of the constitutional dedication.

Notwithstanding any law to the contrary, funds shall be made available from the Water Resources Monitoring and Planning–Constitutional Dedication special purpose account to support nonpoint source pollution and watershed management programs, consistent with the constitutional dedication, within the Department of Environmental Protection in the amounts of $1,536,000 for Water Monitoring and Standards, $1,392,000 for New Jersey Geological Survey, $157,000 for Watershed Management, $500,000 for Forestry Management, and $900,000 for Water Quality – Stormwater Management, and $540,000 transferred to support the Conservation Cost Share program in the Department of Agriculture on or before September 1, 2004.

Notwithstanding the provisions of the "Spill Compensation and Control Act," P.L.1976, c.141 (C.58:10–23.11 et seq.) and the "Safe Drinking Water Act," P.L.1977, c.224 (C.58:12A–1 et seq.), the Commissioner of the Department of Environmental Protection may utilize from the funds appropriated from those sources hereinabove such sums as the Commissioner may determine as necessary to broaden the department's research efforts to address emerging environmental issues.

In addition to the federal funds amount hereinabove for the Water Supply program classification, such additional sums that may be received from the federal government for the Drinking Water State Revolving Fund program are appropriated.

Receipts in excess of those anticipated for Water Allocation Fees are appropriated to the Department of Environmental Protection for expansion of the Water Supply program, subject to the approval of the Director of the Division of Budget and Accounting.

Notwithstanding the provisions of the "Spill Compensation and Control Act," P.L. 1976, c.141 (C.58:10–23.11 et seq.) or any law to the contrary, the amounts appropriated hereinabove for the Office of Permit Information and Assistance account and the Science, Research and Technology program classification, excluding the Greenhouse Gas Action Plan account, are chargeable to receipts anticipated from the New Jersey Spill Compensation Fund, subject to the approval of the Director of the Division of Budget and Accounting.

Language Recommendations — Grants–In–Aid – General Fund

Notwithstanding any law to the contrary, the amount appropriated hereinabove for Stormwater Management Grants shall be payable from revenues received from the Corporation Business Tax, pursuant to the "Corporation Business Tax Act (1945)," P.L.1945, c.162 (C.54:10A–1 et seq.), as dedicated by Article VIII, Section II, paragraph 6 of the State Constitution. The unexpended balance as of June 30, 2004 in the Stormwater Management Grants account is appropriated.

Of the amount hereinabove for the Stormwater Management Grants program, such sums as are necessary or required may be transferred to the Water Resources Monitoring and Planning – Constitutional Dedication special purpose account, subject to the approval of the Director of the Division of Budget and Accounting.

40. COMMUNITY DEVELOPMENT AND ENVIRONMENTAL MANAGEMENT

44. SITE REMEDIATION AND WASTE MANAGEMENT

OBJECTIVES

1. To remediate sites contaminated by hazardous substances and pollutants to protect human health and the environment, and to restore contaminated areas of the state for beneficial use.
2. To identify the universe of potential remediation sites, including currently known and suspected discharge sites, regulated underground storage tank sites, industrial establishments as defined by Industrial Site Recovery Act (ISRA), non–operating landfills, and Resource Conservation and Recovery Act (RCRA) facilities, and rank such sites for cleanup and closure in accordance with applicable regulations.
3. To rank sites, in order of their imminent risk to human health and the environment, and in those cases when the responsible party is either unknown or unable to perform the cleanup, utilize public funds to remediate the worst sites first.
4. To coordinate responses and take immediate action when major discharges of hazardous substances and pollutants endanger human health and the environment, especially water supplies.
5. To respond to emergency discharges of hazardous substances and pollutants throughout the state and enable the public to report environmental emergencies to the Department's communication center via toll–free access.
6. To maximize the use of private–party funds and require responsible parties to either conduct remedial work with Department oversight or to pay the Department for performing remedial work using public funds.
7. To develop and implement clear, consistent and predictable regulations on site remediation for use by the regulated community and the Department, and ensure that technically, geologically and scientifically justified cleanup objectives are met.
8. To implement a statewide solid waste planning process that emphasizes source reduction, recycling, and market development activities. To conduct comprehensive reviews of permit applications for solid waste, hazardous waste, recycling and composting facilities and landfill closures.
9. To compensate persons affected by hazardous substance discharges through the Spill Compensation Fund environmental claims program, the Sanitary Landfill Contingency Fund claims program, and loans and grants, administered in conjunction with the Economic Development Authority, from the Hazardous Discharge Site Remediation Fund and Underground Storage Tank Fund.

PROGRAM CLASSIFICATIONS

19. **Publicly–Funded Site Remediation.** Conducts a program to remediate sites contaminated by hazardous substances where a responsible party cannot be identified or is unable or unwilling to voluntarily participate. These activities are supported by federal (Superfund) funds.
23. **Solid and Hazardous Waste Management.** Provides leadership, planning, education, and financial and technical assistance to the state's citizens and businesses to help them manage their waste responsibly. Regulates the generation, storage, collection, transportation, processing, treatment, and disposal of solid and hazardous wastes. Regulations and standards are implemented and monitored through on–site construction inspections, design reviews, data collection, and permit issuance. Administers the federal Resource Conservation and Recovery Act of 1976 (RCRA). Develops and implements programs to attain statewide recycling goals, and to reduce the quantities of waste generated. Monitors the solid waste collection industry to promote effective competition and to prohibit anti–competitive practices. Regulates and oversees mergers, acquisitions, and long–term financing arrangements of the solid waste utility industry. The Office of Dredging and Sediment Technology is responsible for evaluating and permitting all coastal dredging projects and is committed to the beneficial reuse of dredged material.
27. **Remediation Management and Response.** Conducts a statewide program to oversee the remediation of sites by private parties under the State's voluntary cleanup program and risk–based cleanup program and to remediate those sites for which a responsible party cannot be identified or is either unable or unwilling to voluntarily participate. Provides oversight to ensure that appropriate standards and technical requirements are met. The State Spill Compensation and Control Act, ISRA, Underground Storage of Hazardous Substances Act and the Water Pollution Control Act authorize the Department to oversee these projects. The program also provides management assistance and coordination of remedial activities at National Priority List Hazardous Site–Cleanups where the projects are led by the federal Environmental

Protection Agency, Department of Defense, or Department of Energy.

29. **Environmental Remediation and Monitoring.** Since 1996, 4% of the revenue annually derived from the tax imposed by the Corporation Business Tax Act (P.L.1945, c.162) has been dedicated to the Department. A portion of this dedication has been used to provide loans or grants to upgrade, replace or close underground storage tanks, including the costs of remediation, and to finance the cost of remediating hazardous substance discharges. Beginning in fiscal 2005, the dedication is expanded to include the provision of loans and grants for site remediation redevelopment, pursuant to a November 2003 amendment to the State Constitution.

EVALUATION DATA

	Actual FY 2002	Actual FY 2003	Revised FY 2004	Budget Estimate FY 2005
PROGRAM DATA				
Remediation Management and Response				
ISRA:				
Negative declarations	250	609	500	500
Remedial action workplan approvals	13	11	15	15
Remediations monitored	1,600	1,601	1,600	1,600
Remediations completed	230	609	500	500
Discharge Response Element:				
Emergency responses	1,168	964	1,000	1,000
Remediations monitored	5,924	3,311	3,000	3,000
Remediations completed	1,600	2,211	2,000	2,000
Responsible Party Cleanup Element:				
Remedial action workplan approvals	89	61	75	75
Solid and Hazardous Waste Management				
Annual tonnage of solid waste:				
Generated statewide	17,700,000	17,800,000	18,800,000	19,000,000
Generated per capita (lbs./person/day)	11.50	11.60	12.20	12.30
Recycled statewide	9,600,000	9,700,000	10,200,000	10,500,000
Recycled per capita (lbs./person/day)	6.30	6.30	6.60	6.80
% reduction in solid waste stream due to recycling	54.2%	54.5%	54.2%	55.3%
Annual tonnage of hazardous waste generated statewide	118,823	92,600	89,000	91,000
Disposed	48,119	54,014	71,000	63,000
Incinerated	70,704	38,586	18,000	28,000
PERSONNEL DATA				
Position Data				
Filled Positions by Funding Source				
State Supported	604	582	587	601
Federal	44	42	40	33
Total Positions	648	624	627	634
Filled Positions by Program				
Solid and Hazardous Waste Management	142	133	130	129
Remediation Management and Response	415	405	407	398
Environmental Remediation and Monitoring	91	86	90	107
Total Positions	648	624	627	634

Notes:

Actual payroll counts are reported for fiscal years 2002 and 2003 as of December, and revised fiscal year 2004 as of September. The Budget Estimate for fiscal year 2005 reflects the number of positions funded.

APPROPRIATIONS DATA
(thousands of dollars)

Year Ending June 30, 2003							Year Ending June 30, 2005	
Orig. & (S)Supplemental	Reapp. & (R)Recpts.	Transfers & (E)Emergencies	Total Available	Expended		Prog. Class.	2004 Adjusted Approp.	Requested	Recommended
					DIRECT STATE SERVICES				
					Distribution by Fund and Program				
9,120	4	–297	8,827	8,808	Solid and Hazardous Waste Management	23	8,790	8,790	8,790
29,042	14,596	–13	43,625	42,601	Remediation Management and Response	27	30,453	30,453	30,453
5,020	2,774	—	7,794	5,631	Environmental Remediation and Monitoring	29	6,740	6,960	6,960
43,182	*17,374*	*–310*	*60,246*	*57,040*	*Total Direct State Services*		*45,983* [a]	*46,203*	*46,203*
					Distribution by Fund and Object				
					Personal Services:				
13,977	4,591 R	–2,500	16,068	16,067	Salaries and Wages		14,942	13,885	13,885
13,977	*4,591*	*–2,500*	*16,068*	*16,067*	*Total Personal Services*		*14,942*	*13,885*	*13,885*
345	—	–81	264	262	Materials and Supplies		251	302	302
3,609	—	–337	3,272	3,250	Services Other Than Personal		3,526	3,861	3,861
474	—	–159	315	307	Maintenance and Fixed Charges		353	516	516
					Special Purpose:				
358	—	21	379	379	Office of Dredging and Sediment Technology	23	338	338	338
983	4 R	—	987	987	Recycling of Solid Waste	23	1,046	1,046	1,046
—	—	2,781	2,781	2,587	Remediation Management and Response	27	—	—	—
16,692	9,413 R	–13	26,092	26,092	Hazardous Discharge Site Cleanup Fund– Responsible Party	27	17,637	17,637	17,637
760	271 R	—	1,031	1,030	Underground Storage Tanks	27	832	832	832
5,020	2,774	—	7,794	5,631	Cleanup Projects Administrative Costs– Constitutional Dedication	29	6,740	6,960	6,960
964	321	–22	1,263	448	Additions, Improvements and Equipment		318	826	826
					STATE AID				
					Distribution by Fund and Program				
—	13,281	—	13,281	13,281	Solid and Hazardous Waste Management	23	—	2,300	2,300
—	*13,281*	—	*13,281*	*13,281*	*Total State Aid*		—	*2,300*	*2,300*
					Distribution by Fund and Object				
					State Aid:				
—	9,681	—	9,681	9,681	Pollution Control Financing Authority of Salem County	23	—	—	—
—	3,600	—	3,600	3,600	Camey's Point Regional Wastewater Management Project	23	—	—	—
—	—	—	—	—	Local Tire Management Program	23	—	2,300	2,300
					CAPITAL CONSTRUCTION				
					Distribution by Fund and Program				
41,470	31,640	—	73,110	45,916	Environmental Remediation and Monitoring	29	90,170	92,040	92,040

Year Ending June 30, 2003								Year Ending June 30, 2005	
Orig. & (S)Supplemental	Reapp. & (R)Recpts.	Transfers & (E)Emergencies	Total Available	Expended		Prog. Class.	2004 Adjusted Approp.	Requested	Recommended
					CAPITAL CONSTRUCTION				
41,470	*31,640*	—	*73,110*	*45,916*	*Total Capital Construction*		*90,170*	*92,040*	*92,040*
					Distribution by Fund and Object				
					Site Remediation				
22,870	31,640	—	54,510	27,316	Hazardous Substance Discharge Remediation – Constitutional Dedication	29	51,400	52,440	52,440
18,600	—	—	18,600	18,600	Private Underground Tank Remediation – Constitutional Dedication	29	38,770	19,800	19,800
—	—	—	—	—	Hazardous Substance Discharge Remediation Loans and Grants – Constitutional Dedication	29	—	19,800	19,800
84,652	*62,295*	*–310*	*146,637*	*116,237*	*Grand Total State Appropriation*		*136,153*	*140,543*	*140,543*
					OTHER RELATED APPROPRIATIONS				
					Federal Funds				
—	—	—	—	—	Publicly–Funded Site Remediation	19	30,500 (b)	30,500	30,500
2,495 50 S	157	—	2,702	2,175	Solid and Hazardous Waste Management	23	2,395	2,395	2,395
37,305 100 S	4,941	—	42,346	16,887	Remediation Management and Response	27	12,305	10,055	10,055
39,950	*5,098*	—	*45,048*	*19,062*	*Total Federal Funds*		*45,200*	*42,950*	*42,950*
					All Other Funds				
—	226	—	226	168	Solid and Hazardous Waste Management	23	380	640	640
—	13 1 R	—	14	—	Remediation Management and Response	27	14,326	16,381	16,381
—	*240*	—	*240*	*168*	*Total All Other Funds*		*14,706*	*17,021*	*17,021*
124,602	*67,633*	*–310*	*191,925*	*135,467*	*GRAND TOTAL ALL FUNDS*		*196,059*	*200,514*	*200,514*

Notes — Direct State Services – General Fund

(a) The fiscal year 2004 appropriation has been adjusted for the allocation of salary program, which includes $321,000 in appropriated receipts, in accordance with the provisions of P.L.2003, c.122 (Fiscal Year 2004 Appropriations Act).

(b) The fiscal year 2004 federal Superfund Grants program was appropriated in program class 27, but for consistency is displayed here in program class 19.

Language Recommendations — Direct State Services – General Fund

The amount hereinabove for the Office of Dredging and Sediment Technology is appropriated from the "1996 Dredging and Containment Facility Fund," created pursuant to section 18 of P.L.1996, c.70, the "Port of New Jersey Revitalization, Dredging, Environmental Cleanup, Lake Restoration, and Delaware Bay Area Economic Bond Act of 1996," together with an amount not to exceed $225,000 for the administration of the Dredging and Sediment Technology program, subject to the approval of the Director of the Division of Budget and Accounting.

Notwithstanding section 5 of P.L.1981, c.278 (C.13:1E–96), the amount hereinabove for the Recycling of Solid Waste account is appropriated from the State Recycling Fund, together with an amount not to exceed $415,000, for the administration of the Recycling of Solid Waste program, subject to the approval of the Director of the Division of Budget and Accounting. If receipts are less than anticipated, the appropriation shall be reduced proportionately.

There are appropriated from the Sanitary Landfill Facility Contingency Fund such sums as may be required to carry out the provisions of the "Sanitary Landfill Facility Closure and Contingency Fund Act," P.L.1981, c.306 (C.13:1E–100 et seq.).

In addition to site specific charges, the amounts hereinabove for the Remediation Management and Response program class, excluding the Hazardous Discharge Site Cleanup Fund – Responsible Party and the Underground Storage Tanks accounts, are appropriated from the New Jersey Spill Compensation Fund, in accordance with the provisions of P.L.1976, c.141 (C.58:10–23.11 et seq.), together with an amount not to exceed $5,885,000, for administrative costs associated with the cleanup of hazardous waste sites, subject to the approval of the Director of the Division of Budget and Accounting.

The amount hereinabove for the Hazardous Discharge Site Cleanup Fund – Responsible Party account is appropriated from responsible party cost recoveries deposited in the Hazardous Discharge Site Cleanup Fund, together with an amount not to exceed $10,496,000, for administrative costs associated with the cleanup of hazardous waste sites, subject to the approval of the Director of the Division of Budget and Accounting.

In addition to the federal funds amount for the Publicly–Funded Site Remediation program classification, such additional sums that may be received from the federal government for the Superfund Grants program are hereby appropriated.

The amount hereinabove for the Environmental Remediation and Monitoring program classification shall be provided from revenue received from the Corporation Business Tax, pursuant to the "Corporation Business Tax Act (1945)," P.L.1945, c.162 (C.54:10A–1 et seq.), as dedicated by Article VIII, Section II, paragraph 6 of the State Constitution. The unexpended balance as of June 30, 2004 in the Cleanup Projects Administrative Costs – Constitutional Dedication account is appropriated, subject to the approval of the Director of the Division of Budget and Accounting.

There is appropriated from the Clean Communities Program Fund such sums as may be available to meet the following requirements: 1) 25% of the estimated annual balance up to $4,000,000, as determined by the Director of the Division of Budget and Accounting, to the State Recycling Fund established pursuant to section 5 of P.L.1981, c.278 (C.13:1E–96); 2) $300,000 of the estimated annual balance to the Department of Environmental Protection for an organization under contract with the department which meets the requirements pursuant to subsection d. of section 6 of P.L. 2002, c.128 (C.13:1E–218); and 3) the balance, as determined by the Director of the Division of Budget and Accounting, of the Clean Communities Program Fund established pursuant to section 5 of P.L. 2002, c.128 (C.13:1E–217) for the purposes set forth in subsections a., b., c. and d. of that section.

Receipts derived from the sale of salvaged materials are appropriated to offset costs incurred in the cleanup and removal of hazardous substances.

Receipts deposited to the Resource Recovery Investment Tax Fund and the Solid Waste Services Tax Fund are appropriated.

There are appropriated from the New Jersey Spill Compensation Fund such sums as may be required for cleanup operations, adjusters and paying approved claims for damages in accordance with the provisions of P.L.1976, c.141 (C.58:10–23.11 et seq.), subject to the approval of the Director of the Division of Budget and Accounting.

Receipts in excess of the amount anticipated from Solid Waste Utility Regulation, are appropriated to the Solid and Hazardous Waste account for costs incurred to develop an Economic Competition Model, and to oversee the State's recycling efforts and other solid waste program activities.

Language Recommendations — State Aid – General Fund

The amount hereinabove for the Local Tire Management Program is payable from receipts derived from a surcharge on the sale of new tires subject to the enactment of enabling legislation.

Language Recommendations — Capital Construction

The amounts hereinabove for Hazardous Substance Discharge Remediation – Constitutional Dedication, Private Underground Storage Tank Remediation – Constitutional Dedication, and Hazardous Substance Discharge Remediation Loans and Grants – Constitutional Dedication shall be provided from revenue received from the Corporation Business Tax, pursuant to the "Corporation Business Tax Act (1945)," P.L. 1945, c.162 (C.54:10A–1 et seq.), as dedicated by Article VIII, Section II, paragraph 6 of the State Constitution.

Of the amount hereinabove appropriated for Hazardous Substance Discharge Remediation – Constitutional Dedication, such sums as necessary, as determined by the Director of the Division of Budget and Accounting, shall be made available for site remediation costs associated with State–owned properties and State–owned underground storage tanks.

All natural resource damages recovered by the State shall be deposited in the Hazardous Discharge Site Cleanup Fund established pursuant to section 1 of P.L.1985, c.247 (C.58:10–23.34), and are appropriated for the direct and indirect costs of restoration and associated consulting and legal services.

Funds made available for the remediation of the discharges of hazardous substances pursuant to the amendments effective December 4, 2003, to Article VIII, Section II, paragraph 6 of the State Constitution and appropriated hereinabove, shall be allocated to the Economic Development Authority's Hazardous Discharge Site Remediation Fund and the Department of Treasury's Brownfield Site Reimbursement Fund, subject to the approval of the Director of the Division of Budget and Accounting.

40. COMMUNITY DEVELOPMENT AND ENVIRONMENTAL MANAGEMENT
45. ENVIRONMENTAL REGULATION

OBJECTIVES

1. To monitor and report on the biological, chemical and physical quality of surface waters, ground waters and sediments in the state so as to evaluate the effectiveness of existing regulatory programs in protecting and improving New Jersey's water quality. To monitor New Jersey Pollutant Discharge Elimination System (NJPDES) permit compliance.
2. To carry out the purposes and requirements of enabling legislation and regulations.
3. To conduct reviews of permit applications and to promote meaningful public input.
4. To assist permittees in complying with applicable permit requirements and inform them of compliance issues.
5. To improve the efficiency of the permit review process while maintaining or improving protection of the environment, to eliminate procedures and requirements that do not lead to greater environmental protection, and to consolidate the reviews of multiple permits for individual facilities or projects.

6. To improve and protect water quality with available Environmental Infrastructure Trust funds.
7. To establish and maintain policies and procedures for the generation, compilation, review and use of data of documented quality, as required by the United States Environmental Protection Agency (USEPA).
8. To certify the analytical capabilities of laboratories performing analyses in response to the State's environmental programs.
9. To provide a comprehensive program to prevent releases of petroleum products and hazardous substances by providing information regarding these releases in the community and the workplace.

PROGRAM CLASSIFICATIONS

01. **Radiation Protection.** Licenses, registers and inspects owners of machine sources, naturally occurring or accelerator–produced radioactive materials, and non–ionizing sources of radiation. Inspects mammography facilities under contract with the Food and Drug Administration. Licenses x–ray technologists, nuclear medicine technologists, and radon testers and mitigators. Determines exposure pathways and environmental or health impact of sources of radiation and provides direction on remediation. Provides emergency planning and response and monitoring around nuclear power plant sites. Tracks shipments of large quantities of radioactive materials through New Jersey. Establishes and maintains policies and procedures for the generation, compilation, review and the use of data of documented quality, as required by the USEPA. Reviews data submitted to the Department to verify its quality and determine its usability. Certifies the analytical capabilities of laboratories performing analyses in response to the State's environmental programs.

02. **Air Pollution Control.** Protects and enhances the air environment. Provides overall air quality management to attain the health based ambient air quality standards and visibility goals. Coordinates air quality planning to ensure compliance with State and federal requirements. Conducts ambient air monitoring, emission inventory development, and air pollution control rule development. Participates in the air pollution control aspects of the motor vehicle inspection and maintenance programs. Reviews construction plans for new and modified stationary sources of potential air pollution and issues permits for construction and operation; validates tax exemption claims for air pollution control equipment; oversees the conduct of periodic stack tests to determine air contaminant emission rates; oversees continuous emission monitoring of stacks; reviews and conducts air quality modeling studies of major new sources of air contamination; reviews and restricts the health risk of toxic air contaminant emissions from stationary sources; and reviews and issues facility–wide operating permits for major existing sources of air pollution. Provides program coordination in compliance with State and federal mandates to attain air quality standards. Conducts air monitoring, planning and analysis, as well as motor vehicle pollution control projects and the development of regulations.

Release Prevention. Implements and ensures compliance with New Jersey's Community Right To Know and Superfund Amendments and Reauthorization Act (SARA) Title III programs which gather information on the use, storage and release of toxic chemicals in the state and make information available to the public. Implements and ensures compliance with the Toxic Catastrophe Prevention Act to identify companies which handle extraordinarily hazardous substances and ensure that procedures are in place to prevent devastating accidental chemical releases. The Discharge Prevention Containment and Countermeasures (Oil Spill Prevention) program reduces the possibility of hazardous spills through plan submittals and compliance/investigative procedures. The Pollution Prevention program analyzes pollution prevention plans submitted by operators of priority industrial facilities. These plans document how operators plan to reduce the release of hazardous substances into the environment.

08. **Water Pollution Control.** Administers the NJPDES program to protect New Jersey's surface and ground water by assuring proper treatment and disposal of wastewater (and its residuals) and stormwater from various types of facilities and activities, including the generation, monitoring, and beneficial management of sludge and sludge derived products. To accomplish this, the program issues permits which impose requirements to limit and/or prevent the discharge of pollutants into waters of the state. The regulated facilities vary widely in size from small uses such as campgrounds, schools, and shopping centers to larger industrial mad municipal wastewater discharges. Implements Treatment Works Approval program to regulate the construction of wastewater collection, conveyance, and treatment facilities.

09. **Public Wastewater Facilities.** Administers the New Jersey Environmental Infrastructure Financing program along with the New Jersey Environmental Infrastructure Trust, an independent State financing authority. The program provides loans to local government units for the construction of Environmental Infrastructure facilities through the Clean Water State Revolving Fund, with funds made available under the federal Clean Water Act and various State bond acts. The projects eligible for financial assistance include water and wastewater treatment plant upgrades or improvements, facilities for the beneficial reuse and treatment of sewage sludge, collection and conveyance facilities, on–site system rehabilitation, infiltration/inflow correction, combined sewer overflow and interconnection/cross–connection abatement, and nonpoint source projects (such as land acquisition, brownfield remediation, well sealing, and landfills).

16. **Water Monitoring and Planning.** Federal funds for regulating the discharge of contaminants/toxics from wastewater treatment facilities and the management of residuals, the management of sludge (residuals), and the issuance of stormwater permits.

70. **Clean Waters.** Administrative costs provided by the Clean Water State Revolving Fund, which provides loans to local government units for the construction of environmental infrastructure treatment facilities. See related program classification 09 for further details.

EVALUATION DATA

	Actual FY 2002	Actual FY 2003	Revised FY 2004	Budget Es timate FY 2005
PROGRAM DATA				
Radiation Protection				
X-ray machines inspected	7,541	6,236	5,429	5,500
X-ray machine violations (% of inspected)	26%	30%	30%	28%
Homes tested for radon	31,000	40,000	40,000	41,000
Homes mitigated for radon	2,500	3,000	3,000	3,300
Lung cancers avoided	125	137	137	137
Release Prevention				
Toxic Catastrophe Prevention				
Inspections	184	120	130	150
Accident investigations	1	2	2	2
Right To Know				
Information requests	1,246	1,600	1,500	1,600
Audits for facilities	938	1,000	1,000	1,000
Notice of violations	194	200	80	200
PERSONNEL DATA				
Position Data				
Filled Positions by Funding Source				
State Supported	526	473	487	538
All Other	45	41	37	33
Total Positions	571	514	524	571
Filled Positions by Program				
Radiation Protection	91	83	89	95
Air Pollution Control	186	171	165	180
Release Prevention	72	49	63	73
Water Pollution Control	141	134	129	146
Public Wastewater Facilities	61	54	55	57
Clean Waters	20	23	23	20
Total Positions	571	514	524	571

Notes:

Actual payroll counts are reported for fiscal years 2002 and 2003 as of December, and revised fiscal year 2004 as of September. The Budget Estimate for fiscal year 2005 reflects the number of positions funded.

APPROPRIATIONS DATA
(thousands of dollars)

Year Ending June 30, 2003								Year Ending June 30, 2005	
Orig. & (S)Supple-mental	Reapp. & (R)Recpts.	Transfers & (E)Emer-gencies	Total Available	Expended		Prog. Class.	2004 Adjusted Approp.	Requested	Recom-mended
					DIRECT STATE SERVICES				
					Distribution by Fund and Program				
6,165	1,013	-234	6,944	6,154	Radiation Protection	01	6,131	6,583	6,583
16,962	776	-300	17,438	16,837	Air Pollution Control	02	16,605	16,630	16,630
7,573	—	-9	7,564	7,544	Water Pollution Control	08	7,652	7,609	7,609
2,922	—	-84	2,838	2,817	Public Wastewater Facilities	09	2,935	2,935	2,935
33,622	*1,789*	*-627*	*34,784*	*33,352*	*Total Direct State Services*		*33,323* [a]	*33,757*	*33,757*
					Distribution by Fund and Object				
					Personal Services:				
18,937	—	-371	18,566	18,494	Salaries and Wages		18,601	19,425	19,425
18,937	—	*-371*	*18,566*	*18,494*	*Total Personal Services*		*18,601*	*19,425*	*19,425*
240	—	-30	210	209	Materials and Supplies		245	198	198
4,447	—	-333	4,114	3,746	Services Other Than Personal		3,841	3,460	3,460

Year Ending June 30, 2003								Year Ending June 30, 2005	
Orig. & (S)Supplemental	Reapp. & (R)Recpts.	Transfers & (E)Emergencies	Total Available	Expended		Prog. Class.	2004 Adjusted Approp.	Requested	Recommended
					DIRECT STATE SERVICES				
233	—	–18	215	215	Maintenance and Fixed Charges		238	232	232
					Special Purpose:				
1,256 888 S	1,007	—	3,151	2,390	Nuclear Emergency Response	01	1,382 838 S	2,217	2,217
1,527	—	–31	1,496	1,496	Quality Assurance – Lab Certification Programs	01	1,671	1,571	1,571
1,731	544 R	—	2,275	2,275	Pollution Prevention	02	1,803	1,803	1,803
912	—	–126	786	786	Toxic Catastrophe Prevention	02	834	1,084	1,084
1,012	75 R	—	1,087	1,087	Worker and Community Right to Know Act	02	1,087	1,087	1,087
2,439	146 R	–15	2,570	2,569	Oil Spill Prevention	02	2,607	2,607	2,607
—	17	297	314	85	Additions, Improvements and Equipment		176	73	73
					STATE AID				
					Distribution by Fund and Program				
—	2,250	—	2,250	2,250	Public Wastewater Facilities	09	—	—	—
—	***2,250***	—	***2,250***	***2,250***	*Total State Aid*		—	—	—
					Distribution by Fund and Object				
					State Aid:				
—	2,250	—	2,250	2,250	Quinton Township – Wastewater Project	09	—	—	—
					CAPITAL CONSTRUCTION				
					Distribution by Fund and Program				
—	3	—	3	—	Air Pollution Control	02	—	—	—
—	***3***	—	***3***	—	*Total Capital Construction*		—	—	—
					Distribution by Fund and Object				
					Policy and Planning				
—	3	—	3	—	Air Pollution Monitoring Equipment	02	—	—	—
33,622	***4,042***	***–627***	***37,037***	***35,602***	*Grand Total State Appropriation*		***33,323***	***33,757***	***33,757***
					OTHER RELATED APPROPRIATIONS				
					Federal Funds				
500	27	—	527	340	Radiation Protection	01	500	500	500
6,217 100 S	756	—	7,073	4,638	Air Pollution Control	02	6,217	6,017	6,017
57,600	—	—	57,600	—	Public Wastewater Facilities (b)	09	57,600	57,600	57,600
710	251	—	961	622	Water Monitoring and Planning	16	705	710	710
65,127	***1,034***	—	***66,161***	***5,600***	*Total Federal Funds*		***65,022***	***64,827***	***64,827***
					All Other Funds				
—	626 315 R	–10	931	537	Radiation Protection	01	337	1,265	1,265
—	385	370	755	356	Air Pollution Control	02	2,257	2,306	2,306
—	26	—	26	—	Public Wastewater Facilities	09	—	—	—
—	4 2,281 R	—	2,285	2,285	Clean Waters	70	2,400	2,400	2,400
—	***3,617***	***360***	***3,997***	***3,178***	*Total All Other Funds*		***4,994***	***5,971***	***5,971***
98,749	***8,713***	***–267***	***107,195***	***44,380***	*GRAND TOTAL ALL FUNDS*		***103,339***	***104,555***	***104,555***

Notes — Direct State Services – General Fund

(a) The fiscal year 2004 appropriation has been adjusted for the allocation of salary program, which includes $206,000 in appropriated receipts, in accordance with the provisions of P.L. 2003, c.122 (Fiscal Year 2004 Appropriations Act).

(b) Program expenditures for the Clean Water State Revolving Fund are reflected off budget in the Wastewater Treatment Fund.

Language Recommendations — Direct State Services – General Fund

The amount hereinabove for the Nuclear Emergency Response account is payable from receipts received pursuant to the assessments of electrical utility companies under P.L.1981, c.302 (C.26:2D–37 et seq.), and the unexpended balances as of June 30, 2004 in the Nuclear Emergency Response account, together with receipts in excess of the amount anticipated, not to exceed $928,000, are appropriated, subject to the approval of the Director of the Division of Budget and Accounting.

There is allocated from the Commercial Vehicle Enforcement Fund, established pursuant to section 17 of P.L.1995, c.157 (C.39:8–75), such sums as may be necessary to fund the costs of the regulation of the Diesel Exhaust Emissions program, subject to the approval of the Director of the Division of Budget and Accounting.

The amount hereinabove for the Pollution Prevention account is appropriated from receipts received pursuant to the "Pollution Prevention Act," P.L.1991, c.235 (C.13:1D–35 et seq.), together with an amount not to exceed $701,000, for administration of the Pollution Prevention program, subject to the approval of the Director of the Division of Budget and Accounting. If receipts are less than anticipated, the appropriation shall be reduced proportionately.

Notwithstanding the provisions of the "Worker and Community Right to Know Act," P.L.1983, c.315 (C.34:5A–1 et seq.), the amount hereinabove for the Worker and Community Right to Know Act account is payable out of the Worker and Community Right to Know Fund, and the receipts in excess of the amount anticipated, not to exceed $458,000, are appropriated. If receipts to that fund are less than anticipated, the appropriation shall be reduced proportionately.

The amount hereinabove for the Oil Spill Prevention program is payable out of the New Jersey Spill Compensation Fund, and the receipts in excess of those anticipated, not to exceed $1,144,000, from the New Jersey Spill Compensation Fund for the Oil Spill Prevention program are appropriated, in accordance with the provisions of P.L.1990, c.76 (C.58:10–23.11f2 et seq.), P.L.1990, c.78 (C.58:10–23.11d1 et seq.), and P.L.1990, c.80 (C.58:10–23.11f1), subject to the approval of the Director of the Division of Budget and Accounting.

Any funds received by the New Jersey Environmental Infrastructure Trust from any State agency to offset the Trust's annual operating expenses are appropriated.

In addition to the federal funds amount for the Public Wastewater Facilities program classification, such additional sums that may be received from the federal government for the Clean Water State Revolving Fund program are appropriated.

Notwithstanding the provisions of the "Spill Compensation and Control Act," P.L. 1976, c.141 (C.58:10–23.11 et seq.) or any law to the contrary, the amount appropriated hereinabove for the Quality Assurance – Lab Certification Programs is chargeable to receipts anticipated from the New Jersey Spill Compensation Fund, subject to the approval of the Director of the Division of Budget and Accounting.

40. COMMUNITY DEVELOPMENT AND ENVIRONMENTAL MANAGEMENT

46. ENVIRONMENTAL PLANNING AND ADMINISTRATION

OBJECTIVES

1. To develop administrative policy, evaluate performance, and coordinate program activities.
2. To support activities related to departmental planning, auditing, and legislative services.
3. To support a communication program which imparts the Department's mission to the public and to encourage public participation in decision–making.
4. To support the Department and its objectives in terms of the control of personnel, financial resources, general services, information systems, and equipment.

PROGRAM CLASSIFICATIONS

26. **Regulatory and Governmental Affairs.** Coordinates the proposal and adoption of environmental rules and regulations. Serves as central point of contact regarding State and federal legislation. Develops and executes public information, environmental education and communications strategies for the Department's programs. Serves as liaison to the Legislature as well as county and municipal governmental officials.

99. **Administration and Support Services.** Sets policies and develops short and long range plans and strategies; coordinates with governmental agencies; and provides legislative review and legal analysis. Provides general support services including personnel, payroll, purchasing, data processing, printing, training, word processing, program evaluation, and property control. Also provides financial management, including budget and accounting services, as well as fiscal control and financial monitoring of all General Fund monies, federal funds, bond funds and tax accounts.

EVALUATION DATA

	Actual FY 2002	Actual FY 2003	Revised FY 2004	Budget Estimate FY 2005
PROGRAM DATA				
Administration and Support Services				
Male Minority	215	219	222	228
Male Minority %	6.5	6.6	6.7	6.9
Female Minority	261	266	271	280
Female Minority %	7.9	8.1	8.1	8.5
Total Minority	476	485	493	508
Total Minority %	14.4	14.7	14.8	15.4
PERSONNEL DATA				
Position Data				
Filled Positions by Funding Source				
State Supported	325	306	311	298
All Other	5	5	5	5
Total Positions	330	311	316	303
Filled Positions by Program				
Regulatory and Governmental Affairs	41	39	42	40
Administration and Support Services	289	272	274	263
Total Positions	330	311	316	303

Notes:

Actual payroll counts are reported for fiscal years 2002 and 2003 as of December, and revised fiscal year 2004 as of September. The Budget Estimate for fiscal year 2005 reflects the number of positions funded.

APPROPRIATIONS DATA
(thousands of dollars)

Year Ending June 30, 2003								Year Ending June 30, 2005	
Orig. & (S)Supple-mental	Reapp. & (R)Recpts.	Transfers & (E)Emer-gencies	Total Available	Expended		Prog. Class.	2004 Adjusted Approp.	Requested	Recom-mended
					DIRECT STATE SERVICES				
					Distribution by Fund and Program				
2,126	1	23	2,150	2,150	Regulatory and Governmental Affairs	26	2,172	2,172	2,172
18,172	6	2,582	20,760	20,760	Administration and Support Services	99	17,839	17,348	17,348
20,298	***7***	***2,605***	***22,910***	***22,910***	*Total Direct State Services*		***20,011*** [a]	***19,520***	***19,520***
					Distribution by Fund and Object				
					Personal Services:				
15,089	—	2,646	17,735	17,735	Salaries and Wages		16,015	16,015	16,015
15,089	—	*2,646*	*17,735*	*17,735*	*Total Personal Services*		*16,015*	*16,015*	*16,015*
232	—	–46	186	186	Materials and Supplies		152	117	117
988	—	180	1,168	1,168	Services Other Than Personal		975	1,000	1,000
280	—	–142	138	138	Maintenance and Fixed Charges		258	267	267
					Special Purpose:				
2,000	—	—	2,000	2,000	New Jersey Environmental Management System	99	1,500	1,500	1,500
98	—	–98	—	—	Affirmative Action and Equal Employment Opportunity	99	98	98	98
1,611	7	65	1,683	1,683	Additions, Improvements and Equipment		1,013	523	523
					STATE AID				
					Distribution by Fund and Program				
12,406	—	39	12,445	12,169	Administration and Support Services	99	12,258	12,258	12,258
4,406	—	*39*	*4,445*	*4,443*	*(From General Fund)*		*4,258*	*4,258*	*4,258*

ENVIRONMENTAL PROTECTION

Year Ending June 30, 2003								Year Ending June 30, 2005	
Orig. & (S)Supplemental	Reapp. & (R)Recpts.	Transfers & (E)Emergencies	Total Available	Expended		Prog. Class.	2004 Adjusted Approp.	Requested	Recommended
					STATE AID				
8,000	—	—	*8,000*	*7,726*	*(From Property Tax Relief Fund)*		*8,000*	*8,000*	*8,000*
12,406	—	*39*	*12,445*	*12,169*	*Total State Aid*		*12,258*	*12,258*	*12,258*
4,406	—	*39*	*4,445*	*4,443*	*(From General Fund)*		*4,258*	*4,258*	*4,258*
8,000	—	—	*8,000*	*7,726*	*(From Property Tax Relief Fund)*		*8,000*	*8,000*	*8,000*
					Distribution by Fund and Object				
					State Aid:				
1,287	—	39	1,326	1,326	Mosquito Control, Research, Administration and Operations	99	1,304	1,304	1,304
8,000	—	—	8,000	7,726	Payment In Lieu of Taxes (PTRF)	99	8,000	8,000	8,000
2,954	—	—	2,954	2,954	Administration, Planning and Development Activities of the Pinelands Commission	99	2,954	2,954	2,954
165	—	—	165	163	Grants to Local Environmental Commissions	99	—	—	—
					CAPITAL CONSTRUCTION				
					Distribution by Fund and Program				
125	509	–24	610	598	Administration and Support Services	99	—	—	—
125	*509*	*–24*	*610*	*598*	*Total Capital Construction*		—	—	—
					Distribution by Fund and Object				
					Administrative Operations				
—	28	—	28	23	New Jersey Environmental Management System	99	—	—	—
125	481	–24	582	575	Mosquito Control Equipment	99	—	—	—
32,829	*516*	*2,620*	*35,965*	*35,677*	*Grand Total State Appropriation*		*32,269*	*31,778*	*31,778*
					OTHER RELATED APPROPRIATIONS				
76,833	—	*2*	*76,835*	*76,832*	*Total Debt Service*		*68,053*	*63,240*	*63,240*
					Federal Funds				
150	—	—	150	—	Regulatory and Governmental Affairs	26	150	150	150
2,500	4	—	2,504	508	Administration and Support Services	99	3,250	3,250	3,250
2,650	*4*	—	*2,654*	*508*	*Total Federal Funds*		*3,400*	*3,400*	*3,400*
					All Other Funds				
—	232 88 R	—	320	173	Regulatory and Governmental Affairs	26	—	—	—
—	1,242 432 R	1,074	2,748	1,472	Administration and Support Services	99	432	432	432
—	*1,994*	*1,074*	*3,068*	*1,645*	*Total All Other Funds*		*432*	*432*	*432*
112,312	*2,514*	*3,696*	*118,522*	*114,662*	*GRAND TOTAL ALL FUNDS*		*104,154*	*98,850*	*98,850*

Notes — Direct State Services – General Fund

(a) The fiscal year 2004 appropriation has been adjusted for the allocation of salary program in accordance with the provisions of P.L. 2003, c. 122 (Fiscal Year 2004 Appropriations Act).

Language Recommendations — State Aid – General Fund

Receipts derived from permit fees issued by the Pinelands Commission on behalf of the Department of Environmental Protection, pursuant to a memorandum of agreement between the Pinelands Commission and the Department of Environmental Protection, are hereby appropriated to the Pinelands Commission.

Language Recommendations — State Aid – Property Tax Relief Fund

If the amount appropriated herein for Payment in Lieu of Taxes is insufficient to compensate municipalities for land owned by the State for conservation and recreation purposes, as determined according to the formula for payments in lieu of taxes in the "Garden State Preservation Trust Act" P.L.1999, c.152 (C.13:8C–1 et seq.) such additional sums as are necessary are appropriated subject to the approval of the Director of the Division of Budget and Accounting.

Notwithstanding the provisions of subsection d. of section 29 of P.L.1999, c.152 (C.13:8C–29) or subsection d. of section 30 of P.L.1999, c.152 (C.13:8C–30), or any other law to the contrary, all payments to municipalities in lieu of taxes for lands acquired by the State for recreation and conservation purposes shall be retained by the municipality and not apportioned in the same manner as the general tax rate of the municipality.

40. COMMUNITY DEVELOPMENT AND ENVIRONMENTAL MANAGEMENT

47. COMPLIANCE AND ENFORCEMENT

OBJECTIVES

1. To protect public health and improve the environment by ensuring compliance with the State's rules and regulations concerning coastal and land use, air pollution, water resources, solid and hazardous waste, and pesticides.
2. To assure consistency in enforcement policies, protocols and actions taken by the Department.
3. To provide compliance assistance to all businesses, with a special emphasis on small businesses and local governments.
4. To augment the Department's enforcement, inspection and monitoring activities under the County Environmental Health Act by strengthening agreements with local health agencies to enforce environmental regulations.
5. To improve the quality of the state's beaches through cooperation with the Departments of Correction and Health and the Army Corps of Engineers in programs which reduce floatable debris and monitor ocean water quality.
6. To inspect, monitor, and report on the quality of surface and groundwater discharges in the state.
7. To protect the public and the environment from any hazards resulting from the production, use, sale, storage or other activities related to pesticides.

PROGRAM CLASSIFICATIONS

02. **Air Pollution Control.** Conducts investigations to determine compliance with the Air Pollution Control Act at regulated facilities. Issues enforcement documents and tracks, records and reports on associated administrative activities to ensure compliance. Develops enforcement cases, processes violations, assesses penalties and negotiates compliance schedules for these programs.

04. **Pesticide Control.** Regulates the manufacture, distribution, storage, sale, possession, and use of pesticides. Conducts complaint investigations and routine inspections. Compliance assistance and pollution prevention activities are performed through training and outreach. Promotes reducing the use of pesticides through practical pest control techniques known as "Integrated Pest Management" (IPM). All pesticide products sold in the state are registered with this program. Pesticide applicators and dealers are certified and licensed, and permits are issued for mosquito/fly control and aquatic pesticide use. Monitoring and evaluation of pesticide hazards and laboratory analysis of pesticide samples are also conducted.

08. **Water Pollution Control.** Responsible for providing compliance assistance, conducting monitoring and investigations, and issuing enforcement actions in support of the water programs. A particular focus is placed on inspections of wastewater dischargers and community drinking water supply facilities; prevention and correction of non–compliance conditions through a multifaceted compliance assistance program including outreach, education, and a Discharge Monitoring Report guidance manual; issuance of administrative and judicial enforcement actions for chronic or significant violations; and investigation of complaints relating to water resources. Monitors compliance with all permits issued under the New Jersey Pollutant Discharge Elimination System (NJPDES) for surface water, ground water and indirect discharges to Publicly–Owned Treatment Works (POTW's). Formal enforcement actions are also issued for violations in the Water Allocation Program and against State certified laboratories which fail to comply with the laboratory certification program requirements.

15. **Land Use Regulation.** Conducts investigations and site inspections required for compliance with State regulations and permits issued pursuant to the Freshwater Wetlands Protection Act, the Flood Hazard Area Control Act, the Coastal Area Facility Review Act, the Wetlands Act of 1970, the Dam Safety Act, and the Waterfront Development and Riparian Lands statutes. Responding to reports of alleged violations of the above statutes, the program advises individuals how to achieve and/or maintain compliance.

23. **Solid and Hazardous Waste Management.** Manages and conducts compliance and enforcement activities to ensure that hazardous waste and used oil are collected, stored, transported, recycled, and disposed of in an environmentally acceptable manner. Assures compliance with federal Resource Conservation and Recovery Act (RCRA) regulations. Activities include such compliance assistance functions as environmental audits, grace periods, and supplemental environmental projects as well as conventional inspections and investigations, and when necessary, formal enforcement actions.

EVALUATION DATA

	Actual FY 2002	Actual FY 2003	Revised FY 2004	Budget Estimate FY 2005
PROGRAM DATA				
Air Pollution Control				
Investigations and inspections	6,900	5,600	6,500	6,500
Pesticide Control				
Investigations and inspections	1,704	800	800	800
Pesticide products regulated	12,000	12,266	11,800	11,800
Pesticide licenses and permits	17,000	17,056	17,000	17,000
Water Pollution Control				
Inspections	5,074	4,576	4,576	4,576
Clean Shores:				
Miles of beaches cleaned	171	145	145	145
Tons of debris removed	2,266	2,428	2,500	2,400
Land Use Regulation				
Investigations and inspections	2,600	1,218	1,800	1,800
Solid and Hazardous Waste Management				
Hazardous waste annual inspections	2,200	1,996	2,010	2,010
PERSONNEL DATA				
Position Data				
Filled Positions by Funding Source				
State Supported	311	289	290	323
Federal	11	12	15	14
All Other	6	5	5	5
Total Positions	328	306	310	342
Filled Positions by Program				
Air Pollution Control	81	75	73	79
Pesticide Control	40	40	41	41
Water Pollution Control	98	93	95	104
Land Use Regulation	33	31	32	36
Solid and Hazardous Waste Management	76	67	69	82
Total Positions	328	306	310	342

Notes:

Actual payroll counts are reported for fiscal years 2002 and 2003 as of December, and revised fiscal year 2004 as of September. The Budget Estimate for fiscal year 2005 reflects the number of positions funded.

APPROPRIATIONS DATA
(thousands of dollars)

Year Ending June 30, 2003								Year Ending June 30, 2005	
Orig. & (S)Supplemental	Reapp. & (R)Recpts.	Transfers & (E)Emergencies	Total Available	Expended		Prog. Class.	2004 Adjusted Approp.	Requested	Recommended
					DIRECT STATE SERVICES				
					Distribution by Fund and Program				
3,953	1	218	4,172	4,151	Air Pollution Control	02	4,542	4,250	4,250
2,096	—	126	2,222	2,222	Pesticide Control	04	2,251	2,251	2,251
5,677	—	67	5,744	5,742	Water Pollution Control	08	6,219	5,570	5,570
1,846	493	266	2,605	2,604	Land Use Regulation	15	2,453	1,925	1,925
3,996	—	–259	3,737	3,724	Solid and Hazardous Waste Management	23	3,789	3,860	3,860
17,568	*494*	*418*	*18,480*	*18,443*	*Total Direct State Services*		*19,254* [a]	*17,856*	*17,856*
					Distribution by Fund and Object				
					Personal Services:				
15,196	—	–329	14,867	14,857	Salaries and Wages		15,335	15,091	15,091
15,196	—	*–329*	*14,867*	*14,857*	*Total Personal Services*		*15,335*	*15,091*	*15,091*
175	—	–61	114	114	Materials and Supplies		90	126	126

Year Ending June 30, 2003						Prog. Class.	2004 Adjusted Approp.	Year Ending June 30, 2005	
Orig. & (S)Supplemental	Reapp. & (R)Recpts.	Transfers & (E)Emergencies	Total Available	Expended				Requested	Recommended
					DIRECT STATE SERVICES				
1,070	—	61	1,131	1,123	Services Other Than Personal		1,024		
							1,500 S	1,390	1,390
350	—	33	383	380	Maintenance and Fixed Charges		369	390	390
					Special Purpose:				
777	493 R	185	1,455	1,455	Tidelands Peak Demands	15	856	856	856
—	1	529	530	514	Additions, Improvements and Equipment		80	3	3
					STATE AID				
					Distribution by Fund and Program				
2,453	—	—	2,453	2,453	Water Pollution Control	08	2,453	2,453	2,453
—	—	—	—	—	*(From General Fund)*		—	*2,453*	*2,453*
2,453	—	—	*2,453*	*2,453*	*(From Property Tax Relief Fund)*		*2,453*	—	—
2,453	—	—	***2,453***	***2,453***	***Total State Aid***		***2,453***	***2,453***	***2,453***
—	—	—	—	—	*(From General Fund)*		—	*2,453*	*2,453*
2,453	—	—	*2,453*	*2,453*	*(From Property Tax Relief Fund)*		*2,453*	—	—
					Distribution by Fund and Object				
					State Aid:				
—	—	—	—	—	County Environmental Health Act	08	—	2,453	2,453
2,453	—	—	2,453	2,453	County Environmental Health Act (PTRF)	08	2,453	—	—
20,021	***494***	***418***	***20,933***	***20,896***	***Grand Total State Appropriation***		***21,707***	***20,309***	***20,309***
					OTHER RELATED APPROPRIATIONS				
					Federal Funds				
1,802	25	—	1,827	1,269	Air Pollution Control	02	1,802	1,802	1,802
750									
48 S	20	—	818	600	Pesticide Control	04	750	850	850
1,000	44	—	1,044	143	Water Pollution Control	08	1,000	1,000	1,000
500	89	—	589	94	Land Use Regulation	15	500	600	600
1,886	16	—	1,902	1,309	Solid and Hazardous Waste Management	23	1,886	1,886	1,886
5,986	***194***	—	***6,180***	***3,415***	***Total Federal Funds***		***5,938***	***6,138***	***6,138***
					All Other Funds				
—	45	—	45	30	Air Pollution Control	02	—	600	600
	1,300								
—	1,151 R	–147	2,304	942	Water Pollution Control	08	1,170	1,470	1,470
—	—	—	—	—	Land Use Regulation	15	681	1,353	1,353
—	***2,496***	***–147***	***2,349***	***972***	***Total All Other Funds***		***1,851***	***3,423***	***3,423***
26,007	***3,184***	***271***	***29,462***	***25,283***	***GRAND TOTAL ALL FUNDS***		***29,496***	***29,870***	***29,870***

Notes — Direct State Services – General Fund

(a) The fiscal year 2004 appropriation has been adjusted for the allocation of salary program, which includes $40,000 in appropriated receipts, in accordance with the provisions of P.L. 2003, c.122 (Fiscal Year 2004 Appropriations Act).

Language Recommendations — Direct State Services – General Fund

Receipts deposited into the Coastal Protection Trust Fund pursuant to P.L.1993, c.168 (C.39:3–27.47 et seq.) are appropriated in an amount not to exceed $600,000 for the cleanup or maintenance of beaches or shores, an amount not to exceed $200,000 for the cost of providing monitoring, surveillance and enforcement activities for the Cooperative Coastal Monitoring Program, an amount not to exceed $50,000 for the implementation of the "New Jersey Adopt a Beach Act," P.L.1992, c.213 (C.13:19–22 et seq.), and an amount not to exceed $150,000 for a program of grants for the operation of a sewage pump–out boat and the construction of sewage pump–out devices for marine sanitation devices and portable toilet emptying receptacles at public and private marinas and boatyards in furtherance of the provisions of P.L.1988, c.117 (C.58:10A–56 et seq.). Receipts deposited to the Coastal Protection Trust Fund in excess of $1,000,000 are appropriated to finance emergency shore protection projects and the cleanup of discharges into the ocean.

Language Recommendations — State Aid – General Fund

Notwithstanding the provisions of the "Spill Compensation and Control Act," P.L. 1976, c.141 (C.58:10–23.11 et seq.) or any law to the contrary, the amount appropriated hereinabove for the County Environmental Health Act is chargeable to receipts anticipated from the New Jersey Spill Compensation Fund, subject to the approval of the Director of the Division of Budget and Accounting.

DEPARTMENT OF ENVIRONMENTAL PROTECTION

The amounts hereinabove for the Tidelands Peak Demands account are appropriated from receipts derived from the sales, grants, leases, licensing, and rentals of State riparian lands, together with an amount not to exceed $2,265,000, subject to the approval of the Director of the Division of Budget and Accounting. If receipts are less than anticipated, the appropriation shall be reduced proportionately.

Notwithstanding any other law, the Commissioner of the Department of Environmental Protection shall obtain concurrence from the Director of the Division of Budget and Accounting before altering fee schedules or any other revenue–generating mechanism under the department's purview.

Notwithstanding the provisions of the "Environmental Fee Fund Accountability Act of 1991," P.L.1991, c.426 (C.52:27B–20.1 et seq.) and P.L.1991, c.427 (C.13:1D–9.1 et seq.), all revenues from fees and fines collected by the Department of Environmental Protection, unless otherwise dedicated herein, shall be deposited into the State General Fund without regard to their specific dedication.

Notwithstanding any other provisions in this act, of the Federal Fund amounts appropriated for the programs included in the Performance Partnership Grant Agreement with the Environmental Protection Agency, the Department of Environmental Protection is authorized to reallocate the appropriations, in accordance with the Grant Agreement and subject to the approval of the Director of the Division of Budget and Accounting.

Notwithstanding the provisions of P.L.1954, c.48 (C.52:34–6 et seq.) or any other law to the contrary, of the amounts appropriated for site remediation, the Department of Environmental Protection may enter into a contract with the United States Environmental Protection Agency (EPA) to provide the State's statutory matching share for EPA–led Superfund remedial actions pursuant to the State Superfund Contract (SSC).

Notwithstanding any other law to the contrary, any grants awarded during the fiscal year ending June 30, 2004, or during any preceding fiscal year, by the Department of Environmental Protection, or its predecessors, from the proceeds of bonds issued pursuant to P.L.1969, c.127; P.L.1976, c.92; P.L.1980, c.70; P.L.1981, c.261; P.L.1985, c.329; P.L.1989 c.181 or P.L.1992, c.88 or other grants awarded pursuant to other grant programs administered by the department, shall not be considered to be impaired by a structured financing transaction undertaken by a governmental entity which is authorized by section 10 of P.L.1999, c.157 (C.52:31C–10) as amended by section 1 of P.L.2000, c.54, to undertake such transactions, nor shall any State interest created by the award of any such grant be determined to be so impaired by a structured financing transaction undertaken by any local governmental entity pursuant to section 10 of P.L.1999, c.157. Any such grant, and any provisions, covenants and conditions contained in the award thereof, shall not (i) limit, restrict or impair the rights of the local governmental entity to transfer or encumber its facilities or assets for purposes of entering into a structured financing transaction pursuant to that section, (ii) be violated by the completion of a structured financing transaction undertaken pursuant to that section and (iii) cause the Department of Environmental Protection to rescind or annul any grant, or undertake any other enforcement actions, including the revocation of any permit or license granted, in response to a structured financing transaction undertaken pursuant to that section.

Receipts in excess of the amount anticipated for Air Pollution, Clean Water Enforcement, Land Use, Solid Waste, and Hazardous Waste fines, not to exceed $1,500,000, are appropriated for the expansion of compliance, enforcement and permitting efforts in the department, subject to the approval of the Director of the Division of Budget and Accounting.

Receipts in excess of those anticipated for the Stormwater Management Program are appropriated to the Department of Environmental Protection for expansion of the Stormwater Management Program to meet new federal mandates relating to the regulation of municipal stormwater management, subject to the approval of the Director of the Division of Budget and Accounting.

Notwithstanding the provisions of P.L. 1954, c.48 (c.52:34–6 et seq.) or any law to the contrary, of the amounts appropriated for water resource evaluation studies and monitoring, the Department of Environmental Protection may enter into contracts with the United States Geological Survey to provide the State's match to joint funding agreements for water resource evaluation studies and monitoring analyses.

Of the amount hereinabove for the Hazardous Substance Discharge Remediation Loans and Grants–Constitutional Dedication account, an amount not to exceed $2,000,000 shall be allocated for costs associated with the State Underground Storage Tank Inspection Program, pursuant to the amendments effective December 4, 2003, to Article VIII, Section II, paragraph 6 of the State Constitution.

In addition to the amounts hereinabove, there is appropriated an amount not to exceed $300,000, which shall be charged first to any fees derived from pending diesel emissions legislation, for the Department's initiative to reduce diesel exhaust emissions, subject to the approval of the Director of the Division of Budget and Accounting.

DEPARTMENT OF HEALTH AND SENIOR SERVICES

OVERVIEW

The mission of the Department of Health and Senior Services is to foster accessible health and senior services of the highest quality for all people in New Jersey to ensure optimal health, dignity, and independence. The Department's initiatives prevent disease, promote and protect the well–being at all life stages, and encourage informed choices that enrich the quality of life for individuals and communities. This mission is accomplished through leadership, collaborative partnerships, accountability, advocacy, especially for those with the greatest need, and a strong commitment to informing and serving the diverse health needs of New Jersey citizens.

The Department's objectives are to:

Prepare New Jersey to rapidly detect, identify, and respond to health–related aspects of biological, chemical, radiological, nuclear, explosive, and incendiary acts of terrorism as well as natural disasters and disease outbreaks.

Eliminate disparities in health care access, treatment, and clinical outcomes between racial, ethnic, and socioeconomic populations, in part through cultural competency, education, and partnering with minority–oriented health organizations.

Implement scientific evidence–based primary and secondary prevention programs designed to decrease mortality rates of health conditions such as heart disease, cancer, and stroke, and promote longer and healthier lives.

Strengthen New Jersey's public health infrastructure by adopting and implementing best practice standards, creating a comprehensive communications system that links health care providers and institutions statewide, and forms a coordinated disease surveillance and response network.

Provide high quality services that promote independence, dignity, and choice for older adults in New Jersey.

Optimize access to the highest quality health care for the people of New Jersey.

FY 2005 Budget Highlights

The fiscal 2005 Budget for the Department of Health and Senior Services totals $1.6 billion, an increase of $500 million, or 45%, over the fiscal 2004 adjusted appropriation of $1.1 billion. Of this $500 million increase, $433 million is attributed to the replacement of one time federal stimulus resources.

HEALTH SERVICES

The fiscal 2005 Budget provides funding of $2 million for a new initiative called Lead Testing Kits for Expectant Mothers. To assist expectant parents in identifying the presence of lead paint or dust in their homes, each expectant mother in New Jersey will be provided with a Lead Contamination Sampling Kit, which contains all the supplies and instructions necessary to collect dust, paint and soil samples. Each kit will also include instructions for locating lead abatement and control information and resources.

The Budget provides funding of $2 million for a new Cardiovascular Program initiative. The funding will be used to promote awareness of the risks and manifestations of heart disease, its prevention, effective diagnostic and therapeutic interventions, and available resources within the State. In addition, the program will develop and implement initiatives to reduce the risk of heart attack, stroke, and cardiovascular mortality for residents of New Jersey, and especially, those communities at highest risk.

The Budget provides funding of $5 million for a new initiative called Women's Health Awareness. The funding will be used to provide and coordinate outreach and education on the importance of primary and preventive care with particular emphasis on cancer, HIV/AIDS, autoimmune diseases, osteoporosis, arthritis, and heart disease. These education and outreach efforts will also focus on providing information about the diseases and access points for health care.

The Budget also recommends increases to funding for the School Based Programs and Youth Anti–Smoking Program for $1 million and the Cancer Screening – Early Detection and Education Program for $2.7 million. With the recommended funding increase, the New Jersey Education and Early Detection Program (NJCEED) anticipates that 20,000 women will be provided with breast cancer screening along with additional diagnostic procedures for women who are diagnosed with breast or cervical cancer.

Funding increases are also recommended for the following programs: Family Planning Services, Hemophilia Services, Chronic Renal Disease Services, Cleft Palate Programs, Tourette Syndrome Association of New Jersey, SIDS Assistance Act, Services to Victims of Huntington's Disease, Compulsive Gambling, Cancer Institute of New Jersey and County of Essex–Delaney Hall. Funding is also recommended for two new initiatives: St. Barnabas Medical Center – Cancer Center, for $250,000 and Animal Welfare for $200,000.

Early Childhood Intervention Program

The Early Childhood Intervention Program is a federal mandated entitlement program which provides services for those infants and toddlers up to age three who may be developmentally delayed. The fiscal 2005 Budget recognizes the historical growth experienced by the program along with the restoration of $4 million due to the one time funding in fiscal 2004 from the Catastrophic Illness in Children Relief Fund. The Budget also assumes that the program will be restructured to reduce costs by $3 million during fiscal 2005.

SENIOR SERVICES

The fiscal 2005 Budget continues funding for the Department's major programs. Funding is provided to continue the Pharmaceutical Assistance to the Aged and Disabled Program, which provides needed pharmaceutical services to seniors and disabled clients with incomes below $20,437 if single and $25,058 if married. Clients are required to pay a $5.00 copayment for each prescription. The Budget also includes funding for the Senior Gold Program that provides pharmaceutical services to aged and disabled clients with incomes below $30,437 if single and $35,058 if married. Senior Gold clients pay a $15.00 copayment and 50% of the remaining cost of the drug.

The federal government enacted Medicare legislation on December 8, 2003. Medicare will offer a discount card which provides a $600 subsidy for low income seniors. This initiative will offset costs by approximately $90 million in the PAAD program. Also, the Budget includes savings as a result of efficiencies designed to reduce overall program costs in the Pharmaceutical Assistance to the Aged and Disabled (PAAD) program. Estimated savings are $20 million.

This year's budget for senior services has been designed to provide enhanced flexibility to allow people residing in nursing homes to be supported in less costly, more appropriate home and community–based services – or avoid institutional placement altogether. Budget language has been included that will allow the Department to quickly move funds among nursing home and nursing home alternative programs so that the money designated for the person's care can follow them to the most appropriate setting depending on their needs. The intent of this language is to move the Department of Health & Senior Services funding toward a "global budget" for long–term care services.

The Budget also includes funding for an additional 750 assisted living slots which will allow for savings in the nursing home account.

The Assisted Living Program provides a cost effective alternative to nursing home care for the Medicaid population. By providing an additional 750 assisted living slots, nursing home clients will be diverted from entering into a nursing home or if currently residing in a nursing home, transferred to assisted living. Estimated savings are $9.3 million in the nursing home program.

The Budget does provide funding in the amount of $2 million for a new program, the New Jersey Caring for Caregivers initiative. This program will assist family caregivers who make it possible for seniors to live in their homes. The Department will provide nurses and other professionals to assist caregivers and will provide resources so that they may be granted a break from their caregiving responsibilities.

The Budget also increases the Arthritis Quality of Life Initiative by $250,000.

The Budget also includes a number of changes in Medicaid nursing home reimbursement as well as nursing home alternatives, including:

Nursing home rates will not be rebased in FY05 or adjusted for inflation. Estimated savings are $31.5 million.

Reduce the funding recognized by the Medicaid nursing home rates to cover nursing costs. This was previously paid out of federal Intergovernmental Transfer (IGT) funds which have been greatly reduced since FY03. Estimated savings are $10 million.

Reduce the reimbursement for nursing home holding beds for residents who leave temporarily from 90% to 50% of the facility rate. Estimated savings are $5.2 million.

Additional staff has been added to handle nursing home rate setting and recovery of overpayments in a more timely manner generating a savings of $543,000.

Enrollment enforcement savings will be achieved by performing prior authorization in the Medical Day Care program. This will ensure that only clients who have a medical necessity receive the services offered. A further reduction will be implemented by freezing Medical Day Care rates at the FY04 level. Estimated combined savings are $12.7 million.

HEALTH PLANNING and EVALUATION

The fiscal 2005 Budget continues funding for Charity Care payments to hospitals. The general fund contribution to the Health Care Subsidy Fund (HCSF) for the use of Charity Care payments is $110 million in fiscal year 2005, primarily due to a reduction in the diversion of resources from the unemployment compensation fund. The $225 million shortfall caused by this lowered diversion is partially offset by $31 million from an assessment on ambulatory medical facilities, $34 million from a $5 assessment on hospital outpatient visits, and $49.6 million in resources from an extension of the .53% assessment on hospitals to .70%. Funding from all resources, including the $135 million increase in cigarette taxes and $22.2 million in proceeds from the Second Referral Debt Collections–Hospitals revenue item, will increase Charity Care payments in fiscal 2005 by $15 million of State funds.

Department Accomplishments

Recent departmental initiatives and accomplishments include: Expanded primary angioplasty to more hospitals without on–site cardiac surgery, making this life–saving therapy accessible to more patients in need; data collection in progress for the state's first performance report card on hospitals; with the Legislature, crafted patient safety legislation affecting the operation of healthcare facilities in New Jersey; improved access to primary health and dental services in New Jersey by increasing the capacity of federally qualified health centers (FQHCs) by serving an additional 100,000 uninsured clients and expanding the number of FQHCs in five additional counties; increased the availability of home and community based assisted living services by increasing slot capacity by 113% since fiscal 2002; created a new website to help caregivers locate comprehensive information and vital resources regarding services for seniors and the disabled; created a health emergency preparedness and response division to administer, coordinate and manage emergency response and preparedness efforts; established a 24/7 rapid response team of healthcare experts to investigate suspected biological terrorism and disease outbreaks; prepared a comprehensive Pharmaceutical Stockpile Access and Distribution Plan for New Jersey for the receipt, handling, storage, distribution and dispensing of medications and medical supplies provided by the National Strategic Stockpile Program; developed a Smallpox Preparedness and Vaccination Plan and a SARS Preparedness and Response Plan for New Jersey; expanded testing services at the State's Public Health and Environmental Laboratory to increase surge capacity for the rapid analysis of specimens associated with potential acts of biological or chemical terrorism; released New Jersey's first Comprehensive Cancer Control Plan; and provided funding to the Cancer Institute of New Jersey (CINJ) to develop and maintain a website (www.njctc.org) to link medical professionals, cancer patients and their families with on–going cancer clinical trials in New Jersey.

DEPARTMENT OF HEALTH AND SENIOR SERVICES

SUMMARY OF APPROPRIATIONS BY FUND

(thousands of dollars)

Year Ending June 30, 2003						Year Ending June 30, 2005		
Orig. & (S)Supple–mental	Reapp. & (R)Recpts.	Transfers & (E)Emer–gencies	Total Available	Expended		2004 Adjusted Approp.	Requested	Recom–mended
97,708	7,080	25,965	130,753	126,846	Direct State Services	76,340	85,674	85,674
606,845	35,752	286,471	929,068	824,694	Grants–In–Aid	702,891	1,144,378	1,144,378
50,969	—	–88	50,881	50,024	State Aid	58,454	68,954	68,954
650	797	—	1,447	1,144	Capital Construction	620	—	—
756,172	43,629	312,348	1,112,149	1,002,708	Total General Fund	838,305	1,299,006	1,299,006
279,296	73,574	—	352,870	351,661	Total Casino Revenue Fund	300,473	332,324	332,324
1,035,468	***117,203***	***312,348***	***1,465,019***	***1,354,369***	***GRAND TOTAL***	***1,138,778***	***1,631,330***	***1,631,330***

SUMMARY OF APPROPRIATIONS BY PROGRAM
(thousands of dollars)

Year Ending June 30, 2003						Year Ending June 30, 2005	
Orig. & (S)Supplemental	Reapp. & (R)Recpts.	Transfers & (E)Emergencies	Total Available	Expended		2004 Adjusted Approp.	Requested	Recommended
					DIRECT STATE SERVICES – GENERAL FUND			
					Health Services			
1,381	214	335	1,930	1,855	Vital Statistics	1,085	1,085	1,085
7,799	73	335	8,207	7,899	Family Health Services	4,799	12,420	12,420
21,117	898	–203	21,812	20,747	Public Health Protection Services	22,539	23,136	23,136
30,529	1	16,911	47,441	46,798	Addiction Services	10,487	11,462	11,462
8,524	577	–469	8,632	8,555	Laboratory Services	8,089	7,697	7,697
2,384	—	15	2,399	2,399	AIDS Services	1,900	1,850	1,850
71,734	*1,763*	*16,924*	*90,421*	*88,253*	*Subtotal*	*48,899*	*57,650*	*57,650*
					Health Planning and Evaluation			
4,763	1,806	–1,662	4,907	4,873	Long Term Care Systems	3,949	3,949	3,949
1,541	3,034	–2,285	2,290	2,276	Health Care Systems Analysis	1,185	2,125	2,125
6,304	*4,840*	*–3,947*	*7,197*	*7,149*	*Subtotal*	*5,134*	*6,074*	*6,074*
					Health Administration			
5,407	15	2,766	8,188	7,969	Administration and Support Services	5,738	5,688	5,688
					Senior Services			
5,249	27	3,817	9,093	8,792	Medical Services for the Aged	4,946	5,733	5,733
6,904	435	6,196	13,535	12,365	Pharmaceutical Assistance to the Aged and Disabled	9,654	8,560	8,560
485	—	209	694	693	Programs for the Aged	462	462	462
898	—	—	898	898	Office of the Ombudsman	826	826	826
727	—	—	727	727	Office of the Public Guardian	681	681	681
14,263	*462*	*10,222*	*24,947*	*23,475*	*Subtotal*	*16,569*	*16,262*	*16,262*
97,708	***7,080***	***25,965***	***130,753***	***126,846***	***Subtotal Direct State Services – General Fund***	***76,340***	***85,674***	***85,674***
					DIRECT STATE SERVICES – CASINO REVENUE FUND			
					Senior Services			
871	12	50	933	908	Programs for the Aged	871	871	871
871	***12***	***50***	***933***	***908***	***Subtotal Direct State Services – Casino Revenue Fund***	***871***	***871***	***871***
98,579	***7,092***	***26,015***	***131,686***	***127,754***	***TOTAL DIRECT STATE SERVICES***	***77,211***	***86,545***	***86,545***
					GRANTS–IN–AID – GENERAL FUND			
					Health Services			
14,902	8	900	15,810	15,700	Family Health Services	17,060	16,715	16,715
23,673	4	–311	23,366	23,279	Public Health Protection Services	25,804	26,502	26,502
31,705	73	3,782	35,560	35,451	Addiction Services	25,672	28,208	28,208
19,604	2	–923	18,683	18,611	AIDS Services	19,012	19,630	19,630
89,884	*87*	*3,448*	*93,419*	*93,041*	*Subtotal*	*87,548*	*91,055*	*91,055*
					Health Planning and Evaluation			
28,116	—	—	28,116	28,116	Health Care Systems Analysis	73,269	180,725	180,725

Year Ending June 30, 2003						Year Ending June 30, 2005		
Orig. & (S)Supple–mental	Reapp. & (R)Recpts.	Transfers & (E)Emer–gencies	Total Available	Expended		2004 Adjusted Approp.	Requested	Recom–mended
					Senior Services			
285,763	2,793	305,706	594,262	503,136	Medical Services for the Aged	320,009	726,130	726,130
188,678	32,869	–22,543	199,004	186,137	Pharmaceutical Assistance to the Aged and Disabled	209,040	131,020	131,020
14,404	3	–140	14,267	14,264	Programs for the Aged	13,025	15,448	15,448
488,845	*35,665*	*283,023*	*807,533*	*703,537*	*Subtotal*	*542,074*	*872,598*	*872,598*
606,845	***35,752***	***286,471***	***929,068***	***824,694***	***Subtotal Grants–In–Aid – General Fund***	***702,891***	***1,144,378***	***1,144,378***
					GRANTS–IN–AID – CASINO REVENUE FUND			
					Health Services			
500	—	—	500	497	Family Health Services	500	500	500
					Senior Services			
3,857	—	—	3,857	3,276	Medical Services for the Aged	29,558	28,461	28,461
259,874	73,532	—	333,406	333,358	Pharmaceutical Assistance to the Aged and Disabled	255,182	288,130	288,130
14,194	30	–50	14,174	13,622	Programs for the Aged	14,362	14,362	14,362
277,925	*73,562*	*–50*	*351,437*	*350,256*	*Subtotal*	*299,102*	*330,953*	*330,953*
278,425	***73,562***	***–50***	***351,937***	***350,753***	***Subtotal Grants–In–Aid – Casino Revenue Fund***	***299,602***	***331,453***	***331,453***
885,270	***109,314***	***286,421***	***1,281,005***	***1,175,447***	***TOTAL GRANTS–IN–AID***	***1,002,493***	***1,475,831***	***1,475,831***
					STATE AID – GENERAL FUND			
					Health Services			
39,425	—	1,256	40,681	40,681	Family Health Services	42,946	52,946	52,946
4,580	—	—	4,580	3,723	Public Health Protection Services	2,400	2,400	2,400
—	—	—	—	—	Addiction Services	6,000	6,500	6,500
44,005	—	*1,256*	*45,261*	*44,404*	*Subtotal*	*51,346*	*61,846*	*61,846*
					Senior Services			
6,964	—	–1,344	5,620	5,620	Programs for the Aged	7,108	7,108	7,108
50,969	—	***–88***	***50,881***	***50,024***	***Subtotal State Aid – General Fund***	***58,454***	***68,954***	***68,954***
50,969	—	***–88***	***50,881***	***50,024***	***TOTAL STATE AID***	***58,454***	***68,954***	***68,954***
					CAPITAL CONSTRUCTION			
					Health Services			
650	791	—	1,441	1,144	Laboratory Services	620	—	—
					Health Administration			
—	6	—	6	—	Administration and Support Services	—	—	—
650	*797*	—	*1,447*	*1,144*	*Subtotal Capital Construction*	*620*	—	—
1,035,468	***117,203***	***312,348***	***1,465,019***	***1,354,369***	***TOTAL APPROPRIATION***	***1,138,778***	***1,631,330***	***1,631,330***

20. PHYSICAL AND MENTAL HEALTH
21. HEALTH SERVICES

OBJECTIVES

1. To provide a system for the registration of births, deaths, marriages and other vital statistics and to furnish certified copies as requested.
2. To reduce infant mortality and improve the health of mothers and children; to provide medical and dental services to special high risk populations; to provide access to quality medical and developmental intervention services for handicapped children; to provide and promote family planning services and to identify, treat and minimize the exposure of children at high risk of lead poisoning.
3. To promote and improve local health department practice and performance through regulation, licensing, technical assistance, education and health service grants.
4. To promote and improve local health delivery services, particularly for low income and minority families, and assist local health agencies in meeting recognized minimum standards of performance.
5. To assure the wholesomeness and safety of foods and cosmetics; to prevent food related illnesses and the misbranding, adulteration and illicit tampering of foods and cosmetics; to prevent the spread of animal diseases to man, especially rabies; to enhance the Department's capabilities to protect the citizenry from environmental hazards; to assure the health and safety of youth attending camps and the safety of those persons swimming in recreational waters; to assure a high level of sanitation in health care facilities and various State operated institutions; and to administer animal population control programs.
6. To detect, prevent, control and treat chronic diseases with emphasis on assistance for persons with low or limited socioeconomic status.
7. To reduce the incidence and spread of tuberculosis.
8. To detect, prevent and control occupationally related diseases, fatal injuries and hazards in high–risk public and private workplaces.
9. To reduce abuse of and dependence on narcotics, alcohol, tobacco and other drugs.
10. To provide a comprehensive range of timely and accurate public health, environmental and chemical laboratory analytical and diagnostic services to State and federal agencies, physicians, clinics, hospitals, local health departments, and other health care interests in the identification and control of disease and environmental threats and Biological and Biochemical Terrorism preparedness.
11. To improve the quality of performance in New Jersey's clinical laboratories in the specialties of microbiology, blood banking, chemistry, hematology, serology and immunohematology and to serve as a reference resource for all laboratories, clinical and analytical, in New Jersey.
12. To reduce the spread of AIDS and HIV infection by providing an integrated continuum of AIDS health and social support services to promote cost–effective treatment, and to expand prevention and education efforts.
13. To reduce death and disability by improving response to medical emergencies, by assuring the availability of trained personnel for emergency medical services.
14. To ensure the timely identification and treatment of infants with biochemical or metabolic disorders, hearing impairments and/or birth defects.

PROGRAM CLASSIFICATIONS

01. **Vital Statistics.** Collects and records data such as births, deaths and marriages from the 566 local registrars; approves appointment of, instructs and supervises local registrars of vital statistics; receives and processes vital records, searches and makes certified copies of these records (R.S. 26:8–23 et seq.); processes legal changes of name, adoptions and corrections to vital records.
02. **Family Health Services.** Provides funding of specialized medical and rehabilitative services for handicapped children (R.S. 9:13–1 et seq.); provides and promotes family planning and genetic services (R.S. 26:5B), maternal and child health care (C.26:1A–37E) including supplemental nutrition services, prenatal care, child health supervision and screening of newborns for metabolic causes of mental retardation and deafness; administers poison control activities e.g., childhood lead poisoning (C.24:14A–1 et seq.); prenatal services for children; provides financial assistance to persons with hemophilia (C.26:2–87 et seq.); provides financial assistance to persons with chronic renal disease (C.26:2–87 et seq.) and general assistance to persons with other chronic diseases (C.26:1A–92 et seq.); provides assistance to local health departments for the provision of primary and preventive health services; develops community based chronic disease detection programs and supports the special health needs of the geriatric population.
03. **Public Health Protection Services.** Initiates programs to reduce incidence of sexually transmitted diseases (R.S. 26:4–27 et seq.); controls tuberculosis (R.S. 26:4–1 et seq.); monitors and initiates programs to reduce the incidence of other communicable diseases such as hepatitis, measles, polio, pertussis and diphtheria; maintains a cancer registry which provides epidemiologic intelligence regarding cancer associated risk factors for control and prevention activities. Assists in training of emergency medical personnel and coordinating emergency medical services, including aeromedical response. Assures quality of food and milk, drugs, and general sanitation (C.26:1A–7); distributes vaccine for the prevention of rabies; and assures the appropriate utilization of funds from dog license fees ($1.00 per dog) to support activities. Performs health investigations in private and public workplaces to evaluate occupational exposures; conducts medical screenings for individuals exposed to chemicals; implements the worker provisions of the Worker and Community Right to Know Act and the health provisions of the Public Employees Occupational Safety and Health Act; collects occupational illness and exposure data; conducts environmental monitoring, health assessments, health screening and epidemiologic investigations of community exposure to toxic substances, and implements the State asbestos policy; provides assistance to local health departments for the provision of primary and preventive health services.

04. **Addiction Services.** Provides, by grants, support to multi–modality drug clinics and treatment facilities which reduce drug abuse and treat and rehabilitate addicts (C.26:2G). Provides, by grants, counseling and detoxification services in clinics, institutions and schools; assists in development of employee assistance programs; coordinates with Mental Health Programs (C.26:2B–1); coordinates programs on fetal alcohol syndrome and child abuse; and provides counseling programs for compulsive gamblers.

08. **Laboratory Services.** Performs comprehensive analytical and diagnostic laboratory services through five primary service categories on a 24 hour–7 day a week basis, which includes: Bacteriology (e.g. tuberculosis, dairy products, sexually transmitted diseases, gastrointestinal illnesses, drinking water, and ocean pollution); Virology (e.g. AIDS, influenza, Rubella, and rabies); Serology (e.g. Lyme, Legionella, and syphilis); Inborn Errors of Metabolism (e.g. sickle cell, hypothyroidism, PKU, and Galactosemia) and Environmental and Chemical (e.g. blood lead, asbestos, drugs, water, food, and other environmental and chemical contaminants). Clinical Laboratory Services performs tests and monitors the quality of laboratory testing performed in independent, hospital and public health laboratories in the State; inspects, proficiency tests and licenses all such laboratories (C.45:9–42.26 et seq.); improves techniques of laboratory personnel by conducting workshops and seminars as necessary; and certifies clinical laboratories for Medicare participation.

12. **AIDS Services.** Promotes the health of the people of New Jersey by reducing the spread of AIDS by establishing and maintaining a comprehensive system of HIV/AIDS–related prevention, surveillance, counseling and testing, health and supportive services.

EVALUATION DATA

	Actual FY 2002	Actual FY 2003	Revised FY 2004	Budget Estimate FY 2005
PROGRAM DATA				
Vital Statistics				
Searches	122,000	72,000	84,500	84,500
Certified Copies Issued	77,000	55,400	65,000	65,000
Family Health Services				
Agencies receiving health services grants	275	290	305	305
Handicapped Children				
Physically disabled children receiving services	37,500	40,000	40,000	42,000
Children newly registered with Special Child Health Services	7,809	8,576	8,200	8,200
Maternal and Child Health				
Infant mortality rate/1,000 live births	6.4	6.4	6.4	6.4
Infant born to mothers with no prenatal care/1,000 live births	1.3	1.3	1.2	1.2
Newborns screened for metabolic and genetic disorders	112,666	113,032	112,500	133,000
Number of infants to be followed	8,904	5,977	6,200	6,300
Number of infants in early intervention	12,000	14,000	15,750	17,640
HealthStart (prenatal)	30,103	31,000	35,000	35,000
Women assessed for alcohol use/abuse during pregnancy	18,105	29,116	30,000	30,000
Women, Infants and Children (WIC) receiving services	243,758	248,203	251,000	260,000
Family Planning				
Women in reproductive years applying for and receiving services	110,810	109,984	110,000	110,000
Poison Control				
Children screened for lead poisoning	164,156	173,000	180,000	200,000
Number of lead poisoned children identified	5,616	5,368	5,300	5,200
Adult Health				
Adults served with Cystic Fibrosis	83	84	84	84
Health Promotion				
Persons screened and educated for breast and cervical cancer	9,203	10,500	10,500	11,000
Number of renal patients served	1,400	1,300	1,200	1,000
Public Health Protection Services				
Cancer and Epidemiological Services				
Number of new cancer cases reported	77,000	77,000	80,000	80,000
Number of cumulative cancer reports in master file	1,316,385	1,413,949	1,509,383	1,589,383
Tuberculosis Control				
TB cases on register as of June 30	600	535	493	493
Visits to chest clinics	64,000	62,100	67,000	60,000
Percent of TB patients completing chemotherapy	88.0%	92.0%	92.5%	93.0%

	Actual FY 2002	Actual FY 2003	Revised FY 2004	Budget Estimate FY 2005
Emergency Medical Services				
Mobile intensive care paramedics certified/recertified	775	789	789	790
Emergency Medical Technicians certified/recertified	8,000	7,500	7,500	8,000
Helicopter response missions	1,500	1,600	1,600	1,600
Mobile intensive care unit's patient charts audited	550	650	650	1,000
Ambulance/invalid services licensed	515	500	500	350
Ambulance/invalid vehicles licensed	2,900	3,000	3,000	2,500
EMT training agencies certified	65	64	64	64
Sexually Transmitted Diseases (STD)				
Percent of STD clinic patients receiving education about HIV infection	75%	75%	75%	75%
Reported cases of early syphilis	223	255	450	500
Syphilis cases (early and late) brought to treatment by Department of Health	700	790	1,100	1,250
Reported cases of gonorrhea	8,700	8,900	9,100	9,300
Gonorrhea cases brought to treatment by Department of Health	2,500	2,700	2,600	2,700
Visits to STD clinics	21,500	22,700	21,500	23,000
Patients receiving diagnostic services	11,300	12,000	11,300	12,200
Consumer Health				
Pet spay/neuter surgeries performed	11,000	10,000	6,000	6,500
Registration of dogs (rabies control)	460,500	490,000	490,000	490,000
Environmental and sanitary inspections and investigations conducted	7,000	7,000	5,600	5,600
Number of food, drug and cosmetic embargoes, destructions and recalls	20	20	16	16
Other Communicable Disease Control				
Number of disease cases reported	6,000	6,500	7,500	7,500
Number of investigations of outbreaks	100	100	100	100
Levels of protection for children entering school against:				
Rubella	98%	98%	98%	98%
Measles	98%	98%	98%	98%
Mumps	98%	98%	98%	98%
Polio	98%	98%	98%	98%
Diphtheria	98%	98%	98%	98%
Infectious disease consultations	18,000	19,000	20,000	20,000
Non-outbreak investigations	240	280	280	280
Lyme disease hotline calls	1,600	1,600	1,600	1,600
Public Employees Occupational Safety and Health				
Complaint inspections conducted	270	558	558	558
Telephone consultations	1,500	1,400	1,400	1,400
Educational seminars presented	90	162	130	130
Right to Know				
Factsheets written or revised	300	250	200	300
Public and private workplaces inspected	800	800	600	600
Telephone consultations	3,500	3,500	3,500	3,500
Occupational Health Surveillance				
Exposure and illness reports received	10,000	13,000	17,000	17,000
Educational materials mailed to public	3,000	3,000	3,000	3,000
In-depth industrial hygiene evaluations	75	45	45	45
Follow-up industrial hygiene evaluations	5	0	5	5
Work-related chronic disease and epidemiology studies	5	5	5	5
Worker interviews and mailings	250	500	500	500
Environmental Health Services				
Certification of private training agencies	35	35	35	35
Audits of asbestos and lead training agencies	100	100	100	100
Quality assurance inspections in schools	125	125	125	125
Major community health field study on-going	16	16	12	12
Telephone consultations	4,100	4,100	4,250	4,250
Responses to acute environmental emergencies	9	9	4	4
Consultations provided to other agencies and to the public	10	10	6	6

	Actual FY 2002	Actual FY 2003	Revised FY 2004	Budget Estimate FY 2005
Local health consultations, evaluations, and training services	8,394	9,355	10,144	10,661
Addiction Services				
Drug treatment admissions – primary alcohol	21,000	21,000	18,000	18,000
Drug treatment admissions – primary other drugs	40,000	40,000	43,000	43,000
Adult hospital detoxification admissions	12,500	12,500	10,000	10,000
Adult residential detoxification admissions	3,000	3,000	5,000	5,000
Adult residential admissions	8,900	8,900	9,000	9,000
Adult out-patient admissions	33,000	33,000	30,000	30,000
Juvenile treatment admissions	5,000	5,000	4,000	4,000
Juvenile hospital detoxification admissions	250	250	200	200
Juvenile residential detoxification admissions	90	90	100	100
Juvenile residential admissions	1,500	1,500	1,500	1,500
Juvenile out-patient admissions	3,100	3,100	2,500	2,500
Intoxicated driver cases processed	24,000	24,000	24,000	24,000
Individuals given information and referral	45,000	45,000	49,000	45,000
Laboratory Services				
Bacteriology				
Specimens analyzed	186,863	178,456	170,000	170,000
Inborn Errors of Metabolism				
Specimens performed	132,710	139,357	145,000	145,000
Chemistry				
Asbestos samples examined	439	256	150	150
Occupational health samples examined	3	5	25	25
Sewage, stream & trade waste samples examined	4,195	4,622	4,000	4,000
Narcotic samples examined	215,232	197,498	208,000	218,000
Potable water samples examined	3,040	2,423	3,000	3,000
Food and milk samples examined	5,038	5,562	5,900	5,900
Blood lead samples examined	8,791	8,333	9,000	9,000
Clinical Laboratory Services				
Clinical laboratories licensed	1,300	1,385	1,400	1,400
Proficiency test samples (percent acceptable)	95%	95%	95%	95%
Proficiency test samples reviewed	57,279	57,549	57,500	58,000
Blood banks inspected	84	27	60	60
Clinical laboratory inspections	282	335	400	400
Blood banks licensed	178	230	240	240
Serology				
Routine screen tests for syphilis	34,324	34,027	34,000	34,000
Virology				
Specimens analyzed	122,282	121,063	110,000	110,000
AIDS Services				
Number of clients tested and counseled	61,969	65,829	66,500	67,789
Contact tracing of individuals	500	200	300	300
Drug treatment clients and sex partners served	17,337	18,273	18,000	18,000
Hotline network calls	9,433	7,663	8,000	8,000
Living AIDS clients	15,931	17,500	17,600	18,200
HIV positive clients	13,836	19,500	15,100	15,700
Clients receiving early intervention services	9,894	8,987	9,000	9,000
Individuals reached/HIV training	3,320	3,000	3,000	3,000
AIDS Drug Distribution Program clients served	5,915	6,565	6,800	7,200
PERSONNEL DATA				
Position Data				
Filled Positions by Funding Source				
State Supported	423	387	390	398
Federal	547	490	599	690
All Other	56	55	51	90
Total Positions	1,026	932	1,040	1,178

	Actual FY 2002	Actual FY 2003	Revised FY 2004	Budget Estimate FY 2005
Filled Positions by Program Class				
Vital Statistics	56	47	54	57
Family Health Services	210	203	222	225
Public Health Protection Services	331	297	344	462
Alcoholism, Drug Abuse and Addiction Services	165	138	142	143
AIDS Services	148	134	152	162
Laboratory Services	116	113	126	129
Total Positions	1,026	932	1,040	1,178

Notes:

Actual payroll counts are reported for fiscal years 2002 and 2003 as of December and revised fiscal year 2004 as of September. The Budget Estimate for fiscal year 2005 reflects the number of positions funded.

APPROPRIATIONS DATA
(thousands of dollars)

Year Ending June 30, 2003								Year Ending June 30, 2005	
Orig. & (S)Supple-mental	Reapp. & (R)Recpts.	Transfers & (E)Emer-gencies	Total Available	Expended		Prog. Class.	2004 Adjusted Approp.	Requested	Recom-mended
					DIRECT STATE SERVICES				
					Distribution by Fund and Program				
1,381	214	335	1,930	1,855	Vital Statistics	01	1,085	1,085	1,085
7,799	73	335	8,207	7,899	Family Health Services	02	4,799	12,420	12,420
21,117	898	–203	21,812	20,747	Public Health Protection Services	03	22,539	23,136	23,136
30,529	1	16,911	47,441	46,798	Addiction Services	04	10,487	11,462	11,462
8,524	577	–469	8,632	8,555	Laboratory Services	08	8,089	7,697	7,697
2,384	—	15	2,399	2,399	AIDS Services	12	1,900	1,850	1,850
71,734	*1,763*	*16,924*	*90,421*	*88,253*	*Total Direct State Services*		*48,899* (a)	*57,650*	*57,650*
					Distribution by Fund and Object				
					Personal Services:				
16,137	1,449 R	–39	17,547	17,469	Salaries and Wages		15,034	14,288	14,288
16,137	*1,449*	*–39*	*17,547*	*17,469*	*Total Personal Services*		*15,034*	*14,288*	*14,288*
2,448	—	2	2,450	2,430	Materials and Supplies		2,448	2,253	2,253
1,029 1,000 S	1	487	2,517	2,489	Services Other Than Personal		1,029	1,029	1,029
194	—	—	194	187	Maintenance and Fixed Charges		169	169	169
					Special Purpose:				
125	—	—	125	125	Electronic Death Certificate	01	—	—	—
87	—	—	87	87	WIC Farmers Market Program	02	87	87	87
—	—	—	—	—	Women's Health Awareness	02	—	5,000	5,000
90	—	—	90	90	Breast Cancer Public Awareness Campaign	02	90	90	90
900	73	—	973	895	Identification System for Children's Health and Disabilities	02	300	300	300
500	—	—	500	499	Public Awareness Campaign for Black Infant Mortality	02	500	500	500
2,700	—	—	2,700	2,504	Cancer Screening – Early Detection and Education Program	02	2,700	5,400	5,400
3,100	—	35	3,135	3,132	Newborn Screening, Follow-up and Treatment (b)	02	—	—	—
25	—	—	25	—	Advisory Council to Promote the Profession of Nursing	03	—	—	—
—	—	—	—	—	Emergency Medical Services (c)	03	79	—	—
—	—	—	—	—	Cardiovascular Program	03	—	2,000	2,000
50	—	—	50	28	Timely Issuance of Export of Certificates of Free Sale	03	—	—	—

Year Ending June 30, 2003								Year Ending June 30, 2005	
Orig. & (S)Supplemental	Reapp. & (R)Recpts.	Transfers & (E)Emergencies	Total Available	Expended		Prog. Class.	2004 Adjusted Approp.	Requested	Recommended
					DIRECT STATE SERVICES				
200	—	—	200	198	Evaluation of Human Exposure to Hazardous Waste	03	—	—	—
1,450	—	—	1,450	1,396	New Jersey Domestic Security Preparedness	03	1,450	1,450	1,450
—	—	—	—	—	Medical Emergency Disaster Preparedness for Bioterrorism	03	5,000	5,000	5,000
400	—	—	400	389	Cancer Registry	03	400	400	400
500	—	—	500	206	Cancer Investigation and Education	03	500	500	500
3,250	—	—	3,250	3,214	Expansion of Cancer Initiatives	03	—	—	—
—	—	—	—	—	Implementation of Comprehensive Cancer Control Program	03	1,500	1,500	1,500
80	—	—	80	78	West Nile Virus – Public Health	03	—	—	—
50	—	—	50	50	Emergency Medical Services for Children	03	50	50	50
—	—	—	—	—	South Jersey Regional Emergency Training Center	03	900	—	—
—	—	—	—	—	First Response EMT Cardiac Training Program (c)	03	125	—	—
1,000	64	—	1,064	995	New Jersey State Commission on Cancer Research	03	1,000	1,000	1,000
874	29	—	903	762	Medical Waste Management Program	03	774	720	720
—	—	—	—	—	Animal Welfare	03	—	200	200
460	74 23 R	—	557	395	Rabies Control Program (d)	03	—	—	—
349	50	—	399	323	Animal Population Control Program (d)	03	—	—	—
2,046	—	—	2,046	1,936	Worker and Community Right to Know	03	2,074	2,074	2,074
200	—	—	200	164	New Jersey Coalition to Promote Cancer Prevention, Early Detection & Treatment	03	200	200	200
8,700	—	—	8,700	8,564	Smoking Cessation Programs for Addicted Adults and Youth	04	—	—	—
3,000	—	—	3,000	2,979	Research, Surveillance, Evaluation & Assistance for Anti–Smoking Programs	04	—	—	—
7,000	—	—	7,000	6,956	Community Based Tobacco Control Programs	04	—	—	—
11,300	—	—	11,300	11,282	School Based Programs and Youth Anti–Smoking	04	6,000	7,000	7,000
—	—	—	—	—	Anti–Smoking Programs	04	4,000	4,000	4,000
—	—	4,021	4,021	4,020	Substance Abuse Services–Work First	04	—	—	—
—	—	12,418	12,418	11,997	Drug Court Substance Abuse Treatment Programs	04	—	—	—
1,800	—	—	1,800	1,800	New Jersey Domestic Security Preparedness	08	1,800	1,800	1,800
690	—	—	690	614	West Nile Virus – Laboratory	08	690	640	640
					GRANTS–IN–AID				
					Distribution by Fund and Program				
15,402	8	900	16,310	16,197	Family Health Services	02	17,560	17,215	17,215
14,902	*8*	*900*	*15,810*	*15,700*	*(From General Fund)*		*17,060*	*16,715*	*16,715*
500	—	—	*500*	*497*	*(From Casino Revenue Fund)*		*500*	*500*	*500*
23,673	4	–311	23,366	23,279	Public Health Protection Services	03	25,804	26,502	26,502
31,705	73	3,782	35,560	35,451	Addiction Services	04	25,672	28,208	28,208
19,604	2	–923	18,683	18,611	AIDS Services	12	19,012	19,630	19,630

Year Ending June 30, 2003								Year Ending June 30, 2005	
Orig. & (S)Supple-mental	Reapp. & (R)Recpts.	Transfers & (E)Emer-gencies	Total Available	Expended		Prog. Class.	2004 Adjusted Approp.	Requested	Recom-mended
					GRANTS-IN-AID				
90,384	*87*	*3,448*	*93,919*	*93,538*	*Total Grants-in-Aid*		*88,048*	*91,555*	*91,555*
89,884	*87*	*3,448*	*93,419*	*93,041*	*(From General Fund)*		*87,548*	*91,055*	*91,055*
500	—	—	*500*	*497*	*(From Casino Revenue Fund)*		*500*	*500*	*500*
					Distribution by Fund and Object				
					Grants:				
4,000	—	—	4,000	4,000	Family Planning Services	02	4,180	4,300	4,300
1,023	—	—	1,023	1,023	Hemophilia Services	02	939	1,033	1,033
130	—	—	130	130	Testing for Specific Hereditary Diseases	02	—	—	—
1,921	—	—	1,921	1,897	Special Health Services for Handicapped Children	02	2,059	2,059	2,059
416	—	—	416	416	Chronic Renal Disease Services	02	383	430	430
302	1	—	303	302	Pharmaceutical Services for Adults With Cystic Fibrosis	02	308	308	308
25	—	—	25	25	Birth Defects Registry	02	25	25	25
500	—	—	500	497	Statewide Birth Defects Registry (CRF)	02	500	500	500
586	—	900	1,486	1,486	Cost of Living Adjustment, Family Health Services	02	—	297	297
3,091	7	—	3,098	3,085	Maternal and Child Health Services	02	3,403	3,403	3,403
245	—	—	245	245	Primary Care Services – Dover Free Clinic	02	—	—	—
—	—	—	—	—	Lead Testing Kits for Expectant Mothers	02	—	2,000	2,000
779	—	—	779	779	Lead Poisoning Program	02	795	795	795
480	—	—	480	426	Poison Control Center	02	490	490	490
614	—	—	614	596	Cleft Palate Programs	02	565	610	610
200	—	—	200	200	Tourette Syndrome Association of New Jersey	02	200	250	250
149	—	—	149	149	Newborn Screening Follow-up and Treatment for Hemoglobins	02	—	—	—
170	—	—	170	170	SIDS Assistance Act	02	86	185	185
271	—	—	271	271	Services to Victims of Huntington's Disease	02	138	280	280
250	—	—	250	250	St. Barnabas Medical Center	02	250	250	250
—	—	—	—	—	Robert Wood Johnson Medical School at Camden	02	2,989	—	—
250	—	—	250	250	Camden Optometric Eye Center	02	250	—	—
1,255	4	—	1,259	1,250	Tuberculosis Services	03	1,304	1,304	1,304
406	—	-311	95	75	Cost of Living Adjustment, Public Health Protection	03	—	198	198
765	—	—	765	765	Immunization Services	03	795	795	795
58	—	—	58	—	Emergency Medical Services	03	—	—	—
408	—	—	408	408	AIDS Communicable Disease Control	03	424	424	424
500	—	—	500	500	Garden State Cancer Center	03	—	—	—
20,000	—	—	20,000	20,000	Cancer Institute of New Jersey	03	18,000	18,250	18,250
—	—	—	—	—	Cancer Institute of New Jersey, South Jersey Program	03	5,000	5,000	5,000
—	—	—	—	—	St. Barnabas Medical Center – Cancer Center	03	—	250	250
281	—	—	281	281	Worker and Community Right to Know	03	281	281	281

Year Ending June 30, 2003								Year Ending June 30, 2005	
Orig. & (S)Supplemental	Reapp. & (R)Recpts.	Transfers & (E)Emergencies	Total Available	Expended		Prog. Class.	2004 Adjusted Approp.	Requested	Recommended
					GRANTS-IN-AID				
1,373	—	—	1,373	1,369	Substance Abuse Treatment for DYFS/WorkFirst Mothers–Pilot Project	04	1,400	1,400	1,400
211	—	—	211	211	Drugs are Ugly and Uncool Campaign	04	—	—	—
2,298	—	–1,418	880	880	Cost of Living Adjustment, Addiction Services	04	—	1,186	1,186
18,400	58	4,700	23,158	23,084	Community Based Substance Abuse Treatment and Prevention – State Share (e)	04	20,900	22,200	22,200
104	—	—	104	103	Vocational Adjustment Centers	04	—	—	—
—	—	500	500	500	Sub-Acute Residential Detoxification Program	04	—	—	—
650	15	—	665	645	Compulsive Gambling	04	650	700	700
682	—	—	682	674	Mutual Agreement Parolee Rehabilitation Project for Substance Abusers	04	695	695	695
1,987	—	—	1,987	1,985	In-State Juvenile Residential Treatment Services	04	2,027	2,027	2,027
6,000	—	—	6,000	6,000	Delaney Hall Drug Treatment Program	04	—	—	—
1,217	—	–592	625	625	Cost of Living Adjustment, AIDS Services	12	—	618	618
18,387	2	–331	18,058	17,986	AIDS Grants	12	17,012 2,000 S	19,012	19,012
					STATE AID				
					Distribution by Fund and Program				
39,425	—	1,256	40,681	40,681	Family Health Services	02	42,946	52,946	52,946
4,580	—	—	4,580	3,723	Public Health Protection Services	03	2,400	2,400	2,400
—	—	—	—	—	Addiction Services	04	6,000	6,500	6,500
44,005	—	***1,256***	***45,261***	***44,404***	***Total State Aid***		***51,346***	***61,846***	***61,846***
					Distribution by Fund and Object				
					State Aid:				
24,425 15,000 S	—	1,256	40,681	40,681	Early Childhood Intervention Program	02	42,946	52,946	52,946
4,100	—	—	4,100	3,250	Public Health Priority Funding	03	2,400	2,400	2,400
480	—	—	480	473	Local Health Department Information Network (LINCS)	03	—	—	—
—	—	—	—	—	County of Essex – Delaney Hall	04	6,000	6,500	6,500
					CAPITAL CONSTRUCTION				
					Distribution by Fund and Program				
650	791	—	1,441	1,144	Laboratory Services	08	620	—	—
650	***791***	—	***1,441***	***1,144***	***Total Capital Construction***		***620***	—	—
					Distribution by Fund and Object				
					Division of Public Health and Environmental Laboratories				
150	519	—	669	469	Improvements to Laboratories and Installed Equipment	08	150	—	—
500	224	—	724	675	Laboratory Equipment	08	470	—	—
—	2	—	2	—	Warehouse Equipment	08	—	—	—
—	46	—	46	—	Clinical Laboratory Services – Automation	08	—	—	—
206,773	***2,641***	***21,628***	***231,042***	***227,339***	***Grand Total State Appropriation***		***188,913***	***211,051***	***211,051***

Year Ending June 30, 2003								Year Ending June 30, 2005	
Orig. & (S)Supplemental	Reapp. & (R)Recpts.	Transfers & (E)Emergencies	Total Available	Expended		Prog. Class.	2004 Adjusted Approp.	Requested	Recommended
					OTHER RELATED APPROPRIATIONS				
					Federal Funds				
850	373	—	1,223	625	Vital Statistics	01	850	850	850
152,434 500 S	20,184	244	173,362	122,419	Family Health Services	02	144,954	148,876	148,876
53,077 378 S	18,021	682	72,158	30,239	Public Health Protection Services	03	71,511	72,174	72,174
57,919 100 S	16,335	–250	74,104	54,493	Addiction Services	04	53,815	55,656	55,656
1,546 203 S	2,652	–119	4,282	3,103	Laboratory Services	08	4,333	5,121	5,121
92,221 6 S	15,272	—	107,499	70,675	AIDS Services	12	92,755	94,531	94,531
359,234	*72,837*	*557*	*432,628*	*281,554*	*Total Federal Funds*		*368,218*	*377,208*	*377,208*
					All Other Funds				
—	2,317 21,695 R	12,750	36,762	35,027	Family Health Services	02	34,700	34,600	34,600
—	2,126 2,608 R	12,574	17,308	11,931	Public Health Protection Services	03	15,066	15,058	15,058
—	4,812 6,130 R	1,107	12,049	5,160	Addiction Services	04	8,370	9,401	9,401
—	106 323 R	—	429	312	Laboratory Services	08	350	350	350
—	2,598 12,970 R	—	15,568	15,555	AIDS Services	12	9,800	11,000	11,000
—	*55,685*	*26,431*	*82,116*	*67,985*	*Total All Other Funds*		*68,286*	*70,409*	*70,409*
566,007	*131,163*	*48,616*	*745,786*	*576,878*	*GRAND TOTAL ALL FUNDS*		*625,417*	*658,668*	*658,668*

Notes — Direct State Services – General Fund

(a) The fiscal year 2004 appropriation has been adjusted for the allocation of salary program in accordance with the provisions of P.L. 2003, c. 122 (Fiscal Year 2004 Appropriations Act).

(b) The program is budgeted as a dedicated fund in fiscal year 2004 and a revolving fund in fiscal year 2005.

(c) The program is budgeted as a dedicated fund for fiscal years 2003 and 2005.

(d) The program is budgeted as a dedicated fund for fiscal years 2004 and 2005.

Notes — Grants–In–Aid – General Fund

(e) This account provides the necessary State maintenance of effort requirement to match the federal Substance Abuse Block grant.

Language Recommendations — Direct State Services – General Fund

The unexpended balance, as of June 30, 2004, in the New Jersey Emergency Medical Service Helicopter Response Program account is appropriated.

Notwithstanding the provisions of any other law to the contrary, there is appropriated from the "Emergency Medical Technician Training Fund" $79,000 for Emergency Medical Services and $125,000 for the First Response EMT Cardiac Training Program.

In addition to the amount appropriated above for Emergency Medical Services for Children, $150,000 is appropriated from the Health Care Cost Reduction Fund, established pursuant to section 12 of P.L.1992, c.160 (C.26:2H–18.62), for the same purpose.

The amount hereinabove for the New Jersey State Commission on Cancer Research is charged to the Cancer Research Fund pursuant to section 5 of P.L.1982, c.40 (C.54:40A–37.1).

The unexpended balance as of June 30, 2004 in the New Jersey State Commission on Cancer Research account is appropriated.

Amounts deposited in the "New Jersey Breast Cancer Research Fund" from the gross income tax check–offs pursuant to the provisions of P.L.1995, c.26 (C.54A:9–25.7 et al.) are appropriated to the New Jersey State Commission on Cancer Research for breast cancer research projects, subject to the approval of the Director of the Division of Budget and Accounting.

The unexpended balance, as of June 30, 2004, in the Comprehensive Regulated Medical Waste Management Act account, together with any receipts received by the Department of Health and Senior Services pursuant to the provisions of the "Comprehensive Regulated Medical Waste Management Act," P.L.1989, c.34 (C.13:1E–48.1 et seq.), is appropriated.

Notwithstanding the provisions of the "Worker and Community Right to Know Act," P.L.1983, c.315 (C.34:5A–1 et seq.), the amount hereinabove for the Worker and Community Right to Know account is payable out of the Worker and Community Right to Know Fund, and the receipts in excess of the amount anticipated, not to exceed $763,000, are appropriated. If receipts to that fund are less than anticipated, the appropriation shall be reduced proportionately.

Receipts derived from the agency surcharge on vehicle rentals pursuant to section 54 of P.L. 2002, c.34 (C.App.A:9–78), not to exceed $7,500,000, are appropriated for the Medical Emergency Disaster Preparedness for Bioterrorism program and shall be deposited into a dedicated account, the expenditure of which shall be subject to the approval of the Director of the Division of Budget and Accounting.

The Division of Addiction Services is authorized to bill a patient, a patient's estate, the person chargeable for a patient's support or the county of residence for institutional, residential and outpatient support of patients treated for alcoholism or drug abuse, or both. Receipts derived from billings or fees and unexpended balances, as of June 30, 2004, from these billings and fees are appropriated to the Department of Health and Senior Services, Division of Addiction Services for the support of the alcohol and drug abuse programs, subject to the approval of the Director of the Division of Budget and Accounting.

Notwithstanding the provisions of any law to the contrary, the amounts appropriated hereinabove for the two anti–smoking programs (School Based Programs and Youth Anti–Smoking, and Anti–Smoking Programs) shall be charged to the proceeds of the increase in the cigarette tax, established pursuant to P.L. 2002, c.33.

Notwithstanding the provisions of P.L. 2003, c.115, $11,000,000 is appropriated for anti–smoking programs (School Based Programs and Youth Anti–Smoking, and Anti–Smoking Programs).

In order to permit flexibility in the handling of the various appropriations for anti–tobacco initiative accounts hereinabove, funds may be transferred to and from the following items of appropriations: School Based Programs and Youth Anti–Smoking, and Anti–Smoking Programs. Such transfers are subject to the approval of the Director of the Division of Budget and Accounting. Notice thereof shall be provided to the Legislative Budget and Finance Officer on the effective date of the approved transfer.

There are appropriated from the Alcohol Education, Rehabilitation and Enforcement Fund such sums as may be necessary to carry out the provisions of P.L.1983, c.531 (C.26:2B–32 et al.).

There is transferred from the "Drug Enforcement and Demand Reduction Fund" $350,000 to carry out the provisions of P.L.1995, c.318 (C.26:2B–36 et seq.) to establish an "Alcohol and Drug Abuse Program for the Deaf, Hard of Hearing and Disabled" in the Department of Health and Senior Services, subject to the approval of the Director of the Division of Budget and Accounting.

There is appropriated $700,000 from the "Drug Enforcement and Demand Reduction Fund," established pursuant to N.J.S. 2C:35–15, to the Department of Health and Senior Services for a grant to Partnerships for a Drug–Free New Jersey.

The Director of the Division of Budget and Accounting is empowered to transfer or credit appropriations to the Department of Health and Senior Services for diagnostic laboratory services provided to any other agency or department; provided further, however, that funds have been appropriated or allocated to such agency or department for the purpose of purchasing these services.

Receipts from fees established by the Commissioner of Health and Senior Services for licensing of clinical laboratories, pursuant to P.L.1975, c.166 (C.45:9–42.26 et seq.), and blood banks, pursuant to P.L.1963, c. 33 (C.26:2A–2 et seq.), are appropriated.

Receipts from licenses, permits, fines, penalties and fees collected by the Department of Health and Senior Services in Health Services, in excess of those anticipated, are appropriated, subject to the approval of the Director of the Division of Budget and Accounting.

Language Recommendations — Grants–In–Aid – General Fund

An amount not to exceed $1,830,000 is appropriated to the Department of Health and Senior Services from monies deposited in the Health Care Subsidy Fund, established pursuant to section 8 of P.L.1992, c.160 (C.26:2H–18.58), to fund the Infant Mortality Reduction Program.

There is appropriated $570,000 from the Alcohol Education, Rehabilitation and Enforcement Fund to fund the Fetal Alcohol Syndrome Program.

Such sums as are necessary for a loan or loans to the Coriell Institute for Medical Research – New Jersey Cord Blood Resource Center are appropriated, subject to the approval of the Director of the Division of Budget and Accounting. The Commissioner of Health and Senior Services shall issue such loans upon the Coriell Institute's execution of an agreement with any qualified New Jersey–based entities as determined appropriate by the Commissioner for the purpose of establishing a Statewide New Jersey Allogenic Cord Blood Bank. Loan funds shall be used solely for the collection and long–term storage of cord blood samples and for research directed at the growth of stem cells in such samples. The collection and storage of cord blood samples shall occur in New Jersey and shall be done on a not–for–profit basis. Funds loaned pursuant to this act shall be loaned on an interest–free basis and shall be repaid under terms to be determined by the Commissioner.

From the amount appropriated hereinabove for the Cancer Institute of New Jersey $250,000 shall be provided to the Ovarian Cancer Research Fund.

The amount appropriated hereinabove for the Cancer Institute of New Jersey South Jersey Program shall be used by Cooper University Hospital, an affiliate of the Cancer Institute of New Jersey, to develop a cancer treatment program for southern New Jersey to be located in Voorhees, with the participation of the UMDNJ – Robert Wood Johnson Medical School – Camden and the UMDNJ – School of Osteopathic Medicine – Stratford.

There are appropriated from the New Jersey Emergency Medical Service Helicopter Response Program Fund, established pursuant to section 2 of P.L.1992, c.87 (C.26:2K–36.1), such sums as are necessary to pay the reasonable and necessary expenses of the operation of the New Jersey Emergency Medical Service Helicopter Response Program, established pursuant to P.L.1986, c.106 (C.26:2K–35 et seq.), subject to the approval of the Director of the Division of Budget and Accounting.

The unexpended balance of appropriations, as of June 30, 2004, made to the Department of Health and Senior Services by section 20 of P.L.1989, c.51 for State–licensed or approved drug abuse prevention and treatment programs is appropriated for the same purpose, subject to the approval of the Director of the Division of Budget and Accounting.

In addition to the amount hereinabove for Community Based Substance Abuse Treatment and Prevention – State Share program, there is appropriated $1,700,000 from the Drug Enforcement and Demand Reduction Fund for the same purpose.

Notwithstanding the provisions of any other law to the contrary, there is transferred $1,000,000 to the Department of Health and Senior Services from the "Drug Enforcement and Demand Reduction Fund" for drug abuse services.

Notwithstanding the provisions of any law to the contrary, there is transferred $500,000 to the Department of Health and Senior Services from the "Drug Enforcement and Demand Reduction Fund" for the Sub–Acute Residential Detoxification Program.

An amount, not to exceed $600.000, collected by the Casino Control Commission is payable to the General Fund pursuant to section 145 of P.L.1977, c.110 (C.5:12–145).

In addition to the amount hereinabove for Compulsive Gambling, an amount not to exceed $200,000 is appropriated from the annual assessment against permit holders to the Department of Health and Senior Services for prevention, education and treatment programs for compulsive gambling pursuant to the provisions of section 34 of P.L.2001, c.199 (C5:5–159), subject to the approval of the Director of the Division of Budget and Accounting.

There is appropriated $420,000 from the Alcohol Education, Rehabilitation and Enforcement Fund to fund the Local Alcoholism Authorities – Expansion account.

Notwithstanding the provisions of P.L.1983, c.531 (C.26:2B–32 et al.) or any other law to the contrary, the unexpended balance in the Alcohol Education, Rehabilitation and Enforcement Fund, as of June 30, 2004, is appropriated and shall be distributed to counties for the treatment of alcohol and drug abusers and for education purposes.

Language Recommendations — State Aid – General Fund

In addition to the amount hereinabove, receipts from the federal Medicaid (Title XIX) program for handicapped infants are appropriated, subject to the approval of the Director of the Division of Budget and Accounting.

The capitation is set not to exceed 40 cents for the year ending June 30, 2005 for the purposes prescribed in P.L.1966, c.36 (C.26:2F–1 et seq.).

Notwithstanding any provision of law to the contrary, the amount appropriated hereinabove for the Public Health Priority Funding shall not be allocated to county health departments.

20. PHYSICAL AND MENTAL HEALTH
22. HEALTH PLANNING AND EVALUATION

OBJECTIVES

1. To ensure high quality health care accessible to all New Jerseyans, in a safe environment, utilizing the appropriate level of health care facilities, at reasonable costs; to enhance the Department's response to consumer complaints and to conduct on–site visits at all health care facilities against which a complaint has been filed; to ensure that all new applications for licensure are capable of providing high quality care to the ill, the aging, and the vulnerable elderly and young; to continue development and implementation of improved licensure regulations for health care delivery; to monitor the quality of health care personnel training programs and to ensure an adequate number of certified personnel capable of providing quality care; and to increase consumer and professional awareness of the quality of care at New Jersey's licensed health care facilities.
2. To coordinate the development of public health and regulatory databases and the publication of health services research.
3. To administer a Certificate of Need program for certain types of health care facilities/services in order to assure access to needed health care services that are of high quality, and to administer a comprehensive licensure and inspection program to assure quality of services in licensed health care facilities.
4. Allocate health care subsidy funds for hospitals and other health care initiatives; review and analyze issues related to health care financing.
5. To develop Medicaid reimbursement policies and procedures to refine the system in response to changes in the health care environment.
6. To develop analytical data on key hospital quality and outcome measures for dissemination to the public.
7. To oversee the provision of services by managed care organizations, develop analytical data on managed care quality and outcome measures for dissemination to the public, manage the system of external appeals of managed care denials of care as not medically necessary, and investigate consumer complaints.

PROGRAM CLASSIFICATIONS

06. **Long Term Care Systems.** Conducts on–site inspections and licenses nursing homes, residential health care facilities, assisted living residences, comprehensive personal care homes, alternate family care and medical day care; maintains a survey and certification program for nursing homes; investigates complaints received from consumers and other State and federal agencies; develops new and revises existing licensing standards; licenses nursing home administrators, certifies nurse aides in long term care facilities, including criminal background checks and training programs; and provides consumers and professionals with information. The mission is to ensure that New Jersey citizens receive quality health care at appropriate levels of care in the regulated facilities under the Division's purview. Emphasis is placed on senior services.

07. **Health Care Systems Analysis.** Contributes to the development of the State Health Plan; administers the Certificate of Need program; evaluates and controls capital expenditures for health facilities; establishes and maintains uniform health facility reporting systems; establishment of a subsidized health benefits program for workers and the temporarily unemployed; allocation of health care subsidy funds for hospitals and other health care initiatives; review and analysis of other issues related to health care financing; relates to other agencies in the State and federal government that are affected by the planning and reimbursement system; regulates managed care organizations, addressing consumer complaints and reviews the ongoing performance of HMO's through periodic site visits and review of annual reports; and the administration and development of analytical data, which includes data on all vital health events to determine the health status of New Jerseyans.

EVALUATION DATA

	Actual FY 2002	Actual FY 2003	Revised FY 2004	Budget Estimate FY 2005
PROGRAM DATA				
Long Term Care Systems				
Licensed health care facilities	855	880	890	910
Licensed nursing home administrators	1,050	980	1,050	1,100
Total licenses issued	890	992	990	990
Number of beds licensed	80,300	84,188	85,000	85,000
Total inspections	3,650	3,685	3,700	3,725
Total federally certified licensed facilities	9	9	9	9
Total federally certified licensed beds	3,690	3,646	3,646	3,646
Administrative actions/penalties	110	125	125	125
Federal Enforcement Actions	1,300	1,500	1,550	1,550
Nurse Aide applications processed	23,000	21,625	23,000	23,000
Health Care Systems Analysis				
Inspections of acute care facilities	845	850	875	875
Complaints investigations	808	825	850	850
Hospital charity care audits	316	316	340	340
Certificate of need applications processed	105	137	160	120
Collection and analysis of hospital cost, financial, and utilization data				
By patient	1,500,000	1,500,000	3,000,000	4,500,000
By hospital	79	79	79	85
Managed Care publications distributed	27,000	27,000	27,000	27,000
Acute Health Care facilities licensed	836	912	975	1,025
External Health Maintenance Organization complaints processed	6,386	5,184	6,000	6,000
Acute Health Care facilities license applications processed	1,010	1,107	1,220	1,300
Acute Health Care facilities enforcement actions/penalties	33	32	37	37
PERSONNEL DATA				
Position Data				
Filled Positions by Funding Source				
State Supported	102	91	84	108
Federal	88	87	85	113
All Other	96	88	118	145
Total Positions	286	266	287	366
Filled Positions by Program Class				
Long Term Care Systems Development & Quality Assurance	148	138	137	161
Health Care Systems Analysis	138	128	150	205
Total Positions	286	266	287	366

Notes:

Actual payroll counts are reported for fiscal years 2002 and 2003 as of December and revised fiscal year 2004 as of September. The Budget Estimate for fiscal year 2005 reflects the number of positions funded.

APPROPRIATIONS DATA
(thousands of dollars)

Year Ending June 30, 2003								Year Ending June 30, 2005	
Orig. & (S)Supple-mental	Reapp. & (R)Recpts.	Transfers & (E)Emer-gencies	Total Available	Expended		Prog. Class.	2004 Adjusted Approp.	Requested	Recom-mended
					DIRECT STATE SERVICES				
					Distribution by Fund and Program				
4,763	1,806	–1,662	4,907	4,873	Long Term Care Systems	06	3,949	3,949	3,949
1,541	3,034	–2,285	2,290	2,276	Health Care Systems Analysis	07	1,185	2,125	2,125
6,304	***4,840***	***–3,947***	***7,197***	***7,149***	***Total Direct State Services***		***5,134***	***6,074***	***6,074***

Year Ending June 30, 2003						Prog. Class.	2004 Adjusted Approp.	Year Ending June 30, 2005	
Orig. & (S)Supple–mental	Reapp. & (R)Recpts.	Transfers & (E)Emer–gencies	Total Available	Expended				Requested	Recom–mended
					DIRECT STATE SERVICES				
					Distribution by Fund and Object				
					Personal Services:				
4,742	3,034 R	–2,141	5,635	5,625	Salaries and Wages		3,847	4,787	4,787
4,742	*3,034*	*–2,141*	*5,635*	*5,625*	*Total Personal Services*		*3,847*	*4,787*	*4,787*
60	—	–4	56	38	Materials and Supplies		60	60	60
179	—	9	188	174	Services Other Than Personal		179	179	179
94	—	–5	89	83	Maintenance and Fixed Charges		69	69	69
					Special Purpose:				
—	1,806 R	–1,806	—	—	Long Term Care Systems	06	—	—	—
979	—	—	979	979	Nursing Home Background Checks/Nursing Aide Certification Program	06	979	979	979
250	—	—	250	250	Implementation of Statewide Health Information Network	07	—	—	—
					GRANTS–IN–AID				
					Distribution by Fund and Program				
28,116	—	—	28,116	28,116	Health Care Systems Analysis	07	73,269	180,725	180,725
28,116	—	—	***28,116***	***28,116***	***Total Grants–in–Aid***		***73,269***	***180,725***	***180,725***
					Distribution by Fund and Object				
					Grants:				
—	—	—	—	—	Health Care Subsidy Fund Payments (a)	07	25,200	110,419	110,419
7,000	—	—	7,000	7,000	Hospital Assistance Grants	07	19,953	15,000	15,000
3,000 S	—	—	3,000	3,000	Cooper Children's Hospital Neonatal ICU	07	—	—	—
—	—	—	—	—	Hospital Funding	07	—	37,190	37,190
18,116	—	—	18,116	18,116	Supplemental Charity Care	07	18,116	18,116	18,116
—	—	—	—	—	Federally Qualified Health Centers – Services to Family Care Clients	07	10,000	—	—
34,420	***4,840***	***–3,947***	***35,313***	***35,265***	***Grand Total State Appropriation***		***78,403***	***186,799***	***186,799***
					OTHER RELATED APPROPRIATIONS				
					Federal Funds				
11,969	1,280	—	13,249	6,106	Long Term Care Systems	06	11,969	14,997	14,997
19,566	1,119	—	20,685	19,327	Health Care Systems Analysis	07	19,589	71,689	71,689
31,535	***2,399***	—	***33,934***	***25,433***	***Total Federal Funds***		***31,558***	***86,686***	***86,686***
					All Other Funds				
—	759 381 R	–83	1,057	—	Long Term Care Systems	06	252	117	117
—	8,677 26,301 R	–15,363	19,615	10,795	Health Care Systems Analysis	07	46,837	52,974	52,974
—	***36,118***	***–15,446***	***20,672***	***10,795***	***Total All Other Funds***		***47,089***	***53,091***	***53,091***
65,955	***43,357***	***–19,393***	***89,919***	***71,493***	***GRAND TOTAL ALL FUNDS***		***157,050***	***326,576***	***326,576***

Notes — Grants–In–Aid – General Fund

(a) In fiscal year 2005, $42,033,000 in appropriations and associated expenses previously charged to the Hospital Health Care Subsidy Fund have been shifted to the Hospital Relief Offset Payments account in the Medicaid Program.

Language Recommendations — Direct State Services – General Fund

Receipts from licenses, permits, fines, penalties and fees collected by the Department of Health and Senior Services in Health Planning and Evaluation, in excess of those anticipated, are appropriated subject to a plan approved by the Director of the Division of Budget and Accounting.

In addition to the amounts appropriated hereinabove, $1,000,000 is appropriated for the Implementation of Statewide Health Information Network, from the Health Care Cost Reduction Fund, established pursuant to section 12 of P.L.1992, c.160 (C.26:2H–18.62) for establishing HIPAA compliance. Of this amount, $250,000 shall be allocated to Thomas A. Edison State College.

Available funds are appropriated to the "Health Care Facilities Improvement Fund" to provide available resources in an emergency situation at a health care facility, as defined by the Commissioner of Health and Senior Services, or for closure of a health care facility, subject to the approval of the Director of the Division of Budget and Accounting.

Receipts derived from fees charged for processing Certificate of Need applications, and the unexpended balances of such receipts as of June 30, 2004, are appropriated for the cost of this program, subject to the approval of the Director of the Division of Budget and Accounting.

Language Recommendations — Grants–In–Aid – General Fund

There are appropriated such sums as are necessary to pay prior–year obligations of programs within the Health Care Subsidy Fund, subject to the approval of the Director of the Division of Budget and Accounting.

Notwithstanding the provisions of any other law to the contrary, $6,000,000 of the amount hereinabove for the Health Care Subsidy Fund payments account is appropriated from the Admission Charge Hospital Assessment revenue item.

Notwithstanding the provisions of any other law to the contrary, up to $25,000,000, representing increased payments for hospital charity care, are appropriated from the Health Care Subsidy Fund, subject to the approval of the Director of the Division of Budget and Accounting.

Notwithstanding the provisions of any other law to the contrary, there is established a Supplemental Charity Care Fund account for disbursement of additional charity care funding to hospitals with documented charity care in calendar year 2003. The total amount to be disbursed from the Supplemental Charity Care Fund shall not exceed the amount appropriated. Hospitals, which have not received payments under the Charity Care Subsidy, pursuant to P.L.1996, c.28, equal to at least $0.30 per dollar of charity care provided, shall be eligible to receive payments from the Supplemental Charity Care Fund pursuant to a methodology established by the Commissioner of Health and Senior Services. These payments will be prorated so that payments to all hospitals from Supplemental Charity Care do not exceed the amount appropriated.

Notwithstanding the provisions of any law to the contrary, the amounts appropriated hereinabove for Health Care Subsidy Fund Payments, Hospital Assistance Grants and Hospital Funding shall be charged to the proceeds of the increase in the cigarette tax, pursuant to the passage of enabling legislation, and to the proceeds of the Second Referral Debt Collection–Hospitals revenue item.

The amount appropriated hereinabove for Hospital Funding shall be allocated in one or more of the following existing hospital allocation formulas: Charity Care, Supplemental Charity Care, Hospital Relief Subsidies and Mental Health Subsidies, as determined by the Commissioner of the Department of Health and Senior Services.

Notwithstanding the provisions of any law to the contrary, the Commissioner of Health and Senior Services shall establish rules and guidelines to allocate the funding provided in the Hospital Assistance Grants account.

20. PHYSICAL AND MENTAL HEALTH

25. HEALTH ADMINISTRATION

OBJECTIVES

1. To execute legislative mandates and to assure the health and well–being of the citizens in New Jersey through the development of responsive public health policy and the provision of appropriate public health programs.
2. To plan, develop, and maintain financial, human resource, information processing and managerial support services which will ensure the delivery of effective and efficient public health programs.

PROGRAM CLASSIFICATIONS

99. **Administration and Support Services.** The Commissioner and staff (C.26:1A–13 et seq.) provide Department–wide support in policy and planning development, legal services, legislative services, public information, program evaluation; the Office of Minority Health; and a full range of centralized support services to the operating divisions including:

Financial and General Services–Prepares Department budgets; ensures the meeting of financial requirements for all federal, State and private grants; maintains Department financial records in accordance with legal requirements and generally accepted accounting principles; supervises Department auditing, procurement and grant processes and provides technical financial guidance to the Department and its grantees. Warehousing, printing, facilities, and mail handling are also provided.

Management and Information Services–Develops and maintains electronic data processing services for the Department; ensures the collection, storage and retrieval of data in a uniform, centralized system; provides systems analysis, design and implementation.

Human Resource Services–Provides personnel management and development, labor relations and affirmative action services for the Department.

EVALUATION DATA

	Actual FY 2002	Actual FY 2003	Revised FY 2004	Budget Estimate FY 2005
PERSONNEL DATA				
Affirmative Action Data				
Male Minority	141	160	160	160
Male Minority %	6.6	7.4	7.4	7.4
Female Minority	500	561	561	561
Female Minority %	23.4	26.0	26.0	26.0
Total Minority	641	721	721	721
Total Minority %	30.0	33.4	33.4	33.4
Position Data				
Filled Positions by Funding Source				
State Supported	118	107	102	98
Federal	7	3	3	4
All Other	124	120	146	141
Total Positions	249	230	251	243
Filled Positions by Program Class				
Administration and Support Services	249	230	251	243
Total Positions	249	230	251	243

Notes:

Actual payroll counts are reported for fiscal years 2002 and 2003 as of December and revised fiscal year 2004 as of September. The budget for fiscal year 2005 reflects the number of positions funded.

APPROPRIATIONS DATA
(thousands of dollars)

Year Ending June 30, 2003								Year Ending June 30, 2005	
Orig. & (S)Supple-mental	Reapp. & (R)Recpts.	Transfers & (E)Emer-gencies	Total Available	Expended		Prog. Class.	2004 Adjusted Approp.	Requested	Recom-mended
					DIRECT STATE SERVICES				
					Distribution by Fund and Program				
5,407	15	2,766	8,188	7,969	Administration and Support Services	99	5,738	5,688	5,688
5,407	***15***	***2,766***	***8,188***	***7,969***	***Total Direct State Services***		***5,738*** [a]	***5,688***	***5,688***
					Distribution by Fund and Object				
					Personal Services:				
3,156	15 R	2,507	5,678	5,663	Salaries and Wages		3,518	3,468	3,468
3,156	*15*	*2,507*	*5,678*	*5,663*	*Total Personal Services*		*3,518*	*3,468*	*3,468*
49	—	—	49	48	Materials and Supplies		49	49	49
618	—	253	871	869	Services Other Than Personal		587	587	587
—	—	6	6	6	Maintenance and Fixed Charges		—	—	—
					Special Purpose:				
1,500	—	—	1,500	1,299	Office of Minority and Multicultural Health	99	1,500	1,500	1,500
84	—	—	84	84	Affirmative Action and Equal Employment Opportunity	99	84	84	84
					CAPITAL CONSTRUCTION				
					Distribution by Fund and Program				
—	6	—	6	—	Administration and Support Services	99	—	—	—
—	*6*	—	*6*	—	***Total Capital Construction***		—	—	—

Year Ending June 30, 2003						Prog. Class.	2004 Adjusted Approp.	Year Ending June 30, 2005	
Orig. & (S)Supplemental	Reapp. & (R)Recpts.	Transfers & (E)Emergencies	Total Available	Expended				Requested	Recommended
					CAPITAL CONSTRUCTION				
					Distribution by Fund and Object				
					Division of Management and Administration				
—	1	—	1	—	Information Processing Network – Infrastructure Upgrade	99	—	—	—
—	3	—	3	—	Infrastructure Network	99	—	—	—
—	2	—	2	—	"E" Public Health	99	—	—	—
5,407	*21*	*2,766*	*8,194*	*7,969*	*Grand Total State Appropriation*		*5,738*	*5,688*	*5,688*
					OTHER RELATED APPROPRIATIONS				
					Federal Funds				
1,296 189 S	230	10	1,725	698	Administration and Support Services	99	1,296	1,136	1,136
1,485	*230*	*10*	*1,725*	*698*	*Total Federal Funds*		*1,296*	*1,136*	*1,136*
					All Other Funds				
—	5,172 1,777 R	4,209	11,158	5,146	Administration and Support Services	99	1,300	1,300	1,300
—	*6,949*	*4,209*	*11,158*	*5,146*	*Total All Other Funds*		*1,300*	*1,300*	*1,300*
6,892	*7,200*	*6,985*	*21,077*	*13,813*	*GRAND TOTAL ALL FUNDS*		*8,334*	*8,124*	*8,124*

Notes — Direct State Services – General Fund

(a) The fiscal year 2004 appropriation has been adjusted for the allocation of salary program in accordance with the provisions of P.L. 2003, c. 122 (Fiscal Year 2004 Appropriations Act).

20. PHYSICAL AND MENTAL HEALTH

26. SENIOR SERVICES

OBJECTIVES

1. To provide a variety of medical and health services to individuals in their own homes to avoid unnecessary institutional placement.
2. To provide prescription drugs, insulin and insulin syringes for State residents qualifying for the Pharmaceutical Assistance to the Aged and Disabled (PAA/D) and Senior Gold programs (C.30:4D–21 et seq.).
3. To promote and encourage advocacy for the aging population at the federal, State, county and municipal levels in order to ensure that the elderly will not be deprived of their rights, privileges, entitlements or benefits.
4. To promote, advocate and insure, as a whole and in particular cases, the adequacy of the care received, and the quality of life experienced, by elderly patients, residents and clients of institutional facilities within this State.
5. To assure through the County Offices on Aging that congregate and in–home nutrition services are provided on a daily basis to residents aged 60 years and older with emphasis on those in greatest need.
6. To continue to serve as an effective and visible advocate for the elderly through programs for the aging.
7. To provide assistance to elderly citizens who have been found by the court to need a guardian or conservator and to administer those services in order to provide a better quality of life for each individual represented.
8. To set nursing facility Medicaid reimbursement through the rate setting process.

PROGRAM CLASSIFICATIONS

22. **Medical Services for the Aged.** Supports medically related services to eligible elderly and disabled individuals including community–based services to clients who would normally be eligible for Medicaid coverage only in an institution. Rebates for hearing aids purchased are provided to persons eligible for Pharmaceutical Assistance to the Aged and Disabled. Home care services are also provided to persons previously ineligible because of income limits.

24. **Pharmaceutical Assistance to the Aged and Disabled (PAA/D).** The Pharmaceutical Assistance to the Aged (PAA) Program provides prescription drug benefits to persons over 65 years of age with an income of up to $9,000 if single or $12,000 if married. Eligible individuals above these income limits and the disabled are funded from the Casino Revenue Fund through the Pharmaceutical Assistance to the Aged and Disabled (PAAD) Program, which provides prescription drug benefits to persons over 65 years of age, or disabled as defined by the Federal Social Security Act, with an income of up to $20,437 if single or $25,058 if married. The Senior Gold program provides prescription drug benefits to everyone over 65 years of age or receiving Social Security Disability benefits, whose annual income is $10,000 above the applicable PAAD income eligibility limits for single and married persons, which amount is to be determined on the

same basis as income is determined for the purpose for eligibility for PAAD.

55. **Programs for the Aged.** The Division of Senior Affairs (C.52:27D–28.1) supports programs which improve the quality of life for New Jersey's older citizens through technical assistance and grants to local entities. Funded programs include congregate and home delivered meals, informational assistance, outreach, personal care, legal services, transportation, telephone reassurance, housekeeping and chore services, and case management. These programs are financed with both State and federal funds. The 21 County Offices on Aging are also supported with State aid.

56. **Office of the Ombudsman.** The Ombudsman for the Institutionalized Elderly (C.52:27G–1 et seq.) receives, investigates and resolves complaints concerning health care facilities serving the elderly, and initiates actions to secure, preserve and promote the health, safety, welfare and the civil and human rights of the institutionalized elderly. The Office reviews requests for the withdrawal or withholding of life–sustaining treatment for persons without advance directives for health care.

57. **Office of the Public Guardian.** The Public Guardian (C.52:27G–20 et seq.) provides guardianship services for elderly adults who have been deemed by the courts to be in need of a guardian or conservator. Services include legal assistance, individualized social service plans, investigations into family/social history, and financial management, dependent on the client's personal needs.

EVALUATION DATA

	Actual FY 2002	Actual FY 2003	Revised FY 2004	Budget Estimate FY 2005
PROGRAM DATA				
Medical Services for the Aged				
Nursing Home Services:				
Per diem	$116.18	$123.08	$132.20	$134.08
Patient days	11,004,752	10,758,012	10,640,072	10,168,761
Gross annual cost (a)	$1,278,550,848	$1,324,140,202	$1,406,612,000	$1,363,434,000
Community Care Programs:				
Community Care Program for the Elderly and Disabled clients served	5,200	5,200	5,200	5,200
Community Care Program for the Elderly and Disabled amount expended	$ 58,120,000 (b)	$ 55,110,484 (b)	$ 56,258,000 (b)	$ 56,052,000 (b)
Assisted Living/ Alternative Family Care Clients served	1,500	1,875	2,450	3,200
Pharmaceutical Assistance to the Aged and Disabled				
Pharmaceutical Assistance to the Aged (PAA) Only:				
Average monthly eligibles	22,218	17,766	16,943	16,012
Average monthly prescriptions per eligible	2.35	2.50	2.65	2.75
Annual prescriptions	626,548	532,980	538,787	528,396
Cost per prescription (excludes co-payment)	$55.29	$63.01	$58.79	$56.46
Gross Cost PAA Program	$34,641,795	$33,580,622	$31,674,785	$29,835,000
Recoveries (c)				
Annual Cost	$34,641,795	$33,580,622	$31,674,785	$29,835,000
Pharmaceutical Assistance to the Aged & Disabled (PAAD) Only:				
Aged				
Average monthly eligibles	150,280	147,841	146,722	144,161
Average monthly prescriptions per eligible	2.77	2.99	3.21	3.35
Annual prescriptions	4,995,313	5,304,535	5,651,731	5,795,272
Cost per prescription (excludes co-payment)	$58.64	$67.19	$69.58	$62.06
Gross Cost PAAD Program (Aged only)	$292,911,370	$356,422,261	$393,241,711	$359,633,250
Recoveries (c)	($8,354,876)	($6,832,818)	($6,857,250)	($6,857,250)
PAAD manufacturers' rebates (c)	($49,567,749)	($55,149,276)	($80,625,000)	($79,500,000)
Net Annual Cost	$234,988,746	$294,440,167	$305,759,461	$273,276,000

	Actual FY 2002	Actual FY 2003	Revised FY 2004	Budget Estimate FY 2005
Disabled				
Average monthly eligibles	26,933	27,247	27,314	27,114
Average monthly prescriptions per eligible	3.69	3.85	4.07	4.18
Annual prescriptions	1,193,426	1,258,811	1,334,016	1,360,038
Cost per prescription (excludes co-payment)	$84.56	$94.38	$98.26	$88.14
Gross Cost PAAD Program (Disabled only)	$100,921,871	$118,807,420	$131,080,170	$119,877,750
Recoveries (c)	($2,111,100)	($2,277,606)	($2,285,750)	($2,285,750)
PAAD manufacturers' rebates (c)	($14,805,951)	($18,383,092)	($26,875,000)	($26,500,000)
Net Annual Cost	$84,004,820	$98,146,722	$101,919,420	$91,092,000
Total General Fund	$106,185,017	$166,293,511	$185,814,666	$106,073,000
Total Casino Revenue Fund	$247,450,344	$259,874,000	$255,182,000	$288,130,000
Senior Gold				
Aged				
Average monthly eligibles	22,352	28,133	27,826	28,750
Average monthly prescriptions per eligible	1.70	2.04	2.08	2.13
Annual prescriptions	455,211	688,696	694,537	734,850
Cost per prescription (excludes cost sharing)	$22.56	$24.78	$26.90	$29.89
Gross Cost Senior Gold Program (Aged only)	$10,271,013	$17,063,778	$18,684,087	$21,964,725
Senior Gold manufacturers' rebates	($1,078,666)	($2,036,375)	($2,450,000)	($2,450,000)
Net Annual Cost	$9,192,348	$15,027,403	$16,234,087	$19,514,725
Disabled				
Average monthly eligibles	962	1,259	1,375	1,475
Average monthly prescriptions per eligible	1.98	2.43	2.41	2.42
Annual prescriptions	22,828	36,712	39,765	42,834
Cost per prescription (excludes cost sharing)	$23.68	$33.16	$34.16	$36.94
Gross Cost Senior Gold Program (Disabled only)	$540,580	$1,217,466	$1,358,289	$1,582,275
Total General Fund	$9,732,927	$16,244,869	$17,592,376	$21,097,000 (e)
Programs for the Aged				
Services and Service Units Provided:				
Congregate meals service	2,109,273	2,127,431	2,127,000	2,127,000
Home delivered meals service	3,020,231	3,589,384	3,589,000	3,589,000
Transportation service	1,003,029	1,039,220	1,039,000	1,039,000
Information and referral service	353,916	375,603	376,000	376,000
Telephone reassurance service	359,805	237,859	238,000	238,000
Outreach service	27,150	56,824	57,000	57,000
Personal care service	790,563	762,846	763,000	763,000
Legal service	24,575	26,226	26,000	26,000
Housekeeping and chore services	442,902	511,341	511,000	511,000
Education and training services	9,549	29,214	29,000	29,000
Case management service	85,961	160,668	161,000	161,000
Physical health services	53,666	103,370	103,000	103,000
Congregate Housing Services Program				
Persons served	2,434	2,994	3,000	3,000
Site locations	64	70	70	70
Adult Protective Services				
Persons served	5,350	5,322 (d)	5,300	5,300
Health Insurance Counseling				
Clients served	74,500	75,000	75,000	75,000
Security Housing and Transportation				
Clients served	7,376	9,342 (d)	9,300	9,300
Gerontology Services				
Geriatric Patients Served	3,051	3,043	3,000	3,000
Alzheimer's Day Care Units Provided	57,092	62,030	62,000	62,000
Persons Trained in Gerontology	4,812	3,592	3,600	3,600
Caregivers Receiving Respite Care	3,520	2,500	2,500	2,500
Office of the Ombudsman				
Office of the Ombudsman				
Institutionalized elderly	120,000	125,000	125,000	125,000

	Actual FY 2002	Actual FY 2003	Revised FY 2004	Budget Estimate FY 2005
On–site investigations:				
Involving patient funds	608	697	770	880
Involving care/abuse/neglect	6,300	7,803	8,580	9,460
Nursing homes visited	3,600	3,854	4,290	4,730
Boarding homes visited	175	216	220	220
Residential health care/psychiatric and development centers visits	200	221	220	220
Cases referred to enforcement agencies	381	424	440	440
Office of the Public Guardian				
Office of the Public Guardian				
Number of inquiries	450	247	280	300
Number of cases handled	1,500	1,614	1,764	1,924
Number of court–appointed cases	150	114	150	160
PERSONNEL DATA				
Position Data				
Filled Positions by Funding Source				
State Supported	330	301	301	331
Federal	142	120	120	162
All Other	19	21	21	23
Total Positions	491	442	442	516
Filled Positions by Program Class				
Medical Services for the Aged	217	194	178	231
Pharmaceutical Assistance to the Aged & Disabled	143	130	143	159
Lifeline	28	17	21	20
Programs for the Aged	58	56	54	58
Ombudsman's Office	23	20	19	21
Office of the Public Guardian	22	25	27	27
Total Positions	491	442	442	516

Notes:

Actual payroll counts are reported for fiscal years 2002 and 2003 as of December and revised fiscal year 2004 as of September. The Budget Estimate for fiscal year 2005 reflects the number of positions funded.

Actual fiscal year 2002 and 2003 amounts have been restated to reflect accurate accounts.

The appropriation and evaluation data for the Lifeline Credits and Tenants Assistance Rebates Programs have been adjusted for all fiscal years to reflect the transfer of these programs to the Board of Public Utilities (BPU), in accordance with a Memorandum of Understanding (MOU) between the BPU and the Department of Health and Senior Services (DHSS). The administrative portion of Lifeline will remain in the Department of Health and Senior Services.

(a) Includes expenses for Medicaid High Occupancy, federal Peer Grouping, and SOBRA funded in the General Fund.

(b) Includes resources from the Casino Revenue Fund, Grants–in–Aid, the Health Care Subsidy Fund, and matching federal funds.

(c) Rebates and recoveries earned by all portions of the PAA/PAAD program; beginning in fiscal year 2002, rebates are applied to the PAAD program only.

(d) Definition was changed to standardize reporting by Adult Protective Services agencies.

(e) Excludes $3,850,000 appropriated for administration.

APPROPRIATIONS DATA
(thousands of dollars)

Year Ending June 30, 2003								Year Ending June 30, 2005	
Orig. & (S)Supple–mental	Reapp. & (R)Recpts.	Transfers & (E)Emer–gencies	Total Available	Expended		Prog. Class.	2004 Adjusted Approp.	Requested	Recom–mended
					DIRECT STATE SERVICES				
					Distribution by Fund and Program				
5,249	27	3,817	9,093	8,792	Medical Services for the Aged	22	4,946	5,733	5,733
6,904	435	6,196	13,535	12,365	Pharmaceutical Assistance to the Aged and Disabled	24	9,654	8,560	8,560
1,356	12	259	1,627	1,601	Programs for the Aged	55	1,333	1,333	1,333
485	—	*209*	*694*	*693*	*(From General Fund)*		*462*	*462*	*462*
871	*12*	*50*	*933*	*908*	*(From Casino Revenue Fund)*		*871*	*871*	*871*

HEALTH AND SENIOR SERVICES

Year Ending June 30, 2003								Year Ending June 30, 2005	
Orig. & (S)Supple–mental	Reapp. & (R)Recpts.	Transfers & (E)Emer–gencies	Total Available	Expended		Prog. Class.	2004 Adjusted Approp.	Requested	Recom–mended
					DIRECT STATE SERVICES				
898	—	—	898	898	Office of the Ombudsman	56	826	826	826
727	—	—	727	727	Office of the Public Guardian	57	681	681	681
15,134	***474***	***10,272***	***25,880***	***24,383***	*Total Direct State Services*		***17,440***	***17,133***	***17,133***
14,263	*462*	*10,222*	*24,947*	*23,475*	*(From General Fund)*		*16,569*	*16,262*	*16,262*
871	*12*	*50*	*933*	*908*	*(From Casino Revenue Fund)*		*871*	*871*	*871*
					Distribution by Fund and Object				
					Personal Services:				
8,429	—	175	8,604	8,375	Salaries and Wages		8,735	9,422	9,422
796	—	14	810	810	Salaries and Wages (CRF)		658	658	658
—	—	—	—	—	Employee Benefits (CRF)		138	138	138
9,225	—	*189*	*9,414*	*9,185*	*Total Personal Services*		*9,531*	*10,218*	*10,218*
8,429	—	*175*	*8,604*	*8,375*	*(From General Fund)*		*8,735*	*9,422*	*9,422*
796	—	*14*	*810*	*810*	*(From Casino Revenue Fund)*		*796*	*796*	*796*
170	—	18	188	172	Materials and Supplies		170	170	170
14	—	—	14	14	Materials and Supplies (CRF)		14	14	14
2,172	—	1,202	3,374	3,362	Services Other Than Personal		2,172	1,178	1,178
47	—	36	83	83	Services Other Than Person-al (CRF)		47	47	47
450	—	–1	449	412	Maintenance and Fixed Charges		450	450	450
2	—	—	2	—	Maintenance and Fixed Charges (CRF)		2	2	2
					Special Purpose:				
737	—	–485	252	240	Fiscal Agent – Medical Services for the Aged	22	737	737	737
—	25	4,337	4,362	4,320	ElderCare Initiatives	22	—	—	—
2,134	434	485	3,053	3,053	Payments to Fiscal Agent – PAA	24	4,134	4,134	4,134
—	—	4,300	4,300	3,188	Senior Gold Prescription Assistance Program	24	—	—	—
—	—	191	191	191	ElderCare Advisory Commission Initiatives	55	—	—	—
143	—	—	143	143	Federal Programs for the Aging (State Share)	55	143	143	143
28	3	—	31	19	Additions, Improvements and Equipment		28	28	28
12	12	—	24	1	Additions, Improvements and Equipment (CRF)		12	12	12
					GRANTS–IN–AID				
					Distribution by Fund and Program				
289,620	2,793	305,706	598,119	506,412	Medical Services for the Aged	22	349,567	754,591	754,591
285,763	*2,793*	*305,706*	*594,262*	*503,136*	*(From General Fund)*		*320,009*	*726,130*	*726,130*
3,857	—	—	*3,857*	*3,276*	*(From Casino Revenue Fund)*		*29,558*	*28,461*	*28,461*
448,552	106,401	–22,543	532,410	519,495	Pharmaceutical Assistance to the Aged and Disabled	24	464,222	419,150	419,150
188,678	*32,869*	*–22,543*	*199,004*	*186,137*	*(From General Fund)*		*209,040*	*131,020*	*131,020*
259,874	*73,532*	—	*333,406*	*333,358*	*(From Casino Revenue Fund)*		*255,182*	*288,130*	*288,130*
28,598	33	–190	28,441	27,886	Programs for the Aged	55	27,387	29,810	29,810
14,404	*3*	*–140*	*14,267*	*14,264*	*(From General Fund)*		*13,025*	*15,448*	*15,448*
14,194	*30*	*–50*	*14,174*	*13,622*	*(From Casino Revenue Fund)*		*14,362*	*14,362*	*14,362*
766,770	***109,227***	***282,973***	***1,158,970***	***1,053,793***	*Total Grants–in–Aid*		***841,176***	***1,203,551***	***1,203,551***
488,845	*35,665*	*283,023*	*807,533*	*703,537*	*(From General Fund)*		*542,074*	*872,598*	*872,598*
277,925	*73,562*	*–50*	*351,437*	*350,256*	*(From Casino Revenue Fund)*		*299,102*	*330,953*	*330,953*

Year Ending June 30, 2003								Year Ending June 30, 2005	
Orig. & (S)Supplemental	Reapp. & (R)Recpts.	Transfers & (E)Emergencies	Total Available	Expended		Prog. Class.	2004 Adjusted Approp.	Requested	Recommended
					GRANTS–IN–AID				
					Distribution by Fund and Object				
					Grants:				
13,973	—	1,255	15,228	15,192	Assisted Living Program	22	18,540	23,540	23,540
27,370	—	–1,800	25,570	24,700	Community Care Alternatives	22	—	—	—
3,253	—	—	3,253	2,857	Community Care Alternatives (CRF)	22	29,123	28,026	28,026
166,497	2,792	312,988	482,277	395,419	Payments for Medical Assistance Recipients – Nursing Homes [a]	22	127,806 91,500 S	630,717	630,717
49,046	—	–2,400	46,646	46,005	Medical Day Care Services	22	58,163	42,996	42,996
9,000	—	—	9,000	9,000	Medicaid High Occupancy – Nursing Homes	22	9,000	9,000	9,000
19,877	1	–4,337	15,541	12,820	ElderCare Initiatives	22	15,000	19,877	19,877
354	—	—	354	276	Home Care Expansion (CRF)	22	235	235	235
250	—	—	250	143	Hearing Aid Assistance for the Aged and Disabled (CRF)	22	200	200	200
36,626	—	–2,702	33,924	33,581	Pharmaceutical Assistance to the Aged – Claims	24	35,998	29,835	29,835
5,959 118,000 S	21,316	—	145,275	134,275	Pharmaceutical Assistance to the Aged and Disabled – Claims [b]	24	144,684 S	76,238	76,238
259,874	73,532 R	—	333,406	333,358	Pharmaceutical Assistance to the Aged and Disabled – Claims (CRF) [c]	24	255,182	288,130	288,130
28,093	9,517 2,036 R	–19,841	19,805	18,281	Senior Gold Prescription Assistance Program	24	28,358	24,947	24,947
464	—	—	464	464	Arthritis Quality of Life Initiative Act	55	232	482	482
8,497	—	—	8,497	8,497	Purchase of Social Services	55	8,673	8,673	8,673
3,500	—	–191	3,309	3,309	ElderCare Advisory Commission Initiatives	55	2,500	2,500	2,500
339	—	165	504	504	Cost–of–Living Adjustment, Senior Services	55	—	173	173
759	3	–114	648	645	Alzheimer's Disease Program	55	775	775	775
2,572	3	–50	2,525	2,525	Demonstration Adult Day Care Center Program–Alzheimer's Disease (CRF)	55	2,632	2,632	2,632
845	—	—	845	845	Adult Protective Services	55	845	845	845
1,780	—	—	1,780	1,780	Adult Protective Services (CRF)	55	1,780	1,780	1,780
1,668	—	—	1,668	1,177	Senior Citizen Housing–Safe Housing and Transportation (CRF)	55	1,668	1,668	1,668
—	—	—	—	—	NJ Caring for Caregivers Initiative	55	—	2,000	2,000
5,251	9	—	5,260	5,259	Respite Care for the Elderly (CRF)	55	5,359	5,359	5,359
1,938	18	—	1,956	1,896	Congregate Housing Support Services (CRF)	55	1,938	1,938	1,938
985	—	—	985	985	Home Delivered Meals Expansion (CRF)	55	985	985	985
					STATE AID				
					Distribution by Fund and Program				
6,964	—	–1,344	5,620	5,620	Programs for the Aged	55	7,108	7,108	7,108
6,964	—	***–1,344***	***5,620***	***5,620***	*Total State Aid*		***7,108***	***7,108***	***7,108***

Year Ending June 30, 2003 Orig. & (S)Supplemental	Reapp. & (R)Recpts.	Transfers & (E)Emergencies	Total Available	Expended		Prog. Class.	2004 Adjusted Approp.	Year Ending June 30, 2005 Requested	Recommended
					STATE AID				
					Distribution by Fund and Object				
					State Aid:				
2,775	—	–964	1,811	1,811	County Offices on Aging	55	2,832	2,832	2,832
4,189	—	–380	3,809	3,809	Older Americans Act–State Share	55	4,276	4,276	4,276
788,868	*109,701*	*291,901*	*1,190,470*	*1,083,796*	*Grand Total State Appropriation*		*865,724*	*1,227,792*	*1,227,792*
					OTHER RELATED APPROPRIATIONS				
					Federal Funds				
1,351,873	–110 143,066 R	—	1,494,829	1,026,321	Medical Services for the Aged	22	1,381,246	882,030	882,030
147,808	—	—	147,808	—	Pharmaceutical Assistance to the Aged and Disabled	24	—	90,994	90,994
45,268 250 S	1,260	4	46,782	39,102	Programs for the Aged	55	44,870	44,472	44,472
420	305	110	835	310	Office of the Ombudsman	56	600	600	600
250	—	400	650	577	Office of the Public Guardian	57	500	550	550
1,545,869	*144,521*	*514*	*1,690,904*	*1,066,310*	*Total Federal Funds*		*1,427,216*	*1,018,646*	*1,018,646*
					All Other Funds				
—	952,000 R	—	952,000	952,000	Medical Services for the Aged	22	—	—	—
—	163 72 R	—	235	72	Programs for the Aged	55	150	300	300
—	28 –5 R	—	23	23	Office of the Ombudsman	56	—	—	—
—	15 341 R	—	356	356	Office of the Public Guardian	57	600	600	600
—	*952,614*	—	*952,614*	*952,451*	*Total All Other Funds*		*750*	*900*	*900*
2,334,737	*1,206,836*	*292,415*	*3,833,988*	*3,102,557*	*GRAND TOTAL ALL FUNDS*		*2,293,690*	*2,247,338*	*2,247,338*

Notes — Grants–In–Aid – General Fund

(a) The FY2004 adjusted amount reflects a $450 million federal revenues maximization offset for IGT/Stimulus Bill/other initiatives. The FY2005 recommended and requested amount reflects a $17 million offset for IGT.

(b) Amounts represent partial costs of the Pharmaceutical Assistance to the Aged and Disabled program. The remainder is funded by the Casino Revenue Fund.

Notes — Grants–In–Aid – Casino Revenue Fund

(c) In FY2003, $123,959,000 has been shifted to the General Fund due to insufficient resources in the Casino Revenue Fund. In FY2004, $144,684,000 has been shifted to the General Fund.

Language Recommendations — Direct State Services – General Fund

When any action by a county welfare agency, whether alone or in combination with the Division of Medical Assistance and Health Services in the Department of Human Services or the Department of Health and Senior Services, results in a recovery of improperly granted medical assistance, the Division of Medical Assistance and Health Services or the Department of Health and Senior Services may reimburse the county welfare agency in the amount of 25% of the gross recovery.

Notwithstanding the provisions of any other State law to the contrary, any third party, as defined in subsection m. of section 3 of P.L.1968, c.413 (C.30:4D–3), writing health, casualty or malpractice insurance policies in the State or covering residents of this State, shall enter into an agreement with the Department of Health and Senior Services to permit and assist the matching of the Department of Health and Senior Services' program eligibility and/or adjudication claims files against that third party's eligibility and/or adjudicated claims files for the purpose of the coordination of benefits, utilizing, if necessary, social security numbers as common identifiers.

The unexpended balances as of June 30, 2004 in the Payments to Fiscal Agent – PAA account are appropriated.

Such sums as may be necessary, not to exceed $1,591,000, may be credited from the Energy Assistance program account in the Board of the Public Utilities to the Lifeline program account shall be applied in accordance with a Memorandum of Understanding between the President of the Board of Public Utilities and the Commissioner of the Department of Health and Senior Services, subject to the approval of the Director of the Division of Budget and Accounting.

Receipts from the Office of the Public Guardian for Elderly Adults are appropriated.

Language Recommendations — Grants–In–Aid – General Fund

The amounts hereinabove appropriated for Payments for Medical Assistance Recipients – Nursing Homes are available for the payment of obligations applicable to prior fiscal years.

In order to permit flexibility in the handling of appropriations and ensure the timely payment of claims to providers of medical services, amounts may be transferred to and from the various items of appropriation within the General Medical Services program classification in the Division of Medical Assistance and Health Services in the Department of Human Services and the Medical Services for the Aged program classification in Senior Services in the Department of Health and Senior Services, subject to the approval of the Director of the Division of Budget and Accounting. Notice thereof shall be provided to the Legislative Budget and Finance Officer on the effective date of the approved transfer.

All funds recovered pursuant to P.L.1968, c.413 (C.30:4D–1 et seq.) and P.L.1975, c.194 (C.30:4D–20 et seq.) during the fiscal year ending June 30, 2005 are appropriated for payments to providers in the same program class from which the recovery originated.

Notwithstanding the provisions of any other law to the contrary, a sufficient portion of receipts generated or savings realized in the Medical Services for the Aged Grants–In–Aid accounts from initiatives included in the fiscal year 2005 Budget may be transferred to administration accounts to fund costs incurred in realizing these additional receipts or savings, subject to the approval of the Director of the Division of Budget and Accounting.

The Division of Medical Assistance and Health Services in the Department of Human Services and the Department of Health and Senior Services, subject to federal approval, shall implement policies that would limit the ability of persons who have the financial ability to provide for their own long–term care needs to manipulate current Medicaid rules to avoid payment for that care. The Division of Medical Assistance and Health Services and the Department of Health and Senior Services shall require, in the case of a married individual requiring long–term care services, that the portion of the couple's resources which are not protected for the needs of the community spouse be used solely for the purchase of long–term care services.

Such sums as may be necessary are appropriated from enhanced audit recoveries obtained by the Department of Health and Senior Services to fund the costs of enhanced audit recovery efforts of the department within the Medical Services for the Aged program classification, subject to the approval of the Director of the Division of Budget and Accounting.

Notwithstanding the provisions of any other law to the contrary, effective July 1, 2004, reimbursement for nursing facility services, which are funded hereinabove in the Payments for Medical Assistance Recipients – Nursing Homes account, shall be 50% of the per diem rate when a Medicaid beneficiary is hospitalized. These payments shall be limited to the first 10 days of the hospitalization. Medicaid reimbursement for nursing facility services shall be discontinued beyond the 10th day of the hospitalization.

The funds appropriated hereinabove for Payments for Medical Assistance Recipients – Medicaid High Occupancy – Nursing Homes shall be distributed for patient services among those nursing homes where Medicaid patient day occupancy level is at or above 75%. Each such facility shall receive its distribution through a prospective per diem rate adjustment according to the following formula: E = A Medicaid days/ T Medicaid days x F; where E is the entitlement for a specific nursing home resulting from this allocation; A Medicaid days is an individual nursing home's reported Medicaid days on June 30, 2004; T Medicaid days is the total reported Medicaid days for all affected nursing homes; and F is the total amount of State and federal funds to be distributed. No nursing home shall receive a total allocation greater than the amount lost, due to adjustments in Medicaid reimbursement methodology, which became effective April 1, 1995. Any balances remaining undistributed, from the abovementioned amount, shall be deposited in a reserve account in the General Fund.

The amounts hereinabove appropriated for payments for the Pharmaceutical Assistance to the Aged and Disabled program, P.L.1975, c.194 (C.30:4D–20 et seq.), and the Senior Gold Prescription Discount Program, P.L.2001, c.96 (C.30:4D–43 et seq.), are available for the payment of obligations applicable to prior fiscal years.

Benefits provided under the Pharmaceutical Assistance to the Aged and Disabled (PAA/D) program, P.L.1975, c.194 (C.30:4D–20 et seq.), and the Senior Gold Prescription Discount Program, P.L.2001, c.96 (C.30:4D–43 et seq.), shall be the last resource benefits, notwithstanding any provisions contained in contracts, wills, agreements or other instruments. Any provision in a contract of insurance, will, trust agreement or other instrument which reduces or excludes coverage or payment to an individual because of that individual's eligibility for or receipt of PAA/D or Senior Gold Prescription Discount Program benefits shall be void, and no PAA/D and Senior Gold Prescription Discount Program payments shall be made as a result of any such provision.

Of the amount appropriated hereinabove in the Pharmaceutical Assistance to the Aged and Disabled – Claims program, notwithstanding the provisions of section 3 of P.L.1975, c.194 (C.30:4D–22) to the contrary, the copayment in the Pharmaceutical Assistance to the Aged and Disabled program shall be $5.00.

Notwithstanding the provisions of any other law or regulation to the contrary, effective July 1, 2004, each prescription order dispensed in the Pharmaceutical Assistance to the Aged and Disabled program and the Senior Gold Prescription Discount Program for Maximum Allowable Cost (MAC) drugs, which are appropriated hereinabove in the Pharmaceutical Assistance to the Aged and Disabled – Claims and Senior Gold Prescription Assistance programs, shall state "Brand Medically Necessary" in the prescriber's own handwriting if the prescriber determines that it is necessary to override generic substitution of drugs, and each prescription order shall follow the requirements of P.L.1977, c.240 (C.24:6E–1 et seq.).

Notwithstanding the provisions of any other law or regulation to the contrary, effective July 1, 2003, no State funds are appropriated for a Drug Utilization Review Council in the Department of Health and Senior Services and therefore the functions of the Council shall cease.

Notwithstanding the provisions of any other law to the contrary, no funds appropriated for the Pharmaceutical Assistance to the Aged and Disabled program, pursuant to P.L.1975, c.194 (C.30:4D–20 et seq.), and the Senior Gold Prescription Discount Program, pursuant to P.L.2001, c.96 (C.30:4D–43 et seq.), shall be expended unless participating pharmaceutical manufacturing companies execute contracts with the Department of Health and Senior Services, through the Department of Human Services, providing for the payment

of rebates to the State. Furthermore, rebates from pharmaceutical manufacturing companies for prescriptions purchased by the Pharmaceutical Assistance to the Aged and Disabled program and the Senior Gold Prescription Discount Program shall continue during the fiscal year 2005, provided that the manufacturer's rebates for the Senior Gold Prescription Discount Program shall apply only to the amount paid by the State under the Senior Gold Discount program. All revenues from such rebates during the fiscal year ending June 30, 2005 are appropriated for the Pharmaceutical Assistance to the Aged and Disabled program and the Senior Gold Prescription Discount Program.

Notwithstanding the provisions of any other law or regulation to the contrary, effective July 1, 2004 consistent with the notice provisions of 42 CFR 447.205 where applicable, no funds appropriated in the Pharmaceutical Assistance to the Aged and Disabled program classification and the Senior Gold Prescription Assistance Program account shall be expended except under the following conditions: (a) reimbursement for prescription drugs, shall be based on the Average Wholesale Price less a 12.5% discount;(b) the current prescription drug dispensing fee structure set as a variable rate of $3.73 to $4.07 in effect on June 30, 2004 shall remain in effect through fiscal year 2005, including the current increments for patient consultation, impact allowances and allowances for 24–hour emergency services; and (c) multisource generic and single source brand name drugs shall be dispensed without prior authorization but multisource brand name drugs shall require prior authorization issued by the Department of Health and Senior Services or its authorizing agent, however, a 10–day supply of the multisource brand name drug shall be dispensed pending receipt of prior authorization. Certain multisource brand name drugs with a narrow therapeutic index, other drugs recommended by the Drug Utilization Review Board or brand name drugs with lower cost per unit than the generic may be excluded from prior authorization by the Department of Health and Senior Services.

Notwithstanding the provisions of any other law to the contrary, no funds appropriated for the Pharmaceutical Assistance for the Aged and Disabled program and the Senior Gold Prescription Discount Program shall be used to pay for quantities of erectile dysfunction therapy medication in excess of four treatments per month. Moreover, payment will only be provided if the diagnosis of erectile dysfunction is written on the prescription form and the treatment is provided to males over the age of 18 years.

In addition to the amount hereinabove, there are appropriated from the General Fund and available federal matching funds such additional sums as may be required for the payment of claims, credits and rebates, subject to the approval of the Director of the Division of Budget and Accounting.

Notwithstanding the provisions of any other law to the contrary, no funds appropriated for the Pharmaceutical Assistance to the Aged and Disabled (PAA/D) program and the Senior Gold Prescription Discount Program are available to pharmacies that have not submitted an application to enroll as an approved medical supplier in the Medicare program, unless they already are an approved Medicare medical supplier. Pharmacies will not be required to bill Medicare directly, but must agree to allow PAAD to bill Medicare on their behalf by completing and submitting an electronic data interchange (EDI) form to PAAD. Beneficiaries are responsible for the applicable PAA/D or Senior Gold Prescription Discount Program copayment.

Notwithstanding the provisions of any other law to the contrary, the Commissioner of Health and Senior Services shall establish a retrospective Polypharmacy drug utilization review program to study the efficacy, necessity and safety of prescriptions in excess of ten per month per PAAD or Senior Gold client and shall approve or disallow future payments for clients whose prescriptions exceed ten per client per month if the prescriptions have been proven inefficient, unnecessary or unsafe.

Notwithstanding the provisions of any law or regulation to the contrary, the Department of Health and Senior Services shall have the authority to establish a voluntary prescription drug mail–order program. The mail–order program may waive, discount or rebate the beneficiary copay and mail–order pharmacy providers may dispense up to a 90 day supply on prescription refills with the voluntary participation of the beneficiary, subject to the approval of the Commissioner of the Department of Health and Senior Services and the Director of the Division of Budget and Accounting.

At any point during the year and notwithstanding the provisions of any other law or regulation to the contrary, subject to the approval of a plan by the Commissioner of the Department of Health and Senior Services, no funds appropriated for the Pharmaceutical Assistance to the Aged and Disabled program, pursuant to P.L. 1975, c.194 (C.30:4D–20 et seq.), or the Senior Gold Prescription Discount program, pursuant to P.L. 2001, c.96 (C.30:4D–43 et seq.), shall be expended unless participating pharmaceutical manufacturing companies execute contracts with the Department of Health and Senior Services, through the Department of Human Services, providing for the payment of rebates to the State on the same basis as provided for in section 1927 (a) through (c) of the federal Social Security Act, 42 U.S.C.s.1396r–8(a)–(c).

Notwithstanding the provisions of any law or regulation to the contrary, from the amount appropriated hereinabove for the Pharmaceutical Assistance to the Aged and Disabled and Senior Gold Prescription Discount programs, the Commissioner of Health and Senior Services shall establish a disease management program to improve the quality of care for beneficiaries and reduce costs in the Pharmaceutical Assistance to the Aged and Disabled and Senior Gold Prescription Discount programs.

From the amount appropriated hereinabove for the Senior Gold Prescription Discount Program, an amount not to exceed $3,850,000 may be transferred to various accounts as required, including Direct State Services accounts, subject to the approval of the Director of the Division of Budget and Accounting.

Notwithstanding the provisions of any other law to the contrary and subject to the notice provisions of 42 CFR 447.205, for rates implemented on or after July 1, 2000, target occupancy as determined pursuant to N.J.A.C.10:63–3.16 shall not apply to those facilities receiving enhanced rates of reimbursement pursuant to N.J.A.C.10:63–2.21. The per diem amounts for all other expenses of the enhanced rates shall be based upon reasonable base period costs divided by actual base period patient days, but no less than 85% of licensed bed days shall be used.

In order to permit flexibility in the handling of appropriations and ensure the timely payment of claims to providers of medical services, amounts may be transferred between the various items of appropriation within the Medical Services for the Aged and Programs for the Aged programs classifications to ensure the continuity of long term care support services for beneficiaries receiving services within the Medical Services for the Aged program classification in the Division of Senior Services in the Department of Health and

Senior Services, subject to the approval of the Director of Budget and Accounting. Notice thereof shall be provided to the Legislative Budget and Finance Officer on the effective date of the approved transfer.

Notwithstanding the provisions of any law or regulation to the contrary, effective July 1, 2004, reimbursement for pediatric and adult day health services, including services provided in nursing home based, hospital based, and freestanding facilities, as appropriated hereinabove in the Medical Day Care Services account, shall be limited to the rates in effect in FY 2004.

Notwithstanding the provisions of any law to the contrary, no payment for Medicaid Adult or Pediatric Medical Care services, as appropriated hereinabove in the Medical Day Care Services account, shall be provided unless the services are prior authorized by professional staff designated by the Department of Health and Senior Services.

From the amount appropriated for the Payments for Medical Assistance Recipients – Nursing Home account, funds shall be made available to supplement the Assisted Living Program account in order to increase the number of Assisted Living (AL) services slots, subject to the approval of the Director of the Division of Budget and Accounting.

Notwithstanding the provisions of any law to the contrary, effective July 1, 2004, reimbursement for nursing facility services, including Special Nursing Facility (SCNF) Rates, as appropriated hereinabove in the Payments for Medical Assistance Recipients – Nursing Homes account, shall be limited to the base rates established during FY 2004.

Contingent upon federal approval for the nursing home provider assessment, the first $31.5 million of funds received from the assessment may be used by the Commissioner of the Department of Health and Senior Services (DHSS) to rebase nursing home rates and provide for industry–wide inflation adjustments and the next $15.2 million of funds received from the assessment will increase the reasonableness limit for total nursing home care up to 120% of the median costs in the Medicaid nursing home rate–setting system and increase the reimbursement for bedhold days from 50% to 90%, subject to the approval of the Director of the Division of Budget and Accounting.

The amounts appropriated hereinabove, not to exceed $70,840,000 for payments for the Lifeline Credits and the Payment's for Tenants' Assistance Rebates Programs are available to the Department of Health and Senior Services to fund the payments associated with the Lifeline Credit and Tenants' Assistance Programs in accordance with a Memorandum of Understanding between the President of the Board of Public Utilities and the Commissioner of the Department of Health and Human Services, subject to the approval of the Director of the Division of Budget and Accounting.

Language Recommendations — Grants–In–Aid – Casino Revenue Fund

In addition to the amount hereinabove, there are appropriated from the Casino Revenue Fund and available federal matching funds such additional sums as may be required for the payment of claims, credits and rebates, subject to the approval of the Director of the Division of Budget and Accounting.

All funds recovered under P.L.1968, c.413 (C.30:4D–1 et seq.) and P.L.1975, c.194 (C.30:4D–20 et seq.), during the fiscal year ending June 30, 2005, are appropriated for payments to providers in the same program class from which the recovery originated.

In order to permit flexibility in the handling of appropriations and ensure the timely payment of claims to providers of medical services, amounts may be transferred to and from the various items of appropriation within the Medical Services for the Aged program classification, subject to the approval of the Director of the Division of Budget and Accounting. Notice thereof shall be provided to the Legislative Budget and Finance Officer on the effective date of the approved transfer.

For the purposes of account balance maintenance, all object accounts in the Medical Services for the Aged program classification shall be considered as one object. This will allow timely payment of claims to providers of medical services but ensure that no overspending will occur in the program classification.

Notwithstanding the provisions of P.L.1988, c.92 (C.30:4E–5 et seq.) to the contrary, funds appropriated for the Home Care Expansion Program (HCEP) shall be paid only for individuals enrolled in the program as of June 30, 1996 who are not eligible for the Community Care Program for the Elderly and Disabled or alternative programs, and only for so long as those individuals require services covered by the HCEP. Individuals enrolled in the HCEP as of June 30, 1996 and eligible for the Community Care Program for the Elderly and Disabled, may apply to be enrolled in that program.

Notwithstanding the provisions of any other law to the contrary, a sufficient portion of receipts generated or savings realized in Casino Revenue Fund Medical Services for the Aged or Pharmaceutical Assistance to the Aged and Disabled Grants–In–Aid accounts from initiatives included in the fiscal year 2005 budget may be transferred to administration accounts to fund costs incurred in realizing these additional receipts or savings, subject to the approval of the Director of the Division of Budget and Accounting.

The amounts hereinabove appropriated for payments for the Pharmaceutical Assistance to the Aged and Disabled program, P.L.1975, c.194 (C.30:4D–20 et seq.), are available for the payment of obligations applicable to prior fiscal years.

Benefits provided under the Pharmaceutical Assistance to the Aged and Disabled (PAAD) program, P.L.1975, c.194 (C.30:4D–20 et seq.), shall be the last resource benefits, notwithstanding any provision contained in contracts, wills, agreements or other instruments. Any provision in a contract of insurance, will, trust agreement or other instrument which reduces or excludes coverage or payment to an individual because of that individual's eligibility for or receipt of PAAD benefits shall be void, and no PAAD payments shall be made as a result of any such provision.

Of the amount appropriated hereinabove in the Pharmaceutical Assistance to the Aged and Disabled – Claims program, notwithstanding the provisions of section 3 of P.L.1975, c.194 (C.30:4D–22) to the contrary, the copayment in the Pharmaceutical Assistance to the Aged and Disabled program shall be $5.00.

Notwithstanding the provisions of any other law or regulation to the contrary, effective July 1, 2004, each prescription order dispensed in the Pharmaceutical Assistance to the Aged and Disabled program for Maximum Allowable Cost (MAC) drugs, which are appropriated hereinabove in the Pharmaceutical Assistance to the Aged and Disabled – Claims program, shall state "Brand Medically Necessary" in the prescriber's own handwriting if the prescriber determines that it is necessary to override generic substitution of drugs, and each prescription order shall follow the requirements of P.L.1977, c.240 (C.24:6E–1 et seq.).

Notwithstanding the provisions of any other law or regulation to the contrary, effective July 1, 2003, no State funds are appropriated for a Drug Utilization Review Council in the Department of Health and Senior Services and therefore the functions of the Council shall cease.

Notwithstanding the provisions of any other law to the contrary, no funds appropriated for the Pharmaceutical Assistance to the Aged and Disabled program, pursuant to P.L.1975, c.194 (C.30:4D–20 et seq.), shall be expended unless participating pharmaceutical manufacturing companies execute contracts with the Department of Health and Senior Services, through the Department of Human Services, providing for the payment of rebates to the State. Furthermore, rebates from pharmaceutical manufacturing companies for prescriptions purchased by the Pharmaceutical Assistance to the Aged and Disabled program and the Senior Gold Prescription Discount Program shall continue during the fiscal year 2005, provided that the manufacturer's rebates for the Senior Gold Prescription Discount Program shall apply only to the amount paid by the State under the Senior Gold Discount program. All revenues from such rebates during the fiscal year ending June 30, 2005 are appropriated for the Pharmaceutical Assistance to the Aged and Disabled program and the Senior Gold Prescription Discount Program.

Notwithstanding the provisions of any other law or regulation to the contrary, effective July 1, 2004 consistent with the notice provisions of 42 CFR 447.205 where applicable, no funds appropriated in the Pharmaceutical Assistance to the Aged and Disabled program classification and the Senior Gold Prescription Assistance Program account shall be expended except under the following conditions: (a) reimbursement for prescription drugs, shall be based on the Average Wholesale Price less a 12.5% discount; (b) the current prescription drug dispensing fee structure set as a variable rate of $3.73 to $4.07 in effect on June 30, 2004 shall remain in effect through fiscal year 2005, including the current increments for patient consultation, impact allowances and allowances for 24–hour emergency services; and (c) multisource generic and single source brand name drugs shall be dispensed without prior authorization but multisource brand name drugs shall require prior authorization issued by the Department of Health and Senior Services or its authorizing agent, however, a 10-day supply of the multisource brand name drug shall be dispensed pending receipt of prior authorization. Certain multisource brand name drugs with a narrow therapeutic index, other drugs recommended by the Drug Utilization Review Board or brand name drugs with lower cost per unit than the generic may be excluded from prior authorization by the Department of Health and Senior Services.

Notwithstanding the provisions of any other law to the contrary, no funds appropriated for the Pharmaceutical Assistance to the Aged and the Disabled program shall be used to pay for quantities of erectile dysfunction therapy medication in excess of four treatments per month. Moreover, payment will only be provided if the diagnosis of erectile dysfunction is written on the prescription form and the treatment is provided to males over the age of 18 years.

Notwithstanding the provisions of any other law to the contrary, no funds appropriated for the Pharmaceutical Assistance to the Aged and Disabled (PAA/D) program are available to pharmacies that have not submitted an application to enroll as an approved medical supplier in the Medicare program, unless they already are an approved Medicare medical supplier. Pharmacies will not be required to bill Medicare directly, but must agree to allow PAAD to bill Medicare on their behalf by completing and submitting an electronic data interchange (EDI) form to PAAD. Beneficiaries are responsible for the applicable PAA/D copayment.

Notwithstanding the provisions of any law or regulation to the contrary, the Commissioner of Health and Senior Services shall establish a retrospective Polypharmacy drug utilization review program to study the efficacy, necessity and safety of prescriptions in excess of ten per month per PAAD or Senior Gold client and shall approve or disallow future payments for clients whose prescriptions exceed ten per client per month if the prescriptions have been proven inefficient, unnecessary or unsafe.

Notwithstanding the provisions of any law or regulation to the contrary, the Department of Health and Senior Services shall have the authority to establish a voluntary prescription drug mail–order program. The mail–order program may waive, discount or rebate the beneficiary copay and mail–order pharmacy providers may dispense up to a 90 day supply on prescription refills with the voluntary participation of the beneficiary, subject to the approval of the Commissioner of the Department of Health and Senior Services and the Director of the Division of Budget and Accounting.

At any point during the year and notwithstanding the provisions of any other law or regulation to the contrary, subject to the approval of a plan by the Commissioner of the Department of Health and Senior Services, no funds appropriated for the Pharmaceutical Assistance to the Aged and Disabled program, pursuant to P.L. 1975, c.194 (C.30:4D–20 et seq.), or the Senior Gold Prescription Discount program, pursuant to P.L. 2001, c.96 (C.30:4D–43 et seq.), shall be expended unless participating pharmaceutical manufacturing companies execute contracts with the Department of Health and Senior Services, through the Department of Human Services, providing for the payment of rebates to the State on the same basis as provided for in section 1927 (a) through (c) of the federal Social Security Act, 42 U.S.C.s.1396r–8(a)–(c).

Notwithstanding the provisions of any law or regulation to the contrary, from the amount appropriated hereinabove for the Pharmaceutical Assistance to the Aged and Disabled program, the Commissioner of Health and Senior Services shall establish a disease management program to improve the quality of care for beneficiaries and reduce costs in the Pharmaceutical Assistance to the Aged and Disabled program.

Notwithstanding the provisions of section 2 of P.L.1988, c.114 (C.26:2M–10) to the contrary, private for– profit agencies shall be eligible grantees for funding from the Demonstration Adult Day Care Center Program – Alzheimer's Disease account.

Notwithstanding the provisions of any other law to the contrary, of the amount appropriated hereinabove for the Respite Care for the Elderly (CRF) account, $700,000 shall be charged to the Casino Simulcasting Fund.

DEPARTMENT OF HEALTH AND SENIOR SERVICES

Language Recommendations — Direct State Services – General Fund

Notwithstanding the provisions of any other law to the contrary, there is appropriated to the Department of Health and Senior Services from the Health Care Subsidy Fund, established pursuant to section 8 of P.L.1992, c.160 (C.26:2H–18.58), to continue to fund programs established pursuant to section 25 of P.L.1991, c.187 (C.26:2H–18.47), section 30 of P.L. 1997, c.192 and section 15 of P.L.1998, c.43, through the Health Care Cost Reduction Fund established pursuant to section 12 of P.L. 1992, c.160 (C.26:2H–18.62). However, available funding shall first provide for the Community Care Program for the Elderly and Disabled, the expansion of Medicaid to 185% of poverty and the Infant Mortality Reduction Program. Of the funds remaining, $11,000,000 is available for payments to federally qualified health centers. Any remaining available funds may be used to increase payments to federally qualified health centers and to fund programs established pursuant to section 25 of P.L.1991, c.187 (C.26:2H–18.47), section 30 of P.L.1997, c.192 and section 15 of P.L.1998, c.43, as determined by the Commissioner of Health and Senior Services, subject to the approval of the Director of the Division of Budget and Accounting. Any unexpended balance as of June 30, 2004 in the Health Care Subsidy Fund received through the Health Care Cost Reduction Fund during fiscal year 2004 is appropriated.

Receipts from licenses, permits, fines, penalties and fees collected by the Department of Health and Senior Services, in excess of those anticipated, are appropriated, subject to the approval of the Director of the Division of Budget and Accounting.

Notwithstanding the provisions of section 7 of P.L.1992, c.160 (C.26:2H–18.57) or any other law to the contrary, the first $1,200,000 in per adjusted admission charge assessment revenues, attributable to $10.00 per adjusted admission charge assessments made by the Department of Health and Senior Services, shall be anticipated as revenue in the General Fund available for health–related purposes. Furthermore, it is recommended that the remaining revenue attributable to this fee shall be available to carry out the provisions of section 7 of P.L. 1992, c.160 (C.26:2H–18.57), as determined by the Commissioner of Health and Senior Services and subject to the approval of the Director of the Division of Budget and Accounting.

Notwithstanding the provisions of any other law to the contrary, the State Treasurer shall transfer to the Health Care Subsidy Fund, established pursuant to section 8 of P.L. 1992, c.160 (C.26:2H–18.58), only those additional revenues generated from third party liability recoveries, excluding Medicaid, by the State arising from a review by the Director of the Division of Budget and Accounting of hospital payments reimbursed from the Health Care Subsidy Fund with service dates that are after the date of enactment of P.L.1996, c.29.

Notwithstanding the provisions of any other law to the contrary, the Commissioner of Health and Senior Services shall devise, at the commissioner's discretion, rules or guidelines that allocate reductions in health service grants to the extent possible toward administration, and not client services.

Any change in program eligibility criteria and increases in the types of services or rates paid for services to or on behalf of clients for all programs under the purview of the Department of Health and Senior Services, not mandated by federal law, shall first be approved by the Director of the Division of Budget and Accounting.

Notwithstanding the provisions of any other law to the contrary, fees, fines, penalties and assessments owed to the Department of Health and Senior Services shall be offset against payments due and owing from other appropriated funds.

In addition to the amount hereinabove, receipts from the federal Medicaid (Title XIX) program for health services–related programs throughout the Department of Health and Senior Services are appropriated, subject to the approval of the Director of the Division of Budget and Accounting.

Language Recommendations — Grants–In–Aid – General Fund

In order to permit flexibility in implementing the ElderCare Initiatives within the Medical Services for the Aged program classification, amounts may be transferred between Direct State Services and Grants–In–Aid accounts, subject to the approval of the Director of the Division of Budget and Accounting. Notice thereof shall be provided to the Legislative Budget and Finance Officer on the effective date of the approved transfer.

In order to permit flexibility in implementing the ElderCare Advisory Commission Initiatives within the Programs for the Aged program classification, amounts may be transferred between Direct State Services and Grants–In–Aid accounts, subject to the approval of the Director of the Division of Budget and Accounting. Notice thereof shall be provided to the Legislative Budget and Finance Officer on the effective date of the approved transfer.

There are appropriated such sums as are necessary to counties with Class II Governmental Nursing Facilities, effective July 1, 2004, to satisfy obligations incurred in connection with the Intergovernmental Transfer Program.

Language Recommendations — State Aid – General Fund

Notwithstanding the provisions of any other law to the contrary, there are appropriated such amounts to the Department of Health and Senior Services, subject to the approval of the Director of the Division of Budget and Accounting, as are necessary to pay such supplemental payments in accordance with the Medicaid State Plan amendments to any participating governmental entity for certain Class II Governmental Nursing Facilities. There are appropriated to the Department of Health and Senior Services and the Department of the Treasury such additional sums as are necessary to pay costs incurred by the State Treasurer or any other State agency in connection with the execution and delivery of any agreements authorized under P.L.2000, c.28 (C.30:4D–19.2 et seq.), including the costs of professional services and attorneys, and other costs necessary to complete the intergovernmental transfer.

Such sums as may be necessary are appropriated or transferred from existing appropriations within the Department of Health and Senior Services for the purpose of promoting awareness to increase participation in programs that are administered by the departments, subject to the approval of the Director of the Division of Budget and Accounting.

DEPARTMENT OF HUMAN SERVICES

OVERVIEW

The New Jersey Department of Human Services (DHS) is the state's social services agency, serving more than one million of New Jersey's most vulnerable citizens or about one of every eight New Jersey residents. Among them are abused and neglected children; troubled youth and families; people with low income; and people who are mentally ill, developmentally disabled, blind, visually impaired, deaf and hard of hearing. DHS is one of the largest agencies in State Government. It comprises about one–quarter of the state's workforce, with more than 19,000 employees.

FY2005 Budget Highlights

The Department of Human Services fiscal 2005 budget contains a responsible level of funding which provides for the critical needs of the State's most vulnerable populations. The Department's fiscal 2005 budget, exclusive of capital construction, is recommended at $4.663 billion, an increase of $309 million over the fiscal 2004 adjusted appropriation. The Department is also expected to receive $3.925 billion in federal funds for fiscal 2005. As in other areas of the State's budget, there are proposed changes to enhance revenues, in fee supports and in services, which will continue to enable the most needy individuals and families access to reasonable, responsible care.

Reforming Child Welfare

The Division of Youth and Family Services (DYFS) is New Jersey's family and child protection/child welfare agency, mandated by law to investigate all reports of suspected child abuse, neglect, exploitation and abandonment. Through a combination of State and Federal funds, DYFS is appropriated nearly $660 million to ensure the safety and well being of children throughout New Jersey.

In the most comprehensive, far reaching vision ever for children's services, the combination of a $15 million proposed fiscal 2004 supplemental appropriation and $125 million in fiscal 2005 provides $140 million of new funding over two years to implement an historic rebuilding plan. Entitled "A New Beginning: The Future of Child Welfare in New Jersey," the plan is offered as part of the June 2003 court settlement of a class action suit filed on behalf of foster children by Children's Rights, Inc. in 1999.

Caseloads of Division of Youth and Family Services (DYFS) workers would be dramatically reduced to among the lowest in the nation, the monthly rate for foster parents would be increased by nearly 25%, investigators trained in forensics will respond to all allegations of abuse or neglect within 24 hours, and substantial funding will be provided for the creation of a vast array of local support services for at–risk families, under a plan submitted by the Department of Human Services to the New Jersey Child Welfare Panel.

DYFS will be completely re–engineered so that it concentrates only on safety, well–being and permanency of children who have been abused and neglected while two separate divisions will be created to focus on children's mental health services and child abuse prevention, according to the plan. Moreover, the plan calls for an unprecedented level of cooperation and partnership with local communities to lift up struggling families before they become part of the DYFS caseload.

To accomplish the ambitious goals set forth in the plan, the Department of Human Services would add nearly 1,500 new staff at DYFS over two and a half years, including 1,101 in fiscal 2005, and would load substantial funding into community–based substance abuse, mental health, domestic violence, housing services, and other programs aimed at protecting New Jersey's children.

Child Welfare Reform is coupled with an 86% funding increases for the State Automated Child Welfare Information System (SACWIS) from $5.6 million in fiscal 2004 to $10.4 million in fiscal 2005. To be implemented before the close of fiscal 2005, SACWIS will provide automated case management tools to assist front line staff manage caseloads.

The fiscal 2005 budget appropriates $6.2 million for DYFS to keep up with the increased need for Subsidized Adoption, Treatment Homes, Residential Treatment Homes, and Family Support services.

Division of Medical Assistance and Health Services

Medicaid/Family Care – Preserving Services

Funded through the Division of Medical Assistance and Health Services (DMAHS), the Medicaid/NJ FamilyCare programs pay for medical goods and services to New Jersey residents determined eligible for financial assistance. The State's portion of the Human Services' Medicaid/NJ FamilyCare programs is projected to increase 7.7% from $2 billion to $2.15 billion in fiscal 2005. Natural enrollment growth and inflationary pressures are the primary factors driving this budgetary growth. The number of individuals who are eligible for services is projected to rise by approximately 15,000, from the current 935,000 to more than 950,000, an increase of 1.7%.

Operational Efficiencies

Because of the scale of the Medicaid programs, it is imperative that costs be controlled in order to preserve the basic level of services during times of fiscal constraint. The fiscal 2005 budget includes new initiatives whose primary objective is to identify cost savings through efficiencies in operations and program effectiveness.

The following cost–control strategies are projected to generate savings of $20.5 million in 2005:

– Save $5.5 million by increasing data mining projects, which are technology–based solutions used to research data and provide ideas for efficiency and effectiveness. One example would be to review the beneficiary eligibility file by using a data model process to identify beneficiaries who may not be eligible;

– Save $5 million by identifying Medicaid managed care beneficiaries who are found to have duplicate coverage under commercial or Medicare managed care plans and disenroll them from Medicaid. The alternative health care plan would become the primary payer and wrap–around services will be extended to disenrolled beneficiaries to maintain the Medicaid level–of–care;

– Save $5 million by improving the administrative coordination of health benefits (i.e. medical costs), and increasing third–party recoveries from other insurance companies, such as Medicare and commercial plans;

– Save $2.5 million by improving the point–of–sale coordination of pharmacy benefits (i.e. prescription drugs) with third–party insurance companies, such as Medicare and commercial plans;

– Save $2.5 million by adopting the edits used by retail pharmacists (e.g. no early refills, concurrent duplicate medications, incompatible polypharmacy medications) into the long–term care drug system, including nursing homes.

Optional Services

Under federal regulations, states are given flexibility in providing certain optional services. During the past few years, some states have

experienced budget shortfalls as a result of declining revenues due to the poor economy. Faced with limited fiscal resources, nearly half of the states have been compelled to eliminate or limit the provision of these optional services.

In fiscal 2005, New Jersey will continue to provide one of the richest benefit packages in the nation to more than 950,000 of its most vulnerable citizens.

The Governor's Budget maintains the same level of optional services as had been provided to beneficiaries in fiscal 2004, such as dental services, optometry, optical appliances, podiatrists, chiropractic, psychiatrist services, hearing aids, prosthetics, orthotics, durable medical equipment, medical supplies, residential treatment centers, intermediate care facilities, non–federally qualified health centers (FQHC) clinic services, personal care services, medical day care, and hospice.

Prescription Drugs

New Jersey provides and finances generic and brand name prescription drug benefits for most of its Medicaid/NJ Family Care program enrollees. Many of the Medicaid/NJ FamilyCare beneficiaries take multiple prescriptions for several conditions. The State does not require a drug formulary, nor does it legislate the price structure for these drugs, although it has taken steps to make full use of less expensive generic drugs, thus encouraging physicians to prescribe lower cost versions whenever medically possible.

Faced with increased utilization and rising drug costs, the Medicaid/NJ FamilyCare programs have been challenged to identify ways to curb growing expenditures. Medicaid alone projects to spend more than $1 billion for fee–for–service retail and long–term care prescription drugs in fiscal 2005, not including prescriptions provided through the managed care initiative or NJ FamilyCare.

In an effort to better control drug utilization and help offset cost increases, adult beneficiaries will begin to share the costs for their prescriptions in fiscal 2005 to save $8.1 million. Pregnant women and children will not be subject to the nominal $2 co–payments to be collected from adult beneficiaries at the retail point of sale. Each person's financial responsibility will be capped at $10 per month.

Finally, $10 million in cost savings from operational efficiencies are projected.

Managed Care

In addition to the traditional fee–for–service health insurance program, in which healthcare providers bill the program directly, New Jersey also extends managed care to some beneficiaries. Health Maintenance Organizations (HMOs) manage the healthcare for these beneficiaries and offer special services in addition to a wide array of benefits to which beneficiaries are entitled. As of January 1, 2004, 640,000 beneficiaries were enrolled in managed care, which is 78% of the Medicaid/NJ FamilyCare population who are eligible for such enrollment. The remaining recipients are covered by traditional fee–for–service providers. The fiscal 2005 Budget also provides $525 million to meet Managed Care costs.

KidCare, FamilyCare, and General Assistance

New Jersey's KidCare program is a federal and State funded children's health insurance program created in 1998 to help uninsured children have affordable health coverage. The program covers children in New Jersey up to 350% of poverty — $65,975 annually for a family of four. Currently, nearly 98,000 children (January 1, 2004 enrollment) are enrolled in NJ KidCare.

The Fiscal 2005 Budget provides $49.8 million in State government funds for the NJ KidCare program. The federal government is projected to also provide $92.6 million in State Children's Health Insurance Program (SCHIP) funding.

New Jersey's FamilyCare program was enacted on July 13, 2000. Current highlights of the program include:

– Within the $121 million NJ FamilyCare recommendation, a $2.6 million increase will cover rate increases and caseload changes;

– The enrollment of single adults and couples without children into the NJ FamilyCare program was frozen in September 2001; and in June 2002, adult parent enrollment was stopped as well. Additionally, limitations have been placed on the benefits these adults receive through this program;

– Current enrollment of NJ FamilyCare adult parents with family incomes up to 200% of the federal poverty level ($37,700 annually for a family of four) is 89,240 (January 1, 2004 enrollment). The program will also provide State–only funds to maintain coverage for 10,661 adults (January 1, 2004 enrollment).

The General Assistance medical program is recommended to increase $10.4 million to support healthcare services for this population.

Children's Behavioral Health Services

In addition to programs for medical goods and services, DMAHS assists in the administration of the Children's Behavioral Health Services program, previously named the Partnership for Children, and originally begun under an initiative for a Children's System of Care for behavioral health.

Entering its fifth year of operation, the Children's Behavioral Health Services program offers behavioral rehabilitative services targeted to children up to 18 years of age, as well as youth 18–21 years of age who are transitioning to the adult system.

In fiscal 2005, $171 million is recommended to support services that are community–based, child–centered, and family–focused, representing a $37 million increase over fiscal 2004. This initiative has been highly successful in leveraging federal funds in order to fuel its continued growth.

Supporting Economically Disadvantaged Individuals and Families

The Division of Family Development administers the state's welfare program, Work First New Jersey, and offers public assistance to the poor and the homeless, as well as providing leadership and support to public agencies responsible for administering programs for New Jersey's needy individuals and families.

In this budget year, the Division continues to support the efforts of people who are leaving welfare for work or struggling economically by continuing to provide the following services: child care subsidies, child support enforcement, emergency housing assistance, payments to kinship caregivers, work readiness activities, mental health treatment, and transportation subsidies. Also, the Division will be redesigning the TANF Abbott Expansion program to save $17.1 million from the fiscal 2004 appropriation.

For fiscal year 2005, $1.6 million has been included to assist General Assistance recipients become eligible for Supplemental Security Income benefits, and additional funding has been included to provide cash benefits for the growing General Assistance caseload. Recognizing lower than anticipated costs or additional federal funding, the Budget reduces funding for the following programs: Child Support Medical Notice, Breaking the Cycle, Work Activities case management, and Food Stamps for Legal Aliens.

Community Services

DHS provides essential services to those with disabilities in order to meet every client's specific needs, serve families, and prevent institutionalization. The fiscal 2005 budget provides for professional treatment and services in the least restrictive and segregated environment possible and promotes the highest level of functioning for individuals with developmental disabilities.

The fiscal 2005 budget provides $13.1 million for the various Community Services Waiting List (CSWL) and Community Transition (CT) initiatives to continue funding existing placements and place additional clients currently on the waiting list. These initiatives place developmentally disabled individuals in community settings, such as group homes and supervised apartments. These funds also provide for the development of 50 group homes.

The Division has implemented Real Life Choices to enhance the lives of New Jersey's growing developmentally disabled population and defer the need for a community placement for as long as possible. This program serves the needs of the developmentally disabled living at home with their families who await placement from the CSWL or CT initiatives. Features of this new program include the following: an increase in community–based services including respite and day programming; an increase in federal Medicaid funding for these services under the State's federal Community Care Waiver; and an increase of consumer contributions.

The fiscal 2005 budget also includes $4.966 million to enhance services and reduce populations at New Lisbon Developmental Center and the other six state developmental centers. These improvements include new medical/adaptive equipment and vehicles, additional training for physicians, community work programs, court monitoring, development of community placements, and nursing recruitment.

The need for community–based services remains when young people who have entered the social service system as a result of a disability, abuse, or premature pregnancy reach an age when they no longer are eligible for direly needed assistance. The fiscal 2005 budget appropriates $5.8 million to the Office of Education to continue to provide services for those clients who age–out yet still require intensive, special educational or social skills training through a variety of specialized day programs and residential services.

The Division of Disability Services provides personal care assistants to serve New Jersey Medicaid beneficiaries who are experiencing some functional impairment and need an assistant to help them with some aspects of daily living such as dressing or bathing. The Personal Care program will grow by $8.2 million to ensure the continuation of services to the neediest home–based individuals. Services are authorized prior to implementation to provide care to as many individuals as possible.

The Division of Mental Health Services coordinates and provides community–based supports, such as counseling, emergency screening, case management and residential and day program services. To assist in this goal, an additional $3.4 million has been added to the fiscal 2005 community services budget as part of the Redirection II Initiative to continue supporting individuals placed and providing services. Also as part of the Redirection II Initiative, an additional $4 million is dedicated to provide services to control and manage admissions at the six state psychiatric hospitals.

Institutional Care

The State maintains six psychiatric facilities to serve voluntarily admitted or legally committed persons with mental illness. This includes one facility for pre–adolescent school age children and adolescents who have been legally committed and a forensic center on the grounds of Trenton Psychiatric Hospital. New Jersey counties operate a total of six psychiatric hospitals. State Aid to counties provides funds for 90% of the maintenance costs of county patients. The State maintains seven developmental centers, which provide residential, habilitation, and educational services for the developmentally disabled.

In order to further improve quality and oversight of departmental services, the Department's Office of Program Integrity and Accountability has begun the process of centralizing incident reporting and will centralize, streamline and standardize licensing and inspection functions that have historically operated in separate divisions independent of each other.

Plans to design and build a new, smaller hospital on the grounds of the Greystone Park Psychiatric Hospital continue to proceed on track. This redesign underscores the commitment to quality of care and PeopleFIRST in our institutions and developmental centers.

Addiction Services

On February 5, 2004, Governor McGreevey issued Reorganization Plan Number 002–2004, "A Plan for the Transfer, Consolidation and Reorganization of the Division of Addiction Services into the Department of Human Services." The transfer of the Division of Addiction Services from the Department of Health and Senior Services to the Department of Human Services aims to provide increased efficiency, coordination and integration of the State's addiction prevention and treatment functions. Since this plan is under review by the Legislature, the budget presentation does not yet reflect the reorganization. The recommended appropriation for the Division of Addiction Services can be located within the Department of Health and Senior Services.

Capital Recommendations

For a description of capital projects, see the Capital and Debt Service section of this chapter.

DEPARTMENT OF HUMAN SERVICES

SUMMARY OF APPROPRIATIONS BY FUND
(thousands of dollars)

Year Ending June 30, 2003						Year Ending June 30, 2005		
Orig. & (S)Supple-mental	Reapp. & (R)Recpts.	Transfers & (E)Emer-gencies	Total Available	Expended		2004 Adjusted Approp.	Requested	Recom-mended
633,919	11,086	46,498	691,503	671,956	Direct State Services	705,650	797,623	797,623
3,204,833	198,576	-42,901	3,360,508	3,340,536	Grants-In-Aid	3,228,646	3,408,209	3,408,209
283,352	6,923	22,876	313,151	300,990	State Aid	300,722	338,210	338,210
7,500	26,037	—	33,537	9,107	Capital Construction	5,600	10,400	10,400
4,129,604	242,622	26,473	4,398,699	4,322,589	Total General Fund	4,240,618	4,554,442	4,554,442
23,369	—	—	23,369	23,265	Total Casino Revenue Fund	118,737	118,737	118,737
4,152,973	*242,622*	*26,473*	*4,422,068*	*4,345,854*	*GRAND TOTAL*	*4,359,355*	*4,673,179*	*4,673,179*

SUMMARY OF APPROPRIATIONS BY ORGANIZATION
(thousands of dollars)

Year Ending June 30, 2003						Year Ending June 30, 2005		
Orig. & (S)Supple-mental	Reapp. & (R)Recpts.	Transfers & (E)Emer-gencies	Total Available	Expended		2004 Adjusted Approp.	Requested	Recom-mended
					DIRECT STATE SERVICES - GENERAL FUND			
					Mental Health Services			
10,307	—	605	10,912	10,787	Division of Mental Health Services	10,894	10,691	10,691
54,862	139	10,732	65,733	65,654	Greystone Park Psychiatric Hospital	59,246	59,616	59,616
51,635	221	7,764	59,620	59,536	Trenton Psychiatric Hospital	55,125	54,721	54,721
19,949	—	1,240	21,189	21,188	Ann Klein Forensic Center	21,337	19,477	19,477
63,452	211	8,619	72,282	72,223	Ancora Psychiatric Hospital	67,913	67,205	67,205
10,064	—	1,193	11,257	11,253	Arthur Brisbane Child Treatment Center	10,758	10,604	10,604
30,182	65	763	31,010	30,966	Senator Garrett W. Hagedorn Gero-Psychiatric Hospital	32,275	32,197	32,197
240,451	*636*	*30,916*	*272,003*	*271,607*	*Subtotal*	*257,548*	*254,511*	*254,511*
					Special Health Services			
25,734	3,653	1,973	31,360	22,189	Division of Medical Assistance and Health Services	26,853	23,592	23,592
					Disability Services			
965	—	-217	748	748	Division of Disability Services	984	984	984
					Operation and Support of Educational Institutions			
4,222	134	-3	4,353	4,062	Division of Developmental Disabilities	4,351	4,351	4,351
20,806	3	3	20,812	20,810	Community Programs	21,394	13,269	13,269
1,392	2	55	1,449	1,443	Green Brook Regional Center	1,392	1,447	1,447
49,360	—	215	49,575	49,575	Vineland Developmental Center	51,739	51,954	51,954
22,503	16	-83	22,436	22,431	North Jersey Developmental Center	23,776	23,591	23,591
33,606	—	-400	33,206	33,202	Woodbine Developmental Center	35,225	34,825	34,825
34,159	4	200	34,363	34,359	New Lisbon Developmental Center	35,331	35,531	35,531
29,380	1	50	29,431	29,431	Woodbridge Developmental Center	30,742	30,792	30,792
30,963	1	65	31,029	31,026	Hunterdon Developmental Center	32,552	32,617	32,617
226,391	*161*	*102*	*226,654*	*226,339*	*Subtotal*	*236,502*	*228,377*	*228,377*
					Supplemental Education and Training Programs			
7,963	1,015	-1,000	7,978	7,670	Commission for the Blind and Visually Impaired	8,335	8,335	8,335

Year Ending June 30, 2003						Year Ending June 30, 2005		
Orig. & (S)Supplemental	Reapp. & (R)Recpts.	Transfers & (E)Emergencies	Total Available	Expended		2004 Adjusted Approp.	Requested	Recommended
					Economic Assistance and Security			
34,615	4,915	–2,196	37,334	33,156	Division of Family Development	29,312	26,335	26,335
					Social Services Programs			
67,634	—	16,511	84,145	84,145	Division of Youth and Family Services	113,274	223,274	223,274
706	—	94	800	800	Division of the Deaf and Hard of Hearing	714	714	714
68,340	—	*16,605*	*84,945*	*84,945*	*Subtotal*	*113,988*	*223,988*	*223,988*
					Management and Administration			
29,460	706	315	30,481	25,302	Division of Management and Budget	32,128	31,501	31,501
633,919	*11,086*	*46,498*	*691,503*	*671,956*	*Subtotal Direct State Services – General Fund*	*705,650*	*797,623*	*797,623*
633,919	*11,086*	*46,498*	*691,503*	*671,956*	*TOTAL DIRECT STATE SERVICES*	*705,650*	*797,623*	*797,623*
					GRANTS–IN–AID – GENERAL FUND			
					Mental Health Services			
233,694	30	–4,589	229,135	226,827	Division of Mental Health Services	234,751	240,492	240,492
					Special Health Services			
1,846,584	184,103	29,848	2,060,535	2,048,800	Division of Medical Assistance and Health Services	2,002,469	2,154,439	2,154,439
					Disability Services			
148,257	—	–726	147,531	147,531	Division of Disability Services	80,772	88,747	88,747
					Operation and Support of Educational Institutions			
421,101	—	—	421,101	420,138	Community Programs	389,383	420,133	420,133
					Supplemental Education and Training Programs			
4,456	—	—	4,456	4,456	Commission for the Blind and Visually Impaired	4,178	4,178	4,178
					Economic Assistance and Security			
297,444	14,369	–70,019	241,794	237,202	Division of Family Development	271,498	248,777	248,777
					Social Services Programs			
247,259	74	496	247,829	247,489	Division of Youth and Family Services	237,887	229,131	229,131
					Management and Administration			
6,038	—	2,089	8,127	8,093	Division of Management and Budget	7,708	22,312	22,312
3,204,833	*198,576*	*–42,901*	*3,360,508*	*3,340,536*	*Subtotal Grants–In–Aid – General Fund*	*3,228,646*	*3,408,209*	*3,408,209*
					GRANTS–IN–AID – CASINO REVENUE FUND			
					Disability Services			
3,734	—	—	3,734	3,734	Division of Disability Services	80,328	80,328	80,328
					Operation and Support of Educational Institutions			
19,635	—	—	19,635	19,531	Community Programs	38,409	38,409	38,409

Year Ending June 30, 2003						Year Ending June 30, 2005		
Orig. & (S)Supple-mental	Reapp. & (R)Recpts.	Transfers & (E)Emer-gencies	Total Available	Expended		2004 Adjusted Approp.	Requested	Recom-mended
23,369	—	—	*23,369*	*23,265*	*Subtotal Grants-In-Aid – Casino Revenue Fund*	*118,737*	*118,737*	*118,737*
3,228,202	*198,576*	*–42,901*	*3,383,877*	*3,363,801*	*TOTAL GRANTS-IN-AID*	*3,347,383*	*3,526,946*	*3,526,946*
					STATE AID – GENERAL FUND			
					Mental Health Services			
94,510	6,200	—	100,710	89,064	Division of Mental Health Services	93,510	93,510	93,510
					Economic Assistance and Security			
188,842	723	22,876	212,441	211,926	Division of Family Development	207,212	244,700	244,700
283,352	*6,923*	*22,876*	*313,151*	*300,990*	*Subtotal State Aid – General Fund*	*300,722*	*338,210*	*338,210*
283,352	*6,923*	*22,876*	*313,151*	*300,990*	*TOTAL STATE AID*	*300,722*	*338,210*	*338,210*
					CAPITAL CONSTRUCTION			
					Mental Health Services			
—	4,286	—	4,286	762	Greystone Park Psychiatric Hospital	—	—	—
3,000	1,591	—	4,591	556	Trenton Psychiatric Hospital	—	—	—
—	365	—	365	—	Ann Klein Forensic Center	—	—	—
—	2,661	—	2,661	88	Ancora Psychiatric Hospital	—	—	—
—	155	—	155	116	Arthur Brisbane Child Treatment Center	—	—	—
—	116	—	116	—	Senator Garrett W. Hagedorn Gero-Psychiatric Hospital	—	—	—
3,000	*9,174*	—	*12,174*	*1,522*	*Subtotal*	—	—	—
					Operation and Support of Educational Institutions			
—	870	—	870	863	Green Brook Regional Center	—	—	—
—	1,369	—	1,369	226	Vineland Developmental Center	—	—	—
—	81	—	81	37	North Jersey Developmental Center	—	—	—
—	3,772	—	3,772	1,094	Woodbine Developmental Center	—	—	—
—	693	—	693	9	New Lisbon Developmental Center	—	—	—
—	1,719	—	1,719	29	Woodbridge Developmental Center	—	—	—
—	526	—	526	163	Hunterdon Developmental Center	—	—	—
—	*9,030*	—	*9,030*	*2,421*	*Subtotal*	—	—	—
					Supplemental Education and Training Programs			
1,200	—	—	1,200	9	Commission for the Blind and Visually Impaired	—	—	—
					Management and Administration			
3,300	7,833	—	11,133	5,155	Division of Management and Budget	5,600	10,400	10,400
7,500	*26,037*	—	*33,537*	*9,107*	*Subtotal Capital Construction*	*5,600*	*10,400*	*10,400*
7,500	*26,037*	—	*33,537*	*9,107*	*TOTAL CAPITAL CONSTRUCTION*	*5,600*	*10,400*	*10,400*
4,152,973	*242,622*	*26,473*	*4,422,068*	*4,345,854*	*TOTAL APPROPRIATION*	*4,359,355*	*4,673,179*	*4,673,179*

20. PHYSICAL AND MENTAL HEALTH
23. MENTAL HEALTH SERVICES

OBJECTIVES

1. To provide prompt, effective care, treatment and rehabilitation of individuals suffering from mental illness.
2. To evaluate medical, psychological, social, educational and related factors affecting the functioning of the individual and to determine and meet his/her need for specialized care, training and treatment.
3. To resolve problems of mental illness within the community environment to the fullest extent possible.
4. To enable mentally ill persons to return to and remain in community living.
5. To educate and counsel families to understand and accept the problems of persons with mental illness.

PROGRAM CLASSIFICATIONS

10. **Patient Care and Health Services.** Treats patients with mental disorders through modern therapeutic programs and emphasizes return to outpatient community status; provides housing, food, clothing, supervision and services, within the framework of general psychiatry, child psychiatry, geriatrics, occupational therapy, alcoholic, drug and physical rehabilitation.

99. **Administration and Support Services.** Provides services required for effective operation of the institutions including general management, purchasing, accounting, budgeting, personnel, payroll and clerical services. Other services include operation and maintenance of buildings, grounds and equipment, including utilities, housekeeping and security services.

20. PHYSICAL AND MENTAL HEALTH
23. MENTAL HEALTH SERVICES
7700. DIVISION OF MENTAL HEALTH SERVICES

The Division of Mental Health Services (C30:1–9) is charged with the coordination and management responsibilities for those separate facilities, institutions and services involved in the comprehensive program of mental health in the State. These functions are essential for efficiency, sound planning and for growth to meet present and future needs. Research and training assure the use of modern methods and the availability of staff with the necessary training and skills. Although these functions are integral parts of the various operational units, there is need for leadership and coordination.

The Department of Human Services (C30:4–177.19b as amended), contracts with the University of Medicine and Dentistry of New Jersey to operate Community Mental Health Centers in Piscataway and Newark. Federal funds are used also for the development and expansion of community mental health services. Pursuant to N.J.S.A. 30:4–78 as amended by P.L. 1990, c.73, effective January 1, 1991, the State pays 90 percent of the maintenance of county patients and 100 percent of the maintenance of State patients in county psychiatric hospitals. These county hospitals are similar to the State psychiatric hospitals.

OBJECTIVES

1. To develop a comprehensive range of accessible, coordinated mental health services for all citizens of the State, with emphasis on the development of local mental health programs.
2. To provide leadership and management for the State psychiatric hospitals.
3. To provide support services for the operational program units through which the mental health programs are carried out.

PROGRAM CLASSIFICATIONS

08. **Community Services.** Carries out the responsibility for the planning and support for the Statewide network of community mental health services throughout all 21 counties, including two community mental health centers associated with the University of Medicine and Dentistry of New Jersey. The Division contracts with community agencies to provide screening services and a wide array of mental health service programs designed to serve clients in a setting that is the least restrictive, appropriate to their clinical needs and closest to their homes; to return hospitalized patients to the community as soon as appropriate; and reduce inappropriate admissions to State and County psychiatric hospitals. The Division is also responsible for overseeing the State Aid program in support of patients in county psychiatric hospitals and reimbursing allowable costs incurred by the counties under that program.

99. **Administration and Support Services.** Provides management and general support services necessary for overall control and supervision of the mental health program including planning, development, evaluation and control of mental health programming to assure compliance with statutory requirements; assures that operating programs meet public policies and professional treatment standards and are conducted in as effective a manner as possible; provides administration of State Aid for State and federally funded community mental health service programs.

EVALUATION DATA

	Actual FY 2002	Actual FY 2003	Revised FY 2004	Budget Estimate FY 2005
OPERATING DATA				
Community Services				
Community Care Services				
Provider Agencies	117	114	115	115
Contracts	161	143	143	143
Total cost to State (a) (b)	$204,649,000	$196,020,000	$193,936,000	$192,452,000
Total Episodes of Care	310,233	322,217	324,787	324,787
Emergency Services				
Episodes of Care	101,638	102,228	102,228	102,228
Cost to State	$29,340,000	$30,221,000	$29,633,000	$29,749,000
Outpatient Services				
Episodes of Care	147,909	156,946	159,246	159,246
Cost to State	$35,209,000	$35,910,000	$35,910,000	$35,910,000
Partial Care				
Episodes of Care	16,131	15,098	15,098	15,098
Cost to State	$17,604,000	$17,853,000	$17,853,000	$17,853,000
Residential				
Episodes of Care	4,858	4,790	5,006	5,006
Cost to State (c)	$61,821,000	$52,959,000	$51,813,000	$51,813,000
System Advocacy				
Episodes of Care	4,048	4,458	4,458	4,458
Cost to State	$5,216,000	$5,473,000	$5,473,000	$5,473,000
Family Support, Supported Employment, et. al.				
Episodes of Care	19,768	22,317	22,317	22,317
Cost to State	$17,360,000	$15,852,000	$15,502,000	$15,502,000
Integrated Case Management				
Episodes of Care	14,115	14,594	14,594	14,594
Cost to State (d)	$23,690,000	$23,343,000	$23,343,000	$21,743,000
Program for Assertive Community Treatment (PACT)				
Episodes of Care	1,766	1,786	1,840	1,840
Cost to State (e)	$14,409,000	$14,409,000	$14,409,000	$14,409,000
Redirection II Initiative	$5,020,000	$12,750,000	$22,750,000	$29,975,000
Community Placements	—	61	303	388
Total, State billable average daily population, county psychiatric hospitals	684	696	676	676
Bergen	164	167	162	162
Burlington	26	26	26	26
Camden	142	144	144	144
Essex	265	254	242	242
Hudson	72	72	70	70
Union	15	33	32	32
PERSONNEL DATA				
Position Data				
Filled Positions by Funding Source				
State Supported	162	154	145	151
Federal	2	5	3	4
Total Positions	164	159	148	155
Filled Positions by Program Class				
Community Services	2	5	3	4
Administration and Support Services	162	154	145	151
Total Positions	164	159	148	155

Notes:

Actual payroll counts are reported for fiscal years 2002 and 2003 as of December and revised fiscal year 2004 as of September. The Budget Estimate for fiscal year 2005 reflects the number of positions funded.

(a) The actual FY 2002 and FY 2003 costs include the Cost of Living Adjustment and Salary Supplement for Direct Care Workers.

(b) Beginning in fiscal 2002, $4,500,000 for Adult Mental Health Rehabilitation was transferred to the Division of Medical Assistance and Health Services. In fiscal 2004, the Division of Mental Health Services budget was decreased by $4,563,000 due to additional federal revenues.

(c) Beginning in fiscal 2003, $3,380,000 for the Youth Incentive Program was transferred to the Division of Medical Assistance and Health Services.

(d) Beginning in fiscal 2005, $800,000 for Integrated Case Management Services was transferred to the Division of Medical Assistance and Health Services.

(e) Beginning in fiscal 2002, $3,500,000 for Programs for Assertive Community Treatment was transferred to the Division of Medical Assistance and Health Services.

APPROPRIATIONS DATA
(thousands of dollars)

Year Ending June 30, 2003								Year Ending June 30, 2005	
Orig. & (S)Supplemental	Reapp. & (R)Recpts.	Transfers & (E)Emergencies	Total Available	Expended		Prog. Class.	2004 Adjusted Approp.	Requested	Recommended
					DIRECT STATE SERVICES				
					Distribution by Fund and Program				
10,307	—	605	10,912	10,787	Administration and Support Services	99	10,894	10,691	10,691
10,307	—	*605*	*10,912*	*10,787*	*Total Direct State Services* (a)		*10,894* (b)	*10,691*	*10,691*
					Distribution by Fund and Object				
					Personal Services:				
8,710	—	680	9,390	9,390	Salaries and Wages		9,297	8,981	8,981
8,710	—	*680*	*9,390*	*9,390*	*Total Personal Services*		*9,297*	*8,981*	*8,981*
21	—	36	57	55	Materials and Supplies		21	21	21
496	—	–120	376	255	Services Other Than Personal		496	609	609
155	—	9	164	162	Maintenance and Fixed Charges		155	155	155
					Special Purpose:				
300	—	—	300	300	Fraud and Abuse Initiative	99	300	300	300
625	—	—	625	625	Nursing Incentive Program	99	625	625	625
					GRANTS–IN–AID				
					Distribution by Fund and Program				
233,694	30	–4,589	229,135	226,827	Community Services	08	234,751	240,492	240,492
233,694	*30*	*–4,589*	*229,135*	*226,827*	*Total Grants–in–Aid*		*234,751*	*240,492*	*240,492*
					Distribution by Fund and Object				
					Grants:				
12,750	—	—	12,750	12,742	Greystone Park Psychiatric Hospital Bridge Fund	08	22,750	29,975	29,975
202,879	—	–4,589	198,290	196,020	Community Care	08	193,936	192,452	192,452
6,205	—	—	6,205	6,205	Community Mental Health Center–University of Medicine and Dentistry–Newark	08	6,205	6,205	6,205
11,860	—	—	11,860	11,860	Community Mental Health Center–University of Medicine and Dentistry–Piscataway	08	11,860	11,860	11,860
—	30	—	30	—	Carrier Clinic	08	—	—	—
					STATE AID				
					Distribution by Fund and Program				
94,510	6,200	—	100,710	89,064	Community Services	08	93,510	93,510	93,510
94,510	*6,200*	—	*100,710*	*89,064*	*Total State Aid*		*93,510*	*93,510*	*93,510*

Year Ending June 30, 2003								Year Ending June 30, 2005	
Orig. & (S)Supple-mental	Reapp. & (R)Recpts.	Transfers & (E)Emer-gencies	Total Available	Expended		Prog. Class.	2004 Adjusted Approp.	Requested	Recom-mended
					STATE AID				
					Distribution by Fund and Object				
					State Aid:				
94,510	6,200	—	100,710	89,064	Support of Patients in County Psychiatric Hospitals	08	93,510	93,510	93,510
338,511	*6,230*	*–3,984*	*340,757*	*326,678*	*Grand Total State Appropriation*		*339,155*	*344,693*	*344,693*
					OTHER RELATED APPROPRIATIONS				
					Federal Funds				
15,398 4,417 S	11,845	2,965	34,625	21,822	Community Services	08	17,065	17,065	17,065
300	—	—	300	300	Administration and Support Services	99	719	719	719
20,115	*11,845*	*2,965*	*34,925*	*22,122*	*Total Federal Funds*		*17,784*	*17,784*	*17,784*
					All Other Funds				
—	—	—	—	—	Community Services	08	316	316	316
—	—	—	—	—	*Total All Other Funds*		*316*	*316*	*316*
358,626	*18,075*	*–1,019*	*375,682*	*348,800*	*GRAND TOTAL ALL FUNDS*		*357,255*	*362,793*	*362,793*

Notes — Direct State Services – General Fund

(a) The Community Services program class appropriation and evaluation data have been consolidated into the Administration and Support Services program class for all Direct State Services.

(b) The fiscal year 2004 appropriation has been adjusted for the allocation of salary program and has been reduced to reflect the transfer of funds to the Interdepartmental Salary and Other Benefits accounts.

Language Recommendations — Grants–In–Aid – General Fund

From the amount appropriated hereinabove for the Greystone Park Psychiatric Hospital Bridge Fund account, such funds as are necessary may be transferred to various accounts as required, including Direct State Services or State Aid accounts, subject to the approval of the Director of the Division of Budget and Accounting of a phase–in plan which relates to "Redirection II" as shall be submitted by the Commissioner of Human Services.

The amount appropriated hereinabove for the Community Mental Health Centers and the amount appropriated to the University of Medicine and Dentistry of New Jersey are first charged to the federal Disproportionate Share Hospital reimbursements anticipated as Medicaid Uncompensated Care.

With the exception of Disproportionate Share Hospital revenues that may be received, federal and other funds received for the operation of community mental health centers at the New Jersey Medical School and the Robert Wood Johnson Medical School shall be available to the University of Medicine and Dentistry of New Jersey for the operation of the centers.

Revenues that may be received from fees derived from the licensing of all community mental health agencies as specified in subchapter 10 "Licensure of Mental Health Programs" of the Community Mental Health Services Act, N.J.A.C. 10:37–10 are appropriated to the Division of Mental Health Services to offset the costs of performing the required reviews.

Language Recommendations — State Aid – General Fund

The appropriation for the Support of Patients in County Psychiatric Hospitals account is available to pay liabilities applicable to prior fiscal years, subject to the approval of the Director of the Division of Budget and Accounting.

The unexpended balance as of June 30, 2004, in the Support of Patients in County Psychiatric Hospitals account is appropriated.

With the exception of all past, present, and future revenues representing federal financial participation received by the State from the United States that is based on payments to hospitals that serve a disproportionate share of low–income patients, which shall be retained by the State, the sharing of revenues received to defray the costs of maintaining patients in State and county psychiatric hospitals and facilities for the developmentally disabled shall be based on the same percent as costs are shared.

State Aid reimbursement payments for maintenance of patients in county psychiatric facilities shall be limited to inpatient services only, except that such reimbursement shall be paid to a county for outpatient and partial hospitalization services as defined by the Department of Human Services, if outpatient and/or partial hospitalization services had been previously provided at the county psychiatric facility prior to January 1, 1998. These outpatient and partial hospitalization payments shall not exceed the amount of State Aid funds paid to reimburse outpatient and partial hospitalization services provided during calendar year 1997.

The amount appropriated for the Division of Mental Health Services for State facility operations and the amount appropriated as State Aid for the costs of county facility operations first are charged to the federal Disproportionate Share Hospital reimbursements anticipated as Medicaid Uncompensated Care.

20. PHYSICAL AND MENTAL HEALTH
23. MENTAL HEALTH SERVICES
7710. GREYSTONE PARK PSYCHIATRIC HOSPITAL

Greystone Park Psychiatric Hospital (C30:4–160) provides services for voluntarily and legally committed mentally ill persons from Bergen, Essex, Hudson, Morris, Passaic and Sussex Counties. It is approved by the Joint Commission on Accreditation of Hospitals.

EVALUATION DATA

	Actual FY 2002	Actual FY 2003	Revised FY 2004	Budget Estimate FY 2005
OPERATING DATA				
Patient Care and Health Services				
Average daily population	553	553	515	451
Total admissions	301	298	336	294
Readmissions	63	53	62	54
All other admissions, including transfers	238	245	274	240
Total terminations, including transfers	314	291	368	322
Ratio: Population/total positions	0.5 / 1	0.5 / 1	0.4 / 1	0.4 / 1
Annual per capita	$110,239	$119,072	$115,414	$132,612
Daily per capita	$302.02	$326.22	$316.20	$363.32
PERSONNEL DATA				
Position Data				
Filled positions by Funding Source				
State Supported	1,204	1,175	1,172	1,224
All Other	3	3	3	3
Total Positions	1,207	1,178	1,175	1,227
Filled Positions by Program Class				
Patient Care and Health Services	947	927	927	989
Administration and Support Services	260	251	248	238
Total Positions	1,207	1,178	1,175	1,227

Notes:

Actual payroll counts are reported for fiscal years 2002 and 2003 as of December and revised fiscal year 2004 as of September. The Budget Estimate for fiscal year 2005 reflects the number of positions funded.

APPROPRIATIONS DATA
(thousands of dollars)

Year Ending June 30, 2003								Year Ending June 30, 2005	
Orig. & (S)Supplemental	Reapp. & (R)Recpts.	Transfers & (E)Emergencies	Total Available	Expended		Prog. Class.	2004 Adjusted Approp.	Requested	Recommended
					DIRECT STATE SERVICES				
					Distribution by Fund and Program				
43,029	81	8,420	51,530	51,507	Patient Care and Health Services	10	46,765	47,185	47,185
11,833	58	2,312	14,203	14,147	Administration and Support Services	99	12,481	12,431	12,431
54,862	*139*	*10,732*	*65,733*	*65,654*	*Total Direct State Services*		*59,246* [a]	*59,616*	*59,616*
					Distribution by Fund and Object				
					Personal Services:				
49,121	—	10,213	59,334	59,334	Salaries and Wages		53,484	53,484	53,484
49,121	—	*10,213*	*59,334*	*59,334*	*Total Personal Services*		*53,484*	*53,484*	*53,484*
3,306	—	–120	3,186	3,186	Materials and Supplies		3,306	3,306	3,306
1,325	—	118	1,443	1,443	Services Other Than Personal		1,346	1,346	1,346
948	—	38	986	986	Maintenance and Fixed Charges		948	898	898

Year Ending June 30, 2003						Prog. Class.	2004 Adjusted Approp.	Year Ending June 30, 2005	
Orig. & (S)Supplemental	Reapp. & (R)Recpts.	Transfers & (E)Emergencies	Total Available	Expended				Requested	Recommended
					DIRECT STATE SERVICES				
					Special Purpose:				
50	81 R	—	131	108	Interim Assistance	10	50	50	50
112	58	483	653	597	Additions, Improvements and Equipment		112	532	532
					CAPITAL CONSTRUCTION				
					Distribution by Fund and Program				
—	4,286	—	4,286	762	Administration and Support Services	99	—	—	—
—	*4,286*	—	*4,286*	*762*	*Total Capital Construction*		—	—	—
					Distribution by Fund and Object				
					Greystone Park Psychiatric Hospital				
—	3,677	—	3,677	421	Infrastructure Improvements, Institutions and Community Facilities	99	—	—	—
—	5	—	5	—	Bathroom Renovations	99	—	—	—
—	452	—	452	237	Upgrade Security Systems	99	—	—	—
—	152	—	152	104	Renovate Residential Cottages	99	—	—	—
54,862	*4,425*	*10,732*	*70,019*	*66,416*	*Grand Total State Appropriation*		*59,246*	*59,616*	*59,616*
					OTHER RELATED APPROPRIATIONS				
					All Other Funds				
—	—	193	193	193	Patient Care and Health Services	10	192	192	192
—	—	*193*	*193*	*193*	*Total All Other Funds*		*192*	*192*	*192*
54,862	*4,425*	*10,925*	*70,212*	*66,609*	*GRAND TOTAL ALL FUNDS*		*59,438*	*59,808*	*59,808*

Notes — Direct State Services – General Fund

(a) The fiscal year 2004 appropriation has been adjusted for the allocation of salary program in accordance with the provisions of P.L. 2003, c. 122 (Fiscal Year 2004 Appropriations Act).

20. PHYSICAL AND MENTAL HEALTH
23. MENTAL HEALTH SERVICES
7720. TRENTON PSYCHIATRIC HOSPITAL

Trenton Psychiatric Hospital (C30:4–160) provides services for voluntarily and legally committed mentally ill persons from Mercer, Middlesex, Monmouth and Union Counties. It is approved by the Joint Commission on Accreditation of Hospitals. Its psychiatric residency training program is approved by the Council on Medical Education of the American Medical Association.

EVALUATION DATA

	Actual FY 2002	Actual FY 2003	Revised FY 2004	Budget Estimate FY 2005
OPERATING DATA				
Patient Care and Health Services				
Average daily population	481	499	472	423
Total admissions	1,068	1,151	1,083	972
Readmissions	331	345	375	336
All other admissions, including transfers	737	806	708	636
Total terminations, including transfers	1,039	1,108	1,177	1,056
Ratio: Population/total positions	0.5 / 1	0.5 / 1	0.4 / 1	0.4 / 1
Annual per capita	$109,990	$119,451	$116,877	$129,461
Daily per capita	$301.34	$327.26	$320.21	$354.69

	Actual FY 2002	Actual FY 2003	Revised FY 2004	Budget Estimate FY 2005
PERSONNEL DATA				
Position Data				
Filled positions by Funding Source				
State Supported	944	1,006	1,062	1,035
All Other	1	1	2	2
Total Positions	945	1,007	1,064	1,037
Filled Positions by Program Class				
Patient Care and Health Services	775	829	871	858
Administration and Support Services	170	178	193	179
Total Positions	945	1,007	1,064	1,037

Notes:

Actual payroll counts are reported for fiscal years 2002 and 2003 as of December and revised fiscal year 2004 as of September. The Budget Estimate for fiscal year 2005 reflects the number of positions funded.

APPROPRIATIONS DATA
(thousands of dollars)

Year Ending June 30, 2003								Year Ending June 30, 2005	
Orig. & (S)Supplemental	Reapp. & (R)Recpts.	Transfers & (E)Emergencies	Total Available	Expended		Prog. Class.	2004 Adjusted Approp.	Requested	Recommended
					DIRECT STATE SERVICES				
					Distribution by Fund and Program				
41,253	220	6,419	47,892	47,808	Patient Care and Health Services	10	44,311	43,907	43,907
10,382	1	1,345	11,728	11,728	Administration and Support Services	99	10,814	10,814	10,814
51,635	*221*	*7,764*	*59,620*	*59,536*	*Total Direct State Services*		*55,125* [a]	*54,721*	*54,721*
					Distribution by Fund and Object				
					Personal Services:				
45,422	—	7,682	53,104	53,104	Salaries and Wages		48,904	48,520	48,520
45,422	—	*7,682*	*53,104*	*53,104*	*Total Personal Services*		*48,904*	*48,520*	*48,520*
2,954	—	80	3,034	3,034	Materials and Supplies		2,954	2,954	2,954
1,810	—	–5	1,805	1,805	Services Other Than Personal		1,818	1,818	1,818
799	—	62	861	861	Maintenance and Fixed Charges		799	799	799
					Special Purpose:				
150	64 154 R	—	368	285	Interim Assistance	10	150	150	150
500	3	–55	448	447	Additions, Improvements and Equipment		500	480	480
					CAPITAL CONSTRUCTION				
					Distribution by Fund and Program				
3,000	1,591	—	4,591	556	Administration and Support Services	99	—	—	—
3,000	*1,591*	—	*4,591*	*556*	*Total Capital Construction*		—	—	—
					Distribution by Fund and Object				
					Trenton Psychiatric Hospital				
3,000	—	—	3,000	10	Steam and Condensate Line Replacement	99	—	—	—
—	1,478	—	1,478	546	Fire Protection	99	—	—	—
—	113	—	113	—	Drake Building Ceiling	99	—	—	—
54,635	*1,812*	*7,764*	*64,211*	*60,092*	*Grand Total State Appropriation*		*55,125*	*54,721*	*54,721*

Year Ending June 30, 2003							Year Ending June 30, 2005	
Orig. & (S)Supple-mental	Reapp. & (R)Recpts.	Transfers & (E)Emer-gencies	Total Available	Expended		Prog. Class.	2004 Adjusted Approp.	Requested	Recom-mended
					OTHER RELATED APPROPRIATIONS				
					All Other Funds				
—	—	70	70	70	Patient Care and Health Services	10	41	41	41
—	206	—	206	—	Administration and Support Services	99	—	—	—
—	*206*	*70*	*276*	*70*	*Total All Other Funds*		*41*	*41*	*41*
54,635	*2,018*	*7,834*	*64,487*	*60,162*	*GRAND TOTAL ALL FUNDS*		*55,166*	*54,762*	*54,762*

Notes — Direct State Services – General Fund

(a) The fiscal year 2004 appropriation has been adjusted for the allocation of salary program in accordance with the provisions of P.L. 2003, c. 122 (Fiscal Year 2004 Appropriations Act).

20. PHYSICAL AND MENTAL HEALTH
23. MENTAL HEALTH SERVICES
7725. ANN KLEIN FORENSIC CENTER

The Ann Klein Forensic Center (C30:4–160) serves the entire State in providing forensic psychiatric services for mentally ill persons who are legally committed. It is approved by the Joint Commission on Accreditation of Hospitals.

EVALUATION DATA

	Actual FY 2002	Actual FY 2003	Revised FY 2004	Budget Estimate FY 2005
OPERATING DATA				
Patient Care and Health Services				
Average daily population	197	188	197	200
Total admissions	598	613	653	663
Readmissions	179	142	151	153
All other admissions, including transfers	419	471	502	510
Total terminations, including transfers	596	616	641	651
Ratio: Population/total positions	0.4 / 1	0.4 / 1	0.4 / 1	0.4 / 1
Annual per capita	$120,030	$113,676	$109,254	$98,315
Daily per capita	$328.85	$311.44	$299.33	$269.36
PERSONNEL DATA				
Position Data				
Filled positions by Funding Source				
State Supported	466	488	495	521
All Other	3	3	3	2
Total Positions	469	491	498	523
Filled Positions by Program Class				
Patient Care and Health Services	412	422	431	468
Administration and Support Services	57	69	67	55
Total Positions	469	491	498	523

Notes:

Actual payroll counts are reported for fiscal years 2002 and 2003 as of December and revised fiscal year 2004 as of September. The Budget Estimate for fiscal year 2005 reflects the number of positions funded.

APPROPRIATIONS DATA
(thousands of dollars)

Year Ending June 30, 2003								Year Ending June 30, 2005	
Orig. & (S)Supple-mental	Reapp. & (R)Recpts.	Transfers & (E)Emer-gencies	Total Available	Expended		Prog. Class.	2004 Adjusted Approp.	Requested	Recom-mended
					DIRECT STATE SERVICES				
					Distribution by Fund and Program				
17,531	—	–334	17,197	17,197	Patient Care and Health Services	10	18,815	16,955	16,955
2,418	—	1,574	3,992	3,991	Administration and Support Services	99	2,522	2,522	2,522
19,949	—	***1,240***	***21,189***	***21,188***	***Total Direct State Services***		***21,337*** [a]	***19,477***	***19,477***
					Distribution by Fund and Object				
					Personal Services:				
18,066	—	1,175	19,241	19,241	Salaries and Wages		19,445	17,545	17,545
18,066	—	***1,175***	***19,241***	***19,241***	***Total Personal Services***		***19,445***	***17,545***	***17,545***
1,214	—	–45	1,169	1,169	Materials and Supplies		1,214	1,214	1,214
511	—	—	511	510	Services Other Than Personal		520	520	520
98	—	40	138	138	Maintenance and Fixed Charges		98	98	98
					Special Purpose:				
—	—	5	5	5	Interim Assistance	10	—	—	—
60	—	65	125	125	Additions, Improvements and Equipment		60	100	100
					CAPITAL CONSTRUCTION				
					Distribution by Fund and Program				
—	365	—	365	—	Administration and Support Services	99	—	—	—
—	***365***	—	***365***	—	***Total Capital Construction***		—	—	—
					Distribution by Fund and Object				
					Ann Klein Forensic Center				
—	365	—	365	—	Construction of Residential Buildings	99	—	—	—
19,949	***365***	***1,240***	***21,554***	***21,188***	***Grand Total State Appropriation***		***21,337***	***19,477***	***19,477***
					OTHER RELATED APPROPRIATIONS				
					All Other Funds				
—	—	183	183	183	Patient Care and Health Services	10	186	186	186
—	—	***183***	***183***	***183***	***Total All Other Funds***		***186***	***186***	***186***
19,949	***365***	***1,423***	***21,737***	***21,371***	***GRAND TOTAL ALL FUNDS***		***21,523***	***19,663***	***19,663***

Notes — Direct State Services – General Fund

(a) The fiscal year 2004 appropriation has been adjusted for the allocation of salary program in accordance with the provisions of P.L. 2003, c. 122 (Fiscal Year 2004 Appropriations Act).

20. PHYSICAL AND MENTAL HEALTH
23. MENTAL HEALTH SERVICES
7740. ANCORA PSYCHIATRIC HOSPITAL

Ancora Psychiatric Hospital (C30:4–160) provides services for voluntarily and legally committed mentally ill persons from Atlantic, Burlington, Camden, Cape May, Cumberland, Gloucester, Ocean and Salem Counties. It is approved by the Joint Commission on Accreditation of Hospitals.

EVALUATION DATA

	Actual FY 2002	Actual FY 2003	Revised FY 2004	Budget Estimate FY 2005
OPERATING DATA				
Patient Care and Health Services				
Average daily population	710	738	709	651
Total admissions	1,228	1,232	1,329	1,220
Readmissions	361	387	364	334
All other admissions, including transfers	867	845	965	886
Total terminations, including transfers	1,172	1,253	1,229	1,128
Ratio: Population/total positions	0.5 / 1	0.6 / 1	0.5 / 1	0.5 / 1
Annual per capita	$94,246	$98,081	$96,097	$103,571
Daily per capita	$258.21	$268.72	$263.28	$283.76
PERSONNEL DATA				
Position Data				
Filled positions by Funding Source				
State Supported	1,320	1,304	1,365	1,323
All Other	7	8	8	7
Total Positions	1,327	1,312	1,373	1,330
Filled Positions by Program Class				
Patient Care and Health Services	1,125	997	1,037	1,025
Administration and Support Services	202	315	336	305
Total Positions	1,327	1,312	1,373	1,330

Notes:

Actual payroll counts are reported for fiscal years 2002 and 2003 as of December and revised fiscal year 2004 as of September. The Budget Estimate for fiscal year 2005 reflects the number of positions funded.

APPROPRIATIONS DATA
(thousands of dollars)

Year Ending June 30, 2003								Year Ending June 30, 2005	
Orig. & (S)Supplemental	Reapp. & (R)Recpts.	Transfers & (E)Emergencies	Total Available	Expended		Prog. Class.	2004 Adjusted Approp.	Requested	Recommended
					DIRECT STATE SERVICES				
					Distribution by Fund and Program				
50,833	211	4,295	55,339	55,281	Patient Care and Health Services	10	54,743	54,145	54,145
12,619	—	4,324	16,943	16,942	Administration and Support Services	99	13,170	13,060	13,060
63,452	*211*	*8,619*	*72,282*	*72,223*	*Total Direct State Services*		*67,913* [a]	*67,205*	*67,205*
					Distribution by Fund and Object				
					Personal Services:				
55,931	—	8,845	64,776	64,776	Salaries and Wages		60,358	59,968	59,968
55,931	—	*8,845*	*64,776*	*64,776*	*Total Personal Services*		*60,358*	*59,968*	*59,968*
3,670	—	—	3,670	3,670	Materials and Supplies		3,670	3,610	3,610
1,940	—	–80	1,860	1,860	Services Other Than Personal		1,974	1,974	1,974
967	—	5	972	971	Maintenance and Fixed Charges		967	917	917

Year Ending June 30, 2003						Prog. Class.	2004 Adjusted Approp.	Year Ending June 30, 2005	
Orig. & (S)Supplemental	Reapp. & (R)Recpts.	Transfers & (E)Emergencies	Total Available	Expended				Requested	Recommended
					DIRECT STATE SERVICES				
					Special Purpose:				
120	2 204 R	—	326	283	Interim Assistance	10	120	120	120
824	5	–151	678	663	Additions, Improvements and Equipment		824	616	616
					CAPITAL CONSTRUCTION				
					Distribution by Fund and Program				
—	2,661	—	2,661	88	Administration and Support Services	99	—	—	—
—	*2,661*	—	*2,661*	*88*	*Total Capital Construction*		—	—	—
					Distribution by Fund and Object				
					Ancora Psychiatric Hospital				
—	670	—	670	63	Correct Brick Veneer Problems	99	—	—	—
—	1,228	—	1,228	25	Sewage Treatment Plant	99	—	—	—
—	763	—	763	—	Elm Hall Renovations	99	—	—	—
63,452	*2,872*	*8,619*	*74,943*	*72,311*	*Grand Total State Appropriation*		*67,913*	*67,205*	*67,205*
					OTHER RELATED APPROPRIATIONS				
					All Other Funds				
—	—	161	161	161	Patient Care and Health Services	10	220	220	220
—	—	*161*	*161*	*161*	*Total All Other Funds*		*220*	*220*	*220*
63,452	*2,872*	*8,780*	*75,104*	*72,472*	*GRAND TOTAL ALL FUNDS*		*68,133*	*67,425*	*67,425*

Notes — Direct State Services – General Fund

(a) The fiscal year 2004 appropriation has been adjusted for the allocation of salary program in accordance with the provisions of P.L. 2003, c. 122 (Fiscal Year 2004 Appropriations Act).

20. PHYSICAL AND MENTAL HEALTH

23. MENTAL HEALTH SERVICES

7750. ARTHUR BRISBANE CHILD TREATMENT CENTER

The Center (C30:4–177.1 et. seq.) provides psychiatric inpatient treatment, education and rehabilitation for mentally ill pre–adolescent school age children and adolescents who are legally committed from the 21 counties.

EVALUATION DATA

	Actual FY 2002	Actual FY 2003	Revised FY 2004	Budget Estimate FY 2005
OPERATING DATA				
Patient Care and Health Services				
Average daily population	51	45	42	43
Total admissions	109	113	90	91
Readmissions	17	14	20	21
All other admissions, including transfers	92	99	70	70
Total terminations, including transfers	113	114	110	112
Ratio: Population/total positions	0.3 / 1	0.2 / 1	0.2 / 1	0.2 / 1
Annual per capita	$233,843	$269,267	$277,810	$267,767
Daily per capita	$640.67	$737.72	$761.12	$733.61

	Actual FY 2002	Actual FY 2003	Revised FY 2004	Budget Estimate FY 2005
PERSONNEL DATA				
Position Data				
Filled positions by Funding Source				
State Supported	172	174	186	192
All Other	17	14	18	19
Total Positions	189	188	204	211
Filled Positions by Program Class				
Patient Care and Health Services	151	146	161	169
Administration and Support Services	38	42	43	42
Total Positions	189	188	204	211

Notes:

Actual payroll counts are reported for fiscal years 2002 and 2003 as of December and revised fiscal year 2004 as of September. The Budget Estimate for fiscal year 2005 reflects the number of positions funded.

APPROPRIATIONS DATA
(thousands of dollars)

Year Ending June 30, 2003								Year Ending June 30, 2005	
Orig. & (S)Supplemental	Reapp. & (R)Recpts.	Transfers & (E)Emergencies	Total Available	Expended		Prog. Class.	2004 Adjusted Approp.	Requested	Recommended
					DIRECT STATE SERVICES				
					Distribution by Fund and Program				
7,743	—	718	8,461	8,460	Patient Care and Health Services	10	8,343	8,343	8,343
2,321	—	475	2,796	2,793	Administration and Support Services	99	2,415	2,261	2,261
10,064	—	*1,193*	*11,257*	*11,253*	*Total Direct State Services*		*10,758* [a]	*10,604*	*10,604*
					Distribution by Fund and Object				
					Personal Services:				
8,856	—	1,368	10,224	10,224	Salaries and Wages		9,550	9,550	9,550
8,856	—	*1,368*	*10,224*	*10,224*	*Total Personal Services*		*9,550*	*9,550*	*9,550*
456	—	—	456	455	Materials and Supplies		456	456	456
326	—	–3	323	321	Services Other Than Personal		326	326	326
132	—	–20	112	111	Maintenance and Fixed Charges		132	132	132
294	—	–152	142	142	Additions, Improvements and Equipment		294	140	140
					CAPITAL CONSTRUCTION				
					Distribution by Fund and Program				
—	155	—	155	116	Administration and Support Services	99	—	—	—
—	*155*	—	*155*	*116*	*Total Capital Construction*		—	—	—
					Distribution by Fund and Object				
					Arthur Brisbane Child Treatment Center				
—	150	—	150	116	Various Preservation Projects	99	—	—	—
—	5	—	5	—	Boiler Replacement, Main House	99	—	—	—
10,064	*155*	*1,193*	*11,412*	*11,369*	*Grand Total State Appropriation*		*10,758*	*10,604*	*10,604*
					OTHER RELATED APPROPRIATIONS				
					All Other Funds				
—	—	865	865	864	Patient Care and Health Services	10	910	910	910
—	—	*865*	*865*	*864*	*Total All Other Funds*		*910*	*910*	*910*

Year Ending June 30, 2003							Year Ending June 30, 2005	
Orig. & (S)Supplemental	Reapp. & (R)Recpts.	Transfers & (E)Emergencies	Total Available	Expended		Prog. Class.	2004 Adjusted Approp.	Requested	Recommended
					OTHER RELATED APPROPRIATIONS				
10,064	*155*	*2,058*	*12,277*	*12,233*	*GRAND TOTAL ALL FUNDS*		*11,668*	*11,514*	*11,514*

Notes — Direct State Services – General Fund

(a) The fiscal year 2004 appropriation has been adjusted for the allocation of salary program in accordance with the provisions of P.L. 2003, c.122 (Fiscal Year 2004 Appropriations Act.).

20. PHYSICAL AND MENTAL HEALTH
23. MENTAL HEALTH SERVICES
7760. SENATOR GARRETT W. HAGEDORN GERO–PSYCHIATRIC HOSPITAL

Senator Garrett W. Hagedorn Gero–Psychiatric Hospital provides long–term rehabilitative care for patients previously discharged from State psychiatric hospitals who may require psychiatric intervention but whose major need is for skilled or intermediate nursing and medical care. The hospital provides services for mentally ill persons from Hunterdon, Somerset and Warren Counties.

EVALUATION DATA

	Actual FY 2002	Actual FY 2003	Revised FY 2004	Budget Estimate FY 2005
OPERATING DATA				
Patient Care and Health Services				
Average daily population	270	262	279	270
Total admissions	484	473	470	455
Readmissions	88	88	83	80
All other admissions, including transfers	396	385	387	375
Total terminations, including transfers	523	442	435	421
Ratio: Population/total positions	0.5 / 1	0.5 / 1	0.5 / 1	0.5 / 1
Annual per capita	$107,193	$118,420	$115,903	$119,478
Daily per capita	$293.68	$324.44	$317.54	$327.34
PERSONNEL DATA				
Position Data				
Filled positions by Funding Source				
State Supported	507	525	556	540
All Other	1	1	1	1
Total Positions	508	526	557	541
Filled Positions by Program Class				
Patient Care and Health Services	390	408	437	423
Administration and Support Services	118	118	120	118
Total Positions	508	526	557	541

Notes:

Actual payroll counts are reported for fiscal years 2002 and 2003 as of December and revised fiscal year 2004 as of September. The Budget Estimate for fiscal year 2005 reflects the number of positions funded.

APPROPRIATIONS DATA
(thousands of dollars)

Year Ending June 30, 2003 Orig. & (S)Supple-mental	Reapp. & (R)Recpts.	Transfers & (E)Emer-gencies	Total Available	Expended		Prog. Class.	2004 Adjusted Approp.	Year Ending June 30, 2005 Requested	Recom-mended
					DIRECT STATE SERVICES				
					Distribution by Fund and Program				
22,482	65	522	23,069	23,026	Patient Care and Health Services	10	24,205	24,205	24,205
7,700	—	241	7,941	7,940	Administration and Support Services	99	8,070	7,992	7,992
30,182	*65*	*763*	*31,010*	*30,966*	*Total Direct State Services*		*32,275* [a]	*32,197*	*32,197*
					Distribution by Fund and Object				
					Personal Services:				
26,009	—	953	26,962	26,962	Salaries and Wages		28,102	28,102	28,102
26,009	—	*953*	*26,962*	*26,962*	*Total Personal Services*		*28,102*	*28,102*	*28,102*
1,941	—	–80	1,861	1,861	Materials and Supplies		1,941	1,941	1,941
1,052	—	28	1,080	1,079	Services Other Than Personal		1,052	1,052	1,052
426	—	52	478	478	Maintenance and Fixed Charges		426	426	426
					Special Purpose:				
14	45 20 R	—	79	36	Interim Assistance	10	14	14	14
740	—	–190	550	550	Additions, Improvements and Equipment		740	662	662
					CAPITAL CONSTRUCTION				
					Distribution by Fund and Program				
—	116	—	116	—	Administration and Support Services	99	—	—	—
—	*116*	—	*116*	—	*Total Capital Construction*		—	—	—
					Distribution by Fund and Object				
					Senator Garrett W. Hagedorn Gero–Psychiatric Hospital				
—	116	—	116	—	Sewage Treatment Plant	99	—	—	—
30,182	*181*	*763*	*31,126*	*30,966*	*Grand Total State Appropriation*		*32,275*	*32,197*	*32,197*
					OTHER RELATED APPROPRIATIONS				
					All Other Funds				
—	—	60	60	60	Patient Care and Health Services	10	62	62	62
—	—	*60*	*60*	*60*	*Total All Other Funds*		*62*	*62*	*62*
30,182	*181*	*823*	*31,186*	*31,026*	*GRAND TOTAL ALL FUNDS*		*32,337*	*32,259*	*32,259*

Notes — Direct State Services – General Fund

(a) The fiscal year 2004 appropriation has been adjusted for the allocation of salary program in accordance with the provisions of P.L. 2003, c. 122 (Fiscal Year 2004 Appropriations Act).

Language Recommendations — Direct State Services – General Fund

Receipts recovered from advances made under the Interim Assistance program in the mental health institutions during the fiscal year ending June 30, 2005 are appropriated for the same purpose.

The unexpended balances as of June 30, 2004, in the Interim Assistance program accounts in the mental health institutions are appropriated for the same purpose.

The amount appropriated for the Division of Mental Health Services for State facility operations and the amount appropriated as State Aid for the costs of county facility operations first are charged to the federal Disproportionate Share Hospital reimbursements anticipated as Medicaid Uncompensated Care.

20. PHYSICAL AND MENTAL HEALTH

24. SPECIAL HEALTH SERVICES

7540. DIVISION OF MEDICAL ASSISTANCE AND HEALTH SERVICES

OBJECTIVES

1. To provide immediate and quality diagnosis and treatment of acute illness or disability, as well as health maintenance services. Beneficiaries include New Jersey residents determined eligible for financial assistance, pregnant women and certain dependent children, low–income disabled or blind persons, Supplemental Security Income recipients, children in foster home programs, persons qualifying for the State's Medically Needy programs or Medical Assistance Only, and certain classes of refugees and immigrants.
2. To provide subsidized health care coverage for a parent or caretaker relative of a child with gross family income up to 133% of the poverty level, a child whose gross family income does not exceed 350% of the poverty level, or a single adult eligible for General Assistance, without dependent children, whose gross income does not exceed 23% of the poverty level, some parents up to 200% of the poverty level, and childless adults up to 100% of the poverty level. Currently, adult enrollment into FamilyCare is frozen.

PROGRAM CLASSIFICATIONS

21. **Health Services Administration and Management.** Evaluates the medical needs of persons eligible for the Medicaid and Medically Needy, KidCare and FamilyCare and General Assistance programs and assures that these needs are met through immediate and quality diagnosis, treatment, rehabilitation, and health maintenance. Provides payments to fiscal agent for claims processing and managed care capitation, and county welfare agencies for eligibility determination and to a health benefits coordinator vendor to assist with eligibility determination and client HMO selection. Administers the Division's network of fee–for–service providers as well as the HMOs contracted with the Division and provides overall program policy direction and management. Principal units are the director's office, fiscal services, administrative support services, including information systems, program integrity, medical care support services, Medicaid district offices, managed care oversight and quality assurance.

22. **General Medical Services.** Distributes payments to providers of medical care for services rendered on behalf of recipients covered by the various programs. These services include inpatient and outpatient general hospital, psychiatric hospital, dental, home health, clinical services, rehabilitation, x–ray, laboratory services, prosthetic devices, medical supplies, medical transportation, prescribed drugs, Medicare premiums, personal care services, certain other community–based services under federal waiver, and managed care. Subsidized health insurance coverage is also provided to certain non–Medicaid lower–income children up to 350% FPL, parents up to 133% FPL, and a limited number of childless adults meeting income eligibility requirements before July 1, 2003, as a result of authority and funding from P.L.1997 c.272 and P.L.1997 c.263, which established the NJ KidCare program pursuant to Title XXI of the federal Social Security Act and P.L.2000 c.71 which established the NJ FamilyCare program.

EVALUATION DATA

	Actual FY 2002	Actual FY 2003	Revised FY 2004	Budget Estimate FY 2005
PROGRAM DATA				
Health Services Administration and Management				
General Medical Services:				
Population Data				
Average monthly eligibles	676,362	686,950	700,689	714,703
Personal Care Services (a)	$231,271,045	$1,835,127	$464,532	$464,532
Waiver Initiatives (b)	$33,117,614	—	—	—
Managed Care Initiative				
Gross annual capitation payments (c)	$827,157,433	$972,632,798	$981,294,012	$1,070,597,889
Hospital Relief Offset Payments	$57,624,000	$57,624,000	$141,690,000	$141,690,000
Hospital Health Care Subsidy Payments	$139,223,000	$145,376,000	$61,310,000	$61,310,000
Hospital Inpatient Services				
Patient admissions	78,207	68,572	85,102	87,278
Average cost per admission	$6,303	$7,351	$5,847	$5,628
Gross annual cost (d)	$492,924,974	$504,043,714	$497,582,752	$491,218,682
Prescription Drugs				
Prescriptions	11,491,964	11,601,098	14,882,866	16,101,322
Average cost per prescription	$62.48	$67.55	$65.08	$65.58
Gross annual cost	$718,017,916	$783,654,138	$968,576,941	$1,055,924,724
Less: Pharmaceutical manufacturer rebates	–$158,523,297	–$132,724,524	–$143,528,192	–$170,927,440
Total program cost	$559,494,619	$650,929,614	$825,048,749	$884,997,284

	Actual FY 2002	Actual FY 2003	Revised FY 2004	Budget Estimate FY 2005
Hospital Outpatient Services				
Visits	2,048,673	1,975,387	1,853,313	1,920,758
Average cost per visit	$173.43	$168.59	$169.96	$179.14
Gross annual cost	$355,305,423	$333,030,666	$314,995,339	$344,087,211
Physician Services				
Visits	3,208,244	2,983,667	3,722,371	4,215,728
Average cost per visit	$12.19	$15.46	$15.46	$15.82
Gross annual cost	$39,098,429	$46,126,266	$57,546,322	$66,673,571
Home Health Care				
Visits	2,362,155	1,850,516	2,154,443	2,050,884
Average cost per visit	$15.55	$18.39	$17.19	$16.85
Gross annual cost	$36,731,509	$34,039,737	$37,044,131	$34,558,238
Medicare Premiums (e)	$129,719,791	$141,196,559	$150,196,346	$172,460,650
Dental Services	$20,658,097	$19,753,333	$21,177,008	$22,457,398
Clinic Services	$115,602,858	$110,659,206	$74,533,913	$72,648,310
Transportation Services	$57,047,054	$59,081,052	$68,211,801	$71,870,296
All Other Services (Gross) (f)	$225,674,867	$391,874,761	$574,101,190	$525,291,791
Less: Recoveries and Adjustments	–$52,388,836	–$61,651,807	–$49,075,078	–$49,075,078
Unit Dose Contract Services	$10,461,383	$6,636,748	$5,600,000	$6,000,000
Consulting Pharmacy Services	$2,269,011	$3,122,338	$3,600,000	$3,600,000
Grand Total	$3,280,992,270	$3,416,310,382	$3,765,321,016	$3,920,850,775
State share (General Fund)	$1,453,930,818	$1,695,071,433	$1,846,948,668	$1,957,148,443
State share (Hospital Health Care Subsidy Fund)	$69,611,500	$72,688,000	$30,655,000	$30,655,000
State share (Hospital Health Care Subsidy Fund) (c)	$17,932,287	$19,892,520	$19,874,766	$24,000,000
Federal share	$1,739,517,665	$1,628,658,429	$1,867,842,582	$1,909,047,332
NJ KidCare—Childrens Health Insurance Program:				
Estimated year–end enrollment	94,709	92,279	100,640	107,941
Total costs	$97,820,930	$104,018,001	$126,446,445	$149,661,560
State share	$33,221,974	$34,627,764	$43,940,049	$49,851,537
Federal share	$58,015,365	$62,575,496	$75,047,433	$92,581,443
Individuals share	$6,583,591	$6,814,741	$7,458,963	$7,228,580
NJ FamilyCare—Health Coverage Benefits:				
Estimated year–end enrollment	180,184	156,482	97,094	89,937
Total costs	$444,074,600	$350,042,398	$289,219,155	$266,160,732
State share (g)	$260,957,764	$151,796,976	$145,001,098	$130,775,685
Federal share	$180,667,766	$193,700,565	$140,977,527	$133,036,937
Employers/Individuals share	$2,449,070	$4,544,856	$3,240,530	$2,348,110
General Assistance Medical Services:				
Estimated year–end enrollment	—	33,299	36,301	38,141
Total costs (h)	—	$89,928,489	$104,508,338	$126,514,676
PERSONNEL DATA				
Position Data				
Filled positions by Funding Source				
State Supported	201	154	121	148
Federal	421	350	417	425
Total Positions	622	504	538	573
Filled Positions by Program Class				
Health Services Administration and Management	622	504	538	573
Total Positions	622	504	538	573

Notes:

Actual payroll counts are reported for fiscal year 2002 as of December and fiscal years 2003 and 2004 as of September. The Budget Estimate for revised fiscal year 2005 reflects the number of positions funded.

Actual fiscal years 2002 and 2003 have been restated to reflect accurate counts.

(a) Personal care services are in the Division of Disability Services as of fiscal 2003, except for services related to behavioral health.

(b) Waivers are in the Division of Disability Services as of fiscal 2003.

(c) Includes payments on behalf of Pregnant Women and Infants between 133% and 185% of the federal poverty standard, which are funded from the Health Care Subsidy Fund.

(d) Includes $48,385,000 in funding from the Unemployment Insurance Trust Fund in fiscal years 2003 and 2004, and $50,000,000 in fiscal year 2005.

(e) Includes enhanced federal funding for Specified Low–Income Medicare Beneficiary eligibility expansions and premium shifts, pursuant to the Federal Balanced Budget Act of 1997.

(f) All Other Services includes all other Grants–in–Aid not displayed above as separate items.

(g) Fiscal years 2003, 2004 and 2005 evaluation data expenditures do not include General Assistance expenditures.

(h) Fiscal year 2002 evaluation data expenditures are included in FamilyCare expenditures.

APPROPRIATIONS DATA
(thousands of dollars)

Year Ending June 30, 2003								Year Ending June 30, 2005	
Orig. & (S)Supple–mental	Reapp. & (R)Recpts.	Transfers & (E)Emer–gencies	Total Available	Expended		Prog. Class.	2004 Adjusted Approp.	Requested	Recom–mended
					DIRECT STATE SERVICES				
					Distribution by Fund and Program				
25,734	1,623	4,003	31,360	22,189	Health Services Administration and Management	21	26,853	23,592	23,592
—	2,030	–2,030	—	—	General Medical Services	22	—	—	—
25,734	***3,653***	***1,973***	***31,360***	***22,189***	*Total Direct State Services*		***26,853*** (a)	***23,592***	***23,592***
					Distribution by Fund and Object				
					Personal Services:				
13,155	—	–635	12,520	11,649	Salaries and Wages		13,455	13,792	13,792
13,155	—	*–635*	*12,520*	*11,649*	*Total Personal Services*		*13,455*	*13,792*	*13,792*
180	—	37	217	217	Materials and Supplies		180	180	180
5,181	—	138	5,319	4,020	Services Other Than Personal		5,000	5,000	5,000
308	—	–241	67	67	Maintenance and Fixed Charges		308	308	308
					Special Purpose:				
5,641	1,615	—	7,256	726	Payments to Fiscal Agent	21	6,641	3,043	3,043
1,179	—	–179	1,000	1,000	Professional Standards Review Organization–Utilization Review	21	1,179	1,179	1,179
90	—	–50	40	39	Drug Utilization Review Board—Administrative Costs	21	90	90	90
—	—	4,148	4,148	4,148	NJ FamilyCare Affordable and Accessible Health Coverage — Administration	21	—	—	—
—	2,030 R	–2,030	—	—	General Medical Services	22	—	—	—
—	8	785	793	323	Additions, Improvements and Equipment		—	—	—
					GRANTS–IN–AID				
					Distribution by Fund and Program				
1,846,584	184,103	29,848	2,060,535	2,048,800	General Medical Services	22	2,002,469	2,154,439	2,154,439
1,846,584	***184,103***	***29,848***	***2,060,535***	***2,048,800***	*Total Grants–in–Aid*		***2,002,469***	***2,154,439***	***2,154,439***
					Distribution by Fund and Object				
					Grants:				
5,694	—	–5,298	396	396	Payments for Medical Assistance Recipients – Personal Care (b)	22	9,560	14,060	14,060
523,707	16,500	–60,575	479,632	479,632	Managed Care Initiative (c)	22	538,078	525,217	525,217
28,812	—	33,218	62,030	62,030	Hospital Relief Offset Payments (d)	22	28,812	70,845	70,845
5,567	—	18,478	24,045	24,045	Payments for Medical Assistance Recipients – Other Treatment Facilities (e)	22	11,290	5,900	5,900

Year Ending June 30, 2003								Year Ending June 30, 2005	
Orig. & (S)Supple-mental	Reapp. & (R)Recpts.	Transfers & (E)Emer-gencies	Total Available	Expended		Prog. Class.	2004 Adjusted Approp.	Requested	Recom-mended
					GRANTS-IN-AID				
171,904	—	39,908	211,812	211,812	Payments for Medical Assistance Recipients – Inpatient Hospital (f)	22	231,216	200,695	200,695
339,321	132,724 R	3,289	475,334	475,334	Payments for Medical Assistance Recipients – Prescription Drugs	22	350,604	451,349	451,349
166,754	—	5,590	172,344	172,344	Payments for Medical Assistance Recipients – Outpatient Hospital	22	183,305	176,517	176,517
22,266	15,000	–13,153	24,113	24,113	Payments for Medical Assistance Recipients – Physician Services	22	28,884	34,204	34,204
19,105	—	–1,988	17,117	17,117	Payments for Medical Assistance Recipients – Home Health Care	22	12,447	17,728	17,728
67,425	—	1,500	68,925	68,925	Payments for Medical Assistance Recipients – Medicare Premiums	22	74,368	85,437	85,437
10,724	—	–614	10,110	10,110	Payments for Medical Assistance Recipients – Dental Services	22	9,771	11,520	11,520
8,624	—	1,362	9,986	9,986	Payments for Medical Assistance Recipients – Psychiatric Hospital	22	8,595	13,956	13,956
14,958	—	930	15,888	15,888	Payments for Medical Assistance Recipients – Medical Supplies	22	12,123	15,996	15,996
45,138	—	7,715	52,853	52,853	Payments for Medical Assistance Recipients – Clinic Services	22	51,882	41,445	41,445
33,200	—	2,551	35,751	35,751	Payments for Medical Assistance Recipients – Transportation Services	22	37,401	43,616	43,616
11,777	19,869 R	–28,455	3,191	3,191	Payments for Medical Assistance Recipients – Other Services	22	21,071	2,369	2,369
10,253	—	–3,616	6,637	6,637	Unit Dose Contract Services	22	7,803	6,000	6,000
2,733	—	389	3,122	3,122	Consulting Pharmacy Services	22	3,200	3,600	3,600
4,800	—	–344	4,456	4,456	Eligibility Determination Services	22	4,800	4,800	4,800
6,055	—	–795	5,260	5,260	Health Benefit Coordination Services	22	6,055	4,420	4,420
84,000	—	5,928	89,928	89,928	General Assistance Medical Services	22	116,100	126,515	126,515
163,388	—	2,417	165,805	154,070	NJ FamilyCare-- Affordable and Accessible Health Coverage Benefits	22	118,190	120,776	120,776
21,566	10	13,000	34,576	34,576	Children's Behavioral Health Services – Residential (e)(g)	22	88,762 24,973 S	123,939	123,939
70,813	—	—	70,813	70,813	Children's Behavioral Health Services	22	15,179	47,485	47,485
3,500	—	1,157	4,657	4,657	Programs for Assertive Community Treatment	22	3,500	6,050	6,050
4,500	—	7,254	11,754	11,754	Adult Mental Health Residential (b)	22	4,500	—	—
1,872,318	*187,756*	*31,821*	*2,091,895*	*2,070,989*	*Grand Total State Appropriation*		*2,029,322*	*2,178,031*	*2,178,031*

Year Ending June 30, 2003								Year Ending June 30, 2005	
Orig. & (S)Supplemental	Reapp. & (R)Recpts.	Transfers & (E)Emergencies	Total Available	Expended		Prog. Class.	2004 Adjusted Approp.	Requested	Recommended
					OTHER RELATED APPROPRIATIONS				
					Federal Funds				
55,838	15,727	4,154	75,719	57,848	Health Services Administration and Management	21	57,085	59,079	59,079
1,881,688 77,526 S	35,570	–9,797	1,984,987	1,915,607	General Medical Services	22	2,025,385 24,973 S	2,125,822	2,125,822
2,015,052	*51,297*	*–5,643*	*2,060,706*	*1,973,455*	*Total Federal Funds*		*2,107,443*	*2,184,901*	*2,184,901*
					All Other Funds				
—	172	—	172	3,508	Health Services Administration and Management	21	1,722	4,762	4,762
—	417,602 R	–33,218	384,384	470,890	General Medical Services	22	507,197	470,744	470,744
—	*417,774*	*–33,218*	*384,556*	*474,398*	*Total All Other Funds*		*508,919*	*475,506*	*475,506*
3,887,370	*656,827*	*–7,040*	*4,537,157*	*4,518,842*	*GRAND TOTAL ALL FUNDS*		*4,645,684*	*4,838,438*	*4,838,438*

Notes — Direct State Services – General Fund

(a) The fiscal year 2004 appropriation has been adjusted for the allocation of salary program and has been reduced to reflect the transfer of funds to the Interdepartmental Salary and Other Benefits accounts.

Notes — Grants–In–Aid – General Fund

(b) In fiscal year 2005, appropriations associated with Adult Mental Health Residential services are included in Payments for Medical Assistance Recipients – Personal Care.

(c) State share expenditures on behalf of pregnant women and infants between 133% and 185% of the federal poverty standard are funded from the Health Care Subsidy Fund.

(d) In fiscal year 2005, the Hospital Relief Offset Payments account includes appropriations from the Department of Health and Senior Services from the Hospital Health Care Subsidy Fund.

(e) In fiscal year 2005, the Other Treatment Facilities account does not include $5.39 million in appropriation for eight treatment centers, services for which are in the Children's Behavioral Health Services–Residential program as of fiscal year 2005; and in fiscal year 2005, the Children's Behavioral Health Services–Residential program includes $5.39 million in appropriation to fund these treatment centers.

(f) In fiscal years 2003 and 2004, in addition to the amount above, $48.4 million is available, and in fiscal year 2005, $50.0 million is available in Payments for Medical Assistance Recipients–Inpatient Hospital from the Health Care Subsidy Fund.

(g) In fiscal year 2005, the Partnership for Children and Partnership for Children–Residential accounts were renamed to the Children's Behavioral Health Services–Residential and Children's Behavioral Health Services accounts, respectively.

Language Recommendations — Direct State Services – General Fund

The unexpended balances as of June 30, 2004, in the Payments to Fiscal Agents account are appropriated.

Sufficient funds from the Health Care Subsidy Fund are appropriated to the Division of Medical Assistance and Health Services for payment to disproportionate share hospitals for uncompensated care costs as defined in P.L.1992, c.160 (C.26:2H–18.51 et al.), and for subsidized children's health insurance in the NJ KidCare program (Children's Health Care Coverage Program) as defined in P.L.1997, c.272 (C.30:4I–1 et seq.) to maximize federal Title XXI funding.

Additional federal Title XIX revenue generated from the claiming of uncompensated care payments made to disproportionate share hospitals shall be deposited in the General Fund as anticipated revenue.

Notwithstanding any State law to the contrary, any third party as defined in subsection m. of section 3 of P.L.1968, c.413 (C.30:4D–3), writing health, casualty, workers' compensation or malpractice insurance policies in the State or covering residents of this State, shall enter into an agreement with the Division of Medical Assistance and Health Services to permit and assist the matching no less frequently than on a quarterly basis of the Medicaid, Charity Care, and Work First New Jersey General Assistance eligibility files and/or adjudicated claims files against that third party's eligibility file and/or adjudicated claims file for the purpose of the coordination of benefits, utilizing, if necessary, social security numbers as common identifiers.

Notwithstanding the provisions of any law to the contrary, all past, present and future revenues representing federal financial participation received by the State from the United States and that are based on payments made by the State to hospitals that serve a disproportionate share of low–income patients shall be deposited in the General Fund and may be expended only upon appropriation by law.

Notwithstanding the provisions of any law to the contrary, all revenues received from health maintenance organizations shall be deposited in the General Fund.

Additional federal Title XIX revenue generated from the claiming of medical service payments on behalf of individuals enrolled in the second year of Medicaid Extension is appropriated subject to the approval of the Director of the Division of Budget and Accounting.

Language Recommendations — Grants–In–Aid – General Fund

The amounts hereinabove appropriated for Payments for Medical Assistance Recipients are available for the payment of obligations applicable to prior fiscal years.

In order to permit flexibility in the handling of appropriations and ensure the timely payment of claims to providers of medical services, amounts may be transferred to and from Payments for Medical Assistance Recipients–Personal Care and Payments for Medical Assistance Recipients–Other Services within the General Medical Services program classification in the Division of Medical Assistance and Health Services and the Payments for Medical Assistance Recipients–Personal Care and the Payments for Medical Assistance Recipients–Other Services accounts in the Division of Disability Services in the Department of Human Services. Amounts may also be transferred to and from various item of appropriations within the General Medical Services program classification of the Division of Medical Assistance and Health Services in the Department of Human Services and the Medical Services for the Aged program classification in the Division of Senior Services in the Department of Health and Senior Services, excluding the Children's Behavioral Health Services and Children's Behavioral Health Services–Residential accounts. All such transfers are subject to the approval of the Director of the Division of Budget and Accounting. Notice thereof shall be provided to the Legislative Budget and Finance Officer on the effective date of the approved transfer.

For the purposes of account balance maintenance, all object accounts in the General Medical Services program classification, excluding the Children's Behavioral Health Services and Children's Behavioral Health Services–Residential accounts, shall be considered as one object. This will allow timely payment of claims to providers of medical services but ensure that no overspending will occur in the program classification.

Notwithstanding any law to the contrary, of the amount appropriated hereinabove funding is available for the Department of Human Services to provide education and public awareness concerning the use of the new rapid AIDS test.

For the purpose of account balance maintenance, the Children's Behavioral Health Services and Children's Behavioral Health Services–Residential accounts shall be considered as one object. This will allow timely payment of claims to providers of medical services but ensure that no overspending will occur in the program.

Notwithstanding any law to the contrary, the Commissioner of Human Services shall have the authority to convert individuals enrolled in a State–funded program who are also eligible for a federally matchable program, to the federally matchable program without the need for regulations.

In addition to the amounts hereinabove for payments to providers on behalf of medical assistance recipients, such additional sums as may be required are appropriated from the General Fund to cover costs consequent to the establishment of presumptive eligibility for children and pregnant women in the Medicaid (Title XIX) program and the NJ KidCare program (Children's Health Care Coverage Program) as defined in P.L.1997, c.272 (C.30:4I–1 et seq.).

When any action by a county welfare agency, whether alone or in combination with the Division of Medical Assistance and Health Services, results in a recovery of improperly granted medical assistance, the Division of Medical Assistance and Health Services may reimburse the county welfare agency in the amount of 25% of the gross recovery.

Notwithstanding the provisions of P.L.1962, c.222 (C.44:7–76 et seq.), the Medical Assistance for the Aged program is eliminated.

All funds recovered pursuant to P.L.1968, c.413 (C.30:4D–1 et seq.) and P.L.1975, c.194 (C.30:4D–20 et seq.) during the fiscal year ending June 30, 2004 are appropriated for payments to providers in the same program class from which the recovery originated.

The amount appropriated hereinabove for the Division of Medical Assistance and Health Services first is to be charged to the federal disproportionate share hospital reimbursements anticipated as Medicaid uncompensated care.

Notwithstanding any other law to the contrary, a sufficient portion of receipts generated or savings realized in Medical Assistance Grants–in–Aid accounts from initiatives may be transferred to the Health Services Administration and Management accounts to fund costs incurred in realizing these additional receipts or savings, subject to the approval of the Director of the Division of Budget and Accounting.

Notwithstanding any law to the contrary and subject to federal approval, the Commissioner of Human Services is authorized to develop and introduce Optional Service Plan Innovations to enhance client choice for users of Medicaid optional services, while containing expenditures.

Notwithstanding any law to the contrary and subject to the notice provisions of 42 CFR 447.205, of the amount hereinabove for Personal Care Assistant Services, Personal Care Assistant services shall be limited to no more than 25 hours per week.

The Division of Medical Assistance and Health Services, subject to federal approval, shall implement policies that would limit the ability of persons who have the financial ability to provide for their own long–term care needs to manipulate current Medicaid rules to avoid payment for that care. The Division shall require, in the case of a married individual requiring long–term care services, that the portion of the couple's resources which are not protected for the needs of the community spouse be used solely for the purchase of long–term care services.

Such sums as may be necessary are appropriated from the General Fund for the payment of any provider assessments to Intermediate Care Facilities/Mental Retardation facilities, subject to the approval of the Director of the Division of Budget and Accounting of a plan as shall be submitted by the Commissioner of Human Services.

The Division of Medical Assistance and Health Services is empowered to competitively bid and contract for performance of federally mandated inpatient hospital utilization reviews, and the funds necessary for the contracted utilization review of these hospital services is made available from the Payments for Medical Assistance Recipients–Inpatient Hospital account, subject to the approval of the Director of the Division of Budget and Accounting.

Such sums as may be necessary are available from the Health Care Subsidy Fund to supplement Payments for Medical Assistance Recipients–Inpatient Hospital, subject to the approval of the Director of the Division of Budget and Accounting.

Notwithstanding any other laws to the contrary, State funding for the New Jersey Health ACCESS program shall cease, and all enrollment shall be terminated as of July 1, 2001, or at such later date as shall be established by the Commissioner of Human Services.

Notwithstanding any law to the contrary, a New Jersey major teaching acute medical/surgical care hospital that has been recognized by the New Jersey Medicaid program as an eligible non–State owned or operated government facility shall be eligible to receive an enhanced payment as appropriated in the Payments for Medical Assistance Recipients – Inpatient Hospital program for providing inpatient and outpatient services to New Jersey Medicaid fee–for–service and NJ FamilyCare fee–for–service beneficiaries. Effective July 1, 2004, interim payments shall be made in equal monthly lump sum amounts, based on an estimate of the total enhanced amount payable to a qualifying hospital, subject to the approval of the Director of the Division of Budget and Accounting.

Notwithstanding the provisions of any law or regulation to the contrary, the New Jersey FamilyCare Health Coverage Program benefit service packages, premium contributions, copayment levels, enrollment levels, and any other program features or operations may be modified as the Commissioner of Human Services deems necessary based upon a plan approved by the Director of the Division of Budget and Accounting to ensure that monies expended for the New Jersey FamilyCare Health Coverage Program do not exceed the amount appropriated hereunder.

Notwithstanding any provision of the "Administrative Procedure Act," P.L.1968, c.410 (C. 52:14B–1 et seq.), to the contrary, the Commissioner of Human Services shall adopt immediately upon filing with the Office of Administrative Law such regulations as the Commissioner deems necessary to ensure that monies expended for the New Jersey FamilyCare Health Coverage Program do not exceed the amount appropriated hereunder. Such regulation may change or adjust the financial and non–financial eligibility requirements for some or all of the applicants or beneficiaries in the program, the benefits provided, cost–sharing amounts, or may suspend in whole or in part the processing of applications for any or all categories of individuals covered by the program.

Notwithstanding any other law to the contrary, those hospitals that are eligible to receive a Hospital Relief Subsidy Fund (HRSF) payment as appropriated hereinabove in the Payments for Medical Assistance Recipients – Inpatient Hospital program shall receive enhanced payments from the Medicaid program for providing services to Medicaid and New Jersey FamilyCare beneficiaries. The total payments shall not exceed the amount appropriated and shall be allocated among hospitals proportionately based on the amount of HRSF payments (excluding any adjustments to the HRSF for other Medicaid payment increases). Effective July 1, 2004, interim payments shall be made from the Hospital Relief Offset Payment account, based on an estimate of the total enhanced amount payable to a qualifying hospital, and subject to cost settlement. The enhanced payment, determined at cost settlement, will be an amount approved by the Director of the Division of Budget and Accounting per Medicaid patient day, adjusted by a volume variance factor (the ratio of expected Medicaid inpatient days to actual Medicaid inpatient days for the rate year) and an HRSF factor (the ratio of the hospital's HRSF payments to total HRSF payments) and subject to a pro rata adjustment so that the total enhanced per diem amounts are equivalent to the total State and federal funds appropriated not to exceed an amount to be approved by the Director of the Division of Budget and Accounting. The total of these payments shall be reduced by an amount equal to any increase in Medicaid and New Jersey FamilyCare fee–for–service payments to New Jersey hospitals enacted herein or subsequent to this legislation.

Notwithstanding any other law to the contrary for those hospitals that qualify for a Hospital Relief Subsidy Fund payment, the New Jersey Medicaid program shall reimburse those hospitals Graduate Medical Education outpatient payments up to the amount the hospital would have received under Medicare principles of reimbursement for Medicaid and New Jersey FamilyCare fee–for–service beneficiaries. Effective July 1, 2004, payments shall be made from and are appropriated hereinabove in the Hospital Relief Offset Payment account, and shall be based on the qualifying hospitals' first finalized 1996 cost reports. The amount that the qualifying hospital would otherwise be eligible to receive from the Hospital Relief Subsidy Fund shall be reduced by the amount of this Graduate Medical Education outpatient payment. The total amount of these payments shall not exceed an amount approved by the Director of the Division of Budget and Accounting in combined State and federal funds. In no case shall these payments and all other enhanced payments related to those services primarily used by Medicaid and New Jersey FamilyCare beneficiaries that the hospital receives exceed the amount the hospital would otherwise have been eligible to receive from the Hospital Relief Subsidy Fund in the State fiscal year.

Of the amounts appropriated in State and federal funds in the Hospital Relief Offset Payment accounts in the Department of Human Services, Division of Medical Assistance and Health Services, such sums as may be necessary shall be transferred to the Hospital Relief Subsidy Fund within the Health Care Subsidy Fund established pursuant to P.L.1992, c.160 (C26:2H–18.51 et seq.) to maximize federal revenues related to these accounts and maintain an appropriate level of hospital payments, subject to the approval of the Director of the Division of Budget and Accounting.

Rebates from pharmaceutical manufacturing companies during the fiscal year ending June 30, 2004 for prescription expenditures made to providers on behalf of Medicaid clients are appropriated for the Payments for Medical Assistance Recipients–Prescription Drugs account.

Notwithstanding the provisions of any other law or regulation to the contrary, effective July 1, 2004, or at the earliest date thereafter consistent with the notice provisions of 42 CFR 447.205 where applicable, no funds appropriated for prescription drugs in the Payments for Medical Assistance Recipients–Prescription Drugs or General Assistance Medical Services account shall be expended except under the following conditions: (a) reimbursement for the cost of legend, and non–legend drugs, and nutritional supplements, shall not exceed their Average Wholesale Price (AWP) less a 12.5% discount; (b) the current prescription drug dispensing fee structure set as a variable rate of $3.73 to $4.07 in effect on June 30, 2004 shall remain in effect through fiscal year 2005, including the current increments for patient consultation, impact allowances, and allowances for 24–hour emergency services; and (c) multisource generic and single source brand name drugs shall be dispensed without prior authorization but multisource brand name drugs shall require prior authorization issued by the Division of Medical Assistance and Health Services or its authorizing agent, however, a 10–day supply of the multisource brand name drug shall be dispensed pending receipt of prior authorization. Certain multisource brand name drugs with a narrow therapeutic index, other drugs recommended by the Drug Utilization Board or brand

name drugs with lower cost per unit than the generic, may be excluded from prior authorization by the Division of Medical Assistance and Health Services.

Notwithstanding any laws or regulations to the contrary, payments from the Payments for Medical Assistance Payments–Prescription Drugs account, the General Assistance drug program or the fee–for–service portion of NJ FamilyCare shall not cover quantities of erectile dysfunction drug therapies, in excess of four treatments per month. Moreover, payments will only be provided if the diagnosis of erectile dysfunction is written on the prescription form and the treatment is provided to males over the age of 18 years.

Notwithstanding any law to the contrary and subject to the notice provisions of 42 CFR 447.205, effective July 1, 2004, approved nutritional supplements which are funded hereinabove in the Payments for Medical Assistance Recipients – Prescription Drug program will be reimbursed in accordance with a fee schedule set by the Director of the Division of Medical Assistance and Health Services.

Effective July 1, 2004, no funding shall be provided from the Payments for Cost of General Assistance or NJ FamilyCare programs for anti–retroviral drugs for the treatment of HIV/AIDS, as specified in the Department of Health and Senior Services' formulary for the AIDS Drugs Distribution Program (ADDP).

Notwithstanding the provisions of any other law or regulation to the contrary, effective July 1, 2004, the following provisions shall apply to the dispensing of prescription drugs through the General Assistance Medical Services account: (a) all Maximum Allowable Cost (MAC) drugs dispensed shall state "Brand Medically Necessary" in the prescriber's own handwriting if the prescriber determines that it is necessary to override generic substitution of drugs; and (b) each prescription order shall follow the requirements of P.L.1977, c.240 (C.24:6E–1 et seq.). The list of drugs substituted shall conform to all requirements pertaining to drug substitution and federal upper limits for MAC drugs as administered by the State Medicaid Program.

Such sums as may be necessary are appropriated from enhanced audit recoveries obtained by the Division of Medical Assistance and Health Services to fund the costs of enhanced audit recovery efforts of the Division within the General Medical Services program classification, subject to the approval of the Director of the Division of Budget and Accounting.

Notwithstanding the provisions of any other law or regulation to the contrary, effective July 1, 2004, each prescription order for protein nutritional supplements and specialized infant formulas dispensed in the Medicaid, General Assistance Medical Services, NJ FamilyCare and NJ KidCare fee–for–service programs shall be filled with the generic equivalent unless the prescription order states "Brand Medically Necessary" in the prescriber's own handwriting.

Of the amount hereinabove for Payments for Medical Assistance Recipients–Outpatient Hospital, an amount not to exceed $1,900,000 is allocated for limited prenatal medical care for New Jersey pregnant women who, except for financial requirements, are not eligible for any other State or federal health insurance program.

Of the revenues received as a result of sanctions to health maintenance organizations participating in Medicaid Managed Care, an amount not to exceed $500,000 is appropriated to the Payments for Medical Assistance Recipients–Physician account, subject to the approval of the Director of the Division of Budget and Accounting.

Non–contracted hospitals providing emergency services to Medicaid or NJ FamilyCare members enrolled in the managed care program shall accept, as payment in full, the amounts that the non–contracted hospital would receive from Medicaid for the emergency services and/or any related hospitalization if the beneficiary were enrolled in Medicaid fee–for–service.

Notwithstanding the provisions of subsection (b) of N.J.A.C.10:60–5.3 and subsection (a) of N.J.A.C.10:60–5.4 to the contrary, a person receiving the maximum number of Early and Periodic Screening, Diagnosis and Treatment/Private Duty Nursing (EPSDT/PDN) services, that is, 16 hours in any 24–hour period, may be authorized to receive additional PDN hours if private health insurance is available to cover the cost of the additional hours and appropriate medical documentation is provided which indicates that additional PDN hours are required and that the primary caregiver is not qualified to provide the additional PDN hours.

Of the amount hereinabove for Payments for Medical Assistance Recipients–Clinic, an amount not to exceed $1,900,000 is allocated for limited prenatal medical care provided by clinics, or in the case of radiology and clinical laboratory services ordered by a clinic, for New Jersey pregnant women who, except for financial requirements, are not eligible for any other State or federal health insurance program.

Additional federal Title XIX revenue generated from the claiming of family planning services payments on behalf of individuals enrolled in the Medicaid managed care program is appropriated, subject to the approval of the Director of the Division of Budget and Accounting.

Effective July 1, 2004, the Division of Medical Assistance and Health Services (DMAHS) is authorized to pay financial rewards to individuals or entities who report instances of health care–related fraud and/or abuse involving the programs administered by DMAHS (including, but not limited to, the New Jersey Medicaid, NJ FamilyCare and KidCare programs), or the Pharmaceutical Assistance to the Aged and Disabled (PAAD) or Work First New Jersey General Public Assistance programs. Rewards may be paid only when the reports result in a recovery by DMAHS, and only if other conditions established by DMAHS are met, and shall be limited to 10% of the recovery or $1,000, whichever is less. Notwithstanding any State law to the contrary, but subject to any necessary federal approval and/or change in federal law, receipt of such rewards shall not affect an applicant's individual financial eligibility for the programs administered by DMAHS, or for PAAD or Work First New Jersey General Public Assistance programs.

The Division of Medical Assistance and Health Services, in coordination with the county welfare agencies, shall continue a program to outstation eligibility workers in disproportionate share hospitals and federally qualified health centers.

Of the amount hereinabove for Eligibility Determination, an amount not to exceed $630,000 is allocated for increased eligibility determination costs related to immigrant services.

Premiums received from families enrolled in the NJ KidCare program (Children's Healthcare Coverage Program) established pursuant to P.L.1997, c.272 (C.30:4I–1 et seq.) are appropriated for NJ KidCare payments.

Premiums received from families enrolled in the NJ FamilyCare program (FamilyCare Health Coverage program) established pursuant to P.L.2001, c.71 (C.30:4J–1 et seq.) are appropriated for NJ FamilyCare payments.

Of the amount hereinabove for the NJ FamilyCare Program, there shall be transferred to various accounts, including Direct State Services and State Aid accounts, such amounts, not to exceed $6,000,000, as are necessary to pay for the administrative costs of the Program, subject to the approval of the Director of the Division of Budget and Accounting.

The Commissioners of the Department of Human Services and Health and Senior Services shall establish a system to utilize unopened prescription drugs at Nursing Facilities issued to patients at such facilities and which have not exceeded their expiration date.

Notwithstanding the provisions of any law or regulation to the contrary, from the amount appropriated hereinabove for the Payments for Medical Assistance Recipients – Inpatient Hospital program, the Commissioner of Human Services shall establish a disease management program to improve the quality of care for beneficiaries of the Division of Medical Assistance and Health Services and reduce costs in the General Medical Services program.

The unexpended balance as of June 30, 2004, in the NJ FamilyCare – Affordable and Accessible Health Coverage Benefits account is appropriated.

Notwithstanding the provisions of any law or regulation to the contrary, effective October 1, 2004, or at the earliest date thereafter consistent with the notice provisions of 42 CFR 447.205 where applicable, any prescription filled as appropriated hereinabove in the Payments for Medicaid Recipients – Prescription Drugs program, in the Managed Care Initiative, in the NJ FamilyCare—Affordable and Accessible Health Coverage Benefits, and in the General Assistance Medical Services program is subject to a $2.00 copayment for Division of Medical Assistance and Health Services' beneficiaries, except pregnant women and children, consistent with 42 CFR 447.53. Beneficiary contributions will be capped at $10.00 per month.

Notwithstanding the provisions of any other law to the contrary, no funds appropriated for the Medicaid program as appropriated hereinabove in the Payments for Medical Assistance Recipients – Prescription Drugs are available to any pharmacy that does not agree to allow Medicaid to bill on its behalf any third party, as defined in subsection m. of section 3 of P.L. 1968, c.413 (C.30:4D–3), by participating in a billing agreement executed between the state and the pharmacy.

20. PHYSICAL AND MENTAL HEALTH

27. DISABILITY SERVICES

7545. DIVISION OF DISABILITY SERVICES

OBJECTIVES

1. To facilitate the maximum independence and participation of people with disabilities in community life through information and access to services and supports, as well as to foster coordination and cooperation among government agencies providing services to this population.
2. To function as a single point of entry for all seeking disability related information in New Jersey.
3. To administer an array of direct services and innovative programs to improve the quality of life for individuals with disabilities.

PROGRAM CLASSIFICATIONS

27. **Disability Services.** Responsible for the administration of several Medicaid Waiver Programs including: Traumatic Brain Injury (TBI) which provides full Medicaid benefits plus case management, structured day programs, personal care assistants, transportation, respite care and night supervision to TBI survivors between 18 and 64; AIDS Community Care Alternatives Program (ACCAP) which provides full Medicaid benefits plus case management, private–duty nursing, medical day care, personal care assistant services, certain narcotic and drug abuse treatments at home and hospice care to people of any age with AIDS and children up to age 13 who are HIV positive; Community Resources for People with Disabilities (formerly known as Model Waivers 1, 2 and 3) which provides specialized services in addition to full Medicaid benefits to people who otherwise would be unable to live in the community and would probably have to move into a nursing home or other institution for disabled fragile children under the care and supervision of the Division of Youth and Family Services (DYFS). Personal Care Assistance (PCA) services are an optional benefit offered to New Jersey Medicaid beneficiaries who are experiencing functional impairment. It provides assistance with aspects of daily living for people who have either a short–term or long–term disability. Personal Preference: New Jersey's Cash and Counseling Demonstration Project, a national research and demonstration project sponsored by the Robert Wood Johnson Foundation, studies the effects of allowing disabled Medicaid recipients who are eligible for PCA services to direct their own care. Through a monthly cash allowance, participants work with a consultant to develop a cash management plan by which they decide the services they need and the individuals and/or agencies they wish to hire to provide the identified services. The program requires greater consumer responsibility but offers participants greater control, flexibility and choice. NJ Workability offers people with disabilities who are working and whose income would otherwise make them ineligible for Medicaid, the opportunity to pay a small premium and receive full NJ Medicaid coverage. People with disabilities, between the ages of 16 and 64, can qualify for the program with annual gross incomes as high as $45,084. Personal Assistant Services Program (PASP) provides routine, non–medical assistance to people with disabilities who are employed, involved in community volunteer work or attending school. Personal assistants help with tasks such as light housekeeping, bathing, dressing, preparing meals, shopping, driving or using public transportation. The number of hours a person receives depends on individual need but can be as great as 40 hours per week. The Division provides comprehensive information and referral services and also publishes the New Jersey RESOURCES Directory, which lists state and national resources for people with disabilities.

EVALUATION DATA

	Actual FY 2002	Actual FY 2003	Revised FY 2004	Budget Estimate FY 2005
OPERATING DATA				
Disability Services				
Personal Care Services	–	$238,858,000	$258,647,000	$276,003,000
Waiver Initiatives	–	$36,006,000	$32,168,000	$33,232,000
Personal Assistant Services Program				
Number of Clients	–	460	475	510
Total Program Cost	–	$7,144,520	$7,144,520	$7,144,520
PERSONNEL DATA				
Position Data				
Filled Positions by Funding Source				
State Supported	–	14	15	19
Federal	–	6	12	10
Total Positions	–	20	27	29
Filled Positions by Program Class				
Disability Services	–	20	27	29
Total Positions	–	20	27	29

Notes:

The Division of Disability Services was created in FY 2003. Prior to FY 2003, Personal Care and Waiver Programs were reflected in the Division of Medical Assistance and Health Services. Appropriations for positions and non–salary operating costs were reallocated from the Division of Medical Assistance and Health Services, the Division of Management and Budget, and the Division of Youth and Family Services.

Actual Payroll counts are reported for actual fiscal year 2003 as of September in the Division of Medical Assistance and Health Services, the Division of Management and Budget and the Division of Youth and Family Services and revised fiscal year 2004 as of September. The Budget Estimate for fiscal year 2005 reflects the number of positions funded.

APPROPRIATIONS DATA
(thousands of dollars)

Year Ending June 30, 2003								Year Ending June 30, 2005	
Orig. & (S)Supple–mental	Reapp. & (R)Recpts.	Transfers & (E)Emer–gencies	Total Available	Expended		Prog. Class.	2004 Adjusted Approp.	Requested	Recom–mended
					DIRECT STATE SERVICES				
					Distribution by Fund and Program				
965	—	–217	748	748	Division of Disabilities Services	27	984	984	984
965	—	*–217*	*748*	*748*	*Total Direct State Services*		*984*	*984*	*984*
					Distribution by Fund and Object				
					Personal Services:				
923	—	–217	706	706	Salaries and Wages		942	942	942
923	—	*–217*	*706*	*706*	*Total Personal Services*		*942*	*942*	*942*
4	—	—	4	4	Materials and Supplies		4	4	4
29	—	—	29	29	Services Other Than Personal		29	29	29
9	—	—	9	9	Maintenance and Fixed Charges		9	9	9
					GRANTS–IN–AID				
					Distribution by Fund and Program				
151,991	—	–726	151,265	151, 265	Division of Disabilities Services	27	161,100	169,075	169,075
148,257	—	*–726*	*147,531*	*147,531*	*(From General Fund)*		*80,772*	*88,747*	*88,747*
3,734	—	—	*3,734*	*3,734*	*(From Casino Revenue Fund)*		*80,328*	*80,328*	*80,328*
151,991	—	***–726***	***151,265***	***151,265***	***Total Grants–in–Aid***		***161,100***	***169,075***	***169,075***
148,257	—	*–726*	*147,531*	*147,531*	*(From General Fund)*		*80,772*	*88,747*	*88,747*
3,734	—	—	*3,734*	*3,734*	*(From Casino Revenue Fund)*		*80,328*	*80,328*	*80,328*

Year Ending June 30, 2003						Prog. Class.	2004 Adjusted Approp.	Year Ending June 30, 2005	
Orig. & (S)Supplemental	Reapp. & (R)Recpts.	Transfers & (E)Emergencies	Total Available	Expended				Requested	Recommended
					GRANTS–IN–AID				
					Distribution by Fund and Object				
					Grants:				
3,251	—	—	3,251	3,251	Personal Assistance Services Program	27	3,251	3,251	3,251
3,734	—	—	3,734	3,734	Personal Assistance Services Program (CRFG)	27	3,734	3,734	3,734
2,000	—	–2,000	—	—	Community Supports to Allow Discharge from Nursing Homes	27	2,000	2,000	2,000
122,534	—	2,889	125,423	125,423	Payments for Medical Assistance Recipients – Personal Care	27	72,352	81,030	81,030
—	—	—	—	—	Payments for Medical Assistance Recipients – Personal Care (CRFG)	27	60,092	60,092	60,092
18,471	—	–1,764	16,707	16,707	Payments for Medical Assistance Recipients – Waiver Initiatives	27	—	532	532
—	—	—	—	—	Payments for Medical Assistance Recipients – Waiver Initiatives (CRFG)	27	16,502	16,502	16,502
2,001	—	149	2,150	2,150	Payments for Medical Assistance Recipients – Other Services	27	3,169	1,934	1,934
152,956	—	*–943*	*152,013*	*152,013*	*Grand Total State Appropriation*		*162,084*	*170,059*	*170,059*
					OTHER RELATED APPROPRIATIONS				
					Federal Funds				
141,150 100 S	—	5,132	146,382	143,317	Division of Disabilities Services	27	150,719	158,694	158,694
141,250	—	*5,132*	*146,382*	*143,317*	*Total Federal Funds*		*150,719*	*158,694*	*158,694*
					All Other Funds				
—	3,415 R	12	3,427	498	Division of Disabilities Services	27	—	—	—
—	*3,415*	*12*	*3,427*	*498*	*Total All Other Funds*		—	—	—
294,206	*3,415*	*4,201*	*301,822*	*295,828*	*GRAND TOTAL ALL FUNDS*		*312,803*	*328,753*	*328,753*

Language Recommendations — Grants–In–Aid – General Fund

In order to permit flexibility in the handling of appropriations and ensure the timely payment of claims to providers of medical services, amounts may be transferred to and from the various items of appropriation within the Disability Services program classification. Amounts may also be transferred to and from Payments for Medical Assistance Recipients–Personal Care and Payments for Medical Assistance Recipients–Other Services within the General Medical Services program classification in the Division of Medical Assistance and Health Services and the Payments for Medical Assistance Recipients–Personal Care and the Payments for Medical Assistance Recipients–Other Services accounts in the Division of Disability Services within the Department of Human Services. All such transfers are subject to the approval of the Director of the Division of Budget and Accounting. Notice thereof shall be provided to the Legislative Budget and Finance Officer on the effective date of the approved transfer.

Notwithstanding any law to the contrary and subject to the notice provisions of 42 CFR 447.205, of the amount appropriated hereinabove for Personal Care Assistant services, Personal Care Assistant services shall be authorized prior to the beginning of services by the Director of the Division of Disability Services. The hourly weekend rate shall not exceed $16.00.

30. EDUCATIONAL, CULTURAL AND INTELLECTUAL DEVELOPMENT
32. OPERATION AND SUPPORT OF EDUCATIONAL INSTITUTIONS

OBJECTIVES

1. To provide prompt and effective evaluation, care, treatment, training and rehabilitation of individuals with developmental disabilities.
2. To ensure that such individuals are developed, educated and trained to the maximum extent possible to function in the community or in an institutional environment.

PROGRAM CLASSIFICATIONS

05. **Residential Care and Habilitation Services.** Includes provision of housing; food and clothing; care and supervision; development of self–help skills and personal hygiene (e.g. feeding, personal toilet habits, dressing, bathing and grooming) and social skills (e.g. following directions, getting along with others). Habilitation Services comprises evaluation of individual needs and the development and implementation of programs leading to physical, emotional and social development of the developmentally disabled individual, under the direct supervision of the professional staff of the institution. Specific services include psychological evaluation, recreation and family contact. In addition, sound medical techniques under the direct supervision of the professional medical and paramedical staff of the institution, as well as the physical, social and vocational development is included.
99. **Administration and Support Services.** Provides services required for effective operation of the institutions including general management, purchasing, accounting, budgeting, personnel, payroll and clerical services. Other services include operation and maintenance of buildings, grounds and equipment, including utilities, housekeeping and security services.

30. EDUCATIONAL, CULTURAL AND INTELLECTUAL DEVELOPMENT
32. OPERATION AND SUPPORT OF EDUCATIONAL INSTITUTIONS
7600. DIVISION OF DEVELOPMENTAL DISABILITIES

OBJECTIVES

1. To provide executive management to the entire Developmental Disabilities program.
2. To provide support service for the operational program units through which programs for the developmentally disabled are carried out.

PROGRAM CLASSIFICATIONS

99. **Administration and Support Services.** Provides the leadership, administration and general support services necessary for the overall control and supervision of the Developmental Disabilities program.

EVALUATION DATA

	Actual FY 2002	Actual FY 2003	Revised FY 2004	Budget Estimate FY 2005
PERSONNEL DATA				
Position Data				
Filled positions by Funding Source				
State Supported	63	61	61	51
Federal	144	130	137	144
Total Positions	207	191	198	195
Filled Positions by Program Class				
Administration and Support Services	207	191	198	195
Total Positions	207	191	198	195

Notes:

Actual payroll counts are reported for fiscal years 2002 and 2003 as of December and revised fiscal year 2004 as of September. The budget estimate for fiscal 2005 reflects the number of positions funded.

APPROPRIATIONS DATA
(thousands of dollars)

Year Ending June 30, 2003								Year Ending June 30, 2005	
Orig. & (S)Supplemental	Reapp. & (R)Recpts.	Transfers & (E)Emergencies	Total Available	Expended		Prog. Class.	2004 Adjusted Approp.	Requested	Recommended
					DIRECT STATE SERVICES				
					Distribution by Fund and Program				
10,685	130	–3	10,812	10,463	Administration and Support Services	99	10,556	10,852	10,852

Year Ending June 30, 2003							Year Ending June 30, 2005	
Orig. & (S)Supplemental	Reapp. & (R)Recpts.	Transfers & (E)Emergencies	Total Available	Expended		Prog. Class.	2004 Adjusted Approp.	Requested	Recommended
					DIRECT STATE SERVICES				
4,222	*134*	*–3*	*4,353*	*4,062*	*(From General Fund)*		*4,351*	*4,351*	*4,351*
6,463	*–4*	—	*6,459*	*6,401*	*(From Federal Funds)*		*6,205*	*6,501*	*6,501*
10,685	***130***	***–3***	***10,812***	***10,463***	***Total Direct State Services***		***10,556***	***10,852***	***10,852***
					LESS:				
(6,463)	4	—	(6,459)	(6,401)	Federal Funds		(6,205)	(6,501)	(6,501)
4,222	***134***	***–3***	***4,353***	***4,062***	***Total State Appropriation***		***4,351***	***4,351***	***4,351***
					Distribution by Fund and Object				
					Personal Services:				
8,634 11 S	–4	—	8,641	8,595	Salaries and Wages		8,516	8,812	8,812
8,645	*–4*	—	*8,641*	*8,595*	*Total Personal Services*		*8,516*	*8,812*	*8,812*
64	—	7	71	61	Materials and Supplies		64	64	64
252	—	—	252	252	Services Other Than Personal		252	252	252
99	—	–10	89	87	Maintenance and Fixed Charges		99	99	99
					Special Purpose:				
669	132 R	—	801	517	Foster Grandparents Program	99	669	669	669
306	—	—	306	299	Developmental Disabilities Council	99	306	306	306
625	—	—	625	625	Nursing Incentive Program	99	625	625	625
25	2	—	27	27	Additions, Improvements and Equipment		25	25	25
					LESS:				
(6,463)	4	—	(6,459)	(6,401)	Federal Funds		(6,205)	(6,501)	(6,501)
4,222	***134***	***–3***	***4,353***	***4,062***	***Grand Total State Appropriation***		***4,351***	***4,351***	***4,351***
					OTHER RELATED APPROPRIATIONS				
6,463	*–4*	—	*6,459*	*6,401*	*Total Federal Funds*		*6,205*	*6,501*	*6,501*
10,685	***130***	***–3***	***10,812***	***10,463***	***GRAND TOTAL ALL FUNDS***		***10,556***	***10,852***	***10,852***

Language Recommendations — Direct State Services – General Fund

An amount not to exceed $223,000 from receipts from individuals for whom the Division of Developmental Disabilities is the representative payee is appropriated for participation in the Foster Grandparent and Senior Companions program.

30. EDUCATIONAL, CULTURAL AND INTELLECTUAL DEVELOPMENT
32. OPERATION AND SUPPORT OF EDUCATIONAL INSTITUTIONS
7601. COMMUNITY PROGRAMS

OBJECTIVES

1. To provide prompt and effective care, treatment, training and habilitation of individuals with developmental disabilities.
2. To ensure that such individuals are developed, educated and trained to the maximum extent possible to function in the community or in an institutional environment.
3. To enable persons with developmental disabilities to return to and/or remain in the community.
4. To educate and counsel families to understand and accept the problems of their family member with developmental disabilities.
5. To provide guardianship services to incapacitated adults for whom no legal guardian has been appointed.
6. To evaluate medical, psychological, social, educational and related factors affecting the functioning of the individual and to determine the need for specialized care, training or treatment as a person with developmental disabilities.
7. To ensure maximum utilization of private and public facilities for the eligible population with developmental disabilities, and to recommend and to secure alternate services for those awaiting residential functional services.
8. To provide non–residential training programs designed to develop self–sufficiency and social competence in persons with developmental disabilities living in the community.

PROGRAM CLASSIFICATIONS

01. **Purchased Residential Care.** Contracts with approved private institutions and group homes for residential functional services to clients with developmental disabilities declared eligible for and in need of residential placement for whom a current vacancy does not exist in a State developmental center or for such clients who can better be served in non–public facilities. Services may be provided to eligible persons with developmental disabilities through placement in a substitute family situation in cases where an individual must be separated from his natural family, but does not require services in a congregate facility. Such service is also known as Community Care Residences.
02. **Social Supervision and Consultation.** Provides services designed to assist persons with developmental disabilities to continue to live and function in their home communities or to return to communities after receiving residential functional service, and to assist families in meeting special requirements and responsibilities in such situations; determines eligibility of persons seeking services provided by the Division, to effect transfers between functional services and for the development of community programs for those placed on the waiting list; provides guardianship services for incapacitated adults to assure their protection and that they receive service in keeping with their needs.
03. **Adult Activities.** Provides community–based day services to adults with developmental disabilities that will allow for experience, training and opportunities in an adult atmosphere conducive to the development of the person's personal, social and work skills. Provides the opportunity to achieve the greatest independence possible in employment and vocational areas.
04. **Education and Day Training.** Administered by the Office of Education, provides an appropriate service for the care, training and education of severely and profoundly developmentally disabled persons from five through 20 years of age determined "day training eligible" by local school districts. Services provided at the Day Training Centers by specially trained professional and para–professional personnel are directed toward realization of each client's potential in the areas of gross and fine motor, cognitive, receptive and expressive communication, self–help and social development.

EVALUATION DATA

	Actual FY 2002	Actual FY 2003	Revised FY 2004	Budget Estimate FY 2005
PROGRAM DATA				
Purchased Residential Care				
Private Institutions				
Average daily population	598	597	597	637
Average cost/client/year	$51,711	$57,251	$59,062	$60,760
Family care				
Average daily population	145	145	145	145
Average cost/client/year (a)	$11,703	$12,159	$12,159	$12,159
Skill Development Homes				
Average daily population	1,782	1,811	1,503	1,609
Average cost/client/year (b)	$13,161	$14,646	$17,830	$16,655
Community Residential (c)				
Average daily population	6,417	6,949	7,351	7,551
Average cost/client/year (b)	$56,367	$57,019	$58,166	$59,844
Social Supervision and Consultation				
Average number in community supervision (d)	26,844	28,084	29,584	31,151
Average number in guardianship services (d)	3,589	4,016	4,016	4,741
Average number receiving home assistance (d)	9,774	10,274	10,774	22,061
Adult Activities				
Average daily population – private facilities	7,920	8,105	8,282	8,571
Average cost/client/year (b)	$12,687	$14,409	$14,732	$14,819
Real Life Choices				
Individuals Served	—	—	525	550
Cost of Plan	—	—	$9,959	$15,766
Education and Day Training				
Average enrollment (e)	1,363	1,263	1,325	1,399

	Actual FY 2002	Actual FY 2003	Revised FY 2004	Budget Estimate FY 2005
PERSONNEL DATA				
Position Data				
Filled positions by Funding Source				
State Supported	277	297	307	272
Federal	344	347	351	359
All Other	454	397	411	455
Total Positions	1,075	1,041	1,069	1,086
Filled Positions by Program Class				
Purchased Residential Care	49	44	49	53
Social Supervision and Consultation	459	498	506	460
Adult Activities	27	28	26	38
Education and Day Training	540	471	488	535
Total Positions	1,075	1,041	1,069	1,086

Notes:

Actual payroll counts are reported for fiscal years 2002 and 2003 as of December and revised fiscal year 2004 as of September. The budget estimate for fiscal 2005 reflects the number of positions funded.

(a) Does not include cost of the Integrated Therapeutic Network initiative.

(b) Revised to reflect finalized data. These averages have been changed to include the cost of completed placements from the FY 1999, FY 2000, FY 2001 and FY 2002 Community Services Waiting List Initiatives, the FY 2001 and FY 2002 Community Transition Plans and the FY 2002 Community Nursing Care Initiative.

(c) The Group Home account name has been changed to Community Residential to reflect the various living arrangements (i.e. Group Homes, Supervised Apartments, Supported Living).

(d) Individuals may be in more than one category.

(e) Includes SFEA Residential, Regional, State Responsible, and District Placed students.

APPROPRIATIONS DATA
(thousands of dollars)

Year Ending June 30, 2003								Year Ending June 30, 2005	
Orig. & (S)Supplemental	Reapp. & (R)Recpts.	Transfers & (E)Emergencies	Total Available	Expended		Prog. Class.	2004 Adjusted Approp.	Requested	Recommended
					DIRECT STATE SERVICES				
					Distribution by Fund and Program				
2,233	—	162	2,395	2,395	Purchased Residential Care	01	2,251	7,521	7,521
588	—	—	*588*	*588*	*(From General Fund)*		*606*	*3,432*	*3,432*
1,645	—	*162*	*1,807*	*1,807*	*(From Federal Funds)*		*1,645*	*4,089*	*4,089*
21,348	1	141	21,490	21,488	Social Supervision and Consultation	02	21,814	22,978	22,978
9,862	*1*	*141*	*10,004*	*10,002*	*(From General Fund)*		*10,328*	*1,117*	*1,117*
11,486	—	—	*11,486*	*11,486*	*(From Federal Funds)*		*11,486*	*21,861*	*21,861*
1,857	—	–138	1,719	1,719	Adult Activities	03	1,894	1,911	1,911
1,018	—	*–138*	*880*	*880*	*(From General Fund)*		*1,055*	*1,055*	*1,055*
839	—	—	*839*	*839*	*(From Federal Funds)*		*839*	*856*	*856*
10,844	782	15,185	26,811	26,811	Education and Day Training	04	30,096	28,803	28,803
9,338	*2*	—	*9,340*	*9,340*	*(From General Fund)*		*9,405*	*7,665*	*7,665*
1,506	*780*	—	*2,286*	*2,286*	*(From Federal Funds)*		*1,506*	*1,953*	*1,953*
—	—	*15,185*	*15,185*	*15,185*	*(From All Other Funds)*		*19,185*	*19,185*	*19,185*
36,282	*783*	*15,350*	*52,415*	*52,413*	*Total Direct State Services*		*56,055*	*61,213*	*61,213*
					LESS:				
(15,476)	(780)	(162)	(16,418)	(16,418)	Federal Funds		(15,476)	(28,759)	(28,759)
—	—	(15,185)	(15,185)	(15,185)	All Other Funds		(19,185)	(19,185)	(19,185)
20,806	*3*	*3*	*20,812*	*20,810*	*Total State Appropriation*		*21,394*	*13,269*	*13,269*

Year Ending June 30, 2003							Year Ending June 30, 2005	
Orig. & (S)Supplemental	Reapp. & (R)Recpts.	Transfers & (E)Emergencies	Total Available	Expended		Prog. Class.	2004 Adjusted Approp.	Requested	Recommended
					DIRECT STATE SERVICES				
					Distribution by Fund and Object				
					Personal Services:				
29,564	780	15,298	45,642	45,640	Salaries and Wages		49,124	50,436	50,436
29,564	*780*	*15,298*	*45,642*	*45,640*	*Total Personal Services*		*49,124*	*50,436*	*50,436*
1,205	—	–4	1,201	1,201	Materials and Supplies		1,356	1,356	1,356
1,866	—	347	2,213	2,213	Services Other Than Personal		1,928	1,928	1,928
2,963	—	–291	2,672	2,672	Maintenance and Fixed Charges		2,963	1,643	1,643
					Special Purpose:				
—	—	—	—	—	Developmental Center Enhancement	01	—	5,166	5,166
285	—	—	285	285	Guardianship Program	02	285	285	285
167	—	—	167	167	Homemaker Services (State Share)	02	167	167	167
232	3	—	235	235	Additions, Improvements and Equipment		232	232	232
					LESS:				
(15,476)	(780)	(162)	(16,418)	(16,418)	Federal Funds		(15,476)	(28,759)	(28,759)
—	—	(15,185)	(15,185)	(15,185)	All Other Funds		(19,185)	(19,185)	(19,185)
					GRANTS–IN–AID				
					Distribution by Fund and Program				
470,478	33,454	—	503,932	483,828	Purchased Residential Care	01	499,216	526,953	526,953
301,592	—	—	*301,592*	*300,629*	*(From General Fund)*		*269,993*	*297,393*	*297,393*
10,053	—	—	*10,053*	*9,949*	*(From Casino Revenue Fund)*		*28,827*	*28,827*	*28,827*
158,833	*7,334*	—	*166,167*	*147,131*	*(From Federal Funds)*		*161,766*	*162,103*	*162,103*
—	*26,120*	—	*26,120*	*26,119*	*(From All Other Funds)*		*38,630*	*38,630*	*38,630*
48,198	466	—	48,664	47,586	Social Supervision and Consultation	02	48,008	48,008	48,008
40,234	—	—	*40,234*	*40,234*	*(From General Fund)*		*40,243*	*40,243*	*40,243*
2,208	—	—	*2,208*	*2,208*	*(From Casino Revenue Fund)*		*2,208*	*2,208*	*2,208*
5,756	*466*	—	*6,222*	*5,144*	*(From Federal Funds)*		*5,557*	*5,557*	*5,557*
116,941	—	—	116,941	113,905	Adult Activities	03	122,013	127,013	127,013
79,275	—	—	*79,275*	*79,275*	*(From General Fund)*		*79,147*	*82,497*	*82,497*
7,374	—	—	*7,374*	*7,374*	*(From Casino Revenue Fund)*		*7,374*	*7,374*	*7,374*
30,292	—	—	*30,292*	*27,256*	*(From Federal Funds)*		*35,492*	*37,142*	*37,142*
635,617	***33,920***	—	***669,537***	***645,319***	***Total Grants–in–Aid***		***669,237***	***701,974***	***701,974***
					LESS:				
(194,881)	(7,800)	—	(202,681)	(179,531)	Federal Funds		(202,815)	(204,802)	(204,802)
—	(26,120)	—	(26,120)	(26,119)	All Other Funds		(38,630)	(38,630)	(38,630)
440,736	—	—	***440,736***	***439,669***	***Total State Appropriation***		***427,792***	***458,542***	***458,542***
					Distribution by Fund and Object				
					Grants:				
814	—	—	814	814	Dental Program for Non–Institutionalized Children	01	814	814	814
33,949	—	—	33,949	33,949	Private Institutional Care [a]	01	33,949	37,393	37,393
1,311	—	—	1,311	1,311	Private Institutional Care (CRFG)	01	1,311	1,311	1,311
13,157	9 7,833 R	—	20,999	20,998	Skill Development Homes [a]	01	25,657	25,657	25,657
1,141	—	—	1,141	1,141	Skill Development Homes (CRFG)	01	1,141	1,141	1,141
320,722	7,583 18,276 R	—	346,581	332,461	Group Homes [a]	01	331,869	341,006	341,006
7,473	—	—	7,473	7,473	Group Homes (CRFG)	01	26,247	26,247	26,247
5,135	—	—	5,135	5,135	Family Care	01	5,135	5,135	5,135

Year Ending June 30, 2003							Year Ending June 30, 2005	
Orig. & (S)Supple–mental	Reapp. & (R)Recpts.	Transfers & (E)Emer–gencies	Total Available	Expended		Prog. Class.	2004 Adjusted Approp.	Requested	Recom–mended
					GRANTS–IN–AID				
128	—	—	128	24	Family Care (CRFG)	01	128	128	128
984	—	—	984	810	Community Nursing Care Initiative – FY2002	01	1,604	1,604	1,604
27,284 S	—	—	27,284	26,321	ICF/MR Provider Tax	01	—	—	—
29,308	–340	—	28,968	25,788	Community Services Waiting List Reduction Initiative – FY 2001	01	33,044	34,486	34,486
20,296	—	—	20,296	19,114	Community Services Waiting List Reduction Initiative – FY2002	01	27,068	28,359	28,359
2,600	—	—	2,600	2,313	FY 2003 Planning Initiative	01	2,600	2,600	2,600
—	—	—	—	—	CSWL Initiative Development	01	—	7,243	7,243
—	—	—	—	—	Developmental Center Enhancement	01	—	3,910	3,910
6,176	93	—	6,269	6,176	Community Transition Initiative – FY2002	01	8,649	9,919	9,919
75	—	—	75	75	Essex ARC – Expanded Respite Care Services for Families with Autistic Children	02	75	75	75
1,000	—	—	1,000	1,000	Autism Respite Care	02	1,000	1,000	1,000
1,170	354	—	1,524	733	Developmental Disabilities Council	02	1,170	1,170	1,170
37,697	—	—	37,697	37,697	Home Assistance	02	37,697	37,697	37,697
1,657	—	—	1,657	1,657	Home Assistance (CRFG)	02	1,657	1,657	1,657
1,339	—	—	1,339	1,339	Purchase of After School and Camp Services	02	1,339	1,339	1,339
551	—	—	551	551	Purchase of After School and Camp Services (CRFG)	02	551	551	551
199	112	—	311	24	DDD Family Support Urban Outreach Project	02	—	—	—
4,048	—	—	4,048	4,048	Social Services	02	4,048	4,048	4,048
462	—	—	462	462	Case Management	02	471	471	471
109,567	—	—	109,567	106,531	Purchase of Adult Activity Services [a]	03	114,639	119,639	119,639
7,374	—	—	7,374	7,374	Purchase of Adult Activity Services (CRFG)	03	7,374	7,374	7,374
					LESS:				
(194,881)	(7,800)	—	(202,681)	(179,531)	Federal Funds		(202,815)	(204,802)	(204,802)
—	(26,120)	—	(26,120)	(26,119)	All Other Funds		(38,630)	(38,630)	(38,630)
461,542	*3*	*3*	*461,548*	*460,479*	*Grand Total State Appropriation*		*449,186*	*471,811*	*471,811*
					OTHER RELATED APPROPRIATIONS				
210,357	*8,580*	*162*	*219,099*	*195,949*	*Total Federal Funds*		*218,291*	*233,561*	*233,561*
—	*26,120*	*15,185*	*41,305*	*41,304*	*Total All Other Funds*		*57,815*	*57,815*	*57,815*
671,899	*34,703*	*15,350*	*721,952*	*697,732*	*GRAND TOTAL ALL FUNDS*		*725,292*	*763,187*	*763,187*

Notes — Grants–In–Aid – General Fund

(a) The FY 2000 Community Service Waiting List Reduction Initiative and the FY 2001 Community Transition Initiative have been distributed to various maintenance accounts.

Language Recommendations — Grants–In–Aid – General Fund

The Division of Developmental Disabilities is authorized to transfer funds from the Dental Program for Non–Institutionalized Children account to the Division of Medical Assistance and Health Services, in proportion to the number of program participants who are Medicaid eligible.

Excess State funds realized by federal involvement through Medicaid in the Dental Program for Non–Institutionalized Children are committed for the program's support during the subsequent fiscal year, rather than for expansion.

Amounts required to return persons with mental retardation or developmental disabilities presently residing in out–of–State institutions to group homes within the State may be transferred from the Private Institutional Care account to the Group Homes account, subject to the approval of the Director of the Division of Budget and Accounting.

Amounts that become available as a result of the return of persons from private institutional care placements, including in–state and out–of–state placements, shall be available for transfer to community and community support programs, subject to the approval of the Director of the Division of Budget and Accounting.

Skill development homes cost recoveries during the fiscal year ending June 30, 2005, not to exceed $12,500,000, are appropriated, subject to the approval of the Director of the Division of Budget and Accounting.

The total amount appropriated in the Community Services Waiting List Reduction Initiatives – FY 2001, FY2002 and the Community Transition Initiative – FY2002 and the Community Nursing Care Initiative – FY2002 accounts are available for transfer to community support programs, subject to the approval of the Director of the Division of Budget and Accounting.

Notwithstanding the provisions of Title 30 of the Revised Statutes or any other law or regulation to the contrary, the Director of the Division of Developmental Disabilities is authorized to waive statutory, regulatory, or licensing requirements in the use of funds appropriated hereinabove for the implementation of a self–determination pilot program including participants from the Community Services Waiting List Reduction Initiatives – FY 1997 through FY2002, subject to the approval of a plan by the Director of the Division of Developmental Disabilities, which will allow an individual to be removed from the waiting list. This waiver also applies to those persons identified as part of the Community Transition Initiative – FY 2001 and FY2002, and the Community Nursing Care Initiative – FY2002, who choose self–determination.

Cost recoveries from developmentally disabled patients and residents collected during the fiscal year ending June 30, 2005, not to exceed $5,500,000, are appropriated for the continued operation of the Group Homes program, and an additional amount, not to exceed $20,000,000, is appropriated for Community Services Waiting List Reduction Initiatives, subject to the approval of the Director of the Division of Budget and Accounting.

Notwithstanding any law to the contrary, the State Treasurer, in consultation with the Commissioner of Human Services, may transfer pursuant to the terms and conditions the State Treasurer deems to be in the best interest of the State, the operation, care, custody, maintenance and control of state–owned buses utilized for transportation of clients of the Adult Activity Centers funded from appropriations in the Adult Activities program classification within the Division of Developmental Disabilities to any party under contract with the Department of Human Services to operate an Adult Activity Center. That transfer shall be for a time to run concurrent with the contract for the operation of the Adult Activity Center. That transfer as a non–cash award, and in conjunction with a cash appropriation shall complete the terms of any contract with the Department of Human Services for the operation of the Adult Activity Center. Upon termination of any contract for the operation of an Adult Activity Center, the operation, care, custody, maintenance and control of the state–owned buses shall revert to the State. The State Treasurer shall execute any agreements necessary to effectuate the purpose of this provision.

Such sums as may be necessary are appropriated from the General Fund for the payment of any provider assessments to State Intermediate Care Facilities/Mental Retardation facilities, subject to the approval of the Director of the Division of Budget and Accounting of a plan to be submitted by the Commissioner of Human Services. Notwithstanding any other law to the contrary, only the federal share of funds anticipated from these assessments shall be available to the Department of Human Services for the purposes set forth in P.L. 1998, c.40 (C.30:6D–43 et seq.).

From the amounts appropriated hereinabove for the Community Services Waiting List – FY2002 and the Community Transition Initiative – FY2002 accounts, such funds as are necessary may be transferred to various administrative accounts as required, subject to the approval of the Director of the Division of Budget and Accounting.

Notwithstanding any law to the contrary, expenditures of federal Community Care Waiver funds received for community–based programs in the Division of Developmental Disabilities are limited to $205,768,000. Federal funding received above this level must be approved by the Director of the Division of Budget and Accounting in accordance with a plan submitted by the Department of Human Services.

In order to permit flexibility in the handling of appropriations and assure timely payment of provider services, funds may be transferred within the Grants–in–Aid accounts within the Division of Developmental Disabilities, subject to the approval of the Director of the Division of Budget and Accounting.

Language Recommendations — Grants–In–Aid – Casino Revenue Fund

Amounts required to return persons with mental retardation or developmental disabilities presently residing in out–of–State institutions to group homes within the State may be transferred from the Private Institutional Care account to the Group Homes account, subject to the approval of the Director of the Division of Budget and Accounting.

Cost recoveries from skill development homes during the fiscal year ending June 30, 2005, not to exceed $12,500,000, are appropriated, subject to the approval of the Director of the Division of Budget and Accounting.

Cost recoveries from developmentally disabled patients and residents, collected during the fiscal year ending June 30, 2005, not to exceed $5,500,000, are appropriated for the continued operation of the Group Homes program, and an additional amount, not to exceed $20,000,000, is appropriated for Community Services Waiting List Reduction Initiatives, subject to the approval of the Director of the Division of Budget and Accounting.

30. EDUCATIONAL, CULTURAL AND INTELLECTUAL DEVELOPMENT
32. OPERATION AND SUPPORT OF EDUCATIONAL INSTITUTIONS
7610. GREEN BROOK REGIONAL CENTER

Green Brook Regional Center (C.30:4–165.1 et seq.), an Intermediate Care Facility (ICF) of the Division of Developmental Disabilities, provides habilitative and residential functional services for residents over age 55. Residents of the center range from moderately to profoundly retarded. Green Brook is funded from a combination of State appropriations and Federal receipts.

Program classifications are described at the beginning of this Statewide Program.

EVALUATION DATA

	Actual FY 2002	Actual FY 2003	Revised FY 2004	Budget Estimate FY 2005
OPERATING DATA				
Residential Care and Habilitation Services				
Average daily population	103	100	103	103
Ratio: Population/total positions	0.5 / 1	0.5 / 1	0.4 / 1	0.4 / 1
Gross Per Capitas				
Annual	$90,845	$110,330	$108,913	$113,524
Daily	$248.89	$302.27	$298.39	$311.03
PERSONNEL DATA				
Position Data				
Filled positions by Funding Source				
Federal	194	220	233	251
Total Positions	194	220	233	251
Filled Positions by Program Class				
Residential Care and Habilitation	133	156	167	183
Administration and Support Services	61	64	66	68
Total Positions	194	220	233	251

Notes:

Actual payroll counts are reported for fiscal years 2002 and 2003 as of December and revised fiscal year 2004 as of September. The budget estimate for fiscal 2005 reflects the number of positions funded.

APPROPRIATIONS DATA
(thousands of dollars)

Year Ending June 30, 2003								Year Ending June 30, 2005	
Orig. & (S)Supple-mental	Reapp. & (R)Recpts.	Transfers & (E)Emer-gencies	Total Available	Expended		Prog. Class.	2004 Adjusted Approp.	Requested	Recom-mended
					DIRECT STATE SERVICES				
					Distribution by Fund and Program				
7,790	2	34	7,826	7,820	Residential Care and Habilitation Services	05	7,967	8,342	8,342
494	*2*	*34*	*530*	*525*	*(From General Fund)*		*494*	*549*	*549*
7,296	—	—	*7,296*	*7,295*	*(From Federal Funds)*		*7,473*	*7,793*	*7,793*
3,193	—	21	3,214	3,213	Administration and Support Services	99	3,251	3,351	3,351
898	—	*21*	*919*	*918*	*(From General Fund)*		*898*	*898*	*898*
2,295	—	—	*2,295*	*2,295*	*(From Federal Funds)*		*2,353*	*2,453*	*2,453*
10,983	***2***	***55***	***11,040***	***11,033***	***Total Direct State Services***		***11,218***	***11,693***	***11,693***
					LESS:				
(9,591)	—	—	(9,591)	(9,590)	Federal Funds		(9,826)	(10,246)	(10,246)
1,392	***2***	***55***	***1,449***	***1,443***	***Total State Appropriation***		***1,392***	***1,447***	***1,447***

Year Ending June 30, 2003							Year Ending June 30, 2005	
Orig. & (S)Supple-mental	Reapp. & (R)Recpts.	Transfers & (E)Emer-gencies	Total Available	Expended		Prog. Class.	2004 Adjusted Approp.	Requested	Recom-mended
					DIRECT STATE SERVICES				
					Distribution by Fund and Object				
					Personal Services:				
8,914	—	—	8,914	8,913	Salaries and Wages		9,826	10,246	10,246
8,914	—	—	*8,914*	*8,913*	*Total Personal Services*		*9,826*	*10,246*	*10,246*
1,169	—	–50	1,119	1,119	Materials and Supplies		875	875	875
637	—	49	686	686	Services Other Than Personal		262	262	262
214	—	1	215	214	Maintenance and Fixed Charges		210	210	210
49	2	55	106	101	Additions, Improvements and Equipment		45	100	100
					LESS:				
(9,591)	—	—	(9,591)	(9,590)	Federal Funds		(9,826)	(10,246)	(10,246)
					CAPITAL CONSTRUCTION				
					Distribution by Fund and Program				
—	870	—	870	863	Administration and Support Services	99	—	—	—
—	*870*	—	*870*	*863*	*Total Capital Construction*		—	—	—
					Distribution by Fund and Object				
					Green Brook Regional Center				
—	870	—	870	863	Air Handlers, Chiller and Burner Replacement	99	—	—	—
1,392	*872*	*55*	*2,319*	*2,306*	*Grand Total State Appropriation*		*1,392*	*1,447*	*1,447*
					OTHER RELATED APPROPRIATIONS				
2,591	—	—	*2,591*	*2,590*	*Total Federal Funds*		*2,826*	*10,246*	*10,246*
10,983	*872*	*55*	*11,910*	*11,896*	*GRAND TOTAL ALL FUNDS*		*11,218*	*11,693*	*11,693*

30. EDUCATIONAL, CULTURAL AND INTELLECTUAL DEVELOPMENT

32. OPERATION AND SUPPORT OF EDUCATIONAL INSTITUTIONS

7620. VINELAND DEVELOPMENTAL CENTER

Vineland Developmental Center (C.30:4–165.1 et seq.), founded in 1888, provides services for all levels of mentally retarded females. The institution has a unique feature in that 60% of the population is located at the East Campus at Main and Landis Avenues, Vineland, and the remaining 40% is located at the West Campus on Orchard Road, Vineland. Both facilities function under a single administrative organization. Federal funds provide educational programs and adult contact for deprived children.

Program classifications are described at the beginning of this Statewide program.

EVALUATION DATA

	Actual FY 2002	Actual FY 2003	Revised FY 2004	Budget Es timate FY 2005
OPERATING DATA				
Residential Care and Habilitation Services				
Average daily pop ulation	514	501	498	498
Ratio: Population/total positions	0.3 / 1	0.3 / 1	0.3 / 1	0.3 / 1
Gross Per Capitas				
Annual	$137,457	$151,892	$157,139	$159,307
Daily	$376.60	$416.14	$430.52	$436.46

	Actual FY 2002	Actual FY 2003	Revised FY 2004	Budget Estimate FY 2005
PERSONNEL DATA				
Position Data				
Filled positions by Funding Source				
State Supported	1,070	1,079	1,097	1,099
Federal	522	512	502	568
Total Positions	1,592	1,591	1,599	1,667
Filled Positions by Program Class				
Residential Care and Habilitation	1,333	1,328	1,346	1,420
Administration and Support Services	259	263	253	247
Total Positions	1,592	1,591	1,599	1,667

Notes:

Actual payroll counts are reported for fiscal years 2002 and 2003 as of December and revised fiscal year 2004 as of September. The budget estimate for fiscal 2005 reflects the number of positions funded.

APPROPRIATIONS DATA
(thousands of dollars)

Year Ending June 30, 2003								Year Ending June 30, 2005	
Orig. & (S)Supplemental	Reapp. & (R)Recpts.	Transfers & (E)Emergencies	Total Available	Expended		Prog. Class.	2004 Adjusted Approp.	Requested	Recommended
					DIRECT STATE SERVICES				
					Distribution by Fund and Program				
62,396	—	–589	61,807	61,643	Residential Care and Habilitation Services	05	64,120	65,117	65,117
37,647	—	*–589*	*37,058*	*37,058*	*(From General Fund)*		*39,542*	*39,757*	*39,757*
24,749	—	—	*24,749*	*24,585*	*(From Federal Funds)*		*24,578*	*25,360*	*25,360*
13,651	—	804	14,455	14,455	Administration and Support Services	99	14,135	14,218	14,218
11,713	—	*804*	*12,517*	*12,517*	*(From General Fund)*		*12,197*	*12,197*	*12,197*
1,938	—	—	*1,938*	*1,938*	*(From Federal Funds)*		*1,938*	*2,021*	*2,021*
76,047	**—**	***215***	***76,262***	***76,098***	***Total Direct State Services***		***78,255***	***79,335***	***79,335***
					LESS:				
(26,687)	—	—	(26,687)	(26,523)	Federal Funds		(26,516)	(27,381)	(27,381)
49,360	**—**	***215***	***49,575***	***49,575***	***Total State Appropriation***		***51,739***	***51,954***	***51,954***
					Distribution by Fund and Object				
					Personal Services:				
68,810	—	—	68,810	68,646	Salaries and Wages		71,018	71,883	71,883
68,810	—	—	*68,810*	*68,646*	*Total Personal Services*		*71,018*	*71,883*	*71,883*
5,050	—	–679	4,371	4,371	Materials and Supplies		5,050	5,050	5,050
1,467	—	–206	1,261	1,261	Services Other Than Personal		1,467	1,467	1,467
673	—	885	1,558	1,558	Maintenance and Fixed Charges		673	673	673
					Special Purpose:				
6	—	—	6	6	Family Care	05	6	6	6
41	—	215	256	256	Additions, Improvements and Equipment		41	256	256
					LESS:				
(26,687)	—	—	(26,687)	(26,523)	Federal Funds		(26,516)	(27,381)	(27,381)
					CAPITAL CONSTRUCTION				
					Distribution by Fund and Program				
—	1,369	—	1,369	226	Administration and Support Services	99	—	—	—
—	***1,369***	**—**	***1,369***	***226***	***Total Capital Construction***		**—**	**—**	**—**

Year Ending June 30, 2003 Orig. & (S)Supplemental	Reapp. & (R)Recpts.	Transfers & (E)Emergencies	Total Available	Expended		Prog. Class.	2004 Adjusted Approp.	Year Ending June 30, 2005 Requested	Recommended
					CAPITAL CONSTRUCTION				
					Distribution by Fund and Object				
					Vineland Developmental Center				
—	3	—	3	—	Renovations and Improvements	99	—	—	—
—	496	—	496	127	Fire Notification System	99	—	—	—
—	870	—	870	99	HVAC Improvements	99	—	—	—
49,360	*1,369*	*215*	*50,944*	*49,801*	*Grand Total State Appropriation*		*51,739*	*51,954*	*51,954*
					OTHER RELATED APPROPRIATIONS				
26,687	—	—	*26,687*	*26,523*	*Total Federal Funds*		*26,516*	*27,381*	*27,381*
76,047	*1,369*	*215*	*77,631*	*76,324*	*GRAND TOTAL ALL FUNDS*		*78,255*	*79,335*	*79,335*

30. EDUCATIONAL, CULTURAL AND INTELLECTUAL DEVELOPMENT
32. OPERATION AND SUPPORT OF EDUCATIONAL INSTITUTIONS
7630. NORTH JERSEY DEVELOPMENTAL CENTER

The North Jersey Developmental Center (C.30:4–165.1 et seq.) provides residential services for mentally retarded men and women at all levels of capability on its main campus, as well as servicing the needs of multiply handicapped adolescents and young children in its nursery. Federal funds provide education and training programs.

Program classifications are described at the beginning of this Statewide program.

EVALUATION DATA

	Actual FY 2002	Actual FY 2003	Revised FY 2004	Budget Estimate FY 2005
OPERATING DATA				
Residential Care and Habilitation Services				
Average daily population	400	390	391	391
Ratio: Population/total positions	0.4 / 1	0.4 / 1	0.4 / 1	0.4 / 1
Gross Per Capitas				
Annual	$106,203	$113,962	$118,240	$119,499
Daily	$290.97	$312.22	$323.95	$327.39
PERSONNEL DATA				
Position Data				
Filled positions by Funding Source				
State Supported	564	594	588	582
Federal	366	374	374	378
Total Positions	930	968	962	960
Filled Positions by Program Class				
Residential Care and Habilitation	779	805	804	809
Administration and Support Services	151	163	158	151
Total Positions	930	968	962	960

Notes:

Actual payroll counts are reported for fiscal years 2002 and 2003 as of December and revised fiscal year 2004 as of September. The budget estimate for fiscal 2005 reflects the number of positions funded.

APPROPRIATIONS DATA
(thousands of dollars)

Year Ending June 30, 2003								Year Ending June 30, 2005	
Orig. & (S)Supple–mental	Reapp. & (R)Recpts.	Transfers & (E)Emer–gencies	Total Available	Expended		Prog. Class.	2004 Adjusted Approp.	Requested	Recom–mended
					DIRECT STATE SERVICES				
					Distribution by Fund and Program				
35,645	—	–221	35,424	35,424	Residential Care and Habilitation Services	05	36,932	37,536	37,536
15,320	—	*–221*	*15,099*	*15,099*	*(From General Fund)*		*16,250*	*16,250*	*16,250*
20,325	—	—	*20,325*	*20,325*	*(From Federal Funds)*		*20,682*	*21,286*	*21,286*
9,016	16	138	9,170	9,021	Administration and Support Services	99	9,300	9,188	9,188
7,183	*16*	*138*	*7,337*	*7,332*	*(From General Fund)*		*7,526*	*7,341*	*7,341*
1,833	—	—	*1,833*	*1,689*	*(From Federal Funds)*		*1,774*	*1,847*	*1,847*
44,661	***16***	***–83***	***44,594***	***44,445***	***Total Direct State Services***		***46,232***	***46,724***	***46,724***
					LESS:				
(22,158)	—	—	(22,158)	(22,014)	Federal Funds		(22,456)	(23,133)	(23,133)
22,503	***16***	***–83***	***22,436***	***22,431***	***Total State Appropriation***		***23,776***	***23,591***	***23,591***
					Distribution by Fund and Object				
					Personal Services:				
37,259	—	102	37,361	37,217	Salaries and Wages		40,074	40,751	40,751
37,259	—	*102*	*37,361*	*37,217*	*Total Personal Services*		*40,074*	*40,751*	*40,751*
3,910	—	10	3,920	3,920	Materials and Supplies		3,069	3,069	3,069
2,058	—	–285	1,773	1,769	Services Other Than Personal		2,058	2,058	2,058
990	—	275	1,265	1,264	Maintenance and Fixed Charges		587	587	587
444	16	–185	275	275	Additions, Improvements and Equipment		444	259	259
					LESS:				
(22,158)	—	—	(22,158)	(22,014)	Federal Funds		(22,456)	(23,133)	(23,133)
					CAPITAL CONSTRUCTION				
					Distribution by Fund and Program				
—	81	—	81	37	Administration and Support Services	99	—	—	—
—	*81*	—	*81*	*37*	*Total Capital Construction*		—	—	—
					Distribution by Fund and Object				
					North Jersey Developmental Center				
—	81	—	81	37	HVAC Improvements	99	—	—	—
22,503	***97***	***–83***	***22,517***	***22,468***	***Grand Total State Appropriation***		***23,776***	***23,591***	***23,591***
					OTHER RELATED APPROPRIATIONS				
22,158	—	—	*22,158*	*22,014*	*Total Federal Funds*		*22,456*	*23,133*	*23,133*
44,661	***97***	***–83***	***44,675***	***44,482***	***GRAND TOTAL ALL FUNDS***		***46,232***	***46,724***	***46,724***

30. EDUCATIONAL, CULTURAL AND INTELLECTUAL DEVELOPMENT
32. OPERATION AND SUPPORT OF EDUCATIONAL INSTITUTIONS
7640. WOODBINE DEVELOPMENTAL CENTER

Woodbine Developmental Center (C.30:4–165.1 et seq.) provides care and training for people with severe or profound mental retardation. The Center program is designed to encourage residents to become as self–sufficient as possible. Federal funds provide training and education programs.

Program classifications are described at the beginning of this Statewide program.

EVALUATION DATA

	Actual FY 2002	Actual FY 2003	Revised FY 2004	Budget Estimate FY 2005
OPERATING DATA				
Residential Care and Habilitation Services				
Average daily population	548	523	518	518
Ratio: Population/total positions	0.5 / 1	0.4 / 1	0.4 / 1	0.4 / 1
Gross Per Capitas				
Annual	$96,352	$111,067	$117,031	$117,898
Daily	$263.98	$304.29	$320.63	$323.01
PERSONNEL DATA				
Position Data				
Filled positions by Funding Source				
State Supported	745	742	759	769
Federal	455	463	476	470
Total Positions	1,200	1,205	1,235	1,239
Filled Positions by Program Class				
Residential Care and Habilitation Services	984	982	1,006	1,019
Administration and Support Services	216	223	229	220
Total Positions	1,200	1,205	1,235	1,239

Notes:

Actual payroll counts are reported for fiscal years 2002 and 2003 as of December and revised fiscal year 2004 as of September. The budget estimate for fiscal 2005 reflects the number of positions funded.

APPROPRIATIONS DATA
(thousands of dollars)

Year Ending June 30, 2003								Year Ending June 30, 2005	
Orig. & (S)Supplemental	Reapp. & (R)Recpts.	Transfers & (E)Emergencies	Total Available	Expended		Prog. Class.	2004 Adjusted Approp.	Requested	Recommended
					DIRECT STATE SERVICES				
					Distribution by Fund and Program				
46,420	—	–400	46,020	45,970	Residential Care and Habilitation Services	05	48,073	48,369	48,369
24,883	—	*–400*	*24,483*	*24,481*	*(From General Fund)*		*26,171*	*25,771*	*25,771*
21,537	—	—	*21,537*	*21,489*	*(From Federal Funds)*		*21,902*	*22,598*	*22,598*
12,120	—	—	12,120	12,118	Administration and Support Services	99	12,549	12,702	12,702
8,723	—	—	*8,723*	*8,721*	*(From General Fund)*		*9,054*	*9,054*	*9,054*
3,397	—	—	*3,397*	*3,397*	*(From Federal Funds)*		*3,495*	*3,648*	*3,648*
58,540	—	***–400***	***58,140***	***58,088***	***Total Direct State Services***		***60,622***	***61,071***	***61,071***
					LESS:				
(24,934)	—	—	(24,934)	(24,886)	Federal Funds		(25,397)	(26,246)	(26,246)
33,606	—	***–400***	***33,206***	***33,202***	***Total State Appropriation***		***35,225***	***34,825***	***34,825***

Year Ending June 30, 2003							Year Ending June 30, 2005	
Orig. & (S)Supplemental	Reapp. & (R)Recpts.	Transfers & (E)Emergencies	Total Available	Expended		Prog. Class.	2004 Adjusted Approp.	Requested	Recommended
					DIRECT STATE SERVICES				
					Distribution by Fund and Object				
					Personal Services:				
51,501	—	—	51,501	51,454	Salaries and Wages		53,583	54,432	54,432
51,501	—	—	*51,501*	*51,454*	*Total Personal Services*		*53,583*	*54,432*	*54,432*
4,391	—	–150	4,241	4,240	Materials and Supplies		4,391	4,391	4,391
1,415	—	47	1,462	1,461	Services Other Than Personal		1,415	1,415	1,415
576	—	103	679	677	Maintenance and Fixed Charges		576	576	576
657	—	–400	257	256	Additions, Improvements and Equipment		657	257	257
					LESS:				
(24,934)	—	—	(24,934)	(24,886)	Federal Funds		(25,397)	(26,246)	(26,246)
					CAPITAL CONSTRUCTION				
					Distribution by Fund and Program				
—	3,772	—	3,772	1,094	Administration and Support Services	99	—	—	—
—	*3,772*	—	*3,772*	*1,094*	*Total Capital Construction*		—	—	—
					Distribution by Fund and Object				
					Woodbine Developmental Center				
—	1,083	—	1,083	1,082	Replace Steam Tunnel	99	—	—	—
—	2,689	—	2,689	12	Food Service Building Renovations	99	—	—	—
33,606	*3,772*	*–400*	*36,978*	*34,296*	*Grand Total State Appropriation*		*35,225*	*34,825*	*34,825*
					OTHER RELATED APPROPRIATIONS				
24,934	—	—	*24,934*	*24,886*	*Total Federal Funds*		*25,397*	*26,246*	*26,246*
58,540	*3,772*	*–400*	*61,912*	*59,182*	*GRAND TOTAL ALL FUNDS*		*60,622*	*61,071*	*61,071*

30. EDUCATIONAL, CULTURAL AND INTELLECTUAL DEVELOPMENT

32. OPERATION AND SUPPORT OF EDUCATIONAL INSTITUTIONS

7650. NEW LISBON DEVELOPMENTAL CENTER

New Lisbon Developmental Center (C.30:4–165.1 et seq.) provides resident care, training, education and habilitation to mentally retarded residents. A program providing for limited enrollment in community centers is administered. During FY 1983, New Lisbon began operating a long term care facility for 60 geriatric residents. This facility is located adjacent to the school hospital. Federal funds provide education and habilitation of residents, community living and training programs.

Program classifications are described at the beginning of this Statewide program.

EVALUATION DATA

	Actual FY 2002	Actual FY 2003	Revised FY 2004	Budget Estimate FY 2005
OPERATING DATA				
Residential Care and Habilitation Services				
Average daily population	590	549	546	546
Ratio: Population/total positions	0.4 / 1	0.4 / 1	0.4 / 1	0.4 / 1
Gross Per Capitas				
Annual	$111,495	$123,905	$127,907	$130,824
Daily	$305.47	$339.47	$350.43	$358.42

	Actual FY 2002	Actual FY 2003	Revised FY 2004	Budget Es timate FY 2005
PERSONNEL DATA				
Position Data				
Filled positions by Funding Source				
State Supported	621	691	689	662
Federal	744	785	771	821
Total Positions	1,365	1,476	1,460	1,483
Filled Positions by Program Class				
Residenti alCare and Habilitation	1,175	1,299	1,278	1,293
Administration and Support Services	190	177	182	190
Total Positions	1,365	1,476	1,460	1,483

Notes:

Actual payroll counts are reported for fiscal years 2002 and 2003 as of December and revised fiscal year 2004 as of September. The budget estimate for fiscal 2005 reflects the number of positions funded.

APPROPRIATIONS DATA
(thousands of dollars)

Year Ending June 30, 2003								Year Ending June 30, 2005	
Orig. & (S)Supple–mental	Reapp. & (R)Recpts.	Transfers & (E)Emer–gencies	Total Available	Expended		Prog. Class.	2004 Adjusted Approp.	Requested	Recom–mended
					DIRECT STATE SERVICES				
					Distribution by Fund and Program				
58,304	4	233	58,541	58,541	Residential Care and Habilitation Services	05	60,073	61,510	61,510
28,443	*4*	*233*	*28,680*	*28,680*	*(From General Fund)*		*29,469*	*29,669*	*29,669*
29,861	—	—	*29,861*	*29,861*	*(From Federal Funds)*		*30,604*	*31,841*	*31,841*
9,520	—	–33	9,487	9,483	Administration and Support Services	99	9,764	9,920	9,920
5,716	—	*–33*	*5,683*	*5,679*	*(From General Fund)*		*5,862*	*5,862*	*5,862*
3,804	—	—	*3,804*	*3,804*	*(From Federal Funds)*		*3,902*	*4,058*	*4,058*
67,824	***4***	***200***	***68,028***	***68,024***	***Total Direct State Services***		***69,837***	***71,430***	***71,430***
					LESS:				
(33,665)	—	—	(33,665)	(33,665)	Federal Funds		(34,506)	(35,899)	(35,899)
34,159	***4***	***200***	***34,363***	***34,359***	***Total State Appropriation***		***35,331***	***35,531***	***35,531***
					Distribution by Fund and Object				
					Personal Services:				
57,730	—	—	57,730	57,730	Salaries and Wages		64,662	66,055	66,055
57,730	—	—	*57,730*	*57,730*	*Total Personal Services*		*64,662*	*66,055*	*66,055*
3,975	—	–40	3,935	3,934	Materi alsand Supplies		3,436	3,436	3,436
5,098	—	37	5,135	5,135	Services Other Than Personal		1,125	1,125	1,125
813	—	3	816	813	Maintenance and Fixed Charges		533	533	533
208	4	200	412	412	Additions, Improvements and Equipment		81	281	281
					LESS:				
(33,665)	—	—	(33,665)	(33,665)	Federal Funds		(34,506)	(35,899)	(35,899)
					CAPITAL CONSTRUCTION				
					Distribution by Fund and Program				
—	693	—	693	9	Administration and Support Services	99	—	—	—
—	***693***	—	***693***	***9***	***Total Capital Construction***		—	—	—

Year Ending June 30, 2003							Year Ending June 30, 2005	
Orig. & (S)Supplemental	Reapp. & (R)Recpts.	Transfers & (E)Emergencies	Total Available	Expended		Prog. Class.	2004 Adjusted Approp.	Requested	Recommended
					CAPITAL CONSTRUCTION				
					Distribution by Fund and Object				
					New Lisbon Developmental Center				
—	163	—	163	9	Replace Boiler & Condensate Recovery Tank	99	—	—	—
—	530	—	530	—	Food Service Building Renovations	99	—	—	—
34,159	*697*	*200*	*35,056*	*34,368*	*Grand Total State Appropriation*		*35,331*	*35,531*	*35,531*
					OTHER RELATED APPROPRIATIONS				
33,665	—	—	*33,665*	*33,665*	*Total Federal Funds*		*34,506*	*35,899*	*35,899*
67,824	*697*	*200*	*68,721*	*68,033*	*GRAND TOTAL ALL FUNDS*		*69,837*	*71,430*	*71,430*

30. EDUCATIONAL, CULTURAL AND INTELLECTUAL DEVELOPMENT

32. OPERATION AND SUPPORT OF EDUCATIONAL INSTITUTIONS

7660. WOODBRIDGE DEVELOPMENTAL CENTER

Woodbridge Developmental Center (C.30:4–165.1 et seq.) admits mentally retarded individuals five years of age and over. Federal funds supplement ongoing training, rehabilitation, education and health programs. In addition, the federal foster grandparents program provides socialization skills for retarded persons through senior citizens.

Program classifications are described at the beginning of this Statewide program.

EVALUATION DATA

	Actual FY 2002	Actual FY 2003	Revised FY 2004	Budget Estimate FY 2005
OPERATING DATA				
Residential Care and Habilitation Services				
Average daily population	532	504	496	496
Ratio: Population/total positions	0.5 / 1	0.4 / 1	0.4 / 1	0.4 / 1
Gross Per Capitas				
Annual	$94,662	$110,478	$116,038	$117,919
Daily	$259.35	$302.68	$317.91	$323.07
PERSONNEL DATA				
Position Data				
Filled positions by Funding Source				
State Supported	619	698	722	754
Federal	456	470	482	521
All Other	1	1	1	1
Total Positions	1,076	1,169	1,205	1,276
Filled Positions by Program Class				
Residential Care and Habilitation Services	956	1,049	1,092	1,157
Administration and Support Services	120	120	113	119
Total Positions	1,076	1,169	1,205	1,276

Notes:

Actual payroll counts are reported for fiscal years 2002 and 2003 as of December and revised fiscal year 2004 as of September. The budget estimate for fiscal 2005 reflects the number of positions funded.

APPROPRIATIONS DATA
(thousands of dollars)

Year Ending June 30, 2003							Year Ending June 30, 2005	
Orig. & (S)Supple–mental	Reapp. & (R)Recpts.	Transfers & (E)Emer–gencies	Total Available	Expended		Prog. Class.	2004 Adjusted Approp.	Requested	Recom–mended
					DIRECT STATE SERVICES				
					Distribution by Fund and Program				
48,161	1	–102	48,060	47,711	Residential Care and Habilitation Services	05	49,514	50,398	50,398
22,992	*1*	*–136*	*22,857*	*22,857*	*(From General Fund)*		*24,128*	*24,178*	*24,178*
25,169	—	—	*25,169*	*24,820*	*(From Federal Funds)*		*25,331*	*26,165*	*26,165*
—	—	*34*	*34*	*34*	*(From All Other Funds)*		*55*	*55*	*55*
7,784	—	186	7,970	7,970	Administration and Support Services	99	8,041	8,090	8,090
6,388	—	*186*	*6,574*	*6,574*	*(From General Fund)*		*6,614*	*6,614*	*6,614*
1,396	—	—	*1,396*	*1,396*	*(From Federal Funds)*		*1,427*	*1,476*	*1,476*
55,945	***1***	***84***	***56,030***	***55,681***	***Total Direct State Services***		***57,555***	***58,488***	***58,488***
					LESS:				
(26,565)	—	—	(26,565)	(26,216)	Federal Funds		(26,758)	(27,641)	(27,641)
—	—	(34)	(34)	(34)	All Other Funds		(55)	(55)	(55)
29,380	***1***	***50***	***29,431***	***29,431***	***Total State Appropriation***		***30,742***	***30,792***	***30,792***
					Distribution by Fund and Object				
					Personal Services:				
50,463	—	—	50,463	50,148	Salaries and Wages		52,073	52,956	52,956
50,463	—	—	*50,463*	*50,148*	*Total Personal Services*		*52,073*	*52,956*	*52,956*
3,746	—	–141	3,605	3,605	Materials and Supplies		3,746	3,746	3,746
1,049	—	–48	1,001	1,001	Services Other Than Personal		1,049	1,049	1,049
468	—	189	657	657	Maintenance and Fixed Charges		468	468	468
					Special Purpose:				
—	—	34	34	—	Residential Care and Habilitation Services	05	—	—	—
219	1	50	270	270	Additions, Improvements and Equipment		219	269	269
					LESS:				
(26,565)	—	—	(26,565)	(26,216)	Federal Funds		(26,758)	(27,641)	(27,641)
—	—	(34)	(34)	(34)	All Other Funds		(55)	(55)	(55)
					CAPITAL CONSTRUCTION				
					Distribution by Fund and Program				
—	1,719	—	1,719	29	Administration and Support Services	99	—	—	—
—	***1,719***	—	***1,719***	***29***	***Total Capital Construction***		—	—	—
					Distribution by Fund and Object				
					Woodbridge Developmental Center				
—	773	—	773	29	Replace Electrical Main Feeder	99	—	—	—
—	946	—	946	—	Replace/Upgrade Emergency Generators	99	—	—	—
29,380	***1,720***	***50***	***31,150***	***29,460***	***Grand Total State Appropriation***		***30,742***	***30,792***	***30,792***
					OTHER RELATED APPROPRIATIONS				
26,565	—	—	*26,565*	*26,216*	*Total Federal Funds*		*26,758*	*27,641*	*27,641*
—	—	*34*	*34*	*34*	*Total All Other Funds*		*55*	*55*	*55*
55,945	***1,720***	***84***	***57,749***	***55,710***	***GRAND TOTAL ALL FUNDS***		***57,555***	***58,488***	***58,488***

30. EDUCATIONAL, CULTURAL AND INTELLECTUAL DEVELOPMENT
32. OPERATION AND SUPPORT OF EDUCATIONAL INSTITUTIONS
7670. HUNTERDON DEVELOPMENTAL CENTER

Hunterdon Developmental Center (C.30:4–165.1 et seq.) is located adjacent to the Edna Mahan Correctional Facility for Women. This Center serves as a treatment and training facility for profoundly to mildly retarded residents. The physical plant consists of 18 cottages. Federal funds provide for educational programs. Additionally, the federal foster grandparents program provides socialization skills through contact with senior citizens.

Program classifications are described at the beginning of this Statewide program.

EVALUATION DATA

	Actual FY 2002	Actual FY 2003	Revised FY 2004	Budget Estimate FY 2005
OPERATING DATA				
Residential Care and Habilitation Services				
Average daily population	609	602	599	599
Ratio: Population/total positions	0.6 / 1	0.5 / 1	0.5 / 1	0.5 / 1
Gross Per Capitas				
Annual	$91,823	$98,711	$102,741	$104,100
Daily	$251.57	$270.44	$281.48	$285.21
PERSONNEL DATA				
Position Data				
Filled positions by Funding Source				
State Supported	710	746	778	838
Federal	361	398	422	420
All Other	—	—	—	1
Total Positions	1,071	1,144	1,200	1,259
Filled Positions by Program Class				
Residential Care and Habilitation Services	893	981	1,020	1,073
Administration and Support Services	178	163	180	186
Total Positions	1,071	1,144	1,200	1,259

Notes:

Actual payroll counts are reported for fiscal years 2002 and 2003 as of December and revised fiscal year 2004 as of September. The budget estimate for fiscal 2005 reflects the number of positions funded.

APPROPRIATIONS DATA
(thousands of dollars)

Year Ending June 30, 2003								Year Ending June 30, 2005	
Orig. & (S)Supplemental	Reapp. & (R)Recpts.	Transfers & (E)Emergencies	Total Available	Expended		Prog. Class.	2004 Adjusted Approp.	Requested	Recommended
					DIRECT STATE SERVICES				
					Distribution by Fund and Program				
48,258	—	–625	47,633	47,214	Residential Care and Habilitation Services	05	49,635	50,283	50,283
22,744	—	*–625*	*22,119*	*22,119*	*(From General Fund)*		*24,036*	*24,101*	*24,101*
25,514	—	—	*25,514*	*25,095*	*(From Federal Funds)*		*25,574*	*26,157*	*26,157*
—	—	—	—	—	*(From All Other Funds)*		*25*	*25*	*25*
11,522	1	690	12,213	12,210	Administration and Support Services	99	11,907	12,073	12,073
8,219	*1*	*690*	*8,910*	*8,907*	*(From General Fund)*		*8,516*	*8,516*	*8,516*
3,303	—	—	*3,303*	*3,303*	*(From Federal Funds)*		*3,391*	*3,557*	*3,557*
59,780	***1***	***65***	***59,846***	***59,424***	***Total Direct State Services***		***61,542***	***62,356***	***62,356***
					LESS:				
(28,817)	—	—	(28,817)	(28,398)	Federal Funds		(28,965)	(29,714)	(29,714)
—	—	—	—	—	All Other Funds		(25)	(25)	(25)

Year Ending June 30, 2003						Prog. Class.	2004 Adjusted Approp.	Year Ending June 30, 2005	
Orig. & (S)Supple-mental	Reapp. & (R)Recpts.	Transfers & (E)Emer-gencies	Total Available	Expended				Requested	Recom-mended
					DIRECT STATE SERVICES				
30,963	*1*	*65*	*31,029*	*31,026*	*Total State Appropriation*		*32,552*	*32,617*	*32,617*
					Distribution by Fund and Object				
					Personal Services:				
49,600	—	—	49,600	49,181	Salaries and Wages		54,056	54,805	54,805
49,600	—	—	*49,600*	*49,181*	*Total Personal Services*		*54,056*	*54,805*	*54,805*
8,312	—	—	8,312	8,312	Materials and Supplies		5,618	5,618	5,618
1,089	—	—	1,089	1,086	Services Other Than Personal		1,089	1,089	1,089
567	—	—	567	567	Maintenance and Fixed Charges		567	567	567
212	1	65	278	278	Additions, Improvements and Equipment		212	277	277
					LESS:				
(28,817)	—	—	(28,817)	(28,398)	Federal Funds		(28,965)	(29,714)	(29,714)
—	—	—	—	—	All Other Funds		(25)	(25)	(25)
					CAPITAL CONSTRUCTION				
					Distribution by Fund and Program				
—	526	—	526	163	Administration and Support Services	99	—	—	—
—	*526*	—	*526*	*163*	*Total Capital Construction*		—	—	—
					Distribution by Fund and Object				
					Hunterdon Developmental Center				
—	526	—	526	163	Replace Electrical Main Feeder	99	—	—	—
30,963	*527*	*65*	*31,555*	*31,189*	*Grand Total State Appropriation*		*32,552*	*32,617*	*32,617*
					OTHER RELATED APPROPRIATIONS				
28,817	—	—	*28,817*	*28,398*	*Total Federal Funds*		*28,965*	*29,714*	*29,714*
—	—	—	—	—	*Total All Other Funds*		25	25	25
59,780	*527*	*65*	*60,372*	*59,587*	*GRAND TOTAL ALL FUNDS*		*61,542*	*62,356*	*62,356*

Language Recommendations — Direct State Services – General Fund

In addition to the amount hereinabove for Operation and Support of Educational Institutions of the Division of Developmental Disabilities, such other sums as the Director of the Division of Budget and Accounting shall determine, provided in Interdepartmental accounts for employee benefits, are considered as appropriated on behalf of the Developmental Centers and are available for matching federal funds.

The State appropriation is based on ICF/MR revenues of $218,233,000, provided that if the ICF/MR revenues exceed $218,233,000, there will be placed in reserve a portion of the State appropriation equal to the excess amount of ICF/MR revenues, subject to the approval of the Director of the Division of Budget and Accounting.

30. EDUCATIONAL, CULTURAL AND INTELLECTUAL DEVELOPMENT

33. SUPPLEMENTAL EDUCATION AND TRAINING PROGRAMS

7560. COMMISSION FOR THE BLIND AND VISUALLY IMPAIRED

OBJECTIVES

1. To assist blind and severely visually impaired persons to adjust to their disability, to take advantage of individual skills and experiences, and to help achieve an appropriate vocational goal through provision of diagnostic, evaluative, restorative, counseling, training, and placement services.
2. To provide special instruction and support services to blind and visually impaired children to maximize their ability to compete with their sighted peers in the least restrictive setting.
3. To provide social services and referrals to help blind and visually impaired persons to access needed services, and to provide specific training services to assist persons to function in their usual environment.
4. To supervise and carry out screening activities involving persons from groups identified as being vulnerable to eye problems, and to coordinate screenings carried out by other groups.
5. To provide, or cause to be provided, appropriate medical treatment to prevent, reduce or retard loss of vision for individuals identified to the Commission as having a potential vision problem and to assist in securing appropriate vision aids.
6. To disseminate to the public, especially high–risk persons and the health care community throughout New Jersey, information on (1) the causality and prevention of vision loss, emphasizing early detection, and (2) the wide array of services available to blind and visually impaired persons.

PROGRAM CLASSIFICATIONS

11. **Services for the Blind and Visually Impaired.** Habilitation and Rehabilitation provides or ensures access to services that will enable individuals who are blind or visually impaired to obtain their fullest measure of adjustment, self–reliance, productivity and integration into their community. Vocational Rehabilitation Services assist in the development, acquisition, or updating of skills that will enable clients to secure and maintain employment. Those services include: evaluation, counseling, guidance, practical and psychological adjustment to vision loss, training, job placement, post–employment consultation, low and high technical aids and appliances and certain medical assistance. Services for eligible clients, including persons with severe multi–handicaps, are individualized to their vocational goals, including working in the labor force, operating their own business, supportive employment or rehabilitation, and managing their own home.

    Educational services are available from birth through high school for eligible children and their families. These services are designed to assure that students who are blind or visually impaired may participate equally with other students in regular classroom activities or the appropriate, least–restrictive educational placement. Consultative services and interpretation of individual functional vision assessments are provided to local school personnel, with recommendations for placement, instructional materials and program modifications. Services also include institutional and day training center programs, services to deaf–blind children, counseling and training for families of infants and pre–school children, tutoring in special areas, instruction in independent travel and daily living skills, reader services, summer camp for children and teenagers, assistance with adaptive equipment, special books, materials and technical aids, and vision restoration and/or enhancement or the use of remaining vision. Community services provide social casework, rehabilitation teaching, orientation and mobility instruction, in–home nursing services training and community outreach/education. Prevention includes eye health screening and follow–up services for several high–risk groups, including pre–schoolers, the elderly, minorities, diabetics, and institutionalized persons. Also included are medical treatment and low vision aids for persons without the means to pay.

99. **Administration and Support Services.** Determines policies and procedures, develops and maintains fiscal plans and records and provides statistical information and reports to the agency as well as to the State and Federal government. Administers the service delivery systems of the Commission including program review and evaluation, program change, program implementation, and policy formation.

EVALUATION DATA

	Actual FY 2002	Actual FY 2003	Revised FY 2004	Budget Estimate FY 2005
PROGRAM DATA				
Services for the Blind and Visually Impaired				
Vocational Rehabilitation				
Total clients served	2,679	2,621	2,600	2,600
Clients rehabilitated	308	310	325	325
Wage Earners	277	270	270	270
Homemakers	31	40	40	40
Average annual income after rehabilitation	$20,500	$21,200	$22,000	$22,000
Average cost per client served	$5,220	$4,920	$5,000	$5,000
Average cost per client rehabilitated	$11,480	$10,820	$11,000	$11,000
Rehabilitations per counselor	18	16	19	19

	Actual FY 2002	Actual FY 2003	Revised FY 2004	Budget Es timate FY 2005
Community Service (State Habilitation)				
Total clients receiving independent living services	4,206	4,686	4,800	4,800
Clients receiving orientation and mobility instruction	1,720	1,650	1,700	1,700
Clients receiving basic life skills instruc tion	1,945	1,678	1,800	1,800
Social casework services	1,230	926	1,000	1,000
Clients over 65 (non–VR)	2,394	2,479	2,525	2,525
Prevention				
Total persons screened	42,049	41,596	44,000	44,000
Adult vision screenings	3,460	4,847	5,000	5,000
Pre–school vision screenings	25,224	25,285	26,000	26,000
Mobile screenings	12,400	10,688	12,000	12,000
Diabetic screenings	965	776	1,000	1,000
Referred for further evaluations	6,341	5,210	5,500	5,500
Referred to CBVI	410	490	500	500
Eye Health case services	1,567	1,763	1,800	1,800
Low vision services	2,355	2,556	2,650	2,650
Instruction				
Total clients receiving educational services	2,799	2,915	2,950	2,950
Pre–school children receiving itinerant services	450	495	500	500
Total number of school–aged children receiving itinerant services	2,349	2,420	2,450	2,450
Percent multi–handicapped	60	94	94	94
Average direct service caseload size	50	47	46	46
Residential school placements	4	4	3	3
PERSONNEL DATA				
Position Data				
Filled positions by Funding Source				
State Supported	184	163	164	162
Federal	100	87	79	96
Total Positions	284	250	243	258
Filled Positions by Program Class				
Services for the Blind and Visually Impaired	229	206	202	212
Administration and Support Services	55	44	41	46
Total Positions	284	250	243	258

Notes:

Acutal payroll counts are reported for fiscal years 2002 and 2003 as of December and revised fiscal year 2004 as of September. The Budget Estimate for fiscal year 2005 reflects the number of positions funded.

APPROPRIATIONS DATA
(thousands of dollars)

Year Ending June 30, 2003								Year Ending June 30, 2005	
Orig. & (S)Supple–mental	Reapp. & (R)Recpts.	Transfers & (E)Emer–gencies	Total Available	Expended		Prog. Class.	2004 Adjusted Approp.	Requested	Recom–mended
					DIRECT STATE SERVICES				
					Distribution by Fund and Program				
6,665	12	–1,000	5,677	5,677	Services for the Blind and Visually Impaired	11	6,985	6,985	6,985
1,298	1,003	—	2,301	1,993	Administration and Support Services	99	1,350	1,350	1,350
7,963	*1,015*	*–1,000*	*7,978*	*7,670*	*Total Direct State Services*		*8,335*	*8,335*	*8,335*

Year Ending June 30, 2003							Year Ending June 30, 2005	
Orig. & (S)Supplemental	Reapp. & (R)Recpts.	Transfers & (E)Emergencies	Total Available	Expended		Prog. Class.	2004 Adjusted Approp.	Requested	Recommended
					DIRECT STATE SERVICES				
					Distribution by Fund and Object				
					Personal Services:				
6,416	—	–1,000	5,416	5,416	Salaries and Wages		6,788	6,788	6,788
6,416	—	*–1,000*	*5,416*	*5,416*	*Total Personal Services*		*6,788*	*6,788*	*6,788*
123	—	—	123	123	Materials and Supplies		123	123	123
476	—	—	476	476	Services Other Than Personal		476	476	476
80	—	—	80	80	Maintenance and Fixed Charges		80	80	80
					Special Purpose:				
848	9	—	857	857	Technology for the Visually Impaired	11	848	848	848
—	347 656 R	—	1,003	695	Management and Administrative Services	99	—	—	—
20	3	—	23	23	Additions, Improvements and Equipment		20	20	20
					GRANTS–IN–AID				
					Distribution by Fund and Program				
4,456	—	—	4,456	4,456	Services for the Blind and Visually Impaired	11	4,178	4,178	4,178
4,456	—	—	*4,456*	*4,456*	*Total Grants–in–Aid*		*4,178*	*4,178*	*4,178*
					Distribution by Fund and Object				
					Grants:				
51	—	—	51	51	Camp Marcella	11	52	52	52
151	—	—	151	151	Psychological Counseling	11	154	154	154
51	—	—	51	51	Recording for the Blind, Inc.	11	52	52	52
2,126	—	—	2,126	2,126	Educational Services for Children	11	2,167	2,167	2,167
1,992	—	—	1,992	1,992	Services to Rehabilitation Clients	11	1,753	1,753	1,753
85	—	—	85	85	Cost of Living Adjustment – Habilitation and Rehabilitation	11	—	—	—
					CAPITAL CONSTRUCTION				
					Distribution by Fund and Program				
1,200	—	—	1,200	9	Services for the Blind and Visually Impaired	11	—	—	—
1,200	—	—	*1,200*	*9*	*Total Capital Construction*		—	—	—
					Distribution by Fund and Object				
					Commission for the Blind and Visually Impaired				
1,200	—	—	1,200	9	Emergency Equipment Upgrades – J. Kohn Rehabilitation Center	11	—	—	—
13,619	*1,015*	*–1,000*	*13,634*	*12,135*	*Grand Total State Appropriation*		*12,513*	*12,513*	*12,513*
					OTHER RELATED APPROPRIATIONS				
					Federal Funds				
8,467 98 S	2,097	—	10,662	8,855	Services for the Blind and Visually Impaired	11	9,084	9,084	9,084
1,857	389	—	2,246	1,639	Administration and Support Services	99	2,175	2,175	2,175
10,422	*2,486*	—	*12,908*	*10,494*	*Total Federal Funds*		*11,259*	*11,259*	*11,259*

Year Ending June 30, 2003							Year Ending June 30, 2005	
Orig. & (S)Supplemental	Reapp. & (R)Recpts.	Transfers & (E)Emergencies	Total Available	Expended		Prog. Class.	2004 Adjusted Approp.	Requested	Recommended
					OTHER RELATED APPROPRIATIONS				
					All Other Funds				
—	389 233 R	—	622	398	Services for the Blind and Visually Impaired	11	300	300	300
—	—	—	—	—	Administration and Support Services	99	475	475	475
—	622	—	622	398	*Total All Other Funds*		775	775	775
24,041	*4,123*	*–1,000*	*27,164*	*23,027*	*GRAND TOTAL ALL FUNDS*		*24,547*	*24,547*	*24,547*

Language Recommendations — Direct State Services – General Fund

Notwithstanding the provisions of N.J.S.18A:61–1 and N.J.S.18A:46–13, or any other law to the contrary, local boards of education shall reimburse the Commission for the Blind and Visually Impaired for the documented costs of providing services to children who are classified as "educationally handicapped," provided however, that each local board of education shall pay that portion of cost which the number of children classified "educationally handicapped" bears to the total number of such children served, provided further, however, that payments shall be made by each local board in accordance with a schedule adopted by the Commissioners of Education and Human Services, and further the Director of the Division of Budget and Accounting is authorized to deduct such reimbursements from the State Aid payments to the local boards of education.

The unexpended balances as of June 30, 2004 in the Technology for the Visually Impaired account are appropriated, subject to the approval of the Director of the Division of Budget and Accounting.

In addition to the amount hereinabove appropriated, the amount of $300,000 is transferred from the Governor's Literacy Initiative to the Commission for the Blind and Visually Impaired for increased Braille lessons for blind children, subject to the approval of the Director of the Division of Budget and Accounting.

There is appropriated from funds recovered from audits or other collection activities, an amount sufficient to pay vendors' fees to compensate the recoveries and the administration of the State's vending machine program, subject to the approval of the Director of the Division of Budget and Accounting. Receipts in excess of $130,000 are appropriated for the purpose of expanding vision screening services and other prevention services, subject to the approval of the Director of the Division of Budget and Accounting. The unexpended balance of such receipts as of June 30, 2004 are appropriated.

50. ECONOMIC PLANNING, DEVELOPMENT AND SECURITY
53. ECONOMIC ASSISTANCE AND SECURITY
7550. DIVISION OF FAMILY DEVELOPMENT

OBJECTIVES

1. To establish, maintain and supervise an effective public assistance system, ensuring the uniform administration of income maintenance programs in compliance with federal and State statutes and regulations.
2. To ensure that appropriate income maintenance payments are provided in an equitable, uniform and efficient manner to individuals who qualify for such assistance.
3. To ensure that all eligible individuals receive health care coverage provided through the Division of Medical Assistance and Health Services.
4. To assist eligible individuals and families in their efforts to gain financial self–sufficiency and decrease dependency on time–limited (60 months) welfare through meaningful employment and training programs.
5. To establish, maintain and supervise the collection of child support through the location of absent parents, establishment of paternity for children born out–of–wedlock and the enforcement of such court orders.
6. To establish, maintain, and supervise an effective child care system that provides child care services to families in Work First New Jersey program activities and subsidizes such services to other low income families.

PROGRAM CLASSIFICATIONS

15. **Income Maintenance Management.** Supervises the operations of local welfare agencies and evaluates their achievements in terms of current policy and procedure, and acts as liaison between the local agencies and the State Division of Family Development; exercises statutory responsibilities relative to the General Assistance Program. Supervises, through county or municipal welfare agencies, the administration of the Temporary Assistance to Needy Families, the Food Stamp, Cuban Haitian Entrant, Refugee Resettlement and General Assistance programs.

    Prepares all income maintenance policies and regulations as promulgated through manuals, program instructions and procedural bulletins. Studies, measures and maintains ongoing reviews in order to assess and test adherence to policies and procedures and identifies significant sources of agency errors and recommends remedial measures. Maintains the integrity of the assistance program by conducting various file matches which assist in reducing erroneous eligibility and payment errors to ensure that clients truly in need of assistance receive the maximum benefits permitted by law.

    Determines and implements overall program policy, including the establishment and enforcement of standards, regulations, policies and fiscal and statistical activities for the public

welfare programs administered by State, county, or municipal agencies; promotes and facilitates the effective operation of all staff development and training programs in all governmental agencies engaged in public welfare; plans, implements, and monitors data processing programs; processes requests for fair hearings from applicants and recipients of public assistance. Develops and maintains fiscal and statistical programs.

Supervises and directs the activities for all agencies involved in the collection of child support and the provision of employment and training services to public assistance recipients.

Through the administration of contracts with local agencies, supervises and directs the provision of child care, as well as other related services, to eligible families and funds initiatives to enhance the child care providers' ability to provide such services.

EVALUATION DATA

	Actual FY 2002	Actual FY 2003	Revised FY 2004	Budget Estimate FY 2005
PROGRAM DATA				
Income Maintenance Management				
General Assistance				
Employable				
Average monthly recipients	12,913	15,392	18,743	20,705
Average monthly cash assistance	$150.29	$148.72	$148.21	$148.03
Burials	$187,733	$241,253	$274,933	$319,746
State expenditures	$23,476,070	$27,710,432	$33,609,733	$37,099,280
Unemployable				
Average monthly recipients	11,473	12,449	13,737	14,533
Average monthly cash assistance	$222.32	$223.29	$221.84	$221.28
Burials	$303,109	$332,487	$339,338	$360,541
Total assistance expenditures	$30,911,237	$33,689,334	$36,908,331	$38,950,888
Refunds to assistance	($10,979,939)	($11,598,992)	($13,075,805)	($14,388,712)
State expenditures	$19,931,298	$22,090,342	$23,832,526	$24,562,176
Prescription drug & other medical assistance	$102,735	—	$18,358	$18,587
Emergency Assistance Program				
Average monthly recipients	3,447	4,101	5,357	6,016
Average monthly grant	$673.47	$745.64	$784.57	$801.86
State expenditures	$27,857,413	$36,694,436 (a)	$50,435,298	$57,887,877
Work First New Jersey				
Average monthly recipients	112,773	107,143	110,294	112,814
Average monthly grant	$128.82	$128.12	$129.07	$128.83
Total assistance expenditures	$174,329,014	$164,725,934	$170,827,759	$174,405,931
Less: Credits	($4,201,329)	($4,052,172)	($3,642,004)	($4,076,516)
Less: Recoveries	($7,727,248)	($5,179,881)	($5,040,000)	($5,179,881)
Less: 50% Gross Child Support Collections	($31,876,631)	($28,664,585)	($28,664,585)	($28,716,938)
Add: Child Support Disregards	$4,565,447	$4,321,455	$4,321,455	$4,329,348
Add: Burials	$187,745	$417,140	$418,882	$418,882
Total Work First New Jersey Costs (a)	$135,276,999	$131,567,891	$138,221,507	$141,180,826
Less: Work First New Jersey County Expenditures	($5,181,492)	($5,144,990)	($5,477,812)	($5,623,194)
State Work First New Jersey Expenditures	$130,095,507	$126,422,901	$132,743,695 (b)	$135,557,632
Emergency Assistance				
Average monthly recipients	6,113	7,538	11,536	13,466
Average monthly grant	$497.49	$503.07	$440.91	$441.63
Total assistance expenditures	$36,493,876	$45,505,700	$61,036,053	$71,363,875
Less: Credits	($355,184)	($382,981)	($464,557)	($498,048)
Net emergency assistance costs	$36,138,692	$45,122,719	$60,571,496	$70,865,827
Less: County Expenditures	($1,806,935)	($2,256,173)	($3,028,655)	($3,543,274)
State Work First New Jersey Expenditures	$34,331,757	$42,866,546	$57,542,841 (b)	$67,322,553

	Actual FY 2002	Actual FY 2003	Revised FY 2004	Budget Estimate FY 2005
Supplemental Security Income (SSI)				
Average monthly recipients	140,555	141,215	142,829	145,409
Average monthly grant	$28.16	$29.97	$29.80	$29.76
Total assistance expenditures	$47,496,259	$50,786,563	$51,075,650	$51,928,462
Emergency Assistance Recipients	447	612	879	870
Emergency Assistance	$4,134,151	$6,827,749	$8,970,945	$9,751,107
Less: Recoveries	($255,730)	($212,992)	($198,981)	($198,981)
Burials	$11,813,255	$11,514,609	$11,141,101	$11,128,453
Net SSI expenditures	$63,187,934	$68,555,929	$70,988,715 (b)	$72,609,041
SSI Administrative Expenses	$14,861,052	$15,302,892	$15,526,513 (b)	$16,003,485
Food Stamp Program				
Average monthly households participating	150,583	158,130	172,845	188,929
Percent of total authorized households participating	100%	100%	100%	100%
Average monthly recipients participating	328,412	339,901	370,460	403,765
Total value of bonus coupons	$318,892,089	$335,532,586	$374,273,701	$417,487,925
Average monthly value of bonus coupons per person participating	$80.98	$82.26	$84.19	$86.17
Home Energy Assistance				
Number of cases	124,801	151,300	128,000	128,000
Number of persons	296,760	364,635	300,000	300,000
Total assistance expenditures	$57,958,000	$76,300,000	$66,500,000	$66,600,000
Average assistance payment				
Per case	$464.00	$504.30	$519.53	$520.31
Per person	$195.00	$209.25	$221.67	$222.00
Work First New Jersey Work Activities				
Average monthly recipients entering employment	1,211	838	796	800
Average monthly recipients in supported work	3,618	3,512	3,687	3,360
Average monthly recipients in on-the-job training	400	388	497	357
Average monthly recipients in alternative work experience (AWEP)	18,986	14,779	10,909	7,495
Average monthly recipients in community work experience (CWEP)	1,474	1,462	1,365	978
Average monthly recipients in vocational training/education for teens parents	5,400	5,330	5,232	3,885
Employment/Work Activity Initiatives	3,949	3,910	3,713	2,735
Average monthly recipients in other activities	2,182	1,919	1,692	1,544
Average monthly recipients receiving training related expenses	12,247	12,247	8,644	9,377
Child Care Payments for Eligible Families				
Low income families in contracted centers				
Average monthly children	11,966	11,036	11,100	11,100
Total expenditures	$37,352,345	$35,077,639	$36,000,000	$36,000,000
Low income families provided child care vouchers				
Average monthly children	11,120	12,758	16,200	17,400
Total expenditures	$37,628,722	$41,242,480	$52,643,496	$56,643,496
Children placed through protective services				
Average monthly children	1,999	2,190	2,600	2,850
Total expenditures	$12,039,018	$12,878,850	$15,266,676	$16,793,344
Active TANF recipients in work activity				
Average monthly children	7,830	7,838	7,326	7,349
Total expenditures	$35,593,304	$35,754,913	$34,025,106	$34,811,837
Transitional child care services				
Average monthly children	9,410	8,853	9,180	8,955
Total expenditures	$39,762,284	$38,691,599	$42,080,127	$41,477,498

	Actual FY 2002	Actual FY 2003	Revised FY 2004	Budget Estimate FY 2005
Waiting list reduction initiative				
Average monthly children	7,615	4,044	2,100	1,498
Total expenditures	$28,267,383	$13,641,314	$7,010,472	$5,045,473
Post Transitional Child Care				
Average monthly children	—	783	950	1,000
Total expenditures	—	$2,704,899	$3,297,468	$3,369,401
Total Child Care Payments for Eligible Families				
Average monthly children	49,940	47,502	49,456	50,152
Total expenditures	$190,643,056	$179,991,694	$190,323,345	$194,141,049
PERSONNEL DATA				
Position Data				
Filled positions by Funding Source				
State supported	242	214	222	219
Federal	209	194	190	221
Total Positions	451	408	412	440
Filled Positions by Program Class				
Income Maintenance Management	451	408	412	440
Total Positions	451	408	412	440

Notes:

Actual payroll counts are reported for fiscal years 2002 and 2003 as of December and revised fiscal year 2004 as of September. The Budget Estimate for fiscal year 2005 reflects the number of positions funded.

(a) Includes funding to offset reduced CSP collections as a result of federal changes in distribution hierarchy.

(b) Includes reallocated resources from within the Department of Human Services

APPROPRIATIONS DATA
(thousands of dollars)

Year Ending June 30, 2003								Year Ending June 30, 2005	
Orig. & (S)Supple-mental	Reapp. & (R)Recpts.	Transfers & (E)Emer-gencies	Total Available	Expended		Prog. Class.	2004 Adjusted Approp.	Requested	Recom-mended
					DIRECT STATE SERVICES				
					Distribution by Fund and Program				
107,181	5,593	–12,580	100,194	85,805	Income Maintenance Management	15	93,279	97,567	97,567
34,615	*4,915*	*–2,196*	*37,334*	*33,156*	*(From General Fund)*		*29,312*	*26,335*	*26,335*
72,566	*–25*	*–10,384*	*62,157*	*52,469*	*(From Federal Funds)*		*63,967*	*71,232*	*71,232*
—	*703*	—	*703*	*180*	*(From All Other Funds)*		—	—	—
107,181	***5,593***	***–12,580***	***100,194***	***85,805***	***Total Direct State Services***		***93,279*** [a]	***97,567***	***97,567***
					LESS:				
(72,566)	25	10,384	(62,157)	(52,469)	Federal Funds		(63,967)	(71,232)	(71,232)
—	(703)	—	(703)	(180)	All Other Funds		—	—	—
34,615	***4,915***	***–2,196***	***37,334***	***33,156***	***Total State Appropriation***		***29,312***	***26,335***	***26,335***
					Distribution by Fund and Object				
					Personal Services:				
26,733	—	–718	26,015	22,492	Salaries and Wages		28,261	27,661	27,661
26,733	—	*–718*	*26,015*	*22,492*	*Total Personal Services*		*28,261*	*27,661*	*27,661*
779	—	–4	775	489	Materials and Supplies		779	749	749
20,682	1,003	–27	21,658	34,405	Services Other Than Personal		20,201	20,201	20,201
1,490	—	–52	1,438	1,543	Maintenance and Fixed Charges		1,490	1,490	1,490
					Special Purpose:				
3,673	14	–747	2,940	421	Electronic Benefit Transfer/ Distribution System	15	3,173	3,173	3,173
4,921	—	–947	3,974	726	Child Support Medical Notice	15	4,921	2,135	2,135
1,453	—	–1	1,452	493	Hospital Paternity Program	15	1,453	1,453	1,453

Year Ending June 30, 2003						Prog. Class.	2004 Adjusted Approp.	Year Ending June 30, 2005	
Orig. & (S)Supplemental	Reapp. & (R)Recpts.	Transfers & (E)Emergencies	Total Available	Expended				Requested	Recommended
					DIRECT STATE SERVICES				
12,032	—	–2,540	9,492	3,488	Work First New Jersey Child Support Initiatives	15	10,032	10,032	10,032
32,974	4,499	–7,536	29,937	11,188	Work First New Jersey – Technology Investment	15	18,725 3,000 S	27,829	27,829
—	76 1 R	—	77	—	Tax Refund Seizure Program	15	—	—	—
2,200	—	—	2,200	1,871	SSI Attorney Fees	15	1,000	2,600	2,600
244	—	–8	236	8,689	Additions, Improvements and Equipment		244	244	244
					LESS:				
(72,566)	25	10,384	(62,157)	(52,469)	Federal Funds		(63,967)	(71,232)	(71,232)
—	(703)	—	(703)	(180)	All Other Funds		—	—	—
					GRANTS–IN–AID				
					Distribution by Fund and Program				
663,071	37,180	–103,937	596,314	494,427	Income Maintenance Management	15	644,318	572,741	572,741
297,444	*14,369*	*–70,019*	*241,794*	*237,202*	*(From General Fund)*		*271,498*	*248,777*	*248,777*
365,627	*22,811*	*–33,918*	*354,520*	*257,225*	*(From Federal Funds)*		*372,820*	*323,964*	*323,964*
663,071	***37,180***	***–103,937***	***596,314***	***494,427***	***Total Grants–in–Aid***		***644,318***	***572,741***	***572,741***
					LESS:				
(365,627)	(22,811)	33,918	(354,520)	(257,225)	Federal Funds		(372,820)	(323,964)	(323,964)
297,444	***14,369***	***–70,019***	***241,794***	***237,202***	***Total State Appropriation***		***271,498***	***248,777***	***248,777***
					Distribution by Fund and Object				
					Grants:				
4,000	—	–1,075	2,925	2,069	DFD Homeless Prevention Initiative	15	4,000	3,180	3,180
875 150 S	—	3,768	4,793	1,451	Restricted Grants	15	5,690	5,690	5,690
17,905	—	–1,200	16,705	5,305	Work First New Jersey – Training Related Expenses	15	17,905	12,905	12,905
118,153	21,173	–15,796	123,530	94,379	Work First New Jersey – Work Activities	15	121,541	106,009	106,009
200	—	17	217	217	Work First New Jersey – Community Housing For Teens	15	200	200	200
—	50	—	50	50	Federal Special Improvement Projects	15	—	—	—
20,884	—	–7,104	13,780	9,447	Work First New Jersey – Breaking the Cycle	15	19,384	9,554	9,554
260,084 4,611 S	—	–420	264,275	234,048	Work First New Jersey – Child Care	15	264,864	242,650	242,650
400	—	–400	—	—	Family Day Care Provider Registration Act	15	—	—	—
630	—	—	630	—	Child Care Evaluation	15	630	—	—
121,000	13,785	–43,088	91,697	91,697	TANF Abbott Expansion	15	114,500	97,400	97,400
5,750	—	–225	5,525	5,525	Kinship Care Initiatives	15	6,250	6,250	6,250
4,500	—	–2,000	2,500	971	Housing Diversion/Subsidy Program	15	2,500	1,554	1,554
1,000	—	—	1,000	—	Criminal Background Evaluations	15	1,000	1,000	1,000
450	—	—	450	298	Domestic Violence Prevention Training and Assessment	15	450	450	450
3,700	—	–1,530	2,170	175	Pre–Early Childhood Education	15	3,700	1,530	1,530
140	—	–140	—	—	EITC Marketing	15	—	—	—
4,000	—	–3,484	516	—	Mental Health Assessments	15	4,000	4,000	4,000

Year Ending June 30, 2003								Year Ending June 30, 2005	
Orig. & (S)Supplemental	Reapp. & (R)Recpts.	Transfers & (E)Emergencies	Total Available	Expended		Prog. Class.	2004 Adjusted Approp.	Requested	Recommended
					GRANTS-IN-AID				
5,000	—	—	5,000	—	Career Advancement Vouchers	15	5,000	1,010	1,010
3,600	—	—	3,600	1,526	Wage Supplement Program	15	3,600	2,880	2,880
34,528	—	–32,887	1,641	638	Kinship Care Guardianship and Subsidy	15	15,733	15,108	15,108
—	63	—	63	63	TANF Food Bank	15	—	—	—
—	—	—	—	—	Pharmaceuticals for Working GA Clients	15	1,300	1,300	1,300
14,040	2,102	10,013	26,155	23,842	School Based Youth Services	15	11,750	11,750	11,750
200	—	–90	110	110	Minority Male Initiative	15	200	200	200
—	—	—	—	—	Family Friendly Centers	15	2,000	2,000	2,000
10,772	7	414	11,193	11,190	Social Services for the Homeless	15	12,947	10,947	10,947
5,509	—	–5,334	175	175	Cost Of Living Adjustment	15	—	—	—
316	—	–316	—	—	Mini Child Care Center Project Grants	15	—	—	—
500	—	–72	428	428	Kinship Care Navigator	15	—	—	—
20,174	—	–2,988	17,186	10,823	Substance Abuse Initiatives	15	25,174	35,174	35,174
					LESS:				
(365,627)	(22,811)	33,918	(354,520)	(257,225)	Federal Funds		(372,820)	(323,964)	(323,964)
					STATE AID				
					Distribution by Fund and Program				
636,471	107,468	41,055	784,994	701,320	Income Maintenance Management	15	707,352	716,013	716,013
188,842	*723*	*22,876*	*212,441*	*211,926*	*(From General Fund)*		*207,212*	*244,700*	*244,700*
447,629	*106,745*	*18,179*	*572,553*	*489,394*	*(From Federal Funds)*		*500,140*	*471,313*	*471,313*
636,471	***107,468***	***41,055***	***784,994***	***701,320***	***Total State Aid***		***707,352***	***716,013***	***716,013***
					LESS:				
(447,629)	(106,745)	(18,179)	(572,553)	(489,394)	Federal Funds		(500,140)	(471,313)	(471,313)
188,842	***723***	***22,876***	***212,441***	***211,926***	***Total State Appropriation***		***207,212***	***244,700***	***244,700***
					Distribution by Fund and Object				
					State Aid:				
3,809	3,439	—	7,248	6,548	Miscellaneous State Aid	15	4,276	4,276	4,276
196,189	26,563	–928	221,824	206,647	County Administration Funding	15	210,125	215,401	215,401
104,177	43,970	21,382	169,529	111,561	Work First New Jersey – Client Benefits	15	119,166 (b)	135,558	135,558
70,000	—	—	70,000	70,000	Earned Income Tax Credit Program (c)	15	86,000	18,393	18,393
35,544 10,052 S	20,496	–16,405	49,687	42,549	Federal Energy Assistance Program	15	35,711	35,711	35,711
467	—	—	467	467	Cost Of Living Adjustment	15	—	—	—
28,212	—	6,630	34,842	34,842	General Assistance Emergency Assistance Program	15	37,679 (d) 2,459 S	57,892	57,892
45,319	723	6,672	52,714	52,199	Payments for Cost of General Assistance	15	53,033 (e)	61,684	61,684
29,186	12,277	12,461	53,924	53,924	Work First New Jersey – Emergency Assistance	15	46,657	65,958	65,958
64,632	—	9,172	73,804	73,804	Payments for Supplemental Security Income	15	68,554 (e)	72,607	72,607
15,579	—	838	16,417	16,417	State Supplemental Security Income Administrative Fee to SSA	15	15,787 (e)	16,003	16,003
21,505	—	–34	21,471	21,471	General Assistance County Administration	15	16,105	23,805	23,805
8,600	—	—	8,600	8,600	Food Stamp Administration – State	15	8,600	8,600	8,600

Year Ending June 30, 2003							Year Ending June 30, 2005	
Orig. & (S)Supple-mental	Reapp. & (R)Recpts.	Transfers & (E)Emer-gencies	Total Available	Expended		Prog. Class.	2004 Adjusted Approp.	Requested	Recom-mended
					STATE AID				
3,000	—	1,267	4,267	2,246	Food Stamps for Legal Aliens	15	3,000	—	—
200	—	—	200	45	Fair Labor Standards Act–Minimum Wage Requirements (TANF)	15	200	125	125
					LESS:				
(447,629)	(106,745)	(18,179)	(572,553)	(489,394)	Federal Funds		(500,140)	(471,313)	(471,313)
520,901	*20,007*	*–49,339*	*491,569*	*482,284*	*Grand Total State Appropriation*		*508,022*	*519,812*	*519,812*
					OTHER RELATED APPROPRIATIONS				
885,822	*129,531*	*–26,123*	*989,230*	*799,088*	*Total Federal Funds*		*936,927*	*866,509*	*866,509*
—	*703*	—	*703*	*180*	*Total All Other Funds*		—	—	—
1,406,723	*150,241*	*–75,462*	*1,481,502*	*1,281,552*	*GRAND TOTAL ALL FUNDS*		*1,444,949*	*1,386,321*	*1,386,321*

Notes — Direct State Services – General Fund

(a) The fiscal year 2004 appropriation has been adjusted for the allocation of salary program in accordance with the provisions of P.L. 2003, c. 122 (Fiscal Year 2004 Appropriations Act).

Notes — State Aid – General Fund

(b) Additional federal funds are available in this program to ensure timely payments of client benefits.

(c) Additional funding to maintain benefit levels is available from Gross Income Tax revenues.

(d) Additional funds are available for this program from FY2003 carryforward funds.

(e) Additional funds are available for this program from other state resources within the Department of Human Services.

Language Recommendations — Direct State Services – General Fund

Receipts derived from counties and local governments for data processing services and the unexpended balance of such receipts as of June 30, 2004 are appropriated.

In order to permit flexibility, amounts may be transferred between various items of appropriation within the Income Maintenance Management program classification, subject to the approval of the Director of the Division of Budget and Accounting. Notice thereof shall be provided to the Legislative Budget and Finance Officer on the effective date of the approved transfer.

The unexpended balances as of June 30, 2004 in accounts where expenditures are required to comply with Maintenance of Effort requirements as specified in the federal "Personal Responsibility and Work Opportunity Reconciliation Act of 1996," Pub.L. 104–193 are appropriated, subject to the approval of the Director of the Division of Budget and Accounting.

In addition to the amount appropriated hereinabove for the Work First New Jersey–Technology Investment account, such additional sums as may be required are appropriated from the General Fund, not to exceed $3,000,000, to meet the timely implementation of Work First New Jersey technology initiatives, subject to the approval of the Director of the Division of Budget and Accounting.

Language Recommendations — Grants–In–Aid – General Fund

In order to permit flexibility, amounts may be transferred between various items of appropriation within the Income Maintenance Management program classification, subject to the approval of the Director of the Division of Budget and Accounting. Notice thereof shall be provided to the Legislative Budget and Finance Officer on the effective date of the approved transfer.

The unexpended balances as of June 30, 2004 in accounts where expenditures are required to comply with Maintenance of Effort requirements as specified in the federal "Personal Responsibility and Work Opportunity Reconciliation Act of 1996," Pub.L. 104–193 are appropriated, subject to the approval of the Director of the Division of Budget and Accounting.

Notwithstanding any law to the contrary, in addition to the amounts hereinabove for the Work First New Jersey–Work Activity and Work First New Jersey–Training Related Expenses accounts, an amount not to exceed $25,500,000 is appropriated from the New Jersey Workforce Development Partnership Fund, section 9 of P.L. 1992, c.43 (C.34:15D–9), subject to the approval of the Director of the Division of Budget and Accounting.

Notwithstanding any law to the contrary, of the amounts hereinabove for Work First New Jersey–Work Activity and Work First New Jersey–Training Related Expenses, $8,190,000 is appropriated from the New Jersey Workforce Development Partnership Fund, section 9 of P.L.1992, c.43 (C.34:15D–9), subject to the approval of the Director of the Division of Budget and Accounting.

Of the amounts appropriated for Work First New Jersey, amounts may be transferred to the various departments in accordance with Division of Family Development's agreements, subject to the approval of the Director of the Division of Budget and Accounting. Any unobligated balances remaining from funds transferred to the Departments shall be transferred back to the Division of Family Development subject to the approval of the Director of the Division of Budget and Accounting.

Notwithstanding any law to the contrary, amounts may be transferred from the Division of Family Development to the Department of Labor to meet federal Welfare to Work grant requirements, subject to the approval of the Director of the Division of Budget and Accounting.

The Commissioner of Human Services shall provide the Director of the Division of Budget and Accounting, the Senate Budget and Appropriations Committee and the Assembly Appropriations Committee, or the successor committees thereto, with quarterly reports, due within 60 days after the end of each quarter, containing written statistical and financial information on the Work First New Jersey program and any subsequent welfare reform program the State may undertake.

Of the amounts appropriated for the School Based Youth Services Program, there shall be available $400,000 for the After School Reading Initiative, $200,000 for the After School Start–Up Fund, $400,000 for School Health Clinics, and $530,000 for Positive Youth Development.

Of the amounts appropriated for TANF Abbott Expansion, such sums as are necessary may be transferred to the Department of Education, subject to the approval of the Director of the Division of Budget and Accounting.

Notwithstanding any law or regulation to the contrary, beginning September 1, 2004, payments of TANF Abbott Expansion funds to a community provider or school district providing wrap around programs for three and four year olds will be contingent on the assessment of a co–payment consistent with a schedule to be adopted by the Department of Human Services.

Language Recommendations — State Aid – General Fund

The net State share of reimbursements and the net balances remaining after full payment of sums due the federal government of all funds recovered under R.S. 44:7–14, P.L. 1959, c.86 (C.44:10–4 et seq.), P.L. 1950, c.166 (C.30:4B–1 et seq.) and P.L. 1971, c. 209 (C.44:13–1 et seq.), during the fiscal year ending June 30, 2005 are appropriated.

Receipts from State administered municipalities during the fiscal year ending June 30, 2004 are appropriated.

The sum hereinabove appropriated is available for payment of obligations applicable to prior fiscal years.

Any change by the Department of Human Services in the standards upon which or from which grants of categorical public assistance are determined, first shall be approved by the Director of the Division of Budget and Accounting.

In order to permit flexibility and ensure the timely payment of benefits to welfare recipients, amounts may be transferred between the various items of appropriation within the Income Maintenance Management program classification, subject to the approval of the Director of the Division of Budget and Accounting. Notice thereof shall be provided to the Legislative Budget and Finance Officer on the effective date of the approved transfer.

Notwithstanding any law to the contrary, the Director of the Division of Budget and Accounting is authorized to withhold State Aid payments to municipalities to satisfy any obligations due and owing from audits of that municipality's General Assistance program.

The unexpended balances as of June 30, 2004 in accounts where expenditures are required to comply with Maintenance of Effort requirements as specified in the federal "Personal Responsibility and Work Opportunity Reconciliation Act of 1996," P.L. 104–193 and in the Payments for the Cost of General Assistance and General Assistance – Emergency Assistance accounts are appropriated, subject to the approval of the Director of the Division of Budget and Accounting.

Receipts from counties for persons receiving Old Age Assistance, Disability Assistance, and Assistance for the Blind under the Supplemental Security Income (SSI) program are appropriated for the purpose of providing State aid to the counties, subject to the approval of the Director of the Division of Budget and Accounting.

In addition to the provisions of section 3 of P.L. 1973, c.256 (C.44:7–87), the Department of Human Services shall assess welfare boards at the beginning of each fiscal year in the same proportion that the counties currently participate in the federal categorical assistance programs, in order to obtain the amount of each county's share of the supplementary payments for eligible persons in this State, based upon the number of eligible persons in the county. Welfare boards shall pay the amount assessed.

There is appropriated an amount equal to the difference between actual revenue loss reflected in the Earned Income Tax Credit program and the amount anticipated as the revenue loss from the Earned Income Tax Credit to meet federal Maintenance of Effort requirements to allow the Department of Human Services to comply with the Maintenance of Effort requirements as specified in the federal "Personal Responsibility and Work Opportunity Reconciliation Act of 1996," P.L. 104–193, and as legislatively required by the Work First New Jersey program, section 4 of P. L. 1997, c. 38 (C.44:10–58), subject to the approval of the Director of the Division of Budget and Accounting.

Additional funds as may be allocated by the federal government for New Jersey's Low Income Energy Assistance Block Grant Program (LIHEAP) are appropriated subject to the approval of the Director of the Division of Budget and Accounting. A pro–rata share of Low Income Energy Assistance Block Grant funds received by the Department of Human Services is to be allocated immediately upon receipt to the Departments of Community Affairs and Health and Senior Services to enable these departments to implement programs funded by this block grant.

50. ECONOMIC PLANNING, DEVELOPMENT AND SECURITY
55. SOCIAL SERVICES PROGRAMS
7570. DIVISION OF YOUTH AND FAMILY SERVICES

OBJECTIVES

1. To increase the utilization of family and community support systems as an alternative to more intensive contact with the formal social service system.
2. To ensure the safety and well being of children by providing a timely and consistent initial response capability for individuals and families who require assistance.
3. To provide a case management system that clearly identifies risk factors, service needs, develops service plans, and coordinates service provision.
4. To provide general social services to ensure the safety and well being of children and to preserve and strengthen families and communities.
5. To provide temporary out–of–home care for children whose families cannot remain intact until a more permanent plan can be developed.
6. To facilitate adoption when family reunification is not possible, preserve adoptive placements, and ensure alternate, family–like long–term placements when adoption is not appropriate.

PROGRAM CLASSIFICATIONS

16. **Services to Children and Families.** Services to Children and Families include Initial Response/Case Management, Family Support, Subsidized Adoption and Substitute Care activities.

    Initial Response/Case Management includes intake services, which are designed to assist clients with identifying service needs and developing service plans to meet those needs. Initial crisis services are provided when family members are at risk of abuse and/or neglect or other emergency situations requiring immediate attention. Case management services include service planning, assistance to clients requiring support services and supervision in protective service cases. Initial response and case management activities are performed by a variety of agencies. Initial protective service investigations and protective services case management for children are provided directly by the Division of Youth and Family Services (DYFS) through 32 local district offices, six regional adoption resource centers and four institutional abuse investigation units. Emergency assistance is also provided to families under DYFS supervision when necessary to prevent disruption.

    Family Support includes a wide variety of services designed to assist families in crisis and preserve and strengthen families and communities. Family support services, especially those that are preventative in nature, are intended to reduce the need for more intensive services and promote independence and self–sufficiency. Activities include voucher day care, homemaker, transportation, psychological/therapeutic, day treatment, companionship, legal and health–related services. Family support services are also provided to assist foster and adoptive families.

    Substitute Care involves the purchase or provision of care, temporary or permanent, to children whose needs prevent them from remaining in their own homes. Substitute care settings include: residential treatment centers, foster homes, group homes, independent living placements, treatment homes and shelter care placements. Also included in substitute care are shelter programs and services for victims of domestic violence.

    Various private and three DYFS–operated residential treatment centers provide intensive therapeutic, support and educational services in a structured and self–contained environment for children who are unable to function in their own homes and communities and cannot be served in less restrictive community–based settings. Group homes are private establishments that provide board, care and treatment services in a home–like, community–based setting to children with emotional, social, physical and/or behavioral needs who do not require a more restrictive facility. Treatment homes are private agency operated residences serving children who are capable of community living but who need a small group environment and intensive supervision by staff members in order to ameliorate emotional, social and/or behavioral difficulties.

    Foster Care provides substitute family care for children for a planned period of time when their family cannot care for them and when adoption is not a viable option. Independent living is an alternative living arrangement for older adolescents in need of placement away from their families, but who possess adequate living skills to be somewhat self–sufficient with minimal supervision. A network of facilities, both private and county–operated, provide temporary shelter care to children and adolescents in emergency situations.

    Adoption subsidies are provided in order to place children, categorized as hard–to–place, in adoptive homes.

99. **Administration and Support Services.** The purpose of Administration and Support Services is to direct and support district offices, Adoption Resource Centers, regional offices, and to supervise county welfare agencies' social services programs. Also included in this program is the administration of purchase of service contracts to ensure compliance with the Department of Human Services' policies and requirements, and to planning, controlling, and the evaluation of internal operations. A central office, four regional offices and an adoption operations office administer the various Division programs.

EVALUATION DATA

	Actual FY 2002	Actual FY 2003	Revised FY 2004	Budget Estimate FY 2005
PROGRAM DATA				
Services to Children and Families				
Active Caseload, Children Receiving Services	51,040	51,026	59,482	61,000
Active Caseload, Families	26,969	26,988	31,512	32,500
Ewing Residential Center				
Average population	28	26	27	27
Rated capacity	36	36	36	36
Total program cost	$4,738,349	$5,023,413	$5,191,132	$5,340,835
Average annual per capita	$169,227	$193,208	$192,264	$197,809
Vineland Residential Center				
Average population	36	37	35	36
Rated capacity	40	40	40	40
Total program cost	$5,615,369	$5,480,996	$5,784,351	$5,952,016
Average annual per capita	$155,982	$148,135	$165,267	$165,334
Woodbridge Residential Center				
Average population	27	24	24	24
Rated capacity	30	30	30	30
Total program cost	$4,311,024	$4,528,278	$4,649,083	$4,782,457
Average annual per capita	$159,668	$188,678	$193,712	$199,269
Domestic Violence Program				
Clients served	165,000	166,750	183,000	183,000
Total program cost	$10,681,815	$11,218,000	$11,265,000	$11,265,000
Foster Care Placements				
Average daily population	6,782	6,034	5,522	5,520
Total program cost	$59,947,000	$59,510,000	$57,283,000	$56,837,000
Average annual per capita	$8,839	$9,862	$10,374	$10,297
Adoption Subsidies				
Average daily population	7,058	7,664	8,066	8,552
Subsidy cost	$43,987,000	$54,227,000	$57,798,000	$61,203,000
Average annual per capita	$6,232	$7,076	$7,166	$7,157
Independent Living Placements				
Number of children	110	112	110	113
Total program cost	$3,543,120	$5,268,000	$5,132,000	$5,286,000
Average annual per capita	$32,210	$47,036	$46,655	$46,779
Residential Placements (a)				
Average daily population	896	911	923	942
Total program cost	$57,401,166	$58,339,190	$59,013,000	$59,552,000
Average annual per capita	n/a	n/a	n/a	n/a
Group Home Placements (a)				
Average daily population	403	409	432	438
Total program cost	$25,854,452	$25,646,860	$26,606,100	$27,078,000
Average annual per capita	n/a	n/a	n/a	n/a
Treatment Home Placements (a)				
Average daily population	539	590	629	635
Total program cost	$22,664,495	$22,550,377	$22,250,000	$22,387,000
Average annual per capita	$42,049	n/a	n/a	n/a

	Actual FY 2002	Actual FY 2003	Revised FY 2004	Budget Estimate FY 2005
Shelter Care Placements				
Average number of children	403	394	397	409
Total program cost	$9,110,880	$12,970,000	$13,932,000	$14,350,000
Average annual per capita	$22,608	$32,919	$35,093	$35,086
Family Support Services				
Total program cost	$56,328,000	$57,133,000	$59,115,000	$60,612,000
PERSONNEL DATA				
Position Data				
Filled positions by Funding Source				
State Supported	2,850	2,948	3,042	4,447
Federal	671	651	646	706
All Other	28	33	34	27
Total Positions	3,549	3,632	3,722	5,180
Filled Positions by Program Class				
Services to Children and Families	3,128	3,239	3,300	4,722
Administration and Support Services	421	393	422	458
Total Positions	3,549	3,632	3,722	5,180

Notes:

Actual payroll counts are reported for fiscal years 2002 and 2003 as of December and revised fiscal year 2004 as of September. The Budget Estimate for fiscal year 2005 reflects the number of positions funded.

Program expenditure data includes funds appropriated for cost of living adjustments and special purpose appropriations.

(a) Data includes services transferred to the Division of Medical Assistance and Health Services for Children's Behavior Health Services.

APPROPRIATIONS DATA
(thousands of dollars)

Year Ending June 30, 2003								Year Ending June 30, 2005	
Orig. & (S)Supplemental	Reapp. & (R)Recpts.	Transfers & (E)Emergencies	Total Available	Expended		Prog. Class.	2004 Adjusted Approp.	Requested	Recommended
					DIRECT STATE SERVICES				
					Distribution by Fund and Program				
185,480	2,992	18,941	207,413	201,570	Services to Children and Families	16	235,772	351,238	351,238
60,177	—	*16,511*	*76,688*	*76,688*	*(From General Fund)*		*104,579*	*214,579*	*214,579*
125,303	*2,296*	*783*	*128,382*	*123,011*	*(From Federal Funds)*		*129,213*	*134,679*	*134,679*
—	*696*	*1,647*	*2,343*	*1,871*	*(From All Other Funds)*		*1,980*	*1,980*	*1,980*
17,887	110	—	17,997	17,624	Administration and Support Services	99	19,125	19,125	19,125
7,457	—	—	*7,457*	*7,457*	*(From General Fund)*		*8,695*	*8,695*	*8,695*
10,430	*32*	—	*10,462*	*10,114*	*(From Federal Funds)*		*10,430*	*10,430*	*10,430*
—	*78*	—	*78*	*53*	*(From All Other Funds)*		—	—	—
203,367	*3,102*	*18,941*	*225,410*	*219,194*	*Total Direct State Services*		*254,897*	*370,363*	*370,363*
					LESS:				
(135,733)	(2,328)	(783)	(138,844)	(133,125)	Federal Funds		(139,643)	(145,109)	(145,109)
—	(774)	(1,647)	(2,421)	(1,924)	All Other Funds		(1,980)	(1,980)	(1,980)
67,634	—	*16,511*	*84,145*	*84,145*	*Total State Appropriation*		*113,274*	*223,274*	*223,274*
					Distribution by Fund and Object				
					Personal Services:				
177,285	—	17,294	194,579	194,546	Salaries and Wages		182,065	183,844	183,844
177,285	—	*17,294*	*194,579*	*194,546*	*Total Personal Services*		*182,065*	*183,844*	*183,844*
1,924	42 159 R	—	2,125	2,020	Materials and Supplies		2,142	2,142	2,142

Year Ending June 30, 2003								Year Ending June 30, 2005	
Orig. & (S)Supplemental	Reapp. & (R)Recpts.	Transfers & (E)Emergencies	Total Available	Expended		Prog. Class.	2004 Adjusted Approp.	Requested	Recommended
					DIRECT STATE SERVICES				
8,689	1,425 89 R	1,647	11,850	10,043	Services Other Than Personal		8,774	8,774	8,774
10,206	32 R	—	10,238	9,965	Maintenance and Fixed Charges		10,232	10,232	10,232
					Special Purpose:				
—	—	—	—	—	Services to Children and Families	16	4,189	4,189	4,189
500	—	—	500	500	New Jersey Safe Haven Infant Protection Act	16	500	500	500
—	—	—	—	—	Child Welfare Reform (a)	16	24,812 15,000 S	149,812	149,812
4,763	1,039 316 R	—	6,118	2,120	Additions, Improvements and Equipment		7,183	10,870	10,870
					LESS:				
(135,733)	(2,328)	(783)	(138,844)	(133,125)	Federal Funds		(139,643)	(145,109)	(145,109)
—	(774)	(1,647)	(2,421)	(1,924)	All Other Funds		(1,980)	(1,980)	(1,980)
					GRANTS-IN-AID				
					Distribution by Fund and Program				
298,140	14,815	3,564	316,519	287,472	Services to Children and Families	16	279,550	288,392	288,392
247,259	*74*	*496*	*247,829*	*247,489*	*(From General Fund)*		*237,887*	*229,131*	*229,131*
50,881	*10,741*	*3,068*	*64,690*	*36,840*	*(From Federal Funds)*		*38,409*	*56,007*	*56,007*
—	*4,000*	—	*4,000*	*3,143*	*(From All Other Funds)*		*3,254*	*3,254*	*3,254*
1,117	271	—	1,388	1,113	Administration and Support Services	99	1,117	1,117	1,117
1,117	*271*	—	*1,388*	*1,113*	*(From Federal Funds)*		*1,117*	*1,117*	*1,117*
299,257	***15,086***	***3,564***	***317,907***	***288,585***	***Total Grants-in-Aid***		***280,667***	***289,509***	***289,509***
					LESS:				
(51,998)	(11,012)	(3,068)	(66,078)	(37,953)	Federal Funds		(39,526)	(57,124)	(57,124)
—	(4,000)	—	(4,000)	(3,143)	All Other Funds		(3,254)	(3,254)	(3,254)
247,259	***74***	***496***	***247,829***	***247,489***	***Total State Appropriation***		***237,887***	***229,131***	***229,131***
					Distribution by Fund and Object				
					Grants:				
950	—	—	950	773	Rutgers MSW Program	16	950	950	950
12,825	—	341	13,166	13,002	Group Homes	16	12,496	13,678	13,678
10,860	7	–8,240	2,627	1,987	Treatment Homes	16	1,961	2,087	2,087
269	—	—	269	267	Public Awareness for Child Abuse Prevention Program	16	277	277	277
7,063	—	—	7,063	7,063	Cost of Living Adjustment – Services to Children and Families	16	—	—	—
17,988	—	1,224	19,212	18,706	Other Residential Placements	16	18,251	19,636	19,636
11,711	1,948 R	398	14,057	14,057	Residential Placements	16	8,039	10,052	10,052
50,684	—	–940	49,744	47,588	Family Support Services	16	47,354	49,334	49,334
10,969	—	—	10,969	10,874	Child Abuse Prevention	16	11,278	11,278	11,278
53,632	1,534 R	–1,447	53,719	52,601	Foster Care	16	59,405	56,837	56,837
47,185	—	13,466	60,651	51,358	Subsidized Adoption	16	58,205	61,203	61,203
—	—	—	—	—	Amanda Easel Project	16	125	125	125
636	—	—	636	636	Recruitment of Adoptive Parents	16	654	654	654
4,578	158 427 R	—	5,163	4,805	Domestic Violence Program	16	4,707	4,707	4,707
16,076	—	—	16,076	16,035	Foster Care and Permanency Initiative	16	7,777	7,777	7,777
3,306	440	–3,068	678	440	Office of Refugee Resettlement – Social Services	16	—	—	—

Year Ending June 30, 2003							Year Ending June 30, 2005	
Orig. & (S)Supplemental	Reapp. & (R)Recpts.	Transfers & (E)Emergencies	Total Available	Expended		Prog. Class.	2004 Adjusted Approp.	Requested	Recommended
					GRANTS–IN–AID				
700	—	–700	—	—	Cuban–Haitian Community Outreach Program	16	—	—	—
7,618	—	—	7,618	7,618	County Human Services Advisory Board–Formula Funding	16	7,833	7,833	7,833
1,268	—	—	1,268	1,268	Children and Families Initiative	16	1,304	1,304	1,304
1,444	—	—	1,444	1,444	New Jersey Homeless Youth Act	16	1,485	1,485	1,485
2,657	—	—	2,657	2,636	Family Friendly Centers	16	—	—	—
946	—	—	946	946	Wynona M. Lipman Child Advocacy Center, Essex County	16	973	973	973
25,099	1,071	1,000	27,170	19,934	Purchase of Social Services	16	25,148	25,148	25,148
461	—	—	461	—	Adoption Assistance Incentives	16	—	—	—
9,198 17 S	9,230	1,530	19,975	13,434	Restricted Grant	16	11,328	13,054	13,054
245 238 S	59	—	542	485	Children's Justice Act	99	483	483	483
610 24 S	212	—	846	628	National Center for Child Abuse and Neglect	99	634	634	634
					LESS:				
(51,998)	(11,012)	(3,068)	(66,078)	(37,953)	Federal Funds		(39,526)	(57,124)	(57,124)
—	(4,000)	—	(4,000)	(3,143)	All Other Funds		(3,254)	(3,254)	(3,254)
314,893	*74*	*17,007*	*331,974*	*331,634*	*Grand Total State Appropriation*		*351,161*	*452,405*	*452,405*
					OTHER RELATED APPROPRIATIONS				
187,731	*13,340*	*3,851*	*204,922*	*171,078*	*Total Federal Funds*		*179,169*	*202,233*	*202,233*
—	*4,774*	*1,647*	*6,421*	*5,067*	*Total All Other Funds*		*5,234*	*5,234*	*5,234*
502,624	*18,188*	*22,505*	*543,317*	*507,779*	*GRAND TOTAL ALL FUNDS*		*535,564*	*659,872*	*659,872*

Notes — Direct State Services – General Fund

(a) The fiscal 2005 appropriation has not been adjusted to reflect the availability of additional federal funds to be made available for Child Welfare Reform.

Language Recommendations — Direct State Services – General Fund

Of the amount appropriated hereinabove for the Child Welfare Reform, $300,000 shall be allocated to the Court Appointed Special Advocate Program.

Of the amount appropriated hereinabove for the Services to Children and Families special purpose account, $800,000 is transferred to the UMDNJ – School of Osteopathic Medicine Academic Center – Stratford, for the Center for Children's Support to support the development of a model comprehensive diagnostic and treatment program to address both the medical and mental health needs of children experiencing abuse. The model program will demonstrate mental health treatment services that utilize measurable evidence–based outcomes with known effectiveness. This comprehensive model will be designed to be replicated Statewide to directly benefit children and families throughout New Jersey.

Notwithstanding any other law to the contrary, amounts may be transferred from the Child Welfare Reform account to the applicable accounts in the Department of Human Services in accordance with the approved Child Welfare Reform Plan, subject to the approval of the Director of the Division of Budget and Accounting.

Of the amount appropriated hereinabove for Child Welfare Reform, an amount not to exceed $15,800,000 shall be transferred to the Department of Law and Public Safety and the Office of the Public Defender in accordance with the approved Child Welfare Reform Plan, subject to the approval of the Director of the Division of Budget and Accounting.

The unexpended balances as of June 30, 2004 for Child Welfare Reform are appropriated, subject to the approval of the Director of the Division of Budget and Accounting.

Language Recommendations — Grants–In–Aid – General Fund

The sums hereinabove for the Residential Placement, Group Homes, Treatment Homes, Other Residential Placements, Foster Care, Subsidized Adoption, and Family Support Services accounts are available for the payment of obligations applicable to prior fiscal years.

Any change by the Department of Human Services in the rates paid for the foster care and adoption subsidy programs shall first be approved by the Director of the Division of Budget and Accounting.

Of the amount hereinabove appropriated for Foster Care and Subsidized Adoption, the Division of Youth and Family Services may expend up to $225,000 for recruitment of foster and adoptive families, provided however, that a plan for recruitment and training first shall be approved by the Director of the Division of Budget and Accounting.

Receipts in the Marriage License Fee Fund in excess of the amount anticipated are appropriated.

The Department of Human Services shall provide a list of the County Human Services Advisory Boards' contracts to the Director of the Division of Budget and Accounting on or before September 30, 2004. The listing shall segregate out the administrative costs of such contracts.

Funds recovered under P.L. 1951, c. 138 (C. 30:4C–1 et seq.) during the fiscal year ending June 30, 2005, are appropriated.

Notwithstanding the provision of any law to the contrary, amounts that become available as a result of the return of persons from in–State and out–of–State residential placements to community programs within the State may be transferred from the Residential Placements account to the appropriate Services to Children and Families account, subject to the approval of the Director of the Division of Budget and Accounting.

Receipts from counties for persons under the care and supervision of the Division of Youth and Family Services are appropriated for the purpose of providing State Aid to the counties, subject to the approval of the Director of the Division of Budget and Accounting.

Of the amount hereinabove appropriated for the Domestic Violence Program, $1,309,000 is payable out of the Marriage License Fee Fund. If receipts to that fund are less than anticipated, the appropriation shall be reduced by the amount of the shortfall.

50. ECONOMIC PLANNING, DEVELOPMENT AND SECURITY
55. SOCIAL SERVICES PROGRAMS
7580. DIVISION OF THE DEAF AND HARD OF HEARING

OBJECTIVES

1. To act as an advocate for New Jersey's deaf and hearing impaired population.
2. To promote increased accessibility to programs, services, and information routinely available to the state's general population by involvement in social, legal, medical, educational, and recreational service areas.

PROGRAM CLASSIFICATIONS

23. **Services for the Deaf.** Advocates for the rights of deaf and hearing–impaired persons. Provides information and referral services, acts as the state's primary sign language interpreter referral agency, and publishes a monthly newsletter.

EVALUATION DATA

	Actual FY 2002	Actual FY 2003	Revised FY 2004	Budget Estimate FY 2005
PROGRAM DATA				
Services for the Deaf				
Total hearing impaired population	719,600	719,600	719,600	719,600
Deaf population	11,400	11,400	11,400	11,400
Persons served by Interpreter Referral Program	3,100	3,200	3,300	3,300
Interpreter requests	1,500	1,100	1,100	1,200
Newsletter subscribers	7,400	8,000	8,400	8,500
Telecommunication Devices Distributed	191	230	230	230
PERSONNEL DATA				
Position Data				
Filled positions by Funding Source				
State Supported	6	6	6	9
Total Positions	6	6	6	9
Filled Positions by Program Class				
Services for the Deaf	6	6	6	9
Total Positions	6	6	6	9

Notes:

Actual payroll counts are reported for fiscal years 2002 and 2003 as of December and revised fiscal year 2004 as of September. The Budget Estimate for fiscal year 2005 reflects the number of positions funded.

APPROPRIATIONS DATA
(thousands of dollars)

Year Ending June 30, 2003							Year Ending June 30, 2005	
Orig. & (S)Supplemental	Reapp. & (R)Recpts.	Transfers & (E)Emergencies	Total Available	Expended		Prog. Class.	2004 Adjusted Approp.	Requested	Recommended
					DIRECT STATE SERVICES				
					Distribution by Fund and Program				
706	—	94	800	800	Services for the Deaf	23	714	714	714
706	—	*94*	*800*	*800*	*Total Direct State Services*		*714*	*714*	*714*
					Distribution by Fund and Object				
					Personal Services:				
280	—	100	380	380	Salaries and Wages		288	288	288
280	—	*100*	*380*	*380*	*Total Personal Services*		*288*	*288*	*288*
41	—	—	41	41	Materials and Supplies		41	41	41
39	—	—	39	39	Services Other Than Personal		39	39	39
1	—	–1	—	—	Maintenance and Fixed Charges		1	1	1
					Special Purpose:				
290	—	–1	289	289	Services to Deaf Clients	23	290	290	290
55	—	–4	51	51	Communication Access Services	23	55	55	55
706	—	*94*	*800*	*800*	*Grand Total State Appropriation*		*714*	*714*	*714*

70. GOVERNMENT DIRECTION, MANAGEMENT AND CONTROL

76. MANAGEMENT AND ADMINISTRATION

7500. DIVISION OF MANAGEMENT AND BUDGET

OBJECTIVES

1. To develop and update annually an operating plan for the Department and to effect, implement and administer program allocation decisions which carry out this plan.
2. To supervise provision of security, dietary and household services of institutions and to centralize activities related to these services, whenever it is economically feasible, without a detrimental impact on program effectiveness.
3. To evaluate and determine priorities for the construction of new institutional facilities and the maintenance and improvement of existing facilities.
4. To supervise and audit expenditure and collection of funds.
5. To provide transportation, clerical and other general support services required.
6. To offer institutional residents academic, vocational, avocational and counseling programs, regardless of classification and tenure.

PROGRAM CLASSIFICATIONS

96. **Institutional Security Services.** Police officers are responsible for security operations throughout the Department.

99. **Administration and Support Services.** The Commissioner and Central Office staff manage and develop Department policies and priorities. Research, policy and planning staff develop, plan and demonstrate new initiatives as well as formulate new strategies and implement federal and State policies, acting as a liaison between the Department and special groups on state and federal policies. Personnel, capital and operations support, management information systems, budget and finance, curriculum consultants, contract administrators, and field auditors provide technical advice and assistance, financial management, statistical analysis, employee hiring and systems development and maintenance.

EVALUATION DATA

	Actual FY 2002	Actual FY 2003	Revised FY 2004	Budget Es timate FY 2005
PERSONNEL DATA				
Affirmative Action Data				
Male Minority	3,080	3,080	3,080	3,080
Male Minority %	15.5	15.5	15.5	15.5
Female Minority	8,130	8,130	8,130	8,130
Female Minority %	40.9	40.9	40.9	40.9
Total Minority	11,210	11,210	11,210	11,210
Total Minority %	56.4	56.4	56.4	56.4
Position Data				
Filled positions by Funding Source				
State Supported	322	293	311	286
Federal	133	118	127	132
All Other	14	16	11	13
Total Positions	469	427	449	431
Filled Positions by Program Class				
Institutional Security Services	76	74	79	74
Administration and Support Services	393	353	370	357
Total Positions	469	427	449	431

Notes:

Actual payroll counts are reported for fiscal years 2002 and 2003 as of December and revised fiscal year 2004 as of September. The budget estimate for fiscal 2005 reflects the number of positions funded.

APPROPRIATIONS DATA
(thousands of dollars)

Year Ending June 30, 2003								Year Ending June 30, 2005	
Orig. & (S)Supplemental	Reapp. & (R)Recpts.	Transfers & (E)Emergencies	Total Available	Expended		Prog. Class.	2004 Adjusted Approp.	Requested	Recommended
					DIRECT STATE SERVICES				
					Distribution by Fund and Program				
5,093	—	—	5,093	5,093	Institutional Security Services	96	5,211	5,211	5,211
24,367	706	315	25,388	20,209	Administration and Support Services	99	26,917	26,290	26,290
29,460	***706***	***315***	***30,481***	***25,302***	***Total Direct State Services***		***32,128*** [a]	***31,501***	***31,501***
					Distribution by Fund and Object				
					Personal Services:				
18,012	—	315	18,327	18,327	Salaries and Wages		18,254	18,254	18,254
18,012	—	*315*	*18,327*	*18,327*	*Total Personal Services*		*18,254*	*18,254*	*18,254*
258	—	—	258	258	Materials and Supplies		258	221	221
7,108 2,538 S	20	—	9,666	4,487	Services Other Than Personal		6,982 1,390 S	6,982	6,982
172	—	—	172	172	Maintenance and Fixed Charges		172	772	772
					Special Purpose:				
—	—	—	—	—	Health Care Billing System	99	600 S	—	—
150	—	—	150	150	Clinical Services Scholarships	99	150	150	150
—	686 R	—	686	686	Personal Needs Allowance	99	—	—	—
255	—	—	255	255	Affirmative Action and Equal Employment Opportunity	99	255	255	255
560	—	—	560	560	Transfer to State Police for Fingerprinting/Background Checks of Job Applicants	99	560	2,360	2,360

Year Ending June 30, 2003							Year Ending June 30, 2005	
Orig. & (S)Supple-mental	Reapp. & (R)Recpts.	Transfers & (E)Emer-gencies	Total Available	Expended		Prog. Class.	2004 Adjusted Approp.	Requested	Recom-mended
					DIRECT STATE SERVICES				
407	—	—	407	407	Institutional Staff Background Checks	99	407	407	407
—	—	—	—	—	Additions, Improvements and Equipment		3,100	2,100	2,100
					GRANTS-IN-AID				
					Distribution by Fund and Program				
6,038	—	2,089	8,127	8,093	Administration and Support Services	99	7,708	22,312	22,312
6,038	—	***2,089***	***8,127***	***8,093***	***Total Grants-in-Aid***		***7,708***	***22,312***	***22,312***
					Distribution by Fund and Object				
					Grants:				
2,000	—	2,089	4,089	4,057	Social Services Emergency Grants	99	3,970	—	—
676	—	14	690	689	Office for Prevention of Mental Retardation and Develop-mental Disabilities	99	690	690	690
3,271	—	77	3,348	3,347	New Jersey Youth Corps	99	3,048	3,048	3,048
91	—	-91	—	—	Cost of Living Adjustment	99	—	18,574	18,574
					CAPITAL CONSTRUCTION				
					Distribution by Fund and Program				
3,300	7,833	—	11,133	5,155	Administration and Support Services	99	5,600	10,400	10,400
3,300	***7,833***	—	***11,133***	***5,155***	***Total Capital Construction***		***5,600***	***10,400***	***10,400***
					Distribution by Fund and Object				
					Division of Management and Budget				
—	1	—	1	—	Toxic & Hazardous Substances, Various Institutions	99	—	—	—
—	99	—	99	12	Infrastructure Improvements, Institutions and Community Facilities	99	—	—	—
—	2,029	—	2,029	401	Life Safety Improvements, Various Institutions and Community Facilities	99	—	—	—
—	1,672	—	1,672	353	Fire Safety Code Compliance Projects	99	—	—	—
—	678	—	678	93	Preservation Improvements, Institutions and Community Facilities	99	—	—	—
—	505	—	505	204	Roof Repair/Replacements, Various Facilities	99	—	—	—
—	186	—	186	68	Construction of 100 Bed Facility at the Hagedorn Gero-Psychiatric Hospital	99	—	—	—
3,300	63	—	3,363	2,198	Statewide Automated Child Welfare Information System	99	5,600	10,400	10,400
—	28	—	28	—	Facility Renovation, Juvenile Facility	99	—	—	—
—	1,415	—	1,415	1,407	Preservation and Infrastructure Projects, Regional Schools	99	—	—	—
—	956	—	956	307	Sale of Land and Buildings	99	—	—	—
—	40	—	40	—	HVAC Improvements	99	—	—	—
—	161	—	161	112	Physical Plant and Support Services	99	—	—	—
38,798	***8,539***	***2,404***	***49,741***	***38,550***	***Grand Total State Appropriation***		***45,436***	***64,213***	***64,213***

Year Ending June 30, 2003								Year Ending June 30, 2005	
Orig. & (S)Supple-mental	Reapp. & (R)Recpts.	Transfers & (E)Emer-gencies	Total Available	Expended		Prog. Class.	2004 Adjusted Approp.	Requested	Recom-mended
					OTHER RELATED APPROPRIATIONS				
					Federal Funds				
—	–450	917	467	454	Research, Policy and Planning	87	—	—	—
—	1	1	2	1	Institutional Security Services	96	—	—	—
64,262					Administration and Support				
267 S	3,476	–644	67,361	60,403	Services	99	63,514	63,514	63,514
64,529	*3,027*	*274*	*67,830*	*60,858*	*Total Federal Funds*		*63,514*	*63,514*	*63,514*
					All Other Funds				
—	82	—	82	81	Research, Policy and Planning	87	—	—	—
	11,613				Administration and Support				
—	38,286 R	–18,397	31,502	20,917	Services	99	7,237	7,032	7,032
—	*49,981*	*–18,397*	*31,584*	*20,998*	*Total All Other Funds*		*7,237*	*7,032*	*7,032*
103,327	*61,547*	*–15,719*	*149,155*	*120,406*	*GRAND TOTAL ALL FUNDS*		*116,187*	*134,759*	*134,759*

Notes — Direct State Services – General Fund

(a) The fiscal year 2004 appropriation has been adjusted for the allocation of salary program in accordance with the provisions of P.L. 2003, c. 122 (Fiscal Year 2004 Appropriations Act).

Language Recommendations — Direct State Services – General Fund

Notwithstanding the provision of any law to the contrary, the Department of Human Services is authorized to identify opportunities for increased recoveries to the General Fund and to the Department. Such funds collected are appropriated, subject to the approval of the Director of the Division of Budget and Accounting in accordance with a plan approved by the Director of the Division of Budget and Accounting.

Revenues representing receipts to the General Fund from charges to residents' trust accounts for maintenance costs are appropriated for use as personal needs allowances for patients/residents who have no other source of funds for these purposes; except that the total amount herein for these allowances shall not exceed $1,375,000 and that any increase in the maximum monthly allowance shall be approved by the Director of the Division of Budget and Accounting.

Upon promulgation of federal regulations modifying the Medicare inpatient hospital reimbursement system, there are appropriated such additional sums as are required to fund the purchase of a Health Care Billing System, subject to the approval of the Director of the Division of Budget and Accounting.

Language Recommendations — Grants–In–Aid – General Fund

Notwithstanding any law to the contrary, of the amount hereinabove for New Jersey Youth Corps, $1,850,000 is appropriated from the New Jersey Workforce Development Partnership Fund, section 9 of P.L.1992, c.43 (C.34:15D–9).

Of the amount appropriated hereinabove for Cost of Living Adjustment, amounts may be transferred to other divisions within the Department of Human Services, subject to the approval of the Director of the Division of Budget and Accounting.

DEPARTMENT OF HUMAN SERVICES

Language Recommendations — Direct State Services – General Fund

Of the amount appropriated hereinabove for the Department of Human Services, such sums as the Director of the Division of Budget and Accounting shall determine from the schedule included in the Governor's Budget Message dated February 24, 2004, first shall be charged to the State Lottery Fund.

Balances on hand as of June 30, 2004 of funds held for the benefit of patients in the several institutions, and such funds as may be received, are appropriated for the use of the patients.

Funds received from the sale of articles made in occupational therapy departments of the several institutions are appropriated for the purchase of additional material and other expenses incidental to such sale or manufacture.

Any change in program eligibility criteria and increases in the types of services or rates paid for services to or on behalf of clients for all programs under the purview of the Department of Human Services, not mandated by federal law, shall first be approved by the Director of the Division of Budget and Accounting.

Notwithstanding any other provision of law to the contrary, receipts from payments collected from clients receiving services from the Department, and collected from their chargeable relatives, are appropriated to offset administrative and contract expenses related to the charging, collecting and accounting of payments from clients receiving services from the Department and from their chargeable relatives pursuant to R.S.30:1–12 subject to the approval of the Director of the Division of Budget and Accounting.

Payment to vendors for their efforts in maximizing federal revenues is appropriated and shall be paid from the federal revenues received, subject to the approval of the Director of the Division of Budget and Accounting. The unexpended balance as of June 30, 2004 in this account is appropriated.

Unexpended State balances may be transferred among Department of Human Services accounts in order to comply with the State Maintenance of Effort requirements as specified in the federal "Personal Responsibility and Work Opportunity Reconciliation Act of 1996", P.L. 104–193, and as legislatively required by the Work First New Jersey program, section 4 of P.L. 1997, c.38 (C.44:10–58), subject to the approval of the Director of the Division of Budget and Accounting. Notice of such transfers that would result in appropriations or expenditures exceeding the State's Maintenance of Effort requirement obligation shall be subject to the approval of the Joint Budget Oversight Committee. In addition, unobligated balances remaining from funds allocated to the Department of Labor for Work First New Jersey as of June 1 of each year are to be reverted to the Work First New Jersey--Client Benefits account in order to comply with Pub.L.104–193, as required by section 4 of P.L.1997, c.38(C.44:10–58).

Of the amounts hereinabove appropriated for Children's Behavioral Health Services, the Department of Human Services may transfer appropriations for children's services and related administration within and across all divisions within the Department of Human Services based on a plan approved by the Director of the Division of Budget and Accounting.

DEPARTMENT OF LABOR AND WORKFORCE DEVELOPMENT

OVERVIEW

The mission of the Department of Labor and Workforce Development is to maintain a responsive and dynamic approach to serving the workforce needs of New Jersey's employers and workers through programs that recognize individual abilities and enhance the quality of the State's labor force and labor market activities. The Department offers job training to both unemployed and underemployed workers to afford them the opportunity to upgrade their skills to align them with the skills businesses need, ensures safe and equitable working conditions and provides or oversees wage replacement benefits to workers idled due to layoffs or disability.

On January 13, 2004, Governor McGreevey issued Reorganization Plan Number 001-2004 entitled, "A Plan For the Transfer, Consolidation and Reorganization of the State's Workforce Development System Into the Department of Labor." This consolidation, which will now be considered by the Legislature, will restructure workforce development in New Jersey by consolidating the responsibility for all employment-directed and workforce development activities from the Departments of Human Services and Education to the Department of Labor. Pursuant to this consolidation and in separate legislation, the Department will seek to change its name and become the Department of Labor and Workforce Development. The Plan, which furthers ongoing efforts to improve services, increase efficiencies and meet today's workforce challenges, is not reflected in the fiscal 2005 budget as presented.

The consolidation includes all employment-directed and workforce development programs and activities of the Work First New Jersey Program (WFNJ) and Food Stamp Act (FSA), Adult Basic Education/English as a Second Language (ABE/ESL), Private Vocational School Approval, Apprenticeship Program, (including the Youth Transitions to Work Partnership Act (YTTWA)) and the Youth Corps Program.

Budget Highlights

The fiscal 2005 Budget for the Department of Labor (NJDOL), including PERC, for Direct State Services totals $60.2 million, a decrease of $301,000, or .5%, from the fiscal 2004 adjusted appropriation of $60.5 million. The Grants-In-Aid Budget for fiscal 2005 is $31.6 million, an increase of $282,000 from the fiscal 2004 adjusted appropriation of $31.3 million.

Supplemental Workforce Fund for Basic Skills (SWFBS)

The New Jersey Supplemental Workforce Fund for Basic Skills (P.L. 2001, c. 152) provides for the redirection of a portion of employer and employee contributions that otherwise would have been deposited in the Unemployment Insurance Trust Fund. The primary goal of the Basic Skills program is to promote adult literacy in the workplace by providing basic skills training for unemployed and employed workers. The funds are to be used as follows: 24% - One-Stop Career Centers; 28% - Workforce Investment Boards; 38% - individual employers, employer organizations, labor organizations, community-based organizations, or educational institutions; 10% - to the Department for administrative costs of the program. The Department's budget includes $2 million provided from the Fund for this purpose.

In addition, $8 million will be used in fiscal 2005 to offset the cost of basic skills education at New Jersey's 19 community colleges.

Workforce Development

In fiscal 2005, the Workforce Development Partnership Fund will provide $102.5 million to strengthen job training efforts. The Workforce Development Partnership (WDP) program, funded through a dedicated assessment on workers and their employers, is a key component in the State's effort to train workers and job seekers to satisfy the needs of employers and to move people from welfare to work. The customized training aspect of the WDP program provides matching grants to employers to upgrade the skills of their workforce, and is an important component of the State's economic development package. Since January 2002, $40 million has been provided in State funding to train 80,600 workers employed by 420 firms. These employers have invested approximately $56.7 million in matching training dollars.

Funding for the John J. Heldrich Center for Workforce Development is continued at $4 million. The Center provides an independent source of analysis for reform and innovation in policy-making and employs cutting-edge research and evaluation projects to identify best practices in workforce development and employment and workplace policy. It is also engaged in significant partnerships with the private sector to design effective education and training programs and is committed to assisting job seekers and workers attain the information, education and skills training they need to move up the economic ladder.

Workplace Standards

The Workplace Standards program is partly responsible for the Prevailing Wage Act, which addresses most publicly funded construction projects, including school construction. The Divisions of Wage and Hour Compliance, Public Safety and Occupational Safety and Health are responsible for administering and enforcing a wide variety of labor laws providing employees with safe and equitable working conditions; protecting our good faith employers from unfair competition by employers who willfully violate our labor laws; and protecting the public from various hazardous business operations.

This program will receive $5.1 million in fiscal 2005, a decrease of $230,000 from the fiscal 2004 adjusted appropriation of $5.3 million. Administrative penalties for prevailing wage violations are anticipated to produce sufficient revenue to continue to fully support the operations of the Workplace Standards program.

Unemployment Insurance

The New Jersey Department of Labor administers the federally funded Unemployment Insurance (UI) program, the primary function of which is to provide wage replacement benefits to workers who have become involuntarily unemployed. The program provides a safety net for New Jersey workers and their families during periods of economic downturn. New Jersey's December 2003 unemployment rate of 5.3% was down from November's rate of 5.5%, and the rate has exhibited a general downward trend since the beginning of fiscal 2003.

The federal Temporary Extended Unemployment Compensation (TEUC) program ended on December 27, 2003 and new claims were not accepted after that date.

Vocational Rehabilitation Services

The Vocational Rehabilitation Services program, which enables individuals with disabilities to achieve employment outcomes consistent with their strengths, priorities, needs, abilities and capabilities, is recommended to receive $32.4 million in State funds in fiscal 2005. A broad range of medical and training services are provided to assist in preparing for and acquiring employment, including Sheltered Workshop Support, which offers adult training services for individuals who need help with basic vocational skills, and supported employment services that include on-site job coaches. This program will receive an additional 1% Cost of Living Adjustment for third-party providers.

Through the Department of Human Services' Community Care Waiver, the Department of Labor is expected to receive an estimated $2 million in federal funds in fiscal 2005. The new funding will enable the Department to increase the number of clients in extended employment by 6% and offer a higher cost per slot for the existing client base.

Trust Funds

A segment of the ongoing contributions to several trust funds will continue to be used to support health care and other issues in fiscal 2005. A total of $100 million from employer and employee contributions that would have otherwise been earmarked for the Unemployment Insurance Trust Fund will help support health care programs. The Budget also utilizes $110 million from the State Disability Insurance Program. The Fund will continue to pay disability payments and support the administrative operation of the State Disability Insurance program.

Workers' Compensation

The Division of Workers' Compensation continues to fulfill the mandate of the Workers' Compensation Law (NJSA 34:15-1 et seq.) by providing services to the injured workers of New Jersey and their employers. Most importantly, the Division provides a forum in which a fair and impartial hearing can determine whether compensation is warranted. The Division's fiscal 2005 recommendation is $12 million.

Public Employment Relations Commission

The Public Employment Relations Commission (PERC) is an independent agency within the Department of Labor that resolves disputes between public employees and their employers. The New Jersey Employer-Employee Relations Act of 1968 established PERC's authority. PERC, along with the PERC Appeal Board, has a combined Budget of $3.1 million in fiscal 2005, which is $71,000 less than fiscal 2004. This savings was possible due to a reduction in PERC's line of credit need in fiscal 2005.

Department Accomplishments

Over the past year, the New Jersey Department of Labor improved customer service in the Unemployment Insurance program by making the process of claiming and receiving benefits faster and easier. Most claimants for Unemployment Insurance obtain their benefits by calling an automated telephone system every two weeks. By the fall of 2003, these improvements had led to a reduction of more than 50% in the number of claimants who are forced to come into an office or to speak to an agent on the telephone in order to obtain their benefits.

In 2003, UI also introduced a new on-line system to allow unemployed workers to claim their benefits on New Jersey's interactive website at www.njuifile.net, as an alternate method of certifying their continued eligibility for benefits every two weeks. Customers can use the free public access personal computers available throughout the One-Stop System to certify for UI benefits online, a process which takes less than 10 minutes, and then continue using the computers to look for work, research labor market information, or compose a resume.

Economic growth in New Jersey depends on the ability of our workforce development system to close the skills gap and produce the skilled workforce that we need in today's economy. New Jersey has successfully implemented a network of One-Stop Career Centers throughout the State that organize employment, education and training services into a single network of public and private resources. Over 600,000 individuals accessed the One-Stop Career Center system during the last year.

There also has been significant success in retraining clients enrolled in the Department of Human Services' General Assistance/Food Stamp Program. This target population is one of the more difficult populations to serve because of homelessness, education, health and other social issues that need special attention. A review of last year's statistics shows that minimally 9,945 of these hard-to-place individuals became employed through our efforts in the One-Stop Career Centers.

The Department of Labor continues its commitment to workplace literacy. There are currently 40 sites across the State delivering workplace literacy training to clients. A total of 4,829 individuals are enrolled in the program and of this amount, 2,202 were enrolled from July 1, 2003 to the present. A total of 1,024 enrollees obtained employment and 744 are receiving additional vocational training.

Under a grant from the U.S. Women's Bureau, a demonstration project was developed on distance learning for under-employed single mothers. This program, which ran from July 1, 2001 through December 31, 2003, was administered in conjunction with the Workforce Investment Boards (WIBs) in Bergen, Cumberland/Salem, Middlesex, Monmouth and Morris/Sussex/Warren counties. Over 135 women participated in the program and 88 women earned certificates, 21 received credentials, 3 women earned associate degrees, 3 women earned promotions with their current employers, and 5 women obtained new positions. Sixty-eight program participants had been former welfare clients and it is expected that additional successes will be reported as individuals continue to utilize the education and skills obtained through the program, to enhance their opportunities for career advancement.

The Workforce Investment Act of 1998 (WIA) requires accountability in the use of federal resources. New Jersey negotiated performance levels with the U.S. Department of Labor for 17 performance standards affecting the Adult, Dislocated Worker and Youth program components under WIA. Over 7,000 individuals were trained through the Adult Program, 10,000 participated in training through the Dislocated Worker Program and over 20,000 were served in the Youth Program. New Jersey met or exceeded all 17 performance measures during Program Year 2002.

The Division of Vocational Rehabilitation Services (DVRS) experienced an increase in case activity during Federal Fiscal Year 2003 as compared with the previous fiscal year. Successful rehabilitations of persons with disabilities into employment increased 5% over the previous year. This increased activity is due to the improving economy in New Jersey and the outreach of field staff in the communities of the State.

The DVRS is also significantly involved with the transition of youth with disabilities from school to work upon completion of the school program. In 2003, DVRS demonstrated a high level of activity with schools throughout the State in this important initiative. DVRS staff participated in approximately 2,100 Individualized Educational Plan (IEP) meetings with school personnel to prepare the transition plan for the student. In addition, staff provided 12,399 technical consultations to schools and 2,500 presentations to students, parents and professionals to publicize this important program for transitioning youth.

DEPARTMENT OF LABOR AND WORKFORCE DEVELOPMENT

SUMMARY OF APPROPRIATIONS BY FUND

(thousands of dollars)

Year Ending June 30, 2003						Year Ending June 30, 2005		
Orig. & (S)Supplemental	Reapp. & (R)Recpts.	Transfers & (E)Emergencies	Total Available	Expended		2004 Adjusted Approp.	Requested	Recommended
60,225	26,545	296	87,066	81,111	Direct State Services	60,472	60,171	60,171
32,779	---	675	33,454	33,406	Grants-In-Aid	31,279	31,561	31,561
93,004	26,545	971	120,520	114,517	Total General Fund	91,751	91,732	91,732
2,440	---	---	2,440	2,440	Total Casino Revenue Fund	2,440	2,440	2,440
95,444	***26,545***	***971***	***122,960***	***116,957***	***GRAND TOTAL***	***94,191***	***94,172***	***94,172***

SUMMARY OF APPROPRIATIONS BY PROGRAM
(thousands of dollars)

Year Ending June 30, 2003						Year Ending June 30, 2005	
Orig. & (S)Supplemental	Reapp. & (R)Recpts.	Transfers & (E)Emergencies	Total Available	Expended		2004 Adjusted Approp.	Requested	Recommended
					DIRECT STATE SERVICES - GENERAL FUND			
					Economic Planning and Development			
953	17	-225	745	743	Administration and Support Services	950	950	950
					Economic Assistance and Security			
20,874	5,729	-150	26,453	24,692	State Disability Insurance Plan	21,291	21,291	21,291
3,906	852	150	4,908	4,776	Private Disability Insurance Plan	4,114	4,114	4,114
11,759	5,449	---	17,208	17,086	Workers' Compensation	12,014	12,014	12,014
1,639	1,047	---	2,686	1,939	Special Compensation	1,670	1,670	1,670
38,178	*13,077*	---	*51,255*	*48,493*	*Subtotal*	*39,089*	*39,089*	*39,089*
					Manpower and Employment Services			
2,599	---	---	2,599	2,599	Vocational Rehabilitation Services	2,367	2,367	2,367
8,903	7,541	-5,518	10,926	10,472	Employment Services	9,042	9,042	9,042
92	---	5,410	5,502	3,006	Employment and Training Services	92	92	92
5,862	5,910	526	12,298	12,066	Workplace Standards	5,317	5,087	5,087
3,116	---	63	3,179	3,170	Public Sector Labor Relations	3,139	3,068	3,068
522	---	40	562	562	Private Sector Labor Relations	476	476	476
21,094	*13,451*	*521*	*35,066*	*31,875*	*Subtotal*	*20,433*	*20,132*	*20,132*
60,225	***26,545***	***296***	***87,066***	***81,111***	***Subtotal Direct State Services - General Fund***	***60,472***	***60,171***	***60,171***
60,225	***26,545***	***296***	***87,066***	***81,111***	***TOTAL DIRECT STATE SERVICES***	***60,472***	***60,171***	***60,171***
					GRANTS-IN-AID - GENERAL FUND			
					Manpower and Employment Services			
27,279	---	650	27,929	27,881	Vocational Rehabilitation Services	27,279	27,561	27,561
4,000	---	---	4,000	4,000	Employment Services	4,000	4,000	4,000
1,500	---	25	1,525	1,525	Employment and Training Services	---	---	---
32,779	---	*675*	*33,454*	*33,406*	*Subtotal*	*31,279*	*31,561*	*31,561*
32,779	---	***675***	***33,454***	***33,406***	***Subtotal Grants-In-Aid - General Fund***	***31,279***	***31,561***	***31,561***
					GRANTS-IN-AID - CASINO REVENUE FUND			
					Manpower and Employment Services			
2,440	---	---	2,440	2,440	Vocational Rehabilitation Services	2,440	2,440	2,440
2,440	---	---	***2,440***	***2,440***	***Subtotal Grants-In-Aid - Casino Revenue Fund***	***2,440***	***2,440***	***2,440***
35,219	---	***675***	***35,894***	***35,846***	***TOTAL GRANTS-IN-AID***	***33,719***	***34,001***	***34,001***
95,444	***26,545***	***971***	***122,960***	***116,957***	***TOTAL APPROPRIATION***	***94,191***	***94,172***	***94,172***

50. ECONOMIC PLANNING, DEVELOPMENT AND SECURITY
51. ECONOMIC PLANNING AND DEVELOPMENT

OBJECTIVES

1. To compile, analyze and disseminate labor market and economic data for distribution, to facilitate decision-making in the private and public sectors and to provide statistical services to aid departmental managers in planning, operating and evaluating programs under their jurisdiction.
2. To provide centralized support services for the Department.
3. To develop policy, evaluate performance and implement and coordinate programs of the Department.

PROGRAM CLASSIFICATIONS

18. **Planning and Analysis.** Charged with coordinating departmental planning, evaluating programs, assisting in the formulation of policy and compiling, analyzing and disseminating operational, labor market and demographic data.
99. **Administration and Support Services.** The Office of the Commissioner provides upper level management, strategic planning, and formulates the policies and priorities of the Department.

The Office of Internal Audit is charged with the responsibilities of safeguarding assets, preventing and/or detecting fraud and abuse and assuring that the Department is conforming to established laws, rules, regulations and procedures.

The Division of Administrative Services provides the departmental programs with the following services: personnel; affirmative action and equal employment opportunity; training; program analysis and development; and central support, such as word processing, printing, supplies and mail distribution, equipment and building management.

The Division of Accounting provides for all accounting, budgeting and purchasing functions for the Department, including evaluation of operating programs from a financial management viewpoint.

EVALUATION DATA

	Actual FY 2002	Actual FY 2003	Revised FY 2004	Budget Estimate FY 2005
PERSONNEL DATA				
Affirmative Action Data				
Male Minority	311	330	345	355
Male Minority %	8.9	9.7	9.7	10.4
Female Minority	1,017	1,080	1,035	1,136
Female Minority %	29.1	31.7	29.0	30.7
Total Minority	1,328	1,410	1,380	1,491
Total Minority %	38.0	41.4	38.7	41.1
Position Data				
Filled Positions by Funding Source				
State Supported	41	36	39	40
Federal	448	399	424	424
Total Positions	489	435	463	464
Filled Positions by Program Class				
Management and Administrative Services	489	435	463	464
Total Positions	489	435	463	464

Notes:

Actual payroll counts are reported for fiscal years 2002 and 2003 as of December and revised fiscal year 2004 as of September. The Budget Estimate for fiscal year 2005 reflects the number of positions funded.

APPROPRIATIONS DATA
(thousands of dollars)

Year Ending June 30, 2003								Year Ending June 30, 2005	
Orig. & (S)Supplemental	Reapp. & (R)Recpts.	Transfers & (E)Emergencies	Total Available	Expended		Prog. Class.	2004 Adjusted Approp.	Requested	Recommended
					DIRECT STATE SERVICES				
					Distribution by Fund and Program				
953	17	-225	745	743	Administration and Support Services	99	950	950	950
953	*17*	*-225*	*745*	*743*	*Total Direct State Services*		*950*	*950*	*950*

LABOR AND WORKFORCE DEVELOPMENT

Year Ending June 30, 2003						Prog. Class.	2004 Adjusted Approp.	Year Ending June 30, 2005	
Orig. & [S]Supplemental	Reapp. & [R]Recpts.	Transfers & [E]Emergencies	Total Available	Expended				Requested	Recommended
					DIRECT STATE SERVICES				
					Distribution by Fund and Object				
					Personal Services:				
580	---	-225	355	355	Salaries and Wages		580	580	580
580	---	*-225*	*355*	*355*	*Total Personal Services*		*580*	*580*	*580*
12	---	---	12	12	Materials and Supplies		12	12	12
268	---	---	268	267	Services Other Than Personal		265	265	265
28	---	---	28	27	Maintenance and Fixed Charges		28	28	28
					Special Purpose:				
---	17 [R]	---	17	17	Urban Enterprise Zone - Administrative Costs	99	---	---	---
62	---	---	62	62	Affirmative Action and Equal Employment Opportunity	99	62	62	62
3	---	---	3	3	Additions, Improvements and Equipment		3	3	3
953	*17*	*-225*	*745*	*743*	*Grand Total State Appropriation*		*950*	*950*	*950*
					OTHER RELATED APPROPRIATIONS				
					Federal Funds				
9,199 1 [S]	2,205	---	11,405	7,167	Planning and Analysis	18	9,352	9,307	9,307
20,000 [S]	5,628	---	25,628	21,899	Administration and Support Services	99	---	---	---
29,200	*7,833*	*---*	*37,033*	*29,066*	*Total Federal Funds*		*9,352*	*9,307*	*9,307*
					All Other Funds				
---	1,523 4,970 [R]	---	6,493	4,970	Administration and Support Services	99	5,600	5,700	5,700
---	*6,493*	---	*6,493*	*4,970*	*Total All Other Funds*		*5,600*	*5,700*	*5,700*
30,153	*14,343*	*-225*	*44,271*	*34,779*	*GRAND TOTAL ALL FUNDS*		*15,902*	*15,957*	*15,957*

Language Recommendations -- Direct State Services - General Fund

Of the amount hereinabove for the Administration and Support Services program classification, $265,000 is appropriated from the Unemployment Compensation Auxiliary Fund.

In addition to the amount hereinabove for Administration and Support Services, an amount not to exceed $550,000 is appropriated from the Unemployment Compensation Auxiliary Fund, subject to the approval of the Director of the Division of Budget and Accounting.

In addition to the amounts appropriated hereinabove for Administration and Support Services, there are appropriated from the New Jersey Redevelopment Investment Fund and the Economic Development Fund an amount of $142,000 to provide for administrative costs incurred by the Department of Labor for activities related to the New Jersey Redevelopment Authority and the New Jersey Economic Development Authority programs, as determined by the Director of the Division of Budget and Accounting.

Of the amounts hereinabove for Administration and Support Services, $31,000 are payable out of the State Disability Benefits Fund, and in addition to the amounts hereinabove there are appropriated out of the State Disability Benefits Fund such additional sums as may be required to administer Administration and Support Services, subject to the approval of the Director of the Division of Budget and Accounting.

The amount necessary to provide administrative costs incurred by the Department of Labor to meet the statutory requirements of the "New Jersey Urban Enterprise Zones Act," P.L.1983, c.303 (C.52:27H-60 et seq.) is appropriated from the Enterprise Zone Assistance Fund, subject to the approval of the Director of the Division of Budget and Accounting.

The amount necessary to provide employer rebate awards as a result of the "New Jersey Urban Enterprise Zones Act," P.L.1983,c.303 (C.52:27H - 60 et seq.), are appropriated from the Enterprise Zone Assistance Fund, subject to the approval of the Director of the Division of Budget and Accounting.

Notwithstanding the provisions of the "New Jersey Urban Enterprise Zones Act," P.L.1983, c.303 (C.52:27H - 60 et seq.), the Department of Labor, based upon the authorization of the Chief Executive Officer and Secretary of the New Jersey Commerce and Economic Growth Commission, shall make employer rebate awards.

Such sums as may be necessary to collect the contributions to the Health Care Subsidy Fund, pursuant to section 29 of the "Health Care Reform Act of 1992," P.L.1992, c.160(C.43:21-7b), are appropriated from the Health Care Subsidy Fund, subject to the approval of the Director of the Division of Budget and Accounting.

50. ECONOMIC PLANNING, DEVELOPMENT AND SECURITY

53. ECONOMIC ASSISTANCE AND SECURITY

OBJECTIVES

1. To accumulate adequate reserves for the payment of benefits to temporarily and involuntarily unemployed and disabled individuals.
2. To provide prompt, efficient payment of benefits to eligible individuals.
3. To insure the integrity of Trust Funds by utilizing modern fraud control techniques in cooperation with other state and federal agencies.
4. To act as agent for the federal government in payment of unemployment insurance to federal employees and recently discharged veterans.
5. To provide prompt and efficient economic assistance to workers disabled by non-occupational sickness or accident.
6. To assure prompt, equitable adjudication of claims by employees for job-related illnesses and injuries and to expedite the return of employees to useful employment.
7. To make prompt and efficient determinations of disability claims under Title II and Title XVI of the Social Security Act.

PROGRAM CLASSIFICATIONS

01. **Unemployment Insurance.** C43:21 et seq. establishes the State-administered, federally-funded programs of unemployment insurance covering virtually all non-agricultural units employing one or more persons. Claims are filed, monetary and eligibility determinations made and benefits paid through communication terminals in 35 offices located in population centers throughout the State.

    All unemployment benefit claims are based upon wage information collected by the Department of Labor. In addition, automated cross matches are performed to identify fraudulent collection of unemployment and public assistance benefits.

02. **Disability Determination.** The federal government fully funds the Division of Disability Determinations from the Social Security Act for the purpose of adjudicating long term disability claims. Activities include medical, legal and qualitative review of claims.

03. **State Disability Insurance Plan.** The State's Temporary Disability program was established in 1948, at a time when private insurance of this type was not widely available. It provides direct, temporary cash benefits to nearly all workers covered under the Unemployment Compensation Law to insure against loss of earnings due to non-occupational sickness or accident.

04. **Private Disability Insurance Plan.** Employers may, with the approval of the Director of Temporary Disability Insurance, select coverage under a Private Plan; otherwise coverage must be under the State Plan. Activities are comparable to those under the State Plan program, including oversight of the initiation and modification of plans. Benefit costs of this activity are charged to the State Disability Benefits Fund. Administrative costs are charged partly to the State Plan administrative fund and assessed proportionately against the private plans.

05. **Workers' Compensation.** Workers' Compensation benefits are provided through three procedures: voluntary direct settlements, informal hearings and formal hearings. Voluntary payments made by insurance carriers and self-insurers are reviewed as to adequacy of payments. If potentially inadequate, an informal hearing is scheduled. If an equitable settlement cannot be made at the informal hearing, a formal claim may be filed. Judges sitting in 17 different locations statewide hear formal claims. As the result of legislation enacted during 1990, funding for the Workers' Compensation program is derived from the Second Injury Fund created by the Workers' Compensation Law (C34:15-1 et seq.) through an assessment against carriers of workers' compensation insurance and self-insurers.

06. **Special Compensation.** This fund, paid for entirely by self-insurers and insurance companies, provides benefits to totally and permanently disabled workers with prior disabilities to encourage employment of individuals with disabilities. Special Compensation also determines special adjustment benefits payable to qualified persons under C34:15-95.4. The purpose of this legislation is to increase benefits to pre-1980 victims of occupational injuries.

EVALUATION DATA

	Actual FY 2002	Actual FY 2003	Revised FY 2004	Budget Estimate FY 2005
PROGRAM DATA				
Unemployment Insurance				
Covered workers	3,801,600	3,787,835	3,817,500	3,871,400
Net benefits paid (millions)	$1,997	$2,155	$2,223	$2,067
Average insured unemployed rate	3.40%	3.50%	3.30%	2.90%
Initial claims	608,002	586,621	563,100	501,200
Average weekly benefit payment	$316	$325	$334	$346
Disability Determination				
Total claims adjudicated	85,374	72,646	80,000	84,000
Social Security Disability payments (millions)	$2,113	$2,219	$2,330	$2,447
Average cost per case	$518	$522	$525	$529

	Actual FY 2002	Actual FY 2003	Revised FY 2004	Budget Estimate FY 2005
State Disability Insurance Plan				
Covered workers	2,781,200	2,771,200	2,792,800	2,832,200
Claims filed	164,627	170,958	168,000	168,000
Benefits paid (millions)	$392	$409	$423	$443
Cost per claim processed	$102	$98	$100	$100
Average weekly benefit payment	$324	$338	$342	$344
Private Disability Insurance Plan				
Covered workers	723,100	720,500	726,100	736,400
Plans in force	4,828	5,039	5,100	5,200
Claims received	12,845	13,586	13,500	13,500
Benefits paid (millions)	$22	$24	$24	$24
Cost per claim processed	$169	$170	$170	$170
Workers' Compensation				
First reports of accident received	130,000	130,000	185,000	250,000
Cases pending July 1	101,710	100,462	100,262	99,762
Cases filed, reopened, reassigned	46,698	46,500	47,500	48,000
Cases closed	47,946	46,700	48,000	48,500
Cases pending June 30	100,462	100,262	99,762	99,262
Special Compensation				
Balance July 1	1,644	1,899	1,811	1,950
Verified petitions assigned	1,374	1,422	1,812	1,993
Advisory reports recovered	1,119	1,510	1,673	1,929
Balance June 30	1,899	1,811	1,950	2,014
Beneficiaries	5,817	5,984	6,307	6,422
PERSONNEL DATA				
Position Data				
Filled Positions by Funding Source				
State Supported	397	367	392	383
Federal	1,388	1,549	1,549	1,636
All Other	7	7	8	10
Total Positions	1,792	1,923	1,949	2029
Filled Positions by Program Class				
Unemployment Insurance	1,061	1,205	1,241	1,321
Disability Determinations	327	344	308	315
State Disability Insurance Plan	166	152	167	160
Private Disability Insurance Plan	72	66	70	67
Workers' Compensation	147	138	144	144
Special Compensation Fund	19	18	19	22
Total Positions	1,792	1,923	1,949	2,029

Notes:

Actual payroll counts are reported for fiscal years 2002 and 2003 as of December and revised fiscal year 2004 as of September. The Budget Estimate for fiscal year 2005 reflects the number of positions funded.

APPROPRIATIONS DATA
(thousands of dollars)

Year Ending June 30, 2003								Year Ending June 30, 2005	
Orig. & (S)Supplemental	Reapp. & (R)Recpts.	Transfers & (E)Emergencies	Total Available	Expended		Prog. Class.	2004 Adjusted Approp.	Requested	Recommended
					DIRECT STATE SERVICES				
					Distribution by Fund and Program				
20,874	5,729	-150	26,453	24,692	State Disability Insurance Plan	03	21,291	21,291	21,291
3,906	852	150	4,908	4,776	Private Disability Insurance Plan	04	4,114	4,114	4,114
11,759	5,449	---	17,208	17,086	Workers' Compensation	05	12,014	12,014	12,014
1,639	1,047	---	2,686	1,939	Special Compensation	06	1,670	1,670	1,670
38,178	***13,077***	---	***51,255***	***48,493***	***Total Direct State Services***		***39,089*** [a]	***39,089***	***39,089***

Year Ending June 30, 2003						Prog. Class.	2004 Adjusted Approp.	Year Ending June 30, 2005	
Orig. & (S)Supplemental	Reapp. & (R)Recpts.	Transfers & (E)Emergencies	Total Available	Expended				Requested	Recommended
					DIRECT STATE SERVICES				
					Distribution by Fund and Object				
					Personal Services:				
24,788	11,408 R	-7,982	28,214	24,929	Salaries and Wages		24,232	24,232	24,232
---	---	---	---	3,285	Employee Benefits		---	---	---
24,788	*11,408*	*-7,982*	*28,214*	*28,214*	*Total Personal Services*		*24,232*	*24,232*	*24,232*
287	---	20	307	248	Materials and Supplies		257	257	257
4,910	---	2,410	7,320	6,441	Services Other Than Personal		5,290	5,290	5,290
1,995	---	1,625	3,620	3,573	Maintenance and Fixed Charges		3,007	3,007	3,007
					Special Purpose:				
---	---	593	593	510	State Disability Insurance Plan	03	---	---	---
5,500	---	2,720	8,220	8,036	Reimbursement to Unemployment Insurance for Joint Tax Functions	03	5,500	5,500	5,500
---	---	224	224	131	Private Disability Insurance Plan	04	---	---	---
---	---	340	340	340	Workers' Compensation	05	---	---	---
40	---	20	60	60	Special Compensation	06	40	40	40
658	1,669	30	2,357	940	Additions, Improvements and Equipment		763	763	763
38,178	*13,077*	*---*	*51,255*	*48,493*	*Grand Total State Appropriation*		*39,089*	*39,089*	*39,089*
					OTHER RELATED APPROPRIATIONS				
					Federal Funds				
98,275	19,913	---	118,188	92,322	Unemployment Insurance	01	133,200	138,500	138,500
46,623	11,397	---	58,020	43,594	Disability Determination	02	48,000	47,020	47,020
144,898	*31,310*	*---*	*176,208*	*135,916*	*Total Federal Funds*		*181,200*	*185,520*	*185,520*
					All Other Funds				
---	---	---	---	---	State Disability Insurance Plan	03	6,350	6,350	6,350
---	---	---	---	---	Private Disability Insurance Plan	04	1,000	1,000	1,000
---	---	---	---	---	Workers' Compensation	05	6,100	6,300	6,300
---	135,959 550 R	736	137,245	135,371	Special Compensation	06	125,345	126,400	126,400
---	*136,509*	*736*	*137,245*	*135,371*	*Total All Other Funds*		*138,795*	*140,050*	*140,050*
183,076	*180,896*	*736*	*364,708*	*319,780*	*GRAND TOTAL ALL FUNDS*		*359,084*	*364,659*	*364,659*

Notes -- Direct State Services - General Fund

(a) The fiscal year 2004 appropriation has been adjusted for the allocation of salary program in accordance with the provisions of P.L. 2003, c.122 (Fiscal Year 2004 Appropriations Act), which includes $316,000 in appropriated receipts.

Language Recommendations -- Direct State Services - General Fund

The amounts hereinabove for the State Disability Insurance Plan and Private Disability Insurance Plan are payable out of the State Disability Benefits Fund and, in addition to the amounts hereinabove, there are appropriated out of the State Disability Benefits Fund such additional sums as may be required to pay disability benefits, subject to the approval of the Director of the Division of Budget and Accounting.

In addition to the amount hereinabove appropriated for administrative costs associated with the State Disability Insurance Plan there is appropriated from the State Disability Benefits Fund an amount not to exceed $6,350,000, subject to the approval of the Director of the Division of Budget and Accounting.

Receipts in excess of the amount anticipated for the Workers' Compensation program are appropriated, subject to the approval of the Director of the Division of Budget and Accounting.

Receipts in excess of the amount anticipated for the Special Compensation Fund are appropriated, subject to the approval of the Director of the Division of Budget and Accounting.

The amount hereinabove for the Special Compensation Fund shall be payable out of the Special Compensation Fund and, notwithstanding the $12,500 limitation set forth in R.S.34:15-95, in addition to the amounts hereinabove, there are appropriated out of the Special Compensation Fund such additional sums as may be required for costs of administration and beneficiary payments.

There is appropriated out of the balance in the Second Injury Fund an amount not to exceed $1,000,000 to be deposited to the credit of the "Uninsured Employers Fund" for the payment of benefits as determined in accordance with section 11 of P.L.1966, c.126 (C.34:15-120.2). Any amount so transferred shall be included in the next "Uninsured Employers Fund" surcharge imposed in accordance with section 10 of P.L. 1966 c.126 (C.34:15-120.1) and any amount so transferred shall be returned to the Second Injury Fund without interest and shall be included in "net assets" of the Second Injury Fund pursuant to paragraph (4) of subsection c. of R.S.34:15-94.

The funds appropriated for Second Injury Fund benefits are available for the payment of obligations applicable to prior fiscal years.

Amounts to administer the "Uninsured Employers Fund" are appropriated from the "Uninsured Employers Fund," subject to the approval of the Director of the Division of Budget and Accounting.

In addition to the amounts appropriated hereinabove, there are appropriated out of the State Disability Benefits Fund such additional sums as may be required to administer the Private Disability Insurance Plan.

From the funds made available to the State under section 903(d)(4) of the Social Security Act (42 U.S.C. s.1103 et seq.), as amended, the sum of $32,500,000, or so much thereof as may be necessary, is to be used for the improvement of services to unemployment insurance claimants through the improvement and modernization of the benefit payment system and other technology improvements and to employment service clients through the continued development of one-stop offices throughout the State and other investments in technology and processes that will enhance job opportunities for clients.

50. ECONOMIC PLANNING, DEVELOPMENT AND SECURITY
54. MANPOWER AND EMPLOYMENT SERVICES

OBJECTIVES

1. To develop and maintain employment opportunities.
2. To develop and revitalize manpower for employment opportunities.
3. To minimize public employer-employee disputes, to resolve such disputes when they arise and to enforce statutory rights of public employees.
4. To promote permanent harmony and stability in labor relations.
5. To prevent employment practices which are injurious to workers or which abrogate workers' rights and to assure equitable wages and working hours.
6. To prevent injuries to persons and damage to property from explosives, hazardous materials and mining operations; and to prevent injuries and fatalities to the public from high voltage lines.
7. To prevent injuries and illnesses to public employees.
8. To provide on-site consultation service to employers on matters of safety and health of employees.

PROGRAM CLASSIFICATIONS

07. **Vocational Rehabilitation Services.** The Vocational Rehabilitation Program (P.L. 93-112 as amended; P.L. 97-35) provides services to individuals with disabilities who are unable to work. A broad range of medical and training services are provided to assist in preparing for and acquiring employment. Funding is provided primarily on an approximate 77%/23%, federal/State matching basis. The Sheltered Workshop Support program (Chapter 272, P.L. 1971), through 100% State funds, is designed to provide long-term employment and rehabilitation services to severely disabled individuals who cannot be placed in open competitive employment.

09. **Employment Services.** Under the New Jersey Workforce Development Partnership Act, job training services are provided through training grants for displaced and disadvantaged individuals. In addition, customized training grants are awarded to employers to sustain employment in the State and to make the workforce more competitive.

    Labor exchange services are provided that match unemployed workers with job openings. Placement is facilitated through interviewing, classification, and counseling.

    Other federally funded programs include Alien Labor Certification, Disabled Veterans Outreach Program and the Trade Act Program. These programs are authorized by Wagner-Peyser as amended by the Jobs Training Partnership Act (P.L.97-300).

10. **Employment and Training Services.** Under the auspices of the federal Workforce Investment Act (WIA), and related federal and state legislation, contracts with federal, state and local governments and other institutions to provide services to train the workforce which include: Counseling, Recruitment for Job Corps, Intake and Certification for WIA, Job Search Assistance, Referral and Placement for General Assistance Recipients, and Job Search to enhance Economic Development activities.

    The State Employment and Training Commission is an administrative body created by P.L. 1989,c.293, to design and assist in the implementation of a State-based, locally-delivered employment, training, and education system. The Commission is responsible for the implementation and evaluation of an employment and training policy for the State.

12. **Workplace Standards.** Enforces statutes and rules by inspecting work premises and conditions. Covered are places of public employment (C39: 6A-25 et seq.); certain provisions of the Worker and Community Right to Know Act (C39: 5A-18 et seq.); boilers (including nuclear components), pressure vessels and refrigeration plants (C34:7-14 et seq.); mines, pits and quarries (C34: 6-98.1 et seq.); explosives (C21: 1A-128 et seq.); proximity to high voltage lines (C34: 6-47.1 et seq.); fireworks (C21: 2-1 et seq. and C21: 3-1 et seq.); and service stations (C34A-1 et seq.).

    Develops and interprets rules, issues formal variances and hears appeals. Issues licenses to long boom crane operators, power plant engineers and boiler operators and issues

approvals for operation of boilers, pressure vessels and nuclear components.

Also covered are minimum wage and overtime (C34: 11-56A et seq.); wage payment (C34: 11-4.1 et seq.); child labor (C34: 2-21.1 et seq.); industrial homework (C34: 6-120 et seq.); lie detectors (C2A: 170.90.1); wage collection (C34: 11-57 et seq.); prevailing wage (C34: 11-56.25 et seq.); crew leaders (C34: 8A-7 et seq.); drinking water and toilet facilities (C34: 9A-37 et seq.); and contract labor camps subject to the Wagner-Peyser Act.

Provides on-site occupational health and safety consultation services to employers by agreement with the federal Occupational Safety and Health Administration.

16. **Public Sector Labor Relations.** Provides services through the Public Employment Relations Commission (C34:13A-1 et seq.), which establishes policy, rules and regulations concerning employer-employee relations in the public sector, and resolves disputes involving unit determinations, representation, unfair practices and scope of negotiations, and upon request, provides mediators and fact-finders to assist in the resolution of collective negotiation disputes and designates arbitrators to resolve disputes over rights, pursuant to collective bargaining agreements.

The Public Employment Relations Commission Appeal Board is an administrative body created by P.L. 1979,c.477, and is authorized to review and decide appeals filed by non-member employees as to the appropriateness of representation fees set by their majority representatives.

17. **Private Sector Labor Relations.** Provides services through the State Board of Mediation (C34:13A-4 and C34:1A-23) which monitors labor negotiations throughout the State and conducts separate and joint conferences with labor and management during negotiations of labor contracts; resolves disputes by providing arbitrators at the request of the parties; and conducts consent elections to determine matters of union representation.

EVALUATION DATA

	Actual FY 2002	Actual FY 2003	Revised FY 2004	Budget Estimate FY 2005
PROGRAM DATA				
Vocational Rehabilitation Services				
Total persons served	23,500	24,911	25,500	26,000
Total persons rehabilitated	4,150	3,689	4,250	4,300
Total continuing to be served	15,500	15,503	16,000	16,500
Average cost per rehabilitation	$11,760	$12,530	$13,000	$13,500
Earnings (Weekly)				
Before rehabilitation	$58	$66	$74	$78
After rehabilitation	$320	$345	$364	$375
Sheltered Workshops				
Persons served	2,721	2,721	2,721	2,721
Appropriation per client	$6,588	$6,588	$6,589	$6,723
Independent Living Rehabilitation				
Persons served	7,300	7,300	7,300	7,300
Cost per person	$107	$110	$110	$110
Employment Services				
Job openings received	175,534	137,000	135,000	145,000
Individuals placed	9,601	10,000	10,250	10,450
Individuals counseled	21,500	23,650	25,800	27,500
Disabled Veterans Outreach Program				
Veterans placed	2,318	2,420	2,500	2,600
Veterans counseled	2,751	3,000	3,350	3,450
Employment and Training Services				
Workforce Development Partnership Project				
Customized training grants	$24,000,000	$25,000,000	$28,300,000	$30,000,000
Individuals trained	32,000	40,916	36,851	51,591
Cost per individual	$750	$611	$768	$581
Companies served	635	157	220	308
Individual training grants-displaced workers	$11,400,000	$12,000,000	$12,500,000	$13,750,000
Individuals trained	3,274	3,428	3,500	3,929
Cost per individual	$3,480	$3,500	$3,570	$3,500
Workforce Investment Act				
Total enrollments	24,300	22,500	21,000	23,700
Total job placements	4,200	4,500	4,500	5,100
Workplace Standards				
Mine, pit and quarry inspections	2,000	2,000	2,000	2,000
High voltage inspections	600	700	725	950

	Actual FY 2002	Actual FY 2003	Revised FY 2004	Budget Estimate FY 2005
Mechanical Inspection				
Boilers inspected by State	6,161	6,175	6,175	7,600
Boilers inspected by insurance inspectors	37,851	38,000	38,000	37,400
Asbestos Control and Licensing				
Employer licenses issued	144	150	150	170
Employee permits issued	2,897	3,000	3,000	3,800
OSHA On-site Consultant Services				
Consultations	432	400	518	523
Hazards identified	2,800	2,750	1,952	2,250
Mine Safety Training				
Persons trained	350	375	350	350
Wage and Hour, Child Labor and Public Contracts				
Complaints received	12,414	12,035	12,512	13,012
Formal complaints filed	2,584	2,424	2,755	2,832
Employees receiving back wages	17,220	10,000	10,500	11,000
Net back wages paid to employees	$6,464,648	$5,461,767	$5,625,620	$5,800,000
Public Employees Safety				
Inspections	650	700	960	1,250
Hazards identified	4,500	4,500	5,500	6,500
Apparel Registration				
Registrations issued	930	759	750	690
Firms with violations	175	130	125	105
Public Works Contractor Registration Act				
Registrations issued	5,100	5,100	5,200	5,800
Investigations resulting in orders to register	404	404	400	390
Public Sector Labor Relations				
Dispute Disposition				
Balance July 1	1,829	1,880	1,835	1,875
Filed	1,990	1,996	2,265	2,370
Disposed	1,939	2,041	2,225	2,305
Unfair practices and representation	529	620	695	745
Mediation, fact-finding and arbitration	1,195	1,190	1,275	1,300
Scope of negotiation and issue definition	78	87	90	90
Other formal decisions	137	144	165	170
Balance June 30	1,880	1,835	1,875	1,940
Appeal Board				
Balance July 1	7	5	74	104
Petitions filed	---	70	50	40
Petitions disposed	2	1	20	60
Balance June 30	5	74	104	84
PERSONNEL DATA				
Position Data				
Filled Positions by Funding Source				
State Supported	291	230	271	279
Federal	994	904	974	977
Total Positions	1,285	1,134	1,245	1,256
Filled Positions by Program Class				
Vocational Rehabilitation Services	322	282	326	332
Workplace Standards	213	198	211	213
Employment Services	702	639	664	666
Public Sector Labor Relations	40	37	38	39
Private Sector Labor Relations	8	8	6	6
Total Positions	1,285	1,164	1,245	1,256

Notes:

Actual payroll counts are reported for fiscal years 2002 and 2003 as of December and revised fiscal year 2004 as of September. The Budget Estimate for fiscal year 2005 reflects the number of positions funded.

APPROPRIATIONS DATA
(thousands of dollars)

Year Ending June 30, 2003								Year Ending June 30, 2005	
Orig. & (S)Supplemental	Reapp. & (R)Recpts.	Transfers & (E)Emergencies	Total Available	Expended		Prog. Class.	2004 Adjusted Approp.	Requested	Recommended
					DIRECT STATE SERVICES				
					Distribution by Fund and Program				
2,599	---	---	2,599	2,599	Vocational Rehabilitation Services	07	2,367	2,367	2,367
8,903	7,541	-5,518	10,926	10,472	Employment Services	09	9,042	9,042	9,042
92	---	5,410	5,502	3,006	Employment and Training Services	10	92	92	92
5,862	5,910	526	12,298	12,066	Workplace Standards	12	5,317	5,087	5,087
3,116	---	63	3,179	3,170	Public Sector Labor Relations	16	3,139	3,068	3,068
522	---	40	562	562	Private Sector Labor Relations	17	476	476	476
21,094	*13,451*	*521*	*35,066*	*31,875*	*Total Direct State Services*		*20,433* [a]	*20,132*	*20,132*
					Distribution by Fund and Object				
					Personal Services:				
16,176	11,935 R	-10,448	17,663	16,174	Salaries and Wages		14,651	14,421	14,421
---	---	---	---	1,066	Employee Benefits		---	---	---
16,176	*11,935*	*-10,448*	*17,663*	*17,240*	*Total Personal Services*		*14,651*	*14,421*	*14,421*
53	---	69	122	119	Materials and Supplies		64	64	64
240	---	2,260	2,500	2,494	Services Other Than Personal		317	317	317
91	---	77	168	168	Maintenance and Fixed Charges		88	88	88
					Special Purpose:				
1,124	---	892	2,016	1,984	Workforce Development Partnership Program	09	1,909	1,909	1,909
81	---	865	946	946	Workforce Development Partnership - Counselors	09	81	81	81
2,000	---	---	2,000	1,999	Workforce Literacy and Basic Skills Program	09	2,000	2,000	2,000
92	---	---	92	92	Council on Gender Parity	10	92	92	92
---	---	5,410	5,410	2,914	Work First New Jersey	10	---	---	---
42	---	---	42	22	Worker and Community Right to Know Act	12	42	42	42
420	---	---	420	420	Public Employees Occupational Safety	12	420	420	420
500	1,515 R	---	2,015	2,015	Public Works Contractor Registration	12	500	500	500
160	---	---	160	160	Mine Safety Program Expansion	12	160	160	160
---	---	3	3	3	Safety Commission	12	3	3	3
115	1	1,393	1,509	1,299	Additions, Improvements and Equipment		106	35	35
					GRANTS-IN-AID				
					Distribution by Fund and Program				
29,719	---	650	30,369	30,321	Vocational Rehabilitation Services	07	29,719	30,001	30,001
27,279	---	*650*	*27,929*	*27,881*	*(From General Fund)*		*27,279*	*27,561*	*27,561*
2,440	---	---	*2,440*	*2,440*	*(From Casino Revenue Fund)*		*2,440*	*2,440*	*2,440*
4,000	---	---	4,000	4,000	Employment Services	09	4,000	4,000	4,000
1,500	---	25	1,525	1,525	Employment and Training Services	10	---	---	---
35,219	---	*675*	*35,894*	*35,846*	*Total Grants-in-Aid*		*33,719*	*34,001*	*34,001*
32,779	---	*675*	*33,454*	*33,406*	*(From General Fund)*		*31,279*	*31,561*	*31,561*
2,440	---	---	*2,440*	*2,440*	*(From Casino Revenue Fund)*		*2,440*	*2,440*	*2,440*

LABOR AND WORKFORCE DEVELOPMENT

Year Ending June 30, 2003								Year Ending June 30, 2005	
Orig. & (S)Supplemental	Reapp. & (R)Recpts.	Transfers & (E)Emergencies	Total Available	Expended		Prog. Class.	2004 Adjusted Approp.	Requested	Recommended
					GRANTS-IN-AID				
					Distribution by Fund and Object				
					Grants:				
4,286	---	650	4,936	4,936	Services to Clients (State Share)	07	4,286	4,286	4,286
1,060	---	---	1,060	1,012	Sheltered Workshop Transportation	07	1,060	1,060	1,060
2,440	---	---	2,440	2,440	Sheltered Workshop Transportation (CRF)	07	2,440	2,440	2,440
2,550	---	---	2,550	2,550	Supported Employment Services	07	2,550	2,550	2,550
17,974	---	---	17,974	17,974	Sheltered Workshop Support	07	18,234	18,234	18,234
450	---	---	450	450	Sheltered Workshop Employment Placement Incentive Program	07	450	450	450
122	---	---	122	122	Salary Supplement for Direct Service Workers	07	---	---	---
138	---	---	138	138	Cost of Living Adjustment-Sheltered Workshops	07	---	182	182
170	---	---	170	170	Services for Deaf Individuals	07	170	170	170
525	---	---	525	525	Independent Living Centers	07	525	625	625
4	---	---	4	4	Training (State Share)	07	4	4	4
4,000	---	---	4,000	4,000	John J. Heldrich Center for Workforce Development	09	4,000	4,000	4,000
1,500 S	---	---	1,500	1,500	Qualified Municipality Economic Opportunity Fund	10	---	---	---
---	---	25	25	25	Welfare to Work State Match	10	---	---	---
56,313	*13,451*	*1,196*	*70,960*	*67,721*	*Grand Total State Appropriation*		*54,152*	*54,133*	*54,133*
					OTHER RELATED APPROPRIATIONS				
					Federal Funds				
48,680	19,838	-1,081	67,437	33,811	Vocational Rehabilitation Services	07	49,030	51,330	51,330
38,185	5,160	---	43,345	26,127	Employment Services	09	38,110	38,614	38,614
86,560	12,491	3,548	102,599	88,930	Employment and Training Services	10	86,345	84,778	84,778
3,965	831	-819	3,977	2,904	Workplace Standards	12	4,065	3,977	3,977
177,390	*38,320*	*1,648*	*217,358*	*151,772*	*Total Federal Funds*		*177,550*	*178,699*	*178,699*
					All Other Funds				
---	72 1,564 R	---	1,636	1,562	Employment Services	09	1,930	2,335	2,335
---	57	---	57	---	Employment and Training Services	10	---	---	---
---	---	---	---	---	Workplace Standards	12	4,199	4,199	4,199
---	26 32 R	-5	53	---	Public Sector Labor Relations	16	30	30	30
---	*1,751*	*-5*	*1,746*	*1,562*	*Total All Other Funds*		*6,159*	*6,564*	*6,564*
233,703	*53,522*	*2,839*	*290,064*	*221,055*	*GRAND TOTAL ALL FUNDS*		*237,861*	*239,396*	*239,396*

Notes -- Direct State Services - General Fund

(a) The fiscal year 2004 appropriation has been adjusted for the allocation of salary program in accordance with the provisions of P.L. 2003, c.122 (Fiscal Year 2004 Appropriations Act), which includes $138,000 in appropriated receipts.

Language Recommendations -- Direct State Services - General Fund

Notwithstanding the provisions of the "New Jersey Employer--Employee Relations Act," P.L.1941, c.100 (C.34:13A-1 et seq.), the cost of fact-finding shall be borne equally by the public employer and the exclusive employee representative.

The amount hereinabove for the Vocational Rehabilitation Services program classification is available for the payment of obligations applicable to prior fiscal years.

The amount hereinabove for the Vocational Rehabilitation Services program classification is appropriated from the Unemployment Compensation Auxiliary Fund.

The amounts hereinabove for the Workforce Development Partnership Program shall be appropriated from receipts received pursuant to P.L.1992, c.44 (C.34:15D-12 et seq.), together with such additional sums as may be required to administer the Workforce Development Partnership Program, subject to the approval of the Director of the Division of Budget and Accounting.

Notwithstanding the provisions of the "1992 New Jersey Employment and Workforce Development Act," P.L.1992, c.43 (C34:15D-1 et seq.), such amounts as may be necessary are appropriated from the Workforce Development Partnership Fund to provide a State match to the federal Welfare-to-Work Grant program, subject to the approval of the Director of the Division of Budget and Accounting.

The amounts hereinabove for the Workforce Literacy and Basic Skills Program shall be appropriated from receipts received pursuant to P.L.2001, c.152 (C.34:15D-21 et seq.), together with such additional sums as may be required to administer the Workforce Literacy Program, subject to the approval of the Director of the Division of Budget and Accounting.

Notwithstanding the provisions of the "Supplemental Workforce Fund for Basic Skills" P.L.2001, c.152 (C.34:15D-21 et seq.), or any other law to the contrary, the unexpended balance in the Supplemental Workforce Fund for Basic Skills as of June 30, 2004 is appropriated, subject to the approval of the Director of the Division of Budget and Accounting.

Receipts in excess of the amount anticipated for the Workplace Standards Program are appropriated, subject to the approval of the Director of the Division of Budget and Accounting.

Receipts in excess of the amount anticipated for the Public Works Contractor Registration program are appropriated, subject to the approval of the Director of the Division of Budget and Accounting.

The unexpended balance in the Public Works Contractor Registration Program as of June 30, 2004 is appropriated for the Public Contractor Registration Program.

Notwithstanding the provisions of the "Worker and Community Right To Know Act," P.L.1983, c.315 (C.34:5a-1 et seq.), the amount hereinabove for the Worker and Community Right To Know Act account is payable out of the "Worker and Community Right To Know Trust Fund." If receipts to that fund are less than anticipated, the appropriation shall be reduced proportionately. In addition to the amounts hereinabove, there are appropriated out of the "Worker and Community Right To Know Fund" such additional sums, not to exceed $8,400, to administer the Right To Know Program, subject to the approval of the Director of the Division of Budget and Accounting.

There are appropriated out of the Wage and Hour Trust Fund and the Prevailing Wage Act Trust Fund such sums as may be necessary for payments.

The amount hereinabove for the Private Sector Labor Relations program classification is appropriated from the Unemployment Compensation Auxiliary Fund.

From the appropriation provided hereinabove in support of office leases, and notwithstanding the provisions of N.J.S.A.52:18A-191.1 et seq. the Treasurer in consultation with the Commissioner of Labor, is hereby authorized to enter into cost-sharing agreements with any authorized partner in the State's one-stop centers for the purpose of co-locating such partner in an office with the Department of Labor providing rent costs shall be equitably shared in accordance with a cost allocation plan approved by the Commissioner of Labor.

Language Recommendations -- Grants-In-Aid - General Fund

The sum hereinabove for the Vocational Rehabilitation Services program classification is available for the payment of obligations applicable to prior fiscal years.

Of the amount hereinabove for the Vocational Rehabilitation Services program classification, an amount not to exceed $14,422,000 is appropriated from the Unemployment Compensation Auxiliary Fund.

Amounts appropriated hereinabove for the Sheltered Workshop Employment Placement Incentive Program shall be available to support expenditures under the Sheltered Workshop Support Program, subject to the approval of the Director of the Division of Budget and Accounting.

The amount hereinabove appropriated for the John J. Heldrich Center shall be reduced by the sum of funds received from the New Jersey Economic Development Authority. The funds shall be used to pay a portion of the costs associated with the acquisition, site preparation, design and construction of a Statewide workforce training center to be located in New Brunswick, New Jersey known as the Heldrich Center for Workforce Development at the Edward J. Bloustein School of Policy and Planning (the "Heldrich Center") and the infrastructure and site preparation costs associated with the redevelopment project. The authority's investment is subject to the terms and conditions set forth in an agreement between the authority and the New Brunswick Development Corporation. The agreement shall be subject to the approval of the State Treasurer who, upon such approval, shall report to the Joint Budget Oversight Committee on the terms and conditions of the agreement.

DEPARTMENT OF LAW AND PUBLIC SAFETY

OVERVIEW

Under the direction of the Attorney General, the Department of Law and Public Safety handles very diverse and complex responsibilities, primarily focused on the safety and protection of the lives and property of New Jersey citizens. Statewide law enforcement and emergency response services have become a critical area of concern in light of the threat of terrorism. Other equally important functions of this department are protecting civil rights, enforcing consumer protection laws, and acting as the legal representative of State interests in all legal matters including the alcoholic beverage, gaming, racing and boxing industries. The Department also exercises oversight regarding numerous professions that are licensed through the Division of Consumer Affairs.

The Department's goals and objectives include providing and maintaining general statewide police, investigative, intelligence, counter–terrorism and emergency services; support and coordination of State and local law enforcement agencies; maintaining and operating criminal records and identification systems; providing a single, centralized agency to help coordinate the State's counter–terrorism and preparedness efforts, protecting the State against the threat of future terrorist attacks through increased information gathering and analysis in partnership with federal, local and state agencies. The Department also provides day and residential programs for juvenile offenders throughout the State, protecting the public from juvenile criminal offenders; planning, development, operation and contracting of sanctions and services for juveniles charged as delinquent; preventing and eliminating practices of discrimination against persons because of race, creed, color, national origin, ancestry, sex, age, marital status, mental or physical handicap, or nationality; protecting the rights of consumers and enforcing public protection laws and the Consumer Fraud Act, working towards the goals of preventing fraud, unfair dealings in advertising or sales techniques.

Other Department activities include the regulation of buying and selling of securities, fund raising organizations, employment agencies, bingo games and raffles, and uniform standards of weights and measures; issuing licenses to manufacturers, transporters, warehouses, and wholesalers of alcoholic beverages and supervising State and municipal retail liquor licensing to foster responsibility and moderation in the sale and consumption of alcoholic beverages; maintaining the integrity of gaming, horse racing, and boxing industries through regulations, investigations, and prosecutions; and developing innovative State and local programs to reduce and prevent injuries and fatalities through a statewide highway traffic safety program.

The fiscal 2005 Budget for the Department of Law and Public Safety totals $538.4 million, a decrease of $6.3 million, or 1% under the fiscal 2004 adjusted appropriation of $544.7 million.

Office of the Attorney General
As head of the Department of Law and Public Safety, the Attorney General serves as the State's chief law enforcement officer and legal advisor, and is responsible for the management and administration of the Department.

State Police
The fiscal 2005 recommendation for the Division of State Police is $270.7 million, an increase of $278,000 above the fiscal 2004 adjusted appropriation of $270.4 million. The State Police provide law enforcement services throughout the State and patrol all major state highways. Other functions include investigation of organized crime, racketeering, narcotics, white–collar crime, and the provision of statewide security services at nuclear power stations and other critical facilities.

Between fiscal 2004 and fiscal 2005, four State Police training classes will be scheduled. These four classes are expected to graduate a total of 400 new troopers, which will permit reassignment of more experienced troopers to other areas in the State Police. These new graduates will offset the normal/routine attrition that occurs annually and will provide a net increase of the enlisted force of approximately 100 troopers by June, 2005.

In addition, $3 million is recommended to purchase approximately 400 State Police vehicles. Between fiscal years 2004 and 2005 almost 600 new vehicles will be purchased to upgrade the existing fleet.

Division of Law
The Division of Law, which provides legal services to all offices, departments, and entities of State government, as well as county Boards of Election and Taxation, is recommended for State funding of $19.5 million in fiscal 2005. The Division will receive over $48.4 million in reimbursements for legal services rendered from State agencies and third parties, such as the federal government, for a total budget of $67.8 million. Additional funding will be provided from the Division of Youth and Family Services for new staff and related operational costs associated with Child Welfare Reform. The Division renders written legal opinions to governmental agencies, makes appearances at hearings, and represents the State in litigation and appeals in State and federal courts, and in administrative hearings and proceedings to protect the rights of DYFS children.

Child Advocate Agency
The Office of the Child Advocate is the only independent State child protective services agency. The Office of the Child Advocate deliberatively intervenes, proactively and reactively, in systemic issues related to child safety and protection. The fiscal 2005 recommendation of $2 million represents the same level of funding as in fiscal 2004.

Election Management and Coordination
The Division of Election Management and Coordination reviews the validity of all nomination petitions for statewide offices and manages the challenge process. It certifies candidates for the primary and general elections, certifies election results, and examines and certifies voting equipment.

Election Law Enforcement Commission
The Election Law Enforcement Commission assures the reporting of contributions received and expenditures made in furtherance of the nomination, election, or defeat of candidates for State, county, and local public office. Additionally, the Commission assures the quarterly reporting of financial activity of political committees and lobbyists, and provides partial public funding of gubernatorial elections. The fiscal 2005 Budget recommendation continues funding at $2.9 million.

Gubernatorial Elections Fund
The fiscal 2005 Budget recommends $8.9 million to the Gubernatorial Elections Fund, including $8.3 million to provide public financing to qualified candidates in the 2005 gubernatorial primary election and $600,000 for the administrative costs of operating the program.

Juvenile Justice Commission
The fiscal 2005 recommendation for the Juvenile Justice Commission is $103.6 million, which represents a slight increase in funding over the fiscal 2004 adjusted appropriation of $103.2 million. The New Jersey Juvenile Justice Commission is the single State agency mandated by legislation to lead and implement the

reform of the juvenile justice system. The Commission promotes public safety and serves youth through a continuum of services, including prevention, intervention, incarceration, education, and aftercare. This is accomplished in collaboration with families, communities, and governmental agencies. The Commission serves as an advocate for youth crime, victims, and citizens of the State by emphasizing youth accountability and affording opportunities for adjudicated youth to become independent, productive, and law–abiding citizens.

Victims of Crime Compensation Board

The Victims of Crime Compensation Board (VCCB) compensates victims of violent crimes and the dependents of deceased victims for unreimbursed medical expenses, loss of earnings and certain other expenses resulting from those crimes. Funding is recommended for the VCCB at $5.5 million in fiscal 2005, which will permit the VCCB to continue to provide the same level of services as in fiscal 2004.

In fiscal 2004, the Board will pay an estimated $16.4 million in compensation to approximately 2,870 claimants.

DEPARTMENT OF LAW AND PUBLIC SAFETY

SUMMARY OF APPROPRIATIONS BY FUND

(thousands of dollars)

Year Ending June 30, 2003						Year Ending June 30, 2005		
Orig. & (S)Supple–mental	Reapp. & (R)Recpts.	Transfers & (E)Emer–gencies	Total Available	Expended		2004 Adjusted Approp.	Requested	Recom–mended
416,162	127,221	30,426	573,809	492,378	Direct State Services	470,533	469,852	469,852
19,822	—	—	19,822	19,522	Grants–In–Aid	18,822	18,984	18,984
14,872	—	2,031	16,903	8,291	State Aid	15,109	4,820	4,820
7,828	21,843	—	29,671	10,009	Capital Construction	4,346	—	—
458,684	149,064	32,457	640,205	530,200	Total General Fund	508,810	493,656	493,656
35,799	240	—	36,039	35,079	Total Casino Control Fund	35,799	35,799	35,799
92	1	—	93	86	Total Casino Revenue Fund	92	92	92
—	—	—	—	—	Total Gubernatorial Election Fund	—	8,870	8,870
494,575	*149,305*	*32,457*	*676,337*	*565,365*	*GRAND TOTAL*	*544,701*	*538,417*	*538,417*

SUMMARY OF APPROPRIATIONS BY PROGRAM

(thousands of dollars)

Year Ending June 30, 2003						Year Ending June 30, 2005		
Orig. & (S)Supple–mental	Reapp. & (R)Recpts.	Transfers & (E)Emer–gencies	Total Available	Expended		2004 Adjusted Approp.	Requested	Recom–mended
					DIRECT STATE SERVICES – GENERAL FUND			
					Law Enforcement			
202,744	15,864	25,482	244,090	239,464	State Police Operations	237,897	234,856	234,856
26,714	2,384	—	29,098	28,073	Criminal Justice	27,154	27,054	27,054
600	—	—	600	600	State Medical Examiner	600	600	600
27,459	74	–399	27,134	26,103	Administration and Support Services	32,530	35,849	35,849
257,517	*18,322*	*25,083*	*300,922*	*294,240*	*Subtotal*	*298,181*	*298,359*	*298,359*
					Special Law Enforcement Activities			
338	139	—	477	393	Office of Highway Traffic Safety	338	338	338
2,802	258	—	3,060	3,046	Election Law Enforcement	2,922	2,922	2,922
550	—	—	550	480	Review and Enforcement of Ethical Standards	591	661	661
1,489	4,784	–1	6,272	6,244	Regulation of Alcoholic Beverages	1,489	1,189	1,189
977	1	—	978	908	Election Management and Coordination	2,177	2,177	2,177
6,156	*5,182*	*–1*	*11,337*	*11,071*	*Subtotal*	*7,517*	*7,287*	*7,287*
					Juvenile Services			
21,142	1	–1,550	19,593	19,523	Juvenile Community Programs	22,691	22,691	22,691
33,523	—	4,845	38,368	38,368	Institutional Control and Supervision	37,129	37,129	37,129
6,943	—	–542	6,401	6,400	Institutional Care and Treatment	7,892	8,066	8,066

Year Ending June 30, 2003						Year Ending June 30, 2005		
Orig. & (S)Supplemental	Reapp. & (R)Recpts.	Transfers & (E)Emergencies	Total Available	Expended		2004 Adjusted Approp.	Requested	Recommended
4,865	—	851	5,716	5,716	Aftercare Programs	4,865	4,865	4,865
14,006	—	1,783	15,789	15,774	Administration and Support Services	12,395	12,395	12,395
80,479	*1*	*5,387*	*85,867*	*85,781*	*Subtotal*	*84,972*	*85,146*	*85,146*
					Central Planning, Direction and Management			
796	—	–60	736	731	Central Library Services	796	596	596
11,282	—	—	11,282	11,222	Administration and Support Services	14,873	14,673	14,673
12,078	—	*–60*	*12,018*	*11,953*	*Subtotal*	*15,669*	*15,269*	*15,269*
					General Government Services			
18,860	10	—	18,870	18,870	Legal Services	19,499	19,376	19,376
—	—	—	—	—	Child Advocate Agency	2,000	2,000	2,000
18,860	*10*	—	*18,870*	*18,870*	*Subtotal*	*21,499*	*21,376*	*21,376*
					Protection of Citizens' Rights			
12,729	15,461	—	28,190	21,920	Consumer Affairs	14,191	14,161	14,161
17,541	72,741	1	90,283	32,701	Operation of State Professional Boards	17,541	17,541	17,541
5,340	17	16	5,373	5,016	Protection of Civil Rights	5,465	5,215	5,215
5,462	15,487	—	20,949	10,826	Victims of Crime Compensation Board	5,498	5,498	5,498
41,072	*103,706*	*17*	*144,795*	*70,463*	*Subtotal*	*42,695*	*42,415*	*42,415*
416,162	***127,221***	***30,426***	***573,809***	***492,378***	***Subtotal Direct State Services – General Fund***	***470,533***	***469,852***	***469,852***
					DIRECT STATE SERVICES – CASINO CONTROL FUND			
					Law Enforcement			
35,799	240	—	36,039	35,079	Gaming Enforcement	35,799	35,799	35,799
35,799	***240***	—	***36,039***	***35,079***	***Subtotal Direct State Services – Casino Control Fund***	***35,799***	***35,799***	***35,799***
					DIRECT STATE SERVICES – CASINO REVENUE FUND			
					Protection of Citizens' Rights			
92	1	—	93	86	Operation of State Professional Boards	92	92	92
92	***1***	—	***93***	***86***	***Subtotal Direct State Services – Casino Revenue Fund***	***92***	***92***	***92***
					DIRECT STATE SERVICES – GUBERNATORIAL ELECTIONS FUND			
					Special Law Enforcement Activities			
—	—	—	—	—	Election Law Enforcement	—	8,870	8,870
—	—	—	—	—	*Subtotal Direct State Services – Gubernatorial Elections Fund*	—	*8,870*	*8,870*
452,053	***127,462***	***30,426***	***609,941***	***527,543***	***TOTAL DIRECT STATE SERVICES***	***506,424***	***514,613***	***514,613***
					GRANTS-IN-AID – GENERAL FUND			
					Law Enforcement			
265	—	—	265	265	State Police Operations	265	265	265
1,300	—	—	1,300	1,000	Criminal Justice	300	300	300
1,565	—	—	*1,565*	*1,265*	*Subtotal*	*565*	*565*	*565*

Year Ending June 30, 2003						Year Ending June 30, 2005		
Orig. & (S)Supple-mental	Reapp. & (R)Recpts.	Transfers & (E)Emer-gencies	Total Available	Expended		2004 Adjusted Approp.	Requested	Recom-mended
					Juvenile Services			
18,257	—	—	18,257	18,257	Juvenile Community Programs	18,257	18,419	18,419
19,822	—	—	*19,822*	*19,522*	*Subtotal Grants-In-Aid – General Fund*	*18,822*	*18,984*	*18,984*
19,822	—	—	*19,822*	*19,522*	*TOTAL GRANTS-IN-AID*	*18,822*	*18,984*	*18,984*
					STATE AID – GENERAL FUND			
					Law Enforcement			
10,090	—	-169	9,921	1,309	Criminal Justice	8,090	1,090	1,090
					Special Law Enforcement Activities			
4,782	—	2,200	6,982	6,982	Election Management and Coordination	7,019	3,730	3,730
14,872	—	*2,031*	*16,903*	*8,291*	*Subtotal State Aid – General Fund*	*15,109*	*4,820*	*4,820*
14,872	—	*2,031*	*16,903*	*8,291*	*TOTAL STATE AID*	*15,109*	*4,820*	*4,820*
					CAPITAL CONSTRUCTION			
					Law Enforcement			
6,000	4,081	—	10,081	2,877	State Police Operations	3,846	—	—
—	451	—	451	281	State Medical Examiner	—	—	—
—	3,263	—	3,263	1,567	Administration and Support Services	—	—	—
6,000	*7,795*	—	*13,795*	*4,725*	*Subtotal*	*3,846*	—	—
					Juvenile Services			
1,828	14,048	—	15,876	5,284	Administration and Support Services	500	—	—
7,828	*21,843*	—	*29,671*	*10,009*	*Subtotal Capital Construction*	*4,346*	—	—
494,575	*149,305*	*32,457*	*676,337*	*565,365*	*TOTAL APPROPRIATION*	*544,701*	*538,417*	*538,417*

10. PUBLIC SAFETY AND CRIMINAL JUSTICE

12. LAW ENFORCEMENT

OBJECTIVES

1. To provide statewide law enforcement services, including traffic control, by assisting other law enforcement agencies, and supplying total protection in areas without police departments.
2. To deter criminal activities that are interjurisdictional in scope.
3. To provide accurate statewide criminal information and efficient statewide law enforcement.
4. To provide an efficient statewide law enforcement communications system.
5. To develop and administer a coordinated statewide system for defense against potential natural and man made disasters.
6. To administer the criminal justice system and promote uniform enforcement of the criminal laws.
7. To maximize the criminal justice process by an efficient, expedient and economical use of resources for the detection, arrest, indictment and conviction of criminal offenders.
8. To prosecute all criminal appeals emanating from the Division of Criminal Justice and all of the 21 counties.
9. To enforce the criminal and civil provisions of the New Jersey Antitrust Act, preserve the State's rights under the federal antitrust laws, and promote antitrust enforcement through liaison with other law enforcement agencies.
10. To professionalize the police in the State by maintaining high training standards, better educated police personnel and improved operational techniques.
11. To determine the cause and manner of all violent, suspicious and unusual deaths and those which constitute a threat to public health.
12. To provide complete security services in and around all buildings and grounds which are located within the State Capitol Complex.
13. To reduce the risk of death, injury and property damage on inland and coastal waters of the State; to enforce State marine laws and to promote boating safety.

OBJECTIVES

To ensure public confidence in the gaming industry by investigating and evaluating all prospective licenses, providing audits of casino operations and prosecuting violators of the Casino Control Act.

PROGRAM CLASSIFICATIONS

06. **State Police Operations.** Patrols are conducted primarily as a deterrent to violations of criminal and traffic laws. Patrol personnel respond to complaints and requests for police services and conduct investigations. Assistance is provided to other law enforcement agencies in matters relating to protection of persons and property and maintenance of public order. Tactical patrol units are utilized in areas of high accident or criminal frequency. Support is given by the Helicopter Patrol Bureau for aerial coverage of established patrol routes. Patrol teams enforce commercial vehicle self–inspection regulations and commercial weight laws.

Marine Police operations provide for the enforcement of criminal, marine, and boating safety laws on coastal and certain inland waters of the State. Personnel and equipment are provided for quick response to marine accidents, crimes and other emergencies including assistance to other State agencies. The Marine Police also promote boating safety through public education.

The Division provides and maintains a statewide radio communications system for the use of 21 other state agencies and for the Division.

Investigations are conducted in areas of organized crime, gambling, narcotics, official corruption, high technology/computer crime, ABC enforcement, racing integrity, arson/bomb, cargo theft/robbery, fugitives from justice, and auto theft. The Major Crime Unit assists all law enforcement agencies in the investigation of homicides, kidnappings for ransom, arson and any incident resulting in the death of, or by, a sworn member of the Division of State Police. Intelligence is developed, collected, collated and disseminated to law enforcement agencies concerning the involvement of organized criminals in all of the above areas.

The Missing Persons Unit assists all law enforcement agencies in the investigation of missing persons and unidentified bodies.

The Solid/Hazardous Waste Background Investigation Unit conducts investigations of corporations and individuals applying for licenses.

The Electronic Surveillance Unit researches, develops and implements court authorized surveillances and investigates all reported illegal wiretaps.

The Division is responsible for ensuring an efficient and expedient means of interstate and intrastate communications, including instantaneous responses to inquiries concerning wanted persons and stolen cars or property. This information is provided on a 24–hour basis by the New Jersey Criminal Justice Information System and the National Crime Information Center.

Police Services and Public Order ensures that the New Jersey criminal justice system and other governmental agencies are furnished with a statewide criminal history and statistical information. Technical and scientific services are available in the field of chemical and physical analysis, photography, composite drawings, ballistics, latent fingerprints, and DNA analysis and DNA database maintenance.

Collection, classification and analysis of data pertaining to criminal activity are accomplished through the use of several identification and reporting systems. The State Bureau of Identification serves as the clearinghouse and repository for all fingerprints submitted by the State's law enforcement agencies and is responsible for the subsequent retrieval of criminal history data. The Criminal Justice Records Bureau maintains the Uniform Crime Reporting System, which collects and classifies statistical data on crime trends in order to identify specific problems and recommend possible solutions. State Police internal reports are retained by the Criminal and Traffic Records Units which compile data for management information and planning projects. The Firearms Investigation Unit of the State Regulatory Investigation Bureau administers and enforces the New Jersey weapons and explosives law.

The Private Detective Unit conducts background character and complaint investigations of persons applying for or holding licenses.

Emergency Services develops and maintains plans and operational capability to coordinate statewide emergency response personnel and resources for potential natural and man made disasters. The Division is responsible for coordination of emergency response activities in compliance with the Federal Emergency Management Act. A State Emergency Operating Center is maintained in readiness, as well as a warning system, in the event of attack.

The Medical Evacuation–Air Ambulance/Helicopter Program provides round–the–clock emergency ambulance service to trauma victims.

The Training Bureau provides training for State Police recruits, pre–service municipal police officers, and continuous inservice programs and seminars related to the police, traffic, criminal, and social sciences. Many of the course offerings are fully accredited. The Division maintains and repairs its own fleet of motor vehicles and provides this service to other State agencies.

The Bureau of State Governmental Security consists of troopers and security guards and is responsible for the security of all buildings and grounds which fall within the purview of the State Capitol Complex. The Bureau provides for the direction of traffic, investigation of crime, and patrolling of grounds within and adjacent to the Complex. Security for the Governor and his or her family is also provided.

09. **Criminal Justice.** Exercises functions pertaining to enforcement and prosecution of criminal activities in the State; responsible for the effective administration of criminal justice throughout the State; initiates investigations, actions or proceedings involving certain criminal or quasi–criminal matters; prepares cases for presentation before the State Grand Jury and prosecutes cases resulting from indictments, handles civil antitrust proceedings, and criminal and civil antitrust matters at the appellate level. Assistance is provided and general supervision maintained over the 21 county prosecutors and periodic evaluations and audits are conducted of each office. County prosecutors may be superseded in the prosecution of all or part of the criminal activities in a particular county by intervention in any investigation, criminal action or proceeding instituted in that county. Studies and surveys are conducted of law enforcement agencies

within the State concerning their organization, procedures and methods.

The Police Training Commission is responsible for improving the value of the police officer's contribution to the community by supervising the administration of all basic police training programs and conducting management surveys of local police agencies.

11. **State Medical Examiner.** Oversees the investigation of all violent or suspicious deaths and those which constitute a threat to public health within the State. Investigations involve conducting postmortem examinations and providing forensic laboratory analyses of body fluids and organs. This Office also provides general supervision over county medical examiners, and by court order, may supersede the medical examiner of any county.

30. **Gaming Enforcement.** Prepares the investigative and evaluative data for the Casino Control Commission prior to the consideration of licensees, registrations and approvals. Performs audits and on–site compliance examinations of those who have been licensed and litigates all contested civil and criminal matters relating to the enforcement of the Casino Control Act, both before the Commission and in all courts. The subjects of jurisdiction include the entities applying for casino licenses and ancillary service licenses, and employees of the casino and hotel. In order to meet these obligations and deliver the services required of this Division, a specialized, highly skilled and diversified staff is provided.

99. **Administration and Support Services.** Provides for State Police executive leadership and general management which includes staff inspections, internal investigations, public information, Affirmative Action/Equal Employment Opportunity and the Professional Standards Unit.

The Administrative Section provides management support services which include operational research and planning; fiscal control, involving budget preparation and accounting services; personnel administration; building maintenance and capital improvement; printing; supplies and food services.

EVALUATION DATA

	Actual FY 2002	Actual FY 2003	Revised FY 2004	Budget Estimate FY 2005
PROGRAM DATA				
State Police Operations				
Investigations				
Criminal	11,954	12,552	13,079	13,575
Accident	37,833	39,724	41,263	41,744
General	582,204	573,098	565,156	558,250
Driving While Intoxicated Arrests	6,160	6,468	6,791	7,111
Aid To Motorists	192,433	202,055	204,178	206,270
Commercial Vehicles Inspected	51,871	54,465	57,188	60,102
Commercial vehicle inspection summonses	40,478	42,502	44,752	46,855
Commercial Vehicles Weighed	511,751	537,339	564,210	587,662
Commercial vehicle weight summonses	5,018	5,268	5,521	5,787
Commercial vehicles taken out of service	9,806	10,296	10,800	11,123
Criminal Enterprise and Racketeering Investigations	178	162	180	185
Number of arrests	423	123	400	450
Special Investigations	235	242	242	245
Racetrack Unit Investigations	325	325	310	285
Racetrack unit arrests	45	50	45	45
Polygraph Examinations	214	241	250	265
Arson Investigations	374	279	325	400
Arson arrests	69	48	58	68
Property damage (in millions)	$18.00	$21.00	$23.00	$25.00
Auto Unit Investigations	126	175	195	220
Auto unit arrests	43	107	200	200
Recovered vehicles	94	88	90	95
Recovered property value (in millions)	$1.76	$1.50	$1.85	$1.90
Major Crime Investigations	36	56	70	75
Fugitive Investigations	255	247	350	375
Cleared by arrest	350	286	400	425
ABC Inspection/Investigations	1,780	976	690	700
ABC arrests	386	457	550	575
Missing Persons Complaints	683	725	760	750
Missing persons located	30	36	40	40
Child Exploitation Investigations	4	2	2	2
Unidentified Persons Investigations	223	238	245	250
Solid/Hazardous Waste Investigations	490	512	495	500
Approvals	148	150	145	156
Rejections	5	2	3	4
Firearms Applications Received	68,800	72,240	74,486	76,498
Laboratory Cases Received	35,000	33,299	34,000	35,000
Laboratory Cases Completed	31,546	31,689	34,000	35,000
Crime Scene Investigations	2,100	2,122	2,230	2,340
Laboratory Cases Received/DNA Analysis	724	905	1,200	1,600
Laboratory Cases Completed/DNA Analysis	505	768	1,000	1,600
Private Detective Licenses Issued	914	970	1,000	1,029
Private Detective Employee Registrations	28,772	29,584	30,472	31,386
Criminal History Records Information Unit				
Inquiries	5,394,049	4,769,784	5,000,000	5,100,000
Responses	2,463,225	3,389,454	4,000,000	4,100,000
Updates/modifications	7,568,958	6,803,134	7,000,000	7,200,000
Composite Drawing Cases	425	370	390	425
Marine Police Investigations				
Criminal–Marine	200	223	241	265
Accident–Marine	220	236	254	277
General–Marine	8,000	8,520	8,946	9,456
Boardings	9,000	10,060	10,920	11,898
Assists	700	765	834	904
Pollution Investigations	120	133	147	161
D.W.I. Arrests	35	51	66	76

	Actual FY 2002	Actual FY 2003	Revised FY 2004	Budget Estimate FY 2005
Criminal Justice				
Complaints, Inquiries, Other Matters (Opened)	14,123	12,143	15,000	15,000
Complaints, Inquiries, Other Matters (Closed)	12,214	10,093	13,000	13,000
Investigations Opened	1,774	1,900	1,900	1,900
Investigations Closed	2,006	1,806	1,800	1,800
Convictions (Plea and Trial)	568	619	600	600
Briefs Received	1,552	1,501	1,500	1,500
Briefs Filed	976	1,049	900	900
Forfeitures–State Share (in millions)	$2.90	$1.90	$1.60	$1.60
Amount of Penalties and Awards Levied (in millions)	$1.15	$2.79	$0.90	$0.90
State Grand Jury Indictments/Accusations	379	462	400	400
County Indictments/Accusations	256	208	270	270
Defendants Disposed	783	827	800	800
Fines Ordered (in millions)	$1.22	$0.65	$0.40	$0.40
Restitution Ordered (in millions)	$14.86	$18.58	$5.00	$5.00
Criminal Justice Training Programs	228	244	225	225
Number trained	9,556	8,955	9,000	9,000
Police Training Commission Training Programs	176	172	170	170
Number of trainees certified	4,049	4,152	4,000	4,000
State Medical Examiner				
Toxicological Cases Received	4,258	3,373	3,500	3,650
Statewide Autopsies Performed	4,017	3,983	4,200	4,400
Number of Deaths Investigated	6,404	6,423	6,600	6,800
Gaming Enforcement				
New Applications to be Processed				
Individual applications	4,292	6,281 (a)	5,056	4,225
Hotels/Casino	1	2	2	3
Casino service industries/vendors	3,276	3,547	3,647	3,713
Renewal Applications Processed				
Individual applications (b)	2,411	6,045 (a)	6,908	3,911
Hotels/Casino	—	3	7	3
Casino service industries	201	182	214	214
Arrest notifications	3,892	3,710	3,784	3,860
Casino licensing investigations	2,413	2,575	3,040	3,203
Casino enforcement investigations	1,985	2,014 (c)	2,215	2,437
Casino enforcement arrests	1,555	1,457 (c)	1,602	1,762
Slot modifications/inspections	106,687	130,207	178,345	203,915
Administration and Support Services				
State Police Training Academy:				
State Police recruits enrolled	425	169	200	100
State Police recruits graduated	365	80	50	180
Special schools training	14,000 (d)	15,000 (d)	16,000	16,000
PERSONNEL DATA				
Position Data				
Filled Positions by Funding Source				
State Supported	3,824	3,738	3,804	3,823
Federal	132	120	121	160
All Other	1,388	1,320	1,327	1,546
Total Positions	5,344	5,178	5,252	5,529
Filled Positions by Program Class				
State Police Operations	3,714	3,617	3,611	3,865
Criminal Justice	906	879	888	1,024
State Medical Examiner	77	75	77	85
Gaming Enforcement	280	269	280	266
Administration and Support Services	367	338	396	289
Total Positions	5,344	5,178	5,252	5,529

Notes:

Actual payroll counts are reported for fiscal years 2002 and 2003 as of December and revised fiscal year 2004 as of September. The Budget Estimate for fiscal year 2005 reflects the number of positions funded.

(a) The substantial increase in new and renewal individual applications in fiscal year 2003 was primarily due to the opening of the Borgata Casino Hotel in July 2003. There was also some carry over effect into fiscal year 2004.

(b) Four year renewal of casino employee licenses were approved in 1995, they peaked in fiscal year 2000 and will peak again in fiscal year 2004. Fiscal years 2004 and 2005 renewal figures assume a 55% rate of retum of casino employee applications and a 70% rate of return of key employee applications based on historical experience by the Casino Control Commission.

(c) The Casino Enforcement investigations and arrests revised projections for fiscal year 2003 are anticipated due to increases in gaming revenue and play which accounts for greater criminal opportunities on the casino floor and more aggressive enforcement of underage gambling/drinking laws and prostitution on the casino floor.

(d) Data revised to reflect revised totals.

APPROPRIATIONS DATA
(thousands of dollars)

Year Ending June 30, 2003								Year Ending June 30, 2005	
Orig. & (S)Supplemental	Reapp. & (R)Recpts.	Transfers & (E)Emergencies	Total Available	Expended		Prog. Class.	2004 Adjusted Approp.	Requested	Recommended
					DIRECT STATE SERVICES				
					Distribution by Fund and Program				
202,744	15,864	25,482	244,090	239,464	State Police Operations	06	237,897	234,856	234,856
26,714	2,384	—	29,098	28,073	Criminal Justice	09	27,154	27,054	27,054
600	—	—	600	600	State Medical Examiner	11	600	600	600
35,799	240	—	36,039	35,079	Gaming Enforcement	30	35,799	35,799	35,799
35,799	*240*	—	*36,039*	*35,079*	*(From Casino Control Fund)*		*35,799*	*35,799*	*35,799*
27,459	74	–399	27,134	26,103	Administration and Support Services	99	32,530	35,849	35,849
293,316	***18,562***	***25,083***	***336,961***	***329,319***	***Total Direct State Services***		***333,980***	***334,158***	***334,158***
257,517	*18,322*	*25,083*	*300,922*	*294,240*	*(From General Fund)*		*298,181* (a)	*298,359*	*298,359*
35,799	*240*	—	*36,039*	*35,079*	*(From Casino Control Fund)*		*35,799*	*35,799*	*35,799*
					Distribution by Fund and Object				
					Personal Services:				
195,817	1 230 R	30,893	226,941	203,376	Salaries and Wages		204,019	204,438	204,438
29,490	—	–595	28,895	22,422	Salaries and Wages (CCF)		23,458	23,458	23,458
—	—	—	—	23,565	Cash In Lieu of Maintenance		21,594	21,625	21,625
—	—	—	—	652	Cash In Lieu of Maintenance (CCF)		888	888	888
—	—	—	—	5,115	Employee Benefits (CCF)		5,144	5,144	5,144
225,307	*231*	*30,298*	*255,836*	*255,130*	*Total Personal Services*		*255,103*	*255,553*	*255,553*
195,817	*231*	*30,893*	*226,941*	*226,941*	*(From General Fund)*		*225,613*	*226,063*	*226,063*
29,490	—	*–595*	*28,895*	*28,189*	*(From Casino Control Fund)*		*29,490*	*29,490*	*29,490*
5,893	—	376	6,269	6,269	Materials and Supplies		5,643	5,563	5,563
389	—	—	389	339	Materials and Supplies (CCF)		389	389	389
11,128	—	2,983	14,111	14,024	Services Other Than Personal		11,763	11,713	11,713
1,864	—	190	2,054	1,911	Services Other Than Personal (CCF)		1,864	1,864	1,864
4,478	—	–1,229	3,249	3,249	Maintenance and Fixed Charges		4,478	4,430	4,430
2,440	—	85	2,525	2,502	Maintenance and Fixed Charges (CCF)		2,440	2,440	2,440
					Special Purpose:				
—	52 217 R	—	269	196	Retired Officers Handgun Permits	06	—	—	—

Year Ending June 30, 2003						Prog. Class.	2004 Adjusted Approp.	Year Ending June 30, 2005	
Orig. & (S)Supplemental	Reapp. & (R)Recpts.	Transfers & (E)Emergencies	Total Available	Expended				Requested	Recommended
					DIRECT STATE SERVICES				
1,591	1,217	—	2,808	1,707	Nuclear Emergency Response Program	06	1,591	1,591	1,591
962	50	—	1,012	986	Drunk Driver Fund Program	06	962	962	962
1,014	3,541 9,314 R	—	13,869	11,690	Noncriminal Records Checks	06	1,014	1,014	1,014
1,500 S	—	—	1,500	1,500	Camden Initiative	06	1,500	1,500	1,500
1,000	—	—	1,000	1,000	Office of Emergency Management Service Enhancement	06	1,000	1,000	1,000
450	—	—	450	450	Enhanced DNA Testing	06	450	450	450
200	—	—	200	200	Megan's Law DNA Testing	06	200	200	200
1,800	—	—	1,800	1,800	State Police DNA Laboratory Enhancement	06	1,800	1,800	1,800
1,000	—	—	1,000	1,000	Urban Search and Rescue	06	1,000	1,000	1,000
—	—	—	—	—	Nuclear Facilities Security Detail	06	1,600	1,600	1,600
—	—	—	—	—	Computer Aided Dispatch Maintenance	06	600	600	600
4,375	—	–3,690	685	219	State Police Forensic and Communication Equipment/ Hamilton Facilities	06	4,375	4,375	4,375
—	—	—	—	—	State Police Operation Dispatch Unit	06	1,400	1,400	1,400
—	—	—	—	—	FY 05 State Police Recruit Class	06	—	2,500	2,500
500	—	–101	399	399	State Police Federal Monitor	06	500	500	500
700	—	—	700	699	Criminal Justice – Corruption Prosecution Expansion	09	1,700	1,700	1,700
1,500	—	—	1,500	1,499	Division of Criminal Justice–State Match	09	1,482	1,482	1,482
250	—	—	250	250	Human Relations Council	09	250	250	250
—	306 R	—	306	306	Criminal Justice Cost Recovery	09	—	—	—
356	—	—	356	356	Expenses of State Grand Jury	09	356	356	356
500	—	—	500	500	Medicaid Fraud Investigation–State Match	09	500	500	500
—	892 1,186 R	—	2,078	1,055	Victim and Witness Advocacy Fund	09	—	—	—
1,185	—	—	1,185	1,185	Gaming Enforcement (CCF)	30	1,185	1,185	1,185
2,500	64 R	—	2,564	1,534	State Police Recruit Training	99	1,299	1,201	1,201
—	—	—	—	—	Consent Decree Vehicles	99	2,800	5,800	5,800
—	—	—	—	—	Telecommunications – 911 Call Takers	99	1,950	1,950	1,950
—	—	—	—	—	FY 05 State Police Recruit Training	99	—	417	417
—	—	—	—	—	Hamilton Headquarters / TechPlex Maintenance (b)	99	1,523	1,523	1,523
193	—	—	193	193	Affirmative Action and Equal Employment Opportunity	99	193	193	193
2,000	6	—	2,006	2,006	N.C.I.C. 2000 Project	99	2,000	2,000	2,000
174	—	–100	74	74	State Police Cadet Pilot Program	99	174	174	174
600	—	—	600	600	State Police Technology Enhancements	99	600	600	600
3,450	—	–299	3,151	3,151	State Police Enhanced Systems and Procedures	99	3,450	3,450	3,450
13,586	1,246	–3,750	11,082	10,387	Additions, Improvements and Equipment		14,415	8,502	8,502
431	240	320	991	953	Additions, Improvements and Equipment (CCF)		431	431	431

Year Ending June 30, 2003						Year Ending June 30, 2005			
Orig. & (S)Supplemental	Reapp. & (R)Recpts.	Transfers & (E)Emergencies	Total Available	Expended		Prog. Class.	2004 Adjusted Approp.	Requested	Recommended
					GRANTS–IN–AID				
					Distribution by Fund and Program				
265	—	—	265	265	State Police Operations	06	265	265	265
265	—	—	*265*	*265*	*(From General Fund)*		*265*	*265*	*265*
1,300	—	—	1,300	1,000	Criminal Justice	09	300	300	300
1,565	—	—	***1,565***	***1,265***	***Total Grants–in–Aid***		***565***	***565***	***565***
					Distribution by Fund and Object				
					Grants:				
265	—	—	265	265	Nuclear Emergency Response Program	06	265	265	265
300	—	—	300	—	Sex Offender Internet Registry Grants	09	300	300	300
1,000	—	—	1,000	1,000	Community Justice Grant	09	—	—	—
					STATE AID				
					Distribution by Fund and Program				
10,090	—	–169	9,921	1,309	Criminal Justice	09	8,090	1,090	1,090
10,090	—	***–169***	***9,921***	***1,309***	***Total State Aid***		***8,090***	***1,090***	***1,090***
					Distribution by Fund and Object				
					State Aid:				
9,000	—	–169	8,831	309	Statewide Local Domestic Preparedness Equipment Grant Program	09	7,000	—	—
90	—	—	90	—	Trigger Lock County Program	09	90	90	90
1,000	—	—	1,000	1,000	Safe and Secure Neighborhoods Program	09	1,000	1,000	1,000
					CAPITAL CONSTRUCTION				
					Distribution by Fund and Program				
6,000	4,081	—	10,081	2,877	State Police Operations	06	3,846	—	—
—	451	—	451	281	State Medical Examiner	11	—	—	—
—	3,263	—	3,263	1,567	Administration and Support Services	99	—	—	—
6,000	***7,795***	—	***13,795***	***4,725***	***Total Capital Construction***		***3,846***	—	—
					Distribution by Fund and Object				
					Office of State Medical Examiner				
—	391	—	391	262	Critical Repairs and Instrumentation	11	—	—	—
—	33	—	33	15	HVAC Renovation	11	—	—	—
—	27	—	27	4	Medical Examiner Roof Replacement	11	—	—	—
					Division of State Police				
—	505	—	505	262	Critical Repairs/Rehabilitation, Divisionwide	06	—	—	—
—	246	—	246	246	Roads, Approaches, Parking	06	—	—	—
—	25	—	25	—	ADA Development – Statewide	06	—	—	—
—	314	—	314	92	Hazardous Materials Removal and Fire Safety Projects	06	—	—	—
6,000	2,236	—	8,236	1,886	Computer Aided Dispatch and Records Management System	06	—	—	—
—	8	—	8	2	Forensic Laboratory Equipment	06	—	—	—
—	1	—	1	—	Buildings #2 and #6 Renovations	06	—	—	—

Year Ending June 30, 2003						Prog. Class.	2004 Adjusted Approp.	Year Ending June 30, 2005	
Orig. & (S)Supplemental	Reapp. & (R)Recpts.	Transfers & (E)Emergencies	Total Available	Expended				Requested	Recommended
					CAPITAL CONSTRUCTION				
—	—	—	—	—	Hamilton Complex Troop "C" – Building Equipment and Furnishings	06	3,846	—	—
—	567	—	567	388	Roof Replacement, Various Facilities	06	—	—	—
—	179	—	179	1	Emergency Generator Replacements	06	—	—	—
—	1,599	—	1,599	1,479	State Police Technology Enhancements	99	—	—	—
—	285	—	285	13	Facility Renovations, Gender Accommodations	99	—	—	—
—	166	—	166	75	HVAC Replacements, Statewide	99	—	—	—
—	1,213	—	1,213	—	State Police Emergency Operations Center	99	—	—	—
310,971	*26,357*	*24,914*	*362,242*	*336,618*	*Grand Total State Appropriation*		*346,481*	*335,813*	*335,813*
					OTHER RELATED APPROPRIATIONS				
					Federal Funds				
129,652	34,173								
1,856 S	13,300 R	5,605	184,586	66,932	State Police Operations	06	91,286	91,286	91,286
—	209	—	209	208	Emergency Services	08	—	—	—
46,000	37,202	–1,006	82,196	38,924	Criminal Justice	09	38,178	55,178	55,178
—	6	—	6	6	Marine Police Operations	24	—	—	—
—	463	—	463	463	Administration and Support Services	99	—	—	—
177,508	*85,353*	*4,599*	*267,460*	*106,533*	*Total Federal Funds*		*129,464*	*146,464*	*146,464*
					All Other Funds				
	1,072								
—	46,527 R	18,011	65,610	63,956	State Police Operations	06	91,601	104,171	104,171
	8,659								
—	38,413 R	531	47,603	36,970	Criminal Justice	09	44,381	44,711	44,711
	520								
—	6,303 R	230	7,053	6,344	State Medical Examiner	11	6,800	7,004	7,004
	1,952				Administration and Support				
—	1,802 R	300	4,054	3,158	Services	99	3,889	1,911	1,911
—	*105,248*	*19,072*	*124,320*	*110,428*	*Total All Other Funds*		*146,671*	*157,797*	*157,797*
488,479	*216,958*	*48,585*	*754,022*	*553,579*	*GRAND TOTAL ALL FUNDS*		*622,616*	*640,074*	*640,074*

Notes — Direct State Services – General Fund

(a) The fiscal year 2004 appropriation has been adjusted for the allocation of salary program in accordance with the provisions of P.L. 2003, c.122 (Fiscal Year 2004 Appropriations Act).

(b) Operating costs in the amount of $1,523,000 were moved from the Department of Treasury to the Department of Law and Public Safety in fiscal 2004 for the new Hamilton Headquarters facility.

Language Recommendations — State Aid – General Fund

The unexpended balance as of June 30, 2004, in the Statewide Local Domestic Preparedness Equipment Grant Program is appropriated, subject to the approval of the Director of the Division of Budget and Accounting.

Language Recommendations — Direct State Services – General Fund

Notwithstanding the provisions of any law or regulation to the contrary, receipts derived from the recovery of costs associated with the implementation of the "Criminal Justice Act of 1970," P.L. 1970, c.74 (C.52:17B–97 et seq.), are appropriated for the purpose of offsetting the costs of the Division of Criminal Justice, subject to the approval of the Director of the Division of Budget and Accounting.

The unexpended balance as of June 30, 2004, in the Victim Witness Advocacy Fund account, together with receipts derived pursuant to section 2 of P.L. 1979, c.396 (C.2C:43–3.1) is appropriated.

Notwithstanding the provisions of any law or regulation to the contrary, funds obtained through seizure, forfeiture, or abandonment pursuant to any federal or State statutory or common law and proceeds of the sale of any such confiscated property or goods, except for such funds as are dedicated pursuant to N.J.S. 2C:64–6, are appropriated for law enforcement purposes designated by the Attorney General.

The unexpended balance as of June 30, 2004, in the revolving fund established under the "New Jersey Antitrust Act," P.L. 1970, c.73 (C. 56:9–1 et seq.) is appropriated for the administration of the Act and any expenditures therefrom shall be subject to the approval of the Director of the Division of Budget and Accounting.

Such additional amounts as may be required to carry out the provisions of the "New Jersey Antitrust Act" P.L. 1970, c.73 (C.56:9–1 et seq.) are appropriated from the General Fund; provided however, that any expenditures therefrom shall be subject to the approval of the Director of the Division of Budget and Accounting.

Receipts in excess of the amount anticipated from license fees and/or audits conducted to insure compliance with the "Private Detective Act of 1939," P.L. 1939, c.369 (C.45:19–8 et seq.), are appropriated to defray the cost of this activity.

Notwithstanding the provisions of section 14 of P.L. 1992, c.188 (C.33:1–4.1), that in addition to the amounts hereinabove, all fees and penalties collected by the Director of the Division of Alcoholic Beverage Control in excess of $3,960,000 are appropriated for the purpose of offsetting additional operational costs of the Alcoholic Beverage Control Enforcement Bureau in the Division of State Police and the Division of Alcoholic Beverage Control, subject to the approval of the Director of the Division of Budget and Accounting.

In addition to the amount hereinabove for State Police Operations, such amounts as may be required for the purpose of offsetting costs of the provision of State Police services are appropriated from indirect cost recoveries, subject to the approval of the Director of the Division of Budget and Accounting.

All fees and receipts collected, pursuant to paragraph 7 of subsection 1. of N.J.S. 2C:39–6, "The Retired Officer Handgun Permit Program," and the unexpended balance as of June 30, 2004, are appropriated to offset the costs of administering the application process, subject to the approval of the Director of the Division of Budget and Accounting.

Receipts derived pursuant to the New Jersey Medical Service Helicopter Response Act under section 1 of P.L. 1992, c.87 (C.39:3–8.2) are appropriated to the Division of State Police and the Department of Health and Senior Services to defray the operating costs of the program as authorized under P.L. 1986, c.106 (C.26:2K–35 et seq.). The unexpended balance as of June 30, 2004, is appropriated to the special capital maintenance reserve account for capital replacement and major maintenance of helicopter equipment and any expenditures therefrom shall be subject to the approval of the Director of the Division of Budget and Accounting.

The amount hereinabove for the Nuclear Emergency Response Program account is payable from receipts received pursuant to the assessment of electrical utility companies under P.L. 1981, c.302 (C.26:2D–37 et seq.). The unexpended balance as of June 30, 2004, in the Nuclear Emergency Response Program account is appropriated.

The unexpended balance as of June 30, 2004, in the Drunk Driver Fund program account, together with any receipts in excess of the amount anticipated, is appropriated, subject to the approval of the Director of the Division of Budget and Accounting.

The amount hereinabove for the Drunk Driver Fund program is payable out of the Drunk Driver Enforcement Fund established pursuant to P.L. 1984, c.4 (C.39:4–50.8) designated for this purpose and any amount remaining therein. If receipts to the fund are less than anticipated, the appropriation shall be reduced proportionately.

The amount hereinabove for the Noncriminal Record Checks is payable out of the dedicated fund designated for this purpose. If receipts to the fund are less than anticipated, the appropriation shall be reduced proportionately.

Notwithstanding the provisions of section 3 of P.L. 1985, c.69 (C.53.1–20.7), the unexpended balance as of June 30, 2004, in the Noncriminal Record Checks account, together with any receipts in excess of the amount anticipated are appropriated, subject to the approval of the Director of the Division of Budget and Accounting.

Receipts in the "Commercial Vehicle Enforcement Fund" established pursuant to section 17 of P.L. 1995, c.157 (C.39:8–75) are appropriated to offset all reasonable and necessary expenses of the Division of State Police and Division of Motor Vehicles in the performance of commercial truck safety and emission inspections, subject to the approval of the Director of the Division of Budget and Accounting.

All registration fees, tuition fees, training fees, and all other fees received for reimbursement for attendance at courses conducted by Division of State Police and Division of Criminal Justice personnel are appropriated, subject to the approval of the Director of the Division of Budget and Accounting.

In addition to the amounts hereinabove to the Divisions of State Police and Criminal Justice and the Office of the State Medical Examiner, there are appropriated to the respective State departments and agencies such sums as may be received or receivable from any instrumentality, municipality, or public authority for direct and indirect costs of all services furnished thereto, except as to such costs for which funds have been included in appropriations otherwise made to the respective State departments and agencies as the Director of the Division of Budget and Accounting shall determine; provided however, that payments from such instrumentalities, municipalities, or authorities for employer contributions to the State Police and Public Employees' Retirement Systems shall not be appropriated and shall be paid into the General Fund.

Notwithstanding the provisions of section 11 of P.L. 1993, c.220 (C.2C:43–3.2), an amount not to exceed $1,100,000 is appropriated from the Safe Neighborhoods Services Fund to provide Criminal Justice Statewide Law Enforcement federal grant match, subject to the approval of the Director of the Division of Budget and Accounting.

In addition to the amounts hereinabove for the State Police–Enhanced DNA Testing account, there is appropriated an amount not to exceed $450,000 to be offset by actual receipts pursuant to P.L. 2000, c.118. Additional funding shall be based upon the review of monthly workload data, collection data, and spending plans, subject to the approval of the Director of the Division of Budget and Accounting.

Receipts derived from the agency surcharge on vehicle rentals pursuant to 54 of P.L. 2002, c.34 (C.App.A:9–78), not to exceed $1,900,000 for State Police salaries related to Statewide security services, are appropriated for those purposes and shall be deposited into a dedicated account, the expenditure of which shall be subject to the approval of the Director of the Division of Budget and Accounting.

The unexpended balance as of June 30, 2004 in the State Police Recruit Training account is appropriated for the same purpose, subject to the approval of the Director of the Division of Budget and Accounting.

Of the amount appropriated hereinabove for the Division of State Police, $3,000,000 for State Police Vehicles, $450,000 for Trooper Salaries for the FY 05 State Police Recruit Class, as well as the full amount appropriated for Nuclear Facilities Security Detail and FY 05 State Police Recruit Training are chargeable to receipts derived from the Wireless Communication and Cell Tower Assessment, pursuant to the passage of enabling legislation.

There is appropriated, an amount up to $25,000, from the General Fund, to pay for each award or each tip for information that prevents, frustrates, or favorably resolves acts of international or domestic terrorism against New Jersey persons or property, as well as tips related to the identification of illegal guns, drugs and gangs. Rewards may also be paid for information leading to the arrest or conviction of terrorists and/or gang members attempting, committing, conspiring to commit or aiding and abetting in the commission of such acts or to the identification or location of an individual who holds a key leadership position in a terrorist and/or gang organization, subject to the approval of the Attorney General and the Director of the Division of Budget and Accounting.

Language Recommendations — Direct State Services – Casino Control Fund

In addition to the amount hereinabove for Gaming Enforcement, there are appropriated from the Casino Control Fund such additional sums as may be required for gaming enforcement, subject to the approval of the Director of the Division of Budget and Accounting.

Language Recommendations — Grants–In–Aid – General Fund

The unexpended balance as of June 30, 2004, in the Division of Criminal Justice's Community Justice Program is appropriated, subject to the approval of the Director of the Division of Budget and Accounting.

10. PUBLIC SAFETY AND CRIMINAL JUSTICE
13. SPECIAL LAW ENFORCEMENT ACTIVITIES

OBJECTIVES

1. To develop programs which will reduce and prevent the incidence of traffic accidents and the resultant deaths, injuries, and property damage.
2. To assure proper reporting of election campaign contributions and expenditures; to assure proper quarterly reporting by continuing political committees; to provide partial public funding and to enforce expenditure and contribution limits for gubernatorial election campaigns; to assure proper annual reporting of lobbyists' financial activity; to assure proper reporting of personal financial disclosure information by gubernatorial and legislative candidates; and to promote public dissemination of information concerning financing of elections and financial activity of lobbyists.
3. To insure propriety and preserve public confidence in the Executive Branch.
4. To regulate and control the alcoholic beverage industry in order to foster moderation and responsibility in the use and consumption of alcoholic beverages, to protect the citizens of the State by assuring lawful, proper and fair trade practices, and to maintain the stability of the industry.
5. To supervise the conduct of thoroughbred and harness racing in New Jersey and to assure maximum revenue to the State.
6. To regulate and control boxing, extreme wrestling and martial arts events in order to protect the safety and well–being of participants, and to ensure public confidence in the regulatory process and conduct of such events.
7. To provide for the effective provision of services and collection of information about the election process of the State.

PROGRAM CLASSIFICATIONS

03. **Office of Highway Traffic Safety.** The Office of Highway Traffic Safety, for which the Director is the Governor's representative, develops innovative State and local programs, in accordance with the planned objectives of the National Highway Safety Program, and channels the federal funds needed for their implementation.
17. **Election Law Enforcement.** Assures the reporting of contributions received and expenditures made in furtherance of the nomination, election or defeat of candidates for State, county and local public office or to aid or promote the passage or defeat of a public question in an election; assures the quarterly reporting of receipts and expenditures by continuing political committees; provides partial public funding of gubernatorial elections; assures annual reporting of lobbyists' financial activity; assures proper reporting of personal financial disclosure information by gubernatorial and legislative candidates; and promotes public dissemination of information concerning financing of elections. The Election Law Enforcement Commission is an agency "in but not of" the Department of Law and Public Safety.
20. **Review and Enforcement of Ethical Standards.** Initiates, receives and reviews complaints concerning the conflicts–of–interest law and code of ethics violations against any State officer or employee in the Executive Branch. Conducts investigations, subpoenas witnesses and documents, and after thorough deliberation, issues findings that have the force of law. Coordinates a network of departmental ethics liaison officers for review and education functions within the departments of the Executive Branch. Administers and reviews financial disclosure statements to be filed pursuant to Executive Order No. 10 and the Casino Control Act. The Executive Commission on Ethical Standards is an agency "in but not of" the Department of Law and Public Safety.

21. **Regulation of Alcoholic Beverages.** Regulates and controls the manufacture, possession, storage, sale, transportation, use and disposition of alcoholic beverages to prevent injury to the public and to deter conditions or activities which are violative of the public interest; issues licenses to manufacturers, transporters, warehousers and wholesalers of alcoholic beverages; issues various types of special permits and supervises State and municipal retail liquor licensing. Applicants, licensees and permit holders are investigated to determine their fitness to obtain and hold a license or permit. Jurisdiction in disciplinary proceedings is vested concurrently in the Division and in the local issuing authority with respect to retail licensees and exclusively in the Division with respect to State licensees or permittees, and in forfeiture proceedings. The Division adjudicates all appeals from the actions of local issuing authorities in all alcoholic beverage control matters.

22. **Regulation of Racing Activities.** Collects pari–mutuel taxes for the State, supervises mutual operations at all the tracks, and grants permits for the conduct of running the thoroughbred and harness race meetings in the State where pari–mutuel wagering is allowed. The Commission allots annual race dates to existing permit holders. It licenses, fingerprints, photographs, and screens all personnel working for, or connected with, track operations, including management, horsemen, owners and prospective stockholders, to insure that no one connected with racing has ever been convicted of a crime involving moral turpitude. It oversees the actual conduct of races, supervises the extraction of fluid and blood specimens from horses for chemical analysis and conducts initial hearings on appeals resulting from disciplinary actions that may lead to judicial proceedings at the appellate level.

25. **Election Management and Coordination.** Coordinates voter registration and elections and is responsible for canvassing of votes cast for federal offices, constitutional amendments and other public questions. The implementation of the National Voter Registration Act of 1993, P.L. 103–31, which broadened the State's Motor Voter law to allow for registration when applying for unemployment or welfare benefits at State and federal offices, in addition to motor vehicle offices, has increased the number of registered voters in the State to 4.6 million.

27. **State Athletic Control.** Regulates all persons, practices and associations related to the operation of boxing, extreme wrestling and martial arts events. Licenses and regulates promoters, officials and participants in boxing and martial arts events and supervises the conduct of these activities. Regulates the physical and mental examination of all participants. Provides a "State Athletic Control Board Medical Advisory Council" to assist the Board in approving regulations, rules, and standards for the physical examination of participants and a "New Jersey Commission to Study Benefits to be provided to Professional Boxers." Reviews the professional boxing history of each participant. Evaluates qualifications and issues permits for all boxing and martial arts events. Assures the timely collection of fees and taxes.

EVALUATION DATA

	Actual FY 2002	Actual FY 2003	Revised FY 2004	Budget Estimate FY 2005
PROGRAM DATA				
Office of Highway Traffic Safety				
Highway Safety Grants Received	235	240	240	270
Highway Safety Grants Funded	220	225	225	190
Election Law Enforcement				
Disclosure Reports Total	22,125	26,562	22,590	26,750
Campaign and quarterly	18,695	22,392	18,695	22,100
Lobbyists	3,400	3,854	3,875	3,900
Personal finance	30	316	20	200
Investigations	55	48	50	50
Civil Prosecutions	125	72	100	100
Public Assistance Requests	10,500	9,725	9,750	9,775
Photocopies	110,000	62,596	61,000	60,000
Review and Enforcement of Ethical Standards				
Hearings	4	—	3	4
Investigations	1,200	1,200	1,250	1,300
Financial Disclosure Reports	2,100	2,100	2,100	2,100
Regulation of Alcoholic Beverages				
Alcoholic Beverage Control Items Processed	112,175	110,765	112,200	112,300
Licenses (State Issued Only)	675	683	700	700
Permits	60,900	60,948	61,000	61,000
Penalties	600	512	500	600
Fees	50,000	48,622	50,000	50,000

	Actual FY 2002	Actual FY 2003	Revised FY 2004	Budget Estimate FY 2005
Regulation of Racing Activities				
Racing Days Allotted	400	499	500	500
Licenses Issued	17,000	14,920	15,000	16,000
Fingerprints Taken	4,000	3,543	3,600	3,800
Samples Taken	32,000	29,366	30,000	32,000
Number of Tests Performed on Samples	1,100,000	763,507	775,000	780,000
Breathalizer Tests	1,600	1,026	1,200	1,400
Simulcasting Programs Allotted	30,000	25,332	26,000	28,000
Rulings Issued	1,200	866	1,000	1,200
Election Management and Coordination				
Registered Voters	4,615,584 (a)	4,537,144 (a)	4,787,144 (a)	4,888,144 (a)
State Athletic Control				
Total Number of Shows and Licensees	856	1,073	1,100	1,167
Professional Boxing Shows	23	25	25	25
A.B.F. Boxing Shows	45	38	40	38
Professional Boxers Licensed	186	180	200	216
Licenses (Other)	654	825	875	926
PERSONNEL DATA				
Position Data				
Filled Positions by Funding Source				
State Supported	121	114	112	129
Federal	30	27	26	33
All Other	93	85	85	97
Total Positions	244	226	223	259
Filled Positions by Program Class				
Office of Highway Traffic Safety	31	28	26	36
Election Law Enforcement	50	46	45	54
Review and Enforcement of Ethical Standards	9	8	9	10
Regulation of Alcoholic Beverages	56	53	51	56
Regulation of Racing Activities	83	78	79	87
Election Management and Coordination	6	7	7	9
State Athletic Control	9	6	6	7
Total Positions	244	226	223	259

Notes:

Actual payroll counts are reported for fiscal years 2002 and 2003 as of December and revised fiscal year 2004 as of September. The Budget Estimate for fiscal year 2005 reflects the number of positions funded.

(a) Represents data reported to federal government annually.

APPROPRIATIONS DATA
(thousands of dollars)

Year Ending June 30, 2003								Year Ending June 30, 2005	
Orig. & (S)Supple-mental	Reapp. & (R)Recpts.	Transfers & (E)Emer-gencies	Total Available	Expended		Prog. Class.	2004 Adjusted Approp.	Requested	Recom-mended
					DIRECT STATE SERVICES				
					Distribution by Fund and Program				
338	139	—	477	393	Office of Highway Traffic Safety	03	338	338	338
2,802	258	—	3,060	3,046	Election Law Enforcement	17	2,922	11,792	11,792
2,802	*258*	—	*3,060*	*3,046*	*(From General Fund)*		*2,922*	*2,922*	*2,922*
—	—	—	—	—	*(From Gubernatorial Elections Fund)*		—	*8,870*	*8,870*
550	—	—	550	480	Review and Enforcement of Ethical Standards	20	591	661	661
1,489	4,784	–1	6,272	6,244	Regulation of Alcoholic Beverages	21	1,489	1,189	1,189
977	1	—	978	908	Election Management and Coordination	25	2,177	2,177	2,177

Year Ending June 30, 2003						Prog. Class.	2004 Adjusted Approp.	Year Ending June 30, 2005	
Orig. & (S)Supplemental	Reapp. & (R)Recpts.	Transfers & (E)Emergencies	Total Available	Expended				Requested	Recommended
					DIRECT STATE SERVICES				
6,156	*5,182*	*–1*	*11,337*	*11,071*	*Total Direct State Services*		*7,517*	*16,157*	*16,157*
6,156	*5,182*	*–1*	*11,337*	*11,071*	*(From General Fund)*		*7,517* [a]	*7,287*	*7,287*
—	—	—	—	—	*(From Gubernatorial Elections Fund)*		—	*8,870*	*8,870*
					Distribution by Fund and Object				
					Personal Services:				
4,401	5,042 R	–487	8,956	8,899	Salaries and Wages		4,562	4,332	4,332
4,401	*5,042*	*–487*	*8,956*	*8,899*	*Total Personal Services*		*4,562*	*4,332*	*4,332*
209	—	90	299	296	Materials and Supplies		209	209	209
713	1 R	265	979	934	Services Other Than Personal		713	713	713
40	—	30	70	69	Maintenance and Fixed Charges		40	40	40
					Special Purpose:				
338	139	—	477	393	Federal Highway Safety Program–State Match	03	338	338	338
—	—	—	—	—	Election Law Enforcement (GEF)	17	—	8,870	8,870
15	—	—	15	10	Per Diem Payment to Members of Election Law Enforcement Commission	17	15	15	15
—	—	—	—	—	Help America Vote Act	25	1,200	1,200	1,200
440	—	—	440	384	County Monitoring and Oversight	25	440	440	440
—	—	101	101	86	Additions, Improvements and Equipment		—	—	—
					STATE AID				
					Distribution by Fund and Program				
4,782	—	2,200	6,982	6,982	Election Management and Coordination	25	7,019	3,730	3,730
4,782	—	*2,200*	*6,982*	*6,982*	*Total State Aid*		*7,019*	*3,730*	*3,730*
					Distribution by Fund and Object				
					Special Purpose:				
4,782	—	2,200	6,982	6,982	Extended Polling Place Hours	25	3,730 3,289 S	3,730	3,730
10,938	*5,182*	*2,199*	*18,319*	*18,053*	*Grand Total State Appropriation*		*14,536*	*19,887*	*19,887*
					OTHER RELATED APPROPRIATIONS				
					Federal Funds				
14,110	536	–3,422	11,224	5,812	Office of Highway Traffic Safety	03	14,055	11,588	11,588
760	355	107	1,222	379	Regulation of Alcoholic Beverages	21	360	360	360
12,000 3,000 S	—	—	15,000	—	Election Management and Coordination	25	22,950	13,600	13,600
29,870	*891*	*–3,315*	*27,446*	*6,191*	*Total Federal Funds*		*37,365*	*25,548*	*25,548*
					All Other Funds				
—	328 424 R	—	752	318	Office of Highway Traffic Safety	03	—	—	—
—	—	—	—	—	Election Law Enforcement	17	300	300	300
—	—	—	—	—	Regulation of Alcoholic Beverages	21	4,740	4,721	4,721
—	828 11,158 R	–15	11,971	10,626	Regulation of Racing Activities	22	12,180	12,869	12,869
—	91 847 R	—	938	593	State Athletic Control	27	700	700	700

Year Ending June 30, 2003							Year Ending June 30, 2005	
Orig. & (S)Supplemental	Reapp. & (R)Recpts.	Transfers & (E)Emergencies	Total Available	Expended		Prog. Class.	2004 Adjusted Approp.	Requested	Recommended
					OTHER RELATED APPROPRIATIONS				
—	13,676	–15	13,661	11,537	*Total All Other Funds*		17,920	18,590	18,590
40,808	19,749	–1,131	59,426	35,781	*GRAND TOTAL ALL FUNDS*		69,821	64,025	64,025

Notes — Direct State Services – General Fund

(a) The fiscal year 2004 appropriation has been adjusted for the allocation of salary program in accordance with the provisions of P.L. 2003 c.122 (Fiscal Year 2004 Appropriations Act).

Language Recommendations — Direct State Services – Gubernatorial Election Fund

There are appropriated from the Gubernatorial Elections Fund such sums as may be required for payments to persons qualifying for additional public funds; provided however, that should the amount available in the Gubernatorial Elections Fund be insufficient to support such an appropriation, there are appropriated from the General Fund to the Gubernatorial Elections Fund such sums as may be required.

Notwithstanding the provisions of any law or regulation to the contrary, from the amounts appropriated hereinabove to the Gubernatorial Elections Fund, there are appropriated up to $600,000 for administrative purposes, subject to the approval of the Director of the Division of Budget and Accounting.

Language Recommendations — Direct State Services – General Fund

The unexpended balance in the Federal Highway Safety Program—State Match account, including the accounts of the several departments, as of June 30, 2004, is appropriated for such highway safety projects.

Notwithstanding the provisions of section 14 of P.L. 1992, c.188 (C.33:1–4.1), in addition to the amounts hereinabove, all fees and penalties collected by the Director of Alcoholic Beverage Control in excess of $3,960,000 are appropriated for the purpose of offsetting additional operational costs of the Alcoholic Beverage Control Enforcement Bureau in the Division of State Police and the Division of Alcoholic Beverage Control, subject to the approval of the Director of the Division of Budget and Accounting.

Registration fees, tuition fees, training fees, and other fees received for reimbursement for attendance at courses administered or conducted by the Division of Alcoholic Beverage Control are appropriated for program costs.

From the receipts derived from uncashed pari–mutuel winning tickets and the regulation, supervision, licensing, and enforcement of all New Jersey Racing Commission activities and functions, such sums as may be required are appropriated for the purpose of offsetting the costs of the administration and operation of the New Jersey Racing Commission, subject to the approval of the Director of the Division of Budget and Accounting.

Receipts derived from breakage monies and uncashed pari–mutuel winning tickets resulting from off–track and account wagering and any reimbursement assessment against permit holders or successors in interest to permit holders shall be distributed to the New Jersey Racing Commission in accordance with the provisions of the "Off Track and Account Wagering Act," P.L. 2001, c.199 (C.5:5–127 et seq.), subject to the approval of the Director of the Division of Budget and Accounting.

All fees, fines, and penalties collected pursuant to P.L. 1973, c.83 (C.19:44A–1 et al.) and section 11 of P.L. 1991, c.244 (C.52:13C–23.1) are appropriated for the purpose of offsetting additional operational costs of the Election Law Enforcement Commission, subject to the approval of the Director of the Division of Budget and Accounting.

Notwithstanding the provision hereinabove, amounts received pursuant to P.L. 1971, c.183 (C.52:13C–18 et seq.) are appropriated for the purpose of offsetting additional operational costs of the Election Law Enforcement Commission, subject to the approval of the Director of the Division of Budget and Accounting.

Of the receipts derived from the regulation, supervision, and licensing of all State Athletic Control Board activities and functions, an amount is appropriated for the purpose of offsetting the costs of the administration and operation of the State Athletic Control Board, subject to the approval of the Director of the Division of Budget and Accounting.

Receipts derived from the examination of voting machines by Election Management and Coordination and the unexpended balance as of June 30, 2004, are appropriated for the costs of making such examinations.

The unexpended balances in the Help America Vote Act – State Match account as of June 30, 2004, are appropriated subject to the approval of the Director of the Division of Budget and Accounting.

10. PUBLIC SAFETY AND CRIMINAL JUSTICE
18. JUVENILE SERVICES

The Juvenile Justice Commission was created in the Department of Law and Public Safety pursuant to P.L. 1995, c.284 to unify programs for juvenile offenders formerly in the Department of Corrections and the Department of Human Services. The Commission is mandated to provide custody, care and treatment to juvenile offenders, under the age of 18 years, in State institutions and community programs. The Commission is further authorized to coordinate and distribute State/Community Partnership funding established pursuant to P.L. 1995, c.283 as a result of the plans developed by the County Youth Services Commissions.

The Commission fulfills its statutory obligations and mandates regarding juvenile offenders by protecting the public from juvenile criminal offenders; by developing a community network of services to reduce commitments to State institutions and programs; and by providing services which encourage rehabilitation and reintegration into the community. The Juvenile Justice Commission is an agency that is "in but not of" the Department of Law and Public Safety.

OBJECTIVES

1. To provide the courts with a program alternative to institutionalization designed for the reorientation of the offenders' attitudes and styles of life in order that they may be either maintained safely within their community or returned to the community as responsible citizens.
2. To develop and conduct a program of rehabilitative services; to provide work and contacts with the family and the community; and to provide the residents with acceptable behaviors and attitudes for community living.
3. To receive, diagnose and classify offenders legally committed to juvenile institutions with emphasis on satisfying the individual rehabilitation program needs of the offender.
4. To effect a reorientation of attitudes and habits, upgrade educational attainment and develop work skills through vocational programs which will assist offenders to conform to acceptable community living standards upon release from institutions.
5. To develop and enhance public interest and encourage community participation in the correctional process.

PROGRAM CLASSIFICATIONS

34. **Juvenile Community Programs.** Provides regional coordination and on–site supervision for all community based operations for juvenile offenders. A total of 30 community residential and day programs provide services for male and female juveniles between the ages of 13 and 18 who have been committed, are on probation, or who are at risk of incarceration throughout the State.

35. **Institutional Control and Supervision.** Designed to provide the level of control necessary to protect the juvenile offender and the community from harm by providing custodial control and supervision in all institutional areas and during offender transportation outside of the institution.

36. **Institutional Care and Treatment.** Includes the activities of housekeeping, safety and medical care which provide a safe, sanitary and healthful environment for offenders and employees; and food service, which meets the nutritional needs of offenders and staff. Provides suitable and adequate clothing to inmates to meet their needs during the period of incarceration. Provides medical, dental, surgical, and nursing services to maintain and promote the physical health of offenders.

    Treatment and classification services are designed to assist the offender with emotional and/or maturational problems; makes program assignments, reassignments, and release decisions for offenders and maintains accurate, up–to–date cumulative records of relevant information concerning all inmates from admission to final discharge from parole. Recreational programs are provided to enhance social development and promote the constructive use of leisure time. Professional staff activities in the disciplines of psychology, psychiatry and social work provide guidance counseling and other diagnostics and treatments designed to enable offenders to adopt norms of acceptable behavior, improve their adaptive behavior and increase their positive interaction with the staff, other offenders and the community upon release.

    Educational programs are also provided and include basic and secondary education, library activities, high school equivalency and vocational training. State aid and federal funds support this program.

40. **Aftercare Programs.** Designed to ensure public safety through intensive community supervision. Provides effective transitional services in the community to juveniles who have completed their stays at residential programs, day programs, or State facilities with the objective of reducing recidivism.

99. **Administration and Support Services.** Provides administrative services required for the effective operation of the Commission and all of its activities including general management of the juvenile services facilities. The Director and staff are responsible for conducting all Commission programs in such a way as to enhance the efficiency and effectiveness of programming through the provision of leadership and overall supervision of the programs and operations of institutional services and community programs.

    Support Services is comprised of the planning, management and operation of the physical assets of the institution including utilities, buildings and structures, grounds and equipment of all kinds. Activities include operation, maintenance, repair, rehabilitation and improvement and custodial and housekeeping services.

10. PUBLIC SAFETY AND CRIMINAL JUSTICE

18. JUVENILE SERVICES

1500. DIVISION OF JUVENILE SERVICES

The Juvenile Community Programs, formerly the Division of Juvenile Services in the Department of Human Services, has been transferred to the Juvenile Justice Commission pursuant to P. L. 1995, c.284.

Juvenile Community Programs provide both day and residential programs to over 600 juveniles throughout the State. It fulfills its statutory obligations and mandates regarding juvenile offenders by protecting the public from juvenile criminal offenders; by developing a community network of services to reduce commitments to State institutions and programs; and by providing services which encourage rehabilitation and reintegration into the community.

Aftercare Programs are designed to ensure public safety through intensive community supervision. This program also provides effective transitional services in the community to juveniles who have completed their stays at residential programs, day programs, or State facilities with the objective of reducing recidivism.

Administration and Support Services is comprised of policy development and central support services formerly provided to juvenile facilities within the Departments of Corrections, Law and Public Safety and Human Services. It includes management of all Commission programs including the central support services, human resources for the two juvenile institutions and community programs, policy formulation, as well as grants management for the expanded grant programs. The Juvenile Monitoring Unit is housed within this program and has statewide monitoring and reporting responsibility for all State, county and local juvenile correctional facilities. In addition, the central data processing support and budget and fiscal administration will be managed through this program for the entire Commission.

EVALUATION DATA

	Actual FY 2002	Actual FY 2003	Revised FY 2004	Budget Estimate FY 2005
PROGRAM DATA				
Juvenile Community Programs				
Design Capacity	570	586	602	617
Residential Centers	457	473	489	504
Day Programs	113	113	113	113
Average daily population	516	523	559	579
Residential Centers	423	430	461	480
Day Programs	93	93	98	99
Ratio: Population/positions	.6/1	.7/1	.7/1	.6/1
Annual per capita	$64,595	$63,500	$59,606	$57,547
Daily per capita	$176.97	$173.98	$163.31	$157.66
Aftercare Programs				
Aftercare programs population	806	920	930	970
PERSONNEL DATA				
Position Data				
Filled Positions by Funding Source				
State Supported	556	537	556	560
Federal	46	40	48	59
All Other	220	225	241	274
Total Positions	822	802	845	893
Filled Positions by Program Class				
Juvenile Community Programs	631	631	675	744
Aftercare Programs	85	81	77	60
Administration and Support Services	106	90	93	89
Total Positions	822	802	845	893

Notes:

Actual payroll counts are reported for fiscal years 2002 and 2003 as of December and revised fiscal year 2004 as of September. The Budget Estimate for fiscal year 2005 reflects the number of positions funded.

APPROPRIATIONS DATA
(thousands of dollars)

Year Ending June 30, 2003								Year Ending June 30, 2005	
Orig. & (S)Supplemental	Reapp. & (R)Recpts.	Transfers & (E)Emergencies	Total Available	Expended		Prog. Class.	2004 Adjusted Approp.	Requested	Recommended
					DIRECT STATE SERVICES				
					Distribution by Fund and Program				
21,142	1	–1,550	19,593	19,523	Juvenile Community Programs	34	22,691	22,691	22,691
4,865	—	851	5,716	5,716	Aftercare Programs	40	4,865	4,865	4,865
7,375	—	606	7,981	7,972	Administration and Support Services	99	5,764	5,764	5,764
33,382	***1***	***–93***	***33,290***	***33,211***	*Total Direct State Services*		***33,320*** [a]	***33,320***	***33,320***
					Distribution by Fund and Object				
					Personal Services:				
24,787	—	401	25,188	25,188	Salaries and Wages		26,361	26,361	26,361
24,787	—	*401*	*25,188*	*25,188*	*Total Personal Services*		*26,361*	*26,361*	*26,361*
1,973	—	–288	1,685	1,685	Materials and Supplies		1,626	1,626	1,626
2,458	—	–78	2,380	2,380	Services Other Than Personal		2,571	2,571	2,571
882	—	–27	855	855	Maintenance and Fixed Charges		954	954	954
					Special Purpose:				
70	—	—	70	—	Step Down Program–State Match	34	—	—	—
770	—	–100	670	670	Juvenile Justice Initiatives	34	770	770	770
42	—	—	42	42	Social Services Block Grant – State Match	34	42	42	42
302	—	–39	263	263	Female Substance Abuse Program	34	302	302	302
406	—	—	406	403	Juvenile Justice–State Matching Funds	99	406	406	406
1,585	—	–7	1,578	1,578	Custody and Civilian Staff Training	99	185	185	185
107	1	45	153	147	Additions, Improvements and Equipment		103	103	103
					GRANTS–IN–AID				
					Distribution by Fund and Program				
18,257	—	—	18,257	18,257	Juvenile Community Programs	34	18,257	18,419	18,419
18,257	—	—	***18,257***	***18,257***	*Total Grants–in–Aid*		***18,257***	***18,419***	***18,419***
					Distribution by Fund and Object				
					Grants:				
2,525	—	—	2,525	2,525	Alternatives to Juvenile Incarceration Programs	34	2,573	2,573	2,573
4,008	—	—	4,008	4,008	Crisis Intervention Program	34	4,084	4,084	4,084
7,808	—	—	7,808	7,808	State/Community Partnership Grants	34	7,939	7,939	7,939
3,332	—	—	3,332	3,332	State Incentive Program	34	3,401	3,401	3,401
260	—	—	260	260	Purchase of Services for Juvenile Offenders	34	260	260	260
48	—	—	48	48	Cost of Living Adjustment – Alternatives to Juvenile Incarceration Programs	34	—	24	24
207	—	—	207	207	Cost of Living Adjustment– Crisis Intervention/State Community Partnership	34	—	104	104
69	—	—	69	69	Cost of Living Adjustment– State Incentive Program	34	—	34	34

Year Ending June 30, 2003							Year Ending June 30, 2005	
Orig. & (S)Supplemental	Reapp. & (R)Recpts.	Transfers & (E)Emergencies	Total Available	Expended		Prog. Class.	2004 Adjusted Approp.	Requested	Recommended
					CAPITAL CONSTRUCTION				
					Distribution by Fund and Program				
1,828	14,048	—	15,876	5,284	Administration and Support Services	99	500	—	—
1,828	*14,048*	—	*15,876*	*5,284*	*Total Capital Construction*		*500*	—	—
					Distribution by Fund and Object				
					Division of Juvenile Services				
—	11	—	11	—	Jamesburg Food Service Building	99	—	—	—
—	5	—	5	5	Deferred Maintenance, Jamesburg and Juvenile Medium	99	—	—	—
500	8,017	—	8,517	3,372	Fire, Health and Safety Projects, Various Sites	99	—	—	—
—	—	—	—	—	Suicide Prevention Improvements	99	500	—	—
—	649	—	649	20	Roof Replacements, Statewide	99	—	—	—
500	245	—	745	484	Critical Repairs, Juvenile Services Facilities	99	—	—	—
—	2	—	2	1	Patrol Augmentation	99	—	—	—
—	90	—	90	74	Roof Replacements, Jamesburg	99	—	—	—
—	15	—	15	—	Removal of Asbestos, Jamesburg and Juvenile Medium Security	99	—	—	—
—	183	—	183	102	Facility Renovations, Juvenile Residential Centers	99	—	—	—
—	1,714	—	1,714	579	Electrical Service Upgrade – New Jersey Training School for Boys	99	—	—	—
—	73	—	73	2	Infrastructure Improvement for 144 Bed Facility, Bordentown	99	—	—	—
—	94	—	94	18	Upgrade Telecommunication System, Statewide	99	—	—	—
—	377	—	377	3	Develop Master Plan, Site, Buildings and Utility Systems	99	—	—	—
—	70	—	70	—	Install Video Monitoring System, Statewide	99	—	—	—
—	3	—	3	3	Replace Windows and HVAC, Bordentown	99	—	—	—
—	44	—	44	—	Construct New Laundry Facility at Jamesburg	99	—	—	—
—	50	—	50	—	Repair Chapel at Jamesburg	99	—	—	—
—	1,024	—	1,024	453	Electrical Upgrades and Generator Replacements at Jamesburg	99	—	—	—
—	265	—	265	—	Sewer Plant Improvements, A/E Study, Jamesburg	99	—	—	—
343	645	—	988	168	Security Enhancements, Various Facilities	99	—	—	—
—	3	—	3	—	Redesignation of 324 Bed Facility at Jamesburg	99	—	—	—
—	469	—	469	—	Construct New Septic System at Green Residential Center	99	—	—	—
485	—	—	485	—	Cell Door and Locking System	99	—	—	—
53,467	*14,049*	*–93*	*67,423*	*56,752*	*Grand Total State Appropriation*		*52,077*	*51,739*	*51,739*

Year Ending June 30, 2003 Orig. & (S)Supplemental	Reapp. & (R)Recpts.	Transfers & (E)Emergencies	Total Available	Expended		Prog. Class.	2004 Adjusted Approp.	Year Ending June 30, 2005 Requested	Recommended
					OTHER RELATED APPROPRIATIONS				
					Federal Funds				
—	237	—	237	237	Criminal Justice	09	—	—	—
7,340	6,397	919	14,656	7,814	Juvenile Community Programs	34	7,965	8,007	8,007
4,234	5,234	4	9,472	5,168	Administration and Support Services	99	4,211	4,257	4,257
11,574	*11,868*	*923*	*24,365*	*13,219*	*Total Federal Funds*		*12,176*	*12,264*	*12,264*
					All Other Funds				
—	732 1,638 R	18,585	20,955	20,786	Juvenile Community Programs	34	22,870	25,671	25,671
—	18 25,785 R	–25,785	18	17	Administration and Support Services	99	—	—	—
—	*28,173*	*–7,200*	*20,973*	*20,803*	*Total All Other Funds*		*22,870*	*25,671*	*25,671*
65,041	*54,090*	*–6,370*	*112,761*	*90,774*	*GRAND TOTAL ALL FUNDS*		*87,123*	*89,674*	*89,674*

Notes — Direct State Services – General Fund

(a) The fiscal year 2004 appropriation has been adjusted for the allocation of salary program in accordance with the provisions of P.L. 2003 c.122 (Fiscal Year 2004 Appropriations Act).

10. PUBLIC SAFETY AND CRIMINAL JUSTICE

18. JUVENILE SERVICES

1505. NEW JERSEY TRAINING SCHOOL FOR BOYS

The training school, located at Jamesburg in Middlesex County, provides programs for youths, 19 years of age and under, committed by the juvenile courts stressing a decentralized approach to the treatment of the residents. Most of the youths are classified as emotionally disturbed and socially maladjusted, necessitating special education programs, group and individual treatment, modalities, and security. Group living, community work training, preliminary vocational training, individual and group counseling, and formal schooling constitute the program core. Community and family liaison is promoted. In recent years, the design capacity of 404 has been supplemented by additional beds through the conversion of existing institutional space not originally designed for housing. During fiscal year 2001, juveniles were transferred to new bedspaces opened at the Johnstone Campus in Bordentown to alleviate overcrowding.

EVALUATION DATA

	Actual FY 2002	Actual FY 2003	Revised FY 2004	Budget Estimate FY 2005
PROGRAM DATA				
Education Programs				
Participants				
Basic Education	2,249	1,824	1,444	1,444
General Education Development	43	41	38	38
Vocational Education	661	535	418	418
OPERATING DATA				
Institutional Control and Supervision				
Design Capacity	300	300	300	300
Average daily population	354	340	320	320
Ratio: Population/positions	.9/1	.9/1	.9/1	.8/1
Annual per capita	$59,788	$71,026	$72,228	$72,772
Daily per capita	$163.80	$194.59	$197.88	$199.38

	Actual FY 2002	Actual FY 2003	Revised FY 2004	Budget Estimate FY 2005
PERSONNEL DATA				
Position Data				
Filled Positions by Funding Source				
State Supported	288	271	314	307
Federal	2	—	—	—
All Other	84	84	80	90
Total Positions	374	355	394	397
Filled Positions by Program Class				
Institutional Control and Supervision	204	194	230	228
Institutional Care and Treatment	115	111	112	119
Education Programs	1	—	—	—
Administration and Support Services	54	50	52	50
Total Positions	374	355	394	397

Notes:

Actual payroll counts are reported for fiscal years 2002 and 2003 as of December and revised fiscal year 2004 as of September. The Budget Estimate for fiscal year 2005 reflects the number of positions funded.

APPROPRIATIONS DATA
(thousands of dollars)

Year Ending June 30, 2003								Year Ending June 30, 2005	
Orig. & (S)Supple-mental	Reapp. & (R)Recpts.	Transfers & (E)Emer-gencies	Total Available	Expended		Prog. Class.	2004 Adjusted Approp.	Requested	Recom-mended
					DIRECT STATE SERVICES				
					Distribution by Fund and Program				
11,426	—	4,547	15,973	15,973	Institutional Control and Supervision	35	14,995	14,995	14,995
4,033	—	–310	3,723	3,723	Institutional Care and Treatment	36	4,033	4,207	4,207
4,085	—	374	4,459	4,453	Administration and Support Services	99	4,085	4,085	4,085
19,544	—	***4,611***	***24,155***	***24,149***	*Total Direct State Services*		***23,113*** (a)	***23,287***	***23,287***
					Distribution by Fund and Object				
					Personal Services:				
15,019	—	4,711	19,730	19,703	Salaries and Wages		17,099 1,400 S	18,499	18,499
—	—	—	—	27	Food In Lieu of Cash		89	89	89
15,019	—	***4,711***	***19,730***	***19,730***	*Total Personal Services*		***18,588***	***18,588***	***18,588***
1,885	—	11	1,896	1,896	Materials and Supplies		1,885	1,885	1,885
2,029	—	–56	1,973	1,973	Services Other Than Personal		2,029	2,203	2,203
591	—	–55	536	536	Maintenance and Fixed Charges		591	591	591
					Special Purpose:				
2	—	—	2	2	Administration and Support Services	99	2	2	2
18	—	—	18	12	Additions, Improvements and Equipment		18	18	18
19,544	—	***4,611***	***24,155***	***24,149***	*Grand Total State Appropriation*		***23,113***	***23,287***	***23,287***
					OTHER RELATED APPROPRIATIONS				
					Federal Funds				
369	97	–369	97	97	Institutional Care and Treatment	36	—	—	—
369	***97***	***–369***	***97***	***97***	*Total Federal Funds*		—	—	—
					All Other Funds				
—	1,724 84 R	3,200	5,008	4,600	Institutional Care and Treatment	36	6,382	6,700	6,700

Year Ending June 30, 2003						Prog. Class.	2004 Adjusted Approp.	Year Ending June 30, 2005	
Orig. & (S)Supple-mental	Reapp. & (R)Recpts.	Transfers & (E)Emer-gencies	Total Available	Expended				Requested	Recom-mended
					OTHER RELATED APPROPRIATIONS				
—	4	—	4	—	Administration and Support Services	99	—	—	—
—	1,812	3,200	5,012	4,600	*Total All Other Funds*		6,382	6,700	6,700
19,913	1,909	7,442	29,264	28,846	*GRAND TOTAL ALL FUNDS*		29,495	29,987	29,987

Notes — Direct State Services – General Fund

(a) The fiscal year 2004 appropriation has been adjusted for the allocation of salary program in accordance with the provisions of P.L. 2003 c.122 (Fiscal Year 2004 Appropriations Act).

Language Recommendations — Direct State Services – General Fund

Receipts derived from the Eyeglass Program at the New Jersey Training School for Boys and any unexpended balance as of June 30, 2004 are appropriated for the operation of the program.

10. PUBLIC SAFETY AND CRIMINAL JUSTICE

18. JUVENILE SERVICES

1510. JUVENILE MEDIUM SECURITY CENTER

The Juvenile Medium Security Center, located at Bordentown in Burlington County, opened in October 1983, at the Division of Developmental Disabilities' Yepsin Unit, provides training, control and rehabilitation for those committed youths who are unable to participate in a less secure setting. These individuals possess serious emotional and behavioral disorders which can be dealt with most effectively in a structured and secure environment.

The Center provides the only secure setting for juvenile offenders who have failed to adjust and respond to various programs throughout Juvenile Services and must be received as disciplinary transfers. Additionally, offenders are assigned for committed crimes such as homicide, assault and battery, sexual offenses and extensive escape histories. The focus of the Center is total remediation. Each juvenile receives daily academic and vocational training, health and physical education, structured activities, and either individual or group counseling. The Female Secure Care Program provides a secure setting for teenage girls committed to Juvenile Services. This program is located at the Johnstone facility. A Juvenile Boot Camp became operational in February 1996 at Wharton Tract.

A unit expanded to 80 beds located in the Hayes Building at the Johnstone facility and a new 144 bed secure facility opened in fiscal 2001.

EVALUATION DATA

	Actual FY 2002	Actual FY 2003	Revised FY 2004	Budget Estimate FY 2005
PROGRAM DATA				
Education Programs				
Participants				
Basic Education	1,457	1,512	1,575	1,580
General Education Development	31	50	63	68
Vocational Education	392	428	440	445
OPERATING DATA				
Physical Plant and Support Services				
Design Capacity	410	410	410	410
Juvenile Boot Camp	90	90	90	90
144 Bed Secure Facility	144	144	144	144
Johnstone Secure Facilities (a)	176	176	176	176
Ratio: Population/positions	.8/1	1/1	.9/1	.8/1
Annual per capita	$73,913	$66,249	$68,769	$70,641
Daily per capita	$202.50	$181.50	$188.41	$193.54
Average Daily Population	369	429	415	404
Juvenile Boot Camp	79	79	80	80
144 Bed Secure Facility	118	136	160	144
Johnstone Secure Facilities (a)	172	214	175	180

	Actual FY 2002	Actual FY 2003	Revised FY 2004	Budget Estimate FY 2005
PERSONNEL DATA				
Position Data				
Filled Positions by Funding Source				
State Supported	371	346	379	376
Federal	4	1	—	—
All Other	71	79	88	106
Total Positions	446	426	467	482
Filled Positions by Program Class				
Institutional Control and Supervision	291	273	296	297
Institutional Care and Treatment	109	109	121	137
Administration and Support Services	46	44	50	48
Total Positions	446	426	467	482

Notes:

(a) Johnstone Secure Facilities reflects the consolidation of capacity and population data previously displayed as JMSF and the Hayes Unit Female Secure Facility.

Actual payroll counts are reported for fiscal years 2002 and 2003 as of December and revised fiscal year 2004 as of September. The Budget Estimate for fiscal year 2005 reflects the number of positions funded.

APPROPRIATIONS DATA
(thousands of dollars)

Year Ending June 30, 2003								Year Ending June 30, 2005	
Orig. & (S)Supplemental	Reapp. & (R)Recpts.	Transfers & (E)Emergencies	Total Available	Expended		Prog. Class.	2004 Adjusted Approp.	Requested	Recommended
					DIRECT STATE SERVICES				
					Distribution by Fund and Program				
22,097	—	298	22,395	22,395	Institutional Control and Supervision	35	22,134	22,134	22,134
2,910	—	–232	2,678	2,677	Institutional Care and Treatment	36	3,859	3,859	3,859
2,546	—	803	3,349	3,349	Administration and Support Services	99	2,546	2,546	2,546
27,553	—	***869***	***28,422***	***28,421***	*Total Direct State Services*		***28,539***	***28,539***	***28,539***
					Distribution by Fund and Object				
					Personal Services:				
13,861	—	878	14,739	14,683	Salaries and Wages		14,031	14,031	14,031
—	—	—	—	56	Food In Lieu of Cash		59	59	59
13,861	—	*878*	*14,739*	*14,739*	*Total Personal Services*		*14,090*	*14,090*	*14,090*
961	—	–95	866	866	Materials and Supplies		782	782	782
1,118	—	–35	1,083	1,082	Services Other Than Personal		2,118	2,118	2,118
263	—	–88	175	175	Maintenance and Fixed Charges		199	199	199
					Special Purpose:				
4,046	—	–118	3,928	3,928	Juvenile Boot Camp	35	4,046	4,046	4,046
6,536	—	327	6,863	6,863	144 Bed Secure Facility	35	6,513	6,513	6,513
66	—	—	66	66	Mental Health Unit–State Match	35	66	66	66
702	—	—	702	702	Johnstone Facility Maintenance	99	702	702	702
—	—	—	—	—	Additions, Improvements and Equipment		23	23	23
27,553	—	***869***	***28,422***	***28,421***	*Grand Total State Appropriation*		***28,539***	***28,539***	***28,539***
					OTHER RELATED APPROPRIATIONS				
					Federal Funds				
1,200	22	–233	989	23	Institutional Care and Treatment	36	—	—	—
1,200	***22***	***–233***	***989***	***23***	*Total Federal Funds*		—	—	—

Year Ending June 30, 2003							Year Ending June 30, 2005	
Orig. & (S)Supplemental	Reapp. & (R)Recpts.	Transfers & (E)Emergencies	Total Available	Expended		Prog. Class.	2004 Adjusted Approp.	Requested	Recommended
					OTHER RELATED APPROPRIATIONS				
					All Other Funds				
—	812	4,000	4,812	4,315	Institutional Care and Treatment	36	5,141	5,674	5,674
—	*812*	*4,000*	*4,812*	*4,315*	*Total All Other Funds*		*5,141*	*5,674*	*5,674*
28,753	*834*	*4,636*	*34,223*	*32,759*	*GRAND TOTAL ALL FUNDS*		*33,680*	*34,213*	*34,213*

10. PUBLIC SAFETY AND CRIMINAL JUSTICE

19. CENTRAL PLANNING, DIRECTION AND MANAGEMENT

OBJECTIVES

1. To develop and maintain library resources and to provide information resource/retrieval services to selected agencies within the Department of Law and Public Safety.
2. To maximize management and legal services necessary to marshal efficiently, effectively and economically State and federal resources.

PROGRAM CLASSIFICATIONS

88. **Central Library Services.** Provides for the purchase, preparation and organization of books, periodicals and other library materials into an integrated collection for selected agencies of the Department of Law and Public Safety. Provides reference, research and document retrieval services including on–line searches of commercial computerized data bases as well as organization and retrieval of in–house memoranda of law. Coordinates requests for research materials within the Department and coordinates the development of Department library collections and research services with those of the State Library and those maintained by other State agencies.

99. **Administration and Support Services.** Formulates and implements Departmental policies; promulgates rules and regulations; directs the centralized financial, employee, special personnel, and other management services necessary to marshal State and federal resources in order to implement policies and maximize the delivery of services.

EVALUATION DATA

	Actual FY 2002	Actual FY 2003	Revised FY 2004	Budget Estimate FY 2005
PERSONNEL DATA				
Affirmative Action Data				
Male Minority	1,189	1,199	1,218	1,237
Male Minority %	13.1	13.5	13.4	13.6
Female Minority	1,115	1,123	1,185	1,247
Female Minority %	12.3	12.7	13.0	13.7
Total Minority	2,304	2,322	2,403	2,484
Total Minority %	25.3	26.2	26.4	27.3
Position Data				
Filled Positions by Funding Source				
State Supported	139	146	142	144
Federal	—	—	—	3
Total Positions	139	146	142	147
Filled Positions by Program Class				
Central Library Services	7	7	7	8
Administration and Support Services	132	139	135	139
Total Positions	139	146	142	147

Notes:

Actual payroll counts are reported for fiscal years 2002 and 2003 as of December and revised fiscal year 2004 as of September. The Budget Estimate for fiscal year 2005 reflects the number of positions funded.

APPROPRIATIONS DATA
(thousands of dollars)

Year Ending June 30, 2003 Orig. & (S)Supplemental	Reapp. & (R)Recpts.	Transfers & (E)Emergencies	Total Available	Expended		Prog. Class.	2004 Adjusted Approp.	Year Ending June 30, 2005 Requested	Recommended
					DIRECT STATE SERVICES				
					Distribution by Fund and Program				
796	—	–60	736	731	Central Library Services	88	796	596	596
11,282	—	—	11,282	11,222	Administration and Support Services	99	14,873	14,673	14,673
12,078	—	*–60*	*12,018*	*11,953*	*Total Direct State Services*		*15,669* (a)	*15,269*	*15,269*
					Distribution by Fund and Object				
					Personal Services:				
7,919	—	–106	7,813	7,813	Salaries and Wages		8,284	8,284	8,284
7,919	—	*–106*	*7,813*	*7,813*	*Total Personal Services*		*8,284*	*8,284*	*8,284*
362	—	43	405	404	Materials and Supplies		362	162	162
371	—	3	374	369	Services Other Than Personal		366	166	166
88	—	—	88	88	Maintenance and Fixed Charges		88	88	88
					Special Purpose:				
3,100	—	—	3,100	3,043	Fiscal Integrity Unit/Office of Government Integrity	99	4,100	4,100	4,100
—	—	—	—	—	Smart Growth Enforcement	99	250	250	250
198	—	—	198	196	Affirmative Action and Equal Employment Opportunity	99	198	198	198
—	—	—	—	—	Office of Counter–Terrorism	99	2,000	2,000	2,000
40	—	—	40	40	Additions, Improvements and Equipment		21	21	21
12,078	—	*–60*	*12,018*	*11,953*	*Grand Total State Appropriation*		*15,669*	*15,269*	*15,269*
					OTHER RELATED APPROPRIATIONS				
					Federal Funds				
2,000	268	–549	1,719	278	Administration and Support Services	99	7,244	7,244	7,244
2,000	*268*	*–549*	*1,719*	*278*	*Total Federal Funds*		*7,244*	*7,244*	*7,244*
					All Other Funds				
—	1,614 2,919 R	4,848	9,381	7,844	Administration and Support Services	99	10,255	10,255	10,255
—	*4,533*	*4,848*	*9,381*	*7,844*	*Total All Other Funds*		*10,255*	*10,255*	*10,255*
14,078	*4,801*	*4,239*	*23,118*	*20,075*	*GRAND TOTAL ALL FUNDS*		*33,168*	*32,768*	*32,768*

Notes — Direct State Services – General Fund

(a) The fiscal year 2004 appropriation has been adjusted for the allocation of salary program in accordance with the provisions of P.L. 2003 c.122 (Fiscal Year 2004 Appropriations Act).

Language Recommendations — Direct State Services – General Fund

Notwithstanding the provisions of any law or regulation to the contrary, funds obtained through seizure, forfeiture, or abandonment pursuant to any federal or State statutory or common law and the proceeds of the sale of any such confiscated property or goods, except for such funds as are dedicated pursuant to N.J.S. 2C:64–6, are appropriated for law enforcement purposes designated by the Attorney General; provided, however, that receipts in excess of $2,255,000 may only be used for non–recurring expenditures.

The Attorney General shall provide the Director of the Division of Budget and Accounting, the Senate Budget and Appropriations Committee and the Assembly Appropriations Committee, or the successor committees thereto, with written reports on August 1, 2004 and February 1, 2005, of the use and disposition by State law enforcement agencies, including the offices of the county prosecutors, of any interest in property or money seized, or proceeds resulting from seized or forfeited property, and any interest or income earned thereon, arising from any State law enforcement agency involvement in a surveillance, investigation, arrest or prosecution involving offenses under N.J.S. 2C:35–1 et seq. and N.J.S. 2C:36–1 et seq. leading to such seizure or forfeiture. The reports shall specify for the preceding period of the fiscal year the type, approximate value, and disposition of the property seized and the amount of any proceeds received or expended, whether obtained directly or as contributive share, including but not limited to the use thereof for asset

maintenance, forfeiture prosecution costs, costs of extinguishing any perfected security interest in seized property and the contributive share of property and proceeds of other participating local law enforcement agencies. The reports shall provide an itemized accounting of all proceeds expended and shall specify with particularity the nature and purpose of each such expenditure.

Penalties, fines, and other fees collected pursuant to N.J.S. 2C:35–20 and deposited in the State Forensic Laboratory Fund, together with the unexpended balance as of June 30, 2004, are appropriated to defray additional laboratory related administration and operational expenses of the "Comprehensive Drug Reform Act of 1987," P.L. 1987, c.106 (C.2C:35–1 et seq.), subject to the approval of the Director of the Division of Budget and Accounting.

Of the amounts hereinabove appropriated for the Unit of Fiscal Integrity in School Construction/Office of Government Integrity, there shall be credited against such amounts such monies as are received by the Unit of Fiscal Integrity/Office of Government Integrity pursuant to a Memorandum of Understanding between the Unit of Fiscal Integrity and the New Jersey Economic Development Authority for oversight services including employee benefit costs in connection with the school construction program.

Receipts derived from the agency surcharge on vehicle rentals pursuant to section 54 of P.L. 2002, c.34 (C.App.A:9–78), not to exceed $7,200,000, are appropriated for the Office of Counter–Terrorism and shall be deposited into a dedicated account, the expenditure of which shall be subject to the approval of the Director of the Division of Budget and Accounting.

70. GOVERNMENT DIRECTION, MANAGEMENT AND CONTROL

74. GENERAL GOVERNMENT SERVICES

OBJECTIVES

To provide legal services and counsel to all officers, departments, agencies and instrumentalities of State government, as well as County Boards of Election and Taxation.

PROGRAM CLASSIFICATIONS

12. **Legal Services.** Provides day–to–day counseling and advice, renders written legal opinions on questions concerning constitutional and statutory authority and operations, makes appearances at State hearings, and represents the State in litigation and appeals in both State and Federal courts. Services include representing the State in all claims brought against the State and its employees for personal injury, property damage and contract claims, as well as prosecuting all claims for property damage on behalf of the State.

26. **Child Advocate.** Investigates, reviews, monitors and evaluates all State agencies and service providers, ensuring the safety of children, as well as responding to allegations of child abuse and neglect.

EVALUATION DATA

	Actual FY 2002	Actual FY 2003	Revised FY 2004	Budget Estimate FY 2005
PROGRAM DATA				
Legal Services				
Appeals pending	1,588	1,477	1,685	1,769
Appeals disposed	1,859	1,668	1,835	1,927
Formal administrative agency advice pending	92	58	73	73
Administrative agency advice completed	267	223	234	246
Litigation pending (a)	14,287	12,004	12,776	14,054
Litigation concluded (b)	9,561	6,544	5,497	4,892
Other matters pending	6,552	6,064	5,630	6,193
Other matters concluded	3,644	3,599	3,779	3,968
Administrative hearings pending	4,507	3,790	4,059	4,059
Administrative hearings concluded	2,644	1,863	1,956	2,054
Workers Compensation pending	6,302	6,642	6,761	7,031
Workers Compensation completed	1,509	1,455	1,397	1,453
Second Injury pending	5,669	5,902	6,346	6,473
Second Injury completed	1,144	2,245	2,357	2,404
PERSONNEL DATA				
Position Data				
Filled Positions by Funding Source				
State Supported	976	926	944	1,130
Total Positions	976	926	944	1,130
Filled Positions by Program Class				
Legal Services	976	926	944	1,105 (c) (d)
Child Advocate	—	—	—	25
Total Positions	976	926	944	1,130

Actual FY 2002	Actual FY 2003	Revised FY 2004	Budget Estimate FY 2005

Notes:

Actual payroll counts are reported for fiscal years 2002 and 2003 as of December and revised fiscal year 2004 as of September. The Budget Estimate for fiscal year 2005 reflects the number of positions funded.

(a) Pending Litigation matters are increasing primarily due to DYFS.

(b) Litigation concluded is on the decline due to maturity of cases, stability of relevant areas of laws and less dismissals by the Court.

(c) The funded position counts for fiscal year 2005 are based on estimated legal service reimbursements from client agencies. These counts are subject to negotiated client agency agreements and the actual funded position counts could change.

(d) Fiscal 2005 Position Data for Legal Services includes 93 funded positions needed for Child Welfare Reform.

APPROPRIATIONS DATA
(thousands of dollars)

Year Ending June 30, 2003								Year Ending June 30, 2005	
Orig. & (S)Supple-mental	Reapp. & (R)Recpts.	Transfers & (E)Emer-gencies	Total Available	Expended		Prog. Class.	2004 Adjusted Approp.	Requested	Recom-mended
					DIRECT STATE SERVICES				
					Distribution by Fund and Program				
18,860	51,872	-100	70,632	70,074	Legal Services	12	67,918	67,795	67,795
—	—	—	—	—	Child Advocate Agency	26	2,000	2,000	2,000
18,860	***51,872***	***-100***	***70,632***	***70,074***	***Total Direct State Services***		***69,918*** (a)	***69,795***	***69,795***
					LESS:				
—	(51,862)	100	(51,762)	(51,204)	Legal Services		(48,419)	(48,419)	(48,419)
—	***(51,862)***	***100***	***(51,762)***	***(51,204)***	***Total Income Deductions***		***(48,419)***	***(48,419)***	***(48,419)***
18,860	***10***	—	***18,870***	***18,870***	***Total State Appropriation***		***21,499***	***21,376***	***21,376***
					Distribution by Fund and Object				
					Personal Services:				
17,765	—	—	17,765	17,765	Salaries and Wages		16,994	16,994	16,994
17,765	—	—	*17,765*	*17,765*	*Total Personal Services*		*16,994*	*16,994*	*16,994*
112	—	—	112	112	Materials and Supplies		112	89	89
721	—	—	721	721	Services Other Than Personal		701	601	601
262	—	—	262	262	Maintenance and Fixed Charges		262	262	262
					Special Purpose:				
—	9 51,853 R	-100	51,762	51,204	Legal Services	12	48,419	48,419	48,419
—	—	—	—	—	Child Welfare Unit	12	1,430	1,430	1,430
—	—	—	—	—	Child Advocate Agency	26	2,000	2,000	2,000
—	10	—	10	10	Additions, Improvements and Equipment		—	—	—
					LESS:				
—	***(9)*** ***(51,853)*** R	***100***	***(51,762)***	***(51,204)***	*Income Deductions*		***(48,419)***	***(48,419)***	***(48,419)***
18,860	***10***	—	***18,870***	***18,870***	***Grand Total State Appropriation***		***21,499***	***21,376***	***21,376***

Notes — Direct State Services – General Fund

(a) The fiscal year 2004 appropriation has been adjusted for the allocation of salary program in accordance with the provisions of P.L. 2003 c.122 (Fiscal Year 2004 Appropriations Act).

Language Recommendations — Direct State Services – General Fund

In addition to the $48,419,076 attributable to Reimbursements from Other Sources and the corresponding additional amount associated with employee fringe benefit costs, there are appropriated such sums as may be received or receivable from any State agency, instrumentality or public authority for direct or indirect costs of legal services furnished thereto and attributable to a change in, or the addition of, a client agency agreement, subject to the approval of the Director of the Division of Budget and Accounting.

The Director of the Division of Budget and Accounting is empowered to credit or transfer to the General Fund from any other department, branch, or non–State fund source, out of funds appropriated thereto, such funds as may be required to cover the costs of legal services attributable to that other department, branch, or non–State fund source as the Director of the Division of Budget and Accounting shall determine. Receipts in any non–State fund are appropriated for the purpose of such transfer.

Notwithstanding the provisions of any law or regulation to the contrary, revenues derived from penalties, cost recoveries, restitution or other recoveries to the State are appropriated to offset unbudgeted, extraordinary costs of legal, investigative, administrative, expert witnesses and other services incurred by the Division of Law related to litigation and acting on behalf of the State and State agencies. Such sums shall first be charged to any revenues derived from recoveries collected by the State but may also be provided from the General Fund, subject to the approval of the Director of the Division of Budget and Accounting.

The unexpended balances as of June 30, 2004, in the Child Advocate Agency are appropriated subject to the approval of the Director of the Division of Budget and Accounting.

80. SPECIAL GOVERNMENT SERVICES

82. PROTECTION OF CITIZENS' RIGHTS

OBJECTIVES

1. To assure fair, equitable and competent treatment of the consumer in practices relating to the acquisition of goods and services, and the use of professional and occupational services.
2. To assure equal opportunity in employment, housing, public accommodations and the extension of credit or making of loans.
3. To compensate innocent victims of violent crimes.

PROGRAM CLASSIFICATIONS

14. **Consumer Affairs.** Protects the rights of the consumer and provides uniform enforcement of public protection laws. Provides executive leadership and centralized administrative and support services for all the bureaus, offices, commissions, sections and professional boards and advisory committees. Directs efforts toward the prevention of fraud and unfair dealings in advertising and/or sales techniques; regulates the buying and selling of securities and analyzes corporate takeover proposals; establishes uniform standards and checks for compliance with those standards; regulates fund raising organizations; licenses and regulates employment agencies and counselors; regulates the conduct of bingo games and raffles; and performs field inspections and investigations for the professional and occupational boards. Institutes hearings to determine if violations have occurred and/or to assess penalties for violations of the public protection laws.
15. **Operation of State Professional Boards.** Completely financed from receipts, the boards regulate the practices of the respective professions, occupations and trades for protection of the consumer; prescribe standards of conduct and performance; pass on qualifications of applicants for licensure by examination, evaluation of experience, and/or endorsement of credentials; certify the training programs of certain schools and agencies; and hear complaints on violations of statutory provisions and determine penalties for violators. The New Jersey Cemetery Board ensures that those companies certified in this State continue to comply with all applicable laws and regulations; and that all persons directly or indirectly associated with this industry are properly licensed; and investigates and resolves all written complaints in a timely manner.
16. **Protection of Civil Rights.** Protects all persons in their civil rights; prevents and eliminates practices of discrimination against persons because of race, creed, color, national origin, ancestry, age, sex, marital status, mental or physical handicap, nationality or their liability for service in the armed forces of the United States; investigates complaints originated by individuals and initiates complaints of its own to eliminate discriminatory patterns and practices. Conciliation conferences and public hearings are used to remedy acts of discrimination. Enforces the Multiple Dwelling Reporting Rule and conducts "A95" civil rights reviews.
19. **Victims of Crime Compensation Board.** Conducts hearings on applications for compensation for personal injury or death resulting from violent crimes. Awards not to exceed $25,000 are granted to the innocent victim, the dependents of the deceased innocent victim, or to any person responsible for the maintenance of the innocent victim. The Victims of Crime Compensation Board is an agency "in but not of" the Department of Law and Public Safety.

EVALUATION DATA

	Actual FY 2002	Actual FY 2003	Revised FY 2004	Budget Estimate FY 2005
PROGRAM DATA				
Consumer Affairs				
Weights and Measures				
Licenses and permits issued	2,102	2,057	2,000	2,000
Devices tested	121,540	125,065	110,000	110,000
Penalties collected	$1,967,677	$2,010,670	$1,700,000	$1,700,000
Commodity checks	612,002	463,011	600,000	600,000

	Actual FY 2002	Actual FY 2003	Revised FY 2004	Budget Estimate FY 2005
Securities Bureau				
Special investigations	35	38	60	60
Inquiries	40,939	23,939	20,000	20,000
Hearings and conferences	172	179	150	150
Applications	203,741	203,543	200,000	200,000
Administrative orders	17	31	60	60
Registrations	170,061	172,937	170,000	170,000
Consumer Protection Programs				
Mail received	142,396	95,617	100,000	100,000
Consumer complaints opened	8,401	8,527	8,600	8,600
Consumer complaints closed	1,327	2,465	1,400	1,400
Value of restitutions made	$6,173,629	$22,004,626 (a)	$6,300,000	$6,300,000
Penalties collected	$3,167,370	$3,383,084	$3,400,000	$3,400,000
Number of controlled dangerous substance manufacturers registered	41,102	38,443	38,500	38,500
Licenses issued -- Public Movers and Warehouseman	443	369	370	370
Operation of State Professional Boards				
Licenses in Force (end of year)				
Certified Public Accountants	23,472	23,448	24,000	24,000
Architects	8,585	8,323	8,400	8,400
Dentists and Dental Hygienists	22,388	20,512	21,000	21,000
Mortuary Science	2,614	2,615	2,600	2,600
Professional Engineers and Land Surveyors	20,109	20,948	21,000	21,000
Medical Examiners	37,364	33,189	34,000	34,000
Nursing	172,203	177,208	177,000	177,000
Optometrists	4,156	2,881	2,900	2,900
Pharmacy	14,358	14,314	14,500	14,500
Veterinary Medical Examiners	2,183	2,078	2,100	2,100
Shorthand Reporting	1,266	1,160	1,160	1,160
Ophthalmic Dispensers and Ophthalmic Technician	1,662	1,924	1,950	1,950
Cosmetology and Hairstyling	80,004	73,504	74,000	74,000
Professional Planners	3,180	3,048	3,050	3,050
Electrical Contractors	18,724	15,414	15,500	15,500
Psychological Examiners	3,090	2,803	2,800	2,800
Master Plumbers	6,700	6,426	6,500	6,500
Marriage Counselor Examiners	3,120	3,020	3,100	3,100
Chiropractic Examiners	3,242	3,453	3,500	3,500
Physical Therapists	7,604	8,312	8,400	8,400
Audiology and Speech Pathology	3,463	3,753	3,800	3,800
Real Estate Appraisal	2,994	3,382	3,400	3,400
Respiratory Care	3,151	3,306	3,350	3,350
Social Work Examiners	16,971	15,823	16,000	16,000
Orthotics and Prosthetics	—	11	150	150
Occupational Therapists	3,312	3,754	3,800	3,800
Cemetery Companies	394	394	396	396
Protection of Civil Rights				
Caseload				
Cases received (docketed)	1,294 (b)	1,096	1,400	1,300
Cases closed (resolved)	1,317 (b)	1,546	1,500	1,600
Ending balance (cumulative)	1,904 (b)	1,454	1,354	1,054
Complaints received (not docketed)	8,500 (b)	5,994	5,500	6,000
Monetary awards	3,000,000	2,921,300	2,900,000	3,000,000

	Actual FY 2002	Actual FY 2003	Revised FY 2004	Budget Estimate FY 2005
Victims of Crime Compensation Board				
Claims pending, July 1	2,887	3,477	2,616	1,376
Cases re–opened	138	221	244	250
Claims received	2,814	2,853	3,300	4,300
Claims concluded	2,362	3,935	4,784	4,900
Approved for payment	1,241	2,120	2,870	2,940
Denied	1,121	1,815	1,914	1,960
Ending balance, June 30	3,477	2,616	1,376	1,026
Average award	$7,186	$6,258	$5,700	$6,000
PERSONNEL DATA				
Position Data				
Filled Positions by Funding Source				
State Supported	771	757	791	844
All Other	2	3	4	4
Total Positions	773	760	795	848
Filled Positions by Program Class				
Consumer Affairs	431	421	444	505
Operation of State Professional Boards	205	214	215	211
Protection of Civil Rights	91	80	88	84
Victims of Crime Compensation Board	46	45	48	48
Total Positions	773	760	795	848

Notes:

Actual payroll counts are reported for fiscal years 2002 and 2003 as of December and revised fiscal year 2004 as of September. The Budget Estimate for fiscal year 2005 reflects the number of positions funded.

(a) The fiscal year 2003 value of restitutions made under Consumer Protection Programs includes a $17 million settlement of a major case against Household Finance.

(b) Data revised to reflect revised totals.

APPROPRIATIONS DATA
(thousands of dollars)

Year Ending June 30, 2003								Year Ending June 30, 2005	
Orig. & (S)Supplemental	Reapp. & (R)Recpts.	Transfers & (E)Emergencies	Total Available	Expended		Prog. Class.	2004 Adjusted Approp.	Requested	Recommended
					DIRECT STATE SERVICES				
					Distribution by Fund and Program				
12,729	15,461	—	28,190	21,920	Consumer Affairs	14	14,191	14,161	14,161
17,633	72,742	1	90,376	32,787	Operation of State Professional Boards	15	17,633	17,633	17,633
17,541	*72,741*	*1*	*90,283*	*32,701*	*(From General Fund)*		*17,541*	*17,541*	*17,541*
92	*1*	—	*93*	*86*	*(From Casino Revenue Fund)*		*92*	*92*	*92*
5,340	17	16	5,373	5,016	Protection of Civil Rights	16	5,465	5,215	5,215
5,462	15,487	—	20,949	10,826	Victims of Crime Compensation Board	19	5,498	5,498	5,498
41,164	*103,707*	*17*	*144,888*	*70,549*	*Total Direct State Services*		*42,787*	*42,507*	*42,507*
41,072	*103,706*	*17*	*144,795*	*70,463*	*(From General Fund)*		*42,695* (a)	*42,415*	*42,415*
92	*1*	—	*93*	*86*	*(From Casino Revenue Fund)*		*92*	*92*	*92*
					Distribution by Fund and Object				
					Personal Services:				
13,844	42,563 31,311 R	–10,074	77,644	21,302	Salaries and Wages		9,647	9,647	9,647
86	—	—	86	66	Salaries and Wages (CRF)		66	66	66
—	—	—	—	2,638	Employee Benefits		—	—	—
—	—	—	—	20	Employee Benefits (CRF)		20	20	20
13,930	*73,874*	*–10,074*	*77,730*	*24,026*	*Total Personal Services*		*9,733*	*9,733*	*9,733*

Year Ending June 30, 2003						Prog. Class.	2004 Adjusted Approp.	Year Ending June 30, 2005	
Orig. & (S)Supplemental	Reapp. & (R)Recpts.	Transfers & (E)Emergencies	Total Available	Expended				Requested	Recommended
					DIRECT STATE SERVICES				
13,844	*73,874*	*–10,074*	*77,644*	*23,940*	*(From General Fund)*		*9,647*	*9,647*	*9,647*
86	—	—	*86*	*86*	*(From Casino Revenue Fund)*		*86*	*86*	*86*
659	229	–140	748	544	Materials and Supplies		491	461	461
10,322	2,977	11,389	24,688	21,586	Services Other Than Personal		14,254	14,254	14,254
6	—	—	6	—	Services Other Than Personal (CRF)		6	6	6
1,742	263	–40	1,965	1,798	Maintenance and Fixed Charges		1,742	1,742	1,742
					Special Purpose:				
1,390	41	—	1,431	1,431	Consumer Affairs Legalized Games of Chance	14	1,390	1,390	1,390
4,994	1,376 6,833 R	—	13,203	7,689	Securities Enforcement Fund	14	6,994	6,994	6,994
2,612	15 860 R	—	3,487	3,424	Consumer Affairs Weights and Measures Program	14	2,612	2,612	2,612
695	514 739 R	—	1,948	1,266	Consumer Affairs Charitable Registrations Program	14	695	695	695
4	139 141 R	—	284	112	Operation of State Professional Boards	15	4	4	4
500	—	—	500	500	Personal Care Attendants — Background Checks	15	500	500	500
350	—	16	366	16	Civil Rights Case Tracking System	16	350	100	100
3,630	10,445 4,130 R	–964	17,241	8,029	Claims – Victims of Crime	19	3,630	3,630	3,630
—	466 444 R	—	910	—	Criminal Disposition and Revenue Collection Fund	19	—	—	—
150	—	–116	34	34	Victims of Crime Outreach Program	19	150	150	150
180	220	–54	346	94	Additions, Improvements and Equipment		236	236	236
—	1	—	1	—	Additions, Improvements and Equipment (CRF)		—	—	—
41,164	*103,707*	*17*	*144,888*	*70,549*	***Grand Total State Appropriation***		*42,787*	*42,507*	*42,507*
					OTHER RELATED APPROPRIATIONS				
					Federal Funds				
630	—	—	630	—	Protection of Civil Rights	16	532	532	532
4,800 4,000 S	133	—	8,933	4,133	Victims of Crime Compensation Board	19	4,850	7,000	7,000
9,430	*133*	—	*9,563*	*4,133*	***Total Federal Funds***		*5,382*	*7,532*	*7,532*
					All Other Funds				
—	40	—	40	—	Consumer Affairs	14	11,673	11,673	11,673
—	15	—	15	15	Operation of State Professional Boards	15	—	—	—
—	—	—	—	—	Protection of Civil Rights	16	20	20	20
—	—	—	—	—	Victims of Crime Compensation Board	19	4,245	4,245	4,245
—	*55*	—	*55*	*15*	***Total All Other Funds***		*15,938*	*15,938*	*15,938*
50,594	*103,895*	*17*	*154,506*	*74,697*	***GRAND TOTAL ALL FUNDS***		*64,107*	*65,977*	*65,977*

Notes — Direct State Services – General Fund

(a) The fiscal year 2004 appropriation has been adjusted for the allocation of salary program in accordance with the provisions of P.L. 2003 c.122 (Fiscal Year 2004 Appropriations Act).

Note: The Board of Public Movers and Warehouseman program was moved from the Operation of State Professional Boards to the Division of Consumer Affairs, Office of Consumer Protection as a result of the Governor's Reorganization Plan No. 008–1998.

The appropriated revenue amounts for the Professional Boards has increased in fiscal 2002 due to a change in the method of deferring revenue to be in accordance with generally accepted accounting principles (GAAP). This has resulted in a larger carryforward balance in fiscal 2002 and may impact the amount of revenue recognized in future fiscal years.

Language Recommendations — Direct State Services – General Fund

Receipts derived from the assessment and recovery of costs, fines, and penalties pursuant to the Consumer Fraud Act, P.L. 1960, c.39 (C. 56:8–1 et seq.), are appropriated for additional operational costs of the Division of Consumer Affairs, subject to the approval of the Director of the Division of Budget and Accounting.

All fees, penalties, and costs collected pursuant to P.L. 1988, c.123 (C.56:12–29 et seq.) are appropriated for the purpose of offsetting costs associated with the handling and resolution of consumer automotive complaints.

In addition to the amount appropriated hereinabove for Consumer Affairs, receipts in excess of the amount anticipated, attributable to changes in fee structure or fee increases, are appropriated, subject to the approval of the Director of the Division of Budget and Accounting.

Fees and cost recoveries collected pursuant to P.L. 1989, c.331 (C.34:8–43 et al.) are appropriated in an amount not to exceed additional expenses associated with mandated duties, subject to the approval of the Director of the Division of Budget and Accounting.

Receipts derived from penalties and the unexpended balance as of June 30, 2004, in the Consumer Fraud Education Fund program account pursuant to P.L. 1999, c.129 (C.56:8–14.2 et seq.) are appropriated for the purpose of offsetting the cost of operating the program, subject to the approval of the Director of the Division of Budget and Accounting.

Receipts in excess of the amount anticipated are appropriated to the Controlled Dangerous Substance Registration program for the purpose of offsetting the costs of the administration and operation of the program, subject to the approval of the Director of the Division of Budget and Accounting. If receipts are less than anticipated, the appropriation shall be reduced proportionately.

Receipts in excess of the amount anticipated derived pursuant to P.L. 1954, c.7 (C.5:8–1 et seq.) from the operations of the Division of Consumer Affairs Legalized Games of Chance program and the unexpended balances as of June 30, 2004, are appropriated for the purpose of offsetting the operational costs of the program, subject to the approval of the Director of the Division of Budget and Accounting.

The amount hereinabove for the Securities Enforcement Fund account is payable from receipts from fees and penalties deposited in the Securities Enforcement Fund pursuant to section 15 of P.L. 1985, c.405 (C.49:3–66.1). If receipts are less than anticipated, the appropriation shall be reduced proportionately.

Notwithstanding the provisions of section 15 of P.L. 1985, c.405 (C.49:3–66.1) to the contrary, receipts in excess of the amount anticipated and the unexpended balances as of June 30, 2004, are appropriated to the Securities Enforcement Fund program account to offset the cost of operating this program and for use by the Department of Law and Public Safety, subject to the approval of the Director of the Division of Budget and Accounting.

Receipts in excess of the amount anticipated derived pursuant to R.S. 51:1–1 et seq. from the operations of the Division of Consumer Affairs Office of Weights and Measures program and the unexpended balances as of June 30, 2004, are appropriated for the purposes of offsetting the operational costs of the program, subject to the approval of the Director of the Division of Budget and Accounting.

Receipts in excess of the amount anticipated derived pursuant to P.L. 1994 c.16 (C.45:17A–18 et seq.) from the operations of the Division of Consumer Affairs Charitable Registration and Investigation program and the unexpended balances as of June 30, 2004, are appropriated for the purpose of offsetting the operational costs of the program, subject to the approval of the Director of the Division of Budget and Accounting.

The amount hereinabove for each of the several State professional boards, advisory boards, and committees shall be provided from receipts of those entities, and any receipts in excess of the amounts specifically provided to each of the entities are appropriated. The unexpended balances as of June 30, 2004, are appropriated subject to the approval of the Director of the Division of Budget and Accounting.

Receipts derived from the sale of films, pamphlets, and other educational materials developed or produced by the Division on Civil Rights are appropriated to defray production costs.

Receipts derived from the provision of copies of transcripts and other materials related to officially docketed cases are appropriated.

Notwithstanding the provisions of section 2 of P.L. 1983 c.412 (C.10:5–14.1a) any receipts derived from the assessment of fines, fees, and penalties pursuant to P.L. 1945 c.169 (C.10:5–1 et seq.) are appropriated to the Division on Civil Rights for additional operational costs, subject to the approval of the Director of the Division of Budget and Accounting.

The sum hereinabove for Claims – Victims of Crime is available for payment of awards applicable to claims filed in prior fiscal years.

Receipts derived from assessments pursuant to section 2 of P.L. 1979, c.396 (C.2C:43–3.1) and the unexpended balance as of June 30, 2004, in the Criminal Disposition and Revenue Collection Fund program account, are appropriated for the purpose of offsetting the costs of the design, development, implementation and operation of the Criminal Disposition and Revenue Collection program, subject to the approval of the Director of the Division of Budget and Accounting.

Receipts derived from assessments under section 2 of P.L. 1979, c.396 (C.2C:43–3.1) in excess of the amount anticipated and the unexpended balance as of June 30, 2004, are appropriated for payment of claims of victims of crime pursuant to P.L. 1971, c.317 (C. 52:4B–1 et seq.) and additional board operational costs up to $1,175,000, and $356,000 for the Boards Strategic IT Automation Initiative, subject to the approval of the Director of the Division of Budget and Accounting.

The unexpended balances as of June 30, 2004, in the Office of Victim–Witness Assistance and in the Victim and Witness Advocacy Fund pursuant to section 2 of P.L. 1979, c.396 (C.2C: 43–3.1) are appropriated.

Receipts derived from licensing fees pursuant to subsection f. of N.J.S. 2C:58–5 and registration fees pursuant to section 11 of P.L. 1990, c.32 (C.2C:58–12) and the unexpended balance as of June 30, 2004, are appropriated for payment of claims for victims of crime pursuant to P.L. 1971, c.317 (C.52:4B–1 et seq.) and additional board operational costs, subject to the approval of the Director of the Division of Budget and Accounting.

Language Recommendations — Direct State Services – Casino Revenue Fund

The amount hereinabove is appropriated from the Casino Revenue Fund.

Language Recommendations — Direct State Services – General Fund

Receipts derived from the provision of copies, the processing of credit cards and other materials related to compliance with P.L. 2001, c.404 (C.47:1A–5), are appropriated for the purpose of offsetting costs related to the public access of government records.

DEPARTMENT OF MILITARY AND VETERANS' AFFAIRS

OVERVIEW

The Department of Military and Veterans' Affairs (DMAVA) mission is to provide trained and ready forces prepared for rapid response to a wide range of civil and military operations while providing exemplary services to the citizens and veterans of New Jersey. Some of the Department's major responsibilities are: to support New Jersey Homeland Security by providing specialized teams, training for emergency first responders, and supplemental security and protection of critical New Jersey facilities and infrastructure; to provide modernized combat – ready military units to mobilize and deploy in support of the state and national strategy; to provide quality units that are properly organized, equipped, and trained to preserve peace, order and public safety in support of civil authorities and to support and assist New Jersey's veterans, National Guard, and their families.

FY 2005 Budget Highlights

The Fiscal 2005 Budget for DMAVA provides the resources to operate three veterans memorial homes, the Brigadier General Doyle Veterans' Cemetery, a Veterans Haven Transitional Housing Program, the Korean and Vietnam War Memorials, and various other veterans entitlements and Grant–In–Aid programs, including tuition assistance, Post Traumatic Stress Syndrome treatment and veterans' transportation. The Department also awards over 10,000 of the following medals to our deserving veterans: Distinguished Service Medal, Meritorious Service Medal, the NJ Vietnam Service Medal, and the NJ Korean War Service Medal. The total budget for fiscal 2005 is $83.8 million, an increase of $4.4 million or 5.5% over the fiscal 2004 adjusted appropriation of $79.4 million.

Support to Our Veterans

New funding commitments for fiscal 2005 are: nearly $1.0 million to provide specialized care for dementia/Alzheimer's residents in the Old Glory Wing of the Menlo Park Veterans' Home, which is scheduled to open during the latter part of fiscal 2004, an additional $1.7 million to fund operating costs at the new Vineland Veterans' Home scheduled to open during the second half of fiscal 2005, $627,000 in capital funding to construct an all purpose room at the Paramus Veterans' Home, and $1.5 million for the construction of a World War II memorial.

Upon the opening of the new Vineland home, New Jersey will have three state of the art facilities, including a unique Adult Day Care Unit at Menlo Park. In total, a State appropriation of $ 58.1 million will support these facilities, including the cost of 108 new beds.

The continuing commitment of $1.9 million for the operations of the Doyle Cemetery, combined with the U.S. Department of Veterans Affairs increase in Plot Interment Allowance, will allow the Department to increase the number of grounds workers at the cemetery to keep pace with the increasing mortality of our World War II veterans.

The Doyle Cemetery Honor Guard is funded at $462,000, the same level as last year. This funding will enable DMAVA to render honors to all veterans interred at the cemetery as well as two off site burials a day.

The Veterans Haven appropriation of $494,000 is the same as last year. This funding, along with the continuing commitment of the U.S. Department of Veterans Affairs and the U.S. Department of Housing and Urban Development, will adequately support this vital transition program for our homeless veterans.

Homeland Security

In accordance with the New Jersey Domestic Security Preparedness Act, DMAVA is responsible for training and equipping domestic emergency response teams in support of New Jersey's Homeland Security program. These teams serve as first responders for disaster recovery related to acts of terrorism, weapons of mass destruction incidents and other public safety emergencies. DMAVA expanded its ability to address Homeland Security needs by opening a new Command and Control facility in fiscal 2003 which will permit better coordination of resources during emergencies. In addition, funding of $3.2 million is continued in fiscal 2005 to enhance the physical security of key power generating stations through the assignment of New Jersey National Guard to supplement the existing security at each facility.

This budget also includes $280,000 to support operations of the Weapons of Mass Destruction (WMD) program. This program provides direct assistance to civil authorities and enables the Department to maintain a WMD response capability.

Capital Recommendations

This budget recommends $627,000 in capital funds to construct an all purpose room at the Paramus Veterans' Home. The room will be used to conduct daily resident activities. Currently, all resident activities are held in the facility dining area, which complicates the scheduling of meals and activities. The completion of the all purpose room will enhance the quality of life for the residents of the facility. The State share of $627,000 will generate $1.4 million in federal matching funds in addition to a $135,000 pledge from a local nonprofit organization. In addition, $1.5 million is recommended to construct a World War II memorial.

Department Accomplishments

Recent departmental initiatives and accomplishments include: provided Army Guard security at New Jersey's airports, key designated infrastructure, nuclear power generating plants, and key federal military installations in New Jersey; Army and Air National Guard units deployed overseas in support of U.S.– led operations in the War on Terrorism; Air National Guard units protecting America's airways by flying combat air patrols throughout the Eastern United States; construction of a Homeland Security Center of Excellence facility; construction of a pre–installed crypt field and chapel paver replacement project at the Brigadier General Doyle Cemetery; ongoing construction of a replacement facility for the Vineland Veterans' Memorial Home.

DEPARTMENT OF MILITARY AND VETERANS' AFFAIRS

SUMMARY OF APPROPRIATIONS BY FUND
(thousands of dollars)

Year Ending June 30, 2003						Year Ending June 30, 2005		
Orig. & (S)Supple–mental	Reapp. & (R)Recpts.	Transfers & (E)Emer–gencies	Total Available	Expended		2004 Adjusted Approp.	Requested	Recom–mended
69,374	4,245	2,631	76,250	75,174	Direct State Services	78,224	80,641	80,641
1,044	114	—	1,158	1,026	Grants–In–Aid	1,044	1,044	1,044
1,779	16,146	—	17,925	16,240	Capital Construction	165	2,127	2,127
72,197	20,505	2,631	95,333	92,440	Total General Fund	79,433	83,812	83,812
72,197	*20,505*	*2,631*	*95,333*	*92,440*	*GRAND TOTAL*	*79,433*	*83,812*	*83,812*

SUMMARY OF APPROPRIATIONS BY ORGANIZATION
(thousands of dollars)

Year Ending June 30, 2003						Year Ending June 30, 2005		
Orig. & (S)Supple–mental	Reapp. & (R)Recpts.	Transfers & (E)Emer–gencies	Total Available	Expended		2004 Adjusted Approp.	Requested	Recom–mended
					DIRECT STATE SERVICES – GENERAL FUND			
					Military Services			
5,712	—	–70	5,642	5,641	Central Operations	5,013	5,013	5,013
7,877	2,961	488	11,326	10,513	National Guard Programs Support	11,728	11,728	11,728
13,589	*2,961*	*418*	*16,968*	*16,154*	*Subtotal*	*16,741*	*16,741*	*16,741*
					Services to Veterans			
6,111	1,283	–27	7,367	7,105	Veterans' Program Support	5,787	5,787	5,787
16,700	—	–286	16,414	16,414	Menlo Park Veterans' Memorial Home	19,025	19,972	19,972
16,487	1	1,829	18,317	18,317	Paramus Veterans' Memorial Home	18,580	18,478	18,478
16,487	—	697	17,184	17,184	Vmeland Veterans' Memorial Home	18,091	19,663	19,663
55,785	*1,284*	*2,213*	*59,282*	*59,020*	*Subtotal*	*61,483*	*63,900*	*63,900*
69,374	*4,245*	*2,631*	*76,250*	*75,174*	*Subtotal Direct State Services – General Fund*	*78,224*	*80,641*	*80,641*
69,374	*4,245*	*2,631*	*76,250*	*75,174*	*TOTAL DIRECT STATE SERVICES*	*78,224*	*80,641*	*80,641*
					GRANTS–IN–AID – GENERAL FUND			
					Military Services			
35	—	—	35	35	National Guard Programs Support	35	35	35
					Services to Veterans			
1,009	114	—	1,123	991	Veterans' Program Support	1,009	1,009	1,009
1,044	*114*	—	*1,158*	*1,026*	*Subtotal Grants–In–Aid – General Fund*	*1,044*	*1,044*	*1,044*
1,044	*114*	—	*1,158*	*1,026*	*TOTAL GRANTS–IN–AID*	*1,044*	*1,044*	*1,044*
					CAPITAL CONSTRUCTION			
					Military Services			
779	2,239	–16	3,002	1,790	Central Operations	165	2,127	2,127
—	125	—	125	—	National Guard Programs Support	—	—	—
779	*2,364*	*–16*	*3,127*	*1,790*	*Subtotal*	*165*	*2,127*	*2,127*

Year Ending June 30, 2003						Year Ending June 30, 2005		
Orig. & (S)Supple-mental	Reapp. & (R)Recpts.	Transfers & (E)Emer-gencies	Total Available	Expended		2004 Adjusted Approp.	Requested	Recom-mended
					Services to Veterans			
—	359	—	359	245	Veterans' Program Support	—	—	—
—	1	16	17	—	Menlo Park Veterans' Memorial Home	—	—	—
1,000	13,422	—	14,422	14,205	Vineland Veterans' Memorial Home	—	—	—
1,000	*13,782*	*16*	*14,798*	*14,450*	*Subtotal*	—	—	—
1,779	*16,146*	—	*17,925*	*16,240*	***Subtotal Capital Construction***	*165*	*2,127*	*2,127*
1,779	*16,146*	—	*17,925*	*16,240*	***TOTAL CAPITAL CONSTRUCTION***	*165*	*2,127*	*2,127*
72,197	*20,505*	*2,631*	*95,333*	*92,440*	***TOTAL APPROPRIATION***	*79,433*	*83,812*	*83,812*

10. PUBLIC SAFETY AND CRIMINAL JUSTICE
14. MILITARY SERVICES

OBJECTIVES

1. To provide command and operational control to all units of the New Jersey National Guard.
2. To plan for and establish the force structure required to accomplish both federal and State missions while supporting the future goals established by the Governor for the development of the State.
3. To recruit, train, and support the personnel required by the force structure to be able to respond to calls to duty by federal and State authorities in the event of an emergency.
4. To operate, maintain, preserve, and extend the useful life of all physical facilities in support of New Jersey National Guard and Veterans' programs.
5. To evaluate and determine priorities for the location and construction of new facilities and the expansion and improvement of existing facilities in order to support the force structure of the National Guard.
6. To operate and maintain a High Technology Training Center at Fort Dix, New Jersey in order to provide the enhanced state of the art individual and unit training required by the members of the New Jersey National Guard and other reserve and active component military personnel, in order to ensure their ability to survive on the modern battlefield.
7. To provide centralized and integrated managerial and support services to all departmental programs.

PROGRAM CLASSIFICATIONS

40. **New Jersey National Guard Support Services.** Provides operational command and control, as well as support to the State National Guard, whose mission is to protect life and property, and preserve peace, order and public safety during times of emergency or disaster. In addition, it provides for a trained and organized military force and individuals available at the call of the President, in the event of a war or other national emergency, to augment the active military forces. It also comprises the planning, management, and operation of the physical assets of the Department and its subordinate activities, including veterans' memorial homes, armories, buildings, and equipment of all kinds, as well as alteration, expansion, construction, rehabilitation, improvement, and custodial services.

60. **Joint Training Center Management and Operations.** Provides accommodations, support, and operations for the year round training of National Guard personnel at the Training Center in Sea Girt.

99. **Administration and Support Services.** Provides administrative services required for the effective operation of the Department and all of its subordinate activities and operations including general management, management information systems, purchasing, accounting, budgeting, personnel, payroll, training, and clerical services.

EVALUATION DATA

	Actual FY 2002	Actual FY 2003	Revised FY 2004	Budget Estimate FY 2005
PROGRAM DATA				
New Jersey National Guard Support Services				
Armories not housing National Guard units	5	5	5	5
Armories housing National Guard units	33	33	33	33
Use data (days)	27,477	23,622	24,030	24,030
Military	17,173	15,905	16,080	16,080
Other State agencies	1,296	1,640	1,870	1,870
Private/Public	9,008	6,077	6,080	6,080
Land management (acres)	10,986	10,986	10,986	10,986
Authorized strength of Army National Guard	7,407	7,364	7,600	7,600
Strength of Army National Guard, June 30	95%	85%	84%	84%
Authorized strength of Air National Guard	2,443	2,440	2,440	2,426
Strength of Air National Guard, June 30	100%	100%	100%	98%
Joint Training Center Management and Operations				
Individuals Trained (Person Days)				
New Jersey National Guard Troops	24,950	30,000	40,000	45,000
State Police officers in-service training	9,700	13,800	12,900	13,800
State Police recruit training	28,800	5,670	12,600	14,700
Criminal Justice	12,280	15,511	13,300	14,286
Department of Corrections	31,550	24,800	50,400	32,400
Division of Highway Safety	840	2,577	3,068	3,441
Challenge Youth Program	30,954 (a)	29,740 (a)	35,040	31,000
All others	9,475	13,399	14,545	14,545
PERSONNEL DATA				
Affirmative Action Data				
Male minority	200	200	200	200
Male minority %	13.8	14.7	14.4	12.1
Female minority	649	649	649	649
Female minority %	44.7	47.7	46.9	39.3
Total	849	849	849	849
Total %	58.5	62.4	61.3	51.5
Position Data				
Filled Positions by Funding Source				
State Supported	178	138	131	141
Federal	145	144	140	186
Total Positions	323	282	271	327
Filled Positions by Program Class				
New Jersey National Guard Support Services	233	216	205	257
Joint Training Center Management and Operations	11	8	9	11
Administration and Support Services	79	58	57	59
Total Positions	323	282	271	327

Notes:

Actual Payroll counts are reported for fiscal years 2002 and 2003 as of December and revised fiscal year 2004 as of September. The Budget Estimate for fiscal year 2005 reflects the number of positions funded.

(a) Prior to fiscal 2004, the Challenge Youth Program was operated at Fort Dix. This data reflects activity at the Fort Dix location.

APPROPRIATIONS DATA
(thousands of dollars)

Year Ending June 30, 2003								Year Ending June 30, 2005	
Orig. & (S)Supplemental	Reapp. & (R)Recpts.	Transfers & (E)Emergencies	Total Available	Expended		Prog. Class.	2004 Adjusted Approp.	Requested	Recommended
					DIRECT STATE SERVICES				
					Distribution by Fund and Program				
7,877	2,961	488	11,326	10,513	New Jersey National Guard Support Services	40	11,728	11,728	11,728
553	—	–119	434	433	Joint Training Center Management and Operations	60	494	494	494
5,159	—	49	5,208	5,208	Administration and Support Services	99	4,519	4,519	4,519
13,589	***2,961***	***418***	***16,968***	***16,154***	*Total Direct State Services*		***16,741*** [a]	***16,741***	***16,741***
					Distribution by Fund and Object				
					Personal Services:				
7,671	—	–921	6,750	6,750	Salaries and Wages		7,383	7,383	7,383
7,671	—	*–921*	*6,750*	*6,750*	*Total Personal Services*		*7,383*	*7,383*	*7,383*
1,257	—	250	1,507	1,506	Materials and Supplies		1,257	1,257	1,257
612	10	561	1,183	1,177	Services Other Than Personal		602	602	602
1,053	—	88	1,141	1,141	Maintenance and Fixed Charges		1,053	1,053	1,053
					Special Purpose:				
—	281 1,174 R	–1,124	331	—	New Jersey National Guard Support Services	40	—	—	—
20	—	—	20	20	Newark Armory, City of Newark Drum and Bugle Corps	40	—	—	—
—	—	—	—	—	Nuclear Facilities Security Detail	40	3,180	3,180	3,180
280	—	—	280	280	Weapons of Mass Destruction Program	40	280	280	280
—	1,350	—	1,350	1,350	NJ Domestic Security Preparedness	40	—	—	—
—	—	455	455	451	National Guard–State Active Duty	40	500	500	500
1,120	—	—	1,120	1,120	New Jersey National Guard Challenge Youth Program	40	920	920	920
1,302	129	—	1,431	960	Joint Federal–State Operations and Maintenance Contracts (State Share)	40	1,302	1,302	1,302
5	—	—	5	5	Affirmative Action and Equal Employment Opportunity	99	5	5	5
250	—	—	250	250	Nursing Initiative	99	250	250	250
19	17	1,109	1,145	1,144	Additions, Improvements and Equipment		9	9	9
					GRANTS–IN–AID				
					Distribution by Fund and Program				
35	—	—	35	35	New Jersey National Guard Support Services	40	35	35	35
35	—	—	***35***	***35***	*Total Grants–in–Aid*		***35***	***35***	***35***
					Distribution by Fund and Object				
					Grants:				
35	—	—	35	35	Civil Air Patrol	40	35	35	35
					CAPITAL CONSTRUCTION				
					Distribution by Fund and Program				
—	125	—	125	—	New Jersey National Guard Support Services	40	—	—	—

Year Ending June 30, 2003							Year Ending June 30, 2005	
Orig. & (S)Supplemental	Reapp. & (R)Recpts.	Transfers & (E)Emergencies	Total Available	Expended		Prog. Class.	2004 Adjusted Approp.	Requested	Recommended
					CAPITAL CONSTRUCTION				
—	19	–2	17	—	Joint Training Center Management and Operations	60	—	—	—
779	2,220	–14	2,985	1,790	Administration and Support Services	99	165	2,127	2,127
779	*2,364*	*–16*	*3,127*	*1,790*	*Total Capital Construction*		*165*	*2,127*	*2,127*
					Distribution by Fund and Object				
					Central Operations				
—	17	—	17	—	Corrections – Sea Girt Project	60	—	—	—
—	2	–2	—	—	Sea Girt Training Center – Multiple Agency Projects	60	—	—	—
479	399	–203	675	195	Fire and Life Safety, Statewide	99	—	—	—
—	18	64	82	82	Renovations and Improvements, Statewide	99	—	627	627
300	—	—	300	216	Security Enhancements	99	—	—	—
—	2	36	38	35	Preservation of Existing Structures	99	—	—	—
—	54	80	134	104	Sea Girt Training Center – Criminal and Juvenile	99	—	—	—
—	26	55	81	52	Infrastructure Projects, Statewide	99	—	—	—
—	164	—	164	75	Environmental Projects, Statewide	99	—	—	—
—	—	—	—	—	World War II Memorial	99	—	1,500	1,500
—	1,557	–46	1,511	1,031	Rehabilitation of Headquarters Building	99	—	—	—
—	—	—	—	—	Youth Challenge Program – Building Renovations	99	165	—	—
					National Guard Programs Support				
—	125	—	125	—	Mobilization and Training Equipment Site (MATES) – Lakehurst – Design Study	40	—	—	—
14,403	*5,325*	*402*	*20,130*	*17,979*	*Grand Total State Appropriation*		*16,941*	*18,903*	*18,903*
					OTHER RELATED APPROPRIATIONS				
					Federal Funds				
24,942	6,650	485	32,077	16,169	New Jersey National Guard Support Services	40	18,322	18,647	18,647
22,000	—	—	22,000	—	Administration and Support Services	99	26,000	—	—
46,942	*6,650*	*485*	*54,077*	*16,169*	*Total Federal Funds*		*44,322*	*18,647*	*18,647*
					All Other Funds				
—	6 28 R	8	42	26	New Jersey National Guard Support Services	40	1,025	1,040	1,040
—	—	3,300	3,300	3,299	Administration and Support Services	99	—	—	—
—	*34*	*3,308*	*3,342*	*3,325*	*Total All Other Funds*		*1,025*	*1,040*	*1,040*
61,345	*12,009*	*4,195*	*77,549*	*37,473*	*GRAND TOTAL ALL FUNDS*		*62,288*	*38,590*	*38,590*

Notes — Direct State Services – General Fund

(a) The fiscal year 2004 appropriation has been adjusted for the allocation of salary program in accordance with the provisions of P.L. 2003, c. 122 (Fiscal Year 2004 Appropriations Act).

Language Recommendations — Direct State Services – General Fund

The unexpended balance as of June 30, 2004, in the National Guard–State Active Duty account is appropriated for the same purpose.

The unexpended balance as of June 30, 2004, in the Joint Federal–State Operations and Maintenance Contracts (State share) account is appropriated for the same purpose.

Receipts derived from the rental and use of armories and the unexpended balance in the receipt account as of June 30, 2004, are appropriated for the operation and maintenance thereof, subject to the approval of the Director of the Division of Budget and Accounting.

In addition to the amount hereinabove, funds received for Distance Learning Program usage are appropriated for the same purposes, subject to the approval of the Director of the Division of Budget and Accounting.

The amount appropriated hereinabove for Nuclear Facilities Security Detail is chargeable to receipts derived from the wireless communication/cell tower assessment, pursuant to the passage of enabling legislation.

80. SPECIAL GOVERNMENT SERVICES

83. SERVICES TO VETERANS

3610. VETERANS' PROGRAM SUPPORT

OBJECTIVES

1. To identify and provide the services necessary to meet the needs of the veteran population in New Jersey.
2. To provide outreach programs to advise the New Jersey veteran population of the total spectrum of services available to them.
3. To provide veterans of the State medical and nursing care consistent with the acceptable professional standards for residents as established by the United States Veterans Administration and the New Jersey State Health Department.
4. To administer grant payments to orphans of veterans (RS 38:20–1), blind veterans and certain disabled veterans (RS 38:18–2, RS 38:18A–2).

PROGRAM CLASSIFICATIONS

20. **Treatment Services.** Provides nursing and medical care to veterans and their eligible spouses at the memorial homes.

50. **Veterans' Outreach and Assistance.** Assists veterans and their dependents in securing State and federal benefits, including pensions, insurance, Civil Service veterans preference, tax exemptions and financial aid. Provides for the operation of field offices as well as the identification and operation of programs to meet the specialized needs of the State veteran population.

70. **Burial Services.** Provides for the burial of eligible New Jersey veterans, their spouses and dependents at the Brigadier General Doyle Memorial Cemetery. Also maintains the grounds of the Fairmont Veterans Cemetery in Newark, the Arlington Cemetery in Kearny, and the memorial cemetery on the grounds of the Vineland Veterans' Memorial Home.

99. **Administration and Support Services.** Provides administrative services required for effective operation of the State's veterans' memorial homes, including general management, purchasing, accounting, budgeting, personnel, payroll, and clerical services. It also comprises the planning, management, and operation of the physical assets of the department and its subordinate activities including veterans' memorial homes, armories, buildings and equipment of all kinds as well as alteration, expansion, construction, rehabilitation, improvement, and custodial services.

EVALUATION DATA

	Actual FY 2002	Actual FY 2003	Revised FY 2004	Budget Estimate FY 2005
PROGRAM DATA				
Veterans' Outreach and Assistance				
Number of veterans served	35,500	37,000	38,000	39,100
Number of claims processed	2,600	3,238	4,000	4,100
Field offices	15	15	16	16
Operating full week	15	15	15	15
VA special monetary benefits provided (in millions)	$44	$48	$49	$50
Veterans' Tuition Credit program participants	40	40	40	40
POW/MIA Tuition Program	2	2	2	2
Blind veterans receiving allowances	62	63	63	60
Paraplegic and hemiplegic veterans receiving allowances	370	374	379	346
Veterans' orphans receiving educational grants	7	7	7	5
Veterans transportation (trips)	22,610	23,848	24,000	24,750
Post traumatic stress disorder counseling sessions	5,865	5,252	5,400	5,500
Veterans Haven residents	51	53	54	54

	Actual FY 2002	Actual FY 2003	Revised FY 2004	Budget Estimate FY 2005
State approving agency				
Approved program sites	889	750	808	810
Program approving actions	4,245	3,864	4,249	4,300
Approving agency visits to program sites	602	605	500	505
Other activities	351	206	460	470
Burial Services				
Brigadier General Doyle Memorial Cemetery				
Rated capacity	110,000	110,000	156,000	160,500
Number of new interments	2,426	2,446	2,550	2,650
Total interments	26,005	28,451	31,001	33,651
PERSONNEL DATA				
Position Data				
Filled Positions by Funding Source				
State Supported	110	104	103	114
Federal	6	5	6	6
Total Positions	116	109	109	120
Filled Positions by Program Class				
Veterans' Outreach and Assistance	71	62	62	62
Veterans' Haven	11	13	15	18
Burial Services	34	34	32	40
Total Positions	116	109	109	120

APPROPRIATIONS DATA
(thousands of dollars)

Year Ending June 30, 2003								Year Ending June 30, 2005	
Orig. & (S)Supplemental	Reapp. & (R)Recpts.	Transfers & (E)Emergencies	Total Available	Expended		Prog. Class.	2004 Adjusted Approp.	Requested	Recommended
					DIRECT STATE SERVICES				
					Distribution by Fund and Program				
3,709	682	–27	4,364	4,154	Veterans' Outreach and Assistance	50	3,383	3,383	3,383
494	—	—	494	494	Veterans Haven	51	494	494	494
1,908	601	—	2,509	2,457	Burial Services	70	1,910	1,910	1,910
6,111	*1,283*	*–27*	*7,367*	*7,105*	*Total Direct State Services*		*5,787* [a]	*5,787*	*5,787*
					Distribution by Fund and Object				
					Personal Services:				
4,267	75	–308	4,034	4,018	Salaries and Wages		3,953	3,953	3,953
4,267	*75*	*–308*	*4,034*	*4,018*	*Total Personal Services*		*3,953*	*3,953*	*3,953*
416	14 495 R	–15	910	886	Materials and Supplies		416	416	416
193	7	315	515	508	Services Other Than Personal		193	193	193
93	9	92	194	193	Maintenance and Fixed Charges		93	93	93
					Special Purpose:				
—	386 253 R	–466	173	—	Veterans' Outreach and Assistance	50	—	—	—
5 S	—	—	5	5	Korean 50th Anniversary Medal	50	—	—	—
150	—	—	150	149	Vietnam Memorial Perpetual Care	50	—	—	—
200	—	—	200	200	Vietnam Veterans Educational Center	50	—	—	—
—	—	—	—	—	Vietnam Memorial and Education Center	50	350	350	350
136	—	—	136	136	Veterans' State Benefits Bureau	50	131	131	131

Year Ending June 30, 2003						Prog. Class.	2004 Adjusted Approp.	Year Ending June 30, 2005	
Orig. & (S)Supple-mental	Reapp. & (R)Recpts.	Transfers & (E)Emer-gencies	Total Available	Expended				Requested	Recom-mended
					DIRECT STATE SERVICES				
90	—	—	90	89	Korean War Memorial Maintenance Program	50	90	90	90
—	35	—	35	—	Korean Veterans Memorial Fund	50	—	—	—
5	—	—	5	5	Governor's Veterans' Services Council	50	5	5	5
94	—	—	94	94	Veterans Haven	51	94	94	94
462	—	—	462	461	Honor Guard Support Services	70	462	462	462
—	9	355	364	361	Additions, Improvements and Equipment		—	—	—
					GRANTS-IN-AID				
					Distribution by Fund and Program				
1,009	114	—	1,123	991	Veterans' Outreach and Assistance	50	1,009	1,009	1,009
1,009	*114*	—	*1,123*	*991*	*Total Grants-in-Aid*		*1,009*	*1,009*	*1,009*
					Distribution by Fund and Object				
					Grants:				
38	66	-36	68	8	Veterans' Tuition Credit Program	50	38	38	38
11	37	-23	25	23	POW/MIA Tuition Assistance	50	11	11	11
7	10	-16	1	—	Vietnam Veterans' Tuition Aid	50	7	7	7
35	—	—	35	35	Veterans Homeless Shelter, Burlington County	50	35	35	35
—	1	—	1	—	Veterans' Memorial at Garden State Parkway Ocean View Toll Plaza	50	—	—	—
300	—	25	325	324	Veterans' Transportation	50	300	300	300
5	—	—	5	1	Veterans' Orphan Fund – Education Grants	50	5	5	5
46	—	—	46	43	Blind Veterans' Allowances	50	46	46	46
267	—	—	267	209	Paraplegic and Hemiplegic Veterans' Allowance	50	267	267	267
300	—	50	350	348	Post Traumatic Stress Disorder	50	300	300	300
					CAPITAL CONSTRUCTION				
					Distribution by Fund and Program				
—	—	84	84	84	Veterans' Outreach and Assistance	50	—	—	—
—	359	-84	275	161	Burial Services	70	—	—	—
—	*359*	—	*359*	*245*	*Total Capital Construction*		—	—	—
					Distribution by Fund and Object				
					Veterans' Program Support				
—	—	84	84	84	Ancora Administrative Building	50	—	—	—
—	359	-84	275	161	General Doyle Veterans' Memorial Cemetery Improvements	70	—	—	—
7,120	*1,756*	*-27*	*8,849*	*8,341*	*Grand Total State Appropriation*		*6,796*	*6,796*	*6,796*
					OTHER RELATED APPROPRIATIONS				
					Federal Funds				
1,451	215	—	1,666	879	Veterans' Outreach and Assistance	50	825	902	902
—	—	—	—	—	Veterans Haven	51	339	—	—
5,300	2,321	—	7,621	2,401	Burial Services	70	6,000	6,900	6,900

Year Ending June 30, 2003							Year Ending June 30, 2005	
Orig. & (S)Supplemental	Reapp. & (R)Recpts.	Transfers & (E)Emergencies	Total Available	Expended		Prog. Class.	2004 Adjusted Approp.	Requested	Recommended
					OTHER RELATED APPROPRIATIONS				
6,751	2,536	—	9,287	3,280	*Total Federal Funds*		7,164	7,802	7,802
					All Other Funds				
—	11 82 R	—	93	18	Veterans' Outreach and Assistance	50	512	509	509
—	—	—	—	—	Burial Services	70	480	500	500
—	93	—	93	18	*Total All Other Funds*		992	1,009	1,009
13,871	4,385	–27	18,229	11,639	*GRAND TOTAL ALL FUNDS*		14,952	15,607	15,607

Notes — Direct State Services – General Fund

(a) The fiscal year 2004 appropriation has been adjusted for the allocation of salary program in accordance with the provisions of P.L. 2003, c. 122 (Fiscal Year 2004 Appropriations Act).

Language Recommendations — Direct State Services – General Fund

The unexpended balance as of June 30, 2004, in the Korean Veterans Memorial account is appropriated for the same purpose.

Funds collected by and on behalf of the Korean Veterans Memorial Fund are hereby appropriated for the purposes of the fund.

Funds received for Veterans' Transitional Housing from the federal Department of Veterans Affairs and the individual residents, and the unexpended balance in the receipt account as of June 30, 2004, are appropriated for the same purpose.

Funds received for plot interment allowances from the federal Department of Veterans Affairs, burial fees collected, and the unexpended program balances as of June 30, 2004, are appropriated for perpetual care and maintenance of burial plots and grounds at the Brigadier General Doyle Veterans' Memorial Cemetery.

Language Recommendations — Grants–In–Aid – General Fund

The sums provided hereinabove and the unexpended balances as of June 30, 2004 in the Veterans' Tuition Credit, POW/MIA Tuition Assistance, and the Vietnam Veterans' Tuition Aid accounts are appropriated and available for payment of liabilities applicable to prior fiscal years.

80. SPECIAL GOVERNMENT SERVICES

83. SERVICES TO VETERANS

3630. MENLO PARK VETERANS' MEMORIAL HOME

This Home provides nursing home care for New Jersey veterans with chronic disabilities and for those for whom rehabilitation is prescribed in order to prepare them to return to the community (C30:6AA–1 et seq.). Eligibility requirements are honorable discharge from last enlistment and residence in the State for at least two years preceding date of application. There are 312 available hospital–infirmary beds for nursing care patients, which includes 40 beds for the Old Glory dementia/Alzheimer's wing.

EVALUATION DATA

	Actual FY 2002	Actual FY 2003	Revised FY 2004	Budget Estimate FY 2005
OPERATING DATA				
Domiciliary and Treatment Services				
Rated capacity	328	312	312	312
Average daily population	262	264	304	304
Ratio: Daily population/Total positions	0.8 / 1	0.8 / 1	0.9 / 1	0.7 / 1
Annual per capita	$63,374	$67,921	$68,980	$71,608
Daily per capita	$173.63	$186.09	$188.98	$196.19
PERSONNEL DATA				
Position Data				
Filled Positions by Funding Source				
State Supported	329	322	326	411
Total Positions	329	322	326	411

	Actual FY 2002	Actual FY 2003	Revised FY 2004	Budget Estimate FY 2005
Filled Positions by Program Class				
Domiciliary and Treatment Services	257	251	257	321
Administration and Support Services	72	71	69	90
Total Positions	329	322	326	411

APPROPRIATIONS DATA
(thousands of dollars)

Year Ending June 30, 2003								Year Ending June 30, 2005	
Orig. & (S)Supplemental	Reapp. & (R)Recpts.	Transfers & (E)Emergencies	Total Available	Expended		Prog. Class.	2004 Adjusted Approp.	Requested	Recommended
					DIRECT STATE SERVICES				
					Distribution by Fund and Program				
12,043	—	–190	11,853	11,853	Domiciliary and Treatment Services	20	13,844	14,763	14,763
4,657	—	–96	4,561	4,561	Administration and Support Services	99	5,181	5,209	5,209
16,700	—	*–286*	*16,414*	*16,414*	*Total Direct State Services*		*19,025* [a]	*19,972*	*19,972*
					Distribution by Fund and Object				
					Personal Services:				
13,061	—	–68	12,993	12,993	Salaries and Wages		13,564 1,379 S	15,824	15,824
13,061	—	*–68*	*12,993*	*12,993*	*Total Personal Services*		*14,943*	*15,824*	*15,824*
1,961	—	–535	1,426	1,426	Materials and Supplies		1,961 146 S	2,209	2,209
1,295	—	171	1,466	1,466	Services Other Than Personal		1,295 251 S	1,582	1,582
237	—	61	298	298	Maintenance and Fixed Charges		237 10 S	253	253
46 100 S	—	85	231	231	Additions, Improvements and Equipment		46 136 S	104	104
					CAPITAL CONSTRUCTION				
					Distribution by Fund and Program				
—	1	16	17	—	Physical Plant and Support Services	30	—	—	—
—	*1*	*16*	*17*	—	*Total Capital Construction*		—	—	—
					Distribution by Fund and Object				
					Menlo Park Veterans' Memorial Home				
—	1	16	17	—	Design/Construct New Nursing Home Facility	30	—	—	—
16,700	*1*	*–270*	*16,431*	*16,414*	*Grand Total State Appropriation*		*19,025*	*19,972*	*19,972*
					OTHER RELATED APPROPRIATIONS				
					Federal Funds				
2,495	–3	—	2,492	1,517	Domiciliary and Treatment Services	20	1,873	1,725	1,725
2,495	*–3*	—	*2,492*	*1,517*	*Total Federal Funds*		*1,873*	*1,725*	*1,725*
					All Other Funds				
—	—	—	—	—	Domiciliary and Treatment Services	20	72	72	72
—	—	—	—	—	*Total All Other Funds*		*72*	*72*	*72*
19,195	*–2*	*–270*	*18,923*	*17,931*	*GRAND TOTAL ALL FUNDS*		*20,970*	*21,769*	*21,769*

Notes — Direct State Services – General Fund

(a) The fiscal year 2004 appropriation has been adjusted for the allocation of salary program in accordance with the provisions of P.L. 2003, c. 122 (Fiscal 2004 Appropriations Act).

Language Recommendations — Direct State Services – General Fund

In addition to the amount hereinabove for Menlo Park Adult Day Care, such sums received from the federal Department of Veteran's Affairs, New Jersey Department of Health and Senior Services, and New Jersey Assistance for Community Care Giving are appropriated for the same purposes, subject to the approval of the Director of the Division of Budget and Accounting.

The unexpended balances as of June 30, 2004 in the Menlo Park Veterans' Memorial Home accounts are appropriated for the same purpose.

80. SPECIAL GOVERNMENT SERVICES

83. SERVICES TO VETERANS

3640. PARAMUS VETERANS' MEMORIAL HOME

This facility opened in 1986 and provides nursing care for New Jersey Veterans (C30:6AA–1 et seq.). There are 336 available hospital–infirmary beds for nursing care patients. The institution cares for those with chronic disabilities and for those for whom rehabilitation is prescribed in order to prepare them to return to the community. Eligibility requirements are honorable discharge from last enlistment and residence in the State for at least two years preceding date of application.

EVALUATION DATA

	Actual FY 2002	Actual FY 2003	Revised FY 2004	Budget Estimate FY 2005
OPERATING DATA				
Domiciliary and Treatment Services				
Rated capacity	336	336	336	336
Average daily population	311	296	310	315
Ratio: Daily population/Total positions	0.9 / 1	0.9 / 1	0.9 / 1	0.8 / 1
Annual per capita	$61,592	$67,118	$66,313	$65,064
Daily per capita	$168.75	$183.89	$181.68	$178.26
PERSONNEL DATA				
Position Data				
Filled Positions by Funding Source				
State Supported	342	341	345	379
Total Positions	342	341	345	379
Filled Positions by Program Class				
Domiciliary and Treatment Services	280	284	285	310
Administration and Support Services	62	57	60	69
Total Positions	342	341	345	379

APPROPRIATIONS DATA
(thousands of dollars)

Year Ending June 30, 2003								Year Ending June 30, 2005	
Orig. & (S)Supplemental	Reapp. & (R)Recpts.	Transfers & (E)Emergencies	Total Available	Expended		Prog. Class.	2004 Adjusted Approp.	Requested	Recommended
					DIRECT STATE SERVICES				
					Distribution by Fund and Program				
12,419	—	1,795	14,214	14,214	Domiciliary and Treatment Services	20	14,385	14,385	14,385
4,068	1	34	4,103	4,103	Administration and Support Services	99	4,195	4,093	4,093
16,487	*1*	*1,829*	*18,317*	*18,317*	*Total Direct State Services*		*18,580* [a]	*18,478*	*18,478*

Year Ending June 30, 2003							Year Ending June 30, 2005	
Orig. & (S)Supple-mental	Reapp. & (R)Recpts.	Transfers & (E)Emer-gencies	Total Available	Expended		Prog. Class.	2004 Adjusted Approp.	Requested	Recom-mended
					DIRECT STATE SERVICES				
					Distribution by Fund and Object				
					Personal Services:				
13,483	—	473	13,956	13,956	Salaries and Wages		14,103 1,150 S	15,253	15,253
13,483	—	*473*	*13,956*	*13,956*	*Total Personal Services*		*15,253*	*15,253*	*15,253*
1,625	—	171	1,796	1,797	Materials and Supplies		1,625	1,625	1,625
1,025	—	1,010	2,035	2,035	Services Other Than Personal		1,025 350 S	1,375	1,375
184	—	50	234	233	Maintenance and Fixed Charges		184	184	184
					Special Purpose:				
—	—	125	125	125	Administration and Support Services	99	—	—	—
41 129 S	1	—	171	171	Additions, Improvements and Equipment		41 102 S	41	41
16,487	*1*	*1,829*	*18,317*	*18,317*	*Grand Total State Appropriation*		*18,580*	*18,478*	*18,478*
					OTHER RELATED APPROPRIATIONS				
					Federal Funds				
1,961	—	—	1,961	1,550	Domiciliary and Treatment Services	20	1,977	2,017	2,017
1,961	—	—	*1,961*	*1,550*	*Total Federal Funds*		*1,977*	*2,017*	*2,017*
18,448	*1*	*1,829*	*20,278*	*19,867*	*GRAND TOTAL ALL FUNDS*		*20,557*	*20,495*	*20,495*

Notes — Direct State Services – General Fund

(a) The fiscal year 2004 appropriation has been adjusted for the allocation of salary program in accordance with the provisions of P.L. 2003, c. 122 (Fiscal Year 2004 Appropriations Act).

80. SPECIAL GOVERNMENT SERVICES

83. SERVICES TO VETERANS

3650. VINELAND VETERANS' MEMORIAL HOME

Starting in 1900, this institution has provided nursing and domiciliary care for New Jersey Veterans of every war and armed conflict including the War of 1812 (C30:6AA–1 et seq.). In fiscal year 1982, all domiciliary care beds were converted to nursing care beds. With the opening of the new Vineland home in fiscal 2005, a total of 300 hospital –infirmary beds will be available for nursing care patients.

The institution cares for those with chronic disabilities and for those for whom rehabilitation is prescribed in order to prepare them to return to the community. Eligibility requirements are honorable discharge from last enlistment, and residence in the State for at least two years preceding date of application.

EVALUATION DATA

	Actual FY 2002	Actual FY 2003	Revised FY 2004	Budget Estimate FY 2005
OPERATING DATA				
Domiciliary and Treatment Services				
Rated capacity	282	232	232	300
Average daily population	258	221	228	256
Ratio: Daily population/Total positions	0.8 / 1	0.7 / 1	0.7 / 1	0.6 / 1
Annual per capita	$67,585	$77,756	$79,689	$79,840
Daily per capita	$185.16	$213.03	$218.33	$218.74
	—	—		—

	Actual FY 2002	Actual FY 2003	Revised FY 2004	Budget Estimate FY 2005
PERSONNEL DATA				
Position Data				
Filled Positions by Funding Source				
State Supported	341	306	334	413
Total Positions	341	306	334	413
Filled Positions by Program Class				
Domiciliary and Treatment Services	262	227	253	311
Administration and Support Services	79	79	81	102
Total Positions	341	306	334	413

APPROPRIATIONS DATA
(thousands of dollars)

Year Ending June 30, 2003								Year Ending June 30, 2005	
Orig. & (S)Supplemental	Reapp. & (R)Recpts.	Transfers & (E)Emergencies	Total Available	Expended		Prog. Class.	2004 Adjusted Approp.	Requested	Recommended
					DIRECT STATE SERVICES				
					Distribution by Fund and Program				
12,450	—	241	12,691	12,691	Domiciliary and Treatment Services	20	13,224	14,635	14,635
4,037	—	456	4,493	4,493	Administration and Support Services	99	4,867	5,028	5,028
16,487	—	*697*	*17,184*	*17,184*	*Total Direct State Services*		*18,091* [a]	*19,663*	*19,663*
					Distribution by Fund and Object				
					Personal Services:				
13,720	—	–205	13,515	13,515	Salaries and Wages		13,662 892 S	15,554	15,554
13,720	—	*–205*	*13,515*	*13,515*	*Total Personal Services*		*14,554*	*15,554*	*15,554*
1,616	—	11	1,627	1,627	Materials and Supplies		1,616 138 S	1,800	1,800
843	—	772	1,615	1,615	Services Other Than Personal		843 547 S	1,945	1,945
176	—	55	231	231	Maintenance and Fixed Charges		176 60 S	275	275
54 78 S	—	64	196	196	Additions, Improvements and Equipment		54 103 S	89	89
					CAPITAL CONSTRUCTION				
					Distribution by Fund and Program				
1,000	13,422	—	14,422	14,205	Administration and Support Services	99	—	—	—
1,000	*13,422*	—	*14,422*	*14,205*	*Total Capital Construction*		—	—	—
					Distribution by Fund and Object				
					Vineland Veterans' Memorial Home				
—	304	—	304	304	Architectural and Engineering Design Study	99	—	—	—
1,000	13,118	—	14,118	13,901	Construction of Replacement Facility	99	—	—	—
17,487	*13,422*	*697*	*31,606*	*31,389*	*Grand Total State Appropriation*		*18,091*	*19,663*	*19,663*
					OTHER RELATED APPROPRIATIONS				
					Federal Funds				
151	—	—	151	91	Domiciliary and Treatment Services	20	78	776	776

Year Ending June 30, 2003								Year Ending June 30, 2005	
Orig. & (S)Supple-mental	Reapp. & (R)Recpts.	Transfers & (E)Emer-gencies	Total Available	Expended		Prog. Class.	2004 Adjusted Approp.	Requested	Recom-mended
					OTHER RELATED APPROPRIATIONS				
3,953	26,707	—	30,660	26,707	Administration and Support Services	99	—	—	—
4,104	*26,707*	—	*30,811*	*26,798*	*Total Federal Funds*		*78*	*776*	*776*
21,591	*40,129*	*697*	*62,417*	*58,187*	*GRAND TOTAL ALL FUNDS*		*18,169*	*20,439*	*20,439*

Notes — Direct State Services – General Fund

(a) The fiscal year 2004 appropriation has been adjusted for the allocation of salary program in accordance with the provisions of P.L. 2003, c. 122 (Fiscal Year 2004 Appropriations Act).

Language Recommendations — Direct State Services – General Fund

Balances on hand as of June 30, 2004, of funds held for the benefit of residents in the several veterans' homes, and such funds as may be received, are appropriated for the use of such residents.

Revenues representing receipts to the General Fund from charges to residents' trust accounts for maintenance costs are appropriated for use as personal needs allowances for patients/residents who have no other source of funds for such purposes; provided however, that the allowance shall not exceed $50 per month for any eligible resident of an institution and provided further, that the total amount herein for such allowances shall not exceed $100,000, and that any increase in the maximum monthly allowance shall be approved by the Director of the Division of Budget and Accounting.

Funds received from the sale of articles made in occupational therapy departments of the several veterans' homes are appropriated for the purchase of additional material and other expenses incidental to such sale or manufacture.

Forty percent of the receipts in excess of the amount anticipated derived from resident contributions and federal reimbursements, as of June 30, 2004, are appropriated for veterans' program initiatives, subject to the approval of the Director of the Division of Budget and Accounting of an itemized plan for the expenditure of these amounts, as shall be submitted by the Adjutant General.

Fees charged to residents for personal laundry services provided by the veterans' homes are appropriated to supplement the operational and maintenance costs of these laundry services.

Language Recommendations — Direct State Services – General Fund

DEPARTMENT OF MILITARY AND VETERANS' AFFAIRS

Of the amount appropriated hereinabove for the Department of Military and Veterans' Affairs, such sums as the Director of the Division of Budget and Accounting shall determine from the schedule included in the Governor's Budget Message dated February 24, 2004, first shall be charged to the State Lottery Fund.

DEPARTMENT OF PERSONNEL

OVERVIEW

The mission of the Department of Personnel is to attract, develop, and retain a high quality workforce for State, county and municipal governments and to partner with management and labor to develop a fair, efficient human resource delivery system rewarding quality, merit, and productivity.

The Department's major objectives are to foster and maintain a fair hiring, promotional and human resources system for the State and local government entities; provide a fair and impartial forum for dispute resolution; offer cost effective training programs and staff development services; respond expeditiously to recruitment needs by providing qualified, eligible candidates to fill vacant positions; and develop and administer Equal Employment Opportunity and Affirmative Action programs.

Budget Highlights

The fiscal 2005 budget for the Department of Personnel totals $25.4 million, a decrease of $655,000, or 2.5%, under the fiscal 2004 adjusted appropriation of $26.1 million. This saving results in budget reductions of $75,000 in the area of Personnel Policy Development and General Administration, $255,000 in State and Local Government Operations and $325,000 in the Human Resource Development Institute.

State and Local Government Operation

This area is charged with planning, scheduling, and conducting examinations. To accommodate applicants, examinations are often administered in the evening and on Saturdays. To prevent rising overtime costs associated with test administration, the Department developed an innovative plan that adjusted employees' work schedules to match the needs of the applicants. In fiscal 2005 Personnel will expand the number of departments using shared service centers for human resource functions.

This operation will be funded at $14.4 million in fiscal 2005, a reduction of $255,000 from the fiscal 2004 adjusted appropriation. This reduction is possible through the use of creative selection in test development and re-evaluation of the current Time and Leave Reporting System.

Human Resource Development

The Human Resource Development Institute (HRDI) provides quality, cost-effective individual and organizational development services that support their business objectives and the creation of a learning government. HRDI uses the latest technology to meet the needs of its customers, including the conversion of its extensive bi-annual catalog to CD-ROM, thereby reducing paperwork and streamlining the course selection process. This operation will be funded at $3.9 million in fiscal 2005, a reduction of $325,000 from the fiscal 2004 adjusted appropriation. The Department will achieve these savings through more efficient scheduling of training classes.

Department Accomplishments

The Department of Personnel has created new strategic initiatives to improve management of public sector employees throughout State and local Merit System jurisdictions in New Jersey.

With more than 700 separate appointing authorities and requests for services increasing every year, the Department has succeeded in streamlining operations without diminishing service levels. Examples of enhanced customer service include: supplying on-site human resource services to State agencies; expanding the statewide Civil Service Announcement and Test Schedule to all public safety uniformed titles, and providing better advance notice to appointing authorities and exam candidates. In addition, the Department has created the new position of Police Assistant. Any participating jurisdiction may hire staff in that title through open competitive Civil Service procedures, thereby enabling them to efficiently target recruitment efforts and train a police force committed to serving the community's needs.

In sum, the Department is accomplishing its mission through enhanced customer focus, selective use of technology, streamlining processes, and strengthening its partnerships with stakeholders – unions, legislators, and State and local governments.

DEPARTMENT OF PERSONNEL

SUMMARY OF APPROPRIATIONS BY FUND

(thousands of dollars)

Year Ending June 30, 2003						Year Ending June 30, 2005	
Orig. & (S)Supplemental	Reapp. & (R)Recpts.	Transfers & (E)Emergencies	Total Available	Expended		2004 Adjusted Approp.	Requested	Recommended
26,587	4,993	—	31,580	28,756	Direct State Services	26,103	25,448	25,448
—	6	—	6	4	Capital Construction	—	—	—
26,587	4,999	—	31,586	28,760	Total General Fund	26,103	25,448	25,448
26,587	*4,999*	—	*31,586*	*28,760*	*GRAND TOTAL*	*26,103*	*25,448*	*25,448*

SUMMARY OF APPROPRIATIONS BY PROGRAM
(thousands of dollars)

Year Ending June 30, 2003						Year Ending June 30, 2005	
Orig. & (S)Supplemental	Reapp. & (R)Recpts.	Transfers & (E)Emergencies	Total Available	Expended		2004 Adjusted Approp.	Requested	Recommended
					DIRECT STATE SERVICES – GENERAL FUND			
					General Government Services			
4,145	—	—	4,145	4,057	Personnel Policy Development and General Administration	4,029	3,954	3,954
14,931	1,278	—	16,209	15,308	State and Local Government Operations	14,702	14,447	14,447
2,267	—	—	2,267	2,241	Merit Services	2,383	2,383	2,383
725	—	—	725	707	Equal Employment Opportunity and Affirmative Action	725	725	725
4,519	3,715	—	8,234	6,443	Human Resource Development Institute	4,264	3,939	3,939
26,587	*4,993*	—	*31,580*	*28,756*	*Subtotal*	*26,103*	*25,448*	*25,448*
26,587	*4,993*	—	*31,580*	*28,756*	*Subtotal Direct State Services – General Fund*	*26,103*	*25,448*	*25,448*
26,587	*4,993*	—	*31,580*	*28,756*	*TOTAL DIRECT STATE SERVICES*	*26,103*	*25,448*	*25,448*
					CAPITAL CONSTRUCTION			
					General Government Services			
—	6	—	6	4	Personnel Policy Development and General Administration	—	—	—
—	*6*	—	*6*	*4*	*Subtotal Capital Construction*	—	—	—
26,587	*4,999*	—	*31,586*	*28,760*	*TOTAL APPROPRIATION*	*26,103*	*25,448*	*25,448*

70. GOVERNMENT DIRECTION, MANAGEMENT AND CONTROL
74. GENERAL GOVERNMENT SERVICES

OBJECTIVES

1. To continue providing 200,000 State and local Merit System employees and 375 State and local appointing authorities with a fair and impartial forum for appellate and dispute resolution activities.
2. To provide training programs to meet the demands of State and local government agencies and continue to provide quality cost–effective staff development services.
3. To expeditiously respond to the needs of State and local appointing authorities by providing qualified eligibles to fill vacant positions.
4. To provide more rapid, more consistent classification and compensation services to all State appointing authorities and assist in areas of problem identification and resolution.
5. To assist agencies in developing and implementing their Affirmative Action Plans; review personnel policies and employment procedures; monitor Affirmative Action Plans more effectively; and maintain appeal procedures for discrimination complaints to ensure compliance with the Civil Rights Act and the Americans with Disabilities Act.
6. To enlarge the PMIS data base to include education, training, and skills information. To provide local appointing authorities with access to automated local personnel records.
7. To continue to reduce the number of class titles and develop the capacity to sustain this service level for the upcoming five years.
8. To reduce the number of State Service provisional appointees pending open competitive examination and insure that no provisional appointment exceeds the statutory limit of twelve months. To develop the capacity to sustain this service level for the upcoming five years.
9. To improve the Department's capabilities for strategic and long–range planning.
10. To maintain improved Law Enforcement and Fire Fighter examinations which are acceptable to the Federal Justice Department.
11. To maintain the number of State agencies with Affirmative Action programs in which the proportion of protected class employees, as a whole, exceeds the standard determining underrepresentation (SDU).
12. To improve the quality, variety, and relevance of services provided to Title 11A local jurisdictions.
13. To restore the average processing time for written appeals to the Merit System Board to 15 weeks.
14. To develop recommendations to implement a State compensation policy designed to effectively manage, maintain, and develop its human resources.

PROGRAM CLASSIFICATIONS

01. **Personnel Policy Development and General Administration.** Exercises overall direction and control of the Department's operations; develops proposals for revised legislation governing the public career system; issues official rules and regulations which implement the Merit System statutes; develops, evaluates and adjusts personnel programs; and provides general administrative support.

02. **State and Local Government Operations.** Provides government agencies with guidance and support in organizational design, classification of job titles, and equitable compensation of staff. Responsible for recruitment of applicants; the planning, scheduling and conducting of examinations; and the preparation of lists of eligible candidates for State and local government positions. The program administers all reductions in force for State and local Government as well as the Senior Executive Service and performance appraisal systems. Responsible for monitoring and processing all new hires and promotions to ensure compliance with Merit System rules. Develops and publishes job specifications for all classified titles in all levels of government while maintaining employment records and monitoring all personnel transactions to ensure compliance with Merit System law and Department rules. Provides information processing support to the Department and its appointing authorities.

04. **Merit Services.** Provides professional, technical, and clerical support services for the Merit System Board and the Commissioner of Personnel; investigates and responds to appeals; maintains agendas and schedules Board meetings; resolves disputes by providing alternate avenues of resolution; prepares and reviews Merit System rules for inclusion in the New Jersey Administrative Code; and ensures compliance with laws and rules governing appointments and determinations.

05. **Equal Employment Opportunity and Affirmative Action.** Monitors affirmative action programs in State agencies for compliance with Executive Order No. 61, P.L. 1981, c.124 (N.J.S.A. 11A:7), and the Americans with Disabilities Act (ADA); develops and implements programs which insure appropriate representation of protected classes at all levels of responsibility in State government; identifies barriers to equal employment opportunity in the existing structure of the merit system, and proposes means of eliminating them; distributes information on equal employment opportunity and affirmative action programs.

07. **Human Resource Development Institute.** Under the provisions of Executive Order No. 12, dated August 21, 1990, compiles information on the human resources development and training needs of State government and shares this information with key executives and planners; advises the Governor on human resources development and training plans, policies, and programs; works with State government agencies to prepare human resources development and training plans and programs; presents formal training courses in both common tasks and agency–specific subjects to employees of State government agencies; determines the necessity for the use of training providers from outside State government, and obtains these services as required.

EVALUATION DATA

	Actual FY 2002	Actual FY 2003	Revised FY 2004	Budget Estimate FY 2005
PROGRAM DATA				
State and Local Government Operations				
Open Competitive Examinations Announced	2,200	1,850	2,000	2,200
Applications received	80,000	51,875	60,000	50,000
Candidates scheduled	50,000	19,500	24,000	40,000
Eligibles produced	50,000	63,321	55,000	70,000
Appointments from Certifications				
State	1,500	2,400	2,500	2,700
Local	2,100	2,200	2,300	2,400
State Service Provisional Appointees Pending Open Competitive Examination	775	1,544	1,250	1,000
Promotional Examinations Announced	4,300	4,172	4,000	4,000
Applications received	20,000	21,900	19,000	19,000
Candidates scheduled	8,000	15,986	12,000	12,000
Eligibles produced	12,500	12,200	12,800	12,800
Promotions made (State)	3,500	4,494	4,000	4,000
Titles Abolished	100	15	150	100
Calendar Days from Request to Test Announcement				
Open competitive	20	15	15	15
Promotional	30	15	15	15
Calendar Days to Date of List Issuance – Public Safety				
Law enforcement open competitive	210	135	90	—
Law enforcement promotional	180	160	160	160
Fire service open competitive	—	—	330	210
Fire service promotional	210	210	210	210

PERSONNEL

	Actual FY 2002	Actual FY 2003	Revised FY 2004	Budget Estimate FY 2005
Merit Services				
Written Record Appeals				
Total received	3,557	3,565	3,787	3,976
Total disposed	4,580	4,486	4,600	4,600
Pending	4,788	3,867	3,054	2,430
Hearings and Major Disciplinary Matters	1,772	1,562	1,350	1,275
EEO/AA Appeals				
On hand July 1	132	88	61	48
Received	115	97	94	95
Processed	159	124	107	123
Backlog	88	61	48	20
Human Resource Development Institute				
Employee Advisory Service				
Number of clients	1,903	2,400	2,400	2,400
Number of counseling sessions	4,287	4,000	4,000	2,400
Training				
Trainees, Direct Delivery	36,116	25,000	29,000	30,000
Trainees, Alternative Technologies	2,457	1,800	900	400
Contact Hours, Direct Delivery	247,857	187,500	217,500	220,000
Contact Hours, Alternative Technologies	6,142	4,800	2,250	800
PERSONNEL DATA				
Affirmative Action Data				
Male Minority	29	33	30	34
Male Minority %	6.6	8.8	7.7	7.7
Female Minority	108	118	106	116
Female Minority %	24.6	31.6	27.4	26.6
Total Minority	137	151	136	150
Total Minority %	31.2	40.4	35.1	34.4
Position Data				
Filled Positions by Funding Source				
State Supported	426	365	361	394
All Other	13	9	26	42
Total Positions	439	374	387	436
Filled Positions by Program Class				
Personnel Policy Development and General Administration	55	48	47	49
State and Local Government Operations	270	225	242	278
Merit Services	40	36	34	38
Equal Employment Opportunity and Affirmative Action	6	6	5	7
Human Resource Development Institute	68	59	59	64
Total Positions	439	374	387	436

Notes:

Actual payroll counts are reported for fiscal years 2002 and 2003 as of December and revised fiscal year 2004 as of September. The Budget Estimate for fiscal year 2005 reflects the number of positions funded.

APPROPRIATIONS DATA
(thousands of dollars)

Year Ending June 30, 2003								Year Ending June 30, 2005	
Orig. & (S)Supplemental	Reapp. & (R)Recpts.	Transfers & (E)Emergencies	Total Available	Expended		Prog. Class.	2004 Adjusted Approp.	Requested	Recommended
					DIRECT STATE SERVICES				
					Distribution by Fund and Program				
4,145	—	—	4,145	4,057	Personnel Policy Development and General Administration	01	4,029	3,954	3,954
14,931	1,278	—	16,209	15,308	State and Local Government Operations	02	14,702	14,447	14,447
2,267	—	—	2,267	2,241	Merit Services	04	2,383	2,383	2,383
725	—	—	725	707	Equal Employment Opportunity and Affirmative Action	05	725	725	725
4,519	3,715	—	8,234	6,443	Human Resource Development Institute	07	4,264	3,939	3,939
26,587	*4,993*	—	*31,580*	*28,756*	*Total Direct State Services*		*26,103* [a]	*25,448*	*25,448*
					Distribution by Fund and Object				
					Personal Services:				
—	—	—	—	—	Merit System Board		56	56	56
19,801	285 3,298 R	420	23,804	21,552	Salaries and Wages		19,597	19,597	19,597
19,801	*3,583*	*420*	*23,804*	*21,552*	*Total Personal Services*		*19,653*	*19,653*	*19,653*
543	—	−111	432	432	Materials and Supplies		523	523	523
5,269	—	−205	5,064	5,063	Services Other Than Personal		4,963	4,313	4,313
247	—	−104	143	143	Maintenance and Fixed Charges		237	237	237
					Special Purpose:				
93	—	—	93	93	Affirmative Action and Equal Employment Opportunity	01	93	93	93
29	—	—	29	29	Microfilm Service Charges	02	29	29	29
—	9 465 R	—	474	—	Firefighter Examination Receipts	02	—	—	—
434	—	—	434	434	Test Validation/Police Testing	02	434	434	434
60	—	—	60	59	Americans with Disabilities Act	05	60	60	60
—	34	—	34	34	Sexual Harassment Training Program	07	—	—	—
—	58 844 R	—	902	806	HRDI Computer Training Services	07	—	—	—
111	—	—	111	111	Additions, Improvements and Equipment		111	106	106
					CAPITAL CONSTRUCTION				
					Distribution by Fund and Program				
—	6	—	6	4	Personnel Policy Development and General Administration	01	—	—	—
—	*6*	—	*6*	*4*	*Total Capital Construction*		—	—	—
					Distribution by Fund and Object				
					Personnel Policy Development and General Administration				
—	6	—	6	4	Network Infrastructure	01	—	—	—
26,587	*4,999*	—	*31,586*	*28,760*	*Grand Total State Appropriation*		*26,103*	*25,448*	*25,448*
					OTHER RELATED APPROPRIATIONS				
					Federal Funds				
—	—	304	304	270	Human Resource Development Institute	07	—	—	—
—	—	*304*	*304*	*270*	*Total Federal Funds*		—	—	—

Year Ending June 30, 2003								Year Ending June 30, 2005	
Orig. & (S)Supplemental	Reapp. & (R)Recpts.	Transfers & (E)Emergencies	Total Available	Expended		Prog. Class.	2004 Adjusted Approp.	Requested	Recommended
					OTHER RELATED APPROPRIATIONS				
					All Other Funds				
—	3	—	3	—	State and Local Government Operations	02	3,136	2,932	2,932
—	—	—	—	—	Human Resource Development Institute	07	1,760	1,700	1,700
—	*3*	—	*3*	—	*Total All Other Funds*		*4,896*	*4,632*	*4,632*
26,587	*5,002*	*304*	*31,893*	*29,030*	*GRAND TOTAL ALL FUNDS*		*30,999*	*30,080*	*30,080*

Notes — Direct State Services - General Fund

(a) The fiscal year 2004 appropriation has been adjusted for the allocation of salary program in accordance with the provisions of P.L. 2003, c.122 (Fiscal Year 2004 Appropriations Act).

Language Recommendations — Direct State Services - General Fund

Receipts derived from fees charged to applicants for open competitive or promotional examinations and the unexpended fee balance as of June 30, 2004 not to exceed $600,000 collected from firefighter examination receipts are appropriated, subject to the approval of the Director of the Division of Budget and Accounting.

Receipts derived from training services and any unexpended balance as of June 30, 2004 are appropriated, subject to the approval of the Director of the Division of Budget and Accounting.

Receipts derived from Employee Advisory Services are appropriated, subject to the approval of the Director of the Division of Budget and Accounting.

Notwithstanding the provisions of N.J.S.A.11A:6–32, cash awards for suggestions shall be paid from the operating budget of the agency from savings generated by the suggestion, subject to the approval of the Director of the Division of Budget and Accounting.

DEPARTMENT OF STATE

OVERVIEW

The mission of the Department of State is to advance and support the arts, historic heritage, and quality of life of New Jersey through public participation in cultural programs, educating the State's citizens in the areas of history and the arts, and the collection of fine and decorative art objects, ethnological and archeological material, and scientific specimens.

The Department also provides records administration and records management services and noncommercial educational television, radio services and public broadcasting services to the State's citizens.

FY 2005 Budget Highlights

The fiscal 2005 budget for the Department of State, excluding Higher Education, the State Library and New Jersey Network, totals $43.8 million, an increase of $9.7 million, or 28%, over the fiscal 2004 adjusted appropriation of $34.1 million. Of this $9.7 million increase, $8.0 million is offset by revenues derived from P. L. 2003, c.114, the State hotel and motel occupancy fee, to fund cultural and historical programs.

Culture and the Arts

The mission of the New Jersey State Council on the Arts (NJSCA) is to improve the quality of life of this State, its people, and communities by helping the arts to flourish. The NJSCA has established a competitive program for the granting of funds appropriated by State and federal governments to art organizations and artists in New Jersey. Programs such as touring exhibitions, summer festivals, and artists–in–the–schools are designed to involve more segments of New Jersey society directly with the arts. The Council monitors the operation of past grantees and promotes performing and creative arts throughout New Jersey. The total fiscal 2005 appropriation of $25.6 million includes $500,000 for Direct State Services and $25.1 million in Grants–In–Aid. In fiscal 2005, Cultural Projects will receive an appropriation of $22.7 million in Grants–In–Aid funding, which is an increase of $6.7 million, or 42%, over the fiscal 2004 appropriation of $16,000 as a direct result of revenue derived from the State hotel and motel occupancy fee. The Newark Museum will receive a $2.4 appropriation in fiscal 2005.

The goal of the New Jersey Cultural Trust is the establishment of a stable source of funding for the arts, history, and hunanities by leveraging private funding with State funding. The Trust was created to match private dollars to State dollars on a 1:1 basis. Since its establishment in fiscal 2000, the Cultural Trust has certified $38.5 million in private donations to the endowments of various cultural organizations throughout the State. To date, the State has provided $23.5 million to the Trust. The fiscal 2005 appropriation of $720,000 in Grants–In–Aid funding is an increase of $220,000, or 44% over the fiscal 2004 appropriation of $500,000 due to revenue derived from the State hotel and motel occupancy fee.

Historic Preservation

The mission of the New Jersey Historical Commission is to enrich the lives of the public by preserving the historical records and advancing interest in and awareness of New Jersey's past. The Historical Commission, which consists of 17 members, supports research by historical organizations, museums, libraries, and other similar organizations with collections or programming related to the history of New Jersey. The total fiscal 2005 appropriation of $5.1 million includes $500,000 for Direct State Services and $4.6 million in Grants–In–Aid. Of the $4.6 million in Grants–In–Aid, $3.8 million will fund the New Jersey Historical Commission's agency grants with revenue derived from the State hotel and motel occupancy fee, which is an increase of $1.1 million, or 42% over the fiscal 2004 appropriation of $2.7 million. The Ellis Island Foundation will receive a fiscal 2005 appropriation of $600,000, which is an increase of $200,000 over the fiscal 2004 appropriation of $400,000 for the rehabilitation of the Island. The fiscal 2005 appropriation for the Grants in New Jersey History and Grants in Afro–American History programs is $202,000.

Museum Services

The fiscal 2005 Direct State Services appropriation for Museum Services totals $2.5 million. A Grants–In–Aid appropriation of $800,000 in fiscal 2005 is available to satisfy the State's contractual obligation to the Marriott Corporation in relation to the public/private partnership with the War Memorial. The War Memorial will continue its efforts to increase revenues and attendance levels at the historic site.

Office of the Secretary of State

The fiscal 2005 Direct State Services appropriation for the Office of the Secretary of State totals $6.1 million. Several special purpose programs have funding from Direct State Services in the Office of the Secretary of State. The Personal Responsibility program promotes youth–centered programs. The V–Free initiative is a comprehensive program administered through the Martin Luther King Jr. Commemorative Commission. It was created to address the three "V's"–violence, vandalism, and victimization–and help promote safe and productive environments. The Office of Cultural Affairs coordinates State funded programs supporting arts, history and other cultural organizations. The Grants–In–Aid funding in fiscal 2005 is $3.7 million, which is an increase of $1.2 million over the fiscal 2004 appropriation of $2.5 million. This includes an additional $1 million for the Office of Faith–Based Initiatives and $220,000 for the Cultural Trust.

The Grants–In–Aid funding for the Office of Faith–Based Initiatives is $3 million in fiscal 2005, which is $1 million over the fiscal 2004 appropriation of $2 million. This funding is appropriated for grants that enable faith–based organizations to undertake a variety of social service activities.

The federal Americorps program was transferred from the Department of Education to the Department of State in fiscal 2004. Americorps works to strengthen New Jersey communities and the civic character of New Jersey citizens through service. The priority areas are education, human need, public safety, homeland security, and environmental need.

Archives and Records Management

The fiscal 2005 Budget for the Division of Archives and Records Management (DARM) is recommended at $2.1 million, an increase over fiscal 2004 of $500,000, which is necessary to cover the debt service cost for the new imaging system. An additional $3 million will be available to DARM for expanding activities in records management. Currently, the State has a decentralized system for records management. In conjunction with the administration, the Division of Archives and Records Management is working to develop a more effective method to store State, county and local records through the implementation of a Statewide Specialized Document Imaging Services System. DARM's fiscal 2005 appropriation $2.1 million will be offset from revenue derived from the New Jersey Public Records Preservation account in the Department of Treasury. P.L. 2003, c. 117 established the New Jersey Public Records Preservation account, which is a dedicated account within the Department of Treasury. Of the monies received from the counties, 60% will be allocated for the management, storage, and preservation of public records and 40% represents grants to counties and municipalities for the management, storage, and preservation of public records to be distributed in fiscal 2005.

Department Accomplishments

The Department of State has made significant accomplishments, which contribute to the economy, improve New Jersey's schools, and revitalize cities, towns and neighborhoods.

The passage of P. L. 2003, c. 149 transformed the Patriots Theatre at the War Memorial into a presenting theatre. Prior to the legislation, the Theatre was only able to rent the facility. The new legislation will enable the Patriots Theatre to generate greater revenue to sustain its operations and diminish its reliance on taxpayer dollars.

Recognizing the value and importance of the arts and history to the quality of life in New Jersey, a dedicated source of funding was established with the passage of P.L. 2003, c. 114, which imposes a State hotel and motel occupancy fee to support the State's arts and history programs. Each year, such programs touch millions of people and have an estimated economic impact of $1.5 billion.

The corpus in the Cultural Trust account surpassed the $20,000,000 mark required by statute to allocate interest earnings, which will fund capital projects, build endowments, and contribute to the financial and institutional stability of nonprofit cultural groups in New Jersey.

To ensure that all contracts are bid fairly and that identifiable groups, by virtue of their race, gender, ethnicity or geographic location, are not precluded from participating in State contracting and procurement, the Department continues its efforts to complete the disparity study. The final reports are expected to be completed by the end of fiscal 2004 and will form the basis for future Affirmative Action programs.

The Division of Archives and Records Management will facilitate systematic improvements in the State's records management infrastructure, policies and practices; increase the speed of State records retrieval for the public as required under P. L. 2001 c. 404: Open Public Records Act (OPRA); and dramatically cut the State's costs for storing records.

New Jersey Network

The fiscal 2005 Budget recommendation for the Public Broadcasting Authority (New Jersey Network–NJN) is $6.1 million, which represents a decrease of $1.0 million or 13.9% of the fiscal 2004 adjusted appropriation. This decrease in funding represents the elimination of the one time need for funding in fiscal 2004 for needed equipment upgrades, which included replacing the microwave background links to network transmitters and purchasing six studio cameras. The fiscal 2005 appropriation will allow the Authority to continue its operations and programming.

Higher Education

The Department of State budget also contains appropriations supporting certain higher educational services, including the Commission on Higher Education, the Educational Opportunity Fund, the Higher Education Student Assistance Authority, and the senior public colleges and universities. Appropriations for other higher educational services are included in the Department of the Treasury budget.

The mission of higher education is to better humankind––morally, intellectually, physically, and materially—and to educate citizens and leaders for a diverse and complex society. The higher education system is dedicated to serving all residents who have the interest and potential to learn, regardless of their economic circumstances. By placing teaching and learning at the core of its mission, the higher education system in New Jersey prepares individuals for fulfilling lives, rewarding careers, and lifelong learning. Through research, colleges and universities enhance teaching and learning, increase knowledge, and improve the quality of life.

The system of higher education in the State of New Jersey has a tripartite structure consisting of the higher education institutions, the Commission on Higher Education, and the New Jersey Presidents' Council.

New Jersey's 31 public and 25 private institutions of higher education have clearly differentiated missions and offer diverse opportunities to meet the needs of students, the State, and society, including undergraduate, graduate, and professional degree programs; research; academic support; and noncredit offerings such as job training and continuing education. Many institutions also offer community services, including recreational and cultural events as well as support and technical assistance for small businesses.

The Higher Education Restructuring Act of 1994 created the New Jersey Commission on Higher Education to provide coordination, planning, policy development, and advocacy for the state's higher education system in collaboration with the New Jersey Presidents' Council.

The Presidents' Council is an advisory body composed of the presidents of all public institutions of higher education and those independent institutions receiving State aid, as well as presidents representing the proprietary, theological, and rabbinical institutions. In addition to making recommendations on new programs, regional alliances, budget and student aid levels, and licensure, the Council assists in developing the long–range plan for higher education.

The following describes recommended changes to the higher education appropriation as well as continued funding for major programs.

The fiscal 2005 total recommended funding for the Commission on Higher Education is $1.4 million, which is a continuation of the fiscal 2004 funding level.

The State's 12 senior public colleges and universities operate autonomously. Each institution has its own board of trustees to develop and carry out its mission. The total fiscal 2005 recommended direct operating aid and fringe benefit funding for the 12 four–year public colleges and universities is $1.34 billion. This represents an increase of $68.3 million over the fiscal 2004 level, due primarily to a $42.6 million increase in fringe benefits and the addition of $31.2 million for salary program funding offset by a slight reduction in base funding.

The Educational Opportunity Fund (EOF) is New Jersey's oldest and one of the nation's most comprehensive State–supported effort to provide access to higher education for students who are economically and educationally disadvantaged. To ensure those students most in need have an opportunity to attend college, the Fund provides supplemental financial aid to help cover college costs (e.g., books, fees, room and board) that are not covered by the Tuition Aid Grant program. The Fund also supports a wide array of campus–based outreach and support services at 28 of the public and 13 of the independent institutions to ensure a viable opportunity for students to succeed and graduate. During fiscal 2004, over 18,000 educationally and economically disadvantaged students received EOF grant assistance. The State will continue the fiscal 2004 level of funding for EOF grants in fiscal 2005 with a recommendation of $35.1 million.

NJ Transfer, an online articulation system, is a key component of the State's policy to provide seamless transfer between county colleges and the senior public colleges and universities. It provides a web–enabled database of course equivalencies and specific articulation agreements, an online course catalog, the electronic exchange of transcripts, and electronic transcript evaluation. Students benefit because they are able to take courses at a community college, secure in the knowledge that those courses will be accepted by the four–year institution to which they will transfer. In light of continuing fiscal budget constraints, maintenance funding of

$563,000 is recommended for fiscal 2005, the same funding level as in fiscal 2004.

The Higher Education Student Assistance Authority (HESAA) was established to be the primary source for financial aid information and services in the Garden State for students interested in pursuing their education beyond high school. Funding to HESAA of $2.3 million is recommended for fiscal 2005.

New Jersey's Tuition Aid Grant (TAG) Program is one of the nation's largest financial aid programs, and New Jersey ranks among the top states in providing need–based aid. Depending on need, a TAG award can cover a significant portion of the tuition cost. Awards may be used at New Jersey postsecondary institutions, including community colleges, State colleges and universities, independent colleges and universities, and degree–granting proprietary institutions. Total recommended funding for the TAG program in fiscal 2005 is $198 million, providing a projected 55,439 grants. This is a $19.3 million increase over the fiscal 2004 level.

A pilot Part–Time TAG program for county college students was established in fiscal 2004 for eligible, qualified part–time students enrolled at county colleges. Funding for this initiative was increased by $700,000 in fiscal 2005 to $4.2 million and will provide financial assistance to over 8,000 part–time students.

The Outstanding Scholar Recruitment Program provides State–matching funds to participating public and private institutions for campus–based scholarships based on a combination of class rank and SAT scores. The program not only recruits New Jersey's highest–achieving high school students to attend colleges and universities in the State, but also seeks to recognize, value, and support their commitment to achievement. Fiscal 2005 funding totals $13.2 million for this program.

State scholarship awards under the Coordinated Garden State Scholarship Programs, which include the Edward J. Bloustein Distinguished Scholars and Urban Scholars, provide $1,000 renewable four–year scholarships for 7,562 students, including 2,192 from the lowest socio–economic school districts. This program has been increased by $500,000 to $7.6 million in fiscal 2005 to reinstate fiscal 2004 award levels.

The New Jersey Better Educational Savings Trust (NJBEST) Program continues to offer an attractive option for parents to save for their children's college education. Changes to the IRS tax code permitted states to develop college savings programs in which earnings are tax–free if used for qualified higher education expenses. NJBEST also provides three other State–based incentives, including interest earnings free from New Jersey's Gross Income Tax, $25,000 in savings excluded from consideration of eligibility for State need–based aid, and up to a $1,500 scholarship to individuals who save through the program for at least four years and then enroll in a New Jersey college or university. An estimated 47,000 participants are saving for higher education expenses through this program.

A new initiative for fiscal 2005, entitled New Jersey STARS (Student Tuition Assistance Reward Scholarship), has been created with initial funding of $10 million. This program provides tuition and fees for two years for every New Jersey high school student who graduates in the top 20% of his or her high school class and wants to attend a New Jersey community college. This ensures that New Jersey's most academically talented students are not denied the opportunity to attend college.

The State Library of New Jersey

The State Library, associated with Thomas A. Edison State College, collects and maintains library resources, providing information to State government and the general public. Additionally, the Library provides consulting and technical assistance to institutional, public, school, and special libraries. This Budget includes a Direct State Service recommendation of $3.3 million and a State Aid recommendation of $16.8 million.

DEPARTMENT OF STATE

SUMMARY OF APPROPRIATIONS BY FUND

(thousands of dollars)

Year Ending June 30, 2003						Year Ending June 30, 2005		
Orig. & (S)Supplemental	Reapp. & (R)Recpts.	Transfers & (E)Emergencies	Total Available	Expended		2004 Adjusted Approp.	Requested	Recommended
24,205	2,727	546	27,478	24,202	Direct State Services	23,247	23,886	22,697
1,141,588	2,633	−21,332	1,122,889	1,079,202	Grants–In–Aid	1,090,689	1,306,842	1,124,996
16,931	—	−1,218	15,713	15,589	State Aid	16,827	24,742	16,827
—	6,156	—	6,156	1,422	Capital Construction	—	—	—
1,182,724	11,516	−22,004	1,172,236	1,120,415	Total General Fund	1,130,763	1,355,470	1,164,520
1,182,724	***11,516***	***−22,004***	***1,172,236***	***1,120,415***	***GRAND TOTAL***	***1,130,763***	***1,355,470***	***1,164,520***

SUMMARY OF APPROPRIATIONS BY PROGRAM
(thousands of dollars)

Year Ending June 30, 2003						Year Ending June 30, 2005	
Orig. & (S)Supplemental	Reapp. & (R)Recpts.	Transfers & (E)Emergencies	Total Available	Expended		2004 Adjusted Approp.	Requested	Recommended
					DIRECT STATE SERVICES – GENERAL FUND			
					Higher Educational Services			
1,459	—	226	1,685	1,528	Commission on Higher Education	1,362	1,562	1,362
2,250	3	44	2,297	2,215	Higher Education Student Assistance Authority	2,297	2,297	2,297
3,709	*3*	*270*	*3,982*	*3,743*	*Subtotal*	*3,659*	*3,859*	*3,659*
					Cultural and Intellectual Development Services			
613	—	254	867	864	Council on the Arts	500	500	500
2,722	1	224	2,947	2,413	Division of State Museum	2,530	2,530	2,530
1,458	5	–717	746	741	Historical Programs	500	500	500
3,335	—	10	3,345	3,345	Division of State Library	3,345	4,334	3,345
6,645	1,709	178	8,532	6,948	New Jersey Public Broadcasting Authority	7,146	6,146	6,146
14,773	*1,715*	*–51*	*16,437*	*14,311*	*Subtotal*	*14,021*	*14,010*	*13,021*
					General Government Services			
5,723	1,009	327	7,059	6,148	Office of the Secretary of State	5,567	6,017	6,017
24,205	*2,727*	*546*	*27,478*	*24,202*	*Subtotal Direct State Services – General Fund*	*23,247*	*23,886*	*22,697*
24,205	*2,727*	*546*	*27,478*	*24,202*	***TOTAL DIRECT STATE SERVICES***	*23,247*	*23,886*	*22,697*
					GRANTS–IN–AID – GENERAL FUND			
					Higher Educational Services			
44,060	81	–165	43,976	43,725	Commission on Higher Education	41,060	47,897	41,060
191,171	781	–106	191,846	188,209	Higher Education Student Assistance Authority	204,872	235,389	235,389
305,842	—	—	305,842	293,127	Rutgers, The State University	292,853	327,714	287,603
25,739	—	—	25,739	24,666	Agricultural Experiment Station	24,358	27,406	24,358
197,025	1,768	–25,300	173,493	161,637	University of Medicine and Dentistry of New Jersey	182,842	196,587	182,842
52,384	—	—	52,384	50,221	New Jersey Institute of Technology	48,790	67,221	48,690
5,966	—	—	5,966	5,717	Thomas A. Edison State College	5,636	6,500	5,636
38,951	—	—	38,951	37,328	Rowan University	36,534	48,452	36,534
32,421	—	—	32,421	31,070	New Jersey City University	30,442	39,570	30,442
40,187	—	—	40,187	38,513	Kean University	38,450	38,666	38,450
41,103	—	—	41,103	39,390	William Paterson University of New Jersey	38,660	67,895	38,560
46,306	—	—	46,306	44,377	Montclair State University	43,429	65,114	43,429
37,920	—	—	37,920	36,340	The College of New Jersey	35,619	42,213	35,619
20,265	—	—	20,265	19,421	Ramapo College of New Jersey	18,979	28,772	18,979
24,646	—	—	24,646	23,619	The Richard Stockton College of New Jersey	23,133	33,174	23,133
1,103,986	*2,630*	*–25,571*	*1,081,045*	*1,037,360*	*Subtotal*	*1,065,657*	*1,272,570*	*1,090,724*
					Cultural and Intellectual Development Services			
20,700	—	–253	20,447	20,447	Council on the Arts	18,430	25,110	25,110
800	—	—	800	800	Division of State Museum	800	800	800
4,102	3	–63	4,042	4,040	Historical Programs	3,302	4,642	4,642
25,602	*3*	*–316*	*25,289*	*25,287*	*Subtotal*	*22,532*	*30,552*	*30,552*

Year Ending June 30, 2003						Year Ending June 30, 2005		
Orig. & (S)Supplemental	Reapp. & (R)Recpts.	Transfers & (E)Emergencies	Total Available	Expended		2004 Adjusted Approp.	Requested	Recommended
					General Government Services			
12,000	—	4,555	16,555	16,555	Office of the Secretary of State	2,500	3,720	3,720
1,141,588	*2,633*	*−21,332*	*1,122,889*	*1,079,202*	*Subtotal Grants−In−Aid − General Fund*	*1,090,689*	*1,306,842*	*1,124,996*
1,141,588	*2,633*	*−21,332*	*1,122,889*	*1,079,202*	*TOTAL GRANTS−IN−AID*	*1,090,689*	*1,306,842*	*1,124,996*
					STATE AID − GENERAL FUND			
					Cultural and Intellectual Development Services			
16,931	—	−1,218	15,713	15,589	Division of State Library	16,827	24,742	16,827
16,931	—	*−1,218*	*15,713*	*15,589*	*Subtotal State Aid − General Fund*	*16,827*	*24,742*	*16,827*
16,931	—	*−1,218*	*15,713*	*15,589*	*TOTAL STATE AID*	*16,827*	*24,742*	*16,827*
					CAPITAL CONSTRUCTION			
					Higher Educational Services			
—	962	—	962	14	Rutgers, The State University	—	—	—
—	935	—	935	—	University of Medicine and Dentistry of New Jersey	—	—	—
—	333	—	333	—	New Jersey Institute of Technology	—	—	—
—	91	—	91	—	Kean University	—	—	—
—	15	—	15	—	William Paterson University of New Jersey	—	—	—
—	2	—	2	—	Ramapo College of New Jersey	—	—	—
—	184	—	184	—	The Richard Stockton College of New Jersey	—	—	—
—	*2,522*	—	*2,522*	*14*	*Subtotal*	—	—	—
					Cultural and Intellectual Development Services			
—	13	—	13	—	Council on the Arts	—	—	—
—	81	—	81	52	Division of State Museum	—	—	—
—	103	—	103	81	Division of State Library	—	—	—
—	3,115	—	3,115	1,039	New Jersey Public Broadcasting Authority	—	—	—
—	*3,312*	—	*3,312*	*1,172*	*Subtotal*	—	—	—
					General Government Services			
—	322	—	322	236	Office of the Secretary of State	—	—	—
—	*6,156*	—	*6,156*	*1,422*	*Subtotal Capital Construction*	—	—	—
—	*6,156*	—	*6,156*	*1,422*	*TOTAL CAPITAL CONSTRUCTION*	—	—	—
1,182,724	*11,516*	*−22,004*	*1,172,236*	*1,120,415*	*TOTAL APPROPRIATION*	*1,130,763*	*1,355,470*	*1,164,520*

30. EDUCATIONAL, CULTURAL AND INTELLECTUAL DEVELOPMENT

36. HIGHER EDUCATIONAL SERVICES

OBJECTIVES

1. To coordinate and execute New Jersey's strategic plan for higher education as all sectors strive to achieve the State's vision of excellence, access, and affordability.
2. To secure a level of support for higher education that will ensure New Jersey's economic development and societal progress.
3. To promote policies and programs that advance learning opportunities for New Jersey's citizens.
4. To raise public awareness about New Jersey higher education and its value to the State and its people.

PROGRAM CLASSIFICATIONS

80. **Statewide Planning and Coordination for Higher Education.** The Higher Education Restructuring Act of 1994 established the New Jersey Commission on Higher Education to provide coordination, planning, policy development, and advocacy for the State's higher education system in collaboration with the N.J. Presidents' Council and institutional boards of trustees. The Commission consists of 6 public members appointed by the Governor, 1 member appointed by the Governor upon recommendation of the Senate President, 1 member appointed by the Governor upon recommendation of the Speaker of the Assembly, 2 student members appointed by the Governor, 1 faculty member from an institution of higher education appointed by the Governor, the Chair of the Presidents' Council, the Chair of the Higher Education Student Assistance Authority, and its executive director (non–voting). It is established in, but not of, the Department of State and authorizes degree–granting institutions of higher education to operate in New Jersey. The Commission conducts research and coordinates statewide accountability efforts to provide data and information on higher education performance. It implements programs and initiatives to enhance the capacity and competitiveness of New Jersey institutions, increases access to higher education for historically underserved groups, fosters diversity among college and university faculty, and improves linkages between elementary, secondary, and higher education as well as among two–year and four–year colleges and universities. The Commission also administers the federal GEAR UP (Gaining Early Awareness and Readiness for Undergraduate Programs) grant that augments the precollegiate and college transitional programs offered to economically and educationally disadvantaged students.

81. **New Jersey Educational Opportunity Fund** (N.J.S.18A:71–28 et seq.) Created by law in 1968, the Educational Opportunity Fund (EOF) supports educationally and economically disadvantaged students for undergraduate, graduate, and professional study at public and independent institutions of higher education in New Jersey. The Fund is governed by a Board of Directors consisting of 8 public members appointed by the Governor, the Chair of the Commission on Higher Education, the Chair of the Higher Education Student Assistance Authority, and its executive director (non–voting). "Opportunity Grants" are awarded to students during the academic year to assist students in meeting college expenses such as fees, books, room, board, and transportation that are not covered by the State's Tuition Aid Grant program. Summer program grants assist primarily incoming students who are making the transition to college. Through "Supplementary Education Program Grants", EOF enables colleges and universities to provide a wide array of campus outreach and support services beyond those customarily offered. These critical support services, which promote a smooth transition to college–level work and help ensure that students persist and complete their degrees, include tutoring, counseling, supplemental instruction, and leadership development. The Martin Luther King Physician/Dentist Scholarship Program (N.J.S.18A:72J–1 et seq.) provides grants up to the cost of tuition to New Jersey resident medical and dental students from disadvantaged or minority backgrounds. Grants are limited to students attending the University of Medicine and Dentistry of New Jersey. The C. Clyde Ferguson Law Scholarship Program (N.J.S.18A:71–40.1 et seq.) provides grants up to the cost of tuition to New Jersey resident law students from disadvantaged or minority backgrounds. Grants are limited to students attending Rutgers School of Law–Camden, Rutgers School of Law–Newark, and Seton Hall University School of Law.

EVALUATION DATA

	Actual FY 2002	Actual FY 2003	Revised FY 2004	Budget Estimate FY 2005
PROGRAM DATA				
Statewide Planning and Coordination for Higher Education				
Rutgers, The State University				
Undergraduate enrollment (FTE)	31,853	32,016	31,251	30,500
Graduate enrollment (FTE) (a)	9,314	10,101	10,266	10,400
Total enrollment (FTE) (a)	41,167	42,117	41,517	40,900
New Jersey Institute of Technology (b)				
Undergraduate enrollment (FTE)	4,341	4,421	4,487	4,519
Graduate enrollment (FTE)	1,848	1,769	1,726	1,711
Total enrollment (FTE)	6,189	6,190	6,213	6,230

	Actual FY 2002	Actual FY 2003	Revised FY 2004	Budget Estimate FY 2005
State Colleges and Universities (b,c,d)				
Undergraduate enrollment (FTE)	47,305	49,007	49,280	49,604
Graduate enrollment (FTE)	5,769	6,241	6,192	6,217
Total enrollment (FTE)	53,074	55,248	55,472	55,821
Average Tuition and Fees (e)	$5,624	$6,258	$6,987	—
Average Total Cost of Attendance (e)	$13,870	$15,749	$17,589	—
Average Third–Semester Retention Rate (f)	82.1%	81.7%	—	—
Average Six–Year Graduation Rate (f)	56.0%	57.9%	—	—
Aid to County Colleges				
County colleges aided	19	19	19	19
Student enrollment (FTE) (b)	95,887	103,311	111,576	118,828
Average Tuition and Fees (e)	$2,541	$2,517	$2,498	—
Average Total Cost of Attendance (e)	$8,434	$8,631	$9,694	—
Average Third–Semester Retention Rate (f)	60.8%	61.5%	—	—
Average Three–Year Combined Graduation & Transfer Rates (f)	18.1%	21.8%	—	—
Support to Independent Institutions				
Independent colleges and universities aided	14	14	14	14
Student enrollment (FTE) (b)	23,168	23,648	23,711	24,185
Educational Opportunity Fund Programs				
Colleges and universities participating	41	41	41	41
Public	28	28	28	28
Private	13	13	13	13
Total opportunity grants	17,754	17,976	18,236	18,236
Academic year—undergraduate	11,889	12,130	12,391	12,391
Graduate program	230	206	204	204
Summer program	5,635	5,640	5,640	5,640
Martin Luther King Physician /Dentist Scholarship	60	58	58	60
C. Clyde Ferguson Law Scholarship	60	49	49	60
PERSONNEL DATA				
Affirmative Action Data				
Male Minority	4	4	4	4
Male Minority %	17%	18%	25%	25%
Female Minority	6	6	6	5
Female Minority %	25%	27%	38%	31%
Total Minority	10	10	10	9
Total Minority %	42%	45%	63%	56%
Position Data				
Filled Positions by Funding Source				
State Supported	22	20	17	18
Federal	2	2	2	2
Total Positions	24	22	19	20
Filled Positions by Program Class				
Statewide Planning and Coordination for Higher Education	20	18	15	16
Educational Opportunity Fund Programs	4	4	4	4
Total Positions	24	22	19	20

Notes:

Actual payroll counts are reported for fiscal years 2002 and 2003 as of December and revised fiscal year 2004 as of September. The Budget Estimate for fiscal year 2005 reflects the number of positions funded.

(a) Actual fiscal year 2002 revision due to Rutgers, The State University's decision to employ 18 credit hours per academic year for graduates, except for Law and Business graduate schools which remain at 24 credit hours per academic year, to more closely align with other research higher education institutions nationwide.

(b) Fiscal year 2002 data revised to reflect audited enrollment totals.

(c) Excludes summer enrollment.

(d) Excludes Thomas A. Edison State College and the University of Medicine and Dentistry of New Jersey, since data for these institutions are not calculated on the basis of comparable FTEs.

(e) As reported to the Higher Education Student Assistance Authority.

(f) As calculated by the Student Unit Record Enrollment (SURE) system.

APPROPRIATIONS DATA
(thousands of dollars)

Year Ending June 30, 2003								Year Ending June 30, 2005	
Orig. & (S)Supplemental	Reapp. & (R)Recpts.	Transfers & (E)Emergencies	Total Available	Expended		Prog. Class.	2004 Adjusted Approp.	Requested	Recommended
					DIRECT STATE SERVICES				
					Distribution by Fund and Program				
1,072	—	208	1,280	1,167	Statewide Planning and Coordination for Higher Education	80	957	1,147	957
387	—	18	405	361	Educational Opportunity Fund Programs	81	405	415	405
1,459	—	*226*	*1,685*	*1,528*	*Total Direct State Services*		*1,362*	*1,562*	*1,362*
					Distribution by Fund and Object				
					Personal Services:				
1,236	—	186	1,422	1,332	Salaries and Wages		1,208	1,333	1,208
1,236	—	*186*	*1,422*	*1,332*	*Total Personal Services*		*1,208*	*1,333*	*1,208*
21	—	9	30	28	Materials and Supplies		16	16	16
170	—	31	201	158	Services Other Than Personal		118	173	118
32	—	−3	29	8	Maintenance and Fixed Charges		20	20	20
—	—	3	3	2	Additions, Improvements and Equipment		—	20	—
					GRANTS−IN−AID				
					Distribution by Fund and Program				
8,963	81	−165	8,879	8,628	Statewide Planning and Coordination for Higher Education	80	5,963	5,963	5,963
35,097	—	—	35,097	35,097	Educational Opportunity Fund Programs	81	35,097	41,934	35,097
44,060	*81*	*−165*	*43,976*	*43,725*	*Total Grants−in−Aid*		*41,060*	*47,897*	*41,060*
					Distribution by Fund and Object				
					Grants:				
2,900	—	−60	2,840	2,840	College Bound	80	2,900	2,900	2,900
563	—	—	563	563	New Jersey Transfer Initiative	80	563	563	563
350	—	—	350	350	Support for Statewide Network	80	350	350	350
1,100	—	−55	1,045	1,045	Higher Education for Special Needs Students	80	1,100	1,100	1,100
600	—	−30	570	570	Program for the Education of Language Minority Students	80	600	600	600
450	81	—	531	502	Minority Faculty Advancement Program	80	450	450	450
3,000	—	−20	2,980	2,758	Teacher Preparation	80	—	—	—
21,910	—	—	21,910	21,910	Opportunity Program Grants	81	21,910	25,711	21,910
12,385	—	—	12,385	12,385	Supplementary Education Program Grants	81	12,385	15,421	12,385
602	—	—	602	602	Martin Luther King Physician−Dentist Scholarship Act of 1986	81	602	602	602
200	—	—	200	200	Ferguson Law Scholarships	81	200	200	200
45,519	*81*	*61*	*45,661*	*45,253*	*Grand Total State Appropriation*		*42,422*	*49,459*	*42,422*

Year Ending June 30, 2003							Year Ending June 30, 2005	
Orig. & (S)Supplemental	Reapp. & (R)Recpts.	Transfers & (E)Emergencies	Total Available	Expended		Prog. Class.	2004 Adjusted Approp.	Requested	Recommended
					OTHER RELATED APPROPRIATIONS				
					Federal Funds				
2,264	-23	—	2,241	1,588	Statewide Planning and Coordination for Higher Education	80	2,730	2,730	2,730
2,264	*-23*	—	*2,241*	*1,588*	*Total Federal Funds*		*2,730*	*2,730*	*2,730*
					All Other Funds				
—	10	—	10	2	Statewide Planning and Coordination for Higher Education	80	—	—	—
—	*10*	—	*10*	*2*	*Total All Other Funds*		—	—	—
47,783	*68*	*61*	*47,912*	*46,843*	*GRAND TOTAL ALL FUNDS*		*45,152*	*52,189*	*45,152*

Language Recommendations — Grants-In-Aid - General Fund

An amount not to exceed 5% of the total of Higher Education for Special Needs Students and the Program for the Education of Language Minority Students accounts is available for transfer to Direct State Services for the administrative expenses of these programs, as determined by the Director of the Division of Budget and Accounting.

An amount not to exceed $60,000 of the College Bound account is available for transfer to Direct State Services for the administrative expenses of this program, as determined by the Director of the Division of Budget and Accounting.

The unexpended balances as of June 30, 2004 for the Minority Faculty Advancement Program are appropriated.

Refunds from prior years to the Educational Opportunity Fund Programs accounts are appropriated to those accounts.

30. EDUCATIONAL, CULTURAL AND INTELLECTUAL DEVELOPMENT
36. HIGHER EDUCATIONAL SERVICES
2405. HIGHER EDUCATION STUDENT ASSISTANCE AUTHORITY

OBJECTIVES

1. Assist in ensuring that access to an affordable college education is maintained for all eligible New Jersey students.
2. Provide efficient delivery of Tuition Aid Grants and Scholarship Program awards to qualifying New Jersey students.
3. Guarantee federal student loans for New Jersey students attending both in-state and out-of-state institutions as well as for non-resident students attending school in New Jersey.
4. Provide supplementary student loan assistance to New Jersey resident students and their families as well as to non-resident students attending New Jersey institutions through the New Jersey College Loans to Assist State Students (NJCLASS) program.
5. Provide policy leadership in the area of student financial aid.
6. Act as an information clearinghouse for state and federal program and regulatory issues.
7. Maintain federal and state program fiscal records.

PROGRAM CLASSIFICATIONS

45. **Student Assistance Programs.** The Higher Education Student Assistance Authority (HESAA) was created in but not of the Department of State by P.L. 1999 c.46, effective April 26, 1999. HESAA is charged with the development of student assistance policy as well as administering the delivery of the state Tuition Aid Grants and scholarship programs, the award and payment systems for the Educational Opportunity Fund (EOF) academic year student grants (the largest component of the EOF program), issuance and servicing of New Jersey College Loans to Assist State Students (NJCLASS), administration of the state's college savings plan (NJBEST), and guaranteeing federal student loans under the Federal Family Education Loan Program (FFELP).

Student Assistance Programs include all student financial assistance programs for eligible residents of the State that are administered under the Executive Director, Higher Education Student Assistance Authority, and associated administrative costs. Administrative funds cover all program operations, including computing, printing, mailing, research, and personnel costs.

In fiscal 1998, New Jersey developed a college savings program, the New Jersey Better Educational Savings Trust (NJBEST), to help families finance the cost of higher education. Interest earned on NJBEST college savings is New Jersey tax exempt, and federally tax deferred until the funds are withdrawn from the program. In addition, a student who saves the minimum required amounts through NJBEST and attends college in New Jersey is awarded up to a $1,500 scholarship.

Tuition Aid Grants (TAG) are awarded under the New Jersey Higher Education Tuition Aid Act, N.J.S.18A:71-41 et seq., to all eligible New Jersey residents attending New Jersey postsecondary institutions, including community colleges, State colleges and universities, independent colleges and universities, and degree-granting proprietary institutions. Award amounts vary depending on the institution attended, and award sizes decrease as a family's ability to pay increases.

Ability to pay is determined by a national need analysis system adjusted to meet New Jersey needs, and is maintained and administered based on responses to the Free Application for Federal Student Aid (FAFSA). The TAG program is the broad–based state student assistance program, which coordinates with federal need–based student aid programs. As such, a TAG grant may be awarded in conjunction with a federal award, an EOF grant, and/or a State Scholarship award.

Part–Time TAG awards are available to students with special needs through the Part–Time TAG for EOF Students program. In fiscal 1999, this program was expanded to include all county colleges that currently participate in the EOF program and one additional four–year institution.

A pilot Part–Time TAG program for County College Students was established in fiscal 2004 for eligible, qualified part–time students enrolled at county colleges. Part–time grant awards are pro–rated against the full–time grant awards as follows: an eligible student enrolled with six to eight credits receives one–half of the value of a full–time award and an eligible student with nine to eleven credits receives three–quarters of a full–time award, subject to available appropriations.

State scholarships are awarded under the Garden State Scholarship Act of 1977, N.J.S.18A:71–26.1 et seq., to academically meritorious students at participating New Jersey institutions of higher education. Awards under the Coordinated Garden State Scholarship Programs, which include the Edward J. Bloustein Distinguished Scholars and Urban Scholars programs, range up to $1,000 per year. No awards are available for use outside of New Jersey. Awards are renewable annually based on continued good academic standing.

The New Jersey STARS (Student Tuition Assistance Reward Scholarship) program is a new initiative in fiscal 2005 to ensure that New Jersey's most academically talented students are not denied the opportunity to attend college. NJSTARS will guarantee that every New Jersey high school student who graduates in the top 20% of his or her high school class and wants to attend a New Jersey community college will have tuition and fees covered for two years.

The Outstanding Scholars Recruitment Program provides State matching funds to participating public and private institutions for campus–based scholarships to recruit high achieving New Jersey students. This merit–based award provides an annual scholarship between $2,500 and $7,500 based on a combination of class rank and SAT scores.

The Survivor Tuition Benefits Program (N.J.S.18A:71–77 et seq.) pays college tuition for the surviving spouse or child of a fire fighter, police officer, or first aid rescue squad member, or other law enforcement, civil defense or disaster control worker killed in the line of duty. Benefits received under this program are equal to the cost of tuition at public institutions, or equal to the highest level of tuition charged at public institutions for recipients attending eligible independent institutions.

As New Jersey does not have its own school of veterinary medicine, the Veterinary Medicine Education Program (N.J.S.18A:63A–1 et seq.) provides opportunities for New Jersey residents to enroll in veterinary programs at out–of–state institutions. The Higher Education Student Assistance Authority is authorized to enter into contracts with out–of–state schools for the admission of New Jersey students.

The New Jersey World Trade Center Scholarship Program was signed into law on January 11, 2002. Scholarships may be awarded to dependent children or spouses of New Jersey residents who were killed or are presumed dead as a result of the September 11 terrorists attacks for the costs of undergraduate education. Scholarship assistance is available for full–time study in degree–granting programs in– or out–of–state.

The Dana Christmas Scholarship for Heroism Program awards up to 5 scholarships a year to New Jersey residents who have performed acts of heroism prior to age 22. Awardees must be nominated by a member of the public. Nominations are reviewed by a selection committee and forwarded to the HESAA Board each Fall for approval.

The Teaching Fellows Program was established in fiscal 2004. This program provides direct loans to finance the undergraduate study of academically talented students who have leadership potential and who are interested in teaching in public schools in the State. The program also provides for the redemption of a portion of each eligible student's loan expenses for each year of full–time employment as a teacher in a subject area of critical need or in a high–needs district.

Under the FFELP, HESAA is also responsible for an array of loan–related services on behalf of the federal government, including providing public information regarding the loan programs, loan default prevention, primary insurance on student loan defaults for the lending community, location and pursuit of defaulters, and collection and remission of defaulted loan repayment amounts from borrowers to the federal government. HESAA administers State loan programs and federally regulated programs providing for the guarantee or insuring of loans made by banks, savings and loan associations, credit unions, or other qualified lenders to qualified persons to assist them in meeting the cost of postsecondary education. Various loans are available through the Federal Family Education Loan Program. Loan amounts available for eligible students vary depending upon financial need, grade level, program length, and aggregate borrowing limits. Federal interest subsidies are available to certain eligible students. Parent borrowers with no adverse credit history may borrow up to the cost of education minus aid, with no limit to the aggregate amount borrowed. In addition, HESAA also offers consolidated loans, which combine the outstanding loan payments from certain previously disbursed federal guaranteed loans.

A legislatively–mandated reserve requirement (N.J.S.18A:72–17) necessitates that the reserve fund shall not be less than either the amount required to acquire defaulted loans during the current fiscal year or the encumbered reserves required on all outstanding loans that were approved prior to the effective date of the act, whichever is greater. Federal mandates also require that guarantee agencies maintain minimum reserve levels as part of the agency's guaranty agreement. Additionally, federal regulations restrict the use of any reserve funds to purposes directly associated with the administration of the federal student loan programs as defined within those regulations.

The New Jersey College Loans to Assist State Students (NJCLASS) loan program (N.J.S.18A:72–34 et seq.) supplements aid available for New Jersey undergraduate and graduate students and/or out–of–state students attending a

New Jersey institution. The program is funded from the proceeds of tax–exempt bonds issued by HESAA. Under the NJCLASS loan program, HESAA makes student loans to eligible borrowers from the proceeds of the bonds. HESAA reviews all applications to determine the applicants' ability to repay the loan and services loans after disbursement. The interest rate paid by borrowers is set with each bond issue in relation to bond market conditions. There is no restriction on family income. The amount borrowed may not exceed a student's estimated cost of attendance minus all other financial assistance received by the student for the academic period for which the loan is intended.

EVALUATION DATA

	Actual FY 2002 (b)	Actual FY 2003	Revised FY 2004	Budget Estimate FY 2005
PROGRAM DATA				
Student Assistance Programs				
Veterinary Medical Education Program				
Veterinary Medical Education Program Value	$1,387,731	$1,377,617	$1,365,230	$1,414,234
Student enrollment	104	98	96	96
Schools with contracts	8	7	7	7
Coordinated Garden State Scholarship Programs				
Coordinated Garden State Scholarships (a)	7,088	7,133	7,062	7,562
Coordinated Garden State Scholarships (Value)	$7,084,187	$7,128,785	$7,062,000	$7,562,000
Edward J. Bloustein Distinguished Scholars (a)	4,886	4,869	5,014	5,370
Edward J. Bloustein Distinguished Scholars (Value)	$4,884,954	$4,866,490	$5,014,000	$5,370,000
Urban Scholars (a)	2,202	2,264	2,048	2,192
Urban Scholars (Value)	$2,199,233	$2,262,295	$2,048,000	$2,192,000
Miss New Jersey Scholarships (a)	1	2	2	2
Miss New Jersey Scholarships (Value)	$4,500	$10,720	$11,000	$11,000
World Trade Center Scholarship Program (a)	—	—	50	71
World Trade Center Scholarship Program (Value)	—	—	$325,000	$461,500
Dana Christmas Scholarship for Heroism (a)	5	5	5	5
Dana Christmas Scholarship for Heroism (Value)	$50,000	$50,000	$50,000	$50,000
Outstanding Scholars Recruitment Program (a)	4,476	4,696	5,159	5,159
Freshman Awards	1,420	1,436	1,619	1,619
Renewal Awards	3,056	3,260	3,540	3,540
Outstanding Scholars Recruitment Program (Value)	$11,765,229	$12,335,981	$13,169,000	$13,169,000
Survivor Tuition Benefits (a)	12	9	10	10
Survivor Tuition Benefits (Value)	$48,529	$34,262	$50,000	$50,000
Part–Time Tuition Aid Grants for Educational Opportunity Fund Students	512	522	750	750
Part–Time Tuition Aid Grants for Educational Opportunity Fund Students (Value)	$450,243	$400,742	$620,000	$620,000
Part–Time Tuition Aid Grants for County Colleges	—	—	6,788	8,148
Part–Time Tuition Aid Grants for County Colleges (Value)	—	—	$3,500,000	$4,200,000
Tuition Aid Grants (c)	49,131	51,297	53,439	55,439
Tuition Aid Grants (Value)	$165,255,540	$169,805,485	$181,168,000	$201,970,000
County Colleges	14,294	15,869	16,361	16,973
County Colleges (Value)	$22,457,923	$24,955,162	$26,072,000	$27,840,000
State Colleges	12,723	13,018	13,548	14,056
State Colleges (Value)	$37,303,495	$37,979,566	$41,166,000	$46,406,000
Rutgers/NJIT/UMDNJ	11,035	11,196	11,555	11,988
Rutgers/NJIT/UMDNJ (Value)	$43,874,333	$44,418,735	$47,133,000	$52,628,000
Independent colleges	11,079	11,214	11,975	12,422
Independent colleges (Value)	$61,619,789	$62,452,022	$66,797,000	$75,096,000
Total awards– All programs (d)	61,225	63,664	73,265	77,146
Total awards– All programs (Value)	$184,658,228	$189,765,975	$205,955,000	$228,093,500
NJBEST Program – Participants	22,000	33,869	46,502	59,486
NJBEST Program – Funds Invested as of June 30	$107,200,000	$198,398,341	$297,250,927	$406,274,302
Guaranteed Student Loan Program				
Loans outstanding—June 30	710,165	722,715	726,838	726,132
Loans outstanding—June 30 (Value)	$1,974,258,110	$2,039,283,996	$2,104,244,004	$2,156,856,023
Parent Loans for Undergraduate Students				
Loans Outstanding—June 30	63,624	62,907	67,171	70,923
Loans Outstanding—June 30 (Value)	$302,786,833	$303,863,426	$332,898,985	$360,631,868

	Actual FY 2002 (b)	Actual FY 2003	Revised FY 2004	Budget Estimate FY 2005
Consolidated Loans				
Loans Outstanding—June 30	38,226	59,098	81,186	102,087
Loans Outstanding—June 30 (Value)	$435,351,733	$683,168,106	$962,893,000	$1,242,268,558
New Jersey College Loans to Assist State Students (NJCLASS)				
Loans Outstanding—June 30	39,140	45,676	50,583	55,521
Loans Outstanding—June 30 (Value)	$288,664,406	$354,568,968	$413,289,642	$479,194,204
PERSONNEL DATA				
Affirmative Action Data				
Male Minority	15	17	17	21
Male Minority %	23.4	26.9	26.9	30.0
Female Minority	42	46	45	52
Female Minority %	27.6	32.8	32.1	33.5
Total Minority	57	63	62	73
Total Minority %	26.4	31.0	30.6	32.4
Position Data				
Filled Positions by Funding Source				
State Supported	28	27	27	27
Federal	167	155	160	180
All Other	15	13	12	18
Total Positions	210	195	199	225
Filled Positions by Program Class				
Student Assistance Programs	210	195	199	225
Total Positions	210	195	199	225

Notes:

Student Assistance Programs expenditure and award recipients data for fiscal years 2002 and 2003 represent actual counts as of September 2003. Further payments and adjustments are anticipated as institutional payments and reconciliation reports are received.

Actual payroll counts are reported for fiscal years 2002 and 2003 as of December and revised fiscal year 2004 as of September. The Budget Estimate for fiscal year 2005 reflects the number of positions funded.

(a) Programs funded partially or totally through a transfer of funds.

(b) Data revised to reflect revised data totals.

(c) Includes funds received under the Federal Leveraging Educational Assistance Partnership (LEAP) Program, formally SSIG.

(d) Totals include all programs; students may be counted more than once if they are receiving aid from more than one program.

APPROPRIATIONS DATA
(thousands of dollars)

Year Ending June 30, 2003								Year Ending June 30, 2005	
Orig. & (S)Supplemental	Reapp. & (R)Recpts.	Transfers & (E)Emergencies	Total Available	Expended		Prog. Class.	2004 Adjusted Approp.	Requested	Recommended
					DIRECT STATE SERVICES				
					Distribution by Fund and Program				
2,250	3	44	2,297	2,215	Student Assistance Programs	45	2,297	2,297	2,297
2,250	*3*	*44*	*2,297*	*2,215*	*Total Direct State Services*		*2,297* (a)	*2,297*	*2,297*
					Distribution by Fund and Object				
					Personal Services:				
1,431	—	-49	1,382	1,382	Salaries and Wages		1,478	1,478	1,478
1,431	—	*-49*	*1,382*	*1,382*	*Total Personal Services*		*1,478*	*1,478*	*1,478*
43	—	-3	40	39	Materials and Supplies		43	43	43
754	—	96	850	775	Services Other Than Personal		754	754	754
22	—	—	22	19	Maintenance and Fixed Charges		22	22	22

Year Ending June 30, 2003							Year Ending June 30, 2005	
Orig. & (S)Supplemental	Reapp. & (R)Recpts.	Transfers & (E)Emergencies	Total Available	Expended		Prog. Class.	2004 Adjusted Approp.	Requested	Recommended
					DIRECT STATE SERVICES				
					Special Purpose:				
—	3	—	3	—	Additions, Improvements and Equipment		—	—	—
					GRANTS-IN-AID				
					Distribution by Fund and Program				
191,171	781	-106	191,846	188,209	Student Assistance Programs	45	204,872	235,389	235,389
191,171	*781*	*-106*	*191,846*	*188,209*	*Total Grants-in-Aid*		*204,872*	*235,389*	*235,389*
					Distribution by Fund and Object				
					Grants:				
1,337	—	—	1,337	1,293	Veterinary Medicine Education Program	45	1,337	1,337	1,337
169,856	182	-298	169,740	166,914	Tuition Aid Grants	45	178,657	197,974	197,974
—	—	—	—	—	Part-Time Tuition Aid Grants for County Colleges	45	3,500	4,200	4,200
65	40	-55	50	34	Survivor Tuition Benefits	45	50	50	50
7,562	24	-275	7,311	7,164	Coordinated Garden State Scholarship Programs (b)	45	7,062	7,562	7,562
620	173	-293	500	399	Part-Time Tuition Aid Grants — EOF Students	45	620	620	620
20	17	-26	11	11	Miss New Jersey Educational Scholarship Program	45	11	11	11
—	—	—	—	—	Teaching Fellows Program	45	155	155	155
—	28	-28	—	—	Post Service Benefits-Urban School Service Corps	45	—	—	—
11,400	67	869	12,336	12,336	Outstanding Scholar Recruitment Program	45	12,301 868 S	13,169	13,169
11	—	—	11	8	NJBEST Scholarship Program	45	11	11	11
250	250	—	500	—	New Jersey World Trade Center Scholarship Program	45	250	250	250
50	—	—	50	50	Dana Christmas Scholarship for Heroism	45	50	50	50
—	—	—	—	—	New Jersey STARS (Student Tuition Assistance Reward Scholarship)	45	—	10,000	10,000
193,421	*784*	*-62*	*194,143*	*190,424*	*Grand Total State Appropriation*		*207,169*	*237,686*	*237,686*
					OTHER RELATED APPROPRIATIONS				
					Federal Funds				
19,671 1,049 S	-1,056	—	19,664	17,801	Student Assistance Programs	45	22,146	23,960	23,960
20,720	*-1,056*	—	*19,664*	*17,801*	*Total Federal Funds*		*22,146*	*23,960*	*23,960*
					All Other Funds				
—	855 5,732 R	2	6,589	6,171	Student Assistance Programs	45	4,531	4,933	4,933
—	*6,587*	*2*	*6,589*	*6,171*	*Total All Other Funds*		*4,531*	*4,933*	*4,933*
214,141	*6,315*	*-60*	*220,396*	*214,396*	*GRAND TOTAL ALL FUNDS*		*233,846*	*266,579*	*266,579*

Notes — Direct State Services - General Fund

(a) The fiscal year 2004 appropriation has been adjusted for the allocation of salary program in accordance with the provisions of P.L. 2003, c. 122 (Fiscal Year 2004 Appropriations Act).

Notes — Grants-In-Aid - General Fund

(b) Includes Garden State Scholarship, Edward J. Bloustein Distinguished Scholars, and Urban Scholars programs.

Language Recommendations — Direct State Services – General Fund

At any time prior to the issuance and sale of bonds or other obligations by the Higher Education Student Assistance Authority, the State Treasurer is authorized to transfer from any available moneys in any fund of the Treasury of the State to the credit of any fund of the authority such sums as the State Treasurer deems necessary. Any sums so transferred shall be returned to the same fund of the Treasury of the State by the State Treasurer from the proceeds of the sale of the first issue of authority bonds or other authority obligations.

Language Recommendations — Grants–In–Aid – General Fund

The sums provided hereinabove and the unexpended balances as of June 30, 2004 in Student Assistance Programs shall be appropriated and available for payment of liabilities applicable to prior fiscal years.

Amounts from the unexpended balance as of June 30, 2004, including refunds recognized after July 31, 2004, in the Tuition Aid Grants account are appropriated, subject to the approval of the Director of the Division of Budget and Accounting.

Notwithstanding the provisions of any law to the contrary, the Higher Education Student Assistance Authority shall provide to students enrolled in public institutions of higher education who are eligible for maximum awards under the Tuition Aid Grant program appropriated hereinabove an increase above the fiscal 2004 award amount equal to the difference between the in–state undergraduate 2002–2003 tuition rate for the institution and the institution's in–state undergraduate 2001–2002 tuition rate. The award amounts for students eligible for maximum awards under the Tuition Aid Grant program who are enrolled in independent institutions of higher education and all other award amounts provided under the Tuition Aid Grant program shall be based on the same parameters as used by the Higher Education Student Assistance Authority in fiscal year 2004. Reappropriated balances shall be held as a contingency for unanticipated increases in the number of applicants qualifying for full–time Tuition Aid Grant awards or to fund shifts in the distribution of awards that result in an increase in total program costs.

In addition to the amount appropriated hereinabove for Tuition Aid Grants, there are appropriated such sums as are required to cover the costs of increases in the number of applicants qualifying for full–time Tuition Aid Grants awards or fund shifts in the distribution of awards that result in an increase in total program costs, subject to the approval of the Director of the Division of Budget and Accounting.

Each public institution of Higher Education participating in the Tuition Aid Grant program appropriated hereinabove shall provide institutional grants to students eligible for the maximum Tuition Aid Grant (TAG) award for that institution in an amount not less than the difference between the maximum 2003–04 tuition rate for the institution and the institution's actual 2002–2003 tuition rate.

Notwithstanding any law or regulation to the contrary, any institution of higher education which participates in the Student Unit Record Enrollment data system may participate in the Outstanding Scholar Recruitment Program.

The amount appropriated hereinabove for the Dana Christmas Scholarship for Heroism shall be awarded in accordance with policies and procedures established by the Higher Education Student Assistance Authority. In general, recipients must have performed the act of heroism for which they are being recognized prior to reaching their twenty–second birthday, awards are for a one–time only scholarship of up to $10,000, and awards must be used for educational expenses related to attendance at a postsecondary institution that participates in the federal student assistance programs authorized under Title IV of the "Higher Education Act of 1965," as amended (20 U.S.C. s.1070 et seq.).

The amount appropriated hereinabove for Part–Time Tuition Assistance Grants for County Colleges shall be used to provide funds for a pilot program of tuition aid grants for eligible, qualified part–time students enrolled at the county colleges established pursuant to N.J.S.18A:64A–1 et seq. The tuition aid grants shall be used to pay the tuition at a county college established pursuant to N.J.S.18A:64A–1 et seq. Within the limits of available appropriations as determined by the Higher Education Student Assistance Authority, part–time grant awards shall be pro–rated against the full–time grant award for the applicable institutional sector established pursuant to N.J.S.18A:71B–21 as follows: an eligible student enrolled with six to eight credits shall receive one–half of the value of a full–time award and an eligible student enrolled with nine to eleven credits shall receive three–quarters of a full–time award. Students shall apply first for all other forms of federal student assistance grants and scholarships; student eligibility for the tuition aid grant awards program for part–time enrollment at a community college shall in other respects be determined by the authority in accordance with the criteria established pursuant to N.J.S.18A:71B–20, other than the criterion for full–time enrollment.

From the amount appropriated hereinabove for the Teaching Fellows Program the authority shall establish a Teaching Fellows Program that shall provide direct loans to finance the undergraduate study of academically talented students who have leadership potential and who are interested in teaching in a public school in the State. The program shall also provide for the redemption of a portion of each eligible student's loan expenses for each year of full–time employment as a teacher in a subject area of critical need or in a high–needs district.

From the amounts appropriated hereinabove for the Outstanding Scholars Recruitment Program, so much thereof as is necessary shall be expended by the Higher Education Student Assistance Authority to perform a study of the outcomes of the Outstanding Scholars Recruitment Program and its effectiveness in increasing the enrollment and retention of high achieving New Jersey High School graduates at New Jersey colleges and universities. The Authority shall prepare a written report specifying the results of the study, including any recommendations for expansion or discontinuation of the program. This report shall be provided to the Governor no later than September 1, 2004.

Amounts from the unexpended balance as of June 30, 2004, including refunds recognized after July 31, 2004, in the Part–Time Tuition Aid Grants for County Colleges account are appropriated, subject to the approval of the Director of the Division of Budget and Accounting. Reappropriated balances shall be held as a contingency for unanticipated increases in the number of applicants qualifying for Part–Time Tuition Aid Grants for County Colleges awards or to fund shifts in the distribution of awards that result in an increase in total program costs.

30. EDUCATIONAL, CULTURAL AND INTELLECTUAL DEVELOPMENT

36. HIGHER EDUCATIONAL SERVICES

2409. STATE COLLEGES AND UNIVERSITIES

The State provides higher education through three research universities, five teaching universities, and four state colleges, each with its own operational autonomy under a separate governing board, but under the statutory oversight and policy framework established by the State. Since the enactment of the State College Autonomy Law (P.L. 1986, c. 42) on July 9, 1986, the state colleges and teaching universities as well as the research universities have retained all tuition, fees, grants, and any other revenues earned by the institution.

The operational totals reflect the institutions' overall budgets, including auxiliary operations as well as tuition, fees, federal funds, and other revenues, while the Total Appropriation reflects the net State support provided to the institutions, excluding State-funded fringe benefits, auxiliary operations, and all revenues.

OBJECTIVES

1. To provide quality, affordable baccalaureate programs in the humanities, arts, sciences, and career fields to full-time and part-time undergraduates, enabling graduates to enter productive careers and advanced study in graduate and professional schools.
2. To provide quality post-baccalaureate education in the humanities, arts, sciences, and professions.
3. To stimulate the continuous development of knowledge in the humanities, arts, sciences, and professional fields by professional teacher-scholars as a complement to rigorous classroom inquiry by students and faculty.
4. To make available to the community the professional competence and expertise of faculty and students, and other institutional resources such as concerts, performances, lectures, and facilities.
5. To meet the needs of faculty and students for current, accessible information.
6. To ensure the personal, social, and intellectual growth of each individual student.
7. To ensure that each campus and its facilities are safe, secure, and well-maintained.

PROGRAM CLASSIFICATIONS

82. **General Institutional Operations.** Encompasses all operations of the senior public colleges and universities, including instruction, research, extension and public service, auxiliary services, academic support, student services, institutional support, and operations and maintenance of physical plant.

    Instruction includes all support for academic departments and the operation of related facilities, such as laboratories, so that knowledge can be developed and disseminated through independent research and classroom interaction.

    Faculty and students engage in basic and applied research at the behest of various sponsors, including the federal, state, and local governments, foundations, corporations, and trade associations. Much of this research is aimed, directly or indirectly, at increasing the sponsor's effectiveness or stimulating economic growth.

    Extension and public service includes not-for-credit programs offered both on and off-campus for working professionals and non-matriculating students to develop, maintain, and improve professional competence in a wide variety of fields. Other outreach programs make the institutions' resources available to their communities, the region, and the State.

    Students, faculty, and staff are provided with auxiliary services such as housing, dining facilities, book stores, and recreational centers for fees that are directly related to, although not necessarily equal to, the cost of the service. Any surplus revenues are held in reserve for major renovations and replacements, or to balance funds in an emergency.

    Academic support provides the books, periodicals, documents, audio-visual materials, and other information that may be required by students and faculty in connection with their learning, teaching, and research. Staff provide bibliographic and other technical assistance to students and faculty to meet their needs in planning and developing academic programs and in carrying out independent research.

    Student services include financial assistance, health services, placement, and counseling. This category also encompasses admissions, registration, and student records.

    Institutional support comprises all administrative activities of the institution. Under the direction of an institution's governing board and president, executive leadership and management are provided to meet the institution's educational, research, public service, and administrative objectives. General support services include computer services, personnel management, and financial management for all educational, service, and administrative units within the institution.

    Physical plant and support services staff are responsible for the overall security of the institution and for the planning, management, and operation of its physical assets, including utilities, buildings, grounds, and equipment.

    General Services Income is derived from tuition and fees collected from both undergraduate and graduate students.

    Auxiliary Funds Income is derived from fees charged for services such as housing, dining, and recreational facilities.

    Special Funds Income is comprised of ancillary activities of an institution. These may include, but are not limited to, continuing education, research grants, fellowships, and scholarships.

    Employee Fringe Benefits are provided to the institutions by the State for all employees. The institutions are then responsible for reimbursing the State for those employees beyond the number of State-funded employees as shown in the Evaluation Data. The amount displayed in the Appropriations Data represents the total fringe benefits allocation for the institutions' State-funded employees.

30. EDUCATIONAL, CULTURAL AND INTELLECTUAL DEVELOPMENT

36. HIGHER EDUCATIONAL SERVICES

2410. RUTGERS, THE STATE UNIVERSITY

Founded in 1766 as one of the colonial colleges, Rutgers became The State University in 1956 (N.J.S. 18A:65–1 et seq. as amended) with a reorganized Board of Trustees and a newly created Board of Governors. The membership of the Board of Governors consists of the President of the Corporation serving as an ex–officio non–voting member, and 11 voting members, six of whom are appointed by the Governor of the State with the advice and consent of the Senate and five of whom are appointed by the Board of Trustees from among its members. All voting members serve for terms of six years. The Board of Governors has general supervision over the University's operations. The Board of Trustees acts in an overall advisory capacity and controls certain properties, funds and trusts. The State is responsible for the establishment of general policy and for the coordination and general oversight of Rutgers as a part of the State's system of higher education.

The University provides instruction in approximately 100 major fields of study to approximately 100,000 full and part–time students enrolled annually in instructional programs in its graduate and undergraduate colleges, schools, summer session, and continuing education programs, which offer courses on and off–campus, short courses, conferences, and institutes dealing with a wide range of subjects.

Research, the second major area of University responsibility, has earned the support of commerce, industry, the State and federal governments, and philanthropic organizations, as well as financing from the University's funds.

Extension work, designed to take the University's teaching function directly to the people of the State, is the institution's third major responsibility. Such services range from the work of the county agricultural, home economics and 4–H Club agents to non–credit courses, including post–graduate work in technical and professional fields.

EVALUATION DATA

	Actual FY 2002	Actual FY 2003	Revised FY 2004	Budget Estimate FY 2005
PROGRAM DATA				
Institutional Support				
Enrollment total (a)	49,376	50,522	49,905	49,300
Enrollment total (Weighted) (b)	41,167	42,117	41,517	40,900
Undergraduate total	37,331	37,806	36,981	36,200
Undergraduate total (Weighted) (b)	31,853	32,016	31,251	30,500
Full–time	31,831	32,332	31,506	30,800
Full–time (Weighted) (b)	29,764	29,927	29,162	28,500
Part–time	5,500	5,474	5,475	5,400
Part–time (Weighted) (b)	2,089	2,089	2,089	2,000
Graduate total	12,045	12,716	12,924	13,100
Graduate total (Weighted) (b)	9,314	10,101	10,266	10,400
Full–time	4,623	4,929	5,009	5,100
Full–time (Weighted) (b)	5,865	6,284	6,386	6,500
Part–time	7,422	7,787	7,915	8,000
Part–time (Weighted) (b)	3,449	3,817	3,880	3,900
Summer session total (c)	21,399	22,156	22,197	22,200
Degree programs offered	422	424	427	428
Courses offered	6,748	6,799	6,800	6,800
Degrees Granted				
Bachelors	7,549	7,731	7,700	7,700
Masters	2,658	2,712	2,700	2,700
Doctors	513	519	500	500
Ratio: Student/faculty (d)	15.81/1	16.10/1	15.80/1	14.61/1
Outcomes Data (e)				
Third–Semester Retention Rates	86.1%	86.7%	—	—
Six–Year Graduation Rates	68.5%	68.6%	—	—
Student Tuition and Fees				
Total Cost of Attendance (f)	$16,400	$17,500	$19,300	—
Full–Time Undergraduate Tuition – State Residents	$5,250	$5,770	$6,290	—
Full–Time Undergraduate Tuition – Non–State Residents	$10,688	$11,746	$12,804	—
Full–Time Undergraduate Fees	$1,405	$1,538	$1,637	—

	Actual FY 2002	Actual FY 2003	Revised FY 2004	Budget Estimate FY 2005
OPERATING DATA				
Institutional Support				
Institutional Expenditures				
Instruction	$278,338,000	$292,621,000	$303,112,000	—
Separately Budgeted Research	$25,971,000	$26,095,000	$29,651,000	—
Extension and Public Service	$6,325,000	$6,394,000	$4,626,000	—
Academic Support	$28,621,000	$28,940,000	$29,031,000	—
Student Services	$68,823,000	$75,629,000	$83,994,000	—
Institutional Support	$118,690,000	$125,085,000	$131,850,000	—
Physical Plant and Support Services	$92,434,000	$107,374,000	$107,643,000	—
Special Purpose Appropriations				
Tomato Technology Transfer Program	$105,000	$105,000	$105,000	$105,000
Haskin Shellfish Research Laboratory	$95,000	$95,000	$95,000	$95,000
Camden Law School Clinical Legal Programs for the Poor	$200,000	$200,000	$200,000	$200,000
Newark Law School Clinical Legal Programs for the Poor	$200,000	$200,000	$200,000	$200,000
Capital Debt Service	$21,109,000	$23,697,000	$28,980,000	$28,980,000
In Lieu of Tax Payments to New Brunswick	$700,000	$700,000	$700,000	$700,000
Civic Square Project – Debt Service	$740,000	$740,000	$740,000	$740,000
Student Aid	$39,305,000	$44,561,000	$52,043,000	$55,548,000
College Work Study Program (State Share)	$1,141,000	$1,188,000	$1,158,000	$1,158,000
Masters in Government Accounting	$180,000	$180,000	$180,000	$180,000
Special Projects	$13,021,000	$20,009,120	$22,256,000	$22,390,000
Retirement Allowances	$220,000	$187,000	$200,000	$200,000
Bloustein School – Government Services Study	$100,000	—	—	—
New Jersey EcoComplex	$383,000	$117,000	$300,000	$300,000
On–Line Syllabi Project	$10,000	—	—	—
Fisheries Information and Development Center	$315,000	$100,000	$85,000	—
Walter Rand Institute for Public Affairs	—	$75,000	$75,000	$75,000
Teacher Preparation	—	$174,000	$174,000	$174,000
Hale Center	—	—	$250,000	—
PERSONNEL DATA				
Position Data				
State–funded Positions (g)	6,678	6,678	6,678	6,678

Notes:

(a) Enrollments do not include Division of Continuing Education, Institute of Management and Labor Relations and Agriculture short courses.

(b) Equated on the basis of 32 credit hours per academic year for undergraduates and 18 credit hours per academic year for graduates except for Law and Business graduate schools which remain at 24 credit hours per academic year.

(c) Summer session enrollments not included in total enrollments.

(d) Calculated on the basis of authorized teaching positions (including adjunct faculty) and equated full–time (weighted) students.

(e) As calculated by the Student Unit Record Enrollment (SURE) system.

(f) As reported to the Higher Education Student Assistance Authority. Includes tuition, fees, room and board, transportation, and supplies.

(g) Fiscal years 2002, 2003, and 2004 data have been adjusted to reflect total state–funded positions as authorized in the FY2004 Appropriations Act. The Act contained a technical adjustment to recognize formally state–funded positions authorized in previous years.

APPROPRIATIONS DATA
(thousands of dollars)

Year Ending June 30, 2003 Orig. & (S)Supplemental	Reapp. & (R)Recpts.	Transfers & (E)Emergencies	Total Available	Expended		Prog. Class.	2004 Adjusted Approp.	Year Ending June 30, 2005 Requested	Recommended
					GRANTS-IN-AID				
					Distribution by Fund and Program				
1,379,541	-36,416	—	1,343,125	1,330,410	Institutional Support	82	1,412,372	1,497,344	1,457,233
1,379,541	***-36,416***	—	***1,343,125***	***1,330,410***	***Total Grants-in-Aid***		***1,412,372***	***1,497,344***	***1,457,233***
					LESS:				
—	(27,740)	—	(27,740)	(27,740)	Receipts from Tuition Increase		(27,886)	—	—
(308,962)	(32,311)	—	(341,273)	(341,273)	General Services Income		(369,167)	(397,188)	(397,188)
(178,126)	209	—	(177,917)	(177,917)	Auxiliary Funds Income		(190,259)	(196,661)	(196,661)
(467,919)	96,258	—	(371,661)	(371,661)	Special Funds Income		(397,694)	(425,561)	(425,561)
(118,692)	—	—	(118,692)	(118,692)	Employee Fringe Benefits		(134,513)	(150,220)	(150,220)
(1,073,699)	***36,416***	—	***(1,037,283)***	***(1,037,283)***	***Total Income Deductions***		***(1,119,519)***	***(1,169,630)***	***(1,169,630)***
305,842	—	—	***305,842***	***293,127***	***Total State Appropriation***		***292,853***	***327,714***	***287,603***
					Distribution by Fund and Object				
					Special Purpose:				
1,379,367	-36,416 R	-9	1,342,942	1,330,227	General Institutional Operations (a)	82	1,412,198	1,457,059	1,457,059
174	—	9	183	183	Teacher Preparation	82	174	174	174
—	—	—	—	—	Meeting the Increased Demand for a Rutgers Education	82	—	40,111	—
					LESS:				
(1,073,699)	*36,416 R*	—	*(1,037,283)*	*(1,037,283)*	*Income Deductions*		*(1,119,519)*	*(1,169,630)*	*(1,169,630)*
					CAPITAL CONSTRUCTION				
					Distribution by Fund and Program				
—	962	—	962	14	Physical Plant and Support Services	72	—	—	—
—	***962***	—	***962***	***14***	***Total Capital Construction***		—	—	—
					Distribution by Fund and Object				
					Rutgers, The State University				
—	707	—	707	14	Preservation Projects	72	—	—	—
—	252	—	252	—	Compliance Projects	72	—	—	—
—	3	—	3	—	Environmental Projects	72	—	—	—
305,842	***962***	—	***306,804***	***293,141***	***Grand Total State Appropriation***		***292,853***	***327,714***	***287,603***

Notes — Grants-In-Aid - General Fund

(a) The appropriation for General Institutional Operations has been adjusted to include the Tuition Incentive Grant.

Language Recommendations — Grants-In-Aid - General Fund

Of the sums hereinabove appropriated for Rutgers, The State University, there is $180,000 for the Masters in Government Accounting Program, $105,000 for the Tomato Technology Transfer Program, $95,000 for the Haskin Shellfish Research Laboratory, $200,000 for the Camden Law School Clinical Legal Programs for the Poor, $200,000 for the Newark Law School Clinical Legal Programs for the Poor, $740,000 for the Civic-Square Project - Debt Service, $75,000 for the Walter Rand Institute for Public Affairs, $700,000 for In Lieu of Taxes to New Brunswick, and $300,000 for the New Jersey EcoComplex, Burlington County. These accounts shall be considered special purpose appropriations for accounting and reporting purposes.

Receipts in excess of the amount hereinabove for the Clinical Legal Programs for the Poor are appropriated for the same purpose, subject to the approval of the Director of the Division of Budget and Accounting.

For the purpose of implementing the fiscal year 2005 appropriations act, the number of State-funded positions at Rutgers, The State University shall be 6,678.

From the amount appropriated hereinabove for Rutgers, The State University, $90,000 is transferred to the Department of Agriculture for a grant to the New Jersey Museum of Agriculture.

The unexpended balances as of June 30, 2004, in the General Institutional Operations account of Rutgers, The State University, is appropriated and shall be transferred to the New Jersey Stem Cell Research Institute account in the Department of Treasury, subject to the approval of the Director of the Division of Budget and Accounting.

30. EDUCATIONAL, CULTURAL AND INTELLECTUAL DEVELOPMENT
36. HIGHER EDUCATIONAL SERVICES
2415. AGRICULTURAL EXPERIMENT STATION

The New Jersey State Agricultural Experiment Station (RS 4:16–1) located at Rutgers, The State University, is the research and extension arm of the State of New Jersey for the study of the food, agricultural, marine and environmental marine sciences and their application to the improvement of the human condition. The research mission is the discovery, application and dissemination of knowledge to promote the orderly development and management of human and natural resources. The mission of Rutgers Cooperative Extension is to plan, implement and evaluate learning experiences consistent with locally identified needs and within the expertise and goals of the organization, that will help individuals and families acquire the understanding, capabilities, attitudes and skills for solving problems. The research program is supported by federal formula funds, by State appropriations, and by grants and gifts from private and public sponsors. Rutgers Cooperative Extension program support is derived from federal formula and grant funds, and State and county appropriations.

The Agricultural Experiment Station utilizes facilities at the New Brunswick campus, at outlying centers at Adelphia, Bivalve, Branchville, Bridgeton, Chatsworth, Cream Ridge, Florence Township, Pittstown, and Upper Deerfield, and at extension offices in all of New Jersey's counties.

EVALUATION DATA

	Actual FY 2002	Actual FY 2003	Revised FY 2004	Budget Estimate FY 2005
OPERATING DATA				
Institutional Support				
Institutional Expenditures				
Separately Budgeted Research	$16,841,000	$16,061,000	$15,861,000	$17,861,000
Extension and Public Service	$9,048,000	$8,605,000	$8,497,000	$9,545,000
Special Purpose Appropriations				
Strategic Initiatives	$929,000	$957,000	$900,000	$900,000
Snyder Farm Planning and Operation	$691,000	$691,000	$691,000	$691,000
Fruit Research and Extension	$500,000	$500,000	$500,000	$500,000
Blueberry and Cranberry Research	$258,000	$250,000	$250,000	$250,000
Pest Management	$150,000	—	—	—
PERSONNEL DATA				
Position Data				
State–funded Positions (a)	424	424	424	424

Notes:

(a) Fiscal years 2002, 2003, and 2004 data have been adjusted to reflect total state–funded positions as authorized in the Fiscal Year 2004 Appropriations Act. The Act contained a technical adjustment to recognize formally state–funded positions authorized in previous years.

APPROPRIATIONS DATA
(thousands of dollars)

Year Ending June 30, 2003								Year Ending June 30, 2005	
Orig. & (S)Supplemental	Reapp. & (R)Recpts.	Transfers & (E)Emergencies	Total Available	Expended		Prog. Class.	2004 Adjusted Approp.	Requested	Recommended
					GRANTS–IN–AID				
					Distribution by Fund and Program				
69,893	—	3,466	73,359	72,286	Institutional Support	82	75,760	82,645	79,597
69,893	—	***3,466***	***73,359***	***72,286***	***Total Grants–in–Aid***		***75,760***	***82,645***	***79,597***
					LESS:				
(30,061)	—	(4,219)	(34,280)	(34,280)	Special Funds Income		(37,019)	(39,977)	(39,977)
(7,450)	—	753	(6,697)	(6,697)	Federal Research and Extension Funds Income		(6,855)	(6,855)	(6,855)

Year Ending June 30, 2003							Year Ending June 30, 2005	
Orig. & (S)Supplemental	Reapp. & (R)Recpts.	Transfers & (E)Emergencies	Total Available	Expended		Prog. Class.	2004 Adjusted Approp.	Requested	Recommended
					GRANTS-IN-AID				
(6,643)	—	—	(6,643)	(6,643)	Employee Fringe Benefits		(7,528)	(8,407)	(8,407)
(44,154)	—	*(3,466)*	*(47,620)*	*(47,620)*	*Total Income Deductions*		*(51,402)*	*(55,239)*	*(55,239)*
25,739	—	—	*25,739*	*24,666*	*Total State Appropriation*		*24,358*	*27,406*	*24,358*
					Distribution by Fund and Object				
					Special Purpose:				
69,893	—	3,466	73,359	72,286	General Institutional Operations	82	75,760	79,597	79,597
—	—	—	—	—	Millenium Viability Initiative	82	—	3,048	—
					LESS:				
(44,154)	—	*(3,466)*	*(47,620)*	*(47,620)*	*Income Deductions*		*(51,402)*	*(55,239)*	*(55,239)*
25,739	—	—	*25,739*	*24,666*	*Grand Total State Appropriation*		*24,358*	*27,406*	*24,358*

Language Recommendations — Grants-In-Aid - General Fund

Of the sums hereinabove appropriated for the New Jersey Agricultural Experiment Station, there is $900,000 for Strategic Initiatives Programs, $250,000 for Blueberry and Cranberry Research, $691,000 for the Snyder Farm Planning and Operation, and $500,000 for Fruit Research. These accounts shall be considered special purpose appropriations for accounting and reporting purposes.

For the purpose of implementing the fiscal year 2005 appropriations act, the number of State-funded positions at the Agricultural Experiment Station shall be 424.

For the purpose of implementing the fiscal year 2005 appropriations act, the fringe benefits for 126 positions, funded by the federal Hatch and Smith/Lever programs, are funded by the State.

30. EDUCATIONAL, CULTURAL AND INTELLECTUAL DEVELOPMENT
36. HIGHER EDUCATIONAL SERVICES
2420. UNIVERSITY OF MEDICINE AND DENTISTRY OF NEW JERSEY

The University of Medicine and Dentistry of New Jersey (N.J.S. 18A:64C-1 et seq.) is governed by a Board of Trustees appointed by the Governor with Senate confirmation and administered by a President as Chief Executive Officer.

The University of Medicine and Dentistry of New Jersey is the State's university of the health sciences, with programs at five academic health center campuses and more than 200 educational and healthcare affiliates throughout the State. The University operates the State's three medical schools (two allopathic and one osteopathic), a dental school, and schools of biomedical sciences, health related professions, nursing and public health. Its programs are centered in campuses in Camden, New Brunswick/Piscataway, Newark, Scotch Plains and Stratford, and in communities throughout the State. The University also operates University Hospital in Newark and two community mental health (behavioral) health care centers in Newark and Piscataway which serve as both healthcare and teaching facilities.

The University is dedicated to the pursuit of excellence in: the undergraduate, graduate, postgraduate and continuing education of health professionals and scientists; the conduct of biomedical, psychosocial, clinical and public health research; health promotion, disease prevention and the delivery of health care; and service to its communities and the entire State. Through its programs and affiliations the University seeks to meet the needs of its diverse communities and improve the health and quality of life of the citizens of New Jersey and society at large.

EVALUATION DATA

	Actual FY 2002	Actual FY 2003	Revised FY 2004	Budget Estimate FY 2005
PROGRAM DATA				
Institutional Support				
Student enrollment, Total (a)	4,670	4,740	4,771	4,967
New Jersey Medical School	688	700	685	678
Robert Wood Johnson Medical School, Camden	93	105	105	105
Robert Wood Johnson Medical School, Piscataway	504	552	523	517
School of Osteopathic Medicine	322	329	334	373
Graduate School of Biomedical Science	749	741	454	466
New Jersey Dental School	341	367	359	381
School of Health Related Professions	1,068	998	1,156	1,156
School of Public Health	301	348	370	387
School of Nursing	604	600	507	527
Degree programs offered	49	53	53	59
Courses Offered	2,466	2,476	2,500	2,520
Ratio: Student/Teaching Faculty	1.97/1	1.92/1	1.92/1	1.92/1
Students Graduated				
Physicians	387	399	399	399
Dentists	97	74	74	74
Health Related Students	470	496	496	496
Other graduate degrees	119	174	174	174
Full–Time Tuition – Medical and Dental Students (Resident)	$17,362	$18,143	$19,776	—
Full–Time Tuition – Medical and Dental Students (Non–resident)	$27,169	$28,392	$30,947	—
University Hospital				
Rated capacity (beds)	535	455	455	455
Hospital admissions, total	19,242	18,950	19,512	20,000
Hospital admissions, daily average	53	52	53	55
Average daily population	319	327	337	345
Patient days of service, total	116,435	119,385	122,926	126,000
Percent of occupancy	72%	72%	74%	76%
Average length of stay (days)	6.0	6.3	6.3	6.3
Outpatient and emergency visits, total	274,319	254,090	262,513	270,000
Outpatient and emergency visits, daily average	751	696	720	740
University Behavioral HealthCare at Piscataway				
Bed capacity	48	48	48	48
Hospital admissions, total	1,400	1,336	1,430	1,415
Hospital admissions, daily average	3.8	3.7	3.9	3.9
Average daily population	38.1	36.5	39.2	38.8
Patient days of service, total	13,900	13,327	14,295	14,153
Percent of occupancy	79%	76%	80%	80%
Average length of stay (days)	9.9	10.0	10.0	10.0
Outpatient and emergency visits, total	167,525	180,707	180,345	186,382
Outpatient and emergency visits, daily average	459.0	495.1	494.1	510.6
University Behavioral HealthCare at Newark				
Outpatient and emergency visits, total	68,717	68,974	70,340	69,843
Outpatient and emergency visits, daily average	188.3	189.0	192.7	191.4
OPERATING DATA				
Institutional Support				
Institutional Expenditures				
Instruction	$135,073,016	$153,964,492	$151,185,581	—
Extension and Public Service	$474,308,194	$493,826,272	$534,663,692	—
Academic Support	$7,514,213	$7,898,697	$7,569,011	—
Student Services	$10,658,292	$11,409,826	$11,306,253	—
Institutional Support	$67,093,128	$76,447,101	$80,519,325	—
Physical Plant and Support Services	$51,073,175	$56,792,824	$55,228,764	—
Special Purpose Appropriations				
Regional Health Education Center – Physical Plant	$975,000	$975,000	$975,000	$975,000
Dental Residency Program	$750,000	$750,000	$750,000	$750,000

	Actual FY 2002	Actual FY 2003	Revised FY 2004	Budget Estimate FY 2005
Core Affiliate: Robert Wood Johnson Medical School, Piscataway	$3,681,000	$3,681,000	$3,681,000	$3,681,000
Core Affiliate: New Jersey School of Osteopathic Medicine	$2,002,000	$2,002,000	$2,002,000	$2,002,000
Area Health Education Center	$290,000	$290,000	$290,000	$290,000
Debt Service – High Technology Initiative	$2,089,000	$2,089,000	$2,089,000	$2,089,000
Emergency Medical Service – Camden	$800,000	$800,000	$800,000	$800,000
Inflammatory Bowel Disease Center	$100,000	$100,000	$100,000	$100,000
Sexual Abuse Diagnostic Center	$300,000	$300,000	$300,000	$300,000
Graduate Medical Education	$126,000	$126,000	$126,000	$126,000
Violence Institute of N.J. at UMDNJ	$750,000	$750,000	$750,000	$750,000
Debt Service – School of Osteopathic Medicine Academic Center, Stratford	$2,700,000	$2,700,000	$2,700,000	$2,700,000
Regional Health Education Center – Educational Units	$525,000	$525,000	$525,000	$525,000
University Hospital Debt Service – Equipment and Renovations	$2,495,000	$2,495,000	$2,495,000	$2,495,000
University Student Aid	$4,919,000	$4,919,000	$4,919,000	$4,919,000
Governor's Council for Medical Research and Treatment of Infantile Autism	—	$500,000	$500,000	$500,000
PERSONNEL DATA				
Position Data				
State–funded Positions	5,545	5,545	5,545	5,545

Notes:

(a) Excludes residents, post–doctoral students, and the students in the Masters in Public Health Programs at Rutgers University and the Graduate Teaching Program.

APPROPRIATIONS DATA
(thousands of dollars)

Year Ending June 30, 2003								Year Ending June 30, 2005	
Orig. & (S)Supple–mental	Reapp. & (R)Recpts.	Transfers & (E)Emer–gencies	Total Available	Expended		Prog. Class.	2004 Adjusted Approp.	Requested	Recom–mended
					GRANTS–IN–AID				
					Distribution by Fund and Program				
1,117,889	40,941	–25,300	1,133,530	1,121,674	Institutional Support	82	1,264,876	1,344,168	1,330,423
1,117,889	***40,941***	***–25,300***	***1,133,530***	***1,121,674***	***Total Grants–in–Aid***		***1,264,876***	***1,344,168***	***1,330,423***
					LESS:				
(2,079)	—	—	(2,079)	(2,079)	Receipts from Tuition Increase		(4,053)	—	—
(471,771)	(763)	—	(472,534)	(472,534)	Hospital Services Income		(520,621)	(543,721)	(543,721)
(5,764)	(2,986)	—	(8,750)	(8,750)	Core Affiliates Income		(9,175)	(9,175)	(9,175)
(97,542)	(1,196)	—	(98,738)	(98,738)	General Services Income		(111,693)	(117,088)	(117,088)
(6,148)	(1,076)	—	(7,224)	(7,224)	Auxiliary Funds Income		(6,182)	(6,182)	(6,182)
(226,781)	(33,152)	—	(259,933)	(259,933)	Special Funds Income		(283,187)	(309,929)	(309,929)
(110,779)	—	—	(110,779)	(110,779)	Employee Fringe Benefits		(147,123)	(161,486)	(161,486)
(920,864)	***(39,173)***	—	***(960,037)***	***(960,037)***	***Total Income Deductions***		***(1,082,034)***	***(1,147,581)***	***(1,147,581)***
197,025	***1,768***	***–25,300***	***173,493***	***161,637***	***Total State Appropriation***		***182,842***	***196,587***	***182,842***
					Distribution by Fund and Object				
					Special Purpose:				
1,110,689	39,173 R	–25,300	1,124,562	1,117,706	General Institutional Operations (a)	82	1,257,676	1,323,223	1,323,223
—	—	—	—	—	Capital Renewal and Replacement	82	—	8,745	—
—	—	—	—	—	Research Faculty Development	82	—	5,000	—

Year Ending June 30, 2003								Year Ending June 30, 2005	
Orig. & (S)Supplemental	Reapp. & (R)Recpts.	Transfers & (E)Emergencies	Total Available	Expended		Prog. Class.	2004 Adjusted Approp.	Requested	Recommended
					GRANTS-IN-AID				
500	—	—	500	500	Governor's Council for Medical Research and Treatment of Infantile Autism	82	500	500	500
5,000	68	—	5,068	68	Cancer Institute of New Jersey and Ancillary Facilities	82	5,000	5,000	5,000
1,700	1,700	—	3,400	3,400	Child Health Institute	82	1,700	1,700	1,700
					LESS:				
(920,864)	*(39,173)* R	---	*(960,037)*	*(960,037)*	*Income Deductions*		*(1,082,034)*	*(1,147,581)*	*(1,147,581)*
					CAPITAL CONSTRUCTION				
					Distribution by Fund and Program				
—	935	—	935	—	Physical Plant and Support Services	72	—	—	—
---	***935***	---	***935***	---	***Total Capital Construction***		---	---	---
					Distribution by Fund and Object				
					University of Medicine and Dentistry of New Jersey				
—	660	—	660	—	Urban Clinic Planning Grants	72	—	—	—
—	240	—	240	—	Preservation Projects	72	—	—	—
—	35	—	35	—	Compliance Projects	72	—	—	—
197,025	*2,703*	*-25,300*	*174,428*	*161,637*	***Grand Total State Appropriation***		*182,842*	*196,587*	*182,842*

Notes — Grants-In-Aid - General Fund

(a) The appropriation for General Institutional Operations has been adjusted to include the Tuition Incentive Grant.

Language Recommendations — Grants-In-Aid - General Fund

The University of Medicine and Dentistry of New Jersey is authorized to operate its continuing medical-dental education program as a revolving fund and the revenue collected therefrom, and any unexpended balance therein, is retained for such fund.

The unexpended balances as of June 30, 2004, in the accounts hereinabove are appropriated for the purposes of the University of Medicine and Dentistry of New Jersey.

In addition to the sums hereinabove appropriated to the University of Medicine and Dentistry of New Jersey, all revenues from lease agreements between the university and contracted organizations are appropriated.

From the amount hereinabove for the University of Medicine and Dentistry of New Jersey, the Director of the Division of Budget and Accounting may transfer such amounts as deemed necessary to the Division of Medical Assistance and Health Services to maximize federal Medicaid funds.

From the amount hereinabove for the University of Medicine and Dentistry of New Jersey, the Director of the Division of Budget and Accounting may transfer such amounts related to hospital employee fringe benefits costs equal to enhanced Medicaid inpatient hospital payments for a hospital that has been recognized as a nominal charge hospital for the three years prior to June 30, 2000.

Of the sums hereinabove appropriated for the University of Medicine and Dentistry of New Jersey, there is $100,000 for the Inflammatory Bowel Disease Center, $800,000 for Emergency Medical Service-Camden, $975,000 for the Regional Health Education Center-Physical Plant, $750,000 for the Violence Institute of NJ at UMDNJ, $525,000 for the Regional Health Education Center-Educational Units, $290,000 for the New Jersey Area Health Education Program, and $2,700,000 for Debt Service-School of Osteopathic Medicine Academic Center, Stratford. These accounts shall be considered special purpose appropriations for accounting and reporting purposes.

For the purpose of implementing the fiscal year 2005 appropriations act, the number of State-funded positions at the University of Medicine and Dentistry of New Jersey shall be 5,545.

30. EDUCATIONAL, CULTURAL AND INTELLECTUAL DEVELOPMENT

36. HIGHER EDUCATIONAL SERVICES

2430. NEW JERSEY INSTITUTE OF TECHNOLOGY

Founded in 1881, New Jersey Institute of Technology has had a long history of offering professional education. Its engineering school was founded in 1919, and until 1975 the institution was known as the Newark College of Engineering. The "New Jersey Institute of Technology Act of 1995" (N.J.S.A. 18A:64E) provides the statutory basis for NJIT as a public research university deemed essential and necessary to the welfare of the State and people of New Jersey.

NJIT is a comprehensive, technological research university as demonstrated by the breadth of its programs and degrees. Fields of specialization include engineering, engineering technology, the sciences, architecture, mathematics, policy studies, management, statistics, actuarial science, computer and information science, and a number of programs in liberal arts. Bachelors, masters and doctoral degrees, continuing professional education, and a substantial research effort all relate to fields of critical importance to the State's economy. Programs are offered at the main campus in Newark, at other sites throughout the State, and through distance education. Several degrees are offered jointly with Rutgers University and/or the University of Medicine and Dentistry of New Jersey.

The main campus comprises 45 acres containing 29 buildings with some 2.5 million square feet. The campus includes classroom and laboratory buildings, a new library, four residence halls, a gymnasium, playing fields, specialized research facilities, a 1,700-space parking deck, and administrative buildings.

EVALUATION DATA

	Actual FY 2002	Actual FY 2003	Revised FY 2004	Budget Estimate FY 2005
PROGRAM DATA				
Institutional Support				
Enrollment total	12,081	11,727	11,820	11,826
Enrollment total (Weighted) (a)	6,751	6,693	6,744	6,761
Undergraduate total	5,693	5,733	5,712	5,746
Undergraduate total (Weighted) (a)	4,341	4,421	4,487	4,519
Full-time	4,121	4,222	4,248	4,299
Full-time (Weighted) (a)	3,774	3,882	3,952	4,003
Part-time	1,572	1,511	1,464	1,447
Part-time (Weighted) (a)	567	539	535	516
Graduate total	3,161	3,098	3,058	3,030
Graduate total (Weighted) (a)	1,848	1,769	1,726	1,711
Full-time	1,260	1,304	1,261	1,230
Full-time (Weighted) (a)	1,149	1,062	1,011	1,002
Part-time	1,901	1,794	1,797	1,800
Part-time (Weighted) (a)	699	707	715	709
Extension and Public Service				
Enrollment	3,227	2,896	3,050	3,050
Enrollment (Weighted) (a)	562	503	531	531
Undergraduate	2,211	2,127	2,253	2,253
Undergraduate (Weighted) (a)	390	367	391	391
Graduate	1,016	769	797	797
Graduate (Weighted) (a)	172	136	140	140
Degree programs offered	98	102	102	102
Courses offered	3,590	3,495	3,548	3,555
Student credit hours produced	201,725	199,531	199,993	200,000
Degrees and Certificates Granted – Total	1,750	1,865	1,800	1,850
Ratio: Student/faculty (b)	13.6/1	14.2/1	14.8/1	14.8/1
Outcomes Data (c)				
Third-Semester Retention Rates	79.4%	83.9%	—	—
Seven-Year Graduation Rates	47.6%	48.6%	—	—
Student Tuition and Fees				
Total Cost of Attendance (d)	$17,870	$18,932	$20,100	—
Full-Time Undergraduate Tuition – State Residents	$6,158	$6,758	$7,332	—
Full-Time Undergraduate Tuition – Non-State Residents	$10,810	$11,710	$12,700	—
Full-Time Undergraduate Fees	$1,042	$1,148	$1,168	—

	Actual FY 2002	Actual FY 2003	Revised FY 2004	Budget Estimate FY 2005
OPERATING DATA				
Institutional Support				
Institutional Expenditures				
Instruction	$48,763,000	$48,157,422	$49,837,427	—
Sponsored Programs and Research	$5,663,000	$4,022,609	$4,680,384	—
Extension and Public Service	$3,172,000	$2,164,897	$2,240,420	—
Academic Support	$16,705,000	$17,291,948	$17,895,189	—
Student Services	$10,678,000	$11,567,927	$11,971,482	—
Institutional Support	$14,966,000	$15,042,429	$15,567,195	—
Physical Plant and Support Services	$18,949,000	$20,331,204	$21,040,472	—
Special Purpose Appropriations				
NJIT/Burlington County	$100,000	$100,000	$103,489	—
Sustainable State	$250,000	—	—	—
Personalized Weapons Technology	—	$500,000	—	—
PERSONNEL DATA				
Position Data				
State-funded Positions	805	805	805	805

Notes:

(a) Equated on the basis of 32 credit hours per undergraduate student and 24 credit hours per graduate student.

(b) Calculated on the basis of authorized teaching positions (including adjunct faculty) and equated full-time (weighted) students.

(c) As calculated by the Student Unit Record Enrollment (SURE) system.

(d) As reported to the Higher Education Student Assistance Authority. Includes tuition, fees, room and board, transportation, and supplies.

APPROPRIATIONS DATA
(thousands of dollars)

Year Ending June 30, 2003								Year Ending June 30, 2005	
Orig. & (S)Supplemental	Reapp. & (R)Recpts.	Transfers & (E)Emergencies	Total Available	Expended		Prog. Class.	2004 Adjusted Approp.	Requested	Recommended
					GRANTS-IN-AID				
					Distribution by Fund and Program				
203,829	4,143	—	207,972	205,809	Institutional Support	82	221,955	244,916	226,385
203,829	***4,143***	—	***207,972***	***205,809***	***Total Grants-in-Aid***		***221,955***	***244,916***	***226,385***
					LESS:				
—	(5,052)	—	(5,052)	(5,052)	Receipts from Tuition Increase		(4,759)	—	—
(67,034)	2,017	—	(65,017)	(65,017)	General Services Income		(71,373)	(76,132)	(76,132)
(8,533)	(1,124)	—	(9,657)	(9,657)	Auxiliary Funds Income		(10,166)	(10,166)	(10,166)
(57,200)	16	—	(57,184)	(57,184)	Special Funds Income		(65,352)	(68,620)	(68,620)
(18,678)	—	—	(18,678)	(18,678)	Employee Fringe Benefits		(21,515)	(22,777)	(22,777)
(151,445)	***(4,143)***	—	***(155,588)***	***(155,588)***	***Total Income Deductions***		***(173,165)***	***(177,695)***	***(177,695)***
52,384	—	—	***52,384***	***50,221***	***Total State Appropriation***		***48,790***	***67,221***	***48,690***
					Distribution by Fund and Object				
					Special Purpose:				
203,329	4,143 R	—	207,472	205,309	General Institutional Operations (a)	82	221,955	226,485	226,385
—	—	—	—	—	Wireless Communications and Networking	82	—	1,275	—
—	—	—	—	—	Department of Mathematical Sciences	82	—	756	—
—	—	—	—	—	New Jersey School of Architecture	82	—	781	—
—	—	—	—	—	Neural Engineering	82	—	620	—

Year Ending June 30, 2003								Year Ending June 30, 2005	
Orig. & (S)Supplemental	Reapp. & (R)Recpts.	Transfers & (E)Emergencies	Total Available	Expended		Prog. Class.	2004 Adjusted Approp.	Requested	Recommended
					GRANTS-IN-AID				
—	—	—	—	—	Nanoscale Technologies	82	—	2,300	—
—	—	—	—	—	Advanced Engineered Particulate Materials	82	—	1,160	—
—	—	—	—	—	Retention and Graduation	82	—	89	—
500	—	—	500	500	Smart Gun Technology Development	82	—	—	—
—	—	—	—	—	Instructional Equipment Fund	82	—	2,410	—
—	—	—	—	—	Library Development	82	—	3,745	—
—	—	—	—	—	Albert Dorman Honors College	82	—	115	—
—	—	—	—	—	Information Services and Technology Infrastructure	82	—	2,850	—
—	—	—	—	—	Institutional Support	82	—	690	—
—	—	—	—	—	Physical Plant	82	—	1,640	—
					LESS:				
(151,445)	*(4,143)* R	---	*(155,588)*	*(155,588)*	*Income Deductions*		*(173,165)*	*(177,695)*	*(177,695)*
					CAPITAL CONSTRUCTION				
					Distribution by Fund and Program				
—	333	—	333	—	Physical Plant and Support Services	72	—	—	—
---	*333*	---	*333*	---	*Total Capital Construction*		---	---	---
					Distribution by Fund and Object				
					New Jersey Institute of Technology				
—	333	—	333	—	Land Purchase	72	—	—	—
52,384	*333*	---	*52,717*	*50,221*	*Grand Total State Appropriation*		*48,790*	*67,221*	*48,690*

Notes — Grants-In-Aid - General Fund

(a) The appropriation for General Institutional Operations has been adjusted to include the Tuition Incentive Grant.

Language Recommendations — Grants-In-Aid - General Fund

For the purpose of implementing the fiscal year 2005 appropriations act, the number of State-funded positions at the New Jersey Institute of Technology shall be 805.

30. EDUCATIONAL, CULTURAL AND INTELLECTUAL DEVELOPMENT

36. HIGHER EDUCATIONAL SERVICES

2440. THOMAS A. EDISON STATE COLLEGE

The College was founded on July 1, 1972 and was officially established as the ninth State College under the terms of the State College Law (N.J.S. 18A:62-1 et seq.) on May 18, 1973. The management of the College is vested in its Board of Trustees, appointed by the Governor, subject to the approval of the Senate.

The mission of Edison State College is to evaluate college-level learning, regardless of its source. To achieve this mission, the College has been authorized:

To award college credit through college proficiency examinations, the assessment of prior learning and/or the evaluation of transfer credits and special credentials, and to award associate, baccalaureate, and masters degrees to individuals who have met the degree requirements as established by the Academic Council of the College.

To develop and administer the Thomas A. Edison State College examination and Portfolio Assessment Programs as basic means through which Edison students may satisfy degree requirements.

To encourage the availability of college-level learning opportunities through cooperation with all types of institutions that are now providing, or have the potential to provide, college-level learning experiences outside the traditional modes of higher education. In developing these cooperative arrangements, Edison State College will not provide instruction directly but will award credit for such educational experiences either through the evaluation of noncollegiate programs or the direct testing of student learning outcomes.

To develop linkages with or create educational delivery systems built around contemporary telecommunications technology which will provide the distant learner with (1) information and guidance on educational opportunities; (2) modes of support for independent study and assessment; and (3) access to media-based instruction and testing.

The College maintains three facilities in Trenton, which are open to all residents who wish information and advice concerning

educational opportunities available to them within the State system of higher education.

An affiliation between the State Library and Thomas Edison State College was created by P.L. 2001, c.137, effective July 2, 2001. The New Jersey State Library has over 1.9 million holdings and the most extensive Jerseyanna collection in the State. The State Library is charged by legislation with providing leadership and management of State and Federal grants to over 300 public libraries throughout the State and ensures access to information for all residents of the State. The State Library has two sites: the main library next to the State House and the specially equipped Library for the Blind and Handicapped on Stuyvesant Avenue, which provides library services to over 12,000 visually or physically impaired citizens.

EVALUATION DATA

	Actual FY 2002	Actual FY 2003	Revised FY 2004	Budget Estimate FY 2005
PROGRAM DATA				
Institutional Support				
Degree students	9,225	10,233	10,642	11,068
Non-degree students	2,918	4,792	5,032	5,284
Degree Programs Offered	14	14	14	14
Associate degree specialization options	65	62	61	65
Baccalaureate degree specialization options	103	97	95	103
Degrees Granted	1,403	1,630	1,793	1,972
Associate	123	158	161	178
Baccalaureate	1,241	1,446	1,596	1,755
Masters	39	26	36	39
Examinations and assessments of experien tiallearning	3,454	3,380	3,448	3,517
Individuals receiving educational and career counseling	76,149	75,240	78,250	81,380
PERSONNEL DATA				
Position Data				
State-funded Positions	171	171	171	171

APPROPRIATIONS DATA
(thousands of dollars)

Year Ending June 30, 2003								Year Ending June 30, 2005	
Orig. & (S)Supple-mental	Reapp. & (R)Recpts.	Transfers & (E)Emer-gencies	Total Available	Expended		Prog. Class.	2004 Adjusted Approp.	Requested	Recom-mended
					GRANTS-IN-AID				
					Distribution by Fund and Program				
21,606	3,616	—	25,222	24,973	Institutional Support	82	25,043	26,139	25,275
21,606	***3,616***	—	***25,222***	***24,973***	***Total Grants-in-Aid***		***25,043***	***26,139***	***25,275***
					LESS:				
(1,363)	—	—	(1,363)	(1,363)	Fee Increase		(1,544)	—	—
(3,449)	(2,655)	—	(6,104)	(6,104)	Self Sustaining Income		(5,265)	(5,265)	(5,265)
(8,112)	(961)	—	(9,073)	(9,073)	General Services Income		(9,475)	(11,019)	(11,019)
(2,716)	—	—	(2,716)	(2,716)	Employee Fringe Benefits		(3,123)	(3,355)	(3,355)
(15,640)	***(3,616)***	—	***(19,256)***	***(19,256)***	***Total Income Deductions***		***(19,407)***	***(19,639)***	***(19,639)***
5,966	—	—	***5,966***	***5,717***	***Total State Appropriation***		***5,636***	***6,500***	***5,636***
					Distribution by Fund and Object				
					Special Purpose:				
21,606	3,616 R	—	25,222	24,973	General Institutional Operations [a]	82	25,043	25,275	25,275
—	—	—	—	—	Restoration of Salary Program Funding	82	—	534	—
—	—	—	—	—	Restoration of Base Funding	82	—	330	—
					LESS:				
(15,640)	*(3,616)* R	—	*(19,256)*	*(19,256)*	*Income Deductions*		*(19,407)*	*(19,639)*	*(19,639)*
5,966	—	—	***5,966***	***5,717***	***Grand Total State Appropriation***		***5,636***	***6,500***	***5,636***

Notes — Grants–In–Aid – General Fund

(a) The appropriation for General Institutional Operations has been adjusted to include the Tuition Incentive Grant.

Language Recommendations — Grants–In–Aid – General Fund

For the purpose of implementing the fiscal year 2005 appropriations act, the number of State–funded positions at Thomas A. Edison State College shall be 171.

30. EDUCATIONAL, CULTURAL AND INTELLECTUAL DEVELOPMENT
36. HIGHER EDUCATIONAL SERVICES
2445. ROWAN UNIVERSITY

Rowan University was founded in 1923, and on September 1, 1992, was renamed from Glassboro State College to Rowan College of New Jersey. The renaming was an expression of appreciation to Henry and Betty Rowan for an exceptional gift of $100 million dollars. In 1997, the institution gained university status. The University offers 30 majors in six schools: Business, Communication, Education, Engineering, Fine and Performing Arts, and Liberal Arts and Science. A doctoral program in Educational Leadership was approved in the spring of 1997 and admitted students later that year. The operation and management of the University is vested in the Board of Trustees (N.J.S. 18A:64–1 et seq.).

The University's main campus is located in Glassboro on 200 acres. A branch campus is located in Camden. In 2002, Rowan University was selected by the State of New Jersey as the location of the South Jersey Technology Park; a facility for the Park is currently in the design stages. In 2001, the University embarked on a 10–year campus improvement and expansion plan that included the acquisition of more than 500 acres of land, the construction of new buildings for the sciences and education, and the renovation of many of the existing buildings.

The University's history includes the use of its then–president's home, Hollybush, as the site of the Johnson–Kosygin summit conference in 1967, an event that is often cited as essential to the easing of the tensions between the U.S. and the U.S.S.R. that had brought the two nuclear powers to the brink of war just a few years earlier.

EVALUATION DATA

	Actual FY 2002	Actual FY 2003	Revised FY 2004	Budget Estimate FY 2005
PROGRAM DATA				
Institutional Support				
Enrollment total (a)	9,535	9,434	9,405	9,405
Enrollment total (Weighted) (b)	7,189	7,245	7,194	7,194
Undergraduate total (a)	8,162	8,114	8,095	8,095
Undergraduate total (Weighted) (b)	6,632	6,683	6,654	6,654
Full–time	6,350	6,460	6,445	6,445
Full–time (Weighted) (b)	5,953	6,056	6,042	6,042
Part–time (a)	1,812	1,654	1,650	1,650
Part–time (Weighted) (b)	679	627	612	612
Graduate Total (a)	1,328	1,271	1,265	1,265
Graduate total (Weighted) (b)	523	528	509	509
Full–Time	134	156	145	145
Full–time (Weighted) (b)	134	156	145	145
Part–time (a)	1,194	1,115	1,120	1,120
Part–time (Weighted) (b)	389	372	364	364
Doctoral Total	45	49	45	45
Doctoral (Weighted) (b)	34	34	31	31
Degree programs offered	65	65	65	65
Courses offered	1,461	1,475	1,475	1,475
Degrees granted				
Bachelors	1,682	1,735	1,735	1,735
Masters	265	287	287	287
Ratio: Student/faculty (c)	15.9/1	15.8/1	15.8/1	15.8/1

	Actual FY 2002	Actual FY 2003	Revised FY 2004	Budget Estimate FY 2005
Extension and Public Service				
Enrollment	3,777	3,728	3,728	3,728
Enrollment (Weighted) (b)	609	610	610	610
Summer undergraduate	2,285	2,319	2,319	2,319
Summer undergraduate (Weighted) (b)	371	375	375	375
Summer graduate	936	769	769	769
Summer graduate (Weighted) (b)	169	158	158	158
Part–time and extension (off–campus)	556	640	640	640
Part–time and extension (off–campus) (Weighted) (b)	69	77	77	77
Program Revenue	3,304,312	3,566,963	3,795,832	3,795,832
Outcomes Data (d)				
Third–Semester Retention Rates	83.2%	85.4%	—	—
Six–Year Graduation Rates	62.5%	59.2%	—	—
Student Tuition and Fees				
Total Cost of Attendance (e)	$14,823	$15,962	$17,224	—
Full–Time Undergraduate Tuition – State Residents	$4,500	$4,950	$5,396	—
Full–Time Undergraduate Tuition – Non–State Residents	$9,000	$9,900	$10,792	—
Full–Time Undergraduate Fees	$1,279	$1,708	$1,862	—
OPERATING DATA				
Institutional Support				
Institutional Expenditures				
Instruction	$43,782,000	$44,037,000	$46,238,000	—
Academic Support	$9,373,000	$10,743,000	$10,855,000	—
Student Services	$12,489,000	$12,929,000	$13,985,000	—
Institutional Support	$19,633,000	$19,389,000	$19,361,000	—
Physical Plant and Support Services	$10,503,000	$10,748,000	$12,987,000	—
Special Purpose Appropriations				
Camden Urban Center	$215,000	$215,000	$215,000	$215,000
Debt Service	$5,243,000	$8,004,000	$10,178,000	$10,178,000
School of Engineering	$500,000	$500,000	$500,000	$500,000
PERSONNEL DATA				
Position Data				
State–funded Positions	877	877	877	877

Notes:

(a) Headcount for fiscal 2002 was revised to reflect non–duplicated students.

(b) Equated on the basis of 32 credit hours per undergraduate student, 24 credit hours per graduate student, and 16 credit hours per doctoral student.

(c) Calculated on the basis of budgeted teaching positions (including adjunct faculty) and equated full–time (weighted) students.

(d) As calculated by the Student Unit Record Enrollment (SURE) system.

(e) As reported to the Higher Education Student Assistance Authority. Includes tuition, fees, room and board, transportation, and supplies.

APPROPRIATIONS DATA
(thousands of dollars)

Year Ending June 30, 2003								Year Ending June 30, 2005	
Orig. & (S)Supple–mental	Reapp. & (R)Recpts.	Transfers & (E)Emer–gencies	Total Available	Expended		Prog. Class.	2004 Adjusted Approp.	Requested	Recom–mended
					GRANTS–IN–AID				
					Distribution by Fund and Program				
134,320	5,699	—	140,019	138,396	Institutional Support	82	145,762	159,046	147,128
134,320	*5,699*	—	*140,019*	*138,396*	*Total Grants–in–Aid*		*145,762*	*159,046*	*147,128*
					LESS:				
—	(3,950)	—	(3,950)	(3,950)	Receipts from Tuition Increase		(3,920)	—	—

Year Ending June 30, 2003								Year Ending June 30, 2005	
Orig. & (S)Supplemental	Reapp. & (R)Recpts.	Transfers & (E)Emergencies	Total Available	Expended		Prog. Class.	2004 Adjusted Approp.	Requested	Recommended
					GRANTS-IN-AID				
(47,363)	(7,711)	—	(55,074)	(55,074)	General Services Income		(60,406)	(64,326)	(64,326)
(25,500)	3,601	—	(21,899)	(21,899)	Auxiliary Funds Income		(22,567)	(22,567)	(22,567)
(6,665)	2,361	—	(4,304)	(4,304)	Special Funds Income		(4,000)	(4,000)	(4,000)
(15,841)	—	—	(15,841)	(15,841)	Employee Fringe Benefits		(18,335)	(19,701)	(19,701)
(95,369)	*(5,699)*	—	*(101,068)*	*(101,068)*	*Total Income Deductions*		*(109,228)*	*(110,594)*	*(110,594)*
38,951	—	—	*38,951*	*37,328*	*Total State Appropriation*		*36,534*	*48,452*	*36,534*
					Distribution by Fund and Object				
					Special Purpose:				
133,789	5,699 R	—	139,488	137,865	General Institutional Operations [a]	82	145,231	146,597	146,597
531	—	—	531	531	Teacher Preparation	82	531	531	531
—	—	—	—	—	Restoration of Base Funding	82	—	4,818	—
—	—	—	—	—	Information Services and Technology Infrastructure	82	—	1,800	—
—	—	—	—	—	New Faculty	82	—	2,200	—
—	—	—	—	—	Operating Costs of the Library	82	—	1,300	—
—	—	—	—	—	Physical Plant Improvement	82	—	1,800	—
					LESS:				
(95,369)	*(5,699)* R	—	*(101,068)*	*(101,068)*	*Income Deductions*		*(109,228)*	*(110,594)*	*(110,594)*
38,951	—	—	*38,951*	*37,328*	*Grand Total State Appropriation*		*36,534*	*48,452*	*36,534*

Notes — Grants-In-Aid - General Fund

(a) The appropriation for General Institutional Operations has been adjusted to include the Tuition Incentive Grant.

Language Recommendations — Grants-In-Aid - General Fund

Of the sums hereinabove appropriated for Rowan University, there is $500,000 for the School of Engineering and $215,000 for the Camden Urban Center. These accounts shall be considered special purpose appropriations for accounting and reporting purposes.

For the purpose of implementing the fiscal year 2005 appropriations act, the number of State-funded positions at Rowan University shall be 877.

30. EDUCATIONAL, CULTURAL AND INTELLECTUAL DEVELOPMENT
36. HIGHER EDUCATIONAL SERVICES
2450. NEW JERSEY CITY UNIVERSITY

New Jersey City University, formerly Jersey City State College, is located in Hudson County and is dedicated to urban programs designed to meet the complex economic, social and educational problems of the urban metropolitan area. New Jersey City's urban mission is unique among the State higher educational institutions. In order to strengthen this mission, the University has embarked on a ten-year plan designed to make it the premier urban university in the State. The University serves thousands of residents in the northeast corner of the State. Ten percent of the student population is composed of men and women from other areas of New Jersey, adjacent states and foreign countries.

Special features of the campus include the A. Harry Moore Laboratory School for Special Education, the Peter W. Rodino, Jr. Institute of Criminal Justice, the Center for the Advancement of Teaching and Learning (CATALYST), the Center for Occupational Education, the Adult Education Center, the Media Arts Center, and the Margaret Williams Theater for the Performing Arts. In 1994, the University opened a new academic building as well as a new athletic, recreation, and fitness center. The University has 15 acres of athletic fields, three gymnasiums, a swimming pool, modern dance studios, and three auditoriums, in addition to its 116 classrooms and laboratories.

EVALUATION DATA

	Actual FY 2002	Actual FY 2003	Revised FY 2004	Budget Estimate FY 2005
PROGRAM DATA				
Institutional Support				
Enrollment total	8,948	8,882	9,200	9,200
Enrollment total (Weight ed)(a)	5,475	5,551	5,575	5,575
Undergraduate total	6,068	6,112	6,050	6,050
Undergraduate total (Weighted) (a)	4,362	4,381	4,375	4,375
Full–time	3,823	3,964	4,070	4,070
Full–time (Weighted) (a)	3,446	3,511	3,570	3,570
Part–time	2,245	2,148	1,980	1,980
Part–time (Weighted) (a)	916	870	805	805
Graduate Total	2,880	2,770	3,150	3,150
Graduate total (Weighted) (a)	1,113	1,170	1,200	1,200
Full–time	86	83	85	85
Full–time (Weighted) (a)	100	90	85	85
Part–time	2,794	2,687	3,065	3,065
Part–time (Weighted) (a)	1,013	1,080	1,115	1,115
Degree programs offered	49	50	50	50
Courses offered	1,612	1,620	1,620	1,620
Degrees granted				
Bachelors	835	870	870	870
Masters	411	548	548	548
Ratio: Student/faculty (b)	16/1	16/1	16/1	16/1
A. Harry Moore Laboratory School				
Students enrolled	194	192	200	200
Orthopedic (includes cerebral palsied)	7	15	13	13
Multiple Disabilities	148	134	148	148
Cognitive — Moderate	11	14	11	11
Preschool Disabilities	28	29	28	28
Extension and Public Service				
Enrollment (c)	6,404	6,728	7,485	7,485
Enrollment (Weighted) (a)	820	917	1,041	1,041
Summer undergraduate	3,822	3,965	4,395	4,395
Summer undergraduate (Weighted) (a)	492	518	569	569
Summer graduate	2,582	2,763	3,090	3,090
Summer graduate (Weighted) (a)	328	399	472	472
Program Revenue (d)	$6,240,542	$6,802,191	$7,513,000	$7,513,000
Outcomes Data (e)				
Third–Semester Retention Rates	69.7%	69.1%	—	—
Six–Year Graduation Rates	30.3%	35.2%	—	—
Student Tuition and Fees				
Total Cost of Attendance (f)	$10,863	$11,370	$12,050	—
Full–Time Undergraduate Tuition – State Residents	$3,810	$4,185	$4,560	—
Full–Time Undergraduate Tuition – Non–State Residents	$7,410	$8,138	$8,868	—
Full–Time Undergraduate Fees	$1,253	$1,371	$1,491	—
OPERATING DATA				
Institutional Support				
Institutional Expenditures (g)				
Instruction	$33,596,848	$34,263,438	$38,823,637	—
Academic Support	$8,435,518	$9,402,608	$8,255,908	—
Student Services	$10,309,751	$10,204,265	$9,091,653	—
Institutional Support	$17,702,892	$15,546,556	$22,482,489	—
Public Service	$517,498	$456,639	$160,000	—
Student Aid	$13,606,549	$13,074,888	$12,322,315	—
Physical Plant and Support Services	$10,664,234	$10,328,633	$9,281,736	—

	Actual FY 2002	Actual FY 2003	Revised FY 2004	Budget Estimate FY 2005
Special Purpose Appropriations				
Separately Budgeted Research	$70,000	$70,000	$70,000	$70,000
College Work Study Program (State Share)	$120,000	$120,000	$120,000	$120,000
A. Harry Moore Laboratory School	$1,078,000	$1,078,000	$1,078,000	$1,078,000
Tidelands Athletic Fields	$145,000	$145,000	$145,000	$145,000
National Direct Student Loan (State Share)	$20,000	$20,000	$20,000	$20,000
Affirmative Action and Equal Employment Opportunity	$110,000	$110,000	$110,000	$110,000
PERSONNEL DATA				
Position Data				
State–funded Positions	784	784	784	784

Notes:

(a) Equated on the basis of 32 credit hours per undergraduate student and 24 credit hours per graduate student.

(b) Calculated on the basis of budgeted teaching positions (including adjunct faculty) and equated full–time (weighted) students.

(c) Restatement of enrollment to include summer continuing education.

(d) Restatement of revenue to include summer continuing education.

(e) As calculated by the Student Unit Record Enrollment (SURE) system.

(f) As reported to the Higher Education Student Assistance Authority. Includes tuition, fees, room and board, transportation, and supplies.

(g) Restated to reflect a change in reporting presentation based on Governmental Accounting Standards Board (GASB) changes.

APPROPRIATIONS DATA
(thousands of dollars)

Year Ending June 30, 2003								Year Ending June 30, 2005	
Orig. & (S)Supplemental	Reapp. & (R)Recpts.	Transfers & (E)Emergencies	Total Available	Expended		Prog. Class.	2004 Adjusted Approp.	Requested	Recommended
					GRANTS–IN–AID				
					Distribution by Fund and Program				
101,821	1,137	—	102,958	101,607	Institutional Support	82	102,703	113,212	104,084
101,821	***1,137***	—	***102,958***	***101,607***	***Total Grants–in–Aid***		***102,703***	***113,212***	***104,084***
					LESS:				
(2,722)	—	—	(2,722)	(2,722)	Receipts from Tuition Increase		(2,868)	—	—
(26,186)	2,201	—	(23,985)	(23,985)	General Services Income		(27,472)	(30,340)	(30,340)
(3,625)	(646)	—	(4,271)	(4,271)	A.H. Moore Program Receipts		(4,390)	(4,390)	(4,390)
(9,679)	5,216	—	(4,463)	(4,463)	Auxiliary Funds Income		(4,574)	(4,574)	(4,574)
(13,921)	(7,908)	—	(21,829)	(21,829)	Special Funds Income		(17,483)	(17,483)	(17,483)
(13,267)	—	—	(13,267)	(13,267)	Employee Fringe Benefits		(15,474)	(16,855)	(16,855)
(69,400)	***(1,137)***	—	***(70,537)***	***(70,537)***	***Total Income Deductions***		***(72,261)***	***(73,642)***	***(73,642)***
32,421	—	—	***32,421***	***31,070***	***Total State Appropriation***		***30,442***	***39,570***	***30,442***
					Distribution by Fund and Object				
					Special Purpose:				
101,490	1,137 R	—	102,627	101,276	General Institutional Operations (a)	82	102,372	103,753	103,753
331	—	—	331	331	Teacher Preparation	82	331	331	331
—	—	—	—	—	Restoration of Base Funding	82	—	2,061	—
—	—	—	—	—	Salary Program Funding	82	—	3,570	—
—	—	—	—	—	New Faculty	82	—	1,886	—
—	—	—	—	—	Henry J. Raimondo Institute for Urban Research and Public Policy	82	—	486	—
—	—	—	—	—	Creating and Connecting Communities -- Retention Initiative	82	—	570	—

Year Ending June 30, 2003								Year Ending June 30, 2005	
Orig. & (S)Supplemental	Reapp. & (R)Recpts.	Transfers & (E)Emergencies	Total Available	Expended		Prog. Class.	2004 Adjusted Approp.	Requested	Recommended
					GRANTS-IN-AID				
—	—	—	—	—	Technology Information Systems	82	—	555	—
					LESS:				
(69,400)	*(1,137)* R	—	*(70,537)*	*(70,537)*	*Income Deductions*		*(72,261)*	*(73,642)*	*(73,642)*
32,421	—	—	*32,421*	*31,070*	***Grand Total State Appropriation***		*30,442*	*39,570*	*30,442*

Notes — Grants-In-Aid - General Fund

(a) The appropriation for General Institutional Operations has been adjusted to include the Tuition Incentive Grant.

Language Recommendations — Grants-In-Aid - General Fund

Of the sums hereinabove appropriated for New Jersey City University, there is $1,078,000 for the A. Harry Moore Laboratory School and $145,000 for Tidelands Athletic Fields. These accounts shall be considered special purpose appropriations for accounting and reporting purposes.

For the purpose of implementing the fiscal year 2005 appropriations act, the number of State-funded positions at New Jersey City University shall be 784.

30. EDUCATIONAL, CULTURAL AND INTELLECTUAL DEVELOPMENT

36. HIGHER EDUCATIONAL SERVICES

2455. KEAN UNIVERSITY

Kean University is a public, State-supported, four-year coeducational institution of higher education, located in Union Township, in the north central part of the State, minutes from the Garden State Parkway and close to public transportation. The University is situated on a 120-acre campus and includes a six-acre woodlands preserve. In 1855, the University was founded by and built in the city of Newark. For more than a century, its accomplishments and reputation were primarily associated with contributions made in the area of teacher education. In 1913, it became a State institution. In 1958, the institution relocated to property that was part of the Kean estate, its current location. In 1997, the institution gained university status and changed its name from Kean College of New Jersey to Kean University.

The campus currently contains 26 structures, including modern classroom buildings, a science complex, a theater for the performing arts seating 1,000, a library, a child study institute, athletic and recreational facilities, student apartments, and a student center. The 28-acre east campus, which is a short distance from the main campus, includes athletic fields, recreation facilities, and certain student and academic support programs.

EVALUATION DATA

	Actual FY 2002	Actual FY 2003	Revised FY 2004	Budget Estimate FY 2005
PROGRAM DATA				
Institutional Support				
Enrollment total	11,881	12,529	11,405	11,475
Enrollment total (Weighted) (a)	8,162	8,624	7,850	7,900
Undergraduate total	9,221	9,649	8,841	8,896
Undergraduate total (Weighted) (a)	6,976	7,330	6,730	6,773
Full-time	6,406	6,782	6,174	6,214
Full-time (Weighted) (a)	5,866	6,191	5,636	5,670
Part-time	2,815	2,867	2,667	2,683
Part-time (Weighted) (a)	1,110	1,139	1,094	1,103
Graduate total	2,660	2,880	2,564	2,579
Graduate total (Weighted) (a)	1,187	1,294	1,120	1,127
Full-time	478	528	481	484
Full-time (Weighted) (a)	441	497	452	455
Part-time	2,182	2,352	2,083	2,095
Part-time (Weighted) (a)	746	797	668	672
Degree programs offered	72	76	76	76
Courses offered	2,167	2,270	2,270	2,270

	Actual FY 2002	Actual FY 2003	Revised FY 2004	Budget Estimate FY 2005
Degrees Granted				
Bachelors	1,625	1,721	1,721	172
Masters	475	592	592	592
Ratio: Student/faculty (b)	20/1	20/1	20/1	20/1
Extension and Public Service				
Enrollment	7,531	7,329	7,121	7,121
Enrollment (Weighted) (a)	1,145	1,167	1,128	1,128
Summer undergraduate	6,280	5,760	5,552	5,552
Summer undergraduate (Weighted) (a)	946	922	883	883
Summer graduate	1,251	1,569	1,569	1,569
Summer graduate (Weighted) (a)	199	245	245	245
Program Revenue	$4,537,257	$5,065,438	$5,064,496	$5,064,496
Outcomes Data (c)				
Third–Semester Retention Rates	76.1%	74.7%	—	—
Six–Year Graduation Rates	41.2%	45.6%	—	—
Student Tuition and Fees				
Total Cost of Attendance (d)	$13,508	$16,747	$19,853	—
Full–Time Undergraduate Tuition – State Residents	$3,750	$4,080	$4,448	—
Full–Time Undergraduate Tuition – Non–State Residents	$5,670	$6,240	$6,810	—
Full–Time Undergraduate Fees	$1,371	$1,761	$2,276	—
OPERATING DATA				
Institutional Support				
Institutional Expenditures				
Instruction	$44,837,000	$57,201,408	$56,524,992	—
Academic Support	$3,308,000	$3,521,335	$3,479,816	—
Student Services	$8,605,000	$9,795,106	$9,679,615	—
Institutional Support	$18,284,000	$19,968,207	$19,733,641	—
Physical Plant and Support Services	$12,012,000	$15,099,395	$14,921,364	—
Special Purpose Appropriations				
Emerging Needs/Academic Initiatives	$180,000	$180,000	$180,000	$180,000
PERSONNEL DATA				
Position Data				
State–funded Positions	888	888	888	888

Notes:

(a) Equated on the basis of 32 credit hours per undergraduate student and 24 credit hours per graduate student.

(b) Calculated on the basis of budgeted teaching positions (including adjunct faculty) and equated full–time (weighted) students.

(c) As calculated by the Student Unit Record Enrollment (SURE) system.

(d) As reported to the Higher Education Student Assistance Authority. Includes tuition, fees, room and board, transportation, and supplies.

APPROPRIATIONS DATA
(thousands of dollars)

Year Ending June 30, 2003								Year Ending June 30, 2005	
Orig. & (S)Supplemental	Reapp. & (R)Recpts.	Transfers & (E)Emergencies	Total Available	Expended		Prog. Class.	2004 Adjusted Approp.	Requested	Recommended
					GRANTS–IN–AID				
					Distribution by Fund and Program				
121,818	34,825	—	156,643	154,969	Institutional Support	82	159,128	161,139	160,923
121,818	***34,825***	—	***156,643***	***154,969***	***Total Grants–in–Aid***		***159,128***	***161,139***	***160,923***
					LESS:				
—	(17,504)	—	(17,504)	(17,504)	Receipts from Tuition Increase		(8,006)	—	—
(31,182)	(19,820)	—	(51,002)	(51,002)	General Services Income		(58,766)	(66,772)	(66,772)
(10,531)	(627)	—	(11,158)	(11,158)	Auxiliary Funds Income		(12,630)	(12,630)	(12,630)

Year Ending June 30, 2003							Year Ending June 30, 2005	
Orig. & (S)Supplemental	Reapp. & (R)Recpts.	Transfers & (E)Emergencies	Total Available	Expended		Prog. Class.	2004 Adjusted Approp.	Requested	Recommended
					GRANTS-IN-AID				
(24,012)	3,126	—	(20,886)	(20,886)	Special Funds Income		(22,975)	(22,975)	(22,975)
(15,906)	—	—	(15,906)	(15,906)	Employee Fringe Benefits		(18,301)	(20,096)	(20,096)
(81,631)	*(34,825)*	—	*(116,456)*	*(116,456)*	*Total Income Deductions*		*(120,678)*	*(122,473)*	*(122,473)*
40,187	—	—	*40,187*	*38,513*	*Total State Appropriation*		*38,450*	*38,666*	*38,450*
					Distribution by Fund and Object				
					Special Purpose:				
121,238	34,825 R	—	156,063	154,389	General Institutional Operations [a]	82	158,548	159,643	160,343
580	—	—	580	580	Teacher Preparation	82	580	580	580
—	—	—	—	—	Redesign and Modernize Classroom and Equipment with Audio and Video Systems	82	—	160	—
—	—	—	—	—	Restoring the Mentoring Program	82	—	56	—
—	—	—	—	—	New Jersey Center for Science and Technology Education	82	—	700	—
					LESS:				
(81,631)	*(34,825)* R	—	*(116,456)*	*(116,456)*	*Income Deductions*		*(120,678)*	*(122,473)*	*(122,473)*
					CAPITAL CONSTRUCTION				
					Distribution by Fund and Program				
—	91	—	91	—	Physical Plant and Support Services	72	—	—	—
—	*91*	—	*91*	—	*Total Capital Construction*		—	—	—
					Distribution by Fund and Object				
					Kean University				
—	88	—	88	—	Compliance Projects	72	—	—	—
—	3	—	3	—	Deferred Maintenance and Renovations	72	—	—	—
40,187	*91*	—	*40,278*	*38,513*	*Grand Total State Appropriation*		*38,450*	*38,666*	*38,450*

Notes — Grants-In-Aid - General Fund

(a) The appropriation for General Institutional Operations has been adjusted to include the Tuition Incentive Grant.

Language Recommendations — Grants-In-Aid - General Fund

Of the sums hereinabove appropriated for Kean University, there is $180,000 for Emerging Needs/Academic Initiatives. This account shall be considered a special purpose appropriation for accounting and reporting purposes.

For the purpose of implementing the fiscal year 2005 appropriations act, the number of State-funded positions at Kean University shall be 888.

30. EDUCATIONAL, CULTURAL AND INTELLECTUAL DEVELOPMENT

36. HIGHER EDUCATIONAL SERVICES

2460. WILLIAM PATERSON UNIVERSITY OF NEW JERSEY

The William Paterson University of New Jersey, founded in Paterson in 1855, was relocated in 1951 to the Boroughs of Wayne, Haledon, and North Haledon, Passaic County. The management of the University is vested in its Board of Trustees, appointed by the Governor, subject to the approval of the Senate. The college offers 30 baccalaureate and 19 master's degree programs through five colleges: Arts and Communication, Christos M. Cotsakos College of Business, Education, Humanities and Social Sciences, and Science and Health.

Located on 370 acres, the University has 38 major buildings that house television studios; modern science facilities and laboratories; computer graphics laboratories and art galleries; fine arts studios; a 900–seat theater; classrooms; an academic/administrative computer center; a gymnasium and athletic fields; a competition–size swimming pool; a library; an alumni house; an electronic financial trading room for academic instruction, and the Russ Berrie Institute for Professional Sales. Other facilities include a student center, multipurpose recreation center, athletic fields, and campus residences for approximately 2,300 students.

EVALUATION DATA

	Actual FY 2002	Actual FY 2003	Revised FY 2004	Budget Estimate FY 2005
PROGRAM DATA				
Institutional Support				
Enrollment total	10,267	10,683	11,012	11,012
Enrollment total (Weighted) (a)	7,468	7,875	8,101	8,101
Undergraduate total	8,665	8,920	9,245	9,245
Undergraduate total (Weighted) (a)	6,848	7,157	7,387	7,387
Full–time	6,650	6,969	7,224	7,224
Full–time (Weighted) (a)	6,039	6,376	6,575	6,575
Part–time	2,015	1,951	2,021	2,021
Part–time (Weighted) (a)	809	781	812	812
Graduate total	1,602	1,763	1,767	1,767
Graduate total (Weighted) (a)	621	718	714	714
Full–time	269	329	336	336
Full–time (Weighted) (a)	207	254	250	250
Part–time	1,333	1,434	1,431	1,431
Part–time (Weighted) (a)	414	464	464	464
Degree programs offered	50	50	49	49
Courses offered	1,998	2,174	2,163	2,200
Degrees Granted				
Bachelors	1,355	1,449	1,449	1,449
Masters	260	301	301	301
Ratio: Student/faculty (b)	12.4/1	15.7/1	15.7/1	15.7/1
Extension and Public Service				
Enrollment	4,994	5,160	5,160	5,160
Enrollment (Weighted) (a)	663	700	700	700
Summer undergraduate	4,253	4,155	4,155	4,155
Summer undergraduate (Weighted) (a)	573	568	568	568
Summer graduate	741	1,005	1,005	1,005
Summer graduate (Weighted) (a)	90	132	132	132
Program Revenue	$2,536,000	$2,913,000	$3,200,000	$3,200,000
Outcomes Data (c)				
Third–Semester Retention Rates	76.2%	74.8%	—	—
Six–Year Graduation Rates	46.9%	47.3%	—	—
Student Tuition and Fees				
Total Cost of Attendance (d)	$15,596	$16,646	$18,176	—
Full–Time Undergraduate Tuition – State Residents	$3,840	$4,218	$4,593	—
Full–Time Undergraduate Tuition – Non–State Residents	$7,018	$8,018	$8,983	—
Full–Time Undergraduate Fees	$1,862	$2,182	$2,527	—

	Actual FY 2002	Actual FY 2003	Revised FY 2004	Budget Estimate FY 2005
OPERATING DATA				
Institutional Support				
Institutional Expenditures				
Instruction	$34,213,000	$36,063,000	$38,726,000	—
Sponsored Programs and Research	$444,000	$479,000	$442,000	—
Academic Support	$7,371,000	$7,673,000	$8,255,000	—
Student Services	$6,799,000	$6,713,000	$8,110,000	—
Institutional Support	$17,069,000	$18,008,000	$17,097,000	—
Physical Plant and Support Services	$9,565,000	$10,344,000	$11,212,000	—
Special Purpose Appropriations				
Separately Budgeted Research	$150,000	$150,000	$82,500	$82,500
College Work Study Program (State Share)	$82,000	$82,000	$82,000	$82,000
Affirmative Action and Equal Employment Opportunity	$80,000	$80,000	$80,000	$80,000
Academic Development	$170,000	$170,000	$87,500	$87,500
New Jersey Project	$100,000	$100,000	$100,000	$100,000
Outcomes Assessment	$65,000	$65,000	$65,000	$65,000
Teacher Preparation	—	$147,000	$147,000	$147,000
PERSONNEL DATA				
Position Data				
State–funded Positions	947	947	947	947

Notes:

(a) Equated on the basis of 32 credit hours per undergraduate student and 24 credit hours per graduate student.

(b) Calculated on the basis of budgeted teaching positions (including adjunct faculty) and equated full–time (weighted) students.

(c) As calculated by the Student Unit Record Enrollment (SURE) system.

(d) As reported to the Higher Education Student Assistance Authority. Includes tuition, fees, room and board, transportation, and supplies.

APPROPRIATIONS DATA
(thousands of dollars)

Year Ending June 30, 2003								Year Ending June 30, 2005	
Orig. & (S)Supplemental	Reapp. & (R)Recpts.	Transfers & (E)Emergencies	Total Available	Expended		Prog. Class.	2004 Adjusted Approp.	Requested	Recommended
					GRANTS–IN–AID				
					Distribution by Fund and Program				
117,979	15,331	—	133,310	131,597	Institutional Support	82	141,843	172,406	143,071
117,979	***15,331***	—	***133,310***	***131,597***	***Total Grants–in–Aid***		***141,843***	***172,406***	***143,071***
					LESS:				
—	(3,417)	—	(3,417)	(3,417)	Receipts from Tuition Increase		(3,367)	—	—
(32,568)	(3,905)	—	(36,473)	(36,473)	General Services Income		(41,815)	(45,182)	(45,182)
(21,790)	479	—	(21,311)	(21,311)	Auxiliary Funds Income		(24,327)	(24,327)	(24,327)
(5,703)	(8,488)	—	(14,191)	(14,191)	Special Funds Income		(14,191)	(14,191)	(14,191)
(16,815)	—	—	(16,815)	(16,815)	Employee Fringe Benefits		(19,483)	(20,811)	(20,811)
(76,876)	***(15,331)***	—	***(92,207)***	***(92,207)***	***Total Income Deductions***		***(103,183)***	***(104,511)***	***(104,511)***
41,103	—	—	***41,103***	***39,390***	***Total State Appropriation***		***38,660***	***67,895***	***38,560***
					Distribution by Fund and Object				
					Special Purpose:				
117,832	15,331 R	—	133,163	131,450	General Institutional Operations (a)	82	141,596	142,924	142,924
147	—	—	147	147	Teacher Preparation	82	147	147	147
—	—	—	—	—	New Jersey Project on Inclusive Scholarship, Curriculum and Teaching	82	100	75	—

Year Ending June 30, 2003							Year Ending June 30, 2005	
Orig. & (S)Supplemental	Reapp. & (R)Recpts.	Transfers & (E)Emergencies	Total Available	Expended		Prog. Class.	2004 Adjusted Approp.	Requested	Recommended
					GRANTS-IN-AID				
—	—	—	—	—	Restoration of Salary Program Funding	82	—	12,473	—
—	—	—	—	—	Increase Number of State Funded Positions	82	—	5,652	—
—	—	—	—	—	Enhancing Student Retention and Success	82	—	2,000	—
—	—	—	—	—	Recruitment in Teacher Education: New Jersey Teaching Scholars	82	—	500	—
—	—	—	—	—	William Paterson Professional Development Center	82	—	1,000	—
—	—	—	—	—	Enhancing Library Collections and Support	82	—	500	—
—	—	—	—	—	NJ Teacher Quality	82	—	750	—
—	—	—	—	—	Restoration of FY03 Deferral	82	—	5,139	—
—	—	—	—	—	Carnegie Library – Additional Positions and Technology Equipment	82	—	1,246	—
					LESS:				
(76,876)	*479 (15,810)* R	---	*(92,207)*	*(92,207)*	*Income Deductions*		*(103,183)*	*(104,511)*	*(104,511)*
					CAPITAL CONSTRUCTION				
					Distribution by Fund and Program				
—	15	—	15	—	Physical Plant and Support Services	72	—	—	—
—	*15*	—	*15*	—	*Total Capital Construction*		—	—	—
					Distribution by Fund and Object				
					William Paterson University of New Jersey				
—	15	—	15	—	Deferred Maintenance and Renovations	72	—	—	—
41,103	*15*	—	*41,118*	*39,390*	*Grand Total State Appropriation*		*38,660*	*67,895*	*38,560*

Notes — Grants-In-Aid – General Fund

(a) The appropriation for General Institutional Operations has been adjusted to include the Tuition Incentive Grant.

Language Recommendations — Grants-In-Aid – General Fund

Of the sums hereinabove appropriated for William Paterson University of New Jersey, there is $100,000 for the New Jersey Project and $65,000 for Outcomes Assessment. These accounts shall be considered special purpose appropriations for accounting and reporting purposes.

For the purpose of implementing the fiscal year 2005 appropriations act, the number of State-funded positions at William Paterson University of New Jersey shall be 947.

30. EDUCATIONAL, CULTURAL AND INTELLECTUAL DEVELOPMENT
36. HIGHER EDUCATIONAL SERVICES
2465. MONTCLAIR STATE UNIVERSITY

Montclair State University began in 1908 as a two-year Normal School. The management of the University is vested in its nine-member Board of Trustees appointed by the Governor, subject to the approval of the Senate. The University offers a broad spectrum of general liberal arts education and professional studies for more than 15,000 students for both full-time and part-time undergraduate, graduate, and doctorate programs.

The main campus of Montclair State University has 246 acres divided between the town of Montclair in Essex County and the municipalities of Little Falls and Clifton in Passaic County. Presently over 60 buildings comprise the physical plant, including campus housing for nearly 3,000 students and a Student Center Annex.

The University also operates a 30-acre nature preserve at Lake Valhalla (Morris County) and, as part of the University's School of Conservation, a 240-acre environmental education center in Stokes State Forest (Sussex County).

EVALUATION DATA

	Actual FY 2002	Actual FY 2003	Revised FY 2004	Budget Estimate FY 2005
PROGRAM DATA				
Institutional Support				
Enrollment total	13,855	14,673	15,204	15,466
Enrollment total (Weighted) (a)	9,562	10,235	10,884	10,936
Undergraduate total	10,404	10,939	11,375	11,593
Undergraduate total (Weighted) (a)	8,001	8,533	9,072	9,116
Full-time	7,986	8,440	8,983	9,158
Full-time (Weighted) (a)	7,081 (b)	7,524	8,093	8,113
Part-time	2,418	2,499	2,392	2,435
Part-time (Weighted) (a)	920 (b)	1,009	979	1,003
Graduate total	3,451	3,734	3,829	3,873
Graduate total (Weighted) (a)	1,561	1,702	1,812	1,820
Full-time	637	720	790	815
Full-time (Weighted) (a)	573 (b)	643	704	710
Part-time	2,814	3,014	3,039	3,058
Part-time (Weighted) (a)	988 (b)	1,059	1,108	1,110
Degree programs offered	82	82	82	82
Courses offered	1,911	1,877	1,865	1,865
Degrees Granted				
Bachelors	2,028	2,028	2,028	2,028
Masters	580	620	620	620
Ratio: Student/faculty (c)	12/1	13/1	14/1	14/1
Extension and Public Service				
Enrollment	6,178	6,679	6,786	6,786
Enrollment (Weighted) (a)	2,034	2,221	2,318	2,318
Summer undergraduate	4,795	5,018	5,009	5,009
Summer undergraduate (Weighted) (a)	1,554	1,651	1,655	1,655
Summer graduate	1,383	1,661	1,777	1,777
Summer graduate (Weighted) (a)	480	570	663	663
Program revenue	$4,329,130	$5,345,433	$5,987,453	$6,281,158
Outcomes Data (d)				
Third-Semester Retention Rates	84.3%	81.6%	—	—
Six-Year Graduation Rates	55.3%	54.2%	—	—
Student Tuition and Fees				
Total Cost of Attendance (e)	$15,644	$16,282	$17,101	—
Full-Time Undergraduate Tuition – State Residents	$4,072	$4,390	$4,785	—
Full-Time Undergraduate Tuition – Non-State Residents	$6,623	$7,142	$7,785	—
Full-Time Undergraduate Fees	$1,286	$1,454	$1,778	—
OPERATING DATA				
Institutional Support				
Institutional Expenditures				
Instruction	$55,444,158	$59,351,146	$60,881,607	—
Academic Support	$13,745,773	$14,643,583	$16,205,713	—
Student Services	$13,382,127	$13,804,939	$14,991,881	—
Institutional Support	$27,553,737	$28,464,031	$38,575,620	—
Physical Plant and Support Services	$13,935,382	$14,823,977	$16,300,772	—
Special Purpose Appropriations				
Separately Budgeted Research	$138,700	$128,631	$101,769	$92,621
College Work Study Program (State Share)	$90,000	$95,487	$90,000	$90,000
Affirmative Action and Equal Employment Opportunity	$88,000	$103,285	$91,699	$100,000
New Jersey State School of Conservation	$1,050,000	$1,050,000	$1,050,000	$1,050,000
PERSONNEL DATA				
Position Data				
State-funded Positions	1,102	1,102	1,102	1,102

Notes:

(a) Equated on the basis of 32 credit hours per undergraduate student and 24 credit hours per graduate student.

(b) Data revised to reflect actual totals.

(c) Calculated on the basis of teaching positions (including adjunct faculty) and equated full–time (weighted) students.

(d) As calculated by the Student Unit Record Enrollment (SURE) system.

(e) As reported to the Higher Education Student Assistance Authority. Includes tuition, fees, room and board, transportation, and supplies.

APPROPRIATIONS DATA
(thousands of dollars)

Year Ending June 30, 2003								Year Ending June 30, 2005	
Orig. & (S)Supple–mental	Reapp. & (R)Recpts.	Transfers & (E)Emer–gencies	Total Available	Expended		Prog. Class.	2004 Adjusted Approp.	Requested	Recom–mended
					GRANTS–IN–AID				
					Distribution by Fund and Program				
151,970	10,519	—	162,489	160,560	Institutional Support	82	184,038	215,115	193,430
151,970	***10,519***	—	***162,489***	***160,560***	***Total Grants–in–Aid***		***184,038***	***215,115***	***193,430***
					LESS:				
—	(4,572)	—	(4,572)	(4,572)	Receipts from Tuition Increase		(4,462)	—	—
(58,303)	(5,763)	—	(64,066)	(64,066)	General Services Income		(78,814)	(89,375)	(89,375)
(975)	(34)	—	(1,009)	(1,009)	Conservation School Receipts		(860)	(860)	(860)
(18,742)	(430)	—	(19,172)	(19,172)	Auxiliary Funds Income		(25,720)	(26,570)	(26,570)
(7,385)	280	—	(7,105)	(7,105)	Special Funds Income		(7,573)	(8,019)	(8,019)
(20,259)	—	—	(20,259)	(20,259)	Employee Fringe Benefits		(23,180)	(25,177)	(25,177)
(105,664)	***(10,519)***	—	***(116,183)***	***(116,183)***	***Total Income Deductions***		***(140,609)***	***(150,001)***	***(150,001)***
46,306	—	—	***46,306***	***44,377***	***Total State Appropriation***		***43,429***	***65,114***	***43,429***
					Distribution by Fund and Object				
					Special Purpose:				
151,635	10,519 R	—	162,154	160,225	General Institutional Operations (a)	82	183,703	193,095	193,095
335	—	—	335	335	Teacher Preparation	82	335	335	335
—	—	—	—	—	Restoration of Salary Program Funding	82	—	3,982	—
—	—	—	—	—	Restoration of Base Funding	82	—	6,210	—
—	—	—	—	—	Non–Personnel Inflation Increases	82	—	1,303	—
—	—	—	—	—	Maintenance and Renewal	82	—	3,390	—
—	—	—	—	—	Base Budget Increase for Enrollment Growth	82	—	6,800	—
					LESS:				
(105,664)	*(10,519)* R	—	*(116,183)*	*(116,183)*	*Income Deductions*		*(140,609)*	*(150,001)*	*(150,001)*
46,306	—	—	*46,306*	*44,377*	*Grand Total State Appropriation*		*43,429*	*65,114*	*43,429*

Notes — Grants–In–Aid – General Fund

(a) The appropriation for General Institutional Operations has been adjusted to include the Tuition Incentive Grant.

Language Recommendations — Grants–In–Aid – General Fund

In addition to the sums hereinabove appropriated for Montclair State University, all revenues from lease agreements between Montclair State University and corporations operating satellite relay stations are appropriated.

Of the sums hereinabove appropriated for Montclair State University, there is $1,050,000 for the New Jersey State School of Conservation. This account shall be considered a special purpose appropriation for accounting and reporting purposes.

For the purpose of implementing the fiscal year 2005 appropriations act, the number of State–funded positions at Montclair State University shall be 1,102.

30. EDUCATIONAL, CULTURAL AND INTELLECTUAL DEVELOPMENT

36. HIGHER EDUCATIONAL SERVICES

2470. THE COLLEGE OF NEW JERSEY

Founded in 1855 as the New Jersey State Normal School, and formerly known as Trenton State College, The College of New Jersey was the state's first, and the nation's ninth, teacher training school. The College established its first baccalaureate program in 1925, and awarded its first master's degree in 1947. Nationally recognized for its commitment to quality and excellence, the College provides a strong liberal arts core foundation for the 60 degree programs offered through seven schools: Art, Media and Music; Business; Culture and Society; Education; Engineering; Nursing; and Science.

Located on 289 acres in suburban Ewing Township, Mercer County, the College has 39 major buildings including the Roscoe L. West Library; 14 residence halls that accommodate 3,600 students; an award-winning student center; more than 20 academic computer laboratories; a full range of laboratories for nursing, microscopy, science and technology; a music building with a 300-seat concert hall; and a collegiate recreation and athletic facilities complex.

EVALUATION DATA

	Actual FY 2002	Actual FY 2003	Revised FY 2004	Budget Estimate FY 2005
PROGRAM DATA				
Institutional Support				
Enrollment total	6,776	6,878	6,823	6,823
Enrollment total (Weighted) (a)	5,909	5,958	6,043	6,043
Undergraduate total	5,883	5,879	5,849	5,849
Undergraduate total (Weighted) (a)	5,465	5,466	5,542	5,542
Full-time	5,523	5,523	5,529	5,529
Full-time (Weighted) (a)	5,329	5,330	5,417	5,417
Part-time	360	356	320	320
Part-time (Weighted) (a)	136	136	125	125
Graduate total	894	999	974	974
Graduate total (Weighted) (a)	445	492	501	501
Full-time	106	109	151	151
Full-time (Weighted) (a)	110	114	156	156
Part-time	788	890	823	823
Part-time (Weighted) (a)	335	378	345	345
Degree programs offered	58	58	60	60
Courses offered	2,007	2,049	2,049	2,049
Degrees Granted				
Bachelors	1,363	1,298	1,298	1,298
Masters	301	281	281	281
Ratio: Student/faculty (b)	12/1	12/1	12/1	12/1
Extension and Public Service				
Enrollment	2,987	3,093	3,333	3,333
Enrollment (Weighted) (a)	1,108	1,215	1,390	1,390
Summer undergraduate	1,065	1,024	1,024	1,024
Summer undergraduate (Weighted) (a)	304	301	323	323
Summer graduate	456	515	755	755
Summer graduate (Weighted) (a)	175	196	349	349
Part-time and extension (off-campus)	1,466	1,554	1,554	1,554
Part-time and extension (off-campus) (Weighted) (a)	629	718	718	718
Program revenue	$2,145,463	$2,584,059	$2,689,652	$2,689,652
Outcomes Data (c)				
Third-Semester Retention Rates	94.2%	95.0%	—	—
Six-Year Graduation Rates	82.7%	81.9%	—	—
Student Tuition and Fees				
Total Cost of Attendance (d)	$15,578	$17,528	$18,624	—
Full-Time Undergraduate Tuition – State Residents	$5,022	$5,625	$6,131	—
Full-Time Undergraduate Tuition – Non-State Residents	$8,770	$9,822	$10,706	—
Full-Time Undergraduate Fees	$1,639	$1,823	$2,075	—

	Actual FY 2002	Actual FY 2003	Revised FY 2004	Budget Estimate FY 2005
OPERATING DATA				
Institutional Support				
Institutional Expenditures				
Instruction	$30,699,000	$32,660,025	$33,606,032	—
Academic Support	$7,934,000	$7,262,483	$6,661,298	—
Student Services	$12,882,000	$14,133,794	$16,530,142	—
Institutional Support	$11,422,000	$12,568,978	$12,770,891	—
Physical Plant and Support Services	$12,697,000	$12,300,720	$12,521,636	—
Special Purpose Appropriations				
Separately Budgeted Research	$536,000	$524,832	$612,051	$642,654
College Work Study Program (State Share)	$66,385	$53,107	$65,000	$65,000
Affirmative Action and Equal Employment Opportunity	$126,324	$99,643	$89,114	$94,055
Scholarships (Includes Minority)	$3,775,652	$6,640,966	$8,725,933	$9,162,230
PERSONNEL DATA				
Position Data				
State–funded Positions	823	823	823	823

Notes:

Position data reflect a budgeted complement supported by State appropriations, tuition, and fees.

(a) Equated on a basis of 32 credit hours per undergraduate student and 24 credit hours per graduate student.

(b) Calculated on the basis of budgeted teaching positions (including adjunct faculty) and equated full–time (weighted) students.

(c) As calculated by the Student Unit Record Enrollment (SURE) System.

(d) As reported to the Higher Education Student Assistance Authority. Includes tuition, fees, room and board, transportation, and supplies.

APPROPRIATIONS DATA
(thousands of dollars)

Year Ending June 30, 2003								Year Ending June 30, 2005	
Orig. & (S)Supplemental	Reapp. & (R)Recpts.	Transfers & (E)Emergencies	Total Available	Expended		Prog. Class.	2004 Adjusted Approp.	Requested	Recommended
					GRANTS–IN–AID				
					Distribution by Fund and Program				
144,700	–4,720	—	139,980	138,400	Institutional Support	82	143,555	150,481	143,887
144,700	***–4,720***	—	***139,980***	***138,400***	***Total Grants–in–Aid***		***143,555***	***150,481***	***143,887***
					LESS:				
—	(3,101)	—	(3,101)	(3,101)	Receipts from Tuition Increase		(3,331)	—	—
(37,400)	(2,085)	—	(39,485)	(39,485)	General Services Income		(43,140)	(46,471)	(46,471)
(37,910)	(2,063)	11,194	(28,779)	(28,779)	Auxiliary Funds Income		(29,540)	(29,540)	(29,540)
(15,866)	11,969	(11,194)	(15,091)	(15,091)	Special Funds Income		(13,852)	(12,987)	(12,987)
(15,604)	—	—	(15,604)	(15,604)	Employee Fringe Benefits		(18,073)	(19,270)	(19,270)
(106,780)	***4,720***	—	***(102,060)***	***(102,060)***	***Total Income Deductions***		***(107,936)***	***(108,268)***	***(108,268)***
37,920	—	—	***37,920***	***36,340***	***Total State Appropriation***		***35,619***	***42,213***	***35,619***
					Distribution by Fund and Object				
					Special Purpose:				
144,550	–4,720 R	—	139,830	138,250	General Institutional Operations (a)	82	143,405	143,737	143,737
150	—	—	150	150	Teacher Preparation	82	150	150	150
—	—	—	—	—	Restoration of Salary Program Funding	82	—	2,678	—
—	—	—	—	—	Restoration of Base Funding	82	—	3,666	—
—	—	—	—	—	NJ Teacher Quality	82	—	50	—
—	—	—	—	—	Leadership Development Institute	82	—	100	—

Year Ending June 30, 2003								Year Ending June 30, 2005	
Orig. & (S)Supplemental	Reapp. & (R)Recpts.	Transfers & (E)Emergencies	Total Available	Expended		Prog. Class.	2004 Adjusted Approp.	Requested	Recommended
					GRANTS-IN-AID				
—	—	—	—	—	Forensic Sciences Program	82	—	100	—
					LESS:				
(106,780)	*4,720* R	—	*(102,060)*	*(102,060)*	*Income Deductions*		*(107,936)*	*(108,268)*	*(108,268)*
37,920	—	—	*37,920*	*36,340*	***Grand Total State Appropriation***		*35,619*	*42,213*	*35,619*

Notes — Grants-In-Aid - General Fund

(a) The appropriation for General Institutional Operations has been adjusted to include the Tuition Incentive Grant.

Language Recommendations — Grants-In-Aid - General Fund

For the purpose of implementing the fiscal year 2005 appropriations act, the number of State-funded positions at The College of New Jersey shall be 823.

30. EDUCATIONAL, CULTURAL AND INTELLECTUAL DEVELOPMENT
36. HIGHER EDUCATIONAL SERVICES
2475. RAMAPO COLLEGE OF NEW JERSEY

Ramapo College of New Jersey was established by the Legislature in 1968 and opened in September, 1971. Responsibility for the management of the College is vested in its nine-member Board of Trustees appointed by the Governor, subject to the approval of the New Jersey Senate.

Ramapo College is located in the foothills of the Ramapo Mountains in Northwest Bergen County, close to the New York State border. The wooded, almost rural, setting is enhanced by the award-winning, barrier-free modern buildings and the student apartments. Facilities include modern academic buildings, a library, a science building, a student center, and an athletic complex which includes a gymnasium, an NCAA-size swimming pool, tennis courts, and a variety of playing fields.

EVALUATION DATA

	Actual FY 2002	Actual FY 2003	Revised FY 2004	Budget Estimate FY 2005
PROGRAM DATA				
Institutional Support				
Enrollment total (a)	5,194	5,457	5,516	5,613
Enrollment total (Weighted) (b)	4,053	4,350	4,399	4,478
Undergraduate total	4,887	5,104	5,163	5,260
Undergraduate total (Weighted) (b)	3,933	4,206	4,255	4,334
Full-time	3,423	3,700	3,743	3,813
Full-time (Weighted) (b)	3,299	3,593	3,635	3,702
Part-time	1,464	1,404	1,420	1,447
Part-time (Weighted) (b)	634	613	620	632
Graduate total	307	353	353	353
Graduate total (Weighted) (b)	120	144	144	144
Full-time	21	25	25	25
Full-time (Weighted) (b)	15	19	19	19
Part-time	286	328	328	328
Part-time(Weighted) (b)	105	125	125	125
Courses offered	2,100	2,100	2,100	2,100
Degrees Granted				
Bachelors	833	908	908	908
Masters	67	98	98	98
Ratio: Student/faculty (c)	17/1	17/1	17/1	17/1

	Actual FY 2002	Actual FY 2003	Revised FY 2004	Budget Estimate FY 2005
Extension and Public Service				
Enrollment	2,058	1,942	1,942	1,942
Enrollment (Weighted) (b)	364	339	339	339
Summer undergraduate	1,818	1,702	1,702	1,702
Summer undergraduate (Weighted) (b)	304	279	279	279
Part–time and extension (off–campus)	240	240	240	240
Part–time and extension (off–campus) (Weighted) (b)	60	60	60	60
Program revenue	$1,290,437	$1,466,097	$1,650,000	$1,650,000
Outcomes Data (d)				
Third–Semester Retention Rates	83.3%	86.3%	—	—
Six–Year Graduation Rates	51.8%	51.2%	—	—
Student Tuition and Fees				
Total Cost of Attendance (e)	$15,406	$16,417	$17,341	—
Full–Time Undergraduate Tuition – State Residents	$4,416	$4,836	$5,270	—
Full–Time Undergraduate Tuition – Non–State Residents	$7,802	$8,738	$9,525	—
Full–Time Undergraduate Fees	$1,762	$1,939	$2,138	—
OPERATING DATA				
Institutional Support				
Institutional Expenditures				
Instruction	$17,688,000	$23,780,822 (f)	$16,704,806	—
Academic Support	$2,973,000	$3,785,834	$3,440,631	—
Student Services	$5,324,000	$5,534,451	$5,029,804	—
Institutional Support	$9,718,000	$11,280,332	$10,251,759	—
Physical Plant and Support Services	$6,075,000	$8,530,187 (g)	$6,514,000	—
Special Purpose Appropriations				
Separately Budgeted Research	$50,000	$60,852	$70,000	$70,000
College Work Study Program (State Share)	$69,000	$65,332	$70,000	$70,000
Affirmative Action and Equal Employment Opportunity	$219,000	$224,000	$246,000	$246,000
Student Financial Assistance	$460,000	$620,000	$654,000	$654,000
William T. Cahill Recognition Programs	$200,000	$200,000	$200,000	$200,000
Equipment Leasing Fund – Debt Service	$97,000	—	$183,000	$183,000
PERSONNEL DATA				
Position Data				
State–funded Positions	481	481	481	481

Notes:

(a) Excludes off–campus enrollment.

(b) Equated on the basis of 32 credit hours per undergraduate student and 24 credit hours per graduate student.

(c) Calculated on the basis of budgeted teaching positions (including adjunct faculty) and equated full–time (weighted) students.

(d) As calculated by the Student Unit Record Enrollment (SURE) system.

(e) As reported to the Higher Education Student Assistance Authority. Includes tuition, fees, room and board, transportation, and supplies.

(f) Includes $5,400,000 Capital Gift from the Ramapo College foundation to payoff the outstanding debt for the Berrie Center.

(g) Includes $1,362,629 payment for purchase of property.

APPROPRIATIONS DATA
(thousands of dollars)

Year Ending June 30, 2003						Prog. Class.	2004 Adjusted Approp.	Year Ending June 30, 2005	
Orig. & (S)Supplemental	Reapp. & (R)Recpts.	Transfers & (E)Emergencies	Total Available	Expended				Requested	Recommended
					GRANTS-IN-AID				
					Distribution by Fund and Program				
72,058	11,459	—	83,517	82,673	Institutional Support	82	89,882	103,138	93,345
72,058	***11,459***	—	***83,517***	***82,673***	*Total Grants-in-Aid*		***89,882***	***103,138***	***93,345***
					LESS:				
—	(2,214)	—	(2,214)	(2,214)	Receipts from Tuition Increase		(2,180)	—	—
(17,703)	(8,174)	—	(25,877)	(25,877)	General Services Income		(29,726)	(32,282)	(32,282)
(21,880)	(361)	—	(22,241)	(22,241)	Auxiliary Funds Income		(24,938)	(27,724)	(27,724)
(3,196)	(710)	—	(3,906)	(3,906)	Special Funds Income		(3,791)	(3,623)	(3,623)
(9,014)	—	—	(9,014)	(9,014)	Employee Fringe Benefits		(10,268)	(10,737)	(10,737)
(51,793)	***(11,459)***	—	***(63,252)***	***(63,252)***	*Total Income Deductions*		***(70,903)***	***(74,366)***	***(74,366)***
20,265	—	—	***20,265***	***19,421***	*Total State Appropriation*		***18,979***	***28,772***	***18,979***
					Distribution by Fund and Object				
					Special Purpose:				
72,058	11,459 R	—	83,517	82,673	General Institutional Operations (a)	82	89,882	93,345	93,345
—	—	—	—	—	Restoration of Salary Program Funding	82	—	3,623	—
—	—	—	—	—	Restoration of Base Funding	82	—	2,069	—
—	—	—	—	—	Enrollment - Based Funding Adjustment	82	—	4,101	—
					LESS:				
(51,793)	*(11,459)* R	—	*(63,252)*	*(63,252)*	*Income Deductions*		*(70,903)*	*(74,366)*	*(74,366)*
					CAPITAL CONSTRUCTION				
					Distribution by Fund and Program				
—	2	—	2	—	Physical Plant and Support Services	72	—	—	—
—	***2***	—	***2***	—	*Total Capital Construction*		—	—	—
					Distribution by Fund and Object				
					Ramapo College of New Jersey				
—	2	—	2	—	Preservation Projects	72	—	—	—
20,265	***2***	—	***20,267***	***19,421***	*Grand Total State Appropriation*		***18,979***	***28,772***	***18,979***

Notes — Grants-In-Aid - General Fund

(a) The appropriation for General Institutional Operations has been adjusted to include the Tuition Incentive Grant.

Language Recommendations — Grants-In-Aid - General Fund

Of the sums hereinabove appropriated for Ramapo College of New Jersey, there is $200,000 for the Governor William T. Cahill Recognition Programs. This account shall be considered a special purpose appropriation for accounting and reporting purposes.

For the purpose of implementing the fiscal year 2005 appropriations act, the number of State-funded positions at Ramapo College of New Jersey shall be 481.

30. EDUCATIONAL, CULTURAL AND INTELLECTUAL DEVELOPMENT

36. HIGHER EDUCATIONAL SERVICES

2480. THE RICHARD STOCKTON COLLEGE OF NEW JERSEY

The Richard Stockton College of New Jersey, is a nationally–ranked public liberal arts and professional studies institution in the New Jersey system of higher education. It was established in 1969 and admitted its first students in September 1971. Currently, over 6,000 students are enrolled at the College, which provides distinctive traditional and alternative approaches to education.

The operation and management of the College is vested in a Board of Trustees whose members, except for two students elected by the student body and the College President who serves ex officio, are appointed by the Governor with the consent of the New Jersey Senate. The President of the College, appointed by the Board of Trustees as chief executive officer, is entrusted with providing academic, fiscal and administrative leadership for the College. The College's faculty includes nationally known scholars.

Stockton is located on a 1,600–acre campus in Galloway Township in the pine barrens of southern New Jersey, only 12 miles west of Atlantic City. The College's unique and award–winning academic complex comprises eighteen buildings or wings, including three new facilities, a multipurpose recreation center, an arts and sciences building and a health sciences facility. The College is environmentally concerned and has installed America's largest closed–loop geothermal heating/cooling system as well as an advanced fuel cell energy system. Two regional hospitals are located on the campus and the College also operates a Marine Science Laboratory along Nacote Creek, Port Republic City. Modern campus housing is available to accommodate approximately 2,100 students in both apartment and dormitory–style living arrangements.

The College is the only four–year academic institution in the rapidly developing region of southeastern New Jersey.

EVALUATION DATA

	Actual FY 2002	Actual FY 2003	Revised FY 2004	Budget Estimate FY 2005
PROGRAM DATA				
Institutional Support				
Enrollment total	6,329	6,448	6,711	6,936
Enrollment total (Weighted) (a)	5,287	5,444	5,457	5,625
Undergraduate total	6,025	6,165	6,378	6,570
Undergraduate total (Weighted) (a)	5,088	5,251	5,265	5,423
Full–time	4,897	5,058	5,303	5,462
Full–time (Weighted) (a)	4,634	4,802	4,844	4,989
Part–time	1,128	1,107	1,075	1,108
Part–time (Weighted) (a)	454	449	421	434
Graduate total	304	283	333	366
Graduate total (Weighted) (a)	199	193	192	202
Full–time	93	91	92	101
Full–time (Weighted) (a)	135	130	118	125
Part–time	211	192	241	265
Part–time (Weighted) (a)	64	63	74	77
Degree programs offered	33	33	33	33
Courses offered	1,870	2,198	2,220	2,442
Degrees Granted				
Bachelors	1,429	1,402	1,416	1,430
Masters	112	90	93	94
Ratio: Student/faculty (b)	17/1	17/1	20/1	19/1
Extension and Public Service				
Enrollment	2,373	2,600	2,678	2,678
Enrollment (Weighted) (a)	2,096	2,267	2,335	2,335
Summer undergraduate	2,248	2,410	2,482	2,482
Summer undergraduate (Weighted) (a)	2,005	2,134	2,198	2,198
Summer graduate	125	190	196	196
Summer graduate (Weighted) (a)	91	133	137	137
Program revenue	$2,219,000	$2,365,000	$2,483,691	$2,608,000
Outcomes Data (c)				
Third–Semester Retention Rates	82.5%	82.9%	—	—
Six–Year Graduation Rates	62.4%	64.1%	—	—

	Actual FY 2002	Actual FY 2003	Revised FY 2004	Budget Estimate FY 2005
Student Tuition and Fees				
Total Cost of Attendance (d)	$14,403	$15,097	$16,090	—
Full–Time Undergraduate Tuition – State Residents	$3,952	$4,352	$4,736	—
Full–Time Undergraduate Tuition – Non–State Residents	$6,400	$7,040	$7,680	—
Full–Time Undergraduate Fees	$1,184	$1,248	$1,488	—
OPERATING DATA				
Institutional Support				
Institutional Expenditures				
Instruction	$26,682,000	$29,446,000	$32,958,000	—
Sponsored Programs and Research	$185,000	$174,000	$135,000	—
Extension and Public Service	$1,320,000	$1,238,000	$1,294,000	—
Academic Support	$5,323,000	$5,662,000	$5,473,000	—
Student Services	$5,953,000	$6,147,000	$6,053,000	—
Institutional Support	$9,821,000	$10,587,000	$14,154,000	—
Physical Plant and Support Services	$8,439,000	$9,143,000	$10,203,000	—
Special Purpose Appropriations				
Separately Budgeted Research (R&PD)	$70,000	$85,000	$85,000	$85,000
College Work Study Program (State Share)	$219,172	$89,591	$90,000	$90,000
Affirmative Action and Equal Employment Opportunity	$48,000	$48,000	$48,000	$48,000
Debt Service	$443,609	$581,598	$717,000	$930,000
National Direct Student Loan (State Share)	$21,068	$21,068	$16,068	$16,068
Scholarship and Loan Assistance	$1,410,927	$1,565,964	$1,600,000	$1,600,000
PERSONNEL DATA				
Position Data				
State–funded Positions	622	622	622	622

Notes:

(a) Equated on the basis of 32 credit hours per undergraduate student and 24 credit hours per graduate student.

(b) Calculated on the basis of authorized teaching positions (including adjunct faculty) and equated full–time (weighted) students.

(c) As calculated by the Student Unit Record Enrollment (SURE) system.

(d) As reported to the Higher Education Student Assistance Authority. Includes tuition, fees, room and board, transportation, and supplies.

APPROPRIATIONS DATA
(thousands of dollars)

Year Ending June 30, 2003								Year Ending June 30, 2005	
Orig. & (S)Supplemental	Reapp. & (R)Recpts.	Transfers & (E)Emergencies	Total Available	Expended		Prog. Class.	2004 Adjusted Approp.	Requested	Recommended
					GRANTS–IN–AID				
					Distribution by Fund and Program				
81,986	2,428	—	84,414	83,387	Institutional Support	82	88,762	101,698	91,657
81,986	***2,428***	—	***84,414***	***83,387***	***Total Grants–in–Aid***		***88,762***	***101,698***	***91,657***
					LESS:				
—	(2,251)	—	(2,251)	(2,251)	Receipts from Tuition Increase		(2,174)	—	—
(28,013)	2,085	—	(25,928)	(25,928)	General Services Income		(29,700)	(32,975)	(32,975)
(16,039)	(1,093)	—	(17,132)	(17,132)	Auxiliary Funds Income		(17,837)	(18,951)	(18,951)
(3,319)	(1,169)	—	(4,488)	(4,488)	Special Funds Income		(4,588)	(4,631)	(4,631)
(9,969)	—	—	(9,969)	(9,969)	Employee Fringe Benefits		(11,330)	(11,967)	(11,967)
(57,340)	***(2,428)***	—	***(59,768)***	***(59,768)***	***Total Income Deductions***		***(65,629)***	***(68,524)***	***(68,524)***
24,646	—	—	***24,646***	***23,619***	***Total State Appropriation***		***23,133***	***33,174***	***23,133***

Year Ending June 30, 2003						Prog. Class.	2004 Adjusted Approp.	Year Ending June 30, 2005	
Orig. & (S)Supplemental	Reapp. & (R)Recpts.	Transfers & (E)Emergencies	Total Available	Expended				Requested	Recommended
					GRANTS-IN-AID				
					Distribution by Fund and Object				
					Special Purpose:				
81,898	2,428 R	—	84,326	83,299	General Institutional Operations [a]	82	88,674	91,569	91,569
88	—	—	88	88	Teacher Preparation	82	88	88	88
—	—	—	—	—	Restoration of Base Funding	82	—	2,205	—
—	—	—	—	—	The Stockton South Jersey Institute	82	—	1,000	—
—	—	—	—	—	NJ Teacher Quality	82	—	50	—
—	—	—	—	—	Carnegie Library – Additional Positions and Technology Equipment	82	—	1,246	—
—	—	—	—	—	Institutional Advancement Executive Position	82	—	150	—
—	—	—	—	—	GOALS 2010	82	—	5,390	—
					LESS:				
(57,340)	*(2,428)* R	---	*(59,768)*	*(59,768)*	*Income Deductions*		*(65,629)*	*(68,524)*	*(68,524)*
					CAPITAL CONSTRUCTION				
					Distribution by Fund and Program				
—	184	—	184	—	Physical Plant and Support Services	72	—	—	—
---	*184*	---	*184*	---	*Total Capital Construction*		---	---	---
					Distribution by Fund and Object				
					The Richard Stockton College of New Jersey				
—	135	—	135	—	Preservation Projects	72	—	—	—
—	8	—	8	—	Compliance Projects	72	—	—	—
—	1	—	1	—	Environmental Projects	72	—	—	—
—	40	—	40	—	Infrastructure Projects	72	—	—	—
24,646	*184*	---	*24,830*	*23,619*	*Grand Total State Appropriation*		*23,133*	*33,174*	*23,133*

Notes — Grants-In-Aid - General Fund

(a) The appropriation for General Institutional Operations has been adjusted to include the Tuition Incentive Grant.

Language Recommendations — Grants-In-Aid - General Fund

For the purpose of implementing the fiscal year 2005 appropriations act, the number of State-funded positions at The Richard Stockton College of New Jersey shall be 622.

HIGHER EDUCATIONAL SERVICES

Language Recommendations — Direct State Services - General Fund
Language Recommendations — Grants-In-Aid - General Fund

From the sums appropriated hereinabove for Higher Educational Services - Institutional Support in each of the State colleges and universities, there are allocated such sums as are required to provide the reimbursement to cover tuition costs of the National Guard members pursuant to subsection b. of section 21 of P.L.1999, c.46 (C.18A:62-24).

Public colleges and universities are authorized to provide a voluntary employee furlough program.

Notwithstanding the provisions of any other law to the contrary, any funds appropriated as Grants-in-Aid and payable to any senior public college or university which requests approval from the Educational Facilities Authority and the Director of the Division of Budget and Accounting may be pledged as a guarantee for payment of principal and interest on any bonds issued by the Educational Facilities Authority or by the college or university. Such funds, if so pledged, shall be made available by the State Treasurer upon receipt of written notification by the Educational Facilities Authority or the Director of the Division of Budget and Accounting that the college or university does not have sufficient funds available for prompt payment of principal and interest on such bonds, and shall be paid by the State Treasurer directly to the holders of such bonds at such time and in such amounts as specified by the bond indenture, notwithstanding that payment of such funds does not coincide with any date for payment otherwise fixed by law.

From the amounts appropriated hereinabove for General Institutional Operations in the senior public institutions, the State Treasurer is authorized to pay the final 1/24th of fiscal year 2004 General Institutional Operations grant payment to each senior public institution in July 2004.

Of the amount hereinabove for Higher Educational Services, such sums as the Director of the Division of Budget and Accounting shall determine from the schedule included in the Governor's Budget Recommendation Document dated February 24, 2004, first shall be charged to the State Lottery Fund.

30. EDUCATIONAL, CULTURAL AND INTELLECTUAL DEVELOPMENT
37. CULTURAL AND INTELLECTUAL DEVELOPMENT SERVICES

OBJECTIVES

1. To increase public participation in the arts, develop audience education in the arts, increase total artistic resources, and increase the availability of professional training in the arts.
2. To collect fine art objects (paintings, sculptures, prints, drawings), decorative art objects (furniture, ceramics, metals, glass, etc.), ethnological and archaeological materials, scientific specimens with a New Jersey focus and specimens from other cultures and regions for comparative purposes.
3. To inspire public pride in New Jersey's rich historical heritage among citizens of all ages, occupations, and social backgrounds.
4. To provide non-commercial educational television, radio services, and public broadcasting services to the State's citizens.
5. To coordinate and advise on matters pertaining to public broadcasting among State agencies.
6. To support heritage tourism and cultural programs through advertising and promotion of the State's historic and cultural sites.

PROGRAM CLASSIFICATIONS

05. **Support of the Arts.** The State Council on the Arts (NJS52:16A-25) has established a program of granting monies appropriated by the State and federal governments to art organizations and artists in New Jersey whose projects show professional merit and promise.

    Through the services volunteered by the 17-member council appointed by the Governor and the employment of a professional arts manager to serve as Executive Director, the Council endeavors to establish new programs throughout the State to cultivate the arts in the communities by providing counseling to local artists and art organizations.

    Such programs as touring exhibitions, summer festivals and the artists-in-the-schools are designed to involve more segments of society directly in the arts. Programming also includes those efforts made by the council to research and implement better ways in which to involve the public in the arts in New Jersey.

06. **Museum Services.** Materials are collected, exhibited and interpreted (NJS18A:73-1 et seq. and NJS18A:4-26). Collections are in the areas of fine and decorative arts, cultural history, and science. Exhibitions are long-term (those with a permanent orientation, like the Planetarium, the Halls of Natural Science and Cultural History), and short-term (changing exhibits with a focus on fine and decorative arts). Through school and public programs and publications, interpretation of the museum environment is accomplished. The Department provides for a program of maintenance and support of museum services by the Newark Museum Association. This program also includes maintenance of the Old Barracks and the War Memorial Fund.

07. **Development of Historical Resources.** The Historical Commission is responsible for the formulation and implementation of programs to advance public knowledge of the history of New Jersey and the United States. The Commission (NJS18A:73-21 et seq.) sponsors programs for the production of educational historical materials, and conducts conferences, lectures and seminars, including the New Jersey History Symposium and public activities concerned with significant historical events. It also provides financial grants-in-aid programs for research in New Jersey history, local history projects, teaching projects and the Governor Alfred E. Driscoll Fellowship. The Commission carries out programs of research in and publications on New Jersey history.

10. **Public Broadcasting Services.** The New Jersey Public Broadcasting Authority was created (C48:23-1 et seq.) to establish and operate non-commercial educational television and radio broadcasting stations and to operate one or more public broadcasting telecommunications networks. The Authority is empowered to apply for, receive and hold authorizations and licenses from the Federal Communications Commission. It also has the responsibility to provide advisory assistance to other State agencies and local and regional groups regarding public broadcasting networks and communications techniques, planning, budgeting and related issues. Programs are produced at the Authority's Trenton and Newark studios and on location. Through membership affiliations, the Authority has access to programs from the Public Broadcasting International, the American Program Service, National Public Radio, and Public Radio Industry, as well as from various audio and video tape libraries.

    New Jersey Nightly News, a production of the New Jersey Public Broadcasting Authority provides complete news coverage for the State of New Jersey.

EVALUATION DATA

	Actual FY 2002	Actual FY 2003	Revised FY 2004	Budget Estimate FY 2005
PROGRAM DATA				
Support of the Arts				
Grants awarded	500	500	500	750
Performances	31,000	31,000	31,000	35,000
Attendance	23,000,000	23,000,000	23,000,000	25,000,000
Artists benefiting	125,000	125,000	125,000	150,000
Museum Services				
Total Attendance	350,000	350,000	375,000	375,000
School program attendance	60,000	60,000	65,000	65,000
Public planetarium attendance	30,000	30,000	50,000	50,000
Other public program attendance	75,000	75,000	80,000	80,000
War Memorial				
Theatre Events	120	125	150	175
Theatre Attendance	216,000	225,000	250,000	275,000
School Matinees	30	30	30	30
School Matinee Attendance	54,000	54,000	54,000	54,000
Meetings/Conferences	90	150	100	100
PERSONNEL DATA				
Position Data				
Filled Positions by Funding Source				
State Supported	174	165	155	162
Federal	4	4	2	5
All Other	50	49	56	57
Total Positions	228	218	213	224
Filled Positions by Program Class				
Support of the Arts	21	18	14	23
Museum Services	41	33	33	37
Development of Historical Resources	7	11	7	6
Public Broadcasting Services	159	156	159	158
Total Positions	228	218	213	224

Notes:

Actual payroll counts are reported for fiscal years 2002 and 2003 as of December and revised fiscal year 2004 as of September. The Budget Estimate for fiscal year 2005 reflects the number of positions funded.

APPROPRIATIONS DATA
(thousands of dollars)

Year Ending June 30, 2003								Year Ending June 30, 2005	
Orig. & (S)Supplemental	Reapp. & (R)Recpts.	Transfers & (E)Emergencies	Total Available	Expended		Prog. Class.	2004 Adjusted Approp.	Requested	Recommended
					DIRECT STATE SERVICES				
					Distribution by Fund and Program				
613	—	254	867	864	Support of the Arts	05	500	500	500
2,722	1	224	2,947	2,413	Museum Services	06	2,530	2,530	2,530
1,458	5	-717	746	741	Development of Historical Resources	07	500	500	500
6,645	1,709	178	8,532	6,948	Public Broadcasting Services	10	7,146	6,146	6,146
11,438	***1,715***	***-61***	***13,092***	***10,966***	*Total Direct State Services*		***10,676*** [a]	***9,676***	***9,676***
					Distribution by Fund and Object				
					Personal Services:				
7,970	—	191	8,161	8,160	Salaries and Wages		7,850	7,850	7,850
7,970	—	*191*	*8,161*	*8,160*	*Total Personal Services*		*7,850*	*7,850*	*7,850*
217	—	52	269	269	Materials and Supplies		241	241	241

Year Ending June 30, 2003								Year Ending June 30, 2005	
Orig. & (S)Supplemental	Reapp. & (R)Recpts.	Transfers & (E)Emergencies	Total Available	Expended		Prog. Class.	2004 Adjusted Approp.	Requested	Recommended
					DIRECT STATE SERVICES				
725	—	348	1,073	1,071	Services Other Than Personal		737	737	737
205	—	82	287	138	Maintenance and Fixed Charges		203	203	203
					Special Purpose:				
3	—	—	3	3	Council Member Expenses	05	—	—	—
375	—	—	375	375	Maintenance of Old Barracks	06	375	375	375
—	1	—	1	—	State Museum – 225th Anniversary of the Battle of Trenton	06	—	—	—
535	—	—	535	150	War Memorial Operations	06	250	250	250
500	—	−500	—	—	Historic Site Management (b)	07	—	—	—
20	—	−20	—	—	Historic Trust (b)	07	—	—	—
438	—	−261	177	177	Historic Trust/Open Space Administrative Costs (b)	07	—	—	—
—	5	—	5	—	Irish Immigrant Workers – Delaware and Raritan Canal Study	07	—	—	—
20	—	—	20	20	Affirmative Action and Equal Employment Opportunity	10	20	20	20
140	—	—	140	140	NJN Audience and Revenue Growth Initiative	10	—	—	—
290	—	—	290	290	NJN Extended Broadcast Day Initiative	10	—	—	—
—	—	—	—	—	New Jersey Network, Equipment	10	1,000	—	—
—	1,709	47	1,756	173	Additions, Improvements and Equipment		—	—	—
					GRANTS-IN-AID				
					Distribution by Fund and Program				
20,700	—	−253	20,447	20,447	Support of the Arts	05	18,430	25,110	25,110
800	—	—	800	800	Museum Services	06	800	800	800
4,102	3	−63	4,042	4,040	Development of Historical Resources	07	3,302	4,642	4,642
25,602	***3***	***−316***	***25,289***	***25,287***	***Total Grants-in-Aid***		***22,532***	***30,552***	***30,552***
					Distribution by Fund and Object				
					Grants:				
2,700	—	—	2,700	2,700	Newark Museum	05	2,430	2,430	2,430
18,000	—	−253	17,747	17,747	Cultural Projects	05	16,000	22,680	22,680
800	—	—	800	800	War Memorial Operations	06	800	800	800
189	—	−5	184	184	Grants In New Jersey History	07	189	189	189
13	—	—	13	13	Grants in Afro-American History	07	13	13	13
400	—	—	400	400	Ellis Island Foundation	07	400	600	600
500	1	−110	391	389	New Jersey Historical Commission–Research Grants	07	—	—	—
3,000	2	52	3,054	3,054	New Jersey Historical Commission–Agency Grants	07	2,700	3,840	3,840
					CAPITAL CONSTRUCTION				
					Distribution by Fund and Program				
—	13	—	13	—	Support of the Arts	05	—	—	—
—	81	—	81	52	Museum Services	06	—	—	—
—	3,115	—	3,115	1,039	Public Broadcasting Services	10	—	—	—
—	***3,209***	—	***3,209***	***1,091***	***Total Capital Construction***		—	—	—

Year Ending June 30, 2003							Year Ending June 30, 2005	
Orig. & (S)Supplemental	Reapp. & (R)Recpts.	Transfers & (E)Emergencies	Total Available	Expended		Prog. Class.	2004 Adjusted Approp.	Requested	Recommended
					CAPITAL CONSTRUCTION				
					Distribution by Fund and Object				
					Council on the Arts				
—	13	—	13	—	Visual Arts Display Equipment	05	—	—	—
					Division of State Museum				
—	81	—	81	52	Morven Renovations	06	—	—	—
					New Jersey Public Broadcasting Authority				
—	2,631	—	2,631	1,023	Digital Transmission	10	—	—	—
—	13	—	13	13	Building Network Upgrade to 100 Mbps	10	—	—	—
—	400	—	400	—	Replace Emergency Standby Generators	10	—	—	—
—	68	—	68	—	Repair Access Road to Channel 52 Transmitter	10	—	—	—
—	3	—	3	3	Upgrade HVAC Systems	10	—	—	—
37,040	*4,927*	*−377*	*41,590*	*37,344*	***Grand Total State Appropriation***		*33,208*	*40,228*	*40,228*
					OTHER RELATED APPROPRIATIONS				
					Federal Funds				
785	—	—	785	745	Support of the Arts	05	785	750	750
315	72	—	387	73	Museum Services	06	315	202	202
1,250	—	—	1,250	—	Public Broadcasting Services	10	1,250	625	625
2,350	*72*	—	*2,422*	*818*	***Total Federal Funds***		*2,350*	*1,577*	*1,577*
					All Other Funds				
—	323 421 R	11	755	244	Support of the Arts	05	525	525	525
—	406 516 R	2	924	859	Museum Services	06	190	717	717
—	60 10 R	—	70	9	Development of Historical Resources	07	30	30	30
—	2,939 12,650 R	—	15,589	11,932	Public Broadcasting Services	10	11,434	11,584	11,584
—	34 9 R	−43	—	—	License Plates	12	—	—	—
—	*17,368*	*−30*	*17,338*	*13,044*	***Total All Other Funds***		*12,179*	*12,856*	*12,856*
39,390	*22,367*	*−407*	*61,350*	*51,206*	***GRAND TOTAL ALL FUNDS***		*47,737*	*54,661*	*54,661*

Notes — Direct State Services − General Fund

(a) The fiscal year 2004 appropriation has been adjusted for the allocation of salary program in accordance with the provisions of P.L.2003, c. 122 (Fiscal Year 2004 Appropriations Act).

(b)In fiscal 2003 the Historic Trust was transferred from the Department of State to the Department of Community Affairs pursuant to Reorganization Plan #001−2002.

Language Recommendations — Direct State Services − General Fund

A sum, not to exceed $225,000, is appropriated from the "Cultural Centers and Historic Preservation Fund," established pursuant to section 20 of P.L. 1987, c. 265, for costs attributable to planning and administering grants for the development of cultural centers, subject to the approval of the Director of the Division of Budget and Accounting.

Language Recommendations — Grants−In−Aid − General Fund

Of the amount appropriated for Cultural Projects, Grants−In− Aid, an amount not to exceed $75,000 may be used for administrative purposes, subject to the approval of the Director of the Division of Budget and Accounting.

Of the amount appropriated for Cultural Projects, Grants−In− Aid, an amount not to exceed $125,000 may be used for the assessment and oversight of cultural projects, including administrative costs attendant to this function, in compliance with all pertinent State and federal laws and regulations including the Single Audit Act, subject to the approval of the Director of the Division of Budget and Accounting.

Of the amount hereinabove for Cultural Projects, the value of project grants awarded within each county shall total not less than $50,000.

Of the amount hereinabove for Cultural Projects, funds may be used for the purpose of matching federal grants.

Notwithstanding the provisions of section 4 of P.L. 1999, c. 131 (C:18A:73–22.4), from the amount appropriated for New Jersey Historical Commission Research and Agency Grants, an amount not to exceed $200,000 is appropriated for administrative costs, subject to the approval of the Director of the Division of Budget and Accounting.

Notwithstanding the provision of any other law to the contrary, of the amount appropriated for Cultural Projects, 25% shall be awarded to cultural groups or artists based in the eight southernmost counties (Cape May, Salem, Cumberland, Gloucester, Camden, Ocean, Atlantic, and Burlington). In the calculation of the allocation percentage, the first $1,000,000 of any grants that may be awarded to the New Jersey Performing Arts Center or the South Jersey Performing Arts Center shall be disregarded.

Notwithstanding the provision of any other law to the contrary, of the amount appropriated for Cultural Projects, $1,500,000 shall be awarded to the Battleship New Jersey Museum, provided; further, however that of that amount, the first $500,000 shall be paid to the Economic Development Authority on behalf of the Battleship New Jersey Museum, subject to the approval of the Director of the Division of Budget and Accounting.

30. EDUCATIONAL, CULTURAL AND INTELLECTUAL DEVELOPMENT
37. CULTURAL AND INTELLECTUAL DEVELOPMENT SERVICES
2541. DIVISION OF STATE LIBRARY

OBJECTIVES

1. To collect and maintain library resources and to provide information and other library services to State government, employees and the general public; and through the statewide library network, to provide or locate needed supplementary information or materials not available to patrons at their local libraries.
2. To provide a broad program of public library services for residents of New Jersey who are print handicapped.
3. To develop and coordinate a statewide system of academic, institutional, public, school and special libraries; provide consulting and technical assistance to those libraries; administer State and federal programs for the improvement of library services; and promote and develop library services throughout the State.
4. To develop an infrastructure which provides for cost effective electronic transfer of information; create informational databases and ensure that all citizens have access to this information at home, school, place of business, and at their local library (public, school, academic, corporate); and train library staff in the use of these new information systems.

PROGRAM CLASSIFICATIONS

51. **Library Services.** The State Library provides for purchasing, preparing, housing and circulating books, periodicals and other library materials, and supplies information and consultative services to the three branches of state government and to public, school, academic and special libraries. (N.J.S.A. 18A:73–26 et seq.)

Technical and financial assistance is provided under several programs. State Library Aid (N.J.S.A. 18A:74–1 et seq.) is paid to public libraries on a per capita basis; emergency and incentive aid may also be provided to restore service lost because of emergencies and to encourage larger units of service. The New Jersey Library Network Law provides funding for statewide and regionally supplied cooperative library services to individual residents of New Jersey and academic, institutional, public, school and special libraries. Library Development Aid (P.L. 1985, c. 297) provides funding for increased access to audio visual services, development and improvement of library services to the institutionalized, assistance to municipal libraries to maintain branches, evaluate and develop public library collections, and to conserve and preserve collections of historical or special interest.

An affiliation between the State Library and Thomas Edison State College was created by P.L. 2001, c.137, effective July 2, 2001. The College assumed management and administrative oversight responsibility for the Library. The purpose of this affiliation was to provide the State Library and the library community with greater flexibility in managing the resources allocated for library services throughout the State.

EVALUATION DATA

	Actual FY 2002	Actual FY 2003	Revised FY 2004	Budget Estimate FY 2005
PROGRAM DATA				
Library Services				
Books and Documents Managed	1,959,135	1,972,644	1,973,800	1,988,000
Materials Loaned				
To individuals	23,000	18,919	24,500	24,500
To libraries	4,611	3,281	4,600	5,000
To blind and handicapped	423,895	465,547	512,912	564,204
Photocopies provided	318,027	321,725	323,000	323,000
Library Documents Distributed	21,122	20,944	22,000	23,000
Reference Questions Answered	23,132	23,504	24,000	25,000
Computer Searches Performed	29,241	28,650	30,000	31,000
Electronic Interlibrary Loans	58,364	42,018	55,000	53,000
CyberDesk / Internet Contacts	2,782,274	2,964,946	3,000,000	3,204,000

	Actual FY 2002	Actual FY 2003	Revised FY 2004	Budget Estimate FY 2005
PERSONNEL DATA				
Position Data				
Filled Positions by Funding Source				
State Supported	55	55	55	55
Federal	37	37	37	37
Total Positions	92	92	92	92
Filled Positions by Program Class				
Library Services	92	92	92	92

APPROPRIATIONS DATA
(thousands of dollars)

Year Ending June 30, 2003								Year Ending June 30, 2005	
Orig. & (S)Supple-mental	Reapp. & (R)Recpts.	Transfers & (E)Emer-gencies	Total Available	Expended		Prog. Class.	2004 Adjusted Approp.	Requested	Recom-mended
					DIRECT STATE SERVICES				
					Distribution by Fund and Program				
3,335	—	10	3,345	3,345	Library Services	51	3,345	4,334	3,345
3,335	—	*10*	*3,345*	*3,345*	*Total Direct State Services*		*3,345*	*4,334*	*3,345*
					Distribution by Fund and Object				
					Personal Services:				
2,197	—	10	2,207	2,207	Salaries and Wages		2,207	2,948	2,207
2,197	—	*10*	*2,207*	*2,207*	*Total Personal Services*		*2,207*	*2,948*	*2,207*
418	—	—	418	418	Materials and Supplies		418	542	418
193	—	—	193	193	Services Other Than Personal		193	222	193
27	—	—	27	27	Maintenance and Fixed Charges		27	118	27
					Special Purpose:				
500	—	-4	496	496	Supplies and Extended Services	51	500	500	500
—	—	4	4	4	Additions, Improvements and Equipment		—	4	—
					STATE AID				
					Distribution by Fund and Program				
16,931	—	-1,218	15,713	15,589	Library Services	51	16,827	24,742	16,827
16,931	—	*-1,218*	*15,713*	*15,589*	*Total State Aid*		*16,827*	*24,742*	*16,827*
					Distribution by Fund and Object				
					State Aid:				
8,665	—	—	8,665	8,665	Per Capita Library Aid	51	8,665	12,535	8,665
100	—	—	100	100	Emergency Aid/Incentive Grants	51	—	100	—
4,777	—	—	4,777	4,777	Library Network	51	4,777	4,777	4,777
570	—	—	570	570	Library Development Aid	51	—	570	—
1,300	—	—	1,300	1,300	Virtual Library Aid	51	1,300	4,690	1,300
1,519	—	-1,218	301	177	Public Library Project Fund	51	2,085	2,070	2,085
					CAPITAL CONSTRUCTION				
					Distribution by Fund and Program				
—	103	—	103	81	Library Services	51	—	—	—
—	*103*	—	*103*	*81*	*Total Capital Construction*		—	—	—

Year Ending June 30, 2003						Prog. Class.	2004 Adjusted Approp.	Year Ending June 30, 2005	
Orig. & (S)Supplemental	Reapp. & (R)Recpts.	Transfers & (E)Emergencies	Total Available	Expended				Requested	Recommended
					CAPITAL CONSTRUCTION				
					Distribution by Fund and Object				
					Division of State Library				
—	2	—	2	1	Remodel State Library	51	—	—	—
—	97	—	97	76	Install Fire Suppression System	51	—	—	—
—	4	—	4	4	Library for the Blind, Telecommunication Improvements	51	—	—	—
20,266	*103*	*-1,208*	*19,161*	*19,015*	*Grand Total State Appropriation*		*20,172*	*29,076*	*20,172*

70. GOVERNMENT DIRECTION, MANAGEMENT AND CONTROL

74. GENERAL GOVERNMENT SERVICES

2505. OFFICE OF THE SECRETARY OF STATE

OBJECTIVES

1. To formulate services and regulations for the effective operation of the Department of State.
2. To provide modern records administration and records management services, including microfilming, imaging and storage facilities, to State agencies.
3. To promote an interest in and an appreciation of New Jersey history; maintain its official archives and a records management service for State and local government; and to provide access to these and other historical materials.
4. To provide effective responses to public requests for information which has been filed in the Office of the Secretary of State.

PROGRAM CLASSIFICATIONS

01. **Office of the Secretary of State.** The Office of the Secretary of State (RS52:16-1 et seq.) develops and coordinates several programs having statewide community and business impact. The Martin Luther King, Jr. Commemorative Commission (RS52:9Z et seq.) coordinates programs and events with community groups and organizations throughout the State for the purpose of educating the citizens of New Jersey about the slain civil rights leader and his message of diversity. Pursuant to Executive Order 31, the Office of Faith Based Initiatives was transferred from the Department of Community Affairs to the Department of State. This program provides grants that enable faith-based organizations to undertake a range of social service activities. The Americorps program was transferred from the Department of Education to the Department of State in fiscal year 2004. This federally supported program promotes volunteerism and community service efforts.

08. **Records Management.** The Records Storage Center, whose construction was funded by the 1978 Institutional Construction Bond Issue, opened in early 1982. The building houses the records management and storage operations, the microfilm unit and the State Library's Library for the Blind and Handicapped. The center's records activities are functions of the Bureau of Archives and History. Records management functions include preparing and maintaining record retention schedules for state and local governments, microfilming, imaging and storing state records and forms analysis. The microfilm unit is a self-sustaining operation.

EVALUATION DATA

	Actual FY 2002	Actual FY 2003	Revised FY 2004	Budget Estimate FY 2005
PROGRAM DATA				
Office of the Secretary of State				
Number of School Participants — V-Free Initiative (a)	1,000	1,000	—	—
Number of Youth Participants — V-Free Initiative (a)	35,000	35,000	—	—
Information/Program Referrals — Personal Responsibility Programs	12,000	12,000	12,000	12,000
Grant Applications Received— Martin Luther King, Jr. Commemorative Commission	50	50	50	50
Grants Awarded— Martin Luther King, Jr. Commemorative Commission	35	35	35	35
Records Management				
Micro-images produced	18,000,000	16,000,000	16,000,000	17,000,000
Records received (cubic storage feet)	20,000	20,000	20,000	20,000
Records disposed	20,000	20,000	20,000	20,000
Reference requests (storage)	10,257	24,000	25,000	26,000
Visitors to Archives	7,000	8,000	8,000	9,000

	Actual FY 2002	Actual FY 2003	Revised FY 2004	Budget Estimate FY 2005
PERSONNEL DATA				
Affirmative Action Data				
Male Minority	23	23	21	23
Male Minority %	10.5	11.9	13.0	11.5
Female Minority	56	66	52	57
Female Minority %	25.5	34.2	32.1	28.5
Total Minority	79	89	73	80
Total Minority %	36.0	46.1	45.1	40.0
Position Data				
Filled Positions by Funding Source				
State Supported	91	88	79	94
Federal	8	8	7	8
Total Positions	99	96	86	102
Filled Positions by Program Class				
Office of the Secretary of State	67	64	53	61
Records Management	32	32	33	41
Total Positions	99	96	86	102

Notes:

Actual payroll counts are reported for fiscal years 2002 and 2003 as of December and revised fiscal year 2004 as of September. The Budget Estimate for fiscal year 2005 reflects the number of positions funded.

(a) Data is no longer collected as previously prescribed.

APPROPRIATIONS DATA
(thousands of dollars)

Year Ending June 30, 2003								Year Ending June 30, 2005	
Orig. & (S)Supplemental	Reapp. & (R)Recpts.	Transfers & (E)Emergencies	Total Available	Expended		Prog. Class.	2004 Adjusted Approp.	Requested	Recommended
					DIRECT STATE SERVICES				
					Distribution by Fund and Program				
3,718	709	502	4,929	4,229	Office of the Secretary of State	01	3,981	3,931	3,931
2,005	300	−175	2,130	1,919	Records Management	08	1,586	2,086	2,086
5,723	*1,009*	*327*	*7,059*	*6,148*	*Total Direct State Services*		*5,567* [a]	*6,017*	*6,017*
					Distribution by Fund and Object				
					Personal Services:				
3,271	217	211	3,699	3,607	Salaries and Wages		3,875	3,775	3,775
3,271	*217*	*211*	*3,699*	*3,607*	*Total Personal Services*		*3,875*	*3,775*	*3,775*
124	46	−68	102	58	Materials and Supplies		124	124	124
289	446	147	882	458	Services Other Than Personal		278	278	278
38	—	7	45	45	Maintenance and Fixed Charges		38	38	38
					Special Purpose:				
34	—	—	34	34	Affirmative Action and Equal Employment Opportunity	01	34	34	34
—	—	—	—	—	9–11 Memorial Commission	01	—	50	50
850	—	—	850	700	Personal Responsibility Programs	01	500	500	500
—	—	—	—	—	Amistad Commission	01	300	300	300
259	—	—	259	259	Office of Volunteerism	01	—	—	—
188	—	—	188	187	Martin Luther King, Jr. Commemorative Commission	01	168	168	168
385	—	—	385	385	Cultural Trust – Administration	01	250	250	250
85	—	—	85	85	Office of Cultural Affairs	01	—	—	—

Year Ending June 30, 2003							Year Ending June 30, 2005	
Orig. & (S)Supplemental	Reapp. & (R)Recpts.	Transfers & (E)Emergencies	Total Available	Expended		Prog. Class.	2004 Adjusted Approp.	Requested	Recommended
					DIRECT STATE SERVICES				
—	300	—	300	300	Integrated Archives and Records Management Data System	08	—	—	—
200	—	30	230	30	Additions, Improvements and Equipment		—	500	500
					GRANTS-IN-AID				
					Distribution by Fund and Program				
12,000	—	4,555	16,555	16,555	Office of the Secretary of State	01	2,500	3,720	3,720
12,000	—	*4,555*	*16,555*	*16,555*	*Total Grants-in-Aid*		*2,500*	*3,720*	*3,720*
					Distribution by Fund and Object				
					Grants:				
—	—	3,555	3,555	3,555	Office of Faith Based Initiatives (b)	01	2,000	3,000	3,000
10,000	—	—	10,000	10,000	Cultural Trust	01	500	720	720
2,000	—	1,000	3,000	3,000	Statewide Cultural Enrichment Grants	01	—	—	—
					CAPITAL CONSTRUCTION				
					Distribution by Fund and Program				
—	4	—	4	—	Office of the Secretary of State	01	—	—	—
—	318	—	318	236	Records Management	08	—	—	—
—	*322*	—	*322*	*236*	*Total Capital Construction*		—	—	—
					Distribution by Fund and Object				
					Office of the Secretary of State				
—	4	—	4	—	DOS Infrastructure Upgrade	01	—	—	—
—	7	—	7	5	Records Storage Center – Vault Upgrades	08	—	—	—
—	230	—	230	230	Records Storage Center – Expansion	08	—	—	—
—	81	—	81	1	State Archives – Equipment	08	—	—	—
17,723	*1,331*	*4,882*	*23,936*	*22,939*	*Grand Total State Appropriation*		*8,067*	*9,737*	*9,737*
					OTHER RELATED APPROPRIATIONS				
					Federal Funds				
6,886	−563	−110	6,213	3,688	Office of the Secretary of State	01	6,135	6,885	6,885
6,886	*−563*	*−110*	*6,213*	*3,688*	*Total Federal Funds*		*6,135*	*6,885*	*6,885*
					All Other Funds				
—	240 32 R	3	275	—	Office of the Secretary of State	01	—	—	—
—	—	—	—	—	Records Management	08	28,150	31,000	31,000
—	*272*	*3*	*275*	—	*Total All Other Funds*		*28,150*	*31,000*	*31,000*
24,609	*1,040*	*4,775*	*30,424*	*26,627*	*GRAND TOTAL ALL FUNDS*		*42,352*	*47,622*	*47,622*

Notes — Direct State Services – General Fund

(a)The fiscal year 2004 appropriation has been adjusted for the allocation of salary program in accordance with the provision of P.L.2003, c.122 (Fiscal Year 2004 Appropriations Act).

Notes — Grants-In-Aid – General Fund

(b)The Office of Faith Based Initiatives was transferred from the Department of Community Affairs to the Department of State pursuant to Executive Order 31, signed September 2002.

Language Recommendations — Direct State Services – General Fund

In addition to the amount appropriated hereinabove for the Records Management program, such sums as are necessary, not to exceed $3,000,000, are appropriated to coordinate and implement an effective record storage system for the State and local governments, subject to the Director of the Division of Budget and Accounting.

An amount not to exceed $325,000 from the unexpended balances in the Office of the Secretary of State as of June 30, 2004 is appropriated for the Governor's Study Commission on Discrimination in State Employment Contracting, subject to the approval of the Director of the Division of Budget and Accounting.

From the amount appropriated hereinabove for the Amistad Commission, the commission shall expeditiously implement and perform its responsibilities and duties as provided in P.L. 2002, c.75 (C.52:16A–86 et. seq.).

The amount appropriated hereinabove for the Records Management program is payable from receipts deposited in the NJ Public Records Preservation account.

The Director of the Division of Budget and Accounting shall transfer from departmental accounts and credit to the Records Management program classification a sum up to $409,000 for cost recoveries in the Division of Records.

The unexpended balance of the Amistad Commission as of June 30, 2004 is appropriated for the same purpose.

Notwithstanding the provision of any other law to the contrary, receipts deposited, not to exceed 40%, in the Department of the Treasury, the New Jersey Public Records Preservation account shall be appropriated and allocated as grants to counties and municipalities for the management, storage, and preservation of public records, based on guidelines promulgated by the Division of Archives and Records Management and approved by the State Treasurer.

DEPARTMENT OF STATE

Pursuant to the provisions of P.L. 2003, c. 114, the appropriations hereinabove for purposes of promoting cultural and tourism activities in this State are first charged to revenues derived from the hotel and motel occupancy fee.

DEPARTMENT OF TRANSPORTATION

OVERVIEW

The mission of the Department of Transportation (NJDOT) is to provide reliable transportation and motor vehicle services that support and improve the safety and mobility of people and goods in New Jersey in an environmentally sound, socially responsible manner.

The Department has aligned its priorities with a commitment to meet the challenges of the 21st century. It has established major business goals aimed at enhancing and developing a transportation system which not only gets people where they want to go, but gets them there quicker, safer, and more conveniently.

The mission and goals of the Department will be carried out by maximizing funding, prioritizing expenditures, preserving existing infrastructure, and making efficient use of technology, all within a context of continuous improvement. Specific objectives include:

Reducing congestion and delays in public transportation services and the highway network;

Rebuilding, modernizing, and maintaining bridges, highways, aviation, maritime, and rail systems;

Promoting safer travel by educating drivers in motor vehicle operation and safety and by improving security standards in the license approval process, vehicle safety, and traffic control;

Considering environmental issues – air, water, habitat, and other natural resources – in the selection and development of transportation projects;

Expanding opportunities for non-motorized transportation through construction of bikeways and bicycle-compatible roadways;

Crafting an aviation strategy for the future as part of the State Airport System Plan;

Initiating a "Smart Move" program to install quick-fix improvements at key locations in the State which will include variable message signs, highway advisory radio, video cameras to detect congested areas, use of traffic operations centers to monitor traffic, and generation of real time traffic condition information for websites and radio stations;

Enhancing safety programs by installing raised pavement markers and rumble strips and by relocating fixed objects near highways, in addition to improving rail highway grade crossings;

Investing in rail freight improvements, implementing cost-effective projects identified in the State Rail Plan.

Fiscal 2005 Budget Highlights

The Fiscal 2005 Budget for the Department of Transportation totals $1.19 billion, an increase of $66.4 million, or 5.9%, over the fiscal 2004 adjusted appropriation of $1.13 billion.

Included in this increase is a total of $2 million in the State appropriation for snow removal. In addition, budget language currently allocating $5 million for snow removal has been increased to a total of $10 million, thereby giving the Department increased flexibility for winter operations.

The State subsidy to New Jersey Transit is increased by $84.7 million to fund growth in bus and rail services and avert the need for a fare increase.

Finally, by enacting new legislation, anyone buying a new car in the State will pay for their motor vehicle registration fees 4 years in advance at the time of purchase, thereby reducing the number of interactions with the Motor Vehicles Commission. This change would generate an additional $90 million in revenue in fiscal 2005.

NJDOT's Pipeline Delivery Process

NJDOT reassessed the project delivery pipeline for its efficiency and effectiveness in delivering the transportation projects. The new pipeline initiative allows NJDOT to reduce design costs by 25%, reduce the number of staff on many projects by up to 50%, cut the number of steps on an average project by 50%, and shave years off completion dates. Since the implementation of the new pipeline process, the Department has advanced 43 projects.

Pavement Management System

NJDOT's Pavement Management Program now uses "state-of-the-art technology" to monitor pavement quality and prescribe the correct treatment. This statewide initiative is designed to improve road quality as well as save the State from additional road maintenance and repair costs. NJDOT will be able to extend the life of pavements by up to 10 years and the savings can be used to repair other roads. Investing in preventive maintenance on highways has been shown to save states $10.00 for every $1.00 invested.

Improving road conditions will result in less damage to cars, increased fuel efficiency, improved driver safety, and congestion relief. More importantly, a well-maintained road is a safer road. By providing better skid resistance when braking, eliminating potholes, and removing bad pavement that can lead to sudden lane changes, safer driving conditions are ensured.

Maintenance Management System

The NJDOT has re-engineered its Maintenance Management System to provide a direct informational source to plan, administer, and budget maintenance activities. It creates the vital data link needed between some of the Department's management programs. This new Maintenance Management System:

* Provides an updated platform capable of statewide access;
* Schedules work activities and accurately tracks productivity and costs;
* Enables NJDOT maintenance supervisors to perform better planning and employ improved work methods;
* Identifies resource shortages and justifies annual budget requests.

Highway Safety Initiative & Safety First Program

In November of 2002, after a series of serious accidents in North Jersey, Governor McGreevey convened a Highway Safety Task Force. The task force includes representatives from the New Jersey Department of Transportation (NJDOT), the Federal Highway Administration (FHWA), the New Jersey State Police (NJSP), the New Jersey Motor Truck Association (NJMTA), the National Motorists Association, the New Jersey Division of Highway Traffic Safety, and the American Automobile Association (AAA). Together these groups will develop a comprehensive highway safety program designed to reduce the risk of accidents throughout the State.

In March of 2003, the Governor unveiled "Safety First", an aggressive program that has drawn national attention and has helped decrease traffic-related deaths in New Jersey by nearly 12 percent since the beginning of the year.

"Safety First" targets engineering issues by improving infrastructure and creating safer roads. It promotes education by encouraging drivers to use safe driving techniques and increases enforcement efforts. To accomplish these goals, the following improvements have been implemented:

* Designating "Safe Corridors" on roadways with high accident rates;

* Increasing fines for trucks that are overweight or are operating with faulty equipment;
* Installing new median barriers along interstate highways to prevent deadly crossover accidents;
* Redesigning the New Jersey's Drivers Manual and Curriculun;
* Working with the Federal Highway Administration's Safety Impact Team to assess high crash corridors and recommend methods to make these corridors safer;
* Implementing an Aggressive Driving Campaign to increase public awareness.

New Jersey Motor Vehicle Commission

On January 28, 2003, Governor McGreevey signed "The Motor Vehicle Security and Customer Service Act" creating the New Jersey Motor Vehicle Commission (NJMVC). Over the past year NJMVC has accomplished the following priorities:

* As a public convenience measure, expanding service to Saturdays;
* Creating enhanced business accessibility with online services;
* Increasing customer satisfaction by providing intensive customer service training to staff;
* Reducing document processing time by revamping the MVC Agency systems and business processes;
* Improving security by implementing new digitized driver licenses and by installing cameras and locks, upgrading safes, and providing a police presence at each agency.

For fiscal year 2005, the Commission will have revenues of $278 million to continue the FIX DMV proposals.

4 Year New Car Registration

For convenience, when a New Jersey resident buys a new car in the State those individuals will pay for their motor vehicle registration fees 4 years in advance at the time of purchase. This change will parallel the current inspection cycle for new cars, thereby eliminating the need for these particular drivers to interact with NJMVC for four years. This initiative will provide General Fund relief of $180 million over 3 years, of which $90 million will materialize in fiscal 2005.

Bus and Rail Services

New Jersey Transit is recommended for an appropriation increase of $84.9 million, or nearly 44%, the largest one-year increase in the State subsidy for mass transit in history. The total subsidy would rise from the current $193.8 million to $278.7 million, which is also the highest amount ever provided by the State. Most importantly, this increase is sufficient to enable New Jersey Transit to avoid a fare increase during fiscal 2005.

Another key factor in that determination is New Jersey Transit's ongoing search for internal cost efficiencies. In fiscal 2005, a total of $30 million in operating savings has been identified, including attrition-related salary reductions, a reduction in bus maintenance overtime, Access Link efficiencies attributable to a regional consolidation of service, and a drop in the use of consultants.

DEPARTMENT OF TRANSPORTATION

SUMMARY OF APPROPRIATIONS BY FUND

(thousands of dollars)

Year Ending June 30, 2003						Year Ending June 30, 2005		
Orig. & (S)Supplemental	Reapp. & (R)Recpts.	Transfers & (E)Emergencies	Total Available	Expended		2004 Adjusted Approp.	Requested	Recommended
245,193	10,238	21,646	277,077	272,270	Direct State Services	106,242	87,907	87,907
269,027	2,002	-3,282	267,747	264,704	Grants-In-Aid	193,827	278,700	278,700
745,000	4,765	—	749,765	749,230	Capital Construction	805,000	805,000	805,000
1,259,220	17,005	18,364	1,294,589	1,286,204	Total General Fund	1,105,069	1,171,607	1,171,607
24,934	—	—	24,934	24,934	Total Casino Revenue Fund	25,458	25,287	25,287
1,284,154	*17,005*	*18,364*	*1,319,523*	*1,311,138*	*GRAND TOTAL*	*1,130,527*	*1,196,894*	*1,196,894*

SUMMARY OF APPROPRIATIONS BY PROGRAM
(thousands of dollars)

Year Ending June 30, 2003						Year Ending June 30, 2005		
Orig. & (S)Supplemental	Reapp. & (R)Recpts.	Transfers & (E)Emergencies	Total Available	Expended		2004 Adjusted Approp.	Requested	Recommended
					DIRECT STATE SERVICES – GENERAL FUND			
					Vehicular Safety			
129,396	3,200	3,040	135,636	134,544	Motor Vehicle Services	—	—	—
10,999	3,750	—	14,749	13,557	Security Responsibility	—	—	—
140,395	*6,950*	*3,040*	*150,385*	*148,101*	*Subtotal*	---	---	---
					State and Local Highway Facilities			
85,872	2,418	17,807	106,097	104,033	Maintenance and Operations	93,439	75,304	75,304
8,196	388	169	8,753	8,513	Physical Plant and Support Services	7,194	7,194	7,194
—	425	—	425	276	Transportation Systems Improvements	—	—	—
94,068	*3,231*	*17,976*	*115,275*	*112,822*	*Subtotal*	*100,633*	*82,498*	*82,498*
					Regulation and General Management			
1,296	57	–8	1,345	1,331	Access and Use Management	1,297	1,297	1,297
9,434	—	638	10,072	10,016	Administration and Support Services	4,312	4,112	4,112
10,730	*57*	*630*	*11,417*	*11,347*	*Subtotal*	*5,609*	*5,409*	*5,409*
245,193	*10,238*	*21,646*	*277,077*	*272,270*	*Subtotal Direct State Services – General Fund*	*106,242*	*87,907*	*87,907*
245,193	*10,238*	*21,646*	*277,077*	*272,270*	*TOTAL DIRECT STATE SERVICES*	*106,242*	*87,907*	*87,907*
					GRANTS–IN–AID – GENERAL FUND			
					State and Local Highway Facilities			
9,000	—	–2,944	6,056	4,069	Transportation Systems Improvements	—	—	—
					Public Transportation			
260,027	—	–379	259,648	259,648	Railroad and Bus Operations	193,827	278,700	278,700
					Regulation and General Management			
—	2,002	41	2,043	987	Access and Use Management	—	—	—
269,027	*2,002*	*–3,282*	*267,747*	*264,704*	*Subtotal Grants–In–Aid – General Fund*	*193,827*	*278,700*	*278,700*
269,027	*2,002*	*–3,282*	*267,747*	*264,704*	*TOTAL GRANTS–IN–AID*	*193,827*	*278,700*	*278,700*
					STATE AID – CASINO REVENUE FUND			
					Public Transportation			
24,934	—	—	24,934	24,934	Railroad and Bus Operations	25,458	25,287	25,287
24,934	—	—	*24,934*	*24,934*	*Subtotal State Aid – Casino Revenue Fund*	*25,458*	*25,287*	*25,287*
24,934	—	—	*24,934*	*24,934*	*TOTAL STATE AID*	*25,458*	*25,287*	*25,287*
					CAPITAL CONSTRUCTION			
					Vehicular Safety			
—	4,765	—	4,765	4,230	Motor Vehicle Services	—	—	—
					State and Local Highway Facilities			
745,000	—	—	745,000	745,000	Trust Fund Authority—Revenues and other funds available for new projects	805,000	805,000	805,000

Year Ending June 30, 2003						Year Ending June 30, 2005		
Orig. & (S)Supplemental	Reapp. & (R)Recpts.	Transfers & (E)Emergencies	Total Available	Expended		2004 Adjusted Approp.	Requested	Recommended
745,000	*4,765*	*---*	*749,765*	*749,230*	*Subtotal Capital Construction*	*805,000*	*805,000*	*805,000*
1,284,154	*17,005*	*18,364*	*1,319,523*	*1,311,138*	*TOTAL APPROPRIATION*	*1,130,527*	*1,196,894*	*1,196,894*

10. PUBLIC SAFETY AND CRIMINAL JUSTICE
11. VEHICULAR SAFETY

OBJECTIVES

1. To provide consumer–sensitive motor vehicle services in a professional, efficient, courteous, and timely manner; improved information gathering, storage and retrieval systems; and realistic and achievable regulatory and enforcement capabilities.
2. To identify and regulate drivers and motor vehicles to deter the commission of unlawful and unsafe acts and assure adequate service to the public while maximizing revenue to the State.
3. To reduce the risk of death, injury, personal and property loss by identifying remedial action required for unsafe, incompetent and unqualified drivers and taking corrective and/or remedial action according to statutes, rules, regulations and policies; review violation and accident data received from New Jersey jurisdictions and other states; and review medical fitness data received from individuals, physicians and police departments and from driver testing.
4. To increase safety in the use of motor vehicles by identifying and correcting vehicle defects and limiting the amount of vehicle–produced air pollution in accordance with State and federal regulations.
5. To assure equitable and safe transportation practices by motor carriers and maximum revenue to the State.
6. To reduce the risk of personal and property loss caused by irresponsible or uninsured drivers, vehicle theft and fraud.
7. To facilitate compensation for damage caused by uninsured motorists.
8. To develop programs which will reduce and prevent the incidence of traffic accidents and the resultant deaths, injuries and property damage.

PROGRAM CLASSIFICATIONS

01. **Motor Vehicle Services.** Information Processing manages the operation and support functions of all information processing systems used in the administration of Motor Vehicle's statutorily mandated programs. Information regarding all titling, registration, licensing and driver history resides on the Motor Vehicle Services' Comprehensive Management Information System (MIS) which is constantly updated, accessed or used in the conduct of daily operations.

    Data input staff enter driver convictions from municipal courts and accident information to update driver history records. The Data Output Unit processes requests for abstracts of driver license/history and vehicle title and registration history as well as the retrieval of documents related to these areas. The Special Services Unit processes applications for all specialized plates and in–house agency transactions.

    Information and Systems Management manages division–wide systems planning and control, assessing and coordinating the data processing activities and the technological needs of Motor Vehicle Services. Systems Development and Maintenance reviews and processes data system–change requests and hardware and software purchases, develops systems procedures and testing, and monitors the various systems operations.

    Data Base Corrections conducts error analysis and processes all data base corrections to license, title and registration records and/or documents and updates the comprehensive system. The Imaging Systems Center operates and maintains a computerized indexing system to index, store, and retrieve essential information and documents stored on microfilm.

    The Telephone Center receives and responds to customer inquiries and problems, resolves issues and/or refers complex matters as appropriate, and operates the phone mail system.

    The Vehicle Inspection Program, with 35 locations and 130 lanes, establishes vehicle inspection standards, regulates motor vehicles to reduce the risk of accidents caused by vehicular safety defects, and conducts emissions testing. These functions are performed at State owned or leased inspection stations, or at State regulated private inspection centers. All State registered vehicles are examined for compliance with established equipment standards and verification of valid licensing, registration and compulsory insurance documentation. Program personnel perform on–the–road and in–terminal inspections of both New Jersey registered and out–of–state trucks, tractors and trailers; perform roadside inspection of passenger vehicles; conduct semi–annual safety and emissions inspections of all State registered school buses; and monitor the performance of private inspection centers.

    Driver Testing, with 32 centers (15 for Commercial Driver License), is responsible for establishing standards for driver licenses and administers written knowledge, vision and behind–the–wheel driver tests. Commercial driving schools and their instructors as well as driver education and/or classroom instruction are certified by this program.

    New Jersey has adopted a program for licensing, testing and ensuring fitness of persons who operate commercial motor vehicles in accordance with all minimum federal standards established by the "Commercial Motor Vehicle Safety Act of 1986," P. L. 99–570 (49 U.S.C. 2710 et seq.).

    Forty six contract–managed motor vehicle agencies service the motoring public by processing applications, collecting fees and sales taxes, and issuing documentation for titles,

driver licenses and vehicle registrations at strategically located sites throughout the state. Agencies also issue license plates and handicap placards, process name and address changes, and conduct eye examinations. Agencies also process boat titling and registration transactions.

Driver Education and Improvement schedules conferences to resolve proposed suspensions for persistent violators, point system and other administrative suspension actions. The Probationary Driver and Experienced Driver Programs conduct classes and determine remedial action.

Regulatory Affairs ensures compliance with the statutory/regulatory responsibilities of the Business License Compliance and Motor Carriers programs and provides investigative support to the law enforcement community, and internal operational units. It also processes requests for driver medical qualification, schedules license re–examinations, and updates records to reflect driver compliance.

Business License Compliance licenses private inspection centers, driving schools, driver instructors, auto body repair facilities, new and used motor vehicle dealers, vehicle leasing companies, salvage yards, Commercial Driver License third party testers and any other businesses required by statute to be licensed by Motor Vehicle Services. It also takes action when a licensee violates statutory/regulatory requirements.

The Motor Vehicle Surcharge Unit analyzes violation/suspension events to determine surcharge validity and to resolve driver disputes. The Unit acts as a liaison with the private vendor and law firms responsible for the issuance of billing statements and collection of driver payments.

The Motor Carriers Unit administers the International Registration Program (IRP) by registering commercial vehicles operating interstate; the International Fuel Tax Agreement (IFTA), which standardized fuel tax reporting for commercial vehicles operating interstate; and the Overweight/Overdimensional Permit Program which provides permits, routes of travel and insurance verification for vehicles transporting loads that exceed the legal weight, length, height, or width.

The Uninsured Motorist Program is a system which expedites the processing of insurance terminations. This system has a direct effect on the enforcement of the compulsory motor vehicle insurance law.

The New Jersey Motor Vehicle Commission provides overall management for Motor Vehicle Services. The Administrative and Planning Implementation Units provide management support through budget planning, management reporting and special analysis.

18. **Security Responsibility.** Administers the Motor Vehicle Security Responsibility Law and aids in the administration of the New Jersey Compulsory Motor Vehicle Liability Insurance Law. These laws provide financial protection against motor vehicle accidents by requiring motorists to carry liability insurance, by facilitating compensation for injury or damage caused by uninsured or financially irresponsible motorists, and by removing irresponsible motorists from the highways. The cost of administering the Security Responsibility Law is assessed against insurance companies writing automobile insurance in this state.

EVALUATION DATA

	Actual FY 2002	Actual FY 2003	Revised FY 2004	Budget Estimate FY 2005
PROGRAM DATA				
Motor Vehicle Services				
Registrations and Title Documents Issued	10,320,282	10,558,682	10,561,424	10,584,386
License Documents Issued (Non–CDL):	1,939,671	2,496,046	1,828,171	1,675,993
Paper Licenses	591,953	931,891	141,477	—
Photo Licenses	1,347,718	1,564,155	1,686,694	1,675,993
Driver Exam Permit Documents Issued (Non–CDL)	327,443	371,103	377,084	377,084
Total Registration Documents Issued	7,850,866	8,129,108	8,129,930	8,151,156
Certificates of Ownership Issued	2,469,396	2,429,574	2,431,494	2,433,230
Salvage Titles Issued	128,402	40,627	41,439	42,267
Salvage Vehicle Inspections	8,732	5,648	5,760	5,875
Percent of Vehicles with Reflectorized Plates	82%	84%	86%	87%
Regional Service Centers (4):				
Total Customers	1,377,247	1,320,122	1,386,332	1,437,499
Telephone Center:				
Total Inquiries Answered	1,743,319	1,593,234	2,170,000	2,420,000
Total Mailings Processed	14,513,025	16,226,019	16,500,000	16,750,000
Total Licensed Drivers	5,713,520	5,706,951	5,706,951	5,706,951
Total Registered Vehicles	7,043,077	7,302,521	7,303,623	7,327,860
Total NJ Inspections/Reinspections	3,545,730	3,243,086	1,455,357	3,366,017
Centralized – Inspections/Reinspections	2,676,330	2,453,550	1,201,365	2,629,977
Initial Inspections – Centralized	2,211,771	1,976,711	692,684	2,070,848
Reinspections – Centralized	464,559	476,839	508,681	559,129
Specialty Inspections	10,622	9,884	11,072	11,200
Private Inspection Facility – Inspections/Reinspections	773,356	696,042	669,231	642,050
Initial Inspections – Private Inspection Facilities	555,592	495,839	476,050	457,050
Reinspections – Private Inspection Facilities	217,764	200,203	193,181	185,000

	Actual FY 2002	Actual FY 2003	Revised FY 2004	Budget Estimate FY 2005
School Bus – Inspections/Reinspections	74,101	74,799	73,000	73,000
Initial Inspections – School Bus	43,860	44,579	44,600	44,600
Reinspections – School Bus	30,241	30,220	28,400	28,400
Specification Inspections	2,532	2,506	2,370	2,390
Roadside Inspections	8,798	6,305	7,000	7,400
Roadside Rejections	5,042	939	3,900	3,900
Driver Testing:				
Vision Tests	318,234	287,372	301,741	316,828
Written Tests	534,536	502,697	502,700	502,700
Oral Tests	6,099	6,834	7,175	7,180
Road Tests	227,851	249,600	262,080	275,185
Commercial Driver License Program:				
License Documents Issued	221,142	258,361	300,072	177,265
Permit Documents Issued	55,818	56,802	63,991	63,991
Knowledge Tests	109,764	100,711	105,767	111,055
Road Tests	17,738	16,752	17,589	18,468
Court Suspensions	316,105	316,915	312,450	309,500
Administrative Suspensions	395,164	396,164	392,300	388,450
Point System Suspensions	11,003	9,978	9,200	8,500
Surcharge Suspensions	229,337	219,740	220,000	220,000
Total Restorations	257,762	241,749	239,615	237,303
Businesses Licensed:				
Junkyards	52	57	56	56
Dealers	4,565	4,497	4,503	4,569
Commercial Driving Schools	193	200	198	195
Commercial Driving Instructors	964	901	865	933
Leasing Companies	92	124	104	123
Auto Body Repair Facilities	1,978	1,989	2,046	1,967
Private Inspection Centers	1,407	1,761	1,426	1,407
PERSONNEL DATA				
Position Data				
Filled Positions by Funding Source				
State Supported	—	—	—	—
Federal	80	82	—	—
All Other	1,246	1,217	1,972	2,500
Total Positions	1,326	1,299	1,972	2,500
Filled Positions by Program Class				
Motor Vehicle Services	1,220	1,193	1,860	2,375
Security Responsibility	106	106	112	125
Total Positions	1,326	1,299	1,972	2,500

Notes:

Actual payroll counts are reported for fiscal years 2002 and 2003 as of December and revised fiscal year 2004 as of September. The Budget Estimate for fiscal year 2005 reflects the number of positions funded.

State supported positions are reflected as all other in fiscal years 2002–2004 for comparison purposes.

APPROPRIATIONS DATA
(thousands of dollars)

Year Ending June 30, 2003								Year Ending June 30, 2005	
Orig. & (S)Supplemental	Reapp. & (R)Recpts.	Transfers & (E)Emergencies	Total Available	Expended		Prog. Class.	2004 Adjusted Approp.	Requested	Recommended
					DIRECT STATE SERVICES				
					Distribution by Fund and Program				
129,396	3,200	3,040	135,636	134,544	Motor Vehicle Services	01	—	—	—
10,999	3,750	—	14,749	13,557	Security Responsibility	18	—	—	—

Year Ending June 30, 2003								Year Ending June 30, 2005	
Orig. & (S)Supplemental	Reapp. & (R)Recpts.	Transfers & (E)Emergencies	Total Available	Expended		Prog. Class.	2004 Adjusted Approp.	Requested	Recommended
					DIRECT STATE SERVICES				
140,395	*6,950*	*3,040*	*150,385*	*148,101*	*Total Direct State Services*		---(a)	---	---
					Distribution by Fund and Object				
					Personal Services:				
46,401	784 R	296	47,481	46,769	Salaries and Wages		---	---	---
46,401	*784*	*296*	*47,481*	*46,769*	*Total Personal Services*		---	---	---
3,160	---	-350	2,810	2,733	Materials and Supplies		---	---	---
11,591	142 230 R	4,381	16,344	15,930	Services Other Than Personal		---	---	---
879	---	825	1,704	1,583	Maintenance and Fixed Charges		---	---	---
					Special Purpose:				
750	---	---	750	750	Toll Free Telephone Service	01	---	---	---
3,852	---	541	4,393	4,393	Reflectorized Plates	01	---	---	---
---	279 R	-279	---	---	Special Plates	01	---	---	---
---	29 R	---	29	---	Uninsured Motorist Program	01	---	---	---
900 1,300 S	---	-2,200	---	---	Photo Licensing Program	01	---	---	---
---	1,169 R	-111	1,058	1,058	In-Terminal School Bus Inspection Program	01	---	---	---
46,478 2,690 S	1	604	49,773	49,623	Vehicle Inspection Program	01	---	---	---
2,005	---	---	2,005	1,651	Debt Service for Equipment Purchases	01	---	---	---
---	115 R	---	115	8	Tow Truck Marker Fee	01	---	---	---
15,617	---	3,000	18,617	18,592	Agency Operations	01	---	---	---
---	38	---	38	37	Digitized Driver's License and Motor Vehicle Services Modernization	01	---	---	---
---	413	---	413	413	Graduated Driver's License	01	---	---	---
2,100 750 S	---	19	2,869	2,869	On-Line Registrations	01	---	---	---
---	3,611 R	-3,611	---	---	Security Responsibility	18	---	---	---
1,427	---	---	1,427	1,427	Security Responsibility - Agency Operations	18	---	---	---
495	139	-75	559	265	Additions, Improvements and Equipment		---	---	---
					CAPITAL CONSTRUCTION				
					Distribution by Fund and Program				
---	4,765	---	4,765	4,230	Motor Vehicle Services	01	---	---	---
---	*4,765*	---	*4,765*	*4,230*	*Total Capital Construction*		---	---	---
					Distribution by Fund and Object				
					Motor Vehicle Services				
---	4,763	---	4,763	4,230	Agency Modernization	01	---	---	---
---	2	---	2	---	Network Infrastructure	01	---	---	---
140,395	*11,715*	*3,040*	*155,150*	*152,331*	*Grand Total State Appropriation*		---	---	---
					OTHER RELATED APPROPRIATIONS				
					Federal Funds				
---	---	116	116	---	Motor Vehicle Services	01	---	---	---
---	---	*116*	*116*	---	*Total Federal Funds*		---	---	---

Year Ending June 30, 2003								Year Ending June 30, 2005	
Orig. & (S)Supplemental	Reapp. & (R)Recpts.	Transfers & (E)Emergencies	Total Available	Expended		Prog. Class.	2004 Adjusted Approp.	Requested	Recommended
					OTHER RELATED APPROPRIATIONS				
					All Other Funds				
—	4,167 64,412 R	–22,540	46,039	9,057	Motor Vehicle Services	01	260,661	263,030	263,030
—	3,512 R	—	3,512	—	Security Responsibility	18	15,071	15,071	15,071
—	*72,091*	*–22,540*	*49,551*	*9,057*	*Total All Other Funds*		*275,732*	*278,101*	*278,101*
140,395	*83,806*	*–19,384*	*204,817*	*161,388*	*GRAND TOTAL ALL FUNDS*		*275,732*	*278,101*	*278,101*

Notes — Direct State Services – General Fund

(a) Pursuant to the provisions of P.L. 2003, c.13 (C.39:2A–1 et seq.) and effective in fiscal year 2004, the appropriation for the New Jersey Motor Vehicle Commission, which is in but not of the Department of Transportation and is a successor agency to the Division of Motor Vehicles, is authorized as dedicated revenue in lieu of State appropriations from the General Fund. This change affects the Direct State Services budgets for the Commission and Interdepartmental accounts, as well as anticipated revenue in Schedule 1.

Language Recommendations — Direct State Services – General Fund

Notwithstanding the provisions of the "Motor Vehicle Inspection Fund" established pursuant to subsection j. of R.S. 39:8–2, balances in the fund are available for other–Clean Air purposes, subject to the approval of the Director of the Division of Budget and Accounting.

Receipts in the "Commercial Vehicle Enforcement Fund" established pursuant to section 17 of P.L. 1995, c.157 (C.39:8–75), are appropriated to offset all reasonable and necessary expenses of the Division of State Police and the Motor Vehicle Commission in the performance of commercial truck safety and emission inspections, subject to the approval of the Director of the Division of Budget and Accounting.

Receipts derived pursuant to the New Jersey Medical Service Helicopter Response Program under section 1 of P.L. 1992 c. 87 (C.39:3–8.2) are appropriated to the Division of State Police and the Department of Health and Senior Services to defray the operating costs of the program as authorized under P.L. 1986, c. 106 (C. 26:2K–35 et seq.). The unexpended balance as of June 30, 2004 is appropriated to the special capital maintenance reserve account for capital replacement and major maintenance of helicopter equipment, subject to the approval of the Director of the Division of Budget and Accounting.

60. TRANSPORTATION PROGRAMS
61. STATE AND LOCAL HIGHWAY FACILITIES

OBJECTIVES

1. To maintain State roads, bridges and railroad properties, and to ensure safe and efficient movement of traffic.
2. To provide financial aid for local highway construction and maintenance.
3. To improve and upgrade local roads and streets.
4. To maintain and install all electrical devices required for traffic control, direction or illumination.
5. To maintain and operate the physical plant required to carry out departmental responsibilities and objectives.
6. To provide, maintain and improve the vehicular fleet of the Department.
7. To develop, revise and maintain a comprehensive master plan for transportation development.
8. To oversee the development, revision, and maintenance of urban transportation plans for the metropolitan areas of the state, consistent with federal requirements and directives.
9. To undertake corridor, area–wide, and site specific studies of traffic and transportation problems to define needs and conceptual solutions for subsequent engineering and environmental investigation.
10. To perform scientific research and evaluation pertaining, but not limited to: materials; multi–modal transportation structures and components; traffic safety; transport of people and commodities; systems and techniques pertaining to design, construction, maintenance and operation of multi–modal transportation networks; and the cultural and economic impact on the public of planning, acquiring and operating transport systems.
11. To connect the principal metropolitan areas, cities, industrial centers and recreation areas with a major highway network.
12. To connect, at the state's borders, with routes of the interstate system and continue these roads through New Jersey.
13. To provide a system of rural and suburban highways that facilitate travel from farm to market, travel on rural mail routes, safe school bus routes and travel from home to job for all citizens.
14. To do the above in a manner consistent with protecting the environment and minimizing residential and commercial relocation, while utilizing a high standard of design.

PROGRAM CLASSIFICATIONS

02. **Transportation Systems Improvements – Planning.** Develops department sponsored projects as well as joint ventures between State, local, federal and public agencies, NJ Transit and the private sector; provides funding for the state's three metropolitan planning regions.

06. **Maintenance and Operations.** Rehabilitates existing roads, bridges and appurtenances on the State highway system for greater safety and to decrease maintenance costs. Administers

an efficient snow and ice control program for improved public safety and convenience in inclement weather. Protects the roadside through landscape maintenance, control of roadside advertising and junkyards, and control of access on State highway and public transportation properties. Maintains non-operating State-owned railroad properties to preserve capital investment and public safety. Constructs, maintains and operates traffic signals, highway lighting facilities, and miscellaneous electrical devices on the State highway system. Maintains and operates movable bridges. Maintains the equipment fleet of the Department and other State agencies. Operates a statewide network of service facilities, including fuel dispensing for other agencies of the State. Fabricates specialized equipment as needed.

08. **Physical Plant and Support Services.** Maintains and repairs the Department's physical plant to preclude unnecessary deterioration. Provides the necessary office, garage and shop facilities, major maintenance facilities, salt and chemical storage facilities, equipment storage buildings, warehouses and laboratories. The program also controls and supervises the records, reproduction, relocation and mail services of the department.

65. **Rail Freight Lines.** This program is designed to prevent the deterioration and abandonment of rail freight service essential to New Jersey's economy.

71. **Transportation Systems Improvements.** Includes Capital Program Management and Operations, External and Governmental Affairs, and Data Research and Legal Services.

Capital Program Management and Operations— Designs construction projects, inspects construction in progress and administers the acquisition of right-of-way and relocation of occupants on the State, county and municipal road system. Initiates the project development process considering environmental factors, community development, economic and social activities and the availability of funding. Administers bridge inspection programs, highway lighting facilities, sign illumination and electrical devices. Administers highway safety programs by analyzing accident and roadway inventory data.

External and Governmental Affairs— Represents the DOT and NJ Transit on issues involving transportation authorities and the federal government. Coordinates the Department's public participation activities for all ongoing planning and development projects to ensure that public comments are integrated into the decision-making process. Develops new technologies to improve motor vehicle services, communications, transportation modes and motor fuel efficiencies. Also is responsible for developing and implementing policies to meet the provisions of the federal Clean Air Act as it relates to motor vehicles.

Transportation Trust Fund – Local Highway Funds. Provides funds from the New Jersey Transportation Trust Fund for transportation improvements on municipal and county roads.

Transportation Trust Fund – Federal. Funding provided by the federal government via categories outlined within the Transportation Equity Act for the 21st Century (TEA-21) for the following purposes:

Limited access highways connecting the nation's principal metropolitan areas and industrial centers, and to serve national defense; specific projects outlined within the Federal Transportation Act; to support projects which improve air quality and/or relieve congestion without adding new highway capacity; the interstate highway system and other key highway links; improvements on municipal or county roads which are included on a Federal Aid Route System; and the rehabilitation or replacement of bridges defined as structurally deficient and/or functionally obsolete on State or federally eligible municipal and county roads.

Transportation Trust Fund – State Highway Funds. Provides funds from the New Jersey Transportation Trust Fund for transportation improvements on the State highway system.

EVALUATION DATA

	Actual FY 2002	Actual FY 2003	Revised FY 2004	Budget Estimate FY 2005
PROGRAM DATA				
Maintenance and Operations				
Maintenance Operations				
Lane Miles, State Highway System	11,061	11,073	11,080	11,095
Snow and Ice Control Costs ($ Millions)	$8.43	$35.40	$14.80	$21.80
Force Account Acres Mowed	56,721	58,698	58,000	58,000
Litter Pick Up and Removal:				
Litter Pick Up Costs ($ Millions)	$3.50	$3.55	$3.50	$3.50
Trash Removal by Contract ($ Millions)	$0.62	$0.71	$0.70	$0.70
Total Resurfacing:				
Lane Miles Resurfaced by Contract Maintenance	419	400	500	500
Lane Miles Resurfaced by Contract Construction	13	—	40	45
Electrical Operations				
Traffic Signals Maintained	2,807	2,927	2,930	2,930
Traffic Signals Installed by State Forces	149	198	150	150
Signals Relamped	2,094	889	1,000	1,000
Traffic Signal Inspections	5,614	11,422	11,435	11,435
Emergency Call Responses	8,714	7,228	7,500	7,500
After Hour Call Responses	3,179	3,169	3,000	3,000

	Actual FY 2002	Actual FY 2003	Revised FY 2004	Budget Estimate FY 2005
Fleet Size				
Autos	316	301	308	308
Trucks	1,691	1,720	1,732	1,732
Road Equipment	5,821	6,137	6,137	6,137
Transportation Systems Improvements				
Design				
Design Projects to be Advertised	48	35	46	50
In–House Design Projects Completed	23	20	20	20
Railroad Grade Crossing Inspections	1,324	1,248	1,645	1,700
State Owned Bridge Safety Inspections In–House	286	208	350	350
State Owned Bridge Safety Inspections by Consultants	972	1,078	873	940
Administer County Bridge Safety Inspections	1,384	1,204	1,307	1,210
Right–of–Way				
Acquisition Cost ($ Millions)	$57	$65	$75	$75
Construction				
Cost to Construct Projects ($ Millions)	$473	$493	$500	$525
Construction Contracts Awarded	96	91	100	120
Roadway Projects Under Construction	50	111	100	125
Bridges Under Construction	43	91	90	105
Lane Miles Under Construction	283	871	505	545
Interstate	86	146	125	135
Primary	69	311	130	140
State	128	414	250	270
Additional Lane Miles Open To Public	17	12	20	25
Interstate	1	—	3	5
Primary	3	2	2	4
State	13	10	15	16
Planning				
Roadway Accident Analyses	344	350	350	350
PERSONNEL DATA				
Position Data				
Filled Positions by Funding Source				
State Supported	2,668	2,426	2,408	2,412
Federal	1,033	915	953	1,052
Total Positions	3,701	3,341	3,361	3,464
Filled Positions by Program Class				
Maintenance and Operations	1,813	1,690	1,673	1,751
Physical Plant and Support Services	153	123	98	103
Transportation Systems Improvements	1,735	1,528	1,590	1,610
Total Positions	3,701	3,341	3,361	3,464

Notes:

Actual payroll counts are reported for fiscal years 2002 and 2003 as of December and revised fiscal year 2004 as of September. The Budget Estimate for fiscal year 2005 reflects the number of positions funded.

APPROPRIATIONS DATA
(thousands of dollars)

Year Ending June 30, 2003								Year Ending June 30, 2005	
Orig. & (S)Supplemental	Reapp. & (R)Recpts.	Transfers & (E)Emergencies	Total Available	Expended		Prog. Class.	2004 Adjusted Approp.	Requested	Recommended
					DIRECT STATE SERVICES				
					Distribution by Fund and Program				
85,872	2,418	17,807	106,097	104,033	Maintenance and Operations	06	93,439	75,304	75,304
8,196	388	169	8,753	8,513	Physical Plant and Support Services	08	7,194	7,194	7,194
—	425	—	425	276	Transportation Systems Improvements	71	—	—	—

Year Ending June 30, 2003							Year Ending June 30, 2005	
Orig. & (S)Supplemental	Reapp. & (R)Recpts.	Transfers & (E)Emergencies	Total Available	Expended		Prog. Class.	2004 Adjusted Approp.	Requested	Recommended
					DIRECT STATE SERVICES				
94,068	*3,231*	*17,976*	*115,275*	*112,822*	*Total Direct State Services*		*100,633* [a]	*82,498*	*82,498*
					Distribution by Fund and Object				
					Personal Services:				
59,165	36 907 R	5,979	66,087	65,839	Salaries and Wages		50,778	50,778	50,778
59,165	*943*	*5,979*	*66,087*	*65,839*	*Total Personal Services*		*50,778*	*50,778*	*50,778*
12,267	543	−129	12,681	12,416	Materials and Supplies		12,414	12,414	12,414
3,037	491	−142	3,386	3,241	Services Other Than Personal		3,032	3,032	3,032
13,313 5,000 S	538	12,829	31,680	30,741	Maintenance and Fixed Charges		13,063 20,000 S	15,063	15,063
					Special Purpose:				
—	240 R	−240	—	—	Logo Sign Program	06	—	—	—
—	4	—	4	4	Gateway Enhanced Maintenance Program	06	—	—	—
—	54 371 R	—	425	124	Rental Receipts, Tenant Relocation Program	71	—	—	—
1,286	47	−321	1,012	457	Additions, Improvements and Equipment		1,346	1,211	1,211
					GRANTS-IN-AID				
					Distribution by Fund and Program				
9,000	—	−2,944	6,056	4,069	Transportation Systems Improvements	71	—	—	—
9,000	—	*−2,944*	*6,056*	*4,069*	*Total Grants-in-Aid*		—	—	—
					Distribution by Fund and Object				
					Grants:				
9,000	—	−2,944	6,056	4,069	Statewide Livable Communities	71	—	—	—
					CAPITAL CONSTRUCTION				
					Distribution by Fund and Program				
745,000	—	—	745,000	745,000	Trust Fund Authority—Revenues and other funds available for new projects	60	805,000	805,000	805,000
745,000	—	—	*745,000*	*745,000*	*Total Capital Construction*		*805,000*	*805,000*	*805,000*
					Distribution by Fund and Object				
					Transportation Systems Improvements				
745,000	—	—	745,000	745,000	Transportation Trust Fund Account	60	805,000	805,000	805,000
848,068	*3,231*	*15,032*	*866,331*	*861,891*	*Grand Total State Appropriation*		*905,633*	*887,498*	*887,498*
					OTHER RELATED APPROPRIATIONS				
					Federal Funds				
28,953 70 S	18,419	30	47,472	28,778	Transportation Systems Improvements–Planning	02	28,953	28,953	28,953
500	7	—	507	7	Transportation Systems Improvements	71	500	500	500
29,523	*18,426*	*30*	*47,979*	*28,785*	*Total Federal Funds*		*29,453*	*29,453*	*29,453*
					All Other Funds				
—	—	—	—	—	Maintenance and Operations	06	1,995	1,995	1,995

Year Ending June 30, 2003							Year Ending June 30, 2005	
Orig. & (S)Supplemental	Reapp. & (R)Recpts.	Transfers & (E)Emergencies	Total Available	Expended		Prog. Class.	2004 Adjusted Approp.	Requested	Recommended
					OTHER RELATED APPROPRIATIONS				
—	4,418 752 R	—	5,170	4,626	Project Cost–Other Parties	61	—	—	—
—	—	—	—	—	Transportation Systems Improvements	71	347	347	347
—	*5,170*	—	*5,170*	*4,626*	*Total All Other Funds*		*2,342*	*2,342*	*2,342*
					Special Transportation Trust Fund				
165,000	3,597	—	168,597	158,749	Transportation Trust Fund – Local Highway Funds	63	160,900	150,000	150,000
795,214 6,277 S	239,503	–23,710	1,017,284	681,104	Transportation Trust Fund – Federal	69	647,363	705,000	705,000
415,000	48,915	23,710	487,625	397,242	Transportation Trust Fund – State Highway Funds	81	449,100	546,000	546,000
1,381,491	*292,015*	—	*1,673,506*	*1,237,095*	*Total Special Transportation Trust Fund*		*1,257,363*	*1,401,000*	*1,401,000*
2,259,082	*318,842*	*15,062*	*2,592,986*	*2,132,397*	*GRAND TOTAL ALL FUNDS*		*2,194,791*	*2,320,293*	*2,320,293*

Notes — Direct State Services – General Fund

(a) The fiscal year 2004 appropriation has been adjusted for the allocation of salary program in accordance with the provisions of P.L. 2003, c.122 (Fiscal Year 2004 Appropriations Act).

The categorical funding distribution of State, Federal and All Other Funds included in the Transportation Trust Fund may be found in the Appendix of the budget.

The remainder of the department's capital program supported by the Transportation Trust Fund is reflected on the lines entitled "Trust Fund Authority" in the Public Transportation (62) statewide program.

Language Recommendations — Direct State Services – General Fund

The unexpended balances as of June 30, 2004 in excess of $1,000,000 in the accounts hereinabove are appropriated.

In addition to the amount appropriated hereinabove for Maintenance and Operations, such additional sums as may be required are appropriated for snow removal costs, not to exceed $10,000,000, subject to the approval of the Director of the Division of Budget and Accounting.

Notwithstanding any other law to the contrary, of the amounts appropriated hereinabove for the Department of Transportation from the General Fund, $2,500,000 thereof shall be paid from funds received or receivable from the various transportation–oriented authorities pursuant to contracts between the authorities and the State as are determined to be eligible for such funding pursuant to such contracts, as shall be determined by the Director of the Division of Budget and Accounting.

Receipts in excess of the amount anticipated from the Logo Sign program fees, which include the Trailblazer Sign Program, the Variable Message Advertising Program, the Excess Parcel Advertising Program, and the Land Service Road Advertising Program, are appropriated for the purpose of administering the program, subject to the approval of the Director of the Division of Budget and Accounting.

Receipts in excess of the amount anticipated derived from highway application and permit fees pursuant to subsection (h) of section 5 of P.L. 1966, c. 301(C.27:1A–5) are appropriated for the purpose of administering the Access Permit Review program, subject to the approval of the Director of the Division of Budget and Accounting.

The department is permitted to transfer an amount approved by the Director of the Division of Budget and Accounting from funds previously appropriated for State highway projects from the "Transportation Rehabilitation and Improvement Fund of 1979," established pursuant to section 15 of P.L. 1979, c. 165, for planning, engineering, design, right–of–way acquisition, or other costs related to the construction of projects financed from that fund.

Of the amount hereinabove for Maintenance and Operations $10,000,000 for winter operations is payable from the receipts of the New Tire Surcharge subject to the enactment of enabling legislation.

Language Recommendations — Capital Construction

The sum provided hereinabove for the Transportation Trust Fund account shall first be provided from revenues received from motor fuel taxes, the petroleum products gross receipts tax, and the sales and use tax pursuant to Article VIII, Section II, paragraph 4 of the State Constitution, together with such additional sums pursuant to P.L. 1984, c.73 (C.27:1B–1 et al.) and R.S.54:39–27 as amended, as may be necessary to satisfy all fiscal year 2005 debt service, bond reserve requirements, and other fiscal obligations of the New Jersey Transportation Trust Fund Authority.

Receipts representing the State share from the rental or lease of property, and the unexpended balances as of June 30, 2004 of such receipts are appropriated for maintenance or improvement of transportation property, equipment and facilities.

Notwithstanding any other requirements of law, the department may expend necessary sums for improvements to streets and roads providing access to State facilities within the capital city without local participation.

Notwithstanding any other provision of law, the Department of Transportation may transfer Transportation Trust Fund monies to federal projects contracted in federal fiscal years 2002, 2003, 2004, and 2005 until such time as federal funds become available for the projects. These transfers shall be subject to the approval of the Director of the Division of Budget and Accounting and the Legislative Budget and Finance Officer. Subject to the receipt of federal funds, the Transportation Trust Fund shall be reimbursed for all the monies that were transferred to advance federally funded projects.

Notwithstanding the provisions of P.L. 1984, c.73 (C.27:1B–1 et al.), there is appropriated the sum of $1,205,000,000 from the revenues and other funds of the New Jersey Transportation Fund Authority, for capital purposes as follows:

Highway Design Projects

Highway Construction Projects

Highway Right–of–Way Acquisition Projects

Project Development

Highway Planning

Local Aid Projects

Public Transportation Projects

The unexpended balances as of June 30, 2004 of appropriations from the New Jersey Transportation Trust Fund Authority are appropriated.

Notwithstanding the provisions of subsection d. of section 21 of P.L. 1984, c.73 (C.27:1B–21), in order to provide the department with flexibility in administering the appropriations identified, the Commissioner may transfer funds among projects within the same general program heading subject to the approval of the Director of the Division of Budget and Accounting. The Commissioner shall apply to the Director of the Division of Budget and Accounting for permission to transfer funds among projects within different program headings. If the Director of the Division of Budget and Accounting shall consent thereto, the request to transfer funds among projects within different program headings shall be transmitted to the Legislative Budget and Finance Officer for approval or disapproval then returned to the Director of the Division of Budget and Accounting. The Joint Budget Oversight Committee or its successor shall be empowered to review all transfers submitted to the Legislative Budget and Finance Officer and may direct said Legislative Budget and Finance Officer to approve or disapprove any transfer.

60. TRANSPORTATION PROGRAMS

62. PUBLIC TRANSPORTATION

OBJECTIVES

1. To assure the availability to the public of a viable public transportation system which serves the needs of commuters, the elderly, the handicapped, and the disadvantaged, and to provide alternatives to the continuing increase in automobile reliance.
2. To continue and improve essential public transportation services through capital improvements.

PROGRAM CLASSIFICATIONS

04. **Railroad and Bus Operations.** Maintains essential public transportation services in the state by contracting for services, marketing efforts to increase use of these services, and capital improvements, including the purchase and rehabilitation of equipment and facilities. Elderly and handicapped programs permit eligible citizens to utilize passenger services for reduced fares during off–peak hours and provide special equipment to non–profit organizations to assist those who cannot use scheduled services.

EVALUATION DATA

	Actual FY 2002	Actual FY 2003	Revised FY 2004	Budget Estimate FY 2005
PROGRAM DATA				
Railroad and Bus Operations				
Bus Operations (including subsidized carriers)				
Average Daily Ridership	270,800	261,200	260,200	270,200
Total Cost per Trip per rider	$3.33	$3.65	$3.88	$3.87
Total Revenue per Trip per rider	$1.65	$1.70	$1.78	$1.69
Total Cost per Mile	$6.65	$7.57	$7.91	$8.02
Total Revenue per Mile	$3.29	$3.52	$3.62	$3.50
Revenue/Cost Ratio	43.0%	46.4%	45.8%	43.6%
Equipment				
Buses Operated by NJ Transit	2,103	2,109	2,158	2,158
Buses Leased to Private Carriers	978	994	1,031	1,031

	Actual FY 2002	Actual FY 2003	Revised FY 2004	Budget Estimate FY 2005
Rail Operations				
Average Daily Ridership	106,300	101,600	104,800	109,400
Total Cost per Trip per rider	$7.38	$8.98	$9.38	$9.26
Total Revenue per Trip per rider	$5.02	$5.05	$5.67	$5.39
Total Cost per Mile	$9.76	$10.70	$11.32	$11.58
Total Revenue per Mile	$6.65	$6.02	$6.85	$6.73
Revenue/Cost Ratio	61.6%	56.3%	60.5%	58.2%
Equipment				
Rail Passenger Cars	748	867	930	941
Locomotives	102	140	145	154
NJ Transit System				
Average Daily Ridership	377,100	363,800	366,100	380,800
Total Cost per Trip per rider	$4.47	$5.20	$5.55	$5.51
Total Revenue per Trip per rider	$2.60	$2.63	$2.89	$2.75
Total Cost per Mile	7.80	8.46	8.92	9.05
Total Revenue per Mile	$4.54	$4.28	$4.65	$4.52
Revenue/Cost Ratio (includes Corporate overhead)	51.00	50.60	52.10	49.90
PERSONNEL DATA				
Affirmative Action Data				
Male Minority	4,382	4,413	N/A	N/A
Male Minority %	43	43	N/A	N/A
Female Minority	1,663	1,654	N/A	N/A
Female Minority %	16	16	N/A	N/A
Total Minority	6,045	6,067	N/A	N/A
Total Minority %	60	59	N/A	N/A
Position Data				
Operating Positions				
Bus Operations	4,844	4,826	4,803	4,780
Rail Operations	3,233	3,454	3,458	3,472
Corporate Operations	1,297	1,356	1,377	1,296
Capital Operations	746	709	706	706
Total Positions	10,120	10,345	10,344	10,254

APPROPRIATIONS DATA
(thousands of dollars)

Year Ending June 30, 2003								Year Ending June 30, 2005	
Orig. & (S)Supplemental	Reapp. & (R)Recpts.	Transfers & (E)Emergencies	Total Available	Expended		Prog. Class.	2004 Adjusted Approp.	Requested	Recommended
					GRANTS-IN-AID				
					Distribution by Fund and Program				
1,213,001	—	—	1,213,001	1,213,001	Railroad and Bus Operations	04	1,304,027	1,342,200	1,342,200
1,213,001	—	—	*1,213,001*	*1,213,001*	*Total Grants-in-Aid*		*1,304,027*	*1,342,200*	*1,342,200*
					LESS:				
(528,884)	—	—	(528,884)	(528,884)	Farebox Revenue		(537,000)	(558,900)	(558,900)
(424,090)	—	(379)	(424,469)	(424,469)	Other Resources		(573,200)	(504,600)	(504,600)
(952,974)	—	*(379)*	*(953,353)*	*(953,353)*	*Total Income Deductions*		*(1,110,200)*	*(1,063,500)*	*(1,063,500)*
260,027	—	*-379*	*259,648*	*259,648*	*Total State Appropriation*		*193,827*	*278,700*	*278,700*

Year Ending June 30, 2003							Year Ending June 30, 2005	
Orig. & (S)Supplemental	Reapp. & (R)Recpts.	Transfers & (E)Emergencies	Total Available	Expended		Prog. Class.	2004 Adjusted Approp.	Requested	Recommended
					GRANTS-IN-AID				
					Distribution by Fund and Object				
					Personal Services:				
747,545	—	—	747,545	747,545	Salaries and Wages		788,614	805,200	805,200
747,545	---	---	*747,545*	*747,545*	*Total Personal Services*		*788,614*	*805,200*	*805,200*
180,068	—	—	180,068	180,068	Materials and Supplies		188,644	195,900	195,900
78,281	—	—	78,281	78,281	Services Other Than Personal		81,605	85,200	85,200
					Special Purpose:				
2,050	—	—	2,050	2,050	Leases and Rentals	04	2,397	2,400	2,400
117,274	—	—	117,274	117,274	Purchased Transportation	04	143,245	151,400	151,400
16,547	—	—	16,547	16,547	Insurance and Claims	04	27,208	28,900	28,900
71,236	—	—	71,236	71,236	Tolls, Taxes, and Other Operating Expenses	04	72,314	73,200	73,200
					LESS:				
(952,974)	---	*(379)*	*(953,353)*	*(953,353)*	*Income Deductions*		*(1,110,200)*	*(1,063,500)*	*(1,063,500)*
					STATE AID				
					Distribution by Fund and Program				
24,934	—	—	24,934	24,934	Railroad and Bus Operations	04	25,458	25,287	25,287
24,934	---	---	*24,934*	*24,934*	*(From Casino Revenue Fund)*		*25,458*	*25,287*	*25,287*
24,934	---	---	***24,934***	***24,934***	***Total State Aid***		***25,458***	***25,287***	***25,287***
24,934	---	---	*24,934*	*24,934*	*(From Casino Revenue Fund)*		*25,458*	*25,287*	*25,287*
					Distribution by Fund and Object				
					State Aid:				
24,934	—	—	24,934	24,934	Transportation Assistance for Senior Citizens and Disabled Residents (CRF)	04	25,458	25,287	25,287
284,961	---	***-379***	***284,582***	***284,582***	***Grand Total State Appropriation***		***219,285***	***303,987***	***303,987***
					OTHER RELATED APPROPRIATIONS				
					Special Transportation Trust Fund				
528,000	667	—	528,667	528,667	Trust Fund Authority—Revenues and other funds available for new projects	60	618,200	509,000	509,000
528,000	***667***	---	***528,667***	***528,667***	***Total Special Transportation Trust Fund***		***618,200***	***509,000***	***509,000***
812,961	***667***	***-379***	***813,249***	***813,249***	***GRAND TOTAL ALL FUNDS***		***837,485***	***812,987***	***812,987***

Notes — Direct State Services – General Fund

The remainder of the Department's capital program is reflected on the lines entitled "Trust Fund Authority" in the State and Local Highway Facilities (61) statewide program, as well as the "Total Capital Construction" line in State Highway Facilities (61).

Language Recommendations — State Aid – Casino Revenue Fund

The unexpended balance as of June 30, 2004 in this account is appropriated.

Counties which provide para-transit services for sheltered workshop clients may seek reimbursement for such services pursuant to P.L.1987, c.455 (C.34:16-51 et seq.).

60. TRANSPORTATION PROGRAMS

64. REGULATION AND GENERAL MANAGEMENT

OBJECTIVES

1. To assure the continuation of freight service on certain light density rail lines which serve business and industry having local or regional importance to the people of New Jersey.
2. To review access permits for the purpose of analyzing transportation impacts both locally and regionally.
3. To promote an orderly and progressive development of the airport system to meet growing air traffic needs; improve the quality of aeronautical facilities; promote flight safety; conduct noise abatement programs; and promote air transportation.

PROGRAM CLASSIFICATIONS

05. **Access and Use Management.** Responsible for coordinating with the various modal constituencies the non-highway, non-transit capital programs, and administering the Department's regulatory programs. Through the Division of Aeronautics and Freight Services, administers the airport development and aviation safety programs under the New Jersey Airport Safety Act of 1983; manages the Airport Safety and Zoning program under the Airport Safety and Zoning Act of 1983; licenses and inspects all aeronautical facilities in the state; conducts aviation education and safety awareness programs; and maintains regional liaison programs for municipalities, residents, and the aviation community. The Bureau of Ports, Terminals, and Freight Services administers the rail-freight capital assistance program and the rail systems plan; develops expertise in intermodal and marine transportation as they relate to ports and harbors; and maintains liaison with motor carrier and rail freight communities.

99. **Administration and Support Services.** Manages the activities of the Department; coordinates communication with other agencies, the public, various levels of government and their elected officials; provides leadership, controls operations and executes plans for the construction, rehabilitation and maintenance of the State's highways, roads and bridges; plans for and authorizes safety grants to meet public aeronautical needs. The Office of the Inspector General investigates and analyses all departmental units to ensure compliance with all management controls including accounting, fiscal and administrative policies and procedures.

The Office of Appeals and Hearings conducts Department level grievance and disciplinary action and appeal hearings and ensures that employee health and safety rights are protected in accordance with existing legislation, rules and regulations. The Division of Civil Rights and Affirmative Action, which plans, directs, organizes and coordinates the civil rights effort as mandated by the Civil Rights Act of 1964, ensures that the employment practices of all contractors and sub-contractors of the NJDOT comply with federal and State equal employment opportunity laws and establishes affirmative action goals for the Department. The Office of Transportation Policy coordinates transportation policy across all modes and agencies.

The Assistant Commissioner for Finance and Administration administers the financial records and fiscal controls in accordance with Department, State and federal regulations and sound financial management principles and provides management with financial guidance and support services for the efficient operation of the Department. Fiscal management objectives are met through the more specific operating objectives of the Division of Budget and Management Support and the Division of Accounting and Auditing. The Bureau of Management Information Systems coordinates all management information systems. The Division of Human Resources ensures that all personnel services are properly rendered in accordance with Department needs, Civil Service rules and regulations and union agreements. The Division of Procurement controls, administers and supervises the purchase and procurement of all commodities, services and contracts required by the Department.

EVALUATION DATA

	Actual FY 2002	Actual FY 2003	Revised FY 2004	Budget Estimate FY 2005
PROGRAM DATA				
Access and Use Management				
Responses to aircraft incidents	50	57	60	60
Aviation facilities development projects	22	25	10	15
Administration and Support Services				
EEO & Affirmative Action investigations	27	32	30	35
PERSONNEL DATA				
Affirmative Action Data				
Male Minority	632	713	748	756
Male Minority %	17.6	17.6	18.4	18.5
Female Minority	161	233	244	247
Female Minority %	4.5	5.8	6.0	6.1
Total Minority	793	946	992	1,003
Total Minority %	22.1	23.4	24.4	24.6

	Actual FY 2002	Actual FY 2003	Revised FY 2004	Budget Estimate FY 2005
Position Data				
Filled Positions by Funding Source				
State Supported	365	367	362	334
Federal	52	45	48	78
Total Positions	417	412	410	412
Filled Positions by Program Class				
Access and Use Management	45	43	43	46
Management and Administrative Services	372	369	367	366
Total Positions	417	412	410	412

Notes:

Actual payroll counts are reported for fiscal years 2002 and 2003 as of December and revised fiscal year 2004 as of September. The Budget Estimate for fiscal year 2005 reflects the number of positions funded.

APPROPRIATIONS DATA
(thousands of dollars)

Year Ending June 30, 2003								Year Ending June 30, 2005	
Orig. & (S)Supplemental	Reapp. & (R)Recpts.	Transfers & (E)Emergencies	Total Available	Expended		Prog. Class.	2004 Adjusted Approp.	Requested	Recommended
					DIRECT STATE SERVICES				
					Distribution by Fund and Program				
1,296	57	−8	1,345	1,331	Access and Use Management	05	1,297	1,297	1,297
9,434	—	638	10,072	10,016	Administration and Support Services	99	4,312	4,112	4,112
10,730	*57*	*630*	*11,417*	*11,347*	*Total Direct State Services*		*5,609* [a]	*5,409*	*5,409*
					Distribution by Fund and Object				
					Personal Services:				
3,205	—	−173	3,032	3,012	Salaries and Wages		1,489	1,289	1,289
3,205	*—*	*−173*	*3,032*	*3,012*	*Total Personal Services*		*1,489*	*1,289*	*1,289*
424	—	−16	408	392	Materials and Supplies		288	288	288
5,136	—	48	5,184	5,159	Services Other Than Personal		1,986	1,986	1,986
189	—	680	869	869	Maintenance and Fixed Charges		70	70	70
					Special Purpose:				
—	57 R	−57	—	—	Placarded Rail Freight Car Fees	05	—	—	—
965	—	—	965	965	Airport Safety Fund Administration	05	965	965	965
461	—	—	461	455	Affirmative Action and Equal Employment Opportunity	99	461	461	461
350	—	145	495	493	Office of Maritime Resources	99	350	350	350
—	—	3	3	2	Additions, Improvements and Equipment		—	—	—
					GRANTS-IN-AID				
					Distribution by Fund and Program				
—	2,002	41	2,043	987	Access and Use Management	05	—	—	—
—	*2,002*	*41*	*2,043*	*987*	*Total Grants-in-Aid*		*—*	*—*	*—*
					Distribution by Fund and Object				
					Grants:				
—	1,992	41	2,033	987	Airport Safety Fund	05	—	—	—
—	10	—	10	—	Airport Loan Program	05	—	—	—
10,730	*2,059*	*671*	*13,460*	*12,334*	*Grand Total State Appropriation*		*5,609*	*5,409*	*5,409*

Year Ending June 30, 2003								Year Ending June 30, 2005	
Orig. & (S)Supplemental	Reapp. & (R)Recpts.	Transfers & (E)Emergencies	Total Available	Expended		Prog. Class.	2004 Adjusted Approp.	Requested	Recommended
					OTHER RELATED APPROPRIATIONS				
					Federal Funds				
28,308	8,996	−2,157	35,147	13,734	Access and Use Management	05	28,308	28,308	28,308
28,308	*8,996*	*−2,157*	*35,147*	*13,734*	*Total Federal Funds*		*28,308*	*28,308*	*28,308*
					All Other Funds				
—	399 110 R	—	509	257	Access and Use Management	05	956	956	956
—	20 977 R	93	1,090	24	Administration and Support Services	99	—	—	—
—	*1,506*	*93*	*1,599*	*281*	*Total All Other Funds*		*956*	*956*	*956*
39,038	*12,561*	*−1,393*	*50,206*	*26,349*	*GRAND TOTAL ALL FUNDS*		*34,873*	*34,673*	*34,673*

Notes — Direct State Services – General Fund

(a) The fiscal year 2004 appropriation has been adjusted for the allocation of salary program in accordance with the provisions of P.L. 2003, c.122 (Fiscal Year 2004 Appropriations Act).

Language Recommendations — Direct State Services – General Fund

The unexpended balance as of June 30, 2004 and the reimbursements in the department's Stock Purchase Revolving Fund for the purchase of materials and supplies required for the operation of the department are appropriated.

Receipts in excess of the amount anticipated derived from outdoor advertising application and permit fees are appropriated for the purpose of administering the Outdoor Advertising Permit and Regulation program, subject to the approval of the Director of the Division of Budget and Accounting.

The unexpended balance as of June 30, 2004 in the Airport Safety Fund account together with any receipts in excess of the amount anticipated are appropriated.

Notwithstanding any other provision of law, the amount hereinabove for the Airport Safety Fund is payable out of the "Airport Safety Fund" established pursuant to section 4 of P.L. 1983, c. 264 (C. 6:1−92) and is available for salary and operational costs incurred by the Bureau of Aeronautics in the administration of loans or grants; the acquisition of airports lands or rights in lands; the operation or provision of any program or activity which promotes aviation safety, promotes aviation education, or provides for the promotion of aeronautics; and for those aviation purposes which the department is empowered to undertake pursuant to the "New Jersey Airport Safety Act of 1983," P.L.1983, c.264 (C.6:1−89 et. Seq.) or under Title 6 and Title 27 of the Revised Statutes. If receipts to that fund are less than anticipated, the appropriation shall be reduced proportionately.

Receipts derived from fees on placarded rail freight cars transporting hazardous materials in this State are appropriated to defray the expenses of the Placarded Rail Freight Car Transporting Hazardous Materials program, subject to the approval of the Director of the Division of Budget and Accounting.

Language Recommendations — Grants−In−Aid – General Fund

The unexpended balance as of June 30, 2004 in the Airport Safety Fund account together with any receipts in excess of the amount anticipated are appropriated.

DEPARTMENT OF THE TREASURY

OVERVIEW

Organizationally, the Department of Treasury includes not only the State's traditional financial oversight and purchasing functions but also higher education services, information technology services, and a number of in–but–not–of boards and agencies which receive funding through the State Budget, including: the Economic Development Authority, the Motion Picture and Television Development Commission, the Commerce and Economic Growth Commission, the Commission on Science and Technology, the Board of Public Utilities, the Office of Administrative Law, the Ratepayer Advocate, the Casino Control Commission, the Office of the Public Defender, and the State Legal Services Office. A complete description of the goals and objectives of these programs and agencies can be found on their respective budget pages.

The mission of the Department of the Treasury itself is to formulate and manage the State's Budget, generate and collect revenues, disburse the appropriations used to operate New Jersey state government, manage the State's physical and financial assets, and provide statewide support services to state and local government agencies as well as the citizens of our state.

The Department's overriding goal is to ensure the most beneficial use of fiscal resources and revenues to meet critical needs, all within a policy framework set by the Governor. Its objectives are to provide current, relevant financial information for management and the public to consider; administer the tax laws of the State to maximize the collection of tax revenue; enhance revenue collection through integrated receipts processing and aggressive management of public accounts receivable; provide for a centralized purchasing system for goods and services; plan, program, design, and supervise the construction of buildings and facilities for the various State agencies; invest and reinvest funds of the various State agencies and pension funds as effectively as possible; administer all employee benefit programs at minimum cost; provide risk management, loss prevention, and claims services and management of the fire and casualty insurance program to all State agencies; and operate a central motor pool fleet at the lowest possible cost and in the safest manner.

Fiscal 2005 Budget Highlights

The Fiscal 2005 Budget for the Department of Treasury totals $2.30 billion, an increase of $26.0 million, or 1.1%, over the fiscal 2004 adjusted appropriation of $2.27 billion.

The Division of Taxation within the Department of Treasury anticipates a savings of nearly $2 million in fiscal 2005 by accelerating its ongoing effort to convert to a paperless tax filing system. Improvements in technology and computer programming will provide alternate means of filing, resulting in reduced printing, postage, and processing costs. New regulations mandate web/electronic filing and payment of Quarterly Employer (Form NJ–927) forms, as well as Business Entity reports. Electronic filing thresholds will be lowered for the Wage Report (Form WR–30) from 50 employees to 5 employees, and the threshold to pay taxes by electronic fund transfer will be lowered from $20,000 to $10,000. The widespread availability of tax completion software has led to a diminished need for a full NJ–1040 packet, therefore the mailing of about 2.7 million postcards used to provide mailing labels and PIN numbers will be eliminated. Due in part to the use of bar code processing, the annual mailing of 400,000 Corporation Business Tax booklets will be entirely eliminated, and the creation of a telefile system will enable the State to phase–out the annual mailing of sales tax returns and booklets.

With regard to the Governor's initiative on Smart Growth and the Environment, Treasury initiated a pilot program for solar energy at the New Jersey State Museum. This initiative advances the use of renewable energy and reduces the amount of electricity the State must purchase for the Museum. In addition to its environmental benefits, installing solar panels on the Museum is anticipated to save $218,000 over five years in energy and maintenance costs. Once completed, the project will showcase the tangible steps New Jersey has taken to be a leader in the use of renewable energy in the public sector.

Property Tax Relief

Even in this current era of fiscal austerity, the Fiscal 2005 Budget continues to provide significant property tax relief funding directly to local taxpayers. Because of the State's commitment to provide property tax relief to its citizens, fiscal 2005 direct taxpayer relief programs will total approximately $1.34 billion.

Included in the fiscal 2005 recommendation for direct tax relief is a continuation of the NJ SAVER program at $299.6 million. Eligibility for NJ SAVER checks remains unchanged from fiscal 2004, thus enabling households with up to $200,000 in income to claim rebates. NJ SAVER checks will remain at last year's level, averaging $250 in direct relief. The fiscal 2005 Homestead Rebate program, which is funded at $517.7 million, will provide direct property tax relief to qualified senior/disabled homeowners and all qualified tenants with taxable incomes of $100,000 or less and qualified non–senior homeowners with taxable incomes of $40,000 or less at the fiscal 2004 maximum rebate amount of $775. During fiscal 2005, the Senior Tax Freeze is funded at $48 million. Income eligibility thresholds have been increased from $39,475 to $40,028 for singles and $48,404 to $49,082 for married couples. The fiscal 2005 Senior Tax Freeze will provide rebates to eligible claimants for property tax increases that occurred between a claimant's base year and tax year 2002.

Department Accomplishments

In keeping with Governor McGreevey's emphasis on fiscal responsibility, the Treasury Department has initiated a review by an outside firm to analyze and interpret specific leases identified by the State, review escalation claims, conduct site visits, and to uncover and recover any excessive charges or billing errors. In a separate review, Treasury initiated a utility audit of six large State agency electricity accounts to analyze and recover any savings that may be found from billing errors or erroneous charges. In both cases, the firms will be compensated with a percentage of recoveries, so there is no direct cost to the taxpayer.

Treasury has also streamlined the procurement of travel tickets for out–of–state business travel as well as the procurement of copy machines and cell phones. By eliminating unnecessary levels of review and maximizing the use of technologies such as the Internet, State agencies will work within strict travel regulations and public purchasing laws to secure tickets and equipment at the lowest available prices and thereby save time, effort, and most importantly, taxpayer money.

Treasury has received 2002 and 2003 National Green Power Leadership Awards for our global energy contracts. These contracts absolve agencies from having to negotiate and administer their own energy agreements and provide more economical rates by combining the State's purchasing power in the deregulated energy industry. In fiscal 2004, the estimated cost avoidance from these contracts was over $5 million. The contracts also include provisions to mandate the purchase of 12% of energy from non–polluting, renewable resources.

In–but–not–of agencies that had significant changes in the Fiscal 2005 Budget recommendation are described below:

Commerce and Economic Growth Commission

The Commerce and Economic Growth Commission was created in 1998 out of what was previously the Department of Commerce and Economic Development. The Commission's main focus is on the attraction, expansion, and retention of businesses in New Jersey. In addition, the Commission maintains an active role in fostering international trade with New Jersey businesses. The Commerce and Economic Growth Commission also actively promotes the tourism industry, the State's second largest industrial sector.

The Budget recommendation for the Commerce and Economic Growth Commission is $20.8 million in fiscal 2005, an increase of $5.0 million. This growth is attributable to increased Advertising and Promotion funding of $3.2 million resulting from the statutory dedication of revenue from the hotel/motel tax and funding for the Travel and Tourism Cooperative Marketing Program of $1.8 million.

Office of the Public Defender

In fiscal year 2005, the recommended appropriation for the Office of the Public Defender (OPD) is $80.2 million, which represents a decrease of $16,000 from the fiscal year 2004 adjusted appropriation. This is attributable to a reduction in the OPD's line of credit payment. More importantly, additional funding will be provided from the Division of Youth and Family Services for new staff and related operational costs associated with Child Welfare Reform. The OPD is constitutionally mandated to provide legal representation for indigent defendants. This level of funding ensures that the constitutional guarantees of counsel in criminal cases are met.

State Legal Services Office

An increase of $2 million is recommended for the State Legal Services Office in fiscal 2005, providing 17% more than the fiscal 2004 grant appropriation of $12 million. Due to a decline in trust fund–related resources attributable to the drop in interest rates, this increase is necessary to maintain staff and civil legal services for approximately 50,000 low income New Jersey residents.

Higher Education System

The Department of Treasury budget also contains appropriations supporting certain higher educational services, including support to independent institutions, aid to county colleges, and miscellaneous higher education grant and capital programs.

There are 14 independent institutions in New Jersey that receive funding through the Independent College and University Assistance Act and participate in other State–funded programs, including facilities bond funds, programs for special student populations, and student grant, scholarship, and loan programs. The Fiscal 2005 Budget recommends funding to the independent colleges and universities in the amount of $23.3 million for direct operating aid, an increase of $500,000 over the fiscal 2004 funding level.

The county college system is composed of 19 institutions that provide access to higher education for a broad range of New Jersey residents, many of whom might otherwise be denied the benefit of a college education. Total services and recommended funding for the county colleges, including operating aid, fringe benefits, and debt service funding, is $220.1 million for fiscal 2005, an increase of $6.1 million from fiscal 2004. Of this amount, $8 million will be funded from the Department of Labor Supplemental Workforce Fund for Basic Skills. Direct aid to the county colleges of $162.6 million is an increase of $2 million over the fiscal 2004 funding level.

County colleges are eligible to participate in the Chapter 12 bond program, a $330 million self–renewing capital funding mechanism specifically for these institutions. Counties or eligible authorities issue bonds for new construction, acquisition, expansion, or capital renewal or replacement, and the State shares the debt service equally with the counties. In fiscal 2005, debt service payments by the State are anticipated to be $28 million. This is an increase of $3.2 million over the fiscal 2004 projected debt service. The Fiscal 2005 Budget provides for an increase in the cap on total Chapter 12 borrowing by $100 million, from $330 million to $430 million.

In fiscal 2005, support is continued for debt service costs of a variety of valuable higher education capital programs, including the $550 million Higher Education Capital Improvement Program, the $100 million Equipment Leasing Fund, the $55 million Higher Education Technology Infrastructure Bond Fund, the $220 million Higher Education Facilities Trust Fund, and the $90 million Dormitory Safety Trust Fund. Debt service for these programs in fiscal 2005 is recommended at $84.3 million, an increase of $5.3 million dollars over fiscal 2004.

On January 4, 2004, Governor McGreevey signed New Jersey's Stem Cell Bill into law. New Jersey is now the second state in the nation to legalize this groundbreaking research that offers the possibility, according to the National Institutes of Health, to provide treatment for those with Parkinson's and Alzheimer's diseases, spinal cord injury, stroke, heart disease, diabetes, and many other diseases. An initial $10 million public–private Stem Cell Fund will be created this year to begin planning and recruitment of top researchers from around the world. This Budget provides $6.5 million of State funding with the remaining $3.5 million of funding provided through a variety of sources, such as the National Institutes of Health and private grants from corporations. A public–private partnership will be created to oversee the development of the Institute, whose budget is expected to grow to more than $50 million over the next five years.

The New Jersey Stem Cell Institute will be jointly operated by the University of Medicine and Dentistry of New Jersey and Rutgers University and will be based in a new facility to be built in New Brunswick. The Institute will be one of the first of its kind in the country and the first to form a real partnership between research universities, a medical school, and private interests.

Various other agencies and commissions within the Department of Treasury are either funded at the same level as in fiscal 2004 or have proposed funding changes in fiscal 2005 that are negligible.

DEPARTMENT OF THE TREASURY

SUMMARY OF APPROPRIATIONS BY FUND

(thousands of dollars)

Year Ending June 30, 2003						Year Ending June 30, 2005		
Orig. & (S)Supplemental	Reapp. & (R)Recpts.	Transfers & (E)Emergencies	Total Available	Expended		2004 Adjusted Approp.	Requested	Recommended
373,033	61,276	−3,536	430,773	388,558	Direct State Services	370,476	351,598	351,598
185,837	21,164	−17,937	189,064	181,929	Grants−In−Aid	211,022	233,795	228,011
233,366	—	—	233,366	224,236	State Aid	265,832	305,855	282,355
5,500	7,711	2,746	15,957	10,014	Capital Construction	—	—	—
393,842	—	−40,286	353,556	353,552	Debt Service	374,428	381,265	381,265
1,191,578	90,151	−59,013	1,222,716	1,158,289	Total General Fund	1,221,758	1,272,513	1,243,229
1,358,288	5,717	7	1,364,012	1,301,484	Total Property Tax Relief Fund	1,025,119	1,029,645	1,029,645
26,938	1,301	—	28,239	25,674	Total Casino Control Fund	27,901	27,901	27,901
34,669	—	—	34,669	34,669	Total Casino Revenue Fund	—	—	—
2,611,473	*97,169*	*−59,006*	*2,649,636*	*2,520,116*	*GRAND TOTAL*	*2,274,778*	*2,330,059*	*2,300,775*

SUMMARY OF APPROPRIATIONS BY PROGRAM

(thousands of dollars)

Year Ending June 30, 2003						Year Ending June 30, 2005		
Orig. & (S)Supplemental	Reapp. & (R)Recpts.	Transfers & (E)Emergencies	Total Available	Expended		2004 Adjusted Approp.	Requested	Recommended
					DIRECT STATE SERVICES − GENERAL FUND			
					Economic Planning and Development			
406	—	30	436	436	Economic Development	452	452	452
—	600	120	720	630	New Jersey Commission on Science and Technology	—	—	—
406	*600*	*150*	*1,156*	*1,066*	*Subtotal*	*452*	*452*	*452*
					Economic Regulation			
5,734	296	158	6,188	5,243	Ratepayer Advocacy	5,871	5,871	5,871
7,344	1,634	−657	8,321	7,045	Utility Regulation	7,529	7,529	7,529
1,830	664	−346	2,148	1,882	Regulation of Cable Television	1,926	1,926	1,926
1,917	—	−253	1,664	1,463	Energy Assistance Programs	1,591	1,591	1,591
3,264	1,001	−551	3,714	3,540	Regulatory Support Services	3,264	3,264	3,264
8,294	3,180	−92	11,382	10,022	Administration and Support Services	8,846	8,631	8,631
28,383	*6,775*	*−1,741*	*33,417*	*29,195*	*Subtotal*	*29,027*	*28,812*	*28,812*
					Governmental Review and Oversight			
637	—	442	1,079	1,077	Employee Relations and Collective Negotiations	555	555	555
20,437	11,030	−2,609	28,858	28,360	Office of Management and Budget	19,628	19,527	19,527
21,074	*11,030*	*−2,167*	*29,937*	*29,437*	*Subtotal*	*20,183*	*20,082*	*20,082*
					Financial Administration			
88,709	17,801	−921	105,589	93,119	Taxation Services and Administration	91,993	88,272	88,272
21,662	284	−76	21,870	21,868	Administration of State Lottery	21,491	21,491	21,491
40,556	6,965	−100	47,421	39,395	Administration of State Revenues	37,309	27,819	27,819
6,307	173	30	6,510	6,410	Management of State Investments	6,620	6,620	6,620
4,703	224	197	5,124	4,703	Commercial Recording	4,703	4,703	4,703
161,937	*25,447*	*−870*	*186,514*	*165,495*	*Subtotal*	*162,116*	*148,905*	*148,905*

Year Ending June 30, 2003						Year Ending June 30, 2005		
Orig. & (S)Supple-mental	Reapp. & (R)Recpts.	Transfers & (E)Emer-gencies	Total Available	Expended		2004 Adjusted Approp.	Requested	Recom-mended
					General Government Services			
468	—	—	468	304	Garden State Preservation Trust	468	468	468
13,929	137	795	14,861	13,670	Purchasing and Inventory Management	13,277	8,505	8,505
31,625	14,043	54	45,722	33,163	Pensions and Benefits	31,798	31,635	31,635
14,207	877	250	15,334	14,722	Property Management and Construction – Property Management Services	13,538	13,338	13,338
1,826	523	—	2,349	2,344	Risk Management	1,807	1,807	1,807
5,060	13	−728	4,345	4,343	Adjudication of Administrative Appeals	5,260	5,260	5,260
67,115	*15,593*	*371*	*83,079*	*68,546*	*Subtotal*	*66,148*	*61,013*	*61,013*
					Management and Administration			
1,579	19	75	1,673	1,662	Contract Compliance and Equal Employment Opportunity in Public Contracts	1,613	1,613	1,613
10,719	1,258	3,705	15,682	15,250	Administration and Support Services	10,673	10,473	10,473
12,298	*1,277*	*3,780*	*17,355*	*16,912*	*Subtotal*	*12,286*	*12,086*	*12,086*
					Protection of Citizens' Rights			
7,617	5	512	8,134	7,977	Appellate Services to Indigents	7,957	7,957	7,957
65,952	489	−927	65,514	64,440	Trial Services to Indigents and Special Programs	66,455	66,439	66,439
3,161	52	−345	2,868	2,720	Mental Health Screening Services	3,222	3,222	3,222
342	—	28	370	343	Dispute Settlement	343	343	343
2,500	—	−2,500	—	—	Public Advocate	—	—	—
2,248	8	173	2,429	2,427	Administration and Support Services	2,287	2,287	2,287
81,820	*554*	*−3,059*	*79,315*	*77,907*	*Subtotal*	*80,264*	*80,248*	*80,248*
373,033	***61,276***	***−3,536***	***430,773***	***388,558***	***Subtotal Direct State Services – General Fund***	***370,476***	***351,598***	***351,598***
					DIRECT STATE SERVICES – CASINO CONTROL FUND			
					Financial Administration			
26,938	1,301	—	28,239	25,674	Administration of Casino Gambling	27,901	27,901	27,901
26,938	***1,301***	—	***28,239***	***25,674***	***Subtotal Direct State Services – Casino Control Fund***	***27,901***	***27,901***	***27,901***
399,971	***62,577***	***−3,536***	***459,012***	***414,232***	***TOTAL DIRECT STATE SERVICES***	***398,377***	***379,499***	***379,499***
					GRANTS–IN–AID – GENERAL FUND			
					Higher Educational Services			
26,697	85	—	26,782	25,663	Support to Independent Institutions	24,159	30,111	24,659
71,210	18,583	−16,997	72,796	68,897	Miscellaneous Higher Education Programs	80,075	89,393	89,061
97,907	*18,668*	*−16,997*	*99,578*	*94,560*	*Subtotal*	*104,234*	*119,504*	*113,720*
					Economic Planning and Development			
50,890	—	−820	50,070	50,070	Economic Development	15,948	21,451	21,451
13,869	1,944	−120	15,693	13,628	New Jersey Commission on Science and Technology	8,000	8,000	8,000
64,759	*1,944*	*−940*	*65,763*	*63,698*	*Subtotal*	*23,948*	*29,451*	*29,451*
					Economic Regulation			
11,171	—	—	11,171	11,171	Energy Assistance Programs	70,840	70,840	70,840

Year Ending June 30, 2003						Year Ending June 30, 2005		
Orig. & (S)Supplemental	Reapp. & (R)Recpts.	Transfers & (E)Emergencies	Total Available	Expended		2004 Adjusted Approp.	Requested	Recommended
					Management and Administration			
—	552	—	552	500	Administration and Support Services	—	—	—
					Protection of Citizens' Rights			
12,000	—	—	12,000	12,000	Trial Services to Indigents and Special Programs	12,000	14,000	14,000
185,837	*21,164*	*−17,937*	*189,064*	*181,929*	*Subtotal Grants−In−Aid − General Fund*	*211,022*	*233,795*	*228,011*
					GRANTS−IN−AID − PROPERTY TAX RELIEF FUND			
					State Subsidies and Financial Aid			
537,329	150	—	537,479	527,718	Homestead Rebates	540,663	565,663	565,663
679,142	42	—	679,184	630,776	Direct Tax Relief	324,648	299,648	299,648
1,216,471	*192*	—	*1,216,663*	*1,158,494*	*Subtotal*	*865,311*	*865,311*	*865,311*
1,216,471	*192*	—	*1,216,663*	*1,158,494*	*Subtotal Grants−In−Aid − Property Tax Relief Fund*	*865,311*	*865,311*	*865,311*
					GRANTS−IN−AID − CASINO REVENUE FUND			
					Economic Regulation			
34,669	—	—	34,669	34,669	Energy Assistance Programs	—	—	—
34,669	—	—	*34,669*	*34,669*	*Subtotal Grants−In−Aid − Casino Revenue Fund*	—	—	—
1,436,977	*21,356*	*−17,937*	*1,440,396*	*1,375,092*	*TOTAL GRANTS−IN−AID*	*1,076,333*	*1,099,106*	*1,093,322*
					STATE AID − GENERAL FUND			
					Higher Educational Services			
164,463	—	—	164,463	157,595	Aid to County Colleges	184,111	207,575	184,075
					State Subsidies and Financial Aid			
1,441	—	—	1,441	1,388	County Boards of Taxation	1,481	1,481	1,481
64,748	—	—	64,748	62,539	Locally Provided Services	67,868	63,970	63,970
2,714	—	—	2,714	2,714	Consolidated Police and Firemen's Pension Fund	12,372	32,829	32,829
68,903	—	—	*68,903*	*66,641*	*Subtotal*	*81,721*	*98,280*	*98,280*
233,366	—	—	*233,366*	*224,236*	*Subtotal State Aid − General Fund*	*265,832*	*305,855*	*282,355*
					STATE AID − PROPERTY TAX RELIEF FUND			
					Higher Educational Services			
17,462	5,525	—	22,987	22,788	Aid to County Colleges	24,862	28,045	28,045
					State Subsidies and Financial Aid			
95,719	—	7	95,726	91,744	Reimbursement of Senior/Disabled Citizens' and Veterans' Tax Deductions	109,000	109,000	109,000
28,636	—	—	28,636	28,458	Consolidated Police and Firemen's Pension Fund	25,946	27,289	27,289
124,355	—	*7*	*124,362*	*120,202*	*Subtotal*	*134,946*	*136,289*	*136,289*

Year Ending June 30, 2003						Year Ending June 30, 2005		
Orig. & (S)Supplemental	Reapp. & (R)Recpts.	Transfers & (E)Emergencies	Total Available	Expended		2004 Adjusted Approp.	Requested	Recommended
141,817	*5,525*	*7*	*147,349*	*142,990*	*Subtotal State Aid - Property Tax Relief Fund*	*159,808*	*164,334*	*164,334*
375,183	*5,525*	*7*	*380,715*	*367,226*	*TOTAL STATE AID*	*425,640*	*470,189*	*446,689*
					CAPITAL CONSTRUCTION			
					Economic Regulation			
—	21	-20	1	—	Administration and Support Services	—	—	—
					General Government Services			
—	3,993	—	3,993	2,011	Property Management and Construction - Property Management Services	—	—	—
5,500	3,697	2,766	11,963	8,003	Office of Information Technology	—	—	—
5,500	*7,690*	*2,766*	*15,956*	*10,014*	*Subtotal*	---	---	---
5,500	*7,711*	*2,746*	*15,957*	*10,014*	*Subtotal Capital Construction*	—	—	—
2,217,631	*97,169*	*-18,720*	*2,296,080*	*2,166,564*	*TOTAL APPROPRIATION*	*1,900,350*	*1,948,794*	*1,919,510*

30. EDUCATIONAL, CULTURAL AND INTELLECTUAL DEVELOPMENT

36. HIGHER EDUCATIONAL SERVICES

PROGRAM CLASSIFICATIONS

47. **Support to Independent Institutions.** The Independent College and University Assistance Act (N.J.S.18A:72B-15 et seq.) provides financial assistance to fourteen eligible New Jersey independent colleges and universities. This funding is based on the number of New Jersey students enrolled at these institutions, which helps to ensure that this valuable sector of the State's system of higher education will continue to provide educational opportunities for New Jersey citizens.

48. **Aid to County Colleges.** The New Jersey system of community colleges was established by statute in 1962 (N.J.S.18A:64A-1 et seq.). The first county colleges were opened four years later in Atlantic, Cumberland, Middlesex, and Ocean counties. Today there are 19 institutions: one community college in each of 17 counties, a bi-county college serving Somerset and Hunterdon counties, and a bi-county college serving Atlantic and Cape May counties. They enroll more than 200,000 full-time and part-time credit students, 100,000 non-credit students, and 50,000 employees through customized training annually. These institutions provide access to higher education for a broad range of New Jersey residents who would otherwise be denied the advantages associated with a college education.

    State aid is appropriated for county college operational costs and is distributed among the institutions by the State in consultation with the Council of County Colleges. The distribution is based on a formula that includes foundation aid, enrollment funding, and access funding. Aid in amounts not to exceed one-half of project costs may also be provided for capital projects under P.L. 1971, Chapter 12. In addition, some fringe benefit costs of certain county college employees are paid by the State.

49. **Miscellaneous Higher Education Programs.** Includes four key programs that assist New Jersey's institutions of higher education, both public and private, in keeping pace with technological changes and responding to industry and work force needs. The $55 million Higher Education Technology Bond fund provides support for critical technology needs and complements the State's other facility and equipment bond funds. The Equipment Leasing Fund Act (P.L. 1993, c. 136) established a $100 million fund to finance the purchase of scientific, engineering, technical, computer, communications, and instructional equipment. The State pays three-quarters of the debt service on Equipment Leasing Fund bonds, and the colleges pay the remaining share. The Higher Education Facilities Trust Fund Act (P.L. 1993, c. 375) established a $220 million fund to finance the construction, renovation or improvement of instructional, laboratory, communication, and research facilities. The State pays the entire cost of debt service on Higher Education Facilities Trust Fund bonds.

    The $550 million Higher Education Capital Improvement Fund is designed to address the issues of renewal, renovation, improvement, expansion, construction and reconstruction of facilities and technology infrastructure (P.L. 1999, c.217). The Educational Facilities Authority (EFA) issues bonds to finance these projects, with the debt service supported by State appropriations. The State pays two-thirds of the debt service for public institutions and one-half of the debt service for independent institutions.

    The Dormitory Safety Trust Fund (P.L. 2000, c. 56) provides loans to eligible public or private secondary schools, military schools or boarding schools, and public or private institutions of higher education to install automatic fire suppression systems. Funds for the trust were provided from the issuance of $90 million in State bonds.

APPROPRIATIONS DATA
(thousands of dollars)

Year Ending June 30, 2003							Year Ending June 30, 2005	
Orig. & (S)Supplemental	Reapp. & (R)Recpts.	Transfers & (E)Emergencies	Total Available	Expended		Prog. Class.	2004 Adjusted Approp.	Requested	Recommended
					GRANTS-IN-AID				
					Distribution by Fund and Program				
26,697	85	—	26,782	25,663	Support to Independent Institutions	47	24,159	30,111	24,659
71,210	18,583	-16,997	72,796	68,897	Miscellaneous Higher Education Programs	49	80,075	89,393	89,061
97,907	***18,668***	***-16,997***	***99,578***	***94,560***	*Total Grants-in-Aid*		***104,234***	***119,504***	***113,720***
					Distribution by Fund and Object				
					Grants:				
24,485	—	—	24,485	23,465	Aid to Independent Colleges and Universities	47	22,762	28,714	23,262
200	—	—	200	200	Clinical Legal Programs for the Poor--Seton Hall University (P.L. 1996, c.52)	47	200	200	200
—	16	—	16	—	Monmouth University - Multi-Purpose Regional Activity Center	47	—	—	—
65	—	—	65	65	Institute for Advanced Study — Einstein Chair for Scholarly Studies	47	—	—	—
100	—	—	100	100	Institute for Advanced Study — Discrete Mathematics and Computer Science Center	47	80	80	80
100	—	—	100	100	Institute for Advanced Study — Park City Mathematics Institute	47	80	80	80
65	—	—	65	65	Richard J. Hughes Chair for Constitutional and Public Law and Service at Seton Hall University	47	—	—	—
65	—	—	65	65	Alfred E. Driscoll Chair in Pharmaceutical/Chemical Studies at F.D.U.	47	—	—	—
75	—	—	75	74	Laurie Chair in Women's Studies at Douglass College	47	—	—	—
65	—	—	65	65	Will and Ariel Durant Chair in the Humanities at St. Peter's College	47	—	—	—
100	—	—	100	100	Senator Wynona Lipman Chair in Womens' Political Leadership at the Eagleton Institute	47	—	—	—
65	—	—	65	65	Small Business and Entrepreneurship Chair at Rutgers University	47	—	—	—
100	—	—	100	100	Raoul Wallenberg Visiting Professorship in Human Rights — Rutgers University	47	—	—	—
75	—	—	75	75	Millicent Fenwick Research Professorship in Education at Monmouth University	47	—	—	—
1,037	—	—	1,037	1,037	Research Under Contract with the Institute of Medical Research, Camden	47	1,037	1,037	1,037
100	69	—	169	87	Institute of Law and Mental Health — Seton Hall University	47	—	—	—

Year Ending June 30, 2003						Prog. Class.	2004 Adjusted Approp.	Year Ending June 30, 2005	
Orig. & (S)Supplemental	Reapp. & (R)Recpts.	Transfers & (E)Emergencies	Total Available	Expended				Requested	Recommended
					GRANTS-IN-AID				
—	2,500	—	2,500	2,500	Higher Education Incentive Grant Fund	49	—	—	—
2,500	1,855	—	4,355	4,355	Higher Education Incentive Endowment Fund	49	3,000	3,000	3,000
100	—	—	100	9	Garden State Savings Bonds Incentive	49	100	100	100
17,211	14,224	−16,829	14,606	14,606	Higher Education Capital Improvement Program — Debt Service [a]	49	22,878	26,855	26,855
13,354	—	−168	13,186	11,138	Equipment Leasing Fund — Debt Service	49	15,963	18,449	18,449
21,019	—	—	21,019	21,018	Higher Education Facilities Trust Fund — Debt Service	49	21,019	21,015	21,015
6,419	—	—	6,419	6,419	Higher Education Technology Bond — Debt Service	49	6,445	6,463	6,463
526	—	—	526	526	Marine Sciences Consortium	49	426	758	426
8,806	—	—	8,806	7,051	Dormitory Safety Trust Fund — Debt Service	49	9,044	9,053	9,053
1,200	—	—	1,200	1,200	Statewide Systemic Initiative to Reform Mathematics and Science Education	49	1,200	1,200	1,200
—	—	—	—	—	New Jersey Stem Cell Research Institute [b]	49	—	2,500	2,500
75	—	—	75	75	Henry John Raimondo Chair in Urban Public Policy Research at the New Jersey City University	49	—	—	—
—	4	—	4	—	Distance Learning Institute – Fairleigh Dickinson University	49	—	—	—
					STATE AID				
					Distribution by Fund and Program				
201,925	5,525	—	207,450	200,383	Aid to County Colleges	48	213,973	235,620	220,120
184,463	—	—	*184,463*	*177,595*	*(From General Fund)*		*189,111*	*207,575*	*192,075*
17,462	*5,525*	—	*22,987*	*22,788*	*(From Property Tax Relief Fund)*		*24,862*	*28,045*	*28,045*
201,925	***5,525***	—	***207,450***	***200,383***	***Total State Aid***		***213,973***	***235,620***	***220,120***
184,463	—	—	*184,463*	*177,595*	*(From General Fund)*		*189,111*	*207,575*	*192,075*
17,462	*5,525*	—	*22,987*	*22,788*	*(From Property Tax Relief Fund)*		*24,862*	*28,045*	*28,045*
					LESS:				
(20,000)	—	—	(20,000)	(20,000)	Supplemental Workforce Fund–Basic Skills		(5,000)	—	(8,000)
(20,000)	—	—	***(20,000)***	***(20,000)***	***Total Income Deductions***		***(5,000)***	—	***(8,000)***
181,925	***5,525***	—	***187,450***	***180,383***	***Total State Appropriation***		***208,973***	***235,620***	***212,120***
					Distribution by Fund and Object				
					State Aid:				
160,562	—	—	160,562	153,872	Operational Costs	48	160,562	178,062	162,562
17,462	5,525	—	22,987	22,788	Debt Service for Chapter 12 P.L.1971, c.12 (C.18A:64A–22.1) (PTRF)	48	24,862	28,045	28,045
15,908	—	174	16,082	16,050	Employer Contributions — Alternate Benefit Program	48	17,514	17,230	17,230
665	—	—	665	665	Teachers' Pension and Annuity Fund — Post Retirement Medical	48	965	1,195	1,195

Year Ending June 30, 2003								Year Ending June 30, 2005	
Orig. & (S)Supplemental	Reapp. & (R)Recpts.	Transfers & (E)Emergencies	Total Available	Expended		Prog. Class.	2004 Adjusted Approp.	Requested	Recommended
					STATE AID				
6,802	—	−174	6,628	6,590	Post Retirement Medical Other Than TPAF	48	9,538	10,560	10,560
450	—	—	450	345	Employer Contributions — FICA for County College Members of Teachers' Pension and Annuity Fund	48	450	450	450
76	—	—	76	73	Debt Service on Pension Obligation Bonds P.L. 1997, c.114 (C.34:1B−7.50 et seq.)	48	82	78	78
					LESS:				
(20,000)	---	---	*(20,000)*	*(20,000)*	*Income Deductions*		*(5,000)*	---	*(8,000)*
279,832	*24,193*	*−16,997*	*287,028*	*274,943*	***Grand Total State Appropriation***		*313,207*	*355,124*	*325,840*

Notes — Grants−In−Aid − General Fund

(a) Funding of $2,500,000 for the Higher Education Capital Improvement Program—Debt Service shall be provided by the New Jersey Educational Facilities Authority.

(b) Total funding is $6.5 million, composed of $2.5 million in fiscal year 2005 and $4 million allocated for this purpose in fiscal year 2004.

Language Recommendations — Grants−In−Aid − General Fund

For the purpose of implementing the "Independent College and University Assistance Act," P.L. 1979, c.132 (C.18A:72B−15 et seq.), the number of full−time equivalent students (FTE) at the eight State Colleges is 54,757 for fiscal year 2004.

Receipts in excess of the amount hereinabove for Clinical Legal Programs for the Poor − Seton Hall are appropriated for the same purpose, subject to the approval of the Director of the Division of Budget and Accounting.

The sums provided hereinabove for Research under Contract with the Institute of Medical Research, Camden (Coriell Institute) shall be expended on support for research activities, and the Institute shall submit an annual audited financial statement to the Department of the Treasury which shall include a schedule showing the use of these funds.

In addition to the amounts hereinabove appropriated for the Higher Education Capital Improvement Fund account, the unexpended balances as of June 30, 2004 are appropriated for the same purpose.

From the amount appropriated hereinabove for Aid to Independent Colleges and Universities, the State Treasurer is authorized to pay the final 1/24th of fiscal year 2004 Aid to Independent Colleges and Universities payments in July 2004.

Language Recommendations — State Aid − General Fund

In addition to the amount hereinabove for operational costs, there is appropriated $8,000,000 from the Supplemental Workforce Fund for Basic Skills for the same purpose.

Such additional sums as may be required for Employer Contributions − Alternate Benefit Program, Teachers' Pension and Annuity Fund − Post Retirement Medical and Post Retirement Medical Other Than TPAF are appropriated, as the Director of the Division of Budget and Accounting shall determine.

In addition to the sum hereinabove appropriated for Debt Service on Pension Obligation Bonds to make payments under the State Treasurer's contracts authorized pursuant to section 6 of P.L. 1997, c.114 (C.34:1B−7.50), there are appropriated such other sums as the Director of the Division of Budget and Accounting shall determine are required to pay all amounts due from the State pursuant to such contracts.

Notwithstanding any provision of law to the contrary, in addition to the amount hereinabove appropriated for the Teachers' Pension and Annuity Fund − Post Retirement Medical, there is hereby appropriated an amount as determined by the State Treasurer to fund the pension cost contribution by the State to the Teachers' Pension and Annuity Fund, payment for which shall be credited against amounts on deposit in the Benefit Enhancement Fund created pursuant to P.L. 2001, c. 133, section 1.

From the amount appropriated hereinabove for county college Operational Costs aid, the State Treasurer is authorized to pay the final 1/24th of fiscal year 2004 county college Operational Costs aid payments in July 2004.

Language Recommendations — State Aid − Property Tax Relief Fund

Such sums as may be necessary for the payment of interest or principal or both, due from the issuance of any bonds authorized under the provisions of section 1 of P.L. 1971, c.12 (C.18A:64A−22.1) are appropriated.

HIGHER EDUCATIONAL SERVICES

Of the amount hereinabove for Higher Educational Services, such sums as the Director of the Division of Budget and Accounting shall determine from the schedule in the Governor's Budget Recommendation Document dated February 24, 2004, first shall be charged to the State Lottery Fund.

50. ECONOMIC PLANNING, DEVELOPMENT AND SECURITY
51. ECONOMIC PLANNING AND DEVELOPMENT

OBJECTIVES

1. To promote the expansion and growth of commerce and industry in order to create employment and economic growth in New Jersey.
2. To collect, analyze, and disseminate economic data for the purpose of generating a coordinated projection of economic conditions for state government.

PROGRAM CLASSIFICATIONS

38. **Economic Development.** Economic development entities that operate outside the New Jersey Commerce and Economic Growth Commission include the Motion Picture and Television Development Commission and the Economic Development Authority (EDA).

The Motion Picture and Television Development Commission facilitates the cooperation of all governmental agencies and private sector groups for applications, locations, production and auxiliary facilities in the production of motion picture and television projects.

EDA arranges long-term, low-interest financing for businesses, not-for-profit organizations and government agencies for buildings, equipment, working capital and other investments that could create and retain jobs in New Jersey.

EVALUATION DATA

	Actual FY 2002	Actual FY 2003	Revised FY 2004	Budget Estimate FY 2005
PROGRAM DATA				
Economic Development				
Motion Picture and Television Development				
Total film/television productions	692	820	850	875
Direct spending by companies (millions)	$67	$73	$76	$80
PERSONNEL DATA				
Position Data				
Filled Positions by Funding Source				
State Supported	5	5	5	5
Total Positions	5	5	5	5
Filled Positions by Program Class				
Motion Picture	5	5	5	5
Total Positions	5	5	5	5

Notes:

Actual payroll counts are reported for fiscal years 2002 and 2003 as of December and revised fiscal year 2004 as of September. The Budget Estimate for fiscal year 2005 reflects the number of positions funded.

APPROPRIATIONS DATA
(thousands of dollars)

Year Ending June 30, 2003								Year Ending June 30, 2005	
Orig. & (S)Supplemental	Reapp. & (R)Recpts.	Transfers & (E)Emergencies	Total Available	Expended		Prog. Class.	2004 Adjusted Approp.	Requested	Recommended
					DIRECT STATE SERVICES				
					Distribution by Fund and Program				
406	—	30	436	436	Economic Development	38	452	452	452
406	—	*30*	*436*	*436*	*Total Direct State Services*		*452* [a]	*452*	*452*
					Distribution by Fund and Object				
					Personal Services:				
296	—	68	364	364	Salaries and Wages		342	377	377
296	—	*68*	*364*	*364*	*Total Personal Services*		*342*	*377*	*377*
20	—	−3	17	17	Materials and Supplies		20	15	15
65	—	−22	43	43	Services Other Than Personal		65	35	35
15	—	−6	9	9	Maintenance and Fixed Charges		15	15	15

Year Ending June 30, 2003							Year Ending June 30, 2005	
Orig. & (S)Supplemental	Reapp. & (R)Recpts.	Transfers & (E)Emergencies	Total Available	Expended		Prog. Class.	2004 Adjusted Approp.	Requested	Recommended
					DIRECT STATE SERVICES				
10	—	–7	3	3	Additions, Improvements and Equipment		10	10	10
					GRANTS–IN–AID				
					Distribution by Fund and Program				
31,225	—	—	31,225	31,225	Economic Development	38	116	600	600
31,225	—	—	*31,225*	*31,225*	*Total Grants–in–Aid*		*116*	*600*	*600*
					Distribution by Fund and Object				
					Special Purpose:				
—	—	—	—	—	Hispanic Business Owners Outreach Program	38	—	600	600
13,500 17,725 S	—	—	31,225	31,225	Business Employment Incentive Program	38	—	—	—
—	—	—	—	—	Commission on Jobs, Growth, and Economic Development–EDA	38	116	—	—
31,631	—	*30*	*31,661*	*31,661*	*Grand Total State Appropriation*		*568*	*1,052*	*1,052*

Notes — Direct State Services – General Fund

(a) The fiscal year 2004 appropriation has been adjusted for the allocation of salary program in accordance with the provisions of P.L. 2003, c. 122 (Fiscal Year 2004 Appropriations Act).

Language Recommendations — Grants–In–Aid – General Fund

Funds made available for the remediation of the discharges of hazardous substances pursuant to the amendments effective December 4, 2003, to Article VIII, Section II, paragraph 6 of the State Constitution, shall be allocated to the Brownfield Site Reimbursement Fund, established pursuant to P.L.1997, c.278, in an amount to be determined by the Director of the Division of Taxation, and subject to the approval of the Director of the Division of Budget and Accounting.

50. ECONOMIC PLANNING, DEVELOPMENT AND SECURITY

51. ECONOMIC PLANNING AND DEVELOPMENT

2041. NEW JERSEY COMMERCE AND ECONOMIC GROWTH COMMISSION

OBJECTIVES

1. To function as a single voice for the economic development activities of the State by coordinating the economic development efforts of all State agencies and authorities.
2. To obtain private sector input regarding economic development initiatives through its membership on the Commission's Board.
3. To promote sustainable economic growth and create quality jobs by retaining and expanding existing jobs and attracting new jobs to the state.
4. To build a foundation of New Jersey's economic leadership in the 21st century.
5. To implement a market–driven economic development service delivery system, including the introduction of innovative programs and flexible services.

PROGRAM CLASSIFICATIONS

38. **The New Jersey Commerce and Economic Growth Commission.** The Commission, which is in–but–not–of the Department of the Treasury, promotes business advocacy, international trade, economic development, sustainable businesses, travel and tourism, the Urban Enterprise Zone program, and the development of small, women and minority–owned businesses. The Commission also coordinates the State's economic development activities among the Commission on Science and Technology, the Urban Enterprise Zone Authority, the New Jersey Development Authority for Small Businesses, Minorities' and Women's Enterprises, and the Motion Picture and Television Development Commission.

EVALUATION DATA

	Actual FY 2002	Actual FY 2003	Revised FY 2004	Budget Estimate FY 2005
PROGRAM DATA				
Travel and Tourism				
Revenue generated by tourism (billions)	$30.0	$26.4	$27.1	$27.1
Tax revenue generated by tourism (billions)	$2.5	$2.5	$2.6	$2.6
Tourism Employment (direct jobs in thousands)	446.0	446.0	450.0	450.0
Overnight Visitors (millions)	59.7	60.8	61.9	61.9
International Trade				
Total value of New Jersey exports (billions)	$19.0	$17.0	$16.7	$16.7
Jobs generated through exporting	208,390	170,000	166,600	166,600
Development for Small Businesses and Women and Minority Businesses				
Set–Aside Contracts awarded (millions)	$473.7	$599.1	$625.0	$650.0
Jobs created and retained	11,178	14,250	15,000	15,000
Tax revenue generated by Set–Aside Program (millions)	$27.0	$34.2	$35.6	$37.1
Economic Development				
Urban Enterprise Zone Program				
Participating businesses	17,000	22,007	24,000	26,000
Total number of jobs created (annually)	3,500	32,339	25,926	28,000
Private investment generated (annual value in billions)	$1.4	$2.0	$1.0	$1.1
Zone Assistance Fund projects (annual value in millions)	$60.0	$43.0	$39.6	$40.0
Business Retention, Attraction and Expansion				
Number of new jobs in new businesses	4,503	3,207	4,000	5,000
Number of new jobs in existing businesses	4,225	1,683	2,500	5,000
Number of jobs retained	12,029	1,464	7,200	5,000
OPERATING DATA				
Economic Development				
Program Expenditures – Commerce Commission (thousands)				
Business Retention, Expansion & Attraction	$3,109	$2,636	$2,853	$2,853
Export Promotion	$1,206	$1,249	$1,291	$1,291
Travel and Tourism	$9,798	$7,805	$9,591	$14,610
Business Marketing Campaign	$1,900	—	—	—
Small Businesses and Women and Minority Businesses	$1,000	$1,128	$1,098	$1,098
Other Key Industries and Initiatives	$1,160	$1,380	$477	$477
Special Purpose Appropriations (thousands)				
Office of Sustainability	—	$8	—	—
Advertising and Promotion	$7,948	$5,955	$9,591	$12,760
Travel & Tourism Cooperative Marketing	$1,850	$1,850	— [a]	$1,850
NJ Community Development Bank	—	—	—	—
Agricultural Exports Initiative	$25	—	—	—
NJ Israel Commission	$72	$124	$130	$130
PERSONNEL DATA				
Affirmative Action Data				
Male Minority	17	18	18	18
Male Minority %	13	16	16	16
Female Minority	19	19	29	29
Female Minority %	15	17	26	26
Total Minority	36	37	47	47
Total Minority %	28	33	42	42
Position Data				
State Supported	117	96	97	97
All Other	13	14	15	15
Total Positions	130	110	112	112

	Actual FY 2002	Actual FY 2003	Revised FY 2004	Budget Estimate FY 2005
Filled Positions by Program Class				
Export Promotion	11	7	8	8
Travel and Tourism	32	27	29	29
Development for Small Businesses and Women and Minority Businesses	9	6	5	5
Business Retention, Expansion and Attraction	38	24	24	24
Other Key Industries and Initiatives	40	46	46	46
Total Positions	130	110	112	112

Notes:

Actual payroll counts are reported in fiscal years 2002 and 2003 as of June, and revised fiscal year 2004 as of December. The budget estimate for 2005 reflects the number of positions funded.

(a) Funding of $1,850,000 provided by off-budget Economic Recovery Fund balances.

APPROPRIATIONS DATA
(thousands of dollars)

Year Ending June 30, 2003								Year Ending June 30, 2005	
Orig. & (S)Supplemental	Reapp. & (R)Recpts.	Transfers & (E)Emergencies	Total Available	Expended		Prog. Class.	2004 Adjusted Approp.	Requested	Recommended
					GRANTS-IN-AID				
					Distribution by Fund and Program				
19,665	—	-820	18,845	18,845	Economic Development	38	15,832	20,851	20,851
19,665	—	***-820***	***18,845***	***18,845***	***Total Grants-in-Aid***		***15,832***	***20,851***	***20,851***
					Distribution by Fund and Object				
					Grants:				
1,500	—	-900	600	600	Statewide Local Tourism Development	38	—	—	—
17,570	—	80	17,650	17,650	New Jersey Commerce and Economic Growth Commission	38	15,310	20,329	20,329
45	—	—	45	45	Council of Economic Advisors	38	—	—	—
550	—	—	550	550	Prosperity New Jersey, Incorporated	38	522	522	522
19,665	—	***-820***	***18,845***	***18,845***	***Grand Total State Appropriation***		***15,832***	***20,851***	***20,851***
					OTHER RELATED APPROPRIATIONS				
					All Other Funds				
—	1,633 R	—	1,633	1,633	Economic Development	38	4,249	2,099	2,099
—	*1,633*	—	*1,633*	*1,633*	*Total All Other Funds*		*4,249*	*2,099*	*2,099*
19,665	***1,633***	***-820***	***20,478***	***20,478***	***GRAND TOTAL ALL FUNDS***		***20,081***	***22,950***	***22,950***

Language Recommendations — Grants-In-Aid - General Fund

Of the sum hereinabove appropriated for the New Jersey Commerce and Economic Growth Commission, there is no less than $12,760,000 for Advertising and Promotion, from which $50,000 shall be allocated to each of the six regional tourism councils for regional tourism promotion; $2,853,000 for Business Retention, Expansion and Attraction of which $500,000 is for New Jersey Small Business Development Centers; $130,000 for the New Jersey Israel Commission; and $1,850,000 for the Travel and Tourism Cooperative Marketing Program; except that any amount for the Cooperative Marketing Program is available for expenditure only to the extent that an amount equal to 25% of the State funds are expended from funds raised by the Commerce Commission, pursuant to subsection j. of section 9 of P.L. 1977, c.225 (C.34:1A-53), through contributions from private tourism industry concerns and non-State public entities as determined by the Director of the Division of Budget and Accounting. These accounts shall be considered special purpose appropriations for accounting and reporting purposes.

Pursuant to the provisions of P.L. 2003, c.114 (C. 54:32-1 et seq.) the appropriations hereinabove for purposes of promoting tourism activities in this state are first charged to revenues derived from the hotel and motel occupancy fee.

Subject to the approval of the Director of the Division of Budget and Accounting, there is appropriated to the New Jersey Commerce and Economic Growth Commission from the General Fund such sums as may be necessary, as certified by the Commissioner and the Director of the Division of Taxation, to fund business relocation grants made under the "Business Relocation Assistance Act," the

amount of which shall not exceed the new income tax revenues as defined in section 2 of P.L.1996, c.25 (C.34:1B–113). In addition to the report required pursuant to section 10 of P.L.1996, c.25 (C.34:1B–121), the Chief Executive Officer and Secretary of the Commission shall provide the Joint Budget Oversight Committee, on or before November 1, 2004, with a report of the grants funded in the prior fiscal year including, but not limited to, a summary of each grant agreement and the amount of each grant funded in that year.

There is appropriated from the Enterprise Zone Assistance Fund such sums as are necessary for administrative services provided by the New Jersey Commerce and Economic Growth Commission in accordance with the provisions of section 11 of P.L.1993, c.367 (C.52:27H–65.1), subject to the approval of the Director of the Division of Budget and Accounting.

The Chief Executive Officer and Secretary of the Commission shall report semi–annually on the expenditure of State funds and private contributions during the preceding six months for the Advertising and Promotion Program and the Travel and Tourism, Advertising and Promotion – Cooperative Marketing Program. The first semi–annual report covering the first six months of fiscal year 2005 shall be completed not later than January 31, 2005, the second semi–annual report covering the second six months of fiscal year 2005 shall be completed not later than July 31, 2005 and both reports shall be submitted to the Treasurer and the Joint Budget Oversight Committee.

50. ECONOMIC PLANNING, DEVELOPMENT AND SECURITY

51. ECONOMIC PLANNING AND DEVELOPMENT

2042. NEW JERSEY COMMISSION ON SCIENCE AND TECHNOLOGY

OBJECTIVES

1. To promote further development of New Jersey's academic research capabilities in priority fields, and to identify and evaluate new fields of opportunity.
2. To enhance the transfer of technology from the academic research environment to implementation in business settings.
3. To encourage business development through Commission programs designed to provide assistance for science– and technology–oriented businesses, and to facilitate the establishment of new enterprises in science and technology fields.
4. To support the preparation of a workforce which is technology–literate, consistent with the mandate of the Commission.

PROGRAM CLASSIFICATIONS

39. **The New Jersey Commission on Science and Technology,** enacted under Public Law 1985, Chapter 102, was established to encourage the development of scientific and technological programs, stimulate academic–industrial collaboration, and coordinate activities of technological centers and business facilities. The primary mission of the Commission is to create an environment that leads to accelerated economic development, with emphasis on applications of science and technology to industry. The principal goals of Commission activity are the creation of new jobs and the revitalization of industry in an environment that encourages new enterprises, particularly those that are oriented toward the adoption of the most advanced scientific and technological techniques.

EVALUATION DATA

	Actual FY 2002	Actual FY 2003	Revised FY 2004	Budget Estimate FY 2005
PROGRAM DATA				
New Jersey Commission on Science and Technology				
Business Assistance				
Technology Transfer Program				
Companies Assisted	10	5	10	10
Company Matching ($000s)	$7,496	$2,244	$5,000	$5,000
New Jersey Manufacturing Extension Program				
Firms assisted	200	240	240	240
Jobs created or retained	1,000	1,200	1,200	1,200
Non–State Matching ($000s)	$2,899	$3,200	$3,200	$3,200
Washington Liaison				
Phase I Small Business Innovation Research (SBIR) Awards	100	—	—	—
Federal Funding Leveraged ($000s)	$8,500	—	—	—
Business Incubators				
Companies supported	125	140	175	175
Employment at incubator companies	530	611	790	800
Matching ($000s)	$2,202	$3,495	$3,825	$4,000
SBIR Bridge Loan Program				
Bridge loans issued	1	—	—	—
Federal Phase II Funding Leveraged ($000s)	$500	—	—	—

	Actual FY 2002	Actual FY 2003	Revised FY 2004	Budget Estimate FY 2005
Research and Development				
R&D Excellence Program				
R&D Programs Supported	26	27	20	15
Federal Matching Dollars	$15,184	$17,329	$10,460	$7,850
Private Matching Dollars	$9,448	$8,602	$5,165	$3,875
PERSONNEL DATA				
Position Data				
Filled Positions by Funding Source				
State Supported	9	8	5	6
Total Positions	9	8	5	6

Notes:

Actual payroll counts are reported for fiscal years 2002 and 2003 as of December and revised fiscal year 2004 as of September. The Budget Estimate for fiscal year 2005 reflects the number of positions funded.

APPROPRIATIONS DATA
(thousands of dollars)

Year Ending June 30, 2003								Year Ending June 30, 2005	
Orig. & (S)Supplemental	Reapp. & (R)Recpts.	Transfers & (E)Emergencies	Total Available	Expended		Prog. Class.	2004 Adjusted Approp.	Requested	Recommended
					DIRECT STATE SERVICES				
					Distribution by Fund and Program				
—	600	120	720	630	New Jersey Commission on Science and Technology	39	—	—	—
—	*600*	*120*	*720*	*630*	*Total Direct State Services*		—	—	—
					Distribution by Fund and Object				
					Personal Services:				
—	—	632	632	582	Salaries and Wages		—	—	—
—	—	*632*	*632*	*582*	*Total Personal Services*		—	—	—
—	—	23	23	13	Materials and Supplies		—	—	—
—	—	53	53	35	Services Other Than Personal		—	—	—
—	—	1	1	—	Maintenance and Fixed Charges		—	—	—
—	600	−589	11	—	Additions, Improvements and Equipment		—	—	—
					GRANTS-IN-AID				
					Distribution by Fund and Program				
13,869	1,944	−120	15,693	13,628	New Jersey Commission on Science and Technology	39	8,000	8,000	8,000
13,869	*1,944*	*−120*	*15,693*	*13,628*	*Total Grants-in-Aid*		*8,000*	*8,000*	*8,000*
					Distribution by Fund and Object				
					Grants:				
—	—	—	—	—	Science and Technology Grants	39	8,000	8,000	8,000
11,825	1,046	−95	12,776	11,984	Research and Development Programs	39	—	—	—
2,044	19	−25	2,038	1,579	Business Assistance	39	—	—	—
—	585	—	585	—	New Specialized Incubators	39	—	—	—
—	294	—	294	65	Technology Transfer Program	39	—	—	—
13,869	*2,544*	—	*16,413*	*14,258*	*Grand Total State Appropriation*		*8,000*	*8,000*	*8,000*

Language Recommendations — Grants-In-Aid - General Fund

Of the amount appropriated hereinabove for Science and Technology Grants. an amount not to exceed $500.000 is allocated for the administrative expenses of the New Jersey Commission on Science and Technology, subject to the approval of the Director of the Division of Budget and Accounting.

From the amount appropriated hereinabove for Science and Technology Grants, there is allocated $1,000,000 for the Manufacturing Extension Program.

50. ECONOMIC PLANNING, DEVELOPMENT AND SECURITY
52. ECONOMIC REGULATION

OBJECTIVES

1. To ensure that safe, adequate and proper utility services are provided at reasonable, non-discriminatory rates to all members of the public who desire such services.
2. To provide a comprehensive energy supply and demand strategy that allows for responsible and necessary economic growth and development without compromising the environment and quality of life in New Jersey.
3. To ensure that New Jersey has adequate and economical natural gas supplies to meet its home heating requirements, industrial load and an ever growing alternative power production industry.
4. To assist in the development of a state-of-the-art telecommunications network that permits the timely introduction and marketing of new and advanced technology. In addition, seek to ensure the full utilization of such network by all segments of our society regardless of income status or physical disabilities.
5. To ensure that New Jersey residents have economical and environmentally safe water supplies that are provided through strict compliance with the State's Safe Drinking Water Act by all private and public water purveyors under the Board's jurisdiction.
6. To provide adequate, economical and efficient cable television service, with a degree of uniform operation, and the protection of the municipality in the franchise process. In addition, the Board will seek to ensure the responsiveness of cable operators to subscriber's complaints and needs, and the availability of competitively priced alternative television program packaging.
7. To administer statewide energy assistance programs.
8. To increase energy conservation and reduce the utility costs of low-income households through the weatherization of single and multi-family dwellings.

PROGRAM CLASSIFICATIONS

53. **Ratepayer Advocacy.** Pursuant to N.J.S.A. 52:27E-50 et seq., the responsibilities of the Division of the Ratepayer Advocate are to represent the interests of New Jersey ratepayers before regulatory and legal tribunals and decision making bodies, and to establish rates and State policies for the delivery of essential regulated services including natural gas, electric, telecommunications, water, wastewater and cable television. The Division is also responsible for the oversight and accounting of revenues received as statutory assessments from regulated utilities and the oversight of its expenditures.
54. **Utility Regulation.** The Board of Public Utilities controls, through its rate approval process, the charges paid by the public for gas, electric, water, sewer and telephone services. A uniform system of accounts and quarterly and annual financial statements and reports are required for disclosure and to permit intelligent public participation in the process. Filings for both rate and fuel adjustment charge changes are approved only to generate sufficient revenues to cover allowable expenses and an equitable return on investment.

    The Board assures the safety, adequacy and availability of utility services by conducting hearings that result in the promulgation of rules, regulations and orders, and their enforcement through inspections and investigations. Regular tests are conducted by engineering personnel to minimize the possibility of disruptions or discontinuance of essential services. A new Division of Reliability and Security was created in 2001 to ensure the safety and reliability of services as a result of the increase in concerns about terrorism.
55. **Regulation of Cable Television.** Assists local jurisdictions in preparing legislation, franchise and consent agreements; regulates operating and competitive practices to assure reasonable uniformity, reliability, economy and quality of cable television services; cooperates with other states and the federal government in promoting and coordinating beneficial uses of cable television through balanced programming, including local and educational services.
56. **Energy Resource Management.** Develops and implements the State's energy policies and associated programs, including funding mechanisms to support efficiency and renewable energy projects, energy education and outreach, energy data collection and analysis, and evaluation of energy use and supply.
88. **Energy Assistance Programs.** The Lifeline Credit Program provides combined gas and electric utility credits of up to $225 a year to N.J. residents who are eligible for Pharmaceutical Assistance to the Aged and Disabled, Supplemental Security Income, Medicaid only, or Lifeline only. The Tenants' Assistance Rebate Program provides a cash payment of up to $225 a year to tenants who would be eligible for the Lifeline Credit Program except for the fact that they do not pay their own utility bills. Persons receiving Supplemental Security Income (SSI) who are eligible for this program receive monthly utility supplements totaling $225 a year included in their SSI checks.
97. **Regulatory Support Services.** Provides economic analysis of conditions affecting regulated utilities to the Board of Public Utilities and its technical divisions and conducts audits of regulated utilities.
99. **Administration and Support Services.** The Board of Public Utilities is a regulatory authority with a statutory mandate to ensure safe, adequate, and proper public utility services at reasonable rates for all customers in New Jersey. Specifically, the Board has regulatory authority over the electric, gas, telecommunications, water and sewer, and cable television industries. To accomplish its mandate, the Board regulates rates for such utilities by conducting comprehensive reviews to determine the fairness and reasonableness of rates. The Board also has general supervisory responsibility for monitoring utility service, responding to utility consumer complaints, and investigating utility accidents.

EVALUATION DATA

	Actual FY 2002	Actual FY 2003	Revised FY 2004	Budget Estimate FY 2005
PROGRAM DATA				
Utility Regulation				
Utilities Regulated				
Electric	5	5	5	5
Gas	4	4	4	4
Telephone and telegraph	100	104	104	140
Water and sewer	90	67	67	67
Municipal water companies	10	10	10	10
Cable TV (Basic Service)	41	41	40	36
Cases Pending June 30				
Cable TV	45	506	135	146
Electric	147	735	287	327
Gas	151	911	228	265
Telephone	687	2,627	937	597
Water and sewer	407	407	113	109
Audits, rates, tariff revisions, generic rulemaking, other	125	125	57	38
Customer Relations				
Consumer complaints (phone calls)	15,300	17,940	18,837	19,196
Consumer complaints (walk–ins)	348	346	367	378
Consumer information requests	13,000	15,098	15,801	16,102
Consumer complaints (letters)	4,150	3,125	3,281	3,344
Total calls received as of 12/03/02	115,670	97,797	102,687	104,643
Service Evaluation				
One–call cases for review	3,300	4,667	4,500	4,500
One–call cases handled	300	300	400	400
Meter tests conducted	225	225	225	300
Gas pipeline inspections	435	435	420	432
Informal service investigations	470	470	470	470
Regulation of Cable Television				
Cable television systems	41	41	41	41
No. of municipalities w/certification for operation	562	562	562	562
Cable television subscribers (thousands)	2,486	2,486	2,592	2,540
Electric Power Suppliers and Gas Suppliers				
Electric suppliers who submitted applications	—	—	3	4
Electric suppliers who submitted renewal applications	40	40	16	12
Electric suppliers who received final licenses	3	3	3	4
Electric suppliers who received renewal licenses	27	27	16	10
Gas suppliers who submitted applications	3	3	3	5
Gas suppliers who received renewal licenses	31	31	28	15
Gas suppliers who received final licenses	2	2	3	5
Gas suppliers who submitted renewal applications	43	43	28	24
Energy Agent and Private Aggregator Registration				
Energy agents who received applications	1	1	6	4
Energy agents who submitted renewal applications	2	2	6	4
Energy agents who were granted final registration	1	1	1	3
Private aggregators who received applications	1	1	5	4
Private aggregators who were granted final registration	1	1	5	4
Energy Assistance Programs				
Lifeline Credit Program				
Population data				
Supplemental Security Income	30,520	30,705	30,705	30,705
Other	129,763	127,514	127,514	127,514
Total recipients	160,283	158,219	158,219	158,219
Credit amount	$225	$225	$225	$225

	Actual FY 2002	Actual FY 2003	Revised FY 2004	Budget Estimate FY 2005
Tenants' Assistance Rebate Program				
Population data				
Supplemental Security Income	114,813	115,511	115,511	115,511
Other	44,277	40,944	40,944	40,944
Total recipients	159,090	156,455	156,455	156,455
Rebate amount	$225	$225	$225	$225
PERSONNEL DATA				
Position Data				
Filled Positions by Funding Source				
State supported	292	301	321	342
Federal	12	13	16	20
All other	—	1	2	5
Total Positions	304	315	339	367
Filled Positions by Program Class				
Ratepayer Advocacy	41	38	38	45
Utility Regulation	96	102	98	104
Regulation of Cable Television	28	29	28	29
Energy Resource Management	12	14	18	25
Regulatory Support Services	50	52	61	63
Administrationand Support Services	77	80	96	101
Total Positions	304	315	339	367

Notes:

Actual payroll counts are reported for fiscal years 2002 and 2003 as of December and revised fiscal year 2004 as of September. The Budget Estimate for fiscal year 2005 reflects the number of positions funded.

The Energy Assistance Programs are administered by the Department of Health and Senior Services. Funding for these programs is provided through the Board of Public Utilities Universal Service Fund.

APPROPRIATIONS DATA
(thousands of dollars)

Year Ending June 30, 2003								Year Ending June 30, 2005	
Orig. & (S)Supple-mental	Reapp. & (R)Recpts.	Transfers & (E)Emer-gencies	Total Available	Expended		Prog. Class.	2004 Adjusted Approp.	Requested	Recom-mended
					DIRECT STATE SERVICES				
					Distribution by Fund and Program				
5,734	296	158	6,188	5,243	Ratepayer Advocacy	53	5,871	5,871	5,871
7,344	1,634	-657	8,321	7,045	Utility Regulation	54	7,529	7,529	7,529
1,830	664	-346	2,148	1,882	Regulation of Cable Television	55	1,926	1,926	1,926
1,917	—	-253	1,664	1,463	Energy Assistance Programs	88	1,591	1,591	1,591
3,264	1,001	-551	3,714	3,540	Regulatory Support Services	97	3,264	3,264	3,264
8,294	3,180	-92	11,382	10,022	Administration and Support Services	99	8,846	8,631	8,631
28,383	*6,775*	*-1,741*	*33,417*	*29,195*	*Total Direct State Services*		*29,027* [a]	*28,812*	*28,812*
					Distribution by Fund and Object				
					Personal Services:				
23,056	5,028	-1,860	26,224	23,680	Salaries and Wages		24,029	24,029	24,029
23,056	*5,028*	*-1,860*	*26,224*	*23,680*	*Total Personal Services*		*24,029*	*24,029*	*24,029*
486	347	-421	412	281	Materials and Supplies		486	486	486
3,650	974	67	4,691	3,601	Services Other Than Perso nal		3,321	3,106	3,106
905	72	-7	970	760	Maintenance and Fixed Charges		905	905	905
					Special Purpose:				
—	19 R	—	19	—	Utility Regulation	54	—	—	—
—	19 1 R	—	20	—	Regulation of Cable Television	55	—	—	—

Year Ending June 30, 2003								Year Ending June 30, 2005	
Orig. & (S)Supplemental	Reapp. & (R)Recpts.	Transfers & (E)Emergencies	Total Available	Expended		Prog. Class.	2004 Adjusted Approp.	Requested	Recommended
					DIRECT STATE SERVICES				
—	142 43 R	—	185	—	Administration and Support Services	99	—	—	—
286	130	480	896	873	Additions, Improvements and Equipment		286	286	286
					GRANTS-IN-AID				
					Distribution by Fund and Program				
45,840	—	—	45,840	45,840	Energy Assistance Programs	88	70,840	70,840	70,840
11,171	---	---	*11,171*	*11,171*	*(From General Fund)*		*70,840*	*70,840*	*70,840*
34,669	---	---	*34,669*	*34,669*	*(From Casino Revenue Fund)*		---	---	---
45,840	---	---	***45,840***	***45,840***	***Total Grants-in-Aid***		***70,840***	***70,840***	***70,840***
11,171	---	---	*11,171*	*11,171*	*(From General Fund)*		*70,840*	*70,840*	*70,840*
34,669	---	---	*34,669*	*34,669*	*(From Casino Revenue Fund)*		---	---	---
					Distribution by Fund and Object				
					Grants:				
—	—	—	—	—	Payments for Lifeline Credits	88	34,669	34,669	34,669
34,669	—	—	34,669	34,669	Payments for Lifeline Credits (CRF)	88	—	—	—
11,171	—	—	11,171	11,171	Tenants' Assistance Rebate Program	88	36,171	36,171	36,171
					CAPITAL CONSTRUCTION				
					Distribution by Fund and Program				
—	21	-20	1	—	Administration and Support Services	99	—	—	—
---	***21***	***-20***	***1***	---	***Total Capital Construction***		---	---	---
					Distribution by Fund and Object				
					Management and Administration				
—	21	-20	1	—	Administration and Support Services	99	—	—	—
74,223	***6,796***	***-1,761***	***79,258***	***75,035***	***Grand Total State Appropriation***		***99,867***	***99,652***	***99,652***
					OTHER RELATED APPROPRIATIONS				
					Federal Funds				
600	540	—	1,140	549	Utility Regulation	54	600	600	600
2,025 176 S	836	—	3,037	2,161	Energy Resource Management	56	2,025	3,587	3,587
2,801	***1,376***	---	***4,177***	***2,710***	***Total Federal Funds***		***2,625***	***4,187***	***4,187***
					All Other Funds				
—	218	—	218	—	Energy Resource Management	56	—	—	—
—	25,000	—	25,000	22,141	Energy Assistance Programs	88	—	—	—
—	—	—	—	—	Administration and Support Services	99	—	2,500	2,500
---	***25,218***	---	***25,218***	***22,141***	***Total All Other Funds***		---	***2,500***	***2,500***
77,024	***33,390***	***-1,761***	***108,653***	***99,886***	***GRAND TOTAL ALL FUNDS***		***102,492***	***106,339***	***106,339***

Notes — Direct State Services - General Fund

(a) The fiscal year 2004 appropriation has been adjusted for the allocation of salary program in accordance with the provisions of P.L. 2003, c. 122 (Fiscal Year 2004 Appropriations Act).

Language Recommendations — Direct State Services − General Fund

In addition to the sum hereinabove, such other sums as the Director of the Division of Budget and Accounting shall determine are appropriated on behalf of the Board of Public Utilities under P.L. 1968, c.173 (C. 48:2−59 et seq.) and P.L. 1972, c. 186 (C. 48:5A−32 et seq.), or other applicable statutes with respect to assessment of public utilities or the cable television industry.

Receipts derived from fees are appropriated.

Fees received from the "Electric Facility Need Assessment Act," P.L. 1983, c.115 (C. 48:7−16 et seq.), are appropriated.

The unexpended balances as of June 30, 2004 are appropriated.

Receipts of the Division of Ratepayer Advocate in excess of those anticipated are appropriated for the Division of Ratepayer Advocate to defray the costs of this activity under section 16 of P.L. 1994, c.58 (C.52:27E−63).

There are appropriated from interest earned by the Petroleum Overcharge Reimbursement Fund such sums as may be required for costs attributable to the administration of the fund, subject to the approval of the Director of the Division of Budget and Accounting.

Notwithstanding the provisions of any other law, the balances from the Petroleum Overcharge Reimbursement Fund and the Secondary Stage Refunds and the monies required to be deposited in that fund from projects which have been completed or are no longer viable are reappropriated for new projects consistent with the court rulings which served as the basis for the original awards, subject to the approval of the Director of the Division of Budget and Accounting.

In addition to the amount hereinabove for administration of the Board of Public Utilities, there are appropriated such sums as may be required for operation of the Board and assessed to the public utilities or the cable television industry, subject to the approval of the Director of Budget and Accounting.

The amounts appropriated hereinabove, not to exceed $1,591,000, for the Energy Assistance Program account may be transferred to the Department of Health and Senior Services, Lifeline account to fund the costs associated with administering the Lifeline Credits and Tenants' Assistance Rebates Program and shall be applied in accordance with a Memorandum of Understanding between the President of the Board of Public Utilities and the Commissioner of the Department of Health and Senior Services, subject to the approval of the Director of the Division of Budget and Accounting.

Receipts derived from fines, penalties and settlements, not to exceed $3,000,000, are appropriated to supplement operating expenses of the Board of Public Utilities, subject to the approval of the Director of the Division of Budget and Accounting.

Language Recommendations — Grants−In−Aid − General Fund

Notwithstanding the provisions of P.L. 1979, c.197 (C.48:2−29.15 et seq.), the provisions of P.L. 1981, c.210 (C.48:2−29.30 et seq.) or any other law to the contrary, the benefits of the Lifeline Credits Program and the Tenants' Assistance Rebates Program may be distributed throughout the entire year from July through June, and are not limited to an October to March heating season; therefore, applications for Lifeline benefits and benefits from the Pharmaceutical Assistance to the Aged and Disabled program may be combined.

The amounts hereinabove for Payments for the Lifeline Credits Program and Payments for Tenants' Assistance Rebates Program are available for the payment of obligations applicable to prior fiscal years.

In order to permit flexibility in the handling of appropriations and ensure the timely payment of Lifeline claims, amounts may be transferred from the various items of appropriation within the Energy Assistance program classification, subject to the approval of the Director of the Division of Budget and Accounting.

In addition to the amount hereinabove, such sums as may be required for the payment of claims, credits, and rebates, are appropriated subject to the approval of the Director of the Division of Budget and Accounting.

Any supplemental appropriation for the Payments for Lifeline Credits and the Payments for Tenants' Assistance Rebates Programs may be recovered from the Universal Service Fund through transfer to the General Fund as State revenue, subject to the approval of the Director of the Division of Budget and Accounting.

All funds recovered under P.L. 1968, c.413 (C.30:4D−1 et seq.) and P.L. 1975, c.194 (C.30:4D−20 et seq.), during the fiscal year ending June 30, 2004, are appropriated for payments to providers in the same program class from which the recovery originated.

The amounts appropriated hereinabove, not to exceed $70,840,000, for Payments for the Lifeline Credits and the Payments for Tenants' Assistance Rebates Programs are available to the Department of Health and Senior Services to fund the payments associated with the Lifeline Credits and Tenants' Assistance Programs and shall be applied in accordance with a Memorandum of Understanding between the President of the Board of Public Utilities and the Commissioner of the Department of Health and Senior Services, subject to the approval of the Director of the Division of Budget and Accounting.

70. GOVERNMENT DIRECTION, MANAGEMENT AND CONTROL

72. GOVERNMENTAL REVIEW AND OVERSIGHT

OBJECTIVES

1. To assist the Governor's Employee Relations Policy Council in all matters regarding relations between the State and its employees.
2. To plan for, formulate and monitor the annual State budget.
3. To assure financial responsibility and accountability and provide current, relevant financial information for management and the public.

PROGRAM CLASSIFICATIONS

03. **Employee Relations and Collective Negotiations.** Pursuant to Executive Orders No. 4, 1970 and No. 33, 1995, staff assistance is provided to the Governor and decisions are implemented concerning employee relations. Through the Governor's Employee Relations Policy Council, assistance in the development of overall policy and execution of policies is provided. Negotiations with unions and other representatives of State employees are conducted. Agencies are assisted and advised concerning employee relations activities.

07. **Office of Management and Budget.** Pursuant to NJSA 52:27B–12,33, the Office of Management and Budget coordinates the annual agency–based planning process, identifies and projects trends affecting the demand for services, provides information and planning support for the process of allocating available financial and human resources, and evaluates strategic and long–term issues arising from the ability to provide services.

Plans for the most beneficial use of fiscal resources to meet the needs of the citizens of New Jersey within the policy framework set by the Governor in the immediate budget year. Provides continuous studies of State fiscal requirements. Based on these studies and on official requests for appropriations by State departments, determines the necessity and advisability of budget requests and formulates the annual budget submitted by the Governor to the Legislature. Develops and reviews State agency responses on proposed federal legislation and regulations to ensure that the broad State interest and fiscal policy are taken into account.

Performs statewide studies to ensure that agencies serving the same clients coordinate programs and resources, thus avoiding unnecessary duplication of effort. Analyzes programs and activities that cross departmental boundaries which may not be at the core of government responsibilities or need, and therefore may be appropriate for elimination or revision, thereby reducing costs.

Also provides for capital planning, evaluation of capital construction projects, financing of capital facilities, and project review relative to coordinating federally financed construction projects for State, local, and private agencies.

Provides for the receipt, processing, recording, reconciling, and reporting of all financial data of the State's various funds, in accordance with existing statutes and generally accepted accounting principles. Pursues financial decisions to protect the State's credit and its cost of borrowing. Reviews all financial transactions for propriety before entry into the computerized accounting system, from which official State monthly and annual fiscal reports are prepared. Also, assures that State employees are paid accurately and on a timely basis.

EVALUATION DATA

	Actual FY 2002	Actual FY 2003	Revised FY 2004	Budget Estimate FY 2005
PROGRAM DATA				
Office of Management and Budget				
Number of checks avoided by electronic funds transfer	1,511,000	1,537,000	1,570,000	1,610,000
Percent of "Unqualified" audit opinion ratings on the consolidated financial report (for the last five years) (a)	100%	100%	100%	100%
PERSONNEL DATA				
Position Data				
Filled Positions by Funding Source				
State Supported	216	206	191	201
Total Positions	216	206	191	201
Filled Positions by Program Class				
Employee Relations and Collective Negotiations	8	8	8	8
Office of Management and Budget	208	198	183	193
Total Positions	216	206	191	201

Notes:

Actual payroll counts are reported for fiscal years 2002 and 2003 as of December and revised fiscal year 2004 as of September. The Budget Estimate for fiscal year 2005 reflects the number of positions funded.

(a) "Unqualified" is the highest opinion rating in conformity with generally accepted accounting principles.

APPROPRIATIONS DATA
(thousands of dollars)

Year Ending June 30, 2003							Year Ending June 30, 2005	
Orig. & (S)Supplemental	Reapp. & (R)Recpts.	Transfers & (E)Emergencies	Total Available	Expended		Prog. Class.	2004 Adjusted Approp.	Requested	Recommended
					DIRECT STATE SERVICES				
					Distribution by Fund and Program				
637	—	442	1,079	1,077	Employee Relations and Collective Negotiations	03	555	555	555
20,437	11,030	−2,609	28,858	28,360	Office of Management and Budget	07	19,628	19,527	19,527
21,074	*11,030*	*−2,167*	*29,937*	*29,437*	*Total Direct State Services*		*20,183* (a)	*20,082*	*20,082*
					Distribution by Fund and Object				
					Personal Services:				
13,759	262 R	−538	13,483	13,461	Salaries and Wages		13,393	13,292	13,292
13,759	*262*	*−538*	*13,483*	*13,461*	*Total Personal Services*		*13,393*	*13,292*	*13,292*
294	—	−48	246	244	Materials and Supplies		294	294	294
5,765	—	527	6,292	6,290	Services Other Than Personal		5,275	5,275	5,275
122	—	−7	115	115	Maintenance and Fixed Charges		122	122	122
					Special Purpose:				
—	10,675 R	−10,675	—	—	Control – Investment Earnings	07	—	—	—
—	—	8,166	8,166	8,166	Cash Management Banking Services	07	—	—	—
460 642 S	—	—	1,102	1,102	Independent Audits	07	879 220 S	1,099	1,099
32	—	—	32	32	Governmental Accounting Standards Board	07	—	—	—
—	93	408	501	27	Additions, Improvements and Equipment		—	—	—
21,074	*11,030*	*−2,167*	*29,937*	*29,437*	*Grand Total State Appropriation*		*20,183*	*20,082*	*20,082*
					OTHER RELATED APPROPRIATIONS				
					All Other Funds				
—	36,968 20,142 R	−11,954	45,156	—	Office of Management and Budget	07	8,930	8,930	8,930
—	*57,110*	*−11,954*	*45,156*	—	*Total All Other Funds*		*8,930*	*8,930*	*8,930*
21,074	*68,140*	*−14,121*	*75,093*	*29,437*	*GRAND TOTAL ALL FUNDS*		*29,113*	*29,012*	*29,012*

Notes — Direct State Services – General Fund

(a) The fiscal year 2004 appropriation has been adjusted for the allocation of salary program in accordance with the provisions of P.L. 2003, c. 122 (Fiscal Year 2004 Appropriations Act).

Language Recommendations — Direct State Services – General Fund

Such sums as may be necessary for administrative expenses incurred in processing federal benefit payments are appropriated from such sums as may be received or receivable for this purpose.

In addition to the amounts hereinabove, there are appropriated such additional sums as may be necessary for an independent audit of the State's general fixed asset account group, management, performance, and operational audits, and the single audit.

There are appropriated, out of receipts derived from the investment of State funds, such sums as may be necessary for bank service charges, custodial costs, mortgage servicing fees and advertising bank balances under section 1 of P.L.1956, c.174 (C.52:18−16.1).

70. GOVERNMENT DIRECTION, MANAGEMENT AND CONTROL
73. FINANCIAL ADMINISTRATION

OBJECTIVES

1. To administer the tax laws of the State so that all properly due taxes are collected.
2. To manage unclaimed property in the state as effectively as possible.
3. To enhance revenue collection through integrated receipts processing and aggressive management of public accounts receivable.
4. To maximize revenues from the State lottery and minimize illegal organized gambling.
5. To invest and reinvest funds of the various State agencies and pension funds as effectively as possible.
6. To ensure that legalized gambling in New Jersey maintains the highest standard of integrity and serves as an effective method for rebuilding and developing existing facilities in Atlantic City in order to provide a meaningful and permanent contribution to the resort, convention, and tourist industry of New Jersey.
7. To provide for the recording, filing, processing and control of documents required or permitted to be filed under various statutes.

PROGRAM CLASSIFICATIONS

15. **Taxation Services and Administration.** Pursuant to NJSA 54:1–2, services include general administration, payment and accounting records, issuance of licenses and administration of local property and public utility functions. Specific functions performed include auditing tax returns and taxpaying entities; performing office and field audits; preparing tax refunds, certificates of tax lien search and certificates of tax lien release; holding taxpayer hearings and conferences; providing revenue analysis, research, and statistics for tax administration. Provides services involving bankruptcies, judgments, bulk sales, liens, levies, seizures, proclamations and reinstatements; investigates tax–related matters having criminal and/or civil potential; renders taxpayer service to the public.
16. **Administration of State Lottery.** Pursuant to NJSA 5:9–1, daily and weekly lotteries are conducted. Lottery programs are continually reviewed so that State revenues are maximized.
17. **Administration of State Revenues.** Pursuant to Executive Reorganization Plan 001–97, the Division oversees and coordinates collection and processing of revenues arising from State taxation, motor vehicle licensing and regulation and environmental protection laws and regulations. Centrally manages the collection and processing of revenues related to Unemployment Insurance, Temporary Disability, Worker's Compensation and Special Compensation and other employer filings. Centrally manages the collection and processing of delinquencies owed to the State by motorists, taxpayers, professional license holders and violators of State statute and regulation. Continues streamlining business reporting requirements by creating a central collection point for all tax collections, including corporate business taxes. Additionally, the Business Services Bureau (formerly Commercial Recording, NJSA 52:16A–36 et seq.) provides essential services to the public and legal communities. These include filing and processing information permitted and/or required by Title 14A Corporations General; Title 15A, Associations Not for Profit; and Title 16, Corporations and Associations Not for Profit; and the issuing of regulations, in addition to a number of similar functions. Through its Expedited Services, information is provided via telephone or the Internet.
19. **Management of State Investments.** Pursuant to NJSA 52:18A–79, activities involve investment and reinvestment of State funds, including the various State pension funds, the State Disability Benefits Fund, the General Investment Fund, and the State of New Jersey Cash Management Fund, together with the control of principal proceeds and interest receipts. Detailed reports of operations are published monthly and an annual report is presented to the Governor and Legislature. Investment functions are provided to other State agencies involving investment accounts.
25. **Administration of Casino Gambling.** Pursuant to NJSA 5:12–1, the Casino Control Commission is responsible for the regulation of legalized casino gambling in New Jersey including the licensure of facilities, employees and ancillary industries. In addition, the Commission is responsible for the collection of all license fees and taxes imposed by the Casino Control Act. It promulgates regulations and carries on a continuous study of existing and developing methods to control the casino gaming and casino service industries, prevents the material involvement of undesirable persons in casino gaming, conducts hearings pertaining to civil violations of the Act or its regulations and levies and collects all penalties appropriate thereto.

EVALUATION DATA

	Actual FY 2002	Actual FY 2003	Revised FY 2004	Budget Estimate FY 2005
PROGRAM DATA				
Taxation Services and Administration				
Customer Services				
Telephone Inquiries	2,496,448	2,543,594	2,700,000	2,800,000
GIT Filings by Phone/PC	140,591	153,429	180,000	200,000
Percentage of Total Tax Returns Filed by Phone/PC	4.0%	4.0%	4.7%	5.2%
NJSAVER Filings By Phone	1,403,402	1,193,804	1,300,000	1,300,000
Information and Publications				
Correspondence	81,079	114,555	145,000	170,000

	Actual FY 2002	Actual FY 2003	Revised FY 2004	Budget Estimate FY 2005
Regulatory Services				
Telephone Inquiries	11,721	12,831	13,500	13,500
Correspondence	9,151	9,358	9,500	9,500
Taxpayer Accounting				
Telephone Inquiries–Individual	21,704	18,823	25,000	20,000
Telephone Inquiries–Business	14,084	13,274	16,000	15,000
Correspondence–Individual	83,832	90,325	85,000	80,000
Correspondence–Business	32,709	31,385	40,000	35,000
Enforcement				
Audits				
Average Number of Auditors	408	428	436	436
Assessment Amount	$376,882,063	$443,626,441	$378,600,000	$370,000,000
Audits Completed	134,883	113,429	111,000	107,200
Average Assessment/Auditor	$923,731	$1,036,510	$868,349	$848,624
Compliance				
Number of Collectors	271	281	290	290
Collections	$257,224,746	$252,938,891	$180,000,000	$180,000,000
Number of Closed Cases	469,932	788,848	640,000	650,000
Average Collection Per Collector	$949,169	$900,138	$620,690	$620,690
Bankruptcy Claims	3,345	3,977	4,000	4,200
Judgments	14,405	19,404	20,000	20,000
Deferred Payment Plans	5,463	4,883	6,100	7,300
Criminal Investigations				
Prosecution Recommendations	90	97	95	95
Assessment Amount	$3,647,521	$3,484,723	$3,500,000	$3,500,000
Billings Mailed				
Individual	443,371	274,570	240,000	220,000
Business	205,920	168,139	150,000	150,000
Refunds Reviewed				
Individual	59,070	65,302	80,000	70,000
Business	4,780	4,878	5,000	5,000
Property Administration				
Real Estate Appraisals–Inheritance Tax	319	325	340	350
Informal Assessors' Appeals	1,045	1,100	1,100	1,125
Sales Ratio Study				
Sales Evaluated	265,244	268,500	272,000	284,500
Sales Investigated, Office	103,152	110,000	112,000	115,000
Sales Investigated, Field	30,923	33,500	35,000	37,000
Intestates/Escheated Estates	43	48	50	55
Unclaimed Property				
Reports Filed	7,950	9,517	9,000	9,100
Administration of State Lottery				
Agents	6,000	6,000	6,000	6,000
Drawings	1,248	2,132	2,132	2,028
Net Sales (millions)	$2,068	$2,073	$2,211	$2,217
Cents Spent to Generate One Sales Dollar	8.5	9.1	8.8	8.4
Cents Spent to Generate One Government Dollar	21.4	24.7	24.6	26.0
Government Revenue as a Percent of Sales	39.7	36.8	35.8	32.3

	Actual FY 2002	Actual FY 2003	Revised FY 2004	Budget Estimate FY 2005
Administration of State Revenues				
Documents Processed				
Gross Income Tax–Imaged	3,437,266	3,055,045	3,050,000	3,000,000
Gross Income Tax–Manual	372,549	399,432	350,000	300,000
Gross Income Tax–Archival Imaged	286,290	591,300	550,000	500,000
WR–30 Documents–Imaged	357,500	363,011	350,000	350,000
WR–30 Documents–Manual	208,300	217,441	200,000	200,000
PTR Documents–Manual	128,232	143,990	13,000	13,000
NJSAVER–Manual	81,753	50,458	50,000	45,000
All Taxes–Remittance Processed	3,567,368	4,437,184	4,000,000	4,000,000
Taxes Other Than GIT–Manual	1,173,749	1,319,805	1,120,000	1,120,000
DMV License Registrations	3,678,139	4,099,321	3,350,000	3,000,000
OMB Checks	13,291,146	16,302,750	350,000	350,000
Total Documents Processed	26,582,292	30,979,737	13,383,000	12,878,000
Alternate Filing				
Individual Electronic Filing	616,838	819,817	950,000	1,000,000
Combined Employer Return (927)	308,305	338,618	350,000	360,000
Employer Reports of Wages Paid (WR–30)	337,761	390,931	405,000	420,000
Number of Payments via Electronic Fund Transfer	2,415,008	2,579,578	2,885,000	3,060,000
Client Registrations				
Registration File Updates	217,171	215,003	220,000	220,000
Telephone Inquiries	92,468	98,761	80,000	80,000
Licenses Issued (Cigarette and Motor Fuels)	17,976	18,014	18,000	18,000
Collection Activity				
DMV Surcharge Contract	$129,222,305	$133,865,230	$140,000,000	$130,000,000
Telecollection of Deficient Taxes Contract	$40,207,549	$46,491,202	$40,000,000	$40,000,000
Number of SOIL Setoffs	257,493	199,215	200,000	200,000
Revenue Accounting				
Checks Processed	8,778,782	8,908,191	8,925,000	8,925,000
Electronic Invoices	191,130	100,076	115,000	115,000
Bills Generated (Department of Environmental Protection)	123,558	157,544	130,000	130,000
Dishonored Checks	28,035	29,566	29,000	29,000
Cigarette Stamps Sold	495,229,250	408,060,250	420,000,000	420,000,000
Business Support Services				
Corporations and Related Filings	150,000	137,308	150,000	150,000
Corporations Information Request	200,000	205,801	205,000	205,000
Annual Reports	250,000	250,000	250,000	250,000
Uniform Commercial Code Filings	120,000	111,526	115,000	115,000
Uniform Commercial Code Searches	58,000	55,366	58,000	58,000
Notary and Related Transactions	55,000	55,000	55,000	55,000
Trade Name/Trademark and Related Transactions	30,000	30,000	30,000	30,000
Management of State Investments				
Market Value of Investments as of June 30 (millions)	$76,674	$76,113	$83,000	$90,000
Cash Management Returns	2.93%	1.77%	2.50%	2.50%
Net Investment Earnings, Cash Basis (millions)	$2,369	$2,199	$2,200	$2,200
Funds Managed	181	182	185	190
Administration of Casino Gambling				
Number of Casinos in Operation	12	12	12	12
Number of Persons Employed by the Casino Industry	46,557	49,379	50,500	51,750
Casino Industry Gross Revenue (in billions)	$4.35	$4.33	$4.51	$4.69
New Casino Key Licenses Issued	171	169	245	205
New Casino Employee Licenses Issued	3,208	2,872	3,338	3,100
Renewals of Casino Key and Employee Licenses	2,409	5,638	7,552	4,960
Casino Service Employee Registrations Issued	1,386	2,521	1,493	1,700
Casino Service Industry Licenses Issued:				
New Licenses	148	192	200	210
Renewal Licenses	152	176	180	185
Slot Machine Licenses Issued	38,890	42,747	42,875	44,000
Casino Table Games in Operation	1,210	1,362	1,375	1,375

	Actual FY 2002	Actual FY 2003	Revised FY 2004	Budget Estimate FY 2005
Junket Enterprise Licenses				
Junket Licenses Issued	8	7	5	7
Junket Licenses Renewed	19	20	10	8
Contract Review:				
Vendor and Junket Enterprise Registration Forms Processed	2,264	2,629	2,682	2,735
Notice of Intent to Conduct Business with Enterprises	519	477	487	497
Contested Case Hearings:				
Employee Applications and Renewals	683	528	569	583
Casino Service Industry Applications and Renewals	27	25	24	25
Revocations and Violation Complaints	314	291	271	296
Miscellaneous	6	3	3	4
Exclusions	12	14	10	12
Litigation	1	1	1	2
Motion for Relief from Casino Control Commission Orders and Other Reasons	46	37	29	36
Reapplication for Permission to Work With or Without Credentials	24	37	34	28
PERSONNEL DATA				
Position Data				
Filled Positions by Funding Source				
State Supported	2,075	1,970	1,976	2,088
All Other	400	383	416	454
Total Positions	2,475	2,353	2,392	2,542
Filled Positions by Program Class				
Taxation Services and Administration	1,448	1,382	1,378	1,489
Administration of State Lottery	153	142	135	138
Administration of State Revenues	471	444	466	483
Management of State Investments	69	62	63	68
Administration of Casino Gambling	334	323	350	364
Total Positions	2,475	2,353	2,392	2,542

Notes:

Actual payroll counts are reported for fiscal years 2002 and 2003 as of December and revised fiscal year 2004 as of September. The Budget Estimate for fiscal year 2005 reflects the number of positions funded.

APPROPRIATIONS DATA
(thousands of dollars)

Year Ending June 30, 2003								Year Ending June 30, 2005	
Orig. & (S)Supplemental	Reapp. & (R)Recpts.	Transfers & (E)Emergencies	Total Available	Expended		Prog. Class.	2004 Adjusted Approp.	Requested	Recommended
					DIRECT STATE SERVICES				
					Distribution by Fund and Program				
88,709	17,801	−921	105,589	93,119	Taxation Services and Administration	15	91,993	88,272	88,272
21,662	284	−76	21,870	21,868	Administration of State Lottery	16	21,491	21,491	21,491
40,556	6,965	−100	47,421	39,395	Administration of State Revenues	17	37,309	27,819	27,819
6,307	173	30	6,510	6,410	Management of State Investments	19	6,620	6,620	6,620
26,938	1,301	—	28,239	25,674	Administration of Casino Gambling	25	27,901	27,901	27,901
26,938	*1,301*	—	*28,239*	*25,674*	*(From Casino Control Fund)*		*27,901*	*27,901*	*27,901*
4,703	224	197	5,124	4,703	Commercial Recording	50	4,703	4,703	4,703
188,875	***26,748***	***−870***	***214,753***	***191,169***	***Total Direct State Services***		***190,017***	***176,806***	***176,806***
161,937	*25,447*	*−870*	*186,514*	*165,495*	*(From General Fund)*		*162,116* [a]	*148,905*	*148,905*
26,938	*1,301*	—	*28,239*	*25,674*	*(From Casino Control Fund)*		*27,901*	*27,901*	*27,901*

Year Ending June 30, 2003						Prog. Class.	2004 Adjusted Approp.	Year Ending June 30, 2005	
Orig. & (S)Supplemental	Reapp. & (R)Recpts.	Transfers & (E)Emergencies	Total Available	Expended				Requested	Recommended
					DIRECT STATE SERVICES				
					Distribution by Fund and Object				
					Personal Services:				
—	—	—	—	427	Chairman and Commissioners (CCF)		534	534	534
93,346	3,521 R	1,017	97,884	97,652	Salaries and Wages		94,135	96,195	96,195
24,210	—	−1,710	22,500	17,323	Salaries and Wages (CCF)		18,972	18,972	18,972
—	—	—	—	4,236	Employee Benefits (CCF)		4,726 963 S	5,689	5,689
117,556	*3,521*	*−693*	*120,384*	*119,638*	*Total Personal Services*		*119,330*	*121,390*	*121,390*
93,346	*3,521*	*1,017*	*97,884*	*97,652*	*(From General Fund)*		*94,135*	*96,195*	*96,195*
24,210	*---*	*−1,710*	*22,500*	*21,986*	*(From Casino Control Fund)*		*25,195*	*25,195*	*25,195*
5,304	—	−214	5,090	5,062	Materials and Supplies		6,125	5,183	5,183
248	—	300	548	548	Materials and Supplies (CCF)		183	183	183
45,821 11,448 S	168 284 R	−1,375	56,346	55,089	Services Other Than Personal		44,895 13,650 S	43,793	43,793
986	—	290	1,276	1,174	Services Other Than Personal (CCF)		922	922	922
1,735	—	19	1,754	1,749	Maintenance and Fixed Charges		1,778	1,660	1,660
1,317	—	70	1,387	1,387	Maintenance and Fixed Charges (CCF)		1,205	1,205	1,205
					Special Purpose:				
—	10,710	—	10,710	111	Property Assessment and Management System (PAMS)	15	—	1,175	1,175
—	3,412	−1,800	1,612	1,462	Tax Amnesty Program	15	—	—	—
—	6,919	—	6,919	272	Revenue Management System	17	—	—	—
1,524 529 S	41	—	2,094	1,606	Wage Reporting/Temporary Disability Insurance	17	1,524	899	899
105	—	—	105	62	Administration of Casino Gambling (CCF)	25	105	105	105
2,230 S	392	1,483	4,105	2,492	Additions, Improvements and Equipment		9	—	—
72	1,301	1,050	2,423	517	Additions, Improvements and Equipment (CCF)		291	291	291
188,875	*26,748*	*−870*	*214,753*	*191,169*	*Grand Total State Appropriation*		*190,017*	*176,806*	*176,806*
					OTHER RELATED APPROPRIATIONS				
					All Other Funds				
—	17 24,441 R	−16,608	7,850	5,372	Taxation Services and Administration	15	9,933	9,933	9,933
—	—	—	—	—	Administration of State Lottery	16	260	260	260
—	39,183 R	—	39,183	11,671	Administration of State Revenues	17	81,795	38,795	38,795
—	*63,641*	*−16,608*	*47,033*	*17,043*	*Total All Other Funds*		*91,988*	*48,988*	*48,988*
188,875	*90,389*	*−17,478*	*261,786*	*208,212*	*GRAND TOTAL ALL FUNDS*		*282,005*	*225,794*	*225,794*

Notes — Direct State Services − General Fund

(a) The fiscal year 2004 appropriation has been adjusted for the allocation of salary program in accordance with the provisions of P.L. 2003, c. 122 (Fiscal Year 2004 Appropriations Act).

Language Recommendations — Direct State Services − General Fund

So much of the receipts derived from the sale of confiscated equipment, materials and supplies under the "Cigarette Tax Act," P.L. 1948, c.65 (C.54:40A−1 et seq.), as may be necessary for confiscation, storage, disposal and other related expenses thereof, are appropriated.

Notwithstanding the provision of any law to the contrary, there shall be no retroactive payment for refunds due under section 9 of P.L. 1976, c.141 (C.58:10–23.11h) as amended pursuant to section 1 of P.L. 1997, c.134 for the period from January 1, 1996, through June 26, 1997, appropriated from the Spill Compensation Fund.

Such sums as may be necessary for the administration of the homestead property tax reimbursement established pursuant to P.L. 1997, c.348 (C.54:4–8.67 et seq.) are appropriated, subject to the approval of the Director of the Division of Budget and Accounting.

Upon certification of the Director of the Division of Taxation, the State Treasurer shall pay, upon warrants of the Director of the Division of Budget and Accounting, such claims for refund as may be necessary under the provisions of Title 54 of the Revised Statutes, as amended and supplemented.

Notwithstanding any other law to the contrary, there are appropriated out of the receipts in the Solid Waste Services Tax Fund such sums as may be necessary for the cost of administration and collection of taxes pursuant to P.L. 1985, c.38 (C.13:1E–136 et seq.), subject to the approval of the Director of the Division of Budget and Accounting.

Such sums as are required for the acquisition of equipment essential to the modernization of processing tax returns, are appropriated from tax collections, subject to the approval of the Joint Budget Oversight Committee and the Director of the Division of Budget and Accounting.

The amount necessary to provide administrative costs incurred by the Division of Taxation and the Division of Revenue to meet the statutory requirements of the "New Jersey Urban Enterprise Zones Act," P.L. 1983, c.303 (C.52:27H–60 et seq.) is appropriated from the Enterprise Zone Assistance Fund, subject to the approval of the Director of the Division of Budget and Accounting.

Pursuant to the provisions of section 12 of P.L. 1992, c.165 (C.40:54D–12) there are appropriated such sums as may be required to compensate the Department of the Treasury for costs incurred in administering the "Tourism Improvement and Development District Act," P.L. 1992, c.165 (C.40:54D–1 et seq.).

In addition to the amounts appropriated hereinabove, such additional sums as may be necessary are appropriated to fund costs of the collecting and processing of debts, taxes and other fees and charges owed to the State, including but not limited to the services of auditors and attorneys and enhanced compliance programs, subject to the approval of the Director of the Division of Budget and Accounting. The Director of the Division of Budget and Accounting shall provide the Joint Budget Oversight Committee with written reports on the detailed appropriation and expenditure of sums appropriated pursuant to this provision.

Notwithstanding any provision of any other law to the contrary, there are available out of fees derived from the cost of collection imposed pursuant to section 8 of P.L. 1987, c.76 (C.54:49–12.1) such sums as may be required for compliance and enforcement activities associated with the collection process as promulgated by the Taxpayers' Bill of Rights under P.L. 1992, c.175.

Notwithstanding the provisions of section 4 of the "Lead Hazard Control Assistance Act," P.L. 2003, c.311 such sums as are necessary are appropriated from the Lead Hazard Control Assistance Fund for the Department of Treasury's administrative costs, subject to the approval of the Director of the Division of Budget and Accounting.

The unexpended balance as of June 30, 2004 in the Property Assessment Management System (PAMS) is appropriated for the same purpose.

There are appropriated, out of revenues derived from escheated property under the various escheat acts, such sums as may be necessary to administer such acts and such sums as may be required for refunds.

There are appropriated out of the State Lottery Fund such sums as may be necessary for costs required to implement the "State Lottery Law," P.L. 1970, c.13 (C.5:9–1 et seq.) and for payment for commissions, prizes and expenses of developing and implementing games pursuant to section 7 of P.L. 1970, c.13 (C. 5:9–7).

In addition to the amounts hereinabove, State Lottery Fund receipts in excess of anticipated contributions to education and State institutions, and reimbursement of administrative expenditures, are appropriated, subject to the approval of the Director of the Division of Budget and Accounting and the Joint Budget Oversight Committee.

Notwithstanding the provisions of any other law to the contrary, there are appropriated out of receipts derived from communications fees such sums as may be necessary for telecommunications costs required in the administration of the State Lottery.

Notwithstanding the provisions of any other law to the contrary, there are appropriated out of receipts derived from the sale of advertising and/or promotional products by the State Lottery, such sums as may be necessary for advertising costs required in the administration of the State Lottery pursuant to P.L. 1970, c.13 (C.5:9–1 et seq.).

There are appropriated such sums as are necessary to fund the hospitals' share of monies collected pursuant to the hospital care payment act, P.L. 2003, c. 112, subject to the approval of the Director of the Division of Budget and Accounting.

The unexpended balances as of June 30, 2004 in the Revenue Management System account are appropriated.

The Director of the Division of Budget and Accounting is hereby authorized to transfer or credit such sums as are necessary between the Department of Labor and the Department of the Treasury for the administration of revenue collection and processing functions related to Unemployment Insurance, Temporary Disability Insurance, Workers Compensation, Special Compensation Programs, the Health Care Subsidy Fund, and the Workforce Development Partnership program.

The amounts hereinabove for the Wage Reporting/Temporary Disability Insurance program are payable out of the State Disability Benefits Fund, and in addition to the amounts hereinabove, there are appropriated out of the State Disability Benefits Fund such additional sums as may be required to administer revenue collection associated with the Temporary Disability Insurance program, subject to the approval of the Director of the Division of Budget and Accounting.

Receipts in excess of those anticipated from the over–the–counter surcharges are appropriated to meet the costs of the Division of Revenue's commercial recording function, subject to the approval of the Director of the Division of Budget and Accounting.

Funds necessary to defray the cost of collection to implement the provisions of P.L. 1994, c.64 (C.17:29A–35 et seq.), as well as the cost of billing and collection of surcharges levied on drivers in accordance with the New Jersey Automobile Insurance Reform Act of 1982 –

Merit Rating System Surcharge Program, P.L. 1983, c.65 (C.17:29A–33 et al.) as amended, are appropriated from fees in lieu of actual cost of collection receipts and from surcharges derived, subject to the approval of the Director of the Division of Budget and Accounting.

There are appropriated, out of receipts derived from service fees billed to authorities for the handling of investment transactions, such sums as may be necessary to administer the Management of State Investments program.

There are appropriated, out of receipts derived from the investments of State funds, such sums as may be necessary for bank service charges, custodial costs, mortgage servicing fees and advertising bank balances under section 1 of P.L. 1956, c.174 (C.52:18–16.1).

Notwithstanding the provisions of any law to the contrary, the expenses of administration for the various retirement systems and employee benefit programs administered by the Division of Pensions and Benefits and the Division of Investments shall be charged to the pension and health benefits funds established by law to receive employer contributions or payments or to make benefit payments under the programs, as the case may be. In addition to the amounts hereinabove, there are appropriated such sums as may be necessary for administrative costs, which shall include bank service charges, investment services, and other such costs as are related to the management of the pension and health benefit programs as the Director of the Division of Budget and Accounting shall determine. In addition, revenue resulting from such charges to the various pensions and health benefit funds, payable on a schedule to be determined by the Director of the Division of Budget and Accounting, shall be credited to the General Fund as anticipated revenue.

Language Recommendations — Direct State Services – Casino Control Fund

In addition to the amount hereinabove for Administration of Casino Gambling, there are appropriated from the Casino Control Fund such additional sums as may be required for operation of the Casino Control Commission, subject to the approval of the Director of the Division of Budget and Accounting.

70. GOVERNMENT DIRECTION, MANAGEMENT AND CONTROL
74. GENERAL GOVERNMENT SERVICES

OBJECTIVES

1. To centralize all press and public relations services.
2. To provide a centralized purchasing system for goods and services needed to operate all State government departments, and to provide a savings opportunities for school districts, county, and local governments through cooperative purchasing.
3. To provide maintenance and operation services for the preservation and protection of the buildings in the Capitol Complex.
4. To provide for centralized management of the rental and lease of real property, disposal of surplus State real property and purchase of real property, and effective management of employee housing.
5. To plan, program, design and supervise the construction of buildings and facilities for the various State agencies.
6. To administer all employee benefit programs at minimum cost.
7. To operate a central motor pool fleet at the lowest possible cost and provide State agencies with safe operating vehicles.
8. To provide printing services to State agencies.
9. To provide food service in the State House Complex cafeterias and other State–owned facilities in the Trenton area.
10. To provide risk management, loss prevention and claims services, and management of the fire and casualty insurance program to all State agencies.
11. To warehouse commodities by purchasing in large volume shipments, making goods available on request at the lowest possible prices, and to coordinate on a State–wide basis the assembling, distribution, and sale of State–owned surplus personal property.
12. To provide a mail processing/delivery system at minimum cost.
13. To coordinate New Jersey's land and historic preservation goals and programs.

PROGRAM CLASSIFICATIONS

02. **Garden State Preservation Trust.** The Garden State Preservation Trust fulfills a statutory responsibility to oversee New Jersey's progress in achieving its land preservation goals, conducts related education and outreach, and reviews and recommends to the Legislature funding for open space, farmland, and historic preservation projects submitted respectively by the Department of Environmental Protection's Green Acres Program, the State Agricultural Development Committee and the New Jersey Historic Trust.

04. **Public Information Services.** Executive Order No. 30, dated January 14, 1976, centralized all press and public relations services of the various departments of state government.

09. **Purchasing and Inventory Management.** Pursuant to NJSA 52:18A–3, the Division of Purchase and Property administers a centralized statewide purchasing system, including the setting of purchasing standards and specifications; makes available contracts for products and services to school districts, municipalities, and other political subdivisions through the cooperative purchasing program; contracts major lease/purchase arrangements through the Master Lease Program; maintains a centralized distribution center to permit bulk purchases for all State departments; performs testing and inspection functions; supervises the disposition of State surplus property.

12. **Property Management and Construction – Construction Management Services.** Pursuant to NJSA 52:18A, the Division accomplishes all architectural and engineering design and construction supervision of new facilities, as well as the renovation and rehabilitation of existing facilities; provides technical advice and assistance to all State agencies in preliminary planning, programming, design, layout and cost estimating; administers construction and professional service contracts associated with building programs; provides for field supervision on State construction projects; ensures that all building programs are completed, in accordance with the predetermined goals and objectives of the State agencies within established budgets.

21. **Pensions and Benefits.** Pursuant to NJSA 52:18A–95 et seq., eligibility determinations are made for those who are required or optionally permitted to participate in the benefit programs. Certifications of membership, rates involving employer and employee contributions, and proper designation of beneficiaries for the several benefit schedules are provided.

    Monies are accounted for in individual accounts of members, and to the credit of the several systems in the general and subsidiary ledgers. A complete and proper accounting of all disbursements to eligible employers and employees and their beneficiaries is provided.

22. **Capital City Redevelopment Corporation.** Pursuant to NJSA 52:9Q–9 et seq., the Capital City Redevelopment Corporation (CCRC) was created to guide a revitalization effort in the capitol district of downtown Trenton, and to act as a central facilitator of the implementation of the Renaissance Plan.

26. **Property Management and Construction – Property Management Services.** Disposal of surplus real property and purchase of all real property (exclusive of Department of Transportation highway and public transportation requirements and Department of Environmental Protection "Green Acres" and water supply acquisitions) is a responsibility of the Office of Property Management. In addition, Property Management Services is charged with securing all leased office, warehouse and other State space requirements. Also, Property Management Services provides, in the Trenton area, full maintenance services for 40 State–owned buildings, including the State Records Storage Center, the Richard J. Hughes Justice Complex, Mary G. Roebling, William Ashby, War Memorial, and the Environmental Protection buildings; also provides renovation and alteration services valued at less than $39,600. Carries out all related contract administration services, including the processing of change orders, pre–qualification of contractors, public advertising, awarding of bids; prepares and maintains central contract files and all other records, including plans and specifications.

37. **Risk Management.** Operates to reduce the adverse impact of catastrophic pure loss on State operations and budgets through a combination of risk management and loss prevention techniques. Administers claims against the State and its employees under Title 59, Tort Claims Act, R.S. 34 Workers Compensation statute and various Federal statutes and laws. Risk Management also administers claims on behalf of the State against others responsible for damage to the State, its employees and property.

40. **Office of Information Technology.** Processes information for a wide variety of department and agency programs including, but not limited to, centralized payroll, budget, revenue, general accounting, pensions, nursing home claims, food stamps, public assistance, institutional patient billings, caseload activities, unemployment compensation, disability insurance, employment and personnel services, engineering services, air monitoring, and criminal justice.

41. **Automotive Services.** Pursuant to Executive Order No. 33, dated June 7, 1991, the State Central Motor Pool administers central fleet management and maintains and operates central facilities for the repair and storage of State–owned motor vehicles. The pool has legal ownership of the vehicles and prescribes rules for the efficient and economical operation of the fleet. Since the pool is self–supporting, rental fees based on usage are billed to the State using agencies. The revenues collected are used to purchase replacement vehicles and to cover all costs of the pool operation.

43. **Printing Services.** The Treasury Print Shop operates as a revolving fund. The costs of labor and materials are reimbursed by various agencies including, but not limited to the Department of the Treasury, the Office of the Chief Executive, the Legislature, and the Department of State.

44. **Capitol Post Office.** The Capitol Post Office operates as a revolving fund, providing postal services to all State departments.

62. **State Cafeterias.** Provides food services on a receipt basis and operates as a dedicated fund.

EVALUATION DATA

	Actual FY 2002	Actual FY 2003	Revised FY 2004	Budget Estimate FY 2005
PROGRAM DATA				
Purchasing and Inventory Management				
Vendor purchases (millions)	1,483	1,266	1,300	1,300
Term contracts	1,328	1,084	1,100	1,100
Pensions and Benefits				
Financial Data				
Assets, all funds (thousands)	$66,672,170	$65,162,408	$64,456,637	$63,760,065
Benefit payments (thousands)	$6,252,794	$7,301,497	$8,316,174	$9,478,976
Lump sum death benefit payments (thousands)	$162,975	$174,448	$182,442	$191,037
Member loans outstanding (thousands)	$1,209,950	$1,186,105	$1,221,661	$1,258,939
Membership, all retirement systems	511,915	525,943	538,611	551,647
Retired members and beneficiaries	193,080	206,128	214,896	224,074
Membership, other systems				
Supplemental annuity	4,424	4,537	4,601	4,665
Health benefits program members	339,716	350,667	363,457	376,775
Health benefits program covered lives	761,801	785,142	814,899	845,784
Prescription drug program members	133,424	141,339	149,812	158,794
Prescription drug program covered lives	331,289	352,549	374,812	398,482
Dental program members	94,836	96,911	98,442	99,998
Dental program covered lives	223,208	229,207	233,230	237,323

	Actual FY 2002	Actual FY 2003	Revised FY 2004	Budget Estimate FY 2005
Benefit Processing Data				
New enrollments or transfers	74,222	70,238	70,000	70,000
Withdrawals	7,636	7,211	7,200	7,200
Death claims	8,210	8,071	8,400	8,400
New retirements	13,695	12,732	13,000	12,500
Pensions adjustments	13,062	7,475	7,500	7,500
Service purchase requests	16,106	13,668	15,000	14,000
Member loans	118,119	121,183	100,000	100,000
Client Services				
Telephone inquiries	1,454,113	1,414,211	1,450,000	1,500,000
Interviews	18,163	13,007	13,500	14,000
Correspondence	20,966	20,024	22,000	23,000
Internet inquiries	13,578	12,735	16,000	18,000
Seminars	844	703	850	900
Property Management and Construction – Property Management Services				
Leased facilities	345	343	341	345
Area in square feet (leased facilities)	5,300,000	5,235,000	5,200,000	5,250,000
State-owned space maintained (square feet)	6,065,635	5,874,000	5,429,470	5,429,470
PERSONNEL DATA				
Position Data				
Filled Positions by Funding Source				
State Supported	783	715	692	701
All Others	34	33	33	35
Total Positions	817	748	725	736
Filled Positions by Program Class				
Garden State Preservation Trust	4	4	3	4
Purchasing and Inventory Management	129	102	104	107
Pensions and Benefits	385	370	350	357
Capital City Redevelopment Corporation	2	1	1	2
Property Management and Construction	208	187	184	177
Risk Management	57	52	51	56
Capitol Post Office	32	32	32	33
Total Positions	817	748	725	736

Notes:

Actual payroll counts are reported for fiscal years 2002 and 2003 as of December and revised fiscal year 2004 as of September. The Budget Estimate for fiscal year 2005 reflects the number of positions funded.

APPROPRIATIONS DATA
(thousands of dollars)

Year Ending June 30, 2003								Year Ending June 30, 2005	
Orig. & (S)Supplemental	Reapp. & (R)Recpts.	Transfers & (E)Emergencies	Total Available	Expended		Prog. Class.	2004 Adjusted Approp.	Requested	Recommended
					DIRECT STATE SERVICES				
					Distribution by Fund and Program				
468	—	—	468	304	Garden State Preservation Trust	02	468	468	468
13,929	137	795	14,861	13,670	Purchasing and Inventory Management	09	13,277	8,505	8,505
31,625	14,043	54	45,722	33,163	Pensions and Benefits	21	31,798	31,635	31,635
14,207	877	250	15,334	14,722	Property Management and Construction – Property Management Services	26	13,538 [a]	13,338	13,338
1,826	523	—	2,349	2,344	Risk Management	37	1,807	1,807	1,807
62,055	***15,580***	***1,099***	***78,734***	***64,203***	***Total Direct State Services***		***60,888*** [b]	***55,753***	***55,753***

Year Ending June 30, 2003							Year Ending June 30, 2005	
Orig. & (S)Supplemental	Reapp. & (R)Recpts.	Transfers & (E)Emergencies	Total Available	Expended		Prog. Class.	2004 Adjusted Approp.	Requested	Recommended
					DIRECT STATE SERVICES				
					Distribution by Fund and Object				
					Personal Services:				
33,788	292 611 R	1,318	36,009	35,913	Salaries and Wages		34,682	35,031	35,031
33,788	*903*	*1,318*	*36,009*	*35,913*	*Total Personal Services*		*34,682*	*35,031*	*35,031*
763	56	245	1,064	1,009	Materials and Supplies		816	816	816
18,388	1,626	–2,711	17,303	16,970	Services Other Than Personal		16,961	16,724	16,724
1,589	42 512 R	262	2,405	1,978	Maintenance and Fixed Charges		1,899	1,899	1,899
					Special Purpose:				
468	—	—	468	304	Garden State Preservation Trust	02	468	468	468
—	49	—	49	—	Gubernatorial Transition – Governor	09	—	—	—
6,931	—	—	6,931	6,736	Fleet Renewal Management Program	09	5,882	560	560
128	—	51	179	179	State Pension System Audit	21	180	180	180
—	12,000	—	12,000	422	Re–Engineering of Pension and Health Benefits Computer Systems	21	—	—	—
—	323 R	–100	223	—	Real Property Leasing Out Program	26	—	—	—
—	69	2,034	2,103	692	Additions, Improvements and Equipment		—	75	75
					CAPITAL CONSTRUCTION				
					Distribution by Fund and Program				
—	3,993	—	3,993	2,011	Property Management and Construction – Property Management Services	26	—	—	—
5,500	3,697	2,766	11,963	8,003	Office of Information Technology	40	—	—	—
5,500	***7,690***	***2,766***	***15,956***	***10,014***	*Total Capital Construction*		—	—	—
					Distribution by Fund and Object				
					Office of Information Technology				
—	1,580	–836	744	59	Preservation Projects – Information Processing	40	—	—	—
—	768	—	768	768	Disaster Recovery – Electronic Vaulting	40	—	—	—
—	138	–137	1	1	Data Center Upgrades and Consolidation	40	—	—	—
—	7	—	7	7	Radio Communications Network Study	40	—	—	—
—	13	—	13	13	Direct Access Storage Devices (DASD)	40	—	—	—
—	10	—	10	9	Construction of Loading Dock	40	—	—	—
—	50	—	50	50	E–Government Infrastructure	40	—	—	—
—	271	—	271	271	Trenton Campus Fiber Optic Network	40	—	—	—
5,500	—	—	5,500	2,347	OIT–Availability and Recovery Site (OARS)	40	—	—	—
—	854	–853	1	1	Enterprise Network Security	40	—	—	—
—	6	4,044	4,050	3,929	Network Infrastructure	40	—	—	—
—	—	548	548	548	E–Gov Portal Component	40	—	—	—
					Property Management and Construction				
—	1,984 942 R	–46	2,880	1,586	Property Management and Construction – Property Management Services	26	—	—	—

Year Ending June 30, 2003								Year Ending June 30, 2005	
Orig. & (S)Supplemental	Reapp. & (R)Recpts.	Transfers & (E)Emergencies	Total Available	Expended		Prog. Class.	2004 Adjusted Approp.	Requested	Recommended
					CAPITAL CONSTRUCTION				
—	323	178	501	29	Capital Improvements, Capitol Complex	26	—	—	—
—	1	−1	—	—	Deferred Maintenance, Capitol Complex	26	—	—	—
—	11	—	11	11	Interior Planning and Renovations	26	—	—	—
—	467	—	467	380	Capital Replacements	26	—	—	—
—	193	−177	16	5	Renovations and Improvements, Justice Complex	26	—	—	—
—	71	46	117	—	Capital Reinvestment, Renovation and Initiative Fund	26	—	—	—
—	1	—	1	—	Network Infrastructure	26	—	—	—
67,555	*23,270*	*3,865*	*94,690*	*74,217*	*Grand Total State Appropriation*		*60,888*	*55,753*	*55,753*
					OTHER RELATED APPROPRIATIONS				
					All Other Funds				
—	—	—	—	—	Purchasing and Inventory Management	09	90	90	90
—	2 119 R	—	121	119	Capital City Redevelopment Corporation	22	378	378	378
—	1,666 2,606 R	27	4,299	2,596	Property Management and Construction − Property Management Services	26	3,702	3,746	3,746
—	—	—	—	—	Risk Management	37	480	500	500
—	—	—	—	—	Office of Information Technology	40	—	7,182	7,182
—	197	−197	—	—	Commercial Recording	50	—	—	—
—	145 76 R	—	221	34	State Cafeterias	62	72	77	77
—	*4,811*	*−170*	*4,641*	*2,749*	*Total All Other Funds*		*4,722*	*11,973*	*11,973*
67,555	*28,081*	*3,695*	*99,331*	*76,966*	*GRAND TOTAL ALL FUNDS*		*65,610*	*67,726*	*67,726*

Notes — Direct State Services − General Fund

(a) Operating costs in the amount of $1,148,000 were moved from the Department of Treasury to the Department of Law and Public Safety in fiscal 2004 for the new Hamilton State Police facility.

(b) The fiscal year 2004 appropriation has been adjusted for the allocation of salary program in accordance with the provisions of P.L. 2003, c. 122 (Fiscal Year 2004 Appropriations Act).

Language Recommendations — Direct State Services − General Fund

The Director of the Division of Budget and Accounting is empowered to transfer or credit to any central data processing center any appropriation made to any department which had been appropriated or allocated to such department for its share of costs of such data processing center including the replacement of data processing equipment and the purchase of additional data processing equipment.

There are appropriated, out of receipts derived from service fees billed to political subdivisions for the operating costs of the cooperative purchasing program, such sums as may be necessary to administer and operate the Purchase Bureau program.

There are appropriated, out of receipts derived from service fees billed to authorities for the handling of insurance procurement and risk management services, such sums as may be necessary to administer the Risk Management program.

Notwithstanding the provisions of any other law to the contrary, there are appropriated, out of the receipts derived from third party subrogation, such sums as may be necessary for the administrative expenses of the Risk Management program.

Notwithstanding the provisions of section 15 of article 6 of P.L. 1944, c.112 (C.52:27B−67), revenues in excess of the anticipation derived from the sale of surplus state vehicles are available for the replacement of Central Motor Pool temporary assignment vehicles, subject to the approval of the Director of the Division of Budget and Accounting.

Notwithstanding the provisions of any other law to the contrary, there are appropriated, out of receipts derived from service fees billed to the various State departments for the purpose of travel services, such sums as may be necessary for the administrative expenses of the State Central Motor Pool program.

The Director of the Division of Budget and Accounting is empowered to transfer or credit to the Capitol Post Office revolving fund any appropriation made to any department for postage costs appropriated or allocated to such departments for their share of costs of the Capitol Post Office.

The Director of the Division of Budget and Accounting is empowered to transfer or credit to the Print Shop revolving fund any appropriation made to any department for printing costs appropriated or allocated to such departments for their share of costs of the Print Shop and the Office of Printing Control.

The unexpended balances in the State cafeteria accounts as of June 30, 2004, and receipts obtained from cafeteria operations, are appropriated for the improvement and extension of cafeteria services and facilities pursuant to section 2 of P.L.1951, c.312 (C.52:18A–19.6).

The Director of the Division of Budget and Accounting is empowered to transfer or credit to the Property Management and Construction program classification, from appropriations for construction and improvements, a sufficient sum to pay for the cost of architectural work, superintendence and other expert services in connection with such work.

From the receipts derived from the sale of real property, such sums are appropriated for the costs incurred in order to preserve and maintain the property's value and condition and for costs incurred in the selling of the real property, including appraisal, survey, advertising, maintenance, security and other costs related to the preservation and disposal, subject to the approval of the Director of the Division of Budget and Accounting.

Notwithstanding any law to the contrary, there are appropriated out of receipts derived from the pre–qualification service fees billed to contractors, architects, engineers, and professionals sufficient sums for expenses related to the administration of pre–qualification activities undertaken by the Division of Property Management and Construction.

The unexpended balances in excess of $300,000 in the Management of the Department of Environmental Protection Properties account as of June 30, 2004 are appropriated for the same purpose.

Receipts derived from the leasing of State surplus real property are appropriated for the maintenance of leased property subject to the approval of the Director of the Division of Budget and Accounting, provided that a sum not to exceed $100,000 shall be available for the administrative expenses of the program.

There are appropriated such additional sums as may be necessary for the purchase of expert witness services related to the State's defense against inverse condemnation claims related to the Department of Environmental Protection's Land Use Regulation program.

Receipts from employee maintenance charges in excess of $300,000 are appropriated for maintenance of employee housing and associated relocation costs; provided, however, that a sum not to exceed $25,000 shall be available for management of the program, the expenditure of which shall be subject to the approval of the Director of the Division of Budget and Accounting.

There are appropriated out of receipts derived from lease proceeds billed to the occupants of the James J. Howard Marine Science Laboratory, such sums as may be required to operate and maintain the facility and for the payment of interest and/or principal due from the issuance of bonds for this facility.

Notwithstanding any other law to the contrary, an amount not to exceed $468,000 is transferred from the Garden State Farmland Preservation Trust Fund, the Garden State Green Acres Preservation Trust Fund and the Garden State Historic Preservation Trust Fund to the General Fund in an allocation to be determined by the Garden State Preservation Trust and approved by the Director of the Division of Budget and Accounting and such amount is appropriated to the Garden State Preservation Trust.

Notwithstanding any other law to the contrary, the Departments of the Treasury, Community Affairs, Environmental Protection, and Agriculture will provide such administrative services as are necessary to operate the Garden State Preservation Trust.

In addition to the amounts hereinabove, there are appropriated such additional sums as may be necessary for independent audits of the State's pension systems, provided that such appropriations shall be reimbursed to the General Fund from the resources available to the various pension funds.

Notwithstanding the provisions of any law to the contrary, administrative expenses for the various retirement systems and employee benefit programs administered by the Division of Pensions and Benefits and the Division of Investments shall be reimbursed by the pension and health benefits funds established by law to receive employer contributions or payments or to make benefit payments under the programs, as the case may be. In addition to the amounts hereinabove, there are appropriated such sums as may be necessary to reimburse the General Fund for such sums as may be reasonably necessary for administrative costs, which shall include bank service charges, investment services, and any other such costs as are related to the management of the pension and health benefit programs, as the Director of the Division of Budget and Accounting shall determine. In addition, revenue resulting from such charges to the various pensions and health benefit funds, payable on a schedule to be determined by the Director of the Division of Budget and Accounting, shall be credited to the General Fund as anticipated revenue.

There are appropriated sufficient sums as may be required for the expenses of the Pensions and Health Benefits Commission, provided that such appropriation shall be reimbursed to the General Fund from the resources available to the various pensions and health benefits funds.

In addition to the amounts hereinabove, there is appropriated an amount, not to exceed $12,000,000, for the re–engineering of the pension and health benefits computer systems as referenced in the Division of Pensions and Benefits organizational study, provided that such appropriations shall be reimbursed to the General Fund from the resources available to the various pension funds.

The unexpended balance in the Re–engineering of the Pension and Health Benefits Computer Systems account as of June 30, 2004 is appropriated for the same purpose.

Notwithstanding the provisions of any law to the contrary, there are appropriated from the Capital City Redevelopment Loan and Grant Fund such sums as may be required to provide for expenses, programs, and strategies which will enhance the vitality of the capitol district as a place to live, visit, work and conduct business, subject to the approval of the Director of the Division of Budget and Accounting.

Language Recommendations — Capital Construction

Receipts derived from the agency surcharge on vehicle rentals pursuant to section 54 of P.L. 2002, c.34 (C.App.A:9–78), not to exceed $7,182,000 for the Office of Information Technology Availability and Recovery Site (OARS), are appropriated and shall be deposited into a dedicated account, the expenditure of which shall be subject to the approval of the Director of the Division of Budget and Accounting.

70. GOVERNMENT DIRECTION, MANAGEMENT AND CONTROL

74. GENERAL GOVERNMENT SERVICES

2026. OFFICE OF ADMINISTRATIVE LAW

OBJECTIVES

1. To develop and apply a fair, comprehensive and uniform system of administrative practice and procedures in the Executive Branch governing the adjudication of contested matters and the promulgation of rules and regulations.

PROGRAM CLASSIFICATIONS

03. **Adjudication of Administrative Appeals.** Pursuant to C52:14F–1 et seq. and C52:14B–10, full–time administrative law judges hold hearings and render decisions to the various agency heads for their acceptance, rejection, or modification within 45 days, or a lesser period where prescribed by law.

Judicial Administration creates standards and maintains filing, docketing, record keeping, and decision making systems for more than 11,000 administrative cases; develops and administers a program for the continuing training and education of judicial corps.

Development of Administrative Procedures (C52:14B–1 et seq.) regulates and assists state agencies with regard to the preparation and filing of rules and regulations, and establishes standards for the New Jersey Register and the New Jersey Administrative Code.

General and Administrative Services provides support to judicial administration and administrative procedures by maintaining the case management data base and office automation systems. Budgeting and accounting, purchasing, property maintenance, and personnel and payroll are other services provided by this division.

EVALUATION DATA

	Actual FY 2002	Actual FY 2003	Revised FY 2004	Budget Estimate FY 2005
PROGRAM DATA				
Adjudication of Administrative Appeals				
Cases pending as of July 1	4,018	4,321	4,620	5,066
Cases filed	9,983	10,398	11,866	11,866
Cases disposed of	9,680	10,099	11,420	11,420
Cases pending as of June 30	4,321	4,620	5,066	5,512
Cases disposed of per judge	269	281	317	317
PERSONNEL DATA				
Affirmative Action Data				
Male Minority	5	4	7	7
Male Minority %	4.4	3.7	6.2	5.9
Female Minority	33	32	32	32
Female Minority %	29.2	29.4	28.3	27.1
Total Minority	38	36	39	39
Total Minority %	33.6	33.0	34.5	33.1
Position Data				
Filled Positions by Funding Source				
State Supported	103	99	103	107
All Other	10	10	10	11
Total Positions	113	109	113	118
Filled Positions by Program Class				
Adjudication of Administrative Appeals	113	109	113	118
Total Positions	113	109	113	118

Notes:

Actual payroll counts are reported for fiscal years 2002 and 2003 as of December and revised fiscal year 2004 as of September. The budget estimate for fiscal year 2005 reflects the number of positions funded.

APPROPRIATIONS DATA
(thousands of dollars)

Year Ending June 30, 2003						Prog. Class.	2004 Adjusted Approp.	Year Ending June 30, 2005	
Orig. & (S)Supplemental	Reapp. & (R)Recpts.	Transfers & (E)Emergencies	Total Available	Expended				Requested	Recommended
					DIRECT STATE SERVICES				
					Distribution by Fund and Program				
5,060	4,628	−728	8,960	7,963	Adjudication of Administrative Appeals	45	8,492	8,492	8,492
5,060	*13*	*−728*	*4,345*	*4,343*	*(From General Fund)*		*5,260*	*5,260*	*5,260*
---	*4,615*	*---*	*4,615*	*3,620*	*(From All Other Funds)*		*3,232*	*3,232*	*3,232*
5,060	***4,628***	***−728***	***8,960***	***7,963***	***Total Direct State Services***		***8,492***	***8,492***	***8,492***
					LESS:				
—	(4,615)	—	(4,615)	(3,620)	All Other Funds		(3,232)	(3,232)	(3,232)
5,060	***13***	***−728***	***4,345***	***4,343***	***Total State Appropriation***		***5,260***	***5,260***	***5,260***
					Distribution by Fund and Object				
					Personal Services:				
4,482	—	2,617	7,099	6,964	Salaries and Wages		7,619	7,619	7,619
—	—	—	—	135	Employee Benefits		147	147	147
4,482	*---*	*2,617*	*7,099*	*7,099*	*Total Personal Services*		*7,766*	*7,766*	*7,766*
179	—	−106	73	73	Materials and Supplies		65	65	65
263	—	434	697	697	Services Other Than Personal		620	620	620
130	—	−88	42	42	Maintenance and Fixed Charges		35	35	35
					Special Purpose:				
6	—	—	6	6	Affirmative Action and Equal Employment Opportunity	45	6	6	6
—	919 2,678 R	−2,877	720	—	Judicial Hearings Receipts	45	—	—	—
—	862 R	−586	276	—	Annual Licensing Fee—Office of Administrative Law Publications	45	—	—	—
—	156 R	−156	—	—	Royalties—Office of Administrative Law Publications	45	—	—	—
—	13	34	47	46	Additions, Improvements and Equipment		—	—	—
					LESS:				
—	(4,615)	—	(4,615)	(3,620)	All Other Funds		(3,232)	(3,232)	(3,232)
5,060	*13*	*−728*	*4,345*	*4,343*	*Grand Total State Appropriation*		*5,260*	*5,260*	*5,260*
					OTHER RELATED APPROPRIATIONS				
---	*4,615*	*---*	*4,615*	*3,620*	*Total All Other Funds*		*3,232*	*3,232*	*3,232*
5,060	***4,628***	***−728***	***8,960***	***7,963***	***GRAND TOTAL ALL FUNDS***		***8,492***	***8,492***	***8,492***

Language Recommendations — Direct State Services − General Fund

In addition to the amount hereinabove, such sums as may be received or receivable from any department or non−State fund source for administrative hearing costs by the Office of Administrative Law and the unexpended balance as of June 30, 2004 of such sums are appropriated, subject to the approval of the Director of the Division of Budget and Accounting.

The Director of the Division of Budget and Accounting is empowered to transfer or credit to the Office of Administrative Law any appropriation made to any department for administrative hearing costs which had been appropriated or allocated to such department for its share of such costs.

Receipts derived from the annual license fee, payable to the Office of Administrative Law, and the unexpended balance as of June 30, 2004 of such receipts, are appropriated.

Receipts derived from the royalties, payable to the Office of Administrative Law, and the unexpended balance as of June 30, 2004 of such receipts, are appropriated.

70. GOVERNMENT DIRECTION, MANAGEMENT AND CONTROL

75. STATE SUBSIDIES AND FINANCIAL AID

PROGRAM CLASSIFICATIONS

27. **Other Distributed Taxes.** Prior to passage of P.L. 1997, c.41, net proceeds from taxes on premiums for fire insurance policies written by insurance companies of other states and countries were collected by the State and distributed to the New Jersey Firemen's Home and the New Jersey Firemen's Association (R.S.54:17–4). The collection of fire insurance premiums is now the appropriate responsibility of the New Jersey Firemen's Association.

    The State is responsible for the collection of certain insurance taxes, and for distribution of a portion of these taxes to the county in which a domestic insurance company's principal office was situated on January 1. Amounts are determined by increasing the total amount of the franchise tax on domestic insurance companies received by the county in the prior calendar year by the percentage rate of change of all taxes paid by all insurance companies pursuant to C.54:18A–1 et seq. for the current and the immediately preceding tax year.

28. **County Boards of Taxation.** A County Board of Taxation (R.S.54:3–1) is established in each county. Each board consists of three members, except in the first–class counties of Bergen, Essex, Hudson and Union, the second–class county of Middlesex, and the fifth–class counties of Monmouth and Ocean, where there are five members. The board hears appeals of taxpayers from local tax assessments, certifies tax duplicates to the collectors, determines local tax rates, prepares county abstracts of ratables, promulgates equalization tables, supervises the activities of assessors, and does related work in the enforcement of local property tax laws.

29. **Locally Provided Assistance.** Locally Provided Assistance includes State funds provided for the South Jersey Port Corporation Property Tax and Debt Service Reserve Funds (P.L.1968, c.60) and for county–based solid waste debt assistance. The South Jersey Port Corporation Property Tax Reserve Fund was established to make payments–in–lieu–of–taxes (PILOT) to compensate counties and municipalities for any loss of tax revenue due to the Corporation's acquisition of property. The South Jersey Port Corporation Debt Service Reserve Fund was established to ensure the maintenance of the maximum debt service reserve requirement for any debt obligations issued by the Corporation.

33. **Homestead Exemptions.** The Homestead Property Tax Rebate Act of 1990 (P.L. 1990, c.61 et seq.) entitles eligible New Jersey homeowners and tenants to annual rebates of property taxes on their principal residence. The fiscal year 2005 Budget will provide rebates up to the fiscal year 2004 maximum level of $775 to qualified individuals, with incomes up to $100,000, in the amount by which their property taxes, or rents constituting property taxes, exceed 5 percent of their income. Pursuant to the New Jersey School Assessment Valuation Exemption Relief and Homestead Property Tax Rebate Act (P.L. 1999, c.63), non–senior and non–disabled tenants with incomes up to $100,000 will receive a maximum $100 Homestead Rebate.

    Pursuant to P.L.1997, c.348, certain senior and disabled residents are eligible for a homestead property tax reimbursement, which is calculated based on the difference between the amount of the property tax due and paid on their principal homestead and the amount of the property tax due and paid in the base year. The base year is assumed to be tax year 1997 or the tax year in which a claimant became eligible. In addition to the above criteria, qualified residents must have paid property taxes directly, or indirectly through rent, on any homestead used as their principal residence for at least 10 consecutive years. For at least three of these years, the resident must have been the owner of the principal residence for which a property tax reimbursement is being sought. The FY05 Homestead Property Tax Reimbursement (Senior and Disabled Citizens' Property Tax Freeze) will provide a reimbursement to eligible claimants for the increase in their property taxes between their base year and tax year 2002.

34. **Reimbursement of Senior/Disabled Citizens' and Veterans' Tax Deductions.** The State provides each municipality a direct payment in reimbursement of amounts deducted from the local property tax bills of senior citizens, disabled citizens and veterans. Based on certifications made annually by county boards of taxation, and confirmed by the Director of the Division of Taxation, payments for the total amount due are made to municipalities on November 1 of each year. Eligible veterans and disabled and senior citizens will receive a $250 tax deduction; both of these deductions are paid from the Property Tax Relief Fund.

35. **Consolidated Police and Firemen's Pension Fund.** The Consolidated Police and Firemen's Pension Fund was established (R.S.43:16–1 et seq.) to place 213 police and firemen's pension funds on an actuarial basis. The liabilities of these local funds are now being shared, two–thirds by the participating municipalities and one–third by the State. The commission administering this fund consists of two police representatives, two fire representatives, the State Treasurer, and four persons appointed by the Governor.

42. **Energy Tax Receipts Property Tax Relief Fund.** Prior to January 1998, the State was responsible for collecting the Public Utilities Franchise Tax and the Public Utilities Gross Receipts Tax. Of the funds collected, municipalities annually received a minimum distribution of $685 million by law based on utility personal property valuations. As of January 1998, the Energy Tax Receipts Property Tax Relief Act (P.L. 1997, c.167) replaced the previous method of distributing these funds to municipalities. This legislation restructured the previous system of utility tax collection by eliminating the gross receipts and franchise taxes levy for certain taxpayers and replacing it with a system centered on the corporation business tax, a sales and use tax, and a temporary transitional energy facility assessment tax. Energy utilities are subject to all three of the replacement taxes. Telecommunications utilities are subject only to the corporation business tax, because they have been collecting and remitting sales and use taxes since 1990. Water and sewer utilities remain subject to the franchise and gross receipts taxes. Pursuant to the new law, receipts generated from the replacement revenues are deposited in the Energy Tax Receipts Property Tax Relief Fund, a special dedicated fund established in the State Treasury. During fiscal year 2005, municipalities will receive a State Aid distribution totaling $806.6 million from this fund.

84. **Direct Tax Relief.** Created in fiscal year 2000 (P.L. 1999, c.63), the New Jersey School Assessment Valuation Exemption Relief program (NJ SAVER) provides New Jersey

homeowners with direct school property tax relief. The NJ SAVER benefit is determined by applying the 1997 equalized school tax rate against the first $45,000 of equalized assessed value of eligible owner–occupied, primary residences. The fiscal year 2005 Budget will provide NJ SAVER rebate checks at the fiscal year 2004 level ($250 average) to eligible taxpayers with household incomes of less than $200,000.

APPROPRIATIONS DATA
(thousands of dollars)

Year Ending June 30, 2003								Year Ending June 30, 2005	
Orig. & (S)Supplemental	Reapp. & (R)Recpts.	Transfers & (E)Emergencies	Total Available	Expended		Prog. Class.	2004 Adjusted Approp.	Requested	Recommended
					GRANTS–IN–AID				
					Distribution by Fund and Program				
537,329	150	—	537,479	527,718	Homestead Rebates	33	540,663	565,663	565,663
537,329	*150*	—	*537,479*	*527,718*	*(From Property Tax Relief Fund)*		*540,663*	*565,663*	*565,663*
679,142	42	—	679,184	630,776	Direct Tax Relief	84	324,648	299,648	299,648
679,142	*42*	—	*679,184*	*630,776*	*(From Property Tax Relief Fund)*		*324,648*	*299,648*	*299,648*
1,216,471	***192***	—	***1,216,663***	***1,158,494***	***Total Grants–in–Aid***		***865,311***	***865,311***	***865,311***
1,216,471	*192*	—	*1,216,663*	*1,158,494*	*(From Property Tax Relief Fund)*		*865,311*	*865,311*	*865,311*
					Distribution by Fund and Object				
					Grants:				
514,329	—	—	514,329	505,612	Homestead Property Tax Rebates for Homeowners and Tenants (PTRF)	33	499,663 18,000 S	517,663	517,663
18,000 5,000 S	150	—	23,150	22,106	Senior and Disabled Citizens' Property Tax Freeze (PTRF)	33	23,000	48,000	48,000
679,142	42	—	679,184	630,776	NJ SAVER Program (PTRF)	84	324,648	299,648	299,648
					STATE AID				
					Distribution by Fund and Program				
1,441	—	—	1,441	1,388	County Boards of Taxation	28	1,481	1,481	1,481
64,748	—	—	64,748	62,539	Locally Provided Services	29	67,868	63,970	63,970
95,719	—	7	95,726	91,744	Reimbursement of Senior/ Disabled Citizens' and Veterans' Tax Deductions	34	109,000	109,000	109,000
95,719	—	*7*	*95,726*	*91,744*	*(From Property Tax Relief Fund)*		*109,000*	*109,000*	*109,000*
31,350	—	—	31,350	31,172	Consolidated Police and Firemen's Pension Fund	35	38,318	60,118	60,118
2,714	—	—	*2,714*	*2,714*	*(From General Fund)*		*12,372*	*32,829*	*32,829*
28,636	—	—	*28,636*	*28,458*	*(From Property Tax Relief Fund)*		*25,946*	*27,289*	*27,289*
193,258	—	***7***	***193,265***	***186,843***	***Total State Aid***		***216,667***	***234,569***	***234,569***
68,903	—	—	*68,903*	*66,641*	*(From General Fund)* [a]		*81,721*	*98,280*	*98,280*
124,355	—	*7*	*124,362*	*120,202*	*(From Property Tax Relief Fund)*		*134,946*	*136,289*	*136,289*
					Distribution by Fund and Object				
					State Aid:				
1,441	—	—	1,441	1,388	County Boards of Taxation	28	1,481	1,481	1,481
5,216	—	—	5,216	3,127	South Jersey Port Corporation Debt Service Reserve Fund	29	4,200	4,200	4,200
2,000	—	—	2,000	2,000	South Jersey Port Corporation Property Tax Reserve Fund	29	2,000	2,442	2,442
—	—	—	—	—	Camden Economic Recovery	29	1,500 S	—	—

Year Ending June 30, 2003								Year Ending June 30, 2005	
Orig. & (S)Supplemental	Reapp. & (R)Recpts.	Transfers & (E)Emergencies	Total Available	Expended		Prog. Class.	2004 Adjusted Approp.	Requested	Recommended
					STATE AID				
10,668 46,864 S	—	—	57,532	57,412	Solid Waste Management – County Environmental Investment Debt Service Aid	29	60,168	57,328	57,328
26,000	—	—	26,000	25,886	Reimbursement to Municipalities–Senior and Disabled Citizens' Tax Deductions (PTRF)	34	26,000	23,000	23,000
69,719	—	—	69,719	65,851	State Reimbursement for Veterans' Property Tax Deductions (PTRF)	34	83,000	86,000	86,000
—	—	7	7	7	Disabled Veterans' Property Tax Exemption: Retroactive Reimbursement (PTRF)	34	—	—	—
2,714	—	—	2,714	2,714	State Contribution to Consolidated Police and Firemen's Pension Fund	35	1,951	7,046	7,046
15,897	—	–469	15,428	15,250	Debt Service on Pension Obligation Bonds (PTRF)	35	8,237	7,869	7,869
12,739	—	469	13,208	13,208	Police and Firemen's Retirement System – Post Retirement Medical (PTRF)	35	17,709	19,420	19,420
—	—	—	—	—	Police and Firemen's Retirement System	35	4,792	16,904	16,904
—	—	—	—	—	Police and Firemen's Retirement System (P.L.1979, c.109)	35	5,629	8,879	8,879
1,409,729	***192***	***7***	***1,409,928***	***1,345,337***	***Grand Total State Appropriation***		***1,081,978***	***1,099,880***	***1,099,880***
					OTHER RELATED APPROPRIATIONS				
					All Other Funds				
—	3,835 R	—	3,835	3,835	Other Distributed Taxes	27	3,363	3,363	3,363
—	755,000 R	18,875	773,875	773,875	Energy Tax Receipts	42	762,739	787,739	787,739
—	***758,835***	***18,875***	***777,710***	***777,710***	***Total All Other Funds***		***766,102***	***791,102***	***791,102***
1,409,729	***759,027***	***18,882***	***2,187,638***	***2,123,047***	***GRAND TOTAL ALL FUNDS***		***1,848,080***	***1,890,982***	***1,890,982***

Notes — State Aid – General Fund

(a) The fiscal 2003 expenditure has been adjusted to reflect the transfer of the School Construction & Renovation Fund to the Department of Education.

Language Recommendations — Grants–In–Aid – Property Tax Relief Fund

In addition to the amount hereinabove, there are appropriated from the Property Tax Relief Fund such additional sums as may be required for payments to homeowners and tenants qualifying for homestead property tax rebates, subject to the limitations and conditions provided in this act.

In addition to the amount hereinabove, there are appropriated from the Property Tax Relief Fund such additional sums as may be required for payments of property tax credits to homeowners and tenants pursuant to the "Property Tax Deduction Act," P.L. 1996, c.60 (C.54A:3A–15 et seq.).

Notwithstanding the provisions of P.L. 1990, c.61 (C.54:4–8.59 et seq.) to the contrary, of the amount appropriated hereinabove for the Homestead Property Tax Rebates for Homeowners and Tenants, no rebate issued for the 2003 tax year shall exceed $775.

Notwithstanding the provisions of P.L. 1997, c.348 (C.54:4–8.67 et seq.), the amount hereinabove for the Homestead Property Tax Reimbursement (Senior and Disabled Citizens' Property Tax Freeze), and any additional sum which may be required for this purpose, is appropriated from the Property Tax Relief Fund.

The amount hereinabove for Homestead Property Tax Reimbursement (Senior and Disabled Citizens' Property Tax Freeze) is available to claimants eligible pursuant to provisions of P.L.1997, c.348, as amended by P.L.2001, c.251 (C:54:4–8.67 et seq.), only for Homestead Property Tax Reimbursements for property tax increases between a claimant's base year and tax year 2002.

In addition to the amount appropriated hereinabove, there is appropriated from the Property Tax Relief Fund such additional sums as may be required for payments to homeowners and tenants qualifying for direct school tax relief, subject to the limitations and conditions provided in the "New Jersey School Assessment Valuation Exemption Relief and Homestead Property Tax Rebate Act," P.L. 1999, c.63 (C.54:4–8.57 et al.), subject to the approval of the Director of the Division of Budget and Accounting.

From the amount appropriated hereinabove for the NJ SAVER program, there are appropriated such sums as may be necessary for the administration of the "New Jersey School Assessment Valuation Exemption Relief and Homestead Property Tax Rebate Act," P.L. 1999, c.63 (C.54:4–8.57 et al.), subject to the approval of the Director of the Division of Budget and Accounting.

Notwithstanding the provisions of section 4 of P.L. 1999, c.63 (C.54:4–8.58b) to the contrary, no amount appropriated hereinabove for the NJ SAVER Program (PTRF) shall be used to pay a NJ SAVER rebate for claimants in a municipality which exceeds the NJ SAVER rebate amount paid for the 2002 tax year for claimants in that municipality, or to pay a NJ SAVER rebate amount to any individual or married couple with gross income pursuant to N.J.S.54A:1–1 et seq. in excess of $200,000 for the 2003 taxable year. Provided however, that nothing herein shall limit the payment of an increased NJ SAVER rebate amount to a resident of a "qualified municipality," who has gross income not in excess of $200,000, as that increased NJ SAVER rebate amount may be provided for in section 20 of P.L. 2002, c.43 (C:52:27BBB–20).

Language Recommendations — State Aid – General Fund

The Director of the Division of Budget and Accounting shall reduce amounts provided to any municipality from the appropriations hereinabove by the difference, if any, between pension contribution savings, and the amount of Consolidated Municipal Property Tax Relief Aid payable to such municipality.

There are appropriated such additional sums as may be certified to the Governor by the South Jersey Port Corporation as necessary to meet the requirements of the "South Jersey Port Corporation Debt Service Reserve Fund" under section 14 of P.L. 1968, c.60 (C.12:11A–14), the expenditure of which shall be subject to the approval of the Director of the Division of Budget and Accounting.

The State Treasurer may pay the amount hereinabove for the South Jersey Port Corporation Property Tax Reserve Fund directly to the city of Camden, any provision of law to the contrary notwithstanding and in the absence of an approved agreement between the corporation and the city pursuant to section 20 of P.L. 1968, c.60 (C.12:11A–20), upon notification from the Commissioner of the Department of Community Affairs that the payment is anticipated as revenue in any city budget adopted by the city with the approval of the Chief Operating Officer and the Director of Local Government Services in the Department of Community Affairs.

Such additional sums as may be necessary are appropriated to subsidize county and county authority debt service payments for environmental investments incurred pursuant to the "Solid Waste Management Act," P.L. 1970, c.39 (C.13:1E–1 et seq.) and the "Solid Waste Utility Control Act," P.L. 1970, c.40 (C.48:13A–1 et seq.) as determined by the State Treasurer based upon the need for such financial assistance after taking into account all financial resources available or attainable to pay such debt service. Such sums shall be subject to the approval of the Director of the Division of Budget and Accounting and shall be provided upon such terms and conditions as the State Treasurer may determine.

Notwithstanding the provisions of the "Corporation Business Tax Act (1945)," P.L. 1945, c.162 (C.54:10A–1 et seq.), the sum apportioned to the several counties of the State shall not be distributed and shall be anticipated as revenue for general State purposes.

Notwithstanding the provisions of P.L. 1945, c.162 (C.54:10A–1 et seq.), the amounts collected from banking corporations pursuant to the "Corporation Business Tax Act (1945)" shall not be distributed to the counties and municipalities and shall be anticipated as revenue for general State purposes.

The unexpended balance as of June 30, 2004 from the taxes collected pursuant to P.L. 1940, c.4 (C.54:30A–16 et seq.) and P.L. 1940, c.5 (C.54:30A–49 et seq.) shall lapse.

There is appropriated from the Energy Tax Receipts Property Tax Relief Fund the sum of $787,739,000 and an amount not to exceed $18,808,000 which is transferred from the Consolidated Municipal Property Tax Relief Aid (PTRF) account to the fund and shall be allocated to municipalities in accordance with the provisions of subsection b. of section 2 of P.L. 1997, c.167 (C.52:27D–439). Each municipality that receives an allocation from the amount so transferred shall have its allocation from the Consolidated Municipal Property Tax Relief Aid program reduced by the same amount. Of the amount herein appropriated from the Energy Tax Receipts Property Tax Relief Fund, an amount equal to $25,000,000 shall be allocated to municipalities proportionately based on population, except that Newark and Jersey City shall each receive $390,000 of the $25,000,000 and Paterson shall receive $375,000 of the $25,000,000.

Notwithstanding the provisions of paragraph (1) of subsection c. of section 2 of P.L. 1999, c.168 (C.52:27D–439) to the contrary, the amount hereinabove for Energy Tax Receipts Property Tax Relief Fund payments shall be distributed on the following schedule: on or before August 1, 45% of the total amount due; September 1, 30% of the total amount due; October 1, 15% of the total amount due; November 1, 5% of the total amount due; and December 1, 5% of the total amount due.

There is appropriated from taxes collected from certain insurance companies, pursuant to the insurance tax act, so much as may be required for payments to counties pursuant to P.L. 1945, c.132 (C.54:18A–1 et seq.).

There is appropriated an amount not to exceed $1,500,000 for expenses associated with municipal economic recovery efforts as determined by the chair of the Economic Recovery Board for Camden, subject to the approval of the Director of the Division of Budget and Accounting.

Language Recommendations — State Aid – Property Tax Relief Fund

In addition to the amount hereinabove, there is appropriated from the Property Tax Relief Fund such additional sums as may be required for State reimbursement to municipalities for senior and disabled citizens' and veterans' property tax deductions.

In addition to the sum hereinabove appropriated for Debt Service on Pension Obligation Bonds to make payments under the State Treasurer's contracts authorized pursuant to section 6 of P.L. 1997, c.114 (C.34:1B–7.50), there are appropriated such other sums as the Director of the Division of Budget and Accounting shall determine are required to pay all amounts due from the State pursuant to such contracts.

Such additional sums as may be required for Police and Firemen's Retirement System – Post Retirement Medical are appropriated, as the Director of the Division of Budget and Accounting shall determine.

70. GOVERNMENT DIRECTION, MANAGEMENT AND CONTROL

76. MANAGEMENT AND ADMINISTRATION

OBJECTIVES

1. To develop and exercise policy control over agency program planning and management, fiscal administration and personnel management in the Department of the Treasury.
2. To provide fiscal, personnel and other administrative and facilitating services to all agencies of the Department.
3. To assist all agencies of State government in securing grants and entitlements under various federal grant programs.
4. To enforce public contracts affirmative action regulations.
5. To manage the public finance activities in the State as effectively as possible.

PROGRAM CLASSIFICATIONS

98. **Contract Compliance and Equal Employment Opportunity in Public Contracts.** Pursuant to P.L. 1975, c.127, the Division oversees all State, county and local units of government in the State to ensure contractors, subcontractors and businesses afford equal opportunity in employment in performance of their contracts.

99. **Administration and Support Services.** Pursuant to NJSA 52:27B–8, the Office of the State Treasurer develops and exercises general policy and administrative control over the operations of the divisions and offices of the Department. The Administrative Division, the Fiscal Section, and the Human Resources Section provide fiscal, personnel, and other facilitating services for the Department of Treasury. The Federal Liaison Office represents the Governor and assists State agencies in negotiating with federal agencies for approval of grants and entitlements, in order to maximize New Jersey's share of total federal grant funds. It also maintains liaison with Congress, on behalf of the Governor and New Jersey government, in connection with proposed and pending federal legislation affecting the State and provides updated information on such matters to State agencies.

EVALUATION DATA

	Actual FY 2002	Actual FY 2003	Revised FY 2004	Budget Estimate FY 2005
PROGRAM DATA				
Office of Treasury Technology				
Desktop Services				
Personal Computers Supported	2,246	2,296	1,950	1,800
Printers Supported	595	625	720	550
Help Desk Service Requests	9,703	10,300	8,962	8,000
Applications Support				
Applications Maintained	185	210	215	190
Help Desk Service Requests	700	750	750	750
Client Application Service Requests Received	110	120	160	170
Local Area Network Administration				
LAN Servers Supported	58	57	55	74
Users Supported	1,853	1,430	1,470	1,483
User Accounts Maintained	6,654	5,080	5,300	2,300
Help Desk Service Requests	2,193	3,000	3,350	2,700
LAN Printers Supported	286	265	280	260
Network Switches Supported	140	144	152	199
Network Hubs Supported	30	5	5	5
PERSONNEL DATA				
Affirmative Action Data				
Male Minority	261	265	270	281
Male Minority %	7.4	7.3	7.8	7.6
Female Minority	680	657	663	694
Female Minority %	19.3	18.1	18.6	18.4
Total Minority	941	922	933	975
Total Minority %	26.7	25.4	26.4	26.0
Position Data				
Filled Positions by Funding Source				
State Supported	324	254	264	241
All Others	14	14	14	14
Total Positions	338	268	278	255

	Actual FY 2002	Actual FY 2003	Revised FY 2004	Budget Estimate FY 2005
Filled Positions by Program Class				
Contract Compliance and Equal Employment Opportunity in Public Contracts	32	24	25	20
Administration and Support Services	306	244	253	235
Total Positions	338	268	278	255

Notes:

Actual payroll counts are reported for fiscal years 2002 and 2003 as of December and revised fiscal year 2004 as of September. The Budget Estimate for fiscal year 2005 reflects the number of positions funded.

APPROPRIATIONS DATA
(thousands of dollars)

Year Ending June 30, 2003								Year Ending June 30, 2005	
Orig. & (S)Supplemental	Reapp. & (R)Recpts.	Transfers & (E)Emergencies	Total Available	Expended		Prog. Class.	2004 Adjusted Approp.	Requested	Recommended
					DIRECT STATE SERVICES				
					Distribution by Fund and Program				
1,579	19	75	1,673	1,662	Contract Compliance and Equal Employment Opportunity in Public Contracts	98	1,613	1,613	1,613
10,719	1,258	3,705	15,682	15,250	Administration and Support Services	99	10,673	10,473	10,473
12,298	*1,277*	*3,780*	*17,355*	*16,912*	*Total Direct State Services*		*12,286* [a]	*12,086*	*12,086*
					Distribution by Fund and Object				
					Personal Services:				
9,722	—	2,012	11,734	11,731	Salaries and Wages		9,860	9,745	9,745
9,722	—	*2,012*	*11,734*	*11,731*	*Total Personal Services*		*9,860*	*9,745*	*9,745*
93	2	36	131	129	Materials and Supplies		93	93	93
2,134	5	422	2,561	2,361	Services Other Than Personal		2,245	2,160	2,160
76	12	15	103	96	Maintenance and Fixed Charges		65	65	65
					Special Purpose:				
250	—	-80	170	170	Budget Efficiency Savings Team (BEST) Commission	99	—	—	—
23	—	—	23	23	Federal Liaison Office, Washington, D.C. [b]	99	23	23	23
—	134	—	134	108	Productivity and Efficiency Program	99	—	—	—
—	1,123 R	49	1,172	1,171	Public Finance Activities	99	—	—	—
—	1	1,326	1,327	1,123	Additions, Improvements and Equipment		—	—	—
					GRANTS-IN-AID				
					Distribution by Fund and Program				
—	552	—	552	500	Administration and Support Services	99	—	—	—
—	*552*	—	*552*	*500*	*Total Grants-in-Aid*		—	—	—
					Distribution by Fund and Object				
					Grants:				
—	1	—	1	—	Bordentown City - Black Education Monument	99	—	—	—
—	4	—	4	—	Four Seasons Community Association Inc., Lakewood-Emergency Generator	99	—	—	—
—	500	—	500	500	Hopatcong Borough - Lake Cleanup	99	—	—	—

Year Ending June 30, 2003						Prog. Class.	2004 Adjusted Approp.	Year Ending June 30, 2005	
Orig. & (S)Supplemental	Reapp. & (R)Recpts.	Transfers & (E)Emergencies	Total Available	Expended				Requested	Recommended
					GRANTS-IN-AID				
—	11	—	11	—	Leisure Village East Association, Inc., Lakewood – Emergency Generator	99	—	—	—
—	1	—	1	—	Macedonia Community Rites of Passage, Lakewood	99	—	—	—
—	3	—	3	—	Point Pleasant First Aid and Emergency Squad, Point Pleasant Beach	99	—	—	—
—	4	—	4	—	Police Athletic League of New Jersey	99	—	—	—
—	25	—	25	—	South County Recreational and Educational Foundation (Hunterdon) – Recreation	99	—	—	—
—	3	—	3	—	The Unity Group, Inc., Millburn — Shelter	99	—	—	—
12,298	*1,829*	*3,780*	*17,907*	*17,412*	***Grand Total State Appropriation***		*12,286*	*12,086*	*12,086*
					OTHER RELATED APPROPRIATIONS				
393,842	—	*–40,286*	*353,556*	*353,552*	***Total Debt Service***		*374,428*	*381,265*	*381,265*
					All Other Funds				
—	6,972 32,699 R	–6,262	33,409	28,392	Administration and Support Services	99	32,007	32,005	32,005
—	*39,671*	*–6,262*	*33,409*	*28,392*	***Total All Other Funds***		*32,007*	*32,005*	*32,005*
406,140	*41,500*	*–42,768*	*404,872*	*399,356*	***GRAND TOTAL ALL FUNDS***		*418,721*	*425,356*	*425,356*

Notes — Direct State Services – General Fund

(a) The fiscal year 2004 appropriation has been adjusted for the allocation of salary program in accordance with the provisions of P.L. 2003, c. 122 (Fiscal Year 2004 Appropriations Act).

(b) Additional sums in the amount of $468,000 are provided in the recommended amounts for State departments that receive direct services from the Federal Liaison Office in Washington, D.C.

Language Recommendations — Direct State Services – General Fund

There are appropriated from the investment earnings of general obligation bond proceeds, such sums as may be necessary for the payment of debt service administrative costs.

There is appropriated from revenue estimated to be received as a fee in connection with the issuance of debt an amount not to exceed $700,000 to provide funds for public finance activities.

There are appropriated from revenue to be received from investment earnings of State funds, from fees in connection with the cost of debt issuance and from service fees billed to State authorities, such sums as may be required for public finance activities.

Pursuant to the provisions of P.L.1999, c.12 (C.54A:9–25.12 et seq.) deposits made to the "Drug Abuse Education Fund" and the unexpended balance as of June 30, 2004 of such deposits are appropriated for collection or administration costs of the Department of Treasury and for transfer to the Department of Education such sums as are necessary for Project DARE (Drug Abuse Resistance Education), subject to the approval of the Director of the Division of Budget and Accounting.

An amount equivalent to the amount due to be paid in fiscal year 2005 to the State by the Port Authority of New York and New Jersey pursuant to the regional economic development agreement dated January 1, 1990 among the States of New York and New Jersey and the Port Authority of New York and New Jersey is appropriated to the Economic Recovery Fund established pursuant to section 3 of P.L.1992, c.16 (C.34:1B–7.12) for the purposes of P.L.1992, c.16 (C.34:1B–7.10 et seq.).

Notwithstanding the provisions of any law to the contrary, there are appropriated from the "Drug Enforcement and Demand Reduction Fund" such sums as may be required to provide for the administrative expenses of the Governor's Council on Alcoholism and Drug Abuse and for programs and grants to other agencies, subject to the approval of the Director of the Division of Budget and Accounting.

Fees collected on behalf of the Contract Compliance and Equal Employment Opportunity in Public Contracts program and the unexpended balance as of June 30, 2004 of such fees are appropriated for program costs, subject to allotment by the Director of the Division of Budget and Accounting.

There are appropriated such additional sums as may be required to pay for the operating expenses of the Casino Revenue Fund Advisory Commission, subject to the approval of the Director of the Division of Budget and Accounting.

80. SPECIAL GOVERNMENT SERVICES

82. PROTECTION OF CITIZENS' RIGHTS

OBJECTIVES

1. To provide representation for the citizens of New Jersey in their dealings with departments and agencies of State government, other governmental agencies, and the private sector.
2. To provide for the realization of the constitutional guarantees of counsel in criminal cases for indigent defendants (C2A:158A–1 et seq.).

PROGRAM CLASSIFICATIONS

06. **Appellate Services to Indigents.** Provides that every adult and juvenile found guilty after trial is permitted a direct appeal from that conviction or adjudication. Most of the referrals to the Appellate section come from trial regions. In addition, direct applications are received for services at the appellate level. The Appellate section files notices of appeal within a court–mandated time period, orders transcripts and assigns an attorney who then reviews the transcript, interviews defendants, files motions, and does the research necessary to identify the problems raised in the transcript. Representation is provided in both State and federal courts.

57. **Trial Services to Indigents and Special Programs.** Represents those indigent defendants who have been charged with indictable offenses and those indigent juveniles whose cases have been assigned to the formal calendar. The activity of the attorneys, investigative, and clerical staff begins with this assignment. The court assignment is received and after indigency review, the case is opened, interviews are scheduled, and an investigation is initiated. The assigned attorney prepares the case and enters into the necessary negotiations, trial, and sentencing proceedings. The recent enactment of Megan's Law necessitates the Public Defender to provide representation of indigent offenders in notification hearings. The Intensive Supervision program, operated by the Administrative Office of the Courts, is supported by Public Defender staff at probation violation hearings.

58. **Mental Health Screening Services.** Provides representation for indigent individuals who are involuntarily committed to facilities beyond an initial 20–day period.

61. **Dispute Settlement.** Provides mediation and other neutral dispute resolution services in order to resolve disputes involving important public issues such as the environment, housing, and resource allocation. The office is based on the premise that alternative dispute resolution procedures such as mediation often allow for a faster, less expensive, and higher quality resolution of public disputes than traditional litigation.

99. **Administration and Support Services.** Provides centralized supervision and policy planning for the Office of the Public Defender. Budgetary policy is provided to allocate resources among the priorities. Administrative support is provided in the areas of personnel, accounting, budgeting, purchasing, statistical evaluation, and a central research unit, library, and motor pool.

EVALUATION DATA

	Actual FY 2002	Actual FY 2003	Revised FY 2004	Budget Estimate FY 2005
PROGRAM DATA				
Appellate Services to Indigents				
Cases open (July 1)	2,004	1,773	1,664	1,469
Added	1,898	1,935	1,935	1,935
Closed	2,129	2,044	2,130	2,130
Open (June 30)	1,773	1,664	1,469	1,274
Backlog (months)	11.2	10.3	9.1	7.9
Excessive Sentence Program Dispositions	708	627	627	627
Briefs filed	1,040	987	987	987
Dismissals	381	430	430	430
Reversals and modifications	217	240	240	240
Percent appeals from adverse trial decisions	2.72	2.44	2.44	2.44
Trial Services to Indigents and Special Programs				
Cases open (July 1)	97,849	99,725	103,612	107,499
Added	83,052	85,418	85,418	85,418
Closed	81,176	81,531	81,531	81,531
Open (June 30)	99,725	103,612	107,499	111,386
Backlog (months)	14.4	14.6	15.1	15.6
Law Guardian – Title 9				
Cases open (July 1)	9,327	7,503	7,590	7,677
Added	4,980	5,338	5,338	5,338
Closed	6,804	5,251	5,251	5,251
Open (June 30)	7,503	7,590	7,677	7,764
Institutional Abuse investigations (DYFS)	150	169	169	169

	Actual FY 2002	Actual FY 2003	Revised FY 2004	Budget Estimate FY 2005
Law Guardian – Title 30				
Cases open (July 1)	2,605	2,798	2,828	2,858
Added	1,332	1,192	1,192	1,192
Closed	1,139	1,162	1,162	1,162
Open (June 30)	2,798	2,828	2,858	2,888
Special Hearings Unit – Megan's Law				
Cases open (July 1)	82	177	273	273
Added	461	441	441	441
Closed	366	345	441	441
Open (June 30)	177	273	273	273
Intensive Supervision Program (ISP) Staff				
Cases open (July 1)	227	109	227	345
Added	1,159	1,460	1,460	1,460
Closed	1,277	1,342	1,342	1,342
Open (June 30)	109	227	345	463
Mental Health Screening Services				
Regional Representation (Civil Commitment)				
Cases Added	15,882	15,811	15,811	15,811
Cases Closed	14,061	14,551	14,551	14,551
Dispositions per staff attorney	987	1,004	1,004	1,004
Sexual Offender Representation (Civil Commitment)				
Cases Added	334	425	425	425
Cases Closed	264	210	210	210
Dispute Settlement				
Cases July 1	96	96	89	82
Added	775	816	816	816
Closed	775	823	823	823
Cases June 30	96	89	82	75
Dispositions per representative	141	150	150	150
PERSONNEL DATA				
Affirmative Action Data				
Male Minority	101	106	107	124
Male Minority %	10.7	11.0	11.0	11.0
Female Minority	237	268	276	316
Female Minority %	25.0	27.9	28.1	28.1
Total Minority	338	374	383	439
Total Minority %	35.7	38.9	39.1	39.1
Position Data				
Filled Positions by Funding Source				
State Supported	946	878	947	1,120
Federal	—	—	—	2
All Other	1	1	2	2
Total Positions	947	879	949	1,124
Filled Positions by Program Class				
Appellate Services to Indigents	67	61	68	73
Trial Services to Indigents and Special Programs (a)	782	735	791	955
Mental Health Screening Services	51	43	50	59
Dispute Settlement	6	7	8	7
Administration and Support Services	41	33	32	30
Total Positions	947	879	949	1,124

Notes:

Actual payroll counts are reported for fiscal years 2002 and 2003 as of December and revised fiscal year 2004 as of September. The Budget Estimates for fiscal year 2005 reflects the number of positions funded.

(a) Fiscal 2005 Position Data for Trial Services to Indigents and Special Programs includes 126 funded positions needed for Child Welfare Reform.

APPROPRIATIONS DATA
(thousands of dollars)

Year Ending June 30, 2003								Year Ending June 30, 2005	
Orig. & (S)Supplemental	Reapp. & (R)Recpts.	Transfers & (E)Emergencies	Total Available	Expended		Prog. Class.	2004 Adjusted Approp.	Requested	Recommended
					DIRECT STATE SERVICES				
					Distribution by Fund and Program				
7,617	5	512	8,134	7,977	Appellate Services to Indigents	06	7,957	7,957	7,957
65,952	489	–927	65,514	64,440	Trial Services to Indigents and Special Programs	57	66,455	66,439	66,439
3,161	52	–345	2,868	2,720	Mental Health Screening Services	58	3,222	3,222	3,222
342	—	28	370	343	Dispute Settlement	61	343	343	343
2,248	8	173	2,429	2,427	Administration and Support Services	99	2,287	2,287	2,287
79,320	*554*	*–559*	*79,315*	*77,907*	*Total Direct State Services*		*80,264* [a]	*80,248*	*80,248*
					Distribution by Fund and Object				
					Personal Services:				
53,286	205	–2,653	50,838	49,993	Salaries and Wages		54,621	54,621	54,621
53,286	*205*	*–2,653*	*50,838*	*49,993*	*Total Personal Services*		*54,621*	*54,621*	*54,621*
741	60	70	871	821	Materials and Supplies		850	850	850
17,103	109	2,309	19,521	19,290	Services Other Than Personal		16,879	16,879	16,879
438	36	70	544	530	Maintenance and Fixed Charges		503	503	503
					Special Purpose:				
4,889	11	–725	4,175	4,122	Continuous Representation – Title 9 to Title 30	57	4,601	4,601	4,601
184	71	–100	155	102	Public Defender Pilot Program	57	184	184	184
1,720	19	–132	1,607	1,509	Law Guardian – Kinship Guardianship	57	1,720	1,720	1,720
602	42	—	644	586	Representation of Civilly Committed Sexual Offenders	58	602	602	602
64	—	—	64	64	Affirmative Action and Equal Employment Opportunity	99	64	64	64
293	1	602	896	890	Additions, Improvements and Equipment		240	224	224
					GRANTS–IN–AID				
					Distribution by Fund and Program				
12,000	—	—	12,000	12,000	Trial Services to Indigents and Special Programs	57	12,000	14,000	14,000
12,000	—	—	*12,000*	*12,000*	*Total Grants–in–Aid*		*12,000*	*14,000*	*14,000*
					Distribution by Fund and Object				
					Grants:				
4,000	—	—	4,000	4,000	State Legal Services Office	57	4,000	6,000	6,000
8,000	—	—	8,000	8,000	Legal Services of New Jersey – Legal Assistance in Civil Matters P.L.1996 c.52	57	8,000	8,000	8,000
91,320	*554*	*–559*	*91,315*	*89,907*	*Grand Total State Appropriation*		*92,264*	*94,248*	*94,248*
					OTHER RELATED APPROPRIATIONS				
					Federal Funds				
1,228	—	—	1,228	1,228	Trial Services to Indigents and Special Programs	57	1,228	1,228	1,228
223	—	—	223	223	Mental Health Screening Services	58	223	223	223
1,451	—	—	*1,451*	*1,451*	*Total Federal Funds*		*1,451*	*1,451*	*1,451*
					All Other Funds				

Year Ending June 30, 2003								Year Ending June 30, 2005	
Orig. & (S)Supplemental	Reapp. & (R)Recpts.	Transfers & (E)Emergencies	Total Available	Expended		Prog. Class.	2004 Adjusted Approp.	Requested	Recommended
					OTHER RELATED APPROPRIATIONS				
—	1 372 R	—	373	371	Dispute Settlement	61	399	399	399
—	*373*	—	*373*	*371*	*Total All Other Funds*		*399*	*399*	*399*
92,771	*927*	*-559*	*93,139*	*91,729*	*GRAND TOTAL ALL FUNDS*		*94,114*	*96,098*	*96,098*

Notes — Direct State Services – General Fund

(a) The fiscal year 2004 appropriation has been adjusted for the allocation of salary program in accordance with the provisions of P.L. 2003, c. 122 (Fiscal Year 2004 Appropriations Act).

Language Recommendations — Direct State Services – General Fund

Sums provided for legal and investigative services are available for payment of obligations applicable to prior fiscal years.

In addition to the amount hereinabove for the operation of the Public Defender's office there are appropriated additional sums as may be required for Trial and Appellate services to indigents, the expenditure of which shall be subject to the approval of the Director of the Division of Budget and Accounting.

Notwithstanding any other provision of law, no State funds are appropriated to fund the expenses associated with the legal representation of persons before the State Parole Board or the Parole Bureau.

Lawsuit settlements and legal costs awarded by any court to the Office of the Public Defender are appropriated for the expenses associated with the representation of indigent clients.

The funds appropriated to the Office of the Public Defender are available for expenses associated with the defense of pool attorneys hired by the Public Defender for the representation of indigent clients.

The unexpended balances as of June 30, 2004 are appropriated subject to the approval of the Director of the Division of Budget and Accounting.

Language Recommendations — Grants-In-Aid – General Fund

Receipts in excess of the amount hereinabove for Legal Services of New Jersey – Legal Assistance in Civil Matters, P.L.1996, c.52, are appropriated for the same purposes, subject to the approval of the Director of the Division of Budget and Accounting.

80. SPECIAL GOVERNMENT SERVICES
82. PROTECTION OF CITIZENS' RIGHTS
2029. PUBLIC ADVOCATE

OBJECTIVES

1. To provide clear policy guidance and execution for the programs of the Public Advocate.
2. To provide advocacy functions for the citizens of New Jersey in their dealings with departments and agencies of State government, other governmental agencies and regulated industries.

PROGRAM CLASSIFICATIONS

64. **Public Advocate.** This Public Advocate touches the lives of virtually every New Jersey citizen. The Public Advocate's role is to investigate waste, mismanagement, and inefficiencies in State government in relationship to its advocacy functions; providing effective advocacy on behalf of children, the elderly, ratepayers, and the "voiceless". Provides citizens with answers about government services, resolves disputes, and prioritizes mediation throughout the Department and other State agencies.

APPROPRIATIONS DATA
(thousands of dollars)

Year Ending June 30, 2003								Year Ending June 30, 2005	
Orig. & (S)Supplemental	Reapp. & (R)Recpts.	Transfers & (E)Emergencies	Total Available	Expended		Prog. Class.	2004 Adjusted Approp.	Requested	Recommended
					DIRECT STATE SERVICES				
					Distribution by Fund and Program				
2,500	—	–2,500	—	—	Public Advocate	64	—	—	—
2,500	—	*–2,500*	—	—	*Total Direct State Services*		—	—	—
					Distribution by Fund and Object				
					Special Purpose:				
2,500	—	–2,500	—	—	Public Advocate	64	—	—	—
2,500	—	*–2,500*	—	—	*Grand Total State Appropriation*		—	—	—

MISCELLANEOUS COMMISSIONS

OVERVIEW

Miscellaneous Commissions are agencies with missions that extend beyond a single department within the State. In some instances, they may extend to one or more states, and were created as an interstate–federal compact. For example, an interstate commission operates in conjunction with executive departments in several states, with each member state exercising equal power in the decision making process. Such compacts are necessary, as an action taken by one state frequently has ramifications in another state.

Services are provided in two distinct areas: science and technical programs, and governmental review. The Delaware River Basin Commission and the Interstate Environmental Commission are engaged in science and technology programs, and governmental review activities are conducted by the Council on Local Mandates.

The fiscal 2005 budget for Miscellaneous Commissions totals $1.4 million.

Delaware River Basin Commission

This Commission, under the Delaware River Basin Compact, operates as a regional agency for the planning, conservation, utilization, development, management, and control of water and related natural resources of the Delaware River Basin. The Compact includes Delaware, New Jersey, New York, the Commonwealth of Pennsylvania, and the federal government. Each year the Commission proposes a water resources program to be undertaken in conjunction with other governmental and private agencies, organizations, and individuals over a six–year period or other reasonable, specified time period. The Commission is empowered to allocate the waters of the Basin to and among the states and their respective political subdivisions and to impose related conditions, obligations, and release requirements, subject to certain limitations. Also, it is empowered to acquire, operate, and control projects and facilities for the storage and release of waters, and may assess the cost for water users. The Commission may conduct investigations and surveys, and design, acquire, construct, operate, and maintain projects and facilities for the purpose of controlling potential pollution, abating existing pollution, and for reducing flood damage. Additionally, it has the power to restrict the use of property within areas of the flood plain in order to minimize flood hazards.

The Commission provides for the development of water–related public sports and recreational facilities through the construction, maintenance, and administration of such facilities. It may develop and operate, or authorize to be developed and operated, dams and related facilities and equipment for the purpose of generating hydroelectric power. The fiscal 2005 recommendation of $857,000 represents New Jersey's share of the Commission's budget.

Interstate Environmental Commission

The Commission is a tri–state agency created by the states of New Jersey, New York, and Connecticut through enabling legislation and a tri–state compact. The Commission plans and coordinates activities designed to abate water pollution in waterways common to the three states. It establishes rules, regulations, and orders related to its purpose and may rely on the courts for enforcement, if required. In addition, the Commission is the official planning and coordinating agency for the New Jersey, New York, and Connecticut air quality control region, though it does not have air pollution abatement enforcement powers. The Commission's program plan is designed to provide an effective coordinated approach to regional environmental problems. The Commission conducts research, testing, and development, and disseminates data to other public and private organizations or agencies. It does sampling to track sources of air pollutants and refers complaints, with data necessary to support corrective action, to the appropriate agency or agencies of the states. The fiscal 2005 recommendation of $383,000 reflects New Jersey's contribution to the Commission's total operating budget.

Council On Local Mandates

The nine–member Council was created by Chapter 24, P.L. 1996 to implement the constitutional amendment approved by New Jersey voters in the 1995 general election. The Council reviews complaints filed by counties, municipalities or school districts, or by a county executive or elected mayor, and issues written rulings on whether a statute, rule, or regulation constitutes an impermissible, unfunded State mandate. The fiscal 2005 recommendation is $133,000.

MISCELLANEOUS COMMISSIONS

SUMMARY OF APPROPRIATIONS BY FUND

(thousands of dollars)

Year Ending June 30, 2003						Year Ending June 30, 2005		
Orig. & (S)Supplemental	Reapp. & (R)Recpts.	Transfers & (E)Emergencies	Total Available	Expended		2004 Adjusted Approp.	Requested	Recommended
1,392	60	—	1,452	1,417	Direct State Services	1,373	1,373	1,373
—	2	—	2	—	Capital Construction	—	—	—
1,392	62	—	1,454	1,417	Total General Fund	1,373	1,373	1,373
1,392	*62*	—	*1,454*	*1,417*	*GRAND TOTAL*	*1,373*	*1,373*	*1,373*

SUMMARY OF APPROPRIATIONS BY PROGRAM
(thousands of dollars)

Year Ending June 30, 2003						Year Ending June 30, 2005		
Orig. & (S)Supplemental	Reapp. & (R)Recpts.	Transfers & (E)Emergencies	Total Available	Expended		2004 Adjusted Approp.	Requested	Recommended
					DIRECT STATE SERVICES – GENERAL FUND			
					Science and Technical Programs			
867	—	—	867	867	Delaware River Basin Commission	857	857	857
388	—	—	388	388	Interstate Environmental Commission	383	383	383
1,255	—	—	*1,255*	*1,255*	*Subtotal*	*1,240*	*1,240*	*1,240*
					Governmental Review and Oversight			
137	60	—	197	162	Council On Local Mandates	133	133	133
1,392	*60*	—	*1,452*	*1,417*	*Subtotal Direct State Services – General Fund*	*1,373*	*1,373*	*1,373*
1,392	*60*	—	*1,452*	*1,417*	*TOTAL DIRECT STATE SERVICES*	*1,373*	*1,373*	*1,373*
					CAPITAL CONSTRUCTION			
					Science and Technical Programs			
—	2	—	2	—	Delaware River Basin Commission	—	—	—
—	*2*	—	*2*	—	*Subtotal Capital Construction*	—	—	—
1,392	*62*	—	*1,454*	*1,417*	*TOTAL APPROPRIATION*	*1,373*	*1,373*	*1,373*

40. COMMUNITY DEVELOPMENT AND ENVIRONMENTAL MANAGEMENT
43. SCIENCE AND TECHNICAL PROGRAMS
9130. INTERSTATE ENVIRONMENTAL COMMISSION

OBJECTIVES

1. To restore to usefulness, within a reasonable time and in an economical manner, areas of the Interstate Environmental Commission District which are presently blighted from water pollution.
2. To plan and coordinate activities to control and prevent air pollution in the region through the development of compatible standards and implementation plans.

PROGRAM CLASSIFICATIONS

03. **Interstate Environmental Commission.** The Interstate Environmental Commission is a tri–state agency created by the states of New Jersey, New York and Connecticut through enabling legislation and a tri–state compact (RS 32:18–1 et seq. and RS 32:19–1 et seq.). The Interstate Environmental Commission District extends approximately from Sandy Hook on the New Jersey coast to include all of New York Harbor, north on the Hudson River to the northerly boundaries of Westchester and Rockland counties, easterly into Long Island Sound to the New Haven, Connecticut shore, to Port Jefferson on the north shore of Long Island, and along the south shore of Long Island extending easterly to Fire Island Inlet. The Commission makes rules, regulations, and orders for the abatement of water pollution and may resort to the courts for enforcement. The Commission's program plan for water pollution abatement is designed to provide assistance in an effective coordinated approach to regional problems. The Commission is also the official planning and coordinating agency for the New Jersey–New York–Connecticut air quality control region, though it does not have air pollution abatement enforcement powers. The Commission conducts studies; undertakes research, testing and development; gathers and disseminates data to other public and private organizations or agencies; does sampling to track sources of air pollutants and refers complaints to an appropriate agency or agencies of the states, along with data necessary to take corrective action.

APPROPRIATIONS DATA
(thousands of dollars)

Year Ending June 30, 2003							Year Ending June 30, 2005	
Orig. & (S)Supplemental	Reapp. & (R)Recpts.	Transfers & (E)Emergencies	Total Available	Expended		Prog. Class.	2004 Adjusted Approp.	Requested	Recommended
					DIRECT STATE SERVICES				
					Distribution by Fund and Program				
388	—	—	388	388	Interstate Environmental Commission	03	383	383	383
388	—	—	*388*	*388*	*Total Direct State Services*		*383*	*383*	*383*
					Distribution by Fund and Object				
					Special Purpose:				
388	—	—	388	388	Expenses of the Commission	03	383	383	383
388	—	—	*388*	*388*	*Grand Total State Appropriation*		*383*	*383*	*383*

40. COMMUNITY DEVELOPMENT AND ENVIRONMENTAL MANAGEMENT

43. SCIENCE AND TECHNICAL PROGRAMS

9140. DELAWARE RIVER BASIN COMMISSION

OBJECTIVES

1. To establish standards of planning, design, and operation of water resources projects and facilities in the Basin.
2. To conduct and sponsor research on water resources.
3. To coordinate the activities and programs of Federal, State, municipal and private agencies concerned with water resources administration.
4. To improve environmental quality within the Basin.

PROGRAM CLASSIFICATIONS

02. **Delaware River Basin Commission.** This Commission, under the Delaware River Basin Compact (C32:11D–1 et seq.), cooperates as a regional agency for the planning, conservation, utilization, development, management and control of water and related natural resources of the Delaware River Basin. The Compact includes the states of Delaware, New Jersey, New York, the Commonwealth of Pennsylvania and the federal government. Each year the Commission adopts a water resources program, which it proposes to be undertaken by the Commission and other governmental and private agencies, organizations and persons during the ensuing six years or such other reasonable period. The Commission is empowered to allocate the waters of the Basin to and among the states and their respective political subdivisions, and to impose conditions, obligations, and release requirements related thereto, subject to certain limitations. It is also empowered to acquire, operate, and control projects and facilities for the storage and release of waters and may assess the cost thereof upon water users. The Commission may undertake investigations and surveys, and acquire and construct, operate and maintain projects and facilities to control potential pollution and abate existing pollution. The Commission may plan, design, construct, operate and maintain projects and facilities for flood damage reduction and has the power to restrict the use of property within the area of a flood plain so as to minimize the flood hazard. The Commission provides for the development of water–related public sports and recreational facilities through the construction, maintenance, and administration of such facilities. The Commission may develop and operate, or authorize to be developed and operated, dams and related facilities and appurtenances for the purpose of generating hydroelectric power. The appropriation recommended below represents New Jersey's share of the Commission's budget.

APPROPRIATIONS DATA
(thousands of dollars)

Year Ending June 30, 2003							Year Ending June 30, 2005	
Orig. & (S)Supplemental	Reapp. & (R)Recpts.	Transfers & (E)Emergeucies	Total Available	Expended		Prog. Class.	2004 Adjusted Approp.	Requested	Recommended
					DIRECT STATE SERVICES				
					Distribution by Fund and Program				
867	—	—	867	867	Delaware River Basin Commission	02	857	857	857
867	—	—	*867*	*867*	*Total Direct State Services*		*857*	*857*	*857*

Year Ending June 30, 2003								Year Ending June 30, 2005	
Orig. & (S)Supplemental	Reapp. & (R)Recpts.	Transfers & (E)Emergencies	Total Available	Expended		Prog. Class.	2004 Adjusted Approp.	Requested	Recommended
					DIRECT STATE SERVICES				
					Distribution by Fund and Object				
					Special Purpose:				
867	—	—	867	867	Expenses of the Commission	02	857	857	857
					CAPITAL CONSTRUCTION				
					Distribution by Fund and Program				
—	2	—	2	—	Delaware River Basin Commission	02	—	—	—
—	*2*	—	*2*	—	*Total Capital Construction*		—	—	—
					Distribution by Fund and Object				
					Delaware River Basin Commission				
—	2	—	2	—	Amortization Costs of Multipurpose Dams	02	—	—	—
867	*2*	—	*869*	*867*	*Grand Total State Appropriation*		*857*	*857*	*857*

70. GOVERNMENT DIRECTION, MANAGEMENT AND CONTROL
72. GOVERNMENTAL REVIEW AND OVERSIGHT
9148. COUNCIL ON LOCAL MANDATES

OBJECTIVES

1. To resolve disputes as to whether a statute, rule, or regulation constitutes an unfunded State mandate.

PROGRAM CLASSIFICATIONS

72. **Council On Local Mandates.** The nine-member Council was created by P.L. 1996, c.24 to implement the constitutional amendment approved by New Jersey voters in the 1995 general election. The Council reviews and issues written rulings on whether a statute, rule, or regulation constitutes an impermissible, unfunded State mandate. Complaints may be filed by a county, municipality or school district, or by a county executive or directly elected mayor.

APPROPRIATIONS DATA
(thousands of dollars)

Year Ending June 30, 2003								Year Ending June 30, 2005	
Orig. & (S)Supplemental	Reapp. & (R)Recpts.	Transfers & (E)Emergencies	Total Available	Expended		Prog. Class.	2004 Adjusted Approp.	Requested	Recommended
					DIRECT STATE SERVICES				
					Distribution by Fund and Program				
137	60	—	197	162	Council On Local Mandates	92	133	133	133
137	*60*	—	*197*	*162*	*Total Direct State Services*		*133*	*133*	*133*
					Distribution by Fund and Object				
					Special Purpose:				
137	60	—	197	162	Council On Local Mandates	92	133	133	133
137	*60*	—	*197*	*162*	*Grand Total State Appropriation*		*133*	*133*	*133*

Language Recommendations — Direct State Services – General Fund

The unexpended balance as of June 30, 2004 in this account is appropriated.

INTERDEPARTMENTAL ACCOUNTS

OVERVIEW

The Interdepartmental Accounts provide funds for the cost of certain services that are administered centrally on behalf of all agencies of State government.

This section focuses on State employees' salary contracts, employee benefits, and other obligations and initiatives that benefit all State departments ranging from short-term borrowing costs to major investments in technology. Other Interdepartmental Accounts include property rentals, utilities, insurance, and capital, and are discussed in the Capital and Debt Service section.

The Fiscal 2005 Budget for all Interdepartmental Accounts totals $2.69 billion, an increase of $315.9 million, or 13.3%, over the fiscal 2004 adjusted appropriation of $2.37 billion.

Salary Increases

The State of New Jersey, excluding higher education's senior public institutions, employs approximately 76,000 full-time and part-time workers. The State is covered by the New Jersey Public Employer-Employee Relations Act, as amended, NJSA 34:13A-1, et seq. This Act guarantees public employees the right to negotiate collectively through employee organizations certified or recognized as the exclusive collective negotiation representatives for units of public employees. As of February 2004 unions represented 66,200 full-time and part-time State employees, or approximately 87% of the total.

In Fiscal 2005, $157.8 million is recommended for Salary Increases and Other Benefits to cover fiscal 2005 employee increments, progressions, across-the-board raises for all eligible employees, and bonuses according to contractual agreements, along with any deferred costs for the same contracts.

In addition to salary increases, this section of the Budget provides $7.5 million for payment of unused accumulated sick leave. Employees are permitted to accumulate earned sick days. Upon retirement, the retiree is paid for unused sick days at 50% of the normal pay rate, up to a maximum amount of $15,000.

Employee Contract Status

The two unions that represent Judicial employees - Communications Workers Of America (CWA) professional and the Judiciary Council of Affiliated Unions (JCAU) - will receive a 2.5% increase across the board in January, 2005. Additionally, members will receive a 4.15% salary progression in January, 2005.

Unions representing 64% of the State employees, including the American Federation of State, County, and Municipal Employees (AFSCME); International Federation of Professional and Technical Engineers (IFPTE); and the Communication Workers of America (CWA), have negotiated a cost-of-living increase of 2.9% for fiscal 2005.

Employee Fringe Benefits

For fiscal 2005, a total cost of $1.92 billion is budgeted to provide fringe benefits to employees of State government and higher education institutions, an increase of $139.1 million, or 7.8%, compared to fiscal 2004.

Employee Retirement

All State employees and most employees of counties, municipalities, and school districts are members of one of the seven State retirement systems: the Public Employees' Retirement System (PERS), the Teachers' Pension and Annuity Fund (TPAF), the Police and Firemen's Retirement System (PFRS), Consolidated Police and Firemen's Pension Fund, State Police Retirement System, Judicial Retirement System, and Prison Officer's Pension Fund. The law provides that all defined benefit pension plans aresubject to actuarial valuation every year and actuarial experience studies every three years.

Growth in employee retirement costs in Fiscal 2005 is largely due to depletion of surplus assets of the pension systems and depletion of the PERS and TPAF post-retirement medical reserves. Additionally, there are substantial increases in health care costs for retired employees.

The Fiscal 2005 pension recommended amount for State PERS and TPAF is $412.4 million, which includes $192.0 million of post-retirement medical costs for PERS; $9.8 million of post-retirement medical costs for TPAF; $21.9 million of pension contribution costs for PFRS; $116.1 million of pension contribution costs for the Alternate Benefits Program; and $6.1 million of pension contribution costs for the Judicial Retirement System. Another $3.8 million is appropriated for pension funds and other specially legislated retirement provisions. Recommended appropriations for debt service payments on the pension obligation bonds for State and higher education employees total $62.7 million in fiscal 2005.

Employee Health Benefits

The cost for health benefits, including medical, prescription drug, dental, and vision, for State and higher education employees in Fiscal 2005 is projected at $964.9 million. This is a net increase of $64.4 million, or approximately 7.2%, above the Fiscal 2004 adjusted appropriation of $900.5 million. This growth is a result of anticipated rate increases for all State health plans, reflecting continued cost escalation in the health care industry.

Employer Payroll Taxes

The Fiscal 2005 recommendation of $476.2 million for employer payroll taxes ($481.5 million reduced by $5.3 million in fringe reimbursements) represents an increase of $25.5 million, or 5.7%, over Fiscal 2004. This includes $454.0 million for the State's portion of the Social Security tax, $12.2 million for Temporary Disability Insurance (TDI), and $10.1 million for Unemployment Insurance (UI) liability.

Other Interdepartmental Accounts

The Fiscal 2005 Budget for Other Interdepartmental Accounts totals $70.4 million, an increase of $17.4 million, or 32.8%, more than the fiscal 2004 adjusted appropriation of $53.0 million.

In Direct State Services (DSS), some of the major items funded in fiscal 2005 is $22.3 million for interest on short-term notes, $18.4 million for Statewide E-911 Emergency Telephone System and $5.6 million for several smaller programs. Additionally, this Budget provides $9.2 million for information technology.

The Fiscal 2005 Grants-in-Aid for Other Interdepartmental Account (GIA), Budget for Other Interdepartmental Accounts totals $14.9 million, an increase of $14.7 million from the fiscal 2004 appropriations of $0.2 million. All of the funds are to be used for county grants for E-911 Statewide Emergency Telephone System.

Aid To Independent Authorities

The Fiscal 2005 GIA Budget for Aid to Independent Authorities totals $86.0 million, an increase of $20.9 million, or 32.1%, more than the fiscal 2004 adjusted appropriation of $65.1 million. This budget supports the New Jersey Sports and Exposition Authority, Business Employment Incentive Programs, New Jersey Performing Arts Center, Municipal Rehabilitation and Economic Recovery, and other authorities.

Statewide Capital

The Fiscal 2005 Budget for Statewide Capital projects totals $185.5 million, a decrease of $8.7 million, or 4.5% over the Fiscal 2004 adjusted appropriation of $194.2 million. This reduction is primarily

the result of shifting funding fiscal 2005 Statewide Fire, Life Safety and Renovations, from State to other sources. Funding for these types of projects will increase by $7.3 million in fiscal 2005, from $9.7 million in fiscal 2004 to $16.9 million in fiscal 2005. In addition, funding is provided for compliance with the Americans With Disabilities Act ($2.0 million); Statewide Hazardous Materials Removal ($1 million); New Jersey Building Authority Projects ($78.8 million); Open Space Preservation ($98 million) and Renovations to State Buildings ($2.7 million). In fiscal 2005 an increase of $3 million in non-State funding sources will be used to fund Statewide Security Projects.

Property Rentals

The Fiscal 2005 Budget for Property Rentals totals $148.4 million which is a decrease of $1.8 million from the previous year. The Property Rentals account supports existing and anticipated leases of offices and other facilities used by State agencies ($110.5 million), payments for debt service leases and payments in lieu of property taxes on facilities occupied by State agencies ($16.6 million) and debt service payments for various fire sprinkler systems and office furnishings ($3.8 million). This account also includes $17.5 million for debt service payments associated with the State's lease-purchase of facilities acquired or built by the Economic Development Authority.

Insurance and Other Services

The Insurance and Other Services account includes insurance premiums for property, casualty and special insurance policies for coverage against loss to State-owned real property, boilers and other machinery and fine art objects owned by the State. This account also provides self-insurance funds for various claims against the State, including tort claims for personal injury or property damage, workers' compensation for State employees, vehicle liability claims for property damage and injury resulting from the operation of State vehicles and claims arising from the Foster Parents Program and the UMDNJ Self-Insurance Reserve Fund.

The Fiscal 2005 Budget for Insurance and Other Services totals $80.4 million, a decrease of $2.6 million from Fiscal 2004 that is primariarly due to the elimination of supplemental appropriations for tort claims, workers' compensation and vehicle liability claims ($10.2 million). These needs are partially offset by increased funding needs for the UMDNJ Self-Insurance Reserve Fund ($6.0 million) and other insurance premium and self-insurance fund increases ($1.6 million).

Utilities and Other Services

The Utilities and Other Services account provides funding for the heating, electrical, janitorial and trash removal needs for various state-owned buildings, primarily in the Capital Complex, that house the state workforce. The Fiscal 2005 Budget for Utilities and Other Services of $29.1 million is $0.3 million higher than the previous year due primarily to contractual increases for janitorial and trash removal services and the annualization of an electrical rate increase that became effective in August, 2003.

The New Jersey Consolidated Energy Savings Program (NJCESP) has reduced the cost of energy for New Jersey State departments and agencies, colleges, NJ Transit, universities and authorities. As part of this effort, approximately 12% of the total electrical load will be procured from renewable, or "green power" sources. The green power procurement helps New Jersey satisfy federal environmental regulations and aids in the development of clean energy markets. The State has received federal government approval to reimburse the cost premium for green power from the Petroleum Overcharge Reimbursement Fund.

INTERDEPARTMENTAL ACCOUNTS

SUMMARY OF APPROPRIATIONS BY FUND

(thousands of dollars)

Year Ending June 30, 2003						Year Ending June 30, 2005		
Orig. & (S)Supplemental	Reapp. & (R)Recpts.	Transfers & (E)Emergencies	Total Available	Expended		2004 Adjusted Approp.	Requested	Recommended
1,394,458	39,890	-22,988	1,411,360	1,340,768	Direct State Services	1,557,152	1,773,213	1,773,213
542,692	2	2,210	544,904	542,600	Grants-In-Aid	619,812	731,231	731,231
169,649	58,577	-26,319	201,907	172,272	Capital Construction	194,233	185,549	185,549
2,106,799	98,469	-47,097	2,158,171	2,055,640	Total General Fund	2,371,197	2,689,993	2,689,993
2,106,799	***98,469***	***-47,097***	***2,158,171***	***2,055,640***	***GRAND TOTAL***	***2,371,197***	***2,689,993***	***2,689,993***

SUMMARY OF APPROPRIATIONS BY PROGRAM
(thousands of dollars)

Year Ending June 30, 2003						Year Ending June 30, 2005	
Orig. & (S)Supplemental	Reapp. & (R)Recpts.	Transfers & (E)Emergencies	Total Available	Expended		2004 Adjusted Approp.	Requested	Recommended
					DIRECT STATE SERVICES - GENERAL FUND			
					General Government Services			
147,226	5,011	---	152,237	148,296	Property Rentals	150,226	148,432	148,432
63,855	5,567	---	69,422	69,051	Insurance and Other Services	82,990	80,411	80,411
963,154	1,707	65,030	1,029,891	1,029,212	Employee Benefits	1,231,298	1,325,736	1,325,736
87,078	---	-35,645	51,433	37,047	Other Inter-Departmental Accounts	52,820	55,469	55,469
106,729	25,496	-52,373	79,852	29,728	Salary Increases and Other Benefits	11,000	134,080	134,080
26,416	2,109	---	28,525	27,434	Utilities and Other Services	28,818	29,085	29,085
1,394,458	*39,890*	*-22,988*	*1,411,360*	*1,340,768*	*Subtotal*	*1,557,152*	*1,773,213*	*1,773,213*
1,394,458	***39,890***	***-22,988***	***1,411,360***	***1,340,768***	***Subtotal Direct State Services - General Fund***	***1,557,152***	***1,773,213***	***1,773,213***
1,394,458	***39,890***	***-22,988***	***1,411,360***	***1,340,768***	***TOTAL DIRECT STATE SERVICES***	***1,557,152***	***1,773,213***	***1,773,213***
					GRANTS-IN-AID - GENERAL FUND			
					General Government Services			
480,739	2	3,410	484,151	482,053	Employee Benefits	554,517	599,129	599,129
200	---	-200	---	---	Other Inter-Departmental Accounts	200	14,925	14,925
---	---	---	---	---	Salary Increases and Other Benefits	---	31,158	31,158
61,753	---	-1,000	60,753	60,547	Aid to Independent Authorities	65,095	86,019	86,019
542,692	*2*	*2,210*	*544,904*	*542,600*	*Subtotal*	*619,812*	*731,231*	*731,231*
542,692	***2***	***2,210***	***544,904***	***542,600***	***Subtotal Grants-In-Aid - General Fund***	***619,812***	***731,231***	***731,231***
542,692	***2***	***2,210***	***544,904***	***542,600***	***TOTAL GRANTS-IN-AID***	***619,812***	***731,231***	***731,231***
					CAPITAL CONSTRUCTION			
					General Government Services			
169,649	58,577	-26,319	201,907	172,272	Capital Projects - Statewide	194,233	185,549	185,549
169,649	***58,577***	***-26,319***	***201,907***	***172,272***	***Subtotal Capital Construction***	***194,233***	***185,549***	***185,549***
2,106,799	***98,469***	***-47,097***	***2,158,171***	***2,055,640***	***TOTAL APPROPRIATION***	***2,371,197***	***2,689,993***	***2,689,993***

70. GOVERNMENT DIRECTION, MANAGEMENT AND CONTROL
74. GENERAL GOVERNMENT SERVICES

OBJECTIVES

1. To provide pooled funds for the costs of certain services which are managed centrally for or on behalf of all agencies of State government.
2. To provide pooled contingency reserve funds to cover certain emergency situations and probable cost increases for various utilities and common services which cannot be predicted with reasonable certainty.
3. To provide pooled funds for salary adjustments and other salary and compensation benefits for State employees.

PROGRAM CLASSIFICATIONS

01. **Property Rentals.** Provides for payment by the Department of the Treasury of rents for office space and other premises for State agencies, whose operations are financed from General Fund appropriations. This account also functions as a clearing account for payment of rents for agencies financed from other than General Fund sources, which amounts are shown as a deduction from the gross rent recommendation.
02. **Insurance and Other Services.** Provides funds to pay all central insurance premium costs and to cover the State's tort liability and its statutory duty to indemnify its employees for adverse judgments in all instances where the State is

self-insured. This account also provides the self-insurance funds to pay losses which fall within the deductible areas of property insurance coverage and other insurance claims.

03. **Employee Benefits.** Provides funds for the following classes of employees: (1) Heath Act pensioners (RS 43:5-1 et seq.), consisting of persons employed by the State as of January, 1921; (2) Veterans' Act pensioners (RS 43:4-1 et seq.); (3) Miscellaneous Special Pension Acts, in accordance with various State laws authorizing payments to designated individuals; (4) Annuity for Widows of Governors (RS 43:8-2); (5) Judicial pensioners (C43:6-6.4 et seq.); (6) Prison officers (C43:7-7 et seq.) whose funds are administered by a commission of five members including an appointee of the Governor, and the State Treasurer; (7) Public Employees (C43:15A-1 et seq.), whose funds are administered by a board of nine trustees, including municipal and county representation, two appointees of the Governor, and the State Treasurer; (8) State Police (C53:5A-1 et seq.), whose funds are administered by a board of five trustees including two active members of the system, two appointees of the Governor, and the State Treasurer, ex officio; (9) and the pension and non-contributory group life insurance payments to be made by the State on behalf of those members of the Teachers' Pension and Annuity Fund, not employees of school districts, employed by the State Department of Education, and by the public institutions of higher education in the State. Funds are also provided for the payments for non-contributory group life insurance covering employees of the State and other participating employers in the retirement system (C43:15A-1 et seq.); the State's share of Social Security Tax (C43:22-1 et seq.); Pension Adjustment Act (C3:3B-1 et seq.) providing increases in benefits payable to members of State retirement systems; and the employer's share of health benefits charges for State employees enrolled in the public and school employees' health benefits program. Under C52:14-17.25 et seq., the administration of this program was transferred to the Division of Pensions and Benefits.

The Alternate Benefit Program was established (NJS 18A:64C-11.1, NJS 18A:65-74 and C18A:66-130) for faculty and staff members at the University of Medicine and Dentistry of New Jersey; Rutgers, The State University; the New Jersey Institute of Technology; and the State Colleges. The employer contribution to this retirement program is included in this budget.

The State Employee Health Benefits Program (C52:14-17.25 et seq.) provides health insurance for employees and their dependents, including those employed by State colleges and universities, through a traditional plan or a managed care health plan.

The Division of Pensions and Benefits coordinates payment of temporary disability insurance benefits to State employees (C43:21-46). Temporary cash benefits are provided to eligible State employees covered under Federal law to insure against loss of earnings due to non-occupational sickness or accident.

All individuals in the employ of the State of New Jersey or an instrumentality of the State, with respect to service performed after December 31, 1971 for a hospital or institution of higher education, are covered under the Unemployment Compensation Law (RS 43:21-1 et seq., as amended by PL 1971, c. 346). Any political subdivision of the State may elect to cover individuals employed by the subdivision in all of the hospitals and institutions of higher education operated by that political subdivision. Benefits paid based on wages earned in the employ of the State or of a political subdivision are financed by payments in lieu of employer contributions to the Unemployment Compensation Fund. All covered State employees are required to contribute each year to the Fund in accordance with the established rate. Benefits under the unemployment compensation program are payable in accordance with the provisions of the Unemployment Compensation Law.

The New Jersey State Prescription Drug Program (C52:14-17.29) helps meet the cost of drugs prescribed for eligible employees and their dependents for use outside of hospitals, nursing homes or other institutions. Included are those drugs which, as required by Federal law, can be dispensed only upon a written prescription order by a physician. The program covers the full cost of a prescription item dispensed by a licensed participating pharmacy, less a co-payment charge for each eligible prescription and prescription refill. The co-payment charge is dependent upon whether the employee chooses a prescription which is generic or non-generic. All full time State employees are eligible to enroll for coverage in the Program without cost to the employee.

04. **Other Inter-Departmental.** Provides funds for allotment by the Director of the Division of Budget and Accounting to various departments or agencies of State government for meeting emergency conditions, and for a number of other contingencies which cannot be predicted with sufficient certainty to be included within the budget recommendations of individual departments or agencies. Included are the Governor's Emergency Fund, the premium portion of required payments for short term notes, seed money to implement cost saving processes, the 911 emergency telephone payments, and other productivity improvements as appropriate.

05. **Salary Increases and Other Benefits.** Includes funds to be allotted to the various State departments or agencies for the cost of general and special salary adjustments and unused accumulated sick leave.

06. **Utilities and Other Services.** Provides for payment of fuel, utilities, janitorial services, and trash removal for State-owned and lease-purchase facilities primarily in the Capitol district.

08. **Capital Projects - Statewide.** Provides for statewide programs and capital projects administered by the Department of Treasury on behalf of state agencies. Statewide programs include the removal of underground storage tanks, hazardous material removal and Americans with Disabilities Act compliance. Also, included is funding for the purchase of open space through the Garden State Preservation Trust Fund. Other items include network upgrades and agency information technology systems.

09. **Aid to Independent Authorities.** Provides for payments to Independent Authorities for operating expenses and construction costs of both cultural and sports related facilities.

APPROPRIATIONS DATA
(thousands of dollars)

Year Ending June 30, 2003								Year Ending June 30, 2005	
Orig. & [S]Supplemental	Reapp. & [R]Recpts.	Transfers & [E]Emergencies	Total Available	Expended		Prog. Class.	2004 Adjusted Approp.	Requested	Recommended
					DIRECT STATE SERVICES				
					Distribution by Fund and Program				
147,226	5,011	---	152,237	148,296	Property Rentals	01	150,226	148,432	148,432
63,855	5,567	---	69,422	69,051	Insurance and Other Services	02	82,990	80,411	80,411
26,416	2,109	---	28,525	27,434	Utilities and Other Services	06	28,818	29,085	29,085
237,497	*12,687*	---	*250,184*	*244,781*	*Total Direct State Services* [a]		*262,034*	*257,928*	*257,928*
					Distribution by Fund and Object				
					Property Rentals:				
152,652							159,008		
5,000[S]	5,011	---	162,663	158,988	Existing and Anticipated Leases (b)	01	2,500[S]	160,242	160,242
17,283	---	---	17,283	17,017	Economic Development Authority	01	17,446	17,.491	17,491
21,566	---	---	21,566	21,566	Other Debt Service Leases and Tax Payments	01	16,755	16,586	16,586
196,501	5,011	---	201,512	197,571	Subtotal Appropriation, Rent (Gross)		195,709	194,319	194,319
					Less:				
(49,275)	---	---	(49,275)	(49,275)	Direct Charges and Charges to Non-State Fund Sources		(48,609)	(49,677)	(49,677)
147,226	5,011	---	152,237	148,296	Rent (Net)		147,100	144,642	144,642
---	---	---	---	---	Additions, Improvements and Equipment	01	3,126	3,790	3,790
147,226	5,011	---	152,237	148,296	Subtotal Appropriations, Property Rentals		150,226	148,432	148,432
					Insurance and Other Services:				
3,000	---	62	3,062	3,059	Property Insurance	02	3,000	3,636	3,636
2,380	---	-882	1,498	1,396	Casualty Insurance	02	2,030	2,030	2,030
220	---	24	244	244	Special Insurance Policies	02	220	220	220
11,000							11,000		
3,000[S]	4,634	---	18,634	18,634	Tort Claims Liability Fund (b)	02	6,000[S]	11,000	11,000
34,900							34,900		
5,800S	---	306	41,006	40,890	Workers' Compensation Fund (b)	02	8,000[S]	41,900	41,900
---	---	---	---	---	UMDNJ Self-Insurance Reserve Fund (b)	02	12,000 S	18,000	18,000
2,000							2,000		
930S	---	750	3,680	3,678	Vehicle Claims Liability Fund (b)	02	3,215S	2,000	2,000
500	933	-150	1,283	1,145	Self-Insurance Deductible Fund	02	500	1,500	1,500
125	---	-110	15	5	Self-Insurance Fund - Foster Parents	02	125	125	125
63,855	5,567	---	69,422	69,051	Subtotal Appropriation, Insurance & Other Services		82,990	80,411	80,411
					Utilities and Other Services:				
20,513	2,109	416	23,038	21,950	Fuel and Utilities	06	23,290	23,382	23,382
5,903	---	-416	5,487	5,484	Household and Security (c)	06	5,528	5,703	5,703
26,416	2,109	---	28,525	27,434	Subtotal Appropriation, Utilities & Other Services		28,818	29,085	29,085

Year Ending June 30, 2003							Year Ending June 30, 2005	
Orig. & (S)Supplemental	Reapp. & (R)Recpts.	Transfers & (E)Emergencies	Total Available	Expended		Prog. Class.	2004 Adjusted Approp.	Requested	Recommended
					GRANTS-IN-AID				
					Distribution by Fund and Program				
61,753	---	-1,000	60,753	60,547	Aid to Independent Authorities	09	65,095	86,019	86,019
61,753	---	***-1,000***	***60,753***	***60,547***	*Total Grants-in-Aid* (d)		***65,095***	***86,019***	***86,019***
					Distribution by Fund and Object				
					Grants:				
5,000	---	---	5,000	5,000	Sports and Exposition Authority Operations	09	---	---	---
24,100					Sports and Exposition Authority Operations - Debt Service				
2,000 S	---	-1,000	25,100	24,894	Sports Complex	09	26,060	26,060	26,060
15,025	---	---	15,025	15,025	Atlantic City Projects	09	15,025	15,025	15,025
3,417	---	---	3,417	3,417	Higher Education and Other Projects	09	3,417	3,417	3,417
4,668	---	---	4,668	4,668	Wildwood Convention Center	09	1,668	1,668	1,668
2,000	---	---	2,000	2,000	Camden Aquarium Management Agreement	09	1,500	1,500	1,500
5,543	---	---	5,543	5,543	New Jersey Performing Arts Center, EDA	09	5,559 S	5,555	5,555
---	---	---	---	---	Business Employment Incentive Program, EDA-Debt Service	09	---	12,230	12,230
---	---	---	---	---	Liberty Science Center - EDA	09	---	718	718
---	---	---	---	---	Municipal Rehabilitation and Economic Recovery, EDA	09	8,741 S	8,948	8,948
---	---	---	---	---	Horse Racing Litigation Settlement	09	2,500	---	---
---	---	---	---	---	Camden Children's Garden	09	625	625	625
---	---	---	---	---	Designated Industries Economic Growth & Development-EDA	09	---	9,883	9,883
---	---	---	---	---	Battleship New Jersey Utilities	09	---	390	390
					CAPITAL CONSTRUCTION				
					Distribution by Fund and Program				
169,649	58,577	-26,319	201,907	172,272	Capital Projects - Statewide	08	194,233	185,549	185,549
169,649	***58,577***	***-26,319***	***201,907***	***172,272***	*Total Capital Construction*		***194,233***	***185,549***	***185,549***
					Distribution by Fund and Object				
					Statewide Capital Projects				
---	2,849	590	3,439	1,696	Capital Improvements, Capitol Complex	08	---	---	---
---	---	---	---	---	Statewide Fire, Life Safety and Renovation Projects	08	9,695	---	---(e)
---	4,376	-590	3,786	53	Fire Detection/Security - Central Station Upgrade	08	---	---	---
---	---	---	---	---	DEP Building Fire Alarm Upgrade	08	922	---	---
200	375	---	575	42	Life Safety and Emergency Projects - Statewide	08	---	---	---
2,000	1,863	---	3,863	1,543	Americans with Disabilities Act Compliance Projects - Statewide	08	2,000	2,000	2,000
---	11,962	---	11,962	3,960	Fuel Distribution Systems/Underground Storage Tank Replacements - Statewide	08	---	---	---

Year Ending June 30, 2003								Year Ending June 30, 2005	
Orig. & (S)Supplemental	Reapp. & (R)Recpts.	Transfers & (E)Emergencies	Total Available	Expended		Prog. Class.	2004 Adjusted Approp.	Requested	Recommended
					CAPITAL CONSTRUCTION				
2,000	2,812	---	4,812	1,053	Hazardous Materials Removal Projects - Statewide	08	2,000	1,000	1,000
3,000	---	---	3,000	1,221	Statewide Security Projects	08	3,000	---	---
---	500	---	500	134	Energy Efficiency Projects	08	---	---	---
					New Jersey Building Authority Debt Service				
					General State Projects				
21,767	---	---	21,767	21,767	- Southwoods State Prison	08	24,217	24,289	24,289
15,376	---	---	15,376	15,376	- State House Renovations	08	15,813	15,860	15,860
8,792	---	---	8,792	8,792	- Hughes Justice Complex	08	8,854	8,880	8,880
9,784	20,175	(15,775)	14,184	14,006	- Other State Projects	08	22,519	22,586	22,586
					Counter-terrorism Projects				
4,850	---	---	4,850	4,850	- State Police Multipurpose Building/Troop "C" Headquarters	08	6,079	6,097	6,097
---	---	---	---	---	- State Police Emergency Operations Center	08	1,134	1,137	1,137
2,700	2,794	-1,400	4,094	1,378	Renovation Projects, Existing and Anticipated Leases	08	---	2,700	2,700
---	516	---	516	510	Complex-wide Security System Design	08	---	---	---
---	531	---	531	521	Cooler/Freezer Repair - State Distribution Center	08	---	---	---
---	500	---	500	5	Facility Assessment	08	---	---	---
---	288	---	288	---	Replace/Relocate Motor Control Center	08	---	---	---
---	709	---	709	677	Agriculture Building Retaining Wall	08	---	---	---
---	47	---	47	47	Repair State House Annex Roof Slab	08	---	---	---
---	130	---	130	130	DEP Infrastructure Wiring	08	---	---	---
1,180	---	---	1,180	13	Statehouse Security Modifications	08	---	---	---
---	1,289	---	1,289	1,050	South Jersey Port Corporation Capital Program	08	---	---	---
					Enterprise Initiatives				
---	4,494	-4,044	450	---	Network Infrastructure	08	--- (f)	---	---
---	548	-548	---	---	Information Technology On-line State Portal	08	---	---	---
---	---	---	---	---	Enterprise Upgrades-Garden State Network	08	---	3,000	3,000
					Open Space Preservation Program				
98,000	1,819	-4,552	95,267	93,448	Garden State Preservation Trust Fund Account	08	98,000	98,000	98,000
468,899	*71,264*	*-27,319*	*512,844*	*477,600*	*Grand Total State Appropriation*		*521,362*	*529,496*	*529,496*
					OTHER RELATED APPROPRIATIONS				
					Federal Funds				
---	461	---	461	461	Utilities and Other Services	06	---	---	---
---	*461*	---	*461*	*461*	*Total Federal Funds*		---	---	---
					All Other Funds				
---	---	---	---	---	Capital Projects - Statewide	08	---	3,000	3,000
---	---	---	---	---	*Total All Other Funds*		---	*3,000*	*3,000*
468,899	*71,725*	*-27,319*	*513,305*	*478,061*	*GRAND TOTAL ALL FUNDS*		*521,362*	*532,496*	*532,496*

Notes -- Direct State Services - General Fund

(a) Pursuant to the provisions of P.L. 2003, c.13 (C.39:2A-1 et seq.) and effective in fiscal year 2004, the appropriation for the New Jersey Motor Vehicle Commission, which is in but not of the Department of Transportation and is a successor agency to the Division of

Motor Vehicles, is authorized as dedicated revenue in lieu of State appropriations from the General Fund. This change affects the Direct State Services budgets for the Commission and Interdepartmental accounts, as well as anticipated revenue in Schedule 1.

(b) The Fiscal Year 2004 appropriation has been increased to reflect a proposed supplemental appropriation.

(c) Operating costs in the amount of $375,000 were moved from the Interdepartmental Accounts to the Department of Law and Public Safety in fiscal 2004 for the new Hamilton Headquarters facility.

Notes -- Grants-In-Aid - General Fund

(d) The fiscal year 2003 appropriation has been adjusted to reflect the transfer of Liberty Science Center - Education Services from the Interdepartmental Accounts to the Department of Education.

Notes -- Capital Construction

(e) For fiscal 2005 a total of $16,947,000 will be made available for Statewide Fire, Life Safety and Renovation Projects from non-State funding sources.

(f) Network Infrastructure will be funded through short term financing.

Language Recommendations -- Direct State Services - General Fund

The Director of the Division of Budget and Accounting is empowered to allocate to any State agency occupying space in any State-owned building equitable charges for the rental of such space to include, but not be limited to, the costs of operation and maintenance thereof, and the amounts so charged shall be credited to the General Fund; and, to the extent that such charges exceed the amounts appropriated for such purposes to any agency financed from any fund other than the General Fund, the required additional appropriation shall be made out of such other fund.

Receipts derived from direct charges and charges to non-State fund sources are appropriated for the rental of property, including the costs of operation and maintenance of such properties.

Notwithstanding any other provision of law, and except for leases negotiated by the Division of Property Management and Construction and subject to the approval or disapproval by the State Leasing and Space Utilization Committee pursuant to P.L. 1992, c.130 (C.52:18A-191.1 et seq.), and except as hereinafter provided, no lease for the rental of any office or building shall be executed without the prior written consent of the State Treasurer, the Director of the Division of Budget and Accounting, the President of the Senate and the Speaker of the General Assembly.

To the extent that sums appropriated for property rental payments are insufficient, there are appropriated such additional sums, not to exceed $3,000,000 as may be required to pay property rental obligations, subject to the approval of the Director of the Division of Budget and Accounting.

An amount not to exceed $2,500,000 shall be appropriated for the costs of security, maintenance, utilities and other operating expenses related to the Marlboro Psychiatric Hospital and North Princeton Developmental Center closure initiatives, subject to the approval of the Director of the Division of Budget and Accounting.

There are appropriated such additional sums as may be required to pay debt service costs for the Greystone Park Psychiatric Hospital Project, subject to the approval of the Director of the Division of Budget and Accounting.

The unexpended balance as of June 30, 2004 in the Master Lease Program Fund is appropriated for the same purpose.

In order to permit flexibility, amounts may be transferred between various items of appropriation within the Insurance and Other Services program classification, subject to the approval of the Director of the Division of Budget and Accounting. Notice thereof shall be provided to the Legislative Budget and Finance Officer on the effective date of the approved transfer.

There are appropriated such additional sums as may be required to pay tort claims under N.J.S. 59:12-1, as recommended by the Attorney General and as the Director of the Division of Budget and Accounting shall determine.

The funds appropriated to the Tort Claims Liability Fund are available for the payment of claims of a tortious nature, as recommended by the Attorney General and as the Director of the Division of Budget and Accounting shall determine.

The funds appropriated to the Tort Claims Liability Fund are available for the payment of direct costs of legal, administrative and medical services related to the investigation, mitigation and litigation of tort claims under N.J.S. 59:12-1, and claims of a tortious nature, as recommended by the Attorney General and as the Director of the Division of Budget and Accounting shall determine.

The funds appropriated to the Tort Claims Liability Fund are available for the indemnification of pool attorneys engaged by the Public Defender for the defense of indigents.

The funds appropriated to the Tort Claims Liability Fund are available for the indemnification of designated pathologists engaged by the State Medical Examiner.

Notwithstanding any other law to the contrary, claims paid from the Tort Claims Liability Fund on behalf of entities funded, in whole or in part, from non-State funds, may be reimbursed from such non-State fund sources as determined by the Director of the Division of Budget and Accounting.

There are appropriated such additional sums as may be required to pay claims not payable from the Tort Claims Liability Fund or payable under the New Jersey Contractual Liability Act, as recommended by the Attorney General and as the Director of the Division of Budget and Accounting shall determine. The funds appropriated are available for the payment of direct costs of legal, administrative and medical services related to the investigation, mitigation and litigation of claims not payable from the Tort Claims Liability Fund or payable under the New Jersey Contractual Liability Act, as recommended by the Attorney General and as the Director of the Division of Budget and Accounting shall determine. Notwithstanding any other law to the contrary, claims or costs paid from the monies appropriated under this paragraph on behalf of entities funded, in whole or in part from non-State funds, may be reimbursed

from such non-State funds sources as determined by the Director of the Division of Budget and Accounting. Appropriations under this paragraph shall not be available to pay punitive damages and shall not be deemed a waiver of any immunity by the State.

To the extent that sums appropriated to pay Workers' Compensation claims under R.S.34:15-1 et seq., are insufficient, there are appropriated such additional sums as may be required to pay Workers' Compensation claims, subject to the approval of the Director of the Division of Budget and Accounting.

The amount appropriated hereinabove for the Workers' Compensation Self-Insurance Fund under R.S. 34:15-1 et seq. is available for the payment of direct costs of legal, investigative, administrative and medical services related to the investigation, mitigation, litigation and administration of claims against the fund, subject to the approval of the Director of the Division of Budget and Accounting.

Notwithstanding any other law to the contrary, benefits provided to community work experience participants shall be borne by the Work First New Jersey program funded through the Department of Human Services and any costs related to administration, mitigation, litigation and investigation of claims will be reimbursed to the Bureau of Risk Management by the Work First New Jersey Program funded through the Department of Human Services, subject to the approval of the Director of the Division of Budget and Accounting.

Providing that expenditures during fiscal year 2005 on workers compensation claims attributable to the Departments of Human Services, Transportation, Corrections, and Law and Public Safety are less than the respective amounts expended by those departments for claims attributable for fiscal year 2004, the Director of the Division of Budget and Accounting is authorized to transfer all or a portion of that savings to those departments or the Bureau of Risk Management within the Department of the Treasury for the purpose of improving worker safety and reducing workers compensation costs.

To the extent that sums appropriated to pay auto insurance claims are insufficient, there are appropriated such additional sums as may be required to pay auto insurance claims, subject to the approval of the Director of the Division of Budget and Accounting.

The amount appropriated hereinabove for the Vehicle Claims Liability Fund is available for the payment of direct costs of legal, investigative and medical services related to the investigation, mitigation and litigation of claims against the fund.

The unexpended balance as of June 30, 2004 in the Self-Insurance Deductible Fund is appropriated for the same purposes.

The amount appropriated hereinabove for the Self-Insurance Fund-Foster Parents is available for the payment of direct costs of legal, investigative and medical services related to the investigation, mitigation and litigation of claims against the fund.

The sums hereinabove are available for payment of obligations applicable to prior fiscal years.

There are appropriated out of revenues received from utility companies such sums as may be required for implementation and administration of the Energy Conservation Initiatives Program, subject to the approval of the Director of the Division of Budget and Accounting.

In addition to the sums hereinabove for Fuel and Utilities, the Director of the Division of Budget and Accounting shall transfer or credit to this account such sums that accrue from appropriations made to various spending agencies for Fuel and Utilities and Salaries and Wages, to reflect savings associated with electrical deregulation, fuel switch and other energy-conservation initiatives.

Of the unexpended balances in the Petroleum Overcharge Reimbursement Fund available for "Green Power", such sums shall be transferred to the various departments and agencies participating in the State electricity contract, as applicable, to reimburse additional costs associated with "Green Power" sources, subject to the approval of the Director of the Division of Budget and Accounting.

The unexpended balance as of June 30, 2004 in the Global Energy Statewide Account is appropriated for the same purpose.

Language Recommendations -- Grants-In-Aid - General Fund

In addition to the amounts appropriated hereinabove for the Sports and Exposition Authority - Debt Service there are appropriated such additional sums as may be necessary, subject to the approval of the Director of the Division of Budget and Accounting.

The amount for the New Jersey Performing Arts Center account shall be used to pay the State's obligations pursuant to a lease with the New Jersey Economic Development Authority, for the lease of real property and infrastructure improvements and the Performing Arts Center structure constructed thereon purchased by the authority for the State in the city of Newark, for the purpose of constructing buildings to comprise a Performing Arts Center. Notwithstanding any other provision of law, the State Treasurer may enter into a lease with the New Jersey Economic Development Authority to lease the real property and improvements thereon purchased or caused to be constructed by the authority for the State in the city of Newark for the Performing Arts Center, subject to the prior written consent of the Director of the Division of Budget and Accounting, the President of the Senate and the Speaker of the General Assembly. Upon the final payment of the State's obligations pursuant to the lease for the real property and infrastructure improvements purchased by the authority, the title to the real property and improvements shall revert to the State. The State may sublease the land and facilities for the purpose of operating, maintaining or financing a Performing Arts Center in Newark. Any sublease for use of land and improvements acquired for the State by the New Jersey Economic Development Authority for the Performing Arts Center shall be subject to the prior written approval of the Director of the Division of Budget and Accounting and the Joint Budget Oversight Committee, or its successor. There are appropriated such additional sums as may be necessary to pay debt service for the New Jersey Performing Arts Center.

The amount hereinabove appropriated for the Camden Aquarium Management Agreement shall be subject to the execution of an agreement between the State Treasurer and the operator of the Camden Aquarium to effectuate the development and expansion of the Aquarium.

The amount hereinabove for the Camden Children's Garden shall be subject to the execution of an agreement between the State Treasurer and the operator of the Camden Children's Garden.

Fiscal year 2005 debt service payments attributable to the New Jersey Performing Arts Center, EDA program and to the Municipal Rehabilitation and Economic Recovery, EDA program shall paid by the New Jersey Economic Development Authority from

resources available from unexpended balances. There are appropriated such additional sums as may be necessary to pay debt service and other costs for the Municipal Rehabilitation and Economic Recovery, EDA program, subject to the approval of the Director of the Division of Budget and Accounting.

From the amounts hereinabove, there is available such sums as may be required to pay for the utility expenses of the Battleship New Jersey as substantiated and submitted by the Home Port Alliance and subject to the approval of the State Treasurer and the Director of the Division of Budget and Accounting.

Language Recommendations -- Capital Construction

There are appropriated such additional sums as may be required to pay future debt service costs for projects undertaken by the New Jersey Building Authority, subject to the approval of the Director of the Division of Budget and Accounting.

Notwithstanding the provisions of P.L. 1997, c.258 (C.30:4 -177.53 et seq.) or the provisions of any other law or regulation to the contrary, the amounts hereinabove appropriated to the New Jersey Building Authority Debt Service General State Projects shall be payable in part from monies derived from the sale or conveyance of the former North Princeton Developmental Center, Montgomery, New Jersey, and the former Marlboro Psychiatric Hospital, Marlboro, New Jersey.

Prior to the unexpended balance as of June 30, 2004 in the Network Infrastructure Account intended for the development of the server farm initiative being expended, any participating department shall enter into a Memorandum of Understanding with the Chief Information Officer that no enterprise, data warehousing, application or database servers will be purchased by these departments but that they will participate in the implementation of the server farm.

Notwithstanding the provisions of any other law to the contrary, in order to provide flexibility in administering the amounts provided for Statewide Fire, Life Safety and Renovations Projects, such sums as may be necessary may be transferred to individual project line items within various departments, subject to the approval of the Director of the Division of Budget and Accounting.

In addition to the amount appropriated hereinabove for the Garden State Preservation Trust Fund Account, interest earned and accumulated from July 1, 2004 to June 30, 2005 is appropriated.

Receipts derived from the agency surcharge on vehicle rentals pursuant to 54 of P.L. 2002, c34 (C.App.A:9-78), not to exceed $3,000,000 for Statewide Security Projects related to Statewide security services, are appropriated for those purposes and shall be deposited into a dedicated account, the expenditure of which shall be subject to the approval of the Director of the Division of Budget and Accounting

In addition to the amount appropriated hereinabove for Enterprise Upgrades-Garden State Network, $175,000 from administrative savings from the Office of Information Technology (OIT) will be allocated for this purpose. Spending of all funds will be subject to the approval of the OIT oversight board and subject to the approval of Director of Budget and Accounting.

70. GOVERNMENT DIRECTION, MANAGEMENT AND CONTROL

74. GENERAL GOVERNMENT SERVICES

9410. EMPLOYEE BENEFITS

EVALUATION DATA

	Actual FY 2002	Actual FY 2003	Revised FY 2004	Budget Estimate FY 2005
PROGRAM DATA				
Employee Benefits				
Judicial Retirement System				
Assets	$308,154,530	$301,503,713	$307,912,695	$311,807,742
Active Members	436	436	442	448
Pensioners	379	399	416	434
Annual Pensions	$23,778,160	$25,310,177	$27,412,816	$29,410,297
Lump Sum Death Benefits	$808,064	$240,883	$240,455	$240,029
Prison Officers' Pension Fund				
Assets	$18,163,534	$17,505,077	$16,977,824	$16,466,452
Pensioners	230	210	198	186
Public Employees' Retirement System				
Assets	$21,697,795,836	$21,103,328,107	$21,374,707,997	$21,943,589,856
Total Members	296,895	307,474	313,842	320,366
State (Active)	79,963	79,085	80,063	83,246
State (Inactive)	20,656	26,671	29,295	32,178
Local	196,276	201,718	207,108	212,642
Pensioners	107,671	115,427	119,926	124,600
Annual Pensions	$1,183,490,252	$1,414,899,860	$1,611,952,964	$1,836,449,653
Lump Sum Death Benefits	$88,632,011	$96,314,762	$100,776,543	$105,445,017

	Actual FY 2002	Actual FY 2003	Revised FY 2004	Budget Estimate FY 2005
State Police Retirement System				
Assets	$1,572,156,596	$1,552,704,181	$1,612,137,640	$1,682,433,284
Total Members	2,838	2,896	2,933	2,974
Active	2,775	2,792	2,814	2,974
Inactive	63	104	119	137
Pensioners	1,987	2,080	2,177	2,279
Annual Pensions	$73,387,921	$80,407,522	$87,835,569	$95,949,819
Lump Sum Death Benefits	$1,420,692	$1,664,797	$2,123,532	$2,708,671
Police and Firemen's Retirement System				
Assets	$15,282,378,766	$14,960,120,605	$16,149,744,658	$17,155,560,029
Total Members	44,479	44,848	45,302	45,762
State (Active)	7,656	7,737	7,845	7,955
State (Inactive)	374	304	281	260
Local	36,449	36,807	37,175	37,548
Pensioners	25,517	26,642	28,005	29,439
Annual Pensions	$823,657,277	$887,223,507	$972,512,303	$1,065,999,910
Lump Sum Death Benefits	$18,394,304	$29,658,967	$32,467,671	$35,542,360
Alternate Benefits Program				
Total Active Members	17,081	16,941	17,312	17,692
State	14,329	14,133	14,453	14,780
County	2,752	2,807	2,859	2,912
Teachers' Pension and Annuity Fund				
Assets	$27,409,269,452	$26,703,636,553	$27,129,584,765	$27,858,603,832
Total Members	145,818	148,915	153,965	159,880
State	325	298	288	279
County	56	51	46	41
Local	145,437	148,566	153,965	159,560
Pensioners	56,102	59,290	62,235	65,327
Annual Pensions	$1,484,867,590	$1,676,566,493	$1,899,683,962	$2,152,493,904
Lump Sum Death Benefits	$53,719,595	$46,568,761	$46,834,203	$47,101,158
Health Benefits Program				
Covered Members	339,716	350,667	363,457	376,775
State	135,011	138,671	141,476	144,338
Local	204,705	211,996	221,981	232,436

APPROPRIATIONS DATA
(thousands of dollars)

Year Ending June 30, 2003								Year Ending June 30, 2005	
Orig. & (S)Supplemental	Reapp. & (R)Recpts.	Transfers & (E)Emergencies	Total Available	Expended		Prog. Class.	2004 Adjusted Approp.	Requested	Recommended
					DIRECT STATE SERVICES				
					Distribution by Fund and Program				
963,154	1,707	65,030	1,029,891	1,029,212	Employee Benefits	03	1,231,298	1,325,736	1,325,736
963,154	***1,707***	***65,030***	***1,029,891***	***1,029,212***	***Total Direct State Services***		***1,231,298***	***1,325,736***	***1,325,736***
					Distribution by Fund and Object				
					Special Purpose:				
31,898	---	20,215	52,113	52,113	Public Employees' Retirement System - Post Retirement Medical	03	152,908	167,602	167,602
---	---	---	---	---	Police and Firemen's Retirement System	03	9,987	20,251	20,251
---	---	---	---	---	Police and Firemen's Retirement System (P.L. 1979, C. 109)	03	1,036	1,635	1,635
971	---	138	1,109	1,083	Alternate Benefits Program - Employer Contributions	03	1,211	1,241	1,241

Year Ending June 30, 2003								Year Ending June 30, 2005	
Orig. & (S)Supplemental	Reapp. & (R)Recpts.	Transfers & (E)Emergencies	Total Available	Expended		Prog. Class.	2004 Adjusted Approp.	Requested	Recommended
					DIRECT STATE SERVICES				
---	---	---	---	---	State Police Retirement System	03	---	188	188
8,468	---	-1	8,467	8,467	Judicial Retirement System	03	3,481	6,120	6,120
1,832	---	---	1,832	1,832	Teachers' Pension and Annuity Fund Post Retirement Medical - State	03	2,659	3,292	3,292
1,819	---	-49	1,770	1,770	Pension Adjustment Program	03	1,813	1,708	1,708
108	---	6	114	114	Veterans Act Pensions	03	115	115	115
7	---	-2	5	5	PERS Minimum Pension Benefit Act - Pre-1955 Retirees	03	4	4	4
5	---	-1	4	4	Heath Act Pensions	03	5	5	5
57,140	282	-2,417	55,005	55,005	Debt Service on Pension Obligation Bonds	03	62,099	59,324	59,324
---	---	---	---	---	Volunteer Emergency Survivor Benefit	03	---	105	105
408,346 9,852 S	---	8,416	426,614	426,614	State Employees' Health Benefits	03	477,508	504,445	504,445
27,056	---	---	27,056	27,056	Other Pension Systems Post-Retirement Medical	03	44,376	55,524	55,524
138,219	---	-3,974	134,245	134,245	State Employees' Prescription Drug Program	03	144,628	162,810	162,810
20,956	---	-2,203	18,753	18,753	State Employees' Dental Program - Shared Cost	03	21,129	16,111	16,111
1,000	---	---	1,000	732	State Employees' Vision Care Program	03	1,000	1,000	1,000
229,576 11,900 S	1,389	45,246	288,111	287,933	Social Security Tax - State	03	279,224 20,030 S	314,719	314,719
5,803	---	-339	5,464	5,459	Temporary Disability Insurance Liability	03	6,327	8,367	8,367
6,044 2,154 S	36	-5	8,229	8,027	Unemployment Insurance Liability	03	7,028	6,440	6,440
---	---	---	---	---	Less: Reimbursements from Agency Accounts	03	-5,270	-5,270	-5,270
					GRANTS-IN-AID				
					Distribution by Fund and Program				
480,739	2	3,410	484,151	482,053	Employee Benefits	03	554,517	599,129	599,129
480,739	***2***	***3,410***	***484,151***	***482,053***	***Total Grants-in-Aid***		***554,517***	***599,129***	***599,129***
					Distribution by Fund and Object				
					Special Purpose:				
4,809	---	2,980	7,789	7,789	Public Employees' Retirement System - Post Retirement Medical	03	22,546	24,393	24,393
---	---	---	---	---	Police and Firemen's Retirement System	03	771	1,688	1,688
94,720 5,461 S	---	-138	100,043	98,396	Alternate Benefits Program - Employer Contributions	03	110,182	114,890	114,890
3,647	---	---	3,647	3,647	Teachers' Pension and Annuity Fund Post Retirement Medical - State	03	5,293	6,553	6,553
3,297	---	-134	3,163	3,163	Debt Service on Pension Obligation Bonds	03	3,583	3,423	3,423
153,793 2,757 S	---	573	157,123	157,123	State Employees' Health Benefits	03	182,902	207,892	207,892
10,148	---	---	10,148	10,148	Other Pension Systems Post-Retirement Medical	03	12,516	15,661	15,661
55,073	---	563	55,636	55,636	State Employees' Prescription Drug Program	03	64,848	66,460	66,460

Year Ending June 30, 2003								Year Ending June 30, 2005	
Orig. & [S]Supplemental	Reapp. & [R]Recpts.	Transfers & [E]Emergencies	Total Available	Expended		Prog. Class.	2004 Adjusted Approp.	Requested	Recommended
					GRANTS-IN-AID				
7,981	---	-364	7,617	7,617	State Employees' Dental Program - Shared Cost	03	8,483	6,229	6,229
132,459	2	---	132,461	132,047	Social Security Tax - State	03	136,799	144,529	144,529
2,650	---	-75	2,575	2,538	Temporary Disability Insurance Liability	03	2,836	3,796	3,796
3,232 712 [S]	---	5	3,949	3,949	Unemployment Insurance Liability	03	3,758	3,615	3,615
1,443,893	*1,709*	*68,440*	*1,514,042*	*1,511,265*	*Grand Total State Appropriation*		*1,785,815*	*1,924,865*	*1,924,865*

Language Recommendations -- Direct State Services - General Fund

There is appropriated a sufficient amount in order that upon application to the Director of the Division of Budget and Accounting, an annuity of $4,000 shall be paid to the widow or widower of any person, now deceased, who was elected and served as Governor of the State; provided such widow or widower was the spouse of such person for all or part of the period during which he or she served as Governor; and provided further, that this shall not apply to any widow or widower receiving a pension granted under R.S. 43:8-2, and continued by R.S.43:7-1 et seq., R.S.43:8-1 et seq., and R.S.43:8-8 et seq.

Such additional sums as may be required for Social Security Tax - State may be allotted from the various departmental operating appropriations to this account, as the Director of the Division of Budget and Accounting shall determine.

Such additional sums as may be required for State Employees' Health Benefits may be allotted from the various departmental operating appropriations to this account, as the Director of the Division of Budget and Accounting shall determine.

Of the amounts hereinabove for the Pension Adjustment Program, such sums as are appropriated in advance for increased retirement benefits for local employee members of State-administered retirement systems shall be repaid to the General Treasury upon reimbursement from local public employers.

Such additional sums as may be required for Public Employees' Retirement System - Post Retirement Medical, Alternate Benefits Program - Employer Contributions, Teachers' Pension and Annuity Fund Post Retirement Medical - State, State Employees' Health Benefits, Other Pension System Post Retirement Medical, State Employees' Prescription Drug Program, State Employees' Dental Program - Shared Cost, State Employees' Vision Care Program, Social Security Tax - State, Temporary Disability Insurance Liability, and Unemployment Insurance Liability are appropriated, as the Director of the Division of Budget and Accounting shall determine.

Notwithstanding the provisions of the Pension Adjustment Act, P.L.1958, c.143 (C.43:3B-1 et seq.), pension adjustment benefits for members and beneficiaries of the Consolidated Police and Firemen's Pension Fund shall be paid by the fund. Employer appropriations for these benefits as required under the act shall be paid to the fund.

In addition to the sum hereinabove appropriated for Debt Service on Pension Obligation Bonds to make payments under the State Treasurer's contracts authorized pursuant to section 6 of P.L.1997, c.114 (C.34:1B-7.50), there are appropriated such other sums as the Director of the Division of Budget and Accounting shall determine are required to pay all amounts due from the State pursuant to such contracts.

The amounts hereinabove for Employee Benefits may be transferred to the Grants-In-Aid accounts for the same purposes.

The unexpended balance as of June 30, 2004 in the Debt Service on Pension Obligation Bonds account is appropriated for the same purpose.

No monies appropriated herein shall be used to provide additional health insurance coverage to a State or local elected official when that official receives health insurance coverage as a result of holding other public office or employment.

Notwithstanding any provision of law to the contrary, in addition to the amount hereinabove appropriated for the Public Employees' Retirement System - Post Retirement Medical, there is hereby appropriated an amount as determined by the State Treasurer to fund the pension cost contribution by the State to the Public Employees' Retirement System, payment for which shall be credited against amounts on deposit in the Benefit Enhancement Fund created pursuant to P.L. 2001, c. 133, section 1.

Notwithstanding any provision of law to the contrary, in addition to the amount hereinabove appropriated for the Teachers' Pension and Annuity Fund - Post Retirement Medical, there is hereby appropriated an amount as determined by the State Treasurer to fund the pension cost contribution by the State to the Teachers' Pension and Annuity Fund, payment for which shall be credited against amounts on deposit in the Benefit Enhancement Fund created pursuant to P.L. 2001, c. 133, section 1.

Language Recommendations -- Grants-In-Aid - General Fund

Such additional sums as may be required for Public Employees' Retirement System - Post Retirement Medical, Alternate Benefits Program - Employer Contributions, Teachers' Pension and Annuity Fund Post Retirement Medical - State, State Employees' Health Benefits, Other Pension System Post Retirement Medical, State Employees' Prescription Drug Program, State Employees' Dental Program - Shared Cost, Social Security Tax - State, Temporary Disability Insurance Liability, and Unemployment Insurance Liability are appropriated, as the Director of the Division of Budget and Accounting shall determine.

The amounts hereinabove for Employee Benefits may be transferred to the Direct State Services accounts for the same purposes.

In addition to the sum hereinabove appropriated to make payments under the State Treasurer's contracts authorized pursuant to section 6 of P.L.1997, c.114 (C.34:1B-7.50), there are appropriated such other sums as the Director of the Division of Budget and Accounting shall determine are required to pay all amounts due from the State pursuant to such contracts.

No monies appropriated herein shall be used to provide additional health insurance coverage to a State or local elected official when that official receives health insurance coverage as a result of holding other public office or employment.

Notwithstanding any provision of law to the contrary, in addition to the amount appropriated hereinabove for the Public Employees' Retirement System - Post Retirement Medical, an amount as determined by the State Treasurer, from amounts in the Benefit Enhancement Fund established in section 22 of P.L.1954, c.84 (C.43:15A-22), shall be applied to pay the pension contribution by the State for the Public Employees' Retirement System.

The unexpended balance as of June 30, 2004 in the Debt Service on Pension Obligation Bonds account is appropriated for the same purpose.

Notwithstanding any provision of law to the contrary, in addition to the amount hereinabove appropriated for the Teachers' Pension and Annuity Fund - Post Retirement Medical, there is hereby appropriated an amount as determined by the State Treasurer to fund the pension cost contribution by the State to the Teachers' Pension and Annuity Fund, payment for which shall be credited against amounts on deposit in the Benefit Enhancement Fund created pursuant to P.L. 2001, c. 133, section 1.

70. GOVERNMENT DIRECTION, MANAGEMENT AND CONTROL
74. GENERAL GOVERNMENT SERVICES
9420. OTHER INTER-DEPARTMENTAL ACCOUNTS

APPROPRIATIONS DATA
(thousands of dollars)

Year Ending June 30, 2003								Year Ending June 30, 2005	
Orig. & (S)Supplemental	Reapp. & (R)Recpts.	Transfers & (E)Emergencies	Total Available	Expended		Prog. Class.	2004 Adjusted Approp.	Requested	Recommended
					DIRECT STATE SERVICES				
					Distribution by Fund and Program				
87,078	---	-35,645	51,433	37,047	Other Inter-Departmental Accounts	04	52,820	55,469	55,469
87,078	---	***-35,645***	***51,433***	***37,047***	*Total Direct State Services*		***52,820***	***55,469***	***55,469***
					Distribution by Fund and Object				
					Special Purpose:				
2,000	---	-100	1,900	---	To the Governor, for allotment to the various departments or agencies, to meet any condition of emergency or necessity; provided however, that a sum not in excess of $5,000 shall be available for expenses of officially receiving dignitaries and for incidental expenses, including lunches for non-salaried board members and others for whom official reception shall be beneficial to the State.	04	1,750	1,750	1,750
1,500	---	-579	921	---	Contingency Funds	04	1,250	1,250	1,250
65,000	---	-37,000	28,000	25,035	Interest On Short Term Notes	04	23,000	22,300	22,300
1,100	---	---	1,100	513	Debt Issuance -Special Purpose	04	1,100	1,100	1,100
125	---	---	125	---	Catastrophic Illness in Children Relief Fund - Employer Contributions	04	125	125	125
3,200	---	---	3,200	48	Interest on Interfund Borrowing	04	3,200	1,000	1,000
350	---	---	350	---	Payment of Military Leave Benefits	04	350	350	350
8,085	---	3,385	11,470	11,451	Statewide 911 Emergency Telephone System	04	12,813	18,362	18,362
3,600	---	---	3,600	---	Network Infrastructure	04	7,200	7,200	7,200

Year Ending June 30, 2003								Year Ending June 30, 2005	
Orig. & (S)Supplemental	Reapp. & (R)Recpts.	Transfers & (E)Emergencies	Total Available	Expended		Prog. Class.	2004 Adjusted Approp.	Requested	Recommended
					DIRECT STATE SERVICES				
705	---	-564	141	---	Garden State Network Infrastructure	04	282	282	282
225	---	---	225	---	Automated Document Factory	04	450	450	450
150	---	---	150	---	Automated Cartridge System Upgrade	04	300	300	300
1,000	---	-758	242	---	Information Technology On-Line State Portal	04	1,000	1,000	1,000
38	---	-29	9	---	Enterprise Contingency Planning and Disaster Recovery	04	---	---	---
					GRANTS-IN-AID				
					Distribution by Fund and Program				
200	---	-200	---	---	Other Inter-Departmental Accounts	04	200	14,925	14,925
200	---	*-200*	---	---	*Total Grants-in-Aid*		*200*	*14,925*	*14,925*
					Distribution by Fund and Object				
					Grants:				
200	---	-200	---	---	Enhanced 911 County Grants	04	200	14,925	14,925
87,278	---	*-35,845*	*51,433*	*37,047*	*Grand Total State Appropriation*		*53,020*	*70,394*	*70,394*

Language Recommendations -- Direct State Services - General Fund

Unless otherwise indicated, the above amounts may be allotted by the Director of the Division of Budget and Accounting to the various departments and agencies.

Not withstanding the provisions of N.J.S. 2A:153-1 et seq., there is allocated at the discretion of the Governor, an amount up to $50,000, from the Special Purpose amount appropriated hereinabove to meet any condition of emergency or necessity, as a reward for the capture and return of Joanne Chesimard.

There are appropriated to the Emergency Services Fund such sums as are required to meet the costs of any emergency occasioned by aggression, civil disturbance, sabotage, disaster, or for flood expenses for State owned structures to comply with Federal Insurance Administration requirements, as recommended by the Emergency Services Council and approved by the Governor, and subject to the approval of the Director of the Division of Budget and Accounting. In the event that the Emergency Service Council is unable to convene due to any such emergency described above, there shall be appropriated to the Emergency Service Fund such sums as are required to meet the costs of any such emergency described above, and payments from the Fund shall be made by the State Treasurer upon approval of the Governor and the Director of Budget and Accounting,

The unexpended balance as of June 30, 2004 in the Governor's Contingency Fund is appropriated for the same purpose.

Such sums as may be necessary for payment of expenses incurred by issuing officials appointed under the several bond acts of the State are appropriated for the purposes and from the sources defined in those acts.

In addition to the sum hereinabove appropriated for Geographic Information System (GIS) Integration, there are appropriated such sums as may be received from federal, county, municipal governments or agencies and nonprofit organizations for orthoimagery and parcel data mapping.

Of the amount appropriated hereinabove for the Statewide Emergency Telephone System, $9,428,000 is chargeable to receipts derived from the Wireless Communication and Cell Tower Assessment, pursuant to the passage of enabling legislation.

Language Recommendations -- Grants-In-Aid - General Fund

The amount appropriated hereinabove for the Enhanced E-911 County Grants is chargeable to receipts derived from the Wireless Communication and Cell Tower Assessment, pursuant to the passage of enabling legislation. Grant awards and expenditures supported by the appropriation for Enhanced E-911 County Grants shall be determined in accordance with grant criteria to be jointly developed by the 911 Commission and the Departments of Treasury, Community Affairs, and the Attorney General's Office, the purpose of which will be to create incentives for the regional consolidation of 911 call services and public safety answering points

70. GOVERNMENT DIRECTION, MANAGEMENT AND CONTROL
74. GENERAL GOVERNMENT SERVICES
9430. SALARY INCREASES AND OTHER BENEFITS

APPROPRIATIONS DATA
(thousands of dollars)

Year Ending June 30, 2003								Year Ending June 30, 2005	
Orig. & (S)Supplemental	Reapp. & (R)Recpts.	Transfers & (E)Emergencies	Total Available	Expended		Prog. Class.	2004 Adjusted Approp.	Requested	Recommended
					DIRECT STATE SERVICES				
					Distribution by Fund and Program				
106,729	25,496	-52,373	79,852	29,728	Salary Increases and Other Benefits	05	11,000	134,080	134,080
106,729	*25,496*	*-52,373*	*79,852*	*29,728*	*Total Direct State Services*		*11,000*	*134,080*	*134,080*
					Distribution by Fund and Object				
					Special Purpose:				
99,729	25,496	-75,128	50,097	---	Salary Increases and Other Benefits	05	--- [a]	126,580	126,580
7,000	---	22,755	29,755	29,728	Unused Accumulated Sick Leave Payments	05	11,000	7,500	7,500
					GRANTS-IN-AID				
					Distribution by Fund and Program				
---	---	---	---	---	Salary Increases and Other Benefits	05	---	31,158	31,158
---	---	---	---	---	*Total Grants-in-Aid*		---	*31,158*	*31,158*
					Distribution by Fund and Object				
					Grants:				
---	---	---	---	---	Salary Increases and Other Benefits	05	---	31,158	31,158
106,729	*25,496*	*-52,373*	*79,852*	*29,728*	*Grand Total State Appropriation*		*11,000*	*165,238*	*165,238*

Notes -- Direct State Services - General Fund

(a) The original fiscal 2004 appropriation for salary program allocation was transferred to the agency budgets.

Language Recommendations -- Direct State Services - General Fund

The sums hereinabove appropriated to the various State departments, agencies or commissions for the cost of salaries, wages, or other benefits shall be allotted as the Director of the Division of Budget and Accounting shall determine.

Notwithstanding the provisions of any other law, including R.S.34:15-49 and section 1 of P.L.1981, c.353 (C.34:15-49.1), the State Treasurer, the Commissioner of Personnel, and the Director of the Division of Budget and Accounting shall establish directives governing salary ranges and rates of pay, and salary increases including a 2.9% cost of living adjustment for public sector managers. The implementation of such directives shall be made effective at the first full pay period of Fiscal Year 2005 as determined by such directives, with timely notification of such directives to the Joint Budget Oversight Committee or its successor. Such directives shall not be considered an "administrative rule" or "rule" within the meaning of subsection (e) of section 2 of P.L.1968, c.410 (C.52:14B-2), but shall be considered exempt under paragraphs (1) and (2) of subsection (e) of section 2 of P.L.1968, c.410 (C.52:14B-2), and shall not be subject to the "Administrative Procedure Act," P.L.1968, c.410 (C.52:14B-1 et seq.). Nothing herein shall be construed as applicable to the Presidents of the State Colleges, Rutgers, The State University, the University of Medicine and Dentistry of New Jersey and the New Jersey Institute of Technology.

No salary range or rate of pay shall be increased or paid in any State department, agency, or commission without the approval of the Director of the Division of Budget and Accounting. Nothing herein shall be construed as applicable to unclassified personnel of the Legislative Branch or unclassified personnel of the Judicial Branch.

In addition to the amount hereinabove for Unused Accumulated Sick Leave Payments, there are appropriated such sums as may be necessary for payments of unused accumulated sick leave.

Any sums appropriated for Salary Increases and Other Benefits shall be made available for any person holding State office, position or employment whose compensation is paid directly or indirectly, in whole or in part, from State funds, including any person holding office, position or employment under the Palisades Interstate Park Commission.

The unexpended balance as of June 30, 2004 in the Salary Increases and Other Benefits account is appropriated for the same purposes.

THE JUDICIARY

OVERVIEW

The Judiciary is an independent branch of government constitutionally entrusted with the fair and just resolution of disputes in order to preserve the rule of law and to protect the rights and liberties guaranteed by the Constitution and laws of the United States and this State.

The Judiciary is organized at three levels: the Supreme Court, the Appellate Division of the Superior Court, and the trial divisions of the Superior Court. The trial divisions are organized into 15 vicinages encompassing the 21 counties in the State. The Administrative Office of the Courts provides administrative services to the courts. Approximately seven million new cases are filed in New Jersey's courts every year, including six million in Municipal Court and one million in Superior Court. These cases address matters concerning civil, criminal and family law.

The Judiciary is continuously working to improve the quality of justice in New Jersey focusing on fairness, economy, convenience, accessibility, consistency and timeliness. Of particular interest to the Judiciary for fiscal 2004 are two continuing initiatives that include the Drug Court Program and the information technology infrastructure enhancements. The Drug Courts are successfully operating in ten of the fifteen vicinages, while the information technology infrastructure is successfully enhancing. Through these efforts, we will continue to earn the trust and confidence of those we serve.

The fiscal 2005 budget for the Judiciary totals $526.1 million, an increase of $2.2 million, or 0.4%, over the fiscal 2004 adjusted appropriation of $523.9 million. The $2.2 million increase is for the expansion of the Drug Court Program.

The Drug Court Program, an alternative to incarceration, provides court-supervised treatment for carefully screened, non-violent offenders with addictions. The program's purpose is to break the cycle of drug-driven crime through treatment and close supervision of eligible offenders. The pilot drug courts in Camden, Essex, Mercer, Passaic and Union vicinages initially provided the framework for the statewide project. The Judiciary added five more drug courts in fiscal 2002: Bergen, Cumberland/Gloucester/Salem, Monmouth, Morris/Sussex and Ocean vicinages. In fiscal 2005, the Judiciary will be expanding the Drug Court Program. The fiscal 2005 funding recommendation for the Drug Court Program is $21.2 million, an increase of $2.2 million, or 11.6%, over the fiscal 2004 adjusted appropriation of $19 million. Of the $21.2 million appropriation, $13.9 million is designated for drug treatment services.

The fiscal 2005 funding recommendation for the Kinship Legal Guardianship Program is $3.2 million, virtually the same level of funding as fiscal 2004. The program addresses the needs of children who cannot reside with their parents due to the parents' inability to provide appropriate care. The program allows relatives to assume full responsibility for the child. Relatives must provide for the child's health, protection, education, and maintenance until the child reaches age 18. The Kinship Legal Guardianship Program was created to establish a more stable and permanent alternative to custody or long-term foster care.

THE JUDICIARY

SUMMARY OF APPROPRIATIONS BY FUND

(thousands of dollars)

Year Ending June 30, 2003						Year Ending June 30, 2005	
Orig. & (S)Supplemental	Reapp. & (R)Recpts.	Transfers & (E)Emergencies	Total Available	Expended		2004 Adjusted Approp.	Requested	Recommended
487,672	10,918	-12,421	486,169	477,715	Direct State Services	523,964	526,073	526,073
487,672	10,918	-12,421	486,169	477,715	Total General Fund	523,964	526,073	526,073
487,672	*10,918*	*-12,421*	*486,169*	*477,715*	*GRAND TOTAL*	*523,964*	*526,073*	*526,073*

SUMMARY OF APPROPRIATIONS BY PROGRAM
(thousands of dollars)

Year Ending June 30, 2003						Year Ending June 30, 2005		
Orig. & (S)Supplemental	Reapp. & (R)Recpts.	Transfers & (E)Emergencies	Total Available	Expended		2004 Adjusted Approp.	Requested	Recommended
					DIRECT STATE SERVICES - GENERAL FUND			
					Judicial Services			
4,887	2	96	4,985	4,983	Supreme Court	5,426	5,426	5,426
17,378	1	-368	17,011	17,010	Superior Court-Appellate Division	19,296	19,205	19,205
92,863	7,442	-8,861	91,444	85,997	Civil Courts	90,374	90,374	90,374
92,491	2,198	-17,082	77,607	77,601	Criminal Courts	97,454	99,654	99,654
86,659	732	-2,497	84,894	84,719	Family Courts	91,839	91,839	91,839
885	---	13	898	897	Municipal Courts	1,050	1,050	1,050
105,491	458	-2,174	103,775	103,772	Probation Services	110,876	110,876	110,876
8,372	5	-1,938	6,439	6,439	Court Reporting	7,849	7,849	7,849
2,381	1	-110	2,272	2,272	Public Affairs and Education	2,618	2,618	2,618
15,476	31	3,872	19,379	19,379	Information Services	16,003	16,003	16,003
46,067	24	19,182	65,273	62,454	Trial Court Services	68,480	68,480	68,480
14,722	24	-2,554	12,192	12,192	Management and Administration	12,699	12,699	12,699
487,672	*10,918*	*-12,421*	*486,169*	*477,715*	*Subtotal*	*523,964*	*526,073*	*526,073*
487,672	***10,918***	***-12,421***	***486,169***	***477,715***	***Subtotal Direct State Services - General Fund***	***523,964***	***526,073***	***526,073***
487,672	***10,918***	***-12,421***	***486,169***	***477,715***	***TOTAL DIRECT STATE SERVICES***	***523,964***	***526,073***	***526,073***
487,672	***10,918***	***-12,421***	***486,169***	***477,715***	***TOTAL APPROPRIATION***	***523,964***	***526,073***	***526,073***

10. PUBLIC SAFETY AND CRIMINAL JUSTICE
15. JUDICIAL SERVICES

OBJECTIVES

1. To determine in a fair and expeditious manner the cases of all kinds which are brought to court.
2. To assist the Chief Justice of the Supreme Court in carrying out the constitutional responsibility vested in that office as the administrative head of the entire New Jersey court system.
3. To provide the services and direct support necessary for the effective operation of the Judicial system throughout the State.

PROGRAM CLASSIFICATIONS

01. **Supreme Court.** The State Supreme Court consists of the Chief Justice and six Associate Justices, appointed by the Governor with the advice and consent of the Senate, and is the State court of final appeal. Pursuant to Article VI, Section V of the New Jersey Constitution, appeals may be taken to the Supreme Court in causes determined by the Appellate Division of the Superior Court involving a question arising under the Constitution of the United States or of this State; in causes in which there is a dissent in the Appellate Division of the Superior Court; in capital causes; on certification by the Supreme Court itself to the Superior Court and where provided by rules of the Supreme Court, to the inferior courts; and in such other causes as may be provided by law.

    Pursuant to Article VI, Section II of the Constitution, the Supreme Court makes rules governing the administration of the courts in the State. The Supreme Court also administers programs that are wholly or partially reimbursable by special fees, such as the New Jersey Lawyers' Fund for Client Protection, Attorney Discipline, Trial Attorney Certification and the Bar Admissions Financial Committee.

02. **Superior Court, Appellate Division.** The Superior Court, pursuant to Article VI, Section III of the Constitution, includes an Appellate Division. The Appellate Division hears appeals from the Law and Chancery Divisions of the Superior Court, the Tax Court, and State administrative agencies.

03. **Civil Courts.** The Civil Courts include the Civil Part of the Law Division of Superior Court, the General Equity Part of the Chancery Division, and the Tax Court.

    The Tax Court is a special category within Civil Courts. Pursuant to N.J.S.A. 2A:4A, it has jurisdiction to hear tax appeals of taxpayers and taxing districts with regard to assessment, railroad assessments levied by the State, sales taxes, franchise taxes, gross receipts and all other taxes levied by the State. The Court also hears appeals on homestead rebate denials issued by the Director of the Division of Taxation, and appeals by taxing districts from both the equalization tables promulgated by the Director of the Division of Taxation for the distribution of school aid and the equalization tables promulgated by the various counties for the purpose of distributing costs of county government.

04. **Criminal Courts.** The Criminal Part of the Law Division of the Superior Court hears and determines all serious criminal

cases following grand jury indictment. It also hears appeals from Municipal Courts.

05. **Family Courts.** The Family Courts hear and determine all causes involving the family including those causes previously heard by the Matrimonial Part of the Superior Court and the Juvenile and Domestic Relations Courts.

06. **Municipal Courts.** The municipal courts are funded directly by the municipalities, but the State supports a unit within the Administrative Office of the Courts to train municipal court judges and clerks, promulgate manuals of procedures, collect data on municipal court operations, conduct studies for the improvement of municipal courts, works with other State agencies on matters involving the municipal courts, and also administers the Automated Traffic System, a program which is wholly reimbursable by special fees.

07. **Probation Services.** Probation Services supervises probation operations statewide, establishes and monitors standards, conducts research and field review of probation programs, coordinates community services programs and operates the Intensive Supervision Program. Additionally, it oversees both the collections of all court imposed financial obligations and the Child Support Enforcement operations statewide.

08. **Court Reporting.** Court proceedings are recorded verbatim either by court reporters or by sound recordings, as provided by Supreme Court rules.

09. **Public Affairs and Education.** Responsibilities of the units within this program, formerly known as Legal and Professional Services, include coordination and/or provision of legislative liaison services, research and analysis, and coordination of the Judicial Performance Program, Media/ Public Information.

10. **Information Services.** The Administrative Office of the Courts is responsible for the collection and maintenance of data on court operations, including statistical analysis and reporting, records management, and management information systems.

11. **Trial Court Services.** This program classification, formerly known as Field Operations, includes the Division of Trial Court Support Operations, which provides technical assistance to the statewide trial level courts in areas such as case management, management structure, Interpreter and Translation Services, and coordination of Volunteer Services.

    In the Trial Courts, this program classification includes Trial Court Administrators who serve as the administrative arm for the Assignment Judge, as well as the vicinage finance, accounting, purchasing and human resources functions.

12. **Management and Administration.** Provides overhead services in such areas as budgeting and accounting, purchasing, property maintenance, and personnel.

EVALUATION DATA

	Actual FY 2002	Actual FY 2003	Revised FY 2004	Budget Estimate FY 2005
PROGRAM DATA				
Supreme Court				
Court Year--July 1 to June 30				
Appeals				
Added	196	140	195	210
Disposed	205	158	195	212
Pending June 30	115	107	107	105
Certifications added	1,431	1,488	1,500	1,525
Motions added	1,518	1,585	1,600	1,625
Disciplinary proceedings added	332	275	300	310
Superior Court-Appellate Division				
Appeals				
Added	6,922	7,163	7,200	7,200
Disposed	7,374	7,163	7,300	7,200
Pending June 30	5,654	5,654	5,589	5,589
Motions added	6,912	6,868	6,800	6,800
Civil Courts				
Civil Cases				
Added	111,444	98,675	94,728	90,939
Disposed	114,435	108,533	97,270	93,379
Pending June 30	107,307	97,876	95,334	92,894
Average time to disposition (months)	11.3	10.8	11.8	12.0
Special Civil Component				
Added	429,930	474,261	493,231	512,960
Disposed	431,329	461,086	494,836	514,629
Pending June 30	30,281	44,782	43,177	41,508
Average time to disposition (months)	0.8	1.2	1.0	1.0
General Equity				
Added	5,186	5,290	5,343	5,343
Disposed	5,166	5,104	5,155	5,155
Pending June 30	2,331	2,523	2,711	2,899
Average time to disposition (months)	5.4	5.9	6.3	6.7

	Actual FY 2002	Actual FY 2003	Revised FY 2004	Budget Estimate FY 2005
Automobile Arbitration				
Cases scheduled (a)	29,341	29,318	29,318	29,318
Cases removed	212	206	206	206
Cases settled prior to hearing	4,057	4,116	4,116	4,116
Cases arbitrated	12,057	13,097	13,097	13,097
Trial de novo requests	8,840	9,676	9,676	9,676
Trials de novo completed	877	759	759	759
Personal Injury Arbitration				
Cases scheduled	14,402	15,639	15,639	15,639
Cases removed	159	128	128	128
Cases settled prior to hearing	1,624	1,808	1,808	1,808
Cases arbitrated	5,436	6,361	6,361	6,361
Trial de novo requests	4,001	4,627	4,627	4,627
Trials de novo completed	321	337	337	337
Other Civil Arbitration				
Cases Scheduled	11,094	10,236	10,236	10,236
Tax Court				
Local & State Appeals				
Added	5,940	7,000	7,000	7,500
Closed	5,819	6,600	7,000	7,500
Pending June 30	8,053	8,436	9,266	9,266
Criminal Courts				
Criminal Cases				
Added	53,295	53,222	54,286	55,372
Disposed	54,271	56,943	55,280	56,386
Pending June 30 (b)	15,570	14,323	13,826	13,319
Average time to disposition (months)	3.4	3.0	3.0	2.8
Public Defender Eligibility Review				
Applications	66,857	70,868	65,392	66,052
Applications approved for representation	63,514	67,325	62,122	62,750
Family Courts				
Dissolution				
Added	64,184	64,799	65,447	66,101
Disposed	65,138	66,367	66,420	67,084
Pending June 30	20,400	18,780	17,807	16,824
Average time to disposition (months)	3.8	3.4	3.2	3.0
Juvenile Delinquency				
Added	80,089	78,117	77,336	76,563
Disposed	80,860	78,405	77,621	76,845
Pending June 30	6,658	6,336	6,051	5,769
Average time to disposition (months)	1.0	1.0	0.9	0.9
Non-Dissolution				
Added	155,413	155,530	157,085	158,656
Disposed	156,565	154,921	156,470	158,035
Pending June 30	9,121	9,643	10,258	10,879
Average time to disposition (months)	0.7	0.7	0.8	0.8
Domestic Violence				
Added	62,586	61,326	61,939	62,558
Disposed	62,971	61,342	61,955	62,574
Pending June 30	1,449	1,510	1,494	1,478
Average time to disposition (months)	0.3	0.3	0.3	0.3
Other Family - Abuse/Negligence Complaints				
Added	2,932	3,420	4,104	4,514
Disposed	2,861	2,735	4,005	4,405
Pending June 30	3,181	3,865	3,964	4,073
Average time to disposition (months)	13.3	17.0	11.9	11.1

	Actual FY 2002	Actual FY 2003	Revised FY 2004	Budget Estimate FY 2005
Other Family - Adoption Complaints				
Added	2,620	2,609	2,609	2,609
Disposed	2,603	2,660	2,660	2,660
Pending June 30	626	576	525	474
Average time to disposition (months)	2.9	2.6	2.4	2.1
Other Family - Child Placement Review				
Added	5,642	7,050	7,826	8,687
Disposed	4,793	5,843	6,486	7,200
Pending June 30	11,346	12,599	13,939	15,426
Average time to disposition (months)	28.4	25.9	25.8	25.7
Other Family - Juvenile/Family Crisis Petition				
Added	1,366	1,439	1,511	1,587
Disposed	1,395	1,433	1,490	1,549
Pending June 30	46	57	78	116
Average time to disposition (months)	0.4	0.5	0.6	0.9
Other Family - Termination of Parental Rights Complaints				
Added	1,031	997	997	997
Disposed	1,235	1,002	1,002	1,002
Pending June 30	633	626	621	616
Average time to disposition (months)	6.2	7.5	7.4	7.4
Other Family - Other				
Added	12,706	12,111	12,232	12,354
Disposed	12,880	12,107	12,228	12,350
Pending June 30	909	921	925	929
Average time to disposition (months)	0.8	0.9	0.9	0.9
Volunteer Services				
Number of Volunteers	5,627	5,842	5,955	5,990
Number of Volunteer Hours Served	337,620	350,520	357,300	359,400
Municipal Courts				
Non-Traffic Violations				
Indictables	196,604 (c)	198,273	220,309	235,730
Disorderly Person	386,631	392,535	417,570	423,855
Other Non-Traffic	204,450	199,066	224,017	234,545
Traffic Violations				
Drunk Driving	35,389	35,626	33,392	32,424
Moving Violations	2,469,847	2,461,583	2,504,314	2,519,339
Parking	3,031,274	2,980,106	3,391,478	3,594,966
Probation Services				
Adults Under Supervision	96,790	95,058	95,155	95,260
Juveniles Under Supervision	22,678 (c)	20,721	21,508	22,325
Intensive Supervision Program				
Applications	3,837	3,850	3,850	3,850
Assessment Reports	1,522	1,527	1,527	1,527
Resentencing Panel Hearings	3,895	3,885	3,885	3,885
Participants	1,220	1,217	1,217	1,217
Revocations	358	357	357	357
Juvenile Intensive Supervision Program				
Applications	264	274	284	294
Assessment Reports	264	274	284	294
Participants	284	301	318	333
Revocations	72	65	63	66
Child Support & Paternity - Title IV-D				
Child Support Hearings	111,417	105,416	107,525	109,675
Collections	$855,323,375 (c)	$902,387,185	$946,604,000	$996,300,000
Checks Distributed	4,631,978	4,827,576	5,031,300	5,232,500

	Actual FY 2002	Actual FY 2003	Revised FY 2004	Budget Estimate FY 2005
PERSONNEL DATA				
Affirmative Action Data				
Male Minority	571	571	589	589
Male Minority %	6	6	7	7
Female Minority	2,519	2,519	2,641	2,641
Female Minority %	28	28	29	29
Total Minority	3,090	3,090	3,230	3,230
Total Minority %	34	34	36	36
Position Data				
Filled Positions by Funding Source				
State Supported	7,839	7,627	7,820	7,859
Federal	1,333	1,242	1,263	1,296
All Other	189	204	219	215
Total Positions	9,361	9,073	9,302	9,370
Filled Positions by Program Class				
Supreme Court	179	176	181	177
Superior Court-Appellate Division	233	230	231	240
Civil Courts	1,662	1,619	1,639	1,636
Criminal Courts	1,410	1,386	1,455	1,427
Family Courts	1,878	1,839	1,840	1,852
Municipal Courts	56	58	55	63
Probation Services	2,596	2,458	2,523	2,578
Court Reporting	98	83	85	91
Public Affairs and Education	32	29	29	28
Information Services	147	145	162	161
Trial Court Services	912	895	944	960
Management and Administration	158	155	158	157
Total Positions	9,361	9,073	9,302	9,370

Notes:

Actual payroll counts are reported for fiscal years 2002 and 2003 as of December and revised fiscal year 2004 as of September. The Budget Estimates for fiscal year 2005 reflects the number of positions funded.

Revised fiscal year 2004 figures and the budget estimate for fiscal year 2005 are based on recounted data, therefore, the calculation of pending, plus added, less disposed may not crossfoot.

(a) Figures for Auto Arbitration are the same for fiscal years 2003, 2004 and 2005 due to the uncertainty of the impact of best practices on the program.

(b) Criminal active pending figures exclude cases in which the defendant has fled. Therefore, the calculation of pending, plus added, less disposed will not crossfoot.

(c) Data revised to reflect revised totals.

APPROPRIATIONS DATA
(thousands of dollars)

Year Ending June 30, 2003								Year Ending June 30, 2005	
Orig. & (S)Supplemental	Reapp. & (R)Recpts.	Transfers & (E)Emergencies	Total Available	Expended		Prog. Class.	2004 Adjusted Approp.	Requested	Recommended
					DIRECT STATE SERVICES				
					Distribution by Fund and Program				
4,887	2	96	4,985	4,983	Supreme Court	01	5,426	5,426	5,426
17,378	1	-368	17,011	17,010	Superior Court-Appellate Division	02	19,296	19,205	19,205
92,863	7,442	-8,861	91,444	85,997	Civil Courts	03	90,374	90,374	90,374
92,491	2,198	-17,082	77,607	77,601	Criminal Courts	04	97,454	99,654	99,654
86,659	732	-2,497	84,894	84,719	Family Courts	05	91,839	91,839	91,839
885	---	13	898	897	Municipal Courts	06	1,050	1,050	1,050
105,491	458	-2,174	103,775	103,772	Probation Services	07	110,876	110,876	110,876
8,372	5	-1,938	6,439	6,439	Court Reporting	08	7,849	7,849	7,849
2,381	1	-110	2,272	2,272	Public Affairs and Education	09	2,618	2,618	2,618

Year Ending June 30, 2003								Year Ending June 30, 2005	
Orig. & (S)Supplemental	Reapp. & (R)Recpts.	Transfers & (E)Emergencies	Total Available	Expended		Prog. Class.	2004 Adjusted Approp.	Requested	Recommended
					DIRECT STATE SERVICES				
15,476	31	3,872	19,379	19,379	Information Services	10	16,003	16,003	16,003
46,067	24	19,182	65,273	62,454	Trial Court Services	11	68,480	68,480	68,480
14,722	24	-2,554	12,192	12,192	Management and Administration	12	12,699	12,699	12,699
487,672	*10,918*	*-12,421*	*486,169*	*477,715*	*Total Direct State Services*		*523,964* (a)	*526,073*	*526,073*
					Distribution by Fund and Object				
					Personal Services:				
---	---	---	---	164	Chief Justice		164	164	164
---	---	---	---	960	Associate Justices		951	951	951
---	---	---	---	60,153	Judges		61,295	61,295	61,295
380,000	2	-5,746	374,256	310,229	Salaries and Wages		352,048	352,048	352,048
380,000	*2*	*-5,746*	*374,256*	*371,506*	*Total Personal Services*		*414,458*	*414,458*	*414,458*
9,275	39	-952	8,362	8,359	Materials and Supplies		7,846	7,755	7,755
31,201	50	213	31,464	31,399	Services Other Than Personal		32,549	32,549	32,549
1,940	20	-14	1,946	1,945	Maintenance and Fixed Charges		1,852	1,852	1,852
					Special Purpose:				
200	---	-6	194	194	Rules Development	01	200	200	200
---	4,289 3,148 R	---	7,437	1,985	Civil Arbitration Program	03	---	---	---
---	2,183	-2,183	---	---	Additional Drug Courts	04	---	---	---
12,418	---	-12,418	---	---	Drug Court Treatment/Aftercare	04	12,418 (b)	13,918	13,918
4,444	---	-48	4,396	4,393	Drug Court Operations	04	5,080	5,780	5,780
1,497	---	50	1,547	1,544	Drug Court Judgeships	04	1,498	1,498	1,498
77	---	-3	74	72	Child Placement Review Advisory Council	05	82	82	82
3,144	723	-772	3,095	2,923	Kinship Legal Guardianship	05	3,151	3,151	3,151
7,273	---	781	8,054	8,053	Child Support and Paternity Program Title IV-D (Family Court)	05	7,866	7,866	7,866
10,051	7 343 R	143	10,544	10,544	Intensive Supervision Program	07	11,112	11,112	11,112
1,977	96	-123	1,950	1,948	Juvenile Intensive Supervision Program	07	2,169	2,169	2,169
19,469	---	820	20,289	20,289	Child Support and Paternity Program Title IV-D (Probation)	07	18,910	18,910	18,910
703	4	-86	621	621	Affirmative Action and Equal Employment Opportunity	12	770	770	770
4,003	14	7,923	11,940	11,940	Additions, Improvements and Equipment		4,003	4,003	4,003
487,672	*10,918*	*-12,421*	*486,169*	*477,715*	*Grand Total State Appropriation*		*523,964*	*526,073*	*526,073*
					OTHER RELATED APPROPRIATIONS				
					Federal Funds				
100	245	---	345	245	Criminal Courts	04	---	---	---
18,123	1,199	1,725	21,047	19,363	Family Courts	05	18,034	19,049	19,049
42,491	-587	461	42,365	39,929	Probation Services	07	51,134	53,321	53,321
---	358	508	866	831	Information Services	10	---	---	---
60,714	*1,215*	*2,694*	*64,623*	*60,368*	*Total Federal Funds*		*69,168*	*72,370*	*72,370*
					All Other Funds				
---	226 9,685 R	---	9,911	9,907	Supreme Court	01	11,067	12,025	12,025
---	1,703 R	---	1,703	1,703	Civil Courts	03	1,766	1,802	1,802
---	290 600 R	-10	880	612	Family Courts	05	400	400	400

Year Ending June 30, 2003								Year Ending June 30, 2005	
Orig. & (S)Supplemental	Reapp. & (R)Recpts.	Transfers & (E)Emergencies	Total Available	Expended		Prog. Class.	2004 Adjusted Approp.	Requested	Recommended
					OTHER RELATED APPROPRIATIONS				
---	3,549 9,224 R	---	12,773	11,827	Municipal Courts	06	9,188	9,564	9,564
---	1,808 3,627 R	10	5,445	3,363	Probation Services	07	2,498	2,558	2,558
---	467 12,820 R	---	13,287	11,818	Information Services	10	14,556	13,412	13,412
---	8 R	---	8	---	Trial Court Services	11	---	---	---
---	55	25	80	---	Management and Administration	12	---	---	---
---	*44,062*	*25*	*44,087*	*39,230*	*Total All Other Funds*		*39,475*	*39,761*	*39,761*
548,386	*56,195*	*-9,702*	*594,879*	*577,313*	*GRAND TOTAL ALL FUNDS*		*632,607*	*638,204*	*638,204*

Notes -- Direct State Services - General Fund

(a) The fiscal year 2004 appropriation has been adjusted for the allocation of salary program in accordance with the provisions of P.L. 2003, c. 122 (Fiscal Year 2004 Appropriations Act).

(b) The appropriation of $12,418,000 for Drug Court Treatment/Aftercare will be transferred to the Department of Health and Senior Services or a successor agency for the Drug Court Program.

Language Recommendations -- Direct State Services - General Fund

The unexpended balances as of June 30, 2004 in the Civil Arbitration Program are appropriated subject to the approval of the Director of the Division of Budget and Accounting.

Notwithstanding any law to the contrary, receipts derived from fees under the Special Civil Part service of process via certified mailers are appropriated for the same purpose, subject to the approval of the Director of the Division of Budget and Accounting.

The amounts appropriated hereinabove in the Drug Courts Treatment and Aftercare account shall be transferred to the Department of Health and Senior Services or a successor agency to fund treatment, aftercare and administrative services associated with the drug court program, subject to the approval of the Director of the Division of Budget and Accounting.

Receipts derived from the increase in fees collected by the Judiciary pursuant to P.L. 2002, c. 34 and related increases provided by operation of N.J.S.A.22A:2-5 and N.J.S.A.22A:5-1 are appropriated from the Court Technology Improvement Fund for the purpose of offsetting the costs of development, establishment, operation and maintenance of the Judiciary computerized court information systems, subject to the approval of the Director of the Division of Budget and Accounting.

Receipts from charges to certain Special Purpose accounts listed hereinabove are appropriated for services provided to these funds.

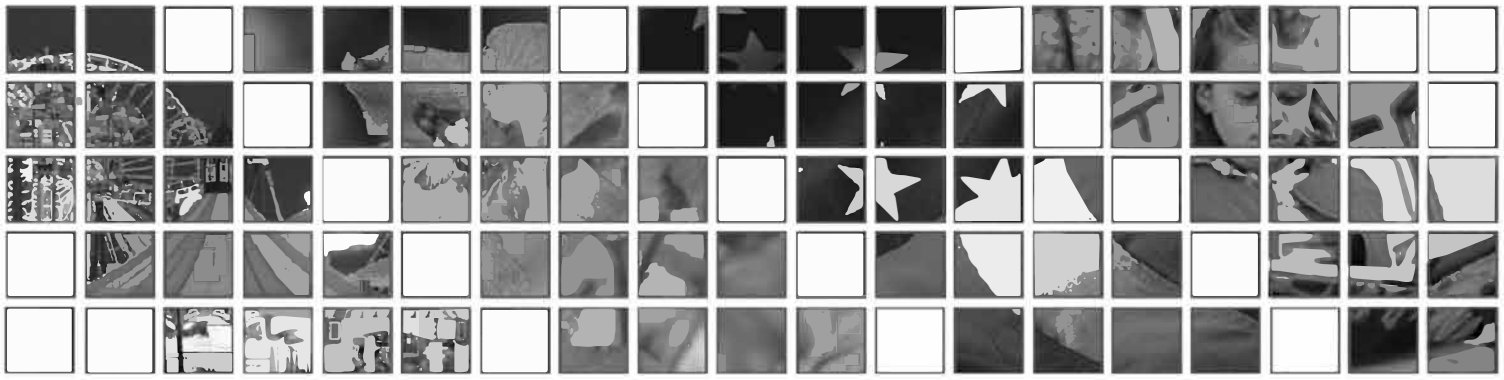
Receipts from charges to the Superior Court Trust Fund, NJ Lawyers Fund for Client Protection, Disciplinary Oversight Committee, Board on Attorney Certification, Bar Admission Financial Committee, Parents' Education Fund, Automated Traffic System Fund, Municipal Court Administrator Certification, Comprehensive Enforcement Program, and Courts Computerized Information Systems Fund are appropriated for services provided to these funds.

The unexpended balances as of June 30, 2004 not to exceed $3,000,000 in these respective accounts are appropriated subject to the approval of the Director of the Division of Budget and Accounting.

Capital Construction
&
Debt Service

This section includes an overview and summary of appropriations and expenditures for the design, construction, and repair of major capital assets such as roads, bridges, parks, or other physical facilities.

The primary method for State financing of capital projects is through the sale of general obligation bonds of the State. The Debt Service portion of this section shows the amounts necessary to pay principal and interest due on capital projects financed via general obligation bonds.



OVERVIEW

Capital Objectives

New Jersey's capital program invests in critical, long–term needs essential to the citizens of the State. These needs include investments in the transportation system, improvements to wastewater treatment and water supply facilities, cleanup of hazardous waste sites, preservation of open space, and construction of local schools and higher education facilities. Together, these investments promote commerce and industry, ensure a clean and healthy environment, protect water supplies, provide recreational space, and generate economic growth and jobs for New Jersey citizens.

Capital Planning Process

For fiscal 2005, the General Fund capital recommendation is $1.13 billion. An additional $27.1 million will be provided from other sources for critical statewide fire, life safety, emergency, and security projects. Consequently, the fiscal 2005 capital recommendation is $22 million more than the fiscal 2004 appropriation. The General Fund capital recommendation includes $1.02 billion for capital projects mandated through legislation and funded through dedicated sources as well as $111.3 million for discretionary capital projects to maximize the availability of federal matching funds and to maintain essential state programs and services.

The Capital Budget is based in part on the recommendation of the New Jersey Commission on Capital Budgeting and Planning. This Commission, composed of Executive, Legislative, and public members, prepares the State's Annual Capital Improvement Plan and serves in an advisory role to the Governor and the Legislature. In addition to the Commission, the capital budgeting process includes the Governor's Office, the Office of Management and Budget, the Department of the Treasury, and other State departments and agencies.

Capital Highlights

For the Department of Environmental Protection, $128.2 million is recommended, an increase of $1.8 million over the fiscal 2004 appropriation. This will provide $52.4 million for cleanup of hazardous substance discharges, $19.8 million in loans and grants for brownfields redevelopment projects, $19.8 million for remediation of private leaking underground gasoline storage tanks, and $25 million for shore protection. These four mandated programs are funded through dedicated sources. In addition to the mandated capital, $4 million is recommended from discretionary capital for improvements to state parks and $7.2 million for the HR–6 flood prevention program. With regard to the leveraging of non–state funds, the HR–6 program is expected to generate an additional $17.6 million in federal capital while the shore protection funds will be matched by $55 million in federal capital and $7.5 million in local contributions.

Ongoing capital support of $10.4 million is recommended to the Department of Human Services for the Statewide Child Welfare Information System. This system, which is a key component of the State's Child Welfare Reform Plan, will improve the administration of the Title IV–B Child Welfare and Title IV–E Foster Care programs and also generate $10.4 million in federal matching funds.

The capital recommendation for the Department of Military and Veterans' Affairs is $2.1 million. Of this amount, $1.5 million is for construction of a World War II memorial and $627,000 is recommended for the addition of an all–purpose room at the Paramus Veterans Home. The all–purpose room will generate $1.4 million in federal matching funds and a contribution of $135,000 from the American Legion Post of Rochelle Park, Bergen County, New Jersey.

To ensure highway and mass transit improvements, $805 million in dedicated funds are recommended for the Department of Transportation. This recommendation, combined with federal, state, and other matching funds, will provide for a transportation program of $2.4 billion.

Finally, $185.5 million is recommended for the Interdepartmental Accounts, including $98 million for a constitutionally–mandated open space, farmland, parks and historic preservation program and $78.8 million to the New Jersey Building Authority for debt service on construction projects. The balance of the Interdepartmental capital recommendation allocates $1 million for removal of hazardous materials from state properties, $2.7 million for emergency renovations, $2 million to modify state buildings to comply with the Americans with Disabilities Act, and $3 million to expand the Garden State Network to meet current and future communication requirements.

Summary of Appropriations by Department
(thousands of dollars)

Year Ending June 30, 2003						Year Ending June 30, 2005		
Orig. & (S)Supple–mental	Reapp. & (R)Recpts.	Transfers & (E)Emer–gencies	Total Available	Expended		2004 Adjusted Approp.	Requested	Recom–mended
—	406	—	406	309	Legislature	—	—	—
—	12	5,129	5,141	—	Department of Agriculture	—	—	—
2,900	25,073	–1,116	26,857	13,557	Department of Corrections	—	—	—
400	1,866	–1	2,265	811	Department of Education	—	—	—
80,745	75,580	–2,626	153,699	91,239	Department of Environmental Protection	126,464	128,273	128,273
650	797	—	1,447	1,144	Department of Health and Senior Services	620	—	—
7,500	26,037	—	33,537	9,107	Department of Human Services	5,600	10,400	10,400
7,828	21,843	—	29,671	10,009	Department of Law and Public Safety	4,346	—	—
1,779	16,146	—	17,925	16,240	Department of Military and Veterans' Affairs'	165	2,127	2,127
—	6	—	6	4	Department of Personnel	—	—	—
—	6,156	—	6,156	1,422	Department of State	—	—	—
745,000	4,765	—	749,765	749,230	Department of Transportation	805,000	805,000	805,000
5,500	7,711	2,746	15,957	10,014	Department of the Treasury	—	—	—
—	2	—	2	—	Miscellaneous Commissions	—	—	—
169,649	58,577	–26,319	201,907	172,272	Interdepartmental Accounts	194,233	185,549	185,549
1,021,951	*244,977*	*–22,187*	*1,244,741*	*1,075,358*	*Total Appropriation*	*1,136,428*	*1,131,349*	*1,131,349*

OVERVIEW

The primary method for State financing of capital projects is through the sale of state general obligation bonds, previously authorized by voter approval in the general election. The State must present debt before the voters in a general election as required by the statutory debt limitations in the State Constitution. The State Constitution provides that the State Legislature shall not create in any fiscal year debt or liability of the State, which, together with any previous debts or liabilities, exceeds at any time one percent of total appropriations, unless authorized by law and submitted to the people at a general election for approval by the voters. Since the current appropriation level is approximately $26.3 billion, the debt limit is $263 million before voter approval must be sought. The current level of outstanding general obligation debt is $3.29 billion. Therefore, voter approval must be sought in order to authorize additional general obligation bonds. Voter approval is not required for any such law authorizing the creation of a debt for a refinancing of all or any portion of the outstanding debts of liabilities of the State, so long as the refinancing produces a debt service savings.

The Debt Service section of the budget shows the amounts necessary to pay principal and interest due on capital projects financed via general obligation bonds. A factor affecting the fiscal 2005 Governor's Recommendation includes a projected debt service cost for proposed bond sales. The actual debt service payments and savings associated with bond sales are dependent upon the interest rates and the time of the sale and therefore, preliminary figures are estimates since actual schedules are not available until after a bond sale.

Appropriations for principal and interest payments on General Obligation bonds are recommended at $444.5 million for fiscal 2005. This projected level of debt service reflects $432.4 million for principal and interest on bonds outstanding on July 1, 2003, and additional funding of $16.1 million for a proposed bond sale in the winter of calendar 2004, offset by $4.0 million in projected savings from other initiatives. The General Obligation bond refunding on October 7, 2003 resulted in a total debt service savings of approximately $6.0 million. The recommendation for fiscal 2005 is an increase of $2.0 million from fiscal 2004 and is net of the refunding savings.

The Statement of General Long-Term Debt, which appears in the Appendix of this Budget, shows the status of the State's general obligation, bonded indebtedness as of June 30, 2003. The outstanding debt as of that date is $3.29 billion. Also, there is $1.0 billion of additional long-term debt authorized but unissued.

DEBT SERVICE SUMMARY

(thousands of dollars)

Year Ending June 30, 2003						Year Ending		
Orig. & (S)Supplemental	Reapp. & (R)Recpts.	Transfers & (E)Emergencies	Total Available	Expended		2004 Adjusted Approp.	June 30, 2005 Requested	Recommended
178,700	---	-9,155	169,545	169,539	Interest on Bonds	165,411	177,360	177,360
291,975	---	-31,129	260,846	260,845	Bond Redemption	277,070	267,145	267,145
470,675	***---***	***-40,284***	***430,391***	***430,384***	***Total Appropriation***	***442,481***	***444,505***	***444,505***
1,090	---	---	1,090	1,090	State Transportation Bonds (P.L. 1968, c. 126)	1,030	---	---
1,121	---	---	1,121	1,121	Water Conservation Bonds (P.L. 1969, c. 127)	976	873	873
2,927	---	---	2,927	2,927	State Recreation and Conservation Land Acquisition and Development Bonds (P.L. 1974, c. 102)	2,681	826	826
2,556	---	---	2,556	2,556	Clean Waters Bonds (P.L. 1976, c. 92)	2,431	211	211
2,194	---	---	2,194	2,194	Institutions Construction Bonds (P.L. 1976, c. 93)	2,075	668	668
688	---	---	688	688	State Mortgage Assistance Bonds (P.L. 1976, c. 94)	650	223	223
597	---	---	597	596	Beaches and Harbors Bonds (P.L. 1977, c. 208)	563	334	334
7,149	---	---	7,149	7,149	Medical Education Facilities Bonds (P.L. 1977, c. 235)	---	---	---
500	---	1	501	501	Emergency Flood Control Bonds (P.L. 1978, c. 78)	476	---	---
1,379	---	---	1,379	1,379	Institutional Construction Bonds (P.L. 1978, c. 79)	1,307	334	334
1,339	---	---	1,339	1,339	State Land Acquisition and Development Bonds (P.L. 1978, c. 118)	1,410	848	848
5,010	---	---	5,010	5,010	Transportation Rehabilitation and Improvement Bonds (P.L. 1979, c. 165)	4,530	4,125	4,125
384	---	---	384	384	Energy Conservation Bonds (P.L. 1980, c. 68)	227	250	250
321	---	---	321	321	Natural Resources Bonds (P.L. 1980, c. 70)	1,759	2,176	2,176
309	---	---	309	309	Public Purpose Buildings Construction Bonds (P.L. 1980, c. 119)	---	---	---
1,931	---	-1	1,930	1,930	Water Supply Bonds (P.L. 1981, c. 261)	---	---	---
761	---	---	761	761	Hazardous Discharge Bonds (P.L. 1981, c. 275)	766	705	705
2,382	---	---	2,382	2,382	Community Development Bonds (P.L. 1981, c. 486)	1,078	1,012	1,012

DEBT SERVICE

Year Ending June 30, 2003						Year Ending		
Orig. & (S)Supple-mental	Reapp. & (R)Recpts.	Transfers & (E)Emer-gencies	Total Available	Expended		2004 Adjusted Approp.	June 30, 2005 Requested	Recom-mended
1,045	---	---	1,045	1,045	1983 New Jersey Green Acres Bonds (P.L. 1983, c. 354)	115	106	106
477	---	---	477	477	Shore Protection Bonds (P.L. 1983, c. 356)	65	53	53
154	---	---	154	154	Jobs, Science and Technology Bonds (P.L. 1984, c. 99)	---	---	---
856	---	---	856	856	Human Services Facilities Construction Bonds (P.L. 1984, c. 157)	290	237	237
330,520	---	-37,944	292,576	292,572	Refunding Bonds (P.L. 1985, c. 74) as amended by (P.L. 1992, c. 182)	325,611	311,043	311,043
206	---	---	206	206	Pinelands Infrastructure Trust Bonds (P.L. 1985, c. 302)	---	---	---
154	---	1	155	154	Wastewater Treatment Bonds (P.L. 1985, c. 329)	---	---	---
4,581	---	---	4,581	4,581	Resource Recovery and Solid Waste Disposal Facility Fund (P.L. 1985, c. 330)	2,677	2,671	2,671
8,525	---	1	8,526	8,526	Hazardous Discharge Bonds (P.L. 1986, c. 113)	8,524	7,969	7,969
1,184	---	---	1,184	1,184	Correctional Facilities Construction Bonds (P.L. 1987, c. 178)	---	---	---
1,800	---	---	1,800	1,800	1987 Green Acres, Cultural Centers and Historic Preservation Bonds (P.L. 1987, c. 265)	723	735	735
11,601	---	---	11,601	11,601	Jobs, Education and Competitiveness Bonds (P.L. 1988, c. 78)	7,064	6,214	6,214
5,016	---	---	5,016	5,016	Bridge Rehabilitation and Improvement, and Railroad Right-of-way Preservation Bonds (P.L. 1989, c. 180)	4,389	4,128	4,128
515	---	---	515	515	Stormwater Management and Combined Sewer Overflow Abatement Bonds (P.L. 1989, c. 181)	797	876	876
12,120	---	---	12,120	12,119	New Jersey Open Space Preservation Bonds (P.L. 1989, c. 183)	9,233	8,316	8,316
5,329	---	---	5,329	5,329	Public Purpose Buildings and Community-Based Facilities Construction Bonds (P.L. 1989, c. 184)	1,877	1,992	1,992
16,885	---	---	16,885	16,885	Green Acres, Clean Water, Farmland and Historic Preservation Bond Act (P.L. 1992, c. 88)	14,778	16,360	16,360
6,893	---	---	6,893	6,893	Developmental Disabilities Waiting List Reduction and HS Fac. Const. Bonds (P.L. 1994, c. 108)	8,907	8,781	8,781
14,588	---	---	14,588	14,588	Green Acres, Farmland, Historic Preservation, and Blue Acres Bond Act (P.L. 1995, c. 204)	16,034	16,100	16,100
3,884	---	---	3,884	3,884	Port of New Jersey Revitalization, Dredging Bonds (P.L. 1996 c. 70)	4,045	4,081	4,081
2,342	---	-2,342	---	---	Payments on Future Bond Sales	6,250	16,069	16,069
9,362	---	---	9,362	9,362	Statewide Transportation and Local Bridge Bond (P.L. 1999, c.181)	22,496	26,378	26,378
---	---	---	---	---	Urban and Rural Centers Unsafe Buildings Demolition Bonds (P.L. 1997, c.125)	3,813	3,811	3,811
---	---	---	---	---	Savings from Refunding and Other Initiatives	-17,166	-4,000	-4,000
470,675	---	*-40,284*	*430,391*	*430,384*	*Total Appropriation*	*442,481*	*444,505*	*444,505*

DESCRIPTION OF BOND FUNDS FINANCED BY DEBT SERVICE APPROPRIATION

STATE TRANSPORTATION BONDS--1968

An amount of $640,000,000 was authorized to improve the public transportation system of the State. Of this amount, not more than $200,000,000 was for mass transportation facilities with the remainder for the improvement of highways.

PUBLIC BUILDINGS CONSTRUCTION BONDS--1968

An amount of $337,500,000 was authorized for the construction or reconstruction and rehabilitation of various institutions and the equipment necessary for the operation of the facilities. Among the types of institutional facilities included are mental health and mental retardation, correctional, higher education, including state and county colleges, vocational education, and facilities to establish a public broadcasting system within the State of New Jersey.

WATER CONSERVATION BONDS--1969

An amount of $271,000,000 was authorized for planning, developing, constructing and maintaining facilities to provide adequate supplies of water for potable, industrial, commercial, irrigational and recreational purposes.

HIGHER EDUCATION CONSTRUCTION BONDS--1971

An amount of $155,000,000 was authorized for the construction and rehabilitation of State institutions for higher education and for county colleges.

STATE RECREATION AND CONSERVATION LAND ACQUISITION BONDS--1971

An amount of $80,000,000 was authorized for the acquisition of land by the State and by municipalities through state grants for recreation and conservation purposes.

STATE RECREATION AND CONSERVATION LAND ACQUISITION AND DEVELOPMENT BONDS--1974

An amount of $200,000,000 was authorized for the acquisition of land by the State and municipalities through state grants, for recreation and conservation purposes. In addition, this Act also provides funds for state and local development of acquired lands to expand and enhance their utilization for recreation and conservation purposes.

CLEAN WATERS BONDS--1976

An amount of $120,000,000 was authorized for the conservation and development of water resources through construction of water supply and waste water treatment facilities.

INSTITUTIONS CONSTRUCTION BONDS--1976

An amount of $80,000,000 was authorized to provide safe and humane facilities at institutions for the mentally ill, mentally retarded and incarcerated through construction of new facilities or rehabilitation and improvement of existing facilities. An amount of $41,500,000 was allocated to the Department of Corrections and $38,500,000 was allocated to the Department of Human Services.

STATE MORTGAGE ASSISTANCE BONDS--1976

An amount of $25,000,000 was authorized for construction, rehabilitation and maintenance of housing for senior citizens and families of low and moderate income and to provide funds for second mortgage assistance.

BEACHES AND HARBORS BONDS--1977

An amount of $30,000,000 was authorized for the restoration, maintenance and protection of the State's beaches and harbors.

MEDICAL EDUCATION FACILITIES BONDS--1977

An amount of $120,000,000 was authorized for the issuance of general obligation bonds of the State to refinance revenue bonds issued in 1974 by the New Jersey Health Care Facilities Financing Authority. The refinancing reduced interest costs for the construction of the teaching hospital at the University of Medicine and Dentistry of New Jersey and provided substantial savings ($25 million) which were made available for other needed medical facilities.

EMERGENCY FLOOD CONTROL BONDS--1978

An amount of $25,000,000 was authorized to develop and maintain flood control facilities and to develop a comprehensive flood control master plan for the State.

INSTITUTIONAL CONSTRUCTION BONDS--1978

An amount of $100,000,000 was authorized for various state facilities. An amount of $59,000,000 was allocated to construct or rehabilitate facilities for the mentally retarded in concert with the federal program for Intermediate Care Facilities/Mentally Retarded (ICF/MR) and the construction or rehabilitation of mental health facilities. An amount of $30,000,000 was allocated for correctional facilities. In addition, $6,500,000 was allocated for a library for the blind and handicapped and $4,500,000 was allocated for a forensic laboratory for the State Medical Examiner.

STATE LAND ACQUISITION AND DEVELOPMENT BONDS--1978

An amount of $200,000,000 was authorized for state and local acquisition and development to conserve open space and provide recreation areas. Half of the amount authorized is allocated to urban areas.

TRANSPORTATION REHABILITATION AND IMPROVEMENT BONDS--1979

An amount of $475,000,000 was authorized to improve state highways, county and municipal roads, and public transportation facilities.

ENERGY CONSERVATION BONDS--1980

An amount of $50,000,000 was authorized for energy audits and renovation of public buildings for the purpose of reducing energy consumption.

NATURAL RESOURCES BONDS--1980

An amount of $145,000,000 was authorized for development, acquisition, and construction of resource recovery facilities, sewage treatment facilities, water supply facilities, dam restoration projects, and harbor cleanup. An amount of $50,000,000 was allocated for resource recovery; $60,000,000 for sewage treatment; $12,000,000 for harbor cleanup; $15,000,000 for dam restoration; and $8,000,000 for water supply.

PUBLIC PURPOSE BUILDINGS CONSTRUCTION BONDS--1980

An amount of $159,000,000 was authorized for the construction, equipping, and/or the demolition of public buildings. An amount of $92,000,000 was allocated to the Department of Human Services for facilities for the mentally retarded, mentally ill, disabled veterans, and for a loan guarantee program for the construction of nursing homes. The Department of Corrections was allocated $67,000,000 for correctional facilities.

WATER SUPPLY BONDS--1981

An amount of $350,000,000 was authorized for state or local projects to rehabilitate, repair or consolidate antiquated, damaged or inadequately operating water supply facilities and to plan, design, acquire and construct various state water supply facilities.

HAZARDOUS DISCHARGE BONDS--1981

An amount of $100,000,000 was authorized for the identification, cleanup and removal of hazardous discharges.

FARMLAND PRESERVATION BONDS--1981

An amount of $50,000,000 was authorized for the purchase of development easements on farmland and to provide State matching funds for soil and water conservation projects.

COMMUNITY DEVELOPMENT BONDS--1982

An amount of $85,000,000 was authorized to capitalize the New Jersey Local Development Financing Fund and to provide support for revitalization and development of, and the creation of urban industrial parks.

CORRECTIONAL FACILITIES CONSTRUCTION BONDS--1982

An amount of $170,000,000 was authorized for the planning, erection, acquisition, improvement, development and equipping of correctional facilities. These funds will be used to alleviate present and anticipated problems of overcrowding in state and county prisons.

NEW JERSEY GREEN ACRES BONDS--1983

An amount of $135,000,000 was authorized for state and local acquisition and development to conserve open space and provide recreation areas. An amount of $52,000,000 was allocated for state acquisition and development and $83,000,000 was allocated for loans to local governments.

SHORE PROTECTION BONDS--1983

An amount of $50,000,000 was authorized for restoration, maintenance and protection of beaches and harbors.

NEW JERSEY BRIDGE REHABILITATION AND IMPROVEMENTS BONDS--1983

An amount of $135,000,000 was authorized for the construction, reconstruction, improvement and repair to state and local bridges. An amount of $97,500,000 was allocated for state bridges and $37,500,000 was allocated for local bridges.

JOBS, SCIENCE AND TECHNOLOGY BONDS--1984

An amount of $90,000,000 was authorized for the construction and improvement of technical and engineering facilities and for high technology job training and retraining programs at public and private institutions of higher education. The New Jersey Commission on Science and Technology was allocated $57,000,000 for the establishment and construction of advanced technology centers. The Department of Higher Education was allocated $23,000,000 for the construction of undergraduate facilities and $10,000,000 for engineering programs and Computer-Assisted-Design and Computer-Assisted-Manufacturing Centers.

HUMAN SERVICES FACILITIES CONSTRUCTION BONDS--1984

An amount of $60,000,000 was authorized for the planning, construction, acquisition, improvement, development and equipping of Human Service's facilities and for community programs.

PINELANDS INFRASTRUCTURE TRUST BONDS--1985

An amount of $30,000,000 was authorized to provide grants and loans to local governments located in the Pinelands for infrastructure needs.

WASTEWATER TREATMENT BONDS--1985

An amount of $190,000,000 was authorized for two major areas. An amount of $150,000,000 was allocated for grants and loans for the construction of wastewater treatment facilities and $40,000,000 was allocated to the New Jersey Wastewater Treatment Trust of 1985.

RESOURCE RECOVERY AND SOLID WASTE DISPOSAL FACILITY BONDS--1985

An amount of $85,000,000 was authorized to provide loans to local governments for construction of resource recovery facilities.

HAZARDOUS DISCHARGE BONDS--1986

An amount of $200,000,000 was authorized for the identification, cleanup and removal of hazardous discharges.

CORRECTIONAL FACILITIES CONSTRUCTION BONDS--1987

An amount of $198,000,000 was authorized for the planning, erection, acquisition, improvement and development of correctional facilities.

NEW JERSEY GREEN ACRES CULTURAL CENTERS AND HISTORIC PRESERVATION BONDS--1987

An amount of $100,000,000 was authorized for the construction and development of cultural centers and for restoration, repair and rehabilitation of historic structures. An amount of $40,000,000 was allocated to the Department of State for state grants for cultural center development. The Department of Environmental Protection and Energy was allocated $25,000,000 for historic preservation grants and loans and $35,000,000 for grants and loans to local government units for Green Acres projects.

JOBS, EDUCATION AND COMPETITIVENESS BONDS--1988

An amount of $350,000,000 was authorized for the construction and renovation of classrooms, libraries, computer facilities, and a network of high technology research centers at colleges and universities. An amount of $308,000,000 was designated for higher education construction and renovations. The remaining $42,000,000 was designated to the New Jersey Commission on Science and Technology to establish and build an expanded network of advanced technology centers.

NEW JERSEY BRIDGE REHABILITATION AND IMPROVEMENT

AND RAILROAD RIGHT-OF-WAY PRESERVATION BONDS--1989

An amount of $115,000,000 was authorized for the rehabilitation and improvement of bridges and the preservation and acquisition of railroad rights-of-way. An amount of $45,000,000 was designated for the rehabilitation of bridges carrying state highways; $45,000,000 was designated for bridges carrying county and municipal roads; and $25,000,000 was designated for the preservation and acquisition of railroad rights-of-way.

STORMWATER MANAGEMENT AND COMBINED SEWER OVERFLOW ABATEMENT BONDS--1989

An amount of $50,000,000 was authorized for the purpose of providing grants and low interest loans to local government units for the costs of projects to manage stormwater and abate combined sewer overflows into the State's waters and other improper connections of stormwater and sewer systems.

OPEN SPACE PRESERVATION BONDS--1989

An amount of $300,000,000 was authorized for the purchase and development of land for recreation and conservation purposes and to provide state matching funds for soil and water conservation projects. The Department of Environmental Protection and Energy was allocated $230,000,000 for acquisition of lands for recreational development and conservation purposes and $20,000,000 for funding development potential transfer banks. The Department of Agriculture was allocated $50,000,000 for the preservation of farmland for agricultural use and production.

PUBLIC PURPOSE BUILDINGS AND COMMUNITY-BASED FACILITIES CONSTRUCTION BONDS--1989

An amount of $125,000,000 was authorized for the purchase, construction, and renovation of public buildings. An amount of $90,000,000 was allocated to the Department of Human Services for facilities for the mentally ill and developmentally disabled. The Department of Corrections was allocated $35,000,000 for the construction of correctional facilities.

GREEN ACRES, CLEAN WATER, FARMLAND AND HISTORIC PRESERVATION BONDS--1992

A total amount of $345,000,000 was authorized, of which the Department of Environmental Protection and Energy was authorized an amount of $200,000,000 for acquisition and development of lands for recreation and conservation purposes, $25,000,000 for historic preservation projects, $20,000,000 for dam restoration and inland waters projects, and $50,000,000 for financing wastewater treatment system projects. The Department of Agriculture was provided with $50,000,000 for the preservation of farmland for agricultural use and production.

DEVELOPMENTAL DISABILITIES WAITING LIST REDUCTION AND HUMAN SERVICES FACILITIES CONSTRUCTION BONDS--1994

The Department of Human Services was authorized an amount of $160,000,000 for institutional and community projects for clients served by the Department of Human Services, including clients of the Division of Developmental Disabilities. An amount of $130,000,000 was allocated for renovations of existing community-based facilities and expansion and creation of new community-based facilities. An amount of $30,000,000 was allocated for necessary capital improvements at the various institutions operated by the Department of Human Services.

GREEN ACRES, FARMLAND AND HISTORIC PRESERVATION, AND BLUE ACRES BONDS--1995

A total amount of $340,000,000 was authorized, of which the Department of Environmental Protection was allocated $250,000,000 for acquisition and development of lands for recreation and conservation purposes, and to provide state matching funds for recreation and conservation projects, $10,000,000 for historic preservation projects, $15,000,000 for the acquisition of coastal area lands that have or are prone to damage by storms or storm related flooding, and $15,000,000 to purchase lands in the floodway of the Passaic River. The Department of Agriculture was allocated $50,000,000 for the preservation of farmland for agricultural use and production.

PORT OF NEW JERSEY REVITALIZATION, DREDGING, ENVIRONMENTAL CLEANUP, LAKE RESTORATION, AND DELAWARE BAY AREA ECONOMIC DEVELOPMENT BONDS--1996

The Department of Environmental Protection was authorized a total amount of $300,000,000 of which, $185 million was allocated for the construction of subaqueous pits and a containment facility for the disposal of dredged material from the New Jersey/New York port region, $20 million for dredging navigational channels not located in the port region, $70 million for remediation of hazardous discharge sites, $5 million for lake restoration projects and $20 million for financing economic development sites in the Delaware River and Bay Region.

URBAN AND RURAL CENTERS UNSAFE BUILDINGS DEMOLITION BONDS--1997

An amount of $20,000,000 was authorized for the purpose of providing loans to municipalities for the demolition and disposal of unsafe buildings in urban and rural centers.

STATEWIDE TRANSPORTATION AND LOCAL BRIDGE BONDS--1999

An amount of $500,000,000 was authorized for the purpose of rehabilitating and improving the State transportation system, including local bridges. Of the total amount authorized, $250,000,000 was allocated for grants to county and municipal governments for rehabilitation and improvement of structurally deficient bridges carrying county or municipal roads, including railroad overhead bridges. The remaining $250,000,000 was allocated for transportation projects.

42. DEPARTMENT OF ENVIRONMENTAL PROTECTION
40. COMMUNITY DEVELOPMENT AND ENVIRONMENTAL MANAGEMENT
46. ENVIRONMENTAL PLANNING AND ADMINISTRATION

APPROPRIATIONS DATA
(thousands of dollars)

Year Ending June 30, 2003						Year Ending June 30, 2005		
Orig. & (S)Supplemental	Reapp. & (R)Recpts.	Transfers & (E)Emergencies	Total Available	Expended		2004 Adjusted Approp.	Requested	Recommended
24,851	---	2	24,853	24,850	Interest on Bonds	23,406	19,604	19,604
51,982	---	---	51,982	51,982	Bond Redemption	44,647	43,636	43,636
76,833	---	*2*	*76,835*	*76,832*	*Total Appropriation*	*68,053*	*63,240*	*63,240*

Year Ending June 30, 2003						Year Ending June 30, 2005		
Orig. & (S)Supple-mental	Reapp. & (R)Recpts.	Transfers & (E)Emer-gencies	Total Available	Expended		2004 Adjusted Approp.	Requested	Recom-mended
					Distribution by Object			
					Special Purpose:			
					Interest:			
367	---	---	367	367	Water Conservation Bonds (P.L.1969, c. 127)	332	199	199
408	---	---	408	408	State Recreation and Conservation Land Acquisition and Development Bonds (P.L. 1974, c.202)	255	92	92
302	---	---	302	302	Clean Waters Bonds (P.L. 1976,c. 92)	172	42	42
97	---	---	97	96	Beaches and Harbors Bonds (P.L. 1977, c. 208)	63	34	34
388	---	---	388	388	State Land Acquisition and Development Bonds (P.L. 1978, c. 118)	436	242	242
50	---	1	51	51	Emergency Flood Control Bonds (P.L. 1978, c. 78)	26	---	---
82	---	---	82	82	Natural Resources Bonds (P.L. 1980, c. 70)	1,613	1,337	1,337
56	---	-1	55	55	Water Supply Bonds (P.L. 1981, c. 261)	---	---	---
317	---	---	317	317	Hazardous Discharge Bonds(P.L. 1981, c. 275)	290	201	201
70	---	---	70	70	New Jersey Green Acres Bonds (P.L. 1983, c. 354)	40	26	26
37	---	---	37	37	Shore Protection Bonds (P.L.1983, c. 356)	23	8	8
1,006	---	---	1,006	1,006	Resource Recovery and Solid Waste Disposal Facility Bonds (P.L. 1985, c.330)	852	746	746
6	---	---	6	6	Pinelands Infrastructure Trust Bonds (P.L. 1985, c. 302)	---	---	---
4	---	1	5	4	Wastewater Treatment Bonds (P.L. 1985, c. 329)	---	---	---
2,841	---	1	2,842	2,842	Hazardous Discharge Bonds (P.L. 1986, c. 113)	2,494	1,551	1,551
350	---	---	350	350	Green Acres, Cultural Centers and Historic Preservation Bonds (P.L. 1987, c. 265)	343	315	315
3,669	---	---	3,669	3,668	New Jersey Open Space Preservation Bonds (P.L. 1989,c. 183)	3,268	1,999	1,999
235	---	---	235	235	Stormwater Management and Combined Sewer Overflow Abatement Bonds (P.L. 1989, c. 181)	502	446	446
6,769	---	---	6,769	6,769	Green Acres, Clean Water, Farmland and Historic Pres. Bonds (P.L. 1992, c. 88)	3,913	4,760	4,760
6,318	---	---	6,318	6,318	Green Acres, Farmland and Historic Pres. and Blue Acres Bonds (P.L. 1995 c. 204)	7,314	6,315	6,315
1,479	---	---	1,479	1,479	Port of New JerseyRevitalization, Dredging Bonds (P.L. 1996 c. 70)	1,470	1,291	1,291
					Redemption:			
754	---	---	754	754	Water Conservation Bonds (P.L.1969, c. 127)	644	674	674
2,519	---	---	2,519	2,519	State Recreation and Conservation Land Acquisition and Development Bonds (P.L. 1974, c. 102)	2,426	734	734
2,254	---	---	2,254	2,254	Clean Waters Bonds (P.L. 1976, c. 92)	2,259	169	169
500	---	---	500	500	Beaches and Harbors Bonds (P.L. 1977, c. 208)	500	300	300
951	---	---	951	951	State Land Acquisition and Development Bonds (P.L. 1978, c. 118)	974	606	606
450	---	---	450	450	Emergency Flood Control Bonds (P.L. 1978, c. 78)	450	---	---
239	---	---	239	239	Natural Resources Bonds (P.L. 1980, c. 70)	146	839	839
1,875	---	---	1,875	1,875	Water Supply Bonds (P.L. 1981,c. 261)	---	---	---

Year Ending June 30, 2003						Year Ending June 30, 2005		
Orig. & (S)Supplemental	Reapp. & (R)Recpts.	Transfers & (E)Emergencies	Total Available	Expended		2004 Adjusted Approp.	Requested	Recommended
444	---	---	444	444	Hazardous Discharge Bonds (P.L. 1981, c. 275)	476	504	504
975	---	---	975	975	New Jersey Green Acres Bonds (P.L. 1983, c. 354)	75	80	80
440	---	---	440	440	Shore Protection Bonds (P.L.1983, c. 356)	42	45	45
3,575	---	---	3,575	3,575	Resource Recovery and Solid Waste Disposal Facility Bonds (P.L. 1985, c.330)	1,825	1,925	1,925
200	---	---	200	200	Pinelands Infrastructure Trust Bonds (P.L. 1985, c. 302)	---	---	---
150	---	---	150	150	Wastewater Treatment Bonds (P.L. 1985, c. 329)	---	---	---
5,684	---	---	5,684	5,684	Hazardous Discharge Bonds (P.L. 1986, c. 113)	6,030	6,418	6,418
1,450	---	---	1,450	1,450	Green Acres, Cultural Centers and Historic Preservation Bonds (P.L. 1987, c. 265)	380	420	420
8,451	---	---	8,451	8,451	New Jersey Open Space Preservation Bonds (P.L. 1989, c. 183)	5,965	6,317	6,317
280	---	---	280	280	Stormwater Management and Combined Sewer Overflow Abatement Bonds (P.L. 1989, c. 181)	295	430	430
10,116	---	---	10,116	10,116	Green Acres, Clean Water, Farmland and Historic Pres. Bonds (P.L. 1992, c. 88)	10,865	11,600	11,600
8,270	---	---	8,270	8,270	Green Acres, Farmland and Historic Pres. and Blue Acres Bonds (P.L. 1995 c. 204)	8,720	9,785	9,785
2,405	---	---	2,405	2,405	Port of New Jersey Revitalization, Dredging Bonds (P.L. 1996 c. 70)	2,575	2,790	2,790
76,833	---	*2*	*76,835*	*76,832*	*Total Special Purpose*	*68,053*	*63,240*	*63,240*
76,833	---	**2**	**76,835**	**76,832**	**Total Appropriation, Department of Environmental Protection**	**68,053**	**63,240**	**63,240**

82. DEPARTMENT OF THE TREASURY
70. GOVERNMENT DIRECTION, MANAGEMENT AND CONTROL
76. MANAGEMENT AND ADMINISTRATION

APPROPRIATIONS DATA
(thousands of dollars)

Year Ending June 30, 2003						Year Ending June 30, 2005		
Orig. & (S)Supplemental	Reapp. & (R)Recpts.	Transfers & (E)Emergencies	Total Available	Expended		2004 Adjusted Approp.	Requested	Recommended
153,849	---	-9,157	144,692	144,689	Interest on Bonds	142,005	157,756	157,756
239,993	---	-31,129	208,864	208,863	Bond Redemption	232,423	223,509	223,509
393,842	*---*	*-40,286*	*353,556*	*353,552*	*Total Appropriation*	*374,428*	*381,265*	*381,265*
					Distribution by Object			
					Special Purpose:			
					Interest:			
---	---	---	---	---	Urban and Rural Centers Unsafe Buildings Demolition Bonds (P.L. 1997, c.125)	783	691	691
---	---	---	---	---	Savings from Refunding and Other Initiatives	-17,166	-4,000	-4,000
90	---	---	90	90	State Transportation Bonds (P.L. 1968, c. 126)	30	---	---
88	---	---	88	88	State Mortgage Assistance Bonds (P.L. 1976, c. 94)	50	23	23

DEBT SERVICE

Year Ending June 30, 2003						Year Ending June 30, 2005	
Orig. & (S)Supplemental	Reapp. & (R)Recpts.	Transfers & (E)Emergencies	Total Available	Expended		2004 Adjusted Approp.	Requested	Recommended
294	---	---	294	294	Institutions Construction Bonds (P.L. 1976, c.93)	175	68	68
349	---	---	349	349	Medical Education Facilities Bonds (P.L. 1977, c. 235)	---	---	---
179	---	---	179	179	Institutional Construction Bonds (P.L. 1978, c. 79)	107	34	34
1,166	---	---	1,166	1,166	Transportation Rehabilitation and Improvement Bonds (P.L. 1979, c.165)	902	456	456
89	---	---	89	89	Energy Conservation Bonds (P.L. 1980, c.68)	77	50	50
9	---	---	9	9	Public Purpose Buildings Construction Bonds (P.L. 1980, c. 119)	---	---	---
394	---	---	394	394	Community Development Bonds (P.L. 1981, c. 486)	290	166	166
4	---	---	4	4	Jobs, Science and Technology Bonds (P.L. 1984, c. 99)	---	---	---
128	---	---	128	128	Human Services Facilities Construction Bonds (P.L. 1984, c. 157)	102	36	36
135,855	---	-6,815	129,040	129,037	Refunding Bonds (P.L. 1985, c.74), as amended by P.L. 1992, c. 182)	123,896	122,438	122,438
34	---	---	34	34	Correctional Facilities Construction Bonds (P.L. 1987,c. 178)	---	---	---
2,810	---	---	2,810	2,810	Jobs, Education and Competitiveness Bonds (P.L. 1988, c. 78)	2,804	1,531	1,531
789	---	---	789	789	Public Purpose Buildings and Community-Based Facilities Construction Bonds (P.L. 1989, c. 184)	1,042	942	942
1,855	---	---	1,855	1,855	Bridge Rehabilitation and Improvement and Railroad Right-of-way Preservation (P.L. 1989, c. 180)	1,691	1,273	1,273
2,887	---	---	2,887	2,887	Develop Disabil. Waiting List Reduct.& Human Serv. Bonds (P.L. 1994, c. 108)	3,741	3,006	3,006
4,487	---	---	4,487	4,487	Statewide Transportation and Local Bridge Bond Act of 1999 (P.L. 1999, c.181)	17,231	14,973	14,973
2,342	---	-2,342	---	---	Payments on Future Bond Sales	6,250	16,069	16,069
					Redemption:			
---	---	---	---	---	Urban and Rural Centers Unsafe Buildings Demolition Bonds (P.L. 1997, c.125)	3,030	3,120	3,120
1,000	---	---	1,000	1,000	State Transportation Bonds (P.L. 1968, c. 126)	1,000	---	---
600	---	---	600	600	State Mortgage Assistance Bonds (P.L. 1976, c. 94)	600	200	200
1,900	---	---	1,900	1,900	Institutions Construction Bonds (P.L. 1976, c.93)	1,900	600	600
6,800	---	---	6,800	6,800	Medical Education Facilities Bonds (P.L. 1977, c. 235)	---	---	---
1,200	---	---	1,200	1,200	Institutional Construction Bonds (P.L. 1978, c. 79)	1,200	300	300
3,844	---	---	3,844	3,844	Transportation Rehabilitation and Improvement Bonds (P.L. 1979, c.165)	3,628	3,669	3,669
295	---	---	295	295	Energy Conservation Bonds (P.L. 1980, c.68)	150	200	200
300	---	---	300	300	Public Purpose Buildings Construction Bonds (P.L. 1980, c. 119)	---	---	---
1,988	---	---	1,988	1,988	Community Development Bonds (P.L. 1981, c. 486)	788	846	846
150	---	---	150	150	Jobs, Science and Technology Bonds (P.L. 1984, c. 99)	---	---	---

Year Ending June 30, 2003						Year Ending June 30, 2005		
Orig. & (S)Supple-mental	Reapp. & (R)Recpts.	Transfers & (E)Emer-gencies	Total Available	Expended		2004 Adjusted Approp.	Requested	Recom-mended
728	---	---	728	728	Human Services Facilities Construction Bonds (P.L. 1984, c. 157)	188	201	201
194,665	---	-31,129	163,536	163,535	Refunding Bonds (P.L. 1985, c.74), as amended by (P.L. 1992, c. 182)	201,715	188,605	188,605
1,150	---	---	1,150	1,150	Correctional Facilities Construction Bonds (P.L. 1987, c. 178)	---	---	---
8,791	---	---	8,791	8,791	Jobs, Education and Competitiveness Bonds (P.L. 1988, c. 78)	4,260	4,683	4,683
4,540	---	---	4,540	4,540	Public Purpose Buildings and Community-Based Facilities Construction Bonds (P.L. 1989, c. 184)	835	1,050	1,050
3,161	---	---	3,161	3,161	Bridge Rehabilitation and Improvement and Railroad Right-of-way Preservation (P.L. 1989, c. 180)	2,698	2,855	2,855
4,006	---	---	4,006	4,006	Develop Disabil. Waiting List Reduct.& Human Serv. Bonds (P.L. 1994, c. 108)	5,166	5,775	5,775
4,875	---	---	4,875	4,875	Statewide Transportation and Local Bridge Bond Act of 1999 (P.L. 1999, c.181)	5,265	11,405	11,405
393,842	---	*-40,286*	*353,556*	*353,552*	*Total Special Purpose*	*374,428*	*381,265*	*381,265*

Notes --

(a) Accrued interest paid by bondholders at time of General Obligation bond sale.

Language Recommendations --

Notwithstanding the provision of any law, rule or regulation to the contrary, such sums as may be needed for the payment of interest and/or principal due from the issuance of any bonds authorized under the several bond acts of the State are appropriated and shall first be charged to the earnings from the investments of such bond proceeds and/or repayments of loans from the applicable bond funds established under such bond acts, and monies are appropriated from such bond funds for the purpose of paying interest and/or principal on the bonds issued pursuant to such bond acts. Where required by law, such sums shall be used to fund a reserve for the payment of interest and/or principal on the bonds authorized under the bond act. Furthermore, where required by law, the amounts appropriated herein are allocated to the projects heretofore approved by the Legislature pursuant to those bond acts.

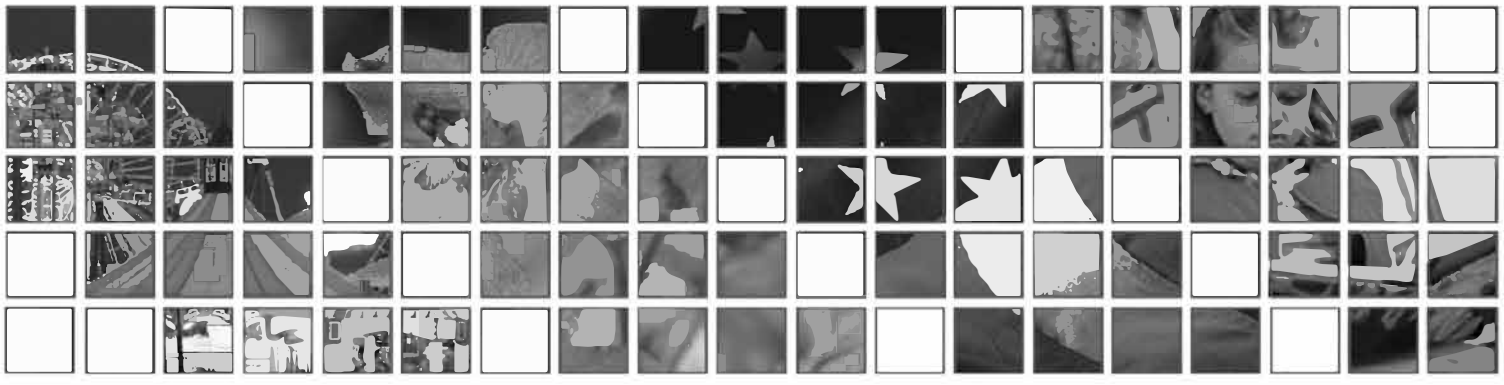
There are appropriated such sums as may be needed for the payment of debt service administrative costs.

Subsequent to the refunding of bonds in fiscal year 2005, the Director of the Division of Budget and Accounting is authorized to reallocate amounts appropriated hereinabove among the various debt service accounts to reflect the debt service savings of the refunding and to permit the proper debt service payments.

393,842	---	**-40,286**	**353,556**	**353,552**	**Total Appropriation, Department of the Treasury**	**374,428**	**381,265**	**381,265**
470,675	---	**-40,284**	**430,391**	**430,384**	**Grand Total, Debt Service**	**442,481**	**444,505**	**444,505**

Language Provisions

This section includes the General Language provisions which provide certain restrictions on the use of State and Federal Fund appropriations.



FEDERAL FUNDS PROVISIONS

Notwithstanding any State law to the contrary, no State agency shall accept or expend federal funds except as appropriated by the Legislature or otherwise provided in this act.

In addition to the federal funds appropriated in this act, there are appropriated the following federal funds, subject to the approval of the Director of the Division of Budget and Accounting: emergency disaster aid funds; pass-through grants to political subdivisions of the State over which the State is not permitted to exercise discretion in the use or distribution of the funds and for which no State matching funds are required; the first 25% of unanticipated grant awards, and up to 25% of increases in previously anticipated grant awards for which no State matching funds are required except, for the purpose of this section, federal funds received by one executive agency that are ultimately expended by another executive agency shall not be considered pass-through grants; federal financial aid funds for students attending post-secondary educational institutions in excess of the amount specifically appropriated, and any such grants intended to prevent threats to homeland security up to 100% of previously anticipated or unanticipated grant award amounts for which no State matching funds are required, provided however, that the Director of the Division of Budget and Accounting shall notify the Legislative Budget and Finance Officer of such grants; and all other grants of $500,000 or less which have been awarded competitively.

For the purposes of federal funds appropriations, "political subdivisions of the State" means counties, municipalities, school districts, or agencies thereof, regional, county or municipal authorities, or districts other than interstate authorities or districts; "discretion" refers to any action in which an agency may determine either the amount of funds to be allocated or the recipient of the allocation; and "grants" refers to one-time, or time limited awards, which are received pursuant to submission of a grant application in competition with other grant applications.

The unexpended balances of federal funds as of June 30, 2004 are continued for the same purposes. The Director of the Division of Budget and Accounting shall inform the Legislative Budget and Finance Officer by November 1, 2004 of any unexpended balances which are continued.

The appropriate executive agencies shall prepare and submit to the Senate Budget and Appropriations Committee and the Assembly Appropriations Committee, or their successors, by March 1, 2005, reports on proposed expenditures during fiscal year 2005 for the following federal programs: the alcohol, drug abuse and mental health block grant; the education block grant; the community services block grant; the jobs training partnership block grant; the low income energy assistance block grant; the maternal and child health block grant; the preventive health and health services block grant; the small cities block grant; the social services block grant; and the child care block grant. These reports shall account for all federal, State and local funds which are anticipated to be expended on block grant programs, shall provide an accounting of block grant expenditures during the prior fiscal year, and shall provide a detailed list of contracts awarded to provide services under the block grants.

Out of the appropriations herein, the Director of the Division of Budget and Accounting is empowered to approve payments to liquidate any unrecorded liabilities for materials delivered or services rendered in prior fiscal years, upon the written recommendations of any department head or the department head's designated representative. The Director of the Division of Budget and Accounting shall reject any recommendations for payment which the Director deems improper.

The sum herein appropriated to the Department of Transportation for the Hudson-Bergen Light Rail Transit System is hereby appropriated, to the extent necessary, to pay the principal of and interest on the grant anticipation notes issued by the New Jersey Transit Corporation.

In order to permit flexibility in the handling of appropriations and ensure the timely payment of claims to providers of medical services, amounts may be transferred to and from the various items of appropriation within the General Medical Services program classification, and within the federal matching funding, in the Division of Medical Assistance and Health Services in the Department of Human Services, and within the Medical Services for the Aged program classification, and within the federal matching funding, in the Division of Senior Services in the Department of Health and Senior Services, subject to the approval of the Director of the Division of Budget and Accounting. Notice thereof shall be provided to the Legislative Budget and Finance Officer on the effective date of the approved transfer.

Notwithstanding the provisions of any law or regulation to the contrary, any purchase by a state or local entity of federally approved homeland security equipment that is paid for or reimbursed by federal funds awarded by the U.S. Department of Homeland Security or other federal agency may be made through direct purchase, without advertising for bids from the Combat Support and Logistics Equipment/NBC, Marine Corps Systems Command prime vendor list, the Defense Logistics Agency, Defense Supply Center Philadelphia prime vendor list or any other vendor list or other procurement program that has been established by a federal department or agency on the basis of federal procurement principles and has been approved by the State Treasurer and the Attorney General in consultation with the Domestic Security Preparedness Task Force. Any such purchases shall be subject to conditions as established by the Attorney General in consultation with the Domestic Security Preparedness Task Force.

GENERAL FUND PROVISIONS

There are appropriated, subject to allotment by the Director of the Division of Budget and Accounting and with the approval of the Legislative Budget and Finance Officer, private contributions, revolving funds and dedicated funds received, receivable or estimated to be received for the use of the State or its agencies in excess of those anticipated, unless otherwise provided herein, and the unexpended balances as of June 30, 2004 of such funds, subject to the approval of the Director of the Division of Budget and Accounting.

There are appropriated, subject to allotment by the Director of the Division of Budget and Accounting, the following: sums required to refund amounts credited to the State Treasury which do not represent State revenue; sums received representing insurance to cover losses by fire and other casualties and the unexpended balance as of June 30, 2004 of such sums; sums received by any State department or agency from the sale of equipment, when such sums are received in lieu of trade-in value in the replacement of such equipment; and sums received in the State Treasury representing refunds of payments made from appropriations provided in this act.

There are appropriated, subject to allotment by the Director of the Division of Budget and Accounting, sums required to satisfy receivables previously established from which non-reimbursable costs and ineligible expenditures have been incurred.

There are appropriated, subject to allotment by the Director of the Division of Budget and Accounting, from federal or other non-State sources amounts not to exceed the cost of services necessary to document and support retroactive claims.

There are appropriated such sums as may be required to pay interest liabilities to the federal government as required by the Treasury/State agreement pursuant to the provisions of the Cash Management Improvement Act of 1990, Pub. L. 101-453 (31 U.S.C. s.6501 et seq.), subject to the approval of the Director of the Division of Budget and Accounting.

There are appropriated, subject to the approval of the Director of the Division of Budget and Accounting, from interest earnings of the various bond funds such sums as maybe necessary for the State to comply with the federal "Tax Reform Act of 1986," Pub. L. 99-514 (26 U.S.C. s.1 et seq.), which requires issuers of tax-exempt debt obligations to rebate any arbitrage earnings to the federal government.

There are appropriated from the General Fund, subject to the approval of the Director of the Division of Budget and Accounting, such sums as are necessary to pay interest, at the average rate of earnings during the fiscal year from the State's general investments, to those bond funds that have borrowed money from the General Fund or other bond funds and that have insufficient resources to accrue and pay the interest expense on such borrowing.

In addition to the amounts appropriated hereinabove, such additional sums as may be necessary are appropriated to fund the costs of the collection of debts, taxes and other fees and charges owed to the State, including but not limited to the services of auditors and attorneys and enhanced compliance programs, subject to the approval of the Director of the Division of Budget and Accounting.

There is appropriated $11,600,000 from the Legal Services Trust Fund established pursuant to section 6 of P.L. 1996, c.52 (C.22A:2-51), for transfer to the General Fund as State revenue to fund the following programs: $8,000,000 for Legal Services of New Jersey grant, $3,000,000 for ten additional judgeships in the Judiciary, and $600,000 for Clinical Legal Programs for the Poor at the Rutgers-Camden Law School, the Rutgers-Newark Law School and Seton Hall Law School.

The unexpended balances as of June 30, 2004 in the accounts of the several departments and agencies heretofore appropriated or established in the category of Additions, Improvements and Equipment are appropriated, subject to the approval of the Director of the Division of Budget and Accounting.

The unexpended balances as of June 30, 2004 in the Capital Construction accounts for all departments and agencies are appropriated.

Unless otherwise provided, balances remaining as of June 30, 2004 in accounts of appropriations enacted subsequent to April 1, 2004 are appropriated.

The unexpended balances as of June 30, 2004 in accounts that are funded by Interfund Transfers are appropriated, subject to the approval of the Director of the Division of Budget and Accounting.

Notwithstanding any other provisions in this act or the provisions of any other law to the contrary, no unexpended balances as of June 30, 2004 are appropriated without the approval of the Director of the Division of Budget and Accounting, except that the Legislative Branch of State government shall be exempt from this provision. The Director of the Division of Budget and Accounting shall notify the Legislative Budget and Finance Officer of those instances in which unexpended balances are not appropriated pursuant to this section.

The administrative costs of the Special Education Medicaid Initiative and the Early Periodic Screening, Diagnosis and Treatment (EPSDT) program, including the participation of a consultant, are appropriated and shall be paid from the revenue received, subject to the approval of the Director of the Division of Budget and Accounting.

The following transfer of appropriations rules are in effect for fiscal year 2005:

A. To permit flexibility in the handling of appropriations, any department or agency that receives an appropriation by law, may, subject to the provisions of this section, or unless otherwise provided in this act, apply to the Director of the Division of Budget and Accounting for permission to transfer funds from one item of appropriation to a different item of appropriation. For the purposes of this section, "item of appropriation" means the spending authority identified by an organization code, appropriation source, and program code, unique to the item. If the director consents to the transfer, the amount transferred shall be credited by the director to the designated item of appropriation and notice thereof shall be provided to the Legislative Budget and Finance Officer on the effective date of the approved transfer. However, the director, after consenting thereto, shall submit the following transfer requests to the Legislative Budget and Finance Officer for legislative approval or disapproval unless otherwise provided in this act:

(1) Requests for the transfer of State and other nonfederal funds, in amounts greater than $300,000, to or from any item of appropriation;

(2) Requests for the transfer of State and other nonfederal funds, in amounts greater than $50,000, to or from any Special Purpose account, as defined by major object 5, or Grant account, as defined by major object 6, within an item of appropriation, from or to a different item of appropriation;

(3) Requests for the transfer of State and other nonfederal funds, in amounts greater than $50,000, to or from any Special Purpose or Grant account in which the identifying organization code, appropriation source, and program code, remain the same, provided that the transfer would effect a change in the legislative intent of the appropriations;

(4) Requests for the transfer of State funds, in amounts greater than $50,000, between items of appropriation in different departments or between items of appropriation in different appropriation classifications herein entitled as Direct State Services, Grants-In-Aid, State Aid, Capital Construction and Debt Service;

(5) Requests for the transfer of federal funds, in amounts greater than $300,000, from one item of appropriation to another item of appropriation, if the amount of the transfer to an item in combination with the amount of the appropriation to that item would result in an amount in excess of the appropriation authority for that item, as defined by the program class;

(6) Requests for such other transfers as are appropriate in order to ensure compliance with the legislative intent of this act.

B. The Joint Budget Oversight Committee or its successor may review all transfer requests submitted for legislative approval and may direct the Legislative Budget and Finance Officer to approve or disapprove any such transfer request. Transfers submitted for legislative approval pursuant to paragraph (4) of subsection a. of this section shall be made only if approved by the Legislative Budget and Finance Officer at the direction of the committee.

C. The Legislative Budget and Finance Officer shall approve or disapprove requests for the transfer of funds submitted for legislative approval within 10 working days of the physical receipt thereof and shall return them to the director. If any provision of this act or any supplement thereto requires the Legislative Budget and Finance Officer to approve or disapprove requests for the transfer of funds, the request shall be deemed to be approved by the Legislative Budget and Finance Officer if, within 20 working days of the physical receipt of the request, he has not disapproved the request and so notified the requesting officer. However, this time period shall not pertain to any transfer request under review by the Joint Budget Oversight Committee or its successor, provided notice of such review has been given to the director.

D. No amount appropriated for any capital improvement shall be used for any temporary purpose except extraordinary snow removal or extraordinary transportation maintenance subject to the approval of the Director of the Division of Budget and Accounting. However, an amount from any appropriation for an item of capital improvement may be transferred to any other item of capital improvement subject to the approval of the director, and, if in an amount greater than $300,000, subject to the approval of the Legislative Budget and Finance Officer.

E. The provisions of subsections a. through d. of this section shall not apply to appropriations made to the Legislative or Judicial branches of State government. To permit flexibility in the handling of these appropriations, amounts may be transferred to and from the various items of appropriation by the appropriate officer or designee with notification given to the director on the effective date thereof.

F. Notwithstanding any provisions of this section to the contrary, transfers to and from the Special Purpose appropriation to the Governor for emergency or necessity under the Other Interdepartmental Accounts program classification and transfers from the appropriations to the various accounts in the category of Salary Increases and Other Benefits, both in the Interdepartmental Accounts, shall not be subject to legislative approval or disapproval.

The Director of the Division of Budget and Accounting shall make such correction of the title, text or account number of an appropriation necessary to make such appropriation available in accordance with legislative intent. Such correction shall be by written ruling, reciting in appropriate detail the facts thereof, and reasons therefore, attested by the signature of the Director of the Division of Budget and Accounting and filed in the Division of Budget and Accounting of the Department of the Treasury as an official record thereof, and any action thereunder, including disbursement and the audit thereof, shall be legally binding and of full force and virtue. An official copy of each such written ruling shall be transmitted to the Legislative Budget and Finance Officer, upon the effective date of the ruling.

The Legislative Budget and Finance Officer with the cooperation and assistance of the Director of the Division of Budget and Accounting is authorized to adjust this appropriations bill to reflect any reorganizations which have been implemented since the presentation of the Governor's Budget Recommendation Document dated February 24, 2004.

None of the funds appropriated to the Executive Branch of State government for Information Processing, Development, Telecommunications, and Related Services and Equipment shall be available to pay for any of these services or equipment without the review of the Office of Information Technology, and compliance with statewide policies and standards and an approved department Information Technology Strategic Plan; authorization and approval by the Office of Information Technology is required for expenditure of amounts in excess of $25,000, as shall be specified by Circular Letter.

If the sum provided in this act for a State aid payment pursuant to formula is insufficient to meet the full requirements of the formula, all recipients of State aid shall have their allocation proportionately reduced, subject to the approval of the Director of the Division of Budget and Accounting.

LANGUAGE PROVISIONS

When the duties or responsibilities of any department or branch, except for the Legislature and any of its agencies, are transferred to any other department or branch, it shall be the duty of the Director of the Division of Budget and Accounting and the director is hereby empowered to transfer funds appropriated for the maintenance and operation of any such department or branch to such department or branch as shall be charged with the responsibility of administering the functions so transferred. The Director of the Division of Budget and Accounting shall have the authority to create such new accounts as may be necessary to carry out the intent of the transfer. Information copies of such transfers shall be transmitted to the Legislative Budget and Finance Officer upon the effective date thereof. If such transfers may be required among appropriations made to the Legislature and its agencies, the Legislative Budget and Finance Officer, subject to the approval of the President of the Senate and the Speaker of the General Assembly, is hereby empowered and it shall be that officer's duty to effect such transactions hereinabove described and to notify the Director of the Division of Budget and Accounting upon the effective date thereof.

The Director of the Division of Budget and Accounting is empowered and it shall be the director's duty in the disbursement of funds for payment of expenses classified as salary increases and other benefits, employee benefits, debt service, rent, telephone, data processing, motor pool, insurance, travel, postage, lease payments on equipment purchases, additions, improvements and equipment, and compensation awards to credit or transfer to the Department of the Treasury, to an Interdepartmental account, or to the General Fund, as applicable, from any other department, branch or non-State fund source out of funds appropriated or credited thereto, such sums as may be required to cover the costs of such payment attributable to such other department, branch or non-State fund source, or to reimburse the Department of the Treasury, an Interdepartmental account, or the General Fund for reductions made representing statewide savings in the above expense classifications, as the director shall determine. Receipts in any non-State funds are appropriated for the purpose of such transfer.

The Governor is empowered to direct the State Treasurer to transfer from any State department to any other State department such sums as may be necessary for the cost of any emergency occasioned by aggression, civil disturbance, sabotage, disaster, or for flood loss expenses for State owned structures to comply with Federal Insurance Administration requirements.

Upon request of any department receiving non-State funds, the Director of the Division of Budget and Accounting is empowered to transfer such funds from that department to other departments as may be charged with the responsibility for the expenditure thereof.

The Director of the Division of Budget and Accounting is empowered to transfer or credit appropriations to any State agency for services provided, or to be provided, by that agency to any other agency or department; provided further, however, that funds have been appropriated or allocated to such agency or department for the purpose of purchasing these services.

Notwithstanding any law to the contrary, should appropriations in the Property Tax Relief Fund exceed available revenues, the Director of the Division of Budget and Accounting is authorized to transfer General Fund unreserved, undesignated fund balances into the Property Tax Relief Fund, providing unreserved, undesignated fund balances are available from the General Fund, as determined by the Director of the Division of Budget and Accounting.

Notwithstanding any law to the contrary, should appropriations in the Casino Revenue Fund exceed available revenues, the Director of the Division of Budget and Accounting is authorized to transfer General Fund unreserved, undesignated fund balances into the Casino Revenue Fund, providing unreserved, undesignated fund balances are available from the General Fund, as determined by the Director of the Division of Budget and Accounting.

No funds shall be expended by any State Department in the Executive Branch in connection with a contract for the production of films, videotapes, video conferences, video-assisted training or multi-media projects that include video images unless the New Jersey Public Broadcasting Authority (PBA) has the opportunity to match any successful bid as part of any formal or informal contract award process. This is not a requirement to award a contract to PBA since the decision to award a contract may also be based on non-cost considerations.

Notwithstanding the provisions of P.L.1954, c.48 (C.52:34-6 et seq.), sums appropriated for services for the various State departments and agencies may be expended for the purchase of contract services from the New Jersey Marine Sciences Consortium as if it were a State government agency pursuant to subsection (a) of section 5 of P.L.1954, c.48 (C.52:34-10).

Out of the appropriations herein, the Director of the Division of Budget and Accounting is empowered to approve payments to liquidate any unrecorded liabilities for materials delivered or services rendered in prior fiscal years, upon the written recommendation of any department head, or the department head's designated representative. The Director of the Division of Budget and Accounting shall reject any recommendations for payment which the director deems improper.

Whenever any county, municipality, school district or a political subdivision thereof withholds funds from a State agency, or causes a State agency to make payment on behalf of a county, municipality, school district or a political subdivision thereof, then the Director of the Division of Budget and Accounting may withhold State aid payments and transfer the same as payment for such funds, as the Director of the Division of Budget and Accounting shall determine.

The Director of the Division of Budget and Accounting is empowered to establish revolving and dedicated funds as required. Notice of the establishment of such funds shall be transmitted to the Legislative Budget and Finance Officer, upon the effective date thereof.

The Director of the Division of Budget and Accounting may, upon application therefore, allot from appropriations made to any official, department, commission or board, a sum to establish a petty cash fund for the payment of expenses under rules and regulations established by the director. Allotments thus made by the Director of the Division of Budget and Accounting shall be paid to such person as shall be designated as the custodian thereof by the official, department, commission or board making a request therefor, and the money thus allotted shall be disbursed by such custodian who shall require a receipt therefore from all persons obtaining money from the fund. The director shall make regulations governing disbursement from petty cash funds.

From appropriations to the various departments of State government, the Director of the Division of Budget and Accounting is empowered to transfer sums sufficient to pay any obligation due and owing in any other department or agency.

Notwithstanding the provision of any other law, the State Treasurer may transfer from any fund in the State Treasurer's custody, deposited with the State Treasurer pursuant to law, sufficient sums to enable payments from any appropriation made herein for any obligations due and owing. Any such transfer shall be restored out of the taxes or other revenue received in the Treasury in support of this act. Except for transfers from the several funds established pursuant to statutes that provide for interest earnings to accrue to those funds, all such transfers shall be without interest. If the statute provides for interest earnings, it shall be calculated at the average rate of earnings during the fiscal year from the State's general investments.

Any qualifying State aid appropriation, or part thereof, made from the General Fund may be transferred and recorded as an appropriation from the Property Tax Relief Fund, as deemed necessary by the State Treasurer, in order that the Director of the Division of Budget and Accounting may warrant the necessary payments; provided however, that the available unreserved, undesignated fund balance in the Property Tax Relief Fund, as determined by the State Treasurer, is sufficient to support the expenditure.

Notwithstanding any other provisions of this act, the State Treasurer, upon warrant of the Director of the Division of Budget and Accounting, shall pay any claim not exceeding $4,000 out of any appropriations made to the several departments, provided such claim is recommended for payment by the head of such department. The Legislative Budget and Finance Officer shall be notified of the amount and description of any such claim at the time such payment is made. Any claimant who has presented a claim not exceeding $4,000, which has been denied or not recommended by the head of such department, shall be precluded from presenting said claim to the Legislature for consideration.

Unless otherwise provided, federal grant and project receipts representing reimbursement for agency and central support services, indirect and administrative costs, as determined by the Director of the Division of Budget and Accounting, shall be transmitted to the Department of the Treasury for credit to the General Fund; provided however, that a portion of the indirect and administrative cost recoveries received which are in excess of the amount anticipated may be reclassified into a dedicated account and returned to State departments and agencies, as determined by the Director of the Division of Budget and Accounting, who shall notify the Legislative Budget and Finance Officer of the amount of such funds returned, the departments or agencies receiving such funds and the purpose for which such funds will be used, within 10 working days of any such transaction. Such receipts shall be forwarded to the Director of the Division of Budget and Accounting upon completion of the project or at the end of the fiscal year, whichever occurs earlier.

Notwithstanding any other law to the contrary, each local school district that participates in the Special Education Medicaid Initiative (SEMI) shall receive a percentage of the federal revenue realized for current year claims. The percentage share shall be 15% of the first $28,000,000 of federal reimbursements realized for claims submitted to the State by June 30. After federal reimbursements are realized in excess of $28,000,000, local school districts shall receive 50% of their pro rata share of federal revenues realized in excess of $28,000,000.

Notwithstanding any other law to the contrary, each local school district that participates in the Early Periodic Screening, Diagnosis and Treatment (EPSDT) initiative shall receive a percentage of the federal revenue realized for current year claims. The percentage share shall be 15% of federal reimbursements for claims submitted to the State by June 30.

Notwithstanding the provisions of P.L.1943, c.188 (C.52:14-17.1 et seq.), the rate of reimbursement for mileage allowed for employees traveling by personal automobile on official business shall be $.31 per mile.

State agencies shall prepare and submit a copy of their agency or departmental budget requests for Fiscal Year 2005 by October 1, 2004 to the Director of the Division of Budget and Accounting and a copy of their spending plans involving all State, federal and other non-State funds to the Director of the Division of Budget and Accounting and the Legislative Budget and Finance Officer by November 1, 2004, and updated spending plans on February 1, and May 1, 2005. The spending plans shall account for any changes in departmental spending which differ from this appropriations act and all supplements to this act. The spending plans shall be submitted on forms specified by the Director of the Division of Budget and Accounting.

The Director of the Division of Budget and Accounting shall provide the Legislative Budget and Finance Officer with copies of all BB-4s, Application for Non-State funds, and accompanying project proposals or grant applications, which require a State match and that may commit or require State support after the grant's expiration.

In order to provide effective cash flow management for revenues and expenditures of the General Fund and the Property Tax Relief Fund in the implementation of the fiscal year 2005 annual appropriations act, there are appropriated from the General Fund such sums as may be required to pay the principal of and interest on tax and revenue anticipation notes including notes in the form of commercial paper (hereinafter collectively referred to as short-term notes), together with any costs or obligations relating to the issuance thereof or contracts related thereto, according to the terms set forth herein. Provided further that, to the extent that short-term notes are issued for cash flow management purposes in connection with the Property Tax Relief Fund, there are appropriated from the Property Tax Relief Fund such sums as may be required to pay the principal of those short-term notes.

The State Treasurer is authorized to issue short-term notes, which notes shall not constitute a general obligation of the State or a debt or a liability within the meaning of the State Constitution, and the State Treasurer is authorized to pay any costs or obligations relating to the issuance of such short-term notes or contracts relating thereto. Such short-term notes shall be issued in such amounts and at such times as the State Treasurer shall deem necessary for the above stated purposes and for the payment of related costs, and on such terms and conditions, sold in such manner and at such prices, bearing interest at such fixed or variable rate or rates, renewable at such time or times, and entitled to such security, and using such paying agents as shall be determined by the State Treasurer. The State Treasurer is authorized to enter into such contracts and to take such other actions, all as determined by the State Treasurer to be appropriate to carry out the above cash flow management purposes. The State Treasurer shall give consideration to New Jersey-based vendors in entering into such contracts. Whenever the State Treasurer issues such short-term notes, the State Treasurer shall report on each such issuance to the Chairman of the Senate Budget and Appropriations Committee and the Chairman of the Assembly Appropriations Committee.

LANGUAGE PROVISIONS

The Tobacco Settlement Fund, created and established in the Department of the Treasury as a separate non-lapsing fund pursuant to section 53 of P.L.1999, c.138, is reestablished and continued. The unexpended balances in the Tobacco Settlement Fund as of June 30, 2004 are appropriated. The Tobacco Settlement Fund shall be the repository for payments due to the State made by the tobacco manufacturers pursuant to the settlement agreement entered into by the tobacco manufacturers and the State on November 23, 1998 that resolved the State's pending claims against the tobacco industry and all other moneys, including interest earnings on balances in the fund, credited or transferred thereto from any other fund or source pursuant to law. Balances in the Tobacco Settlement Fund shall be deposited in such depositories as the State Treasurer may select. Amounts transferred from the Tobacco Settlement Fund to the General Fund as anticipated revenue shall be excluded when calculating deposits to the Surplus Revenue Fund pursuant to P.L.1990, c.44 (C.52:9H-14 et seq.).

Notwithstanding any other provision of law, funds derived from the sale or conveyance of any lands and buildings or proceeds from the sale of all fill material held by a department are appropriated for demolition, acquisition of land, rehabilitation or improvement of existing facilities and construction of new facilities subject to the approval of the Director of the Division of Budget and Accounting.

With respect to appropriations provided to various departments for services provided by the Office of Information Technology, any change by the Office of Information Technology to their rate structure that would affect the rates charged to the various State agencies for Office of Information Technology services shall first be approved by the Director of the Division of Budget and Accounting.

Notwithstanding the provisions of section 29 of P.L.1983, c.303 (C.52:27H-80), or any other law to the contrary, interest earned in fiscal 2005 on balances in the Enterprise Zone Assistance Fund, shall be credited to the General Fund.

Notwithstanding any other law to the contrary, funds may be transferred from the State Disability Benefits Fund to the General Fund during the fiscal year ending June 30, 2005, which transfer amount shall be based upon the actual receipt of revenue in the State Disability Benefits Fund as shall be determined by the State Treasurer in consultation with the Commissioner of Labor, subject to the approval of the Director of the Division of Budget and Accounting.

There is appropriated $600,000 from the Casino Simulcasting Fund for transfer to the Casino Revenue Fund.

In all cases in which language authorizes the appropriation of additional receipts not to exceed a specific amount, and the specific amount is insufficient to cover the amount due for fringe benefits and indirect costs, there are appropriated from receipts such additional amounts as are required to fully cover the amount due for fringe benefits and indirect costs, subject to the approval of the Director of the Division of Budget and Accounting.

There are appropriated, out of receipts derived from any structured financing transaction, such sums as may be necessary to satisfy any obligation incurred in connection with any structured financing agreement, subject to the approval of the Director of the Division of Budget and Accounting. In addition, there are appropriated such sums as may be necessary to pay costs incurred in connection with any proposed structured financing transaction, subject to the approval of the Director of the Division of Budget and Accounting.

Notwithstanding the provisions of any departmental language or statute, no receipts in excess of those anticipated or appropriated as provided in the Departmental Revenue Statements (BB-103's) in the fiscal 2005 budget submission are available for expenditure until a comprehensive expenditure plan is submitted to and approved by the Director of the Division of Budget and Accounting.

Such sums as may be necessary are appropriated or transferred from existing appropriations for the purpose of promoting awareness to increase participation in programs that are administered by the State subject to the approval of the Director of the Division of Budget and Accounting.

There are appropriated such additional sums as may be required to pay the amount of any civil penalty imposed on a State officer, employee or custodian pursuant to section 12 of P.L.2001, c.404 (C.47:1A-11), as recommended by the Attorney General and as the Director of the Division of Budget and Accounting shall determine.

Receipts derived from the provision of copies and other materials related to compliance with P.L.2001, c.404, are appropriated for the purpose of offsetting agency and departmental expenses of complying with the public access law, subject to the approval of the Director of the Division of Budget and Accounting.

There is appropriated $110,000,000 from the State Disability Benefits Fund for transfer to the General Fund as State revenue.

Notwithstanding any law to the contrary, there is appropriated from the Universal Service Fund $72,431,000 for transfer to the General Fund as State revenue.

Notwithstanding the provisions of section 32 of P.L. 2002, c.40 (C.52:9H-38) to the contrary, revenues derived from the corporation business tax during fiscal year 2004 shall not be credited to the "Corporation Business Tax Excess Revenue Fund" but shall be available as undesignated funds in the General Fund except as are dedicated by Article VIII, Section II, paragraph 6 of the State Constitution.

Any qualifying State aid or Grants-In-Aid appropriation, or part thereof, made from the General Fund may be transferred and recorded as an appropriation from the Casino Revenue Fund, as deemed necessary by the State Treasurer, in order that the Director of the Division of Budget and Accounting may warrant the necessary payments; provided however, that the available unreserved, undesignated fund balance in the Casino Revenue Fund, as determined by the State Treasurer, is sufficient to support the expenditure.

Providing that the contributions made during fiscal year 2005 by the University of Medicine and Dentistry of New Jersey and its affiliates to the University of Medicine and Dentistry of New Jersey – Self Insurance Reserve Fund is equal to the amount established in a memorandum of agreement between the Department of the Treasury and the University, and if after such amount having been contributed, the receipts deposited within the University of Medicine and Dentistry of New Jersey's Self Insurance Reserve Fund are insufficient to pay claims expenditures, there is appropriated from the General Fund to the Self Insurance Reserve Fund such sums as may be necessary to pay the remaining claims, subject to the approval of the Director of the Division of Budget and Accounting.

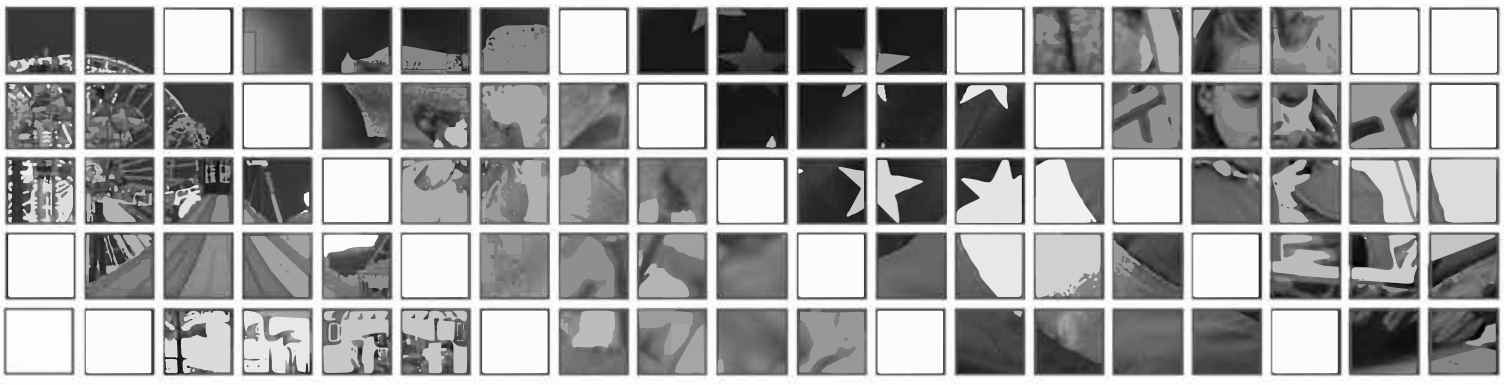
In addition to any amounts hereinabove appropriated to pay debt service on bonds, notes and other obligations by the various independent authorities, payment of which is to be made by the State subject to appropriation pursuant to a contract with the State Treasurer or pursuant to a lease with a State department, there is hereby appropriated such additional sums as the Director of the Division of Budget and Accounting shall determine are required to pay all amounts due from the State pursuant to such contracts or leases, as applicable.

All proceeds derived from the sale of real property shall be deposited in the General Fund, and not withstanding any other law to the contrary there are appropriated from the proceeds of the sale of real property such sums as may be determined by the State Treasurer to the department which formerly owned or operated the asset for the purpose of capital improvements, purchase of equipment, or other program expenses, subject to the approval of the Director of the Division of Budget and Accounting.

This act shall take effect July 1, 2004.

Revolving Funds

The Revolving Fund section consists of programs or agencies which receive no direct appropriations, but instead, operate from fees charged to other State agencies for services or commodities.



26. DEPARTMENT OF CORRECTIONS
10. PUBLIC SAFETY AND CRIMINAL JUSTICE
16. DETENTION AND REHABILITATION
7020. BUREAU OF STATE USE INDUSTRIES

The Bureau of State Use Industries (RS 30:4–98), operates self–sustaining work–training projects in the institutions. Functions include planning and maintenance of industrial output, training of personnel, procurement of equipment and materials, distribution of finished products, accounting, billing and cost control systems similar to any diversified manufacturing operation. Products manufactured in State Use Industries are sold only to tax supported agencies, institutions and units of State, county and municipal governments both within and outside of New Jersey. Under current law, products manufactured by inmate labor through DEPTCOR/Bureau of State Use Industries must not be sold in competition with the products of free enterprise on the open market.

On July 1, 1990 the Bureau formally registered with the New Jersey Department of State the trademark/servicemark DEPTCOR. The DEPTCOR trade name now represents the complete line of products and services offered by the Bureau of State Use Industries.

EVALUATION DATA

	Actual FY 2002	Actual FY 2003	Revised FY 2004	Budget Estimate FY 2005
PROGRAM DATA				
State Use				
Average number of jobs for inmates	1,700	1,525	1,525	1,525
Inmates assigned during year	1,701	3,000	3,300	3,300
Number of				
Shops and Offices	38	38	40	39
Product items	2,000	2,000	2,000	2,000
Sales	$18,422,985	$19,973,221	$21,200,000	$22,536,000
PERSONNEL DATA				
Position Data				
All Other	174	160	167	180

Notes:

Actual payroll counts are reported for fiscal years 2002 and 2003 as of December and revised fiscal year 2004 as of September.

The Budget Estimate for fiscal year 2005 reflects the number of positions funded.

APPROPRIATIONS DATA
(thousands of dollars)

Year Ending June 30, 2003								Year Ending June 30, 2005	
Orig. & (S)Supple–mental	Reapp. & (R)Recpts.	Transfers & (E)Emer–gencies	Total Available	Expended		Prog. Class.	2004 Adjusted Approp.	Requested	Recom–mended
					Distribution by Program				
—	19,298	—	19,298	18,662	State Use	06	16,879	18,879	18,879
—	*19,298*	—	*19,298*	*18,662*	*Total Appropriation*[a]		*16,879*	*18,879*	*18,879*
					Distribution by Object				
					Personal Services:				
—	—	—	—	7,309	Salaries and Wages		7,178	8,527	8,527
—	—	—	—	*7,309*	*Total Personal Services*		*7,178*	*8,527*	*8,527*
—	—	—	—	8,562	Materials and Supplies		6,801	7,427	7,427
—	—	—	—	1,382	Services Other Than Personal		1,650	1,650	1,650
—	—	—	—	826	Maintenance and Fixed Charges		785	785	785
					Special Purpose:				
—	1,390 17,908[R]	—	19,298	—	State Use	06	—	—	—
—	*19,298*	—	*19,298*	—	*Total Special Purpose*		—	—	—
—	—	—	—	583	Additions, Improvements and Equipment		465	490	490

Notes —

(a) Fiscal data adjusted to reflect accounting adjustments.

26. DEPARTMENT OF CORRECTIONS
10. PUBLIC SAFETY AND CRIMINAL JUSTICE
16. DETENTION AND REHABILITATION
7030. BUREAU OF STATE FARM OPERATIONS

The Farm Operations Revolving Fund combines revenues and expenses for all farm operations and processing plants. Products are sold for the benefit of State institutions at prices not to exceed competitive bid prices of the Department of Treasury, General Services Administration, Bureau of Purchase and Property. Farm Operations consists of five dairy farms and six processing plants at institutions throughout the State. A beef processing plant is located at Riverfront State Prison. Pork, turkey and vegetable products are produced at South Woods State Prison and fruit drink production began at Bayside State Prison and Jones Farm in October 2001. Farm Operations provides products to the Departments of Corrections, Human Services, Military and Veterans Affairs, the Juvenile Justice Commission, and customers of the State Distribution Center.

EVALUATION DATA

	Actual FY 2002	Actual FY 2003	Revised FY 2004	Budget Estimate FY 2005
PROGRAM DATA				
Farm Operations				
Inmates assigned	450	475	475	465
Value of farm products	9,492,000	10,200,000	10,500,000	10,600,000
Whole milk (quarts)	6,200,000	6,300,000	6,400,000	6,450,000
Low fat milk (1/2 pints)	7,700,000	7,900,000	8,100,000	8,100,000
Beef (pounds)	2,532,500	2,560,000	2,640,000	2,680,000
Pork (pounds)	178,250	211,500	224,500	224,500
Turkey processing (pounds)	676,000	750,000	800,000	800,000
Vegetable processing (pounds)	4,965,000	5,040,000	5,120,000	5,120,000
Fruit Drink (1/2 pints)	173,000	274,000	284,000	284,000
PERSONNEL DATA				
Position Data				
All Other	55	50	53	54

Notes:

Actual payroll counts are reported for fiscal years 2002 and 2003 as of December and revised fiscal year 2004 as of September.
The Budget Estimate for fiscal year 2005 reflects the number of positions funded.

APPROPRIATIONS DATA
(thousands of dollars)

Year Ending June 30, 2003								Year Ending June 30, 2005	
Orig. & (S)Supplemental	Reapp. & (R)Recpts.	Transfers & (E)Emergencies	Total Available	Expended		Prog. Class.	2004 Adjusted Approp.	Requested	Recommended
					Distribution by Program				
—	11,122	—	11,122	10,920	Farm Operations	20	10,318	10,318	10,318
—	*11,122*	—	*11,122*	*10,920*	*Total Appropriation*[a]		*10,318*	*10,318*	*10,318*
					Distribution by Object				
					Personal Services:				
—	—	—	—	2,620	Salaries and Wages		2,693	2,765	2,765
—	—	—	—	*2,620*	*Total Personal Services*		*2,693*	*2,765*	*2,765*
—	—	—	—	6,417	Materials and Supplies		5,888	5,986	5,986
—	—	—	—	638	Services Other Than Personal		567	567	567
—	—	—	—	819	Maintenance and Fixed Charges		825	665	665
					Special Purpose:				
—	1,232 9,890[R]	—	11,122	—	Farm Operations	20	—	—	—
—	*11,122*	—	*11,122*	—	*Total Special Purpose*		—	—	—
—	—	—	—	426	Additions, Improvements and Equipment		345	335	335

Notes —

(a) Fiscal data adjusted to reflect accounting adjustments.

46. DEPARTMENT OF HEALTH AND SENIOR SERVICES
20. PHYSICAL AND MENTAL HEALTH
21. HEALTH SERVICES
4280. DIVISION OF PUBLIC HEALTH AND ENVIRONMENTAL LABORATORIES

The Department of Health and Senior Services operates a revolving fund for certain laboratory services that are charged to the public or third party providers. Receipts from the sale of these services support staff and supplies that handle the increased laboratory effort generated from these activities.

EVALUATION DATA

	Actual FY 2002	Actual FY 2003	Revised FY 2004	Budget Estimate FY 2005
PERSONNEL DATA				
Position Data				
All Other	93	85	92	92

Notes:

Actual payroll counts are reported for fiscal years 2002 and 2003 as of December and revised fiscal year 2004 as of September.
The Budget Estimate for fiscal year 2005 reflects the number of positions funded.

APPROPRIATIONS DATA
(thousands of dollars)

Year Ending June 30, 2003								Year Ending June 30, 2005	
Orig. & (S)Supplemental	Reapp. & (R)Recpts.	Transfers & (E)Emergencies	Total Available	Expended		Prog. Class.	2004 Adjusted Approp.	Requested	Recommended
					Distribution by Program				
—	12,148	—	12,148	9,498	Laboratory Services	08	8,200	12,500	12,500
—	*12,148*	—	*12,148*	*9,498*	*Total Appropriation*		*8,200*	*12,500*	*12,500*
					Distribution by Object				
					Personal Services:				
—	—	—	—	3,970	Salaries and Wages		3,671	5,200	5,200
—	—	—	—	462	Employee Benefits		467	780	780
—	—	—	—	*4,432*	*Total Personal Services*		*4,138*	*5,980*	*5,980*
—	—	—	—	3,800	Materials and Supplies		3,180	3,313	3,313
—	—	—	—	698	Services Other Than Personal		206	544	544
—	—	—	—	283	Maintenance and Fixed Charges		410	326	326
					Special Purpose:				
—	1,302 10,846R	—	12,148	—	Laboratory Services	08	—	—	—
—	—	—	—	257	Other Special Purpose		230	286	286
—	*12,148*	—	*12,148*	*257*	*Total Special Purpose*		*230*	*286*	*286*
					Grants:				
—	—	—	—	—	Newborns Treatment and Support for Metabolic and Genetic Disorders	08	—	2,000	2,000
—	—	—	—	—	*Total Grants*		—	*2,000*	*2,000*
—	—	—	—	28	Additions, Improvements and Equipment		36	51	51

54. DEPARTMENT OF HUMAN SERVICES
50. ECONOMIC PLANNING, DEVELOPMENT AND SECURITY
53. ECONOMIC ASSISTANCE AND SECURITY
7550. DIVISION OF FAMILY DEVELOPMENT

Information processing services are provided to the county welfare agencies and the county probation departments through three major systems. The Electronic Benefits Transfer System (EBT) provides electronic transfer of public assistance and food stamp benefits to welfare recipients. EBT operational costs are shared equally by the federal government and participating counties. The Family Assistance Management Information System (FAMIS) is a benefit delivery system for disbursement of Work First New Jersey (WFNJ), Food Stamp coupons and Medicaid Eligibility cards. The Automated Child Support Enforcement System (ACSES) is a Statewide system for the collection and distribution of child support payments and arrearages. Development and implementation costs were funded by the State and federal governments. Maintenance and operations are funded by the State, county and federal governments.

APPROPRIATIONS DATA
(thousands of dollars)

Year Ending June 30, 2003								Year Ending June 30, 2005	
Orig. & (S)Supplemental	Reapp. & (R)Recpts.	Transfers & (E)Emergencies	Total Available	Expended		Prog. Class.	2004 Adjusted Approp.	Requested	Recommended
					Distribution by Program				
—	6,755	—	6,755	6,624	Income Maintenance Management	15	7,174	7,174	7,174
—	*6,755*	—	*6,755*	*6,624*	*Total Appropriation*		*7,174*	*7,174*	*7,174*
					Distribution by Object				
—	776 5,979R	—	6,755	6,624	Services Other Than Personal		7,174	7,174	7,174

74. DEPARTMENT OF STATE
70. GOVERNMENT DIRECTION, MANAGEMENT AND CONTROL
74. GENERAL GOVERNMENT SERVICES
2545. RECORDS MANAGEMENT

Pursuant to Executive Order No.109, dated October 8, 1981, 14 of the State's 22 microfilming units were consolidated into one central unit located in the Records Storage Center. Costs of time and material are reimbursed by the user agencies.

Records Management is responsible for the conservation, preservation, archiving, and storage of all official state documents. The microfilming of these documents is one way of preserving them for future research and storage. Microfilmed documents include checks, dockets, official letters, and judgments.

Official documents are stored at the Records Storage Center and retained for research purposes for a period of time as detailed by the Records Retention Schedule. Historic documents which have significance to the history of New Jersey (e.g., Governor's letters) are permanently retained at the State Archives.

EVALUATION DATA

	Actual FY 2002	Actual FY 2003	Revised FY 2004	Budget Estimate FY 2005
PERSONNEL DATA				
Position Data				
All Other	46	40	45	42

Notes:

Actual payroll counts are reported for fiscal years 2002 and 2003 as of December and revised fiscal year 2004 as of September.
The Budget Estimate for fiscal year 2005 reflects the number of positions funded.

APPROPRIATIONS DATA
(thousands of dollars)

Year Ending June 30, 2003							Year Ending June 30, 2005	
Orig. & (S)Supplemental	Reapp. & (R)Recpts.	Transfers & (E)Emergencies	Total Available	Expended		Prog. Class.	2004 Adjusted Approp.	Requested	Recommended
					Distribution by Program				
—	1,163	—	1,163	1,162	Records Management	08	1,293	1,293	1,293
—	*1,163*	—	*1,163*	*1,162*	*Total Appropriation*		*1,293*	*1,293*	*1,293*
					Distribution by Object				
					Personal Services:				
—	—	—	—	1,034	Salaries and Wages		1,286	1,286	1,286
—	—	—	—	*1,034*	*Total Personal Services*		*1,286*	*1,286*	*1,286*
—	—	—	—	70	Materials and Supplies		7	7	7
—	—	—	—	17	Services Other Than Personal		—	—	—
—	—	—	—	41	Maintenance and Fixed Charges		—	—	—
					Special Purpose:				
—	18 1,145[R]	—	1,163	—	Control–Records Management	08	—	—	—
—	*1,163*	—	*1,163*	—	*Total Special Purpose*		—	—	—

Language Recommendations —

Receipts derived from fees charged for microfilming/imaging services provided to local governments are appropriated for the same purpose.

The Director of the Division of Budget and Accounting is empowered to transfer or credit to the Microfilm/Imaging Section any appropriation made to any department for microfilming/imaging costs which had been appropriated or allocated to such department for its share of the costs of the Microfilm/ Imaging Section.

82. DEPARTMENT OF THE TREASURY
70. GOVERNMENT DIRECTION, MANAGEMENT AND CONTROL
74. GENERAL GOVERNMENT SERVICES
2020. OFFICE OF PUBLIC COMMUNICATION

The Office of Public Communication was created by Executive Order No. 30, effective February 1, 1976, to centralize the functions of press and public relations services. It operates as a revolving fund with the costs of operation being financed by the agencies receiving services.

EVALUATION DATA

	Actual FY 2002	Actual FY 2003	Revised FY 2004	Budget Estimate FY 2005
PERSONNEL DATA				
Position Data				
All Other	25	21	18	20

Notes:

Actual payroll counts are reported for fiscal years 2002 and 2003 as of December and Revised fiscal year 2004 as of September.
The Budget Estimate for fiscal year 2005 reflects the number of positions funded.

APPROPRIATIONS DATA
(thousands of dollars)

Year Ending June 30, 2003							Year Ending June 30, 2005	
Orig. & (S)Supplemental	Reapp. & (R)Recpts.	Transfers & (E)Emergencies	Total Available	Expended		Prog. Class.	2004 Adjusted Approp.	Requested	Recommended
					Distribution by Program				
—	1,631	—	1,631	1,352	Public Information Services	04	1,293	1,293	1,293
—	*1,631*	—	*1,631*	*1,352*	*Total Appropriation*		*1,293*	*1,293*	*1,293*
					Distribution by Object				
					Personal Services:				
—	—	—	—	1,132	Salaries and Wages		1,192	1,210	1,210

Year Ending June 30, 2003							Year Ending June 30, 2005		
Orig. & (S)Supplemental	Reapp. & (R)Recpts.	Transfers & (E)Emergencies	Total Available	Expended		Prog. Class.	2004 Adjusted Approp.	Requested	Recommended
---	---	---	---	*1,132*	*Total Personal Services*		*1,192*	*1,210*	*1,210*
—	—	—	—	81	Materials and Supplies		42	33	33
—	—	—	—	109	Services Other Than Personal		50	40	40
—	—	—	—	14	Maintenance and Fixed Charges		9	10	10
					Special Purpose:				
—	201 1,430R	—	1,631	—	Public Information Services	04	—	—	—
---	*1,631*	---	*1,631*	---	*Total Special Purpose*		---	---	---
—	—	—	—	16	Additions, Improvements and Equipment		—	—	—

82. DEPARTMENT OF THE TREASURY
70. GOVERNMENT DIRECTION, MANAGEMENT AND CONTROL
74. GENERAL GOVERNMENT SERVICES
2034. OFFICE OF INFORMATION TECHNOLOGY

The Office of Information Technology (OIT), in–but–not–of the Department of Treasury, was created by Executive Order No.87 on September 4, 1998. Under the direction of the Chief Information Officer and with oversight by a public and private sector board, the OIT assumed all the responsibilities of the former Office of Telecommunications and Information Systems. The OIT has operational responsibility for the State's major data centers and the Garden State Network, a statewide integrated communications network capable of carrying data and voice transmissions.

The OIT processes information for a wide variety of department and agency programs including, but not limited to, centralized payroll, budget, revenue, general accounting, pensions, nursing home claims, food stamps, public assistance, institutional patient billings, caseload activities, unemployment compensation, disability insurance, employment and personnel services, engineering services, air monitoring, and criminal justice.

The fiscal data displayed below reflects the authorized spending level for the OIT. The amount appropriated for the Office of Information Technology is distributed directly to State user agencies from a combination of State, federal and dedicated (i.e., All Other Fund) resources. State user agencies reimburse OIT for information processing services provided.

EVALUATION DATA

	Actual FY 2002	Actual FY 2003	Revised FY 2004	Budget Estimate FY 2005
PROGRAM DATA				
Office of Information Technology				
Computer Resources				
Mainframe Environment				
Major Data Centers	2	2	2	2
IBM Mainframe Environment	2	2	2	2
BULL Mainframe Environment	1	1	1	1
Relative Processing Speed (MIPS)	1,430	1,425	1,760	1,960
Server Environment				
UNIX Environment	69	144	135	170
Other Environments	77	164	120	190
OIT Hosted/Client Supported (Combined)	23	31	30	50
Telecommunications Infrastructure				
Data Network (Garden State Network)				
Router Infrastructure (Central Location)	38	50	56	60
Router Infrastructure (Distributed Locations)	1,493	1,517	1,573	1,835
Client Locations Supported	2,287	2,007	2,203	1,625
Data Lines	2,131	2,416	2,439	2,682
Data Devices	10,683	9,996	9,054	9,959
State Access to the Internet (Bandwidth in Mbs)	90	180	180	225
Access for Local Government				
Drops Supported (SNA Circuits)	10,599	5,100	8,010	3,630
Drops Supported (IP Circuits)	12,624	21,048	15,110	25,468

	Actual FY 2002	Actual FY 2003	Revised FY 2004	Budget Estimate FY 2005
Voice Network				
Voice Lines Supported	72,500	82,110	83,000	84,575
Voice Devices Supported	91,864	103,000	94,619	106,090
Other				
Cell Phones Supported	3,946	4,967	4,533	9,000
E-911 PSAPs Supported	363	350	364	350
Production Services and User Support				
Transactions				
On-line Transactions (Millions)	1,852	1,951	2,034	2,170
Checks Produced (Millions)	20	22	20	22
User Support				
User Logon ID's	90,010	85,000	90,000	95,000
User Calls to the HelpDesk (NCC)	87,748	82,747	120,000	120,000
Applications Development and Maintenance				
Legacy and Client/Server	411	411	439	447
Under Development	46	46	51	57
Maintenance Mode	365	365	388	390
E-Government				
Under Development	19	6	5	5
Maintenance Mode	34	25	30	40
Directory Services	65,000	150,000	500,000	750,000
Digital Certificates	8,000	10,000	65,000	65,000
Geographic Information System				
Under Development	7	7	10	15
Maintenance Mode	8	8	13	20
Web Site				
Under Development	130	130	110	125
Maintenance Mode	47	47	40	50
OIT Supported Web Pages (Thousands)	82	82	110	250
Access (hits) to State Web Site (Millions)	1,400	1,400	8,500	9,000
Page View (Millions)	172	172	350	210
Client Applications Supported				
Agriculture	1	1	1	1
Banking and Insurance	14	13	14	15
Community Affairs	30	28	30	28
Corrections	6	6	5	6
Education	4	5	5	4
Environmental Protection	11	14	11	14
Health	21	20	22	22
Human Services	53	57	59	56
Labor	35	32	34	30
Law & Public Safety	30	38	35	35
Personnel	9	9	10	10
Transportation	88	102	89	97
Treasury	104	109	118	119
Other	5	6	6	10
Total	411	440	439	447
PERSONNEL DATA				
Position Data				
All Other (a)	1,051	937	966	966

Notes:

Actual payroll counts are reported for fiscal years 2002 and 2003 as of December and Revised fiscal year 2004 as of September. The Budget Estimate for fiscal year 2005 reflects the number of positions funded.

APPROPRIATIONS DATA
(thousands of dollars)

Year Ending June 30, 2003							Year Ending June 30, 2005	
Orig. & (S)Supplemental	Reapp. & (R)Recpts.	Transfers & (E)Emergencies	Total Available	Expended		Prog. Class.	2004 Adjusted Approp.	Requested	Recommended
					Distribution by Program				
—	116,693	−1,373	115,320	101,145	Office of Information Technology	40	98,178	98,178	98,178
—	*116,693*	*−1,373*	*115,320*	*101,145*	*Total Appropriation*		*98,178*[a]	*98,178*	*98,178*
					Distribution by Object				
					Personal Services:				
—	—	—	—	62,677	Salaries and Wages		62,417	62,417	62,417
—	—	—	—	3	Employee Benefits		—	—	—
—	—	—	—	*62,680*	*Total Personal Services*		*62,417*	*62,417*	*62,417*
—	—	—	—	1,396	Materials and Supplies		1,330	1,330	1,330
—	—	—	—	32,090	Services Other Than Personal		30,169	30,169	30,169
—	—	—	—	304	Maintenance and Fixed Charges		192	192	192
					Special Purpose:				
—	7,972 95,067[R]	−2,360	100,679	—	Office of Information Technology	40	—	—	—
—	465 193[R]	—	658	—	GovConnect–Government to Government Network	40	—	—	—
—	*103,697*	*−2,360*	*101,337*	—	*Total Special Purpose*		—	—	—
—	10,130 2,866[R]	987	13,983	4,675	Additions, Improvements and Equipment		4,070	4,070	4,070

Notes —

(a) The fiscal year 2004 appropriation has been adjusted to reflect estimated reimbursements from client agencies.

DISTRIBUTION BY AGENCY	General Fund	Federal Funds	All Other Funds	Grand Total
Agriculture	39	—	—	39
Banking and Insurance	655	—	—	655
Chief Executive Office	54	—	—	54
Community Affairs	1,414	435	—	1,849
Corrections	1,747	—	11	1,758
Education	202	73	7	282
Environmental Protection	328	—	—	328
Health	451	75	216	742
Human Services	5,347	15,888	3,905	25,140
Labor	2,443	11,146	—	13,589
Law and Public Safety	9,071	—	297	9,368
Military and Veteran's Affairs	247	—	—	247
Personnel	1,376	—	—	1,376
State	102	86	32	220
Transportation	4,189	—	8,875	13,064
Treasury	28,592	—	566	29,158
Total Executive Branch	56,257	27,703	13,909	97,869
Legislature	49	—	—	49
Judiciary	260	—	—	260
Total Recommended	56,566	27,703	13,909	98,178

82. DEPARTMENT OF THE TREASURY
70. GOVERNMENT DIRECTION, MANAGEMENT AND CONTROL
74. GENERAL GOVERNMENT SERVICES
2052. STATE CENTRAL MOTOR POOL

The Bureau of Transportation Services (State Central Motor Pool) operates and oversees the maintenance and repair facilities servicing State owned motor vehicles. The Bureau controls and manages the majority of maintenance, fueling and repair facilities located throughout the State. The Bureau has legal ownership of all State vehicles and prescribes rules and regulations aimed at promoting efficient and effective use of the fleet.

EVALUATION DATA

	Actual FY 2002	Actual FY 2003	Revised FY 2004	Budget Estimate FY 2005
PROGRAM DATA				
Automotive Services				
Vehicles				
Central Motor Pool Maintained (a)	6,950	6,886	6,825	6,825
Agency Assignment (b)	7,489	7,570	8,030	8,030
Mechanic Personnel	44	44	49	49
PERSONNEL DATA				
Position Data				
All Other	115	102	108	107

Notes:

Actual payroll counts are reported for fiscal years 2002 and 2003 as of December and Revised fiscal year 2004 as of September. The Budget Estimate for fiscal year 2005 reflects the number of positions funded.

(a) Vehicles titled to the Central Motor Pool and under the jurisdiction of the Central Motor Pool as a result of the consolidation of statewide facilities.

(b) Vehicles titled to the Central Motor Pool, however, the supporting funds are budgeted in the agency budgets, not in the Central Motor Pool requested authorization.

APPROPRIATIONS DATA
(thousands of dollars)

Year Ending June 30, 2003								Year Ending June 30, 2005	
Orig. & (S)Supplemental	Reapp. & (R)Recpts.	Transfers & (E)Emergencies	Total Available	Expended		Prog. Class.	2004 Adjusted Approp.	Requested	Recommended
					Distribution by Program				
—	28,678	−1,261	27,417	19,532	Automotive Services	41	17,637	17,437	17,437
—	*28,678*	*−1,261*	*27,417*	*19,532*	*Total Appropriation*		*17,637*	*17,437*	*17,437*
					Distribution by Object				
					Personal Services:				
—	—	—	—	5,612	Salaries and Wages		5,631	5,594	5,594
—	—	—	—	*5,612*	*Total Personal Services*		*5,631*	*5,594*	*5,594*
—	—	—	—	6,606	Materials and Supplies		6,000	5,800	5,800
—	—	—	—	652	Services Other Than Personal		700	737	737
—	—	—	—	4,667	Maintenance and Fixed Charges		5,051	5,051	5,051
					Special Purpose:				
—	7,695 16,714R 2	−1,261	23,148	—	Automotive Services	41	—	—	—
—	16R	—	18	—	Central Motor Pool Indirect Cost Recoveries	41	—	—	—
—	4,251	—	4,251	—	Vehicle Escrow	41	—	—	—

Year Ending June 30, 2003							Year Ending June 30, 2005		
Orig. & (S)Supple-mental	Reapp. & (R)Recpts.	Transfers & (E)Emer-gencies	Total Available	Expended		Prog. Class.	2004 Adjusted Approp.	Requested	Recom-mended
---	*28,678*	*-1,261*	*27,417*	---	*Total Special Purpose*		---	---	---
---	---	---	---	1,995	Additions, Improvements and Equipment		255	255	255

82. DEPARTMENT OF THE TREASURY
70. GOVERNMENT DIRECTION, MANAGEMENT AND CONTROL
74. GENERAL GOVERNMENT SERVICES
2056. PRINT SHOP

Pursuant to NJSA 52:18A-30, the Treasury Department Print Shop operates as a revolving fund. The costs of labor and materials are reimbursed by various agencies including, but not limited to the Department of the Treasury, the Office of the Chief Executive, the Legislature, and the Department of State.

EVALUATION DATA

	Actual FY 2002	Actual FY 2003	Revised FY 2004	Budget Estimate FY 2005
PROGRAM DATA				
Printing Services				
Orders processed	6,213	6,288	6,300	6,300
Pages printed	61,211,275	56,560,907	57,000,000	57,000,000
Metal offset plates	688	538	550	550
Sheets collated (a)	923,617	1,019,816	1,200,000	1,200,000
Items bound, padded and punched	17,858,005	15,820,400	16,000,000	16,000,000
PERSONNEL DATA				
Position Data				
All Other	31	30	26	30

Notes:

Actual payroll counts are reported for fiscal years 2002 and 2003 as of December and Revised fiscal year 2004 as of September.

The Budget Estimate for fiscal year 2005 reflects the number of positions funded.

(a) Does not include collated sheets completed on high speed copiers.

APPROPRIATIONS DATA
(thousands of dollars)

Year Ending June 30, 2003							Year Ending June 30, 2005		
Orig. & (S)Supple-mental	Reapp. & (R)Recpts.	Transfers & (E)Emer-gencies	Total Available	Expended		Prog. Class.	2004 Adjusted Approp.	Requested	Recom-mended
					Distribution by Program				
---	2,009	60	2,069	1,982	Printing Services	43	2,324	2,324	2,324
---	*2,009*	*60*	*2,069*	*1,982*	*Total Appropriation*		*2,324*	*2,324*	*2,324*
					Distribution by Object				
					Personal Services:				
---	---	---	---	1,236	Salaries and Wages		1,083	1,188	1,188
---	---	---	---	*1,236*	*Total Personal Services*		*1,083*	*1,188*	*1,188*
---	---	---	---	547	Materials and Supplies		800	695	695
---	---	---	---	48	Services Other Than Personal		100	100	100
---	---	---	---	135	Maintenance and Fixed Charges		291	291	291
					Special Purpose:				
---	50 1,910R	60	2,020	---	Printing Services	43	---	---	---
---	15 34R	---	49	---	Indirect Cost Recovery (Print Shop)	43	---	---	---

Year Ending June 30, 2003							Year Ending June 30, 2005	
Orig. & (S)Supplemental	Reapp. & (R)Recpts.	Transfers & (E)Emergencies	Total Available	Expended		Prog. Class.	2004 Adjusted Approp.	Requested	Recommended
---	*2,009*	*60*	*2,069*	---	*Total Special Purpose*		---	---	---
---	---	---	---	16	Additions, Improvements and Equipment		50	50	50

82. DEPARTMENT OF THE TREASURY
70. GOVERNMENT DIRECTION, MANAGEMENT AND CONTROL
74. GENERAL GOVERNMENT SERVICES
2057. DISTRIBUTION CENTER

The Distribution Center (NJSA 52:25-13) maintains and operates central facilities for the purchase and distribution of food and other materials used by various State agencies. Revenues collected include amounts sufficient to cover the costs of operation. Financing for the program is accomplished through the use of the State Purchase Fund.

EVALUATION DATA

	Actual FY 2002	Actual FY 2003	Revised FY 2004	Budget Estimate FY 2005
PROGRAM DATA				
Purchasing and Inventory Management				
Sales	$52,841,018	$53,788,193	$56,400,000	$56,400,000
Value of inventory, June 30	$3,950,565	$4,035,884	$4,500,000	$4,500,000
% of Demand ($) Delivered	96%	97%	96%	96%
PERSONNEL DATA				
Position Data				
All Other	78	75	71	77

Notes:

Actual payroll counts are reported for fiscal years 2002 and 2003 as of December and Revised fiscal year 2004 as of September.
The Budget Estimate for fiscal year 2005 reflects the number of positions funded.

APPROPRIATIONS DATA
(thousands of dollars)

Year Ending June 30, 2003							Year Ending June 30, 2005	
Orig. & (S)Supplemental	Reapp. & (R)Recpts.	Transfers & (E)Emergencies	Total Available	Expended		Prog. Class.	2004 Adjusted Approp.	Requested	Recommended
					Distribution by Program				
---	51,101	-47	51,054	54,138	Purchasing and Inventory Management[a]	09	56,400	55,941	55,941
---	*51,101*	*-47*	*51,054*	*54,138*	*Total Appropriation*		*56,400*	*55,941*	*55,941*
					Distribution by Object				
					Personal Services:				
---	---	---	---	3,321	Salaries and Wages		3,142	3,316	3,316
---	---	---	---	*3,321*	*Total Personal Services*		*3,142*	*3,316*	*3,316*
---	---	---	---	307	Materials and Supplies		270	182	182
---	---	---	---	397	Services Other Than Personal		468	388	388
---	---	---	---	342	Maintenance and Fixed Charges		350	332	332
					Special Purpose:				
---	157 50,944[R]	-47	51,054	---	State Purchase Fund	09	51,920	51,461	51,461
---	---	---	---	49,470	Other Special Purpose		---	---	---
---	*51,101*	*-47*	*51,054*	*49,470*	*Total Special Purpose*		*51,920*	*51,461*	*51,461*
---	---	---	---	301	Additions, Improvements and Equipment		250	262	262

Notes —

(a) Expenditure data reflects a delay in receiving receipts from departments for items ordered on their behalf.

82. DEPARTMENT OF THE TREASURY
70. GOVERNMENT DIRECTION, MANAGEMENT AND CONTROL
74. GENERAL GOVERNMENT SERVICES
2065. DIVISION OF PROPERTY MANAGEMENT AND CONSTRUCTION

The Division of Property Management and Construction – Construction Management Services provides all architectural and engineering design and construction supervision of new facilities, as well as the renovation and rehabilitation of existing facilities; provides technical advice and assistance to all State agencies in preliminary planning, programming design, layout and cost estimating; administers construction and professional service contracts associated with building programs; provides for field supervision on State construction projects; ensures that all building programs are completed in accordance with the objectives of the State agencies within established budgets.

EVALUATION DATA

	Actual FY 2002	Actual FY 2003	Revised FY 2004	Budget Estimate FY 2005
PERSONNEL DATA				
Position Data				
All Other	48	42	47	48

Notes:

Actual payroll counts are reported for fiscal years 2002 and 2003 as of December and Revised fiscal year 2004 as of September.
The Budget Estimate for fiscal year 2005 reflects the number of positions funded.

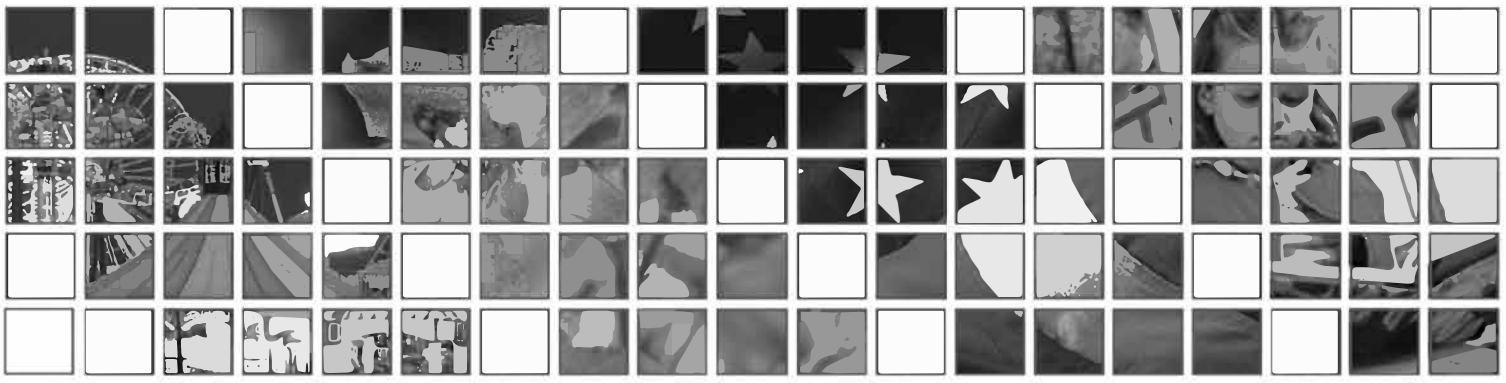
APPROPRIATIONS DATA
(thousands of dollars)

Year Ending June 30, 2003								Year Ending June 30, 2005	
Orig. & (S)Supplemental	Reapp. & (R)Recpts.	Transfers & (E)Emergencies	Total Available	Expended		Prog. Class.	2004 Adjusted Approp.	Requested	Recommended
					Distribution by Program				
—	6,627	—	6,627	4,356	Property Management and Construction – Construction Management Services	12	6,738	6,738	6,738
—	*6,627*	—	*6,627*	*4,356*	*Total Appropriation*		*6,738*	*6,738*	*6,738*
					Distribution by Object				
					Personal Services:				
—	—	—	—	3,044	Salaries and Wages		2,910	2,995	2,995
—	—	—	—	*3,044*	*Total Personal Services*		*2,910*	*2,995*	*2,995*
—	—	—	—	130	Materials and Supplies		132	132	132
—	—	—	—	1,135	Services Other Than Personal		628	543	543
—	—	—	—	44	Maintenance and Fixed Charges		68	68	68
					Special Purpose:				
—	677 2,130[R]	—	2,807	—	Property Management and Construction – Construction Management Services	12	—	—	—
—	1,648 2,172[R]	—	3,820	—	Escrow – Construction Management Services	12	3,000	3,000	3,000
—	*6,627*	—	*6,627*	—	*Total Special Purpose*		*3,000*	*3,000*	*3,000*
—	—	—	—	3	Additions, Improvements and Equipment		—	—	—

NOTES

NOTES

Appendix



SUMMARY
ESTIMATED REVENUES, EXPENDITURES AND FUND BALANCES
SPECIAL REVENUES, CAPITAL PROJECTS, PROPRIETARY AND
PRIVATE PURPOSE TRUST FUNDS

APPENDIX 1
(thousands of dollars)

	Fiscal Year Ending June 30		
	2003 Actual	2004 Estimated	2005 Estimated
Fund Balance July 1	5,835,810	6,800,649	4,355,247
Total Revenues	9,047,634	5,864,068	5,734,238
Other Financing Sources			
Proceeds from sale of bonds	395,000	200,000	200,000
Transfers from other funds	719,293	174,139	257,687
Other	21,562	10	50
Total Other Financing Sources	1,135,855	374,149	457,737
Total Available	16,019,299	13,038,866	10,547,222
Total Expenditures	5,942,851	5,337,190	4,924,620
Other Financing Uses			
Transfers to other funds	3,275,799	3,346,429	1,746,652
Total Other Financing Uses	3,275,799	3,346,429	1,746,652
Total Expenditures and Other Financing Uses	9,218,650	8,683,619	6,671,272
Fund Balance June 30	**6,800,649**	**4,355,247**	**3,875,950**

STATEMENT OF REVENUES, EXPENDITURES AND FUND BALANCES
SPECIAL REVENUE FUNDS

APPENDIX 1A
(thousands of dollars)

	Fiscal Year Ending June 30		
	2003 Actual	2004 Estimated	2005 Estimated
Alcohol Education, Rehabilitation and Enforcement Fund (P.L. 1983, c.531)			
Fund Balance July 1	5,476	4,686	3,533
Revenues			
Taxes	11,000	11,000	11,000
Licenses and fees	1,712	1,800	1,800
Investment earnings	115	65	45
Total Revenues	12,827	12,865	12,845
Total Available	18,303	17,551	16,378
Expenditures			
Public safety and criminal justice	1,671	1,665	1,665
Physical and mental health	10,220	10,500	10,800
Total Expenditures	11,891	12,165	12,465
Other Financing Uses			
Transfers to other funds	1,726	1,853	1,950
Total Other Financing Uses	1,726	1,853	1,950
Total Expenditures and Other Financing Uses	13,617	14,018	14,415
Fund Balance June 30	**4,686**	**3,533**	**1,963**
Atlantic City Parking Fees Fund (P.L. 1993, c.159)			
Fund Balance July 1	1,394	1,409	1,424
Revenues			
Taxes	15,351	38,200	40,000
Investment earnings	15	15	15
Total Revenues	15,366	38,215	40,015
Total Available	16,760	39,624	41,439
Expenditures			
Economic planning, development and security	15,351	19,100	20,000
Total Expenditures	15,351	19,100	20,000
Other Financing Uses			
Transfers to other funds	—	19,100	20,000
Total Other Financing Uses	—	19,100	20,000
Total Expenditures and Other Financing Uses	15,351	38,200	40,000
Fund Balance June 30	**1,409**	**1,424**	**1,439**
Atlantic City Tourism Promotion Fund (P.L. 1991, c.376)			
Fund Balance July 1	743	749	757
Revenues			
Taxes	9,245	9,500	10,000
Investment earnings	6	8	10
Total Revenues	9,251	9,508	10,010
Total Available	9,994	10,257	10,767
Expenditures			
Economic planning, development and security	9,245	9,500	10,000
Total Expenditures	9,245	9,500	10,000
Fund Balance June 30	**749**	**757**	**767**

STATEMENT OF REVENUES, EXPENDITURES AND FUND BALANCES
SPECIAL REVENUE FUNDS

APPENDIX 1A
(thousands of dollars)

	Fiscal Year Ending June 30		
	2003 Actual	2004 Estimated	2005 Estimated
Beaches and Harbor Fund (P.L. 1977, c.208)			
Fund Balance July 1	1,352	1,352	1,352
Revenues			
Investment Earnings	23	15	15
Total Revenues	23	15	15
Total Available	1,375	1,367	1,367
Other Financing Uses			
Transfers to other funds	23	15	15
Total Other Financing Uses	23	15	15
Fund Balance June 30	**1,352**	**1,352**	**1,352**
Boarding House Rental Assistance Fund (P.L. 1981, c.515)			
Fund Balance July 1	844	377	82
Revenues			
Investment earnings	15	5	1
Total Revenues	15	5	1
Total Available	859	382	83
Expenditures			
Community development and environmental management	482	300	83
Total Expenditures	482	300	83
Fund Balance June 30	**377**	**82**	—
Body Armor Replacement Fund (P.L. 1997, c. 177)			
Fund Balance July 1	5,855	6,330	6,660
Revenues			
Investment earnings	101	56	56
Other	4,230	4,291	4,344
Total Revenues	4,331	4,347	4,400
Total Available	10,186	10,677	11,060
Expenditures			
Public safety and criminal justice	3,165	3,542	3,586
Government direction, management, and control	616	400	400
Total Expenditures	3,781	3,942	3,986
Other Financing Uses			
Transfers to other funds	75	75	75
Total Other Financing Uses	75	75	75
Total Expenditures and Other Financing Uses	3,856	4,017	4,061
Fund Balance June 30	**6,330**	**6,660**	**6,999**
Capital City Redevelopment Loan and Grant Fund (P.L. 1987, c.58)			
Fund Balance July 1	1,978	1,881	1,678
Revenues			
Investment earnings	22	17	16
Total Revenues	22	17	16
Total Available	2,000	1,898	1,694
Other Financing Uses			
Transfers to other funds	119	220	220
Total Other Financing Uses	119	220	220
Fund Balance June 30	**1,881**	**1,678**	**1,474**

STATEMENT OF REVENUES, EXPENDITURES AND FUND BALANCES
SPECIAL REVENUE FUNDS

APPENDIX 1A
(thousands of dollars)

	Fiscal Year Ending June 30		
	2003 Actual	2004 Estimated	2005 Estimated
Casino Simulcasting Fund (P.L. 1992, c.19)			
Fund Balance July 1	1,476	142	82
Revenues			
Investment earnings	37	20	18
Other	629	620	620
Total Revenues	666	640	638
Total Available	2,142	782	720
Other Financing Uses			
Transfers to other funds	2,000	700	700
Total Other Financing Uses	2,000	700	700
Fund Balance June 30	**142**	**82**	**20**
Casino Simulcasting Special Fund (P.L. 1992, c.19)			
Fund Balance July 1	3,605	2,131	1,273
Revenues			
Investment earnings	72	42	36
Other	6,260	5,600	5,500
Total Revenues	6,332	5,642	5,536
Total Available	9,937	7,773	6,809
Expenditures			
Public safety and criminal justice	7,806	6,500	6,000
Total Expenditures	7,806	6,500	6,000
Fund Balance June 30	**2,131**	**1,273**	**809**
Catastrophic Illness in Children Relief Fund (P.L. 1987, c.370)			
Fund Balance July 1	15,323	13,395	3,743
Revenues			
Services and assessments	5,820	5,850	5,900
Investment earnings	188	95	50
Total Revenues	6,008	5,945	5,950
Total Available	21,331	19,340	9,693
Expenditures			
Physical and mental health	72	75	75
Government direction, management, and control	6,760	7,300	8,200
Total Expenditures	6,832	7,375	8,275
Other Financing Uses			
Transfers to other funds	1,104	8,222	1,247
Total Other Financing Uses	1,104	8,222	1,247
Total Expenditures and Other Financing Uses	7,936	15,597	9,522
Fund Balance June 30	**13,395**	**3,743**	**171**

STATEMENT OF REVENUES, EXPENDITURES AND FUND BALANCES
SPECIAL REVENUE FUNDS

APPENDIX 1A
(thousands of dollars)

	Fiscal Year Ending June 30		
	2003 Actual	2004 Estimated	2005 Estimated
Clean Communities Account Fund (P.L. 1985, c.533)			
Fund Balance July 1	1,536	11,324	11,389
Revenues			
Taxes	13,552	14,000	14,000
Investment earnings	78	65	110
Total Revenues	13,630	14,065	14,110
Total Available	15,166	25,389	25,499
Expenditures			
Community development and environmental management	680	10,500	10,500
Total Expenditures	680	10,500	10,500
Other Financing Uses			
Transfers to other funds	3,162	3,500	3,500
Total Other Financing Uses	3,162	3,500	3,500
Total Expenditures and Other Financing Uses	3,842	14,000	14,000
Fund Balance June 30	**11,324**	**11,389**	**11,499**
Clean Waters Fund (P.L. 1976, c.92)			
Fund Balance July 1	2,087	1,990	1,890
Revenues			
Investment earnings	70	21	18
Total Revenues	70	21	18
Total Available	2,157	2,011	1,908
Expenditures			
Community development and environmental management	97	100	100
Total Expenditures	97	100	100
Other Financing Uses			
Transfers to other funds	70	21	18
Total Other Financing Uses	70	21	18
Total Expenditures and Other Financing Uses	167	121	118
Fund Balance June 30	**1,990**	**1,890**	**1,790**

STATEMENT OF REVENUES, EXPENDITURES AND FUND BALANCES
SPECIAL REVENUE FUNDS

APPENDIX 1A
(thousands of dollars)

	Fiscal Year Ending June 30		
	2003 Actual	2004 Estimated	2005 Estimated
Cultural Centers and Historic Preservation Fund (P.L. 1987, c.265)			
Fund Balance July 1	1,793	(1,505)	2,256
Revenues			
Investment earnings	81	40	35
Total Revenues	81	40	35
Other Financing Sources			
Proceeds from sale of bonds	1,000	6,000	3,000
Other	57	—	—
Total Other Financing Sources	1,057	6,000	3,000
Total Available	2,931	4,535	5,291
Expenditures			
Educational, cultural, and intellectual development	423	—	—
Economic planning, development and security	394	200	200
Government direction, management, and control	25	32	—
Total Expenditures	842	232	200
Other Financing Uses			
Transfers to other funds	3,594	2,047	1,260
Total Other Financing Uses	3,594	2,047	1,260
Total Expenditures and Other Financing Uses	4,436	2,279	1,460
Fund Balance June 30	**(1,505)**	**2,256**	**3,831**
1992 Dam Restoration and Clean Water Fund (P.L. 1992, c. 88)			
Fund Balance July 1	15,307	15,582	17,180
Revenues			
Investment earnings	124	125	100
Other	155	523	271
Total Revenues	279	648	371
Other Financing Sources			
Proceeds from sale of bonds	—	3,000	—
Total Other Financing Sources	—	3,000	—
Total Available	15,586	19,230	17,551
Expenditures			
Community development and environmental management	4	2,050	2,050
Total Expenditures	4	2,050	2,050
Fund Balance June 30	**15,582**	**17,180**	**15,501**

STATEMENT OF REVENUES, EXPENDITURES AND FUND BALANCES
SPECIAL REVENUE FUNDS

APPENDIX 1A
(thousands of dollars)

	Fiscal Year Ending June 30		
	2003 Actual	2004 Estimated	2005 Estimated
1989 Development Potential Transfer Bank Fund (P.L. 1989, c. 183)			
Fund Balance July 1	3,301	3,356	254
Revenues			
Investment earnings	62	20	10
Total Revenues	62	20	10
Other Financing Sources			
Proceeds from sale of bonds	—	1,000	10,000
Other	—	10	50
Total Other Financing Sources	—	1,010	10,050
Total Available	3,363	4,386	10,314
Expenditures			
Community development and environmental management	—	4,092	4,000
Total Expenditures	—	4,092	4,000
Other Financing Uses			
Transfers to other funds	7	40	40
Total Other Financing Uses	7	40	40
Total Expenditures and Other Financing Uses	7	4,132	4,040
Fund Balance June 30	**3,356**	**254**	**6,274**
Developmental Disabilities Waiting List Reduction Fund (P.L. 1994, c. 108)			
Fund Balance July 1	5,147	18,381	9,460
Revenues			
Investment earnings	627	220	129
Total Revenues	627	220	129
Other Financing Sources			
Proceeds from sale of bonds	22,500	5,000	14,000
Other	1,057	—	—
Total Other Financing Sources	23,557	5,000	14,000
Total Available	29,331	23,601	23,589
Expenditures			
Public safety and criminal justice	460	—	—
Educational, cultural and intellectual management	9,327	13,400	15,000
Government direction, management and control	564	521	—
Total Expenditures	10,351	13,921	15,000
Other Financing Uses			
Transfers to other funds	599	220	129
Total Other Financing Uses	599	220	129
Total Expenditures and Other Financing Uses	10,950	14,141	15,129
Fund Balance June 30	**18,381**	**9,460**	**8,460**

STATEMENT OF REVENUES, EXPENDITURES AND FUND BALANCES
SPECIAL REVENUE FUNDS

APPENDIX 1A
(thousands of dollars)

	Fiscal Year Ending June 30		
	2003 Actual	2004 Estimated	2005 Estimated
Division of Motor Vehicles Surcharge Fund (P.L.1994, c. 57)			
Fund Balance July 1	2,607	6,852	3,000
Revenues			
Services and assessments	134,139	140,000	130,000
Investment earnings	158	122	110
Total Revenues	134,297	140,122	130,110
Total Available	136,904	146,974	133,110
Expenditures			
Public safety and criminal justice	945	—	—
Government direction, management and control	129,107	143,974	130,110
Total Expenditures	130,052	143,974	130,110
Fund Balance June 30	**6,852**	**3,000**	**3,000**
Dredging and Containment Facility Fund (P.L. 1996, c.70)			
Fund Balance July 1	27,520	10,094	14,845
Revenues			
Investment earnings	279	288	430
Other	53	—	—
Total Revenues	332	288	430
Other Financing Sources			
Proceeds from sale of bonds	—	36,000	76,000
Total Other Financing Sources	—	36,000	76,000
Total Available	27,852	46,382	91,275
Expenditures			
Community development and environmental management	450	1,000	27,000
Transportation programs	17,308	30,199	28,449
Total Expenditures	17,758	31,199	55,449
Other Financing Uses			
Transfers to other funds	—	338	338
Total Other Financing Uses	—	338	338
Total Expenditures and Other Financing Uses	17,758	31,537	55,787
Fund Balance June 30	**10,094**	**14,845**	**35,488**
Drinking Water State Revolving Fund (P.L. 1998, c.84)			
Fund Balance July 1	77,423	97,822	122,143
Revenues			
Federal and other grants	17,144	18,427	18,427
Investment earnings	768	550	656
Total Revenues	17,912	18,977	19,083
Other Financing Sources			
Transfers from other funds	6,118	6,081	6,000
Total Other Financing Sources	6,118	6,081	6,000
Total Available	101,453	122,880	147,226
Other Financing Uses			
Transfers to other funds	3,631	737	—
Total Other Financing Uses	3,631	737	—
Fund Balance June 30	**97,822**	**122,143**	**147,226**

STATEMENT OF REVENUES, EXPENDITURES AND FUND BALANCES
SPECIAL REVENUE FUNDS

APPENDIX 1A
(thousands of dollars)

	Fiscal Year Ending June 30		
	2003 Actual	2004 Estimated	2005 Estimated
Economic Development Site Fund (P.L. 1996, c.70)			
Fund Balance July 1	4,512	5,984	8,868
Revenues			
Investment earnings	31	13	13
Total Revenues	31	13	13
Other Financing Sources			
Proceeds from sale of bonds	2,500	4,500	—
Other	143	—	—
Total Other Financing Sources	2,643	4,500	—
Total Available	7,186	10,497	8,881
Expenditures			
Economic planning, development and security	1,133	1,549	1,000
Government direction, management, and control	69	80	—
Total Expenditures	1,202	1,629	1,000
Fund Balance June 30	**5,984**	**8,868**	**7,881**
Emergency Flood Control Fund (P.L. 1978, c.78)			
Fund Balance July 1	353	353	353
Revenues			
Investment earnings	6	7	7
Total Revenues	6	7	7
Total Available	359	360	360
Other Financing Uses			
Transfers to other funds	6	7	7
Total Other Financing Uses	6	7	7
Fund Balance June 30	**353**	**353**	**353**
Emergency Medical Technician Training Fund (P.L. 1992, c.143)			
Fund Balance July 1	9,745	8,703	7,685
Revenues			
Services and assessments	2,149	2,000	2,000
Investment earnings	173	89	70
Total Revenues	2,322	2,089	2,070
Total Available	12,067	10,792	9,755
Expenditures			
Physical and mental health	3,109	3,000	3,000
Total Expenditures	3,109	3,000	3,000
Other Financing Uses			
Transfers to other funds	255	107	294
Total Other Financing Uses	255	107	294
Total Expenditures and Other Financing Uses	3,364	3,107	3,294
Fund Balance June 30	**8,703**	**7,685**	**6,461**

STATEMENT OF REVENUES, EXPENDITURES AND FUND BALANCES
SPECIAL REVENUE FUNDS

APPENDIX 1A
(thousands of dollars)

	Fiscal Year Ending June 30		
	2003 Actual	2004 Estimated	2005 Estimated
Emergency Services Fund (N.J.S.A. 52:14E–5)			
Fund Balance July 1	15,073	11,302	11,415
Revenues			
Investment earnings	203	113	113
Total Revenues	203	113	113
Total Available	15,276	11,415	11,528
Expenditures			
Public safety and criminal justice	817	—	600
Community development and environmental management	257	—	—
Total Expenditures	1,074	—	600
Other Financing Uses			
Transfers to other funds	2,900	—	—
Total Other Financing Uses	2,900	—	—
Total Expenditures and Other Financing Uses	3,974	—	600
Fund Balance June 30	**11,302**	**11,415**	**10,928**
Enterprise Zone Assistance Fund (P.L. 1983, c.30)			
Fund Balance July 1	185,367	165,260	187,393
Revenues			
Taxes	60,060	59,500	62,475
Licenses and fees	286	95	99
Investment earnings	2,768	2,000	2,050
Total Revenues	63,114	61,595	64,624
Total Available	248,481	226,855	252,017
Expenditures			
Community development and environmental management	4,720	5,390	5,660
Economic planning, development, and security	34,693	28,613	30,044
Total Expenditures	39,413	34,003	35,704
Other Financing Uses			
Transfers to other funds	43,808	5,459	4,907
Total Other Financing Uses	43,808	5,459	4,907
Total Expenditures and Other Financing Uses	83,221	39,462	40,611
Fund Balance June 30	**165,260**	**187,393**	**211,406**
Environmental Cleanup Fund (P.L. 1996, c.70)			
Fund Balance July 1	(5)	519	3,533
Revenues			
Investment earnings	9	30	50
Total Revenues	9	30	50
Other Financing Sources			
Proceeds from sale of bonds	500	5,000	35,000
Other	29	—	—
Total Other Financing Sources	529	5,000	35,000
Total Available	533	5,549	38,583
Expenditures			
Community development and environmental management	—	2,000	27,000
Government direction, management, and control	14	16	—
Total Expenditures	14	2,016	27,000
Fund Balance June 30	**519**	**3,533**	**11,583**

STATEMENT OF REVENUES, EXPENDITURES AND FUND BALANCES
SPECIAL REVENUE FUNDS

APPENDIX 1A
(thousands of dollars)

	Fiscal Year Ending June 30		
	2003 Actual	2004 Estimated	2005 Estimated
1989 Farmland Preservation Fund (P.L. 1989, c.183)			
Fund Balance July 1	173	197	164
Revenues			
Investment earnings	24	24	16
Total Revenues	24	24	16
Total Available	197	221	180
Expenditures			
Community development and environmental management	—	57	—
Total Expenditures	—	57	—
Fund Balance June 30	**197**	**164**	**180**
1992 Farmland Preservation Fund (P.L. 1992, c.88)			
Fund Balance July 1	3,335	3,219	330
Revenues			
Investment earnings	324	36	3
Total Revenues	324	36	3
Total Available	3,659	3,255	333
Expenditures			
Community development and environmental management	—	2,425	215
Total Expenditures	—	2,425	215
Other Financing Uses			
Transfers to other funds	440	500	65
Total Other Financing Uses	440	500	65
Total Expenditures and Other Financing Uses	440	2,925	280
Fund Balance June 30	**3,219**	**330**	**53**
1995 Farmland Preservation Bond Fund (P.L. 1995, c.204)			
Fund Balance July 1	11,923	9,587	3,578
Revenues			
Investment earnings	511	65	25
Total Revenues	511	65	25
Total Available	12,434	9,652	3,603
Expenditures			
Community development and environmental management	2,847	6,074	1,475
Total Expenditures	2,847	6,074	1,475
Other Financing Uses			
Transfers to other funds	—	—	585
Total Other Financing Uses	—	—	585
Total Expenditures and Other Financing Uses	2,847	6,074	2,060
Fund Balance June 30	**9,587**	**3,578**	**1,543**

STATEMENT OF REVENUES, EXPENDITURES AND FUND BALANCES
SPECIAL REVENUE FUNDS

APPENDIX 1A
(thousands of dollars)

	Fiscal Year Ending June 30		
	2003 Actual	2004 Estimated	2005 Estimated
Fund For Support of Free Public Schools (N.J.S.A. 18A:56-1)			
Fund Balance July 1	122,228	96,028	102,716
Revenues			
Licenses and fees	5,131	6,000	8,000
Investment earnings	3,323	2,060	2,060
Total Revenues	8,454	8,060	10,060
Total Available	130,682	104,088	112,776
Other Financing Uses			
Transfers to other funds	34,654	1,372	5,195
Total Other Financing Uses	34,654	1,372	5,195
Fund Balance June 30	**96,028**	**102,716**	**107,581**
Garden State Farmland Preservation Trust Fund (P.L. 1999, c.152)			
Fund Balance July 1	26,224	238,753	194,677
Revenues			
Investment earnings	1,038	1,994	1,500
Other	4,566	5,000	5,000
Total Revenues	5,604	6,994	6,500
Other Financing Sources			
Transfers from other funds	245,293	27,663	28,494
Total Other Financing Sources	245,293	27,663	28,494
Total Available	277,121	273,410	229,671
Expenditures			
Community development and environmental management	36,718	76,969	78,000
Total Expenditures	36,718	76,969	78,000
Other Financing Uses			
Transfers to other funds	1,650	1,764	1,764
Total Other Financing Uses	1,650	1,764	1,764
Total Expenditures and Other Financing Uses	38,368	78,733	79,764
Fund Balance June 30	**238,753**	**194,677**	**149,907**
Garden State Green Acres Preservation Trust Fund (P.L. 1999, c.152)			
Fund Balance July 1	12,142	307,334	160,540
Revenues			
Investment earnings	1,247	2,465	1,200
Other	313	853	843
Total Revenues	1,560	3,318	2,043
Other Financing Sources			
Transfers from other funds	374,877	41,494	42,740
Total Other Financing Sources	374,877	41,494	42,740
Total Available	388,579	352,146	205,323
Expenditures			
Community development and environmental management	76,750	186,600	161,100
Total Expenditures	76,750	186,600	161,100
Other Financing Uses			
Transfers to other funds	4,495	5,006	5,006
Total Other Financing Uses	4,495	5,006	5,006
Total Expenditures and Other Financing Uses	81,245	191,606	166,106
Fund Balance June 30	**307,334**	**160,540**	**39,217**

STATEMENT OF REVENUES, EXPENDITURES AND FUND BALANCES
SPECIAL REVENUE FUNDS

APPENDIX 1A
(thousands of dollars)

	Fiscal Year Ending June 30		
	2003 Actual	2004 Estimated	2005 Estimated
Garden State Historic Preservation Trust Fund (P.L. 1999, c.152)			
Fund Balance July 1	16,967	16,903	18,399
Revenues			
Investment earnings	369	175	185
Total Revenues	369	175	185
Other Financing Sources			
Transfers from other funds	6,000	6,000	6,000
Total Other Financing Sources	6,000	6,000	6,000
Total Available	23,336	23,078	24,584
Expenditures			
Educational, cultural, and intellectual development	2,226	—	—
Economic planning, development and security	3,804	4,190	5,311
Total Expenditures	6,030	4,190	5,311
Other Financing Uses			
Transfers to other funds	403	489	609
Total Other Financing Uses	403	489	609
Total Expenditures and Other Financing Uses	6,433	4,679	5,920
Fund Balance June 30	**16,903**	**18,399**	**18,664**
Green Trust Fund (P.L. 1983, c.354)			
Fund Balance July 1	92,709	90,740	89,809
Revenues			
Investment earnings	217	87	54
Other	1,370	1,200	1,200
Total Revenues	1,587	1,287	1,254
Other Financing Sources			
Transfers from other funds	3,392	1,782	1,000
Total Other Financing Sources	3,392	1,782	1,000
Total Available	97,688	93,809	92,063
Expenditures			
Community development and environmental management	6,948	4,000	4,000
Total Expenditures	6,948	4,000	4,000
Fund Balance June 30	**90,740**	**89,809**	**88,063**
Hazardous Discharge Fund (P.L. 1981, c. 275)			
Fund Balance July 1	181	181	181
Revenues			
Investment earnings	6	2	2
Total Revenues	6	2	2
Total Available	187	183	183
Other Financing Uses			
Transfers to other funds	6	2	2
Total Other Financing Uses	6	2	2
Total Expenditures and Other Financing Uses	6	2	2
Fund Balance June 30	**181**	**181**	**181**

STATEMENT OF REVENUES, EXPENDITURES AND FUND BALANCES
SPECIAL REVENUE FUNDS

APPENDIX 1A
(thousands of dollars)

	Fiscal Year Ending June 30		
	2003 Actual	2004 Estimated	2005 Estimated
Hazardous Discharge Fund of 1986 (P.L. 1986, c.113)			
Fund Balance July 1	4,042	9,989	13,515
Revenues			
Investment earnings	398	126	126
Total Revenues	398	126	126
Other Financing Sources			
Proceeds from sale of bonds	—	40,000	8,000
Transfers from other funds	20,486	21,000	21,000
Total Other Financing Sources	20,486	61,000	29,000
Total Available	24,926	71,115	42,641
Expenditures			
Community development and environmental management	14,937	57,600	21,000
Total Expenditures	14,937	57,600	21,000
Fund Balance June 30	**9,989**	**13,515**	**21,641**
Hazardous Discharge Site Cleanup Fund (P.L. 1985, c.247)			
Fund Balance July 1	62,072	64,487	68,729
Revenues			
Services and assessments	15,752	27,650	12,100
Investment earnings	1,183	771	771
Total Revenues	16,935	28,421	12,871
Other Financing Sources			
Transfers from other funds	18,166	12,819	19,814
Total Other Financing Sources	18,166	12,819	19,814
Total Available	97,173	105,727	101,414
Expenditures			
Community development and environmental management	5,550	9,500	9,500
Total Expenditures	5,550	9,500	9,500
Other Financing Uses			
Transfers to other funds	27,136	27,498	28,133
Total Other Financing Uses	27,136	27,498	28,133
Total Expenditures and Other Financing Uses	32,686	36,998	37,633
Fund Balance June 30	**64,487**	**68,729**	**63,781**

STATEMENT OF REVENUES, EXPENDITURES AND FUND BALANCES
SPECIAL REVENUE FUNDS

APPENDIX 1A
(thousands of dollars)

	Fiscal Year Ending June 30		
	2003 Actual	2004 Estimated	2005 Estimated
Health Care Subsidy Fund (P.L. 1992, c. 160)			
Fund Balance July 1	31,702	7,022	977
Revenues			
Taxes	484,809	480,000	255,000
Services and assessments	39,118	40,000	154,581
Investment earnings	818	500	500
Total Revenues	524,745	520,500	410,081
Other Financing Sources			
Transfers from other funds	—	25,200	110,419
Total Other Financing Sources	—	25,200	110,419
Total Available	556,447	552,722	521,477
Expenditures			
Physical and mental health	20,875	21,000	25,000
Total Expenditures	20,875	21,000	25,000
Other Financing Uses			
Transfers to other funds	528,550	530,745	495,987
Total Other Financing Uses	528,550	530,745	495,987
Total Expenditures and Other Financing Uses	549,425	551,745	520,987
Fund Balance June 30	**7,022**	**977**	**490**
Higher Education Facility Renovation and Rehabilitation Fund (P.L. 1990, c. 126)			
Fund Balance July 1	1,317	1,278	527
Revenues			
Investment earnings	5	2	1
Total Revenues	5	2	1
Total Available	1,322	1,280	528
Expenditures			
Educational, cultural and intellectual development	44	753	—
Total Expenditures	44	753	—
Fund Balance June 30	**1,278**	**527**	**528**
1992 Historic Preservation Fund (P.L. 1992, c.88)			
Fund Balance July 1	1,403	216	2,953
Revenues			
Investment earnings	173	17	30
Total Revenues	173	17	30
Other Financing Sources			
Proceeds from sale of bonds	—	3,000	—
Total Other Financing Sources	—	3,000	—
Total Available	1,576	3,233	2,983
Expenditures			
Educational, cultural and intellectual development	672	—	—
Economic planning, development and security	688	280	236
Total Expenditures	1,360	280	236
Fund Balance June 30	**216**	**2,953**	**2,747**

STATEMENT OF REVENUES, EXPENDITURES AND FUND BALANCES
SPECIAL REVENUE FUNDS

APPENDIX 1A
(thousands of dollars)

	Fiscal Year Ending June 30		
	2003 Actual	2004 Estimated	2005 Estimated
1995 Historic Preservation Fund (P.L. 1995, c.204)			
Fund Balance July 1	1,376	782	2,842
Revenues			
Investment earnings	22	22	30
Total Revenues	22	22	30
Other Financing Sources			
Proceeds from sale of bonds	—	3,000	—
Total Other Financing Sources	—	3,000	—
Total Available	1,398	3,804	2,872
Expenditures			
Educational, cultural and intellectual development	179	—	—
Economic planning, development and security	437	962	951
Total Expenditures	616	962	951
Fund Balance June 30	**782**	**2,842**	**1,921**
Historic Preservation Revolving Loan Fund (P.L. 1991, c.41)			
Fund Balance July 1	3,782	3,856	3,906
Revenues			
Investment earnings	60	36	35
Other	14	14	14
Total Revenues	74	50	49
Total Available	3,856	3,906	3,955
Expenditures			
Educational, cultural and intellectual development	—	—	3,000
Total Expenditures	—	—	3,000
Fund Balance June 30	**3,856**	**3,906**	**955**
Horse Racing injury Compensation Fund (P.L. 1995, c.329)			
Fund Balance July 1	3,638	4,319	4,866
Revenues			
Services and assessments	1,117	1,000	1,000
Investment earnings	67	47	50
Total Revenues	1,184	1,047	1,050
Total Available	4,822	5,366	5,916
Expenditures			
Public safety and criminal justice	503	500	500
Total Expenditures	503	500	500
Fund Balance June 30	**4,319**	**4,866**	**5,416**

STATEMENT OF REVENUES, EXPENDITURES AND FUND BALANCES
SPECIAL REVENUE FUNDS

APPENDIX 1A
(thousands of dollars)

	Fiscal Year Ending June 30		
	2003 Actual	2004 Estimated	2005 Estimated
Housing Assistance Fund (P.L. 1968, c.127)			
Fund Balance July 1	6,938	6,938	6,938
Revenues			
Investment earnings	73	44	40
Other	4	10	10
Total Revenues	77	54	50
Total Available	7,015	6,992	6,988
Other Financing Uses			
Transfers to other funds	77	54	50
Total Other Financing Uses	77	54	50
Total Expenditures and Other Financing Uses	77	54	50
Fund Balance June 30	**6,938**	**6,938**	**6,938**
Jobs, Education and Competitiveness Fund (P.L. 1988, c.78)			
Fund Balance July 1	2,984	7,749	4,100
Revenues			
Investment earnings	224	85	50
Other	—	—	—
Total Revenues	224	85	50
Other Financing Sources			
Proceeds from sale of bonds	7,000	—	—
Other	400	—	—
Total Other Financing Sources	7,400	—	—
Total Available	10,608	7,834	4,150
Expenditures			
Educational, cultural and intellectual development	1,009	2,425	—
Economic planning, development and security	1,450	1,000	1,000
Government direction, management, and control	176	224	—
Total Expenditures	2,635	3,649	1,000
Other Financing Uses			
Transfers to other funds	224	85	50
Total Other Financing Uses	224	85	50
Total Expenditures and Other Financing Uses	2,859	3,734	1,050
Fund Balance June 30	**7,749**	**4,100**	**3,100**
Jobs, Science and Technology Fund (P.L. 1984, c.99)			
Fund Balance July 1	50	29	2
Revenues			
Investment earnings	1	—	—
Total Revenues	1	—	—
Total Available	51	29	2
Expenditures			
Educational, cultural and intellectual development	21	27	2
Total Expenditures	21	27	2
Other Financing Uses			
Transfers to other funds	1	—	—
Total Other Financing Uses	1	—	—
Total Expenditures and Other Financing Uses	22	27	2
Fund Balance June 30	**29**	**2**	—

STATEMENT OF REVENUES, EXPENDITURES AND FUND BALANCES
SPECIAL REVENUE FUNDS

APPENDIX 1A
(thousands of dollars)

	Fiscal Year Ending June 30		
	2003 Actual	2004 Estimated	2005 Estimated
Korean Veterans Memorial Fund (P.L. 1996, c.72)			
Fund Balance July 1	(1,049)	(1,025)	(990)
Revenues			
Contributions	26	35	40
Total Revenues	26	35	40
Total Available	(1,023)	(990)	(950)
Expenditures			
Special government services	2	—	—
Total Expenditures	2	—	—
Fund Balance June 30	**(1,025)**	**(990)**	**(950)**
Lake Restoration Fund (P.L. 1996, c.70)			
Fund Balance July 1	2,536	2,434	2,122
Revenues			
Investment earnings	25	14	14
Other	8	24	24
Total Revenues	33	38	38
Total Available	2,569	2,472	2,160
Expenditures			
Community development and environmental management	135	350	350
Total Expenditures	135	350	350
Fund Balance June 30	**2,434**	**2,122**	**1,810**
Legal Services Fund (P.L. 1996, c.52)			
Fund Balance July 1	—	—	—
Revenues			
Licenses and fees	10,071	10,750	10,750
Total Revenues	10,071	10,750	10,750
Total Available	10,071	10,750	10,750
Other Financing Uses			
Transfers to other funds	10,071	10,750	10,750
Total Other Financing Uses	10,071	10,750	10,750
Fund Balance June 30	—	—	—
Luxury Tax Fund (N.J.S. A. 40:48–8.30a(B), (P.L. 1991, c375)			
Fund Balance July 1	1,859	1,871	1,883
Revenues			
Taxes	19,768	19,800	22,000
Investment earnings	12	12	12
Total Revenues	19,780	19,812	22,012
Total Available	21,639	21,683	23,895
Expenditures			
Government direction, management, and control	19,768	19,800	22,000
Total Expenditures	19,768	19,800	22,000
Fund Balance June 30	**1,871**	**1,883**	**1,895**

STATEMENT OF REVENUES, EXPENDITURES AND FUND BALANCES
SPECIAL REVENUE FUNDS

APPENDIX 1A
(thousands of dollars)

	Fiscal Year Ending June 30		
	2003 Actual	2004 Estimated	2005 Estimated
Medical Education Facilities Fund (P.L. 1977, c.235)			
Fund Balance July 1	515	515	515
Revenues			
Investment earnings	9	5	5
Total Revenues	9	5	5
Total Available	524	520	520
Other Financing Uses			
Transfers to other funds	9	5	5
Total Other Financing Uses	9	5	5
Fund Balance June 30	**515**	**515**	**515**
Mortgage Assistance Fund (P.L. 1976, c.94)			
Fund Balance July 1	13,826	13,826	13,826
Revenues			
Investment earnings	22	20	20
Other	740	740	740
Total Revenues	762	760	760
Total Available	14,588	14,586	14,586
Other Financing Uses			
Transfers to other funds	762	760	760
Total Other Financing Uses	762	760	760
Fund Balance June 30	**13,826**	**13,826**	**13,826**
Mutual Workers' Compensation Security Fund (N.J.S.A. 34:15–112)			
Fund Balance July 1	10,361	10,364	10,000
Revenues			
Services and assessments	459	—	—
Investment earnings	181	100	96
Other	—	186	—
Total Revenues	640	286	96
Total Available	11,001	10,650	10,096
Expenditures			
Economic planning, development and security	637	650	700
Total Expenditures	637	650	700
Fund Balance June 30	**10,364**	**10,000**	**9,396**

STATEMENT OF REVENUES, EXPENDITURES AND FUND BALANCES
SPECIAL REVENUE FUNDS

APPENDIX 1A
(thousands of dollars)

	Fiscal Year Ending June 30		
	2003 Actual	2004 Estimated	2005 Estimated
Natural Resources Fund (P.L. 1977, c.133)			
Fund Balance July 1	4,848	2,277	7,290
Revenues			
Investment earnings	65	15	38
Total Revenues	65	15	38
Other Financing Sources			
Proceeds from sale of bonds	30,400	11,000	—
Other	1,738	—	—
Total Other Financing Sources	32,138	11,000	—
Total Available	37,051	13,292	7,328
Expenditures			
Community development and environmental management	2,192	5,000	2,000
Government direction, management, and control	766	987	—
Total Expenditures	2,958	5,987	2,000
Other Financing Uses			
Transfers to other funds	31,816	15	38
Total Other Financing Uses	31,816	15	38
Total Expenditures and Other Financing Uses	34,774	6,002	2,038
Fund Balance June 30	**2,277**	**7,290**	**5,290**
New Home Warranty Security Fund (N.J.S.A. 46:3B–7)			
Fund Balance July 1	29,153	31,789	34,029
Revenues			
Licenses and fees	805	805	805
Services and assessments	5,061	5,100	5,100
Investment earnings	565	375	380
Other	359	360	360
Total Revenues	6,790	6,640	6,645
Total Available	35,943	38,429	40,674
Expenditures			
Community development and environmental management	828	1,000	1,000
Total Expenditures	828	1,000	1,000
Other Financing Uses			
Transfers to other funds	3,326	3,400	3,500
Total Other Financing Uses	3,326	3,400	3,500
Total Expenditures and Other Financing Uses	4,154	4,400	4,500
Fund Balance June 30	**31,789**	**34,029**	**36,174**
New Jersey Automobile Insurance Guaranty Fund (P.L. 1990, C.8)			
Fund Balance July 1	204,409	—	—
Revenues			
Investment earnings	3,190	321	—
Other	—	—	—
Total Revenues	3,190	321	—
Total Available	207,599	321	—
Expenditures			
Economic planning, development, and security	206,119	321	—
Government direction, management, and control	1,480	—	—
Total Expenditures	207,599	321	—
Fund Balance June 30	—	—	—

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SPECIAL REVENUE FUNDS

APPENDIX 1A
(thousands of dollars)

	Fiscal Year Ending June 30		
	2003 Actual	2004 Estimated	2005 Estimated
New Jersey Coastal Blue Acres Fund (P.L. 1995, c.204)			
Fund Balance July 1	1,985	1,161	3,386
Revenues			
Investment earnings	19	10	26
Other	14	15	15
Total Revenues	33	25	41
Other Financing Sources			
Proceeds from sale of bonds	—	3,000	3,000
Total Other Financing Sources	—	3,000	3,000
Total Available	2,018	4,186	6,427
Expenditures			
Community development and environmental management	857	800	3,800
Total Expenditures	857	800	3,800
Fund Balance June 30	**1,161**	**3,386**	**2,627**
New Jersey Cultural Trust (P.L. 2000, c.76)			
Fund Balance July 1	11,933	20,288	20,291
Revenues			
Investment earnings	355	203	202
Total Revenues	355	203	202
Other Financing Sources			
Transfers from other funds	10,000	500	720
Total Other Financing Sources	10,000	500	720
Total Available	22,288	20,991	21,213
Expenditures			
Government direction, management, and control	2,000	700	900
Total Expenditures	2,000	700	900
Fund Balance June 30	**20,288**	**20,291**	**20,313**
1983 New Jersey Green Acres Fund (P.L. 1983, c.354)			
Fund Balance July 1	19,857	19,750	19,670
Revenues			
Investment earnings	346	197	197
Other	13	—	—
Total Revenues	359	197	197
Total Available	20,216	19,947	19,867
Expenditures			
Community development and environmental management	107	80	35
Total Expenditures	107	80	35
Other Financing Uses			
Transfers to other funds	359	197	197
Total Other Financing Uses	359	197	197
Total Expenditures and Other Financing Uses	466	277	232
Fund Balance June 30	**19,750**	**19,670**	**19,635**

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SPECIAL REVENUE FUNDS

APPENDIX 1A
(thousands of dollars)

	Fiscal Year Ending June 30		
	2003 Actual	2004 Estimated	2005 Estimated
1989 New Jersey Green Acres Fund (P.L. 1989, c.183)			
Fund Balance July 1	6,709	5,526	5,381
Revenues			
Federal and other grants	987	—	—
Investment earnings	116	55	53
Total Revenues	1,103	55	53
Total Available	7,812	5,581	5,434
Expenditures			
Community development and environmental management	2,286	200	200
Total Expenditures	2,286	200	200
Fund Balance June 30	**5,526**	**5,381**	**5,234**
1992 New Jersey Green Acres Fund (P.L. 1992, c. 88)			
Fund Balance July 1	1,799	1,644	1,259
Revenues			
Investment earnings	449	15	11
Total Revenues	449	15	11
Total Available	2,248	1,659	1,270
Expenditures			
Community development and environmental management	604	400	400
Total Expenditures	604	400	400
Fund Balance June 30	**1,644**	**1,259**	**870**
1995 New Jersey Green Acres Fund (P.L. 1995, c. 204)			
Fund Balance July 1	230	677	8,697
Revenues			
Investment earnings	230	20	17
Other	1,406	—	—
Total Revenues	1,636	20	17
Other Financing Sources			
Proceeds from sale of bonds	6,000	10,000	—
Other	343	—	—
Total Other Financing Sources	6,343	10,000	—
Total Available	8,209	10,697	8,714
Expenditures			
Community development and environmental management	7,381	2,000	2,000
Government direction, management, and control	151	—	—
Total Expenditures	7,532	2,000	2,000
Fund Balance June 30	677	**8,697**	**6,714**

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SPECIAL REVENUE FUNDS

APPENDIX 1A
(thousands of dollars)

	Fiscal Year Ending June 30		
	2003 Actual	2004 Estimated	2005 Estimated
1989 New Jersey Green Trust Fund (P.L. 1989, c.183)			
Fund Balance July 1	101,333	96,827	90,469
Revenues			
Investment earnings	1,335	242	228
Other	1,392	1,400	1,400
Total Revenues	2,727	1,642	1,628
Total Available	104,060	98,469	92,097
Expenditures			
Community development and environmental management	7,233	8,000	8,000
Total Expenditures	7,233	8,000	8,000
Fund Balance June 30	**96,827**	**90,469**	**84,097**
1992 New Jersey Green Trust Fund (P.L. 1992, c. 88)			
Fund Balance July 1	37,705	36,707	42,402
Revenues			
Investment earnings	469	20	50
Other	675	675	675
Total Revenues	1,144	695	725
Other Financing Sources			
Proceeds from sale of bonds	—	8,000	10,000
Total Other Financing Sources	—	8,000	10,000
Total Available	38,849	45,402	53,127
Expenditures			
Community development and environmental management	2,142	3,000	3,000
Total Expenditures	2,142	3,000	3,000
Fund Balance June 30	**36,707**	**42,402**	**50,127**
1995 New Jersey Green Trust Fund (P.L. 1995, c. 204)			
Fund Balance July 1	31,214	53,161	60,488
Revenues			
Investment earnings	223	47	38
Other	859	1,000	1,000
Total Revenues	1,082	1,047	1,038
Other Financing Sources			
Proceeds from sale of bonds	22,500	10,000	20,000
Other	1,286	—	—
Total Other Financing Sources	23,786	10,000	20,000
Total Available	56,082	64,208	81,526
Expenditures			
Community development and environmental management	2,316	3,000	3,000
Government direction, management, and control	605	720	—
Total Expenditures	2,921	3,720	3,000
Fund Balance June 30	**53,161**	**60,488**	**78,526**

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SPECIAL REVENUE FUNDS

APPENDIX 1A
(thousands of dollars)

	Fiscal Year Ending June 30		
	2003 Actual	2004 Estimated	2005 Estimated
1995 New Jersey Inland Blue Acres Fund (P.L. 1995, c.204)			
Fund Balance July 1	2,099	1,633	1,148
Revenues			
Investment earnings	35	15	11
Other	16	—	—
Total Revenues	51	15	11
Total Available	2,150	1,648	1,159
Expenditures			
Community development and environmental management	517	500	500
Total Expenditures	517	500	500
Fund Balance June 30	**1,633**	**1,148**	**659**
New Jersey Insolvent Health Maintenance Fund (P.L. 2000, c. 12)			
Fund Balance July 1	12,462	25,445	3,045
Revenues			
Services and assessments	14,200	—	—
Investment earnings	445	250	—
Total Revenues	14,645	250	—
Other Financing Sources			
Transfers from other funds	—	16,100	—
Total Other Financing Sources	—	16,100	—
Total Available	27,107	41,795	3,045
Expenditures			
Economic planning, development, and security	1,217	38,500	3,045
Total Expenditures	1,217	38,500	3,045
Other Financing Uses			
Transfers to other funds	445	250	—
Total Other Financing Uses	445	250	—
Total Expenditures and Other Financing Uses	1,662	38,750	3,045
Fund Balance June 30	**25,445**	**3,045**	—
New Jersey Local Development Financing Fund (P.L. 1983, c.190)			
Fund Balance July 1	49,860	50,650	50,757
Revenues			
Licenses and fees	26	22	22
Investment earnings	313	195	200
Other	1,513	1,460	1,500
Total Revenues	1,852	1,677	1,722
Total Available	51,712	52,327	52,479
Expenditures			
Economic planning, development and security	1,062	1,570	950
Total Expenditures	1,062	1,570	950
Fund Balance June 30	**50,650**	**50,757**	**51,529**

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APPENDIX 1A
(thousands of dollars)

	Fiscal Year Ending June 30		
	2003 Actual	2004 Estimated	2005 Estimated
New Jersey Racing Industry Special Fund (P.L. 2001, c.199)			
Fund Balance July 1	—	103	104
Revenues			
Investment earnings	2	1	1
Other	101	8,000	8,000
Total Revenues	103	8,001	8,001
Total Available	103	8,104	8,105
Expenditures			
Public safety and criminal justice	—	8,000	8,000
Total Expenditures	—	8,000	8,000
Fund Balance June 30	**103**	**104**	**105**
New Jersey Spill Compensation Fund (P.L. 1976, c. 141)			
Fund Balance July 1	21,016	8,800	7,240
Revenues			
Taxes	15,094	22,000	35,000
Licenses and fees	4,430	7,040	7,760
Investment earnings	456	257	257
Other	331	—	—
Total Revenues	20,311	29,297	43,017
Total Available	41,327	38,097	50,257
Expenditures			
Community development and environmental management	2,422	3,100	3,100
Total Expenditures	2,422	3,100	3,100
Other Financing Uses			
Transfers to other funds	30,105	27,757	41,460
Total Other Financing Uses	30,105	27,757	41,460
Total Expenditures and Other Financing Uses	32,527	30,857	44,560
Fund Balance June 30	**8,800**	**7,240**	**5,697**
New Jersey Spinal Cord Research Fund (P.L. 1999, c. 201)			
Fund Balance July 1	6,682	10,272	8,746
Revenues			
Investment earnings	149	120	100
Other	4,123	3,600	3,600
Total Revenues	4,272	3,720	3,700
Total Available	10,954	13,992	12,446
Expenditures			
Physical and mental health	456	5,000	5,500
Total Expenditures	456	5,000	5,500
Other Financing Uses			
Transfers to other funds	226	246	258
Total Other Financing Uses	226	246	258
Total Expenditures and Other Financing Uses	682	5,246	5,758
Fund Balance June 30	**10,272**	**8,746**	**6,688**

STATEMENT OF REVENUES, EXPENDITURES AND FUND BALANCES
SPECIAL REVENUE FUNDS

APPENDIX 1A
(thousands of dollars)

	Fiscal Year Ending June 30		
	2003 Actual	2004 Estimated	2005 Estimated
New Jersey Workforce Development Partnership Fund (P.L. 1992, c. 44)			
Fund Balance July 1	75,761	67,803	30,185
Revenues			
Taxes	76,116	87,800	92,800
Investment earnings	645	521	364
Total Revenues	76,761	88,321	93,164
Total Available	152,522	156,124	123,349
Expenditures			
Educational, cultural, and intellectual development	2,137	—	—
Economic planning, development, and security	34,298	56,600	60,000
Total Expenditures	36,435	56,600	60,000
Other Financing Uses			
Transfers to other funds	48,284	69,339	42,500
Total Other Financing Uses	48,284	69,339	42,500
Total Expenditures and Other Financing Uses	84,719	125,939	102,500
Fund Balance June 30	**67,803**	**30,185**	**20,849**
Petroleum Overcharge Reimbursement Fund (P.L. 1987,c.231)			
Fund Balance July 1	12,150	14,424	11,534
Revenues			
Federal and other grants	3,598	—	—
Investment earnings	219	110	71
Total Revenues	3,817	110	71
Total Available	15,967	14,534	11,605
Expenditures			
Community development and environmental management	902	2,000	2,000
Economic planning, development, and security	181	300	300
Government direction, management, and control	460	700	700
Total Expenditures	1,543	3,000	3,000
Fund Balance June 30	**14,424**	**11,534**	**8,605**
Pinelands Infrastructure Trust Fund (P.L. 1985, c.302)			
Fund Balance July 1	9,305	9,327	9,428
Revenues			
Investment earnings	66	47	52
Other	162	164	164
Total Revenues	228	211	216
Total Available	9,533	9,538	9,644
Expenditures			
Community development and environmental management	—	110	25
Total Expenditures	—	110	25
Other Financing Uses			
Transfers to other funds	206	—	—
Total Other Financing Uses	206	—	—
Total Expenditures and Other Financing Uses	206	110	25
Fund Balance June 30	**9,327**	**9,428**	**9,619**

STATEMENT OF REVENUES, EXPENDITURES AND FUND BALANCES
SPECIAL REVENUE FUNDS

APPENDIX 1A
(thousands of dollars)

	Fiscal Year Ending June 30		
	2003 Actual	2004 Estimated	2005 Estimated
Pollution Prevention Fund (P.L. 1991, c. 235)			
Fund Balance July 1	3,833	2,180	1,200
Revenues			
Services and assessments	1,365	1,370	1,380
Investment earnings	59	30	10
Total Revenues	1,424	1,400	1,390
Total Available	5,257	3,580	2,590
Other Financing Uses			
Transfers to other funds	3,077	2,380	2,380
Total Other Financing Uses	3,077	2,380	2,380
Fund Balance June 30	**2,180**	**1,200**	**210**
Real Estate Guaranty Fund (N.J.S.A. 45:15–34)			
Fund Balance July 1	2,075	2,200	1,218
Revenues			
Licenses and fees	117	100	100
Investment earnings	35	18	12
Total Revenues	152	118	112
Total Available	2,227	2,318	1,330
Expenditures			
Economic planning, development, and security	27	100	100
Total Expenditures	27	100	100
Other Financing Uses			
Transfers to other funds	—	1,000	—
Total Other Financing Uses	—	1,000	—
Total Expenditures and Other Financing Uses	27	1,100	100
Fund Balance June 30	**2,200**	**1,218**	**1,230**
Resource Recovery and Solid Waste Disposal Facility Fund (P.L. 1985, c.330)			
Fund Balance July 1	(31,257)	494	499
Revenues			
Investment earnings	12	5	5
Other	20	—	—
Total Revenues	32	5	5
Other Financing Sources			
Transfers from other funds	31,799	—	—
Total Other Financing Sources	31,799	—	—
Total Available	574	499	504
Expenditures			
Government direction, management, and control	80	—	—
Total Expenditures	80	—	—
Fund Balance June 30	**494**	**499**	**504**

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SPECIAL REVENUE FUNDS

APPENDIX 1A
(thousands of dollars)

	Fiscal Year Ending June 30		
	2003 Actual	2004 Estimated	2005 Estimated
Safe Drinking Water Fund (P.L. 1983, c. 443)			
Fund Balance July 1	4,108	2,749	1,778
Revenues			
Taxes	3,034	3,000	3,000
Investment earnings	96	60	40
Total Revenues	3,130	3,060	3,040
Total Available	7,238	5,809	4,818
Expenditures			
Community development and environmental management	174	100	100
Total Expenditures	174	100	100
Other Financing Uses			
Transfers to other funds	4,315	3,931	4,437
Total Other Financing Uses	4,315	3,931	4,437
Total Expenditures and Other Financing Uses	4,489	4,031	4,537
Fund Balance June 30	**2,749**	**1,778**	**281**
Sanitary Landfill Facility Contingency Fund (P.L. 1981, c. 306)			
Fund Balance July 1	9,438	10,974	12,099
Revenues			
Services and assessments	2,026	2,000	2,300
Investment earnings	181	125	127
Total Revenues	2,207	2,125	2,427
Total Available	11,645	13,099	14,526
Expenditures			
Community development and environmental management	671	1,000	1,000
Total Expenditures	671	1,000	1,000
Fund Balance June 30	**10,974**	**12,099**	**13,526**
Shore Protection Fund (P.L. 1983, c. 356)			
Fund Balance July 1	11,443	11,092	10,792
Revenues			
Investment earnings	186	108	101
Other	84	80	80
Total Revenues	270	188	181
Total Available	11,713	11,280	10,973
Expenditures			
Community development and environmental management	351	300	300
Total Expenditures	351	300	300
Other Financing Uses			
Transfers to other funds	270	188	181
Total Other Financing Uses	270	188	181
Total Expenditures and Other Financing Uses	621	488	481
Fund Balance June 30	**11,092**	**10,792**	**10,492**

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APPENDIX 1A
(thousands of dollars)

	Fiscal Year Ending June 30		
	2003 Actual	2004 Estimated	2005 Estimated
State Disability Benefit Fund (N.J.S.A. 43:21–46a)			
Fund Balance July 1	210,432	217,003	215,055
Revenue:			
Taxes	436,840	477,700	503,100
Services and assessments	28,797	29,000	30,000
Investment earnings	1,083	1,300	1,000
Other	53	52	52
Total Revenues	466,773	508,052	534,152
Total Available	677,205	725,055	749,207
Expenditures			
Economic planning, development and security	429,071	448,000	466,600
Government direction, management, and control	5	—	—
Total Expenditures	429,076	448,000	466,600
Other Financing Uses			
Transfers to other funds	31,126	62,000	142,000
Total Other Financing Uses	31,126	62,000	142,000
Total Expenditures and Other Financing Uses	460,202	510,000	608,600
Fund Balance June 30	**217,003**	**215,055**	**140,607**
State Land Acquisition and Development Fund (P.L. 1978, c. 118)			
Fund Balance July 1	(1,002)	1,007	443
Revenues			
Investment earnings	18	8	5
Total Revenues	18	8	5
Other Financing Sources			
Proceeds from sale of bonds	2,000	—	—
Other	114	—	—
Total Other Financing Sources	2,114	—	—
Total Available	1,130	1,015	448
Expenditures			
Community development and environmental management	54	500	100
Government direction, management, and control	53	64	—
Total Expenditures	107	564	100
Other Financing Uses			
Transfers to other funds	16	8	5
Total Other Financing Uses	16	8	5
Total Expenditures and Other Financing Uses	123	572	105
Fund Balance June 30	**1,007**	**443**	**343**

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SPECIAL REVENUE FUNDS

APPENDIX 1A
(thousands of dollars)

	Fiscal Year Ending June 30		
	2003 Actual	2004 Estimated	2005 Estimated
State Recreation and Conservation Land Acquisition and Development Fund (P.L. 1974, c.102)			
Fund Balance July 1	1,548	1,548	798
Revenues			
Investment earnings	28	12	5
Total Revenues	28	12	5
Total Available	1,576	1,560	803
Expenditures			
Community development and environmental management	—	750	100
Total Expenditures	—	750	100
Other Financing Uses			
Transfers to other funds	28	12	5
Total Other Financing Uses	28	12	5
Total Expenditures and Other Financing Uses	28	762	105
Fund Balance June 30	**1,548**	**798**	**698**
State Recycling Fund (P.L. 1981, c. 278)			
Fund Balance July 1	4,677	6,681	1,767
Revenues			
Investment earnings	46	30	20
Other	101	100	100
Total Revenues	147	130	120
Other Financing Sources			
Transfers from other funds	3,162	3,500	3,500
Total Other Financing Sources	3,162	3,500	3,500
Total Available	7,986	10,311	5,387
Expenditures			
Community development and environmental management	318	7,150	3,650
Total Expenditures	318	7,150	3,650
Other Financing Uses			
Transfers to other funds	987	1,394	1,461
Total Other Financing Uses	987	1,394	1,461
Total Expenditures and Other Financing Uses	1,305	8,544	5,111
Fund Balance June 30	**6,681**	**1,767**	**276**

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APPENDIX 1A
(thousands of dollars)

	Fiscal Year Ending June 30		
	2003 Actual	2004 Estimated	2005 Estimated
Stock Workers' Compensation Security Fund (N.J.S.A. 34:15–105)			
Fund Balance July 1	60,551	42,098	29,874
Revenues			
Services and assessment	44	—	—
Investment earnings	933	325	126
Other	—	12,451	—
Total Revenues	977	12,776	126
Total Available	61,528	54,874	30,000
Expenditures			
Economic planning, development, and security	19,430	25,000	15,000
Total Expenditures	19,430	25,000	15,000
Other Financing Uses			
Transfers to other funds	—	—	—
Total Other Financing Uses	—	—	—
Total Expenditures and Other Financing Uses	19,430	25,000	15,000
Fund Balance June 30	**42,098**	**29,874**	**15,000**
Stormwater Management and Combined Sewer Overflow Abatement Fund (P.L. 1989, c. 181)			
Fund Balance July 1	3,472	6,522	2,391
Revenues			
Investment earnings	216	45	29
Total Revenues	216	45	29
Other Financing Sources			
Proceeds from sale of bonds	5,500	—	10,000
Other	314	—	—
Total Other Financing Sources	5,814	—	10,000
Total Available	9,502	6,567	12,420
Expenditures			
Community development and environmental management	2,842	4,000	3,000
Government direction, management, control	138	176	—
Total Expenditures	2,980	4,176	3,000
Fund Balance June 30	**6,522**	**2,391**	**9,420**
Supplemental Workforce for Basic Skills Fund (P.L.2001, c.152)			
Fund Balance July 1	13,951	20,254	12,618
Revenues			
Taxes	29,534	24,200	25,600
Investment earnings	317	164	70
Total Revenues	29,851	24,364	25,670
Total Available	43,802	44,618	38,288
Expenditures			
Economic planning, development and security	21,548	30,000	35,000
Total Expenditures	21,548	30,000	35,000
Other Financing Uses			
Transfers to other funds	2,000	2,000	2,000
Total Other Financing Uses	2,000	2,000	2,000
Total Expenditures and Other Financing Uses	23,548	32,000	37,000
Fund Balance June 30	**20,254**	**12,618**	**1,288**

STATEMENT OF REVENUES, EXPENDITURES AND FUND BALANCES
SPECIAL REVENUE FUNDS

APPENDIX 1A
(thousands of dollars)

	Fiscal Year Ending June 30		
	2003 Actual	2004 Estimated	2005 Estimated
Tobacco Settlement Fund			
Fund Balance July 1	24,139	1,504,174	—
Revenues			
Investment earnings	6,160	160	—
Other	3,035,549	124,176	—
Total Revenues	3,041,709	124,336	—
Total Available	3,065,848	1,628,510	—
Expenditures			
Educational, cultural, and intellectual development	5,000	—	—
Total Expenditures	5,000	—	—
Other Financing Uses			
Transfers to other funds	1,556,674	1,628,510	—
Total Other Financing Uses	1,556,674	1,628,510	—
Total Expenditures and Other Financing Uses	1,561,674	1,628,510	—
Fund Balance June 30	**1,504,174**	—	—
Unclaimed Child Support Trust Fund (P.L. 1995, c.115)			
Fund Balance July 1	1,987	2,139	2,189
Revenues			
Investment earnings	34	28	25
Other	125	32	32
Total Revenues	159	60	57
Total Available	2,146	2,199	2,246
Expenditures			
Government direction, management, and control	7	10	10
Total Expenditures	7	10	10
Fund Balance June 30	**2,139**	**2,189**	**2,236**
Unclaimed Utility Deposits Trust Fund (P.L. 2000, c.132)			
Fund Balance July 1	1,825	2,969	2,069
Revenues			
Investment earnings	53	35	45
Other	2,035	2,500	1,500
Total Revenues	2,088	2,535	1,545
Total Available	3,913	5,504	3,614
Expenditures			
Government direction, management, and control	891	3,400	1,242
Total Expenditures	891	3,400	1,242
Other Financing Uses			
Transfers to other funds	53	35	45
Total Other Financing Uses	53	35	45
Total Expenditures and Other Financing Uses	944	3,435	1,287
Fund Balance June 30	**2,969**	**2,069**	**2,327**

STATEMENT OF REVENUES, EXPENDITURES AND FUND BALANCES
SPECIAL REVENUE FUNDS

APPENDIX 1A
(thousands of dollars)

	Fiscal Year Ending June 30		
	2003 Actual	2004 Estimated	2005 Estimated
Unemployment Compensation Auxiliary Fund (NJSA 43:21–14g)			
Fund Balance July 1	2	269	484
Revenues			
Investment earnings	85	90	90
Other	16,568	17,800	17,800
Total Revenues	16,653	17,890	17,890
Total Available	16,655	18,159	18,374
Other Financing Uses			
Transfers to other funds	16,386	17,675	17,530
Total Other Financing Uses	16,386	17,675	17,530
Fund Balance June 30	**269**	**484**	**844**
Universal Services Fund (P.L. 1999, c.23)			
Fund Balance July 1	—	—	—
Revenues			
Services and assessments	—	72,000	72,000
Total Revenues	—	72,000	72,000
Total Available	—	72,000	72,000
Other Financing Uses			
Transfers to other funds	—	72,000	72,000
Total Other Financing Uses	—	72,000	72,000
Fund Balance June 30	—	—	—
University of Medicine and Dentistry of New Jersey – Self Insurance Reserve Fund			
Fund Balance July 1	82,508	3,598	118
Revenues			
Services and assessments	5,600	6,800	7,000
Investment earnings	229	18	20
Total Revenues	5,829	6,818	7,020
Other Financing Sources			
Transfers from other funds	—	12,000	18,000
Total Other Financing Sources	—	12,000	18,000
Total Available	88,337	22,416	25,138
Expenditures			
Economic planning, development, and security	24,739	22,298	25,000
Total Expenditures	24,739	22,298	25,000
Other Financing Uses			
Transfers to other funds	60,000	—	—
Total Other Financing Uses	60,000	—	—
Total Expenditures and Other Financing Uses	84,739	22,298	25,000
Fund Balance June 30	**3,598**	**118**	**138**

APPENDIX

STATEMENT OF REVENUES, EXPENDITURES AND FUND BALANCES
SPECIAL REVENUE FUNDS

APPENDIX 1A
(thousands of dollars)

	Fiscal Year Ending June 30		
	2003 Actual	2004 Estimated	2005 Estimated
Unsatified Claim and Judgment Fund (N.J.S.A. 39:6–61)			
Fund Balance July 1	201,374	9,062	—
Revenues			
Licenses and fees	1	—	—
Services and assessments	196,219	—	—
Investment earnings	2,339	500	—
Other	594	—	—
Total Revenues	199,153	500	—
Total Available	400,527	9,562	—
Expenditures			
Economic planning, development, and security	389,004	8,162	—
Total Expenditures	389,004	8,162	—
Other Financing Uses			
Transfers to other funds	2,461	1,400	—
Total Other Financing Uses	2,461	1,400	—
Total Expenditures and Other Financing Uses	391,465	9,562	—
Fund Balance June 30	9,062	—	—
Urban and Rural Centers Unsafe Buildings Demolition Revolving Loan Fund (P.L. 1997, c.125)			
Fund Balance July 1	8	20,207	20,345
Revenues			
Investment earnings	205	125	100
Other	12	13	20
Total Revenues	217	138	120
Other Financing Sources			
Proceeds from sale of bonds	20,000	—	—
Other	403	—	—
Total Other Financing Sources	20,403	—	—
Total Available	20,628	20,345	20,465
Expenditures			
Government direction, management, and control	421	—	—
Total Expenditures	421	—	—
Fund Balance June 30	**20,207**	**20,345**	**20,465**
Vietnam Veterans' Memorial Home (P.L. 1985, c.494)			
Fund Balance July 1	95	118	118
Revenues			
Contributions	118	110	110
Total Revenues	118	110	110
Total Available	213	228	228
Expenditures			
Special government services	95	110	110
Total Expenditures	95	110	110
Fund Balance June 30	**118**	**118**	**118**

STATEMENT OF REVENUES, EXPENDITURES AND FUND BALANCES
SPECIAL REVENUE FUNDS

APPENDIX 1A
(thousands of dollars)

	Fiscal Year Ending June 30		
	2003 Actual	2004 Estimated	2005 Estimated
Volunteer Emergency Service Organizations Loan Fund (P.L. 1987, c. 8)			
Fund Balance July 1	2,904	2,955	2,999
Revenues			
Investment earnings	20	12	12
Other	31	32	32
Total Revenues	51	44	44
Total Available	2,955	2,999	3,043
Fund Balance June 30	**2,955**	**2,999**	**3,043**
Wastewater Treatment Fund (P.L. 1985, c. 329)			
Fund Balance July 1	707,707	750,325	796,714
Revenues			
Federal and other grants	49,875	54,124	54,124
Investment earnings	6,144	4,100	4,200
Other	198	—	—
Total Revenues	56,217	58,224	58,324
Total Available	763,924	808,549	855,038
Expenditures			
Community development and environmental management	5,201	3,689	4,000
Total Expenditures	5,201	3,689	4,000
Other Financing Uses			
Transfers to other funds	8,398	8,146	8,165
Total Other Financing Uses	8,398	8,146	8,165
Total Expenditures and Other Financing Uses	13,599	11,835	12,165
Fund Balance June 30	**750,325**	**796,714**	**842,873**
1992 Wastewater Treatment Fund (P.L. 1992, c. 88)			
Fund Balance July 1	14,841	23,503	31,732
Revenues			
Investment earnings	351	40	25
Total Revenues	351	40	25
Other Financing Sources			
Proceeds from sale of bonds	8,100	8,400	6,000
Other	408	—	—
Total Other Financing Sources	8,508	8,400	6,000
Total Available	23,700	31,943	37,757
Expenditures			
Government direction, management and control	197	211	—
Total Expenditures	197	211	—
Fund Balance June 30	**23,503**	**31,732**	**37,757**

APPENDIX

STATEMENT OF REVENUES, EXPENDITURES AND FUND BALANCES
SPECIAL REVENUE FUNDS

APPENDIX 1A
(thousands of dollars)

	Fiscal Year Ending June 30		
	2003 Actual	2004 Estimated	2005 Estimated
Water Conservation Fund (P.L. 1969, c. 127)			
Fund Balance July 1	1,236	1,236	1,011
Revenues			
Federal and other grants	—	225	225
Investment earnings	25	12	9
Other	19	16	11
Total Revenues	44	253	245
Total Available	1,280	1,489	1,256
Expenditures			
Community development and environmental management	—	450	450
Total Expenditures	—	450	450
Other Financing Uses			
Transfers to other funds	44	28	20
Total Other Financing Uses	44	28	20
Total Expenditures and Other Financing Uses	44	478	470
Fund Balance June 30	**1,236**	**1,011**	**786**
Water Supply Fund (P.L. 1981, c. 261)			
Fund Balance July 1	186,034	172,465	167,121
Revenues			
Investment earnings	954	535	500
Other	4,860	4,900	4,900
Total Revenues	5,814	5,435	5,400
Total Available	191,848	177,900	172,521
Expenditures			
Community development and environmental management	15,931	7,000	7,000
Total Expenditures	15,931	7,000	7,000
Other Financing Uses			
Transfers to other funds	3,452	3,779	3,779
Total Other Financing Uses	3,452	3,779	3,779
Total Expenditures and Other Financing Uses	19,383	10,779	10,779
Fund Balance June 30	**172,465**	**167,121**	**161,742**
Water Supply Replacement Trust Fund (P.L. 1988, c. 106)			
Fund Balance July 1	162	71	64
Revenues			
Investment earnings	2	1	1
Total Revenues	2	1	1
Total Available	164	72	65
Expenditures			
Community development and environmental management	93	8	—
Total Expenditures	93	8	—
Fund Balance June 30	**71**	**64**	**65**

STATEMENT OF REVENUES, EXPENDITURES AND FUND BALANCES
SPECIAL REVENUE FUNDS

APPENDIX 1A
(thousands of dollars)

	Fiscal Year Ending June 30		
	2003 Actual	2004 Estimated	2005 Estimated
Worker and Community Right To Know Fund (P.L. 1983, c. 315)			
Fund Balance July 1	245	7	59
Revenues			
Licenses and fees	1	1	1
Services and assessments	2,221	3,500	3,500
Investment earnings	11	35	35
Total Revenues	2,233	3,536	3,536
Total Available	2,478	3,543	3,595
Other Financing Uses			
Transfers to other funds	2,471	3,484	3,484
Total Other Financing Uses	2,471	3,484	3,484
Fund Balance June 30	7	**59**	**111**

STATEMENT OF REVENUES, EXPENDITURES AND FUND BALANCES
CAPITAL PROJECTS FUNDS

APPENDIX 1B
(thousands of dollars)

	Fiscal Year Ending June 30		
	2003 Actual	2004 Estimated	2005 Estimated
Correctional Facilities Construction Fund (P.L. 1982, c. 120)			
Fund Balance July 1	609	597	582
Revenues			
Investment earnings	10	6	6
Total Revenues	10	6	6
Total Available	619	603	588
Expenditures			
Public safety and criminal justice	12	15	15
Total Expenditures	12	15	15
Other Financing Uses			
Transfers to other funds	10	6	6
Total Other Financing Uses	10	6	6
Total Expenditures and Other Financing Uses	22	21	21
Fund Balance June 30	**597**	**582**	**567**
1987 Correctional Facilities Construction Fund (P.L. 1987, c.178)			
Fund Balance July 1	4,800	3,119	1,154
Revenues			
Investment earnings	79	21	7
Total Revenues	79	21	7
Total Available	4,879	3,140	1,161
Expenditures			
Public safety and criminal justice	1,351	1,500	754
Total Expenditures	1,351	1,500	754
Other Financing Uses			
Transfers to other funds	409	486	407
Total Other Financing Uses	409	486	407
Total Expenditures and Other Financing Uses	1,760	1,986	1,161
Fund Balance June 30	**3,119**	**1,154**	—
Energy Conservation Fund (P.L. 1980, c.68)			
Fund Balance July 1	(120)	(220)	1,797
Revenues			
Investment earnings	4	17	15
Total Revenues	4	17	15
Other Financing Sources			
Proceeds from sale of bonds	—	2,100	—
Total Other Financing Sources	—	2,100	—
Total Available	(116)	1,897	1,812
Expenditures			
Economic planning, development, and security	101	100	100
Government direction, management and control	3	—	—
Total Expenditures	104	100	100
Other Financing Uses			
Transfers to other funds	—	—	15
Total Other Financing Uses	—	—	15
Total Expenditures and Other Financing Uses	104	100	115
Fund Balance June 30	**(220)**	**1,797**	**1,697**

STATEMENT OF REVENUES, EXPENDITURES AND FUND BALANCES
CAPITAL PROJECTS FUNDS

APPENDIX 1B
(thousands of dollars)

	Fiscal Year Ending June 30		
	2003 Actual	2004 Estimated	2005 Estimated
Human Services Facilities Construction Fund (P.L. 1984, c. 157)			
Fund Balance July 1	270	165	—
Revenues			
Investment earnings	4	1	—
Total Revenues	4	1	—
Total Available	274	166	—
Expenditures			
Educational, cultural, and intellectual development	105	165	—
Total Expenditures	105	165	—
Other Financing Uses			
Transfers to other funds	4	1	—
Total Other Financing Uses	4	1	—
Total Expenditures and Other Financing Uses	109	166	—
Fund Balance June 30	**165**	—	—
Institutional Construction Fund (P.L. 1978, c. 79)			
Fund Balance July 1	7	7	7
Total Available	7	7	7
Fund Balance June 30	7	7	7
Institutions Construction Fund (P.L. 1976, c. 93)			
Fund Balance July 1	10	10	10
Revenues			
Investment earnings	—	1	1
Total Revenues	—	1	1
Total Available	10	11	11
Other Financing Uses			
Transfers to other funds	—	1	1
Total Other Financing Uses	—	1	1
Fund Balance June 30	**10**	**10**	**10**
New Jersey Bridge Rehabilitation and Improvement and Railroad Right of Way Preservation Fund (P.L. 1989, c. 180)			
Fund Balance July 1	6,698	6,617	5,200
Revenues			
Investment earnings	180	74	55
Other	18	—	—
Total Revenues	198	74	55
Total Available	6,896	6,691	5,255
Expenditures			
Transportation programs	81	1,417	1,335
Total Expenditures	81	1,417	1,335
Other Financing Uses			
Transfers to other funds	198	74	55
Total Other Financing Uses	198	74	55
Total Expenditures and Other Financing Uses	279	1,491	1,390
Fund Balance June 30	**6,617**	**5,200**	**3,865**

STATEMENT OF REVENUES, EXPENDITURES AND FUND BALANCES
CAPITAL PROJECTS FUNDS

APPENDIX 1B
(thousands of dollars)

	Fiscal Year Ending June 30		
	2003 Actual	2004 Estimated	2005 Estimated
New Jersey Bridge Rehabilitation and Improvement Fund (P.L. 1983, c. 363)			
Fund Balance July 1	65	65	40
Total Available	65	65	40
Expenditures			
Transportation programs	—	25	23
Total Expenditures	—	25	23
Fund Balance June 30	**65**	**40**	**17**
Public Buildings Construction Fund (P.L. 1968, c. 128)			
Fund Balance July 1	5	5	5
Total Available	5	5	5
Fund Balance June 30	**5**	**5**	**5**
Public Purpose Buildings Construction Fund (P.L. 1980, c. 119)			
Fund Balance July 1	271	275	225
Revenues			
Services and assessments	4	—	—
Investments earnings	5	1	1
Total Revenues	9	1	1
Total Available	280	276	226
Expenditures			
Educational, cultural, and intellectual development	—	50	—
Total Expenditures	—	50	—
Other Financing Uses			
Transfers to other funds	5	1	1
Total Other Financing Uses	5	1	1
Total Expenditures and Other Financing Uses	5	51	1
Fund Balance June 30	**275**	**225**	**225**
Public Purpose Buildings and Community–Based Facilities Construction Fund (P.L. 1989, c. 184)			
Fund Balance July 1	1,566	7,476	2,995
Revenues			
Investment earnings	186	74	42
Total Revenues	186	74	42
Other Financing Sources			
Proceeds from sale of bonds	8,000	—	5,000
Other	458	—	—
Total Other Financing Sources	8,458	—	5,000
Total Available	10,210	7,550	8,037
Expenditures			
Public safety and criminal justice	2,287	4,225	5,758
Educational, cultural and intellectual development	33	—	—
Economic planning, development and security	26	—	—
Government direction, management, and control	202	256	—
Total Expenditures	2,548	4,481	5,758
Other Financing Uses			
Transfers to other funds	186	74	42
Total Other Financing Uses	186	74	42
Total Expenditures and Other Financing Uses	2,734	4,555	5,800
Fund Balance June 30	**7,476**	**2,995**	**2,237**

STATEMENT OF REVENUES, EXPENDITURES AND FUND BALANCES
CAPITAL PROJECTS FUNDS

APPENDIX 1B
(thousands of dollars)

	Fiscal Year Ending June 30		
	2003 Actual	2004 Estimated	2005 Estimated
State Facilities for Handicapped Fund (P.L. 1973, c. 149)			
Fund Balance July 1	249	238	—
Revenues			
Investment earnings	4	4	—
Total Revenues	4	4	—
Total Available	253	242	—
Expenditures			
Educational, cultural, and intellectual development	15	242	—
Total Expenditures	15	242	—
Fund Balance June 30	**238**	—	—
Statewide Transportation and Local Bridge Fund of 1999 (P.L. 1999, c. 181)			
Fund Balance July 1	(135,683)	60,587	40,343
Revenues			
Investment earnings	1,642	440	300
Total Revenues	1,642	440	300
Other Financing Sources			
Proceeds from sale of bonds	259,000	41,000	—
Other	14,812	—	—
Total Other Financing Sources	273,812	41,000	—
Total Available	139,771	102,027	40,643
Expenditures			
Transportation programs	62,955	50,000	35,000
Government direction, management, and control	6,867	8,284	—
Total Expenditures	69,822	58,284	35,000
Other Financing Uses			
Transfers to other funds	9,362	3,400	500
Total Other Financing Uses	9,362	3,400	500
Total Expenditures and Other Financing Uses	79,184	61,684	35,500
Fund Balance June 30	**60,587**	**40,343**	**5,143**
Transportation Rehabilitation and Improvement Fund (P.L. 1979, c. 165)			
Fund Balance July 1	568	568	568
Revenues			
Investment earnings	6	4	4
Total Revenues	6	4	4
Total Available	574	572	572
Other Financing Uses			
Transfers to other funds	6	4	4
Total Other Financing Uses	6	4	4
Fund Balance June 30	**568**	**568**	**568**

STATEMENT OF REVENUES, EXPENDITURES AND FUND BALANCES
PRIVATE PURPOSE TRUST FUNDS

APPENDIX 1C
(thousands of dollars)

	Fiscal Year Ending June 30		
	2003 Actual	2004 Estimated	2005 Estimated
Insurance Annuity Trust Fund			
Fund Balance July 1	79	86	93
Revenues			
Investment earnings	1	1	1
Other	6	6	6
Total Revenues	7	7	7
Total Available	86	93	100
Fund Balance June 30	**86**	**93**	**100**
Motor Vehicle Security Responsibility Fund (P.L. 1959, c.146)			
Fund Balance July 1	—	—	—
Revenues			
Investment earnings	4	4	4
Total Revenues	4	4	4
Total Available	4	4	4
Other Financing Uses			
Transfers to other funds	4	4	4
Total Other Financing Uses	4	4	4
Fund Balance June 30	—	—	—
Unclaimed County Deposits Trust Fund (P.L. 1992, c.173)			
Fund Balance July 1	3,160	3,417	3,694
Revenues			
Investment earnings	121	90	75
Other	256	237	237
Total Revenues	377	327	312
Total Available	3,537	3,744	4,006
Expenditures			
Government direction, management, and control	120	50	50
Total Expenditures	120	50	50
Fund Balance June 30	**3,417**	**3,694**	**3,956**
Unclaimed Insurance Payments on Deposits Account Fund			
Fund Balance July 1	1,977	1,980	1,945
Revenues			
Investment earnings	35	22	20
Other	4	5	5
Total Revenues	39	27	25
Total Available	2,016	2,007	1,970
Expenditures			
Government direction, management, and control	1	40	40
Total Expenditures	1	40	40
Other Financing Uses			
Transfers to other funds	35	22	20
Total Other Financing Uses	35	22	20
Total Expenditures and Other Financing Uses	36	62	60
Fund Balance June 30	**1,980**	**1,945**	**1,910**

STATEMENT OF REVENUES, EXPENDITURES AND FUND BALANCES
PROPRIETARY FUNDS

APPENDIX 1D
(thousands of dollars)

	Fiscal Year Ending June 30		
	2003 Actual	2004 Estimated	2005 Estimated
State Lottery Fund (N.J.S.A. 5:9–21)			
Fund Balance July 1	29,129	17,712	7,712
Revenues			
Investment earnings	2,053	1,800	1,800
Other	2,113,003	2,199,762	2,249,557
Total Revenues	2,115,056	2,201,562	2,251,357
Total Available	2,144,185	2,219,274	2,259,069
Expenditures			
Government direction, management, and control	1,338,975	1,400,071	1,434,866
Total Expenditures	1,338,975	1,400,071	1,434,866
Other Finance Uses			
Transfers to other funds	787,498	811,491	816,491
Total Other Financing Uses	787,498	811,491	816,491
Total Expenditures and Other Finance Uses	2,126,473	2,211,562	2,251,357
Fund Balance June 30	**17,712**	**7,712**	**7,712**
Unemployment Compensation Fund (N.J.S.A. 43:21–9a)			
Fund Balance July 1	2,940,258	2,135,720	1,428,420
Revenue			
Federal and other grants	754,144	320,100	20,000
Services and assessments	1,171,439	1,345,100	1,724,700
Investment earnings	140,190	90,200	52,600
Other	5,986	2,000	2,000
Total Revenues	2,071,759	1,757,400	1,799,300
Total Available	5,012,017	3,893,120	3,227,720
Expenditures			
Economic planning, development and security	2,876,297	2,464,700	2,095,600
Total Expenditures	2,876,297	2,464,700	2,095,600
Fund Balance June 30	**2,135,720**	**1,428,420**	**1,132,120**

DESCRIPTION OF FUNDS

Alcohol Education, Rehabilitation and Enforcement Fund (N.J.S.A. 54:32C)
Special Revenue Fund

Annual deposits of $11 million are made to this Fund from annual collections of the Alcohol Beverage Excise Tax. The monies collected shall be dedicated as follows: 75 percent to alcohol rehabilitation, 15 percent to enforcement, and 10 percent to education.

Additionally, fees of $40 paid by persons convicted of operating a motor vehicle under the influence of intoxicating liquor or drugs, are deposited into this Fund to be used for the screening, evaluation, education, and referral of persons who have been convicted of drunk driving.

Atlantic City Parking Fees Fund (P.L. 1993, c.159)
Special Revenue Fund

There is imposed by this law a $2 parking fee per diem for each vehicle parked, garaged, or stored in any casino hotel parking space. These revenues are to be made available to the Casino Reinvestment Development Authority.

Atlantic City Tourism Promotion Fund (P.L. 1991, c.376)
Special Revenue Fund

This Fund accounts for revenues collected for fees of $2 per day for each occupied room in any hotel providing casino gaming and $1 per day for each occupied room in any other hotel in the eligible municipality. The revenues are collected, certified, and distributed on a monthly basis to the convention center operating authority. Amounts expended by the convention center operating authority are solely for the purpose of promoting tourism, conventions, resorts, and casino gaming.

Beaches and Harbor Fund (P.L. 1977, c.208)
Special Revenue Fund

An amount of $30 million was authorized to research, plan, acquire, develop, construct, and maintain beaches and harbors.

Boarding House Rental Assistance Fund (N.J.S.A. 55:14K–14)
Special Revenue Fund

The purpose of this Fund is to finance life safety improvement loans by the New Jersey Housing and Mortgage Finance Agency for the benefit of residents of boarding homes; and to provide a source of repayment for such life safety improvement loans.

Body Armor Replacement Fund (P.L. 1997, c.177)
Special Revenue Fund

The Body Armor Replacement Fund is a repository fund for monies provided pursuant to subsection (d) of R.S. 39:5–41 and shall be used exclusively for the purchase of body vests for law enforcement officers and correction officers.

Capital City Redevelopment Loan and Grant Fund (P.L. 1987, c.58)
Special Revenue Fund

This Fund was established for the redevelopment and revitalization of the City of Trenton. The State has established a redevelopment corporation operating within the boundaries of the Trenton district, which will plan, coordinate, and promote the public and private development of that district in a manner which enhances the vitality of the Trenton area as a place of commerce, recreation, and culture and as an area which to conduct public business and visit historic sites.

Casino Simulcasting Fund (P.L. 1992, c.19)
Special Revenue Fund

Casino simulcasting is defined as the simultaneous transmission by picture of running or harness horse races conducted at race tracks to Atlantic City casinos and pari–mutuel wagering at those gambling establishments on the results of those races. A portion of the revenue generated from casino simulcasting is to be deposited into this Fund and shall be used for services to benefit senior citizens.

Casino Simulcasting Special Fund (P.L. 1992, c.19)

Special Revenue Fund

Casino simulcasting is defined as the simultaneous transmission by picture of running or harness horse races conducted at race tracks to Atlantic City casinos and pari-mutuel wagering at those gambling establishments on the results of those races. A portion of the revenue generated from casino simulcasting is to be deposited into this Fund and shall be disbursed to the Atlantic City Racetrack, Atlantic City casinos conducting simulcasting, and for other miscellaneous purposes.

Catastrophic Illness in Children Relief Fund (P.L. 1987, c.370)

Special Revenue Fund

The purpose of this Fund is to provide assistance to children and their families whose medical expenses due to a child's "catastrophic illness" extend beyond the families' available resources. Revenue is derived from a $1 annual surcharge per employee for all employers who are subject to the New Jersey Unemployment Compensation Law.

Clean Communities Account Fund (P.L. 1985, c.533)

Special Revenue Fund

P.L. 2002, c.128, enacted during fiscal year 2003, revised portions of legislation affecting the Clean Communities Account Fund and the State Recycling Fund. Specifically, this legislation imposes a user fee on sales of litter-generating products to be credited to the Clean Communities Account Fund. Of the annual amount credited to the Fund, 25%, but not more than $4 million per year, is appropriated to the State Recycling Fund to provide recycling grants to municipalities and counties for local recycling programs. The balance of money credited to the Fund shall be used to provide grants to eligible municipalities for programs of litter pickup and removal; and shall also be used for a State program of litter pickup and removal and of enforcement of litter-related laws.

Clean Waters Fund (P.L. 1976, c.92)

Special Revenue Fund

An amount of $120 million was authorized to research, plan, acquire, develop, construct, and maintain water supply and wastewater treatment facilities.

Correctional Facilities Construction Fund (P.L. 1982, c.120)

Capital Projects Fund

An amount of $170 million was authorized for construction of new medium security prisons, a program of county assistance, and renovations and modifications to existing State facilities.

Correctional Facilities Construction Fund of 1987 (P.L. 1987, c.178)

Capital Projects Fund

An amount of $198 million was authorized for State and county correctional facilities for planning, erection, acquisition, improvement, construction, reconstruction, development, extension, rehabilitation, demolition, and equipment.

Cultural Centers and Historic Preservation Fund (P.L. 1987, c.265)

Special Revenue Fund

An amount of $100 million was authorized for the purpose of financing the construction and development of cultural centers ($40 million); the restoration, repair, or rehabilitation of historic structures in the State ($25 million); and for the purpose of providing for grants and loans to assist municipalities, counties, and other units of local government to acquire and develop lands for recreation and conservation purposes ($35 million).

1992 Dam Restoration and Clean Waters Trust Fund (P.L. 1992, c.88)

Special Revenue Fund

An amount of $20 million was authorized from the Green Acres, Clean Water, Farmland, and Historic Preservation Bond Act of 1992 to finance dam restoration and inland water projects and loans.

1989 Development Potential Bank Transfer Fund (P.L. 1989, c.183)

Special Revenue Fund

Bonds authorized in the amount of $20 million are to be provided for the acquisition and development rights of land by the State for recreation and conservation purposes.

Developmental Disabilities Waiting List Reduction Fund (P.L. 1994, c.108)

Special Revenue Fund

An act authorized the creation of a debt of the State of New Jersey by the issuance of State bonds in the aggregate principal amount of $160 million for the purpose of planning, construction, reconstruction, development, erection, acquisition, extension, improvement, rehabilitation, and equipping of community based residential facilities for clients on the Developmental Disabilities Waiting List.

Division of Motor Vehicles Surcharge Fund (P.L. 1994, c.57)

Special Revenue Fund

The Fund is comprised of revenues from surcharges and interest for payment to the New Jersey Economic Development Authority's Market Transition Facility Revenue Fund to pay principal and interest on the Market Transition Facility bonds.

Dredging and Containment Facility Fund (P.L. 1996, c.70)

Special Revenue Fund

An amount of $185 million was authorized for the construction of subaqueous pits, the construction of containment facilities, projects related to the decontamination of dredged materials, and dredging projects. Additionally, an amount of $20 million from bond proceeds was authorized for the purpose of dredging of navigation channels located in the port region.

Drinking Water State Revolving Fund (P.L. 1998, c.84)

Special Revenue Fund

This Fund is the depository for the receipt of federal capitalization grants and other funds made available to the State for drinking water projects and set–asides pursuant to the Federal Safe Drinking Water Act.

1996 Economic Development Site Fund (P.L. 1996, c.70)

Special Revenue Fund

An amount of $20 million was authorized for the purchase of real property, equipment, and any building, construction, and miscellaneous site improvements associated with an economic development site.

Emergency Flood Control Fund (P.L. 1978, c.78)

Special Revenue Fund

An amount of $25 million was authorized to acquire, develop, construct, and maintain flood control facilities and for the development of a comprehensive flood control master plan.

Emergency Medical Technician Training Fund (P.L. 1992, c.143)

Special Revenue Fund

This Fund was established to annually reimburse any private agency, organization, or entity which is certified by the Commissioner of Health and Senior Services to provide training and testing for volunteer ambulance, first aid, and rescue squad personnel who are seeking emergency medical tech–ambulance and defibrillation intermediate, or who are taking refresher courses or recertification for which that entity is not otherwise reimbursed.

Emergency Services Fund (N.J.S.A. 52:14E–5)

Special Revenue Fund

This Fund was established in 1972 to reimburse municipalities or counties for damage or excess costs as a result of an emergency. Payments must be certified by the Governor's Advisory Council and approved by the Governor.

Energy Conservation Fund (P.L. 1980, c.68)

Capital Projects Fund

An amount of $50 million was authorized, of which $3 million is for energy audits and $47 million is for energy–saving renovations to educational facilities, institutions, and public buildings of the State.

Enterprise Zone Assistance Fund (P.L. 1983, c.303)

Special Revenue Fund

The purpose of this Fund is to concentrate the benefits of zone designation and to provide gradual and geographically balanced introduction of such zones. The law is aimed at encouraging the revitalization of some of the State's most distressed urban areas with incidence of poverty and unemployment.

1996 Environmental Cleanup Fund (P.L. 1996, c.70)

Special Revenue Fund

An amount of $70 million was authorized to provide for the remediation of hazardous discharge sites and for the construction of water supply facilities to replace potable water supplies determined to be contaminated or threatened by a discharge.

1989 Farmland Preservation Fund (P.L. 1989, c.183)

Special Revenue Fund

An amount of $50 million was authorized for the purpose of the preservation of farmland for agricultural use and production.

1992 Farmland Preservation Fund (P.L. 1992, c.88)

Special Revenue Fund

An amount of $50 million was authorized from the Green Acres, Clean Water, Farmland and Historic Preservation Bond Act of 1992 for the purpose of the preservation of farmland for agricultural use and production.

1995 Farmland Preservation Fund (P.L. 1995, c.204)

Special Revenue Fund

An amount of $50 million was authorized from the Green Acres, Farmland and Historic Preservation Bond Act of 1995, and Blue Acres Bond Act of 1995 for the purpose of farmland preservation and agricultural use.

Fund for Support of Free Public Schools (N.J.S.A. 18A:56–1)

Special Revenue Fund

The Fund consists of proceeds from the sale of riparian lands, rents received on leased riparian lands of the State, licenses and fees related to such lands, and the income from earnings on investments. The income is appropriated by the Annual Appropriations Act for the support of free public schools. The income of the Fund is then transferred to the General Fund in support of such appropriations.

P.L. 2003, c.118 provides for the establishment of a school bond reserve. The school bond reserve consists of two accounts, the old school bond reserve account and the new school bond reserve account. The old school bond reserve account shall be funded in an amount equal to at least 1 ½ percent of the aggregate issued and outstanding bonded indebtedness of counties, municipalities, or school districts for school purposes for all such indebtedness issued prior to July 1, 2003. The new school bond reserve account shall be funded in an amount equal to at least 1 percent of the aggregate issued and outstanding bonded indebtedness of counties, municipalities, or school districts for school purposes for all such indebtedness issued on or after July 1, 2003, exclusive of bonds for debt service, which is provided by State appropriations.

Garden State Farmland Preservation Trust Fund (P.L. 1999, c.152)

Special Revenue Fund

The Garden State Farmland Preservation Trust Fund was authorized for the preservation of farmland for agricultural use and production. It receives funding from the Garden State Preservation Trust.

Garden State Historic Preservation Trust Fund (P.L. 1999, c.152)

Special Revenue Fund

The Garden State Historic Preservation Trust Fund was authorized for the work relating to the conservation, improvement, repair, restoration, or stabilization of historic property. It receives funding from the Garden State Preservation Trust.

Garden State Preservation Trust (P.L. 1999, c.152)

Special Revenue Fund

The Trust was created to provide funding to the Garden State Farmland Preservation Trust Fund, the Garden State Green Acres Preservation Trust Fund, and the Garden State Historic Preservation Trust Fund for the preservation of open space, farmland and historic properties within the means provided by the 1998 constitutional amendment which dedicated $98 million annually in Sales and Use Tax revenues for such purposes. The constitutional amendment also granted the Garden State Preservation Trust with authorization to issue up to $1 billion in bonds in order to help meet its legislative mandate. The Trust was placed within the Department of the Treasury but independent of its supervision or control.

Green Trust Fund (P.L. 1983, c.354)

Special Revenue Fund

An amount of $83 million was authorized from the 1983 New Jersey Green Acres Fund for the purpose of making loans and grants to local government units for the acquisition and development of lands for recreation and conservation.

Hazardous Discharge Fund of 1981 (P.L. 1981, c.275)

Special Revenue Fund

An amount of $100 million was authorized for the identification, cleanup, and removal of hazardous discharges.

Hazardous Discharge Fund of 1986 (P.L. 1986, c.113)

Special Revenue Fund

An amount of $200 million was authorized for the purpose of financing the cost of identification, cleanup, and removal of hazardous discharges.

Hazardous Discharge Site Cleanup Fund (P.L. 1985, c.247)

Special Revenue Fund

This Fund was established for the purposes of preparing feasibility studies, engineering designs, and undertaking other work necessary to the cleanup or mitigation of hazardous discharge sites in the State. An amount of $100 million was appropriated from the Hazardous Discharge Fund of 1981.

Health Care Subsidy Fund (P.L. 1992, c.160)

Special Revenue Fund

This Fund is comprised of revenues from employee and employer contributions, cigarette and tobacco taxes, hospital assessments, interest, and penalties. Monies in the Fund shall be used to distribute charity and other uncompensated care disproportionate share payments to hospitals; provide subsidies for the New Jersey Kid Care program; and provide financial assistance for hospitals, other health care initiatives, and hospital bond assistance.

Higher Education Facility Renovation and Rehabilitation Fund (P.L. 1990, c.126)

Special Revenue Fund

The sum of $45 million was appropriated from the Jobs, Education and Competitiveness Fund to the Higher Education Facility Renovation and Rehabilitation Fund to be used only for the renovation and rehabilitation of existing higher education buildings at various State colleges and universities, and the New Jersey Institute of Technology.

1992 Historic Preservation Fund (P.L. 1992, c.88)

Special Revenue Fund

An amount of $25 million was authorized from the Green Acres, Clean Water, Farmland and Historic Preservation Bond Act of 1992 for the purpose of providing State matching grants to assist State agencies or entities, local government units, and qualifying tax exempt nonprofit organizations to meet the historic preservation project cost for historic properties, structures, facilities, or sites owned or leased on a long-term basis by those agencies, entities, units, or organizations.

1995 Historic Preservation Fund (P.L. 1995, c.204)

Special Revenue Fund

The purpose of this Fund is to provide matching grants to assist State agencies or entities, local government units, and qualified tax-exempt nonprofit organizations to meet historic preservation project costs.

Historic Preservation Revolving Loan Fund (P.L. 1991, c.41)

Special Revenue Fund

There was appropriated $3 million to the Historic Preservation Revolving Loan Fund for the purpose of making low interest loans to counties, municipalities, or tax exempt non-profit organizations to finance the costs of acquiring, restoring, repairing, or rehabilitating historic structures.

Horse Racing Injury Compensation Fund (P.L. 1995, c.329)

Special Revenue Fund

The purpose of this Fund is to provide workers' compensation coverage to employees in the thoroughbred and standard bred horse racing industries in New Jersey. The costs of providing coverage shall be funded from assessments to both the thoroughbred and standard bred industries based on their respective experience rating.

Housing Assistance Fund (P.L. 1968, c.127)

Special Revenue Fund

An amount of $12.5 million was authorized for interest rate subsidies on contracts and agreements with qualified mortgagors and mortgagees of housing developments to decrease rental and carrying charges to low and moderate income occupants of such housing, and to provide financial assistance to qualified housing developments that were constructed, financed, or rehabilitated under federal law and moderate income financing programs.

Human Services Facilities Construction Fund (P.L. 1984, c.157)

Capital Projects Fund

An amount of $60 million was authorized for the planning, construction, reconstruction, development, erection, acquisition, extension, improvement, rehabilitation, and equipping of human services facilities.

Institutional Construction Fund (P.L. 1978, c.79)

Capital Projects Fund

An amount of $100 million was authorized to construct or rehabilitate facilities for the mentally retarded in concert with the federal program for Intermediate Care Facilities/Mentally Retarded (ICF/MR) and the construction or rehabilitation of mental health and correctional facilities. In addition, funds were used for a library for the blind and handicapped and a forensic laboratory for the State Medical Examiner.

Institutions Construction Fund (P.L. 1976, c.93)

Capital Projects Fund

An amount of $80 million was authorized to provide safe and humane facilities at institutions for the mentally ill, mentally retarded, and incarcerated through construction of new facilities or rehabilitation and improvement of existing facilities.

Insurance Annuity Trust Fund (Superior Court of New Jersey, Law Division, Morris County
Private Purpose Trust Fund

This Fund was established to account for deposits made by Western National Life Insurance Company or its assignees on behalf of the State of New Jersey resulting from a lawsuit filed against the State.

Jobs, Education and Competitiveness Fund (P.L. 1988, c.78)
Special Revenue Fund

An amount of $350 million was authorized for the construction, reconstruction, development, extension, improvement, and equipment of classrooms, academic buildings, libraries, computer facilities, and other higher education buildings at New Jersey's public and private institutions of higher education; the establishment and construction of advanced technology centers at public and private institutions of higher education; and for the expansion and construction of additional facilities at, and acquisition of additional and upgraded equipment for, existing advanced technology centers sponsored by the New Jersey Commission on Science and Technology.

Jobs, Science and Technology Fund (P.L. 1984, c.99)
Special Revenue Fund

An amount of $90 million was authorized for the establishment and construction of a network of advanced technology centers at public and private institutions of higher education; providing for the construction and improvement of technical and engineering facilities and for high technology job training and retraining programs at public and private institutions of higher education.

Korean Veterans' Memorial Fund (P.L. 1996, c.72)
Special Revenue Fund

The Korean Veterans' Memorial Fund is credited with funds collected by the Korean Veterans' Memorial Committee. The purpose of this Fund is to locate a suitable site for the construction of a memorial in the State of New Jersey honoring the veterans of the Korean War.

1996 Lake Restoration Fund (P.L. 1996, c.70)
Special Revenue Fund

An amount of $5 million was authorized for the removal of sand, silt, mud, sediment, rocks, stumps, vegetation, algae blooms, or other materials from lakes, or the abatement and control of pollution caused by storm water runoff, soil erosion, or other types of nonpoint source or point source pollution.

Legal Services Fund (P.L. 1996, c.52)
Special Revenue Fund

Revenues generated from the increase in certain filing fees in civil actions are credited to the Fund and are used to provide legal services to the poor in civil matters, funding for ten Superior Court judgeships, and support to Rutgers–Newark Law School, Rutgers–Camden Law School, and Seton Hall Law School for clinical programs which provide free legal representation to the poor.

Luxury Tax Fund (N.J.S.A. 40:48–8.30a(B), (P.L. 1991, c.375)
Special Revenue Fund

This Fund accounts for revenues collected under the provisions of the Luxury Tax Fund Act. The Act amends existing statutes wherein Atlantic City imposes a tax on certain sales and services. A portion of these tax revenues are dedicated to the payment of debt service on bonds issued for the construction of Convention Hall facilities, to subsidize Convention Center operating budget deficits, and to provide housing opportunities for low and moderate income families.

Medical Education Facilities Fund (P.L. 1977, c.235)
Special Revenue Fund

An amount of $120 million was authorized to refinance revenue bonds issued in 1974 by the New Jersey Health Care Facilities Financing Authority, to reduce interest costs for the construction of the teaching hospital at the University of Medicine and Dentistry of New Jersey. The refinancing also provided substantial savings ($25 million), which are available for the construction of other medical facilities.

Mortgage Assistance Fund (P.L. 1976, c.94)

Special Revenue Fund

An amount of $25 million was authorized for mortgage assistance and to spur construction, rehabilitation, and maintenance of housing for senior citizens and families of low and moderate income, and to provide funds for second mortgages and for a neighborhood preservation program.

Motor Vehicle Security Responsibility Fund (N.J.S.A. 39:6–30.1)

Private Purpose Trust Fund

Security deposits made by motorists not having the required minimum motor vehicle insurance coverage in the State, who have been involved in a motor vehicle accident resulting in bodily injury or death and/or property damage, are recorded in this Fund. The deposits may be disbursed in satisfaction of judgments rendered or returned to the motorist upon release of liability.

Mutual Workers' Compensation Security Fund (N.J.S.A. 34:15–112)

Special Revenue Fund

Monies received from assessments levied against mutual insurance carriers writing workers' compensation insurance in the State are deposited in this Fund. Payments from the Mutual Workers' Compensation Fund are made to persons entitled to receive workers' compensation when a mutual carrier is determined to be insolvent.

Natural Resources Fund (P.L. 1980, c.70)

Special Revenue Fund

An amount of $145 million was authorized to fund state and local projects for resource recovery, sewage treatment, water supply, dam restoration, and harbor clean–up projects.

New Home Warranty Security Fund (N.J.S.A. 46:3B–7)

Special Revenue Fund

Monies received from participating builders of dwellings not previously occupied, excluding those constructed solely for lease, are deposited in this Fund. Payments are authorized by approved claims of owners for defects in new homes covered by the new home warranty.

New Jersey Automobile Insurance Guaranty Fund (P.L. 1990, c.8)

Special Revenue Fund

This Fund is utilized exclusively for the purpose of satisfying the financial obligations of the New Jersey Automobile Full Insurance Underwriting Association. Monies are collected from the following sources: tax imposed on premiums earned by the New Jersey Automobile Full Insurance Underwriting Association; surtax imposed on automobile insurance premiums; a percentage of the surcharges collected by the Division of Motor Vehicles; additional registration fees collected by the Division of Motor Vehicles; assessments against attorneys, auto body shops, medical examiners, chiropractors, and physical therapists; and loans from the New Jersey Property–Liability Insurance Guaranty Association.

P.L. 1994, c.57 amended P.L. 1990, c.8 to utilize any monies remaining after the New Jersey Automobile Full Underwriting Association debt has been satisfied to satisfy the current and anticipated liabilities and expenses of the Market Transition Facility.

Effective June 9, 2003, P.L. 2003, c.89 repealed section 23 of P.L. 1990, c.8. All balances in this fund created pursuant to section 23 of P.L. 1990, c.8 were transferred to the New Jersey Property–Liability Insurance Guaranty Association.

New Jersey Bridge Rehabilitation and Improvement and Railroad Right–of–Way Preservation Fund

Capital Projects Fund

An amount of $115 million has been authorized for the purposes of rehabilitating and improving bridges in the State and the preservation and acquisition of railroad rights–of–way.

New Jersey Bridge Rehabilitation and Improvement Fund (P.L. 1983, c.363)

Capital Projects Fund

An amount of $135 million was authorized for the purpose of rehabilitating and improving bridges in the State's rail and road system. Of this sum, $97.5 million was reserved for the cost of rehabilitation and improvement of bridges carrying State highways and $37.5 million was reserved for the State share of the cost of rehabilitation and improvement of bridges carrying county and municipal roads.

1995 New Jersey Coastal Blue Acres Trust Fund (P.L. 1995, c.204)

Special Revenue Fund

An amount of $15 million has been authorized from the Green Acres, Farmland and Historic Preservation Bond Act of 1995, and Blue Acres Bond Act of 1995 for the purpose of providing State grants and loans to assist local government units to meet the coastal blue acres cost of acquiring, for recreation and conservation purposes, lands in the coastal area that have been damaged by, or may be prone to incurring damage caused by, storms or storm–related flooding, or may buffer or protect other lands from such damage.

New Jersey Cultural Trust Fund (P.L. 2000, c.76)

Special Revenue Fund

The Annual Appropriations Act provides funding to a dedicated non–lapsing account in the General Fund. The State Treasurer shall transfer to the trust fund from this account an amount equal to donations made to the Cultural Trust Fund subject to the availability of monies in the dedicated account. Interest or other monies earned on the deposits made to the Fund shall be used for assisting in the funding of capital facilities projects and endowment development, and contributing to the financial stability of qualified organizations in New Jersey.

1983 New Jersey Green Acres Fund (P.L. 1983, c.354)

Special Revenue Fund

An amount of $135 million was authorized for public acquisition and development of land for recreation and conservation purposes to meet the future needs of the expanding population. Of this amount, $52 million is allocated for the acquisition and development of land by the State. An amount of $83 million is to be transferred to the Green Trust Fund and is allocated for grants or loans to local government units for acquisition or development of land.

1989 New Jersey Green Acres Fund (P.L. 1989, c.183)

Special Revenue Fund

An amount of $90 million was authorized from the 1989 Open Space Preservation Bond Act to provide monies for State grants to assist local government units to acquire and develop land for recreation and conservation purposes.

1992 New Jersey Green Acres Fund (P.L. 1992, c.88)

Special Revenue Fund

An amount of $80 million was authorized from the Green Acres, Clean Water, Farmland and Historic Preservation Bond Act of 1992 for the purpose of acquiring and developing land by the State for recreation and conservation purposes.

1995 New Jersey Green Acres Fund (P.L. 1995, c.204)

Special Revenue Fund

An amount of $115 million was authorized from the 1995 Green Acres, Farmland and Historic Preservation, and Blue Acres Bond Act of 1995 to provide monies for public acquisition and development of land for recreation and conservation purposes.

1989 New Jersey Green Trust Fund (P.L. 1989, c.183)

Special Revenue Fund

An amount of $140 million was authorized from the 1989 Open Space Preservation Bond Act to provide monies for public acquisition and development of land for recreation and conservation purposes.

1992 New Jersey Green Trust Fund (P.L. 1992, c.88)
Special Revenue Fund

An amount of $120 million was authorized from the Green Acres, Clean Water, Farmland and Historic Preservation Bond Act of 1992 for the purpose of providing State grants and loans to assist local government units to acquire and develop land for recreation and conservation.

1995 New Jersey Green Trust Fund (P.L. 1995, c.204)
Special Revenue Fund

An amount of $135 million was authorized from the Green Acres, Farmland and Historic Preservation Bond Act of 1995, and Blue Acres Bond Act of 1995 to provide monies for public acquisition and development of land for recreation and conservation purposes.

1995 New Jersey Inland Blue Acres Fund (P.L. 1995, c.204)
Special Revenue Fund

An amount of $15 million was authorized from the Green Acres, Farmland and Historic Preservation Bond Act of 1995, and Blue Acres Bond Act of 1995 for the purpose of providing monies to meet the inland blue acre cost of acquisition by the State, for recreation and conservation purposes, of lands in the floodway of the Passaic River and its tributaries that have been damaged by, or may be prone to incurring damage caused by, storms or storm related flooding, or that may buffer or protect other lands from such damage.

New Jersey Insolvent Health Maintenance Organization Assistance Fund (P.L. 2000, c.12)
Special Revenue Fund

The purpose of this Fund is to protect, subject to certain limitations, covered individuals and providers against the failure or inability of HIP Health Plan of New Jersey, Inc. and the American Preferred Provider Plan, Inc. to perform certain contractual obligations due to their insolvency. The sum of $41.1 million will be appropriated from the Tobacco Settlement Fund as well as an aggregate amount not to exceed $50 million from the member organizations.

New Jersey Local Development Financing Fund (N.J.S.A. 34:1B–36)
Special Revenue Fund

An amount of $45 million is allocated from the Community Development Bond Fund to capitalize the New Jersey Local Development Financing Fund. The Fund will provide financial assistance to municipal governments, local development corporations, and other organizations sponsoring commercial and industrial projects which encourage municipal economic development.

New Jersey Spill Compensation Fund (N.J.S.A. 58:10–23.11i)
Special Revenue Fund

Receipts from taxes and penalties levied upon each owner or operator of a major facility of hazardous substances are deposited in this Fund. The tax is measured by the number of barrels of hazardous substances of the first transfer to the major facility. Payments may be authorized for clean–up costs, removal costs, research, and payments of approved claims.

New Jersey Spinal Cord Research Fund (P.L. 1999, c.201)
Special Revenue Fund

A $1 surcharge on motor vehicle fines and penalties are to be credited to this Fund. Money collected shall be used exclusively for the purpose of making grants for approved spinal cord research projects at qualified research institutions.

New Jersey Workforce Development Partnership Fund (P.L. 1992, c.44)
Special Revenue Fund

This Fund was established to provide qualified displaced, disadvantaged, and employed workers with employment and training services most likely to provide the greatest opportunity for long range career advancement with high levels of productivity and earning power. The program shall provide those services by means of training grants or customized training services, provided the funding is not available from federal or other sources. Beginning January 1, 1993, each worker and employer shall contribute to the fund an amount equal to 0.025 percent of the workers' wages. These funds will reduce contributions to the Unemployment Compensation Fund.

Petroleum Overcharge Reimbursement Fund (P.L. 1987, c.231)

Special Revenue Fund

The Petroleum Overcharge Reimbursement Fund accounts for monies received by the State from the Federal government pursuant to court settlements with various petroleum companies and distributors as payments for overcharges for petroleum products. Appropriations are made from the Fund for energy efficiency and conservation programs.

Pinelands Infrastructure Trust Fund (P.L. 1985, c.302)

Special Revenue Fund

An amount of $30 million was authorized for the purpose of providing grants and loans to local units of government for transportation, wastewater treatment, water supply, and other infrastructure capital projects necessary to accommodate development in the pinelands area.

Pollution Prevention Fund (P.L. 1991, c.235)

Special Revenue Fund

The purpose of this Fund is the implementation of a comprehensive pollution prevention program which integrates the air pollution, water pollution, and hazardous waste management programs. The Fund shall be credited with fees imposed upon employers and collected by the Department of Labor.

Public Buildings Construction Fund (P.L. 1968, c.128)

Capital Projects Fund

An amount of $337.5 million was authorized for construction, reconstruction, development, extension, and equipping of public buildings for State institutions, higher education, including State and county colleges, vocational education, and for a statewide television and radio network.

Public Purpose Buildings and Community-Based Facilities Construction Fund (P.L. 1989, c.184)

Capital Projects Fund

An amount of $125 million was authorized for the purpose of the planning, construction, reconstruction, development, erection, acquisition, extension, improvement, rehabilitation, and equipment of State and community-based human services facilities and State correctional facilities.

Public Purpose Buildings Construction Fund (P.L. 1980, c.119)

Capital Projects Fund

An amount of $159 million was authorized for construction of public purpose buildings, including $50 million for facilities for the mentally retarded, $67 million for correctional facilities, $7 million for a veterans' long-term care facility, $3.5 million for facilities for children in need of supervision, and $21.5 million for facilities for the mentally ill.

Proceeds in the amount of $10 million from the sale of bonds was authorized to be segregated and held aside for guarantees providing that the monies shall be pledged as security for the obligation.

Real Estate Guaranty Fund (N.J.S.A. 45:15-34)

Special Revenue Fund

Monies received from additional fees on annual licenses of real estate brokers and real estate salesmen are deposited in this Fund. Claim payments, as certified by court orders, are made to persons aggrieved by the embezzlement, conversion, or unlawful obtaining of money or property by a licensed real estate broker or a real estate salesman, or an unlicensed employee of a real estate broker.

Resource Recovery and Solid Waste Disposal Facility Fund (P.L. 1985, c.330)

Special Revenue Fund

An amount of $85 million was authorized to provide funds for loans or grants to local government units for the construction of resource recovery facilities and environmentally sound sanitary landfill facilities.

Safe Drinking Water Fund (N.J.S.A. 58:12A–12)
Special Revenue Fund

This Fund accounts for tax revenues collected from owners or operators of public community water systems pursuant to the Safe Drinking Water Act. Monies in this Fund are subject to appropriation to the Department of Environmental Protection for all costs associated with the department's administration of programs set forth in the Act.

Sanitary Landfill Facility Contingency Fund (N.J.S.A. 13:1E–100)
Special Revenue Fund

Receipts from taxes and penalties levied upon each owner or operator of every sanitary landfill facility are deposited in this Fund. The tax is levied per cubic yard of solids and per gallon of liquids. The Fund shall be liable for all direct and indirect damages resulting from the operations or closure of any sanitary landfill.

Shore Protection Fund (P.L. 1983, c.356)
Special Revenue Fund

An amount of $50 million was authorized for the purpose of State projects and the making of State grants and loans to counties and municipalities for researching, planning, acquiring, developing, constructing, and maintaining shore protection projects. Of the total available, $40 million was allocated for State shore protection projects and for State grants to counties and municipalities. The remaining $10 million was allocated for State loans to counties and municipalities.

Special Transportation Fund (N.J.S.A. 27:1B–21)
Capital Projects Fund

This Fund was established in accordance with the provisions of the New Jersey Transportation Trust Fund Authority Act of 1984. The Fund accounts for the receipt of resources from the New Jersey Transportation Trust Fund Authority and related federal grant awards, and the expenditure of these funds for authorized public transportation projects. The funds can only be expended by the Department of Transportation pursuant to appropriations or authorizations made by the Legislature for the purpose of the Transportation Trust Fund Authority Act.

State Disability Benefit Fund (N.J.S.A. 43:21–46a)
Special Revenue Fund

Deposits from contributions of workers and employers who are subject to the contribution section on taxable wages under the unemployment compensation law of the State are recorded in the Fund. Deposits are also made from special assessments, fines, penalties, and investment earnings. Payments from the Fund may be made to persons entitled to disability benefits and benefits not covered by the Workers' Compensation Law, for authorized refunds of contributions, and for administrative expenses.

State Facilities for Handicapped Fund (P.L. 1973, c.149)
Capital Projects Fund

An amount of $25 million was authorized for expansion and renovation of the Marie H. Katzenbach School for the Deaf and for the planning, acquisition, improvements, and construction of regional day–school facilities to educate children with severe handicaps.

State Land Acquisition and Development Fund (P.L. 1978, c.118)
Special Revenue Fund

An amount of $200 million was authorized for State and local acquisition and development to continue efforts to conserve open space and provide recreation areas. Half of the amount is allocated to urban areas.

State Recreation and Conservation Land Acquisition and Development Fund (P.L. 1974, c.102)
Special Revenue Fund

An amount of $200 million was authorized to enable the State to acquire and develop land and to provide for State grants to assist municipalities, counties, and other units of local government to acquire and develop land for recreation and conservation purposes.

State Recycling Fund (N.J.S.A. 12:1E–92)
Special Revenue Fund

P.L. 2002, c.128, enacted during fiscal year 2003, revised prior portions of legislation affecting this Fund. Specifically, this legislation requires that 25% of the balance in the Clean Communities Account Fund, but not more than $4 million per year, is appropriated to this Fund, to provide recycling grants to municipalities and counties for local recycling programs.

1999 Statewide Transportation and Local Bridge Fund (P.L. 1999, c.181)
Capital Projects Fund

An amount of $500 million was authorized for the purpose of rehabilitating and improving State transportation, including local bridges. Of this sum, $250 million was reserved for grants to county and municipal governments for the cost of rehabilitation and improvement of structurally deficient bridges carrying county or municipal roads including railroad overhead bridges. The remaining $250 million is reserved for transportation projects.

Stock Workers' Compensation Security Fund (N.J.S.A. 34:15–105)
Special Revenue Fund

Monies received from assessments levied against stock insurance carriers writing workers' compensation insurance in the State are deposited in this Fund. Payments from the Stock Workers' Compensation Fund are made to persons entitled to receive workers' compensation when a stock carrier is determined to be insolvent.

Stormwater Management and Combined Sewer Overflow Abatement Fund (P.L. 1989, c.181)
Special Revenue Fund

An amount of $50 million was authorized for the purpose of providing grants and loans to local government units for the costs of projects identified pursuant to the stormwater management and combined sewer overflow abatement project priority list.

Supplemental Workforce Fund for Basic Skills (PL 2002, c.152)
Special Revenue Fund

Beginning July 1, 2001, each employer shall contribute an amount equal to the amount that the employer's contribution is decreased pursuant to subparagraph (5) of subsection (c) of R.S.43:21–7. Beginning January 1, 2002, each worker shall contribute 0.0175 percent of the worker's wages as determined in paragraph (3) of subsection (b) of R.S. 43:21–7. The monies in this Fund shall be used for the basic skills training; reemployment services, and training programs for displaced disadvantaged workers.

Tobacco Settlement Fund
Special Revenue Fund

Payments received from the Master Settlement Agreement (MSA), dated November 23, 1998, are deposited into this Fund. The MSA is the national settlement reached with the tobacco industry in which participating states will be paid in perpetuity. During fiscal year 2003, the State sold its rights of future installments acquired via the MSA to the Tobacco Settlement Financing Corporation, Inc. for $2.8 billion plus any interest accrued on monies held in escrow.

Transportation Rehabilitation and Improvement Fund (P.L. 1979, c.165)
Capital Projects Fund

An amount of $475 million was authorized to provide an improved transportation system for the State. Of this amount, $150 million was reserved for the improvement of public transportation facilities, $80 million was reserved for the improvement of county and municipal roads, and $245 million was reserved for the improvement of State highways.

Unclaimed Child Support Trust Fund (P.L. 1995, c.115)
Special Revenue Fund

All monies received, as abandoned child support shall be deposited into this Fund. Each year, within 45 days of the receipt of such funds, payments shall be made to the Judiciary consisting of the Federal Government's Title IV–D share. The remaining portions shall be used to pay claims duly presented and allowed and all expenses and costs incurred by the State of New Jersey.

Unclaimed County Deposits Trust Fund (P.L. 1992, c.173)

Private Purpose Trust Fund

All monies received as unclaimed county deposits shall be deposited in the Fund. Each year 75 percent of the deposits received from a respective county shall be paid to that county. The remaining portion shall be retained in the Fund and used to pay claims duly presented and allowed and all expenses and costs incurred by the State of New Jersey.

Unclaimed Insurance Payments on Deposit Accounts Fund

Private Purpose Trust Fund

The Unclaimed Deposits Amendment Act of 1993 (UDAA) controls the disposition of unclaimed insurance payments on deposit accounts for insured depository institutions which are placed into receivership after July 28, 1993. Pursuant to the UDAA, unclaimed insurance deposits are placed into this Fund and held for ten years. Payments will be made to the owner upon determining that such individual or entity is the rightful owner of such funds. At the end of the ten–year period, any remaining deposits will be forwarded to the Federal Deposit Insurance Corporation (FDIC).

Unclaimed Utility Deposits Trust Fund (P.L. 2000, c.132)

Special Revenue Fund

All monies received in unclaimed property deposits from electric and gas utilities are deposited into this Fund. Each year, unless the administrator deems it prudent and advisable to do otherwise, the administrator shall pay to the New Jersey Statewide Heating Assistance and Referral for Energy Services (SHARES) non–profit corporation, or to another statewide non–profit energy assistance organization designated by the Board of Public Utilities within 45 days of the receipt of such funds, 75 percent of the unclaimed utility deposits received from each of the electric and gas utilities by the administrator. Money received from the administrator shall be used exclusively for the payment of expenses associated with the restoration of electric or gas service, or to prevent the termination of electric or gas service. The remaining portion shall be retained in the Fund and used to pay claims duly presented and allowed.

Unemployment Compensation Auxiliary Fund (N.J.S.A. 43:21–14g)

Special Revenue Fund

Amounts collected as penalties and interest assessed against employers who have failed to make payment of contributions required under the Unemployment Compensation Law to the State on a timely basis are deposited in this Fund.

Payments from the Fund are authorized for the refund of any interest and/or penalty credited hereto, determined to have been collected or remitted by mistake. The remaining amounts may be expended by appropriations for administrative costs of the Unemployment Compensation Law and for costs of programs which generate employment, such as the Work Incentive Program (WIN), authorized training programs, and economic development activities.

Unemployment Compensation Fund (N.J.S.A. 43:21–9a)

Proprietary Fund

This Fund accounts for monies deposited from contributions of employers and employees for unemployment compensation, amounts credited or advances made by the Federal government, and amounts received herein from any other source.

After consideration is given to any claim for refund of overpayment of contributions, the remainder is transferred by the Division of Employment Security to the Treasurer of the United States for credit to the State of New Jersey Unemployment Compensation Fund and held by the Treasurer of the United States in the State of New Jersey Unemployment Trust Fund. Drawdowns against the State of New Jersey Unemployment Trust Fund are made by requests submitted to the Treasurer of the United States by the Division of Employment Security on an as–needed basis, which amounts are transferred back to the Unemployment Compensation Fund and are then disbursed by the Division of Employment Security to persons entitled to receive unemployment benefits.

Any shortfall in the Unemployment Compensation Fund needed to pay benefits is covered by Federal statutes, which authorize advances from the Federal government for unemployment benefits. Such advances are repayable by increased rates on federally taxable wages reported by New Jersey employers, or the advances may be repaid out of the Fund assets at any time by the Governor.

University of Medicine and Dentistry of New Jersey – Self–Insurance Reserve Fund

Special Revenue Fund

This Fund was established by a trust agreement between the State and the University of Medicine and Dentistry to cover malpractice claims against the hospitals and the University. Fund deposits are managed by the Division of Investment with earnings increasing the Fund. This insurance is required by the New Jersey Health Care Facilities Financing Authority for protection of the Authority's bondholders.

Unsatisfied Claim and Judgment Fund (N.J.S.A. 39:6–61)

Special Revenue Fund

Receipts from insurance companies, recoveries of judgments entered against uninsured motorists, and amounts credited from earnings on investments are deposited in this Fund.

Payments are authorized for approved claims to entitled persons resulting from bodily injury, death, and/or damage to property up to specified maximum amounts, exclusive of interest and costs. In addition, payments of no–fault benefits on hit and run and non–insured cases resulting in bodily injury caused by an accident involving a motor vehicle are likewise authorized. Payments are made for amounts of medical expense benefits, which exceed the maximum allowable amount payable for medical expense coverage under the no–fault provision of the New Jersey Automobile Reparation Reform Act. Administrative expenses are also payable as are approved refunds of excess recoveries on judgments.

P.L. 2003, c.89 was approved June 9, 2003. This law abolishes the Unsatisfied Claim and Judgment Fund and transfers all balances to the New Jersey Property–Liability Insurance Guaranty Association.

Urban and Rural Centers Unsafe Buildings Demolition Revolving Loan Fund (P.L. 1997, c.125)

Special Revenue Fund

An amount of $20 million was authorized to provide financing for the demolition and disposal of unsafe buildings in urban and rural centers.

Vietnam Veterans' Memorial Fund (P.L. 1985, c.494)

Special Revenue Fund

This Fund receives monies from donations and income tax checkoffs to fund the Vietnam Veterans' Memorial honoring New Jersey veterans of the Vietnam conflict.

Volunteer Emergency Service Organizations Loan Fund (P.L. 1987, c.8)

Special Revenue Fund

The purpose of this Fund is to provide low–interest loans to volunteer emergency service organizations for the purpose of modernizing or replacing outmoded or unsafe emergency vehicles, apparatus, equipment, or facilities, or to establish facilities to meet an increasing demand for a higher level of service in the communities in which they serve.

Wastewater Treatment Fund (P.L. 1985, c.329)

Special Revenue Fund

An amount of $190 million was authorized for the purpose of financing the cost of construction of wastewater treatment systems. Of the total amount authorized, $150 million is allocated for the purpose of making grants and low or zero interest loans to local government units for financing the cost of the construction of wastewater treatment systems. In addition, this fund is the depository for the receipt of federal capitalization grants made available to the State for the purpose of financing wastewater treatment systems.

1992 Wastewater Treatment Fund (P.L. 1992, c.88)

Special Revenue Fund

An amount of $45 million was authorized for the purpose of making zero interest loans to local government units for wastewater treatment system projects, in order to bring such systems into full compliance with permits issued pursuant to the Water Pollution Control Act; to provide adequate wastewater treatment in areas where large numbers of septic systems have malfunctioned or become obsolete; or to connect an obsolete or malfunctioning wastewater treatment system to another wastewater treatment system.

Water Conservation Fund (P.L. 1969, c.127)

Special Revenue Fund

An amount of $271 million was authorized to conduct research, plan, acquire, develop, construct, and maintain water supply and wastewater treatment facilities for the preservation, sale, or exchange of water for potable, industrial, commercial, irrigational, recreational, and other public purposes.

Water Supply Fund (P.L. 1981, c.261)

Special Revenue Fund

An amount of $350 million was authorized to provide loans for State or local projects for the rehabilitation, repair, or consolidation of antiquated, damaged, or inadequately operating water supply facilities, as recommended by the New Jersey Water Supply Master Plan.

Water Supply Replacement Trust Fund (P.L. 1988, c.106)

Special Revenue Fund

This Fund provides loans to municipalities or municipally owned public water systems for the purpose of providing a permanent alternate water supply to persons whose principal source of potable water is contaminated or is threatened with contamination by hazardous substances.

Worker and Community Right to Know Fund (N.J.S.A. 34:5A–1)

Special Revenue Fund

This Fund was established to account for all fees collected from employers pursuant to the Worker and Community Right to Know Act. Monies in the Fund are allocated for expenses incurred in connection with the Act's provisions by the Department of Health and Senior Services, Department of Environmental Protection, Department of Labor, and the Department of the Treasury.

STATE LOTTERY FUND SCHEDULE
(thousands of dollars)

The estimated revenue available from the State Lottery Fund for education and institutions in fiscal year 2004–2005 is $795.0 million. These funds will be applied to support a portion of the programs listed in the schedule below.

DIRECT STATE SERVICES	
Department of Education	
Statewide Assessment Program	16,225
Marie H. Katzenbach School for the Deaf	2,899
Department of Human Services	
Operation of State Psychiatric Hospitals	243,820
Operation of Centers for the Developmentally Disabled	210,757
Department of Military and Veterans' Affairs	
Operation of Homes for Disabled Soldiers	29,348
Subtotal, Direct State Services	503,049
GRANTS–IN–AID	
Department of Education	
Governor's School	1,654
Higher Educational Services	
Senior Public Institutions–Operating Aid	814,275
Tuition Aid Grants	197,974
Higher Education Capital Improvement Program	26,855
Aid to Independent Colleges and Universities	23,262
Opportunity Program Grants	21,910
Higher Education Facilities Trust Fund	21,015
Outstanding Scholar Recruitment Program	13,169
Supplementary Education Program Grants	12,385
Coordinated Garden State Scholarship Programs	7,562
Veterinary Medicine Education	1,337
Higher Education for Special Needs Students	1,100
Subtotal, Grants–in–Aid	1,142,498
STATE AID	
Department of Agriculture	
School Nutrition	9,918
Department of Education	
Nonpublic School Aid	97,202
School Construction and Renovation	62,000
Higher Educational Services	
Aid to County Colleges for Operational Costs	154,562
Subtotal, State Aid	323,682
Grand Total	1,969,229

TRANSPORTATION TRUST FUND
(thousands of dollars)

The New Jersey Transportation Trust Fund Authority (P.L. 1984, c. 73 as amended) funds the development and preservation of the State's transportation infrastructure. The Authority funds State highway and bridge projects, and public transportation projects outlined in the Department of Transportation's annual capital plan. Funds appropriated to the Authority are composed of motor fuels taxes, petroleum products gross receipts taxes, and sales and use taxes. The Authority may also issue bonds to supplement State appropriations.

	Fiscal 2003 Expended	2004 Adjusted Approp.	Year Ending June 30, 2005 Requested	Year Ending June 30, 2005 Recommended
Transportation Trust Fund				
Subtotal, State Transportation Funding Authorization	1,084,658	1,228,200	1,205,000	1,205,000
Subtotal, Federal Highway and Third-Party Funding Authorization	1,125,344	1,162,383	1,195,000	1,195,000
Total Program Authorization, Transportation Trust Fund	***2,210,002***	***2,390,583*** (a)	***2,400,000***	***2,400,000*** (b)
Distribution of State Transportation Funds by Project Type				
State Highway Projects	397,242	460,000	546,000	546,000
Local Aid Highway Projects	158,749	150,000	150,000	150,000
Public Transportation Projects	528,667	618,200	509,000	509,000
Subtotal, State Transportation Funds	***1,084,658***	***1,228,200***	***1,205,000***	***1,205,000***
Distribution of State Transportation Funds by Phase of Work				
Construction	978,131	1,107,591	1,086,668	1,086,668
Design and Engineering	24,082	27,266	26,751	26,751
Right-of-Way Acquisition	58,253	65,954	64,709	64,709
Study and Development	18,116	20,511	20,124	20,124
Planning	6,076	6,878	6,748	6,748
Total, State Transportation Funds	***1,084,658***	***1,228,200***	***1,205,000***	***1,205,000***
Distribution of Federal Highway and Third-Party Funds by Project Type				
State Highway Projects	661,860	622,863	670,500	670,500
Local Aid Highway Projects	19,244	24,500	34,500	34,500
Public Transportation Projects	444,240	515,020	490,000	490,000
Subtotal, Federal Highway and Third-Party Funds	***1,125,344***	***1,162,383***	***1,195,000***	***1,195,000***
Distribution of Federal Highway Funds and Third-Party Funds by Phase of Work				
Construction	903,876	933,646	959,823	959,823
Design and Engineering	72,135	74,502	76,600	76,600
Right-of-Way Acquisition	86,989	89,844	92,374	92,374
Study and Development	62,344	64,391	66,203	66,203
Total, Federal Highway and Third-Party Funds	***1,125,344***	***1,162,383***	***1,195,000***	***1,195,000***
Total, State Transportation Funds	1,084,658	1,228,200	1,205,000	1,205,000
Total, Federal Highway and Third-Party Funds	1,125,344	1,162,383	1,195,000	1,195,000
Total Program Authorization	***2,210,344***	***2,390,583***	***2,400,000***	***2,400,000***

(a) Fiscal 2004 adjusted appropriation is derived from the fiscal 2004 Transportation Capital Construction Program.

(b) The specific projects represented by these amounts will be available in the fiscal 2005 Transportation Capital Construction Program due to be issued in March, 2004.

APPENDIX

STATE OF NEW JERSEY
STATEMENT OF GENERAL LONG-TERM DEBT
JUNE 30, 2003
(thousands of dollars)

	ACT OF	AUTHORIZED (a)	UNISSUED	RETIRED (b)	OUTSTANDING
State Transportation Bonds	1968	640,000	0	639,000	1,000
Water Conservation Bonds	1969	271,000	0	264,484	6,516
State Recreation and Conservation Land Acquisition and Development Bonds	1974	200,000	0	195,247	4,753
Clean Waters Bonds	1976	120,000	5,000	111,279	3,721
Institutions Construction Bonds	1976	80,000	0	76,900	3,100
State Mortgage Assistance Bonds	1976	25,000	0	24,000	1,000
Medical Education Facilities Bonds	1977	120,000	0	120,000	0
Beaches and Harbors Bonds	1977	30,000	0	28,900	1,100
Emergency Flood Control Bonds	1978	25,000	0	24,550	450
Institutional Construction Bonds	1978	100,000	0	98,200	1,800
State Land Acquisition and Development Bonds	1978	200,000	1,500	190,273	8,227
Transportation Rehabilitation and Improvement Bonds	1979	475,000	0	459,740	15,260
New Jersey Public Purpose Buildings Construction Bonds	1980	159,000	0	159,000	0
Natural Resources Bonds	1980	145,000	17,100	96,188	31,712
Energy Conservation Bonds	1980	50,000	2,100	46,375	1,525
Water Supply Bonds	1981	350,000	93,400	256,600	0
Hazardous Discharge Bonds	1981	100,000	43,000	51,537	5,463
Community Development Bonds	1982	85,000	0	80,301	4,699
New Jersey Green Acres Bonds	1983	135,000	14,500	119,715	785
Shore Protection Bonds	1983	50,000	0	49,580	420
Jobs, Science and Technology Bonds	1984	90,000	0	90,000	0
New Jersey Human Services Facilities Construction Bonds	1984	60,000	0	58,121	1,879
Refunding Bonds	1985	4,306,800	0	2,084,986	2,221,814
Pinelands Infrastructure Trust Bonds	1985	30,000	8,000	22,000	0
Wastewater Treatment Bonds	1985	190,000	0	190,000	0
Resource Recovery and Solid Waste Disposal Facility Bonds	1985	85,000	0	68,150	16,850
Hazardous Discharge Bonds	1986	200,000	88,000	66,210	45,790
Correctional Facilities Construction Bonds	1987	198,000	0	198,000	0
Green Acres, Cultural Center and Historic Preservation Bonds	1987	100,000	9,000	84,545	6,455
Jobs, Education & Competitiveness Bonds	1988	350,000	0	296,632	53,368
New Jersey Open Space Preservation Bonds	1989	300,000	29,000	208,522	62,478
Public Purpose Buildings and Community-Based Facilities Construction Bonds	1989	125,000	5,000	99,370	20,630
Stormwater Management and Combined Sewer Overflow Abatement Bonds	1989	50,000	21,500	18,470	10,030
New Jersey Bridge Rehabilitation and Improvement, and Railroad Right-of-way Preservation Bonds	1989	115,000	0	82,356	32,644
Green Acres, Clean Water, Farmland & Historic Preservation Bonds	1992	345,000	54,780	159,931	130,289
Developmental Disabilities Waiting List Reduction and Human Services Facilities Construction Bonds	1994	160,000	19,000	66,289	74,711
Green Acres, Farmland and Historic Preservation, and Blue Acres Bonds	1995	340,000	62,500	133,255	144,245
Port of New Jersey Revitalization, Dredging, Environmental Cleanup, Lake Restoration, and Delaware Bay Area Economic Development Bonds	1996	300,000	243,000	29,565	27,435
Urban and Rural Centers Unsafe Building Demolition Bonds	1997	20,000	0	0	20,000
Statewide Transportation and Local Bridge Bonds	1999	500,000	41,000	124,975	334,025
Total Long-Term Debt:		11,224,800	757,380	7,173,246	3,294,174

(a) An additional $1,000,000 Emergency Housing Bonds (Act of 1946) remain authorized but are not to be issued.
(b) Retired includes bonds for which provisions for payment have been made through the sale and issuance of refunding bonds.

The State Appropriations Limitation Act (P.L. 1990, c.94), commonly called the CAP law, limits the growth of appropriations in the Direct State Services section of the Budget, which encompasses the operations of State government. Exempt from the limitation are Grants–in–Aid; State Aid to counties, municipalities, local school districts, and other instrumentalities; federal funds appropriations; Capital Construction and Debt Service; and monies deposited in and expended from the Property Tax Relief Fund, the Casino Control Fund, the Casino Revenue Fund, and the Gubernatorial Elections Fund.

STATE INCOME [a]
($ in millions)

Fiscal 2000	301,599
Fiscal 2001	325.240
Fiscal 2002	334,199
Fiscal 2003	334,372

[a] See Notes at the end of this subsection.
Source: U.S. Department of Commerce, Bureau of Economic Analysis

STATE POPULATION [b]

Fiscal 2000	8,433,276
Fiscal 2001	8,504,114
Fiscal 2002	8,575,252
Fiscal 2003	8,638,396

[b] See Notes at the end of this subsection.
Source: U.S. Bureau of the Census data.
(State Pop. Estimates, April 1, 2002– July 1, 2003)

The law provides that the CAP may be exceeded upon passage of a bill making an appropriation approved by a two–thirds vote of all members of each legislative body.

Under the formula in the law, the maximum appropriation for fiscal 2005 is computed by multiplying the base year appropriation (fiscal 2004) subject to the percentage limitation by the average three–year growth rate in per capita personal income calculated on a fiscal basis. The fiscal 2005 CAP is calculated using 3.71%.

The calculation results in a maximum increase of $195.6 million over the fiscal 2004 Adjusted Appropriation, or a maximum appropriation of $5.470 billion for Direct State Services for fiscal 2005. The Governor's recommendation for fiscal 2005, for items under the CAP, is $5.612 billion, or $7.2 million under the CAP limit. Data used to compute the appropriation limit are presented in the accompanying tables.

The average per capita personal income for the State and the average percentage change for the last four fiscal years are displayed below.

STATE AVERAGE PER CAPITA

	Personal Income [c]	Percentage Change
Fiscal 2000	35,763	
Fiscal 2001	38,245	6.58%
Fiscal 2002	38,972	1.90%
Fiscal 2003	39,865	2.29%

[c] See Notes at the end of this subsection.
Source: U.S. Bureau of the Census data.
(State Pop. Estimates, April 1, 2002– July 1, 2003)

Computation of 2005 Cap
Subject to Expenditure Limitation Law Percentage
($ In Thousands)

Appropriation and Adjustments for Fiscal 2004	24,542,334
Less Statutory Exemptions:	
Grants-In-Aid	(6,241,139)
State Aid	(3,740,663)
Capital Construction	(1,136,428)
Debt Service	(442,481)
Property Tax Relief Fund	(7,156,770)
Casino Control Fund	(63,700)
Casino Revenue Fund	(447,200)
Gubernatorial Elections Fund	
Less: Funding for Division of Youth and Family Services Reform Efforts In Accordance With A Court Settlement	(15,000)
Less: Funding for Corrections Mental Health Treatment Appropriated In Accordance With A Court Settlement	(24,478)
Amount Subject to Limitation	5,274,475
Fiscal 2004 Base Subject to Percentage Limitation	5,274,475
Per Capita Personal Income Rate	3.71%
Maximum Increase in Appropriation for Fiscal 2005	195,683
Maximum Appropriation for Fiscal 2005	5,470,158
Fiscal 2005 Recommendation	5,612,357
Less: Funding for Division of Youth and Family Services Reform Efforts In Accordance With A Court Settlement	(125,000)
Less: Funding for Corrections Mental Health Treatment Appropriated In Accordance With A Court Settlement	(24,478)
Amount of Fiscal 2005 Appropriation Subject to the CAP Limitation	5,462,879
Amount Over/(Under) the CAP Limitation	(7,279)

CASINO REVENUE FUND SCHEDULE

(thousands of dollars)

The estimated revenue from the Casino Revenue Fund in Fiscal Year 2005 is $478,880,000. These funds will be applied to support a portion of the programs listed below that originated in the Casino Revenue Fund or were created to be included within the Fund.

SENIOR CITIZEN PROPERTY TAX FREEZE	48,000
MEDICAL ASSISTANCE	
Personal Assistance Services	3,734
Personal Care	141,122
Home Care Expansion	235
Pharmaceutical Assistance to the Aged & Disabled	364,368
Traumatic Brain Injury	16,502
Community Care/Sixth Omnibus Budget Reconciliation Act	172,826
Respite Care	5,359
Hearing Aid Assistance	200
Statewide Birth Defects Registry	500
Health and Senior Services Administration	871
TRANSPORTATION ASSISTANCE	
Senior Citizens and Disabled Residents	25,287
Sheltered Workshop Transportation	2,440
HOUSING PROGRAMS	
Safe Housing and Transportation	1,668
Developmental Disabilities	38,409
Congregate Housing Support Services	1,938
OTHER	5,397
GRAND TOTAL	**828,856**

CASINO REVENUE FUND

The Casino Revenue Fund (CRF) was established in 1976 with the provision that State revenues derived from casino gambling would be applied solely for the purpose of "providing funding for reductions in property taxes, rental, telephone, gas, electric, and municipal utilities charges of eligible senior citizens and disabled residents of the State in accordance with such formulae as the Legislature shall by law provide." The Fund's authorized use was expanded in 1981 to include additional or expanded health services or benefits, transportation services, or benefits to eligible senior and disabled residents.

Total CRF resources of $478.9 million, including $700,000 from the Casino Simulcasting Fund, are projected for fiscal 2005. Total CRF resources now include $94 million from five taxes implemented in FY04. These taxes are: an increase in the casino parking fee from $2 to $3, a $3 per room per day fee on casino hotel rooms, a 4.25% tax on casino comps, a 7.5% tax on the casinos' adjusted net income, and an 8% tax on multi-casino progressive slot machine revenue.

Total available CRF resources in FY05 are forecast to exceed the FY04 appropriated amount by $30.2 million. These additional resources are being used to increase CRF funding of the Pharmaceutical Assistance to the Aged and Disabled (PAAD) program. This program was once entirely funded with casino revenues, but due to the rapid increase in the cost of prescription drugs now requires a substantial subsidy from the General Fund.

The summary and projection table at the end of this section illustrates CRF revenues and the programs receiving Fund appropriations over the past several years. Some CRF appropriations have been shifted to the General Fund and other funds over the past several fiscal years (see the General Fund Subsidy section of the table).

BUDGET INITIATIVES AND ONGOING PROGRAMS

The following programs are currently receiving significant funding through the Casino Revenue Fund:

- Pharmaceutical Assistance to the Aged and Disabled (PAAD)— $288.2 million
- Transportation Assistance— $25.3 million
- Residential Care Developmental Disabilities— $38.4 million
- Personal Assistance Services Program— $3.7 million
- Community Care Alternatives— $28 million
- Sheltered Workshop Transportation— $2.4 million
- Waiver Initiatives---$16.6
- Home Care Expansion Program— $200,000
- Personal Care---$60.1

CASINO REVENUE FUND SUMMARY AND PROJECTION
(S In Millions)

	Fiscal 1998	Fiscal 1999	Fiscal 2000	Fiscal 2001	Fiscal 2002	Fiscal 2003	Fiscal 2004	Rec. 2005
Opening surplus	$0.00	$0.00	$0.00	$0.00	$0.00	$0.00	$0.00	$0.00
Revenues	325.5	325.0	335.7	347.0	350.0	346.0	448.0	478.0
Lapses and adjustments	0.0	3.2	1.8	0.0	14.2	18.8	0.7	0.9
TOTAL RESOURCES	**$325.5**	**$328.2**	**$337.5**	**$347.0**	**$364.2**	**$364.8**	**$448.7**	**$478.9**
PROPERTY TAX DEDUCTION	$17.2	$17.2	$17.2	$17.2	$0.0 [c]	$0.0	$0.0	$0.0
MEDICAL ASSISTANCE								
Personal assistance	3.7	3.7	3.7	3.7	3.7	3.7	3.7	3.7
Home care expansion	0.0	1.0	0.7	0.5	0.4	0.3	0.2	0.2
PAAD -- expanded	166.1	193.6	218.8 [a]	229.9 [b]	257.9	259.9	255.2	288.2
Community care and Waivers	0.8	14.2	3.3	1.6	3.0	3.3	45.7	44.6
Respite care	2.8	4.8	4.8	4.8	5.2	5.4	5.4	5.4
Hearing aid assistance	0.3	0.3	0.3	0.2	0.2	0.3	0.2	0.2
Statewide birth defects registry	0.5	0.5	0.5	0.5	0.5	0.5	0.5	0.5
Health and Senior Services Admin.	0.6	0.9	0.9	0.9	0.9	0.9	0.9	0.9
Personal Care	0	0	0	0	0	0	60.1	60.1
LIFELINE CREDITS	76.3	34.6	34.6	32.7	34.7	34.6	0.0 [d]	0.0
TRANSPORTATION ASSISTANCE								
Senior citizens and disabled residents	22.2	22.5	22.8	25.7	24.8	24.9	25.5	25.3
Sheltered workshop transportation	2.4	2.4	2.4	2.4	2.4	2.4	2.4	2.4
HOUSING PROGRAMS								
Congregate housing support	1.9	1.9	1.9	0.5	3.3	1.9	1.9	1.9
Safe housing and transportation	2.0	1.6	1.6	1.6	1.7	1.7	1.7	1.7
Developmental Disabilities	24.5	24.5	19.6	19.6	19.6	19.6	38.4	38.4
OTHER	4.2	4.5	4.4	5.2	5.9	5.4	5.4	5.4
TOTAL APPROPRIATIONS	**$325.5**	**$328.2**	**$337.5**	**$347.0**	**$364.2**	**$364.8**	**$447.2**	**$478.9**
ENDING SURPLUS	**$0.0**	**$0.0**	**$0.0**	**$0.0**	**$0.0**	**$0.0**	**$1.5**	**$0.0**
GENERAL FUND SUBSIDY								
Lifeline	$0.0	$36.2	$36.2	$36.2	$36.2	$11.2	$0.0 [d]	$0.0
SOBRA for Aged and Disabled	109.6	114.0	118.6	123.8	128.8	133.9	139.3	144.8
Community Care and Waivers	23.3	30.1	38.8	41.2	41.2	45.9	0.0	0.0
Personal Care	76.4	88.8	103.1	96.7	116.2	130.2	72.4	81.0
Senior Citizens Property Tax Freeze	0.0	0.0	23.7	10.6	10.6	23.0	23.0	48.0
PAAD -- expanded	0.0	0.0	20.0 [a]	49.5	92.9 [e]	123.9	166.0	76.3
VALUE OF PROGRAMS SHIFTED	**$209.3**	**$269.1**	**$340.4**	**$358.0**	**$425.9**	**$468.1**	**$400.7**	**$350.1**

Notes:

(a) Includes $5.1 million of the Supplemental Appropriation of $25.1 million; the remaining $20 million of this amount has been shifted to the General Fund and charged to the Tobacco Settlement Trust Fund.

(b) In addition to this amount, $49.5 million shifted to the General Fund and charged to the Tobacco Settlement Trust Fund.

(c) The Property Tax Deduction appropriation has been shifted to the Property Tax Relief Fund.

(d) Beginning in fiscal 2004, the Lifeline program will be funded through the Board of Public Utilities.

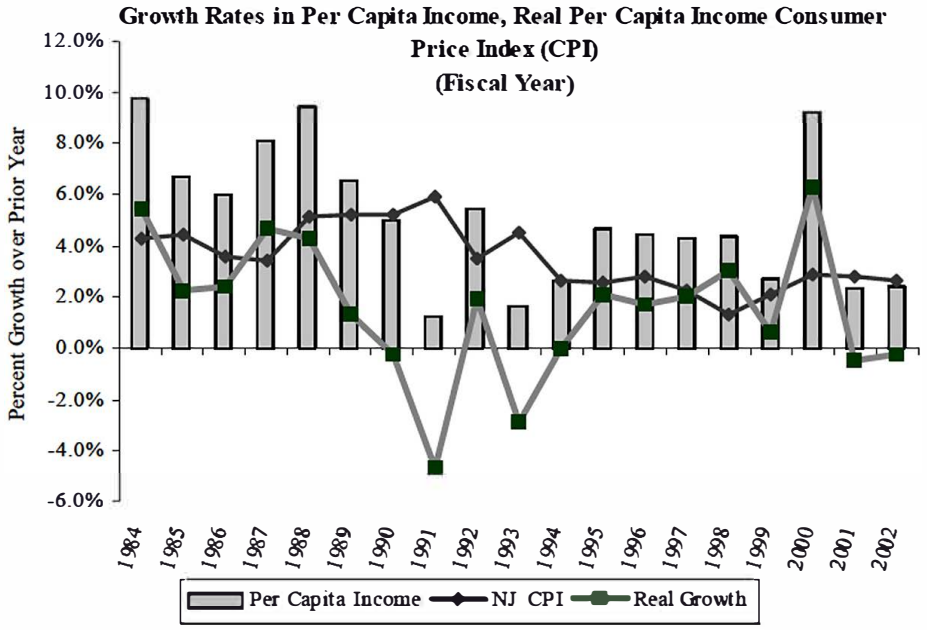
(e) Includes Supplemental Appropriation of $25 million, $21.3 of which was unexpended and carried forward to be a resource in fiscal 2003.

Population and Personal Income

The total population of New Jersey is 8.6 million, based on the latest update of the U.S. Bureau of the Census in July 2003.

New Jersey's per capita income has failed to experience real growth, i.e., annual growth in excess of consumer price index (CPI) growth, for the second year in a row (see figure below).

New Jersey has the highest rank for per capita personal income of the mid-Atlantic states (see table below). And in 2002 was the state with the second highest per cap income nationwide.



PER CAPITA PERSONAL INCOME FOR THE UNITED STATES, NEW JERSEY, AND MIDDLE ATLANTIC STATES

(2001 Calendar Year)

	Amount	Percent of National Average	National Ranking
United States	$30,832	---	---
New Jersey	$39,567	128	2
New York	$35,708	116	6
Maryland	$36,121	117	5
Delaware	$32,307	105	16
Pennsylvania	$31,663	103	18

Source: U.S. Department of Commerce, Bureau of Economic Analysis.

WORKFORCE

Recommended State funding for Executive Branch employees in FY2005 provides for an increase of 1,768 full-time employees compared to the actual number of employees on February 6, 2004 primarily for Child Welfare Reform, additional State Troopers, nurses and other support for State Veterans' Homes, Corrections Officers, and additional staff to address water quality and shore protection. Fully 75% of the new employees (over 1,300 employees) are attributable to meeting the Child Welfare Reform goals set forth by the Department of Human Services.

In the most comprehensive far-reaching vision ever for children's services, the FY2005 Budget provides funding for 1,100 DYFS positions as part of the State's settlement of a class action civil rights lawsuit. In addition to providing front-line child protection and permanency workers to improve casework ratios, the Child Welfare Reform Plan calls for:

- Investigators trained in forensics will respond to all allegations of abuse or neglect within 24 hours;
- Hiring resource family workers, a new group of workers who will work out of district offices and be responsible for recruitment, training support, home studies and providing ongoing support;
- Centralizing intake and separating investigative function from the casework function;
- Staffing a dozen Community Collaboratives with specialized community developers that will steer the provision of local, community programs for at-risk families and children;
- Providing each district office with Adolescent Workers, with particular affinity and training for dealing with adolescents, to work with every child 13 years of age or older; and
- Establishing a training academy to develop a culture of quality improvement at all levels of case management.

In addition to the staff provided directly to DYFS, over 200 positions will be added to the Departments of Law and Public Safety and the Public Defender to meet their increased responsibilities under the Child Welfare Reform Plan.

Combined State and non-State employee growth for the Department of Law and Public Safety (excluding Juvenile Justice, Election Law, etc.) is 357 comparing February 6, 2004 employee counts and FY2005 funded levels. This increase includes the following:

- 163 additional State Troopers, net of attrition;
- 93 State funded positions for Child Welfare Reform (included in the 200 mentioned above);
- 58 employee growth at Consumer Affairs from dedicated sources to increase securities enforcement and other priority areas;
- New positions funded from dedicated sources to implement legislation that greatly expands DNA testing for law enforcement purposes; and
- Other increases include federal and dedicated funding for Homeland Security, the Commercial Vehicle Enforcement Program, the Medical Examiner and the Racing Commission.

There is also significant State funded employee growth at the Department of Military and Veterans' Affairs. Recommended FY2005 funding and proposed supplemental funding in FY2004 will increase staff by 177 compared to February 6, 2004 primarily to staff the Old Glory Wing at the Menlo Park Veterans' Home and to staff the opening of the new Vineland Veterans' Home.

State funded growth of 82 in the Department of Environmental Protection is attributable to many factors, including: additional shore protection and site remediation staff to expedite capital projects supported by dedicated fund sources (29), new staff for the enhanced stormwater regulation program and smart growth permitting (22), new staff supported by the Corporate Business Tax dedication for watershed management and a new Underground Storage Tank Inspection program (14), and additional staff to be paid by natural resource damage recoveries and an increase in water allocation fees (11).

State funded growth of 81 in the Department of Corrections is due primarily to the hiring of additional correction officers that will generate a savings in overtime costs while growth of 75 at the State Parole Board reflects staffing needed to more intensely monitor sex offender parolees and to supervise increased numbers of parolees in alternative programs.

State funded growth of 53 positions in the Department of Treasury is due primarily to the conversion of intermittent part-time employees to full-time status, in accord with union negotiations.

Growth in non-State funded positions of 1,528 employees statewide is attributable to increased availability of federal and dedicated fund sources which will be utilized to increase hours and services at Motor Vehicle agencies, enhance healthcare initiatives, provide for additional troopers and other law enforcement initiatives previously discussed, and improve housing services provided by the Department of Community Affairs. Non-State full-time employee growth in the Department of Human Services is largely the result of employees being shifted from the General Fund to federal funds.

At Motor Vehicle Services (which is off budget), 260 employees will be added to expand service to Saturdays, to create enhanced business accessibility with online services, to

increase customer satisfaction by providing intensive customer service training to staff and to improve security by implementing new digitized driver licenses.

Non-State full-time employee growth of 166 at the Department of Health and Senior Services is due primarily to increases in federal funding from a variety of sources. Examples include increased staff for Medical Day Care, Emergency Preparedness, Immunization, Tuberculosis and West Nile Virus. Also, increased staffing supported by dedicated sources will provide additional inspectors in the Health Facilities Licensing and Inspections Program.

Non-State funded full-time employee increases in the Department of Community Affairs will be supported by fees, federal funds and other sources. Examples include:

- Increased staffing supported by federal funds for the Section 8 Federal Housing Program (28), and for Community Resources Technical Assistance (10); Increased staffing of fee supported programs in the areas of Housing Code Enforcement (5), Uniform Construction Code (15) and Housing Services (18).

STATE FUNDED WORKFORCE
2/6/04 vs. FY 2005 FUNDED POSITIONS COMPARISON

	STATE EMPLOYEES 2/6/04	FY 2005 FUNDED POSITIONS
AGRICULTURE	146	147
BANKING AND INSURANCE	2	2
CHIEF EXECUTIVE OFFICE	110	110
COMMUNITY AFFAIRS	179	195
CORRECTIONS (Balance)	8,884	8,965
- Parole Board	660	735
EDUCATION	432	464
ENVIRONMENTAL PROTECTION	2,312	2,394
HEALTH AND SENIOR SERVICES	851	910
HUMAN SERVICES (Total)	14,390	15,303
- Management and Budget	307	286
- Medical Assistance	173	148
- Disability Services	15	19
- Family Development	224	219
- Commission for the Blind and Visually Impaired	166	162
- Youth and Family Services	3,336	4,447
- Deaf and Hard of Hearing	6	9
- Developmental Disabilities	5,155	5,027
- Mental Health and Hospitals	5,008	4,986
LABOR (Balance)	226	238
- Public Employee Relations Commission	34	39
LAW & PUBLIC SAFETY (Balance)	4,758	4,760
- Child Welfare Reform	0	93
- Election Law Enforcement Commission	45	54
- Violent Crimes Compensation Board	47	48
- Executive Commission on Ethical Standards	8	10
- Juvenile Justice	1,239	1,243
MILITARY AND VETERANS' AFFAIRS	1,281	1,458
PERSONNEL	367	394
STATE (Balance)	124	144
- Commission on Higher Education	17	18
- New Jersey Network	111	112
- Higher Education Student Assistance Authority	27	27
TRANSPORTATION	2,819	2,746
- Motor Vehicle Services	4	0
TREASURY (Balance)	3,183	3,236
- Casino Control Commission	0	0
- Office of Administrative Law	102	107
- Office of Information Technology	0	0
- Public Defender	948	994
- Child Welfare Reform		126
- Commission on Science and Technology	4	6
- Board of Public Utilities / Ratepayer Advocate	0	0
MISCELLANEOUS COMMISSIONS	2	2
SUBTOTAL EXECUTIVE BRANCH	43,312	45,080
LEGISLATURE	515	543
JUDICIARY (Administrative Office of the Courts)	1,517	1,555
STATEWIDE TOTAL (w/o Courts)	45,344	47,178
JUDICIARY (County Courts)	6,323	6,304
GRAND TOTAL	51,667	53,482

NON STATE FUNDED WORKFORCE
2/6/04 vs. FY 2005 FUNDED POSITION COMPARISON

	ALL OTHER EMPLOYEES 2/6/04	FY05 FUNDED
AGRICULTURE	106	112
BANKING AND INSURANCE	484	508
CHIEF EXECUTIVE OFFICE	0	0
COMMUNITY AFFAIRS	889	990
CORRECTIONS (Balance)	441	462
- Parole Board	0	0
EDUCATION	540	604
ENVIRONMENTAL PROTECTION	1,017	1,093
HEALTH AND SENIOR SERVICES	1,319	1,485
HUMAN SERVICES (Total)	5,834	6,057
- Management and Budget	143	145
- Medical Assistance	376	425
- Disability Services	12	10
- Family Development	190	221
- Commission for the Blind and Visually Impaired	82	96
- Youth and Family Services	711	733
- Deaf and Hard of Hearing	0	0
- Developmental Disabilities	4,283	4,389
- Mental Health and Hospitals	37	38
LABOR (Balance)	3,463	3,472
- Public Employee Relations Commission	0	0
LAW & PUBLIC SAFETY (Balance)	2,686	2,948
- Child Welfare Reform	0	0
- Election Law Enforcement Commission	0	0
- Violent Crimes Compensation Board	0	0
- Executive Commission on Ethical Standards	0	0
- Juvenile Justice	478	529
MILITARY AND VETERANS' AFFAIRS	159	192
PERSONNEL	37	42
STATE (Balance)	65	66
- Commission on Higher Education	2	2
- New Jersey Network	47	46
- Higher Education Student Assistance Authority	181	198
TRANSPORTATION	1,037	1,130
- Motor Vehicle Services	2,240	2,500
TREASURY (Balance)	465	498
- Casino Control Commission	349	364
- Office of Administrative Law	10	11
- Office of Information Technology	924	966
- Public Defender	2	4
- Child Welfare Reform	0	0
- Commission on Science and Technology	0	0
- Board of Public Utilities / Ratepayer Advocate	341	367
MISCELLANEOUS COMMISSIONS	0	0
SUBTOTAL EXECUTIVE BRANCH	23,116	24,646
LEGISLATURE	0	0
JUDICIARY (Administrative Office of the Courts)	284	278
STATEWIDE TOTAL (w/o Courts)	23,400	24,924
JUDICIARY (County Courts)	1,229	1,233
GRAND TOTAL	24,629	26,157

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